

IL/BSEC/MR/2020-111

November 12, 2020

The Chairman
Bangladesh Securities & Exchange Commission
Securities Commission Bhaban
Plot # E-6/C, Agargaon, Sher-e-Bangla Nagar
Dhaka – 1207

Subject: Submission the Un-Audited Third Quarter Financial Report

Dear Sir,

We are pleased to submit herewith the un-audited Third Quarter Financial Statements of Intech Limited containing the Balance Sheet, Income Statement, Cash Flow Statement and the Changes in Equity and selected notes for the nine months ended March 31, 2020

Thanking you.

Sincerely yours,

A handwritten signature in black ink, appearing to read 'Mirza Aminul Islam Beg'.

Mirza Aminul Islam Beg
Chief Executive Officer

INTECH LIMITED
STATEMENT OF FINANCIAL POSITION (Un-Audited)
AS AT 31 MARCH 2020

PARTICULARS	NOTES	31 March 2020	30 June 2019
ASSETS			
Non-Current Assets		122,461,515	129,664,408
Property, Plant and Equipment (at cost)			
Balance as at 30 September 2019	4	115,101,169	122,856,296
Deferred Tax Assets	5	7,360,346	6,808,112
Non-Current Assets- INTECH RESORT PROJECT	6	28,652,000	28,652,000
Current Assets		245,833,135	230,129,559
Inventories	7	53,810,082	48,169,002
Advance, Deposit & Prepayments	8	101,969,858	106,784,352
Trade Receivables	9	73,997,931	63,955,926
Short Term Deposit in CVCFL	9.03	6,000,000	6,000,000
Other Receivables	9.04	100,603	432,658
Investment in Shares	10	31,395	41,790
Cash and Cash Equivalents	11	9,923,267	4,745,832
Total Assets		396,946,649	388,445,967
EQUITY AND LIABILITIES			
Shareholders' Equity		340,169,294	335,179,770
Share Capital	12	313,212,260	313,212,260
Retained Earnings		26,957,034	21,967,510
Non-Current Liability		35,132,809	29,857,484
Term Loan from CVCFL (Less Current Maturity)	23	35,132,809	29,857,484
Current Liabilities & Provisions		21,644,547	23,408,714
Liability for Expenses	13	12,626,868	14,022,885
Term Loan from CVCFL	23	2,695,598	3,642,516
Provision for Bad & Doubtful Debts	9.02	4,286,170	4,286,170
Provision for Income Tax	14	2,035,910	1,457,143
Total Equity and Liabilities		396,946,649	388,445,967
Net assets value per share	25	10.86	10.70

The annexed notes form an integral part of these financial statements. These financial statements were approved by the Board of Directors on 29 October, 2020 and were signed on its behalf by:

ATM Mahbubul Alam
Chairman

Md. Anisuzzaman
Director

Mirza Aminul Islam Beg
Chief Executive Officer

for Company Secretary

Md. Saiful Islam Khan
Chief Financial Officer (Current Charge)

INTECH LIMITED
STATEMENT OF CHANGES IN EQUITY (Un-Audited)
For the period ended 31 March 2020

Amount in BDT

PARTICULARS	SHARE CAPITAL TAKA	RETAINED EARNINGS TAKA	TOTAL TAKA
Balance as at 01 July 2019	313,212,260	21,967,510	335,179,770
Bonus Share Issued	-	-	-
Net Profit for the year	-	4,989,524	4,989,524
Balance as at 31 March 2020	313,212,260	26,957,034	340,169,294
Balance as at 01 July 2018	282,173,210	40,648,355	322,821,565
Bonus Share Issued	31,039,050	(31,039,050)	-
Net Profit for the year	-	41,816,065	41,816,065
Balance as at 31 March 2019	313,212,260	51,425,369	364,637,629

The annexed notes form an integral part of these financial statements. These financial statements were approved by the Board of Directors on 29 October, 2020 and were signed on its behalf by:

Net Profit before

✓ ATM Mahbubul Alam
Chairman

Md. Anisuzzaman
Director

Mirza Aminul Islam Beg
Chief Executive Officer

for Company Secretary

Md. Saiful Islam Khan
Chief Financial Officer (Current Charge)

INTECH LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (Un-Audited)
AS AT 31 MARCH 2020

