

**To
The Shareholders**
OnMobile Bangladesh Private Limited
Balialaaree (4th Floor),
Plot # 30, Road # 130,
South Avenue, Gulshan-1
Dhaka-1212

Audited Financial Statements
Of
OnMobile Bangladesh Private Limited
For the year ended 31 March 2021

Conducted By:
Hoda Vasi Chowdhury & Co
Chartered Accountants
BTMC Bhaban Level - 8
7-9 Karwan Bazar, Dhaka-1215

Hoda Vasi Chowdhury & Co

Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of OnMobile Bangladesh Private Limited

Report on the audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of OnMobile Bangladesh Private Limited (the Company), which comprise the statement of financial position as at 31 March 2021, and the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31 March 2021, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

Management is responsible for the other information. The other information comprises the director's reports, management discussion and analysis, statement of corporate governance, financial highlights, economic value-added statement (EVA), and value added statement and certification on corporate governance but doesn't include the financial statements and our auditor's report. The director's reports, management discussion and analysis, statement of corporate governance, financial highlights, economic value added (EVA) statement, value added statement and certification on corporate governance are expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover 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 identified above when it becomes available 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.

Emphasis of Matter

We draw attention to **Note 3.9.2** to the financial statements which describe that the Company has not recognized Workers' Profit Participation Fund (WPPF) in the books of accounts. Our opinion is not qualified in respect of these matters.

Responsibilities of management and those charged with governance for the Financial Statements

Management is responsible for the preparation of the financial statements that give a true and fair view in accordance with International Financial Reporting Standards (IFRSs) 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 scepticism 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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- 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 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 Company to cease to continue as a going concern.

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.


Report on other legal and regulatory requirements

We also report that:

- a) we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b) in our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books and proper returns adequate for the purposes of our audit have been received by us; and
- c) the Company's statement of financial position and statement of comprehensive income together with notes thereto dealt with by the report are in agreement with the books of account and returns.

Dhaka, 28 June 2021
DVC: 2107180450AS566723




Hoda Vasi Chowdhury & Co
Chartered Accountants
Signed by:
M Munjurul Hassan, FCA
Senior Partner
Enrolment No. 0450

OnMobile Bangladesh Private Limited
Statement of Financial Position
As at 31 March 2021

	<u>Notes</u>	<u>2021</u> <u>BDT</u>	<u>2020</u> <u>BDT</u>
ASSETS			
Non-current assets			
Property, plant and equipment (Annexure - A)		8,313,936	12,391,336
Intangible assets (Annexure - A)		11,466,239	7,015,381
Right of Use Assets		1,437,179	5,748,706
Investments		70,000	70,000
Deferred tax asset	4	31,030,021	34,421,258
		52,317,375	59,646,681
Current assets			
Trade and other receivables	5	62,328,813	36,098,224
Advance, deposit and prepayments	6	210,916,234	190,543,515
Unbilled revenue	7	53,267,158	79,603,405
Cash and cash equivalents	8	220,753,135	174,180,829
		547,265,340	480,425,973
TOTAL ASSETS		599,582,715	540,072,654
EQUITY AND LIABILITIES			
Equity			
Share capital	9	7,196,070	7,196,070
Share money deposit	10	20,941	20,941
Retained earnings	11	330,649,046	339,284,361
Total equity		337,866,057	346,501,372
Non Current liabilities			
Provisions for leave encashment and Gratuity	12	7,103,906	6,826,980
Lease liability	13	-	1,055,969
		7,103,906	7,882,949
Current liabilities			
Lease liability	13	1,637,226	5,062,536
Trade payables	14	99,960,599	111,350,578
Accrued and other liabilities	15	30,910,686	27,360,129
Dividend payable		86,352,840	-
Provisions for taxation	16	35,751,401	41,915,090
Total current liabilities		254,612,752	185,688,333
TOTAL EQUITY AND LIABILITIES		599,582,715	540,072,654

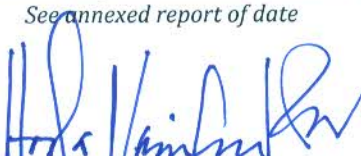
These financial statements should be read in conjunction with the annexed notes


Director


Director

Auditors' Report to the Shareholders
See annexed report of date

Dhaka, 28 JUN 2021
DVC: 2107180450A5566723


Hoda Vasi Chowdhury & Co
Chartered Accountants
Signed by:
M Munjurul Hassan, FCA
Senior Partner
Enrolment No. 0450



