

[ 31<sup>st</sup> December 1997 ]

	Note	1997 BD'000	1996 BD''000
<b>NET ASSETS EMPLOYED</b>			
PROPERTY, PLANT AND EQUIPMENT	5	127,266	123,294
STAFF HOUSING LOANS	6	1,911	2,279
		135,322	130,762
<b>CURRENT ASSETS</b>			
Inventories	8	1,108	1,082
Accounts receivable and prepayments	9	18,953	15,353
Amounts due from telecommunications administrations		4,291	3,372
Bank balances and cash		57,901	50,664
		<b>82,253</b>	70,471
<b>CURRENT LIABILITIES</b>			
Accounts payable and accruals	10	24,845	20,265
Amounts due to telecommunications administrations		10,081	11,349
Proposed dividend		27,200	23,200
		<b>62,130</b>	54,814
NET CURRENT ASSETS		20,123	15,657
NET ASSETS		155,426	150,979
<b>SHAREHOLDERS' FUNDS</b>			
Share capital	11	80,000	80,000
Statutory reserve	12	20,000	20,000
General reserve	13	15,000	15,000
Retained earnings		40,426	35,979
		155,426	150,979

[ Year Ended 31 December 1997 ]

STATEMENT OF INCOME	Note	1997 BD '000	1996 BD '000
GROSS TURNOVER	14	110,875	99,350
OTHER INCOME	15	3,174	26,72
		114,049	102,022
<b>EXPENSES</b>			
Outpayments to telecommunications administrations		24,989	25,877
General and administration	19	34,144	28,839
Depreciation	5	21,343	17,755
Cost of equipment sales		1,157	1,562
(Gain) Loss on exchange		-	(130)

Board of Directors attendance expenses	29	24
	<b>81,662</b>	73,927
PROFIT FOR THE YEAR	<b>32,387</b>	28,095
<b>STATEMENT OF RETAINED EARNINGS</b>		
Balance at beginning of the year	35,979	31,630
Profit for the year	32,387	28,095
	68,366	59,725
Donations	640	500
Directors' fees	100	46
	27,940	23,746
Balance at end of the year	40,426	35,979

[ Year Ended 31 December 1997 ]

	1997	1996
	BD '000	BD '000
<b>OPERATING ACTIVITIES</b>		
Cash receipts from customers	88,160	78,223
Cash paid to suppliers	(11,155)	(10,506)
Cash paid to and on behalf of employees	(20,837)	(18,654)
Cash paid to telecommunications administrations	(7,977)	(5,232)
Net cash flow from operating activities	48,191	43,831
<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(20,322)	(20,593)
Purchase of investments	(1085)	219
Proceeds from sale of property, plant and equipment	143	58
Interest and investment income received	3,069	2,591
Net cash payments for housing loans	368	272
Net cash flow from investing activities	(17,827)	(17,453)
<b>FINANCING ACTIVITIES</b>		
Dividend paid	(23,127)	(21,559)
Net cash flow from financing activities	<b>(23,127)</b>	(21,559)
INCREASE IN CASH AND CASH EQUIVALENTS	7,237	4,819
Cash and cash equivalents at beginning of the year	50,664	45,845
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	57,901	50,664
Comprising: Bank balances and cash	<b>57,901</b>	50,664