

Ref:HME/2022/1246

31 December 2022

Mr. Bikarna Kumar Ghosh
Managing Director
Bangladesh Hi-Tech Park Authority
ICT Tower (9th Floor),
E-14/X, Agargaon, Dhaka-1207

Dear Sir,

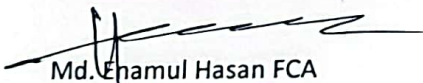
Submission of Practitioner's Compilation Report and Financial Statements of Bangladesh Hi-Tech Park Authority for the year ended 30 June 2022

We have pleasure in submitting herewith 2 (two) sets of Practitioner's Compilation Report and Financial Statements of Bangladesh Hi-Tech Park Authority for the year ended 30 June 2022.

Please acknowledge the receipt.

Thank you!

Yours sincerely,


Md. Enamul Hasan FCA
Partner

Encl.: As stated above

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Bangladesh Hi-Tech Park Authority

**Practitioner's Compilation Report
and
Financial Statements
For the year ended 30 June 2022**



H M ENAM & CO.
CHARTERED ACCOUNTANTS

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Bangladesh Hi-Tech Park Authority

**Practitioner's Compilation Report
and
Financial Statements
For the year ended 30 June 2022**

Practitioner's Compilation Report

To Management of Bangladesh Hi-Tech Park Authority

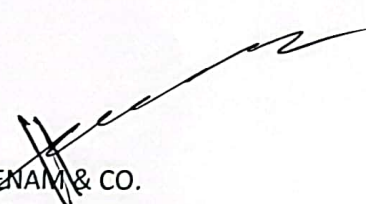
We have compiled the accompanying financial statements of Bangladesh Hi-Tech Park Authority based on information you have provided. These financial statements comprise the statement of financial position of Bangladesh Hi-Tech Park Authority as at 30 June 2022, the statement of profit or loss and other comprehensive income, statement of changes in fund, statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), *Compilation Engagements*.

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial statements based on accounting described in Notes 1-3 to the financial statements. We have complied with relevant ethical requirements, including principles of integrity, objectivity, professional competence, and due care.

These financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these financial statements are prepared in accordance with the basis of accounting described in Notes 1-3.


H M ENAM & CO.
Chartered Accountants
Dhaka,
31 December 2022

Bangladesh Hi-Tech Park Authority
Statement of Financial Position
As at 30 June 2022

	Notes	30 June 2022	(Figures in Taka) 30 June 2021
ASSETS			
Non - current assets			
Property, plant and equipment	4	7,628,375,129	6,512,069,426
Capital work in progress (CWIP)	5	160,142,758,000	7,422,400,000
Investment in share	6	6,500,000	6,500,000
Investment in fixed deposit (FDR)	7	58,606,198	55,839,192
		167,836,239,327	13,996,808,618
Current assets			
Receivable	8	258,334,859	116,426,316
Cash and bank balances	9	345,790,821	272,301,887
		604,125,679	388,728,204
		168,440,365,006	14,385,536,822
FUNDS AND LIABILITIES			
Funds			
Project aid	10.1	167,542,342,209	13,683,300,209
Accumulated excess of income over expenditure	10.2	664,640,086	562,213,463
		168,206,982,295	14,245,513,672
Current liabilities			
Advance	11	233,382,711	140,023,149
		233,382,711	140,023,149
		168,440,365,006	14,385,536,822

The annexed notes (1- 11) form an integral part of these financial statements.

For and on behalf of the Executive Committee of Bangladesh Hi-Tech Park Authority.

