Condensed Financial Statements
as at and for the quarter ended 31 March 2017
(Un-audited)
### Grameenphone Ltd.

**Condensed statement of financial position (Un-audited)**

**as at 31 March 2017**

<table>
<thead>
<tr>
<th>Assets</th>
<th>Notes</th>
<th>31 March 2017</th>
<th>31 December 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Non-current assets</strong></td>
<td></td>
<td>BDT'000</td>
<td>BDT'000</td>
</tr>
<tr>
<td>Property, plant and equipment, net</td>
<td>4</td>
<td>76,057,192</td>
<td>76,787,577</td>
</tr>
<tr>
<td>Intangible assets, net</td>
<td>5</td>
<td>37,548,368</td>
<td>38,183,422</td>
</tr>
<tr>
<td>Other non-current assets</td>
<td></td>
<td>4,587,271</td>
<td>4,587,271</td>
</tr>
<tr>
<td><strong>Total non-current assets</strong></td>
<td></td>
<td>118,192,831</td>
<td>119,558,270</td>
</tr>
<tr>
<td><strong>Current assets</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Inventories</td>
<td>6</td>
<td>677,287</td>
<td>565,404</td>
</tr>
<tr>
<td>Trade and other receivables</td>
<td>7</td>
<td>7,734,160</td>
<td>7,463,977</td>
</tr>
<tr>
<td>Cash and cash equivalents</td>
<td>8</td>
<td>11,981,590</td>
<td>2,911,860</td>
</tr>
<tr>
<td><strong>Total current assets</strong></td>
<td></td>
<td>20,393,037</td>
<td>10,941,241</td>
</tr>
<tr>
<td><strong>Total assets</strong></td>
<td></td>
<td>138,585,868</td>
<td>130,499,511</td>
</tr>
</tbody>
</table>

**Equity and liabilities**

| Shareholders’ equity          |       |                |                 |
| Share capital                 |       | 13,503,000     | 13,503,000      |
| Share premium                 |       | 7,840,226      | 7,840,226       |
| Capital reserve               |       | 14,446         | 14,446          |
| Deposit from shareholders     |       | 1,880          | 1,880           |
| Retained earnings             |       | 18,769,684     | 12,217,732      |
| **Total equity**              |       | 40,129,236     | 33,572,284      |

| Non-current liabilities       |       |                |                 |
| Finance lease obligation      |       | 5,058,614      | 5,093,612       |
| Loans and borrowings          | 9     | 13,973,856     | 13,556,284      |
| Deferred tax liabilities      | 10    | 7,249,529      | 8,235,939       |
| Employee benefits             |       | 1,482,631      | 1,335,086       |
| Other non-current liabilities |       | 653,658        | 626,972         |
| **Total non-current liabilities** |   | 28,418,288     | 28,847,893      |

| Current liabilities           |       |                |                 |
| Trade and other payables      | 11    | 24,746,051     | 25,363,165      |
| Provisions                    |       | 14,878,140     | 14,274,056      |
| Loans and borrowings          | 9     | 5,570,438      | 8,100,084       |
| Current tax payable           | 12    | 23,066,108     | 18,942,559      |
| Other current liabilities     | 13    | 1,777,607      | 1,399,470       |
| **Total current liabilities** |       | 70,038,344     | 68,079,334      |
| **Total equity and liabilities** | | 138,585,868    | 130,499,511     |

The annexed notes 1 to 24 form an integral part of these financial statements.

_______________________   _______________________
Chairman                  Director

_______________________   _______________________
Chief Executive Officer   Chief Financial Officer

_______________________
Company Secretary

Dhaka, 20 April 2017
## Condensed statement of profit or loss and other comprehensive income (Un-audited)

for the quarter ended 31 March 2017

<table>
<thead>
<tr>
<th></th>
<th>1 January to 31 March 2017</th>
<th>1 January to 31 March 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>BDT'000</td>
<td>BDT'000</td>
</tr>
<tr>
<td><strong>Notes</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Revenue</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>14</td>
<td></td>
</tr>
<tr>
<td></td>
<td>30,622,228</td>
<td>27,560,352</td>
</tr>
<tr>
<td><strong>Operating expenses</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cost of material and traffic charges</td>
<td>15</td>
<td>(2,793,128)</td>
</tr>
<tr>
<td>Salaries and personnel cost</td>
<td>16</td>
<td>(1,951,152)</td>
</tr>
<tr>
<td>Operation and maintenance</td>
<td>16</td>
<td>(1,055,987)</td>
</tr>
<tr>
<td>Sales, marketing and commissions</td>
<td>17</td>
<td>(2,696,148)</td>
</tr>
<tr>
<td>Revenue sharing, spectrum charges and licence fees</td>
<td>17</td>
<td>(2,386,730)</td>
</tr>
<tr>
<td>Other operating (expenses)/income, net</td>
<td>18</td>
<td>(2,075,359)</td>
</tr>
<tr>
<td>Depreciation and amortisation</td>
<td>18</td>
<td>(5,640,153)</td>
</tr>
<tr>
<td></td>
<td></td>
<td>(18,598,657)</td>
</tr>
<tr>
<td><strong>Operating profit</strong></td>
<td>12,023,571</td>
<td>10,198,793</td>
</tr>
<tr>
<td><strong>Share of profit/(loss) of associate</strong></td>
<td>19</td>
<td></td>
</tr>
<tr>
<td><strong>Finance (expense)/income, net</strong></td>
<td>19</td>
<td>(388,578)</td>
</tr>
<tr>
<td><strong>Foreign exchange (loss)/gain</strong></td>
<td>19</td>
<td>(414,310)</td>
</tr>
<tr>
<td><strong>Profit before tax</strong></td>
<td>11,220,683</td>
<td>9,633,606</td>
</tr>
<tr>
<td><strong>Income tax expense</strong></td>
<td>(4,663,731)</td>
<td>(4,023,871)</td>
</tr>
<tr>
<td><strong>Profit after tax</strong></td>
<td>6,556,952</td>
<td>5,609,735</td>
</tr>
<tr>
<td><strong>Other comprehensive income</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total comprehensive income for the period</strong></td>
<td>6,556,952</td>
<td>5,609,735</td>
</tr>
<tr>
<td><strong>Earnings per share</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Basic and diluted earnings per share (par value BDT 10 each in BDT)</td>
<td>21</td>
</tr>
</tbody>
</table>

The annexed notes 1 to 24 form an integral part of these financial statements.

