

ADN Telecom Limited
AUDITOR'S REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

INDEPENDENT AUDITOR'S REPORT
To the Shareholders of ADN Telecom Limited

Report on the Audit of the Consolidated and Separate Financial Statements

Opinion

We have audited the consolidated financial statements of ADN Telecom Limited and its subsidiaries (the "Group") as well as the separate financial statements of ADN Telecom Limited (the "Company"), which comprise the consolidated and separate statements of financial position as at 30 June 2025, and the consolidated and separate statements of profit or loss and other comprehensive income, consolidated and separate statements of changes in equity and consolidated and separate statements of cash flows for the year then ended, and notes to the consolidated and separate financial statements, including a summary of significant accounting policies and other explanatory information disclosed in notes 1 to 49 and Annexure A to D.

In our opinion, the accompanying consolidated and separate financial statements give a true and fair view of the consolidated financial position of the Group and the separate financial position of the Company as at 30 June 2025, and of its consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994 (amended up to 2020), the Securities and Exchange Rules 2020 and other applicable laws and regulations.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (IASs). 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 International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and we have fulfilled our ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) bye-laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated and separate financial statements of the current year. These matters were addressed in the context of our audit of the consolidated and separate 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:
Revenue	
As at June 30, 2025, the company had total revenue amounting to BDT. 1,629,142,881 reported in the financial statements, which are Local Services, IT Support and Service, and Export Services, amounted to BDT. 693,353,213 BDT. 440,039,987 and BDT. 495,749,681 respectively. The Company has multiple revenue units, including Internet Services, Data Connectivity-IPVPN, Internet Protocol, and Telephony Services. Telehouse & Hosting Project Sales,	Our procedure includes: 1. Reviewing the directors' assessment of selecting the major customer, ensuring the veracity of the data presented, and assessing management's consideration of this process; 2. Assessing completeness and accuracy of the data used for recognition of revenue;

This matter is considered a key matter due to the level of judgment required to determine the timing of revenue recognition and measurement.	3. Considering the adequacy of the financial statement disclosures contained in relation to revenue during the year. 4. Evaluating the appropriateness of the notes related to the company's revenue; and 5. Examining the long-term contracts with major customers, long-term contracts make it more difficult for customers to switch vendors suddenly.
Refer note no. 21 to the statement of profit or loss and other comprehensive income.	
Acquisition of Property, Plant & Equipment	
At the end of the year the company recorded total Property, Plant & Equipment BDT. 1,615,374,301 (Carrying Amount) The company made a number of significant acquisitions for BDT. 107,131,223 during this year. There is a risk that the assets being overvalued, either by inflating cost or valuation.	Our procedure includes: 1. Testing relevant controls within the purchase and measurement process of the non-current assets; 2. Recalculating the depreciation and amortization of the non-current assets; 3. Evaluating the basis for the rate of charging amortization and depreciation and determination of useful life; 4. Identifying if there is any impairment indicator; and 5. Assessing the justification of the valuation.
Refer to note no 4 to the Statement of financial position	
Loans and Borrowings	
The total loans and borrowings outstanding at 30 June 2025 amounted to BDT 383,871,882, representing facilities obtained from various banks and non-banking financial institutions (NBFIs), as listed below: 1. The City Bank PLC 2. Eastern Bank PLC 3. Community Bank PLC 4. Dhaka Bank PLC 5. NRBC Bank PLC 6. IDLC Finance PLC 7. Industrial and Infrastructure Development Finance Company Limited (IIDFC PLC) These borrowings comprise both short-term and long-term facilities utilized.	Our procedure includes: 1. Testing the effectiveness of the company's control around the recording of loan, interest, and repayments; 2. Obtaining supporting documents of loan taken, utilization of loan, bank statements, and transaction recorded determine whether the amount is recorded in the correct period; 3. Test interest rates application, calculation, and repayments for carrying amount and current and non-current distinguish.
Refer notes no 14 and 15 to the Statement of financial position.	

Measurement and Recognition Deferred Tax Liability

The company reported net deferred tax liability total BDT. 131,068,244 as at June 30, 2025. Significant judgment is required in relation to deferred tax liability as their adjustability is dependent on forecasts of future.

Our procedure includes:

1. Evaluating the design and tested the operational effectiveness of the Company's key controls over the recognition and measurement of Deferred Tax Assets and Liabilities and the assumptions used in estimating the future taxable expense of the company;
2. Assessing the completeness and accuracy of the data used for the estimations of future taxable expense/income;
3. Evaluating the reasonableness of key assumptions, timing of reversal of temporary differences and expiration of tax loss carry forwards, recognition and measurement of Deferred Tax Liability;
4. Testing the tax implications, the reasonableness of estimates and calculations determined by management; and
5. Finally assessed the appropriateness and presentation of disclosures against IAS 12 Income Tax.

Refer note no. 19.02 to the statement of financial position.

Provision for Current Income Tax

The Company is subject to the provisions of the Income Tax Act, 2023, which requires the determination of taxable income in accordance with applicable tax laws, rules, and circulars. The computation of current income tax involves significant management judgment in interpreting complex tax regulations, applying allowable deductions, and determining the tax rate applicable to different income streams.

In addition, differences between accounting profit and taxable profit under IAS 12 – Income Taxes and local tax regulations increase the risk of error or non-compliance. Considering the materiality of the provision for current income tax and the level of estimation and judgment involved, this area was identified as a key audit matter.

Our procedure includes:

1. Reviewing the Company's process for determining taxable income and calculating the current tax provision in accordance with the Income Tax Act, 2023;
2. Testing the accuracy and completeness of the underlying data used in the tax computation;
3. Assessing management's interpretation of relevant tax laws and the application of available exemptions, allowances, and deductions;
4. Evaluating correspondence and submissions to the National Board of Revenue (NBR), and considering any potential tax exposures arising from pending assessments or disputes; and
5. Assessing the adequacy of related disclosures in the financial statements to ensure compliance with IAS 12 – Income Taxes.

Refer note no. 27.00 to the Statement of profit or loss and other comprehensive income.

Legal and regulatory matters

We focused on this area because the Company operates in a legal and regulatory environment that is exposed to significant litigation and similar risks arising from disputes and regulatory proceedings. Such matters are subject to many uncertainties and the outcome may be difficult to predict.

These uncertainties inherently affect the amount and timing of potential outflows with respect to the provisions which have been established and other contingent liabilities.

Overall, the legal provision represents best estimate for existing legal matters that have a probable and estimable impact on financial position.

Our procedure includes:

1. We have obtained and understanding, evaluate the design and tested the operational effectiveness of key controls over the legal provisions and contingencies process.
2. We enquired to those charged with governance to obtain their view on the status of all significant litigation and regulatory matters.
3. We enquired internal legal counsel for all significant litigation and regulatory matters and inspected internal notes and reports.
4. We assessed the methodologies on which the provision amounts are based, recalculated the provisions, and tested the completeness and accuracy of the underlying information.

Other Information

Management is responsible for the other information. The other information comprises all of the information in the Annual report but does not include the financial statements and our auditors report thereon

Our opinion on the consolidated and separate 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 consolidated and separate financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially consistent with the consolidated and separate 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 Consolidated and Separate Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated and separate financial statements in accordance with International Financial Reporting Standards (IFRSs) the Companies Act, 1994 (amended upto 2020), the Securities and Exchange Rules, 2020 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's and 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 Group and the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's and the Company's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated and Separate Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated and separate 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 consolidated and separate 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, but not for the purpose of expressing an opinion on the effectiveness of the group's and 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 Group's and 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 auditors' report to the related disclosures in the consolidated and separate 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 auditors' 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 consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient and appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated and separate financial statements. We are responsible for the direction, supervision and performance of the Group and 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 consolidated and separate 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 (amended up to 2020) and the Securities and Exchange Rules 2020 and relevant notifications issue by Bangladesh Securities and Exchange Commission, we also report that:

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) In our opinion, proper books of accounts, records and other statutory books as required by law have been kept by the Group and the Company so far as it appeared from our examination of these books;
- c) The statements of the consolidated and separate financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of accounts; and
- d) The expenditure incurred was for the purposes of the Group's and Company's business.

Signed for & on behalf of
Ahsan Manzur & Co.
Chartered Accountants
Firm Registration No. With FRC:
CAF-001-127



Md. Raghieb Ahsan, FCA
Managing Partner
Enrollment: #689
DVC: 2511020689AS195609

Place: Dhaka
Date: 02 November 2025

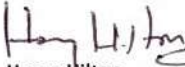
ADN Telecom Limited
Consolidated Statement of Financial Position
As at June 30, 2025

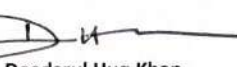
Amount in BDT

Particulars	Notes	June 30, 2025	June 30, 2024
ASSETS			
Non-current assets		1,994,081,890	1,923,763,264
Property, plant and equipment	4 (a)	1,647,673,761	1,651,570,198
Right-of-use of assets	5 (a)	113,371,260	81,962,731
Intangible assets	6 (a)	15,005,442	9,256,976
Goodwill		60,418,734	67,321,045
Equity-accounted investees	7 (a)	157,612,693	113,652,314
Current Assets		1,369,235,683	1,352,627,165
Trade and other receivables	8 (a)	750,970,492	821,756,051
Advance, deposits and prepayments	9 (a)	330,888,261	301,157,732
Other financial assets	10.00	184,389,159	128,015,386
Inventory	10 (a)	5,991,245	5,805,752
Cash and cash equivalents	11 (a)	96,996,526	95,892,244
Total Assets		3,363,317,573	3,276,390,429
EQUITY AND LIABILITIES			
Capital & Reserves		2,121,971,129	2,026,788,113
Share capital	12.00	646,516,660	646,516,660
Share premium		413,704,659	413,704,659
Retained earnings		1,061,749,810	966,566,794
Attributable to the owners of parent		2,121,971,129	2,026,788,113
Non-controlling Interest		1,917,859	6,062,464
Total Equity		2,123,888,988	2,032,850,577
LIABILITIES			
Non-current liabilities		534,801,088	560,188,328
Lease liabilities	13 (a)	70,650,186	48,261,121
Loans and borrowings	14.01	185,798,281	262,758,541
Employee benefits	16.00	147,049,082	99,707,404
Deferred tax liabilities	18 (b)	131,303,539	149,461,262
Current liabilities		704,627,497	683,351,524
Lease liabilities	13 (b)	52,930,257	42,988,936
Loans and borrowings	14 (a)	222,893,000	171,049,672
Provisions	15 (a)	124,364,557	94,909,445
Trade and other payables	17 (a)	251,392,542	334,068,915
Current tax liabilities	18 (a)	52,319,940	39,645,007
Unclaimed dividend	19.00	727,201	689,549
Total Liabilities		1,239,428,585	1,243,539,852
Total Equity and Liabilities		3,363,317,573	3,276,390,429
Net Asset Value (NAV) Per Share	29 (a)	32.82	31.35

The annexed notes from 1 to 44 and Annexure-A to D form an integral part of these financial statements.


Md. Monir Hossain FCS
Company Secretary


Henry Hilton
Managing Director


Deedarul Huq Khan
Independent Director


Asif Mahmood
Chairman

Signed in terms of our separate report of even date

Signed for & on behalf of
Ahsan Manzur & Co.
Chartered Accountants
Firm Registration No. With FRC: CAF-001-127



Place: Dhaka
Date: 02 November 2025

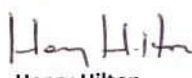
Md. Raghib Ahsan, FCA
Managing Partner
Enrollment: #689
DVC: 2511020689AS195609

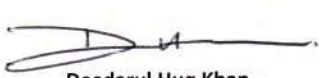
ADN Telecom Limited
Consolidated Statement of Profit or loss and Other Comprehensive Income
For the year ended on June 30, 2025

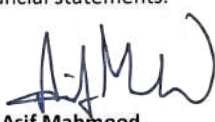
		Amount in BDT	
Particulars	Notes	July 01, 2024 to June 30, 2025	July 01, 2023 to June 30, 2024
Revenue	20 (a)	1,799,033,512	1,507,059,669
Cost of services and goods sold	21 (a)	(1,162,559,490)	(927,267,671)
Gross Profit		636,474,022	579,791,998
Administrative expenses	22 (a)	(236,305,597)	(210,440,125)
Distribution and marketing expenses	23 (a)	(127,476,781)	(120,577,234)
Total operating expenses		(363,782,378)	(331,017,359)
Operating Profit		272,691,644	248,774,639
Finance (expense)/income	24 (a)	(44,014,971)	(27,056,793)
Gain on disposal of assets	24.02	4,473,246	-
Foreign exchange (loss)/gain	25 (a)	9,296,038	12,051,052
Profit before contribution to WPPF		242,445,957	233,768,898
Share of profit/(loss) of associates		(12,227,288)	(3,140,472)
Contribution to WPPF		(11,131,927)	(10,566,748)
Profit before Tax		219,086,742	220,061,678
Income tax expenses	26 (a)	54,836,060	69,250,852
Net profit after tax		164,250,682	150,810,826
Profit attributable to:			
Equity holders of Parent		165,103,457	149,467,090
Non-controlling Interest		(852,775)	1,343,736
		164,250,682	150,810,826
Basic earnings per share (EPS)	28 (a)	2.55	2.31

The annexed notes from 1 to 44 and Annexure-A to D form an integral part of these financial statements.


