

bKash Limited

Interim condensed financial statements (un-audited)
as at and for the period ended 31 March 2019

bKash Limited
Interim condensed statement of financial position (un-audited)

<i>In Taka</i>	<i>Note</i>	31 March 2019	31 December 2018
Assets			
Property, plant and equipment	1	1,152,499,486	1,155,963,250
Intangible assets	2	881,613,347	684,505,279
Non-current assets		2,034,112,833	1,840,468,529
Operational and other receivables	3	1,643,860,003	965,103,088
Advances, deposits and prepayments	4	661,115,739	526,366,646
Contract assets	5	411,892,166	301,787,164
Advance income tax	6	912,400,301	847,710,297
Airtime balance	7	748,934,183	1,259,965,976
Trust cum settlement account and investments	8	29,383,124,741	27,689,567,048
Investment in fixed deposits	9	8,704,200,000	9,204,200,000
Cash and cash equivalents	10	306,528,906	260,934,183
Current assets		42,772,056,039	41,055,634,402
Total assets		44,806,168,872	42,896,102,931
Equity			
Ordinary shares	11	38,194,900	38,194,900
Share premium - ordinary shares		1,286,205,568	1,286,205,568
Ordinary share capital and premium		1,324,400,468	1,324,400,468
Preference shares	12	8,796,300	8,796,300
Share premium	13	8,286,915,782	8,286,915,782
Preference share capital and premium		8,295,712,082	8,295,712,082
Capital Reserve		18,479,529	18,479,529
Share money deposit	15	505,162	505,162
Retained earnings		1,084,803,060	1,069,682,559
Total equity		10,723,900,301	10,708,779,800
Liabilities			
Deferred tax liabilities	16	4,025,789	1,587,238
Other non-current liabilities	21	7,145,802	7,145,802
Finance lease liabilities	22	27,278,005	33,308,961
Non-current liabilities		38,449,596	42,042,001
Defined benefit plan - gratuity	17	105,496,248	90,183,748
Customer and other deposits	18	29,274,843,224	27,488,565,715
Operational and other payables	20	1,098,817,567	1,182,220,350
Finance lease liabilities	22	22,999,698	22,297,603
Grant funds	23	75,641,524	12,872,051
Accrued expenses	24	2,447,934,234	2,364,981,679
Provision for tax	25	1,018,086,480	984,159,984
Current liabilities		34,043,818,975	32,145,281,130
Total liabilities		34,082,268,571	32,187,323,131
Total equity and liabilities		44,806,168,872	42,896,102,931


Chief Executive Officer

Kamal S Quadir
Chief Executive Officer
bKash Ltd.


Chief Financial Officer

Molnuddin Mohammed Rahgir
Chief Financial Officer
bKash Limited

bKash Limited

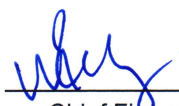
Interim condensed statement of profit or loss and other comprehensive income (un-audited)

<i>In Taka</i>	<i>Note</i>	For the period ended	
		31 March 2019	31 March 2018
Gross revenue		6,152,694,293	5,153,186,309
VAT		(719,053,616)	(604,402,080)
Net revenue	26	5,433,640,677	4,548,784,229
Cost of services	27	(4,102,225,604)	(3,274,133,444)
Gross profit		1,331,415,073	1,274,650,785
Operating and administrative expenses	28	(924,702,480)	(706,576,026)
Marketing and promotional expenses	29	(573,292,591)	(267,686,942)
Operating profit		(166,579,998)	300,387,817
Net finance income		220,775,312	46,541,896
Profit before contribution to WPPF		54,195,314	346,929,714
Contribution to WPPF		(2,709,766)	(16,520,463)
Profit before tax		51,485,548	330,409,251
Income tax expenses	32	(36,365,047)	(123,368,619)
Profit		15,120,501	207,040,632
Total comprehensive income		15,120,501	207,040,632



Chief Executive Officer

Kamal S Quadir
Chief Executive Officer
bKash Ltd.



Chief Financial Officer

Moinuddin Mohammed Rahgir
Chief Financial Officer
bkash Limited

bKash Limited
Interim condensed statement of cash flows (un-audited)

<i>In Taka</i>	For the period ended	
	31 March 2019	31 March 2018
Cash flows from operating activities		
Cash receipt from customers	7,472,131,798	5,962,713,709
Cash paid to suppliers, employees and others	(5,122,827,862)	(3,961,916,839)
Cash generated from operating activities	2,349,303,936	2,000,796,870
Interest received from deposits	72,083,401	26,616,420
Paid to government exchequer	(751,461,798)	(633,913,317)
Net cash flows from operating activities	1,669,925,539	1,393,499,973
Cash flows from investing activities		
Acquisition of property, plant and equipment	(110,085,511)	(49,931,078)
Acquisition of intangible assets	(315,358,751)	(52,929,906)
Encashment of/(investment in) fixed deposits	500,000,000	(50,000,000)
Net cash from/(used in) investing activities	74,555,738	(152,860,984)
Cash flows from financing activities		
Finance lease liabilities	(5,328,861)	(4,129,025)
Net cash used in financing activities	(5,328,861)	(4,129,025)
Net increase in cash and cash equivalents	1,739,152,416	1,236,509,964
Cash and cash equivalents (including restricted cash and cash equivalents) at 1 January	27,950,501,231	22,172,512,748
Cash and cash equivalents including restricted cash and cash equivalents as at 31 March	29,689,653,647	23,409,022,712
Less: Restricted cash and cash equivalents	29,383,124,741	23,030,732,980
Cash and cash equivalents as at 31 March	306,528,906	378,289,732