Sd/-________________    Sd/-________________
Chairman                  Director

Sd/-________________    Sd/-________________    Sd/-________________
Chief Executive Officer   Chief Financial Officer   Company Secretary

Dhaka, 20 April 2017
<table>
<thead>
<tr>
<th>Share capital</th>
<th>Share premium</th>
<th>Capital reserve</th>
<th>Deposit from shareholders</th>
<th>Retained earnings</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>BDT'000</td>
<td>BDT'000</td>
<td>BDT'000</td>
<td>BDT'000</td>
<td>BDT'000</td>
<td>BDT'000</td>
</tr>
<tr>
<td>Balance as at 1 January 2016</td>
<td>13,503,000</td>
<td>7,840,226</td>
<td>14,446</td>
<td>1,880</td>
<td>9,265,706</td>
</tr>
<tr>
<td>Total comprehensive income for the quarter ended 31 March 2016:</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>5,609,735</td>
</tr>
<tr>
<td>Profit for the period</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other comprehensive income</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Balance as at 31 March 2016</td>
<td>13,503,000</td>
<td>7,840,226</td>
<td>14,446</td>
<td>1,880</td>
<td>14,875,441</td>
</tr>
<tr>
<td>Balance as at 1 January 2017</td>
<td>13,503,000</td>
<td>7,840,226</td>
<td>14,446</td>
<td>1,880</td>
<td>12,212,732</td>
</tr>
<tr>
<td>Total comprehensive income for the quarter ended 31 March 2017:</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>6,556,952</td>
</tr>
<tr>
<td>Profit for the period</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other comprehensive income</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Balance as at 31 March 2017</td>
<td>13,503,000</td>
<td>7,840,226</td>
<td>14,446</td>
<td>1,880</td>
<td>18,769,684</td>
</tr>
</tbody>
</table>
Grameenphone Ltd.

Condensed statement of cash flows (Un-audited)
for the quarter ended 31 March 2017

<table>
<thead>
<tr>
<th></th>
<th>1 January to 31 March 2017 (BDT'000)</th>
<th>1 January to 31 March 2016 (BDT'000)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Cash flows from operating activities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash receipts from customers</td>
<td>30,730,246</td>
<td>27,703,356</td>
</tr>
<tr>
<td>Payroll and other payments to employees</td>
<td>(1,152,478)</td>
<td>(2,123,541)</td>
</tr>
<tr>
<td>Payments to suppliers, contractors and others</td>
<td>(11,562,259)</td>
<td>(8,608,883)</td>
</tr>
<tr>
<td>Interest received</td>
<td>552</td>
<td>37,377</td>
</tr>
<tr>
<td>Interest paid</td>
<td>(234,109)</td>
<td>(252,246)</td>
</tr>
<tr>
<td>Income tax paid</td>
<td>(1,526,592)</td>
<td>(3,612,562)</td>
</tr>
<tr>
<td><strong>Net cash generated by operating activities</strong></td>
<td>16,255,360</td>
<td>13,143,500</td>
</tr>
<tr>
<td><strong>Cash flows from investing activities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Payment for acquisition of property, plant and equipment and intangible assets</td>
<td>(4,322,782)</td>
<td>(8,749,509)</td>
</tr>
<tr>
<td>Proceeds from sale of property, plant and equipment</td>
<td>56,257</td>
<td>24,235</td>
</tr>
<tr>
<td><strong>Net cash used in investing activities</strong></td>
<td>(4,266,525)</td>
<td>(8,725,275)</td>
</tr>
<tr>
<td><strong>Cash flows from financing activities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Payment of short-term bank loan</td>
<td>(2,688,200)</td>
<td>(4,600,000)</td>
</tr>
<tr>
<td>Payment of finance lease obligation</td>
<td>(230,905)</td>
<td>(110,093)</td>
</tr>
<tr>
<td><strong>Net cash used in financing activities</strong></td>
<td>(2,919,105)</td>
<td>(4,710,093)</td>
</tr>
<tr>
<td><strong>Net change in cash and cash equivalents</strong></td>
<td>9,069,730</td>
<td>(291,867)</td>
</tr>
<tr>
<td>Cash and cash equivalents as at 1 January</td>
<td>2,911,860</td>
<td>4,153,100</td>
</tr>
<tr>
<td>Cash and cash equivalents as at 31 March</td>
<td>11,981,590</td>
<td>3,861,233</td>
</tr>
</tbody>
</table>
1 Corporate information

Grameenphone Ltd. (hereinafter referred to as "GP"/"Grameenphone"/"the company") is a public limited company incorporated in Bangladesh in 1996 under the Companies Act 1994 and has its registered address at GPHOUSE, Bashundhara, Baridhara, Dhaka 1229. GP was initially registered as a private limited company and subsequently converted into a public limited company on 25 June 2007. During November 2009, GP listed its shares with both Dhaka and Chittagong Stock Exchanges. The immediate parent of GP is Telenor Mobile Communications AS and the ultimate parent is Telenor ASA; both the companies are incorporated in Norway.

The company is primarily involved in providing mobile telecommunication services (voice, data and other related services) in Bangladesh. The company also provides international roaming services through international roaming agreements with various operators of different countries across the world.

2 Basis of preparation

These condensed interim financial information are individual financial statements of GP, and have been prepared in accordance with International Accounting Standard/Bangladesh Accounting Standard (IAS/BAS) 34: Interim Financial Reporting and relevant guidelines issued by the Bangladesh Securities and Exchange Commission and should be read in conjunction with the financial statements of Grameenphone Ltd. as at and for the year ended 31 December 2016, the year for which the last full financial statements were prepared. These unconsolidated financial statements present the financial position and performance of Grameenphone and Grameenphone’s investment in Accenture Communications Infrastructure Solutions Ltd. being accounted for under the equity method in accordance with (IAS/BAS) 28: Investment in Associates and Joint Ventures.

