



SHIRAZ KHAN BASAK & CO.

CHARTERED ACCOUNTANTS

(An associate firm of D. N. Gupta & Associates)

R. K. TOWER (Level-10)
86, Bir Uttam C.R. Datta Road
(312, Sonargaon Road), Dhaka-1205
Tel : 88-02-9635139, 0088-02-9673597
Mobile : 01552-638228, 01711-520770
01922-117370, 01920-719463
E-mail : shirazkhanbasak@yahoo.com

INDEPENDENT AUDITORS' REPORT

To

eGeneration Limited

Introduction

We have audited the accompanying financial statements of eGeneration Limited (the "Company"), which comprise the Statement of Financial Position as at 30th June 2017, Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory notes and all related to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these Financial Statements in accordance with Bangladesh Accounting Standards (BAS), Bangladesh Financial Reporting Standards (BFRS), the Companies Act, 1994 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conduct our audit in accordance with Bangladesh Standard on Auditing (BSA). Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements prepared in accordance with Bangladesh Accounting Standards (BAS), Bangladesh Financial Reporting Standards (BFRS), give a true and fair view of the state of the Company's affairs as at 30th June 2017 and of the results of its operations and its cash flows for the year then ended and comply with the Companies Act, 1994 and other applicable laws and regulations.


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 account as required by law have been kept by the Company so far as it appeared from our examination of these books;
- c) the Statement of Financial Position and Statement of Comprehensive Income dealt with by the report are in agreement with the books of accounts; and
- d) all the expenditures incurred were for the purposes of the Company.

Dated: 14th September, 2017

Place: Dhaka




Shiraz Khan Basak & Co.
Chartered Accountants

eGeneration Limited
Statement of Financial Position
As on 30 June, 2017

Particulars	Note	Amount in Taka	
		30.06.2017	30.06.2016
Assets & Properties			
Non-Current Assets:			
		449,505,690	252,263,543
Property, Plant & Equipment	4.00	54,809,840	62,616,809
Intangible Assets	5.00	212,142,870	79,583,023
Investment in LEDP	6.00	38,725,271	29,528,856
Work In Progress	7.00	143,827,709	80,534,855
Current Assets:			
		105,668,226	60,482,620
Advance, Deposit & Prepayments	8.00	1,785,000	1,785,000
Inventories	9.00	5,103,230	9,472,540
Accounts Receivable	10.00	75,181,246	47,439,094
Cash & Cash Equivalents	11.00	23,598,750	1,785,986
Total Assets		555,173,916	312,746,163
Shareholders' Equity & Liabilities			
Shareholders' Equity:			
		333,426,766	224,351,542
Share Capital	12.00	99,999,000	4,200,000
Retained Earnings	13.00	233,427,766	220,151,542
Non-Current Liabilities:			
		163,690,070	36,061,016
Share Money Deposit	14.00	158,967,900	32,444,165
Term Loan (Non-Current Portion)	15.00	4,722,170	3,616,851
Current Liabilities:			
		58,057,081	52,333,604
Bank Overdraft	16.00	10,240,133	-
Liabilities for Expenses	17.00	3,899,041	2,899,439
Term Loan (Current Portion)	18.00	9,888,687	2,060,400
Accounts Payable	19.00	4,956,004	3,300,549
Related Party Transactions	20.00	29,073,216	44,073,216
Total Shareholders' Equity & Liabilities		555,173,916	312,746,163
Net Asset Value (NAV) Per Share	27.2	33.34	22.44

The annexed notes 1 to 28 is an integral part of the Financial Statements.

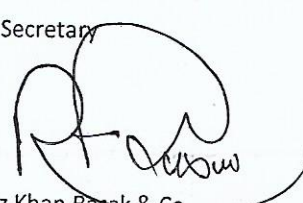

Managing Director


Director


Company Secretary

As per our annexed report of same date

Dated: September 14, 2017
Place: Dhaka


Shiraz Khan Basak & Co.
Chartered Accountants



eGeneration Limited
Statement of Profit or Loss & Other Comprehensive Income
For the year ended 30 June, 2017

Particulars	Note	Amount in Taka	
		30.06.2017	30.06.2016
Revenue	21.00	240,996,658	146,153,877
Cost of Service & Sales	22.00	(129,062,772)	(72,115,610)
Gross Profit		111,933,886	74,038,267
Operating Expenses		(25,157,663)	(19,753,516)
General & Administrative Expenses	23.00	(19,372,506)	(16,650,537)
Selling & Distribution Expenses	24.00	(3,212,828)	(2,636,874)
Financial Expenses	25.00	(2,572,329)	(466,105)
Profit from Operation		86,776,223	54,284,751
Non-Operating Income	26.00	-	-
Profit before tax		86,776,223	54,284,751
Provision for tax		-	-
Profit after Tax		86,776,223	54,284,751
Earnings Per Share (EPS)- Basic	27.1 (A)	6.15	4.93
Earnings Per Share (EPS)- Diluted	27.1(B)	3.35	2.10

The annexed notes 1 to 28 is an integral part of the Financial Statements.