Md. Monir Hossain FCS
 Company Secretary


Henry Hilton
 Managing Director


Deedarul Huq Khan
 Independent Director


Asif Mahmood
 Chairman

Signed in terms of our separate report of even date

Signed for & on behalf of
Ahsan Manzur & Co.
 Chartered Accountants
 Firm Registration No. With FRC: CAF-001-127


Md. Raghieb Ahsan, FCA
 Managing Partner
 Enrollment: #689
 DVC: 2511020689AS195609

Place: Dhaka
 Date: 02 November 2025

ADN Telecom Limited
Consolidated Statement of Changes in Equity
For the year ended on June 30, 2025

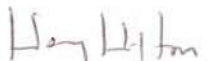
Amount in BDT

Particulars	Attributable to the owners of parent				Non-controlling Interest	Total Equity
	Share Capital	Share Premium	Retained Earnings	Total		
Balance as at 1st July 2024	646,516,660	413,704,659	966,566,794	2,026,788,113	6,062,464	2,032,850,577
Adjustment for step acquisitions	-	-	(5,268,775)	(5,268,775)	(3,291,830)	(8,560,605)
Dividend for the year 2024	-	-	(64,651,666)	(64,651,666)	-	(64,651,666)
Net Profit after tax for the year	-	-	165,103,457	165,103,457	(852,775)	164,250,682
Balance as at 30 June 2025	646,516,660	413,704,659	1,061,749,810	2,121,971,129	1,917,859	2,123,888,988

Particulars	Attributable to the owners of parent				Non-controlling Interest	Total Equity
	Share Capital	Share Premium	Retained Earnings	Total		
Balance as at 1st July 2023	646,516,660	413,704,659	914,077,203	1,974,298,522	1,732,345	1,976,030,867
Opening balance at acquisition date	-	-	-	-	2,986,383	2,986,383
Dividend for the year 2023	-	-	(96,977,499)	(96,977,499)	-	(96,977,499)
Net Profit after tax for the year	-	-	149,467,090	149,467,090	1,343,736	150,810,826
Balance as at 30 June 2024	646,516,660	413,704,659	966,566,794	2,026,788,113	6,062,464	2,032,850,577

The annexed notes from 1 to 44 and Annexure-A to D form an integral part of these financial statements.


Md. Monir Hossain, FCS
 Company Secretary


Henry Hilton
 Managing Director


Deedarul Huq Khan
 Independent Director


Asif Mahmood
 Chairman

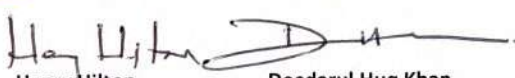


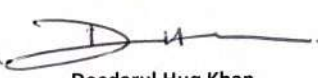
ADN Telecom Limited
Consolidated Statement of cash flows
For the year ended on June 30, 2025

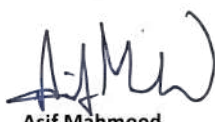
		Amount in BDT	
Particulars	Notes	July 01, 2024 to June 30, 2025	July 01, 2023 to June 30, 2024
Cash flow from operating activities			
Collection from customers and others	32 (a)	1,879,115,109	1,499,405,586
Payments to suppliers and others	33 (a)	(1,079,657,731)	(673,709,634)
Payments for operating expenses	34 (a)	(317,281,296)	(343,514,260)
Cash generated from operating activities		482,176,083	482,181,692
Worker's profit participation fund		(10,566,748)	(16,096,011)
Interest paid		(39,541,725)	(25,542,088)
Income tax Paid		(60,445,026)	(55,510,569)
Net cash flow from operating activities		371,622,584	385,033,024
Cash flow from investing activities			
Property, plant and equipment		(124,526,350)	(401,425,775)
Right-of-use of assets		(82,079,485)	(69,225,046)
Fixed deposit receipts		(56,373,774)	(27,205,024)
Equity-accounted investees		(50,138,131)	(101,082,041)
Net cash flow from / (used) for investing activities		(313,117,739)	(598,937,886)
Cash flow from financing activities			
Loans and borrowing received/(paid)		(25,116,932)	230,262,419
Lease Liabilities received/(paid)		32,330,386	19,952,293
Dividend Paid		(64,614,014)	(97,062,869)
Net cash flows from/ (used) for financing activities		(57,400,561)	153,151,843
Net Increase in cash and cash equivalents		1,104,282	(60,753,019)
Opening cash and cash equivalents		95,892,244	156,645,263
Closing cash and cash equivalents		96,996,526	95,892,244
Net operating cash flow per share	30 (a)	5.75	5.96

The annexed notes from 1 to 44 and Annexure-A to D form an integral part of these financial statements.


Md. Monir Hossain fcs
 Company Secretary


Henry Hilton
 Managing Director


Deedarul Huq Khan
 Independent Director


Asif Mahmood
 Chairman

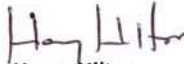


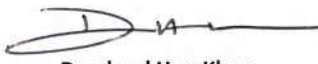
ADN Telecom Limited
Statement of financial position
As at June 30, 2025

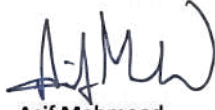
		Amount in BDT	
Particulars	Notes	June 30, 2025	June 30, 2024
Assets			
Non-current assets		1,991,420,435	1,917,698,093
Property, plant and equipment	4.00	1,615,374,301	1,627,099,590
Right-of-use of assets	5.00	103,986,530	70,181,899
Intangible assets	6.00	3,928,991	4,806,975
Equity-accounted investees	7.00	268,130,613	215,609,629
Current assets		1,316,251,365	1,219,727,852
Trade and other receivables	8.00	809,645,303	811,025,235
Advance, deposits and prepayments	9.00	227,810,059	187,644,299
Other financial assets	10.00	184,389,159	128,015,386
Cash and cash equivalents	11.00	94,406,844	93,042,932
Total Assets		3,307,671,800	3,137,425,945
EQUITY AND LIABILITIES			
Capital & Reserves		2,120,317,587	2,022,002,881
Share capital	12.00	646,516,660	646,516,660
Share premium		413,704,659	413,704,659
Retained earnings		1,060,096,268	961,781,562
LIABILITIES			
Non-current liabilities		525,948,916	549,427,787
Lease liabilities	13.00	62,033,309	37,542,639
Loans and borrowings	14.01	185,798,281	262,758,541
Deferred tax liabilities	18.02	131,068,244	149,419,203
Employee benefits	16.00	147,049,082	99,707,404
Current liabilities		661,405,297	565,995,277
Lease liabilities	13.01	50,828,652	41,128,844
Loans and borrowings	14.02	198,073,601	159,123,697
Provisions	15.00	105,941,720	79,425,442
Trade and other payables	17.00	260,728,979	251,298,114
Current tax liabilities	18.01	45,105,144	34,329,631
Unclaimed dividend	19.00	727,201	689,549
Total Liabilities		1,187,354,213	1,115,423,064
Total Equity and Liabilities		3,307,671,800	3,137,425,945
Net Asset Value (NAV) Per Share	29.00	32.80	31.28

The annexed notes from 1 to 44 and Annexure-A to D form an integral part of these financial statements.


Md. Monir Hossain FCS
 Company Secretary


Henry Hilton
 Managing Director


Deedarul Huq Khan
 Independent Director


Asif Mahmood
 Chairman

Signed in terms of our separate report of even date

Signed for & on behalf of
Ahsan Manzur & Co.
 Chartered Accountants
 Firm Registration No. With FRC: CAF-001-127


Md. Raghieb Ahsan, FCA
 Managing Partner
 Enrollment: #689
DVC: 2511020689AS195609

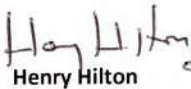
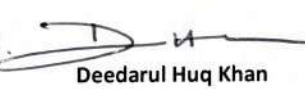
Place: Dhaka
Date: 02 November 2025

ADN Telecom Limited
Statement of profit or loss and other comprehensive income
for the year ended on June 30, 2025

Particulars	Notes	Amount in BDT	
		July 01, 2024 to June 30, 2025	July 01, 2023 to June 30, 2024
Revenue	20.00	1,629,142,881	1,429,585,594
Cost of services and goods sold	21.00	(1,034,812,617)	(888,015,452)
Gross profit		594,330,264	541,570,142
Operating expenses		(331,645,506)	(309,554,920)
Administrative expenses	22.00	(208,334,513)	(193,137,063)
Distribution and marketing expenses	23.00	(123,310,993)	(116,417,857)
Operating profit		262,684,758	232,015,222
Finance (expense)/income:	24.00	(42,683,580)	(22,164,563)
Gain on disposal of assets:	24.02	4,473,246	-
Foreign exchange (loss)/gain	25.00	9,296,038	12,051,052
Profit before contribution to WPPF		233,770,462	221,901,711
Share of profit/(Loss) of equity accounted investees	7.01	(12,227,288)	(3,140,472)
Contribution to WPPF		(11,131,927)	(10,566,748)
Profit before tax		210,411,247	208,194,491
Income tax expenses	26.00	(47,444,875)	(63,893,417)
Profit/(loss) after tax		162,966,372	144,301,074
Other comprehensive income		-	-
Total comprehensive income		162,966,372	144,301,074
Basic earnings per share (EPS)	28.00	2.52	2.23

The annexed notes from 1 to 44 and Annexure-A to D form an integral part of these financial statements.


Md. Monir Hossain FCS
Company Secretary

 
Henry Hilton
Managing Director


Asif Mahmood
Chairman

Signed in terms of our separate report of even date

Signed for & on behalf of
Ahsan Manzur & Co.
Chartered Accountants
Firm Registration No. With FRC: CAF-001-127

Place: Dhaka
Date: 02 November 2025


Md. Raghib Ahsan, FCA
Managing Partner
Enrollment: #689
DVC: 2511020689AS195609

ADN Telecom Limited
Statement of changes in equity
For the year ended on June 30, 2025

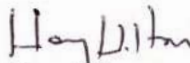
Amount in BDT

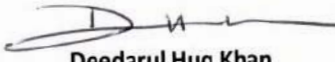
Particulars	Ordinary share capital	Share premium	Retained earnings	Total
Balance as at July 01, 2024	646,516,660	413,704,659	961,781,562	2,022,002,881
Final dividend for 2024	-	-	(64,651,666)	(64,651,666)
Total comprehensive Profit/(loss) for the year	-	-	162,966,372	162,966,372
Balance as at June 30, 2025	646,516,660	413,704,659	1,060,096,268	2,120,317,587

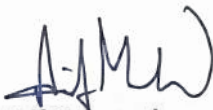
Particulars	Ordinary share capital	Share premium	Retained earnings	Total
Balance as at July 01, 2023	646,516,660	413,704,659	914,457,987	1,974,679,306
Final dividend for 2023	-	-	(96,977,499)	(96,977,499)
Total comprehensive Profit/(loss) for the year	-	-	144,301,074	144,301,074
Balance as at June 30, 2024	646,516,660	413,704,659	961,781,562	2,022,002,881

The annexed notes from 1 to 44 and Annexure-A to D form an integral part of these financial statements.


Md. Monir Hossain FCS
 Company Secretary


Henry Hilton
 Managing Director


Deedarul Huq Khan
 Independent Director


Asif Mahmood
 Chairman

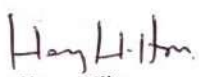


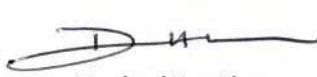
ADN Telecom Limited
Statement of cash flows
For the year ended on June 30, 2025

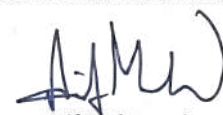
Particulars	Notes	Amount in BDT	
		July 01, 2024 to June 30, 2025	July 01, 2023 to June 30, 2024
Cash flow from operating activities			
Collection from customers and others	32.00	1,664,529,410	1,507,094,892
Payments to suppliers and others	33.00	(899,690,746)	(810,230,207)
Payments for operating expenses	34.00	(283,156,430)	(257,072,733)
Cash generated from operating activities		481,682,234	439,791,952
Worker's profit participation fund		(10,566,748)	(16,096,011)
Interest		(62,409,616)	(35,057,624)
Income tax		(55,020,321)	(55,510,569)
Net cash flow from operating activities		353,685,549	333,127,748
Cash Flow from investing activities			
Property, plant and equipment		(100,412,251)	(327,173,649)
Right-of-use of assets		(55,537,138)	(55,048,113)
Fixed deposit receipts		(56,373,773)	(27,205,024)
Interest received		19,726,036	12,893,061
Equity-accounted investees		(64,748,272)	(135,725,394)
Net cash flows from / (used) for investing activities		(257,345,398)	(532,259,119)
Cash flow from financing activities			
Loans and borrowing received/(paid)		(38,010,357)	225,336,444
Lease Liabilities received/(paid)		7,648,132	7,373,719
Dividend paid		(64,614,014)	(97,062,869)
Net cash flows from/ (used) for financing activities		(94,976,239)	135,647,294
Net increase/(decrease) in cash and cash equivalents		1,363,912	(63,484,077)
Opening cash and cash equivalents		93,042,932	156,527,009
Cash and cash equivalents at reporting date		94,406,844	93,042,932
Net operating cash flow per share	30.00	5.47	5.15

The annexed notes from 1 to 44 and Annexure-A to D form an integral part of these financial statements.


Md. Monir Hossain FCS
 Company Secretary


Henry Hilton
 Managing Director


Deedarul Huq Khan
 Independent Director


Asif Mahmood
 Chairman



ADN Telecom Limited
Notes to the Consolidated and Separate Financial Statements
For the year ended June 30, 2025

1.00 Company and its activities

1.1 Company profile

ADN Telecom Limited (formerly Advanced Data Networks System Limited) was incorporated on 22 September, 2003 Vide registration # C-50557 (852)/2003 as a Private Limited Company under the Companies Act, 1994. The company was converted into a public limited company on 25 July, 2012. The company was listed with both the Dhaka Stock Exchange and Chittagong Stock Exchanges in December 2019.

Address of Registered Office of Reporting Entities and Subsidiary

The registered office of the company is located at Red Crescent Concord Tower, (19th Floor), 17 Mohakhali C/A, Dhaka- 1212, Bangladesh.

