

**Auditor's Report & Audited Financial Statements**  
of  
**Dhaka Electric Supply Company Ltd. (DESCO)**



**As at and for the year ended 30 June 2024**

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# Independent Auditor's Report

To the Shareholders of Dhaka Electric Supply Company Limited (DESCO)

## Report on the Audit of the Financial Statements

### Qualified Opinion

We have audited the financial statements of **Dhaka Electric Supply Company Limited (DESCO)** "the Company" which comprise the statements of financial position as at 30 June 2024, Statements of profit or loss and other comprehensive income, statements of changes in equity and statements of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at 30 June 2024, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

### Basis for Qualified Opinion

01. **Reference to Note # 8 of its financial statements**, DESCO has shown the amount of **Taka 572.61** crore as receivable from customers as on 30 June 2024. Out of the total receivable balance, an amount of **Taka 227.36 crore** (Receivable from Bihari Camp) is appeared to be irrecoverable as the amount has been carried forward since long. **IFRS 09** requires to measure and recognize lifetime Expected Credit Loss (ECL) for the financial assets with significantly increased credit loss. However, no such loss allowance has been measured and recognized in the financial statements of the company as on 30 June 2024 although there is a significant credit loss is evident against the receivable.
02. As per **the notification No. 146/FRC/Admin/Circular/2020/01 dated 11 February 2020** regarding Accounting and Reporting on Share Money Deposit, any money received as Share Money Deposit must be converted into Share Capital within six months. Additionally, these deposits should be considered as potential shares when calculating Earnings Per Share (EPS) before conversion.

**Reference to Note #13 of the Financial Statements**, DESCO received **Tk. 635.43** crore from the Government of Bangladesh as equity money to implement various projects, with the condition that this amount would be converted into equity shares upon government approval. Although DESCO has converted **Tk. 607.67 crore** into shares after the reporting period, the company did not consider the Share Money Deposits as potential shares in calculating diluted EPS. Furthermore, no steps have been taken to convert the remaining deposits into equity shares.



03. **Reference to Note # 29 of its financial statements**, DESCO made provisions for the Workers Profit Participation Fund (WPPF) in previous years, following the amendments to Section 232 of the Labour Law 2006. However, DESCO has failed to pay the full WPPF amounts to the Bangladesh Labor Welfare Foundation and other relevant funds with a proportion of 80:10:10 among these funds within specified period as per Section 14, Sub-section 3 of the Bangladesh Labor Welfare Foundation Act 2006.

04. **Reference to Notes # 5 and 21 of the financial statements**, where DESCO has charged an amount of Taka 51,282,350 to the Statement of Profit or Loss as Transport (Hired) Expenses, related to the rental of 125 vehicles under lease agreements with 13 vendors. Although these lease agreements extend beyond a 12-month period, DESCO has not applied the lease accounting requirements in accordance with IFRS 16 - Leases for these rental agreements. IFRS 16 requires lessees to recognize Right-of-Use Assets and Lease Liabilities for leases with a term of more than 12 months, unless the underlying asset is of low value. Contrary to this requirement, DESCO has only implemented IFRS 16 for its office leases and has not applied it to its vehicle lease agreements. This represents a departure from the requirements of IFRS 16, and as a result, the company's financial statements may not accurately reflect the financial position and performance concerning these lease agreements.

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) and Bangladesh Securities and Exchange Commission (BSEC), and we have fulfilled our responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) bylaws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

**Emphasis of Matters:**

Without modifying our opinion, we draw attention to the following matters:

1. **Reference to the note # 50** of the financial statements, where the company describes the details of contingent liabilities of the company as on 30 June 2024.
2. As per the provisions of the Income Tax Act, 2023, the company requires to make a provision for current tax expenses considering the minimum tax and other income tax whichever is higher as the Company has incurred business losses during the year. However, in the note # 45 of its financial statements, the company has presented the computation and described the basis of determining its current tax expense taking into account the nature of the business.



3. **Reference to the note # Note 25.02 of the financial statements**, DESCO has not transferred outstanding dividends that have remained unclaimed for more than three years to the Capital Market Stabilization Fund (CMSF), as required by the CMSF Rules 2021, Chapter III, Rule 9, Section 1. Additionally, DESCO has not complied with the directive issued by the Bangladesh Securities and Exchange Commission (BSEC) under Directive No. BSEC/CMRRCD/2021-386/03 dated 14 January 2021, which mandates the presentation of the Unclaimed Dividend Amount as a separate line item in the statement of financial position.
4. **Reference to the note # 07 “Stores and Spares” of the financial statements**, DESCO uses a software for keeping record for Stores and Spares which does not generate report with monetary value for issued items as well as the monetary value of closing Stores and Spares. Moreover, no year-end physical verification report for Stores and Spares was conducted by the company.
5. **As disclosed in Note 6.05 of the financial statements**, DESCO's UGSS project, which was recorded under Capital Work in Progress (CWIP), has been cancelled by the Government. In response to this order, DESCO has terminated all contracts with the vendors associated with this project. However, the final approval of the project's cancellation from the relevant ministries/departments is still pending. As a result, the costs incurred up to the cancellation order, amounting to Taka 732,462,115, continue to be recorded in CWIP and have not been written off, despite the fact that this asset is no longer considered viable.

### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Financial Statement of the current period. These matters were addressed in the context of our audit of the Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Risk	Our response to the risk
<b>Capital Work-in-Progress (CWIP)</b>	
Refer note no. 06 to the Statement of Financial Position	
<p>Capital Works-in-Progress (CWIP) is the expenditure on fixed assets (Property Plant and Equipment) that are in the process of construction or completion i.e. not ready for intended use at the time of incurring of expenditure. The company has shown Capital Work-in-Progress (CWIP) BDT 5,745,349,660 in the financial statements as at 30 June 2024.</p> <p>A significant judgment is required in relation to recognizing Capital</p>	<p><b>Our procedure includes:</b></p> <ul style="list-style-type: none"> <li>• Review project contracts, agreements, invoices, and other supporting documentation for each ongoing project to verify the existence and completeness of Capital Work in Progress.</li> <li>• Obtained supporting documents of capitalization transaction to determine whether the amount recorded in correct year.</li> <li>• Physically inspect the ongoing construction or development projects to ensure they exist and are in line with the accounting records.</li> <li>• Assess the effectiveness of internal controls related</li> </ul>



<p>Work-in-Progress and transfer it to as Property Plan and Equipment (PPE).</p>	<p>to Capital Work in Progress. For example, evaluate the segregation of duties and authorization processes.</p> <ul style="list-style-type: none"> <li>• Ensure that all costs capitalized meet the criteria established by accounting standards, such as being directly attributable to the project and enhancing its future economic benefits.</li> <li>• Review any changes to project scope, as well as variations in the original contract to ensure that they are appropriately accounted for in Capital Work in Progress.</li> <li>• Examine the completeness of Capital Work in Progress by comparing it to project schedules, contract agreements, and any other relevant documentation.</li> <li>• Examine the notes to the financial statements and other disclosures to ensure that Capital Work in Progress is presented in accordance with accounting standards.</li> </ul>
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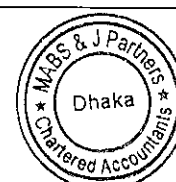
**Measurement of deferred tax Liability**

Refer note no. 18.00 to the Statement of Financial Position

<p>Deferred tax liability as being the amount of income tax payable in future periods in respect of taxable temporary differences.</p> <p>The company has recognized deferred tax liability BDT. 1,621,166,452 in the financial statements as at 30 June 2024.</p> <p>Significant judgment is required in relation to deferred tax liability as it is owned but is not due to be paid until a future date.</p>	<p><b>Our procedure includes:</b></p> <ul style="list-style-type: none"> <li>• Obtained an understanding, evaluated the design and tested the operational effectiveness of the key controls over the recognition and measurement of Deferred Tax Assets and Liabilities and the assumption used in estimating the future taxable expense of the company.</li> <li>• Review the company's accounting policies related to deferred tax liabilities, including the applicable tax rates, temporary differences, and measurement methods.</li> <li>• Confirm the existence and classification of temporary differences that give rise to deferred tax liabilities, such as depreciation, bad debt provisions, or fair value adjustments.</li> <li>• Examine the notes to the financial statements to ensure that deferred tax liabilities are adequately disclosed, including details of the underlying temporary differences and the tax rates applied.</li> </ul>
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**Revenue Recognition**

<p>The Company (DESCO) recognizes revenue by selling energy to the consumers. The company collect</p>	<p><b>Our audit procedure included:</b></p> <ul style="list-style-type: none"> <li>• Assess whether revenue recognition policies are applied through comparison with relevant</li> </ul>
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<p>revenue from prepaid customer and postpaid customer. Also, DESCO earn revenue from demand charge, service charge, meter and transformer rent.</p> <p>Revenue earned from selling energy to prepaid customers are recorded on consumption basis. From 01 July 2023 to 30 June 2024 total net sales was BDT. 66,256,009,433.</p>	<p>International Financial Reporting Standard;</p> <ul style="list-style-type: none"> <li>• Tested the Companies control over revenue recognition, including reconciliations between sales and cash receipt systems and general ledger;</li> <li>• Obtain monthly VAT return of the company and ensure total sales agreed with VAT return.</li> <li>• Assess the Companies disclosures of its revenue recognition policy.</li> </ul>
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### Other Information

Management is responsible for the other information. The other information comprises all of the information in the Annual report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

### 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 IFRSs, the Companies Act, 1994, the Securities and Exchange Rules, 1987 and other applicable laws and 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's ability 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's financial 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.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the Group and the Company audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### **Report on Other Legal and Regulatory Requirements**

In accordance with the Companies Act, 1994 and the Securities and Exchange Rules, 1987 and relevant notifications issued by Bangladesh Securities and Exchange Commission, 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 Group and the Company so far as it appeared from our examination of those books;
- c) The consolidated and the separate statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account; and
- d) The expenditure incurred was for the purpose of the Company's business.

Dated, Dhaka  
09 October 2024

**Signed for & on behalf of**  
**MABS & J Partners**  
Chartered Accountants

**Nasir Uddin Ahmed**  
FCA, FCS, CGMA, ACMA(UK), FCA (England & Wales)  
Deputy Managing Partner  
ICAB Enrolment No: 535  
DVC No:



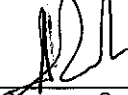
**DHAKA ELECTRIC SUPPLY COMPANY LIMITED (DESCO)**

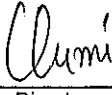
**Statement of Financial Position**

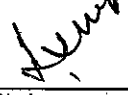
As on June 30, 2024

Particulars	Notes	Amount in Taka	
		June 30, 2024	June 30, 2023
<b>ASSETS</b>			
<b>Non-Current Assets</b>		<b>59,037,771,608</b>	<b>56,412,777,173</b>
Property, Plant and Equipment	02.00	49,376,498,879	42,297,630,825
Distribution Line (Deposit Works)	03.00	3,808,632,487	3,886,026,675
Intangible Assets	04.00	42,659,863	88,142,146
Right to Use Assets	05.00	64,630,719	11,516,995
Capital Work-in-Progress	06.00	5,745,349,660	10,129,460,532
<b>Current Assets</b>		<b>30,359,230,531</b>	<b>29,506,242,185</b>
Stores and Spares	07.00	4,761,483,354	3,236,506,402
Accounts Receivable	08.00	6,405,304,837	6,340,204,852
Advances and Security Deposits	09.00	1,324,350,870	1,730,492,476
Deferred/ Prepaid Expenses	09.01	19,794,331	-
Advance Income Tax	10.00	1,530,814,783	1,586,987,372
Investment in FDR	11.00	5,939,612,350	10,415,545,662
Cash and Cash Equivalents	11.01	10,377,870,006	6,196,505,421
<b>Total Assets</b>		<b>89,397,002,139</b>	<b>85,919,019,358</b>
<b>Equity and Liabilities</b>			
<b>Capital and Reserves</b>		<b>15,075,384,059</b>	<b>20,124,643,780</b>
Share Capital	12.00	3,975,698,040	3,975,698,040
GOB Equity	13.00	6,354,341,728	6,100,748,128
Revaluation Surplus	14.00	6,284,690,747	6,515,966,872
Retained Earnings	15.00	(1,539,346,456)	3,532,230,741
<b>Donated Equity (Deposit Works)</b>	16.00	<b>3,808,632,488</b>	<b>3,886,026,676</b>
<b>Long-Term Liabilities</b>		<b>35,901,768,621</b>	<b>37,015,062,219</b>
Long Term Loans (ADB ,GOB ,AIB & JICA)	17.00	27,484,899,789	29,108,690,616
Deferred Tax Liability	18.00	1,621,166,452	1,360,576,295
Due to DESA / DPDC (for assets taken over)	19.00	2,693,294,437	2,692,375,288
Security Deposits (Consumers & Others )	20.00	4,030,563,182	3,838,515,833
Lease Liability (Operating Lease)	21.00	69,541,741	12,601,167
Other Long-Term Liabilities	22.00	2,303,020	2,303,020
<b>Current Liabilities</b>		<b>34,611,216,971</b>	<b>24,893,286,681</b>
Accounts Payable	23.00	12,925,122,361	11,324,053,394
Creditors for Goods/Works	24.00	527,726,464	254,430,979
Others Liabilities	25.00	1,221,411,939	896,008,819
Liabilities for Expenses	26.00	1,333,183,837	1,212,556,362
Current Maturity of Long-Term Loans	27.00	8,509,854,100	3,207,307,534
Accrued Interest on Loans	28.00	7,223,794,666	5,643,710,169
Workers Profit Participation Fund (WPPF)	29.00	70,870,460	160,441,123
Short Term Loan (Bank)	30.00	2,375,455,468	1,619,542,421
Provision for Income Tax	31.00	423,797,676	575,235,880
<b>Total Equity and Liabilities</b>		<b>89,397,002,139</b>	<b>85,919,019,358</b>
<b>Net Assets Value Per Share (NAV)</b>	54.00	<b>37.92</b>	<b>50.62</b>

The annexed notes from 1 to 57 and Annexure-A to B are integral part of these Financial Statements.







Signed in terms of our separate report of even date.

**Signed for & on behalf of**  
**MABS & J Partners**  
 Chartered Accountants

Dated, Dhaka  
 09 OCT 2024





**Nasir Uddin Ahmed**  
 FCA, FCS, CGMA, ACMA (UK), FCA (England and Wales)  
 Deputy Managing Partner  
 ICAB Enrolment No: 535  
 DVC No:

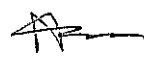
**DHAKA ELECTRIC SUPPLY COMPANY LIMITED (DESCO)**  
**Statement of Profit or Loss and Other Comprehensive Income**  
For the year ended on June 30, 2024


Particulars	Notes	Amount in Taka	
		July 01, 2023 to June 30, 2024	July 01, 2022 to June 30, 2023
<b>Distribution Revenue</b>		<b>3,552,973,430</b>	<b>2,680,782,673</b>
Electricity Supply (Net of VAT)	32.00	66,256,009,433	53,725,986,575
Less: Energy Purchase (including wheeling charge)	33.00	62,703,036,003	51,045,203,902
<b>Other Operating Revenue</b>		<b>1,792,027,298</b>	<b>1,530,786,785</b>
Miscellaneous Operating Income	34.00	1,650,858,511	1,116,404,937
Others Revenue (Deposit Works)	35.00	141,168,787	414,381,848
<b>Total Operating Revenue</b>		<b>5,345,000,728</b>	<b>4,211,569,458</b>
<b>Less: Cost of Energy Sales</b>		<b>3,251,703,526</b>	<b>3,374,051,671</b>
Direct Operating Expenses	36.00	1,265,917,595	1,380,598,481
Depreciation (Direct)	37.00	1,985,785,931	1,993,453,190
<b>Gross Profit</b>		<b>2,093,297,201</b>	<b>837,517,787</b>
<b>Less: Operating Expenses</b>		<b>3,572,071,339</b>	<b>3,179,385,455</b>
Administrative Expenses	38.00	487,776,962	460,964,015
Employee Expenses	39.00	2,920,575,267	2,611,667,150
Bad Debts Expenses	08.02	13,575,527	(1,623,201)
Depreciation (Indirect)	37.00	150,143,583	108,377,491
<b>Total Operating Profit / (Loss)</b>		<b>(1,478,774,138)</b>	<b>(2,341,867,668)</b>
<b>Add: Non-Operating Income/(Expense)</b>		<b>(3,237,168,430)</b>	<b>(4,484,820,387)</b>
Interest Income	40.00	848,487,110	778,399,791
Miscellaneous Income	41.00	144,172,265	225,571,124
Finance Cost	42.00	(1,798,626,904)	(1,204,093,584)
Exchange Fluctuation Gain / (Loss)	43.00	(2,431,200,901)	(4,284,697,718)
<b>Net Profit Before contribution to WPPF</b>		<b>(4,715,942,568)</b>	<b>(6,826,688,055)</b>
Less: Contribution to WPPF	44.00	-	-
<b>Net Profit Before Tax</b>		<b>(4,715,942,568)</b>	<b>(6,826,688,055)</b>
<b>Income Tax</b>		<b>(339,683,187)</b>	<b>1,414,549,256</b>
Current Tax Expenses	45.00	(203,938,015)	(226,063,600)
Deferred Tax Income/(Expenses)	18.01	(135,745,172)	1,640,612,856
<b>Net Profit or (Loss) after Tax</b>		<b>(5,055,625,754)</b>	<b>(5,412,138,799)</b>
<b>Total Other Comprehensive Income</b>		<b>(124,844,985)</b>	<b>(134,380,347)</b>
Deferred Tax on Revaluation Gain		(124,844,985)	(134,380,347)
<b>Total Profit or Loss and Other Comprehensive Income</b>		<b>(5,180,470,739)</b>	<b>(5,546,519,146)</b>
<b>Basic Earnings Per Share</b>	46.00	<b>(12.72)</b>	<b>(13.61)</b>

The annexed notes from 1 to 57 and Annexure-A to B are integral part of these Financial Statements.