For understanding of Grameenphone’s stand-alone financial performance, a separate statement of profit or loss and other comprehensive income has been appended to these financial statements as supplementary information.

These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), Bangladesh Financial Reporting Standards (BFRS), the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws in Bangladesh. The requirements of IFRS and BFRS, to the extent relevant to these financial statements, do not vary from each other.

These financial statements have been prepared on the historical cost and going concern basis. Measurement at revalued amounts or fair value does not have significant impact on these financial statements. The amounts in these financial statements have been rounded off to the nearest BDT in thousand (BDT'000) except otherwise indicated. Because of these rounding off, in some instances the totals may not match the sum of individual balances.

3 Significant accounting policies

The same accounting policies and methods of computation have been followed in these condensed interim financial information as were applied in the preparation of the financial statements of Grameenphone Ltd. as at and for the year ended 31 December 2016.
4 Property, plant and equipment, net

31 March 2017

<table>
<thead>
<tr>
<th>Name of assets</th>
<th>As at 1 January 2017</th>
<th>Addition during the period</th>
<th>Disposal/Adjustment during the period</th>
<th>As at 31 March 2017</th>
<th>Charged during the period</th>
<th>Disposal/Adjustment during the period</th>
<th>As at 31 December 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>BDT'000</td>
<td>BDT'000</td>
<td>BDT'000</td>
<td>BDT'000</td>
<td>BDT'000</td>
<td>BDT'000</td>
<td>BDT'000</td>
</tr>
<tr>
<td>Land</td>
<td>807,050</td>
<td>-</td>
<td>-</td>
<td>807,050</td>
<td>-</td>
<td>-</td>
<td>807,050</td>
</tr>
<tr>
<td>Building</td>
<td>4,050,657</td>
<td>-</td>
<td>-</td>
<td>4,050,657</td>
<td>1,204,901</td>
<td>49,553</td>
<td>2,796,203</td>
</tr>
<tr>
<td>Base station</td>
<td>110,501,615</td>
<td>3,131,007</td>
<td>(544,026)</td>
<td>113,088,596</td>
<td>66,422,116</td>
<td>2,913,085</td>
<td>68,927,390</td>
</tr>
<tr>
<td>Transmission equipment</td>
<td>33,573,136</td>
<td>430,573</td>
<td>-</td>
<td>34,003,709</td>
<td>21,822,928</td>
<td>2,913,085</td>
<td>22,959,859</td>
</tr>
<tr>
<td>Computers and other IT equipment</td>
<td>6,440,528</td>
<td>374,031</td>
<td>(22,275)</td>
<td>6,792,286</td>
<td>4,536,567</td>
<td>35,617</td>
<td>4,723,333</td>
</tr>
<tr>
<td>Furniture and fixtures (including office equipment)</td>
<td>2,787,604</td>
<td>26,938</td>
<td>(12,585)</td>
<td>2,801,957</td>
<td>2,345,144</td>
<td>35,617</td>
<td>2,368,176</td>
</tr>
<tr>
<td>Vehicles</td>
<td>1,998,059</td>
<td>78,904</td>
<td>(72,085)</td>
<td>2,004,877</td>
<td>1,124,788</td>
<td>58,768</td>
<td>1,128,805</td>
</tr>
<tr>
<td>Capital work in progress</td>
<td>9,306,246</td>
<td>3,549,709</td>
<td>(4,232,478)</td>
<td>9,635,131</td>
<td>8,404,945</td>
<td>(495,372)</td>
<td>101,362,017</td>
</tr>
<tr>
<td>Fibre Optic Network under finance lease</td>
<td>169,464,895</td>
<td>7,591,162</td>
<td>(4,883,449)</td>
<td>172,172,608</td>
<td>97,456,444</td>
<td>4,400,945</td>
<td>70,810,590</td>
</tr>
<tr>
<td></td>
<td>178,732,140</td>
<td>8,182,248</td>
<td>(4,883,449)</td>
<td>182,030,940</td>
<td>101,944,563</td>
<td>4,524,556</td>
<td>76,057,192</td>
</tr>
</tbody>
</table>

5 Intangible assets, net

31 March 2017

<table>
<thead>
<tr>
<th>Name of assets</th>
<th>As at 1 January 2017</th>
<th>Addition during the period</th>
<th>Disposal/Adjustment during the period</th>
<th>As at 31 March 2017</th>
<th>Charged during the period</th>
<th>Disposal/Adjustment during the period</th>
<th>As at 31 December 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>BDT'000</td>
<td>BDT'000</td>
<td>BDT'000</td>
<td>BDT'000</td>
<td>BDT'000</td>
<td>BDT'000</td>
<td>BDT'000</td>
</tr>
<tr>
<td>Software and others</td>
<td>8,352,333</td>
<td>528,652</td>
<td>-</td>
<td>8,880,985</td>
<td>6,969,481</td>
<td>235,573</td>
<td>7,205,054</td>
</tr>
<tr>
<td>Telecom licence and spectrum</td>
<td>53,049,258</td>
<td>-</td>
<td>-</td>
<td>53,049,258</td>
<td>16,322,005</td>
<td>880,024</td>
<td>17,202,029</td>
</tr>
<tr>
<td></td>
<td>61,401,592</td>
<td>528,652</td>
<td>-</td>
<td>61,930,243</td>
<td>23,291,486</td>
<td>1,115,597</td>
<td>24,407,083</td>
</tr>
<tr>
<td>Capital work in progress</td>
<td>73,317</td>
<td>480,543</td>
<td>(528,652)</td>
<td>25,208</td>
<td>-</td>
<td>-</td>
<td>25,208</td>
</tr>
<tr>
<td></td>
<td>61,474,908</td>
<td>1,000,195</td>
<td>(528,652)</td>
<td>61,955,451</td>
<td>23,291,486</td>
<td>1,115,597</td>
<td>24,407,083</td>
</tr>
</tbody>
</table>
6 Inventories