Managing Director


Director


Company Secretary

As per our annexed report of same date

Dated: September 14, 2017
Place: Dhaka


Shiraz Khan Basak & Co.
Chartered Accountants



eGeneration Limited
Statement of Cash Flows
For the year ended 30 June, 2017

Note	Amount in Taka	
	30.06.2017	30.06.2016
A. Cash Flows from Operating Activities:		
Cash Received from Customers	213,254,506	124,170,349
Cash Paid to Suppliers	(83,447,966)	(67,130,718)
Cash Paid for Operating Expenses	(20,760,536)	(18,618,915)
Net Cash Inflow / (Outflow) from Operating Activities	109,046,004	38,420,715
B. Cash Flows from Investing Activities:		
Acquisition of Property, Plant and Equipment	(445,000)	(34,348,545)
Acquisition of Intangible Assets	(84,188,260)	(46,525,320)
Investment In LDEP	(9,196,415)	(29,528,856)
(Increase) / Decrease in Work-in-Progress	(143,827,709)	45,883,190
Net Cash Inflow / (Outflow) from Investing Activities	(237,657,384)	(64,519,531)
C. Cash Flows from Financing Activities:		
Increase / (Decrease) in Related Party Transactions	(15,000,000)	21,540,000
Increase / (Decrease) in Share Money Deposit	148,822,735	-
Increase / (Decrease) in Proceeds from Long Term Loan	8,933,605	5,677,251
Increase/(Decrease) Bank Overdraft	10,240,133	-
Cash Paid for Financial Expenses	(2,572,329)	(466,105)
Net Cash Inflow / (Outflow) from Financing Activities	150,424,145	26,751,146
D. Net Changes in Cash and Cash Equivalents for the year (A+B+C)	21,812,764	652,330
E. Cash and Cash Equivalents at the beginning of the year	1,785,986	1,133,656
F. Cash and Cash Equivalents at the end of the year (D+E)	23,598,750	1,785,986
NET OPERATING CASH FLOWS PER SHARE (NOCFPS)	27.03	7.72
		3.49

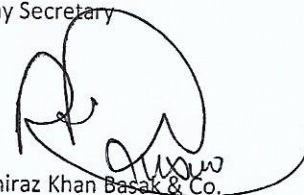
The annexed notes 1 to 28 is an integral part of the Financial Statements.


Managing Director


Director
As per our annexed report of same date


Company Secretary

Dated: September 14, 2017
Place: Dhaka


Shiraz Khan Basak & Co.
Chartered Accountants



eGeneration Limited
Statement of Changes in Equity
For the year ended 30 June, 2017

Particulars	Amount in Taka		
	Share Capital	Retained Earnings	Total Equity
Opening Balance as on 01 July 2016	4,200,000	220,151,542	224,351,542
Addition during the year	22,299,000		22,299,000
Net Profit (after tax) transferred from statement of Profit or Loss & Other Comprehensive Income		86,776,223	86,776,223
Adjustment for Bonus Issue	73,500,000	(73,500,000)	-
Balance at the end of the year 30 June 2017	99,999,000	233,427,766	333,426,766

eGeneration Limited
Statement of Changes in Equity
For the year ended 30 June, 2016

Particulars	Amount in Taka		
	Share Capital	Retained Earnings	Total Equity
Opening Balance as on 01 July 2015	4,200,000	165,866,791	170,066,791
Addition during the year	-	-	-
Net Profit (after tax) transferred from statement of Profit or Loss & Other Comprehensive Income		54,284,751	54,284,751
Balance at the end of the year 30 June 2016	4,200,000	220,151,542	224,351,542

The annexed notes 1 to 28 is an integral part of the Financial Statements.

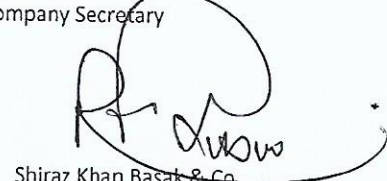

Managing Director


Director

As per our annexed report of same date


Company Secretary

Dated: September 14, 2017
Place: Dhaka


Shiraz Khan Basak & Co.
Chartered Accountants



eGeneration Limited

A summary of significant accounting policies and other explanatory notes For the year ended 30th June 2017

1. Reporting entity

1.1 Structure of the Organization

eGeneration Limited was incorporated on November 22nd, 2003 vide certificate of Incorporation no-C-51172(1467)/2003 as a private limited company and converted into a Public Limited Company on July 5th, 2017. The registered address of eGeneration Limited is Saimon Center, House-4/A, Road-12, Gulshan-01, Dhaka.

1.2 Nature of business

eGeneration Ltd. is one of the leading IT consulting and software solutions company of Bangladesh. eGeneration Ltd. has been working diligently with an aim to make Bangladesh a Global Brand in providing leading innovative solutions and moving beyond being a low-cost IT solutions provider. The eGeneration approach to IT consulting leverages an exceptional network of consultants, interlinking the specialized knowledge of each practice to provide the best solutions possible for both private and public sector clients. The result is a response tailored to each project, fully reflecting the intent of the client's policies and priorities, significantly improving services delivery and performance. In this way, we link our clients to a global network of skills and resources critical for success in the global economy. Our consultants share our commitment to excellence, innovation and bold thinking.

2. Basis of preparation

2.1 Statement of Compliance

These financial statements have been prepared in accordance with Bangladesh Accounting Standards (BAS), Bangladesh Financial Reporting Standards (BFRS), Companies Act, 1994 and other applicable laws and regulations, applicable to the Company so far adopted by the Institute of the Chartered Accountants of Bangladesh. The disclosures of the information are made in accordance with the requirements of the Companies Act, 1994 and the Financial Statements have been prepared in accordance with BAS-1, using the accrual basis of accounting. In the preparation of these financial statements, management used available information to make judgments, estimates 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.

2.2 Basis of Measurement

The Financial statements have been prepared on the historical cost basis.

2.3 Functional and presentational currency and level of precision

These financial statements are presented in Bangladeshi Taka (Taka/Tk./BDT) which is both functional currency and presentation currency of the group/Company. The amounts in these financial statements have been rounded off to the nearest Taka.



A handwritten signature in black ink, appearing to be "R. K. Basak", written over a horizontal line.