  
Company Secretary

  
Executive Director (F&A)

  
Director

  
Managing Director

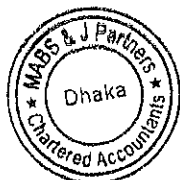
  
Chairman

Signed in terms of our separate report of even date.

**Signed for & on behalf of**  
**MABS & J Partners**  
Chartered Accountants

Dated, Dhaka

09 OCT 2024



**Nasir Uddin Ahmed**  
FCA, FCS, CGMA, ACMA (UK), FCA (England and Wales)  
Deputy Managing Partner  
ICAB Enrolment No: 535  
DVC No:

**DHAKA ELECTRIC SUPPLY COMPANY LIMITED (DESCO)**

**Statement of Changes in Equity**  
For the year ended on June 30, 2024

Particulars	Share Capital	GOB Equity	Revaluation Surplus	Retained Earnings	Total
<b>Balance as on July 01, 2023</b>	<b>3,975,698,040</b>	<b>6,100,748,128</b>	<b>6,515,966,871</b>	<b>3,532,230,741</b>	<b>20,124,643,780</b>
GOB Equity Added during the Year	-	253,593,600	-	-	253,593,600
Net Profit or (Loss) during the Year	-	-	-	(5,055,625,754)	(5,055,625,754)
Deferred Tax Adjustment for Revalued Assets	-	-	(124,844,985)	-	(124,844,985)
Adjustment of Depreciation of Revalued Assets	-	-	(106,431,140)	106,431,140	-
Prior Year Adjustment	-	-	-	6,198,465	6,198,465
Cash Dividend	-	-	-	(128,581,047)	(128,581,047)
<b>Balance as on June 30, 2024</b>	<b>3,975,698,040</b>	<b>6,354,341,728</b>	<b>6,284,690,747</b>	<b>(1,539,346,456)</b>	<b>15,075,384,059</b>

Particulars	Share Capital	GOB Equity	Revaluation Surplus	Retained Earnings	Total
<b>Balance as on July 01, 2022</b>	<b>3,975,698,040</b>	<b>6,076,935,130</b>	<b>6,756,778,360</b>	<b>9,413,444,094</b>	<b>26,222,855,624</b>
GOB Equity Added during the Year	-	118,913,128	-	-	118,913,128
GOB Equity transferred & Adjusted during the Year	-	(95,100,130)	-	-	(95,100,130)
Net Profit or (Loss) during the Year	-	-	-	(5,412,138,799)	(5,412,138,799)
Deferred Tax Adjustment for Revalued Assets	-	-	(134,380,347)	-	(134,380,347)
Adjustment of Depreciation of Revalued Assets	-	-	(106,431,141)	106,431,141	-
Prior Year Adjustment	-	-	-	696,981	696,981
Cash Dividend	-	-	-	(397,569,804)	(397,569,804)
Transfer to WPPF for the FY -2013-14, 2014-15, 2015-16 & 2016-17	-	-	-	(178,632,873)	(178,632,873)
<b>Balance as on June 30, 2023</b>	<b>3,975,698,040</b>	<b>6,100,748,128</b>	<b>6,515,966,871</b>	<b>3,532,230,741</b>	<b>20,124,643,780</b>

The annexed notes from 1 to 57 and Annexure-A to B are integral part of these Financial Statements.

*[Signature]*

Company Secretary

*[Signature]*

Director

*[Signature]*

Managing Director

*[Signature]*

Chairman



**DHAKA ELECTRIC SUPPLY COMPANY LIMITED (DESCO)**

**Statement of Cash Flows**

For the year ended on June 30, 2024

Particulars	Notes	Amount in Taka	
		July 01, 2023 to June 30, 2024	July 01, 2022 to June 30, 2023
<b>Cash Flows from Operating Activities:</b>			
Distribution Revenue		7,767,678,676	5,507,119,721
Collection of Govt. Duty, VAT & Tax		7,480,941,940	6,225,132,807
Received from Other Operating & Non Operating Activities		1,730,404,102	1,924,580,714
Received against Financial Income		703,520,958	543,146,596
Payment for Employee Expenses		(2,920,575,267)	(2,442,939,969)
Payment for Administrative & Other Expenses		(579,784,185)	(1,537,942,086)
Payment for Interest on Long Term Loan		(209,501,065)	(474,728,012)
Advance Income Tax Paid		(203,694,678)	(130,842,036)
Investment in FDR		-	(172,560,032)
Payment for Govt. Duty, VAT & Tax		(7,608,674,515)	(5,974,906,788)
<b>Net Cash Flows from Operating Activities</b>		<b>6,160,315,966</b>	<b>3,466,060,915</b>
<b>Cash Flows from Investing Activities:</b>			
Acquisition of Property & Plant		(980,861,232)	(1,290,250,675)
Acquisition of Stores & Equipment		(2,919,943,154)	(1,361,275,342)
<b>Net Cash used in Investing Activities</b>		<b>(3,900,804,386)</b>	<b>(2,651,526,017)</b>
<b>Cash Flows from Financing Activities:</b>			
Loan Received (Including Short Term Overdraft)		2,153,218,892	1,619,542,421
Dividend Paid		(123,834,282)	(389,942,149)
Long Term Loan Paid		(299,935,221)	(1,102,571,965)
Consumer Security Deposits Received		192,403,617	226,483,949
<b>Net Cash Flows from Financing Activities</b>		<b>1,921,853,006</b>	<b>353,512,256</b>
Cash and Cash Equivalents Increase /(Decrease) during the Year		4,181,364,586	1,168,047,153
Cash and Cash Equivalents at the Beginning of the Year		6,196,505,421	5,028,458,268
<b>Cash and Cash Equivalents at the End of the Year</b>		<b>10,377,870,006</b>	<b>6,196,505,421</b>

**Net Operating Cash Flows Per Share (NOCFPS)**

**55.00**

**15.49**

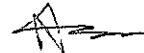
**8.72**



Company Secretary



Executive Director (F&A)



Director

Managing Director



Chairman



## DHAKA ELECTRIC SUPPLY COMPANY LIMITED (DESCO)

### Notes To the Financial Statements

As at and for the year ended on June 30, 2024

#### 1.00 Legal Status & Nature of the Company, Significant Accounting Policies and other Relevant Information:

##### 1.01 Legal Status:

Dhaka Electric Supply Company Limited (DESCO) was incorporated as a Public Limited Company by shares, on 03 November, 1996 with an Authorized Capital of TK.5,000 million divided into 500 million ordinary shares of Tk.10 each as per SEC notification no SEC/CM RRCD/2009-193/109, dated: 15/09/2011. Mentioned that under section 56 of the company Act, 1994 that by (a) special resolution of the company's 23rd AGM dated 09th January, 2021. the registered capital has been increased to Tk. 2000 crore from 500 crore. Following the event, Form-IV was submitted to Office of the Register of Joint Stock Companies and Firm on 26 January, 2021 and accepted on 27 January, 2021. The shares of the Company have been listed and are being traded in Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE) since 2006.

##### 1.02 Principal Activities:

The main objective of the Company is to distribute electricity to its consumers effectively and efficiently. DESCO started its operation from 24 September 1998 in Mirpur area and as per Govt. decision the operation of greater Gulshan area was added from 09 April 2003. Further on 04 March 2007 operation of Tongi Area was also handed over from DESA to the Company.

##### 1.03 Basis of Accounting:

These Financial Statements prepared under the historical cost convention and in accordance with International Accounting Standards (IASs), International Financial Reporting Standards (IFRSs), except where otherwise mentioned, and are in compliance with the relevant requirements of the Companies Act, 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

##### 1.04 Property, Plant & Equipment:

###### i) Valuation of Property, Plant & Equipment Purchased by DESCO

All property, plant & equipment purchased by DESCO are recorded at cost considering its purchase price and any directly attributable cost of bringing the assets to working condition for intended use inclusive of inward freight, duties and non-refundable taxes.

DESCO management assigned M/S Hussain Farhad & Co. regarding Asset Valuation. The entity revalued its Property, Plant & Equipment during the year by the valuation firm according to paragraph 36 of IAS-16 as per approval of the meeting of 427th Board of Director of the entity Dated 12.10.2021. As a result of revaluation, the value of fixed assets of the entity has been increased by Tk. 717.86 crore.

###### ii) Valuation of Assets taken over from DESA

Property, plant & equipment taken over from the Dhaka Electric Supply Authority (DESA) in the Mirpur area have been finalized at Tk. 127.12 Core as per joint consultant report and it has already been paid. The value of Transferred assets of Gulshan and Uttara area is determined and accepted for Tk. 384,04,10,313/- by both DESCO & DPDC. Valuation of building and equipment is Tk. 339,96,45,373/- only and Tk. 44,07,64,940/- is against land. Payable balance against the valuation as on 30 June, 2024 is Tk.256,55,43,294/-. No payment has been paid in this FY against the Value of Building and Line & Equipment. Value against land will be paid after the finalization of ownership of land.

##### Depreciation:

Depreciation is charged at straight-line method at rates varying from 2% to 15% depending on category and economic life of the assets as under. Depreciation Rate has been approved by DESCO Board on its 460th meeting.

Categories	Rate (%)
Land & Land Development	0% (Nil)
Building & Other Constructions	2%
Distribution Equipment & Cables	3%-15%
Distribution Line	3.33%
Furniture & Fixtures	10%
Office Equipment	10%-15%
Motor Vehicles	10%



iii) The company has acquired 0.1532 acres land from National Housing Authority (NHA) at Tk. 7.45 lac on 99 years lease in the year 2005. The amortization of the cost of this land would have been Tk. 7,529/- per year, which would not have any 'material impact' on the profitability of the company, hence no amortization has been considered.

iv) Depreciation of an asset begins when it is available for use, i.e., when it is in the location and condition necessary for it to be capable of operating in the manner intended by management.

**1.05 Impairment:**

The company tested for impairment of assets and the management of the company could not find any indication of impairment loss of assets.

**1.06 Stores and Spares:**

Stores and spares have been stated at the lower of cost and net realizable value in accordance with IAS - 2 "Inventories", after making due allowance for any obsolete or slow moving items. The cost of inventories is assigned by using weighted average cost method.

**1.07 Foreign Currency Translation:**

Foreign currency transactions are translated into Taka at exchange rates prevailing on the respective dates of transaction, while foreign currency monetary liabilities at the end of the year are reported at the rate prevailing on the balance sheet date. Exchange losses/gain arising out of the said conversion is recognized as expense/ income for the year in accordance with IAS -21.

**1.08 Revenue Recognition:**

Under IFRS-15, the entity should recognize revenue when (or as ) a performance obligation is satisfied, i.e.: when 'control' of the goods or service underlying the particular performance obligations is transferred to the customer.

IFRS-15 is a 5-steps approach to revenue recognition:

Step 1: Identify the contract(s) with a customer;

Step 2 : Identify the performance obligations in the contract;

Step 3 : Determine the transaction price;

Step 4 : Allocate the transaction price to the performance obligations in the contract;

Step 5 : Recognize revenue when (or as) the entity satisfies a performance obligation.

DESCO is a distribution company of electricity. The company distributes electricity as per the tariff rate fixed up by Bangladesh Energy Regulatory Commission (BERC) and Power Division. The company purchases electricity from BPDB. Margin between tariff sales and energy purchase cost is the company's distribution revenue.

The Company (DESCO) recognizes revenue of energy on issue of bills to the consumers for consumption of energy, demand charge, service charge, meter and transformer rent.

**1.09 Statement of Cash Flows:**

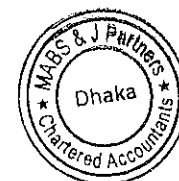
Statement of Cash Flows is prepared principally in accordance with IAS - 7 "Statement of Cash Flows" and the cash flow from operating activities has been presented under the direct method as required by the Securities and Exchange Rules 1987 and considering the provisions that "Enterprises are encouraged to Report Cash Flows from Operating Activities using the Direct Method".

**1.10 Accounts Receivable:**

Accounts Receivable for energy is stated at realizable amount less provision for doubtful debts. The company provides for doubtful debts @ 0.25% of Accounts Receivable against consumers balance standing at the balance sheet date, as decided by the Board of Directors at the meeting held on 17.04.2005.

**1.11 Related Party Transaction:**

The company in normal course of business carried out a number of transactions with directors/entities that fall within the definition of related party contained in International Accounting Standard (IASs) 24: related party disclosure. The disclosures relating to related parties have been shown in note 48.00



#### 1.12 Earnings per Share:

(a) **Basic Earnings per Share (BEPS):** Basic Earnings per share has been calculated by dividing the earnings attributable to the number of shares (ordinary) outstanding during the year. However, GOB Equity amounts has not been considered for determining BEPS and no shares have been allotted against these receipts.

(b) **Weighted average Number of shares Outstanding during the year:** This represents the number of ordinary shares Outstanding at the beginning of the year plus the year the numbers of ordinary shares issued during the year multiplied by a time weighting factor. The time weighting factor is the number of days the specific shares are outstanding as a proportionate of the number of days in the year.

(c) **Diluted Earnings Per Share:** No diluted Earnings per share was required to be calculated for the year under review as there is no scope for dilution of Earnings per share for the year.

#### 1.13 Retirement Benefit Plans:

(a) **Contributory Provident Fund:** The Company maintains a Contributory Provident Fund (CPF), recognized by the National Board of Revenue (NBR), under which the employees contribute 10% of their basic salary to the fund. The company contributes an equal amount. The fund is managed and operated by a Board of Trustees. The net earnings of the fund are apportioned to the Fund member's accounts at the end of the year.

(b) **Gratuity:** The Company maintains a Gratuity Fund, approved by the NBR under Income Tax Ordinance, 1984. Under the Gratuity Scheme, the company pays to a retired employee, having completed at least 3 (three) years of service, at the rate of two and half months' last drawn basic salary for every completed year of service. The company pays to the fund for the liability at the end of each year considering the number of years of service of employees eligible under the scheme.

The liability shown in the Balance Sheet does not reflect the present value of the expected payments by the company's retirement plan to existing and past employees attributable to the service already rendered and is therefore not in compliance with IAS - 26.

(c) **Group Insurance:** The Company has taken Group Endowment policy for its employees and provision for the premium on the coverage is made annually.

(d) **Worker's Profit Participation Fund:** In light of the labor law 2006 (amended in 2013) worker's profit participation fund has been implemented in DESCO from Financial Year 2017-18. Each and every Stakeholder under this law has got benefits accordingly.

#### 1.14 Taxation:

(a) **Current Tax:** The tax currently payable is based on taxable profit for the year. Taxable profit differ from net profit as reported in the income statement because it excludes items of income or expenses that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the balance sheet date.

(b) **Deferred Tax Liability:** The Company accounts for deferred tax liability as per International Accounting Standard (IAS-12). Deferred Tax is provided using the liability method for all temporary timing difference arising between the tax base of assets and liabilities and their carrying value for financial reporting purposes. An appropriate proportion of provision has been considered in calculating temporary timing difference. Tax rate prevailing at the balance sheet date is used to determine deferred tax liability.

#### 1.15 Borrowing Cost:

Interest on borrowed funds for ongoing projects is charged as expense.

#### 1.16 Reporting Currencies:

The financial statements presented are stated in Bangladesh Taka and rounded off to the nearest integer.

#### 1.17 Reporting Period:

The accounting year of the company covers the period from July 01, 2023 to June 30, 2024.

#### 1.18 General:

Previous year figure has been re-arranged whenever considered necessary to ensure comparability with the current year presentation.