1.2 Nature of business

Reporting entity

ADN Telecom Ltd. is the prime service provider for domestic and international connectivity services and solutions duly authorized by the Bangladesh Telecommunication Regulatory Commission (BTRC). The principal activities of the company are providing seamless, secured data & internet connectivity to various grades of customers using fiber, satellite and wireless solutions since 2003.

ADN Telecom is a first tier Telecom service provider as well as an IT Enabler Service provider. Its range of products allow it to deliver service to mostly corporate, B2B, government, financial institutions, etc. The company has made commendable progress in its very first year of launching B2C products and services under the brand "UDOY".

Description of subsidiaries

1.2.1 SOS Development Limited.

SOS Development Limited. has been established to carry out all the business of IT Consulting, IT Professional, IT Trading, IRS for all kind of safety etc. ISP Data processing, System Designing, Software Developing, Software and Hardware Maintenance, Graphics design, Cloud computing and in House Data Storage and Management System. Digital archiving, Digital survey, Data analysis Business Process Outsourcing, Software and Hardware Installation/ and other Business Process Outsourcing, Software and Hardware Installation/ and other services related to Computer, Security Device etc.

1.2.2 My Tel Limited

My Tel Limited was incorporated as a private Limited by Shares dated 5th December 2011 in Bangladesh vide registration no-C-97512/11 under the Companies Act, 1994 with the Registrar of Joint Stock Companies and Firms.

To establish, maintain, operate and provide ICT (Information Communication Technology) and Telecommunication Services, both locally and internationally, Including Gateway Services, such as, IGW (International Gateway) and IIG (International Internet Gateway)

1.2.3 ADN Eduservices Limited

ADN Eduservices Limited was incorporated in Bangladesh C136183/2017 on February 23, 2017 under the Companies Act, 1994 as a Private Limited Company. It commenced its commercial operation on 2017. It was established to carry on the business of human resource development and employment facilitation, conduct and setup IT training centers in order to promote and produce IT professional skilled manpower, To make available valuable resources on different professional skills by conducting regular operations.

1.2.4 ADN International Gateway Limited

ADN International Gateway Limited is a private company limited by shares and was incorporated on 27th October, 2011 under the Companies Act, 1994 Vide Registration No. C-96605/11.

ADN International Gateway Limited is the prime service provider for domestic and international connectivity services and solutions duly authorized by the Bangladesh Telecommunication Regulatory Commission (BTRC). The principal activities of the company are providing seamless, secured data & internet connectivity to various grades of customers using fiber, satellite and wireless solutions since 2011.



c) Legal compliance

The financial statements have been prepared and the disclosures of information made in accordance with the requirements of The Companies Act 1994, International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS).

d) Compliance with international financial reporting standards

IAS	Title	Remarks
IAS 1	Presentation of Financial Statements	Complied
IAS 7	Statement of Cash Flows	Complied
IAS 8	Accounting Policies, Changes in Accounting Estimates and Errors	Complied
IAS 10	Events after the Reporting Period	Complied
IAS 12	Income Taxes	Complied
IAS 16	Property, Plant and Equipment	Complied
IAS 19	Employee Benefits	Complied
IAS 20	Accounting for Government Grants and Disclosure of Government Assistance	N/A
IAS 21	The Effects of Changes in Foreign Exchange Rates	Complied
IAS 23	Borrowing Costs	Complied
IAS 24	Related Party Disclosures	Complied
IAS 26	Accounting and Reporting by Retirement Benefit Plans	N/A
IAS 27	Consolidated and Separate Financial Statements	Complied
IAS 28	Investments in Associates and Joint Ventures	Complied
IAS 31	Interests in Joint Ventures	N/A
IAS 32	Financial Instruments Presentation	Complied
IAS 33	Earnings per Share	Complied
IAS 34	Interim Financial Reporting	Complied
IAS 36	Impairment of Assets	Complied
IAS 37	Provisions, Contingent Liabilities and Contingent Assets	Complied
IAS 38	Intangible Assets	Complied
IAS 39	Financial Instruments Recognition and Measurement	Complied
IAS 40	Investment Property	N/A
IAS 41	Agriculture	N/A
IFRS 1	First Time Adoption	N/A
IFRS 2	Share Based Payment	N/A
IFRS 3	Business Combinations	N/A
IFRS 4	Insurance Contracts	Complied
IFRS 5	Non-Current Assets Held for Sale and Discontinued Operations	N/A
IFRS 6	Exploration for and Evaluation of Mineral Resources	N/A
IFRS 7	Financial Instruments Disclosures	Complied
IFRS 8	Operating Segments	N/A
IFRS 10	Consolidated Financial Statements	Complied
IFRS 11	Joint Arrangements	N/A
IFRS 12	Disclosure of Interests in Other Entities	Complied
IFRS 13	Fair Value Measurement	Complied
IFRS 14	Regulatory Deferral Accounts	N/A
IFRS 15	Revenue from contracts with customers	Complied
IFRS 16	Leases	Complied
IFRS 17	Insurance Contracts	Complied

2.00 Significant accounting policies and basis of preparation

The accounting policies set out below, which comply with IFRSs, have been applied consistently to all periods presented in these financial statements, and have been applied consistently by the company.



2.01 Statement of compliance

These financial statements of ADN Telecom Limited have been prepared on a going concern basis under historical cost convention in accordance with IFRSs. The disclosures of information are made in accordance with the requirements of the Companies Act 1994, the Securities and Exchange Rules, 2020 and the financial statements have been prepared in accordance with IAS-1 using the accrual basis of accounting. In the preparation of these financial statements, management used available information to make judgments, estimate and assumption that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from those estimates.

2.02 Going concern

The Company has adequate resources to continue operation for foreseeable future and hence, the financial statements have been prepared on going concern basis. As per management assessment there are no material uncertainties related to events or conditions which may cast significant doubt upon the Company's ability to continue as a going concern. It is worth mentioning that the Company has been regulatory getting its license renewed by BTRC since 2003. BTRC has given license renewal for ISP, VSAT, and IPTSP to ADN. The Company is confident that BTRC will continue to renew ADN license in consideration of ADN's consistent good performance.

2.03 Functional and presentation currency

Items included in these financial statements are measured using the currency of the primary economic environment in which the company operates ('the functional currency'). These financial statements are presented in Bangladeshi Taka (Taka/Tk./BDT) which is also the functional currency of the company. The amounts in these financial statements have been rounded off to the nearest Taka.

2.04 Reporting period

These financial statements cover one year starting from July 01, 2024 to June 30, 2025.

2.05 Comparative information and rearrangement thereof

Comparative information has been disclosed in respect of the year for all numerical information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current year's financial statements. Figures for prior year have been re-arranged, wherever considered necessary, to ensure better comparability with current year.

2.06 Risk and uncertainty for use of estimates and judgments

The preparation of financial statements in conformity with IFRSs requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses, and disclosure requirements for contingent assets and liabilities during and at the date of the financial statements. Actual result may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions of accounting estimates are recognized in the period in which the estimate is revised in any future years affected as required by IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors."

2.07 Materiality and aggregation

Each material item considered by management as significant has been presented separately in financial statements. No amount has been set off unless the ADN Telecom Ltd. has a legal right to set off the amounts and intends to settle on net basis. Income and expenses are presented on a net basis only when permitted by the relevant accounting standards.

2.08 Consistency

In accordance with IFRS framework for the presentation of financial statements together with IAS-1 and IAS-8, ADN Telecom Limited discloses its information consistently from one period to the next. While selecting and applying new accounting policies, changes in accounting policies, correction of errors, the amount involved are accounted for and disclosed retrospectively in accordance with the requirement of IAS-8. However, for changes in the accounting estimates the related amount is recognized prospectively in the current period and in the next period or periods.



2.09 Foreign currency transactions and translations

a) Foreign currency transactions

Transactions/Day End Balances in foreign currencies are converted into respective functional currencies at the rate of exchange ruling at the date of transactions as per IAS 21 'The Effects of Changes in Foreign Exchange Rates'. Effects of Exchange rate differences (rates at which transactions were initially recorded and the rate prevailing on the reporting date/date of settlements) applied on the monetary assets or liabilities of the company are recorded in the Statement of Profit or Loss and Other Comprehensive Income.

b) Foreign currency translations

Assets and liabilities have been presented into Taka (which is functional currency of the Company) using year end spot rate of exchange for the Company and incomes and expenses are translated using spot rate of exchange. The foreign currency translation difference is a net result of exchange difference of year-end standard mid-rate and monthly average of standard mid rate arising from translation of functional currency to presentation currency.

2.10 Statement of cash flows

IAS 1 requires that a complete set of financial statement requires preparation of statement of cash flows. The statement of cash flows is prepared as it provides information about cash flows of the entities which is useful in providing users of financial statements with the information about ability of the entities to generate cash and utilization of those cash.

Statement of cash flows has been prepared under the direct method for the year end, classified by operating, investing and financing activities as prescribed in paragraph 10 and 18(a) of IAS 7 Statement of Cash Flows.

As per Clause No. 5 (2) (e) of Notification No. BSEC/CMRRCD/2006-158/208/Admin/81, Dated 20 June 2018. a reconciliation of Net Cash Flow from Operating Activities between Direct method and Indirect method is shown in Note 31.00.

2.11 Statement of changes in equity

The Statement of Changes in Equity reflects information about the increase or decrease in net assets or wealth. The statement also shows item-wise movement along with the description of changes from the end of last year to the end of current year.

2.12 Property, plant and equipment

a) Recognition and measurement

In pursuant to IAS 16 "Property, Plant and Equipment", the cost of an item of property, plant and equipment is recognized as an asset if, and only if it is probable that future economic benefits associated with the item will flow to the entity, and the cost of the item can be measured reliably.

Property, Plant & Equipment have been accounted for at cost less accumulated depreciation. Cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs of enhancement of existing assets are recognized as an asset, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of such items can be measured reliably. All other expenditures are charged to the Statement of Profit or Loss and Other Comprehensive Income in the financial year in they are incurred.

b) Assets obtained under lease agreements

IFRS 16 "Leases" has come into force on 1 January 2019, ADN Telecom Limited applied IFRS 16 in its financial Right-of-use assets (ROU)

The ADN Telecom Limited recognizes right-of-use assets at the date of initial application of IFRS 16. The ROU asset is initially measured at cost at the amount of the lease liability plus any initial direct costs incurred by the lessee and depreciated using the straight line methods from the commencement date (from the beginning of July 2019) to the earlier of the end of the useful life of the right of use asset or the end of the lease term. The ROU assets are presented under Right of use of Assets (Note 5).

Lease Liability at the commencement date of lease; the ADN Telecom Limited recognizes lease liabilities measured at the present value of the lease payments to be made over the lease term using incremental borrowing rate at the date of initial application. Lease liability is measured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments.

Short-term lease and leases of low value assets

The ADN Telecom Limited has elected not to recognize ROU assets and lease liabilities for lease of low value assets valuing less than BDT 240,000 yearly and short term lease, i.e. for which the lease term ends within 12 months of the date of initial application. The ADN Telecom Limited recognizes lease payments associated with these leases as an expense.

As per IFRS 16 "Leases", summary of lease related information is provided in the table below:

Summary of IFRS 16

Particulars	ROU Assets	Lease Liability
Opening Balance	262,628,211	74,372,075
Addition	99,430,617	99,430,617
Depreciation/Interest Expense	48,274,854	8,797,075
Accumulated Depreciation/ Lease Payment	240,721,166	72,888,269
Closing Balance (Notes 5.00 and Annexure-A)	103,986,530	109,711,498

c) Depreciation

No depreciation is charged on land as the land has unlimited useful life. Depreciation on assets is calculated using the Reducing Balance Method to allocate the cost amount over their estimated useful lives. In respect of addition of Property, Plant & Equipment, depreciation is charged from the date of use. No depreciation is charged in the month of disposal.

Depreciation is charged using the following rates on the Property, Plant & Equipment except ROU assets, ROU assets depreciation is calculated on straight line basis

Assets category	2024-2025	2023-2024
Land and Land Development	0%	0%
Radio Link, Infrastructure & Backbone Equipment	5%	5%
Data Centre	5%	5%
Fiber Equipment & Accessories	5%	5%
Computer & Accessories	30%	30%
Office Equipment	20%	20%
Optical Fiber	30%	30%
Furniture & Fittings	10%	10%
IPTSP & Video Conference Equipment	20%	20%
Motor Vehicle	20%	20%
Leasehold Motor Vehicle	20%	20%
Support Equipment	10%	5%

d) Gain or loss on disposal

An item of property, plant and equipment is de-recognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss on de-recognition of an item of property, plant and equipment is determined as the difference between the net disposal proceeds and the carrying amount of the asset and is recognized as profit or loss.

e) Compliance of VAT and TAX

ADN Telecom Limited complies all rules and regulations of ITA-2023 and VAT and supplementary Act, 2012 for addition of all Property, Plant and Equipment.

f) Capitalization of borrowing costs

As per the requirements of IAS 23 "Borrowing Costs", directly attributable borrowing costs are capitalized during construction period for all qualifying assets. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. The borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are those borrowing costs that would have been avoided if the expenditure on the qualifying asset had not been made. All other borrowing costs are recognized as profit or loss in the period in which they are incurred.



2.13 Intangible assets

Intangible assets (IAS - 38 Para -8) that are acquired by the Company such as computer software and have finite useful lives are measured at cost less accumulated amortization and accumulated impairment losses, if any. Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. Intangible assets are amortized on a reducing balance method and charged in statement of profit or loss and other comprehensive income. Amortization methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

2.14 Impairment of assets

a) Non-derivative financial assets

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

b) Non-financial assets

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

2.15 Investment in associates

As per IAS-28 "Investments in Associates and Joint Ventures" this investment is required to be treated as Investment in Associate using Equity Accounting Method. Under Equity Accounting the carrying value of the Investment is equal to cost plus any profit earned after acquisition.