PARTICULARS	NOTES	1 Jul' 2019 to 31 Mar' 2020	1 Jul' 2018 to 31 Mar' 2019	1 Jan' 2020 to 31 Mar' 2020	1 Jan' 2019 to 31 Mar' 2019
Revenue from Operations	15	74,586,556	110,774,818	22,037,831	25,321,234
Cost of goods sold & Services	16	(33,795,355)	(32,778,304)	(8,626,994)	(12,943,711)
Gross Profit		40,791,201	77,996,514	13,410,837	12,377,523
Operating Expenses		31,517,530	34,567,214	10,707,397	10,739,622
Administrative Expenses	17	11,832,744	10,274,163	4,051,584	2,679,728
Marketing Expenses	18	860,707	1,323,660	418,058	140,300
Depreciation	4	18,824,078	22,969,391	6,237,755	7,919,594
Operating Profit		9,273,672	43,429,300	2,703,440	1,637,901
Non-Operating Income	20	346,521	282,881	103,333	40,000
Financial Expenses	19	(4,342,938)	(3,095,860)	(1,774,177)	(1,257,813)
Provision for Investment in Shares	10	(10,395)	(1,890)	(1,260)	1,890
Net Profit before WPPF/WF		5,266,860	40,614,431	1,031,336	421,978
Provision for contribution to WPPF/WF	13.01.1	(250,803)	(1,934,021)	(49,111)	(20,094)
Net Profit before tax		5,016,057	38,680,411	982,224	401,884
Provision for tax:					
Current tax	21	(578,767)	(606,175)	(163,818)	143,764
Deferred tax Income/(Expenses)		552,234	3,741,829	431,487	1,905,760
Net Profit after Tax		4,989,524	41,816,065	1,249,893	2,451,408
Earning Per Share	24	0.16	1.34	0.04	0.08

The annexed notes form an integral part of these financial statements. These financial statements were approved by the Board of Directors on 29 October, 2020 and were signed on its behalf by:

ATM Mahbubul Alam
Chairman

Md. Anisuzzaman
Director

Mirza Aminul Islam Beg
Chief Executive Officer

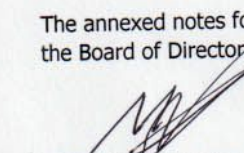
Company Secretary


Md. Saiful Islam Khan
Chief Financial Officer (Current Charge)

INTECH LIMITED
STATEMENT OF CASH FLOWS (Un-Audited)
FOR THE PERIOD JULY 01, 2019 TO MARCH 31, 2020


PARTICULARS	1 July, 2019 to 31 March, 2020	1 July, 2018 to 31 March, 2019
1. Cash Flow from Operating Activities		
Collection from Customers and Others	64,547,082	91,908,030
Cash Paid to suppliers and employees	(58,119,643)	(68,463,460)
Income Tax Paid	(177,506)	(163,718)
Net cash from operating activities	6,249,933	23,280,852
2. Cash Flow from Investing Activities		
Acquisition of Property, Plant and Equipment	(6,076,950)	(17,477,300)
Advance payment for PCB project	-	-
Advance for land purchase	-	-
Fishery BMRE RAS Technology	-	-
ISP GPON Technology	-	-
FDR to CVCFL	-	-
Received from FDR Interest & Dividend income	676,045	587,806
Investment in "Solquest Limited" for providing Alternative Delivery Channel	-	(16,173,718)
Net Cash used in Investing activities	(5,400,905)	(33,063,212)
3. Cash Flow from Financing Activities		
Interest and dividend received/(Paid)	-	(923,783)
Loan Repayment	4,328,407	16,793,612
Loan from CVCFL	4,328,407	15,869,829
Net Cash from / (used in) financing activities	5,177,435	6,087,470
4. Net Increase/Decrease in Cash and Cash Equivalents (1+2+3)	4,745,832	3,616,155
5. Cash and Cash Equivalents at the beginning of the year/Period	9,923,267	9,703,625
6. Cash and Cash Equivalents at the end of the period/ year (4+5)	0.20	0.74
Net Operating Cash Flow Per Share	Note 26	

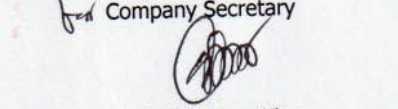
The annexed notes form an integral part of these financial statements. These financial statements were approved by the Board of Directors on 29 October, 2020 and were signed on its behalf by:

✓ 
ATM Mahbubul Alam
Chairman


Md. Anisuzzaman
Director


Mirza Aminul Islam Beg
Chief Executive Officer


Company Secretary


Md. Saiful Islam Khan
Chief Financial Officer (Current Charge)