Notes	Particulars	Amount in Taka	
		June 30, 2024	June 30, 2023
<b>02.00</b>	<b>Property, Plant &amp; Equipment:</b>		
	<b>Cost</b>		
	Opening Balance as at July 01, 2023	59,627,362,392	58,280,917,835
	Less: Disposal During the year	(4,143,584)	(382,690)
		59,623,218,808	58,280,535,145
	Additions during the year (2.01)	9,122,050,149	1,346,827,247
	<b>Closing Balance as at June 30, 2024</b>	<b>68,745,268,958</b>	<b>59,627,362,392</b>
	<b>Depreciation</b>		
	Opening Balance as at July 01, 2023	17,312,977,172	15,256,276,938
	Less: Adjustment for disposals (Note 2.01)	(301,729)	(256,355)
		17,312,675,443	15,256,020,583
	Charged during the year	2,056,094,636	2,073,710,986
	<b>Closing Balance as at June 30, 2024</b>	<b>19,368,770,079</b>	<b>17,329,731,568</b>
	<b>Written Down Value (WDV)</b>	<b>49,376,498,879</b>	<b>42,297,630,825</b>
<b>02.01</b>	Details of Property, Plant & Equipment and Depreciation are shown in Annexure-A.		
<b>03.00</b>	<b>Distribution Line (Deposit Works)</b>		
	Opening Balance as at July 01, 2023	3,886,026,675	3,368,731,007
	Add: Addition during the year	52,010,500	616,054,184
	Less: Depreciation	129,404,688	98,758,516
	<b>Closing Balance as at June 30, 2024</b>	<b>3,808,632,487</b>	<b>3,886,026,675</b>
<b>03.01</b>	Details of Distribution Line (Deposit Works) are shown in Annexure-A.		
<b>04.00</b>	<b>Intangible Asset</b>		
	Opening Balance as at July 01, 2023	193,210,887	193,445,235
	Less: Adjustment	-	(929,348)
		193,210,887	192,515,887
	Additions during the year	253,750	695,000
	<b>Closing Balance as at June 30, 2024</b>	<b>193,464,637</b>	<b>193,210,887</b>
	<b>Amortization</b>		
	Opening Balance as at July 01, 2023	121,823,141	87,374,670
	Less: Adjustment for disposals	-	-
		121,823,141	87,374,670
	Charged during the year	28,981,633	17,694,071
	<b>Closing Balance as at June 30, 2024</b>	<b>150,804,774</b>	<b>105,068,741</b>
	<b>Written Down Value (WDV)</b>	<b>42,659,863</b>	<b>88,142,146</b>
<b>04.01</b>	Details of Intangible Assets are shown Annexure-B		
<b>05.00</b>	<b>Right to Use Assets</b>		
	Opening Balance as at July 01, 2023	115,483,964	21,942,619
	Less: Depreciation	50,853,245	10,425,624
	<b>Closing Balance as at June 30, 2024</b>	<b>64,630,719</b>	<b>11,516,995</b>
<b>05.01</b>	Details of Intangible Assets are shown Annexure-C		
<b>06.00</b>	<b>Capital Work -in- Progress:</b>		
	Construction of Head Office Building & Others (Note 6.01)	1,169,159,020	887,911,018
	33/11KV OH/UG Cable Line (Note 6.02)	1,282,050,813	371,972,140
	132/33/11Kv UG Line Construction-Turnkey Project (Note 6.03)	-	2,587,129,977
	33/11 KV 24 Nos Substation Augm. by Siemens Bd. Ltd (Note 6.04)	-	4,631,366,279
	132/33/11Kv Dhaka Underground Substation Construction project at Gulshan (Note-6.05)	732,462,116	648,622,882
	132/33/11 KV Grid Augm.( Tongi) Siemens (Note 6.06)	-	225,373,520
	Construction of 04 Nos. 132/33/11 KV & 04 Nos 33/11 KV Grid Sub-station (Note-6.07)	1,219,795,919	-
	33KV AIS to GIS conversion of New Tongi Grid 132/33/11 KV Sub- Station (Note-6.08)	208,024,239	-
	Software (Customer management) (Note 6.09)	5,439,001	5,439,001
	Mobile App (Smart Mgt. Reporting Solution) (Note 6.10)	1,931,999	966,000
	GIS Mapping APP (Note 6.11)	390,614,754	255,069,381
	Modernization of UG Distribution Network (Note 6.12)	228,117,847	29,830,846
	Master Information Center (MIC) (Note 6.13)	507,753,952	485,779,489
	<b>Total Capital Work - In - Progress</b>	<b>5,745,349,660</b>	<b>10,129,460,532</b>



Notes	Particulars	Amount in Taka	
		June 30, 2024	June 30, 2023
<b>06.01 Construction of Head Office Building &amp; Others</b>			
Opening Balance as at July 01, 2023		887,911,018	605,651,924
Addition during the year		281,248,002	282,259,094
		1,169,159,020	887,911,018
Transferred to Fixed asset during the year		-	-
<b>Closing Balance as at June 30, 2024</b>		<b>1,169,159,020</b>	<b>887,911,018</b>

This includes as Work In Progress (WIP) of DESCO Head Office Building (Consultancy Work) & Civil work, Central store at Mirpur area.

**06.02 33/11KV OH/UG Cable Line**

Opening Balance as at July 01, 2023	371,972,140	320,011,548
Addition during the year	1,137,793,315	279,977,864
	1,509,765,455	599,989,412
Transferred to Fixed asset during the year	227,714,642	228,017,271
<b>Closing Balance as at June 30, 2024</b>	<b>1,282,050,813</b>	<b>371,972,140</b>

33 kv, 11 KV overhead & under ground cable line construction works are in progress at Mirpur, Gulshan and Tongi circle respectively. The total contract price of the works is Tk.493.71 million.

**06.03 132/33/11Kv UG Line Construction-Turnkey Project**

Opening Balance as at July 01, 2023	2,587,129,977	2,587,129,977
Addition during the year	120,509,506	-
	2,707,639,483	2,587,129,977
Transferred to Fixed asset during the year	2,707,639,483	-
<b>Closing Balance as at June 30, 2024</b>	<b>-</b>	<b>2,587,129,977</b>

The Company signed an agreement with LS Cable & System Ltd. for supply & installation (174 KM) 132KV UG cable line on Trunkly Basis under ADB, GoB & DESCO Funding. The total contract price is USD 17.61 Million + BDT 308.26 million.

**06.04 33/11 KV 24 Nos Substation Augm. by Siemens Bd. Ltd**

Opening Balance as at July 01, 2023	4,631,366,279	4,631,366,279
Addition during the year	34,791,813	-
	4,666,158,092	4,631,366,279
Transferred to Fixed asset during the year	4,666,158,092	-
<b>Closing Balance as at June 30, 2024</b>	<b>-</b>	<b>4,631,366,279</b>

The Company signed an agreement with Siemens Ltd. India in Consortium with Siemens Bangladesh Ltd. for Design, Supply, Installation & Commissioning of 24 no's 33/11KV Sub-stations on Turnkey Basis (17 Nos New and 07 Augmentation & Rehabilitation) under ADB, GoB & DESCO funding. The total contract price is USD 25.81 Million+ Euro 9.72 Million + BDT 579.72 Million.

**06.05 132/33/11Kv Dhaka Underground Substation Construction project at Gulshan.**

Opening Balance as at July 01, 2023	648,622,882	584,167,281
Addition during the year	83,839,234	82,742,047
	732,462,116	666,909,328
Transferred to Fixed asset during the year	-	18,286,446
<b>Closing Balance as at June 30, 2024</b>	<b>732,462,116</b>	<b>648,622,882</b>

The Company signed an agreement with 37 Bridge, Bangladesh for consultancy services for project management, supervision and Implementation support and with TEPCO and TEPCO for engineering service consultant for construction of 132/33/11 KV UG Grid Substation building at Gulshan project under JICA, GoB & DESCO Funding. Contact price of TEPCO and TEPCO are JPY 712.14 million & BDT 200.04 million (Excluding VAT & AIT). The project has already been canceled by the government. Contract signed between DESCO & 37 Bridge and Contract signed between DESCO & JV of TEPCO & TEPCO have also been terminated.

**06.06 132/33/11 KV Grid Augm.( Tongi) Siemens**

Opening Balance as at July 01, 2023	225,373,520	221,913,667
Addition during the year	43,908,029	3,459,853
	269,281,549	225,373,520
Transferred to Fixed asset during the year	269,281,549	-
<b>Closing Balance as at June 30, 2024</b>	<b>-</b>	<b>225,373,520</b>

The Company signed an agreement with Siemens Bangladesh ltd. for Augmentation & Rehabilitation of 132/33/11Kv Grid Sub - Stations at Tongi under DESCO Funding. The total Contract price are USD 1.62 million + Euro 1.73 million + BDT 26.71 million.



Notes	Particulars	Amount in Taka	
		June 30, 2024	June 30, 2023
<b>06.07 Construction of 04 Nos. 132/33/11 KV &amp; 04 Nos 33/11 KV Grid Sub-station Under ADB Loan-4399 BAN</b>			
Opening Balance as at July 01, 2023		-	-
Addition during the year		1,219,795,919	-
		1,219,795,919	-
Transferred to Fixed asset during the year		-	-
<b>Closing Balance as at June 30, 2024</b>		<b>1,219,795,919</b>	<b>-</b>

The Company signed an agreement with CCCE-XEEC consortium, China for construction of 08 Nos 132/33/11Kv Grid Sub - Stations at DESCO Area under ADB Funding. The total Contract price are USD 78.88 million +BDT 300.02 million.

**06.08 33KV AIS to GIS conversion of New Tongi Grid 132/33/11 KV Sub- Station**

Opening Balance as at July 01, 2023		-	-
Addition during the year		208,024,239	-
		208,024,239	-
Transferred to Fixed asset during the year		-	-
<b>Closing Balance as at June 30, 2024</b>		<b>208,024,239</b>	<b>-</b>

The Company signed an agreement with Siemens Bangladesh Ltd. for 33KV AIS to GIS conversion of New Tongi Grid 132/33/11 KV Sub-Station under DESCO Funding. The total Contract price are Euro 2.21 million + BDT 27.52 million.

**06.09 Software (Customer management)**

Opening Balance as at July 01, 2023	5,439,001	2,039,626
Addition during the year	-	3,399,375
	5,439,001	5,439,001
Transferred to Fixed asset during the year	-	-
<b>Closing Balance as at June 30, 2024</b>	<b>5,439,001</b>	<b>5,439,001</b>

The Company signed an agreement with Techno vista for development of Online Customer Management System under own funding. Total Contract Price is BDT Tk. 6.79 million.

**06.10 Mobile App (Smart Mgt. Reporting Solution)**

Opening Balance as at July 01, 2023	966,000	966,000
Addition during the year	966,000	-
	1,932,000	966,000
Transferred to Fixed asset during the year	-	-
<b>Closing Balance as at June 30, 2024</b>	<b>1,932,000</b>	<b>966,000</b>

DESCO signed an agreement with REVE System for the Development & Maintenance Service of an IOS Mobile application for DESCO.

**06.11 GIS Mapping APP.**

Opening Balance as at July 01, 2023	255,069,381	126,771,213
Addition during the year	135,545,373	128,298,168
	390,614,754	255,069,381
Transferred to Fixed asset during the year	-	-
<b>Closing Balance as at June 30, 2024</b>	<b>390,614,754</b>	<b>255,069,381</b>

The Company signed an agreement with Trident Techlab Pvt. Ltd. (India) In association with BEATS Consulting services ltd.(BETS), Arc Bangladesh for design development & Installation of multi platform GIS-based application for the management of distribution network of DESCO for technical financial & managerial benefits. Work order value USD 14,80,935.00 & BDT 33,84,75,182.00

**06.12 Modernization of UG Distribution Network.**

Opening Balance as at July 01, 2023	29,830,846	16,763,971
Addition during the year	198,287,001	13,066,875
	228,117,847	29,830,846
Transferred to Fixed asset during the year	-	-
<b>Closing Balance as at June 30, 2024</b>	<b>228,117,847</b>	<b>29,830,846</b>

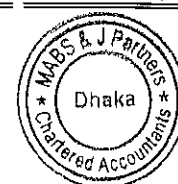
The Company signed an agreement with EnergyTron Pty Ltd for consulting services for Feasibility Study for Modernization of Underground Distribution Network in DESCO Area in the sum of USD 29,68,452.58 & BDT 7,33,06,451.



Notes	Particulars	Amount in Taka	
		June 30, 2024	June 30, 2023
<b>06.13 Master Information Center (MIC)</b>			
	Opening Balance as at July 01, 2023	485,779,489	-
	Addition during the year	21,974,463	485,779,489
		507,753,952	485,779,489
	Transferred to Fixed asset during the year	-	-
	<b>Closing Balance as at June 30, 2024</b>	<b>507,753,952</b>	<b>485,779,489</b>
	The Company signed an agreement with Oculin Tech BD Ltd for Upgradation of Master Information Center of DESCO on Turn Key Basis in the sum of BDT 74,83,11,592/-.		
<b>07.00 Stores &amp; Spares :</b>			
	Stores & Spares (Note 7.01)	4,722,278,910	3,236,506,402
	Stores in Transit	39,204,444	-
	<b>Total</b>	<b>4,761,483,354</b>	<b>3,236,506,402</b>
<b>07.01 Stores &amp; Spares</b>			
	Cable & Accessories	2,678,104,272	1,941,574,510
	Distribution Transformers	184,693,177	122,430,808
	Meter & Meter Accessories	676,344,761	193,089,573
	Pole & Pole Fittings	395,803,564	341,435,803
	Sub-Station Equipment & Spares	429,524,994	448,129,741
	Tools, Equipment & Others	352,132,365	184,903,280
	Computer, Printer, Tonner & Others	5,573,100	4,942,687
	Furniture & Fixtures	102,677	-
	<b>Total</b>	<b>4,722,278,910</b>	<b>3,236,506,402</b>
<b>07.02</b>	Stores & spares have been valued at weighted average cost method.		
<b>08.00 Accounts Receivable:</b>			
	Receivable from Consumers -(Note 8.01)	5,743,983,588	5,495,864,239
	Less: Provision for doubtful debts (Note 8.02)	(17,847,832)	(62,546,003)
	Total Receivable from sales	5,726,135,756	5,433,318,236
	Receivable from BPDB against Materials & Others (Notes 8.03)	57,462,294	57,462,294
	Receivable from DPDC against Materials & Others (Notes 8.04)	342,471,337	353,314,218
	Receivable from Govt Duty VAT	-	168,462,712
	Receivable from WZPDCL	1,197,161	1,197,161
	Expenses recoverable from Employees	1,010,057	713,751
	Interest Receivable on FDR	143,081,550	235,952,360
	Receivable from United Trade Int.	17,222,383	17,222,383
	Accounts Receivable - SREDA	806,825	806,825
	Accounts Receivable - Licensing Board	806,825	806,825
	Accounts Receivable-Income Tax for the FY-2013-14	68,471,658	68,471,658
	Accounts Receivable - PGCB	2,368,836	2,368,836
	Accounts Receivable - Others	107,594	107,594
	Accounts Receivable - Ministry of Freedom Fighter(Electric Bill)	44,162,562	-
	<b>Total Receivable:</b>	<b>6,405,304,837</b>	<b>6,340,204,852</b>
<b>08.01</b>	Receivable from consumers are categorized as follows :		
	Government (Eqv. Month 2023-24: 10.24, 2022-23: 8.71)	2,408,243,437	1,976,371,571
	Semi- Government/Autonomous (Eqv. Month 2023-24: 0.29, 2022-23 : 0.22 )	95,777,920	13,576,685
	Private (Eqv. Month 2023-24: 0.81, 2022-23: 1.11)	3,239,962,231	3,505,915,983
	Average ( Eqv. Month 2023-24: 1.25 , 2022-23: 1.46)	<b>5,743,983,588</b>	<b>5,495,864,239</b>
<b>08.02</b>	Provision of Tk. (574,39,83,588--31,37,72,447) = 543,02,11,141= has been made this year @ 0.25% of the receivables amount outstanding at the Balance Sheet date, as per company's policy.		
	a. Opening Balance	62,546,003	64,169,204
	b. Provision need to be maintained for accounts Receivable		
	This balance has been arrived as follows:		
	Opening Balance	62,546,003	100%
	Add: Adjustment for current year balance	5,430,211,141	0.25%
	<b>Total Cumulative Provision before Write off</b>	<b>76,121,531</b>	<b>62,546,003</b>
	Written Off as per 465th Board Meeting Decision	(58,273,699)	-
	<b>Total Cumulative Provision after Write off</b>	<b>17,847,832</b>	<b>-</b>
	Provision during the year (b-a)	<b>13,575,527</b>	<b>(1,623,201)</b>
	<b>Provision for the Doubtful Debt at 30.06.2024</b>	<b>17,847,832</b>	<b>62,546,003</b>