2.16 Trade and other receivables

The Company's trade receivables primarily arise from interconnection, infrastructure sharing, enterprise services, IT enable services and other telecommunication-related revenue streams. The Company applies the simplified approach under IFRS 9, Financial Instruments, to measure expected credit losses (ECL) using a lifetime expected loss allowance for all trade receivables.

Management evaluates the recoverability of the outstanding receivables periodically. Historical collection patterns, counterparty risk profiles, sectoral experiences and market intelligence are considered in estimating expected credit losses. Other receivables comprise other non-trade and interest receivables.

2.17 Advance, deposit & prepayments

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

2.18 Cash and cash equivalents

Cash and cash equivalents comprise cash balances and call deposits with maturity of three months or less from the date of acquisition that are subject to an insignificant risk of changes in their fair value, and are used by the company in the management of its short term commitments.

2.19 Provisions, contingent liabilities and contingent assets

The preparation of financial statements in conformity with IAS-37 "Provision, Contingent Liabilities and Contingent Assets", requires management to make estimates and assumptions that affect the reported amounts of revenues and expenses, assets and liabilities, and the disclosure requirements for contingent assets and liabilities during and at the date of the financial statements. Due to the inherent uncertainty involved in making estimates, actual result reported could differ from those estimates. All provisions are recognized by making the best estimate of the amounts.



2.20 Trade and other payables

Trade & other payables for goods and services received have been accounted for those goods and services for which no payment has been made. Payables are not interest bearing and are stated at their normal value.

2.21 Financial instruments

Non-derivative financial instruments comprise accounts and other receivables, cash and cash equivalents, borrowings and other payables are shown at transaction cost.

2.22 Employee benefits

(a) Provident fund

The company operates a contributory provident fund for its permanent employees, which is funded by contribution partly from the employee and partly from the company at predetermined rates. This contribution is invested separately from the company's assets. It is administered by a Board of Trustees.

(b) Group insurance benefit

The permanent employees of the company are covered under a Group Term Health Insurance Scheme. Premium of which is being charged to Statement of Profit or Loss and Other Comprehensive Income. All regular employees are entitled to the benefits of the Group term insurance coverage from the date of joining.

(c) Gratuity benefit

The Company has an funded and recognized gratuity scheme for all permanent employees under which an employee is entitled to the benefit depending on length of service with the Company.

(d) Workers' profit participation fund

The company has made a provision for Workers' Profit Participation Fund (WPPF) for the year ended 30 June 2025. The Company provides 5% of its net profit before tax after charging such expense as Workers' Profit Participation Fund in accordance with Bangladesh Labour Act 2006 as amended 2023.

2.23 Income tax expenses

Income Tax Expenses comprise current and deferred taxes. Income tax expense is recognized in the Statement of Profit or Loss and Other Comprehensive Income except to the extent it relates to items recognized directly in equity, in which case it is recognized in equity.

a) Current tax

Current Tax is the tax payable on the taxable income for the year, using tax rates as applicable for the respective concern year as per Income Tax Act (ITA) 2023, and any adjustment to tax payable in respect of previous years. Current Tax has been calculated on the basis of add and back of some inadmissible and admissible expenses respectively as per ITA 2023. The tax rate used for the reporting period (Except revenue earned from export service) is as follows

Year	Tax rate
2024-2025	22.50%
2023-2024	22.50%

b) Deferred tax

Deferred tax is recognized in accordance with the provision of IAS-12. Deferred tax arises due to temporary difference deductible or taxable for the events of transactions recognized in the statement of comprehensive income. A temporary difference is the difference between the tax base of an asset or liability and its carrying amount/ reported amount in the financial statement. Deferred tax asset or liability is the amount of income tax payable or recoverable in future period(s) recognized in the current period. The deferred tax asset/ income or liability/ expense does not create a legal liability/ recoverability to and from the income tax authority. This is recognized for book purpose as equalization item presented in the financial statements to show the retained earnings as a consistent reflection of the business events. The nature and amount of a change as deferred tax in an accounting estimate that has an effect in the current period or is expected to have an effect in future periods.



2.24 Capital / Shareholder's equity

a) Authorized capital

Authorized capital is the maximum amount of share capital that the Company is authorized by its Memorandum of Association and Articles of Association to issue to shareholders.

b) Paid-up capital

Paid-up Capital represents total amount of shareholders capital that has been paid in full by the ordinary shareholders. Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to vote at shareholder's meetings. In the event of a winding-up of the company, ordinary shareholders rank after all other shareholders and creditors and are fully entitled to any residual proceeds of liquidation.

c) Share premium

The share premium represents the excess amount received by the Company from its shareholders over the nominal/par value of its share at the time of IPO. The amount of share premium may be utilized as per the provision of Section 57 of The Companies Act, 1994.

d) Retained earnings

The surplus amount after appropriation of profit is kept in Retained Earnings.

2.3 Proposed dividend

The amount of proposed dividend has not been accounted for but disclosed in the notes to accounts along with the dividend per share in accordance with the requirement of IAS 1 "Presentation of Financial Statements". Also, the proposed dividend has not been considered as "Liability" in accordance with the requirements of IAS 10 "Events after the Reporting Period". because no obligation exists in the time of approval of accounts and recommendation of dividend by the Board of Directors.

Dividend proposed by the Board of Directors for the period under review shall be accounted for after the approval of shareholders in the Annual General Meeting and the period of such approval.

3.00 Revenue recognition, measurement and presentation

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

Revenue from rendering services include the following

1. Internet Service
2. Data Service-IPVPN-IT Support & Service
3. IP Telephony Service
4. Telehouse & Hosting
5. Digital Services-IT Support & Service
6. Project Sales
7. Multiprotocol Label Switching (MPLS)-IT Support & Service
8. International Private Leased Circuit (IPLC)-IT Support & Service

Company provides these services to the client on a monthly basis, and it is charged to the clients as prepaid or postpaid basis. The company recognizes revenue on the following basis

- a. The company recognizes service as revenue when invoice is raised at the beginning of the month for prepaid customers and at the end of the month for the post paid customers.
- b. Interest income on bank deposits and short-term investments is recognized on receipt or accrual basis.
- c. All other income is recognized on receipt or due basis.

3.01 Earnings per share (EPS)

The Company calculates Earnings Per Share (EPS) in accordance with IAS 33 "Earnings Per Share" which has been shown on the face of Statement of Profit or Loss and Other Comprehensive Income. Earnings per share (EPS) has been calculated by dividing the net profit after tax by the total number of ordinary shares outstanding at the end of the period. Details are shown in note 30 to the financial statements.



a) Basic earnings per share

Basic EPS is calculated by dividing profit or loss attributable to ordinary equity holders of the entity (the numerator) by the weighted average number of ordinary shares outstanding (the denominator) during the period.

3.02 Related party disclosure

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or common significant influence. Related party transaction is a transfer of resources, services, or obligations between related parties, regardless of whether a price is charged as per IAS 24 'Related Party Disclosures and BSEC guidelines. Details of the related party transactions have been disclosed in note 40.

3.03 Components of financial statements

- a) Statement of Financial Position
- b) Statement of Profit or Loss and Other Comprehensive Income
- c) Statement of Changes in Equity
- d) Statement of Cash Flows; and
- e) Notes, comprising a summary of significant accounting policies and other explanatory information.

3.04 Other regulatory compliances

The company is also required to comply with the following major legal provisions in addition to The Companies Act, 1994 and other applicable laws and regulations but not limited to

- i) Income Tax Act (ITA) 2023
- ii) The Value Added Tax Act, 2012 & Rules, 2016
- iii) Bangladesh Telecommunication Regulatory Commission Act, 2001
- iv) The Customs Act, 1969
- v) Bangladesh Labour Act, 2006 (Amended in 2023)
- vi) Bangladesh Labour Rules, 2015
- vii) The Bangladesh Securities and Exchange Commission Act, 1993
- viii) The Securities and Exchange Ordinance, 1969
- ix) The Securities and Exchange Rules, 2020
- x) Dhaka Stock Exchange Listing Regulations, 2015
- xi) Chittagong Stock Exchange Regulations, 2015
- xii) Corporate Governance Code of BSEC, 2018

3.05 Events after the reporting period

As per IAS -10 "Events after the Reporting Period" are those events favorable and unfavorable, that occur between the end of the reporting year and the date when the Financial Statements are authorized for issue.

Two types of event can be identified

*Those that provide evidence of conditions that existed at the end of the reporting period (adjusting events after the reporting period); and

*Those that are indicative of conditions that arose after the reporting period (non-adjusting events after the reporting period).

Details are shown in note 44 to the financial statements.

3.06 Reconciliation of books and accounts

Books of account in regard to Parties (in Bangladesh and outside Bangladesh) as well as Bank are reconciled at regular intervals to keep the unreconciled balances within non-material level.

3.07 General

- i) Previous year's figures have been rearranged, whenever considered necessary to conform to the current year's presentation.
- ii) Figures appearing in the financial statements have been rounded off to the nearest Taka.



Note	Particulars	Amount in BDT	
		June 30 2025	June 30 2024
4.00 Property, plant and equipment:			
Cost			
Opening balance		2,458,439,812	2,074,119,484
Add: addition during the period		107,131,223	384,320,328
		2,565,571,035	2,458,439,812
Less: disposal/adjustment during the period		10,883,691	-
		2,554,687,344	2,458,439,812
Accumulated depreciation			
Opening Balance		831,340,222	738,334,418
Add: Charged during the period		116,610,787	93,005,804
Less: Disposal/adjustment during the period		8,637,965	-
		939,313,044	831,340,222
		1,615,374,301	1,627,099,590
Written down value			
Rate of dereciation on support equipments changes 5% to 10%. An elaborate schedule of PPE are shown in annexure-A			
4 (a) Consolidated property, plant and equipment:			
Cost			
Opening Balance		2,512,967,149	2,075,275,174
Add: addition during the period		119,483,885	437,691,975
		2,632,451,034	2,512,967,149
Less: Disposal/adjustment during the period		10,883,691	-
		2,621,567,343	2,512,967,149
Accumulated depreciation			
Opening Balance		861,396,951	738,681,125
Add: Charged during the period		121,134,595	122,715,826
Less: Disposal/adjustment during the period		982,531,546	861,396,951
		(8,637,965)	-
		973,893,582	861,396,951
		1,647,673,761	1,651,570,198
Written down value			
An elaborate schedule of PPE are shown in annexure-B			
5.00 Right-of-use of assets			
Cost			
Opening Balance		262,628,211	207,580,098
Add: addition during the period		99,430,617	55,048,113
Less: Disposal/adjustment during the period		(17,351,132)	-
		344,707,696	262,628,211
Amortization			
Opening Balance		192,446,312	146,194,826
Add: Charged during the period		48,274,854	46,251,486
		240,721,166	192,446,312
		103,986,530	70,181,899
Written down value			
An elaborate schedule of ROU are shown in annexure-A.1			
5 (a) Consolidated right-of-use of assets			
ADN Telecom Limited		103,986,530	70,181,899
ADN Edu Services Limited		9,384,730	11,780,832
		113,371,260	81,962,731
An elaborate schedule of ROU are shown in annexure-B.1			
6.00 Intangible assets:			
Cost			
Opening Balance		7,981,010	2,381,010
Add: addition during the period		-	5,600,000
		7,981,010	7,981,010
Amortization			
Opening Balance		3,174,035	1,976,913
Add: Charged during the period		877,984	1,197,122
		4,052,019	3,174,035
		3,928,991	4,806,975
Written down value			
An elaborate schedule of Intangible Assets are shown in annexure-C			



6 (a) Consolidated intangible assets:

Cost		
Opening Balance	12,578,990	2,528,990
Add: addition during the period	7,288,190	10,050,000
	19,867,180	12,578,990

Amortization		
Opening Balance	3,322,014	2,013,907
Add: Charged during the period	1,539,724	1,308,107
	4,861,738	3,322,014
	15,005,442	9,256,976

Written down value

An elaborate schedule of Intangible Assets are shown in annexure-C

7.00 Equity-accounted investees

June 30, 2025						June 30, 2024
Particulars	Number of share	face value per share	Called and paid up capital per share	Share holding	Amount in BDT	Amount in BDT
Investment in subsidiaries						
ADN Edu Services Limited	800,000	10	10	89%	40,000,000	40,000,000
ADN International Gateway Ltd.	95	100	100	95%	23,517,920	14,957,315
MyTel Limited	2,850,000	10	10	95%	28,500,000	28,500,000
SOS developments limited	3,000	1,000	1,000	60%	20,000,000	20,000,000
					112,017,920	103,457,315
Investment in associates						
ADN Diginet Ltd.	20,000	100	100	40%	6,628,028	3,826,163
ADN Media Limited	45,000	100	100	45%	(7,810,439)	68,351
Senior Citizen Healthcare Ltd.	407,157	10	10	21%	49,037,304	-
					47,854,893	3,894,514
Investment in share						
Digicon Technologies Ltd.	275,260	10	10	1%	8,257,800	8,257,800
Shohoj Limited.	11,035	100	100	8.47%	100,000,000	100,000,000
					108,257,800	108,257,800
					268,130,613	215,609,629

7.01	Investment in associates:	Opening	Addition	Profit/(Loss)	Balance
	ADN Diginet Ltd.	3,826,163	-	2,801,865	6,628,028
	ADN Media Limited	68,351	-	(7,878,790)	(7,810,439)
	Senior Citizen Healthcare Ltd.	-	56,187,667	(7,150,363)	49,037,304
		3,894,514	56,187,667	(12,227,288)	47,854,893

ADN Telecom Limited holds 40% and 45% shares of ADN Diginet and ADN media limited respectively. As per IAS 28 this investment in associates is required to be treated as using Equity Accounting Method. Under Equity Accounting the carrying value of the Investment in both company is equal to cost plus any profit earned after investment.