OnMobile Bangladesh Private Limited
Statement of Comprehensive Income
For the year ended 31 March 2021

	<u>Notes</u>	<u>2021</u> <u>BDT</u>	<u>2020</u> <u>BDT</u>
Revenue	17	357,372,204	359,354,507
Cost of service	18	(212,577,824)	(196,058,738)
Gross profit		144,794,380	163,295,769
Operating and admin expenses			
Personnel costs	19	14,810,468	16,636,602
Office maintenance costs		591,513	785,509
Office rent		(8)	(88,191)
Legal and professional fee		4,374,350	3,277,680
Interest on lease liability		581,256	955,722
Depreciation on RoU asset		4,311,528	4,311,529
Depreciation and amortization (Annexure - A)		8,239,429	7,749,185
Other operating expense	20	2,597,528	9,122,428
Total operating expenses		35,506,064	42,750,464
Operating Profit		109,288,316	120,545,305
Other income		6,972,290	319,710
Net profit / (loss) before tax		116,260,606	120,865,015
Income tax expense:			
Current year	15	35,151,844	42,837,897
Deferred tax (income)/expense	4	3,391,237	2,808,229
		38,543,081	45,646,126
Total comprehensive income / (expense) for the year		77,717,525	75,218,889

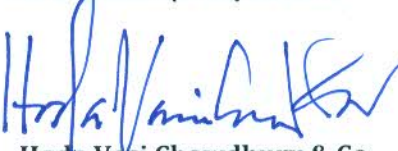
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Director


Director

*Auditors' Report
See annexed report of the date*

Dhaka, 28 JUN 2021
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Hoda Vasi Chowdhury & Co
Chartered Accountants
Signed by:
M Munjurul Hassan, FCA
Senior Partner
Enrolment No. 0450



OnMobile Bangladesh Private Limited
Statement of changes in equity
For the year ended 31 March 2021

(all amounts in Taka)

	<u>Share Capital</u>	<u>Share money deposit</u>	<u>Retained Earnings</u>	<u>Total</u>
Opening as at 01 April 2019	7,196,070	20,941	264,065,472	271,282,483
Net profit after tax	-	-	75,218,889	75,218,889
Other comprehensive income	-	-	-	-
Balance as at 31 March 2020	<u>7,196,070</u>	<u>20,941</u>	<u>339,284,361</u>	<u>346,501,372</u>
Opening as at 01 April 2020	7,196,070	20,941	339,284,361	346,501,372
Dividend paid	-	-	(86,352,840)	(86,352,840)
Net profit after tax	-	-	77,717,525	77,717,525
Other comprehensive income	-	-	-	-
Balance as at 31 March 2021	<u>7,196,070</u>	<u>20,941</u>	<u>330,649,046</u>	<u>337,866,057</u>


Director


Director

OnMobile Bangladesh Private Limited
Statement of Cash Flows
For the year ended 31 March 2019

	2021 <u>BDT</u>	2020 <u>BDT</u>
A. Cash flows from operating activities		
Net profit / (loss) before tax	116,260,606	120,865,015
Adjustments for the items not involving in cash movement		
Depreciation	4,077,400	4,448,445
Amortization	4,162,029	3,300,740
Interest on lease liability	581,256	955,722
Depreciation on RoU asset	4,311,528	4,311,529
Disposal	(73,500)	(72,819)
	13,058,713	12,943,617
Changes in working capital		
(Increase)/decrease in trade receivables	(26,230,589)	26,346,137
(Increase)/decrease in advance, deposit and prepayments	(14,007,962)	9,416,109
(Increase)/decrease in unbilled revenue	26,336,247	(31,127,167)
Increase/(decrease) in trade payables	(11,389,979)	29,233,278
Increase/(decrease) in accrued and other liabilities	3,550,557	(19,151,923)
Increase/(decrease) in provisions for Leave encashment	276,926	729,907
	(21,464,800)	15,446,341
Tax suffered at source	(47,680,291)	(36,299,562)
Payment made for A/y 2015-16	-	(87,500)
Tax paid with return	-	(1,056,661)
Net cash flows from operating activities	60,174,228	111,811,250
B Cash flows from investing activities		
Acquisition of fixed asset	(8,612,887)	(640,590)
Disposal of fixed asset	73,500	73,500
Investment in subsidiary	-	(70,000)
Net cash generated from investing activities	(8,539,387)	(637,090)
C Cash flows from financing activities		
Lease payment (Office rent)	(5,062,535)	(4,897,452)
Net cash generated from financing activities	(5,062,535)	(4,897,452)
Net changes in cash and cash equivalents (A+B+C)	46,572,306	106,276,708
Opening cash and cash equivalents	174,180,829	67,904,121
Closing cash and cash equivalents	220,753,135	174,180,829



Director



Director



OnMobile Bangladesh Private Limited
Notes to the Financial Statements
For the year ended 31 March 2021

1. Corporate profile

1.1 Legal status

OnMobile Bangladesh Private Limited (the "Company") was incorporated in Bangladesh on 21 June 2011 bearing the registration No # C-93672/11 as a private limited company under the Companies Act 1994.

