

GLOBAL INSURANCE LIMITED
Statement of Financial Position (Un-Audited)
As at ended 31st March , 2022

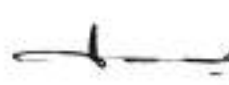
| Capital & Liabilities | Notes | Amount in Taka | |
|---|-------|-----------------------------|-----------------------------|
| | | As at 31 March 2022 | As at 31 December 2021 |
| Share Capital | | | |
| Authorised Capital 100,000,000 ordinary shares of Tk.10 each | | <u>1,000,000,000</u> | <u>1,000,000,000</u> |
| Issued, Subscribed & Paid up Capital 4,05,51,763 Ordinary Shares of Tk.10 each | 3.00 | 405,517,630 | 405,517,630 |
| Reserve or Contingency Account: | | 152,331,245 | 136,706,727 |
| Reserve for Exceptional Losses | 4.00 | 83,635,412 | 77,635,412 |
| General Reserve | | 4,000,000 | 4,000,000 |
| Retained Earnings | 5.00 | 64,695,833 | 55,071,315 |
| Balance of Fund and Account: | 6.00 | 286,445,388 | 256,982,102 |
| Fire Insurance Business | | 61,563,473 | 57,477,371 |
| Marine Cargo Insurance Business | | 179,998,762 | 156,287,160 |
| Marine Hull Insurance Business | | - | 1,718,688 |
| Motor Insurance Business | | 36,291,909 | 36,321,433 |
| Miscellaneous Insurance Business | | 8,591,244 | 5,177,450 |
| Premium Deposit | 7.00 | 150,882,442 | 126,760,512 |
| Loans & Overdraft | 8.00 | 2,668,100 | 3,057,570 |
| Deferred Tax Liability | 9.00 | 6,212,651 | 6,282,230 |
| Liabilities and Provisions: | | 271,879,058 | 264,704,430 |
| Estimated Liability in respect of outstanding claims, whether due or intimated | 10.00 | 88,006,464 | 65,937,660 |
| Amounts due to other Persons or Bodies carrying on Insurance Business | 11.00 | 68,015,297 | 81,492,920 |
| Sundry Creditors | 12.00 | 112,172,965 | 113,574,688 |
| Unpaid Dividend | | 3,684,332 | 3,699,162 |
| Total | | <u>1,275,936,513</u> | <u>1,200,011,200</u> |


Chief Financial Officer(cc)


Company Secretary


Chief Executive Officer


Director


Chairman

GLOBAL INSURANCE LIMITED
Statement of Financial Position (Un-Audited)
As at ended 31st March , 2022

| Property & Assets | Notes | Amount in Taka | |
|--|-------|----------------------|------------------------|
| | | As at 31 March 2022 | As at 31 December 2021 |
| Investments | 13.00 | 64,919,759 | 64,152,847 |
| Interest receivable | 14.00 | 12,154,007 | 8,800,584 |
| Amount due from other persons or Bodies Carrying on Insurance Business | 15.00 | 102,239,904 | 102,239,904 |
| Sundry Debtors | 16.00 | 307,185,544 | 287,132,950 |
| Cash and Bank Balances | 17.00 | 680,881,443 | 630,049,823 |
| Cash in Hand | | 1,007,109 | 730,821 |
| Balance with Banks | | 73,674,334 | 54,819,002 |
| FDR with Banks | | 606,200,000 | 574,500,000 |
| Other Accounts: | | 108,555,857 | 107,635,093 |
| Fixed Assets (At cost less depreciation) | 18.00 | 105,499,513 | 104,572,715 |
| Stock of Printing & Stationery | 19.00 | 1,213,299 | 1,158,007 |
| Stamp in Hand | 20.00 | 1,843,045 | 1,904,371 |
| Total | | 1,275,936,513 | 1,200,011,200 |
| Net Asset Value (NAV) Per Share | | 13.76 | 13.37 |


Chief Financial Officer(cc)


Company Secretary


Chief Executive Officer


Director


Chairman

GLOBAL INSURANCE LIMITED
Profit and Loss Appropriation Account (Un-Audited)
For the period ended 31st March , 2022

| Particulars | Notes | Amount in Taka | |
|--|-------|-------------------|--------------------|
| | | Jan - Mar, 2022 | Jan - Mar, 2021 |
| Provision for Income Tax | 31.00 | 4,305,628 | 20,200,615 |
| Deferred Tax expenses | 9.00 | (69,579) | (100,531) |
| Reserve for Exceptional Loss | | 6,000,000 | 6,000,000 |
| Balance transferred to the Balance Sheet | | 64,695,833 | 85,252,633 |
| | | 74,931,883 | 111,352,716 |
| Balance brought forward from last year | 5.01 | 55,071,315 | 49,970,338 |
| Net profit for the year brought down | | 19,860,568 | 61,382,378 |
| Total | | 74,931,883 | 111,352,716 |


Chief Financial Officer(cc)


Company Secretary


Chief Executive Officer


Director


Chairman

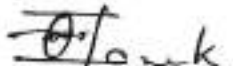
GLOBAL INSURANCE LIMITED

Statement of Profit or Loss & Other Comprehensive Income (Un-Audited) For the period ended 31st March, 2022

| Particulars | Notes | Amount in Taka | |
|---|--------------|-------------------|-------------------|
| | | Jan - Mar, 2022 | Jan - Mar, 2021 |
| Expenses of Management (Not applicable to any particular Fund or Account) | | 8,195,042 | 9,764,573 |
| Advertisement & Publicity | | 954,883 | 346,899 |
| Donation & Subscription | | 423,200 | - |
| Legal & Professional Fees | | 10,000 | 3,259,750 |
| Depreciation | | 2,542,114 | 2,352,009 |
| Interest on loan | | 94,910 | 638,757 |
| P.F. Contribution | | 901,778 | - |
| Fine & Charges | | 250,000 | - |
| Renewal & Registration Fees | | 650,067 | 530,859 |
| Directors Fee | 23.00 | 1,153,600 | 570,400 |
| Meeting, Conference & AGM expenses | | 1,214,490 | 1,459,399 |
| Adjustment of Share price with faire value | | - | 606,500 |
| Balance for the period carried to Profit & Loss App. A/C | | 19,860,568 | 61,382,378 |
| Total | | 28,055,610 | 71,146,951 |
| Interest & Other Income: | | 10,955,570 | 8,599,830 |
| Interest Income (Not applicable to any particular Fund or Account) | 24.00 | 9,606,425 | 8,599,830 |
| Dividend Income | | 25,000 | - |
| Gain on share sale | | 652,313 | - |
| Adjustment of Share price with faire value | | 671,832 | - |
| Profit transferred from : | | 17,100,040 | 62,547,122 |
| Fire Insurance Revenue Account | | (13,523,274) | 3,417,414 |
| Marine Insurance Revenue Account | | 32,408,095 | 49,857,225 |
| Motor Insurance Revenue Account | | (5,293,956) | 7,600,608 |
| Misc. Insurance Revenue Account | | 3,509,175 | 1,671,874 |
| Total | | 28,055,610 | 71,146,952 |
| Earning per Share | 25.00 | 0.39 | 1.02 |



Chief Financial Officer(cc)



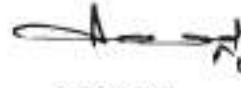
Company Secretary



Chief Executive Officer



Director



Chairman

GLOBAL INSURANCE LIMITED
Consolidated Revenue Account (Un-Audited)
For the period ended 31st March , 2022

| Particulars | Notes | Amount in Taka | |
|--|-------|--------------------|--------------------|
| | | Jan - Mar, 2022 | Jan - Mar, 2021 |
| Claims under policies less Re-insurances | | 42,842,813 | 1,005,513 |
| Paid during the year | | 19,592,720 | 5,300,110 |
| Add : Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated | | 88,006,464 | 50,725,841 |
| Less: Claims outstanding at the end of the previous year | | 64,756,371 | 55,020,438 |
| Expenses of Management | 22.00 | 112,653,129 | 83,639,584 |
| Agent Commission | | 40,936,544 | 28,420,462 |
| Profit transferred to profit & loss account | | 17,100,040 | 62,547,122 |
| Balance of fund account at the end of the year as shown in the balance sheet: | | | |
| Reserve for unexpired risks being 100% for Marine Hull & 40% for other net premium income of the year | | 286,445,388 | 210,906,150 |
| Total | | 499,977,914 | 386,518,830 |
| Balance of account at the beginning of the year | | 256,982,102 | 200,844,867 |
| Premium less Re-insurances | 21.00 | 234,272,028 | 175,529,043 |
| Commission on Re-insurances | | 8,723,784 | 10,144,920 |
| Total | | 499,977,914 | 386,518,830 |


