



# ANNUAL REPORT

## 2018-2019

**Northern Electricity Supply Company Limited**  
(An Enterprise of Bangladesh Power Development Board)





“বিজয়ের মাসে জাতির পিতার প্রতি বিনম্র শ্রদ্ধা”



লেখ শামিনায়  
উদ্যোগ  
ঘরে ঘরে যিদুঃ





# ANNUAL REPORT

## 2018-2019









**Board of Directors and Management in a frame**



**Board Meeting of NESCO**





## Message From Chairman

With the grace of Almighty Allah, it gives us immense pleasure to publish Annual Report of Northern Electricity Supply Company (NESCO) Limited for the Financial Year 2018-2019 on the eve of its 14<sup>th</sup> Annual General Meeting. From the inception, NESCO has been pursuing the path of service excellence showing highest attention to its consumers, the Northern part of Bangladesh as well as to the nation as a whole to comply Government's vision "Providing reliable electricity to all at an affordable price."



NESCO has enhanced its mode of operation with the development of the infrastructure of the distribution system through its skilled manpower under the dynamic leadership of the Management as per the decision of the Board of Directors in compliance with the directives of the Power Division, MPEMR. NESCO has paid special focus to accelerate the ICT activities of the company such as e-Filing, e-Tendering, Digital Attendance and Mobile & Online Billing Systems to ensure transparency and better performance. Government has a clear vision to develop the electricity distribution system of all over the country that's why NESCO has already undertaken three projects to contribute the socio-economic development by strengthening and improving the power distribution system in the project area, to ensure safe and reliable electricity supply to the consumers by 2030 and to provide better customer service as well. A project of installing 500,000 Smart Pre-payment meters has been taken for better customer service through giving consumers more control over their energy expense and avoiding unexpected energy bills. Two other projects named Rajshahi Division Electricity Distribution Line & Sub-Station Extension and Renovation Project & Rangpur Division Electricity Distribution Line & Sub-Station Extension and Renovation Project for the construction of 5235.5 km new distribution line, renovation of 3150 km distribution line, development and

rehabilitation of 33 Nos. 33/11 KV Sub-Station, installation of 7726 Nos. 11/.4 KV distribution transformers to provide new connections to 415,000 consumers.

I express my sincere gratitude to the Government of the People's Republic of Bangladesh for providing all kinds of assistance, considering the power as a priority sector. I would like to express my gratitude and thanks to the Ministry of Power, Energy and Mineral Resources (MPEMR), Bangladesh Power Development Board (BPDB), The Board of Directors of NESCO, Management of NESCO, other supporting agencies and all the employees of NESCO.



**(A.K.M. Humayun Kabir)**

Additional Secretary, Power Division  
&  
Chairman, Board of Directors, NESCO





## From the Desk of Managing Director

It has been a great honor and privilege to publish the Annual Report for Northern Electricity Supply Company (NESCO) Limited on the eve of its 14th Annual General Meeting (AGM). We are also publishing the Financial Report for the Year 2018-2019. Northern Electricity Supply Company (NESCO) Limited stands to uphold and implement the vision and commitment of Honorable Prime Minister with the pledge “শেখ হাসিনার উদ্যোগ, ঘরে ঘরে বিদ্যুৎ”. We are here to provide reliable, uninterrupted and quality services to our consumers. We believe, power is the primary enabler to enhance the livelihood of the people of Bangladesh. Thereby in materializing vision 2021 and the SDG goals, NESCO is working for facilitating electricity to every house-hold in its service periphery.



This will consequentially facilitate education, health, agriculture, entrepreneurship, infrastructure, food and living. We believe, electricity being such enabler will increase overall GDP growth of the country. The dedicated, well-conversing, dynamic, and sincere Human Resources of NESCO are working relentlessly to secure happy and satisfied customer. For better customer service, we are offering 24/7 call Centre, customer complaint management, customer care service at every offices, online and virtual services for billing information and payment, integration of Banking and Mobile Services for real-time bill payment and reconciliation. We are now introducing cutting age technologies for ensuring reliability and transparency in all aspects.

NESCO with its own funding has been able to establish its own data center, transformer repair work-shop, multiple digital services and many other consumer friendly innovative projects. With the support & help of the Government, we have undertaken three major projects for strengthening the distribution system for Rajshahi and Rangpur divisions and “Smart Pre-Payment Meter Installation Projects in Northern Electricity Supply Company Limited Area”. These have been undertaken in order to make the distribution network up to the level that seems reliable and sustainable also to ensure transparency in terms of billing, connectivity and load management. We are deploying substations & distribution transformers & smart meters for meeting up Vision 2021. We are also introducing Geographic Information System (GIS), Distribution Automation System (DAS) and Asset Performance Management System (APMS) in order to understand when & where capacity has to be added, maintenance work has to be done and upgradation of equipment needed. We must extend our thanks to Honorable Prime Minister of the People’s Republic of Bangladesh Sheikh Hasina who is also the Honorable Minister of Ministry of Power, Energy and Mineral Resources for rendering an unconditional & seamless support for the growth of this sector.

It has been a great honor & privilege to get seamless support from Honorable State Minister, Ministry of

Power, Energy and Mineral Resources, Honorable Senior Secretary, Power Division, the Chairman & Board of Directors of NESCO without whose guidance, NESCO wouldn’t have been at this stage. The Journey wouldn’t have been completed without the support of High Officials from Power Division, the Honorable Chairman, Members & other High Officials from BPDB who extended their supporting in all manners, at all stages through providing Assets, Resources, Equipment & Financial Support as and when required until now.

Special thanks to Honorable Adviser of Energy, Power and Mineral Resources to the Prime Minister of Bangladesh, Standing Committee on Ministry of Power, Energy and Mineral Resources and Bangladesh Energy Regulatory Commission (BERC) for facilitating NESCO to grow.

NESCO is really grateful to Bangladesh Energy Regulatory Commission (BERC) for the tariff adjustment. Finally, I wish that this transformation, sustainability and the brand value of the company exists for long. The hard work, dedication and motivation of the employees, workers and officials persist. Without support, hard work and sincerity of the workforce, the growth of consumers to 15 million, the increase in load demand by 50% and the reduction of system loss by around 2% would have never been possible. This has made the company a profitable & sustainable one within just three years of its operations.

We look forward to availing the support in the same manner from all of the respected stakeholders in years to come. “NESCO” the brand name to prevail for years to come.



**(Zakiul Islam)**

Managing Director, NESCO







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# Board of Directors

## CHAIRMAN

**A.K.M. Humayun Kabir**

Additional Secretary, Power Division

Ministry of Power, Energy and Mineral Resources (MPEMR)

## DIRECTORS

**Zakiul Islam**

Managing Director, NESCO

**Nazma Mobarek**

Joint Secretary, Finance Division,  
Ministry of Finance

**Md. Daud Miah**

Joint Secretary, Power Division,  
MPEMR

**Md. Mustafizur Rahman**

Member (Company Affairs)  
BPDB

**Dr. Md. Abdul Alim**

Professor, Civil Engineering Department,  
Rajshahi University of Engineering &  
Technology

**Banasree Biswas Smritikana**

Former Executive Member,  
Jatiyo Mohila Sangstha, Ministry of Women and Children Affairs

**Selim Abed**

Joint Secretary & Member  
(Finance), BPDB

**Md. Khairul Kabir Menon**

Joint Secretary, Power Division,  
MPEMR

**Rezwanur Rahman**

Joint Secretary, Power Division,  
MPEMR

**Yasmin Begum**

Deputy Secretary, Power Division,  
MPEMR

**Md. Abul Kashem**

Former President, Rangpur Chamber  
of Commerce & Industries

# Directors' Profile







### **A.K.M. Humayun Kabir**

Additional Secretary, Power Division  
Ministry of Power, Energy and Mineral  
Resources  
&  
Chairman, NESCO

Mr. A.K.M Humayun Kabir is the Additional Secretary, Power Division, Ministry of Power, Energy and Mineral Resources. He was born in a respectable Muslim family of Borguna District in 1963. He did his Masters in Management from Dhaka University. He joined Bangladesh Civil Service in BCS 10th batch. He worked in the Power Division as Joint Secretary and Deputy Secretary. He also worked in the field administration with various capacities like Assistant commissioner, Upazila Nirbahi Officer and Additional Deputy Commissioner etc. Prior to joining in the Civil Service, he served for four years in Government Organization, NGO & International Organization.

Mr. Humayun has received professional training on super MATT course from University of Wolverhampton, UK. Among Ministerial engagements Mr. Humayun is now working as Chairman of the Board of Directors of Northern Electricity Supply Company (NESCO) Limited. He worked as Director of DESCO & NWPGL for a long time.





## Zakiul Islam

Managing Director, NESCO

Mr. Zakiul Islam has been made responsible as the Managing Director for Northern Electricity Supply Company (NESCO) Limited, An Enterprise of BPDB, under Power Division since 30 July, 2015. NESCO is responsible for distributing power and reliable electricity within the northern region of Bangladesh covering urban areas of greater Rajshahi & Rangpur division. With the asset, liabilities and human resources of BPDB, the company started its commercial operation from 1 October 2016.

Under the proper guidance of Power Division & the Board of Directors, having support, cooperation & expertise from the resources of the company, Mr. Zakiul Islam has been able to bring NESCO into a sustainable company within three years.

He has obtained Post Graduate Diploma (PGD) on Transition to General Manager (TGM) from INSEAD, Business school of the World Fontainebleau, France and Singapore. He has completed MBA from Royal Roads University, Victoria, BC, Canada. He has graduated in EEE from BUET. He is a life-time fellow of IEB. He completed his school from Faujdarhat cadet College. He has attended many workshops, seminars, training programs in North and Latin America, Europe, Australia, Africa, Asia pacific and SAARC Countries on Smart Meter, GIS and DAS, SCADA, Telecommunication & Satellite Communication. He was the 1<sup>st</sup> and founding President of Association of Mobile Telecom Operators of Bangladesh (AMTOB). He was the governing committee member for e-learning, MFS etc for GSMA, APT, SATRC and ITU. Mr. Zakiul Islam has 32 years of working experience at home and abroad in various multinational companies & corporate conglomerate.



## **Selim Abed**

Joint Secretary & Member (Finance)  
Bangladesh Power Development  
Board (BPDB)  
&  
Director, NESCO

Mr. Selim Abed is the Director of Northern Electricity Supply Company (NESCO) Limited since 18 January, 2018. He is a Joint Secretary of the People's Republic of Bangladesh. Currently, He is working as the Member (Finance) of Bangladesh Power Development Board (BPDB).

He started his career as an Assistant Commissioner and Magistrate in Bandarban District from BCS Administration Cadre Service officer in 1994. He also worked as an Assistant Commissioner and Magistrate in Deputy Commissioner's offices of Barishal and Narayanganj Districts. He also served as Upazila Nirbahi Officer (UNO) of Barura, Cumilla and Parbatipur, Dinajpur. He then worked in the Ministries of Communication, Civil Aviation & Tourism and Labor in different capacities.

He has obtained various Local and Foreign Training from different renowned institutions like Bangladesh Public Administration Training Center (BPATC), Singapore Civil Service Academy, International Training Center-ILO (ITC-ILO) and so on.





### **Nazma Mobarek**

Joint Secretary, Finance Division  
Ministry of Finance  
&  
Director, NESCO

Mrs. Nazma Mobarek is the Director of Northern Electricity Supply Company (NESCO) Limited since September, 2018. She is working as Joint Secretary of Finance Division, Ministry of Finance. Mrs Nazma joined Bangladesh Civil Service on 25 April, 1994. She did her B.S.S and M.S.S degree in Sociology from University of Dhaka. She also did her second Masters in Public Economics Management and Finance from University of Birmingham, U.K in 2006.

Mrs. Nazma Mobarek worked at different Ministries as Senior Assistant Secretary and Deputy Secretary. She also worked in field administration with various capacities. Mrs Nazma Mobarek has received professional trainings on Financial Programming and Policies, Financial Soundness Indicators and Macro-Economic Management and Fiscal Policy from International Monetary Fund (IMF). She has also received Financial Management Training from Asian Development Bank (ADB). She has also received local trainings in various areas of Law, Administration, Fiscal Economics and Economic Management.



## **Md. Khairul Kabir Menon**

Joint Secretary,  
Power Division, Ministry of Power,  
Energy and Mineral Resources  
&  
Director, NESCO

Md. Khairul Kabir Menon is one of the Directors of NESCO. He was born on 1 October, 1968 in Barisal. Mr. Menon passed his S.S.C. & H.S.C. from Faujdarhat Cadet College. He did his B.Sc. (Hon's.) & M.Sc. (thesis) from the University of Dhaka. He secured first class 2<sup>nd</sup> position in B.Sc. (Hons.) & first class 4<sup>th</sup> position in M.Sc. (thesis) and also received Dean's Award for Outstanding Academic Performance and Regularity. Mr. Menon has joined in the Service on 22.02.1998 and is a member of BCS 17<sup>th</sup> batch (Admin) Cadre. At present, he is working as Joint Secretary of Power Division. He worked as Deputy Secretary in the Ministry of Home Affairs, Ministry of Industries and Ministry of Establishment. He worked in the field administration in different positions. Mr. Menon did his MBA from West Bengal University of Technology, India Under Colombo Plan Scholarship and Post Graduate Diploma in Leadership Management from the University of Utara, Malaysia. Mr. Menon took part in ACAD in India, Professional Development Program at Macquarie University, Australia and Personnel Management Course at Maastricht School of Management in the Netherlands. Four articles of Mr. Menon on Environmental Pollution were published in different journals. Many articles of Mr. Menon on different important issues were also published in different magazines and souvenirs.





## **Md. Daud Miah**

Joint Secretary,  
Power Division, Ministry of Power,  
Energy and Mineral Resources  
&  
Director, NESCO

Mr. Md. Daud Miah is the Director of Northern Electricity Supply Company (NESCO) Limited since 08 July, 2018. He is working as a Joint Secretary of Power Division, Ministry of Power, Energy and Mineral Resources. He joined in Bangladesh Civil Service (BCS) in 22 February, 1998. He has completed M.Sc. in Physics from University of Dhaka. He worked different Ministries as Senior Assistant Secretary and Deputy Secretary. He also worked in the field administration with various capacities like Assistant commissioner (Land), Upazila Nirbahi Officer (UNO) and Additional Deputy Commissioner (ADC) etc. He has taken part in different courses in the country and abroad such as Foundation Course, Administration and Law Course, Survey and Settlement Course, BMA Orientation Course, Web Design Course in India, Mid Carrier Tr. Course in India and Issue Focus Training on Special Economic Zone (SEZ) in Japan.



## Rezwanur Rahman

Joint Secretary,  
Power Division, Ministry of Power,  
Energy and Mineral Resources  
&  
Director, NESCO

Razwanur Rahman is a Joint Secretary of Power Division under Ministry of Power, Energy and Mineral Resources. He has been performing as Director of NESCO Board since 05 May, 2019. He obtained B.S.S Hon's. and Masters degree in Economics from Dhaka University. He also completed Masters in Governance and Development from Brac University. Mr Rahman joined Bangladesh Civil Service Administration cadre in early 1998. He served in the field administration in different part of the country at various capacities. He also worked in the Ministry of Primary and Mass Education, Ministry of Liberation War Affairs, Ministry of Health and Family Welfare. Prior to joining Power Division, he served as Deputy Commissioner and District Magistrate of Brahmanbaria. He has attended a good number of training at home and abroad.