2.4 Use of estimates and judgments

The preparation of financial statements in conformity with the International Accounting Standards requires management to make estimates and assumption that affect the report, a number of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and revenue and expenses during the period reported. Actual results could differ from those estimates. Estimates are used for accounting of certain terms such as long-term contracts, provision for doubtful accounts, depreciation and amortization, employees' benefit plans, taxes reserves and contingencies.

2.5 Reporting Period

These Financial Statements of the Company cover the period from 01 July, 2016 to 30 June, 2017.

2.6 Presentation of Financial Statements

According to the International Accounting Standards (IAS) – 1 adopted by the ICAB(Institute of Chartered Accountants of Bangladesh) as BAS-1: "Presentation of Financial Statements", the complete set of Financial Statement includes the following components:

- a. Statement of Financial Position as on 30th June 2017.
- b. Statement of Profit and Loss & Other Comprehensive Income for the year ended on 30th June 2017.
- c. Statement of Changes in Equity for the year ended on 30th June 2017.
- d. Statement of Cash Flows for the year ended on 30th June 2017.
- e. Notes, comprising a summary of significant accounting policies and other explanatory information for the year ended on 30th June 2017.

2.7 Responsibility for preparation and presentation of Financial Statements

The management of the Company is responsible for the preparation and presentation of Financial Statements under Section 183 of the Companies Act, 1994 and as per the provision of "The Conceptual Framework for Financial Reporting" as adopted by the ICAB.

2.8 Going Concern

The company has adequate resources to continue its operation of 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 event or condition which may cast significant doubt upon the company's ability to continue as a going concern.

3. Significant Accounting Policies

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

3.1 Property, plant and equipment

Recognition of Property, Plant & Equipment

These are capitalized at cost or fair value and subsequently stated net of accumulated depreciation in compliance with the BAS 16 "Property, Plant and Equipment". The cost of acquisition of an asset comprises of its purchase price and any directly attributable cost inclusive of inward freight, duties and non-refundable taxes for bringing the asset to its operating condition for its intended use. Expenditure on repairs and maintenance of Property, Plant and Equipment is treated as an expense when incurred. Subsequent expenditure on property, Plant and Equipment is only recognized when the expenditure improves the condition of the asset beyond its originally assessed standard of performance.



A handwritten signature in black ink, appearing to be "R. J.", written over a horizontal line.

An associate firm of D.N. Gupta & Associates

Depreciation

Depreciation on fixed asset is computed using the reducing balance method so as to write off the assets over their expected useful life. After considering the useful life of assets as per BAS-16 Property, Plant & Equipment the annual depreciation rates applied under which is considered reasonable by the management. Depreciation rates varying from 10% to 30%. Depreciation of an asset begins when it is available for use i.e. when it is in the location and condition necessary for it to be capable of operating in the manner intended by the management. The cost and accumulated depreciation of depreciable assets retired or otherwise disposed of are eliminated from the assets and accumulated depreciation and any gain or loss on such disposal is reflected in operations for the period.

The depreciation rates applicable to the principal categories of Fixed Assets are:-

Category of Fixed Assets	Rates %
Furniture & Fixtures	10%
Computer & Computer Accessories	30%
Server	25%
Office Equipment	10%
Interior Development	10%
Networking Equipments	20%
Power Equipment	10%
Automobile	20%

3.2 Intangible assets

The Cost of Intangible Assets is capitalized provided they meet the recognition criteria specified by BAS-38. Capitalization costs include license fees & cost of implementation/system development & integration services which are capitalized during the period in which the relevant assets are ready for use. The cost of an intangible asset comprises of cost & expenditure which are capitalized. On the basis of the future economic benefits embodied in the specific asset to which it relates. The cost of maintenance, upgrading and enhancements are charged off as revenue expenditure unless they bring similar significant additional long-term benefits.

Amortization

Amortization of the intangible asset is recognized on the basis of the expected pattern of consumption of the projected future economic benefits embodied in the asset and is applied during the year. Amortization of intangible assets is charged under reducing balance method.

The amortization rates applicable to the principal categories of Intangible Assets are:-

Category of Fixed Assets	Rates %
Data Science	20%
Microsoft Solutions	20%
CISCO Solutions	20%
Cyber Security	20%
School Management System	20%
HR Management System	20%
CRM Software	20%
Vehicle Tracking System	20%
Fertilizer Recommendation System	20%
Social Media Monitoring	20%
Exam System	20%
Library Management System	20%



RKD

An associate firm of D.N. Gupta & Associates

3.3 Inventories

Inventories are valued at the lower of cost or net realizable value. The cost is assigned following weighted average cost formula. As per BAS 2: "Inventories", Net Realizable Value is determined by deducting estimated cost of completion and cost of sales from the estimated sales of related items.

3.4 Provisions

A provision is recognized in the statement of financial position when the company has a legal or constructive obligation as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provision is ordinarily measured at the best estimate of the expenditure required to settle the present obligation at the date of the statement of financial position. Where the effect of time value of money is material, the amount of provision is measured at the present value of the expenditures expected to be required to settle the obligation.

3.5 Contingencies

Contingent liabilities and assets are current or possible obligations or assets, arising from past events and whose existence is due to the occurrence of one or more uncertain future events which are not within the control of the Company. In accordance with BAS 37, there is no contingent liability or asset as on 30 June, 2017.

3.6 Revenue

The revenue during the year represents revenue arising from the sale of ERP Software, CRM Software, Microsoft Solutions, Oracle Solutions, Cyber Security Solution, Data Analytics, CISCO solutions, Accounting Software, HR management Software, Networking & IT Solutions, School management system, Vehicle tracking software, Fertilizer Recommendation System etc. which are recognized when deliveries are made against the sales order, when the significant risk and rewards of ownership have been transferred to the buyer, recovery of consideration is probable, the associated costs and possible return of goods can be estimated reliably and there is no continuing management involvement with the goods, in compliance with all the conditions for revenue recognition as provided in BAS 18: "Revenue Recognition".