<table>
<thead>
<tr>
<th></th>
<th>As at 31 March 2017</th>
<th>As at 31 December 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>BDT'000</td>
<td>BDT'000</td>
</tr>
<tr>
<td>Handset, data card and other devices</td>
<td>579,346</td>
<td>431,912</td>
</tr>
<tr>
<td>SIM card</td>
<td>73,925</td>
<td>88,208</td>
</tr>
<tr>
<td>Scratch card</td>
<td>24,016</td>
<td>45,284</td>
</tr>
<tr>
<td></td>
<td>677,287</td>
<td>565,404</td>
</tr>
</tbody>
</table>

7 Trade and other receivables

<p>| | | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Trade receivables, net</td>
<td>4,304,955</td>
<td>4,038,928</td>
</tr>
<tr>
<td>Other current receivables</td>
<td>1,201,702</td>
<td>1,142,276</td>
</tr>
<tr>
<td>Prepayments</td>
<td>2,227,503</td>
<td>2,282,773</td>
</tr>
<tr>
<td></td>
<td>7,734,160</td>
<td>7,463,977</td>
</tr>
</tbody>
</table>

8 Cash and cash equivalents

<p>| | | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash in hand</td>
<td>7,878</td>
<td>7,958</td>
</tr>
<tr>
<td>Cash at bank</td>
<td>11,973,712</td>
<td>2,903,902</td>
</tr>
<tr>
<td></td>
<td>11,981,590</td>
<td>2,911,860</td>
</tr>
</tbody>
</table>

8.1 Restricted cash balance

Cash at bank as at 31 March 2017 include BDT 13,084,926 (2016: BDT 12,216,838) equivalent to unused Mobicash points in customer wallet and is therefore treated as restricted cash balance.

Additionally, Cash at bank as at 31 March 2017 included BDT 97,472,303 (2016: BDT 93,058,154) equivalent to dividend unclaimed amount and BDT 12,867,366 (2016: BDT 12,867,366) equivalent to unclaimed IPO subscription amount. According to Articles of Association (AoA) of Grameenphone, if dividend has not been claimed for three years after passing of either the resolution at a General Meeting declaring the dividend or the resolution of the Board of Directors providing for payment for that dividend, the Board of Directors may invest the unclaimed dividend or use it in some other way for the benefit of the company until the dividend is claimed.

9 Loans and borrowings

Loans and borrowings include a long-term syndicated loan led by the International Finance Corporation (IFC) of USD 345 Million at 6-month-LIBOR + 3.5% interest rate. The full loan amount of USD 345 Million has been drawn down in multiple tranches, the repayment of which is in 10 installments. The first 3 installments have been repaid in October 2015, April 2016 and October 2016, and current outstanding loan balance is USD 241.50 Million. The final installment is scheduled to be paid in April 2020. The syndicate members include IFC, DEG, FMO, Proparco, CDC and OFID. This financial liability has been recognized at amortized cost as per IAS/BAS 39 Financial Instruments: Recognition and Measurement.

Current portion of loans and borrowings comprise of the part of the above long-term syndicated loan falling due for repayment in next 12 months.

10 Deferred tax liabilities

<p>| | | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Taxable temporary differences</td>
<td>27,927,236</td>
<td>29,969,826</td>
</tr>
<tr>
<td>Deductible temporary differences</td>
<td>(9,803,413)</td>
<td>(9,379,980)</td>
</tr>
<tr>
<td></td>
<td>18,123,823</td>
<td>20,589,846</td>
</tr>
<tr>
<td>Deferred tax liability @40% tax rate</td>
<td>7,249,529</td>
<td>8,235,939</td>
</tr>
<tr>
<td>Deferred tax liability @15% tax rate</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Deferred tax liabilities</td>
<td>7,249,529</td>
<td>8,235,939</td>
</tr>
</tbody>
</table>
11 Trade and other payables

<table>
<thead>
<tr>
<th></th>
<th>As at 31 March 2017</th>
<th>As at 31 December 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>BDT’000</td>
<td>BDT’000</td>
</tr>
<tr>
<td>Trade payables including liability</td>
<td>11,492,681</td>
<td>12,135,515</td>
</tr>
<tr>
<td>for capital expenditure</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accrued expenses</td>
<td>5,093,207</td>
<td>5,671,661</td>
</tr>
<tr>
<td>Finance lease obligation</td>
<td>509,305</td>
<td>242,951</td>
</tr>
<tr>
<td></td>
<td>17,095,193</td>
<td>18,250,127</td>
</tr>
<tr>
<td>Indirect taxes</td>
<td>1,751,883</td>
<td>1,512,521</td>
</tr>
<tr>
<td>Deferred connection revenue</td>
<td>1,198,963</td>
<td>1,291,941</td>
</tr>
<tr>
<td>Unearned revenue</td>
<td>4,700,012</td>
<td>4,308,576</td>
</tr>
<tr>
<td></td>
<td>24,746,051</td>
<td>25,363,165</td>
</tr>
</tbody>
</table>

12 Current tax payable

Movement of income tax provision is shown as under:

<table>
<thead>
<tr>
<th></th>
<th>31 March 2017</th>
<th>31 December 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>Opening balance</td>
<td>18,942,559</td>
<td>19,785,655</td>
</tr>
<tr>
<td>Provision made during the period</td>
<td>5,650,141</td>
<td>16,005,063</td>
</tr>
<tr>
<td></td>
<td>24,592,700</td>
<td>35,790,718</td>
</tr>
<tr>
<td>Paid during the period (incl. tax</td>
<td></td>
<td></td>
</tr>
<tr>
<td>deducted at source)</td>
<td>(1,526,592)</td>
<td>(16,169,852)</td>
</tr>
<tr>
<td>Adjustments</td>
<td></td>
<td>(678,307)</td>
</tr>
<tr>
<td>Closing balance</td>
<td>23,066,108</td>
<td>18,942,559</td>
</tr>
</tbody>
</table>

13 Other current liabilities

Other current liabilities mainly include accruals for profit sharing plan BDT 768,888,135 (2016: BDT 207,853,964), payable for bills pay receipts BDT 604,111,813 (2016: BDT 756,539,891) and dividend unclaimed BDT 97,472,303 (2016: BDT 93,058,154).
## Revenue