Notes	Particulars	Amount in Taka	
		June 30, 2024	June 30, 2023
<b>08.03</b>	<b>This balance has been arrived at as under: (BPDB)</b>		
	Receivable from BPDB against materials supplied	55,472,115	55,472,115
	Receivable from BPDB against Others	1,990,179	1,990,179
	<b>Closing Balance as at June 30, 2024</b>	<b>57,462,294</b>	<b>57,462,294</b>
<b>08.04</b>	<b>This balance has been arrived at as under: (DPDC)</b>		
	Receivable from DPDC against materials supplied	341,654,882	352,497,763
	Receivable from DPDC against Others	816,455	816,455
	<b>Closing Balance as at June 30, 2024</b>	<b>342,471,337</b>	<b>353,314,218</b>
<b>09.00</b>	<b>Advances &amp; Security Deposits:</b>		
	<b>A) Advances:</b>		
	Against Goods and Services (Note 9.02)	359,437,460	19,370,307
	Advance against Office Rent	1,993,025	9,968,746
	Advance to Rajuk against Land Purchase (Note 9.03)	440,094,126	470,083,015
	Advance to Eastern Housing Ltd (Note 9.04)	12,650,000	12,650,000
	Protested Claim For Vat Appeal in Tribunal (Note 9.05)	4,449,831	3,508,138
	Prepayment - Employees	31,459,696	28,973,871
	Advance to - BPDB	6,237,150	706,237,150
	Advance to - DPDC	629,000	629,000
	Advance to Power Cell (ERP Software)	46,903,000	46,903,000
	Advance to NDE Ltd. (9.06)	140,752,114	166,357,000
	Advance to Share Money Deposit	1,000	1,000
	Advance to Techvision (ERP Software)	1,904,556	-
	Advance to Bangladesh Power Management Inst.	-	10,174,872
	Advance to Advocate Mahabubur Rahman	-	450,000
	Advance to Shamsul Haque Sarkar-L.Lord-DPSESP	-	677,700
	<b>Sub-Total:</b>	<b>1,046,510,958</b>	<b>1,475,983,799</b>
	<b>B) Security Deposits:</b>		
	Telephone/ Mobile	146,653	142,088
	Telephone Shilpha sangstha ltd against rent of store Dhaka & Gazipur City Corporation (9.07)	5,000,000	5,000,000
	Dhaka WASA	258,162,447	235,332,927
		10,411	10,411
	Central Depository of Bangladesh (CDBL)	500,000	500,000
	Roads and Highway	6,800,000	6,800,000
	Security Deposit - RDA Building & KDA Building	2,746,318	2,746,318
	Security Deposit - Others	4,474,083	3,976,933
	Security Deposit - Tangail Zilla Samity	-	-
	<b>Sub-Total:</b>	<b>277,839,912</b>	<b>254,508,677</b>
	<b>Total (A+B)</b>	<b>1,324,350,870</b>	<b>1,730,492,476</b>
<b>09.01</b>	<b>Deferred/ Prepaid Expenses</b>		
	Prepaid Expense for Cyber Security License	19,794,331	-
		<b>19,794,331</b>	<b>-</b>
	Mentioning that Oracle Cyber Security License fee is paid for two financial years.		
<b>09.02</b>	Advance against purchase includes Tk. 8.02 million to BPDB against SPC Pole & Tk.283.27 million to Oculin Tech., SKTC Ltd. for Advanced Metering Infrastructure (AMI) & Tk.66.57 million to Bangladesh Computer Council for Cyber Resilience Activities.		
<b>09.03</b>	Advance against land purchase includes Tk.180.06 million for Purbachal, 250 million for Uttara Plot, 10.03 million for Uttara Sector - 09 to Rajuk for Land purchase.		
<b>09.04</b>	This amount includes paid as advance to Eastern Housing ltd. for land purchase at Pallabi Tk. 12.65 million.		
<b>09.05</b>	Tk. 4.4 million (which is 20% of demand notice of Commissioner LTU VAT) paid to Govt. treasury for submission of Appeal at the VAT Appeal Tribunal.		
<b>09.06</b>	Advance to National Development Engineers Ltd. for construction of Head Office Building.		
<b>09.07</b>	Advance to Dhaka & Gazipur City Corporation against road cutting for installation of under ground line.		
<b>10.00</b>	<b>Advance Income Tax:</b>		
	<b>Opening Balance</b>	1,586,987,372	1,456,189,387
	Add: Addition during the Year (Note:10.01)	203,938,015	130,797,985
	Less: Adjustment against current tax provision for FY-2018-19 & FY-2019-20	(260,110,604)	-
	<b>Closing Balance</b>	<b>1,530,814,783</b>	<b>1,586,987,372</b>



Notes	Particulars	Amount in Taka	
		June 30, 2024	June 30, 2023

**10.01 Advance Income Tax paid during the year:**

This arrived at as under:

Deducted at source (on interest of FDR & STD)

Deducted at source (on imported materials)

Income Tax paid for FY 2023-24

191,985,636	127,592,295
9,355,779	-
2,596,600	3,205,690
<b>203,938,015</b>	<b>130,797,985</b>

**11.00 Investment in FDR**

Fixed Deposit Receipts (FDR)

5,939,612,350	10,415,545,662
<b>5,939,612,350</b>	<b>10,415,545,662</b>

Mentioning that, total FDR amounting Tk. 593,96,12,350/- from which amounting Tk 250 crore lien against Secured overdraft (SOD) loan.

**11.01 Cash & Cash Equivalents:**

Imprest Cash with S&D Divisions

Cash at Banks (Note 11.02)

**Total:**

2,526,186	1,129,216
10,375,343,820	6,195,376,205
<b>10,377,870,006</b>	<b>6,196,505,421</b>

**11.02 Cash at Banks:**

Current Account (Revenue Collection) (Note 11.03)

Current Account (VAT)

STD Accounts

**Total:**

3,732,995,439	2,675,925,443
483,970,561	323,198,757
6,158,377,820	3,196,252,005
<b>10,375,343,820</b>	<b>6,195,376,205</b>

**11.03** This represents collection for the last one months, by the different collecting banks, which has been transferred to the Company's central account in the next month.

**12.00 Share Capital:**

**Authorized:**

2,000,000,000 No. ordinary shares @ Tk. 10 each

<b>20,000,000,000</b>	<b>20,000,000,000</b>
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As per section 56 of the company Act, 1994 that by (a) special resolution of the company's 23rd AGM dated 09th January, 2021, the registered capital has been increased to Tk. 2000,00,00,000/- from 500,00,00,000/-. Following the event, Form-IV was submitted to Office of the Register of Joint Stock Companies and Firm on 26 January, 2021 and accepted on 27 January, 2021.

Date	No. of Shares	Particulars		
29.03.1998	500,000	Subscription	5,000,000	5,000,000
02.04.1998	7,000,000	Share Money Deposit	70,000,000	70,000,000
30.06.1999	119,619,400	Vendors agreement, Ordinary shares@ Tk.10 each for consideration against Mirpur area assets taken over from DESA/BPDB	1,196,194,000	1,196,194,000
09.03.2009	6,355,970	Ordinary shares @ Tk.10 each issued as Bonus	63,559,700	63,559,700
15.02.2010	26,695,070	Ordinary shares @ Tk.10 each issued as Bonus	266,950,700	266,950,700
02.03.2011	48,051,130	Ordinary shares @ Tk.10 each issued as Bonus	480,511,300	480,511,300
06.02.2012	52,055,392	Ordinary shares @ Tk.10 each issued as Bonus	520,553,920	520,553,920
29.01.2013	39,041,545	Ordinary shares @ Tk.10 each issued as Bonus	390,415,450	390,415,450
12.02.2014	44,897,775	Ordinary shares @ Tk.10 each issued as Bonus	448,977,750	448,977,750
22.03.2015	34,421,627	Ordinary shares @ Tk.10 each issued as Bonus	344,216,270	344,216,270
18.02.2016	18,931,895	Ordinary shares @ Tk.10 each issued as Bonus	189,318,950	189,318,950
<b>Total</b>	<b>397,569,804</b>	<b>share @ tk.10 each</b>	<b>3,975,698,040</b>	<b>3,975,698,040</b>

**12.01 Composition of shareholding:**

The composition of Share holding position as of June 30, 2024 is as follows:

	No. of share holders	Number of share	% of share
DPDC (GOB)	1	268,988,757	67.66%
General Public	5,727	33,968,399	8.54%
Mutual Fund/Institute	222	94,455,883	23.76%
Foreign Company	24	156,765	0.04%
<b>Total</b>	<b>5,974</b>	<b>397,569,804</b>	<b>100%</b>



Notes	Particulars	Amount in Taka	
		June 30, 2024	June 30, 2023

**12.02 Distribution Schedule:**

The distribution Schedule as at June 30, 2024 showing the number of shareholders and their shareholding in percentages is disclosed below as a requirement of the "Listing Regulation" of Dhaka stock Exchange (DSE) and Chittagong Stock Exchange (CSE).

Range of Holding in number of Shares	No of share holders	% of shareholders	Number of share	% of share capital
1 to 500	2,496	41.78%	451,901	0.11%
501 to 5,000	2,622	43.89%	4,808,603	1.21%
5,001 to 10,000	340	5.69%	2,561,906	0.64%
10,001 to 20,000	211	3.53%	3,038,622	0.76%
20,001 to 30,000	78	1.31%	1,933,914	0.49%
30,001 to 40,000	38	0.64%	1,356,221	0.34%
40,001 to 50,000	35	0.59%	1,620,806	0.41%
50,001 to 100,000	50	0.84%	3,742,692	0.94%
100,001 to 1,000,000	79	1.32%	27,863,630	7.01%
Over 1,000,000 Shares	25	0.42%	350,191,509	88.08%
	<b>5,974</b>	<b>100%</b>	<b>397,569,804</b>	<b>100%</b>

**13.00 GOB Equity**

Opening Balance as at July 01, 2023		6,100,748,128	6,076,935,130
Adjustment during the period		-	100,913,128
Addition during the period		253,593,600	18,000,000
		6,354,341,728	6,195,848,258
Transferred during the Period		-	(95,100,130)
<b>Closing Balance as at June 30, 2024</b>		<b>6,354,341,728</b>	<b>6,100,748,128</b>

This represents 60% of loan received from the Government from time to time under Annual Development Program (ADP) as 60% is "Govt. Equity" and the balance 40% is soft loan. Issuance of preference share against Govt. Equity is under process as per govt. decision.

**14.00 Revaluation Surplus**

Opening Revaluation of Fixed Assets	6,515,966,872	6,756,778,360
Adjustment During the Year	(106,431,140)	(106,431,141)
Deferred tax on Revalued Assets	(124,844,985)	(134,380,347)
<b>Closing Balance as at June 30, 2024</b>	<b>6,284,690,747</b>	<b>6,515,966,872</b>

The entity revalued its Property, Plant & Equipment in FY-2020-21 by an independent valuation firm according to paragraph 36 of IAS-16 as per approval of the meeting of 427th Board of Director of the entity Dated 12.10.2021

**15.00 Retained Earnings**

Opening Balance as at July 01, 2023	3,532,230,741	9,413,444,094
Adjustment of application of lease accounting (IFRS 16)	106,431,140	106,431,141
Prior year adjustment	6,198,465	696,981
Net Profit/(Loss) during the year	(5,055,625,754)	(5,412,138,799)
	<b>(1,410,765,409)</b>	<b>4,108,433,418</b>
Cash dividend paid for the FY - 2022-23	(128,581,047)	(397,569,804)
Transfer to WPPF for the FY 2013-14, FY-2014-15, FY-2015-16, FY-2016-17	-	(178,632,873)
<b>Closing Balance as at June 30, 2024</b>	<b>(1,539,346,456)</b>	<b>3,532,230,741</b>

**16.00 Donated Equity (Deposit Works)**

Opening Balance as at July 01, 2023	3,886,026,676	3,368,731,008
Add: Amount received from consumer against line construction	52,010,500	616,054,184
Less: Depreciation on Distribution Line (Deposit Works)	(129,404,688)	(98,758,516)
<b>Closing Balance as at June 30, 2024</b>	<b>3,808,632,488</b>	<b>3,886,026,676</b>

**17.00 Long Term Loans :**

**(A) Loan from ADB, AIIB, JICA**

ADB Loan no. 2332 (Note 17.01)	2,284,366,488	3,160,556,547
ADB Loan no. 3087 (Note 17.02)	14,285,767,463	15,686,672,028
ADB Loan no. 3522 (Note 17.03)	1,121,700,616	1,149,584,699
ADB Loan no. 4399 (Note 17.04)	1,228,747,808	-
AIIB Loan no. 003 (Note 17.05)	5,737,153,886	6,138,482,387
JICA Loan No - BD P97 (Note 17.06)	389,220,326	355,531,647
<b>Sub-Total:</b>	<b>25,046,956,586</b>	<b>26,490,827,308</b>



Notes	Particulars	Amount in Taka	
		June 30, 2024	June 30, 2023
(B)	<b>Loan from Government of Bangladesh (GOB )</b>		
	Loan no. 2332 (Note 17.07)	44,615,689	64,444,881
	Loan no 3087 (Note 17.08)	1,454,169,914	1,731,154,660
	Loan no LN 0003 (Note 17.09)	645,639,386	694,384,904
	Loan no BD - P97 (Note 17.10)	76,533,114	76,533,114
	Loan no BD - BD 3522 (Note 17.11)	47,922,699	51,345,749
	Loan no BD - BD Prepaid (Note 17.12)	169,062,400	-
	<b>Sub-Total:</b>	<b>2,437,943,202</b>	<b>2,617,863,309</b>
	<b>Total</b>	<b>27,484,899,789</b>	<b>29,108,690,616</b>

**17.01 Loan from ADB (No - 2332 BAN, Sustainable Power sector Development Project)**

	June 30, 2024		June 30, 2023	
	US \$	Taka	US \$	Taka
<b>Opening Balance as at July 01, 2023</b>	29,038,557	3,160,556,547	37,961,502	3,547,502,362
Add: Drawn/Adjustment	-	-	239	-
	29,038,557	3,160,556,547	37,961,741	3,547,502,362
Less: Transfer to current liability	9,679,519	1,142,183,242	8,923,184	833,871,556
	19,359,038	2,018,373,305	29,038,557	2,713,630,806
Exchange (Gain)/ loss	-	265,993,183	-	446,925,741
<b>Closing Balance as at June 30, 2024</b>	<b>19,359,038</b>	<b>2,284,366,488</b>	<b>29,038,557</b>	<b>3,160,556,547</b>

- (i) This represents dollars amount drawn to date translated at exchange rate prevailing at balance sheet date for import of materials/ equipment for Sustainable Power Sector Development Project under the Subsidiary Loan Agreement (SLA) entered into between the Company and the Govt. of Bangladesh (GOB), the primary loan agreement being between the ADB and the GOB.
- (ii) As per the terms of the Agreement the principal amount of the subsidiary Loan repayable by DESCO to the Government shall be in local currency equivalent, determined at official rate of exchange rate prevailing on the date of repayment. The principal amount of the subsidiary loan is repayable in 20 years including a grace period of 5 years in 30 consecutive semi- annual installments (i.e. May 1 and November 1 in each year). The foreign exchange and interest rate risks are to be borne by DESCO during the repayment period of 20 years.
- (iii) DESCO shall pay interest to the Government in local currency at the rate of 4% per annum. Such interest shall be calculated on the total principal amount outstanding of the subsidiary loan. The interest is payable on semi-annual basis, (i.e. May 1 and November 1, in each year).
- (iv) The term of the project under which the loan was sanctioned expired on June 30, 2013.

**17.02 Loan from ADB (No - 3087) Power System Expansion and Efficiency Improvement Investment Program**

	June 30, 2024		June 30, 2023	
	US \$	Taka	US \$	Taka
<b>Opening Balance as at July 01, 2023</b>	144,125,983	15,686,672,028	161,421,101	15,084,801,888
Add: Drawn/Adjustment	-	-	-	-
	144,125,983	15,686,672,028	161,421,101	15,084,801,888
Less: Transfer to current Liability	23,060,157	2,721,098,564	17,295,118	1,616,228,738
	121,065,826	12,965,573,464	144,125,983	13,468,573,150
Exchange (Gain)/ loss	-	1,320,193,999	-	2,218,098,878
<b>Closing Balance as at June 30, 2024</b>	<b>121,065,826</b>	<b>14,285,767,463</b>	<b>144,125,983</b>	<b>15,686,672,028</b>

- (i) This represents dollars amount drawn to date translated at exchange rate prevailing at balance sheet date for import of materials/ equipment for Power System Expansion and Efficiency Improvement Investment Program (tranche-2) project under Subsidiary Loan Agreement(SLA) entered into between the Company and the Govt. of Bangladesh (GOB), the primary loan agreement being between the ADB and the GOB.
- (ii) As per the terms of the Agreement the principal amount of the subsidiary Loan repayable by DESCO to the Government shall be in local currency equivalent, determined at official rate of exchange rate prevailing on the date of repayment. The principal amount of the subsidiary loan is repayable in 20 years including a grace period of 5 years in 30 consecutive semi- annual installments (i.e. May 15 and November 15 in each year). The foreign exchange and interest rate risks are to be borne by DESCO during the repayment period of 20 years.
- (iii) DESCO shall pay interest to the Government in local currency at the rate of 4% per annum. Such interest shall be calculated on the total principal amount outstanding of the subsidiary loan. The interest is payable on semi-annual basis, (i.e. May 15 and November 15, in each year).
- (iv) The term of the project under which the loan was sanctioned has expired on June 30, 2021.



Notes	Particulars	Amount in Taka	
		June 30, 2024	June 30, 2023

17.03 Loan from ADB (No - 3522)

	June 30, 2024		June 30, 2023	
	US \$	Taka	US \$	Taka
Opening Balance as at July 01, 2023	10,562,154	1,149,584,699	8,966,869	837,953,882
Add: Received	-	-	1,595,284	151,651,260
	10,562,155	1,149,584,699	10,562,154	989,605,142
Less: Transfer to current Liability	1,056,216	124,633,401	-	-
	9,505,939	1,024,951,298	10,562,154	989,605,142
Exchange (Gain)/ loss	-	96,749,318	-	159,979,557
<b>Closing Balance as at June 30, 2024</b>	<b>9,505,939</b>	<b>1,121,700,616</b>	<b>10,562,154</b>	<b>1,149,584,699</b>

- (i) This represents dollars amount drawn to date translated at exchange rate prevailing at balance sheet date for import of materials/equipment for Bangladesh Power System Enhancement & Efficiency Improvement project under Subsidiary Loan Agreement(SLA) entered into between the Company and the Govt. of Bangladesh (GOB), the primary loan agreement being between the ADB and the GOB.
- (ii) As per the terms of the Agreement the principal amount of the subsidiary Loan repayable by DESCO to the Government shall be in local currency equivalent, determined at official rate of exchange rate prevailing on the date of repayment . The principal amount of the subsidiary loan is repayable in 20 years including a grace period of 5 years in 30 consecutive semi- annual installments (i.e. January 15 and July 15 in each year). The foreign exchange and interest rate risks are to be borne by DESCO during the repayment period of 20 years.
- (iii) DESCO shall pay interest to the Government in local currency at the rate of 4% per annum. Such interest shall be calculated on the total principal amount outstanding of the subsidiary loan. The interest is payable on semi-annual basis, (i.e. January 15 and July 15 in each year).
- (iv) The term of the project under which the loan was sanctioned has expired on June 30, 2022.