Director (Admin & finance)

Managing Director

Dhaka,
31 December 2022


H M ENAM & CO.
Chartered Accountants



Bangladesh Hi-Tech Park Authority
Statement of profit or loss and other comprehensive income
For the year from 01 July 2021 to 30 June 2022

		(Figures in Taka)	
	Notes	2021- 2022	2020- 2021
INCOME			
Grant income		283,800,000	229,364,000
Rental income		97,528,729	56,885,539
Service charge		8,348,982	5,248,110
Subscription fees		15,480	32,406
Interest in fixed deposit (FDR)		3,290,595	4,523,473
One stop service center		8,211,553	217,525
Others income		3,152,237	3,152,237
		404,347,575	299,423,290
EXPENDITURE			
Salaries and allowances		28,237,394	25,197,400
Program and events		13,436,372	5,274,846
Bank charges on FDR		523,589	708,521
Entertainment		1,188,695	480,315
Seminar fees		1,104,065	1,044,360
Electricity		43,473,432	32,842,702
Water		895,651	971,520
Internet		1,087,449	720,821
Legal expenses		663,781	257,250
Postage		94,687	47,470
Telephone		99,336	72,467
Promotion and Advertising		10,856,234	6,834,250
Books and periodicals		703,640	196,250
Office rent		6,943,212	13,063,871
Outsourcing expenses		12,910,275	10,537,444
Registration		94,000	26,153
Examination fee		1,300,094	1,169,758
Training expenses		1,715,630	970,325
Fuel consumption		1,292,910	972,563
Traveling expenses		6,669,502	1,288,321
Stationery		1,574,081	1,132,118
Other expenses		2,752,882	2,386,100
Consultancy fees		13,757,971	44,314,243
Security guard		12,220,054	10,562,571
Research and Innovation		6,204,950	876,350
Chastity		43,910	76,280
Honorary		1,269,900	1,309,600
Repairs and maintenance		2,496,168	2,909,530
Land development tax		3,863,475	6,242,520



	(Figures in Taka)	
Notes	2021- 2022	2020- 2021
Municipal Tax	10,484,000	2,795,000
Donation	-	29,677,190
Development expenses	86,690,000	-
Rental expenses	21,164,804	6,786,894
	295,812,143	211,745,004
Excess of income over expenditure	108,535,433	87,678,286

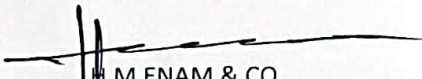
The annexed notes (1- 11) form an integral part of these financial statements.

For and on behalf of the Executive Committee of Bangladesh Hi-Tech Park Authority.

Director (Admin & finance)

Managing Director

Dhaka,
31 December 2022


H M ENAM & CO.
Chartered Accountants



Bangladesh Hi-Tech Park Authority
Statement of Cash Flows
For the year from 01 July 2021 to 30 June 2022

		(Figures in Taka)	
	Notes	2021- 2022	2020- 2021
A. Cash flows from operating activities			
Excess of income over expenditure		108,535,433	87,678,286
Increase in advance		93,359,562	77,139,731
Increase in receivable		(141,908,542)	(51,694,491)
Net cash flow from operating activities		<u>59,986,452</u>	<u>113,123,526</u>
B. Cash flows from investing activities			
Acquisition of property, plant and equipment	4	(1,116,305,703)	(3,834,915,509)
Investment in share	6	-	(6,500,000)
Investment in fixed deposit (FDR)	7	(2,767,006)	(13,814,952)
Capital work in progress (CWIP)	5	(152,720,358,000)	(1,566,464,000)
Net cash used in investing activities		<u>(153,839,430,709)</u>	<u>(5,421,694,461)</u>
C. Cash flows from financing activities			
Receipt of project aid	10.1	153,859,042,000	5,371,566,000
Repayment to govt.		(6,108,810)	(4,978,093)
Net cash flow from financing activities		<u>153,852,933,190</u>	<u>5,366,587,907</u>
D. Net increase in cash and bank balances (A+B+C)		73,488,933	58,016,972
E. Cash and bank balances at the beginning of the year		272,301,887	214,284,915
F. Cash and bank balances at the end of the year		<u>345,790,820</u>	<u>272,301,887</u>

The annexed notes (1- 11) form an integral part of these financial statements.

For and on behalf of the Executive Committee of Bangladesh Hi-Tech Park Authority.