1.2 Business activities

The activities of the Company is to provide, operate and manage value-added solutions for mobile operators/ networks by using a combination of its proprietary platform, various applications, services and content for the usage of mobile subscribers. The business targets at mobile subscribers with an increasing focus on capitalizing on the convergence between wireless and wireline telecommunications services, media, internet, mobile marketing and mobile commerce.

1.3 Management and corporate functions

OnMobile Bangladesh Private Limited receives some of the corporate functional services from its Holding Company in India, to achieve the economics of scale. These corporate functions include- strategy team cost, accounting and audit support, procurement services, general IT support, collection & receivables, legal and tax support. Full fledged administration and accounting functions are yet to be established in Bangladesh office. Therefore, certain required books & records including supporting evidences are kept by the holding company (India) and made available to the Bangladesh operations & concerned regulatory parties as and when required.

2. Basis of preparation of the Financial Statements

2.1 Statements of compliance

The financial statements have been prepared and presented under the historical cost convention in accordance with International Financial Reporting Standards (IFRS), the Companies Act 1994 and other applicable laws and regulations.

2.2 Functional and presentational currency and level of precision

The financial statements are prepared in Bangladesh Taka (Taka/Tk./BDT), which is the Company's functional and presentational currency, and have been rounded off to the nearest integer.

2.3 Use of estimates and judgment

The preparation of financial statements in conformity with IFRS require management to make judgments, estimates and assumptions that effect the application of accounting policies and the reported amount of assets, liabilities, income and expenses. Actual result may differ from these estimates. Estimates and underlying assumptions are reviewed on an on going basis. Revision of accounting estimates is recognized in the period in which the estimates are revised and in any future periods affected.

2.4 Reporting period

Financial statements of the Company cover consistently two calendar year from 1 April to 31 March.

3. Summary of significant accounting policies

The accounting policies set out below have been applied consistently to all years presented in these financial statements.

3.1 Property, plant and equipment

3.1.1 Recognition and measurement

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



3.1.2 Depreciation of tangible non-current assets

Depreciation is charged on straight-line method based on the assets' useful lives estimated by the Management. Additions to the non-current assets are depreciated from the month of acquisition irrespective of its date of acquisition up to the month of disposal.

The estimated useful lives of the assets are as follows:

Category of Assets	Useful life
Leasehold Improvements	5 years
Office equipment	3 years
Computer and Electronic equipment	3 years - 6years

3.2 Intangible asset

The expenditure for an asset which meet the criteria of capitalization policy and does not have physical substance and is not integral part of any tangible asset is recognized as intangible asset. These are capitalized at cost of acquisition, and subsequently reported at cost less accumulated amortization and impairment loss thereon in compliance with the provision of IAS 38: *Intangible Assets*. The cost of acquisition of an asset comprises its purchase price, development costs and any directly attributable cost of bringing the assets to its operating condition for its intended use inclusive of inward freight, duties and non-refundable taxes. The assets are amortized in three (03) years which is useful life of the assets determined by the management.

3.3 Capital work-in-progress

Capital work-in-progress (CWIP) consists of acquisition of costs of plant, machinery, capital components of other equipments and related installation costs incurred until the date placed in service. An item is transferred to depreciable assets after completion of the work and bringing the asset to its operating condition of its intended use. In case of purchase of components, CWIP is recognized when risks and rewards associated with such assets are transferred to the Company, and no depreciation is charged on the CWIP.

3.4 Cash and cash equivalents

These are cash and cash equivalents, which are held and available for use by the entity without any restriction.

3.5 Provisions, contingent liabilities and contingent assets

(a) Provision

A provision is recognized in the Statement of Financial Position when the Company has a legal or constructive obligation as a result of past event, it is probable that an outflow of economic benefit will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

(b) Contingencies:

(i) A contingent liability is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company; or a present obligation that arises from the past events but is not recognized because it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or the amount of the obligation cannot be measured with sufficient reliability.