<table>
<thead>
<tr>
<th></th>
<th>1 January to 31 March 2017</th>
<th>1 January to 31 March 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>BDT'000</td>
<td>BDT'000</td>
</tr>
<tr>
<td>Revenue from mobile communication</td>
<td>29,292,141</td>
<td>26,441,434</td>
</tr>
<tr>
<td>Revenue from customer equipment</td>
<td>700,484</td>
<td>507,762</td>
</tr>
<tr>
<td>Other revenues</td>
<td>629,603</td>
<td>611,155</td>
</tr>
<tr>
<td><strong>Total revenue</strong></td>
<td><strong>30,622,228</strong></td>
<td><strong>27,560,352</strong></td>
</tr>
</tbody>
</table>

The following is an analysis of revenue for the period:

### Cost of material and traffic charges

<table>
<thead>
<tr>
<th></th>
<th>1 January to 31 March 2017</th>
<th>1 January to 31 March 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>BDT'000</td>
<td>BDT'000</td>
</tr>
<tr>
<td>Traffic charges</td>
<td>(1,395,422)</td>
<td>(1,414,687)</td>
</tr>
<tr>
<td>Cost of materials and services</td>
<td>(1,397,706)</td>
<td>(1,119,719)</td>
</tr>
<tr>
<td><strong>Total cost</strong></td>
<td><strong>(2,793,128)</strong></td>
<td><strong>(2,534,405)</strong></td>
</tr>
</tbody>
</table>

### Operation and maintenance

<table>
<thead>
<tr>
<th></th>
<th>1 January to 31 March 2017</th>
<th>1 January to 31 March 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>BDT'000</td>
<td>BDT'000</td>
</tr>
<tr>
<td>Service maintenance fee</td>
<td>(758,677)</td>
<td>(957,620)</td>
</tr>
<tr>
<td>Vehicle maintenance expense</td>
<td>(96,687)</td>
<td>(87,031)</td>
</tr>
<tr>
<td>Other operation and maintenance</td>
<td>(200,623)</td>
<td>(421,839)</td>
</tr>
<tr>
<td><strong>Total operation and maintenance</strong></td>
<td><strong>(1,055,987)</strong></td>
<td><strong>(1,466,490)</strong></td>
</tr>
</tbody>
</table>

### Sales, marketing and commissions

<table>
<thead>
<tr>
<th></th>
<th>1 January to 31 March 2017</th>
<th>1 January to 31 March 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>BDT'000</td>
<td>BDT'000</td>
</tr>
<tr>
<td>Sales, marketing and representation costs</td>
<td>(119,176)</td>
<td>(336,501)</td>
</tr>
<tr>
<td>Advertisement and promotional expenses</td>
<td>(163,620)</td>
<td>(455,315)</td>
</tr>
<tr>
<td>Commissions</td>
<td>(2,413,352)</td>
<td>(1,812,811)</td>
</tr>
<tr>
<td><strong>Total sales, marketing and commissions</strong></td>
<td><strong>(2,696,148)</strong></td>
<td><strong>(2,604,627)</strong></td>
</tr>
</tbody>
</table>

### Other operating (expenses)/income, net

<table>
<thead>
<tr>
<th></th>
<th>1 January to 31 March 2017</th>
<th>1 January to 31 March 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>BDT'000</td>
<td>BDT'000</td>
</tr>
<tr>
<td>Consultancy and professional services</td>
<td>(195,435)</td>
<td>(261,965)</td>
</tr>
<tr>
<td>Rental expense for property, plant and equipment</td>
<td>(812,556)</td>
<td>(479,202)</td>
</tr>
<tr>
<td>Fuel and energy costs</td>
<td>(721,793)</td>
<td>(650,995)</td>
</tr>
<tr>
<td>Bad debt expense</td>
<td>(1,763)</td>
<td>(2,202)</td>
</tr>
<tr>
<td>Rental and other income</td>
<td>72,342</td>
<td>72,657</td>
</tr>
<tr>
<td>Gain/(loss) on disposal of assets</td>
<td>(161,696)</td>
<td>(8,671)</td>
</tr>
<tr>
<td>Others</td>
<td>(254,458)</td>
<td>(265,617)</td>
</tr>
<tr>
<td><strong>Total other operating (expenses)/income, net</strong></td>
<td><strong>(2,075,359)</strong></td>
<td><strong>(1,595,996)</strong></td>
</tr>
</tbody>
</table>

### Finance (expense)/income, net

<table>
<thead>
<tr>
<th></th>
<th>1 January to 31 March 2017</th>
<th>1 January to 31 March 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>BDT'000</td>
<td>BDT'000</td>
</tr>
<tr>
<td>Interest income</td>
<td>62,326</td>
<td>59,176</td>
</tr>
<tr>
<td>Interest expense</td>
<td>(433,908)</td>
<td>(488,486)</td>
</tr>
<tr>
<td>Net interest cost on defined benefit obligation</td>
<td>(25,507)</td>
<td>(24,852)</td>
</tr>
<tr>
<td>Other finance expenses</td>
<td>8,511</td>
<td>(32,891)</td>
</tr>
<tr>
<td><strong>Total finance (expense)/income, net</strong></td>
<td><strong>(388,578)</strong></td>
<td><strong>(487,053)</strong></td>
</tr>
</tbody>
</table>

### Income tax expense

**Current tax expense**

<table>
<thead>
<tr>
<th></th>
<th>1 January to 31 March 2017</th>
<th>1 January to 31 March 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>BDT'000</td>
<td>BDT'000</td>
</tr>
<tr>
<td>Income tax expenses for the period</td>
<td>(5,650,141)</td>
<td>(4,806,781)</td>
</tr>
<tr>
<td>Adjustment for previous periods</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total current tax expense</strong></td>
<td><strong>(5,650,141)</strong></td>
<td><strong>(4,806,781)</strong></td>
</tr>
</tbody>
</table>

**Deferred tax (expense)/income**

<table>
<thead>
<tr>
<th></th>
<th>1 January to 31 March 2017</th>
<th>1 January to 31 March 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>BDT'000</td>
<td>BDT'000</td>
</tr>
<tr>
<td>Deferred tax (expense)/income relating to origination and reversal of temporary differences, net</td>
<td>986,410</td>
<td>782,911</td>
</tr>
<tr>
<td><strong>Total deferred tax (expense)/income</strong></td>
<td><strong>(4,663,731)</strong></td>
<td><strong>(4,023,871)</strong></td>
</tr>
</tbody>
</table>