INTECH LIMITED
Schedule of deferred Tax
for the year ended 31 March 2020

SL No.	Particular	Amount in Taka 31/03/2020	Amount in Taka 30/06/2019
A.	Deferred tax (Asset)/Liability		
	Deferred tax liability/(Asset) on depreciable asset (C)	(7,066,559)	(6,514,325)
	Deferred tax liability/(Asset) on trade receivable (D)	(293,787)	(293,787)
		(7,360,346)	(6,808,112)
B.	Deferred tax (Income)/Expense		
	deferred tax (income)/expense on depreciable asset (C)	(552,234)	(132,708)
	deferred tax (income)/expenses on trade receivable (D)	-	(293,787)
		(552,234)	(426,495)
C.	Deferred tax (Asset)/Liability on depreciable assets		
	Accounting book value of depreciable fixed asset	115,101,169	122,856,296
	Less: Tax base book value of depreciable fixed asset	143,367,405	148,913,597
	Taxable temporary difference	(28,266,236)	(26,057,301)
	Effective tax rate	25.00%	25.00%
	Deferred tax asset on tax base value of depreciable fixed assets as on 31.03.2020	(7,066,559)	(6,514,325)
	Opening Deferred tax liability/(Asset)	(6,514,325)	(6,381,617)
	Deferred tax (income)/Expenses	(552,234)	(132,708)
D.	Deferred tax asset/(Liability) on Account receivable		
	Accounting book value of Trade receivable		
	Accounting value of Trade receivable of Internet service	5,716,536	5,937,113
	Accounting value of Trade receivable for Software sale and services	48,675,468	37,021,081
	Accounting value of Trade receivable for fisheries business	15,319,756	16,711,562
		69,711,761	59,669,756
	Tax base book value of Trade receivable		
	Tax base book value of Trade receivable of Internet service	6,034,736	6,255,313
	Tax base book value of Trade receivable for Software sale and services	50,501,068	38,846,681
	Tax base book value of Trade receivable for fisheries business	17,462,126	18,853,932
		73,997,931	63,955,926
	Temporary difference		
	Internet Service	(318,200)	(318,200)
	Software Sales	(1,825,600)	(1,825,600)
	Fisheries business	(2,142,370)	(2,142,370)
		(4,286,170)	(4,286,170)
	Deferred tax Liability/(Assets) on taxable temporary difference on Trade receivable		
	Internet service 25%	(79,550)	(79,550)
	Software sale and services (Exempted)	-	-
	fisheries business (10%)	(214,237)	(214,237)
	Deferred Tax Liability/(Assets) on Trade receivable as on 31.03.2020	(293,787)	(293,787)
	Opening balance of deferred tax liability/(assets) on trade receivable	(293,787)	-
	Deferred tax (Income)/expenses on trade receivable	-	(293,787)

Intech Limited

Selected Notes to the interim financial information(Un-audited)
For the period ended March 31, 2020

1. Reporting entity:

1.1 Company profile

Intech Limited (hereinafter referred to as the "Company") was incorporated in Bangladesh as a Public Limited Company under the Companies Act, 1994 vide Registration No. C-39560(1528)/2000 of the Registrar of Joint Stock Companies on February 2, 2000 . Later on May 08, 2014, the Company changed its name from "Intech Online Limited" to "Intech Limited".

The shares of the Company are listed with the Dhaka Stock Exchange Ltd. and the Chittagong Stock Exchange Ltd.

1.2 Principal Objectives/Activities and Nature of Operations:

Initially, the principal activity of the Company was to provide Internet connectivity services to corporate entities and individual clients. It is also involved in Software business. The Company has started setting up a platform for Alternative Delivery Channel(ADC) for financial institutes.

From 2014, the Company has been engaged in the business of Fisheries, which now form a significant part of the Company's Revenue and Operations. From 1st Quarter of 2018-2019, the Company has also been engaged in the business of Amazon Web Services in Bangladesh as its Exclusive Re-selling Partner in Bangladesh.

2 Basis of Preparation:

These condensed interim financial information have been prepared in accordance with International Accounting Standards/Bangladesh Accounting Standards(IAS/BAS) 34: Interim Financial Reporting and relevant guidelines issued by the Securities and Exchange Commission, Bangladesh and be read in conjunction with the Financial Statements as at and for the half-year period ended 31st December, 2019 (un-audited) and also for the period ended on 30th June, 2019, the year for which the last full annual financial statements were prepared.

3 Accounting Policies:

The same accounting policies and methods of computation have been followed in these condensed financial information as were applied in the preparation of the financial statements for the period ended 30 June, 2019.