7.02	Invest in shares:	Opening	Addition	Profit/(Loss)	Balance
	Shohoj Limited	100,000,000	-	-	100,000,000
	Digicon Technologies Ltd.	8,257,800	-	-	8,257,800
		108,257,800	-	-	108,257,800

ADN Telecom Limited holds 8.47% and 1.00% shares of Shohoj Limited and Digicon Technologies Ltd. respectively. As per IFRS 7 this investment is required to be treated as investment in financial instruments.

7 (a) Consolidated equity-accounted investees

ADN Telecom Limited		
Investment in associates	47,854,893	3,894,514
Investment in share	108,257,800	108,257,800
ADN International Gateway	1,500,000	1,500,000
	157,612,693	113,652,314

8.00 Trade and other receivables:

Trade Receivable (note 8.01)	488,612,447	514,702,938
Other Receivable (note 8.02)	321,032,857	296,322,297
	809,645,303	811,025,235



Note	Particulars	Amount in BDT	
		June 30 2025	June 30 2024
8.01 Trade receivables:			
Opening Balance		514,702,938	580,161,184
Add: Sales during the year		1,629,142,881	1,429,585,594
		2,143,845,819	2,009,746,778
Less: Collections and adjustment during the year		1,642,898,598	1,490,709,068
Less: Provision for expected credit loss		12,334,774	4,334,772
		488,612,447	514,702,938
8.01.01 Ageing of accounts receivable:			
Duration		Amount in Tk.	Amount in Tk.
1-30 days		197,060,145	195,471,499
31-60 days		162,487,020	197,510,437
61-90 days		52,171,635	55,492,297
91-180 days		29,495,370	23,148,580
181-365 days		21,103,967	20,745,353
Over 365 days		26,294,310	22,334,772
		488,612,447	514,702,938
8.02 Other receivables:			
ADN Diginet Ltd		58,055,826	52,239,581
My Tel Limited		61,163,000	48,597,894
Senior Citizen Healthcare Ltd.		37,000,000	48,503,213
InGen Technology Ltd.		30,051,092	42,178,562
ADN Media Limited		58,814,458	31,676,445
ADN Technologies Ltd.		16,192,665	25,097,437
SOS Developments Ltd.		13,129,046	9,719,546
		274,406,087	258,012,678
Interest Receivable		46,626,770	38,309,619
		321,032,857	296,322,297
Interest receivables includes interest on fixed deposit receipts and interest charges on intercompany balances as per company policy.			
8 (a) Consolidated Trade and other receivables:			
ADN Telecom Limited		691,907,489	750,120,281
SOS Developments Ltd.		1,831,246	1,032,570
ADN International Gateway Ltd		53,464,476	67,882,815
ADN Edu Services Limited		3,767,281	2,720,385
		750,970,492	821,756,051
9.00 Advance, deposits and prepayments:			
Advance (Note 9.01)		176,715,829	142,020,588
Deposits (Note 9.02)		40,719,981	45,623,711
Prepayments		10,374,249	-
		227,810,059	187,644,299
All the above advance, deposits and prepayments are considered secured and recoverable.			
9.01 Advances:			
Employees, imports and expenses		39,565,315	18,296,937
Advanced Income tax (Note 9.01.01)		44,856,814	31,200,507
Suppliers and affiliates (Note 9.01.02)		92,293,700	92,523,144
		176,715,829	142,020,588
9.01.01 Advance income tax:			
Opening Balance		31,200,507	25,436,888
Add: Addition during the year		44,856,814	31,200,507
		76,057,321	56,637,395
Less: Adjustment during the year		31,200,507	25,436,888
		44,856,814	31,200,507
9.01.02 Advance to suppliers and affiliates:			
ADN Technologies Ltd.		10,406,655	10,406,655
Cel Telecom Limited.		13,587,669	24,840,569
Tech Valley Networks Ltd.		18,299,376	7,275,920
Sealand Logistics & Infrastructure Services Limited		50,000,000	50,000,000
		92,293,700	92,523,144



Note	Particulars	Amount in BDT	
		June 30 2025	June 30 2024
9.02 Deposits:			
J F Bangladesh Ltd.		4,000,000	4,000,000
Bank guarantee and margin		10,278,529	8,484,701
Earnest money as tender security		1,458,285	8,361,830
Security deposit		24,983,167	24,777,180
		40,719,981	45,623,711
The above deposits are reviewed on the reporting date and concluded positively around its recoverability			
9 (a) Consolidated advance, deposit and prepayments:			
ADN Telecom Limited		227,810,059	187,644,299
SOS Developments Limited		415,435	2,634,526
My Tel Limited		84,068,512	84,642,021
ADN International Gateway Ltd		14,383,303	12,023,935
ADN Edu Services Limited		4,210,952	14,212,951
		330,888,261	301,157,732
10.00 Other financial assets:			
Eastern Bank PLC		65,419,535	62,267,322
Community Bank PLC		45,045,118	42,148,064
The City Bank PLC		30,000,000	20,000,000
IDLC Finance PLC		3,924,506	3,600,000
Mutual Trust Bank PLC		40,000,000	-
		184,389,159	128,015,386
Other financial assets consist of fixed deposits kept with different bank and non banking financial institution. FDRs in lien with Banks and NBFIs			
10 (a) Inventory			
Opening		5,805,752	5,805,752
Add: Purchases during the year		305,053	565,020
		6,110,805	6,370,772
Less: Use/sales during the year		119,560	565,020
		5,991,245	5,805,752
11.00 Cash and cash equivalents:			
Cash in hand		2,016,074	2,010,503
Mobile wallet		403,118	-
Cash at bank, (Note 11.02)		91,987,652	91,032,429
		94,406,844	93,042,932
11.01 Cash in hand:			
Head office		165,375	370,466
Petty cash-impres fund		1,850,699	1,640,037
		2,016,074	2,010,503
11.02 Cash at bank:			
Bank name			
Bank Asia PLC		704,016	652,053
BRAC Bank PLC		1,572,141	58,324
Community Bank Bangladesh PLC		1,027,650	493,567
Dhaka Bank PLC.		17,265,240	2,219,500
Dutch Bangla Bank PLC		45,309,956	15,030,241
Eastern Bank PLC.		745,691	513,127
Global Islami Bank PLC		1,690,229	2,568,514
IFIC Bank PLC		1,668,650	1,630,565
Islami Bank Bangladesh PLC.		824,543	1,200,017
Jamuna Bank PLC		5,676	6,711
Janata Bank PLC		22,815	23,505
Mutual Trust Bank PLC		682,927	40,426,071
NRBC Bank PLC		93,432	94,122
One Bank PLC		258,304	255,449
Pubali Bank PLC		992,685	570,740
Rupali Bank PLC		11,658	34,626
Sonali Bank PLC		2,638,281	47,271
Standard Bank PLC		502,313	506,575
The City Bank PLC		15,023,389	23,856,256
Trust Bank PLC		17,036	-
United Commercial Bank PLC		930,996	845,172
Uttara Bank PLC		23	23
		91,987,652	91,032,429



Note	Particulars	Amount in BDT		
		June 30 2025	June 30 2024	
11 (a) Consolidated cash and cash equivalent				
ADN Telecom Limited		94,406,844	93,042,932	
SOS Developments Limited		27,381	21,260	
My Tel Limited		20,249	25,466	
ADN International Gateway Ltd		302,371	1,432,806	
ADN Edu Services Limited		2,239,681	1,369,780	
		<u>96,996,526</u>	<u>95,892,244</u>	
12.00 Share capital:				
12.01 Authorized capital:		<u>2,000,000,000</u>	<u>2,000,000,000</u>	
200,000,000 -Ordinary Shares of Tk. 10 each				
12.02 Issued, subscribed, and paid-up capital:		<u>646,516,660</u>	<u>646,516,660</u>	
64,651,666 Ordinary Shares of Tk. 10 each				
12.03 The detail shareholding positions are as follows:				
		30-Jun-25	30-Jun-24	
Name of shareholders	% of Holding	Amount in Taka	% of Holding	Amount in Taka
Sponsors and Directors:				
Asif Mahmood	19.95%	129,000,000	19.95%	129,000,000
Md. Moinul Islam	10.07%	65,100,000	10.07%	65,100,000
Md. Mahfuz Ali Sohel	10.07%	65,100,000	10.07%	65,100,000
Vanguard AML BD Finance Mutual Fund One	2.06%	13,333,340	2.06%	13,333,340
Henry Hilton	0.19%	1,240,000	0.19%	1,240,000
Mamonoor Rashid	0.47%	3,050,000	0.47%	3,050,000
Sub-Total	42.81%	276,823,340	42.81%	276,823,340
Other than Sponsors and Directors	57.19%	369,693,320	57.19%	356,168,320
	100%	646,516,660	100%	632,991,660
12.04 Share holding percentage by category:				
Shareholders		30-Jun-25	30-Jun-24	
Sponsors / Director		42.81	42.81	
Institute		24.22	18.54	
Foreign		1.99	1.99	
General Public		30.98	36.66	
		100.00	100.00	
12.05 Distribution schedule of the shares:				
Range of Shareholdings	Number of Shareholders	Total Number of Shares	Percentage June 30, 2025	Percentage June 30, 2024
0-5,000	4,302	2,945,032	4.56	3.95
5,001-50,000	443	6,237,007	9.65	11.39
50,001-200000	48	4,820,537	7.46	12.28
200,001-500,000	20	5,940,959	9.19	9.35
500,001-1,000,000	7	5,271,703	8.15	6.58
1,000,001-64,651,666	12	39,436,428	60.99	56.45
		64,651,666	100.00	100.00
13.00 Lease liabilities:-non-current				
Dhaka Bank PLC			1,247,949	1,928,200
IPDC Finance PLC			198,305	767,183
Right-of-use of assets			60,587,055	34,847,256
			<u>62,033,309</u>	<u>37,542,639</u>
13 (a) Consolidated lease liabilities:-non-current				
ADN Telecom Limited			62,033,309	37,542,639
ADN Edu Services Limited			8,616,877	10,718,482
			<u>70,650,186</u>	<u>48,261,121</u>
13.01 Lease liabilities:-current				
Dhaka Bank PLC			954,905	854,609
IPDC Finance PLC			749,304	749,416
Right-of-use of assets			49,124,443	39,524,819
			<u>50,828,652</u>	<u>41,128,844</u>



Note	Particulars	Amount in BDT	
		June 30 2025	June 30 2024
13 (b) Consolidated lease liabilities-current			
ADN Telecom Limited		50,828,652	41,128,844
ADN Edu Services Limited		2,101,605	1,860,092
		52,930,257	42,988,936
14.00 Loans and borrowings			
Non- current (note-14.01)		185,798,281	262,758,541
Current (note-14.02)		198,073,601	159,123,697
		383,871,882	421,882,238
14.01 Non- current			
Non current portion of long term loan			
IDLC finance PLC		47,910,611	66,286,401
IIDFC PLC		6,637,828	20,525,786
NRBC Bank PLC		25,715,953	41,444,238
Eastern Bank PLC		49,764,360	59,087,355
The City Bank PLC		170,132,222	155,033,348
Less: Current portions		(114,362,693)	(79,618,587)
		185,798,281	262,758,541
14.02 Current			
Current portion of long term loan		114,362,693	79,618,587
Short term loan and bank overdraft		83,710,908	79,505,110
		198,073,601	159,123,697
Current portion of long term loan			
IDLC finance PLC		27,672,983	26,528,871
IIDFC PLC		6,637,828	16,011,684
NRBC Bank PLC		20,887,008	20,887,008
Eastern Bank PLC		16,819,352	16,191,024
The City Bank PLC		42,345,522	-
		114,362,693	79,618,587
Short term loan and bank overdraft			
The City Bank PLC		26,040,587	31,139,735
Community Bank PLC		18,487,060	19,768,951
Eastern Bank PLC		39,183,261	2,467,983
Dhaka Bank PLC		-	26,128,441
		83,710,908	79,505,110
14 (a) Consolidated Loans and borrowing			
ADN Telecom Limited		198,073,601	159,123,697
SOS Developments Limited		7,147,980	2,147,980
My Tel Limited		-	8,177,995
ADN Edu Services Limited		16,071,419	-
ADN International Gateway Ltd		1,600,000	1,600,000
		222,893,000	171,049,672
15.00 Provisions			
Salaries and allowance		24,515,885	23,882,861
Bandwidth and fiber rent		15,417,935	21,577,658
IPTSP interconnection charges		4,614,456	4,235,051
Overtime, conveyance and allowances		5,105,374	6,615,347
Rent and utilities		2,230,146	5,628,186
Vehicle expense		5,180,323	3,006,574
Mobile bill		427,698	509,425
Audit fee		569,250	517,500
Network expenses		29,880,653	13,452,840
Social obligation fund (SOF)		18,000,000	-
		105,941,720	79,425,442
15 (a) Consolidated provision			
ADN Telecom Limited		105,941,720	79,425,442
My Tel Limited		551,719	2,235,066
ADN International Gateway Ltd		16,455,416	11,634,278
ADN Edu Services Limited		1,415,702	1,614,659
		124,364,557	94,909,445