3.7 Taxation

Sixth Schedule, Part A, Para 33 of the Income Tax Ordinance, 1984 states that, "any income derived from the business of software development or Nationwide Telecommunication Transmission Network (NTTN) or Information Technology Enabled Services (ITES) for the period from the first day of July, 2008 to the thirtieth day of June, 2024" will be excluded from total income. eGeneration Limited is a leading management consulting, technology services and outsourcing, ICT solutions provider company in Bangladesh. The major portion of its revenues comes from the distribution of ICT solutions nationwide. For that reason, the income of the Company is exempted from income tax and current tax provision is not created, as prescribed in the above-mentioned clause of the ITO, 1984.

3.8 Foreign Currency Transactions

Transactions denominated in foreign currencies are translated into Bangladesh Taka and recorded at rates of exchange ruling on the date of the transaction in accordance with BAS 21.



A handwritten signature in black ink, appearing to be "R. D." or similar, written over a horizontal line.

An associate firm of D.N. Gupta & Associates

3.9 Finance Income and Expenses

Finance income comprises interest income which is recognized on accrual basis. There is no finance income of the company for the year then ended 30 June 2017. Finance expenses comprise interest expense on loan, overdraft and bank charges. All borrowing costs are recognized in the statement of comprehensive income.

3.10 Financial assets

Financial assets carried in the statement of financial position include cash and cash equivalents, trade and other receivables, other long-term receivables and deposits.

(a) Cash and Cash Equivalents

According to BAS 7: "Cash Flow Statement", cash comprises of cash in hand and demand deposit and cash equivalents which are of short term, highly liquid investments that are readily convertible to know amount of cash which are subject to an insignificant risk of changes in value, BAS 1: "Presentations of Financial Statements" also provides that cash equivalents are those which have no restriction in use considering the provision of BAS 7 and BAS 1. Cash in hand and bank balances have been considered as Cash and Cash Equivalents.

(b) Accounts Receivable

Accounts receivable are created based on original invoice amount and accrued income which are still not billed to the customer.

3.11 Financial liability

The company initially recognizes financial liabilities on the transaction date at which the company becomes a party to the contractual provisions of the liability. The company derecognizes a financial liability when its contractual obligations are discharged or canceled or expired. Financial liabilities include trade and other payables and non-current & current liabilities.

(a) Trade Payables

Liabilities are recognized for the amount to be paid in the future for goods and services received, whether or not billed by the supplier.

(b) Loans and Borrowings

Principal amounts of the loans and borrowings are stated at their amortized amount. Borrowings repayable after twelve months from the date of the statement of financial position are classified as non-current liabilities whereas the portion of borrowings repayable within twelve months from the date of the statement of financial position, unpaid interest and other charges are classified as current liabilities.

3.12 Impairment of Assets

As all assets of the company shown in the financial statement that is within the scope of BAS 36 are in physical existence and valued no more than their recoverable amount following International Accounting Standards adopted in Bangladesh, disclosures with regard to BAS-36: "Impairment of Assets" have not been considered necessary.

3.13 Statement of Cash Flows

Statement of Cash Flows is prepared principally in accordance with BAS 7: "Cash Flow Statement" shows how the company's cash and cash equivalents changed during the period through inflows and outflows and it has been presented under direct method.



A handwritten signature in black ink, appearing to be "R.K.", written over a horizontal line.

An associate firm of D.N. Gupta & Associates

3.14 Earnings Per Share

The Company represents earnings per share (EPS) data for its ordinary shares. With compliance to BAS 33: "Earnings Per Share", EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period.

3.15 Related Party Transactions

The objective of BAS 24: "Related Party Disclosure" is to ensure that an entity's financial statements

3.16 Events after the Reporting Period

Subsequent events are events after the balance sheet date as defined in BAS 10. Any material event after balance sheet, adjusting or non-adjusting, are adjusted and disclosed.

3.17 Segment Reporting

No segmental reporting is applicable for the company as required by BFRS-8: "Operating Segments" as the company operates in a single industry segment and within a geographical segment.

3.18 Employee Benefits and Short Term Employee Benefits

Salaries, bonuses and allowances are accrued in the financial year in which the associated services are rendered by the employees of the Company.

3.19 General

- a. All the figures in the financial statements represent Bangladesh Taka currency rounded off to the nearest Taka.
- b. The comparative information has been disclosed in respect of the period from 01 July, 2016 to 30 June, 2017 for all numerical information in the financial statements and also the narrative and descriptive information as finding relevant for the understanding of the current period's financial statements.
- c. To facilitate comparison, certain relevant balances pertaining to the previous period have been rearranged or reclassified whenever considered necessary to conform to current period presentation.



A handwritten signature in blue ink, consisting of stylized initials and a surname.

eGeneration Limited
Summary of Significant Accounting Policies & Other Explanatory Notes
For the year ended 30 June, 2017