## **Md. Mustafizur Rahman**

Member (Company Affairs),  
Bangladesh Power Development Board (BPDB)  
&  
Director, NESCO

Engr. Md. Mustafizur Rahman, Member (Company Affairs) of Bangladesh Power Development Board (BPDB) joined the Board of NESCO on 15 March, 2017 as BPDB Nominee Director. He took over the charge of Member (Company Affairs) on 14 March, 2017. Prior to joining as Member (Company Affairs), he worked as Chief Engineer, Civil Works. He was born on 01 January 1961 in Lakshmipur District of Bangladesh.

He passed his SSC in 1976 and HSC in 1978. He completed his Bachelor degree in Electrical & Electronics Engineering from Bangladesh University of Engineering & Technology (BUET) in 1983. He completed one academic year Post Graduate Diploma (PGD) in Electric Power Distribution System from the University of Trondheim, Norway in the year 1991. Mr. Rahman joined in BPDB as Assistant Engineer in January, 1984.

He worked in the position of Chief Engineer in distribution zone, Rangpur and Rajshahi from 2015 to 2016. He visited many countries of the world for training and professional purposes. Currently, he is a Member of Governing Body of Bangladesh Energy & Power Research Council (BEPRC) along with Director of Bangladesh India Friendship Power Company Limited (BIFPCL) and B-R PowerGen Company Limited.



## Yasmin Begum

Deputy Secretary,  
Power Division, Ministry of Power,  
Energy and Mineral Resources  
&  
Director, NESCO

Mrs. Yasmin Begum is the Director of Northern Electricity Supply Company (NESCO) Limited since September, 2018. She is Deputy Secretary of Power Division, Ministry of Power, Energy and Mineral Resources. She started her career as BCS Administrative Cadre Service on 25 January, 1999. She did her Master's Degree in Global e-Policy and e-Government, from Sungkyunkwan University, Seoul, South Korea. She worked as Senior Assistant Secretary in Cabinet Division. She also worked in the field administration with various capacities like Assistant Commissioner, Magistrate and Upazila Nirbahi Officer (UNO) etc.

She received professional training namely SAARC Special Training Programme on Renewable Energy in South Korea, Innovative Leadership for Organization Growth & Excellence (ILOGE) in India, Capacity building program on Good Governance and Public Administration in China, Supporting Energy Security in South Asia: Strengthening Cross Border Energy Trade in Australia, Foundation Training at BPATC Savar, Dhaka, Law and Administration Course at Shahbagh, Dhaka etc.





## Dr. Md. Abdul Alim

Professor, Department of Civil  
Engineering, Rajshahi University of  
Engineering & Technology (RUET)  
&  
Director, NESCO

Prof. Dr. Md. Abdul Alim is one of the Directors of Northern Electricity Supply Company (NESCO) Limited since 07 May, 2017. He was born in a respectable Muslim family of Natore District in 1972. He is a former Dean of Civil Engineering Faculty of Rajshahi University of Engineering & Technology (RUET). He completed his Bachelor degree in Civil Engineering from RUET, Bangladesh. Dr. Alim also completed his M. Engineering Degree from Saitama University, Japan & Ph.D degree from Okayama University, Japan. Dr. Alim joined as Lecturer at RUET in 1998. At present, he is serving as Professor (Grade-1) in Civil Engineering Department of RUET. During this period, Dr. Alim hold many administrative posts of RUET like Head of Department of Civil Engineering, Head of Department of Building Engineering and Construction Management, Director of Planning & Development, Controller of Examinations, Syndicate Members, and Member of Different Recruiting Committees etc. He has taken part to National and International Conference at home and abroad and published around 40 papers and articles He has obtained various Local and Foreign Training from different renowned Institutions.



## **Md. Abul Kashem**

Former President,  
Rangpur Chamber of Commerce and  
Industries  
&  
Director, NESCO

Mr. Md. Abul Kashem is one of the Directors of Northern Electricity Supply Company (NESCO) Limited since 07 May, 2017. He is the former President of Rangpur Chamber of Commerce and Industries. He Completed his BA (Pass) from Carmichael College, Rangpur. Now he is serving his duty as Treasurer, Bangladesh Awamileague, Rangpur. He visited many countries of the world for professional purposes.





### **Banasree Biswas Smritikana**

Former Executive Member,  
Jatiyo Mohila Sangstha,  
Ministry of Women and Children Affairs

Banasree Biswas Smritikana is the Director of Northern Electricity Supply Company (NESCO) Limited since 30 July, 2017. She was born in a respectable Hindu family of Narsingdi District in 1965. Her parents were freedom fighters in 1971. She has Completed MA on Political Science and LLB. Besides, she has completed various courses such as Diploma in Computer and Diploma in Administration and Management at BIAM Foundation. She is also a good Organizer, Social-Worker and Women Entrepreneur.

Banasree Biswas Smritikana has worked as Director of Dhaka Power Distribution Company Limited (DPDC) and Executive Member of Jatiyo Mohila Sangstha under Ministry of Women and Children Affairs. Now, she is a Presidium Member of Bangladesh Mohila Awamileague central committee. She visited many countries of the world for professional purposes.

# Key Management







**Zakiul Islam**  
Managing Director



**A. H. M. Kamal**  
Executive Director (Technical & Operations)



**Sayed Golam Ahammad, FCMA**  
Executive Director (Finance & Admin)



**Syed Abu Taher, ACS**  
Deputy Company Secretary



# Board Committee

## Administrative Affairs Committee

**A.K.M. Humayun Kabir**

Additional Secretary

Power Division, Ministry of Power, Energy and Mineral Resources

**Md. Khairul Kabir Menon**

Joint Secretary,

Power Division, Ministry of Power, Energy and Mineral Resources

**Md. Daud Miah**

Joint Secretary,

Power Division, Ministry of Power, Energy and Mineral Resources

**Md. Mustafizur Rahman**

Member (Company Affairs), BPDB

**Zakiul Islam**

Managing Director, NESCO

**Syed Abu Taher**, ACS

Deputy Company Secretary, NESCO

## Finance Committee

**Selim Abed**,

Joint Secretary

Member (Finance), BPDB

**Nazma Mobarek**

Joint Secretary,

Finance Division, Ministry of Finance

**Yasmin Begum**

Deputy Secretary,

Power Division, Ministry of Power, Energy and Mineral Resources

**Zakiul Islam**

Managing Director, NESCO

**Sayed Golam Ahammad**, FCMA

Executive Director (Finance & Admin), NESCO

**Syed Abu Taher**, ACS

Deputy Company Secretary, NESCO

## Innovation & Development Committee

### **A.K.M. Humayun Kabir**

Additional Secretary

Power Division, Ministry of Power, Energy and Mineral Resources

### **Md. Mustafizur Rahman**

Member (Company Affairs), BPDB

### **Dr. Md. Abdul Alim**

Professor, Civil Engineering Department,

Rajshahi University of Engineering & Technology

### **Md. Abul Kashem**

Former President, Rangpur Chamber of Commerce & Industries

### **Banasree Biswas Smritikana**

Former Executive Member, Jatiyo Mohila Sangstha

### **Syed Abu Taher, ACS**

Deputy Company Secretary, NESCO

## Procurement & Tender Committee

### **Md. Mustafizur Rahman**

Member (Company Affairs), BPDB

### **Rezwanur Rahman**

Joint Secretary,

Power Division, Ministry of Power, Energy and Mineral Resources

### **Dr. Md. Abdul Alim**

Professor, Civil Engineering Department,

Rajshahi University of Engineering & Technology

### **Zakiul Islam**

Managing Director, NESCO

### **A. H. M. Kamal**

Executive Director (Technical & Operations)





নর্দান ইলেকট্রিসিটি সাপ্লাই কোম্পানি লিমিটেড  
Northern Electricity Supply Company Limited  
(An Enterprise of Bangladesh Power Development Board)



Ref. No. 27.29.0000.082.06.012.19-184

Date: 04-12-2019

## **Notice of the 14<sup>th</sup> Annual General Meeting (AGM)**

Notice is hereby given that the 14<sup>th</sup> Annual General Meeting (AGM) of Northern Electricity Supply Company (NESCO) Limited will be held on Wednesday the 18<sup>th</sup> day of December 2019 at 4.00 PM at Mukti Hall, Biddut Bhaban (14<sup>th</sup> Floor), 1, Abdul Gani Road, Dhaka-1000 to transact the following business and adopt necessary resolutions:

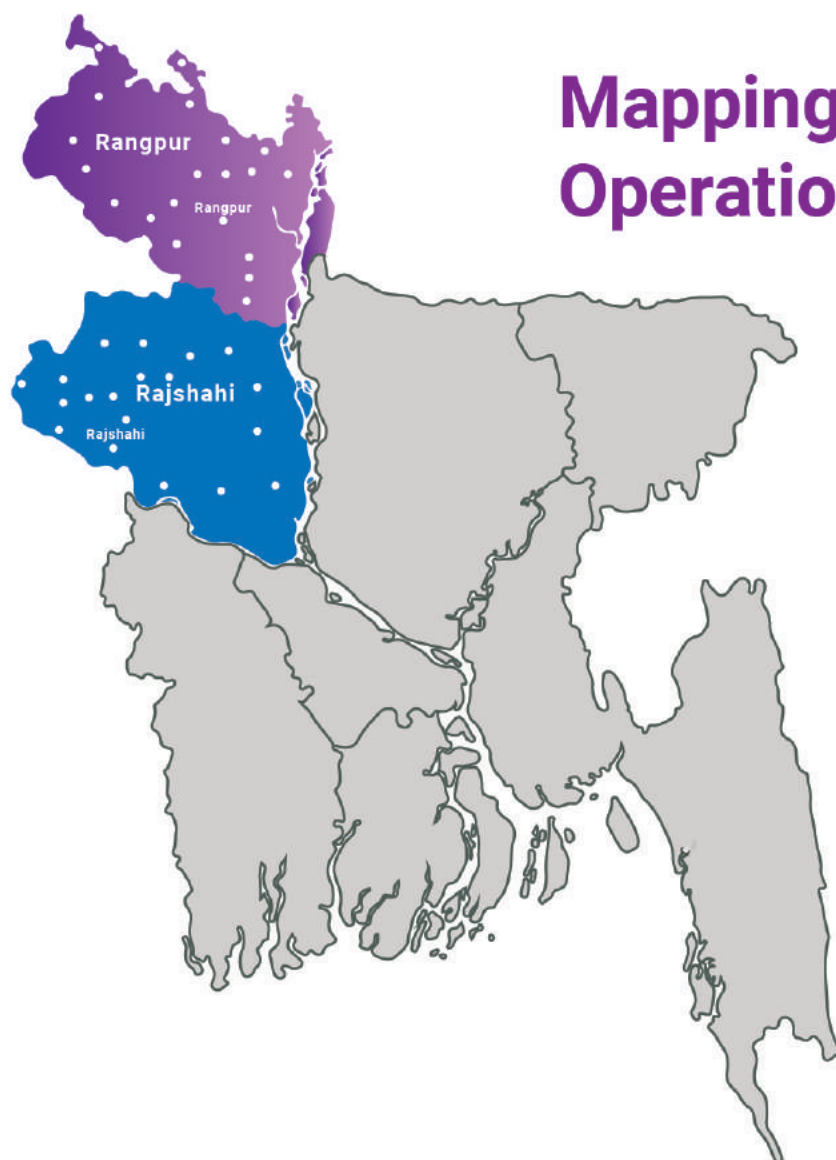
### **Agenda**

1. To receive, consider and adopt the Audited Accounts of the Company for the year ended on 30 June 2019 and the report of the Directors' and Auditors' thereon.
2. To retire and re-elect the Directors of the Company as per provision of the Articles of Associations of the Company.
3. To appoint Auditors and fix their remuneration for Audit of Financials for the Financial Year 2019-2020.
4. To transact any other business with the permission of the Chair.

By order of the Board



Syed Abu Taher, ACS  
Deputy Company Secretary



## Mapping the area of Operations

Rajshahi Division	Rangpur Division
1) Rajshahi	1) Rangpur
2) Natore	2) Dinajpur
3) Chapainawabanj	3) Gaibandha
4) Pabna	4) Kurigram
5) Sirajganj	5) Lalmonirhat
6) Bogura	6) Nilphamari
7) Naogaon	7) Thakurgaon
8) Joypurhat	8) Panchagarh



## Distribution Zone Rajshahi

District	City Corporation	Upazilas served by NESCO (19 Upazilas)	Municipalities served by NESCO (21 Municipalities)
Rajshahi	Rajshahi City Corporation	Paba, Godagari, Tanore	Nowhata, Katakhal, Tanore, Godagari
Chapainawabganj		Chapainawabganj Sadar, Shibganj, Gomastapur, Nachol	Chapainawabganj, Rohonpur, Shibganj, Nachol
Natore		Natore Sadar	Natore
Naogaon		Naogaon Sadar	Naogaon
Joypurhat		Joypurhat Sadar	Joypurhat
Bogura		Bogura Sadar, Sherpur, Dhupchachia, Shibganj, Adomdighi, Kahalu	Bogura, Sherpur, Shibganj, Dhupchachia, Kahalu, Talora, Santahar
Pabna		Pabna Sadar, Iswardi	Pabna, Iswardi
Sirajganj		Sirajganj Sadar	Sirajganj

## Distribution Zone Rangpur

District	City Corporation	Upazilas served by NESCO (20 Upazilas)	Municipalities served by NESCO (16 Municipalities)
Rangpur	Rangpur City Corporation		
Gaibandha		Gaibandha Sadar, Gobindaganj, Polashbari	Gaibandha, Gobindaganj, Polashbari
Kurigram		Kurigram Sadar	Kurigram
Lalmonirhat		Lalmonirhat Sadar, Kaliganj, Hatibandha, Patgram	Lalmonirhat, Patgram
Nilphamari		Nilphamari Sadar, Saidpur, Joldhaka, Domar, Kishoreganj	Nilphamari, Joldhaka, Domar, Saidpur
Dinajpur		Dinajpur Sadar, Parbatipur, Fulbari, Bochaganj	Dinajpur, Fulbari, Setabganj, Parbatipur
Thakurgaon		Thakurgaon Sadar	Thakurgaon
Panchagarh		Panchagarh Sadar, Tetulia	Panchagarh

# DIRECTORS' REPORT





## Honorable Shareholders

On behalf of the Board of Directors, I welcome you all to the 14th Annual General Meeting (AGM) of Northern Electricity Supply Company (NESCO) Limited. On this great occasion, I have immense pleasure to brief the company's performance along with the Audited Financial Statement as well as the Auditor's Report for the Financial Year 2018-2019 for your kind consideration. On 16 October, 2019 Honorable High Court has given the judgment in favor of NESCO to hold previous 13 AGMs (2006 to 2018) within next 12 (Twelve) weeks. In order to comply with the Honorable HC's order, previous 13 AGMs have already been held and now, I, on behalf of all Board of Directors, would like to welcome you all to the 14<sup>th</sup> Annual General Meeting (AGM) of year 2019 of the company.

## Company Information

### Company Formation

Northern Electricity Supply Company (NESCO) Limited was registered on 3rd August, 2005 (vide memo no C-58433 (439)/05) under Company Act 1994 in RJSC as North-West Zone Power Distribution Company Limited (NWZPDCL). NWZPDCL signed Memorandum of Understanding (MOU) and Provisional Power Sales & Purchase Agreement (PSPA) with BPDB on August 01, 2016. Later on 12 September, 2017 the name of the Company was changed to Northern Electricity Supply Company (NESCO) Limited. NESCO started its operation on 1st October, 2016.