(ii) A contingent asset is a possible asset that arises from the past events and whose existence will be confirmed only by occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

Contingent assets or liabilities are not recognized in the statement of the financial position of the Company.

3.6 Income taxation

Income tax expenses comprises of both current tax and deferred tax. Income tax expense is recognized in the statement of comprehensive income.

3.6.1 Current tax

Provision for income tax is made on the basis of the current tax rate for the Company stipulated in the prevailing Finance Act. In accordance with Finance Act 2020, applicable tax rate for the Company is 32.5% on its profits or minimum tax @ 0.6% on its total receipts under section 82C of ITO 1984.

3.6.2 Deferred tax

Deferred tax has been recognized in accordance with the provision of IAS 12. It has been provided using the Balance Sheet liability method for all temporary differences arising between tax bases of assets and liabilities and their carrying value for financial reporting purpose. Adjustment arising from such accounting has been recorded in the current period's profit and loss account. The tax rate prevailing at the balance sheet date is used to determine deferred tax.

3.6.3 Transfer Pricing

On the enactment of the provision of Transfer Pricing (TP) system in Bangladesh from 01 July 2014 under the Income Tax Ordinance (ITO) 1984, the Company keeps necessary books and records for all of the International Transactions made by the Company with the associated enterprises, either or both of whom are non-residents. Moreover, in compliance with the said provisions, necessary reports and statements to be submitted to the respective authority (If required).

3.7 Foreign currency transactions

Transactions in foreign currencies during the year are translated into BDT at the foreign exchange rates prevailing on the date of the transaction. All monetary assets and liabilities denominated in foreign currencies at balance sheet date get retranslated into BDT at rates of exchange prevailing on the date, if any. Exchange difference arising on conversion is recognized in the Statement of Comprehensive Income.

3.8 Revenue recognition, measurement and presentation

Revenues are recognized when services rendered to the extent that it is probable that the economic benefits from the transactions will flow to the Company and the revenue can be measured reliably. Revenues are measured at the fair value of the consideration received or receivable, net of discounts and sales related taxes as are collected on behalf of the authorities.

In case of the Company, revenue is recognized in respect of providing Value Added Services (VAS) to the Telecom companies on completion of the stipulated terms and condition of the agreements with the said companies. Revenue including royalty fees, net of customer credits are recognized on provision of revenue sharing arrangements with the telecom operators.

3.9 Employee benefits scheme

3.9.1 Leave encashment benefits also provide to employees on retirement, death while in service or on termination of employment with respect to accumulated leave outstanding not more than 20 on date of retirement or termination.

3.9.2 As per Bangladesh Labor Act, 2006 as amended in 2013 all companies fall within the scope of WPPF are required to provide 5% of its profit before charging such expense to their eligible employees within the stipulated time. However, as per proviso to section 232 of Bangladesh Labor Act 2006, "the Government shall, in the cases of hundred percent export oriented industrial sectors or hundred percent foreign exchange investing sectors, make, by rules, the provisions for constitution of a fund, constitution of the fund management board, determination of the amount of grant and manner of its collection and utilization of the fund and the necessary provisions for other ancillary matters, centrally in each such sector". Pending such notification by Government, OnMobile Bangladesh Limited, being a hundred percent foreign invested Company, has not created Workers' Profit Participation Fund (WPPF).

3.10 General

Wherever considered necessary, figures and description of the line items of the prior year have been re-arranged for the sake of consistency and comparability.



4. Deferred tax

	Carrying BDT	Tax base BDT	Difference BDT
Property, plant and equipment	8,313,936	74,438,504	66,124,568
Intangible assets	11,466,239	31,920,576	20,454,337
Trade and other receivables	62,328,813	64,122,991	1,794,178
Provision for Leave Encashment	2,383,610	-	2,383,610
Provision for gratuity	4,720,296	-	4,720,296
Total deductible difference			95,476,989
Applicable corporate tax rate			32.5%
Deferred tax assets for the year ended 31 March 2021			31,030,021
Deferred tax expense for the year ended 31 March 2021			3,391,237
Deferred tax assets for the year ended 31 March 2020			34,421,258

	2021 BDT	2020 BDT
5. Trade and other receivables		
Opening balance	44,434,056	67,596,114
Addition during the year (Note 5.1)	689,191,754	631,337,989
Realization made during the year	(669,502,819)	(654,500,047)
	64,122,991	44,434,056
Provision for Doubtful Trade receivables (Note 5.2)	(1,794,178)	(8,335,832)
Total trade receivables	62,328,813	36,098,224

5.1 Addition represents that the invoices were raised to the customers in the current year including VAT which may differ with the current year total sales due to having unbilled revenue. Moreover, considering all receivables good, no allowance for bad and doubtful debt is maintained.