Note No.	Particular	Amount in Taka	
		1 July 2019 to March 2020	30 June 2019

4.00 PROPERTY, PLANT AND EQUIPMENT, NET OF ACCUMULATED DEPRECIATION:

Opening Balance (at cost less accumulated depreciation)	122,856,296	116,130,965
Add: Addition during the year/period	11,068,950	34,632,294
	133,925,246	150,763,259
Less: Depreciation during the year/period	18,824,078	27,906,963
Balance as at 31 March 2020	115,101,169	122,856,296

5.00 DEFERRED TAX ASSETS :

Deferred tax (Asset)/Liability	(7,066,559)	(6,514,325)
Deferred tax liability/(Asset) on depreciable asset	(293,787)	(293,787)
Deferred tax liability/(Asset) on trade receivable	(7,360,346)	(6,808,112)
deferred tax (income)/expenses	(552,234)	(132,708)
deferred tax (income)/expense on depreciable asset	-	(293,787)
deferred tax (income)/expenses on trade receivable	(552,234)	(426,495)

Note: Details are shown in Schedule - A

6.00 NON-CURRENT ASSETS - INTECH RESORT PROJECT:

Land Registered	11,600,000	11,600,000
Registered Baina	20,000	20,000
Architectural Drawing	1,900,000	1,900,000
Land Development	11,695,700	11,695,700
Security Guard Exp	24,000	24,000
Boundary	1,150,000	1,150,000
Work Shed	1,850,000	1,850,000
Site Office Shed	412,300	412,300
	28,652,000	28,652,000

7.00 INVENTORIES:

Stock of Fish Feed	7,833,144	3,187,996
Stock of Fish	45,976,938	44,981,005
Total	53,810,082	48,169,002

Quantity reconciliation of Fish and Fish Feed are as under.

Stock of Fish:

Opening Balance	628,226	484,500
Add: Production during the year/period	305,220	606,085
	933,446	1,090,585
Less: Sales during the year/period	291,310	462,359
Closing Stock	642,136	628,226

Stock of Fish Feed:

Opening Balance	45,542	60,000
Add: Purchase during the year/period	296,210	433,828
	341,752	493,828
Less: Issued for the year/period	229,850	448,286
Closing Stock	111,902	45,542

As compared to last Financial Year's end Stock of Fish feed , current 9 months's end Stock of Fish Feed has increased by about 146%. In effect, considering the uncertain situation of COVID-19 Pandemic, additional 60 tons Fish feed procurement increased the period-end Stock thereof.

Note No.	Particular	Amount in Taka	
		1 July 2019 to March 2020	30 June 2019

8.00 ADVANCES, DEPOSITS & PREPAYMENTS:

Advances:

Advance for land purchase	
Fishery BMRE RAS Technology	
ISP GPON Technology	
Advance Income Tax	
Advance for PCB Project	
Office Rent	
Advance for ADC for Financial Institutions (8.01)	
VAT Current Account	

100,109,558 104,924,052

26,000,000	26,000,000
-	1,590,000
-	3,402,000
1,554,886	1,380,550
627,000	627,000
-	-
71,867,926	71,867,926
59,746	56,576

Deposits:

Security Deposit to CDBL
Security Deposit for DDN
Security Deposit CVCFL (risk fund)
Security Deposit for Office Rent

1,860,300 1,860,300

100,000	100,000
145,300	145,300
1,300,000	1,300,000
315,000	315,000

Total

101,969,858 106,784,352

8.01 Advance for ADC for Financial Institutions

This represents advance made to "Solquest Limited" for providing Alternative Delivery Channel (ADC) as new business initiative through providing necessary solution, equipment, installation and maintenance. Partial implementation has been made thereagainst. Completion of the project is expected to be attained after fixing a few technical imbalance/ flaw against the solution, which are under process of correction.

9.00 TRADE RECEIVABLES:

Broadband Internet Service
Data Connectivity
Setup charge
Amazon Web Service
Software Sales and Maintenance
Sale of Fish
Total
Less: Provision for Bad & Doubtful debts (Note: 9.2)

Amount in Taka	
Jul'19-Mar'20	30 June 2019
3,405,724	3,235,438
2,026,041	2,284,250
602,971	735,625
9,009,477	2,334,080
41,491,592	36,512,601
17,462,126	18,853,932
73,997,931	63,955,926
4,286,170	4,286,170
69,711,761	59,669,756

REMARKS ON INCREASE OF TRADE RECEIVABLES:

Trade receivables increased in regard to Internet service/Software as major clients/customers are corporate clients (mostly Government entities) who usually pay their bills on quarterly basis/half-yearly basis (payment in last week), as a result whereof, by end-March, 2020, as general holiday was declared by Government from 25th March of the year for COVID-19 crisis, significant amount of bills from Government /corporate entities remained unpaid resulting into higher receivables. Receivables against Amazon Web Service occurred due to non-payment against bills within the period under report.