Chief Financial Officer(cc)


Company Secretary


Chief Executive Officer

 
Director Chairman

GLOBAL INSURANCE LIMITED
Fire Insurance Revenue Account (Un-Audited)
For the period ended 31st March , 2022

| Particulars | Notes | Amount in Taka | |
|--|-------|--------------------|-------------------|
| | | Jan - Mar, 2022 | Jan - Mar, 2021 |
| Claims under policies less Re-insurances | | 22,948,081 | 2,925,236 |
| Paid during the year | | 6,827,448 | 1,918,931 |
| Add : Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated | | 36,036,935 | 23,714,118 |
| Less: Claims outstanding at the end of the previous year | | 19,916,302 | 22,707,813 |
| Agent Commission | | 10,298,791 | 9,062,546 |
| Expenses of Management | 22.00 | 26,655,368 | 24,119,405 |
| Profit transferred to profit & loss account | | (13,523,274) | 3,417,414 |
| Balance of fund account at the end of the year as shown in the balance sheet: | | | |
| Reserve for unexpired risks being 40% of net premium income of the year | | 61,563,473 | 42,643,256 |
| Total | | 107,942,439 | 82,167,857 |
| Balance of account at the beginning of the year | | 57,477,371 | 42,265,679 |
| Premium less Re- insurances | 21.00 | 46,138,612 | 33,964,004 |
| Commission on Re-insurances | | 4,326,456 | 5,938,174 |
| Total | | 107,942,439 | 82,167,857 |


Chief Financial Officer(cc)


Company Secretary


Chief Executive Officer


Director


Chairman

GLOBAL INSURANCE LIMITED
Marine Insurance Revenue Account (Un-Audited)
For the period ended 31st March , 2022


| Particulars | Notes | Amount in Taka | |
|--|-------|--------------------|--------------------|
| | | Jan - Mar, 2022 | Jan - Mar, 2021 |
| Claims under policies less Re-insurances | | 9,455,298 | (5,827,252) |
| Paid during the year | | 6,367,497 | 1,079,955 |
| Add : Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated | | 37,765,876 | 15,243,424 |
| Less: Claims outstanding at the end of the previous year | | 34,678,075 | 22,150,631 |
| Agent Commission | | 23,329,653 | 16,321,078 |
| Expenses of Management | 22.00 | 69,938,084 | 41,622,569 |
| Profit transferred to profit & loss account | | 32,408,095 | 49,857,225 |
| Balance of account at the end of the year as shown in the balance sheet: | | | |
| Reserve for unexpired risks being 40% of net premium income on marine cargo and 100% of net premium income on marine hull of the year: | | 179,998,762 | 121,903,034 |
| Marine Cargo | | 179,998,762 | 121,903,034 |
| Marine Hull | | - | - |
| Total | | 315,129,892 | 223,876,654 |
| Balance of account at the beginning of the year | | 158,005,848 | 116,760,206 |
| Premium less Re- insurances | 21.00 | 153,735,940 | 104,075,981 |
| Commission on Re-insurances | | 3,388,104 | 3,040,487 |
| Total | | 315,129,892 | 223,876,654 |


Chief Financial Officer(cc)


Company Secretary


Chief Executive Officer


Director


Chairman

GLOBAL INSURANCE LIMITED
Miscellaneous Insurance Revenue Account (Un-Audited)
For the period ended 31st March, 2022

| Particulars | Notes | Amount in Taka | | | |
|---|-------|-------------------|-------------------|-------------------|-------------------|
| | | Jan - Mar, 2022 | | Jan - Mar, 2021 | |
| | | <u>Motor</u> | <u>Misc</u> | <u>Total</u> | <u>Total</u> |
| Claims under policies less Re-insurances | | 14,079,319 | (3,639,885) | 10,439,434 | 3,907,529 |
| Paid during the year | | 6,397,775 | - | 6,397,775 | 2,301,224 |
| Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated | | 14,203,653 | - | 14,203,653 | 11,768,299 |
| Less: Claims outstanding at the end of the previous year | | 6,522,109 | 3,639,885 | 10,161,994 | 10,161,994 |
| Agent Commission | | 3,895,688 | 3,412,412 | 7,308,100 | 3,036,838 |
| Expenses of Management | 22.00 | 10,669,107 | 5,390,570 | 16,059,677 | 17,897,610 |
| Profit transferred to profit & loss account | | (5,293,956) | 3,509,175 | (1,784,781) | 9,272,482 |
| Balance of fund account at the end of the year as shown in the balance sheet: | | | | | |
| Reserve for unexpired risks being 40% of net premium income of the year | | 38,291,909 | 8,591,244 | 44,883,153 | 46,359,860 |
| Total | | 59,642,067 | 17,263,516 | 76,905,583 | 80,474,319 |
| Balance of account at the beginning of the year | | 36,321,433 | 5,177,450 | 41,498,883 | 41,818,982 |
| Premium less Re-insurances | 21.00 | 22,627,085 | 11,770,391 | 34,397,476 | 37,489,058 |
| Commission on Re-insurances | | 693,549 | 315,675 | 1,009,224 | 1,166,279 |
| Total | | 59,642,067 | 17,263,516 | 76,905,583 | 80,474,319 |


 Chief Financial Officer(cc)


 Company Secretary


 Chief Executive Officer


 Director


 Chairman

GLOBAL INSURANCE LIMITED
Statement of Cash Flows (Un-Audited)
For the period ended 31st March , 2022

| Particulars | Notes | Amount in Taka | |
|---|--------------|--------------------|---------------------|
| | | Jan - Mar, 2022 | Jan - Mar, 2021 |
| A) Cash flow from operating activities: | | | |
| Premium Collection & other Receipts | | 263,808,921 | 269,497,318 |
| Payments of Mgt. Exp., Commission, Re-Ins., Claim & Others | | (201,914,096) | (195,548,284) |
| Tax paid | | (7,000,000) | (4,859,827) |
| Net Cash flows from operating activities | | 54,894,824 | 69,089,207 |
| B) Cash flow from investing activities: | | | |
| Acquisition of fixed assets | | (3,468,912) | (1,734,692) |
| Disposal of fixed assets | | - | - |
| National Investment Bond | | - | - |
| Share Investment | | (95,081) | - |
| Net Cash flows from investing activities | | (3,563,993) | (1,734,692) |
| C) Cash flow from financing activities: | | | |
| Dividend Paid | | (14,830) | (15,639,231) |
| SOD loan | | - | (9,703,525) |
| Car Loan (IDLC) | | (389,470) | (342,569) |
| Interest on SOD Loan | | (94,910) | (638,757) |
| Net Cash flows from financing activities | | (499,210) | (26,324,082) |
| D) Net increase in Cash & Bank balances for the year : (A+B+C) | | 50,831,621 | 41,030,433 |
| E) Opening Cash and Bank balances | | 630,049,823 | 494,250,432 |
| F) Closing Cash and Bank balances : (D+E) | | 680,881,443 | 535,280,866 |
| NOCFPS | 27.00 | 1.35 | 1.70 |


 Chief Financial Officer(cc)


 Company Secretary



 Chief Executive Officer


 Director


 Chairman

Jan - Mar, 2021

Jan - Mar, 2022


Chairman

GLOBAL INSURANCE LIMITED
Notes to the Financial Statements
As at & for the period ended March 31, 2022

1. Introduction:

1.01 Legal Status:

The GLOBAL INSURANCE LIMITED was incorporated as a public company limited by shares in Bangladesh vide certificate on-C-40102(2070)/2000 dated April 23, 2000 under the Companies Act, 1994 and commenced its operation as per Insurance Act, 2010. The certificate of commencement of business was obtained from the Registrar of Joint Stock Companies, Bangladesh. The Company is listed with Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd. as a Publicly Traded Company.

1.02 Address of Registered Office and Principal Place of Business :

The registered office of the Company is situated in Bangladesh. Its principal business office is located at Al-Razi Complex (12th Floor), 166-167, Shahid Syed Nazrul Islam Sarani, Purana Paltan, Dhaka-1000, Bangladesh. The operation of the Company is being carried out through its 62 branches located different place in Bangladesh.