Government of The People's Republic Bangladesh has a vision to supply reliable and sustainable electricity to all by 2021. According to Power Sector Master Plan, 2015 (PSMP 2015), Government's plan is to:-

- Standardize and Strengthen Distribution System
- Transform existing distribution system into a modern distribution network through introducing GIS, DAS and SCADA.
- Bring all consumers under SMART Meter coverage

NESCO, in line with the vision of current government, works hard & sole for accomplishing 100 percent electricity to all. Along with fulfilling the continuous power demand, NESCO, with the proper guidance of Power Division, aims at contributing to the achievement of Sustainable Development Goals (SDGs) and to implement the pledge “শেখ হাসিনার উদ্যোগ, ঘরে ঘরে বিদ্যুৎ”.

## Nature of Business

Northern Electricity Supply Company (NESCO) Limited, An Enterprise of Bangladesh Power Development Board (BPDB), has been established with a view to distributing & supplying efficient & cost effective electricity to the city & municipality areas of 02 City Corporations, 16 Districts, 39 Upazilas and 37 Municipalities of Rajshahi and Rangpur divisions.

## Jurisdiction

The company's core operation encircles within the North-West region of Bangladesh mainly, city & municipalities of Rajshahi & Rangpur divisions (02 City Corporations, 16 Districts, 39 Upazilas and 37 Municipalities) The districts are: Rajshahi, Chapainawabganj, Natore, Naogaon, Joypurhat, Bogura, Pabna, Sirajganj, Rangpur, Gaibandha, Kurigram, Lalmonirhat, Nilphamari, Dinajpur, Thakurgaon & Panchagarh.

## Capital Structure

The authorized share capital of the company is BDT 250 crore divided into 2.5 crore equity shares of BDT 100 each. The issued, subscribed and paid-up capital of the company is 999,900 (Nine Lac Ninety Nine Thousand Nine Hundred) taka divided into 9,999 Nos. shares of which Bangladesh Power Development Board (BPDB) is the owner of 9,991 shares rest of the 8 shares are owned by different Institutions/Organizations as per Office Order of Power Division, MPEMR:-

Ref. No. বিজ্ঞাখসম/বিদ্যুৎ/প্রশাসন-১/বিবিধ-৪৪/২০০৮/৩৮২ তারিখঃ ২১/০৪/২০০৮ খ্রিঃ and

Ref. No. বিজ্ঞাখসম/বিদ্যুৎ/প্রশাসন-১/বিবিধ-৫৫/২০০৮/৫৮৫ তারিখঃ ১২/০৬/২০০৮ খ্রিঃ

S.N.	Particulars of Institutions/organizations/Designations	Number of Share-holding
01	Bangladesh power Development Board (BPDB)	9991
02	Chairman, Board of Directors, NESCO Limited	01
03	Finance Division, Ministry of Finance	01
04	University of Rajshahi	01
05	IEB, Rajshahi Center, Rajshahi	01
06	Rajshahi Chamber of Commerce & Industries, Rajshahi	01
07	Power Division, Ministry of Power, Energy and Mineral Resources	01
08	Rajshahi City Corporation	01
09	Managing Director, NESCO Limited	01
Total Nos Share-holding		9,999



## Board of Directors

I would like to thank all concerned since NESCO has such a vibrant and active policy-making board of Directors, with their successful directions, it has been able to generate profit within just three years of business operations. At now, NESCO has become a sustainable organization in its business periphery. It has undertaken three large projects in order to strengthen its distribution systems. These all have been possible with the proper guidance of the Board of Directors of NESCO along with significant efforts from its manpower.

As per nomination of the Power Division, Ministry of Power, Energy and Mineral Resources (MPEMR), Government of Bangladesh, current combination of the Board has been given below:

S.N.	Name & Designation	Organization	Position
01	Mr. A.K.M. Humayun Kabir Additional Secretary	Power Division, Ministry of Power, Energy & Mineral Resources	Chairman
02	Mr. Zakiul Islam Managing Director	NESCO	Director
03	Mr. Selim Abed, Joint Secretary & Member (Finance)	Bangladesh Power Development Board	Director
04	Nazma Mobarek Joint Secretary	Finance Division, Ministry of Finance	Director
05	Mr. Md. Khairul Kabir Menon Joint Secretary	Power Division, Ministry of Power, Energy & Mineral Resources	Director
06	Mr. Md. Daud Miah Joint Secretary	Power Division, Ministry of Power, Energy & Mineral Resources	Director
07	Mr. Rezwanur Rahman Joint Secretary	Power Division, Ministry of Power, Energy & Mineral Resources	Director
08	Mr. Md. Mustafizur Rahman, Member (Company Affairs)	Bangladesh Power Development Board (BPDB)	Director
09	Yasmin Begum Deputy Secretary	Power Division, Ministry of Power, Energy & Mineral Resources	Director
10	Dr. Md. Abdul Alim Professor	Civil Engineering Department, Rajshahi University of Engineering & Technology (RUET)	Director
11	Mr. Md. Abul Kashem Former President	Rangpur Chamber of Commerce & Industries	Director
12	Banasree Biswas Smritikana Former Executive Member	Jatiya Mohila Songstha, Ministry of Women & Children Affairs	Director

## Auditor's Report

RAHMAN MOSTAFA ALAM & CO, Paramount heights (7th Floor-D2 & C1), 65/2/1, Box Culvert Road, Purana Paltan, Dhaka-1000 audited the financial statements for financial year 2018-2019.

## Rotation of Directors

Section 91 (2) of the Company Act 1994 outlines the following directions in regarding Rotation of Directors:-

(2) Notwithstanding anything contained in the articles of a company other than a private company not less than one third of the whole number of directors shall be persons whose period of office is liable to determination at any time by retirement of director's rotation.

In compliance with the above mentioned Section (91) (2) the Board of Directors of NESCO has the obligation to retire one third of the Directors whose period of office are higher. Directors of NESCO whose period of office are higher have been given below:

S.N.	Name & Designation	Organization	Joining Date in NESCO Board
01	Md. Mustafizur Rahman, Member (Company Affairs)	Bangladesh Power Development Board	07-05-2017
02	Dr. Md. Abdul Alim Professor	Civil Engineering Department, Rajshahi University of Engineering & Technology	07-05-2017
03	Md. Abul Kashem Former President	Rangpur Chamber of Commerce & Industries	07-05-2017
04	Banasree Biswas Smritikana Former Executive Member	Jatiya Mohila Songstha	30-07-2017

The above mentioned Directors will retire from the Board in compliance with the Section 91 (2) of Company Act 1994 & Section 83 & 84 of Article of Association (AOA) of NESCO & statutory requirement of RJSC and they may, if eligible as per Section 85, be re-elected in 14th Annual General Meeting of the company.



## e-Governance: Approach to Distribution reforms

Northern Electricity Supply Company (NESCO) Limited aims to play active role in applying e-Governance in its service delivery channel. Major reforms using ICT is recognized as the key catalyst for improving revenue collection, minimizing ATC (aggregate technical and commercial) losses, proper energy accounting and efficient consumer services. To keep it with the modern technological advancement in IT (Information Technology) sector and to make the utility management more efficient, NESCO management has decided to develop an accountable and transparent governance system with a unified approach.

As a consequence Customer Service Centre, Complaint Management, New Connections, Monthly Bill Collection through more than Nine Hundred Bank branches & mobile financial services such as B-Kash, Rocket, GP etc. Miscellaneous bill collection through online Banks & agent bank branches of Dutch Bangla Bank Limited & Bank Asia Limited, NESCO website and e-mail Communication, e-filing, Personal Management Information Systems (PMIS) have been successfully developed and implemented. Because of these diversified and multifarious payment platforms, NESCO consumers can pay their bills without any hassle.

## Customer Service Management

### Call Centre

NESCO has full-fledged call center. NESCO believes that consumer satisfaction is the key to success of any business. Customers are NESCO's prime focus and it is a duty of NESCO to ensure satisfactory customer service as deemed suitable. The issue is seriously considered by NESCO, which led to the establishment of Customers call center. Any consumer of NESCO may receive desired service and solution from the staff of the Call center. The Customer Call Center is under continuous improvement in order to raise its performance standard up to the desired level. For this purpose, NESCO will give emphasis on routine training of the employees and consumer awareness initiatives.



## Customer Care Center

Customer care center has been started in Rajshahi Head office and Rangpur Chief Engineer's Office periphery. We also assert that, within two months, customer care service point will be initiated all over the 50 Sales & Distribution Divisions of NESCO. We strongly believe that this will, obviously, create an immense impact on customer service.



Customer Care Center of NESCO

## Other Ancillary Services

- Consumers can print their electricity bill and bill ledger from the website
- NESCO prepares electricity bill in every month using billing software and delivers to the consumers in timely manner through SMS and also in conventional bill delivery system.
- Consumers can apply for new connection and all processes are executed in online. As a result, authority can monitor the new connection process and the consumers get the connection easily.
- Consumers can pay electricity bill using their own mobile phone or through retailers
- Electricity bill can be paid using various mobile financial services
- Meter reading data can be collected using snapshot application
- One Stop Service Center has been established in NESCO in order to give a bouquet of services to consumers from One Service Delivery Point. So, this has a robust impact on eradication of consumer harassment.



Digital services provided to the Consumers of NESCO

## Digitalization in internal affairs of the Company

- e-Government Procurement (e-GP)
- Customer care
- Call Center
- Central pay slip & payment system
- e-Filing
- Digital Access Control System
- e-Recruitment system
- Unified PMIS software for employee information management
- Case Management System
- Online & Virtual payment facility

## Commercial operations

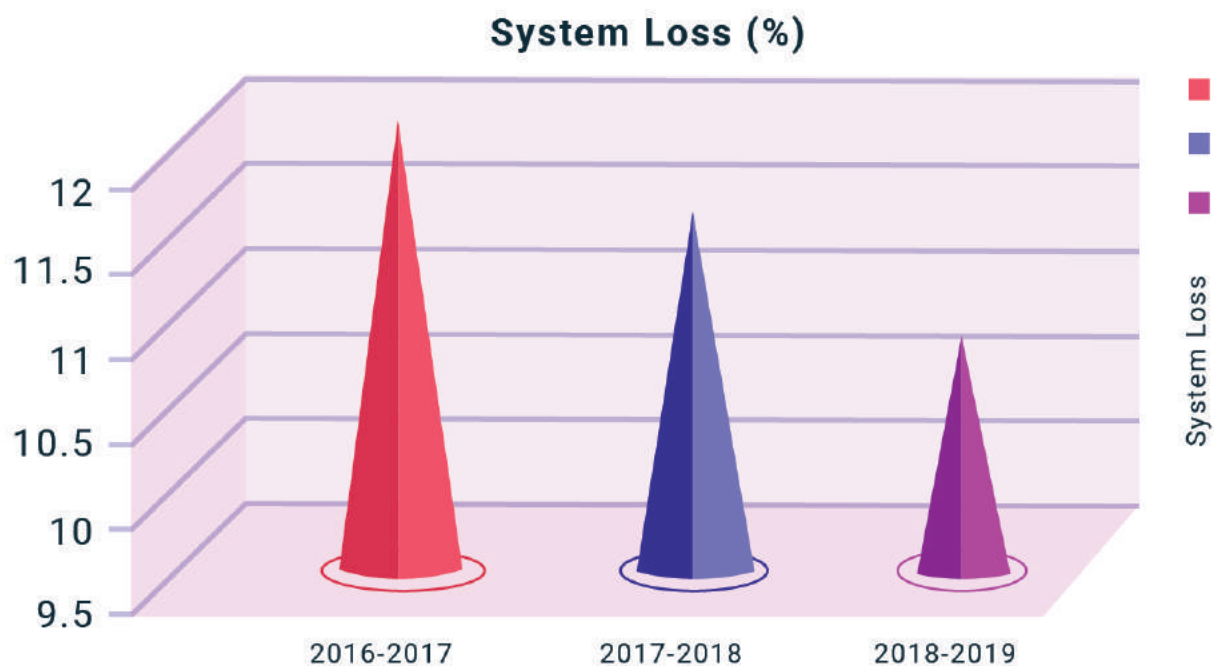
### Energy Sales

Billed amount for energy sales for the FY 2018-2019 from different tariff categories has been BDT 2,314 crore whereas; bill collection for the immediately previous financial year was BDT 2,280 crore. Collection of Bill ratio is 98.5%. Sales increase at 11.5% from the immediate previous year. NESCO purchases Electricity solely from Bangladesh Power Development Board (BPDB) at the rate of Tk4.77/kWh (including wheeling charge).

### System Loss

System loss is a key performance indicator of any electricity distribution company and is determined by the quantity of energy purchased and sold. The system loss works out to 10.52% in this FY 2018-2019 as against 11.38% in the previous year and 11.91% in FY 2016-2017. System loss reduction from year 2016 to 2019 stands at 1.39%. I along with the other Board of Directors believe that only because of significant effort from the employees of NESCO has made it happen to reduce system loss at such percentage. So, I would like to thank, on behalf of Board of Director, to the concerned team and urge to keep it at single digit.

	FY 2016-2017	FY 2017-2018	FY 2018-2019
<b>System Loss</b>	11.91	11.38	10.52%





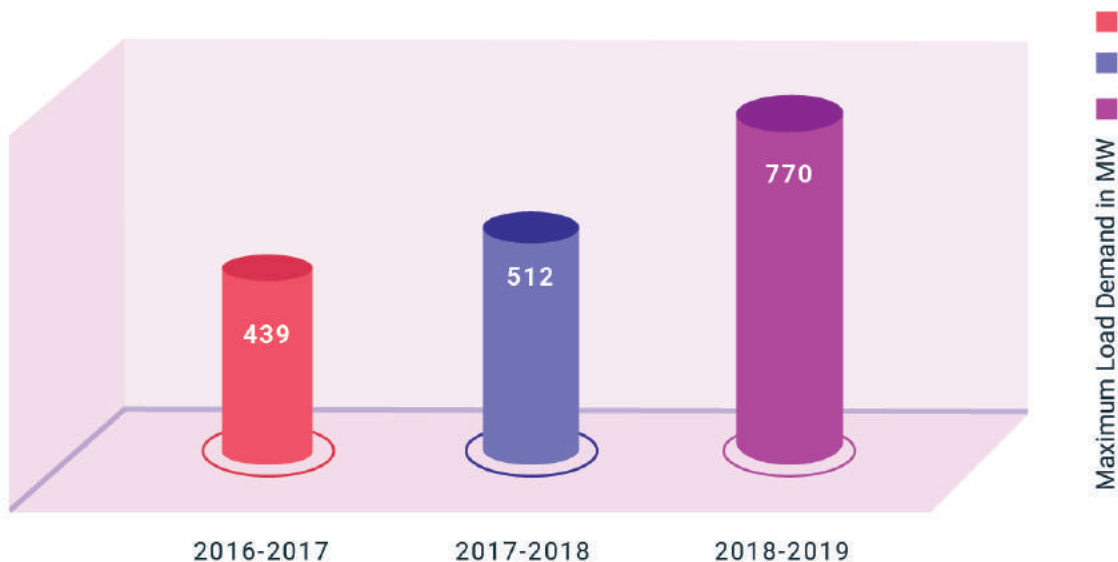
## Technical Operations

### Current Load Demand of Electricity

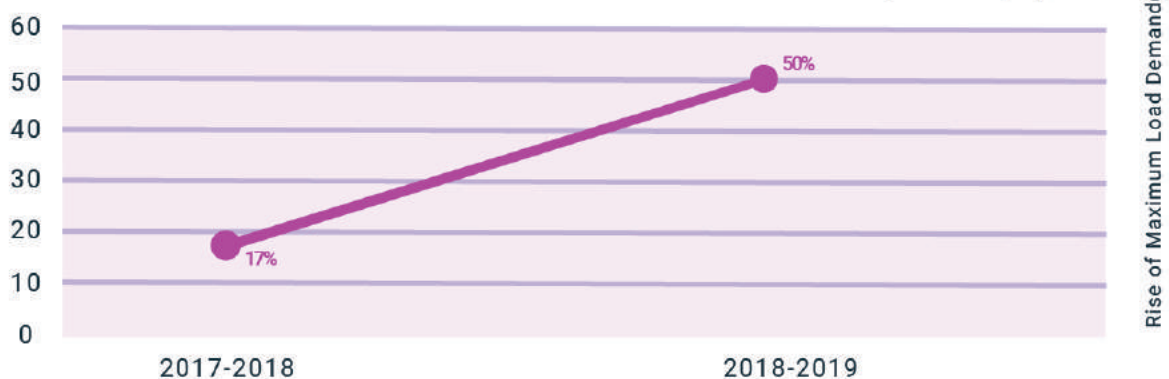
Load Demand in the distribution area is gradually increasing. In this FY 2018-2019 maximum load demand was 770 MW which was 512 MW in FY 2017-18 & 438.95 MW in the FY 2016-17. Load demand is in increasing trend. It is expected that, with the uprising demand for electricity along with the growth in new connections the Load Demand for the next Financial Year is projected to reach at 1000 MW limit.