Note No.	Particulars	Amount in Taka	
		30.06.2017	30.06.2016
4.00	Property, Plant & Equipment		
	Asset at Cost		
	Opening Balance	101,368,145	67,019,600
	Addition During the year	445,000	34,348,545
	Closing Balance	101,813,145	101,368,145
	Less: Accumulated Depreciation		
	Opening Balance	38,751,336	31,081,914
	Addition During the year	8,251,969	7,669,422
	Closing Balance	47,003,305	38,751,336
	Written Down Value (WDV)	54,809,840	62,616,809
	Details of Property, Plant & Equipment are shown in Annexure-A		
5.00	Intangible Assets		
	Asset at Cost		
	Opening Balance	84,676,643	38,151,323
	Addition During the year	164,723,115	46,525,320
	Closing Balance as on	249,399,758	84,676,643
	Less: Accumulated Amortization		
	Opening Balance	5,093,620	1,332,253
	Addition During the year	32,163,268	3,761,367
	Closing Balance	37,256,888	5,093,620
	Written Down Value (WDV)	212,142,870	79,583,023
	Details of Intangible Assets are shown in Annexure-B		
6.00	Investment in LEDP		
	Opening Balance	29,528,856	19,575,063
	Addition during the year	19,446,483	9,953,793
		48,975,339	29,528,856
	Less: Transferred to Profit & Loss A/C	(10,250,068)	-
		38,725,271	29,528,856
7.00	Work-in-Progress		
	Opening Balance	80,534,855	126,418,045
	Add: Cost of Investment	-	9,953,793
		80,534,855	136,371,838
	Add: Software Development (Note-7.01)	228,015,969	20,217,193
		308,550,824	156,589,031
	Less: Adjustment during the year	(164,723,115)	(76,054,176)
		143,827,709	80,534,855
7.01	Software Development		
	Opening Balance:		
	School Management System	-	16,622,295
	Exam System	24,212,090	18,326,290
	Social Media Monitoring	31,208,393	24,228,179
	Library Management System	25,114,372	17,763,193
	Vehicle Tracking System	-	11,944,114
	Fertilizer Recommendation System	-	17,958,911
	Total Opening Balance	80,534,855	106,842,982



Addition during the year:

Exam System		5,885,800
Social Media Monitoring		6,980,214
Library Management System	7,458,845	7,351,179
CRM Software	12,389,000	-
Natural Language Processing	33,218,406	-
Digital Content Development	1,152,900	-
Oracle Solutions	6,916,072	-
Fertilizer Recommendation System	28,344,184	-
Payroll System	6,116,554	-
Data Center	55,690,593	-
Data Science	34,589,000	-
Microsoft Solutions	12,411,500	-
CISCO Solutions	9,441,500	-
Cyber Security Solution	20,287,415	-
Total Addition during the year	228,015,969	20,217,193

8.00 Advance, Deposit & Prepayments

Advance against Office Rent	255,000	255,000
Security Deposit	1,530,000	1,530,000
	1,785,000	1,785,000

9.00 Inventories

Accounting Software	1,882,430	3,743,135
Cyber Security Solutions	1,938,344	2,954,508
Document Management Software (DMS)	1,282,456	2,774,897
	5,103,230	9,472,540

10.00 Account Receivables

This is made up as follows

Opening Balance	47,439,094	25,455,566
Addition During the year	240,996,658	146,153,877
	288,435,752	171,609,443
Realized during the year	213,254,506	124,170,349
	75,181,246	47,439,094

Disclosure as per schedule-XI, Part-I of The Companies Act, 1994

Debts exceeding 6 Months	-	-
Debts below 6 Months	75,181,246	47,439,094
Other debts less provision	-	-
Debts considered Good & secured	75,181,246	47,439,094
Debts considered Good without security	-	-
Debts considered doubtful or Bad	-	-
Debts due by directors or other Officers	-	-
Debts due from companies under same management	-	-
Maximum debt due by Directors or Officers at any time of the year	-	-
	75,181,246	47,439,094

Trade receivable have been stated at their nominal value. Trade receivable are accrued in the ordinary course of business. These are carried at invoice amount. All receivable have been considered as good and realizable. Therefore, no amount was written off as bad debt and no debt was considered as doubtful to provide for.

11.00 Cash & Cash Equivalents

Cash in Hand	983,554	338,261
Cash at Bank	22,615,196	1,447,725
	23,598,750	1,785,986

11.01 Cash at Bank

Premier Bank A/C No: 010711100012746	326,985	1,447,725
Brack Bank A/C No. 1501203555399001	147,974	-
Brack Bank A/C No. 1501203555399002	3,404,017	-
Dutch Bangla Bank A/C. 1011100043472	18,736,220	-
	22,615,196	1,447,725

12.00 Share Capital

Authorised Share Capital		
1,000,000 Ordinary Shares @ Tk. 10 each	1,000,000,000	30,000,000



(Handwritten signature)

Issued, Subscribed & Paid up Capital

9,999,900 Ordinary Shares @ Tk. 10 each

99,999,000

4,200,000

Particulars of Shareholder	% of Shareholding		
Mr. Shameem Ahsan	34.55%	34,559,450	4,158,000
Md. Marufuzzaman	0.15%	158,500	42,000
Mrs. Rokeya Akter Shahid	4.52%	4,528,430	-
S.M. Asraful Islam	1.32%	1,320,800	-
Sydea Kamrun Nahar Ahmed	4.90%	4,905,800	-
Faheem Ahsan Romi	5.36%	5,363,920	-
Nadira Akter	11.69%	11,698,440	-
Others	37.46%	37,463,660	-
		99,999,000	4,200,000

13.00 Retained Earnings

Opening Balance	220,151,542	165,866,791
Add: Addition During the Year	86,776,223	54,284,751
Less: Bonus Issue	(73,500,000)	-
	233,427,766	220,151,542

14.00 Share Money Deposits

Opening Balance	32,444,165	32,444,165
Add: Addition During the year	148,822,735	-
	181,266,900	32,444,165
Less: Adjustment During the year	(22,299,000)	-
	158,967,900	32,444,165

15.00 Term Loan (Non-Current Portion)

Opening Balance	5,677,251	-
Add: Addition during the year	16,880,432	6,938,351
	22,557,683	6,938,351
Less: Adjustment during the year	(7,946,827)	(1,261,100)
	14,610,856	5,677,251
Less: Current portion of the long term loan	(9,888,687)	(2,060,400)
	4,722,170	3,616,851

Details are as follows:

IDLC Finance

Opening Balance	5,677,251	-
Add: Addition during the year	647,646	6,400,000
Add: Prior year adjustment	-	538,351
	6,324,897	6,938,351
Less: Adjustment during the year	2,060,400	1,261,100
	4,264,497	5,677,251
Less: Current portion of the long term loan	(2,060,400)	(2,060,400)
	2,204,097	3,616,851

Name of the Lender: IDLC Finance Limited, Gulshan, Dhaka

Security: Personal Guarantee of Directors

Interest Rate: 13% p.a.