1.03 Principal Activities of the Company:

The Principal objects of the company is to carry out all kinds of insurance, guarantee and indemnity business other than life insurance business.

2. Significant Accounting Policies and Other Relevant Information:

2.01 The Company has adopted relevant International Financial Reporting Standards (IFRSs) with reference to disclosures of accounting policies and notes to the financial statements.

2.02 Basis of Accounting:

The Financial Position have been prepared on the basis of going-concern concept under historical cost convention in accordance with International Financial Reporting Standards (IFRSs).

2.03 Basis of Presentation:

The Financial Position has been prepared in accordance with the regulations as contained in part I of the First Schedule and as per Form 'A' as set forth in part II of that Schedule and the revenue account of each class of general insurance business has been prepared in accordance with the regulations as contained in part I of the Third Schedule and as per Form 'F' as set forth in part II of that Schedule of the Insurance Act, 2010. The Classified summary of the assets is prepared in accordance with Form 'AA' of part II of the First Schedule of the said Act.

2.04 Reporting Period :

The financial Statements of the company cover from 1st January 2022 to 31st March, 2022 and followed consistently.

2.05 Going Concern:

The financial statements of the entity have been prepared by the management considering the entity as a going concern and the entity is optimistic to continue its business operation for the foreseeable future.

2.06 Branch Accounting:

The Company has 62 branches without having any overseas branch up to the year end March 31, 2022. The financial statements of branches are maintained at the Head office level. Only petty cash books are maintained at the branch for meeting day to day expenses. During March, 2022 through the operation of 63 offices (including Head Office) the gross premium income earned by the Company was to Tk. 26,82,07,415.00 except Public Sector business after ceding for re-insurance premium, the net premium for the year amounted to Tk 23,42,72,028.00 and after charging direct expenses there from the net underwriting profit stood at Tk 1,71,00,040.00.

2.07 Statement of Cash Flows:

Statement of Cash Flows is prepared in accordance with IAS 7: "Statement of Cash Flows". The Statement of Cash Flows shows the structure of and changes in cash and cash equivalents during the financial year. Cash and Cash equivalents include notes and coins on hand, unrestricted balance held with the commercial banks. It is broken down into operating activities, investing activities and financing activities. The direct method is used to show the cashflows operating activities. According to IAS 7 "Statement of Cash Flows", Cash comprises cash in hand and cash equivalents are short term, highly liquid investment that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. Considering the provisions of IAS 7 and IAS 1, cash in hand, fixed deposits and bank balances have been considered as cash and cash equivalents.

2.08 Fixed Assets:

Fixed Assets are stated at cost less accumulated depreciation as per IAS-16: "Property, Plant & Equipment". The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use inclusive of inward freight, duties, interest and non refundable taxes.

2.09 Depreciation on Fixed Assets:

Depreciation on Fixed Assets are charged on diminishing balance method at rates varying from 2.5% to 30% depending on the estimated useful life of the Assets. Depreciation on additions to Fixed Assets are charged from the date of uses and depreciation is charged to the date of disposal of assets. Gain or loss arising on the disposal or the retirement of asset is determined as the difference between the sale proceeds and the carrying amount of the asset and recognised in the profit and loss account.

2.10 Impairment of Assets:

As required by IAS-36 "Impairment of Assets" the company carried out an impairment test at the end of reporting period to ascertain impairment loss relating to an asset to recognise and disclose the same in the financial statements. But no impairment loss has been arisen in such test to recognise in the financial statements.

2.11 Public Sector Business:

The Company's share of Public Sector business for the period from 1st July, 2021 to 31st March, 2022 have no received from Sadharan Bima Corporation and other insurance companies has been incorporated in the Company's account for the year ended 31st March, 2022. This system of accounting of public sector business is being followed consistently.

2.12 Statement of Changes in Equity:

The statement of changes in equity is prepared in accordance with IAS 1, "Presentation of Financial Statements".

2.13 Revenue Recognition:

The revenue is recognized after satisfying the relevant condition for revenue recognition as provided in IFRS 15: "Revenue from contracts with customers" in compliance with IFRS 4 "Insurance Contract". Detailed income wise policy for revenue recognition is given as under:

a) Premium Income:

The total amount of premium earned on various classes of insurance business underwritten during the year, the gross amount of premium earned against various policies, the amount of re-insurance premium due to Sadharan Bima Corporation, the amount of re-insurance commission earned and the amount of claims less re-insurance settled during the year have all been duly accounted for in the books of account of the company and while preparing the final statements of accounts, the effect of re-insurance accepted and re-insurance ceded as well as the effect of total estimated liabilities in respect of outstanding claims at the end of the year whether due or intimated have also been duly reflected in the accounts in order to arrive at the net underwriting profit for the year.

b) Interest on Statutory Investments:

Interest on statutory investment is amounted for on accrual basis.

c) Gain or Loss on sale of Shares and Debentures:

Gain or Loss on sale of shares and debentures and dividend income during the year have been shown in the Profit and Loss Account and the tax relief as well as the concession rate of tax as availed under the existing income tax law have been given effect in the financial statements.

2.14 Management Expenses:

Management expenses as charged to Revenue Accounts amount of Tk.112,653,129.00 is approximately 42 % of gross premium of Tk.268,207,415.00. The expenses have been apportioned 23.66% to Fire, 62.08 42% to Marine, 9.47% to Motor and 4.78% to Miscellaneous business as per management decision.

2.15 Risk Analysis:

Risk analysis for insurance business is difficult to estimate the uncertainty in taking and managing the risk by chronological identification of unascertained risk, mitigating approach of risk and continuing efforts to equate the risk at reasonable level.

(a) Insurance Product Risk:

In non-life insurance business, the product selection is one of the important factors for the company. Product with less uncertainty with lower cost can facilitate to secure more risk coverage. Accordingly, high risk is more relate to the capital strength and credit rating of the company. Necessary provision for un-expired risk @ 40% of net premium income on all business except marine Hull insurance for which provision have been made @ 100% on net premium income.

(b) Operational Risk:

This is in association of all departmental effort within the company to ensure the sufficient coverage for the uncertainty of particular policy selection. It varies in accordance with the nature of products offered to the insured. Guideline for selection of offered product and monitoring the same are effective when fencing the risk at the level of estimate.

(c) Strategic Market Risk:

This indicates to identify and quantify the inherent risk of the products for the insured in competitive market. Product with low risk should be encouraged to minimize risk.

(d) Underwriting Risk:

This is involved in loss events coverable under contract or agreement with the insured and the volume or size of the coverable loss. It relates to selection, pricing, monitoring and technical provision. However, risk with excessive volume is jointly share by two or more insurers. In such circumstances, non-life insurance business with different products has been carried out with approved guideline.

(e) Reinsurance Risk:

Reinsurance has an influence basing the capital strength and rating aspects. Treaty limit is outline by the amount of risk, which can be ceded to other re-insurance. It depends on the nature of risk to be taken by the company. As such, technical provision has been estimated by way of covering the reasonable and probable obligations with respect to claims for known or un-known uncertainty.

(f) Investment Risk:

This relates to market, credit and liquidity of the company and as such, investments consist of assets covering the technical provisions and shareholders' equity. Accordingly, investment plan has been designed in such manner to accommodate inherent risk.

(g) Liquidity Risk:

This indicates to pay the claim on demand and the company needs to liquidate or convert assets to meet the obligation as and when arise.

(h) Credit Risk:

The company follows IDRA instructions with respect to issuing of policies, that is, policies were not issued on credit.

(i) Default Risk:

This indicates default in paying off the claims on demand when third party involved in such approach. At the time, the company needs to have sufficient liquidity to pay off the claims on demand and to fulfil the contractual obligation.

(j) Legal and Regulatory Risk:

There is legal and regulatory obligation to follow and abide by the restricted rules and regulation in carrying out the business, which do not conform to the competitive market for procuring business. As such, non-compliance to rules and regulation may invite risk to the employment of the company.

2.16 Balance of Fund Account:

Before arriving at the surplus of each class of business necessary provision for un-expired risk have been created at the rate of 40% of all business except on Marine Hull business for which the provision was made @ 100% of the total net premium for the year 2021.

2.17 Provision for Income Tax:

Provision for Income Tax have been made as per Income Tax Ordinance 1984 and Financial Act-2021 on taxable income of the company.