Note No.	Particular	Amount in Taka	
		1 July 2019 to March 2020	30 June 2019

9.01 The aging of above trade receivables as at the statement of financial position date was:

Up to 30 Days	5,524,930	4,275,854
Up to 90 Days	7,876,008	9,951,579
Up to 180 Days	17,952,013	33,057,022
Up to 360 Days	29,010,030	12,385,301
Over 360 Days	13,634,950	4,286,170
	73,997,931	63,955,926

9.02 Provision for Bad & Doubtful Debts :

The break up of the amount is as follows :

Particulars	Internet Service A	Software Service B	Fisheries Project C	Amount in Taka	
				Jul'19-Mar'20	30 June 2019
Opening Balance	318200	1825600	2142370	4,286,170	-
Add : Made during the year	-	-	-	-	4,286,170
Total Taka	318200	1825600	2142370	4,286,170	4,286,170

Provision for bad & doubtful debts is made considering more than one year of Accounts Receivable during the year as per the approval of Board of Directors meeting held on 30.04.2019

9.03 INVESTMENT IN SHORT TERM DEPOSIT:

Short Term Deposit in CVCFL

6,000,000	6,000,000
------------------	------------------

9.04 OTHER RECEIVABLES:

Accrued Interest on short term deposit

100,603	432,658
100,603	432,658

10.00 FAIR VALUATION OF INVESTMENT IN SHARES:

Titas Gas- 1,050 shares@Tk. 99.34

Provision for loss

Total

103,985	103,985
(72,590)	(62,195)
31,395	41,790

Investment in shares has been shown in financial statement at lower of cost and market price. The market price of the shares of Titas Gas at of the date of 3rd quarter-end was Tk 29.90 per share. Provision has been made to account for the loss due to the decrease of the market price.

Closing Provision for loss

Opening Provision for loss

(72,590)	(62,195)
(62,195)	(61,985)
(10,395)	(210)

Note No.	Particular	Amount in Taka	
		Jul'19-Mar'20	30 June 2019

11.00 CASH AND CASH EQUIVALENTS:

Cash in Hand & Cash at Bank

Total

9,923,268	4,745,832
9,923,268	4,745,832

The above cash balance is physically verified at the end of the year and the bank balances have been confirmed with the bank statement by reconciliation.

Note No.	Particular	Amount in Taka	
		1 July 2019 to March 2020	30 June 2019
12.00 SHARE CAPITAL:			
(a) Authorized Share Capital :			
120,000,000 Ordinary Shares @ Tk. 10/- each		<u>1,200,000,000</u>	<u>1,200,000,000</u>
(b) Issued, Subscribed & Paid up Capital:			
31,321,226 Ordinary Shares @ Tk. 10/- each, fully paid in cash		<u>313,212,260</u>	<u>282,173,210</u>
(c) Issued, Subscribed & Paid up Capital:			
3,103,905 Ordinary (Bonus) Shares Issued @ Tk. 10/- eac		-	31,039,050
		<u>313,212,260</u>	<u>313,212,260</u>
13.00 LIABILITY FOR EXPENSES:			
Audit Fees		-	69,000
Other payable-13.01		12,626,869	13,953,885
Total		<u>12,626,869</u>	<u>14,022,885</u>
13.01 Other Payable:			
BAPLC Payable		-	50,000
CDBL		344,678	238,678
Contribution to WPPF & WF (Note - 13.01.1)		897,759	646,956
E 1 Rent		-	-
Electricity Bill		451,820	115,240
ISP License Fee Payable		404,724	264,931
ISPAB Payable		20,000	20,000
ITDS		362,541	357,661
Staff Income Tax		38,500	141,600
Link Charge		480,000	480,000
Listing Fee Payable		634,728	473,428
Rent for System room Payable		-	42,500
Rent for Optical fiber Network Payable		53,386	51,934
Salary,Wges & Allowances		1,601,000	1,265,400
Diretors Remuneration		800,000	750,000
Legal/Consultant fees & Professional charges		200,000	200,000
Security Guard		5,580	5,580
Telephone Bill		18,115	31,200
Trade Creditors		6,298,358	8,804,017
Wasa Bill		15,680	14,760
Total		<u>12,626,869</u>	<u>13,953,885</u>
13.01.1 Contribution to WPPF & WF :			
Opening Balance		646,956	2,022,368
Add: Provision made during the year/period		250,803	646,956
		897,759	2,669,324
Less: Payment made during the year/period		-	2,022,368
Closing Balance		<u>897,759</u>	<u>646,956</u>
14.00 PROVISION FOR INCOME TAX:			
Opening Balance		1,457,143	449,738
Add: provision made during the year/period (Note-21)		578,767	1,007,406
		2,035,910	1,457,143
Less: Payment made during the year/period		-	-
Closing Balance		<u>2,035,910</u>	<u>1,457,143</u>