Year	Load Demand	Rise (%)
2016-2017	438.95 MW	—
2017-2018	512 MW	17
2018-2019	770 MW	50

#### Maximum Load Demand in MW

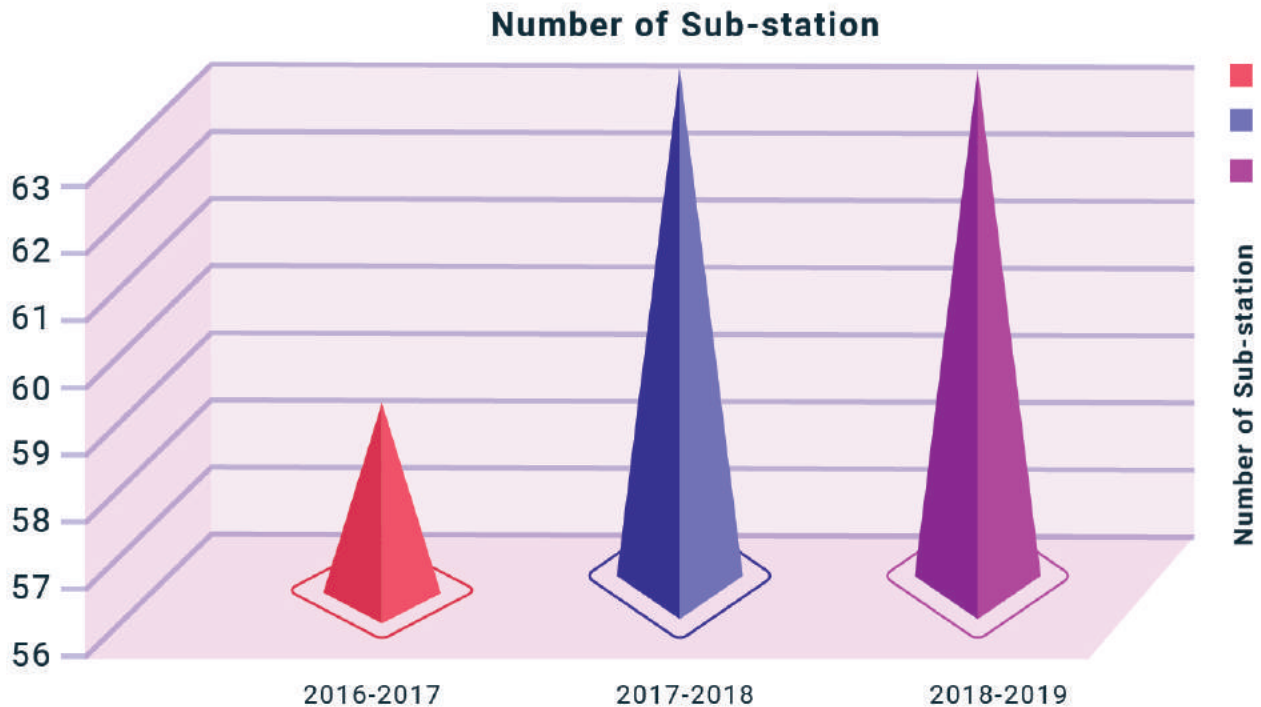


#### Rise of Maximum Load Demand as of 30 June, 2019 (%)



## Substation

NESCO always feels to be consistent with load growth and capacity enhancement. As such it took various initiatives for capacity building. In FY 2016-17, the company had 58, 33/11 KV Substations, increases to 63 in FY 2018-2019 the capacity of which is 1392 MVA (Min)/1892 MVA (Max.)



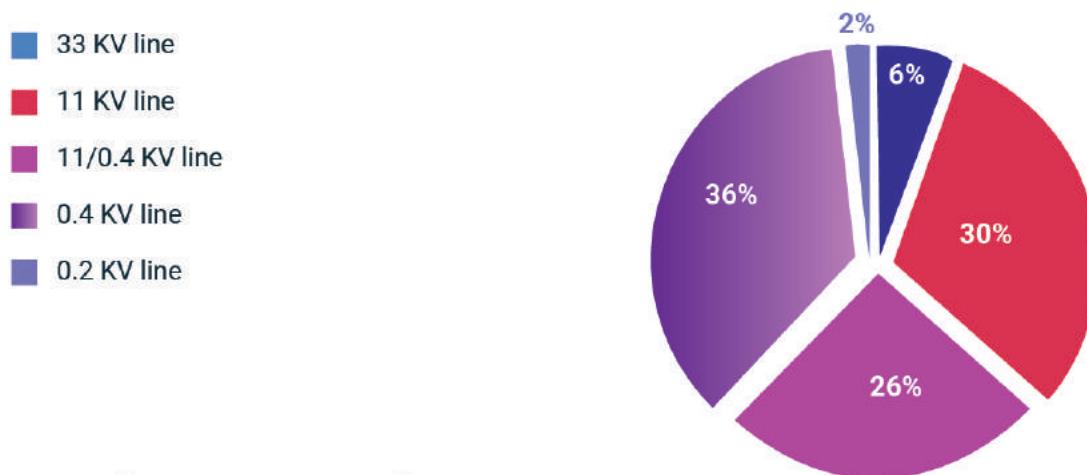
Two projects of Bangladesh Power Development Board (BPDB) namely, Rajshahi Division Distribution Line Development Project and Rangpur Division Distribution Line Development Project have an arrangement to establish 32 Nos. 33/11 KV Substations. Moreover, two ongoing projects of NESCO, accordingly, Extension and Renovation of Distribution Line & Sub-Station of Rajshahi Division & Extension and Renovation of Distribution Line & Sub-Station of Rangpur Division have an arrangement to establish 03 Nos. 33/11 KV Substations. Within year 2022-2023 these 35 Nos. Substations are expected to be in function.

## Total Distribution Line

NESCO focuses on expansion of its source line and distribution network. As of 30 June, 2019 NESCO has the following line structure:

S.N.	Type of line	Unit	Length
01	33 KV line	km	1110.41
02	11 KV line	km	5925.62
03	11/0.4 KV line	km	5148.14
04	0.4 KV line	km	6947.15
05	0.2 KV Line	km	350.24
<b>Total Distribution Line</b>		<b>km</b>	<b>19,481.56</b>

## Distribution Line Length (In KM)as of 30 June, 2019



## Distribution Transformer

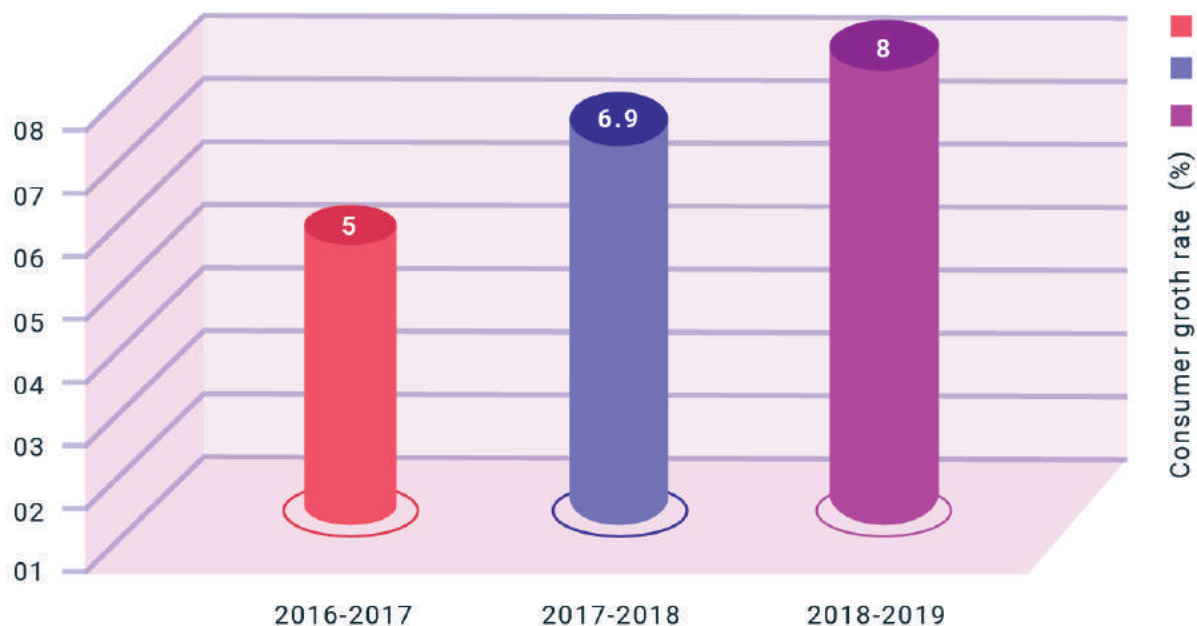
In order to cater the increasing load demand and to enhance distribution capacity, NESCO has installed 7850 Nos. 11/0.4 KV distribution transformers as of 30 June, 2019 capacity of which is 1461.95 MVA. In the previous year, it was 7526 in number and 1277 MVA in capacity.

## New Connection

Total number of consumers of NESCO stands at 1,461,954 at the end of current Financial Year whereas; 1,378,258 was at the end of the 2017-2018 FY and 1,293,256 was at the end of 2016-2017 FY. Growth rate of consumers is around 8%. In line with the directions of Bangladesh Investment Development Authority (BIDA), NESCO contributes to Ease of Doing Business Index by providing Domestic consumer connections within 07 days and commercial/Industrial connections within 28 days.



### Consumer growth rate (%) of NESCO as of June 30, 2019



## Metering

As meter is the 'cash box' of the Company, NESCO has left no stone unturned to change defective meters, to seal meters and to inspect meters regularly. During the financial year 2018-2019, 52,124 Nos. of defective meters have been changed from Analogue to Digital and 143,237 Nos. Meters were sealed to avoid meter tempering.

S.N.	Parameter	FY-2016-2017	FY-2017-2018	FY-2018-2019
01	Meter Change	73,489	72,464	52,124
02	Number of Meter Sealed	101,124	110,008	143,237

## Citizen Charter

Having citizen charter to every government office has been made as obligation by the current government. For that reason, NESCO has made a holistic citizen charter which shows a series of services NESCO customers can get at which convenient way.

## Energy Saving

Energy is our prime resource. Saving energy means saving planet and money. To make aware people of energy, NESCO has undertaken measures through displaying Digital Boards, posters & festoons encouraging the consumers to use energy efficient appliances in their homes/offices, use of sun ray instead of electric bulb when possible, turning off lights and fans when not in use, turning the power strips off when

the charging devices are complete, using less energy at peak hour, making no wastage of electricity, Using energy saving bulbs & complying honorable Prime Minister's direction not to wear blazer coat & blazer suite except in the month of December & January (winter season).

## Expansion/Strengthening Distribution System

There are three new projects which are ongoing at this moment. These will enhance NESCO's whole infrastructure capacity covering all consumers across Rajshahi and Rangpur Division.

Name of Project	Scope of work
Smart Pre-Payment Meter Installation Project in Northern Electricity Supply Company Limited Area.	Rajshahi and Rangpur Division
Extension and Renovation of Distribution Line & Sub-Station of Rajshahi Division.	Rajshahi Division
Extension and Renovation of Distribution Line & Sub-Station of Rangpur Division	Rangpur Division

## Financial Activities

The synergy of technical and commercial activities is reflected in the improved financial results of the Company year to year as under:

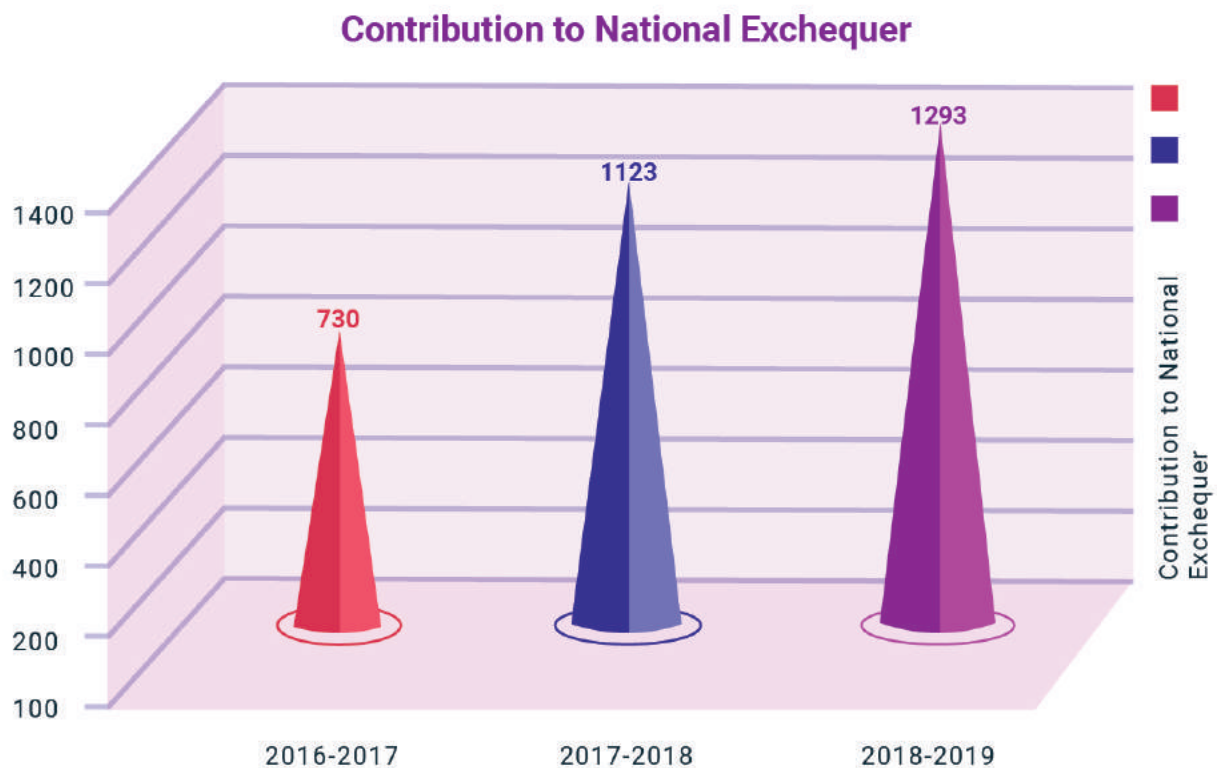
Particulars	2017-2018	2018-2019
Revenue from Operations	20,776,467,746	23,138,188,533
Energy Cost	21,274,239,138	21,753,852,089
Gross Profit	(497,771,392)	1,384,336,444
Operating Expenses	475,955,082	1,392,437,564
Operating Profit/Loss	(973,726,474)	(8,101,120)
Other Income	189,152,462	263,533,816
Profit Before Tax	(784,574,013)	85,487,285
Net Profit for the year	(784,574,013)	64,115,464