2.18 Deferred Tax

The company has recognised deferred tax as per IAS-12 "Income Taxes". Accordingly, deferred tax liability/assets is accounted for all temporary differences arising between the tax base of the assets and liabilities and their carrying value for financial reporting purpose. Deferred tax is computed at the applicable tax rate on the company.

2.19 Reserve for Exceptional Loss:

As per para 6 of the 4th schedule, to meet the exceptional losses, company has to set aside maximum 10% (ten percent) of the premium income of the year in which it is set aside from the balance of the profit to the reserve for exceptional losses. The Company made such reserve around 3% of net premium income during the year under review.

2.20 General Reserve:

The Company creates a general reserve from the year 2007 for an amount of Tk. 4,000,000 on profit to avoid future contingency.

2.21 Employees Benefit:

The Company operates a contributory provident fund for its permanent employees from the year 2009 which is approved by the National Board of Revenue. The fund is administered by a board of trustees and funded by equal contribution from the company and the employees. The fund is invested separately from the company's assets.

2.22 Earning per Share (EPS):

The company has calculated earning per share (EPS) in accordance with IAS-33 as adopted by ICAB "Earning per Share" which has been shown on the face of Profit and Loss Account and the computation of EPS is stated in Note no. 25.

a) Basic Earnings:

This represents earnings for the year attributable to ordinary shareholders. As there was no preference dividend, minority interest or extra ordinary items, the net profit after tax for the year has been considered as fully attributable to the ordinary shareholders.

b) Basic Earnings per Share:

This has been calculated by dividing the basic earning by the weighted average number of ordinary shares outstanding during the year.

c) Diluted Earnings per Share:

This has been calculated by dividing the basic earning previous year by the weighted average number of ordinary shares outstanding during the year.

2.23 Outstanding Premium:

The outstanding premium appearing in the accounts represents only the amount which relates to the accounting period in the form of cash and cheques in hand and in line with the system followed by the company.

2.24 Use of Estimate:

Preparation of financial statements in conformity with International Accounting Standards (IASs) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities if any at the date of the financial statements; and revenues and expenses during the year report. Actual result could differ from those estimates. Estimates are used in accounting for certain items such as depreciation, outstanding claims, taxes, reserves etc.

2.25 Basis of Recognition of Income in Respect of Premium Deposits:

Amounts received against Cover notes, which have not been converted into policy are recognised as income before the Cover notes and are converted into policy on expiry of period not exceeding six months in accordance with the Controller of Insurance Circular.

2.26 Lease:

Initial application of IFRS-16 Leases came into effect on 1st January 2019. IFRS 16 introduces new or amended requirements with respect to lease accounting. It introduces significant changes to lessee accounting by removing the distinction between operating and finance lease and requiring the recognition of a right-of-use asset and a lease liability at commencement for all leases except for short-term leases and leases of low value assets.

In compliance with the standard, the management of the company has elected to use the recognition exemptions in the standard for short-term leases and leases of low value items. In such cases the lease are accounted for as short term leases and the lease payments associated with them are recognized as expenses for short term lease.

2.27 Investment in Shares:

Investment in shares is recognised at cost and subsequently measured at fair value and any change in the fair value is recognised in the profit and loss account for the period in which it arises as per IFRS-9 "Financial Instruments".

2.28 Components of the Financial Statements:

As per Insurance Act-2010 section 27 and following the IAS-1 "Presentation of Financial Statements" (as applicable), the company's complete set of financial statements includes the following components:

- a) Statement of Financial position as at March 31, 2022.
- b) Profit and Loss Appropriation Account for the year ended March 31, 2022.
- c) Statement of Profit or Loss & Other Comprehensive Income for the year ended March 31, 2022.
- d) Revenue Accounts for specific class of business for the year March 31, 2022.
- e) Statement of Cash Flows for the year ended March 31, 2022.
- f) Statement of Changes in Equity for the year ended March 31, 2022.
- g) Notes to the financial statements and significant accounting policies as at & for the year ended March 31, 2022.

2.29 General:

- a) Figures in the financial statements are presented in Bangladeshi Taka which is the companies functional and presentational currency.
- b) Figures have been rounded off to the nearest Taka.
- c) Previous year's figures have been rearranged whenever considered necessary to ensure comparability with the current year.

3.00 Share Capital

Authorised Capital:

100,000,000 Ordinary shares of Tk. 10 each

1,000,000,000 1,000,000,000

Issued, Subscribed and Paid-up Capital

4,05,517.63 Ordinary shares of Tk. 10/- each

405,517,630 405,517,630

The Category-wise share holding position as on 31 March, 2022 is as under:

| Category of Shareholders | No. of Shares | (%) of Holding | Amount in Taka |
|--|-------------------|----------------|--------------------|
| Sponsor (Group-A) | 620,743 | 1.53 | 6,207,430 |
| Sponsor Directors (Group-A) | 11,004,445 | 27.14 | 110,044,450 |
| General Public Shareholder Directors (Group-B) | 2,705,267 | 6.67 | 27,052,670 |
| Independent Director (Group-B) | 143,215 | 0.35 | 1,432,150 |
| Financial & Other Institutions (Group-B) | 3,754,246 | 9.26 | 37,542,460 |
| General Public (Group-B) | 22,323,847 | 55.05 | 223,238,470 |
| TOTAL | 40,551,763 | 100 | 405,517,630 |

Classification of Shareholders as per share holdings: Group-A

| S/N | Class Interval | No. of Shares | No. of Shareholders | Share Holdings (%) | (%) of Total Paid up Capital |
|--------------|--------------------|-------------------|---------------------|--------------------|------------------------------|
| 1 | 01-500 | | | 0.00 | 0.00% |
| 2 | 501-5,000 | | | 0.00 | 0.00% |
| 3 | 5,001-10,000 | 8,561 | 1 | 0.07 | 0.02% |
| 4 | 10,001-20,000 | | | 0.00 | 0.00% |
| 5 | 20,001-30,000 | | | 0.00 | 0.00% |
| 6 | 30,001-40,000 | | | 0.00 | 0.00% |
| 7 | 40,001-50,000 | | | 0.00 | 0.00% |
| 8 | 50,001-1,00,000 | | | 0.00 | 0.00% |
| 9 | 1,00,001-10,00,000 | 8,020,500 | 10 | 68.99 | 19.78% |
| 10 | 10,00,001-Over | 3,596,127 | 3 | 30.93 | 8.87% |
| Total | | 11,625,188 | 14 | 100.00 | 28.67% |

Classification of Shareholders as per share holdings: Group-B

| S/N | Class Interval | No. of Shares | No. of Shareholders | Share Holdings (%) | Total paid up capital (%) |
|--------------------|--------------------|-------------------|---------------------|--------------------|---------------------------|
| 1 | 01-500 | 402,446 | 2116 | 1.39 | 0.99% |
| 2 | 501-5,000 | 5,362,181 | 2692 | 18.54 | 13.22% |
| 3 | 5,001-10,000 | 3,344,997 | 441 | 11.56 | 8.25% |
| 4 | 10,001-20,000 | 3,832,053 | 265 | 13.25 | 9.45% |
| 5 | 20,001-30,000 | 1,965,029 | 80 | 6.79 | 4.85% |
| 6 | 30,001-40,000 | 1,456,216 | 41 | 5.03 | 3.59% |
| 7 | 40,001-50,000 | 1,296,569 | 28 | 4.48 | 3.20% |
| 8 | 50,001-1,00,000 | 2,563,632 | 36 | 8.86 | 6.32% |
| 9 | 1,00,001-10,00,000 | 7,622,078 | 36 | 26.35 | 18.80% |
| 10 | 10,00,001-Over | 1,081,374 | 1 | 3.74 | 2.67% |
| Total | | 28,926,575 | 5736 | 100.00 | 71.33% |
| Grand Total | | 40,551,763 | 5750 | | 100.00% |