### Earnings per share

<table>
<thead>
<tr>
<th></th>
<th>1 January to 31 March 2017</th>
<th>1 January to 31 March 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>BDT'000</td>
<td>BDT'000</td>
</tr>
<tr>
<td>Profit attributable to ordinary shareholders (BDT)</td>
<td>6,556,951,635</td>
<td>5,609,734,993</td>
</tr>
<tr>
<td>Weighted average number of ordinary shares outstanding during the period</td>
<td>1,350,300,022</td>
<td>1,350,300,022</td>
</tr>
<tr>
<td>Basic earnings per share (par value BDT 10 each) (BDT)</td>
<td>4.86</td>
<td>4.15</td>
</tr>
</tbody>
</table>

No diluted earnings per share is required to be calculated for the periods presented as GP has no dilutive potential ordinary shares.
### 22.1 Related party transactions during the period

<table>
<thead>
<tr>
<th>Name of related parties</th>
<th>Nature of relationship</th>
<th>Nature of transactions</th>
<th>1 January to 31 March 2017 BDT’000</th>
<th>1 January to 31 March 2016 BDT’000</th>
</tr>
</thead>
<tbody>
<tr>
<td>Grameen Telecom</td>
<td>Shareholder</td>
<td>Commission expense</td>
<td>45,642</td>
<td>42,639</td>
</tr>
<tr>
<td>Accenture Communications Infrastructure Solutions Ltd.</td>
<td>Associate</td>
<td>Purchase of IT service, equipments and softwares</td>
<td>298,424</td>
<td>406,909</td>
</tr>
<tr>
<td>Rental income and other income</td>
<td></td>
<td>(7,868)</td>
<td>(22,133)</td>
<td></td>
</tr>
<tr>
<td>Telenor ASA</td>
<td>Telenor group entity</td>
<td>Consultancy and professional service fee</td>
<td>133,860</td>
<td>106,005</td>
</tr>
<tr>
<td>IT support Cost</td>
<td></td>
<td>93,305</td>
<td>7,132</td>
<td></td>
</tr>
<tr>
<td>Telenor Consult AS</td>
<td>Telenor group entity</td>
<td>Consultancy and professional service fee including compensation for key management personnel where relevant</td>
<td>-</td>
<td>6,163</td>
</tr>
<tr>
<td>Telenor Global Services AS</td>
<td>Telenor group entity</td>
<td>Consultancy and professional service fee</td>
<td>5,229</td>
<td>7,367</td>
</tr>
<tr>
<td>Telenor Global Shared Services AS</td>
<td>Telenor group entity</td>
<td>Consultancy and professional service fee</td>
<td>109,480</td>
<td>91,760</td>
</tr>
<tr>
<td>Telenor GO</td>
<td>Telenor group entity</td>
<td>Consultancy and professional service fee including compensation for key management personnel where relevant</td>
<td>61,075</td>
<td>70,105</td>
</tr>
<tr>
<td>Telenor Digital AS</td>
<td>Telenor group entity</td>
<td>Consultancy and professional service fee</td>
<td>(99,136)</td>
<td>-</td>
</tr>
<tr>
<td>Telenor Health AS</td>
<td>Telenor group entity</td>
<td>Cost of service</td>
<td>724</td>
<td>-</td>
</tr>
<tr>
<td>Telenor Norway</td>
<td>Telenor group entity</td>
<td>Roaming revenue net of discount</td>
<td>(43)</td>
<td>(97)</td>
</tr>
<tr>
<td>Roaming cost net of discount</td>
<td></td>
<td>4</td>
<td>(10)</td>
<td></td>
</tr>
<tr>
<td>Telenor Sweden</td>
<td>Telenor group entity</td>
<td>Roaming revenue net of discount</td>
<td>(25)</td>
<td>(31)</td>
</tr>
<tr>
<td>Roaming cost net of discount</td>
<td></td>
<td>1</td>
<td>(18)</td>
<td></td>
</tr>
<tr>
<td>Telenor Denmark</td>
<td>Telenor group entity</td>
<td>Roaming revenue net of discount</td>
<td>(27)</td>
<td>(36)</td>
</tr>
<tr>
<td>Roaming cost net of discount</td>
<td></td>
<td>1</td>
<td>1</td>
<td></td>
</tr>
<tr>
<td>Telenor Hungary</td>
<td>Telenor group entity</td>
<td>Roaming revenue net of discount</td>
<td>(0.15)</td>
<td>(0.20)</td>
</tr>
<tr>
<td>Roaming cost net of discount</td>
<td></td>
<td>1.79</td>
<td>0.45</td>
<td></td>
</tr>
<tr>
<td>Telenor Serbia</td>
<td>Telenor group entity</td>
<td>Roaming revenue net of discount</td>
<td>(0.30)</td>
<td>(0.50)</td>
</tr>
<tr>
<td>Roaming cost net of discount</td>
<td></td>
<td>0.06</td>
<td>(0.67)</td>
<td></td>
</tr>
<tr>
<td>Telenor Montenegro</td>
<td>Telenor group entity</td>
<td>Roaming revenue net of discount</td>
<td>0.01</td>
<td>(0.01)</td>
</tr>
<tr>
<td>Roaming cost net of discount</td>
<td></td>
<td>(0.20)</td>
<td>0.01</td>
<td></td>
</tr>
<tr>
<td>Telenor Bulgaria</td>
<td>Telenor group entity</td>
<td>Roaming revenue net of discount</td>
<td>(0.01)</td>
<td>(0.33)</td>
</tr>
<tr>
<td>Roaming cost net of discount</td>
<td></td>
<td>-</td>
<td>0.01</td>
<td></td>
</tr>
<tr>
<td>Name of related parties</td>
<td>Nature of relationship</td>
<td>Nature of transactions</td>
<td>1 January to 31 March 2017</td>
<td>1 January to 31 March 2016</td>
</tr>
<tr>
<td>------------------------</td>
<td>------------------------</td>
<td>------------------------</td>
<td>---------------------------</td>
<td>----------------------------</td>
</tr>
<tr>
<td></td>
<td></td>
<td>BDT'000</td>
<td>BDT'000</td>
<td></td>
</tr>
<tr>
<td>Telenor Pakistan</td>
<td>Telenor group entity</td>
<td>Roaming revenue net of discount</td>
<td>(0.14)</td>
<td>0.41</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Roaming cost net of discount</td>
<td>1</td>
<td>3</td>
</tr>
<tr>
<td>Telenor India</td>
<td>Telenor group entity</td>
<td>Roaming revenue net of discount</td>
<td>21</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Roaming cost net of discount</td>
<td>(61)</td>
<td>(3)</td>
</tr>
<tr>
<td>Telenor Myanmar</td>
<td>Telenor group entity</td>
<td>Roaming revenue net of discount</td>
<td>(6)</td>
<td>(8)</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Roaming cost net of discount</td>
<td>(26)</td>
<td>-</td>
</tr>
<tr>
<td>Dtac Thailand</td>
<td>Telenor group entity</td>
<td>Roaming revenue net of discount</td>
<td>(60)</td>
<td>(126)</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Roaming cost net of discount</td>
<td>203</td>
<td>112</td>
</tr>
<tr>
<td>Digi Malaysia</td>
<td>Telenor group entity</td>
<td>Roaming revenue net of discount</td>
<td>(592)</td>
<td>(1,173)</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Roaming cost net of discount</td>
<td>28</td>
<td>(210)</td>
</tr>
<tr>
<td>SNT holdings</td>
<td>Joint venture of Telenor group</td>
<td>Revenue from mobile communication</td>
<td>(839)</td>
<td>-</td>
</tr>
<tr>
<td>Vimpelcom Ltd.</td>
<td>Associated companies of Telenor group</td>
<td>Roaming revenue net of discount</td>
<td>(218)</td>
<td>(224)</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Roaming cost net of discount</td>
<td>36</td>
<td>34</td>
</tr>
<tr>
<td>Grameen Distribution</td>
<td>Related to Grameen Telecom through Grameen Telecom Trust</td>
<td>Purchase of handsets</td>
<td>439,309</td>
<td>14,030</td>
</tr>
</tbody>
</table>