## Contribution to the National Exchequer

Since commencement of its operation, NESCO has been contributing substantial amount to the National Exchequer by way of VAT and Taxes as shown in the table below

Figures in Million BDT

VAT and Income Tax	2016-17	2017-18	2018-2019
VAT from Electricity Bills	672.48	1,011.67	1214.52
VAT from contractors / suppliers Bills	25.12	35.83	33
Income Tax deduction at Source	31.89	75.60	46
<b>Total</b>	<b>729.48</b>	<b>1,123.10</b>	<b>1,292.81</b>



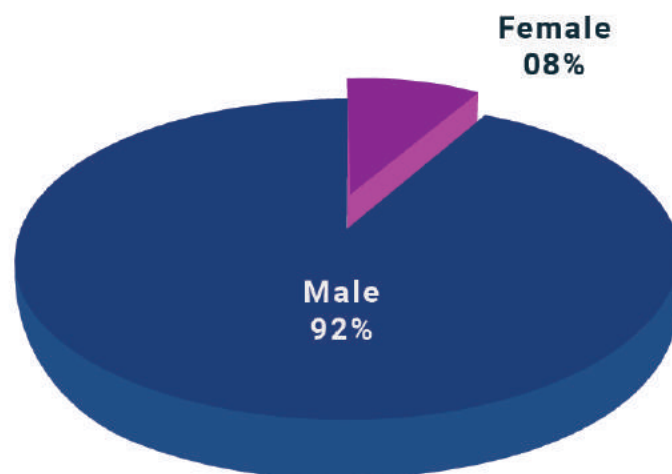


## Human Resource Management



The skilled and experienced manpower of NESCO are involved in the proper direction, management and reservation of the distribution of electricity. NESCO understands that the Nation's target to achieve double digit growth rate will be possible only if there are abundant skilled manpower so, in order to achieve the target NESCO has the recruitment policy of choosing right persons by a fair recruitment process, healthy salary package, gradual training, timely promotion, setting of specific goal, proper direction of managing authority and their necessary help.

## Human Resource Composition



Human Resources composition of NESCO

Continuous training is essential for skilled and experienced manpower. Considering the importance of training, the matter has been included in the KPI and targets for training of 70 hours per person have been set. To achieve the target set by the Power Division and to enhance the knowledge and skills of the employees NESCO has arranged various types of professional courses, induction training for newly recruited employees, training in work, counseling and career planning. If necessary, training in abroad is arranged to enhance employee's knowledge. NESCO has fulfilled 50 hour per employee training in the FY 2018-2019. In the next FY, I strongly believe that HR division of NESCO will fulfill the target.

As NESCO always focuses on quality service, it has arranged training for all employees to improve the knowledge, skills and attitude of the employees. In order to achieve the company's vision and mission, the company recognizes and emphasizes on productivity and development of its employees. Besides In-house trainings; employees also participate in trainings/ seminars/ workshops in external organizations.

## HRM Department has organized training programs on

- ✓ Induction Training for Newly Recruited Employees
- ✓ Foundation Training for Entry Level Officers
- ✓ Training on Public Procurement Rules (PPR)
- ✓ Pre-payment Meter / Smart Meter
- ✓ Smart Grid
- ✓ National Integrity Strategy (NIS)
- ✓ e-filing
- ✓ Training on Customer Services
- ✓ Transformer Repair & Maintenance
- ✓ Operation & Maintenance of Sub-Station
- ✓ On-the-Job (OJT) training
- ✓ National Skilled Manpower Training Program
- ✓ Overseas Training for high performance employees
- ✓ Inspection Testing
- ✓ Organization Development



These training are enhancing capacity of the employees to provide smooth services to the customers. Currently, the number of employees (including daily-basis) of NESCO is 2400. Management is making an incessant endeavor to fill-up the vacant post as early as possible. Overall HR policy of NESCO has contributed to the reduction of Employee Turnover rate.



A training session conducted by Honorable Principal Co-ordinator (SDG Affairs), PMO

## Corporate Social Responsibility (CSR)

The ethos of NESCO for pursuing its activities in social arena has got further momentum with continuous enthusiasm and support of the stakeholders. Besides running on commercial basis, NESCO also recognizes some social responsibilities as decided by the Board from time to time. Some social responsibilities are as follows:

- ✓ To establish schools e.g. Sirajganj High School of NESCO colony & Katakhal Primary School of NESCO.
- ✓ To establish Mosques e.g. Newly built Mosque at Rangpur Chief Engineer office & Kurigram S&D office
- ✓ To donate different welfare institutions
- ✓ Skilled Manpower Training Program



## Transforming Challenges to prospects

The area of operation of NESCO encircles in Rajshahi & Rangpur Division, the Northern part of Bangladesh, which is known as poorer region in Bangladesh. Moreover around 85% of the consumers of NESCO are in Domestic Consumer class whereas; a major portion falls under lifeline consumer category. Not all of the distribution lines are reliable and standard so far. These are the reasons why it is really difficult to reduce system loss.

**NESCO's Board of Directors identifies risk and takes initiative time to time to mitigate issues. The main objectives of that guidance are:**

- Ensure proper services to remote Geographical Area
- To handle delicately various types of consumers
- Ensure safety, security and health of the employees
- Ensure continuity of power supply to the customers
- Protect company's assets and reputation
- Effective operation without hampering interest of the community interest
- and environment. Protect the interest of the other stakeholders
- Create and promote risk awareness culture within the company
- Compliance with all Legal Guidance

## Focus Onward

Though there are a lot of challenges to the operations of NESCO with the strong surveillance of NESCO Top Management and proper guidelines of NESCO Board of Directors, the dedicated manpower of NESCO has been able to turn the challenges into possibilities. I along with all of the Directors of NESCO Board strongly believe that, the company will have certain future prospects. These are given below:-

- Ten Lac Smart Pre-paid Metering Project in NESCO
- Smart Grid Project in NESCO: "Implementation Of Distribution Automation System (DAS) And Supervisory Control & Data Acquisition (SCADA) System
- Geographical Information System (GIS) Project in NESCO
- Conversion of Overhead 33 KV Source Line into Underground Line of NESCO

## Vote of Thanks

The Board of Directors gratefully and sincerely acknowledges all kinds of assistance, co-operation and support from the esteemed shareholders of the company. The Board of Directors conveys special gratitude to the Honorable Prime Minister of the People's Republic of Bangladesh Sheikh Hasina also as Honorable Minister of the Ministry of Power, Energy and Mineral Resources for her Visionary Leadership. I, on behalf of the Board, would also render my gratitude to Honorable Adviser of Energy, Power and Mineral Resources to the Prime Minister of Bangladesh. I would like to convey my gratitude to Honorable State Minister of Ministry of Power, Energy and Mineral Resources.

Special thanks must go to the Senior Secretary, Power Division, the Chairman and the members of Bangladesh Power Development Board (BPDB).

I would like to express my gratitude and thanks to the Ministry of Power, Energy and Mineral Resources (MPEMR), Ministry of Finance, Ministry of Planning, Power Cell, Planning Commission, other government agencies, all development partners, all organizations and companies under Power Sector and Independent Audit firm for their kind advice, guidance, support and cooperation in successful and continuous advancement of the company.

I earnestly like to thank you all for your kind presence in the 14th AGM of NESCO. At the same time, I also like to request you to consider and adopt the Audited Accounts, Auditor's Report and Financial Statement and the Director's Report for the FY 2018-2019

Thanking You



(A.K.M. Humayun Kabir)

Additional Secretary, Power Division

&

Chairman, Board of Directors,  
NESCO





# Corporate Social Responsibility





Newly Built Mosque of Chief Engineer Office, Rangpur



Newly built Mosque of Kurigram S&D office





Skilled Manpower Training Program for observing 'Mujib-Barsho 2020'



Sirajganj S&D High School of NESCO colony



Tree plantation by Honorable Senior Secretary, Power Division and Honorable Chairman, BPDB as a visiting guest to NESCO premise



Honorable Chairman of NESCO planting mango tree





Honorable Former Chairman of NESCO & Additional Secretary,  
Power Division captured during Tree plantation



Honorable Managing Director of NESCO Planting tree as part of company CSR activity





Honorable Chairman of NESCO during the inauguration of Kurigram S&D mosque



Annual Sports and Cultural program on 'Independence Day-2019'  
in Katakhal Primary School of NESCO



Katakhal Primary School of NESCO



Four-storied Under construction building of NESCO High School of Sirajganj



# AUDITOR'S REPORT AND AUDITED FINANCIAL STATEMENTS OF

Northern Electricity Supply Company Limited  
(An Enterprise Of Bangladesh Power Development Board)  
For the year ending on 30 June, 2019





# Independent Auditor's Report To the Shareholders of Northern Electricity Supply Company Limited (NESCO)

## Report on the Audit of the Financial Statements

### Qualified Opinion

We have audited the financial statements of Northern Electricity Supply Company Limited (NESCO)(the Company), which comprise the Statement of Financial Position as at June 30, 2019, Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information disclosed in notes 1 to 28 & Annexure-A & B.

In our opinion, except for the effect of the matter described in the basis for Qualified opinion section of our report the accompanying financial statements present fairly, in all material respects, the financial position of the company as at June 30, 2019, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994 and other applicable laws and regulations.

### Basis for Qualified Opinion

1. Assets of the company acquired during the year were based on a draft vendor's agreement, which excludes land related with the assets. As per para 18 of IFRS 3 business combination "they acquirer shall measure the identifiable assets acquired a liability assumed at their acquisition-date fair values, but such valuation report was not produced before us for our verification.
2. As per IAS 16, para 55 "Depreciation of an asset begins when it is available for use" but the entity charged depreciation on property, plant & equipment addition for six months.
3. The entity did not make any tax calculation (Current tax & Deferred tax) as per IAS 12.
4. The entity charged bad debt expenses @ 10% on Accounts receivables which is Tk. 689,996,195.00, but Board Resolution and approval from BPDB has not given.
5. Provision for Interest expense has been made @ 5% but basis of the same hasn't been provided to us for our verification.



We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

## Other Information

Management is responsible for the other information. The other information comprises all of the information in the Annual report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

## Responsibilities of Management and Those Charged with Governance for the Financial Statements and Internal Controls

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.



Those charged with governance are responsible for overseeing the Company's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

***As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also***

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

## Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Securities and Exchange Rules 1987 and relevant notifications issues by Bangladesh Securities and Exchange Commission, we also report that:

- a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b. In our opinion, proper books of accounts, records and other statutory books as required by law have been kept by the Company so far as it appeared from our examinations of those books;



- c. The Statement of Financial Position, Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows of the Company together with the annexed notes dealt with by the report are in agreement with the books of account and returns; and
- d. The expenditure was incurred for the purpose of the Company's business.

Dated: Dhaka  
November 21, 2019



Rahman Mostafa Alam & Co.  
Chartered Accountants



# Northern Electricity Supply Company Limited

(An Enterprise Of Bangladesh Power Development Board)

## Statement of Financial Position

As at June 30, 2019

Particulars	Notes	Amount in Taka	
		June 30, 2019	June 30, 2018
<b>ASSETS:</b>			
<b>Non-current assets</b>		<b>11,496,558,742</b>	<b>11,774,805,287</b>
Property, plant & equipment	3.00	11,496,558,742	11,774,805,287
<b>Current assets</b>		<b>12,967,212,509</b>	<b>12,939,740,596</b>
Inventories (Stock and Stores)	4.00	994,534,775	862,520,788
Account Receivable	5.00	7,076,579,050	6,627,100,253
Advance, deposits and prepayments	6.00	96,043,562	287,142,486
Short Term Investment	7.00	2,985,285,643	1,922,042,708
Cash and Cash Equivalents	8.00	1,814,769,479	3,240,934,361
<b>Total Assets</b>		<b>24,463,771,251</b>	<b>24,714,545,883</b>
<b>EQUITY AND LIABILITIES:</b>			
<b>Equity</b>		<b>5,273,018,676</b>	<b>5,208,903,212</b>
Share capital	9.00	999,900	999,900
BPDB's Equity	10.00	8,342,100,000	8,342,100,000
Retained Earnings/(Loss)		(3,070,081,224)	(3,134,196,688)
<b>Non-current liabilities</b>		<b>3,738,135,548</b>	<b>3,405,442,480</b>
Loan from BPDB	11.00	74,981,134	74,981,134
Govt. Loan (not yet due)	10.00	1,009,500,000	1,009,500,000
Foreign Loan (not yet due)	10.00	2,205,500,000	2,205,500,000
Gratuity	12.00	268,154,414	82,651,208
Fund For Employees Honorarium	13.00	180,000,000	32,810,138
<b>Current liabilities</b>		<b>15,452,617,027</b>	<b>16,100,200,191</b>
Accounts Payables- BPDB and PGCB	14.00	3,856,061,718	4,357,563,848
Accounts Payable- Contractors & Supplier	15.00	39,448,602	21,170,161
Accounts Payable- Others	16.00	4,766,879	616,182,272
Other Payables to BPDB	17.00	8,053,737,257	8,803,737,257
Deposit Work	18.00	851,853,969	679,174,842
Security Deposit	19.00	1,367,988,177	1,168,590,425
Liabilities for Expenses	20.00	885,312,714	13,722,533
Provision For WPPF	21.00	4,274,364	-
Clearing Accounts Balances	Annx-B	389,173,346	440,058,853
<b>Total Equity and Liabilities</b>		<b>24,463,771,251</b>	<b>24,714,545,883</b>

The annexed notes 1 to 28 and Annexure -'A & B' form an integral part of these financial statements.



Deputy Company Secretary



Managing Director



Convener - Finance Committee

Signed in terms of our separate report of even date annexed.