Note No.	Particular	Amount in Taka	
		1 July 2019 to March 2020	1 July 2018 to March 2019

15.00 REVENUE FROM OPERATION:

Internet Service	15.01	5,871,699	11,625,060
Software & Others	15.02	29,096,697	40,838,079
Revenue from Fisheries	15.03	39,618,160	58,311,680
Total		74,586,556	110,774,819

REMARKS on significant Revenue decrease as compared to that of 3rd quarter of previous FY are provided below: i) Revenue from Internet services significantly decreased due to loss of customers for the Company's inability to upgrade the ISP full network with advanced GPON technology, ii) Revenue of Software and others decreased due to low sales turnover of new software, and iii) Revenue of Fisheries also decreased due to inability to commission required level of ponds into operation by essential digging/excavation and development (being about 30% ponds required major development/maintenance to become fit for farming) as well as inability to shift to advanced RAS farming model, all the above reduction in sales turnover and lack of upgrading/developing the production/service facilities as stated above were due to non-availability of desired fund.

15.01 Internet Revenue:

Broadband Internet		5,416,344	7,250,858
Data Connectivity		509,050	3,349,941
Setup charge		191,640	1,113,879
Installation		48,250	491,636
		<u>6,165,284</u>	<u>12,206,313</u>
Less: VAT		293,585	581,253
Total		5,871,699	11,625,060

Rearranged to present the gross revenue of Broadband Internet, Data Connectivity, Setup charge, Installation in 31 March 2019.

15.02 Software & Others:

Software Sales & Maintenance		19,668,250	33,357,387
Revenue from AWS	15.02.(a)	9,428,447	7,480,691
Total		29,096,697	40,838,079

15.02.(a) Revenue from AWS:

Revenue from AWS		9,899,869	7,854,726
Less: VAT		471,422	374,035
		<u>9,428,447</u>	<u>7,480,691</u>

15.03 Revenue from Fisheries:

Revenue from Fisheries		39,618,160	58,311,680
		<u>39,618,160</u>	<u>58,311,680</u>

This represents sales of fish under fisheries project. During the year total quantity of fish sales was 291310 kgs.

Note No.	Particular	Amount in Taka	
		1 July 2019 to March 2020	1 July 2018 to March 2019

16.00 COST OF GOODS SOLD AND SERVICES:

Fuel Expenses-Generator	651,886	611,007
IP Charge	-	-
LAN Accessories	503,480	795,255
Link Charge	1,350,000	1,350,000
Server Accessories	48,650	-
Optical Fiber Network Rent	202,500	405,000
Rent for System Room	270,000	270,000
Salary & Allowances	2,002,850	1,681,615
Festival Bonus	116,750	140,135
Cost of sales AWS project (Note: 16.01)	7,111,418	7,053,605
Cost of sales Fisheries project (Note: 16.02)	21,537,821	20,471,687
Total	33,795,355	32,778,304

16.01 Cost of Sales AWS:

Amazon Web Service	6,407,918	8,651,272
Manage Service	703,500	819,183
Total	7,111,418	9,470,455

16.02 COST OF SALES FISHERIES PROJECT :

Opening Inventory of Feed	3,187,996	4,200,031
Opening Inventory of Fish	44,981,005	34,123,363
Add :		
Direct Expenses of Fisheries project during the year 16.02(a)	22,533,753	27,429,608
	70,702,754	65,753,002
Less:		
Closing Inventory of Feed	7,833,144	6,754,442
Closing Inventory of Fish	45,976,938	41,081,284
	53,810,082	47,835,726
Total	21,537,821	20,471,687

16.02(a) Direct Expenses of Fisheries

Fish feed and others	16,089,500	20,621,153
Medicine	563,024	591,175
Pona	1,699,644	2,093,961
Carriage	620,514	676,936
Labour	758,858	794,560
Fertilizer	583,802	472,449
Fishing Net	260,239	352,775
Electric Bill	681,671	508,000
Lease rent	720,000	720,000
Diesel	366,149	377,280
Ice Purchase	190,352	221,318
Total	22,533,753	27,429,608

REMARKS: As compared to last 9 months of previous Financial year, Cost of Goods Sold and Services increased by about 15.72% . Differences/variation occurred mainly based on the nature of products/services. However, clarifications are provided below: i) As the maturity/growth of live fishes does not match with the Financial year's periodicty , sales of fishes was compared to low during the 9 months (3rd Quarter accounts of FY 2019-2020) against that of last year's similar period when comparatively lower cost was charged for that period, ii) related cost against software are also incurred but new software is not sold adequately during the period under report , iii) ISP sales turnover decreased significantly during the 9 months against service cost mostly incurred(bandwidth cost remains the same and proportionately could not be possible to adjust) for a fixed range of operation due to the nature of the service.