Name wise shareholding position of sponsor directors and general public share holder directors:

| | | | |
|----|------------------------------|-------------------------------------|--------------|
| 1 | Mr. Sayeed Ahmed | Chairman | 1,351,721.00 |
| 2 | Mr. Shawket Reza | Vice Chairman | 811,816.00 |
| 3 | Mr. Mahabub Morshed Talukder | Sponsor Director | 812,821.00 |
| 4 | Mr. S.M. Sarowar Alam | Sponsor Director | 818,038.00 |
| 5 | Mr. Monoj Kumar Roy | Sponsor Director | 811,576.00 |
| 6 | Ar. Mubasshar Hussain | Sponsor Director | 811,031.00 |
| 7 | Mr. Md. Harunur Rashid | Sponsor Director | 903,856.00 |
| 8 | Mrs. Ishrat Jahan | Sponsor Director | 1,015,568.00 |
| 9 | Mr. Md. Monirul Islam | Sponsor Director | 1,228,838.00 |
| 10 | Mr. Tahsin Arman | Sponsor Director | 811,031.00 |
| 11 | Md. Abdul Khaleque | Sponsor Director | 811,676.00 |
| 12 | Mr. Md. Quamruzzaman | Sponsor Director | 816,473.00 |
| 13 | Mr. Sazzad Arefin Alam | General Public Shareholder Director | 1,081,374.00 |
| 14 | Mr. Syed Badrul Alam | General Public Shareholder Director | 811,438.00 |
| 15 | Mr. Abdul Muqadir | General Public Shareholder Director | 812,455.00 |

| | | Amount in Taka | |
|---|--------------|--------------------|--------------------|
| | | Jan.- Mar. 2022 | Dec.-2021 |
| 4.00 Reserve for Exceptional Losses: | | | |
| Opening Balance | | 77,635,412 | 57,635,412 |
| Add Reserve made during the year | | 6,000,000 | 20,000,000 |
| Total | | 83,635,412 | 77,635,412 |
| 5.00 Retained Earnings: | | | |
| Balance brought forward from last year | | 55,071,315 | 9,418,575 |
| Add: Net profit during the year after Tax | | 15,624,518 | 65,652,740 |
| | | 70,695,833 | 75,071,315 |
| Less: Reserve for exceptional losses | | 6,000,000 | 20,000,000 |
| Total | | 64,695,833 | 55,071,315 |
| 5.01 Balance Brought Forward from Last Year | | | |
| Net profit before dividend | | 55,071,315 | 49,970,338 |
| Less: Stock Dividend | | - | - |
| Less: Cash Dividend | | - | 40,551,763 |
| | | 55,071,315 | 9,418,575 |
| 6.00 Balance of Fund and Account: | | | |
| Fire Insurance Business | | 61,563,473 | 57,477,371 |
| Marine Cargo Insurance Business | | 179,998,762 | 156,287,160 |
| Marine Hull Insurance Business | | - | 1,718,688 |
| Motor Insurance business | | 36,291,909 | 36,321,433 |
| Miscellaneous Insurance Business | | 8,591,244 | 5,177,450 |
| Total | | 286,445,388 | 256,982,102 |
| 7.00 Premium Deposit: | Total | 150,882,442 | 126,760,512 |
| The amount represents the un-adjusted balance of premium as received against cover notes over the years for which policies have not been issued within March 31, 2022 | | | |
| 8.00 Loans & Overdraft: | | | |
| Car Loan | | 2,668,100 | 3,057,570 |
| Total | | 2,668,100 | 3,057,570 |

| Amount in Taka | |
|-----------------|-----------|
| Jan.- Mar. 2022 | Dec.-2021 |

9.00 Deferred Tax Liability:

| | | |
|-------------------------------------|-----------|-----------|
| Opening Balance | 6,282,230 | 6,234,413 |
| Add, Provision made during the year | (69,579) | 47,817 |
| | 6,212,651 | 6,282,230 |
| Less, Adjusted during the year | | - |
| Closing Balance | 6,212,651 | 6,282,230 |

Calculation of Deferred Tax :

| Particulars | Account Base Fixed Assets(WDV) | Tax Base Fixed Assets (WDV) | Difference | Applicable Rate | Deferred Tax | Deferred Tax |
|--------------|---------------------------------|-----------------------------|------------|-----------------|------------------|------------------|
| Fixed Assets | 105,499,513 | 88,932,444 | 16,567,069 | 37.50% | 6,212,651 | 6,282,230 |
| | | | | | | |
| Total | | | | | 6,212,651 | 6,282,230 |

10.00 Estimated Liability In Respect of Outstanding Claims Whether due or Intimated:

| | | |
|----------------|-------------------|-------------------|
| Fire | 36,036,935 | 19,916,302 |
| Marine (Cargo) | 37,765,876 | 34,878,075 |
| Motor | 14,203,653 | 11,343,283 |
| Miscellaneous | - | - |
| Total | 88,006,464 | 65,937,660 |

11.00 Amounts due to Other Persons or Bodies Carrying on Insurance Business:

| | | |
|--------------------------------------|-------------|-------------|
| Shadharon Bima Corporation | 68,015,297 | 81,492,920 |
| Opening Balance | 81,492,920 | 73,400,693 |
| Add, Ceded in this year | 25,211,603 | 122,998,180 |
| | 106,704,523 | 196,398,873 |
| Less, Paid in this year | 38,689,226 | 52,302,591 |
| Less, Adjustment with Claim Recoverd | - | - |
| Less, Adjustment with SBC(Note 15) | - | 53,295,717 |
| Less, Adjustment with SBC | | 9,307,645 |
| Closing Balance | 68,015,297 | 81,492,920 |

12.00 Sundry Creditors:

Office rent
Audit fee
Utility and Telephone Bills
VAT deducted at source
Salary income tax payable
Income tax deduction (Office rent)
Security deposit against office rent
Tax deduction at source Payable
GIL foundation
Share application money refundable
Salary & Allowance
Claim payable to party
Payable to Other party
Profit bonus
WPPF
Premium VAT payable
Company's Contribution(P.F)
Income tax payable . Note -30

| Amount in Taka | |
|--------------------|--------------------|
| Jan- Mar, 2022 | Dec.-2021 |
| - | - |
| 682,450 | 682,450 |
| - | 149,353 |
| 285,928 | 273,611 |
| 884,385 | 329,550 |
| 36,629 | 42,588 |
| - | - |
| 844,550 | 805,965 |
| 5,000 | 5,000 |
| - | - |
| 19,555,292 | 22,152,938 |
| 71,204,979 | 71,204,979 |
| 213,680 | 213,680 |
| 7,102,156 | 7,102,156 |
| 1,981,128 | 1,981,128 |
| 12,987,414 | 9,727,545 |
| 1,128,121 | 1,128,121 |
| (4,718,747) | (2,024,376) |
| 112,172,965 | 113,574,688 |

Total

13.00 Investment:

Statutory Deposits: Bangladesh Govt. Treasury Bond
Investment with Bangladesh Govt. Treasury Bond
Share of Listed Companies

| | | Amount in Taka | |
|--------------|-------------------|-------------------|-------------------|
| | | Jan.- Mar. 2022 | Dec.-2021 |
| | | Taka | Taka |
| Note 13.01 | 25,000,000 | 25,000,000 | 25,000,000 |
| Note 13.02 | 22,200,000 | 22,200,000 | 22,200,000 |
| Note 13.03 | 17,719,759 | 17,719,759 | 16,952,847 |
| Total | 64,919,759 | 64,919,759 | 64,152,847 |

13.01 Statutory Deposits: Bangladesh Govt. Treasury Bond:

| Durations | Issue date | Maturity date | BP ID | Rate (%) | Taka 2022 | Taka 2021 |
|--------------|------------|---------------|--------------|----------|-------------------|-------------------|
| 10 Years | 16.07.2014 | 16.07.2024 | BD0924031109 | 11.59 | 9,000,000 | 9,000,000 |
| 10 Years | 13.03.2013 | 13.03.2023 | BD0923341103 | 12.10 | 16,000,000 | 16,000,000 |
| Total | | | | | 25,000,000 | 25,000,000 |

The amount has been kept in Bangladesh Bank as statutory deposits as per requirement under section 23 of the Insurance Act, 2010 and the deposits are not permissible for encashment without prior permission of the IDRA. Accrued interest on such bond amount upto March 31, 2022 has been accounted for

| | | | | | | | |
|-------|----------|------------|------------|--------------|-------|------------|------------|
| 13.02 | 10 Years | 19.10.2021 | 19.10.2031 | BD0931561106 | 6.80% | 22,200,000 | 22,200,000 |
|-------|----------|------------|------------|--------------|-------|------------|------------|

Investment with BGTB has been created as per circular of IDRA, SRO No. 353-Act/2019

13.03 Share of Listed Companies:

| | |
|-------------------|-------------------|
| 17,719,759 | 16,952,847 |
|-------------------|-------------------|