Dhaka,
31 December 2022

Director (Admin & finance)

Managing Director



Bangladesh Hi-Tech Park Authority
Statement of Changes in Funds
For the year from 01 July 2021 to 30 June 2022

FUNDS	Notes	(Figures in Taka)	
		2021- 2022	2020- 2021
Project aid			
Opening balance	10.1	13,683,300,209	8,311,734,209
Add: Addition		153,859,042,000	5,371,566,000
		<u>167,542,342,209</u>	<u>13,683,300,209</u>
Less: Adjustment		-	-
		<u>167,542,342,209</u>	<u>13,683,300,209</u>
Accumulated excess of income over expenditure			
Opening balance		562,213,463	479,513,270
Add: excess of income over expenditure		108,535,433	87,678,286
		<u>670,748,896</u>	<u>567,191,556</u>
Less: refund to govt.		6,108,810	4,978,093
		<u>664,640,086</u>	<u>562,213,463</u>
		<u>168,206,982,295</u>	<u>14,245,513,672</u>

The annexed notes (1- 11) form an integral part of these financial statements.

For and on behalf of the Executive Committee of Bangladesh Hi-Tech Park Authority.

Dhaka,
31 December 2022

Director (Admin & finance)

Managing Director



Bangladesh Hi-Tech Park Authority

Notes to the financial statements

As at and for the Year ended 30 June 2022

1 Legal and Background information

Bangladesh Hi-Tech Park Authority has been established under the 'Bangladesh Hi-Tech Park Authority Act, 2010' with the objective of creating an investment-friendly environment and creating employment through the development and growth of high-tech industries in the country. Since its inception, the Bangladesh Hi-Tech Park Authority has been working for socio-economic development by establishing Hi-Tech Parks, Software Technology Parks, IT Training and Incubation Centers in different parts of the country to ensure employment of the country's huge youth and create skilled human resources. According to the administrative structure, the managing director of the Bangladesh Hi-Tech Park Authority is the chief executive officer. There is an Executive Committee chaired by the Minister of State for Information and Communication Technology and a Board of Governors (BOG) chaired by the Hon'ble Prime Minister to oversee and guide the activities of the organization. The head office of Bangladesh Hi-Tech Park Authority is located on the 9th floor of ICT Tower, Agargaon, and Dhaka.

1.2 Main functions of Bangladesh Hi-Tech Park Authority

The main responsibility of the Bangladesh Hi-Tech Park Authority is to bring economic prosperity to the country through development of appropriate investment infrastructure and skilled human resources to increase investment and employment in the IT / ITES sector. In a nutshell the functions of the Bangladesh Hi-Tech Park Authority can be identified as follows:

- Plan and Implementation of the strategies to create investment infrastructure in Bangladesh.
- Proper operation and management of the Hi-Tech Parks established by Bangladesh Hi-Tech Park Authority across the country.
- Attract FDI and ensure a world class investment environment in the Hi-Tech / software technology parks located across the country.
- Encouraging development of private STP.
- Formulating rules, regulation, guidelines and various fiscal and non-fiscal incentives for investors in the hi-tech sector and hi-tech and software technology parks in the country.
- Implementing the decisions of the Board of Governors, Executive Committee, Digital Task Force and other national committees relating to hi-tech and software technology parks under Bangladesh Hi-Tech Park Authority.

2. Basis of preparation

The financial statements have been prepared under the historical cost convention applying accrual basis of accounting in accordance with International Financial Reporting Standards (IFRSs), International Accounting Standards (IAS) and other applicable laws and regulation.

2.1 Going concern

As per IAS-1, an entity is required to make an assessment at the end of each year of its capability to continue as going concern. Authority of the entity makes such an assessment each year. The entity has adequate resources to continue its operation for the foreseeable future and has a wide coverage of its liabilities. For this reason, the authority has been adopting going concern assumptions while preparing the financial statements.