### 22.2 Receivables/(payables) with related parties

<table>
<thead>
<tr>
<th>Name of related parties</th>
<th>Nature of relationship</th>
<th>Nature of transactions</th>
<th>As at 31 March 2017</th>
<th>As at 31 December 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>BDT'000</td>
<td>BDT'000</td>
<td></td>
</tr>
<tr>
<td>Grameen Telecom</td>
<td>Shareholder</td>
<td>Accounts receivable</td>
<td>3,170</td>
<td>3,170</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>(16,166)</td>
<td>(14,859)</td>
</tr>
<tr>
<td>Accenture Communications Infrastructure Solutions Ltd.</td>
<td>Associate</td>
<td>Accounts receivable</td>
<td>169,678</td>
<td>34,020</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>(552,482)</td>
<td>(798,646)</td>
</tr>
<tr>
<td>Telenor ASA</td>
<td>Telenor group entity</td>
<td>Accounts receivable</td>
<td>23,877</td>
<td>25,918</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>(1,597,194)</td>
<td>(1,342,333)</td>
</tr>
<tr>
<td>Telenor Consult AS</td>
<td>Telenor group entity</td>
<td>Accounts receivable</td>
<td>(1,902)</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>(1,859)</td>
<td></td>
</tr>
<tr>
<td>Telenor Global Services AS</td>
<td>Telenor group entity</td>
<td>Accounts receivable</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>(79,508)</td>
<td>(73,000)</td>
</tr>
<tr>
<td>Telenor Global Shared Services AS</td>
<td>Telenor group entity</td>
<td>Accounts receivable</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>(986,216)</td>
<td>(851,008)</td>
</tr>
<tr>
<td>Telenor GO</td>
<td>Telenor group entity</td>
<td>Accounts receivable</td>
<td>10,372</td>
<td>10,372</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>(163,478)</td>
<td>(100,706)</td>
</tr>
<tr>
<td>Telenor Digital AS</td>
<td>Telenor group entity</td>
<td>Accounts receivable</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>-</td>
<td>(99,136)</td>
</tr>
<tr>
<td>Name of related parties</td>
<td>Nature of relationship</td>
<td>Nature of transactions</td>
<td>As at 31 March 2017 BDT'000</td>
<td>As at 31 December 2016 BDT'000</td>
</tr>
<tr>
<td>----------------------------------</td>
<td>------------------------------</td>
<td>------------------------</td>
<td>-----------------------------</td>
<td>--------------------------------</td>
</tr>
<tr>
<td>Telenor Health AS</td>
<td>Telenor group entity</td>
<td>Accounts receivable</td>
<td>58,156</td>
<td>49,026</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>(6,272)</td>
<td>(5,549)</td>
</tr>
<tr>
<td>Telenor International Centre AS</td>
<td>Telenor group entity</td>
<td>Accounts receivable</td>
<td>7,342</td>
<td>11,145</td>
</tr>
<tr>
<td>Telenor Norway</td>
<td>Telenor group entity</td>
<td>Accounts receivable</td>
<td>122</td>
<td>101</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>(10)</td>
<td>(9)</td>
</tr>
<tr>
<td>Telenor Sweden</td>
<td>Telenor group entity</td>
<td>Accounts receivable</td>
<td>64</td>
<td>26</td>
</tr>
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<td></td>
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<td>Accounts payable</td>
<td>(4)</td>
<td>(1)</td>
</tr>
<tr>
<td>Telenor Denmark</td>
<td>Telenor group entity</td>
<td>Accounts receivable</td>
<td>24</td>
<td>17</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>(0.48)</td>
<td>(6)</td>
</tr>
<tr>
<td>Telenor Hungary</td>
<td>Telenor group entity</td>
<td>Accounts receivable</td>
<td>2</td>
<td>1</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>(15,193)</td>
<td>(14,950)</td>
</tr>
<tr>
<td>Telenor Serbia</td>
<td>Telenor group entity</td>
<td>Accounts receivable</td>
<td>1</td>
<td>1</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>(0.12)</td>
<td>-</td>
</tr>
<tr>
<td>Telenor Montenegro</td>
<td>Telenor group entity</td>
<td>Accounts receivable</td>
<td>0.02</td>
<td>1</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>-</td>
<td>(0.17)</td>
</tr>
<tr>
<td>Telenor Bulgaria</td>
<td>Telenor group entity</td>
<td>Accounts receivable</td>
<td>0.07</td>
<td>5</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Telenor Pakistan</td>
<td>Telenor group entity</td>
<td>Accounts receivable</td>
<td>0.22</td>
<td>1</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>(1)</td>
<td>(4)</td>
</tr>
<tr>
<td>Telenor India</td>
<td>Telenor group entity</td>
<td>Accounts receivable</td>
<td>9,366</td>
<td>9,305</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>(4)</td>
<td>(21)</td>
</tr>
<tr>
<td>Telenor Myanmar</td>
<td>Telenor group entity</td>
<td>Accounts receivable</td>
<td>10</td>
<td>21</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>(1)</td>
<td>-</td>
</tr>
<tr>
<td>Dtac Thailand</td>
<td>Telenor group entity</td>
<td>Accounts receivable</td>
<td>191</td>
<td>10</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>(61)</td>
<td>(61)</td>
</tr>
<tr>
<td>Digi Malaysia</td>
<td>Telenor group entity</td>
<td>Accounts receivable</td>
<td>1,516</td>
<td>1,357</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>(21)</td>
<td>(21)</td>
</tr>
<tr>
<td>SNT holdings</td>
<td>Joint venture of Telenor group</td>
<td>Accounts receivable</td>
<td>403</td>
<td>255</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Vimpelcom Ltd.</td>
<td>Associated companies of Telenor group</td>
<td>Accounts receivable</td>
<td>164</td>
<td>164</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>(1)</td>
<td>(1)</td>
</tr>
<tr>
<td>Grameen Distribution</td>
<td>Related to Grameen Telecom through Grameen Telecom Trust</td>
<td>Accounts receivable</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Accounts payable</td>
<td>(81,539)</td>
<td>(261,266)</td>
</tr>
</tbody>
</table>
23 Commitments