Limit: 64 Lacs

Sanction Letter Date: 08-Nov-2015

Tenure: 04 Years

Brac Bank Limited

Opening Balance	-	-
Add: Addition during the year	5,580,472	-
	5,580,472	-
Less: Adjustment during the year	1,392,000	-
	4,188,472	-
Less: Current portion of the long term loan	(1,670,400)	-
	2,518,072	-



(Handwritten signature)

Name of the Lender: Brac Bank Ltd.
Security: Personal Guarantee of Directors
Interest Rate: 15%
Limit: 50 Lacs
Sanction Letter Date: 16-Aug-2016
Tenure: 04 years

IDLC Finance Limited

Opening Balance
Add: Addition during the year

-	-
10,652,313	-
10,652,313	-
Less: Adjustment during the year	-
4,494,427	-
6,157,887	-
Less: Current portion of the term loan	-
(6,157,887)	-
-	-

Name of the Lender: IDLC Finance Limited
Security: Personal Guarantee of Directors
Interest Rate: 12.50%
Limit: 1 Crore
Sanction Letter Date: 14-Dec-2016
Tenure: 01 year

16.00 Bank Overdraft

Dutch Bangla Bank Limited A/C . 101.407.1006

10,240,133	-
10,240,133	-

Name of the Lender: Dutch Bangla Bank Limited
Security: Personal Guarantee of Directors
Interest Rate: 11%
Limit: 1Crore
Sanction Letter Date: 24-Oct-2016
Tenure: 01 year

17.00 Liabilities for Expenses

Salary & Allowance
Director's Remuneration
Office Rent
Telephone Bill
Office Maintenance
Internet Bill
Utility Bill
Other Expenses
Audit & Legal Fees

3,012,245	1,866,208
135,000	270,000
494,496	247,248
2,813	10,544
118,235	200,456
6,800	6,450
58,142	17,972
21,310	230,562
50,000	50,000
3,899,041	2,899,439

18.00 Term Loan (Current Portion)

9,888,687	2,060,400
9,888,687	2,060,400

19.00 Accounts Payable

4,956,004	3,300,549
4,956,004	3,300,549

20.00 Related Party Transactions

Opening Balance
Add: Addition during the year

44,073,216	22,533,216
10,000,000	23,050,670
54,073,216	45,583,886
Less: Payment during the year	-
(25,000,000)	1,510,670
29,073,216	44,073,216



Handwritten signature

21.00 Revenue		
ERP Software	43,030,854	36,412,862
CRM Software	33,435,490	19,294,901
Microsoft Solutions	8,500,000	-
Oracle Solutions	7,799,000	-
Cyber Security Solutions	10,298,544	8,634,047
Data Analytics	10,000,000	-
Accounting Software	19,228,454	18,176,941
HR Management System	13,295,290	13,117,961
School Management System	4,879,458	4,853,900
Vehicle Tracking System	2,895,451	3,540,520
Library Management Software	1,518,350	-
Fertilizer Recommendation System	3,429,405	3,284,950
Exam System	2,123,571	-
Social media Monitoring	2,815,548	-
CISCO Solutions	850,000	-
LEDP	21,354,302	-
Document Management Software (DMS)	13,517,708	10,694,368
Web Designing & Olympus	7,835,445	6,936,996
Networking Solutions	16,544,821	8,331,098
Digital Content Development & Management	9,062,480	7,816,353
IT Support	8,582,487	5,058,980
	240,996,658	146,153,877

22.00 Cost of Service & Sales		
Cost of Service (22.01)	84,084,511	40,382,425
Cost of Sales (22.02)	44,978,260	31,733,184
	129,062,771	72,115,609

22.01 Cost of Service		
Salary & Allowances	28,923,427	24,926,821
Festival Bonus	2,024,640	1,869,512
Amortization Expenses	32,163,268	3,761,367
Depreciation Expenses	7,426,772	6,902,480
Mobile & Telephone Bill	139,510	28,556
Repair & Maintenance	1,350,177	1,108,464
Internet Bill	1,806,649	1,785,226
LEDP	10,250,068	-
	84,084,511	40,382,425

22.02 Cost of Sales		
ERP Software	9,595,880	5,889,243
CRM Software	7,081,637	6,216,790
Accounting Software	3,941,833	3,374,851
HR Management System	2,167,132	3,729,276
School Management System	931,976	1,156,150
Vehicle Tracking System	694,908	926,108
Library Management Software	684,776	-
Fertilizer Recommendation System	1,076,833	1,219,370
Exam System	448,073	-
Social media Monitoring	622,236	-
Oracle Solutions	3,128,000	-
Document Management Software (DMS)	3,014,449	2,245,817
Web Designing & Olympus	1,721,796	1,228,030
Cyber Security Solutions	2,368,665	1,649,103
Networking Solutions	3,507,502	1,566,246
Digital Content Development	2,138,745	1,460,876
IT Support	1,853,817	1,071,324
	44,978,260	31,733,184