As on 31.03.2022 the following shares were in the investment account of the company with the stock broker (Mercantile Bank Securities Ltd., Vantage Securities Ltd & ICB Securities Trading Co. Ltd). Details of which including cost price etc are shown follows:

| Name of the Company | No of Share | Cost Price per share | Total Cost | Total Market Price as on 31.03.2022 | Difference |
|--------------------------------|------------------|----------------------|-------------------|-------------------------------------|--------------------|
| Fareast life insurance Ltd. | 15,000 | 79.72 | 1,195,741 | 1,426,500 | 230,759 |
| Green Delta Mutual Fund | 400,000 | 10.00 | 4,000,000 | 3,080,000 | (920,000) |
| Pubali Bank Ltd. | 50,000 | 53.78 | 2,689,244 | 1,445,000 | (1,244,244) |
| S Alam Cold Rolled Steels Ltd. | 25,000 | 77.11 | 1,927,676 | 632,500 | (1,295,176) |
| Mercantile Bank Ltd. | 425,000 | 16.04 | 6,816,416 | 7,225,000 | 408,584 |
| Southeast Bank Bank Ltd | 78,210 | 16.38 | 1,281,453 | 1,118,403 | (163,050) |
| Jamuna Bank Ltd | 106,492 | 24.14 | 2,570,251 | 2,438,667 | (131,584) |
| Al Arafah Islami Bank Ltd | 12,600 | 26.27 | 328,319 | 333,750 | 5,431 |
| Exim Bank Ltd | 1,570 | - | - | 19,939 | 19,939 |
| Total | 1,113,772 | | 20,809,101 | 17,719,759 | (3,089,342) |

Fair market price (Tk 177.19,759/-) has been taken into consideration, which unrealised loss (Tk. 30,89,342/-) has been adjusted with earlier years reserve and current year sale volume. (Note-13.02.1)

13.02.1 Changes in fair value of of the shares:

Fair Value of Share(Market Value)
Cost of Shares
Provision for un-realised loss

| | |
|--------------------|--------------------|
| 17,719,759 | 16,952,847 |
| 20,809,101 | 20,714,020 |
| (3,089,342) | (3,761,174) |

Fair value reserve opening 1 January 2021
Less: Loss adjustment against Sale of Share

| | |
|-----------|-----------|
| 3,761,174 | 4,296,662 |
| - | - |

Less: Provision for un-realised loss
Unrealised Gain/Loss changes on fair value

| | |
|------------------|------------------|
| 3,761,174 | 4,296,662 |
| 3,089,342 | 3,761,174 |
| 671,832 | 535,488 |

14.00 Interest Receivable:

Opening Balance
Add: Interest Income

| | |
|-------------------|-------------------|
| 8,800,584 | 9,705,778 |
| 9,606,425 | 29,410,848 |
| 18,407,009 | 39,116,626 |

Less: Interest received
Closing Balance

| | |
|-------------------|------------------|
| 6,253,002 | 30,316,043 |
| 12,154,007 | 8,800,584 |

15.00 Amount due from other persons Or Bodies Carring on Insurance Business:

These represent the amount receivable from insurance companies on account of co-insurance premium and claim as at March 31, 2022

| | Amount in Taka | |
|--|--------------------|--------------------|
| | Jan.- Mar. 2022 | Dec.-2021 |
| | Taka | Taka |
| Opening Balance | 102,239,904 | 148,861,767 |
| Add. Receivable from SBC against PSB | | 9,307,845 |
| Add. Receivable from SBC against Claim | | 6,673,854 |
| | 102,239,904 | 164,843,266 |
| Less. Adjusted with SBC Account | | 53,285,717 |
| Less. Adjusted with SBC Account | | 9,307,845 |
| Closing Balance | 102,239,904 | 102,239,904 |

16.00 Sundry Debtors(Including Advance,Deposits,Prepayment and Others):

| | | |
|----------------------------------|--------------------|--------------------|
| Advance against office rent | 7,129,248 | 7,141,660 |
| Advance against other parties | 2,915,010 | 1,308,220 |
| Deposit clearing A/C | 99,933,506 | 72,753,245 |
| Advance against salary | 6,346,002 | 252,000 |
| Collection control A/C | 189,672,089 | 192,941,178 |
| Rent receivable | 1,175,240 | 1,175,240 |
| MBL & Vantage Securities Limited | 14,469 | 100,867 |
| IPO Share Application | - | 11,480,340 |
| Total | 307,185,544 | 287,132,950 |

The management considers the above receivable are good and collectible in due course

17.00 Cash & Bank Balances:

| | | |
|------------------------|--------------------|--------------------|
| Cash in hand: | 1,007,109 | 730,821 |
| Head office | 549,244 | 478,026 |
| Branch offices | 457,865 | 252,795 |
| Cash at bank: | 679,874,334 | 629,319,002 |
| STD Accounts | 55,890,046 | 42,930,502 |
| Current Accounts | 17,784,288 | 11,888,401 |
| Fixed Deposit Accounts | 606,200,000 | 574,500,000 |
| Total | 680,881,443 | 630,049,823 |

18.00 Fixed Assets(at WDV):

| | Amount in Taka | |
|---------------------|--------------------|--------------------|
| | Jan.- Mar. 2022 | Dec.-2021 |
| Office Space | 56,254,587 | 56,608,369 |
| Furniture & Fixture | 4,535,864 | 4,399,774 |
| Motor Vehicles | 30,833,626 | 29,721,694 |
| Office Decoration | 2,536,322 | 2,595,346 |
| Computer | 2,900,208 | 3,052,863 |
| Air Conditioner | 2,129,213 | 2,241,276 |
| Office Equipment | 3,758,851 | 3,858,455 |
| Software | 2,550,864 | 2,094,937 |
| Total | 105,499,513 | 104,572,715 |

18.01 Cost of Fixed Assets:

| | | |
|---|--------------------|--------------------|
| Opening Balance | 185,027,105 | 171,541,217 |
| Add: Addition during the year | 3,468,912 | 13,485,888 |
| Less Disposal | - | - |
| Total Cost | 188,496,017 | 185,027,105 |
| Less Accumulated Depreciation | | |
| Opening Balance | 80,454,390 | 68,935,377 |
| Add: Depreciation charge during the year | 2,542,114 | 10,519,014 |
| Less Adjustment of Disposal during the year | - | - |
| Total Accumulated Depreciation | 82,996,504 | 80,454,390 |
| Written Down Value | 105,499,513 | 104,572,715 |

Schedule of Fixed Assets has been given in Annexure-A.

19.00 Stock of Printing & Stationery:

| | | |
|--------------------------------|------------------|------------------|
| Opening Balance | 1,158,007 | 1,447,879 |
| Add: Purchases during the year | 10,458,083 | 11,436,848 |
| Less Used during the year | 10,402,791 | 11,725,720 |
| Closing Balance | 1,213,299 | 1,158,007 |

20.00 Stock of Insurance Stamp:

| | | |
|--------------------------------|------------------|------------------|
| Opening Balance | 1,904,371 | 1,269,857 |
| Add: Purchases during the year | 16,176,038 | 43,213,007 |
| Less Used during the year | 16,237,364 | 42,578,493 |
| Closing Balance | 1,843,045 | 1,904,371 |

21.00 Premium Income Less Reinsurance :

| Business | Gross Premium | | | Re-insurance ceded | Amount in Taka | |
|---------------|--------------------|----------|--------------------|--------------------|--------------------|--------------------|
| | Private | Public | Total | | Jan.- Mar. 2022 | Jan.- Mar. 2021 |
| Fire | 63,461,774 | - | 63,461,774 | 17,323,162 | 46,138,612 | 33,964,004 |
| Marine | 166,510,366 | - | 166,510,366 | 12,774,416 | 153,735,940 | 104,075,981 |
| Motor | 25,401,279 | - | 25,401,279 | 2,774,194 | 22,627,085 | 24,138,169 |
| Miscellaneous | 12,834,006 | - | 12,834,006 | 1,063,615 | 11,770,391 | 13,300,698 |
| Total | 268,207,415 | - | 268,207,415 | 33,935,387 | 234,273,028 | 175,528,043 |

22.00 EXPENSES OF MANAGEMENT

The expenses have been charged to Revenue Accounts on product basis of Gross Premium earned or direct business as under:

| Class Of Business | Rate of Mgt. Exp. | Amount in Taka | |
|-------------------------|-------------------|--------------------|-------------------|
| | | Jan.- Mar. 2022 | Jan.- Mar. 2021 |
| Fire Insurance | 23.68 | 26,655,368 | 24,119,405 |
| Marine Cargo Insurance | 62.08 | 69,938,084 | 41,622,569 |
| Motor Insurance | 9.47 | 10,669,107 | 8,310,599 |
| Miscellaneous Insurance | 4.78 | 5,390,570 | 9,587,011 |
| Total | 100% | 112,653,129 | 83,639,584 |

Global Insurance Limited
Notes to the financial statements
for the period ended 31 March, 2022

| Amount in Taka | |
|-----------------|-----------------|
| Jan.- Mar. 2022 | Jan.- Mar. 2021 |

23.00 Directors Fees:

| | |
|-----------|---------|
| 1,153,600 | 570,400 |
|-----------|---------|

During the year under review an amount of Tk.11,53,600.00/- was paid to the Directors of the company as Board and committee meeting attendance fee.