Dated: Dhaka  
November.21, 2019



Executive Director (Finance)



Chairman



Rahman Mostafa Alam & Co.  
Chartered Accountants

**Northern Electricity Supply Company Limited**  
(An Enterprise Of Bangladesh Power Development Board)  
**Statement of Profit or Loss and Other Comprehensive Income**  
For the year ended June 30, 2019

Particulars	Notes	Amount in Taka	
		July 01, 2018 to June 30, 2019	July 01, 2017 to June 30, 2018
<b>Revenue from Operations</b>		<b>23,138,188,533</b>	<b>20,776,467,746</b>
Energy Sales	22.00	22,829,952,994	20,516,670,883
Other Operating Income	23.00	308,235,539	259,796,863
<b>Less: Energy Cost</b>	24.00	<b>21,753,852,089</b>	<b>21,274,239,138</b>
<b>Gross Profit</b>		<b>1,384,336,444</b>	<b>(497,771,392)</b>
<b>Operating Expenses:</b>		<b>1,392,437,564</b>	<b>475,955,082</b>
General Administrative Expenses	25.00	684,816,896	470,945,001
General Maintenance Expenses	26.00	8,624,473	5,010,081
Provision for Bad & Doubtful Debts	5.00	698,996,195	-
<b>Profit/(Loss) from Operations</b>		<b>(8,101,120)</b>	<b>(973,726,474)</b>
Finance Cost	27.00	185,671,047	-
Other Income	28.00	263,533,816	189,152,462
<b>Profit before WPPF</b>		<b>89,761,649</b>	<b>(784,574,013)</b>
Contribution to WPPF	21.00	4,274,364	-
<b>Profit before tax</b>		<b>85,487,285</b>	<b>(784,574,013)</b>
Provision of Income Tax (25% on Profit before Tax)		21,371,821	-
<b>Profit after tax</b>		<b>64,115,464</b>	<b>(784,574,013)</b>

The annexed notes 1 to 28 and Annexure - 'A & B' from an integral part of these financial statements.

  
Deputy Company Secretary

  
Executive Director (Finance)


  
Managing Director

  
Convener - Finance Committee

  
Chairman

Signed in terms of our separate report of even date annexed.

Dated: Dhaka  
November 21, 2019

  
Rahman Mostafa Alam & Co.  
Chartered Accountants

# Northern Electricity Supply Company Limited

(An Enterprise Of Bangladesh Power Development Board)

## Statement of Changes in Equity

For the year ended June 30, 2019

Particulars	Share Capital	BPDB Equity	Retained Earnings	Total
Balance as on July 01, 2017	999,900	8,342,100,000	(2,349,613,675)	5,993,486,225
Profit/(loss) during the year	-	-	(784,583,013)	(784,583,013)
Addition During the Year	-	-	-	-
Balance as on June 30, 2018	999,900	8,342,100,000	(3,134,196,688)	5,208,903,212
Balance as on July 01, 2018	999,900	8,342,100,000	(3,134,196,688)	5,208,903,212
Profit/(loss) during the year	-	-	64,115,464	64,115,464
Addition During the Year	-	-	-	-
Balance as on June 30, 2019	999,900	8,342,100,000	(3,070,081,224)	5,273,018,676



Deputy Company Secretary



Managing Director



Convener - Finance Committee



Executive Director (Finance)



Chairman



Particulars	Amount in Tk.	
	June 30, 2019	June 30, 2018
<b>Cash flows from operating activities</b>		
Net profit/(loss) after tax	64,115,464	(784,583,014)
<b>Adjustment to net profit/(loss):</b>		
Depreciation	431,343,979	402,294,928
Investment Income(FDR Interest)		(51,072,629)
Increase/(Decrease) in liability for expenses	871,590,181	(2,201,822)
Increase/(Decrease) in Accounts Payables- BPDB and PGCB	(501,502,130)	1,046,880,269
Increase/(Decrease) in Accounts Payable- Contractors & Supplier	18,278,441	(37,876,852)
Increase/(Decrease) in Accounts Payable- Others	(611,415,393)	615,167,815
Increase/(Decrease) in other payables to BPDB	(750,000,000)	(1,163,699,581)
Increase/(Decrease) in Deposit Work	172,679,127	282,631,705
Increase/(Decrease) in Security Deposit	199,397,752	169,386,129
Increase/(Decrease) in Fund For Employees Honorarium	147,189,862	24,542,916
Increase/(Decrease) in Gratuity	185,503,206	90,579,535
(Increase)/ Decrease in receivables	(449,478,797)	(749,835,375)
(Increase)/ Decrease in stores and store	(132,013,987)	(372,236,034)
(Increase)/ Decrease in advance, deposit and prepayment	191,098,924	(17,662,539)
(Increase)/ Decrease in Clearing accounts	(50,885,507)	1,202,944,598
(Increase)/ Decrease in WPPF	4,274,364	-
<b>A. Net Cash (used)/provided operating activities</b>	<b>(209,824,514)</b>	<b>655,260,049</b>
<b>Cash flows from investing activities</b>		
Acquisition of fixed assets	(153,097,434)	(539,485,903)
Short Term Investment	(1,063,242,935)	(1,922,042,708)
Investment Income(FDR Interest)	-	16,753,559
<b>B. Net Cash used in investing activities</b>	<b>(1,216,340,369)</b>	<b>(2,444,775,052)</b>
<b>Cash flows from financing activities:</b>		
BPDB's Equity	-	-
Loan from BPDB	-	-
Govt. Loan (not yet due)	-	-
Foreign Loan (not yet due)	-	-
<b>C. Net Cash generated in financing activities</b>	<b>-</b>	<b>-</b>
<b>Increase/(Decrease) in cash and cash equivalent (A+B+C)</b>	<b>(1,426,164,882)</b>	<b>(1,789,515,003)</b>
Cash and cash equivalent at beginning of the year	3,240,934,361	5,030,449,364
<b>Cash and cash equivalent at end of the year</b>	<b>1,814,769,479</b>	<b>3,240,934,361</b>

  
Deputy Company Secretary

  
Managing Director

  
Convener - Finance Committee

  
Executive Director (Finance)

  
Chairman

# Northern Electricity Supply Company Limited (NESCO)

(An Enterprise Of Bangladesh Power Development Board)

## Notes of the Financial Statements

For The Year ended 30 June 2019

### 1. Legal Status & Nature of the Company. Signature Accounting Policies and other Relevant Information

#### 1.1 Legal Status

Northern Electricity Supply Company Limited (NESCO) was incorporated as a public Limited Company by shares, on 03 August, 2005 with on Authorized Capital of TK. 2,500,000,000. Divided into 25,000,000 ordinary shares of Tk.100 each as and paid up Capital to 999,900.00 divided into 9999 ordinary shares of Tk.100 each per share. It is a subsidiary company of Bangladesh Power Development Board (BPDB).

##### 1.1.1 Principal Activities

The main objective of the Company is to distribute quality electricity to its consumers effectively and efficiently. NESCO started its commercial operations from 01 October 2016 in Rajshahi & Rangpur Division area as per Govt. decision vide order no বিদ্যুৎ, জ্বালানি ও খনিজ সম্পদ মন্ত্রণালয় এর স্মারক নং- 27.00.0000.088.99.006.16.336, তারিখঃ 20.09.2016.

#### 1.2 Basis of Accounting

The Financial Statements have been prepared on historical cost convention in accordance with International Financial Reporting Standards (IFRSs), except where otherwise mentioned, and are in compliance with the relevant requirements of the Companies Act, 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

#### 1.3 Property, Plant & Equipment

Valuation of Property, Plants & Equipment purchased by NESCO

All properties handed over by Bangladesh Power Development Board (BPDB) vide order no বিদ্যুৎ, জ্বালানি ও খনিজ সম্পদ মন্ত্রণালয় এর স্মারক নং- 27.00.0000.088.99.006.16.336, তারিখঃ 20.09.2016. After 01.10.2016 Some Plant & equipment purchased by NESCO are recorded at cost considering its purchase price and any directly attributable cost of bringing the assets to working condition for intended use inclusive of inward freight, duties and non-returnable taxes. Vender agreement not yet signs by Bangladesh Power Development Board (BPDB) and NESCO. It will be due in December 2019 informed by NESCO.



## 1.4. Depreciation

**1.4.1** Depreciation is charged at straight line method at rates varying from 3% to 20% depending on category and economic life of the Assets as under:

Categories	Rate (%)
Land & Land Development	Nil
Building & Others	3%
Computer and Equipment	20%
Furniture	10%
Distribution line and 'Electric Equipment	3%
Motor Vehicles	20%

**1.4.2** Full year's depreciation is charged on assets which handed over by BPDB and acquired assets during the year depreciation is charged average six months basis.

## 1.5 Stores & Spares

Stores & Spares have been started at the lower of cost and net realizable in accordance with IAS 2 "inventories" after making due allowance for any obsolete or slow moving items. The cost of inventories is assigned by using weighted average cost method.

## 2. Significant Accounting Policies and Basis for preparation of Financial Statements

### 2.1 Statement of Compliance

The Financial Statements of NESCO have been prepared in accordance with the International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs), Companies Act 1994, and other applicable Laws and Regulations.

### 2.2 Measurement bases used in preparing the Financial Statements

The financial statements have been prepared based on the accrual basis of accounting following going concern assumption and prepared under the historical cost convention.

### 2.3 Functional and Presentational Currency

The financial statements are prepared in Bangladesh Taka (Tk.), which is the company's functional currency. All financial information presented in Taka has been rounded off to the nearest integer.



## 2.4 Components of Financial Statements

According to International Accounting Standard (IAS)-1, "presentation of financial statements" the complete set of financial statements includes the following components:

- Statement of Financial Position
- Statement of Profit or Loss and Other Comprehensive Income
- Statement of Changes in Equity and
- Statement of Cash Flows
- Notes to the Financial Statements

## 2.5 Cash and Cash Equivalents

Cash comprises of cash at banks. IAS-1 "presentation of financial statement provides that cash and cash equivalents are not restricted in use. Cash in hand and bank balances have been considered as cash and cash equivalents.

## 2.6 Revenue Recognition

- (a) The Company recognizes revenue of energy on issue of bills to the consumers for consumption of energy, demand charge, service charge, meter and transformer rent.
- (b) Other operating income arising from connection / disconnection fees, bills against materials, meter-testing, LPC (Late Payment Surcharge) etc. are recognized on cash basis.
- (c) Interest on short –term deposits (STD) and FDR's with banks is recognized as income on accrual basis.

## 2.7 Statement of Cash Flows

Statement of Cash Flows is prepared principally in accordance with IAS 7 "Statement of Cash Flows " and the cash flow from operating activities has been presented under the indirect method as required by the Securities and Exchange Rules 1987 and considering the provisions that Enterprises are encouraged to Report Cash Flows from Operating Activities using the "Indirect Method".

## 2.8 Accounts Receivable

Accounts Receivable for energy stated at realizable amount.

## 2.9 Related Party Transaction

- (a) The "related party" as per IAS -24 is Bangladesh Power Development Board (BPDB), which holds

## 2.10 Earning per shares

- (a) **Basic Earning per shares (BEPS)** Basic Earnings per share has been calculated by dividing the earning attributable to the number of shares (ordinary) outstanding during the year. However neither the "GOB Equity " nor the "Share Deposit" amounts have been considered for determining BEPS and no shares have been allotted against these receipts.
- (b) **Diluted Earnings Per Share** No diluted Earnings per share was required to be calculated for the year under review as there is no scope for dilution of Earnings per share for the year.

## 2.11 Retirement Benefit Plants

### (a) **Contributory Provident Fund**

The company maintains a Contributory Provident Fund (CPF), recognized by the National Board of Revenue (NBR), under which the employees contributes 10% of their basic salary to the fund. The company contributes 8.33% on employees contributes. The fund is managed and operated by a Board of Trustees. The net earnings of the fund are apportioned to the Fund member's accounts at the end of the year.

### (b) **Gratuity**

The company maintains a Gratuity Fund, approved by the NBR under income tax Ordinance, 1984, Under the Gratuity Scheme, the company pays to a retired employee having completed at least 3(three) years of service, at the rate of two and half month's last drawn basic salary for every completed year of service. The company pays to the fund for the liability of the end of each year considering the number of years of service of employees eligible under the scheme.

### (c) **Group Insurance**

Company's Group Insurance policy under process

**2.12 Taxation:** Company's ETIN registration received July-17, 2018.

**2.13 VAT:** Company's BIN registration received October 01, 2019.

## 2.14 Reporting Period

The accounting year of the company covers the year ended from 1 July 2018 to 30 June 2019

## 2.15 Date of authorization

These Financial statements have been authorized for issue by the Board of Directors of the company on November 21, 2019

## 2.16 General

- i. Figures shown in the accounts have been rounded off to the nearest taka.
- ii. These notes form an integral part of the annexed financial statements and accordingly are to be read in conjunction therewith.
- iii. Figures of previous year have been re-arranged whenever necessary to confirm to current year's presentation.



### 3.00 Property, Plant & Equipment

#### Cost (A)

Opening Balance

Add: Addition during the year

Less: Adjustment during the Year

Closing Balance

#### Accumulated Depreciation (B)

Opening Balance

Add: Charged during the year

Less: Adjustment during the Year

Closing Balance

Written Down Value as at June 30, 2019

Details are Given in "Annexure-A"

### 4.00 Inventories (Stock & Stores)

Opening Balance

Add: Addition during the year

Less: Consumption during the year

Closing balance

### 5.00 Accounts Receivable

Accounts Receivable- Consumers

Interest Receivable from FDR

Less: Bad Debt (10%) on 5.01

### 5.01 Accounts Receivable- Consumers

Opening Balance

Add: Addition during the year

Less: Collection during the year

Closing balance

### 5.02 Interest Receivable from FDR

Opening Balance

Add: Addition during the year

### 6.00 Advance deposits & prepayments

Tax deducted at source

Security for Telephone

Advance to Contractors and Suppliers

Advance to Employees

Temporary Advances

Advance to house Rent.

Prepaid Rent.