23.00 General & Administrative Expenses		
Salary & Allowance	6,988,903	4,356,058
Festival Bonus	885,261	522,727
Directors' Remuneration	1,620,000	3,240,000
Board Meeting Attendance Fees	120,000	80,000
Hired Technical Supports Expenses	2,221,501	1,658,627
Depreciation Expenses	825,197	766,942
Registration Renewal	61,251	59,265
Utility Bill	226,385	215,658



(Handwritten signature)

Office Rent	3,214,224	2,966,976
Repair & Maintenance	96,410	80,950
Conveyance Bill	415,970	359,565
Mobile & Telephone Bill	155,960	145,850
Internet Bill	90,780	77,400
Employee Entertainment	385,827	392,525
Audit Fee	50,000	50,000
Medical Allowance	201,568	190,965
Miscellaneous Expenses	526,815	458,325
Office Common expenses	190,958	89,568
Postage & Stamps	75,258	55,857
Stationery expenses	268,546	208,654
Domain Hosting Expenses	178,350	156,852
Newspaper & Periodicals	9,680	9,560
Software Consultancy	95,980	85,756
Legal Expenses	91,896	95,869
VAT & Commission	100,434	93,586
Donation & gift	275,352	233,002
	19,372,506	16,650,537
24.00 Selling & Distribution Expenses		
Salary & Allowance	1,803,905	1,530,030
Festival Bonus	336,729	183,604
Conveyance Bill	313,180	280,085
Training & Seminar Expenses	322,815	300,652
Advertisement Expenses	159,358	110,658
Marketing Expenses	184,257	160,256
Business Promotion Expenses	92,584	71,589
	3,212,828	2,636,874
25.00 Financial Expenses		
Interest on Long Term Loan	2,514,391	461,620
Bank Charges	57,937	4,485
	2,572,328	466,105
26.00 Non-Operating Income	-	-
27.00 INFORMATION BASED ON PER SHARE		
27.01 A) Earnings Per Share (EPS)- Basic		
Earning attributable to the ordinary shareholders	86,776,223	54,284,751
Weighted average number of shares outstanding during the year	14,117,896	11,014,417
Earnings Per Share	6.15	4.93
B) Earnings Per Share (EPS)- Diluted		
Earning attributable to the ordinary shareholders	86,776,223	54,284,751
Number of potential ordinary shares outstanding during the year	25,896,690	25,896,690
Earnings Per Share (EPS)-Diluted	3.35	2.10
<u>Calculation of Weighted average number of Shares</u>		
Paid Up Capital (in Share)	420,000	420,000
Bonus Share	7,350,000	7,350,000
<u>Weighted average number of Share considering money deposit & use</u>		
Number of share considering 100% use of deposited money	3,244,417	3,244,417
Number of shares considering partial use of deposited money	3,103,479	-
	14,117,896	11,014,417
27.02 NET ASSETS VALUE PER SHARE (NAV)		
Total Assets	555,173,916	312,746,163
Less: Total Liabilities	(221,747,150)	(88,394,621)
Net Assets Value (NAV) / Shareholders Equity	333,426,766	224,351,542
Number of ordinary shares outstanding during the year	9,999,900	9,999,900
Net Asset Value (NAV) Per Share	33.34	22.44
27.03 a) NET OPERATING CASH FLOWS PER SHARE (NOCFPS)		
Net Operating Cash Flows (from Statement of Cash Flows)	109,046,004	38,420,715
Weighted average number of shares outstanding during the year	14,117,896	11,014,417
Net Operating Cash Flows per share (NOCFPS)	7.72	3.49



Handwritten signature

28.00 OTHER COMMITMENTS, CONTINGENCIES AND RELEVANT INFORMATION

28.1 Contingencies

There is no contingent event that may require recognition of contingent liabilities for the year ended 30 June, 2017.

28.2 Capital expenditure commitment

There was no capital expenditure commitment or contract at for the year ended 30 June, 2017. There was no material capital expenditure authorized by the Board but not contracted for the year ended 30 June 2017.

28.3 Credit Facility Not Availed

There was no credit facility available to the company under any contract, but not availed as on 30 June, 2017 other than trade credit available in the ordinary course of business.

28.4 Segment Reporting

As there is a single business and geographic segment within the company operates as such no segment reporting is felt

28.5 Number of Employees

Number of Employee - Para 3 of Schedule XI, Part II

Salary Range (monthly)	Total	
	2017	2016
Below 15,000	10	10
Above 15,000	112	104
	122	114



A handwritten signature in black ink, appearing to be "R.K." or similar, written in a cursive style.

28.6 Attendance Status of Board Meeting of Directors

During the year ended June 30, 2017, Ten Board Meetings were held. The attendance status of all the meetings is as follows:

Name of Directors	Position	Meeting Held	Attendance	Attendance Fees(Tk.)	Amount 2017 (Tk.)	Amount 2016 (Tk.)
Mrs. Rokeya Akter Shahid	Chairman	2	2	5,000	10,000	-
Shameem Ahsan	Managing Director	8	8	5,000	40,000	40,000
Md. Marufuzzaman	Director	8	8	5,000	40,000	40,000
SM Asraful Islam	Executive Vice Chairman	2	2	5,000	10,000	-
Syeda Kamrun Nahar Ahmed	Director	2	2	5,000	10,000	-
Faheem Ahsan Romi	Director	2	2	5,000	10,000	-
					<u>120,000</u>	<u>80,000</u>

28.7 Related Party Disclosures (BAS-24)

The Company carried out a number of transactions with related parties in the normal course of business on arm's length basis.