5.2 Allowance for bad debt.

Opening	8,335,832	5,151,754
Addition	-	7,730,389
Written Off	(6,541,654)	(4,546,311)
	1,794,178	8,335,832

6. Advance, deposit and prepayments

Advance income tax (Note 6.1)	42,986,959	36,622,201
Balance of input VAT (Note 6.2)	163,928,895	150,637,893
Other advances	30,000	30,000
Security deposits	168,022	646,522
Interest Receivable	-	99,306
Prepayments	3,802,359	2,507,593
	210,916,234	190,543,515

6.1 Advance income tax

Opening	36,622,201	32,300,468
Addition during the year - suffered at source	47,680,291	36,299,562
Adjustment made with the provision (Note 15)	(41,315,533)	(31,977,829)
	42,986,959	36,622,201

6.2 Balance of input VAT represents that VAT was paid with the content (input) purchase and yet to be adjusted with the output tax (sales VAT).

7. Unbilled revenue

53,267,158	79,603,405
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The amount represents that the value of services rendered within the period under audit but yet to raise invoices to the customers before 31 March 2021.



	2021 BDT	2020 BDT
8. Cash and cash equivalents		
Cash in hand	15,568	32,535
Cash at bank:		
HSBC Bank # 010-012664-011	220,737,567	64,146,169
State Bank of India	-	2,125
Fixed Deposits Receipts (FDR)	-	110,000,000
	220,737,567	174,148,294
	220,753,135	174,180,829

FDR for less than three months maturity period has been considered as cash and cash equivalent

9. Share capital

Authorized capital

720,000 Ordinary shares of Tk. 10 each

7,200,000 **7,200,000**

Issued, subscribed and paid-up capital

719,607 Ordinary shares of Tk. 10 each

7,196,070 **7,196,070**

The composition of issued, subscribed and paid-up capital is as follows :

Name of shareholder	Nationality	Number of shares		Face Value	Share value	
		March'21	March'20		March'21	March'20
OnMobile Global Ltd	Indian	715,907	715,907	10	7,159,070	7,159,070
Sanjay Bhambri	Indian	3,700	3,700	10	37,000	37,000
Total		719,607	719,607		7,196,070	7,196,070

10. Share money deposit

Opening balance

20,941 20,941

Addition during the year

- -

Closing balance

20,941 **20,941**

This represents that the excess of fund received over the share issued in favor of the holding company, OnMobile Global Limited, and the previous year balance being reduced by issuing new shares among the existing shareholders, and same has been converted into share capital.

11. Retained earnings

Opening

339,284,361 264,065,472

Addition during the year

77,717,525 75,218,889

Dividend

(86,352,840) -

330,649,046 **339,284,361**

12. Provision for leave encashment and Gratuity

7,103,906 **6,826,980**

Leave encashment:

Opening

2,522,733 2,149,646

Addition during the year

10,566 657,025

Release (leave availed) during the year

(149,689) (283,938)

2,383,610 **2,522,733**

Gratuity:

Opening

4,304,247 3,947,427

Addition during the year

762,027 1,216,870

Release during the year

(345,978) (860,050)

4,720,296 **4,304,247**

Closing balance

7,103,906 **6,826,980**



	2021 BDT	2020 BDT
13. Lease liability		
Lease Liability - Long term portion	-	1,055,969
Lease Liability - Short term portion	1,637,226	5,062,536
Closing balance (Note 13.1)	1,637,226	6,118,505
13.1 Movement of lease liability		
Opening balance	6,118,505	-
Addition during the year	-	10,060,235
Interest on lease liability	581,256	955,722
Lease payment during the year	(5,062,535)	(4,897,452)
Closing balance	1,637,226	6,118,505
14. Trade payables		
Trade payables	99,960,599	111,350,578
	99,960,599	111,350,578
15. Accrued and other liabilities		
Withholding tax	1,608,895	414,733
Withholding VAT	8,923,662	3,712,378
Payable to PF	31,774	30,976
Accrued expenses	14,614,692	15,301,836
Other expenses	2,724,629	2,864,965
Provision for admin costs	3,007,034	5,035,242
	30,910,686	27,360,129
16. Provision for taxation		
Opening balance	41,915,090	32,199,183
Addition during the year	35,151,844	42,837,897
Payment made for A/y 2015-16	-	(87,500)
Payment made with the last year income tax return	-	(1,056,661)
Adjustment made with the advance tax (Note 6.1)	(41,315,533)	(31,977,829)
	35,751,401	41,915,090
Current period tax provision has been made on the basis of the provisional tax computation which may be changed at the time of filing the tax return.		
17. Revenue		
Sales with invoice	383,708,451	328,227,340
Unbilled sales	(26,336,247)	31,127,167
	357,372,204	359,354,507
18. Cost of service		
Content fees and royalty (Note 18.1)	208,419,745	190,099,693
Cost of software development and other charges (Note 18.2)	4,158,079	5,959,045
	212,577,824	196,058,738
18.1 Content fees and royalty		
Content cost - revenue share	181,289,992	181,372,369
Content cost - flat fee	27,129,753	8,727,324
	208,419,745	190,099,693