17.04 Loan from ADB (No - 4399)

	June 30, 2024		June 30, 2023	
	US \$	Taka	US \$	Taka
Opening Balance as at July 01, 2023	-	-	-	-
Add: Received	10,413,118	1,228,243,445	-	-
	10,413,118	1,228,243,445	-	-
Less: Transfer to current Liability	-	-	-	-
	10,413,118	1,228,243,445	-	-
Exchange (Gain)/ loss	-	504,363	-	-
<b>Closing Balance as at June 30, 2024</b>	<b>10,413,118</b>	<b>1,228,747,808</b>	<b>-</b>	<b>-</b>

- (i) This represents dollars amount drawn to date translated at exchange rate prevailing at balance sheet date for import of materials/equipment for Bangladesh Power System Enhancement & Efficiency Improvement project under Subsidiary Loan Agreement(SLA) entered into between the Company and the Govt. of Bangladesh (GOB), the primary loan agreement being between the ADB and the GOB.
- (ii) As per the terms of the Agreement the principal amount of the subsidiary Loan repayable by DESCO to the Government shall be in local currency equivalent, determined at official rate of exchange rate prevailing on the date of repayment . The principal amount of the subsidiary loan is repayable in 20 years including a grace period of 5 years in 30 consecutive semi- annual installments (i.e. January 15 and July 15 in each year). The foreign exchange and interest rate risks are to be borne by DESCO during the repayment period of 20 years.
- (iii) DESCO shall pay interest to the Government in local currency at the rate of 4% per annum. Such interest shall be calculated on the total principal amount outstanding of the subsidiary loan. The interest is payable on semi-annual basis, (i.e. January 15 and July 15 in each year).
- (iv) The term of the project under which the loan was sanctioned will expire on June 30, 2027.

17.05 Loan from AIB (No - LN0003)

	June 30, 2024		June 30, 2023	
	US \$	Taka	US \$	Taka
Opening Balance as at July 01, 2023	56,399,139	6,138,482,387	58,343,937	5,452,240,990
Add: Received	-	-	-	-
	56,399,139	6,138,482,387	58,343,937	5,452,240,990
Less: Transfer to current Liability	7,779,191	917,944,622	1,944,798	181,741,367
	48,619,948	5,220,537,765	56,399,139	5,270,499,624
Exchange (Gain)/ loss	-	516,616,121	-	867,982,763
<b>Closing Balance as at June 30, 2024</b>	<b>48,619,948</b>	<b>5,737,153,886</b>	<b>56,399,139</b>	<b>6,138,482,387</b>

- (i) This represents dollars amount drawn to date translated at exchange rate prevailing at balance sheet date for import of materials/equipment for Distribution System Upgrade & Expansion project under Subsidiary Loan Agreement(SLA) entered into between the Company and the Govt. of Bangladesh (GOB), the primary loan agreement being between the AIB and the GOB.



Notes	Particulars	Amount in Taka	
		June 30, 2024	June 30, 2023
(ii)	As per the terms of the Agreement the principal amount of the subsidiary Loan repayable by DESCO to the Government shall be in local currency equivalent, determined at official rate of exchange rate prevailing on the date of repayment. The principal amount of the subsidiary loan is repayable in 20 years including a grace period of 5 years in 30 consecutive semi-annual instalments (i.e. January 20 and July 20 in each year). The foreign exchange and interest rate risks are to be borne by DESCO during the repayment period of 20 years.		
(iii)	DESCO shall pay interest to the Government in local currency at the rate of 4% per annum. Such interest shall be calculated on the total principal amount outstanding of the subsidiary loan. The interest is payable on semi-annual basis, (i.e. January 20 and July 20 in each year).		
(iv)	The term of the project under which the loan was sanctioned will expire on June 30, 2021.		

**17.06 Loan from JICA - JPY (No - BD P97)**

	June 30, 2024		June 30, 2023	
	JPY	Taka	JPY	Taka
Opening Balance as at July 01, 2023	447,502,547	355,531,647	423,245,306	289,584,432
Add: Drawn/ Received	71,115,621	52,877,413	67,379,793	51,089,014
	518,618,168	408,409,060	490,625,099	340,673,446
Less: Adjustment	-	-	(14,424,124)	(18,286,446)
	518,618,168	408,409,060	476,200,975	322,387,000
Exchange (Gain)/Loss	-	(19,188,734)	-	33,144,647
<b>Closing Balance as at June 30, 2024</b>	<b>518,618,168</b>	<b>389,220,326</b>	<b>476,200,975</b>	<b>355,531,647</b>

- (i) This represents JPY amount drawn to date translated at exchange rate prevailing at balance sheet date for Dhaka Underground Substation Construction project in Gulshan under Subsidiary Loan Agreement(SLA) entered into between the Company and the Govt. of Bangladesh (GOB), the primary loan agreement being between the JICA and the GOB.
- (ii) As per the terms of the Agreement the principal amount of the subsidiary Loan repayable by DESCO to the Government shall be in local currency equivalent, determined at official rate of exchange rate prevailing on the date of repayment. The principal amount of the subsidiary loan is repayable in 20 years including a grace period of 5 years in 30 consecutive semi-annual instalments (i.e. January 20 and July 20 in each year). The foreign exchange and interest rate risks are to be borne by DESCO during the repayment period of 20 years.
- (iii) DESCO shall pay interest to the Government in local currency at the rate of 4% per annum. Such interest shall be calculated on the total principal amount outstanding of the subsidiary loan. The interest is payable on semi-annual basis, (i.e. January 20 and July 20 in each year).
- (iv) The term of the project under which the loan was sanctioned will expire on December 31, 2028.

**17.07 Loan from GOB (loan No 2332)**

	Amount in Taka	
	2023-2024	2022-2023
Opening Balance as at July 01, 2023	64,444,881	64,444,881
Add: Drawn/Adjustment	-	-
	64,444,881	64,444,881
Less: Transfer to current liability	19,829,192	-
<b>Closing Balance as at June 30, 2024</b>	<b>44,615,689</b>	<b>64,444,881</b>

- (i) This represents 40% of the amount released to the Company by the Government under Annual Development Program (ADP) to enable the Company to pay the customs duty & VAT on material/ equipment imported by the company under the ADB Loan, as well as to meet other project related expenses. The balance 60% is accounted for under "GOB Equity". The loan is repayable in 30 installments starting from 2013 after a grace period of 5 years.
- (ii) The loan carries interest at 3% p.a, and is repayable as per Debt Service Liability (DSL) schedule provided by the Government.

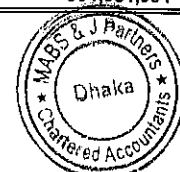
**17.08 Loan from GOB (loan No 3087)**

	Amount in Taka	
	2023-24	2022-23
Opening Balance as at July 01, 2023	1,731,154,660	1,937,995,306
Add: Withdrawn	-	-
	1,731,154,660	1,937,995,306
Less: Transfer to current liability	276,984,746	206,840,646
<b>Closing Balance as at June 30, 2024</b>	<b>1,454,169,914</b>	<b>1,731,154,660</b>

- (i) This represents 40% of the amount released to the Company by the Government under Annual Development Program (ADP) to enable the Company to pay the customs duty & VAT on material/ equipment imported by the company under the ADB Loan, as well as to meet other project related expenses. The balance 60% is accounted for under "GOB Equity". The loan is repayable in 30 installments starting from 2021 after a grace period of 5 years.
- (ii) The loan carries interest at 3% p.a, and is repayable as per Debt Service Liability (DSL) schedule provided by the Government.

**17.09 Loan from GOB (LN 0003)**

Opening Balance as at July 01, 2023	694,384,904	694,384,904
Less: Transfer to current liability	46,117,098	-
	648,267,806	694,384,904
Less: Refund (Global Tax)	2,628,420	-
<b>Closing Balance as at June 30, 2024</b>	<b>645,639,386</b>	<b>694,384,904</b>



Notes	Particulars	Amount in Taka	
		June 30, 2024	June 30, 2023
(i)	This represents 40% of the amount released to the Company by the Government under Annual Development Program (ADP) to enable the Company to pay the customs duty & VAT on material/ equipment imported by the company under the AIB Loan, as well as to meet other project related expenses. The balance 60% is accounted for under "GOB Equity". The loan is repayable in 30 installments starting from 2021 after a grace period of 5 years.		
(ii)	The loan carries interest at 3% p.a, and is repayable as per Debt Service Liability (DSL) schedule provided by the Government.		
<b>17.10</b>	<b>Loan from GOB (No - BD P97)</b>		
	Opening Balance as at July 01, 2023	76,533,114	70,346,112
	Add: Withdrawn	-	6,187,002
		<u>76,533,114</u>	<u>76,533,114</u>
	Less: Transfer to current liability	-	-
	<b>Closing Balance as at June 30, 2024</b>	<b><u>76,533,114</u></b>	<b><u>76,533,114</u></b>
(i)	This represents 40% of the amount released to the Company by the Government under Annual Development Program (ADP) to pay VAT and AIT on Consultancy, Engineering Service and construction works of UGSS Project under the JICA Loan, as well as to meet other project related expenses. The balance 60% is accounted for under "GOB Equity".		
(ii)	The loan carries interest at 3% p.a, and is repayable as per Debt Service Liability (DSL) schedule provided by the Government.		
<b>17.11</b>	<b>Loan from GOB (No - BD 3522)</b>		
	Opening Balance as at July 01, 2023	51,345,749	62,000,000
	Add: Withdrawn	-	-
		<u>51,345,749</u>	<u>62,000,000</u>
	Less: Transfer to current liability	3,423,050	10,654,251
	<b>Closing Balance as at June 30, 2024</b>	<b><u>47,922,699</u></b>	<b><u>51,345,749</u></b>
	This represents 40% of the amount released to the Company by the Government under Annual Development Program (ADP) to enable the Company to pay the customs duty & VAT on material/ equipment imported by the company under the ADB Loan, as well as to meet other project related expenses. The balance 60% is accounted for under "GOB Equity". The loan is repayable 30 installments with a grace period of 5 years.		
<b>17.12</b>	<b>Loan from GOB (Prepaid)</b>		
	Opening Balance as at July 01, 2023	-	-
	Add: Withdrawn/Received	169,062,400	-
		<u>169,062,400</u>	<u>-</u>
	Less: Refund	-	-
	<b>Closing Balance as at June 30, 2024</b>	<b><u>169,062,400</u></b>	<b><u>-</u></b>
	This represents 40% of the amount released to the Company by the Government under Annual Development Program (ADP) to enable the Company to pay the customs duty & VAT on material/ equipment imported by the company under the ADB Loan, as well as to meet other project related expenses. The balance 60% is accounted for under "GOB Equity". The loan is repayable 30 installments with a grace period of 5 years.		
<b>18.00</b>	<b>Deferred Tax liability:</b>		
<b>i.</b>	<b>Deferred tax on PPE</b>		
	WDV of Accounting base	46,359,682,858	39,251,777,850
	<b>WDV of Tax base:</b>		
	2023-24	2022-23	
	WDV of Tax base	27,727,803,724	21,253,926,403
	Unabsorbed Depreciation (i-i)	<u>13,198,271,864</u>	<u>13,198,271,864</u>
	WDV of Tax base	40,926,075,588	34,452,198,268
	<b>Temporary Difference</b>	<b>5,433,607,271</b>	<b>4,799,579,582</b>
	Less: Permanent difference of vehicle	13,716,000	13,716,000
		<u>5,419,891,271</u>	<u>4,785,863,582</u>
	Effective Tax Rate	20.0%	20.0%
	Deferred tax liability/(assets)	<u>1,083,978,254</u>	<u>957,172,716</u>
<b>i-I</b>	<b>Unabsorbed Depreciation</b>		
	Opening Balance	13,198,271,864	13,198,271,864
	Add: (Taxable Income) / Loss for the FY-2022-23 (Note-45.01)	-	7,265,929,055
	Closing Balance	<u>13,198,271,864</u>	<u>20,464,200,919</u>
<b>ii.</b>	<b>Deferred tax on Bad debt</b>		
	Provision for Bad debt	(17,847,832)	(62,546,003)
	Deferred tax liability/(asset) @ 20%	<u>(3,569,566)</u>	<u>(12,509,201)</u>
<b>iii.</b>	<b>Deferred Tax on Revaluation of Assets</b>		
	Revalued value of Land	6,900,850,177	6,900,850,177
	Revalued value of other than Land	(75,401,669)	31,029,473



Notes	Particulars	Amount in Taka	
		June 30, 2024	June 30, 2023
	<b>Tax Rate:</b>		
	On Land	8%	6%
	On other than Land	15%	15%
	<b>Deferred Tax Liabilities</b>		
	For Land	552,068,014	414,051,011
	For other than Land	(11,310,250)	1,861,768
		<u>540,757,764</u>	<u>415,912,779</u>
	<b>Total Deferred Tax Liability (i+ii+iii)</b>	<u>1,621,166,452</u>	<u>1,360,576,295</u>
<b>18.01</b>	<b>Deferred tax Expenses/(Income)</b>		
	Deferred Tax other than Revalued Assets as at June 30, 2024	1,080,408,688	944,663,516
	Deferred Tax other than Revalued Assets as at June 30, 2023	944,663,516	2,585,276,372
	<b>Deferred Tax for the period.</b>	<u>135,745,172</u>	<u>(1,640,612,856)</u>
<b>18.02</b>	<b>Deferred tax Expenses/(Income) on Revalued Assets</b>		
	Deferred Tax Liabilities on Revalued Assets as at June 30, 2024	540,757,764	415,912,779
	Deferred Tax Liabilities on Revalued Assets as at June 30, 2023	415,912,779	281,532,432
	<b>Deferred Tax for the period.</b>	<u>124,844,985</u>	<u>134,380,347</u>
<b>19.00</b>	<b>Due to DPDC for assets taken over</b>		
	Area wise break-up (19.01)	2,565,543,294	2,565,543,294
	Due to DPDC for Material Supply (19.02)	126,015,972	125,096,823
	Due to DPDC for Bill Collection (19.03)	1,735,171	1,735,171
	<b>Closing Balance as at June 30, 2024</b>	<u>2,693,294,437</u>	<u>2,692,375,288</u>
<b>19.01</b>	<b>Area wise break-up is as under:</b>		
	Gulshan Area (Comprising Gulshan, Baridhara, Uttara, Dakshinkhan)	1,355,986,091	1,655,459,492
	Tongi Area (Comprising Tongi East and Tongi West)	377,878,257	461,333,749
	Uttara & Bashundhara Grid Substation	831,678,946	1,015,357,617
	Less : Paid During this period (19.04)	-	(566,607,564)
	<b>Total</b>	<u>2,565,543,294</u>	<u>2,565,543,294</u>
<b>19.02</b>	<b>Due to DPDC for Material Supply</b>		
	<b>Opening Balance as at July 01, 2023</b>	125,096,823	117,746,823
	Add: Adjustment against the Payment for DESA / DPDC Bill collection	-	4,300,000
	Add: Material Received	919,149	3,050,000
	<b>Closing Balance as at June 30, 2024</b>	<u>126,015,972</u>	<u>125,096,823</u>
<b>19.03</b>	<b>Due to DPDC for Bill Collection</b>		
	<b>Opening Balance as at July 01, 2023</b>	1,735,171	6,035,171
	Less: Adjustment against the Payment for DESA / DPDC Bill collection	-	(4,300,000)
	<b>Closing Balance as at June 30, 2024</b>	<u>1,735,171</u>	<u>1,735,171</u>
<b>19.04</b>	An independent values were appointed to physically verify and value the assets taken over by the company from DESA in the year 2003. The values submitted its report on September 2010. The board finalized the value in its meeting held on May 05, 2019. Based on the finalized valuation report, value of Land decreased by Tk. 105,378,060, Building increased by Tk. 72,110,175, Distribution Equipment decreased by Tk. 425,364,528 and Distribution Line increased by Tk. 259,371,187. An amount of Tk. 56,66,07,564 has been paid during this year.		
<b>20.00</b>	<b>Security Deposits (Consumers &amp; Others):</b>		
	Security Deposits (Consumer) (Note:20.01)	4,027,683,182	3,838,515,833
	Security Deposits ( Outsourcing Employee) (Note:20.02)	2,880,000	-
	<b>Closing Balance as at June 30, 2024</b>	<u>4,030,563,182</u>	<u>3,838,515,833</u>
<b>20.01</b>	<b>Security Deposits (Consumer)</b>		
	<b>Opening Balance as at July 01, 2023</b>	3,838,515,833	3,612,031,884
	Received during this period	262,436,244	305,164,795
		4,100,952,077	3,917,196,679
	Refunded during this period	(73,268,895)	(78,680,846)
	<b>Closing Balance as at June 30, 2024</b>	<u>4,027,683,182</u>	<u>3,838,515,833</u>
<b>20.02</b>	<b>Security Deposits ( Outsourcing Employee)</b>		
	<b>Opening Balance as at July 01, 2023</b>	-	-
	Received during this period	2,940,000	-
		2,940,000	-
	Refunded during this period	(60,000)	-
	<b>Closing Balance as at June 30, 2024</b>	<u>2,880,000</u>	<u>-</u>