2.2 Property, plant and equipment

All Property, plant and equipment (PPE) are stated at cost. The costs of acquisition of assets depreciation comprise its purchase price and directly attributable cost to bring the assets to their working condition.

2.3 Cash and bank balances

Cash at bank comprises bank balance which were held and available for use by the entity without any restriction.

2.4 Rent receivable

Rent receivable are initially recognized at cost which is the fair value of the consideration given for them.

2.5 Advance

Advances are initially measured at cost. After Initial recognition advances are carried at cost less deductions, adjustments or charges to other account heads.

2.6 Grant income

The main source of income of Hi-tech Park Authority is grants from the Government of People's Republic of Bangladesh. The Authority prepared its annual budget and placed to the ICT division of the Government of Bangladesh for fund. It receives the fund directly in its bank account. The fund is used for meeting administrative expenditures and purchase of furniture and essential office equipment. These grants income is recognized as per IAS 20 Accounting for Government Grants and Disclosure of Government Assistance.

Apart from revenue expenditures, the Authority initiates development work such as construction of Hi-Tech Park, Software Technology Parks, IT Training and Incubation Centers, etc. These development projects are prepared as per DPP requirements of the Government. The DPP is reviewed by Ministry of ICT, Ministry of Planning, Ministry of Finance and approved by Executive Committee of the National Economic Council (ECNEC). These development funds are also treated as grants income as per IAS 20 Accounting for Government Grants and Disclosure of Government Assistance.

2.7 Rental income

For annual rental agreement, rent received at the beginning of every rental month and year. Yearly collected rental income is adjusted and recognized as income at the end of related financial year. The balance (if any) is carried forward as current liability.

Bangladesh Hi-tech Park Authority started collecting rent from tenant as rent from the year 2015.

2.8 Services Charge

Bangladesh Hi-tech Park Authority started collecting services charges from tenant as rent from the year 2015.

2.9 Other income

Bangladesh Hi-tech Park Authority collecting registration fees, subscription fees from private hi-tech park. One Stop Service (OSS) registration and fees and Bank interests are count as other income.

2.10 Functional and presentation currency

The financial statements are expressed in Bangladeshi taka (BDT) which is both functional and presentation currency of Bangladesh Hi-tech Park Authority.

2.11 Reporting period

The period of the financial statements covers from July 01 to June 30 consistently. These financial statements have been prepared for the year ended 30 June, 2022.

3. General

Figures appearing in the financial statements have been rounded off to the nearest Taka.



	Notes	30 June 2022		30 June 2021	
4 Property, plant and equipment					
Opening balance		6,512,069,426	2,677,153,917		
Add: Addition		1,116,305,703	3,834,915,509		
		<u>7,628,375,129</u>	<u>6,512,069,426</u>		
Less: Disposal		-	-		
		<u>7,628,375,129</u>	<u>6,512,069,426</u>		
Less: Depreciation charged		-	-		
		<u>7,628,375,129</u>	<u>6,512,069,426</u>		
5 Capital work in progress (CWIP)					
Opening balance		7,422,400,000	5,855,936,000		
Add: Addition		152,720,358,000	1,566,464,000		
		<u>160,142,758,000</u>	<u>7,422,400,000</u>		
Less: Transfer to Property, plant and equipment		-	-		
		<u>160,142,758,000</u>	<u>7,422,400,000</u>		
6 Investment in share					
Opening balance		-	-		
Add: Purchased		6,500,000	6,500,000		
		<u>6,500,000</u>	<u>6,500,000</u>		
Less: Transferred		-	-		
		<u>6,500,000</u>	<u>6,500,000</u>		
7 Investment in fixed deposit (FDR)					
Opening balance		55,839,192	42,024,240		
Add: Investment		-	10,000,000		
Interest		3,290,595	4,523,473		
		<u>59,129,787</u>	<u>56,547,713</u>		
Less: Bank charges		523,589	708,521		
		<u>58,606,198</u>	<u>55,839,192</u>		
8 Receivable					
Opening balance		116,426,316	64,731,825		
Add: Addition,		145,031,503	53,802,184		
		<u>261,457,820</u>	<u>118,534,009</u>		
Less: Adjustment/collection		3,122,961	2,107,693		
		<u>258,334,859</u>	<u>116,426,316</u>		
9 Cash and bank balances					
Cash in hand		-	-		
Cash at bank	9.1	345,790,821	272,301,887		
		<u>345,790,821</u>	<u>272,301,887</u>		



