

bKash Limited

Condensed interim financial statements (un-audited)
as at and for the period ended 31 March 2021

bKash Limited
Condensed interim statement of financial position (un-audited)

In Taka	31 March 2021	31 December 2020
Assets		
Property, plant and equipment	2,765,082,327	2,285,406,207
Intangible assets	1,263,228,676	1,286,812,184
Deferred tax assets	501,356,481	482,538,139
Non-current assets	4,529,667,484	4,054,756,530
Operational and other receivables	1,267,803,265	1,242,919,916
Advances, deposits and prepayments	628,122,598	527,414,110
Contract assets	1,015,179,983	939,833,410
Current tax assets	360,972,767	331,727,767
Airtime balance	445,598,494	1,164,985,936
Trust cum settlement account and investments	47,908,850,976	47,728,470,067
Investment in fixed deposits	1,800,508,400	2,800,508,400
Cash and cash equivalents	3,023,001,198	2,565,167,230
Current assets	56,450,037,681	57,301,026,836
Total assets	60,979,705,165	61,355,783,366
Equity		
Ordinary shares	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	8,796,300	8,796,300
Share premium - preference shares	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	505,162	505,162
Retained earnings	(610,325,055)	(369,428,518)
Total equity	9,028,772,186	9,269,668,723
Liabilities		
Other non-current liabilities	7,145,802	7,145,802
Lease liabilities	522,804,340	598,494,684
Non-current liabilities	529,950,142	605,640,486
Defined benefit plan - gratuity	320,936,477	299,192,243
Customer and other deposits	47,460,393,364	47,008,492,699
Operational and other payables	2,231,545,628	2,449,295,878
Lease liabilities	156,011,314	160,048,444
Accrued expenses	1,252,096,054	1,563,444,893
Current liabilities	51,420,982,837	51,480,474,157
Total liabilities	51,950,932,979	52,086,114,643
Total equity and liabilities	60,979,705,165	61,355,783,366

Sd/-

Chief Executive Officer

Sd/-

Chief Financial Officer

bKash Limited**Condensed interim statement of profit or loss and other comprehensive income (un-audited)**

<i>In Taka</i>	For the period ended	
	31 March 2021	31 March 2020
Gross revenue	7,627,382,043	6,484,744,011
VAT	(946,549,824)	(765,973,497)
Revenue	6,680,832,219	5,718,770,514
Cost of services	(4,977,009,022)	(4,377,625,609)
Gross profit	1,703,823,197	1,341,144,905
Operating and administrative expenses	(1,344,520,482)	(1,147,192,935)
Commercial expenses	(583,267,597)	(494,675,592)
Operating profit	(223,964,882)	(300,723,622)
Net finance income	28,973,299	175,815,955
Profit before contribution to WPPF	(194,991,583)	(124,907,667)
Contribution to WPPF	-	-
Profit before tax	(194,991,583)	(124,907,667)
Income tax (expense)/income	(45,904,954)	(49,586,804)
Total comprehensive income	(240,896,537)	(174,494,471)

Sd/-

Chief Executive Officer

Sd/-

Chief Financial Officer

bKash Limited
Condensed interim 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 2020		
						Share money deposit	Retained earnings	Total equity
Balance at 1 January 2020	38,194,900	1,286,205,568	8,796,300	8,286,915,782	18,479,529	505,162	444,536,081	10,083,633,322
Total comprehensive income								
Loss for the period	-	-	-	-	-	-	(174,494,471)	(174,494,471)
Total	-	-	-	-	-	-	(174,494,471)	(174,494,471)
Balance at 31 March 2020	38,194,900	1,286,205,568	8,796,300	8,286,915,782	18,479,529	505,162	270,041,610	9,909,138,851

<i>In Taka</i>	Ordinary shares	Share premium - ordinary shares	Preference shares	Share premium - preference shares	Capital reserve	For the period ended 31 March 2021		
						Share money deposit	Retained earnings	Total equity
Balance at 1 January 2021	38,194,900	1,286,205,568	8,796,300	8,286,915,782	18,479,529	505,162	(369,428,518)	9,269,668,723
Total comprehensive income								
Loss for the period	-	-	-	-	-	-	(240,896,537)	(240,896,537)
Total	-	-	-	-	-	-	(240,896,537)	(240,896,537)
Balance at 31 March 2021	38,194,900	1,286,205,568	8,796,300	8,286,915,782	18,479,529	505,162	(610,325,055)	9,028,772,186

bKash Limited
Condensed interim statement of cash flows

<i>In Taka</i>	For the period ended	
	31 March 2021	31 March 2020
Cash flows from operating activities		
Cash receipt from customers	8,654,653,818	9,872,492,082
Cash paid to suppliers, employees and others	(7,644,059,109)	(6,312,461,378)
Cash generated from operating activities	1,010,594,709	3,560,030,704
Interest received from deposits	67,502,609	134,846,744
Taxes paid to government exchequer	(1,011,447,063)	(859,083,867)
Net cash flows from operating activities	66,650,255	2,835,793,581
Cash flows from investing activities		
Acquisition of property, plant and equipment	(263,302,813)	(169,029,886)
Acquisition of intangible assets	(50,290,271)	(225,721,936)
Encashment of/(investment in) fixed deposits	1,000,000,000	300,000,000
Net cash from investing activities	686,406,916	(94,751,822)
Cash flows from financing activities		
Lease liabilities	(114,842,294)	(45,310,825)
Net cash used in financing activities	(114,842,294)	(45,310,825)
Net increase in cash and cash equivalents	638,214,877	2,695,730,934
Cash and cash equivalents including trust cum settlement account and investments as at 1 January	50,293,637,297	34,183,514,376
Cash and cash equivalents including trust cum settlement account and investments as at 31 March	50,931,852,174	36,879,245,310
Less: Trust cum settlement account and investments	47,908,850,976	35,907,555,046
Cash and cash equivalents as at 31 March	3,023,001,198	971,690,264

Notes to the condensed interim financial statements (un-audited) as at and for the period ended 31 March 2021

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 Limited as at and for the year ended 31 December 2020, 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 Limited as at and for the year ended 31 December 2020.

There is no seasonality or cyclicity impact on the business of the Company except for festival/event driven transactions during Boi-Mela, Pohela Baishakh, Eid and others which fall in different quarters during the year.

3 Reporting period

The financial statements of the Company cover the 3 months period ended 31 March 2021.

4 Reclassification & re-arrangements

Certain figures for 2020 have been rearranged wherever considered necessary, to ensure better comparability with the current year's financial and to comply with relevant IAS.