24.00 Interest Income:

| | | |
|---|------------------|------------------|
| Interest on Bangladesh Govt. Treasury Bond: | 1,489,550 | 1,778,955 |
| Interest on Fixed Deposit | 8,116,875 | 6,820,875 |
| Interest on Short Term deposit | - | - |
| Total | 9,606,425 | 8,599,830 |

25.00 Earning Per Share (EPS) :

The earning per share of the company is as follows:

| | | |
|---|-------------|-------------|
| Earning attributable to ordinary share holders (Profit after tax) | 15,624,518 | 41,282,295 |
| Weighted average number of ordinary shares outstanding | 40,551,763 | 40,551,763 |
| Earning Per Share (EPS) : | 0.39 | 1.02 |

26.00 Net Assets Value (NAV) Per Share :

Net Assets Value per share of the company is as follows:

| | | |
|--|--------------|--------------|
| Net Assets | 557,848,875 | 558,405,675 |
| Weighted average number of ordinary shares outstanding | 40,551,763 | 40,551,763 |
| Net Assets Value (NAV) Per Share : | 13.76 | 13.77 |

27.00 Net Operating Cash Flow Per Share (NOCFPS):

Net Operating Cash Flow per share of the company is as follows:

| | | |
|--|-------------|-------------|
| Cash Flows from Operating Activities | 54,894,824 | 69,089,207 |
| Weighted average number of ordinary shares outstanding | 40,551,763 | 40,551,763 |
| Net Operating Cash Flow Per Share (NOCFPS): | 1.35 | 1.70 |

28.00 Key management personnel compensation:

As per IAS-24 paragraph 17 "Related Party Disclosure" the company has not any key management personnel compensation for any of the the following categories:

- a) Post -employment benefits,
- b) Other long -term benefits,
- c) Termination benefits, and
- d) Share based payment.

29.00 Related Party Transactions:

As per International Accounting Standards: 24 Related Party Disclosures, parties are considered to be related if one of the party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The company has not any related party transaction during the periods covered by the financial statements.

| | | Amount in Taka | |
|---|-----------|--------------------|--------------------|
| | | Jan - Mar, 2022 | Dec. -2021 |
| 30.00 Income Tax Provision: | | | |
| Provision for income tax | Note-29.1 | 261,087,633 | 256,782,005 |
| Less: Income Tax Paid in advance | Note-29.2 | 265,806,380 | 258,806,380 |
| | | <u>(4,718,747)</u> | <u>(2,024,376)</u> |
| 30.10 Provision for income tax: | | | |
| Opening Balance | | 256,782,005 | 231,967,751 |
| Add: Provision made during the year | | 4,305,628 | 24,814,254 |
| | | <u>261,087,633</u> | <u>256,782,005</u> |
| Less: Adjustment on completion of assessment | | | |
| Closing Balance | | <u>261,087,633</u> | <u>256,782,005</u> |
| 30.1.1 Provision for income tax consists of the following: | | | |
| Income year-2005(AY:-2006-2007) | | 16,176,903 | 16,176,903 |
| Income year-2006(AY:-2007-2008) | | 6,200,363 | 6,200,363 |
| Income year-2007(AY:-2008-2009) | | 7,094,131 | 7,094,131 |
| Income year-2008(AY:-2009-2010) | | 9,661,284 | 9,661,284 |
| Income year-2009(AY:-2010-2011) | | 4,486,640 | 4,486,640 |
| Income year-2010(AY:-2011-2012) | | 4,937,744 | 4,937,744 |
| Income year-2011(AY:-2012-2013) | | 12,986,800 | 12,986,800 |
| Income year-2012(AY:-2013-2014) | | 18,837,088 | 18,837,088 |
| Income year-2013(AY:-2014-2015) | | 21,821,380 | 21,821,380 |
| Income year-2014(AY:-2015-2016) | | 22,901,711 | 22,901,711 |
| Income year-2015(AY:-2016-2017) | | 20,358,489 | 20,358,489 |
| Income year-2016(AY:-2017-2018) | | 11,795,662 | 11,795,662 |
| Income year-2017(AY:-2018-2019) | | 9,653,370 | 9,653,370 |
| Income year-2018(AY:-2019-2020) | | 11,744,891 | 11,744,891 |
| Income year-2019(AY:-2020-2021) | | 25,389,223 | 25,389,223 |
| Income year-2020(AY:-2021-2022) | | 27,922,072 | 27,922,072 |
| Income year-2021(AY:-2022-2023) | | 24,814,254 | 24,814,254 |
| Income year-2022(AY:-2023-2024) | | 4,305,628 | - |
| Total | | <u>261,087,633</u> | <u>256,782,005</u> |
| 30.20 Income tax paid in advance: | | | |
| Opening Balance | | 258,806,380 | 227,441,186 |
| Add: Tax paid during the year Note-29.2.1 | | 7,000,000 | 31,365,194 |
| | | <u>265,806,380</u> | <u>258,806,380</u> |
| Less: Adjustment on completion of assessment | | | |
| Closing Balance | | <u>265,806,380</u> | <u>258,806,380</u> |
| 30.2.1 Income Tax Paid in Advance: | | | |
| Direct Income Tax paid | | 7,000,000 | 27,784,369 |
| Tax deduct at source | | | |
| From FDR interest | | - | 2,663,872 |
| From dividend income | | | 164,821 |
| From Govt Treasury Bond Interest | | | 146,955 |
| From STD Interest | | | 54,300 |
| Vehicles | | | 568,877 |
| Total | | <u>7,000,000</u> | <u>31,365,194</u> |

Global Insurance Limited
Notes to the financial statements
for the period ended 31 March 2022

Amount in Taka

30.2.2 Income tax paid consists of the following:

| | <u>Jan. - Mar. 2022</u> | <u>Dec. -2021</u> |
|----------------------------------|-------------------------|--------------------|
| Income year-2005(AY -2006-2007) | 8,297,547 | 8,297,547 |
| Income year-2006(AY -2007-2008) | 6,185,042 | 6,185,042 |
| Income year-2007(AY -2008-2009) | 5,234,917 | 5,234,917 |
| Income year-2008(AY -2009-2010) | 7,500,813 | 7,500,813 |
| Income year-2009(AY -2010-2011) | 5,190,099 | 5,190,099 |
| Income year-2010(AY -2011-2012) | 6,122,069 | 6,122,069 |
| Income year-2011(AY -2012-2013) | 15,121,518 | 15,121,518 |
| Income year-2012(AY -2013-2014) | 19,654,852 | 19,654,852 |
| Income year-2013(AY -2014-2015) | 22,251,812 | 22,251,812 |
| Income year-2014(AY -2015-2016) | 23,249,371 | 23,249,371 |
| Income year-2015(AY -2016-2017) | 21,528,077 | 21,528,077 |
| Income year-2016(AY -2017-2018) | 13,248,165 | 13,248,165 |
| Income year-2017(AY -2018-2019) | 8,198,741 | 8,198,741 |
| Income year-2018(AY -2019-2020) | 11,744,891 | 11,744,891 |
| Income year-2019(AY -2020-2021) | 39,757,569 | 39,757,569 |
| Income year-2020(AY -2021-2022) | 27,922,072 | 27,922,072 |
| Income year-2021(AY -2022-2023) | 17,600,825 | 17,600,825 |
| Income year-2022(AY -2022-2023) | 7,000,000 | - |
| Total | 265,806,380 | 258,806,380 |