### 6.01 Tax deducted at source

Opening balance

Add: Addition during the year

Less: Adjustment during the year

Closing balance

Amount in Taka		
June 30,2019	June 30,2018	
12,598,428,526	12,058,942,623	
153,097,434	539,485,903	
12,751,525,960	12,598,428,526	
-	-	
12,751,525,960	12,598,428,526	
823,623,239	421,328,311	
431,343,979	402,294,928	
1,254,967,218	823,623,239	
-	-	
1,254,967,218	823,623,239	
11,496,558,742	11,774,805,287	
862,520,788	490,284,753	
201,383,134	373,471,341	
1,063,903,922	863,756,094	
89,389,147	1,235,306	
994,534,775	862,520,788	
6,989,961,947	6,593,057,393	
86,617,103	34,042,860	
7,076,579,050	6,627,100,253	
698,996,195	-	
6,593,057,393	5,842,945,808	
22,829,952,994	20,516,661,882	
29,423,010,387	26,359,607,690	
22,433,048,440	19,766,550,297	
6,989,961,947	6,593,057,393	
34,042,860	-	
52,574,243	34,042,860	
86,617,103	34,042,860	
15,899,891	21,227,908	
18,650	18,650	
5,366,000	4,962,000	
32,369,095	219,501,747	
5,141,926	4,184,181	
648,000	648,000	
36,600,000	36,600,000	
96,043,562	287,142,486	
21,227,908	7,880,985	
45,861,355	13,413,523	
67,089,263	21,294,508	
51,189,372	66,600	
15,899,891	21,227,908	

#### 6.02 Security for Telephone

Opening balance	18,650	18,350
Add: Addition during the year	-	300
	<b>18,650</b>	<b>18,650</b>
Less: Adjustment during the year	-	-
Closing balance	<b>18,650</b>	<b>18,650</b>

#### 6.03 Advances to Contractors and Suppliers

Opening balance	4,962,000	5,000,000
Add: Addition during the year	600,000	50,000
	<b>5,562,000</b>	<b>5,050,000</b>
Less: Adjustment during the year	196,000	88,000
Closing balance	<b>5,366,000</b>	<b>4,962,000</b>

#### 6.04 Advance to Employees

Opening balance	219,501,747	219,100,000
Add: Addition during the year	121,107,595	1,998,895
	<b>340,609,342</b>	<b>221,098,895</b>
Less: Adjustment during the year	308,240,247	1,597,148
Closing balance	<b>32,369,095</b>	<b>219,501,747</b>

#### 6.05 Temporary Advances

Opening balance	4,184,181	232,612
Add: Addition during the year	33,020,077	27,756,407
	<b>37,204,258</b>	<b>27,989,019</b>
Less: Adjustment during the year	32,062,332	23,804,838
Closing balance	<b>5,141,926</b>	<b>4,184,181</b>

#### 7.00 Short Term Investment

AB Bank Ltd	146,900,000	-
Agrani Bank	277,510,435	261,913,485
Basic Bank Ltd.	648,201,485	499,241,223
Bangladesh Development Bank Ltd.	211,825,000	245,900,000
Exim Bank Ltd.	62,162,963	50,900,000
FSIB Ltd	4,975,000	-
IFIC Bank Ltd	16,570,000	-
Janata Bank Ltd.	204,755,150	194,500,000
Jamuna Bank Ltd	51,783,600	-
Mercantile Bank	173,300,000	-
Midland Bank	3,105,500	-
Modhumoti Bank Ltd.	26,961,250	8,500,000
One Bank Ltd	84,000,000	38,000,000
Premier Bank Ltd	150,000,000	-
Rupali Bank Ltd.	782,369,434	608,600,000
Shahjalal Bank Ltd.	11,065,826	12,688,000
Trust Bank	50,000,000	-
UCBL	80,000,000	-
FDR Against CPF	-	1,800,000
	<b>2,985,285,643</b>	<b>1,922,042,708</b>

#### 8.00 Cash and Cash Equivalent

Cash in Hand (Petty Cash)	683,500	616,500
Cash at Banks	<b>1,814,085,979</b>	<b>3,240,317,861</b>
	<b>1,814,769,479</b>	<b>3,240,934,361</b>

#### 8.01 SND & CD Accounts with Banks

Cash in Bank-Local Collection Account	1,274,729,646	1,384,331,630
Cash in Bank-Miscellaneous Collection Account	34,136,634	32,161,859
Cash in Bank-Consumers Security Deposit Account	78,005,595	49,497,239
Cash in Bank-Regional Accounting Office	202,844,427	157,918,184
Cash in Bank-Regional Collection Account	388,757,988	691,899,226
Cash in Bank- Regional Miscellaneous Collection Account	22,491,115	7,682,348
Cash in Bank-Regional Consumers Security Deposit Account	15,813,171	13,451,379
Cash in Bank- Deposit Account	146,477,477	182,534,052
Cash at Bank - Zonal/Central Bank Account (SPC)	(380,744,055)	635,607,544
Cash in Hand-Con. S.D	23,512,833	24,646,097
Cash in Hand-Revenue Misc	6,660,468	13,291,248
Cash in Hand-Deposits Works	131,461	22,618,723
Cash in Hand-Meter Acc	1,269,220	13,362,682
Cash in Hand-CPF	-	11,315,651
	<b>1,814,085,979</b>	<b>3,240,317,861</b>

#### 9.00 Share Capital

Authorized Capital

25000000 Ordinary Share capital@tk 100each

2,500,000,000

2,500,000,000

Subscribed & paid up capital

9999 Ordinary Share capital@tk 100each

999,900

999,900

#### 10.00 BPDB Equity

##### A Assets:

Building

382,300,000

382,300,000

Plant and Machinery

11,445,100,000

11,445,100,000

Vehicles

19,100,000

19,100,000

Furniture and fixture

114,800,000

114,800,000

Stores

461,800,000

461,800,000

**Total Assets**

**12,423,100,000**

**12,423,100,000**

##### B. Liabilities

Consumer Security Deposits

866,000,000

866,000,000

Govt loan (not yet due )

1,009,500,000

1,009,500,000

Foreign Loan (not yet due)

2,205,500,000

2,205,500,000

**Total Liabilities**

**4,081,000,000**

**4,081,000,000**

BPDB,S Equity (A-B)

**8,342,100,000**

**8,342,100,000**

#### 11.00 Loan From BPDB

Janata Bank Ltd ( A.Gani Road Br.)

10,470,250

10,470,250

Agroni Bank Ltd ( WAPDA Branch)

8,743,250

8,743,250

Agroni Bank Ltd ( WAPDA Branch)

16,124,700

16,124,700

Pubali Bank Ltd (Dhaka branch.)

23,804,057

23,804,057

AB Bank Ltd (Dhaka branch.)

6,838,777

6,838,777

Add: Addition during the year

10,000,000

10,000,000

**75,981,034**

**75,981,034**

Less: Accounts receivable

999,900

999,900

Closing balance

**74,981,134**

**74,981,134**

#### 12.00 Gratuity

Opening balance

82,651,208

2,518,200

Add: during the year

185,503,206

81,523,008

**268,154,414**

**84,041,208**

Less: Adjustment during the year

-

1,390,000

Closing balance

**268,154,414**

**82,651,208**

#### 13.00 Fund For Employees Honorarium

Opening balance

32,810,138

8,267,223

Addition during the year

180,000,000

25,930,311

**212,810,138**

**34,197,534**

Adjustment during the year

32,810,138

1,387,396

**Closing balance**

**180,000,000**

**32,810,138**

#### 14.00 Accounts Payables-BPDB and PGCB

Electricity purchase-BPDB

14.01

3,769,076,334

4,264,001,351

Wheeling charge-PGCB

14.02

86,985,384

93,562,497

**Closing balance**

**3,856,061,718**

**4,357,563,848**

#### 14.01 Electricity purchase-BPDB

Opening balance

4,264,001,351

2,993,770,071

Addition during the year

17,686,129,672

17,512,164,154

**21,950,131,023**

**20,505,934,225**

Adjustment during the year

18,181,054,689

16,241,932,874

**Closing balance**

**3,769,076,334**

**4,264,001,351**



#### 14.02 Wheeling charge-PGCB

Opening balance	93,562,497	316,913,508
Addition during the year	972,598,063	948,940,683
	<b>1,066,160,560</b>	<b>1,265,854,191</b>
Adjustment during the year	979,175,177	1,172,291,694
<b>Closing balance</b>	<b>86,985,384</b>	<b>93,562,497</b>

#### 15.00 Accounts Payables-Contractors and Suppliers

Opening balance	21,170,161	59,047,013
Addition during the year	38,091,319	24,865,883
	<b>59,261,480</b>	<b>83,912,896</b>
Adjustment during the year	19,812,878	62,742,735
<b>Closing balance</b>	<b>39,448,602</b>	<b>21,170,161</b>

#### 16.00 Accounts Payables-Others

Accounts Payables-Others	16.01	1,363,771	2,777,986
Bank Overdraft	16.02	(1,179)	610,000,000
Accrued Interest on Tax:		3,404,286	3,404,286
		<b>4,766,879</b>	<b>616,182,272</b>

#### 16.01 Accounts Payables-Others

Opening balance	2,777,986	1,014,457
Addition during the year	1,225,480	2,651,915
	<b>4,003,466</b>	<b>3,666,372</b>
Adjustment during the year	2,639,695	888,386
<b>Closing balance</b>	<b>1,363,771</b>	<b>2,777,986</b>

#### 16.02 Bank Overdraft

Opening balance	610,000,000	-
Addition during the year	841,171,990	720,000,000
	<b>1,451,171,990</b>	<b>720,000,000</b>
Adjustment during the year	1,451,173,169	110,000,000
<b>Closing balance</b>	<b>(1,179)</b>	<b>610,000,000</b>

#### 17.00 Other Payables to BPDB

This has been made as per Vendor Agreement:

Cash and cash equivalents	2,148,937,257	2,898,937,257
Accounts Receivables	5,644,100,000	5,644,100,000
Advance to Employee	219,100,000	219,100,000
Advance to Contractor	5,000,000	5,000,000
Prepaid and Deposit	36,600,000	36,600,000
<b>Closing balance</b>	<b>8,053,737,257</b>	<b>8,803,737,257</b>

#### Note:

As per provisional vendor agreement between BPDB and NESCO Ltd. Cash and cash equivalent tk 4775,100,000.00 but physically NESCO Ltd. Found in RAO's accounts tk 4,062,636,837.86. So tk.4062636837.86 has been included in NESCO Ltd.'s accounts

#### 18.00 Deposit Work

Opening balance	679,174,842	396,543,137
Addition during the year	393,703,948	437,514,070
	<b>1,072,878,790</b>	<b>834,057,207</b>
Adjustment during the year	221,024,821	154,862,365
<b>Closing balance</b>	<b>851,853,969</b>	<b>679,174,842</b>

#### 19.00 Security Deposit

Consumers	19.01	1,334,203,467	1,135,262,865
Contractors and Suppliers	19.02	33,784,710	33,327,560
<b>Total</b>		<b>1,367,988,177</b>	<b>1,168,590,425</b>

#### 19.01 Security Deposit-Consumers

Opening balance	1,135,262,865	988,726,633
Addition during the year	198,975,763	146,683,232
	<b>1,334,238,627</b>	<b>1,135,409,865</b>
Adjustment during the year	35,160	147,000
<b>Closing balance</b>	<b>1,334,203,467</b>	<b>1,135,262,865</b>

**19.02 Security Deposit-Contractors and Suppliers**

Opening balance	33,327,560	10,477,663
Addition during the year	49,419,169	86,303,804
	<b>82,746,729</b>	<b>96,781,467</b>
Adjustment during the year	48,962,019	63,453,907
<b>Closing balance</b>	<b>33,784,710</b>	<b>33,327,560</b>

**20.00 Liability for Expenses**

Interest Suspense	-	1,942,293
Salaries	-	786,840
Employees' other salary deduction	20.01	(2,158,363)
Electricity bill	-	2,483
Leave encashment	-	723,594
Petrol, Oil and Lubricants	-	66,148
Ven. Repair and Maint	-	24,010
Telephone bill	-	4,278
Internet bill	-	2,000
Miscellaneous	-	11,252
Audit fee	244,456	359,750
Group Insurance	733	-
Withholding tax	39,782	306,068
VAT Payable	-	74,391
Tax Provision	21,424,939	53,118
Bad & Doubtful Debts	698,996,195	-
CBA Subscription	3,340	-
Benevolent Fund Contribution	104,212	-
CPF	-	11,524,661
Interest Payable on Various Loan	20.02	164,499,057
<b>Total</b>	<b>885,312,714</b>	<b>13,722,533</b>

**20.01 Employees' other salary deduction**

Opening balance	(2,158,363)	273,209
Addition during the year	2,290,373	3,371,236
	<b>132,010</b>	<b>3,644,445</b>
Adjustment during the year	132,010	5,802,808
<b>Closing balance</b>	<b>-</b>	<b>(2,158,363)</b>

**20.02 Interest Payable on Various Loan**

Loan from BPDB	74,981,134	-
Govt. Loan (Not yet Due)	1,009,500,000	-
Foreign Loan (Not yet Due)	2,205,500,000	-
	<b>3,289,981,134</b>	<b>-</b>
<b>Interest Payable @ 5%</b>	<b>164,499,057</b>	<b>-</b>

**21.00 Provision For WPPF**

Opening balance	-	-
Addition during the year	4,274,364	-
	<b>4,274,364</b>	<b>-</b>
Adjustment during the year	-	-
<b>Closing balance</b>	<b>4,274,364</b>	<b>-</b>

## 22.00 Energy Sales

Domestic Consumers LT-A  
Agriculture Pumping LT-B  
Low Tension Small industries C-1  
Low Tension Small Construction C-2  
Non-Residential LT-D1  
Low Tension Commercial LT-E  
Medium Tension Residential M1.  
Medium Tension Commercial & Office M2.  
High Tension Industrial HT-3.  
Medium Tension Industrial M3.  
Medium Tension Industrial M5.  
Street Light & Water Pump D-2

Tariff

Amount in Taka		
	July 01, 2018 to June 30, 2019	July 01, 2017 to June 30, 2018
A	7,507,836,564.00	7,105,969,144.00
B	469,189,465.00	443,505,817.00
C	1,484,379,708.00	1,499,228,809.00
C	146,131,648.00	384,231,503.00
D	462,207,449.00	813,364,404.00
E	2,432,145,640.00	2,492,587,109.00
F	141,760,905.00	1,044,705,975.00
F	1,239,725,905.00	1,159,996,962.00
H	2,621,133,085.00	1,841,767,224.00
H	4,705,204,862.00	2,866,471,404.00
H	291,441,890.00	191,399,840.00
J	1,328,796,073.00	673,442,692.00
	<b>22,829,952,994</b>	<b>20,516,670,883</b>

## 23.00 Other Operating Income

Connection and Disconnection fees  
Late Payment Surcharge/Interest on consumers bill  
Sale of scrap Materials  
Sale of Tender Document  
House Rent Recovery  
Transport Charge  
Total

	96,679,686	83,419,171
	209,682,885	171,342,568
	139,567	3,286,000
	143,600	5,300
	1,533,728	1,656,429
	56,073	87,397
	<b>308,235,539</b>	<b>259,796,863</b>

## 24.00 Energy Cost

Cost of Energy  
Wheeling Charge  
Distribution Operating Expenses  
Distribution Maintenance Expenses  
Depreciation for Plant and Machinery  
Total

	17,686,129,672	17,512,164,154
	1,023,787,435	948,940,683
24.01	2,415,519,808	2,198,659,114
24.02	272,995,571	265,437,045
Anx-A 0.2	355,419,603	349,038,143
	<b>21,753,852,089</b>	<b>21,274,239,138</b>