Notes	Particulars	Amount in Taka	
		June 30, 2024	June 30, 2023
<b>21.00</b>	<b>Lease Liability (Operating Lease)</b>		
	Opening Balance as at July 01, 2023	12,601,167	21,995,742
	Addition during the year	109,044,867	2,671,945
	Payment during the year	(52,104,293)	(12,066,520)
	<b>Closing Balance as at June 30, 2024</b>	<b>69,541,741</b>	<b>12,601,167</b>
<b>22.00</b>	<b>Other Long-Term Liabilities</b>		
	Opening Balance as at July 01, 2023	2,303,020	2,303,020
	Addition during the year	-	-
	<b>Closing Balance as at June 30, 2024</b>	<b>2,303,020</b>	<b>2,303,020</b>
<b>23.00</b>	<b>Accounts Payable</b>		
	Bangladesh Power Development Board (BPDB)- (Note 23.01)	12,467,125,755	10,932,303,969
	Power Grid Company of Bangladesh (PGCB)- (Note 23.02)	457,005,449	390,758,268
	Rural Electrification Board (REB) - (Note 23.03)	379,157	379,157
	Power Grid Company of Bangladesh PGCB - ( Note 23.04)	612,000	612,000
		<b>12,925,122,361</b>	<b>11,324,053,394</b>
<b>23.01</b>	<b>Accounts Payable - BPDB</b>		
	Opening Balance as at July 01, 2023	10,932,303,969	7,959,142,877
	Energy purchased during the year	60,519,371,798	49,090,119,492
		71,451,675,767	57,049,262,369
	Payment made during the year	(58,984,550,012)	(46,116,958,400)
	<b>Closing Balance as at June 30, 2024</b>	<b>12,467,125,755</b>	<b>10,932,303,969</b>
<b>23.02</b>	<b>Accounts Payable - PGCB</b>		
	Opening Balance as at July 01, 2023	390,758,268	363,304,193
	Wheeling charge during the year	2,571,592,343	1,955,084,410
		2,962,350,611	2,318,388,603
	Payment made during the year	(2,505,345,162)	(1,927,630,335)
	<b>Closing Balance as at June 30, 2024</b>	<b>457,005,449</b>	<b>390,758,268</b>
<b>23.03</b>	<b>Accounts Payable - REB (Material)</b>		
	Opening Balance as at July 01, 2023	379,157	379,157
	Addition during this year	-	-
	<b>Closing Balance as at June 30, 2024</b>	<b>379,157</b>	<b>379,157</b>
<b>23.04</b>	<b>Accounts Payable - PGCB (Material)</b>		
	Opening Balance as at July 01, 2023	612,000	612,000
	Addition during this year	-	-
	<b>Closing Balance as at June 30, 2024</b>	<b>612,000</b>	<b>612,000</b>
<b>24.00</b>	<b>Creditors for Goods/ Works :</b>		
	Equipment & Materials (Note 24.01)	7,767,408	5,763,314
	Bangladesh Telephone shilpa Sangstha	28,632,596	8,304,467
	Ideal Enterprise	2,594,822	2,594,822
	Sun Rise Enterprise	913,800	913,800
	Hexing Electrical Company Ltd.	-	7,165,644
	Bangladesh Smart Electrical Company Ltd.	60,754,620	29,752,320
	Bangladesh Power Equipment Manu. Com. Ltd.	163,164,000	130,000,000
	Alliance Power	5,741,100	-
	Arma Electric Company	8,235,028	-
	Bangladesh Machine Tools factory	6,815,609	-
	BRB Cable Industry Ltd.	19,382,518	-
	Digicon Technologies Ltd.	3,306,843	-
	Evergreen Printing Press	3,376,634	-
	Rangpur Metal Industries Ltd.	96,531,980	-
	LS Cable & System Ltd.	120,509,506	-
	Electromechanical Engineering Ltd.	-	8,504,747
	Siemens India Cons Siemens Bd.	-	33,941,635
	Siemens Industrial Ltd.	-	20,883,238
	Global Brand Ltd.	-	6,606,992
	<b>Total</b>	<b>527,726,464</b>	<b>254,430,979</b>

**24.01** This figure includes as payable Tk. 1.11 million to HT Power Engineering, Tk. 0.85 million to Fujikon Computers, Tk. 0.87 million to Invent Technology and so on.



Notes	Particulars	Amount in Taka	
		June 30, 2024	June 30, 2023
<b>25.00</b>	<b>Others Liabilities</b>		
	VAT Collected against Electricity Bills (Note 25.01)	346,245,909	430,394,531
	Tax Deducted from Contractors, Suppliers & Others	-	164,437,069
	VAT Deducted from Contractors, Suppliers & Others	22,998,961	25,486,510
	Retention Money ( Contractors & Suppliers)	141,502,142	117,278,972
	Liabilities against Depository Work	467,331,867	-
	Unpaid Dividend (Note 25.02)	103,827,199	99,080,434
	Security Deposit & Others	139,505,861	59,331,304
	<b>Total</b>	<b>1,221,411,939</b>	<b>896,008,819</b>

**25.01** VAT collected against electricity bill for the month June-2024 is Tk. 346.24 million which has been paid in July-2024.

**25.02** This includes as dividend payable are Tk. 0.75 million for FY (2005 - 06), Tk. 1.377 million in (2006 - 07), Tk. 1.38 million in (2007-08), Tk. 1.33 million in (2008 - 09), Tk. 1.42 million in (2009 - 10), Tk. 1.48 in (2010- 11), Tk. 3.88 in (2011-12), Tk.32.26 million(2012-13), Tk. 2.66 million in ( 2013 -14), Tk.5.57 in (2014-15) ,Tk.5.91 million (2015-16), Tk. 6.54 million in (2016-17), Tk.6.54 million in (2017-18),Tk. 8.31 million in (2018-19) , Tk. 6.62 million in (2019-20) , Tk.5.30 million in (2020-21), Tk.7.73 million in (2021-22) and Tk. 4.74 million in (2022-23) respectively.

**26.00 Liabilities for Expenses**

Audit Fees	590,887	532,276
Payable for Contributory Provident Fund & GPF	-	15,095
Payable for COSS, LEM, MSS , Civil Cons. & Others (Note 26.01)	331,371,982	291,976,638
BERC Sales Charge (Note -26.02)	105,476,204	102,591,277
Creditors to others (Note - 26.03)	32,216,365	22,405,530
Advance Receipt against Pre-paid Meter (Unused balance of recharge amount)-(Note-26.04)	537,072,921	513,351,846
HT Power Engineering & Ayon Enterprise	60,661,803	66,882,338
Morshed Ent. & Ayon Enterprise	10,599,137	10,470,120
Rony Ent & Munshi Engineers	57,904,713	41,998,019
Liabilities for Expenses (All Departments)	94,610,734	93,279,171
Convoy Service	3,593,995	-
Elite Construction	7,013,403	-
Elite Security Services Ltd.	4,867,556	-
J.S.S Services Ltd.	5,464,951	-
Reliable Rent A Car	3,919,920	-
HH Traders, Morshed Ent & SM Ent	34,318,252	-
Bhuiyan Masud JV	18,561,827	-
BNF Engineers Ltd.	14,316,516	-
EMA Ass. Engr. & Malancho B. RTS	10,622,672	-
Chairman - KDA	-	1,399,381
Chairman - RDA	-	3,026,138
Radisson Digital Technologies	-	2,832,186
HH Traders, Morshed Ent & SM Ent	-	53,026,840
Masco International & Munshi Eng.	-	8,769,507
<b>Total</b>	<b>1,333,183,837</b>	<b>1,212,556,362</b>

**26.01** This includes Commercial Operation Support Service (COSS) Tk.55.41 million, Line & Equipment Maintenance (LEM) Tk.64.33 million, Maintenance of Substation (MSS) Tk.9.57 million, Engineering Services Ltd. Tk.53.02 million, ERA Construction Ltd. Tk.28.71 million, HH Traders Tk. 9.49 million, Saju Enterprise Tk.70.64 million, East Way Electric Co. Tk. 5.40 million, Wahid Traders Tk. 2.64 million, Sun Rise International Tk. 20.50 million & so on.

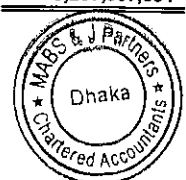
**26.02** This includes Tk 1,65,64,002/- on 0.025% of Net Sales Tk.6625,60,09,433 as provision against "Annual system operating fees for FY 2023-24" payable to Bangladesh Energy Regulatory Commission (BERC) as per BERC rules.

**26.03** This includes as creditors of different parties those are Tk. 1.43 million to Al Madina Rent A Car, Tk. 1.55 million to Trust Security Services, Tk. 1.37 million to State Service Ltd, Tk. 2.85 million to Ayon Enterprise, Tk. 2.86 million to JV Khan Power Eng & DEDA, Tk. 2.70 million to Unique Engineering Service (JV), Tk. 1.00 million to Al Amin Hossain and so on.

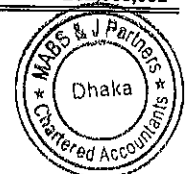
**26.04** Advance Receipt against Pre-paid Meter includes the un-used balance of customer recharged amount on 30.06.2024.

**27.00 Current Maturity of Long Term Loans:**

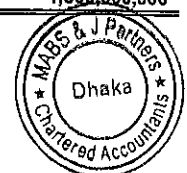
ADB Loan No-1731 (Note-27.01)	2,305,332	2,126,376
ADB Loan No-2332 (Note-27.02)	1,419,445,961	440,214,189
ADB Loan No-3087 (Note-27.03)	5,236,853,610	2,320,464,231
ADB Loan No 3522 (Note-27.04)	124,633,402	-
AIIB Loan No-003 (Note-27.05)	1,147,430,779	211,671,807
GOB Loan No 2332 (Note-27.06)	19,829,192	-
GOB Loan No 3087 (Note-27.07)	509,815,678	232,830,932
GOB Loan No 0003 (Note-27.08)	46,117,098	-
GOB Loan No 3522 (Note-27.09)	3,423,050	-
<b>Total</b>	<b>8,509,854,100</b>	<b>3,207,307,834</b>



Notes	Particulars	Amount in Taka			
		June 30, 2024		June 30, 2023	
27.01	<b>ADB (Loan No. 1731)</b>				
		June 30, 2024		June 30, 2023	
		US \$	Taka	US \$	Taka
	Opening Balance as at July 01, 2023	19,537	2,126,376	-	-
	Add: Transferred from Loan No.1505	-	-	19,537	1,825,706
		19,537	2,126,376	19,537	1,825,706
	Less: Adjustment with Interest	-	-	-	-
		19,537	2,126,376	19,537	1,825,706
	Exchange loss/(gain)	-	178,956	-	300,670
	<b>Closing Balance as at June 30, 2024</b>	<b>19,537</b>	<b>2,305,332</b>	<b>19,537</b>	<b>2,126,376</b>
27.02	<b>ADB (Loan No. 2332)</b>				
		June 30, 2024		June 30, 2023	
		US \$	Taka	US \$	Taka
	Opening Balance as at July 01, 2023	4,044,600	440,214,189	150,303	14,045,782
	Add: Transferred from long term loan	9,679,519	1,142,183,242	8,923,184	833,871,556
		13,724,119	1,582,397,431	9,073,487	847,917,338
	Paid during the year	(1,694,915)	(200,000,000)	(5,028,887)	(541,837,184)
		12,029,204	1,382,397,431	4,044,600	306,080,154
	Exchange loss/(gain)	-	37,048,530	-	134,134,035
	<b>Closing Balance as at June 30, 2024</b>	<b>12,029,204</b>	<b>1,419,445,961</b>	<b>4,044,600</b>	<b>440,214,189</b>
27.03	<b>ADB (Loan No. 3087)</b>				
		June 30, 2024		June 30, 2023	
		US \$	Taka	US \$	Taka
	Opening Balance as at July 01, 2023	21,319,958	2,320,464,231	8,618,184	805,369,287
	Transferred from long term loan	23,060,157	2,721,098,564	17,295,118	1,616,228,738
		44,380,115	5,041,562,795	25,913,302	2,421,598,025
	Paid during the year	-	-	(4,593,344)	(495,334,781)
		44,380,115	5,041,562,795	21,319,958	1,926,263,244
	Exchange loss/(gain)	-	195,290,815	-	394,200,987
	<b>Closing Balance as at June 30, 2024</b>	<b>44,380,115</b>	<b>5,236,853,610</b>	<b>21,319,958</b>	<b>2,320,464,231</b>
27.04	<b>ADB Loan (No: 3522)</b>				
		June 30, 2024		June 30, 2023	
		US \$	Taka	US \$	Taka
	Opening Balance as at July 01, 2023	-	-	-	-
	Transferred from long term loan	1,056,215	124,633,402	-	-
		1,056,215	124,633,402	-	-
	Paid during the year	-	-	-	-
		1,056,215	124,633,402	-	-
	Exchange loss/(gain)	-	-	-	-
	<b>Closing Balance as at June 30, 2024</b>	<b>1,056,215</b>	<b>124,633,402</b>	<b>-</b>	<b>-</b>
27.05	<b>AIIB Loan N0-003</b>				
		June 30, 2024		June 30, 2023	
		US \$	Taka	US \$	Taka
	Opening Balance as at July 01, 2023	1,944,798	211,671,807	-	-
	Transferred from long term loan	7,779,192	917,944,622	1,944,798	181,741,367
		9,723,990	1,129,616,429	1,944,798	181,741,367
	Transferred to long term loan (Period Exten.)	-	-	-	-
		9,723,990	1,129,616,429	1,944,798	181,741,367
	Exchange loss/(gain)	-	17,814,350	-	29,930,440
	<b>Closing Balance as at June 30, 2024</b>	<b>9,723,990</b>	<b>1,147,430,779</b>	<b>1,944,798</b>	<b>211,671,807</b>
27.06	<b>GOB Loan (No: 2332)</b>				
	Opening Balance as at July 01, 2023	-	-	-	9,914,596
	Transferred from long term loan	-	-	19,829,192	-
		-	-	19,829,192	9,914,596
	Paid during the year	-	-	-	(9,914,596)
	<b>Closing Balance as at June 30, 2024</b>	<b>-</b>	<b>-</b>	<b>19,829,192</b>	<b>-</b>
27.07	<b>GOB Loan (No: 3087)</b>				
	Opening Balance as at July 01, 2023	-	-	232,830,932	91,390,286
	Transferred from long term loan	-	-	276,984,746	206,840,646
		-	-	509,815,678	298,230,932
	Paid during the year	-	-	-	(65,400,000)
	<b>Closing Balance as at June 30, 2024</b>	<b>-</b>	<b>-</b>	<b>509,815,678</b>	<b>232,830,932</b>



Notes	Particulars	Amount in Taka	
		June 30, 2024	June 30, 2023
<b>27.08</b>	<b>GOB Loan (No: 0003)</b>		
	Opening Balance as at July 01, 2023	-	-
	Transferred from long term loan	46,117,098	-
		<u>46,117,098</u>	<u>-</u>
	Paid during the year	-	-
	<b>Closing Balance as at June 30, 2024</b>	<b>46,117,098</b>	<b>-</b>
<b>27.09</b>	<b>GOB Loan (No 3522)</b>		
	Opening Balance as at July 01, 2023	-	-
	Transferred from long term loan	3,423,050	-
		<u>3,423,050</u>	<u>-</u>
	Paid during the year	-	-
	<b>Closing Balance as at June 30, 2024</b>	<b>3,423,050</b>	<b>-</b>
<b>28.00</b>	<b>Accrued Interest on Loans</b>		
	Interest payable on ADB Loan (28.01)	5,645,503,877	4,397,813,366
	Interest payable on 40% (Debt Portion) of GOB Loan(28.02)	510,154,145	429,325,244
	Interest payable on AIIB - LN003 (28.03)	1,020,040,840	782,003,185
	Interest payable on JICA Loan BD-P97 (28.04)	48,095,804	34,568,375
	<b>Total</b>	<b>7,223,794,666</b>	<b>5,643,710,169</b>
<b>28.01</b>	<b>Interest on ADB loan</b>		
	Opening Balance as at July 01, 2023	4,397,813,366	3,965,327,151
	Interest Accrued during the Year	1,247,690,511	923,806,490
		<u>5,645,503,877</u>	<u>4,889,133,641</u>
	Paid during the year	-	(436,985,528)
	Adjustment during the year	-	(54,334,747)
	<b>Closing Balance as at June 30, 2024</b>	<b>5,645,503,877</b>	<b>4,397,813,366</b>
<b>28.02</b>	<b>Interest on GOB Loan</b>		
	Opening Balance as at July 01, 2023	429,325,244	374,659,256
	Interest Accrued during the Year	80,828,902	91,484,443
		<u>510,154,145</u>	<u>466,143,699</u>
	Paid during the year	-	(29,682,036)
	Adjustment during the year	-	(7,136,419)
	<b>Closing Balance as at June 30, 2024</b>	<b>510,154,145</b>	<b>429,325,244</b>
<b>28.03</b>	<b>Interest on AIIB LN - 003</b>		
	Opening Balance as at July 01, 2023	782,003,185	578,631,740
	Interest Accrued during the Year	241,205,819	251,076,758
		<u>1,023,209,004</u>	<u>829,708,498</u>
	Adjustment during the year	(3,168,164)	(47,705,313)
	<b>Closing Balance as at June 30, 2024</b>	<b>1,020,040,840</b>	<b>782,003,185</b>
<b>28.04</b>	<b>Interest on JICA Loan - BD-P97</b>		
	Opening Balance as at July 01, 2023	34,568,375	22,944,405
	Interest Accrued during the Year	13,527,429	12,797,391
		<u>48,095,804</u>	<u>35,741,796</u>
	Paid/ adjustment during the year	-	(1,173,421)
	<b>Closing Balance as at June 30, 2024</b>	<b>48,095,804</b>	<b>34,568,375</b>
<b>29.00</b>	<b>Workers Profit Participation Fund (WPPF)</b>		
	Opening Balance as at July 01, 2023	160,441,123	55,730,801
	Provision for FY 2013-14, FY-2014-15, FY-2015-16, FY-2016-17	-	178,632,873
		<u>160,441,123</u>	<u>234,363,674</u>
	Paid/ Adjustment for the FY-2014-15	(89,570,663)	(73,922,551)
	<b>Closing Balance as at June 30, 2024</b>	<b>70,870,460</b>	<b>160,441,123</b>
<b>29.01</b>	As per Labor Law-2006 (Amendment 2013), WPPF is calculated at 5% on Earnings Before Tax (EBT) .		
<b>30.00</b>	<b>Short-Term Loan (Bank)</b>		
	Secured Over Draft (SODs) from Rupali Bank (Note: 30.01 )	2,100,000,000	1,500,000,000
	Term Loan from Eastern Bank Ltd. (Note: 30.02 )	275,455,468	119,542,421
	<b>Closing Balance as at June 30, 2024</b>	<b>2,375,455,468</b>	<b>1,619,542,421</b>
<b>30.01</b>	<b>Secured Over Draft (SODs) from Rupali Bank</b>		
	Opening Balance as at July 01, 2023	1,500,000,000	-
	Addition during this year	1,250,000,000	2,000,000,000
		<u>2,750,000,000</u>	<u>2,000,000,000</u>
	Paid during this year	(650,000,000)	(500,000,000)
	<b>Closing Balance as at June 30, 2024</b>	<b>2,100,000,000</b>	<b>1,500,000,000</b>