bKash Limited

Interim condensed statement of changes in equity (un-audited)

	<i>In Taka</i>	Ordinary shares	Share premium - ordinary shares	Preference shares	Share premium - preference shares	Capital reserve	For the period ended 31 March 2019		
							Share money deposit	Retained earnings	Total equity
Balance at 1 January 2019		38,194,900	1,286,205,568	8,796,300	8,286,915,782	18,479,529	505,162	1,069,682,559	10,708,779,800
Transactions with owners of the company									
Contributions and distributions									
Issue of preference share		-	-	-	-	-	-	-	-
Total comprehensive income									
Profit for the year		-	-	-	-	-	-	15,120,501	15,120,501
Transfer to capital reserve		-	-	-	-	-	-	-	-
Total		-	-	-	-	-	-	15,120,501	15,120,501
Balance at 31 March 2019		38,194,900	1,286,205,568	8,796,300	8,286,915,782	18,479,529	505,162	1,084,803,060	10,723,900,301

	<i>In Taka</i>	Ordinary shares	Share premium - ordinary shares	Preference shares	Share premium - preference shares	Capital reserve	For the period ended 31 March 2018		
							Share money deposit	Retained earnings	Total equity
Balance at 1 January 2018		38,194,900	1,286,205,568	4,097,000	847,412,828	-	505,162	903,366,797	3,079,782,255
Transactions with owners of the Company									
Contributions and distributions									
Issue of preference share - net of issue cost		-	-	-	-	-	-	-	-
Total comprehensive income									
Profit for the period		-	-	-	-	-	-	207,040,632	207,040,632
Transfer to capital reserve		-	-	-	-	-	-	-	-
Total		-	-	-	-	-	-	207,040,632	207,040,632
Balance at 31 March 2018		38,194,900	1,286,205,568	4,097,000	847,412,828	-	505,162	1,110,407,429	3,286,822,887

**Notes to the interim condensed financial statements (un-audited)
as at and for the period ended 31 March 2019**

1 Reporting entity

1.1 Company profile

bKash Limited (hereinafter referred to as "the Company"), a subsidiary of BRAC Bank Limited, started as a joint venture between BRAC Bank Limited, Bangladesh and Money in Motion LLC, USA. It was incorporated as a private company limited by shares under the Companies Act, 1994 on 1 March 2010 having its registered office in Dhaka. Subsequently, International Finance Corporation (IFC) (by subscribing for fresh ordinary shares in April 2013) and Alipay Singapore E-Commerce Private Limited ("Alipay") (by purchasing ordinary shares from existing shareholders in April 2018) became equity partners of the Company. Apart from the above, the Bill & Melinda Gates Foundation and Alipay hold non-voting preference shares in the Company.

The Company has an authorised share capital of Tk. 500,000,000 divided into 4,900,000 ordinary shares of Tk. 100 each and 100,000 preference shares of Tk. 100 each.

1.2 Nature of business

bKash provides different financial services via mobile phones to its customers under a Payment Services Provider (PSP) license issued by Bangladesh Bank. The ultimate objective of the Company is to ensure access to a broader range of financial services for the people of Bangladesh. It has a special focus to serve the low income masses of the country in order to achieve broader financial inclusion by providing services that are convenient, affordable and reliable.

2 Basis of preparation

These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS). The presentation of these financial statements have been made in accordance with International Accounting Standard (IAS) 34 Interim Financial Reporting and should be read in conjunction with the financial statements of bKash Ltd. as at and for the year ended 31 December 2018, the year for which the last full financial statements were prepared.

These financial statements have been prepared on the historical cost and going concern basis. These financial statements are presented in Bangladesh Taka (Taka/Tk/BDT), which is both the functional and the presentation currency of the Company.

The same accounting policies and methods of computation have been followed in these condensed interim financial information as were applied in the preparation of the financial statements of bKash Ltd. as at and for the year ended 31 December 2018.

There is no seasonality or cyclicity impact on the business of bKash Ltd. except on the occasion of Boi-Mela.

3 Reporting period

The financial statements of the Company covers the 3 months quarter ended 31 March 2019.

4 Reclassification & re-arrangements

Certain figures for 2018 have been rearranged wherever considered necessary, to ensure better comparability with the current year's financial and to comply with relevant IAS.