Note	Particulars	Amount in BDT				
		June 30 2025	June 30 2024			
16.00 Employee benefits						
	Employees Gratuity fund	75,312,175	60,054,171			
	Worker's profit participation fund (WPPF)	11,131,927	10,566,748			
	Employees provident fund	60,604,980	29,086,485			
		147,049,082	99,707,404			
17.00 Trade and other payables:						
	Trade payables (Note 17.01)	172,631,708	170,514,561			
	Others payables (Note 17.02)	88,097,269	80,783,553			
		260,728,977	251,298,114			
17.01 Trade Payables:						
	Opening Balance	170,514,561	128,291,169			
	Add: Purchases during the year	568,531,359	623,905,450			
		739,045,920	752,196,619			
	Less: Payment and adjustment during the year	566,414,212	581,682,058			
		172,631,708	170,514,561			
	Ageing of trade payable:					
	Duration	Amount in Tk.	Amount in Tk.			
	1-30 days	57,570,966	54,171,123			
	31-60 days	51,319,759	48,555,486			
	61-90 days	23,580,742	29,160,052			
	91-180 days	20,530,464	18,661,067			
	181-365 days	12,308,627	11,590,637			
	Over 365 days	7,321,152	8,376,196			
		172,631,709	170,514,561			
17.02 Others payable:						
	Withholding tax payable	15,686,602	24,049,438			
	Withholding VAT payable	2,221,379	1,401,579			
	Employees, security deposits and others	70,189,288	55,332,536			
		88,097,269	80,783,553			
17 (a) Consolidated trade and other payables:						
	ADN Telecom Limited	217,283,209	251,298,114			
	SOS Developments Limited	1,620,277	1,256,797			
	ADN International Gateway Ltd.	32,377,482	54,611,252			
	ADN Edu Services Limited	111,575	26,902,752			
		251,392,543	334,068,915			
18.00 Provision for tax liability:						
	Current tax (Note: 18.01)	45,105,144	34,329,631			
	Deferred tax (Note: 18.02)	131,068,244	149,419,205			
		176,173,388	183,748,836			
18.01 Provision for current tax:						
	Opening Balance	34,329,631	37,882,813			
	Add: Provision made during the year (Note: 26.00)	65,795,836	34,329,631			
		100,125,467	72,212,444			
	Less: Adjustment and Paid during the year	55,020,323	37,882,813			
		45,105,144	34,329,631			
18.02 Calculation of deferred tax:						
	Particulars	Carrying on reporting date	Tax Base	Taxable/ (deductible temporary difference)	Applicable rate	Deferred tax liabilities/(assets)
	As on 30 June, 2025					
	Property, Plant & Equipment	1,036,401,180	435,815,909	600,585,271	22.5%	135,131,686
	Expected credit loss	(12,334,774)	-	(12,334,774)	22.5%	(2,775,324)
	Right of use of assets	(5,724,968)	-	(5,724,968)	22.5%	(1,288,118)
	Deferred Tax Liability					131,068,244
	As on 30 June, 2024					
	Property, Plant & Equipment	1,627,099,590	828,443,393	798,656,197	22.5%	179,697,644
	Gratuity Provision	(60,054,170)	-	(60,054,170)	22.5%	(13,512,188)
	Expected credit loss provision	(4,334,772)	-	(4,334,772)	22.5%	(975,324)
	Right of use of assets	(70,181,899)	-	(70,181,899)	22.5%	(15,790,927)
	Deferred tax liability					149,419,205



Note	Particulars	Amount in BDT	
		June 30 2025	June 30 2024
	Deferred tax has been calculated only on taxable temporary differences, applying the principle of prudence. The written down value (WDV) and tax base of property, plant, and equipment have been proportionately allocated between IT-enabled services revenue and non-IT-enabled services revenue for this purpose		
18 (a) Consolidated provision for tax liability:			
ADN Telecom Limited	45,105,144	34,329,631	
SOS Developments Limited	3,094	5,393	
ADN International Gateway Ltd	6,730,550	4,895,153	
ADN Edu Services Limited	481,152	414,830	
	52,319,940	39,645,007	
18 (b) Consolidated deferred tax (assets)/liability:			
ADN Telecom Limited	131,068,242	149,419,203	
SOS Developments Limited	174,192	-	
ADN International Gateway Ltd	20,403	8,514	
ADN Edu Services Limited	40,702	33,545	
	131,303,539	149,461,262	
19.00 Unclaimed dividend			
Financial Year 2023-2024	284,649	-	
Financial Year 2022-2023	267,383	281,232	
Financial Year 2021-2022	175,169	175,168	
Financial Year 2020-2021	-	233,149	
	727,201	689,549	



Note	Particulars	Amount in BDT	
		July 01, 2024 to June 30, 2025	July 01, 2023 to June 30, 2024
20.00 Revenue:			
	Local services (Note 20.01)	693,353,213	425,692,193
	IT support and services	440,039,987	487,126,357
	Export services (Note 20.02)	495,749,681	516,767,044
		1,629,142,881	1,429,585,594
	IT support and services includes data service-IPVPN		
20.01 Local services:			
	Internet services	551,280,153	378,152,098
	IP telephony services	50,254,941	39,426,673
	Telehouse and hosting services	1,696,409	2,604,627
	Project sales	90,121,710	5,508,795
		693,353,213	425,692,193
20.02 Export Services			
	Multiprotocol Label Switching (MPLS)-IT support and services	428,075,229	422,263,040
	International Private Leased Circuit (IPLC)-IT support and services	67,674,452	94,504,004
		495,749,681	516,767,044
20 (a) Consolidated revenue:			
	ADN Telecom Limited	1,629,142,881	1,429,585,594
	SOS Developments Limited	309,443	898,802
	ADN International Gateway Ltd	157,362,315	63,406,500
	ADN Edu Services Limited	12,218,873	13,168,773
		1,799,033,512	1,507,059,669
21.00 Cost of goods sold and services:			
	Bandwidth and transmission (NTTN)	327,955,324	315,439,597
	Infrastructure, equipments and network expenses	272,003,465	154,143,122
	Last mile lease rent	70,047,723	78,115,735
	Salaries and allowances	158,503,724	148,440,079
	Point of presence (POP) rent	12,176,248	17,594,130
	Utilities	20,573,649	19,598,045
	Repair and maintenance	4,147,127	3,703,503
	Travelling and conveyance	1,971,811	2,536,842
	Petrol oil and lubricants (POL)	11,808,672	11,696,161
	IP Telephony inter connectivity expenses	17,686,003	14,372,957
	IPTSP revenue sharing	1,784,666	1,185,664
	Licenses, subscriptions and regulatory fees	6,761,173	6,348,976
	Telephone, mobile, courier and fax	3,702,026	5,140,231
	Depreciation	125,691,006	109,700,410
		1,034,812,617	888,015,452
	Details of depreciation are shown in Annexure-A.		
21 (a) Consolidated cost of goods sold and services:			
	ADN Telecom Limited	962,835,710	790,060,515
	SOS Developments Limited	119,560	565,020
	ADN International Gateway Ltd	192,323,667	129,729,940
	ADN Edu Services Limited	7,280,553	6,912,196
		1,162,559,490	927,267,671



Note	Particulars	Amount in BDT	
		July 01, 2024	July 01, 2023
		to June 30, 2025	to June 30, 2024
22.00	Administrative expenses:		
	Salaries and allowances	120,239,521	110,318,728
	Utilities	10,027,947	10,448,659
	Printing and stationery	3,022,050	1,897,686
	Travelling and conveyance	558,742	2,065,854
	Petrol oil and lubricant (POL)	10,011,455	12,520,971
	Licenses, subscriptions and regulatory fees	4,069,092	3,336,503
	Telephone, mobile, courier and fax	823,542	1,319,457
	Fees and charges	2,668,613	3,870,761
	Office maintenance	7,884,792	6,864,732
	Repairs & maintenance	119,379	2,608,340
	Entertainment	2,256,445	1,757,192
	Insurance	1,496,897	1,669,535
	Medical	775,220	1,409,126
	Training and development	2,149,545	510,725
	Bank charges	2,158,654	1,784,792
	Depreciation	39,194,635	29,556,880
	Amortization	877,984	1,197,122
		208,334,513	193,137,063

As per IFRS-16, POP Rent is treated as ROU Assets and charged depreciation on it. Details of depreciation and amortization are shown in Annexure A and B.

22 (a)	Consolidated administrative expenses:		
	ADN Telecom Limited	215,236,825	193,137,063
	SOS Developments Limited	3,544,741	4,551,832
	My Tel Limited	2,288,710	2,240,966
	ADN International Gateway Ltd	12,684,666	10,029,698
	ADN Edu Services Limited	2,550,655	480,566
		236,305,597	210,440,125
23.00	Marketing, selling and distribution expenses:		
	Salaries and allowances	83,356,338	72,144,994
	Business development and promotion	9,425,337	10,369,397
	Advertisement. Sponsorship and media buying	3,910,198	10,763,757
	Travelling and conveyance	3,833,192	9,184,083
	Petrol oil and lubricants (POL)	7,350,300	3,625,586
	Printing and stationeries	1,777,787	4,034,785
	Telephone, Mobile and Fax	1,077,812	1,096,600
	Entertainment	245,255	863,883
	Expected Credit Loss	12,334,774	4,334,772
		123,310,993	116,417,857
23 (a)	Consolidated distribution and marketing expenses:		
	ADN Telecom Limited	123,310,993	116,417,857
	SOS Developments Limited	183,536	424,200
	ADN International Gateway Ltd	3,982,252	3,735,177
		127,476,781	120,577,234
24.00	Finance (expense)/income:		
	Interest Income		
	Related parties	3,718,373	5,425,319
	Short term deposit	710,547	1,343,467
	Fixed deposit receipts	15,297,116	4,684,276
		19,726,036	11,453,062



Note	Particulars	Amount in BDT			
		July 01, 2024 to June 30, 2025	July 01, 2023 to June 30, 2024		
	Interest expenses:				
	Term loan and overdraft	53,063,150	27,082,444		
	Lease liabilities (ROU)	8,797,075	5,952,714		
	Finance lease	549,391	582,467		
		62,409,616	33,617,625		
	Net finance (expense)/income	(42,683,580)	(22,164,563)		
24.01	Interest on term loan:				
	Interest on overdraft	9,567,194	7,452,964		
	Short term loan	1,088,641	9,467,579		
	Long term loan	42,407,315	10,161,901		
		53,063,150	27,082,444		
24.02	Gain on disposal of assets:	4,473,246	-		
		4,473,246	-		
24 (a)	Consolidated financial expense:				
	ADN Telecom Limited	(42,683,580)	(22,164,563)		
	SOS Developments Limited	(1,430)	(4,605)		
	ADN International Gateway Ltd	(60,608)	(66,066)		
	My Tel Limited	(6,265)	(4,035)		
	ADN Edu Services Limited	(1,263,088)	(4,817,524)		
		(44,014,971)	(27,056,793)		
25.00	Exchange (Gain)/Loss:				
	Realized (gain)/loss	(6,898,609)	(12,051,052)		
	Un-realized (gain)/loss	(2,397,429)	-		
		(9,296,038)	(12,051,052)		
25 (a)	Consolidated exchange (gain)/loss:				
	ADN Telecom Limited	(9,296,038)	(12,051,052)		
	ADN International Gateway Ltd	-	-		
		(9,296,038)	(12,051,052)		
26.00	Income tax expenses:				
	Current tax expense				
	Income tax expense for the year (details are shown in Annexure-D)	44,856,814	34,329,631		
	Adjustments/provision released during the year	20,939,022	17,627,756		
		65,795,836	51,957,387		
	Deferred tax expense/(income)				
	Deferred tax income relating to origination and reversal of temporary differences, (Note 18.02)	(18,350,961)	11,936,030		
		47,444,875	63,893,417		
26.01	Reconciliation of effective tax rate				
		June 30 2025	June 30 2024		
	Particulars	Percentage	Amount in BDT	Percentage	Amount in BDT
	Profit before tax		210,411,247		208,194,491
	Tax using the company's tax rate	22.50%	47,342,531	22.50%	46,843,760
	Tax effect of:				
	Inadmissible expenses and applying IFRS 16	1.20%	2,525,042	2.51%	5,229,735
	Exempted Income-IT Support & Services	-5.57%	(11,724,597)	-8.52%	(17,743,864)
	Adjustments / provision released during the year	9.95%	20,939,022	8.47%	17,627,756
	Permanent difference as per Income Tax Act	3.19%	6,713,838	0.00%	-
	Deferred tax expense/(income)	-8.72%	(18,350,961)	5.73%	11,936,030
		22.55%	47,444,875	30.69%	63,893,418



Note	Particulars	Amount in BDT	
		July 01, 2024 to June 30, 2025	July 01, 2023 to June 30, 2024
26 (a) Consolidated current tax expenses:			
ADN Telecom Limited		65,795,836	51,957,387
SOS Developments Limited		3,094	5,393
ADN International Gateway Ltd		6,713,700	4,895,153
ADN Edu Services Limited		481,152	414,830
		72,993,782	57,272,763
Deferred tax expense/(income)			
ADN Telecom Limited		(18,350,961)	11,936,030
SOS Developments Limited		174,192	-
ADN International Gateway Ltd		11,889	8,514
ADN Edu Services Limited		7,158	33,545
		(18,157,722)	11,978,089
		54,836,060	69,250,852



27.00 Disclosure of managerial salary:**Amount in BDT****27.01** The total amount of salary paid to the director of the company during the period is as follows

Name	Designation	June 30, 2025	June 30, 2024
Henry Hilton	Managing Director (Ex-officio)	5,400,000	5,340,000
		<u>5,400,000</u>	<u>5,340,000</u>

27.02 The total amount of salary paid to the Directors and top executives of the company is as follows:

	June 30, 2025	June 30, 2024
Salary	49,974,212	47,238,029
Benefits	4,097,854	4,563,931
	<u>54,072,066</u>	<u>51,801,960</u>

i) No amount of money was expended by the company for compensating any member of the Board for special services rendered.

ii) The company does not pay any board meeting attendance fee to the directors of the company.