Note No.	Particular	Amount in Taka	
		1 July 2019 to March 2020	30 June 2019

17.00 ADMINISTRATIVE EXPENSES :

Advertisement	60,000	115,559
AGM & EGM Expenses	215,300	549,223
Audit Fee	-	-
Others Accessories	158,381	305,626
Conveyance & Allowance	521,198	586,036
Data Processing	6,750	13,200
Domain Registration	12,540	18,612
Electric Bill	530,796	496,823
Entertainment	252,913	300,205
Fees & Commission	310,026.42	330,695
General Expenses	21,377	33,231
ISP License Renewal Fee	134,553	115,000
Maintenance Expenses	236,524	225,272
Vehicle Runing Expenses	197,511	-
Renewal & Registration Fees	17,205	-
Insuance	80,798	-
Foreign Currency Loss	-	-
News Paper	2,115	4,230
Office Rent	931,500	79,200
Postage & Courier	1,327	1,629
Printing & Stationery	139,022	150,143
Salary & Allowances	3,602,071.43	4,024,983
Festival Bonus	206,500	245,017
Diretors Remuneration	1,800,000	-
Legal/Consultant fees & Professional charges	800,000	500,000
Subscription	46,200	33,000
Trade License Fee	12,800	12,450
Telephone, mobile	167,408	175,779
WASA Bill	200,537	207,978
Provision for Bad & Doubtful debts	-	-
Expenses of Fisheries project (Note:17.01)	798,793	939,518
AWS Expenses (Note:17.02)	368,600	810,755
Total	11,832,744	10,274,163

During the period the company has not earned or make payment any amount in foreign currency.

17.01 EXPENSES OF FISHERIES UNIT:

Salary & Allowances	718,275	845,938
Festival Bonus	39,000	49,762
Stationery	2,040	2,671
Entertainment	10,614	10,083
Conveyance	16,597	14,871
Misc Expense	12,267	16,192
Total	798,793	939,518

17.02 AWS Expenses

Salary & Allowances	315,000	720,000
Tour & Travelling expenses	18,500	30,650
Entertainmen expenses	21,012	42,560
Mobile bill	9,037	9,580
Misc. Expenses	5,051	7,965
Total	368,600	810,755

INTECH LIMITED

Corporate Office : Suit- A5, House-25, Raod-47, Gulshan-2, Dhaka-1212 ■ Telephone : +88(02)8833463-64 ■ Fax : +88(02)9891510
Registered Office : 3/1-H, Purana Paltan, Dhaka-1000 ■ Telephone : +880 2 9553976, 9553783, 9551549, 9553715, 9553807, 9553886
Email : info@intechworld.net ■ web : www.intechworld.net

Note No.	Particular	Amount in Taka	
		1 July 2019 to March 2020	1 July 2018 to March 2019
18.00 MARKETING EXPENSES:			
Business Promotion		860,707	1,323,660
Total		860,707	1,323,660
19.00 FINANCIAL EXPENSES :			
Bank Charge		14,531	12,248
Interest on Term Loan		4,328,407	3,083,612
Total		4,342,938	3,095,860
20.00 NON-OPERATING INCOME :			
Dividend income		2,730	-
Bank Interest on SND A/c.		2,531	2,881
Accrued Interest on short term deposit		341,260	280,000
Total		346,521	282,881
21.00 PROVISION FOR TAX:			
This consists of:			
Provision for the year		578,767	606,175
Deferred Tax Income (Notes-5)		(552,234)	(3,741,830)
Total		26,533	(3,135,654)

Out of the total income, the profit from software is tax free. The profit from Fisheries Project up to tk.1,000,000 tax free, on next tk.1,000,000 @ 5% and the rest of profit amount @10% tax has been calculated as per SRO No. 255 date.16 Aug, 2015.

REMARKS: During last Financial year's 9 month's period (un-audited 3rd Quarter Accounts) ,Deferred Tax Income was shown at an abnormally large amount (Tk3,741,830) erroneously which was later corrected in Final Audited Accounts (Final total figure was Tk426,495) for the FY 2018-2019.