9.1 Cash at bank

Name of the bank and branch	Account no.	30 June 2022	30 June 2021
Janata Bank Limited (UGC Branch)	0100007091154	51,354,639	25,408,902
Sonali Bank Limited (Gana Bhaban)	1626004000464	11,681,800	6,457,477
Janata Bank Limited (UGC Branch)	0100042181581	1,205,513	1,190,033
Sonali Bank Limited (PSC)	010702000389	8,720,090	508,538
Social Islami Bank Limited (Dhanmondi)	0211360001397	8,952,920	5,856,918
Janata Bank Limited (UGC Branch)	0100018658636	221,343,398	200,263,533
Sonali Bank Limited (PSC)	0110703000020	20,088,563	15,159,254
Sonali Bank Limited (PSC)	0110703000035	1,842,258	936,891
Bangladesh Krishi Bank	4104-0320001204	4,065,528	-
Janata Bank Limited (UGC Branch)	0100232820424	31,460	-
Janata Bank Limited (UGC Branch)	0100219642169	16,504,652	16,520,342
		345,790,821	272,301,887

10.1 Project aid

Opening balance	13,683,300,209	8,311,734,209
Add: Addition	153,859,042,000	5,371,566,000
	167,542,342,209	13,683,300,209
Less: Adjustment	-	-
	167,542,342,209	13,683,300,209

10.2 Accumulated excess of income over expenditure

Opening balance	562,213,463	479,513,270
Add: excess of income over expenditure	108,535,433	87,678,286
	670,748,896	567,191,556
Less: Refunded to govt.	6,108,810	4,978,093
	664,640,086	562,213,463
	168,206,982,295	14,245,513,672

11 Advance

Opening balance	140,023,149	62,883,418
Add: Addition	93,359,562	77,139,731
	233,382,711	140,023,149
Less: Adjustment	-	-
	233,382,711	140,023,149



Bangladesh Hi-Tech Park Authority
Schedule of Property, Plant and Equipment
As at 30 June 2022

(Figures in Taka)

Sl. #	Particulars	Cost			Depreciation rate	Depreciation			Written down value (WDV) as at 30.06.2022
		Balance as on 01.07.2021	Addition	Disposal/ adjustment		Balance as at 30 June 2022	Depreciation charged during the year	Disposal/ adjustment	
1	Motor Vehicle	54,987,476	900,000	-	-	55,887,476	-	-	55,887,476
2	Machineries	9,597,358	138,300,000	-	-	147,897,358	-	-	147,897,358
3	Computer	11,449,463	25,015,566	-	-	36,465,029	-	-	36,465,029
4	Furniture and fixture	12,484,895	123,014,900	-	-	135,499,795	-	-	135,499,795
5	Telecommunication equipment	251,860	-	-	-	251,860	-	-	251,860
6	Office Equipment	28,415,995	1,390,075	-	-	29,806,070	-	-	29,806,070
7	Building	2,595,923,077	701,239,462	-	-	3,297,162,539	-	-	3,297,162,539
8	Electronic equipment	128,900,000	12,478,258	-	-	141,378,258	-	-	141,378,258
9	Land	48,526,492	39,999,442	-	-	88,525,934	-	-	88,525,934
10	Lab establishment	295,814,000	19,500,000	-	-	315,314,000	-	-	315,314,000
11	Others	3,325,718,810	54,468,000	-	-	3,380,186,810	-	-	3,380,186,810
		6,512,069,426	1,116,305,703	-	-	7,628,375,129	-	-	7,628,375,129