Disclosures under para 3 of Schedule XI part II of the Companies Act 1994 (amended upto 2020)

Salary Range (Monthly)	Number of Employees
Below Tk. 3,000	Nil
Above Tk. 3,000	584

Disclosures under para 6 of Schedule XI part II of the Companies Act 1994 (amended upto 2020)

Name of the Auditors	Purpose	June 30, 2025	June 30, 2024
Ahsan Manzur & Co. Chartered Accountants	Audit Fee	569,250	517,500
		<u>569,250</u>	<u>517,500</u>

28.00 Earnings per share (EPS):**28.01 Basic earnings per share (EPS):**

Particulars	June 30, 2025	June 30, 2024
Profit attributable to ordinary shareholder	162,966,372	144,301,074
Weighted average number of ordinary shares outstanding during the Year	64,651,666	64,651,666
Basic earnings per share (EPS)	<u>2.52</u>	<u>2.23</u>

28.02 Diluted earning per share:

No diluted earnings per share is required to be calculated for the years presented as ADN Telecom Limited has no dilutive potential ordinary shares.

28.03 Weighted average number of ordinary shares as on 30 June, 2025:

The following calculation is for the denominator of the EPS calculation.

Particulars	Number of Days Outstanding	Number of Shares in Issue	Weighted Average Number of Shares
	365	64,651,666	64,651,666
Outstanding shares as at 30 June 2025		<u>64,651,666</u>	<u>64,651,666</u>



28 (a) Consolidated basic earnings per share (CEPS):

Particulars	June 30, 2025	June 30, 2024
Profit attributable to ordinary shareholder	165,103,457	149,467,090
Weighted average number of ordinary shares outstanding during the year	64,651,666	64,651,666
Basic earnings per share (EPS)	2.55	2.31

29.00 Net asset value per share (NAVS):

Share Capital	646,516,660	646,516,660
Share Premium	413,704,659	413,704,659
Retained earnings	1,060,096,268	961,781,562
Net asset value (NAV)	2,120,317,587	2,022,002,881
Total number of Existing share	64,651,666	64,651,666
Net asset value per share (NAVS)	32.80	31.28

29 (a) Consolidated net asset value per share (CNAVS):

Particulars	June 30, 2025	June 30, 2024
Share Capital	646,516,660	646,516,660
Share Premium	413,704,659	413,704,659
Retained earnings	1,061,749,810	966,566,794
Net asset value (NAV)	2,121,971,129	2,026,788,113
Total number of existing share	64,651,666	64,651,666
Consolidated net asset value per share (CNAVS)	32.82	31.35

30.00 Net operating cash flow per share :

Particulars	June 30, 2025	June 30, 2024
Net cash flow from operating activities	353,685,549	333,127,748
Total number of existing share	64,651,666	64,651,666
Net operating cash flow per share	5.47	5.15

30 (a) Consolidated operating cash flow per share :

Net cash flow from operating activities	371,622,584	385,033,024
Total number of existing share	64,651,666	64,651,666
Consolidated operating cash flow per share	5.75	5.96

31.00 Reconciliation of cash flow from operating activities through indirect method:

As per Clause No. 5 (2) (e) of Notification No. BSEC/CMRRCD/2006-158/208/Admin/81, Dated: 20 June 2018: A Reconciliation of net cash flow from operating activities through indirect method is provided below:

Particulars	June 30, 2025	June 30, 2024
Cash flow from operating activities:		
As per direct method	353,685,549	333,127,748
As per indirect method:		
Profit after Income tax	162,966,372	144,301,074
Add: Non cash item		
Depreciation Charges	164,885,641	139,257,290
Amortization of Intangible assets	877,984	1,197,122
Proceeds from disposal of	(4,473,246)	-
Employee benefits	47,341,678	14,938,577
Share of profit/(loss) of associates	12,227,288	3,140,472
Increased/(decrease) in Income tax Provision	10,775,513	(3,553,182)
Decreased/(Increased) in trade and other receivables	(18,346,104)	(28,867,380)
Decreased/(Increase) in advance, deposits and prepayments	(40,165,760)	75,579,829
Increase in trade and other payables	9,430,865	(31,915,166)
Increase/(decreased) in provision	26,516,278	7,113,081
Deferred tax (assets)/liabilities	(18,350,959)	11,936,030
Net cash flow from operating activities	353,685,549	333,127,748



		Amount in BDT	
32.00 Cash received from customers and others:		June 30, 2025	June 30, 2024
Particulars			
Revenue during the year		1,629,142,881	1,429,585,594
Changes in trade receivable		26,090,491	65,458,246
Exchange gain		9,296,038	12,051,052
		<u>1,664,529,410</u>	<u>1,507,094,892</u>
32 (a) Consolidated cash received from customers and others			
ADN Telecom Limited		1,696,651,711	1,486,567,281
SOS Developments Limited		(489,233)	6,866,232
ADN International Gateway Ltd		171,780,654	(4,476,315)
ADN Edu Services Limited		11,171,977	10,448,388
My Tel Limited		-	-
		<u>1,879,115,109</u>	<u>1,499,405,586</u>
33.00 Cash paid to suppliers and others:			
Cost of Goods & Services		(1,034,812,617)	(888,015,452)
Changes in Trade and other payable		9,430,865	(31,915,165)
Depreciation in Cost of Goods Sold & Services		125,691,006	109,700,410
Translation gain		-	-
		<u>(899,690,746)</u>	<u>(810,230,207)</u>
33 (a) Consolidated cash paid to suppliers and others:			
ADN Telecom Limited		(831,086,990)	(618,774,590)
SOS Developments Limited		58,427	193,088
ADN International Gateway Ltd		(214,557,437)	(75,118,688)
ADN Edu Services Limited		(34,071,730)	19,990,556
		<u>(1,079,657,730)</u>	<u>(673,709,634)</u>
34.00 Payments for operating expenses			
Change in advances, deposits and pre-payments		(40,165,760)	75,579,829
Changes in other receivable		(24,710,560)	(81,432,565)
Change in provision		26,516,278	7,113,081
Administrative expenses		(208,334,513)	(193,137,063)
Distribution and marketing expenses		(123,310,993)	(116,417,857)
Depreciation in administrative expenses		39,194,635	29,556,880
Amortization in administrative expenses		877,984	1,197,122
Change in employees benefits		46,776,499	20,467,840
		<u>(283,156,430)</u>	<u>(257,072,733)</u>
34 (a) Consolidated payments for operating expenses:			
ADN Telecom Limited		(305,420,801)	(226,520,559)
SOS Developments Limited		(1,509,186)	(5,042,289)
My Tel Limited		(3,398,548)	(84,651,956)
ADN International Gateway Ltd		(14,205,148)	(14,220,598)
ADN Edu Services Limited		7,252,387	(13,078,858)
		<u>(317,281,296)</u>	<u>(343,514,260)</u>



35.00 Addition/repayment to lease liabilities:

Amount in BDT

Particulars	June 30, 2025	June 30, 2024
Closing lease liabilities (Note 13.00)	109,711,498	74,372,075
Opening lease liabilities (Note 13.00)	74,372,075	65,805,212
	35,339,423	8,566,863

36.00 Financial risk management:

International Financial Reporting Standard IFRS 7 "Financial Instruments: Disclosures" - requires disclosure of information relating to: both recognized and unrecognized financial instruments, their significance and performance, accounting policies, terms and conditions, net fair values and risk information- the companies policies for controlling risks and exposures. The company has exposure to the following risks from its use of financial instruments.

- Credit Risk
- Liquidity Risk
- Market Risk

The Board of Directors has overall responsibility for the establishment and oversight of the company's risk management framework. The Board oversees how management monitors compliance with risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to risks faced by the company.

37.00 Credit risk:

Credit risk is the risk of financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the company's receivable from customers and investment securities. The company's Revenue are derived from Bank, Financial Institution, Multinational Corporate, Public & Private Ltd. companies, ADN's strategic partners include among the largest companies in the global telecommunications sector, including Singapore Telecommunications Ltd. (SingTel), Tata Communications Ltd. as well as Orange business services. The company also has a strategic alliance with Bharti Airtel and British Telecom (BT).

Exposure to credit risk

Trade and other receivables	809,645,303	811,025,235
Advance, deposit and prepayments	227,810,059	187,644,299
Cash and bank Balance	94,406,844	93,042,932
	1,131,862,206	1,091,712,466

Credit exposure by credit rating		As at 30 June 2025	
		Credit	Amount in BDT (%)
Trade and other receivables		809,645,303	71.53%
Advance, deposit and prepayments		227,810,059	20.13%
Cash and bank balance		94,406,844	8.34%
Mobile wallet		403,118	0.04%
Cash in hand		2,016,074	0.18%
Cash at bank		91,987,652	8.13%
Bank Asia PLC	AA1	704,016	0.06%
BRAC Bank PLC	AAA	1,572,141	0.14%
Community Bank Bangladesh PLC	AA-	1,027,650	0.09%
Dhaka Bank PLC.	AA+	17,265,240	1.53%
Dutch Bangla Bank PLC	AAA	45,309,956	4.00%
Eastern Bank PLC.	AAA	745,691	0.07%
Global Islami Bank PLC	AA-	1,690,229	0.15%
IFIC Bank PLC	AA	1,668,650	0.15%
Islami Bank Bangladesh PLC.	AAA	824,543	0.07%
Jamuna Bank PLC	AA1	5,676	0.00%
Janata Bank PLC	A(AAA)	22,815	0.00%



Mutual Trust Bank PLC	AA+	682,927	0.06%
NRBC Bank PLC	AA-	93,432	0.01%
One Bank PLC	AA	258,304	0.02%
Pubali Bank PLC	AAA	992,685	0.09%
Rupali Bank PLC	A-(AAA)	11,658	0.00%
Sonali Bank PLC	AA- (AAA)	2,638,281	0.23%
Standard Bank PLC	AA+	502,313	0.04%
The City Bank PLC	AA!	15,023,389	1.33%
Trust Bank PLC	AA1	17,036	0.00%
United Commercial Bank PLC	AA	930,996	0.08%
Uttara Bank PLC	AA	23	0.00%

38.00 Liquidity risk:

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. Typically, the Company ensures that it has sufficient cash and cash equivalent to meet expected operational expenses, including the servicing of financial obligation through preparation of the cash forecast, prepared based on time line of payment of the financial obligation and accordingly arrange for sufficient liquidity/fund to make the expected payment within due date. Moreover, the Company seeks to maintain short term lines of credit with scheduled commercial banks to ensure payment of obligations in the event that there is insufficient cash to make the required payment. The

The following are the contractual maturities of financial liabilities as at 30 June 2025

Particulars	Carrying Amount	Maturity period	Nomin al	Within 6 months or less	Within 6 -12 months	More than 1 year
	Taka	Taka	%	Taka	Taka	Taka
Trade and other	260,728,979	-	N/A	130,364,490	130,364,490	-
Provisions	105,941,720	-	N/A	70,627,813	35,313,907	-
Loans and	383,871,882	.	14.00%	99,036,800	99,036,800	185,798,281
Lease liabilities	112,861,961	.	14.55%	1,704,209	852,105	-
Contribution to	11,131,927	Mar-26	N/A	-	11,131,927	-
Provision for tax	45,105,144	-	N/A	-	45,105,144	-
Total:	919,641,613			301,733,312	321,804,372	185,798,281

39.00 Market risk:

Currency risk

The Company is exposed to currency risk on purchases of equipments & received currency from global Partners that are denominated in a currency other than the functional currency primarily in U. S. Dollars. The effects of foreign purchase are insignificant to the Company. The Company has not entered into any type of derivatives instrument in order to hedge foreign currency risk as at 30 June 2025. There are no foreign currency monetary assets and liabilities as at 30 June 2025 resulting net exposure to foreign currency risk is nil.

Interest rate risk

Interest rate risk is the risk that arises due to changes in interest rates on borrowings. Local currency loans are however not significantly affected by fluctuations in interest rates.



40.00 Related party disclosures:

During the year the company carried out a number of transactions with related parties in the normal course of business and on an arm's length basis. The name of related parties, nature of transactions, their total value and closing balances have been set out in accordance with the provisions of IAS 24 "Related Party Disclosure":

								Amount in BDT
SL	Name of Company/ Party	Relationship	Nature of Transaction	Ref. Note	Balance as on 01.07.2024	Total Transaction FY		Balance as on 30.06.2025
						Addition	Payment/Adj	
Subsidiaries								
1	ADN International Gateway Ltd.	Concern under common shareholding and management	Trade Payable	17.01	(46,421,168)	(74,976,907)	(77,952,288)	(43,445,787)
					(46,421,168)	(74,976,907)	(77,952,288)	(43,445,787)
2	ADN Eduservices Ltd.	Concern under common shareholding and management	Interest Receivable	8.02	16,366,420		295,000	16,071,420
					16,366,420	-	295,000	16,071,420
3	My Tel Limited.	Concern under common shareholding and management	Intercompany Loan	8.02	48,597,894	25,066,154	12,501,048	61,163,000
					48,597,894	25,066,154	12,501,048	61,163,000
4	SOS Developments Ltd.	Concern under common shareholding and management	Working capital	8.02	9,719,546	6,409,500	3,000,000	13,129,046
			Trade Payable		-	(181,093)	(75,000)	(106,093)
					9,719,546	6,228,407	2,925,000	13,022,953
Sub Total					28,262,692	(43,682,346)	(62,231,240)	46,811,586
Associates								
1	ADN DigiNet Ltd.	Concern under common management	Investment restructuring in progress	8.02	41,001,700	16,973,346	15,200,000	42,775,046
			Shared services cost		11,237,881	4,042,899	-	15,280,780
			Investment in share	7.01	3,826,163	2,801,865	-	6,628,028
					56,065,744	23,818,110	15,200,000	64,683,854
2	ADN Media Ltd.	Concern under common management	Investment restructuring in progress	8.02	31,676,445	27,142,471	4,458	58,814,458
			Investment In Share	7.01	68,351	-	(7,878,790)	(7,810,439)
					31,744,796	27,142,471	(7,874,332)	51,004,019
3	Senior Citizen Healthcare Limited	Concern under different management	Share money deposit	8.02	-	37,000,000	-	37,000,000
			Investment In Share	7.01	-	56,187,667	(7,150,363)	49,037,304
					-	93,187,667	(7,150,363)	86,037,304
Sub Total					87,810,540	144,148,248	175,305	201,725,177
Affiliates								
1	Tech Valley Networks Ltd.	Concern under common management	Advanced for land		7,275,920	-	-	7,275,920
			Working capital	9.01.02	-	11,023,456	-	11,023,456
			Interest Receivable	8.02		676,667	-	676,667
					7,275,920	11,700,123	-	18,976,043
2	ADN Technologies Ltd	Concern under common management	Advance for land	9.01.02	10,406,655	-	-	10,406,655
			Working capital		25,097,437	421,110	9,325,882	16,192,665
			Interest Receivable	8.02	5,613,539	993,715	-	6,607,254
					41,117,631	1,414,825	9,325,882	33,206,574
3	InGen Technology Ltd.	Concern under common management	Working capital	8.02	42,178,562	4,497,530	16,625,000	30,051,092
			Interest Receivable	8.02	14,077,216	2,047,991	-	16,125,207
					56,255,778	6,545,521	16,625,000	46,176,299
Sub Total					104,649,329	19,660,469	25,950,882	98,358,916
Grand Total					220,722,561	120,126,371	(36,105,053)	346,895,680



41.00 Contingent liability:

As per IAS 37: 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 entity; or a present obligation that arises from past events but is not recognised because:

(1) it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or

(2) the amount of the obligation can not be measured with sufficient reliability.