31.00 Taxable Income and Income Tax Liability:

| | | |
|---|--------------------|---------------------|
| Net income as per Profit & Loss Account | 19,860,568 | 90,514,811 |
| Less: Reserve for Exceptional Loss (Exempted from Tax as per 4th Schedule Clause# 6 (2) of ITO 1984) | 6,000,000 | 20,000,000 |
| Total | 13,860,568 | 70,514,811 |
| Add Depreciation on Account Base | 2,542,114 | 10,519,015 |
| Less Depreciation on Tax Base | (2,356,570) | (10,649,725) |
| Total Income | 14,046,112 | 70,384,101 |
| Less: | | |
| Other Income (Misc. Income) | - | - |
| Office Rent Income | - | - |
| Interest Income(FDR & STD) | 8,116,875 | 26,129,828 |
| Govt. Treasury Bond | 1,489,550 | 3,281,020 |
| Dividend Income | 25,000 | 849,103 |
| Capital Gain on sale of share | 652,313 | - |
| Unrealised Gain | 671,832 | 535,488 |
| Other Income (Misc. Income) | - | 668,068 |
| P.F Contribution forfeiture | - | 1,019,101 |
| Income/(loss) from Insurance Business | 3,090,542 | 37,901,493 |
| Computation of Income Tax: | | |
| 1) Tax on Business Income @ 37.5% | 1,158,953 | 14,213,060 |
| 2) Tax on Misc. Income @ 37.5% | - | - |
| 3) Tax on Office Rent Income @ 37.5% | - | - |
| 4) Tax on Interest Income @ 37.5% | 3,043,828 | 9,798,685 |
| 5) Tax on interest on Govt. Treasury Bond @0% | - | - |
| 5) Tax on Dividend Income @ 20% | 5,000 | 169,821 |
| 6) Tax on capital Gain @ 15% | 97,847 | - |
| 6) Unrealised Gain | - | - |
| 7) Other's Income | - | 250,526 |
| 8) P.F Contribution forfeited amount | - | 382,163 |
| Income Tax liability for the year | 4,305,628 | 24,814,254 |

32.00 Provision For WPPF:

| Particulars | <u>Jan.- Mar. 2022</u> | <u>Dec. -2021</u> |
|--|------------------------|-------------------|
| Opening Balance | 1,981,128 | 1,981,128 |
| Add: Provision made during the year | - | - |
| | 1,981,128 | 1,981,128 |
| Less: Payment & Adjustment during the year | - | - |
| Closing Balance | 1,981,128 | 1,981,128 |

Management of the Company decided not to provide against WPPF as per reference no. 53.03.0000.075.22.29.2021.30 dated June 02, 2021 of Insurance Development and regulatory authority.

33.00 Provision for profit bonus:

| | | |
|----------------------------|------------------|------------------|
| Opening Balance: | 7,102,156 | 11,250,000 |
| Add: Provision | - | 7,500,000 |
| | 7,102,156 | 18,750,000 |
| Less: payment & Adjustment | - | 11,647,844 |
| Closing Balance | 7,102,156 | 7,102,156 |

34.00 Cash flows from operating activities under indirect method:

| | | |
|--|-------------------|--------------------|
| Net profit before tax | 19,860,568 | 90,514,811 |
| Add: Adjustment for non-cash item | | |
| Depreciation | 2,542,114 | 10,519,014 |
| Interest Expenses | 94,910 | 1,699,612 |
| Changes In Fair Value of share | (671,832) | (535,488) |
| | 21,825,760 | 102,197,949 |
| Changes in Working capital: | | |
| Increase/(Decrease) of interest receivable | (3,363,423) | 905,195 |
| Increase/(Decrease) Amount due from other | - | 46,621,863 |
| Increase/(Decrease) of Sundry debtors | (20,052,594) | (12,268,680) |
| Increase/(Decrease) of Stationery | (55,292) | 289,872 |
| Increase/(Decrease) of Stamp in hand | 61,326 | (634,514) |
| Increase/(Decrease) of Balance of fund and accounts | 29,463,286 | 56,137,234 |
| Increase/(Decrease) of premium deposit | 24,121,930 | 104,016,459 |
| (Increase)/Decrease of Estimated liability in respect of outstanding claims, where due or intimation | 22,068,804 | 10,917,222 |
| (Increase)/Decrease amount due to other persons or bodies carrying on insurance business | (13,477,623) | 8,092,227 |
| (Increase)/Decrease of Sundry creditor and others | 1,292,648 | (9,365,299) |
| | 40,069,063 | 204,711,579 |
| Tax paid during the year | (7,000,000) | (31,365,194) |
| Total | 54,894,824 | 275,544,335 |

35.00 Contingent Liabilities:

Income Tax:

There were a total claim of Tk. 16,43,55,846/- from National Board of Revenue(NBR) against the income Tax assessment for the last 16 years years(2006-07 to 2021-2022) i.e upto income year 2020. However the company went for reference of the Honourable High Court, except 2016-2017, which is appellate tribunal. The case of 2018-2019, 2019-2020 & 2020-2021 is under appeal and the rest 1 year are under assessment with the Deputy Commissioner of Taxes(DCT).

GLOBAL INSURANCE LIMITED
Form -"AA"
Classified Summary of Assets
As on ended March 31, 2022

Amount in Taka

| Class of Assets | Book Value | Remarks |
|---|----------------------|---------------------------|
| Investment in Shares & BGTB | 64,919,759 | Realizable Value |
| Investment in Shares | - | Realizable Value |
| Amount due from other persons or bodies carrying on insurance | 102,239,904 | Realizable Value |
| FDR | 606,200,000 | Cash |
| CD & STD | 73,674,334 | Cash |
| Cash in Hand | 1,007,109 | Cash |
| Interest accrued but not due | 12,154,007 | Realizable Value |
| Sundry debtors, advance, deposits and prepayments | 307,185,544 | Realizable Value |
| Fixed Assets (At cost less depreciation) | 105,499,513 | At cost less Depreciation |
| Stamp in hand | 1,843,045 | Realizable Value |
| Stock of Printing and Stationery | 1,213,299 | at cost |
| Total | 1,275,936,513 | |


Chief Financial Officer(cc)


Company Secretary


Chief Executive Officer


Director


Chairman

Global Insurance Limited
SCHEDULE OF FIXED ASSETS
for the period ended 31st March 2022

Annexure-A

Amount in Taka

| Particulars | Cost | | | | Rate (%) | Depreciation | | | | Written Down Value as on 31.03.2022 |
|-------------------------------|--------------------------|--------------------------|----------------------------|--------------------------|----------|--------------------------|-------------------------|----------------------------|--------------------------|-------------------------------------|
| | Balance as on 01.01.2022 | Addition during the year | Adjustment during the year | Balance as on 31.03.2022 | | Balance as on 01.01.2022 | Charged during the year | Adjustment during the year | Balance as on 31.03.2022 | |
| Office Space | 69,923,220 | - | | 69,923,220 | 2.5 | 13,314,851 | 353,802 | | 13,668,653 | 56,254,567.04 |
| Furniture & Fixture | 8,776,349 | 246,084 | | 9,022,433 | 10 | 4,376,575 | 109,994 | | 4,486,569 | 4,535,863.65 |
| Motor Vehicles | 66,745,882 | 2,598,640 | | 69,344,522 | 20 | 37,024,188 | 1,486,708 | - | 38,510,896 | 30,833,625.97 |
| Office Decoration | 14,636,861 | 70,800 | | 14,707,661 | 20 | 12,041,515 | 129,824 | | 12,171,339 | 2,536,321.56 |
| Computer | 8,973,897 | | | 8,973,897 | 20 | 5,921,034 | 152,655 | | 6,073,689 | 2,900,207.86 |
| Air Conditioner | 4,709,925 | | | 4,709,925 | 20 | 2,468,649 | 112,064 | | 2,580,712 | 2,129,212.68 |
| Office Equipment | 8,939,641 | 45,088 | | 8,984,729 | 15 | 5,081,186 | 144,692 | | 5,225,878 | 3,758,850.94 |
| Software | 2,321,330 | 508,300 | | 2,829,630 | 10 | 226,393 | 52,373 | | 278,766 | 2,550,863.58 |
| | | | | | | | - | | | |
| Total as on 31.03.2022 | 185,027,105 | 3,468,912 | - | 188,496,017 | | 80,454,390 | 2,542,114 | - | 82,996,504 | 105,499,513 |
| Total as on 31.12.2021 | 171,541,217 | 13,485,888 | - | 185,027,105 | | 69,935,377 | 10,519,014 | - | 80,454,390 | 104,572,715 |