ADN Telecom Limited

AUDITOR'S REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

Ahsan Manzur & Co.
Chartered Accountants

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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;

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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.	

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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.	

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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.

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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.

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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. Raghib 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

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

Place: Dhaka
Date: 02 November 2025

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. Raghib 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

Ahsan Manzur & Co. Chartered Accountants

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 Liabilitis 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	**Henry Hilton**	**Deedarul Huq Khan**	**Asif Mahmood**
Company Secretary	Managing Director	Independent Director	Chairman

Ahsan Manzur & Co. Chartered Accountants

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. Raghib 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

Amount in BDT

Particulars	Notes	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 arnings 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

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

Place: Dhaka
Date: 02 November 2025

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 dvidend 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 dvidend 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

Ahsan Manzur & Co. Chartered Accountants

ADN Telecom Limited
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	32.00	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 Liabilitis 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	**Henry Hilton**	**Deedarul Huq Khan**	**Asif Mahmood**
Company Secretary	Managing Director	Independent Director	Chairman

Ahsan Manzur & Co. Chartered Accountants

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 andwas 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.

Ahsan Manzur & Co. Chartered Accountants

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.

Ahsan Manzur & Co. Chartered Accountants

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 consistant 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.

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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.

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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.

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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.

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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.

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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"Presenation 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.

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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**
	Written down value	**1,615,374,301**	**1,627,099,590**
	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
		982,531,546	861,396,951
	Less: Disposal/adjustment during the period	(8,637,965)	-
		973,893,582	**861,396,951**
	Written down value	**1,647,673,761**	**1,651,570,198**
	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**
	Written down value	**103,986,530**	**70,181,899**
	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**
	Written down value	**3,928,991**	**4,806,975**
	An elaborate schedule of Intangible Assets are shown in annexure-C		

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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**
Written down value	**15,005,442**	**9,256,976**

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**

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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**

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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

Note	Particulars	June 30 2025	June 30 2024
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 Finanance 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 NBFI's

Note	Particulars	June 30 2025	June 30 2024
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-imprest 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**

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Note	Particulars	Amount in BDT June 30 2025	Amount in BDT 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
		96,996,526	**95,892,244**
12.00	**Share capital:**		
12.01	**Authorized capital:**		
	200,000,000 -Ordinary Shares of Tk. 10 each	**2,000,000,000**	**2,000,000,000**
12.02	**Issued, subscribed, and paid-up capital:**		
	64,651,666 Ordinary Shares of Tk. 10 each	**646,516,660**	**646,516,660**

12.03 The detail shareholding positions are as follows:

Name of shareholders	30-Jun-25 % of Holding	30-Jun-25 Amount in Taka	30-Jun-24 % of Holding	30-Jun-24 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**

Note	Particulars	June 30 2025	June 30 2024
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
		62,033,309	**37,542,639**
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
		70,650,186	**48,261,121**
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
		50,828,652	**41,128,844**

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Note	Particulars	Amount in BDT June 30 2025	Amount in BDT 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**

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Note	Particulars	Amount in BDT June 30 2025	Amount in BDT 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**

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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

Note	Particulars	June 30 2025	June 30 2024
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**

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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

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Note	Particulars	Amount in BDT	
		July 01, 2024 to June 30, 2025	July 01, 2023 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.

Note	Particulars	July 01, 2024 to June 30, 2025	July 01, 2023 to June 30, 2024
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**

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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

Particulars	June 30 2025		June 30 2024	
	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**

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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**

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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
		5,400,000	5,340,000

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
	54,072,066	51,801,960

i) No amount of money was expensed 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
		569,250	**517,500**

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)	**2.52**	**2.23**

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		64,651,666	64,651,666

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
	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**

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Amount in BDT

32.00 Cash received from customersand others:

Particulars	June 30, 2025	June 30, 2024
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
	1,664,529,410	1,507,094,892

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	-	-
	1,879,115,109	1,499,405,586

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	-	-
	(899,690,746)	(810,230,207)

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
	(1,079,657,730)	(673,709,634)

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 provission	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
	(283,156,430)	(257,072,733)

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)
	(317,281,296)	(343,514,260)

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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%

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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	Nominal	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.

Ahsan Manzur & Co. Chartered Accountants

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 Addition	Total Transaction FY Payment/Adj	Balance as on 30.06.2025
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 restrucring 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 restrucring 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 (retd)	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.

Ahsan Manzur & Co. Chartered Accountants

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
	Opening Balance	Addition	Disposal/ Adjustment	Closing Balance	Rate	Opening Balance	Charged during the year	Disposal/ Adjustment	Closing Balance	30 June 2025
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 cquipment	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 Intanginle Assets
As at June 30, 2025

Annexure-C
Amount in BDT

Particulars	Cost				Amortization					Written Down Value
	Opening Balance	Addition	Disposal/ Adjustment	Closing Balance	Rate	Opening Balance	Charged during the year	Disposal/ Adjustment	Closing Balance	30 June 2025
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	**Notes**	**2024-2025**	**2023-2024**
Administrative expenses	22	877,984	1,197,122
		877,984	**1,197,122**

Schedule of Consolidated Intanginle Assets
As at June 30, 2025

Annexure-C-1
Amount in BDT

Particulars	Cost				Amortization					Written Down Value
	Opening Balance	Addition	Disposal/ Adjustment	Closing Balance	Rate	Opening Balance	Charged during the year	Disposal/ Adjustment	Closing Balance	30 June 2025
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	**Notes**	**2024-2025**	**2023-2024**
Administrative expenses	22 (a)	1,539,724	1,308,107
		1,539,724	**1,308,107**

Ahsan Manzur & Co. Chartered Accountants

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	Which ever higher	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

Ahsan Manzur & Co. Chartered Accountants