<table>
<thead>
<tr>
<th>Capital commitment (open purchase order) for Property, plant and equipment</th>
<th>As at 31 March 2017</th>
<th>As at 31 December 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>BDT’000</td>
<td>BDT’000</td>
</tr>
<tr>
<td>Capital commitment (open purchase order) for Property, plant and equipment</td>
<td>4,424,428</td>
<td>4,955,689</td>
</tr>
<tr>
<td>Capital commitment (open purchase order) for intangible assets</td>
<td>128,113</td>
<td>104,769</td>
</tr>
</tbody>
</table>

Apart from the capital commitment, Grameenphone has commitment for operating and finance leases.

24 Contingencies

Except as disclosed below there has been no development of the events disclosed in the financial statements year ended 31 December 2016.

(a) SIM tax on replacement SIMs

Further hearing before the Customs, Excise and VAT Appellate Tribunal took place on 11 April 2017. Now, the Tribunal is expected to pass its judgment.

(b) Claim for VAT based on C&AG audit

After hearing of the case at the Appellate Division, judgement was passed on 5 March 2017 in Grameenphone’s favor. Detail judgement is yet be published.

(c) Interest on SIM Tax during 24 August 2006 to 27 March 2007

The hearing before the Customs, Excise and VAT Appellate Tribunal took place on 28 March 2017. Now, the Tribunal is expected to pass its judgment.
**Supplementary information**


<table>
<thead>
<tr>
<th></th>
<th>1 January to 31 March 2017</th>
<th>1 January to 31 March 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenue</strong></td>
<td>30,622,228</td>
<td>27,560,352</td>
</tr>
<tr>
<td><strong>Operating expenses</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cost of material and traffic charges</td>
<td>(2,793,128)</td>
<td>(2,534,405)</td>
</tr>
<tr>
<td>Salaries and personnel cost</td>
<td>(1,951,152)</td>
<td>(1,906,958)</td>
</tr>
<tr>
<td>Operation and maintenance</td>
<td>(1,055,987)</td>
<td>(1,466,490)</td>
</tr>
<tr>
<td>Sales, marketing and commissions</td>
<td>(2,696,148)</td>
<td>(2,604,627)</td>
</tr>
<tr>
<td>Revenue sharing, spectrum charges and licence fees</td>
<td>(2,386,730)</td>
<td>(2,181,476)</td>
</tr>
<tr>
<td>Other operating (expenses)/income, net</td>
<td>(2,075,359)</td>
<td>(1,595,996)</td>
</tr>
<tr>
<td>Depreciation and amortisation</td>
<td>(5,640,153)</td>
<td>(5,071,607)</td>
</tr>
<tr>
<td><strong>Operating profit</strong></td>
<td>(18,598,657)</td>
<td>(17,361,559)</td>
</tr>
<tr>
<td><strong>Share of profit of associate</strong></td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Finance (expense)/income, net</strong></td>
<td>(388,578)</td>
<td>(487,053)</td>
</tr>
<tr>
<td><strong>Foreign exchange gain/(loss)</strong></td>
<td>(414,310)</td>
<td>(774)</td>
</tr>
<tr>
<td><strong>Profit before income tax</strong></td>
<td>(802,888)</td>
<td>(487,827)</td>
</tr>
<tr>
<td><strong>Income tax expense</strong></td>
<td>(4,663,731)</td>
<td>(4,023,871)</td>
</tr>
<tr>
<td><strong>Profit after tax</strong></td>
<td>6,556,952</td>
<td>5,687,095</td>
</tr>
<tr>
<td><strong>Other comprehensive income</strong></td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total comprehensive income for the period</strong></td>
<td>6,556,952</td>
<td>5,687,095</td>
</tr>
</tbody>
</table>

**Earnings per share**
Basic and diluted earnings per share (par value BDT 10 each in BDT)

|                          | 4.86 | 4.21 |