Notes	Particulars	Amount in Taka	
		June 30, 2024	June 30, 2023
<b>30.02</b>	<b>Term Loan from Eastern Bank Ltd.</b>		
	Opening Balance as at July 01, 2023	119,542,421	-
	Addition during this year	181,331,000	121,520,000
		300,873,421	121,520,000
	Paid during this year	(25,417,953)	(1,977,579)
	<b>Closing Balance as at June 30, 2024</b>	<b>275,455,468</b>	<b>119,542,421</b>
<b>31.00</b>	<b>Provision for Income Tax:</b>		
	Opening Balance as at July 01, 2023	575,235,880	349,172,280
	Add: Provided during the year (Note-45.01)	203,938,015	226,063,600
	Less: Provision adjust with advance income tax	(260,110,604)	-
	Less: Income tax paid for FY-2022-23, AY-2023-24	(95,265,615)	-
	<b>Closing Balance as at June 30, 2024</b>	<b>423,797,676</b>	<b>575,235,880</b>
<b>31.01</b>	<b>Details of Provision for Income Tax :</b>		
	For FY 2020-21	42,254,758	42,254,758
	For FY 2021-22	46,806,917	46,806,917
	For FY 2022-23	226,063,600	226,063,600
	For FY 2023-24	108,672,400	-
		<b>423,797,675</b>	<b>315,125,275</b>



Notes	Particulars			Amount in Taka	
				July 01, 2023 to June 30, 2024	July 01, 2022 to June 30, 2023
<b>32.00</b>	<b>Electricity Supply- in Taka</b>	<b>Tariff</b>	<b>%</b>	<b>2023-24</b>	<b>2022-23</b>
	Domestic	A	39.66%	26,276,387,200	21,118,111,985
	Agricultural Pump	B	0.00%	365,409	220,403
	Small Industries	C1	1.37%	906,879,743	784,957,626
	Construction	C2	1.65%	1,095,339,836	912,028,104
	Charitable Institutions	D1	0.87%	576,710,977	564,185,682
	Street Light, Pump etc.	D2	0.24%	157,358,445	119,934,491
	Battery Charging Station	D3	0.87%	574,816,415	385,267,018
	Commercial & Office	E	11.97%	7,927,553,666	6,513,615,062
	Domestic	MF3	0.49%	322,947,622	440,768,429
	Domestic	MT1	4.08%	2,703,523,240	2,262,626,466
	Commercial & Office	MT2	18.42%	12,204,016,064	9,605,289,572
	Industry	MT3	11.10%	7,356,476,406	6,198,098,790
	Construction	MT4	0.21%	138,475,912	110,468,347
	General	MT5	6.15%	4,075,729,147	3,148,503,190
	Temporary	MT6	0.15%	102,271,754	107,613,140
	General	HT1	0.05%	32,949,882	23,731,536
	Commercial & Office	HT2	2.15%	1,426,628,024	1,241,832,872
	Temporary	LT-T	0.04%	23,431,638	20,766,573
	Temporary	EHT1	0.53%	354,148,054	167,967,289
	<b>Total</b>		<b>100%</b>	<b>66,256,009,433</b>	<b>53,725,986,575</b>

<b>32.01</b>	<b>Electricity Supply- in Unit</b>	<b>Tariff</b>	<b>%</b>	<b>Unit (Mkwh)</b>	<b>Unit (Mkwh)</b>
	Domestic	A	48%	3,296.74	3,009.55
	Agricultural Pump	B	0%	0.06	0.05
	Small Industries	C1	1%	85.86	86.14
	Construction	C2	1%	69.91	65.23
	Charitable Institutions	D1	1%	76.31	85.11
	Street Light, Pump etc.	D2	0%	15.94	13.64
	Battery Charging Station	D3	1%	61.59	47.17
	Commercial & Office	E	9%	610.75	569.74
	Domestic	MF3	1%	36.86	60.46
	Domestic (Medium Tention -1 )	MT1	4%	242.03	228.71
	Commercial & Office	MT2	15%	1,052.77	937.42
	Industry	MT3	10%	694.69	659.32
	Construction	MT4	0%	9.07	7.97
	General	MT5	6%	389.79	339.78
	Temporary	MT6	0%	5.38	6.25
	Temporary	HT1	0%	3.08	2.54
	Commercial & Office	HT2	2%	133.62	129.86
	Temporary	LT-T	0%	1.15	1.14
	Temporary	EHT1	0%	29.22	18.55
	<b>Total</b>		<b>100%</b>	<b>6,814.83</b>	<b>6,268.61</b>

**33.00 Electricity Received from BPDB in value and Unit.**

2023-24		2022-23	
Unit (Mkwh)	Taka	Unit (Mkwh)	Taka
7217.4	62,703,036,003	6649.24	51,045,203,902

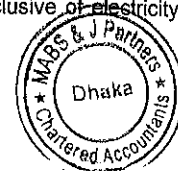
**33.01** Electricity is taken solely from Bangladesh Power Development Board (BPDB) at the rate of Tk 8.5880 at 33 KV & 8.4735 at 132 KV/ kwh which has been effective from 1st February, 2024. The company also pays wheeling charge to Power Grid Co. Ltd (PGCB) at Tk 0.3144 at 33 KV & 0.3086 at 132 per Kwh KV which has also been effective from 1st February-2024

**34.00 Miscellaneous Operating Income:**

Received from Consumer (Note 34.01)	1,337,086,064	851,574,567
Late Payment Charge (Note 34.02)	313,772,447	264,830,370
<b>Total</b>	<b>1,650,858,511</b>	<b>1,116,404,937</b>

**34.01** This represents received from consumer for issue of materials (at cost price) and meter rent etc.

**34.02** Late payment charge (LPC) includes separately with time binding in consumer electricity bill. The consumers who do not pay bill in time are charged LPC. LPC is being shown as other operating revenue but initially it is inclusive of electricity sales



Notes	Particulars	Amount in Taka	
		July 01, 2023 to June 30, 2024	July 01, 2022 to June 30, 2023
<b>35.00</b>	<b>Others Revenue (Deposit Works):</b>		
	Miscellaneous Received from Depository Work (Note 35.01)	141,168,787	414,381,848
	<b>Total</b>	<b>141,168,787</b>	<b>414,381,848</b>
<b>35.01</b>	These amount received from consumer against load reservation and issue of materials (at cost price) for line construction at different places of DESCO's jurisdiction as per customer's demand and request.		
<b>36.00</b>	<b>Direct Operating Expenses</b>		
	Commercial Operation Support Services	276,675,827	264,035,383
	Schedule & Preventive Maintenance (Less Rent of Walkie Talkie)	419,873,593	444,205,294
	Special Action Team & Collection Drive	2,270,474	2,365,974
	Consultancy Fees for Distribution Network	863,889	814,640
	Revenue Stamp Charge against Consumer Bill	33,353,099	35,890,981
	System Operating Fee BERC	16,564,002	13,969,675
	Maintenance of Distribution of Line & Equipment	99,923,000	91,384,880
	Repair & Maintenance of Transformer	61,270,133	59,583,122
	R&M of Grid Sub-Station/Switching-Station	54,694,704	59,796,521
	Meter Issue	66,600,977	127,714,441
	Service Cable Issue	26,406,558	125,924,259
	System Automation & Customer Management	16,065,322	10,911,467
	Communication Expenses - Prepaid Meter	103,564,615	67,041,751
	Utility Expenses-Operating	86,435,282	76,780,093
	Rent of Offices (Operating)	1,356,120	180,000
		<b>1,265,917,595</b>	<b>1,380,598,481</b>
<b>37.00</b>	<b>Depreciation:</b>		
	Depreciation (Operating Assets)	1,985,785,931	1,993,453,190
	Depreciation (Non-Operating Assets)	150,143,583	108,377,491
	<b>Total</b>	<b>2,135,929,514</b>	<b>2,101,830,681</b>
<b>38.00</b>	<b>Administrative Expenses:</b>		
	Advertisement & Notices	10,032,379	9,241,297
	Annual General Meeting (AGM)	1,348,626	1,757,637
	Annual Picnic	-	1,313,313
	Audit Fees	652,000	429,445
	Office Maintenance	5,832,220	14,423,175
	Bank Charges	28,662,389	9,522,073
	Newspaper & Periodicals	805,608	739,740
	Cleaning Expenses	19,049,308	17,777,098
	Inspection, Survey & Consultancy Fees	4,341,877	314,400
	Director's Fees	3,153,333	3,153,332
	Electricity, Gas & Water	14,551,321	11,453,138
	Entertainment	5,650,163	7,675,669
	Fuel for Vehicles	30,714,327	30,064,628
	Honorarium to Various Committee Members	7,072,462	7,069,546
	Legal & Professional Fees	2,377,417	2,467,800
	Office Rent	35,093,135	53,436,838
	Printing & Stationery	20,815,135	22,754,933
	Rates & Taxes	8,188,454	10,088,228
	Recruitment Expenses	16,604,837	7,433,428
	Repair & Maintenance of Non-Operating Assets (including Head Office Building)	42,939,526	41,640,298
	Repair & Servicing of Vehicle	13,212,161	9,788,011
	Office Security	76,284,720	70,595,193
	Listing Fee & Annual Charges	8,829,221	7,358,319
	Postage, Telephone & Internet	20,860,872	25,052,783
	Conveyance	5,130,287	3,571,717
	Staff Training	42,287,115	17,350,679
	Other Expenses & Contingencies	1,738,940	3,137,713
	Corporate Social Expenses	5,733,052	16,859,077
	Office Shifting	-	113,250
	Transport (Hired)	51,282,350	47,096,536
	Different Day Celebration & Activities	4,533,727	7,284,721
	<b>Total Administrative Expenses:</b>	<b>487,776,962</b>	<b>460,964,015</b>



Notes	Particulars	Amount in Taka	
		July 01, 2023	July 01, 2022
		to June 30, 2024	to June 30, 2023

38.01 Directors are entitled to a remuneration Tk. 12,000/- which is net of VAT and AIT effect from 01.03.2020 for attending each Board meeting.

**39.00 Employee Expenses:**

Salary & Allowances	2,060,805,602	1,830,469,859
Festival Bonus	188,657,897	179,481,846
Incentive Bonus	128,953,112	79,396,932
Company's Contribution to Provident Fund	111,053,467	103,431,058
Company's Contribution to Gratuity Fund	152,628,075	168,727,181
Group Insurance Premium	13,105,872	12,302,641
Electricity / Telephone Expense Reimbursed (Note - 39.02)	37,508,746	31,521,797
Medical Expense Reimbursed ( Note - 39.02)	131,150,701	117,703,647
Encashment of Earned Leave	90,817,662	87,908,832
Uniform Liveries	3,924,133	383,357
Retainer Media Facilitator & Medical Retainer Fee	1,970,000	340,000
<b>Total</b>	<b>2,920,575,267</b>	<b>2,611,667,150</b>

**39.01 Remuneration of Directors and Executives:**

	Amount in Taka		Amount in Taka	
	2023-24		2022-23	
	Directors	Executives	Directors	Executives
Salary and Bonus	9,374,320	751,007,694	10,192,077	647,679,133
House Rent	4,134,560	382,619,917	4,437,428	327,609,066
Provident Fund	826,912	64,256,860	873,570	55,125,610
<b>Total</b>	<b>14,335,792</b>	<b>1,197,884,471</b>	<b>15,503,075</b>	<b>1,030,413,809</b>

39.02 Employee Electricity & Telephone bills and Medical expense are reimbursed on actual basis to employees, subject to ceiling.

**40.00 Interest Income:**

Interest earned on FDR	703,215,957	684,928,827
Interest earned on STD	145,271,153	93,470,964
<b>Total</b>	<b>848,487,110</b>	<b>778,399,791</b>

**41.00 Miscellaneous Income:**

Sale of Tender Documents	145,792	936,375
Sale of Obsolete Store Materials and Others Received	144,026,473	224,634,749
<b>Total</b>	<b>144,172,265</b>	<b>225,571,124</b>

**42.00 Finance Cost:**

Interest Expense against ADB loan	1,247,690,511	875,974,616
Interest Expense against GOB loan	83,997,066	84,348,027
Interest Expense against AIB	238,037,655	203,371,445
Interest Expense against - JICA Loan - BD - P97	13,527,429	11,623,970
Interest Expense against - SOD	209,435,162	27,305,107
Finance Cost (Lease Property)	5,939,080	1,470,419
<b>Total</b>	<b>(1,798,626,904)</b>	<b>(1,204,093,584)</b>

**43.00 Exchange Fluctuation Gain / (Loss):**

For Current Portion of Long Term Loan	(250,332,651)	(591,710,779)
For Long Term Loan	(2,180,868,250)	(3,692,986,939)
<b>Total</b>	<b>(2,431,200,901)</b>	<b>(4,284,697,718)</b>

Exchange fluctuation Loss of Tk.243,12,00,901/- has arisen out of translation of foreign currency loan (in dollar) into taka at Financial Position date at the rate of Tk 118.00/\$1 and Tk.1.00/JPY 0.7305. Exchange Rate for FY 2022-23 was Tk 108.74/\$1 and Tk.1.00/JPY 0.7466.

**44.00 Calculation of Workers profit participation fund (WPPF)**

Net Profit Before Tax & WPPF	(4,715,942,568)	(6,826,688,055)
Transferred to Workers Profit Participation Fund (WPPF)	-	-



Notes	Particulars	Amount in Taka	
		July 01, 2023 to June 30, 2024	July 01, 2022 to June 30, 2023
<b>45.00</b>	<b>Income Tax :</b>		
	Current Tax Provision (45.01)	203,938,015	226,063,600
	Deferred Tax Provision (18.01)	135,745,172	(1,640,612,856)
	<b>Tax Expenses</b>	<b>339,683,187</b>	<b>(1,414,549,256)</b>
<b>45.01</b>	<b>The details of current tax calculation are given below:</b>		
	Profit before tax as per income statement	(4,715,942,568)	(6,826,688,055)
	Add: Tax effect of expenses that are not deductible for tax purposes	2,160,888,257	2,124,742,226
	Less: Tax effect of expenses that are deductible for tax purposes	(5,263,888,891)	(2,563,983,226)
		<u>(7,818,943,202)</u>	<u>(7,265,929,055)</u>
	Current Tax (at 20.0%)	20.00%	20.00%
<b>A</b>	<b>Current tax expenses</b>	-	-
<b>B</b>	0.60% of Total Received from Distribution Revenue and Other Operating Revenue during this period	6,337,660,103 0.60%	38,025,961 226,063,600
	<b>Tax on Total Receipt</b>	<b>38,025,961</b>	<b>226,063,600</b>
<b>C</b>	<b>Advance Tax paid during this period</b>	<b>203,938,015</b>	<b>130,797,985</b>
	Minimum Tax whichever is higher among A,B,C	203,938,015	226,063,600
	<b>Tax expenses</b>	<b>203,938,015</b>	<b>226,063,600</b>

**45.02** Bangladesh Energy Regulatory Commission (BERC) and Power Division regulate the tariff price of electricity which consists of energy bill and distribution revenue components. DESCO is only given net **Distribution Revenue** as a power distribution licensee. DESCO collects energy bill along with distribution revenue from customers in the form of electricity bill out of which distribution revenue is given as income to DESCO by BERC. Therefore, in calculating the minimum tax, the distribution revenue is considered as receipt and the minimum tax is calculated accordingly.

**46.00 Earning Per Share (EPS)**

**46.01** Earning Per Share shown as below:

Earning attributable to ordinary Shareholders (Tk)	(5,055,625,754)	(5,412,138,799)
Weighted number of shares outstanding	397,569,804	397,569,804
<b>Basic Earning Per Share</b>	<b>(12.72)</b>	<b>(13.61)</b>

EPS has improved marginally as distribution revenue grew slightly and foreign exchange fluctuation Losses eased.

**46.02 Diluted Earning per share**

No diluted earning per share is required to be calculated for the year as there was no potentially dilutive ordinary shares during the year.