OnMobile deploys some of the products on the network of operator's server such as ring back tones etc. This requires purchase of content from the Content providers. As per terms and conditions of agreement with content providers; OnMobile shares specific percentage of its revenue with Content Providers which is referred as Content cost revenue.

Content Cost flat fees are the fixed amounts shared with Content Providers irrespective of revenue on fixed periodicity (e.g. monthly) as per stipulated in agreement of service entered.



	2021	2020
	<u>BDT</u>	<u>BDT</u>
18.2 Cost of software development and other charges		
AMC - expenses	4,038,079	5,839,045
Voice-transition-prompt record	120,000	120,000
	<u>4,158,079</u>	<u>5,959,045</u>
These are expenses incurred in recording in voice prompts; which are deployed on operator's voice platform.		
19. Personnel costs		
Salaries and wages for local staffs	14,257,447	15,861,110
Staff welfare expenses	-	128,364
Employee insurance	553,021	647,128
	<u>14,810,468</u>	<u>16,636,602</u>
20. Other operating expense		
Postage telephone internet	612,901	1,196,574
Travelling and conveyance	922,722	3,266,765
Printing & Stationery	48,344	127,407
Repairs & maintenance	98,663	80,898
Remuneration to auditors	220,000	220,000
Marketing expenses	434,653	851,946
Bank charges	78,809	103,246
Other Expenses	181,436	3,275,592
	<u>2,597,528</u>	<u>9,122,428</u>

21. Events after reporting period

In the Board of Directors' meeting held on 28 June 2021, a final cash dividend of BDT 140 per share, totaling of BDT 100,744,980 for the year ended 31 March 2021 was recommended.


Director


Director

OnMobile Bangladesh Private Limited
Non-current assets schedule
 As at 31 March 2021

a. Property, Plant and Equipment

Particulars	Cost			Rate	Depreciation				Written Down Value as at 31 March
	Opening balance as at 01 April	Additions during the period	Disposal during the period		Closing balance as at 31 March	Charged during the period	Disposal during the period	Closing balance as at 31 March	
IT Equipment	131,133,038	-	-	16.67 % to 33.33%	131,133,038	3,908,696	-	122,923,105	8,209,933
Office Equipment	180,590	-	-	33.33%	180,590	33,197	-	141,861	38,729
Computer	2,297,480	-	73,500	16.67%	2,223,980	135,507	73,500	2,158,706	65,274
Leasehold improvements	3,742,372	-	-	20.00%	3,742,372	-	-	3,742,372	-
Total as at 31 Mar 2021	137,353,480	-	73,500		137,279,980	4,077,400	73,500	128,966,044	8,313,936
Total as at 31 Mar 2020	136,786,390	640,590	73,500		137,353,480	4,448,445	72,819	124,962,144	12,391,336

b. Intangible Assets

Particulars	Cost			Rate	Amortization				Written Down Value as at 31 March
	Opening balance as at 01 April	Additions during the period	Disposal during the period		Closing balance as at 31 March	Charged during the year	Disposal during the period	Closing balance as at 31 March	
Software	67,236,187	8,612,887	-	33.33%	75,849,074	4,162,029	-	64,382,835	11,466,239
Total as at 31 Mar 2021	67,236,187	8,612,887	-		75,849,074	4,162,029	-	64,382,835	11,466,239
Total as at 31 Mar 2020	67,236,187	-	-		67,236,187	3,300,740	-	60,220,806	7,015,381

Hoda Vasi Chowdhury & Co

[Signature]
 Director

[Signature]
 Director