22.00 Operating Segment

The Company is earning revenue through there different types of activities, these are internet service, software service and fisheries project. Profitability position of these three segments are as follows:

Particular	Internet Service	Software Service	Fisheries Project	Total
Revenue from operations	5,871,699	29,096,697	39,618,160	74,586,556
Less: Cost of sales	(2,470,136)	(9,787,398)	(21,537,821)	(33,795,355)
Gross profit/(Loss)	3,401,563	19,309,298	18,080,339	40,791,201
Less: Administrative & General expense and depreciation	(8,888,871)	(12,532,296)	(9,235,656)	(30,656,822)
Marketing Expenses	(215,177)	(473,389)	(172,141)	(860,707)
Financial Expenses	(651,441)	(1,954,322)	(1,737,175)	(4,342,938)
Bad debt expense	-	-	-	-
Operating Profit/(Loss)	(6,353,925)	4,349,291	6,935,367	4,930,734
Non Operating Income/(Loss)	336,126	-	-	336,126
Net Profit before WPPF & Tax	(6,017,799)	4,349,291	6,935,367	5,266,860

Note No.	Particular	Amount in Taka	
		1 July 2019 to March 2020	30 June 2019

23.00 Term Loan

Term Loan from CVCFL (Agreement No-TL18TI0323) @ Interest Rate-15.25%	37,828,407	33,500,000
Principal Paid	-	-
Closing Balance	37,828,407	33,500,000
Current Maturity	2,695,598	3,642,516
Long term Portion	35,132,809	29,857,484
	37,828,407	33,500,000

Note No.	Particular	Amount in Taka	
		1 July 2019 to March 2020	1 July 2018 to March 2019

24.00 EARNING PER SHARE (EPS):

Net Profit attributable to the Ordinary Shareholders (Tk.)	4,989,524	41,816,065
Weighted average number of shares during the period.	31,321,226	31,321,226
Basic Earning Per Share Restated EPS Tk.	0.16	1.34

No diluted EPS is required to be calculated during the period as there was no scope for dilution of shares.

Amount in Taka	
Jul'19-Mar'20	30 June 2019

25.00 NET ASSET VALUE (NAV) PER SHARE:

Total Assets	396,946,649	388,445,967
Less Total Liabilities	(56,777,356)	(53,266,197)
Net Assets	340,169,294	335,179,770
Number of Shares at Financial Position date (Note-24.01)	31,321,226	31,321,226
Net Asset Value (NAV) Per Share	10.86	10.70

Note No.	Particular	Amount in Taka	
		1 July 2019 to March 2020	1 July 2018 to March 2019

26.00 Net Operating Cash Flow Per Share (NOCFPS)

Net Cash Generated from Operating Activities	6,249,933	23,280,852
Number of Shares at Financial Position date	31,321,226	31,321,226
Net Operating Cash Flow Per Share (NOCFPS)	0.20	0.74

Net Profit After Tax

Adjustment for non-cash transactions:

Depreciation

Provision for deferred Tax

Provision for Income tax

Provision for Bad & Doubtful debts

Provision for WPPF/WF

Loss on investment on share

less: Dividend income

Less: Interest on FDR

(Increase)/Decrease of Inventory

(Increase)/Decrease of Advance, Deposits and prepayment

(Increase)/Decrease of Trade Receivable

Increase/(Decrease) of Liability for expenses

Increase/(Decrease) of WPPFfor expenses

Net Cash inflow from operating activities under indirect method

Net Cash inflow from operating activities under direct method

Difference

Jul'19-Mar'20	Jul'18-Mar'19
4,989,324	41,816,066
18,824,078	22,969,391
(552,234)	(3,741,830)
578,767	606,175
-	-
250,793	1,934,021
10,605	1,890
24,101,333	63,585,714
(2,730)	-
(341,260)	(280,000)
23,757,343	63,305,714
(5,641,080)	(9,512,332)
(177,506)	(163,718)
(10,042,006)	(18,776,783)
(1,646,819)	(9,954,135)
-	(1,617,895)
6,249,933	23,280,852
6,249,933	23,280,852
Nil	Nil

Advance, and Deposit consider to the extent of operating activities. Receivable increase/Decrease are consider without bad debt expense is it is seperately consider as non-cash item.

28.00 General

a) In a globally linked economy the knock-on effects of the corona virus (COVID-19) outbreak will impact Bangladesh like any other country and will be a challenging for the company. However, we are the trying our best to overcome these extremely difficult situation.

b) Figures of previous period have been re-arranged/restated wherever considered necessary for the purpose of current period's presentation.

ATM Mahbubul Alam
Chairman

Md. Anisuzzaman
Director

Mirza Aminul Islam Beg
Chief Executive Officer

Company Secretary

Md. Saiful Islam Khan
Chief Financial Officer (Current Charge)