**47.00 Subsequent Events-Disclosures Under IAS 10 "Events After The Balance Sheet Date"**

**47.01** Subsequent to the reporting date, June 30, 2024, the Board of Directors in their meeting held on October 14, 2024 recommended ..... for the year ended June 30, 2024. The dividend proposal is subject to shareholders' approval at the forthcoming 28th AGM.

**47.02** The company have announced its intention to issue total number of shares 60,76,93,513 and per value Taka 10 each total Taka 6,07,69,35,130 on 04 July 2024, after the end of its financial year 30 June 2024. The shares has been allotted on 11 July 2024. In this case, the share capital issue has been considered as non adjusting event, and the proceeds from the issue would be recognized in the financial statements for the year ended 30 June 2025. The company would also disclose the nature and amount of the share capital issue in the notes to the financial statements.

**47.03** Except the fact stated above, no circumstances have arisen since the Financial Position date which would require adjustment to, or disclosure in, the financial statements or notes thereto.



**48.00 Related Party Transactions:**

**48.01** DESCO Purchased / Received energy and materials from the following related parties in the normal course of business:

Name of Party	Nature of Relation	Nature of Transaction	Amount in Taka	
			June 30, 2024	June 30, 2023
DPDC	67.63%	Consumer Bill Collection	1,735,171	1,735,171
<b>Total</b>			<b>1,735,171</b>	<b>1,735,171</b>

**48.02** DESCO has following outstanding balances with the related parties:

Name of Party	Amount in Taka		Amount in Taka	
	June 30, 2024		June 30, 2023	
	Receivable	Payable	Receivable	Payable
BPDB	57,462,294	12,467,125,755	57,462,286	7,959,142,882
DPDC	342,471,337	127,751,143	347,448,028	123,781,994
<b>Total</b>	<b>399,933,631</b>	<b>12,594,876,898</b>	<b>404,910,314</b>	<b>8,082,924,876</b>

**48.03 Key Management Personnel:**

	Amount in Taka	
	June 30, 2024	June 30, 2023
Director's Fees	3,153,333	3,153,332
Managing Director Salary	2,551,129	3,144,022
Director's Salary	9,463,906	8,146,326
Chief Engineer and General Manager Salary	29,207,442	23,383,796

Along with the mentioned cash benefit all the Key Management Personnel avail car facility as non cash benefit.

**49.00 Un-claimed and Un Paid Dividend (including tax)**

	2023-24	2022-23
FY 2005-2006	392,304	392,304
FY 2006-2007	728,273	728,273
FY 2007-2008	674,124	674,124
FY 2008-2009	208,665	208,665
FY 2009-2010	1,997,085	1,997,085
FY 2010-2011	1,488,941	1,488,941
FY 2011-2012	447,101	447,101
FY 2012-2013	2,986,565	2,986,565
FY 2013-2014	466,156	466,156
FY 2014-2015	741,178	741,178
FY 2015-2016	833,745	833,745
FY 2016-2017	1,463,350	1,463,350
FY 2017-2018	1,465,626	1,465,626
FY 2018-2019	2,218,254	2,218,254
FY 2019-2020	1,550,942	1,550,942
FY 2020-2021	150,942	150,942
FY 2021-2022	742,665	742,665
FY 2022-2023	4,746,765	-

**49.01** Data shown in FY 2005-06, 2006-07 & 2007-08 is unclaimed dividend. The rest is un-paid dividend.

**50.00 Contingent Liabilities:**

**50.01** As the value of assets taken over from DESA in the Gulshan and Tongi areas have been shown at estimated value, the Company may have to incurred additional cost after finalization of the value of the assets.

**50.02** The VAT department issued two demand notices for collecting penalty interest of Tk. 2.39 crore for the financial year 2012-13, 2020-21 & 2021-22. DESCO authorities submitted appeal application at Appeallat Tribunal, VAT challenging the decision.

**50.03** Bangladesh Power Development Board (BPDB) has charged Tk.1.5 crore as a late payment charge against energy bills due for three months which is yet to finalize by both parties.



**51.00 Credit Facility Availed:**

51.01 No credit facility existed under any contract as on June 30, 2024 other than trade credit available in the ordinary course of business.

**52.00 Capital Commitment:**

The Company has entered into various contracts for construction works, sub-stations, land development, installation, renovation dismantling O/H and U/G cables, etc. amounting to Tk 10,000 million, works of which will be started in the next financial year.

**53.00 Employees' Salary:**

a) Employment throughout the year in receipt of remuneration aggregating Tk 36,000 or more per annum.

b) Employment for a part of the year and in receipt of remuneration aggregating Tk 3,000 or less per month.

Amount in Taka	
2023-24	2022-23
No. of employees	No. of employees
2,018	1,931
Nil	Nil
<b>2,018</b>	<b>1,931</b>

**54.00 Net Asset Value Per Share (NAV):**

Share holders equity	15,075,384,059	20,124,643,780
No. of Share outstanding	397,569,804	397,569,804
Net Asset Value Per Share (NAV)	<b>37.92</b>	<b>50.62</b>

**55.00 Net Operating Cash Flows Per Share (NOCFPS)**

Net cash generated from operating activities	6,160,315,966	3,466,060,915
No. of Share outstanding	397,569,804	397,569,804
Net Operating Cash Flows Per Share	<b>15.49</b>	<b>8.72</b>

The operating cash flow increased by Tk 6.77 per share in the FY 2023-24 due to increase in Distribution Revenue and lower payment to suppliers.

**56.00 Reconciliation of Net Income With Cash Flows from Operating Activities:**

Amount in Taka		
2023-24	2022-23	
<b>Profit before income tax &amp; WPPF</b>	(4,715,942,568)	(6,826,688,055)
Depreciation charged	2,135,929,514	2,101,830,681
Exchange Fluctuation Gain/ (Loss)	2,431,200,901	4,284,697,718
Provision for bad debt	13,575,527	(1,623,201)
Investment in FDR	-	(172,560,032)
(Increase)/Decrease in Account Receivables	(292,817,520)	(1,415,980,877)
(Increase)/Decrease in Advances, Deposits and Pre-payments	406,141,606	642,983,431
Tax Collection/Paid/Deducted at source	(331,427,253)	119,383,983
Increase/(Decrease) in Accounts Payable	1,601,068,967	3,000,615,167
Store Consumption and Non cash expenses for Operating and Non Expenses	2,720,036,928	441,077,418
Creditors for Goods/Works	273,295,485	3,982,103
Creditors for Expenses	120,627,475	558,977,007
Interest Expenses	1,798,626,904	729,365,572
<b>Cash Generated from Operations</b>	<b>6,160,315,966</b>	<b>3,466,060,915</b>
<b>Net cash generated from operating activities</b>	<b>6,160,315,966</b>	<b>3,466,060,915</b>

Company Secretary

Executive Director (F&amp;A)

Director

Managing Director

Chairman



## 57.00 Financial risk management (IFRS 7)

### 57.01 Introduction

The Company's activities expose it to a variety of financial risks: credit risk, market risk (including interest rate risk and foreign currency risk), and liquidity risk. The Company's risk management focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Company's financial performance. The Company uses derivative financial instruments to economically hedge certain risk exposures.

Financial risk management is carried out by a central treasury department (Company Treasury) under policies approved by the Board of Directors (Treasury Policy). Company Treasury identifies, evaluates, and hedges financial risks in close co-operation with the Company's operating units. The 'Treasury Policy' provides principles for specific areas, such as credit risk, interest rate risk, foreign currency risk, use of derivative financial instruments, and investment of excess liquidity.

This note presents information about the Company's exposure to each of the risks arising from financial instruments and the Company's objectives, policies, and processes for measuring and managing risk. Further quantitative disclosures are included throughout these consolidated financial statements.

### 57.02 Carrying amounts of financial instruments by category

The following table shows the carrying amounts of financial instruments by category at the end of June:

#### Maturity analysis

Particulars	Current	>30 days	>90 days	>1 year	Total
<b>Loans and receivables:</b>					
Cash and cash equivalents	10,377,870,006	-	-	-	10,377,870,006
Accounts Receivable	-	5,743,983,588	-	-	5,743,983,588

<b>Balance at June 30, 2024</b>	<b>10,377,870,006</b>	<b>5,743,983,588</b>	<b>-</b>	<b>-</b>	<b>16,121,853,594</b>
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Financial liabilities measured at amortized cost:					
Bank Loan	2,375,455,468	-	-	-	2,375,455,468
Sundry Creditors	-	-	-	-	-

<b>Balance at June 30, 2024</b>	<b>2,375,455,468</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,375,455,468</b>
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### 57.03 Credit risks:

Credit risk is the risk of financial loss to the Company if a customer or counterparty to financial instruments fails to meet its contractual obligations, and arises principally from cash and cash equivalents, time deposits, and trade accounts receivable.

The credit risk with Accounts Receivable (see note 06) is limited, as the Company has numerous clients located in various geographical regions. The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. For risk control, the customers are categorized as follows (risk companies): governmental organizations, listed public limited companies, and other customers. Credit limits are established for each customer, whereby the credit limit represents the maximum open amount without requiring payments in advance or letters of credit; these limits are reviewed regularly (credit check).

The maximum exposure to credit risk is represented by the carrying amount of each financial asset, including derivative financial instruments, in the Statement of Financial Position. There are no commitments that could increase this exposure to more than the carrying amounts.

### 57.04 Market risks

Market risk is the risk that changes in market prices, such as interest rates, foreign exchange rates, and other prices will affect the Company's result or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters while optimizing the return on risk.

The market risk with exchange fluctuation gain/(loss) (see note 39) is limited, as this occurred only from foreign loan.



**57.05 Interest rate risk**

At the reporting date, the Company had the following interest-bearing financial instruments: cash and cash equivalents, time deposits, rent deposits, and bank liabilities. All cash and cash equivalents mature or reprice in the short-term, no longer than three months.

Borrowings mainly bear interest at fixed rates. Cash and cash equivalents and borrowings issued at variable rates expose the Company to cash flow interest rate risk.

The Company does not account for any fixed-rate borrowings at fair value through profit or loss. Therefore a change in interest rates at the reporting date would not affect profit or loss.

The Company Treasury manages the interest rate risk to reduce the volatility of the financial result as a consequence of interest rate movements. For the decision whether new borrowings shall be arranged at a variable or fixed interest rate, the Company Treasury focuses on an internal long-term benchmark interest rate and considers the amount of cash and cash equivalents held at a variable interest rate. Currently, the interest rate exposure is not hedged.

**57.06 Liquidity risk**

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. Company Treasury manages the Company's liquidity to ensure sufficient liquidity to meet all liabilities when due, under both normal and stressed conditions, without facing unacceptable losses or risking damage to the Company's reputation.

Excess liquidity can be invested in instruments such as time deposits, government, and corporate bonds, shares of publicly listed companies, and capital protected instruments.

The following are the contractual maturities of financial liabilities, including interest payments:

BDT	Carrying amount	Contractual cash flows	Between 1 and 90 days	Between 91 and 360 days	Between 1 and 2 years	Over 2 years
<b>Non-derivative financial liabilities</b>						
Bank Loan	27,484,899,789	-	-	-	8,245,469,937	19,239,429,852
Sundry Creditors	12,925,122,361	-	12,925,122,361	-	-	-
<b>Balance at June 30, 2024</b>	<b>40,410,022,150</b>	<b>-</b>	<b>12,925,122,361</b>	<b>-</b>	<b>8,245,469,937</b>	<b>19,239,429,852</b>



**Dhaka Electric Supply Company Ltd.(DESCO)**  
**Schedule of Property, Plant & Equipment**  
 As on June 30, 2024

SL No.	Category of Assets	Cost				Rate	Depreciation			Written down value as on 30-06-24
		Balance as on 01-07-23	Addition during the Year	Adjustment	Total as on 30-06-24		Charged during the year	Adjustment	Total as on 30-06-24	
1	Land	2,778,488,204	44,931,085	-	2,823,419,289	-	-	-	2,823,419,289	
2	Building	1,154,460,939	21,441,455	-	1,175,902,394	2%	23,207,542	-	300,423,482	
3	Distribution Equipment	24,340,858,454	5,736,646,483	-	30,077,504,937	3%-15%	1,197,867,811	-	7,964,521,313	
5	Supervisory Digital System	1,253,363,772	448,000	(3,612,170)	1,250,199,602	6.67%	94,270,000	-	188,016,278	
4	Distribution Line	21,905,461,640	3,235,524,326	-	25,140,985,966	3.33%	572,168,153	-	9,676,227,808	
6	Motor Vehicles	447,081,818	43,753,500	-	490,835,318	10%	26,105,191	-	409,948,061	
7	Furniture & Fixture	88,246,520	2,921,214	-	91,167,734	10%	4,865,051	-	69,749,889	
8	Office Equipment	480,798,392	36,384,087	(531,414)	516,651,065	10%-15%	31,179,748	(301,729)	406,729,302	
	<b>Sub-Total</b>	<b>52,449,759,739</b>	<b>9,122,050,149</b>	<b>(4,143,584)</b>	<b>61,566,666,304</b>		<b>1,949,663,496</b>	<b>(301,729)</b>	<b>19,015,615,933</b>	
9	Distribution Line (Depository Work)	3,886,026,675	52,010,500	-	3,938,037,175	3.33%	129,404,688	-	3,808,632,487	
	<b>Total</b>	<b>56,334,786,414</b>	<b>9,174,060,649</b>	<b>(4,143,584)</b>	<b>65,504,703,479</b>	<b>0</b>	<b>2,079,068,184</b>	<b>(301,729)</b>	<b>19,015,615,933</b>	
	<b>Revaluation</b>								<b>18,129,188,681</b>	
1	Land	6,900,850,177	-	-	6,900,850,177	-	-	-	6,900,850,177	
2	Building	1,067,097,248	-	-	1,067,097,248	2%	21,341,944	-	69,361,321	
3	Distribution Equipment	2,564,349,490	-	-	2,564,349,490	3%	76,930,484	-	256,434,949	
4	Distribution Line	(3,426,330,538)	-	-	(3,426,330,538)	0%	-	-	(3,426,330,538)	
5	Motor Vehicles	57,634,817	-	-	57,634,817	10%	5,763,480	-	20,172,186	
6	Furniture & Fixture	23,952,299	-	-	23,952,299	10%	2,395,232	-	7,185,690	
7	Office Equipment	(8,950,839)	-	-	(8,950,839)	10%-15%	-	-	(8,950,839)	
	<b>Sub Total</b>	<b>7,178,602,654</b>	<b>-</b>	<b>-</b>	<b>7,178,602,654</b>		<b>106,431,140</b>	<b>-</b>	<b>353,154,146</b>	
	<b>Grand Total</b>	<b>63,513,389,068</b>	<b>9,174,060,650</b>	<b>(4,143,584)</b>	<b>72,683,306,133</b>		<b>2,185,499,324</b>	<b>(301,729)</b>	<b>19,368,770,080</b>	

Depreciation-(Operating Assets)  
 Depreciation -Non Operating Assets (M. Vehicles+ Furniture+ O. Equipment+Intangible Assets+Right to use Assets)

1,985,785,931  
 150,143,583  
2,135,929,514



## Dhaka Electric Supply Company Ltd.(DESCO)

### Schedule of Intangible Assets

As at June 30, 2024

SL No.	Category of Assets	Cost				Rate	Amortization			Written down value as on 30-06-24
		Balance as on 01-07-23	Addition during the Year	Adjustment	Total as on 30-06-24		Charged during the year	Adjustment	Total as on 30-06-24	
1	Software & Software Development	193,210,887	253,750	-	193,464,637	15%	28,981,633	-	150,804,774	42,659,863
	<b>Total</b>	<b>193,210,887</b>	<b>253,750</b>	<b>-</b>	<b>193,464,637</b>		<b>28,981,633</b>	<b>-</b>	<b>150,804,774</b>	<b>42,659,863</b>

## Dhaka Electric Supply Company Ltd.(DESCO)

### Schedule of Intangible Assets

As at June 30, 2023

SL No.	Category of Assets	Cost				Rate	Amortization			Written down value as on 30-06-23
		Balance as on 01-07-22	Addition during the Year	Adjustment	Total as on 30-06-23		Charged during the year	Adjustment	Total as on 30-06-23	
1	Software & Software Development	193,445,235	695,000	(929,348)	193,210,887	15%	17,694,071	-	105,068,741	88,142,146
	<b>Total</b>	<b>193,445,235</b>	<b>695,000</b>	<b>(929,348)</b>	<b>193,210,887</b>		<b>17,694,071</b>	<b>-</b>	<b>105,068,741</b>	<b>88,142,146</b>



**Dhaka Electric Supply Company Ltd.(DESCO)**

**Schedule of Right to Use Assets**

As at June 30, 2024

SL No.	Category of Assets	Cost				Rate	Amortization		Annexure- C	
		Balance as on 01-07-23	Addition during the Year	Adjustment	Total as on 30-06-24		Charged during the year	Adjustment	Total as on 30-06-24	Written down value as on 30-06-24
1	Right Use Assets	11,516,995	103,966,969	-	115,483,964	3%-10%	50,853,245	-	50,853,245	64,630,719

**Dhaka Electric Supply Company Ltd.(DESCO)**

**Schedule of Right to Use Assets**

As at June 30, 2023

SL No.	Category of Assets	Cost				Rate	Amortization		Annexure- C	
		Balance as on 01-07-22	Addition during the Year	Adjustment	Total as on 30-06-23		Charged during the year	Adjustment	Total as on 30-06-23	Written down value as on 30-06-23
1	Right Use Assets	21,942,619	-	-	21,942,619	3%-10%	10,425,624	-	10,425,624	11,516,995