(3) Contingent Liability of Bank Gurantee: The company has issued total bank guarantee of BDT 10,278,528.66 of which BDT 10,278,528.66 has been accounted for (Note: 9.02)

42.00 Attendance status of board of directors meeting:

During the year from 01.07.2024 to 30.06.2025 there were 5 (Five) Board Meetings held. The attendance status of all the meetings are as follows:

Name of the Director	Position	Meeting Held	Attended	Remarks
Asif Mahmood	Chairman	4	4	
Henry Hilton	Managing Director	4	4	
Md. Moinul Islam	Director	4	4	
Md. Mahfuz Ali Sohel	Director	4	4	
Waqar Ahmad Choudhury (Nominee of Vanguard AML BD Finance Mutual Fund One)	Director	4	3	Resigned on 7 May 2025.
Rawan Ahmad Choudhury (Nominee of Vanguard AML BD Finance Mutual Fund One)	Director	4	-	Appointed on 7 May 2025
Md. Maruf	Independent Director	4	4	
Major General Golam Mohammad,ndc,psc (ret'd)	Independent Director	4	1	Resigned on 10 November 2024.
Deedarul Huq Khan	Independent Director	4	-	Appointed on 10 August 2025

For Board Meeting, attendance fees were not paid to the Directors of the company.

43.00 Other disclosures:

- i) i. During the financial year ended on 30 June 2025, ADN Telecom Limited achieved a consolidated revenue of BDT 179.90 crore, marking a 19% year-on-year growth driven primarily by strong performance in the B2C segment and a BDT 9.20 crore contribution from the subsidiaries. Despite inflationary pressures, elevated interest rates, macroeconomic challenges and volatile socio-political landscape, the company-maintained profitability through robust sales and disciplined cost management.
- ii) Finance costs rose significantly due to higher market interest rates and increased utilization of credit to finance the growth of B2C segment. However, net profit after tax improved to BDT 16.43 crore, up 8.91% from BDT 15.08 crore of the prior year. Earnings Per Share (EPS) increased to BDT 2.55 in 2025 from BDT 2.31 of 2024 demonstrating the group's resilience and effective stewardship of business and finance.

44.00 Subsequent disclosure of events after the reporting period under IAS 10:

The Board of Directors of ADN Telecom Limited in it's 142nd meeting held on 27th October 2025 has approved the audited financial statement and recommended for declaration of cash dividend @ 10% to the shareholders for approval in the ensuing Annual General Meeting (AGM) of the company.



ADN Telecom Limited
Schedule of property, plant and equipment
As at June 30, 2025

Annexure-A
Amount in BDT

Particulars	Cost				Depreciation					Written Down Value 30 June 2025
	Opening Balance	Addition	Disposal/ Adjustment	Closing Balance	Rate	Opening Balance	Charged during the year	Disposal/ Adjustment	Closing Balance	
Freehold:										
Land and land development	191,482,686	3,959,318	-	195,442,004	-	-	-	-	-	195,442,004
Radio Link, infrastructure and equipment	944,938,068	36,104,027	-	981,042,096	5%	323,194,149	31,352,058	-	354,546,207	626,495,889
Data centre	102,640,174	7,451,518	-	110,091,692	5%	12,866,564	4,490,751	-	17,357,315	92,734,377
Fiber equipment	264,392,335	14,318,899	-	278,711,234	5%	95,305,673	8,547,056	-	103,852,729	174,858,505
Computer & computer equipments	74,864,311	5,191,576	65,000	79,990,887	30%	60,083,073	4,647,492	45,890	64,684,675	15,306,212
Office equipment	81,790,424	3,985,617	52,000	85,724,041	20%	56,442,280	5,004,538	52,000	61,394,818	24,329,223
Optical fiber	136,821,085	12,964,717	-	149,785,802	30%	92,500,963	13,573,720	-	106,074,683	43,711,119
Furniture and fittings	35,544,479	9,461,896	-	45,006,375	10%	19,942,537	1,776,887	-	21,719,424	23,286,951
IPTSP and video conference equipment	60,402,301	1,208,860	-	61,611,161	20%	37,246,192	4,400,820	-	41,647,012	19,964,149
Motor vehicle	37,895,785	3,556,184	10,766,691	30,685,278	20%	29,628,203	1,433,437	8,540,075	22,521,565	8,163,713
Leasehold motor vehicle	6,494,000	-	-	6,494,000	20%	1,537,792	905,242	-	2,443,034	4,050,966
Support equipment	521,174,164	8,928,611	-	530,102,774	10%	102,592,794	40,478,787	-	143,071,581	387,031,193
Closing Balance as at 30 June 2025	2,458,439,812	107,131,223	10,883,691	2,554,687,344		831,340,220	116,610,787	8,637,965	939,313,042	1,615,374,301
Closing Balance as at 30 June 2024	2,074,119,484	384,320,328	-	2,458,439,812		738,334,418	93,005,804	-	831,340,222	1,627,099,590

Annexure-A.1

Right of Use of Assets (ROU)	Opening Balance	Addition	Disposal/ Adjustment	Closing Balance	Rate	Opening Balance	Charged during the year	Disposal/ Adjustment	Closing Balance	Written Down Value 30 June 2025
Rental premises	262,628,211	99,430,617	17,351,132	344,707,696	-	192,446,312	48,274,854	-	240,721,166	103,986,530
Closing Balance as at 30 June 2025	262,628,211	99,430,617	17,351,132	344,707,696	-	192,446,312	48,274,854	-	240,721,166	103,986,530
Closing Balance as at 30 June 2024	207,580,098	55,048,113	-	262,628,211	-	146,194,826	46,251,486	-	192,446,312	70,181,899

Allocation of Depreciation

Particulars	Notes	2024-25	2023-24
Cost of Goods Sold & Services	21	125,691,006	109,700,410
Administration	22	39,194,635	29,556,880
Total Depreciation		164,885,641	139,257,290

Break Up of Administration Depreciation

	2024-25	2023-24
Office Equipment	5,004,538	4,729,138
ROU Assets	31,483,712	22,200,103
Furniture & Fixtures	1,776,887	1,648,097
Computer & Computer Equipment (20% of total dep.)	929,499	979,542
Total	39,194,635	29,556,880



ADN Telecom Limited
Schedule of Intangible Assets
As at June 30, 2025

Annexure-C
Amount in BDT

Particulars	Cost				Amortization					Written Down Value 30 June 2025
	Opening Balance	Addition	Disposal/ Adjustment	Closing Balance	Rate	Opening Balance	Charged during the year	Disposal/ Adjustment	Closing Balance	
Quick book software	225,000	-	-	225,000	20%	215,152	1,799	-	216,951	8,049
ZAB ERP software	5,600,000	-	-	5,600,000	20%	1,120,000	818,263	-	1,938,263	3,661,737
Employee management software	248,400	-	-	248,400	20%	205,485	7,838	-	213,323	35,077
Share management software	210,000	-	-	210,000	20%	139,138	12,943	-	152,081	57,919
Network performance software	1,697,610	-	-	1,697,610	20%	1,494,260	37,141	-	1,531,401	166,209
Closing Balance as at 30 June 2025	7,981,010	-	-	7,981,010		3,174,035	877,984	-	4,052,019	3,928,991
Closing Balance as at 30 June 2024	2,381,010	5,600,000.0	-	7,981,010		1,976,913	1,197,122	-	3,174,035	4,806,975

Allocation of Amortization

Administrative expenses

Notes	2024-2025	2023-2024
22	877,984	1,197,122
	877,984	1,197,122

Schedule of Consolidated Intangible Assets
As at June 30, 2025

Annexure-C-1
Amount in BDT

Particulars	Cost				Amortization					Written Down Value 30 June 2025
	Opening Balance	Addition	Disposal/ Adjustment	Closing Balance	Rate	Opening Balance	Charged during the year	Disposal/ Adjustment	Closing Balance	
Quick book software	225,000	-	-	225,000	20%	215,152	1,799	-	216,951	8,049
ZAB ERP software	5,600,000	-	-	5,600,000	20%	1,120,000	818,263	-	1,938,263	3,661,737
Employee management software	248,400	-	-	248,400	20%	205,485	7,838	-	213,323	35,077
Share management software	210,000	-	-	210,000	20%	139,138	12,943	-	152,081	57,919
Network performance software	1,697,610	-	-	1,697,610	20%	1,494,260	37,141	-	1,531,401	166,209
License & Membership Fee	147,980	-	-	147,980	20%	147,980	-	-	147,980	-
Software development progress	4,450,000	7,288,190	-	11,738,190	10%	-	661,740	-	661,740	11,076,450
Closing Balance as at 30 June 2025	12,578,990	7,288,190	-	19,867,180		3,322,015	1,539,724	-	4,861,739	15,005,441
Closing Balance as at 30 June 2024	2,528,990	10,050,000.0	-	12,578,990		2,013,907	1,308,107	-	3,322,015	9,256,975

Allocation of Amortization

Administrative expenses

Notes	2024-2025	2023-2024
22 (a)	1,539,724	1,308,107
	1,539,724	1,308,107



ADN Telecom Limited
For the year ended 30 June 2025
TIN: 222-200-0461 (Cicle-316 Company, Zone-15)
Assessment year 2025-2026

Annexure-D
Amount in BDT

Net profit before income tax- as per audited profit and loss account				210,411,247
Add: Share of profit/(loss) associates				12,227,287
Less: Income from financial assest & other sources				(21,182,992)
				201,455,542
Apportionment of income				
From revenue				
Export	495,749,681		30.43%	61,303,107
IT Support & Services	440,039,987		27.01%	54,414,192
Local	693,353,213		42.56%	85,738,243
	1,629,142,881		100%	201,455,542
COMPUTATION OF TOTAL INCOME				
	Export	IT support and services	Local	Total
Net profit before income tax as per audited profit and loss account -(a)	61,303,107	54,414,192	85,738,243	201,455,542
Add: Items to be considered separately -(b)				
Accounting depreciation	35,484,770	31,497,182	49,628,835	116,610,787
Expected Credit Loss	5,142,499		7,192,275	12,334,774
Excess Perquisit u/s 55(Gha) of ITA, 2023	835,156	741,306	1,168,046	2,744,508
Entertainment	761,270	675,722	1,064,708	2,501,700
	42,223,695	32,914,210	59,053,864	134,191,769
Add: Inadmissible items -(c)				
Interest Expense (IFRS 16)	2,676,958	2,376,136	3,743,981	8,797,075
Depreciation of Right of use asset (IFRS 16)	14,690,083	13,039,290	20,545,482	48,274,854
	17,367,041	15,415,426	24,289,463	57,071,929
Less: Items considered separately and admissible -(d)				
Allowable Tax of Depreciation as per 3rd Schedule of ITA 2023	39,745,223	35,278,868	55,587,485	130,611,576
Obsolance Allowance u/s 50(2)of ITA, 2023	131,757	116,951	184,275	432,983
Actual Rental Payment (IFRS 16)	16,406,661	14,562,968	22,946,280	53,915,909
	56,283,641	49,958,787	78,718,040	184,960,468
Total income before entertainment charges (a+b+c-d)				207,758,772
Deduct: Allowable entertainment (U/R-65)				
First 10,00,000 @ 4%	12,172	10,804	17,024	40,000
Balance Tk @ 2%	1,258,338	1,116,933	1,759,905	4,135,176
	1,270,510	1,127,737	1,776,929	4,175,176
Whichever is lower- (e)	761,270	675,722	1,064,708	2,501,700
Total taxable Business Income exclude 82C(4) f=(a+b+c-d-e)	63,848,932	52,109,319	89,298,822	205,257,072
Income from other sources-(g)				16,376,584
Total taxable Income (f+g)				221,633,657
Computation of Tax Liability				
Tax Liability	Income		Rate	Tax
Export Income	63,848,932		22.50%	14,366,010
IT Support & Services	52,109,319		0.00%	-
Income Other than Export	89,298,822		22.50%	20,092,235
Income from other sources	16,376,584		22.50%	3,684,731
Total Tax Liability	221,633,657			38,142,976
Current tax expenses for 2025				
Regular tax on the basis of net profit - As above				38,142,976
AIT deducted at source by Customers (U/S- 163)- Note: 9.01.01				44,856,814
Tax on the basis of Gross receipt @ 1%				2,216,337