Name of the Related Party	Relationship	Opening	Addition	Payment	Closing 2017	Closing 2016
Shameem Ahsan	Managing Director	135,000	1,660,000	(1,660,000)	135,000	135,000
Md. Marufuzzaman	Director	135,000	40,000	(175,000)	-	135,000
Bagdoom.com	Common Directorship	44,073,216	10,000,000	(25,000,000)	29,073,216	44,073,216
		<u>44,343,216</u>	<u>11,700,000</u>	<u>(26,835,000)</u>	<u>-29,208,216</u>	<u>44,343,216</u>

As per Company Act, 1994 part-II, Schedule-XI (4) The profit and loss account will give by way of a note detailed information, showing separately the following payments provided or made during the financial year to the directors, including managing director, the managing agent or manager, if any, by the company, subsidiaries of the company and any other person:-

Particulars	30.06.2017	30.06.2016
Managerial Remuneration paid or payable during the period to the directors, including managing directors, a managing agent or manager	1,875,000	3,320,000
Expenses reimbursed to Managing Agent		-
Commission or Remuneration payable separately to a managing agent or his associate		-
Commission received or receivable by the managing agent or his associate as selling or buying agent of other concerns in respect of contracts entered into by such concerns with the company		-
The money value of the contracts for the sale or purchase of goods and materials or supply of services, entered into by the company with the managing agent or his associate during the financial period.		-
Any other perquisite or benefits in cash or in kind stating, approximate money value where applicable.		-
Other allowances and commission including guarantee commission Pensions etc.		-
(i) Pensions		-
(ii) Gratuities		-
(iii) Payments from a provident funds, subscription and interest thereon		-
iv) Share Based payments		-

As per BAS- 24:

An entity shall disclose key management personnel compensation in total and for each of the following benefits:

- (a) Short-term employee benefits
(b) Post-employee benefits
(c) Other long term benefits
(d) Termination benefits and
(e) Share-based payment

1,875,000	3,320,000
-	-
-	-
-	-
-	-
<u>1,875,000</u>	<u>3,320,000</u>

Total:

28.8 Events after the Reporting Period

No material events had occurred from end of reporting period to the date of issue of Financial statements, which could materially affect the values stated in the Financial Statements.



(Handwritten Signature)

An associate firm of D.N. Gupta & Associates

eGeneration Limited
Schedule of Fixed Asset
For the year ended 30 June 2017

Annexure-A

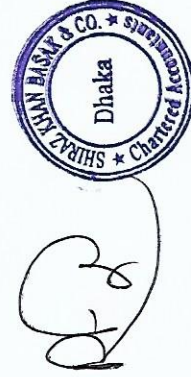
Particulars	Cost		Rate	Depreciation		Written Down Value as at 30.06.2017	Written Down Value as at 30.06.2016
	Balance as on 01.07.2016	Addition during the year		Balance as on 01.07.2016	Charged for the year		
	Amount in Taka						
Furniture & Fixture	8,780,827	-	10%	2,699,304	608,152	3,307,456	6,081,523
Computer & Computer Accessories	12,386,560	325,000	30%	9,925,134	795,592	10,720,726	2,461,426
Server	8,960,518	-	25%	4,676,948	1,070,893	5,747,841	4,283,570
Office Equipment	10,850,076	120,000	10%	4,755,686	617,231	5,372,917	6,094,390
Interior Development	44,589,788	-	10%	11,395,468	3,319,432	14,714,900	33,194,320
Networking Equipment	2,990,244	-	20%	1,786,540	240,741	2,027,281	1,203,704
Power Equipment	3,910,130	-	10%	1,313,663	259,647	1,573,310	2,596,467
Vehicle	8,900,000	-	20%	2,198,594	1,340,281	3,538,875	6,701,406
Balance as at 30.06.2017	101,368,145	445,000		38,751,337	8,251,969	47,003,306	62,616,808

Allocation of depreciation

Cost of Service (Note - 20.01)

General & Administrative Expenses (Note-21.00)

Rate	Taka
90%	7,426,772
10%	825,197
100%	8,251,969



eGeneration Limited
Schedule of Intangible Assets
For the year ended 30 June 2017

Annexure-B

Particulars	Cost		Rate	Amortization			Written Down Value as at 30.06.2017	Written Down Value as at 30.06.2016
	Balance as at 01.07.2016	Addition during the year		Balance as at 30.06.2017	Charged for the year	Balance as at 30.06.2016		
Data Science	-	34,589,000	34,589,000	20%	-	3,411,518	3,411,518	31,177,482
Microsoft Solutions	-	12,411,500	12,411,500	20%	-	1,224,148	1,224,148	11,187,352
CISCO Solutions	-	9,441,500	9,441,500	20%	-	931,216	931,216	8,510,284
Cyber Security Solution	-	20,287,415	20,287,415	20%	-	2,000,951	2,000,951	18,286,464
School Management System	16,622,295	-	16,622,295	20%	848,817	3,154,696	4,003,513	12,618,782
HR Management System	14,530,202	-	14,530,202	20%	1,244,149	2,657,211	3,901,360	10,628,842
CRM Software	23,621,121	-	23,621,121	20%	1,929,058	4,338,413	6,267,471	17,353,650
Vehicle Tracking System	11,944,114	-	11,944,114	20%	398,137	2,309,195	2,707,332	9,236,782
Fertilizer Recommendation System	17,958,911	-	17,958,911	20%	673,459	3,457,090	4,130,549	13,828,362
Social Media Monitoring	-	31,208,393	31,208,393	20%	-	3,078,088	3,078,088	28,130,305
Exam System	-	24,212,090	24,212,090	20%	-	2,388,042	2,388,042	21,824,048
Library Management System	-	32,573,217	32,573,217	20%	-	3,212,701	3,212,701	29,360,516
Balance as at 30.06.2017	84,676,643	164,723,115	249,399,758		5,093,620	32,163,268	37,256,888	212,142,870
								79,583,023

