

INFORMATION SERVICES NETWORK LIMITED

TMC Building (4th Floor), 52, New Eskaton Road, Dhaka-1000.

Date : July 27, 2010

Dear Shareholders,
According to the section 13 of Securities and Exchange Commission Rules 1987, we are forwarding herewith the Un-audited half yearly Financial Statement for the half-year ended June 30, 2010.

Sd/-

Habibul Alam, *Bir Pratik*
Managing Director

BALANCE SHEET (UNAUDITED)

AS AT 30TH JUNE, 2010

PARTICULARS	30th June, 2010	31st Dec., 2009
NET ASSETS:		
Non-Current Assets	99,779,154	98,852,815
Tangible Fixed Assets, Net of accumulated depreciation	99,279,723	98,201,582
IPO-Expenses	151,804	303,606
Investment (at cost)	347,627	347,627
Current Assets	70,538,220	67,473,791
Accounts Receivable	54,787,287	50,903,474
Accrued Loan Interest	809,544	809,544
Loans, Advances and Deposits	12,761,293	11,654,009
Cash and Cash Equivalents	2,180,096	4,106,764
Current Liabilities & Provisions	11,004,844	11,049,312
Accrued Expenses	2,316,707	2,529,278
Liabilities for other Finance	3,445,567	3,425,034
Proposed Dividend	-	-
Provision for Income Tax	5,242,570	5,095,000
Net Current Assets	59,533,376	56,424,479
Non-Current Liabilities.		
Deferred Tax Liabilities	(64,011)	(64,011)
NET ASSETS	159,248,519	155,213,283
FINANCED BY:		
Shareholders Equity	159,248,519	155,213,283
Share Capital	81,857,575	81,857,575
Retained Earnings-As per Profit and Loss Account	20,564,741	16,529,505
General Reserve	2,000,000	2,000,000
Dividend Equalization Fund	1,000,000	1,000,000
Inflation & Currency Fluctuation Fund	1,000,000	1,000,000
Capital Reserve	52,826,203	52,826,203
	159,248,519	155,213,283

CASH FLOW STATEMENTS (UNAUDITED)

FOR THE 2ND QUARTER ENDED 30TH JUNE 2010

PARTICULARS	Amount (in Tk.)	
	Jan. - June 2010	Jan. - Dec. 2009
CASH FLOW FROM OPERATING ACTIVITIES :		
Collection from Turnover and other Income	28,774,028	65,648,500
Payment for Cost and Expenses	(24,597,059)	(52,954,288)
Total Cash Flow from Operating Activities	4,176,969	12,694,212
CASH FLOW FROM INVESTING ACTIVITIES :		
Acquisition of Fixed Assets	(4,862,753)	(12,295,381)
Vehicle Sales	600,000	-
Share Investment	-	(21,671)
Total Cash Flow from Investing Activities	(4,262,753)	(12,317,052)
CASH FLOW FROM FINANCING ACTIVITIES :		
Dividend Received	3,000	-
Dividend Paid	-	(4,092,879)
Earnest Money Refund	18,000	-
Advance & deposit Refund	(1,861,884)	198,687
Total Cash Flow from Financing Activities	(1,840,884)	(3,894,192)
Net Cash Inflow/ (Outflows) for the year (A+B+C)	(1,926,668)	(3,517,032)
Opening Cash and Bank Balance	4,106,764	7,623,796
Closing Cash and Bank Balance Total Tk.	2,180,096	4,106,764

STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

FOR THE PERIOD ENDED 30TH JUNE 2010

PARTICULARS	At 30th June, 2010	At 31st Dec, 2009
Share Capital	81,857,575	81,857,575
General Reserve	2,000,000	2,000,000
Capital Reserve	52,826,203	52,826,203
Dividend Equalization Fund	1,000,000	1,000,000
Inflation & Currency Fluctuation Fund	1,000,000	1,000,000
Retained Earnings	20,564,741	16,529,505
Shareholders Equity at 30th June 2010	159,248,519	155,213,283

PROFIT AND LOSS ACCOUNT (UNAUDITED)

FOR THE 2ND QUARTER ENDED 30TH JUNE, 2010

PARTICULARS	January-June		April-June (2nd quarter)	
	2010	2009	2010	2009
Operating Revenue	22,620,296	25,612,470	11,812,252	12,555,504
Operating Expenses	11,131,634	14,470,474	5,366,379	7,173,524
Gross Profit	11,488,662	11,141,996	6,445,873	5,381,980
Other Income	8,391,885	8,527,582	3,600,549	4,567,568
	19,880,547	19,669,578	10,046,422	9,949,548
Other Expenses	15,697,741	15,604,520	7,986,189	7,781,530
Administrative Expenses	15,545,939	15,452,718	7,910,288	7,705,629
Amortization of Share Issue Expenses	151,802	151,802	75,901	75,901
Net Profit before Tax	4,182,806	4,065,058	2,060,233	2,168,018
Provision for Income Tax	147,570	-	147,570	-
Net Profit after Tax	4,035,236	4,065,058	1,912,663	2,168,018
Profit / (Loss) Brought Forward	16,529,505	6,864,765	18,652,078	8,761,805
Balance Transferred to Balance Sheet	20,564,741	10,929,823	20,564,741	10,929,823
Earning Per Share (per value Tk. 10/-)	0.49	0.50	0.23	0.27

Sd/-
Managing Director

Sd/-
Company Secretary