**24.01 Distribution Operating Expenses**

Amount In Tk.				
July 01, 2018 to June 30, 2019			July 01, 2017 to June 30, 2018	
NESCO	BPDB	Total		
Pay of Officers	210,487,014	3,782,181	214,269,195	164,706,301
Pay of Staff	505,652,094	15,180,978	520,833,071	586,757,429
Allowances of Officers	125,093,509	1,899,364	126,992,873	89,362,058
Allowances of Staff	387,109,722	9,588,503	396,698,225	443,828,956
Leave Encashment	18,953,948	118,826	19,072,774	63,780,786
Overtime Allowances	99,017,183	2,227,579	101,244,762	122,525,441
Travelling Expenses/Allowances	19,812,985	347,927	19,960,912	19,526,884
Medical Expenses	100,000	-	100,000	176,506
Washing Expenses	83,872	-	83,872	114,653
Representation and Entertainment	322,262	31,370	353,632	154,427
Bonus for Officer	34,961,073	1,144,055	36,105,128	30,631,802
Bonus for Staff	83,176,310	3,042,305	86,218,615	98,005,880
Bonus for Officer-BENGALI NEW YEAR	3,613,005	30,254	3,643,259	2,971,664
Bonus for Staff-BENGALI NEW YEAR	8,506,052	27,518	8,533,570	8,536,850
Stationary and Printing	11,965,937	-	11,965,937	12,357,682
Taxes, Licence and Fees	17,287,561	-	17,287,561	21,606,738
Office rent	2,432,201	-	2,432,201	1,939,194
Water Charge	-	-	-	6,525
Electricity Charges (Own use)	53,103,316	2,313	53,105,629	62,878,659
Employees Electricity Rebate	50,492,189	2,601,472	53,093,661	60,136,816
Electricity Rebate - Freedom fighters	1,238,993	-	1,238,993	1,623,067
Uniforms and Liveries	707,909	-	707,909	3,772,521
Telephone, Talex and Fax	2,172,726	-	2,172,726	2,153,383
Advertising and Promotion	10,230,042	-	10,230,042	3,424,432
Legal Expenses	58,800	-	58,800	289,525
Petrol, Diesel and Lubricants Used for Transport	38,068,972	-	38,068,972	40,485,217
Stores and Spares Used	11,891,700	-	11,891,700	7,657,043
Custom Duties and Sale Tax	35,025,997	-	35,025,997	-
Freight and Handling	10,439,358	-	10,439,358	31,058,494
Workman Compensation	900,000	-	900,000	-
Donation and Contribution	1,297,500	-	1,297,500	1,537,308
Income Tax of Officer & staff	6,975	-	6,975	-
Training and Education Expense Local	63,620	-	63,620	544,327
Employees Others Benefit and Welfare Expenses	50,000	-	50,000	101,090
Board's Contribution to CPF	55,796,246	-	55,796,246	23,852,878
Board's Contribution to Gratuity	153,354,248	-	153,354,248	81,523,008
Leave encashment on Retirement	-	2,047,229	2,047,229	-
Insurance for Vehicles & Others	1,918,229	-	1,918,229	1,755,652
Bank Charge and Commission	44,680,393	-	44,680,393	43,435,696
Honorarium	175,473,734	6,111,834	181,585,568	25,600,809
Consultant's fee - Local	-	-	-	960,000
Wages for Hired Labour	190,592,353	-	190,592,353	138,876,413
Computerization of Commercial Exp	198,448	-	198,448	-
Commercial Operation Activities	1,182,523	-	1,182,523	-
Miscellaneous Expenses	-	17,101	17,101	3,000
<b>2,367,318,999</b>	<b>48,200,809</b>	<b>2,415,519,808</b>	<b>2,198,659,114</b>	

**24.02 Distribution Maintenance Expenses**

Structures and Improvement	23,184,821	38,866,629
Poles & Fixtures	-	-
Overhead Conductor and Devices	95,632,596	208,975,844
Line Transformer-Purchase	-	-
Transportation Equipment	14,033,617	12,860,544
Office Furniture and Equipments	1,277,922	1,114,922
Store Equipment	138,866,613	3,619,106
	<b>272,995,571</b>	<b>265,437,045</b>

**25.00 General Administrative Expenses.**

Amount In Tk		
	July 01, 2018 to June 30, 2019	July 01, 2017 to June 30, 2018
Pay of Officers	87,357,630	59,990,081
Pay of Staff	53,609,335	53,591,399
Allowances of Officers	54,309,575	35,086,511
Allowances of Staff	36,543,611	35,731,696
Leave encashment	3,494,099	7,868,850
Overtime Allowances	5,067,201	8,073,552
Travelling Expenses/Allowance	11,022,184	8,405,526
Medical Expenses	9,764	22,459
Washing Expenses	10,160	13,699
Representation and Entertainment	2,905,208	2,987,419
Bonus for Officer	15,025,200	10,689,730
Bonus for Staff	9,628,084	8,851,299
Bonus for Officer-BENGALI NEW YEAR	1,528,352	1,152,658
Bonus for Staff-BENGALI NEW YEAR	1,242,822	820,877
Stationary and Printing	5,763,412	6,260,516
Taxes, Licence and Fees	1,632,952	14,318,422
Office rent	1,664,691	1,351,534
Electricity Charges (Own use)	2,083,165	2,446,191
Employees Electricity Rebate	7,093,820	5,918,725
Uniforms and Liveries	509,070	253,202
Telephone, Talex and Fax	1,517,478	1,216,806
Advertising and Promotion	8,368,399	923,610
Legal Expenses	2,818,474	-
Disel/ Furnece Oil used for Electricity generation	59,146	-
Petrol, Disel and Lubricants Used for Transport	6,368,639	5,565,900
Stores and Spares Used	-	33,617
Freight and Handling	2,300	75,500
Workman Compensation	-	8,000
Donation and Contribution	1,827,107	100,000
Training and Education Expense Local	2,369,891	215,712
Employees Others Benefit and Welfare Expenses	8,490	73,250
Board's Contribution to CPF	11,104,735	4,692,020
Board's Contribution to Gratuity	32,148,958	-
Insurance for Vehicles & Others	1,780,656	5,316,611
Group Insurance Premium	8,836,709	-
Bank Charge and Commision	327,581	238,112
Honorarium	45,383,151	8,053,283
Consultant's fee - Local	24,139,022	8,719,328
Wages for Hired Labour	45,035,740	25,973,374
Computerization of Commercial Operation	106,763,500	92,171,721
Depreciation Expenses	75,924,376	53,256,786
Audit fee's	230,000	230,000
Previous Year Expenses.	98,367	247,028
Development Overhead (Project)	25.01 9,183,844	-
<b>TOTAL</b>	<b>684,816,896</b>	<b>470,945,001</b>

**25.01 Development Overhead (Project)**

Amount In Tk		
	July 01, 2018 to June 30, 2019	July 01, 2017 to June 30, 2018
Pay of Officers	3,200,054	-
Pay of Staff	138,290	-
Allowances of Officers	2,382,953	-
Allowances of Staff	111,545	-
Overtime Allowances (Double rate)	47,920	-
Travelling Expenses/Allowance	519,921	-
Representation and Entertainment	93,765	-
Bonus for Officer	587,100	-
Bonus for Staff	19,470	-
Bonus for Officer-BENGALI NEW YEAR	91,820	-
Bonus for Staff-BENGALI NEW YEAR	3,894	-
Stationary and Printing	170,385	-
Taxes, Licence and Fees	70,589	-
Employees Electricity Rebate	132,235	-
Telephone, Talex and Fax	14,021	-
Advertising and Promotion	208,366	-
Petrol, Diesel and Lubricants Used for Transport	190,737	-
Board's Contribution to CPF	268,025	-
Bank Charge and Commission	18,135	-
Honorarium - Punishment/Reward scheme	622,319	-
Wages for Hired Labour	298,300	-
	<b>9,183,844</b>	<b>-</b>

**26.00 General Maintenance Expenses.**

Structures and Improvement	648,701	386,654
Land and Land Rights	-	-
Transportation Equipment	3,013,694	3,867,525
Office Furniture and Equipments	4,544,303	755,902
Heavy and Other Power Operated Equipments	20,175	-
Store Equipment	399,600	-
	<b>8,624,473</b>	<b>5,010,081</b>

**27.00 Finance Cost**

Interest on Various Loan	164,499,057	-
Interest on SOD Loan	1,171,990	-
	<b>165,671,047</b>	<b>-</b>

**28.00 Others Income**

Interest on Bank Account	32,744,049	72,618,319
Interest on Security Deposit	170,909	594,906
Interest on HB Loan etc.	308,747	2,013,972
Interest income from FDR	162,232,161	51,072,629
Misc. Income	68,077,949	62,852,635
	<b>263,533,816</b>	<b>189,152,462</b>



# Northern Electricity Supply Company Limited

(An Enterprise Of Bangladesh Power Development Board)

## Property Plant & Equipment

For the year ended June 30, 2019

Annexure-A

SL. No	Particulars	Cost			Rate %	Depreciation			Written Down Value
		Opening Balance 01.07.2018	Addition during the year	Closing Balance 30.06.2019		Opening Balance 01.07.2018	Depreciation during the Year	Closing Balance 30.06.2019	
	<b>Assets -Fixed</b>								
1	Building	445,528,444		445,528,444	3%	25,957,433	13,365,853	39,323,286	406,205,158
2	Computer and Equipment	33,179,844	7,193,393	40,373,237	20%	4,372,633	7,355,308	11,727,941	28,645,296
3	Furniture	135,193,275	6,957,735	142,151,010	10%	25,660,242	13,867,214	39,527,456	102,623,554
4	Vehicles	206,680,000		206,680,000	20%	36,702,686	41,336,000	78,038,686	128,641,314
								-	
A.01	<b>Total Non Operating</b>	<b>820,581,563</b>	<b>14,151,128</b>	<b>834,732,691</b>		<b>92,692,994</b>	<b>75,924,376</b>	<b>168,617,370</b>	<b>666,115,321</b>
A.02	<b>Distribution line and 'Electric Equipment</b>	<b>11,777,846,962</b>	<b>138,946,305</b>	<b>11,916,793,267</b>	<b>3%</b>	<b>730,930,244</b>	<b>355,419,603</b>	<b>1,086,349,847</b>	<b>10,830,443,420</b>
								-	
	<b>Total</b>	<b>12,598,428,525</b>	<b>153,097,433</b>	<b>12,751,525,958</b>		<b>823,623,238</b>	<b>431,343,979</b>	<b>1,254,967,217</b>	<b>11,496,558,741</b>

### Allocation of Depreciation

Depreciation Operating	355,419,603
Depreciation Non Operating	75,924,376
	<b>431,343,979</b>

# Northern Electricity Supply Company Limited

(An Enterprise Of Bangladesh Power Development Board)

## Schedule of Clearing Accounts

For the year ended June 30, 2019

Annexure-B

Code	Titel	Debit	Cerdit
	<b>Opening balance</b>	-	440,058,853
	Addition during the year	-	-
901	Remittance to Regional Collection Accounts.	20,058,266,626	-
354	Pension Fund Account.	215,263,574	79,849,479
355	Employees GPF Account.	479,484,266	201,775,901
356	Interest on GPF.	391,375,270	151,866,999
675	Interest on GPF / CPF.	4,925,203	3,138,937
331	Boards CPF Contribution.	15,072,113	82,232,729
341	Employees CPF Contribution.	18,569,648	98,314,149
191	Accounts Receivable - Government Duty.	1,180,029,105	1,216,662,720
391	Uncollected Government Duty.	1,100,294,864	1,111,433,515
198A	Loan/Advance to other Companies	1,104,914,021	1,106,387,825
903	Principal Remittance from Local Collection Accounts.	-	20,058,266,626
905	Remittance to Central Bank Account.	79,453,906	-
905A	Remitt. To Zonal Central Bank Account	20,229,695,850	-
906A	Remitt. From Zonal Regional Bank Account	-	20,861,463,265
907A	Remitt. To Regional Bank A/C from Zonal Central Bank A/c	3,128,804,850	-
908	Remittance from Central Bank Account.	180,513,449	493,791,660
908A	Remittance From Zonal Central Bank Account	4,103,000	3,311,837,434
911	Remittance to Zonal Fund.	293,574,428	295,564,077
913	Remittance Benevolent Fund Account.	20,641	-
914	Remittance Group Insurance Account.	733	-
915	Remittance GPF / CPF Account.	1,048,464	483,184
915A	Remittance GPF / CPF Account.	152,024,108	1,860,031
916	Clearing Account - Local Office.	2,181,367,666	2,181,367,666
918	Clearing Account - Central Office (To be used by RAO).	4,006,656,545	3,504,456,606
919	Remittance Miscellaneous Account.	96,693,393	96,696,293
920	Remittance to Regional Consumers S/D Account.	170,239,944	170,239,944
921	Remittance to Central Bank Miscellaneous Collection Account.	103,025,642	95,302,016
922	Remittance to Central Bank Consumers S/D Account.	147,408,991	168,949,738
		<b>55,342,826,300</b>	
	Adjustment during the year		<b>55,731,999,646</b>
	<b>Closing balance</b>		<b>389,173,346</b>





# Memorable Events





Managing Director of NESCO Mr. Zakiul Islam and Hon'ble State Minister of Ministry of Power, Energy & Mineral Resources, Mr. Nasrul Hamid, MP in a frame



A photo session of the icons of Power Division and the Managing Directors of Different Companies in occasion of Honorary Award giving by BPML





Managing Director of NESCO Mr. Zakiul Islam congratulates Mr. Nasrul Hamid, MP on his reappointment as State Minister of Ministry of Power, Energy and Mineral Resources



Honorable Adviser, State Minister and Senior Secretary of the Ministry of Power, Energy and Mineral Resources are being briefed by Managing Director, NESCO during 'Innovation Fair-2019'



**Honorable Senior Secretary of Power Division Dr. Ahmad Kaikaus and Honorable Chairman of BPDB Mr. Khaled Mahmood during their visit at NESCO Office (S&D-4 at Rajshahi).**



**Honorable Senior Secretary, Power Division & Managing Director of NESCO in a frame during APA signing**





Visiting Moments of Senior Secretary Dr. Ahmad Kaikus  
Power Division, Ministry of Power, Energy & Mineral Resources at NESCO premises.



Discussion meeting with Honorable Senior Secretary Dr. Ahmad Kaikus  
Power Division, Ministry of Power, Energy & Mineral Resources at Conference Room, NESCO





**Honorable former Chairman of NESCO (Additional Secretary, Power Division)  
in a discussion meeting at Head Office, Rajshahi**



**Additional Secretary of Power Division Mr. Rahmat Ullah Dastagir, ndc with other officials of NESCO  
captured during 'Energy week 2018', Dhaka.**



Honorable Chairman of NESCO inaugurating Customer Care Center in Head Office, Rajshahi



Honorable Chairman of NESCO on the moment of visiting newly opened Customer Care Center in Rajshahi





Visiting moment of Honorable Chairman & Managing Director of NESCO at Nuclear Power Plant, Rooppur



Honorable Chairman, MD & other Officials of NESCO in a moment at Nuclear Power Plant, Rooppur





Honorable Ex-Chairman of NESCO in an Inaugural Ceremony at Chief Engineer Office, Rangpur



A great moment of Contract Signing between NESCO & BAEC  
to provide electricity to Nuclear Power Plant, Rooppur



Honorable Managing Director of NESCO & other officials at Katakali Primary School during a price giving ceremony of annual sports & cultural program



A colorful rally to celebrate 'Pahela Baishakh' from NESCO Head office Rajshahi





Executive Director (Finance & Admin) & other officials in a discussion session observing 'National Public Service Day-2019' at NESCO conference room in Rajshahi



During a rally on 44th 'National Mourning Day-2019' Organized by NESCO





Consumer Interaction & Engagement session by ED (Technical & Operation)  
of NESCO at 'National Development Fair-2018'



NESCO organized a procession to pay homage & placed wreath to the language Movement Martyrs



A rally from NESCO to celebrate on the occasion of achieving Middle Income Country status



NESCO Officials met with Mayor A. H. M. Khairuzzaman Liton at his residence





Officials & Staffs on a rally to observe 4<sup>th</sup> 'National Development Fair -2018'



Managing Director along with other officials during stall visit on the occasion of 4<sup>th</sup> 'National Development Fair -2018'





Consumer placed suggestion during Public Hearing at Bidyut Bhaban, Hetem khan, Rajshahi



A colorful rally on 26<sup>th</sup> march organized by NESCO to wreath at the Shaheed Minar



Honorable Managing Director, Chief Engineer, Rangpur & other Officials in a frame



Officials & Staffs congratulate Managing Director of NESCO





Honorable Mayor of Rajshahi City Corporation & Managing Director, NESCO in a Seminar



Inauguration Ceremony of Bill Pay Service with GP





Honorable Chairman & Managing Director of NESCO with the Officials  
in a Follow-up meeting at Conference Room, NESCO



A colorful rally on 'National Power & Energy Week-2018' organized by NESCO





**Northern Electricity Supply Company Limited**

(An Enterprise of Bangladesh Power Development Board)

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