

# GLOBAL INSURANCE LIMITED

Al Razi Complex (12th floor),  
Shaheed Syed Nazrul Islam Sarani,  
166/167, Purana Paltan, Dhaka.

## Statement of Financial Position (Un Audited)

As at 30th June, 2023

Capital & Liabilities	Notes	Amount in Taka	
		As at 30th June, 2023	As at 31st Dec., 2022
<b>Share Capital</b>			
Authorised Share Capital	3.00	1,000,000,000	1,000,000,000
Issued, Subscribed & Paid up Capital	3.00	405,517,630	405,517,630
<b>Reserve or Contingency Account</b>		178,550,884	154,204,215
Reserve for Exceptional Losses	4.00	109,635,412	99,635,412
General Reserve		4,000,000	4,000,000
Retained Earnings	5.00	64,915,473	50,568,803
<b>Balance of Fund Account</b>	6.00	332,686,683	351,214,097
Fire Insurance Business		72,414,274	74,423,281
Marine Cargo Insurance Business		217,334,407	228,521,053
Marine Hull Insurance Business		714,362	577,682
Motor Insurance Business		33,675,183	40,025,676
Miscellaneous Insurance Business		8,548,457	7,666,406
Premium Deposit	7.00	151,060,332	162,963,093
Loans & Overdraft	8.00	520,137	1,421,197
Deferred Tax Liability	9.00	5,906,472	6,120,980
<b>Liabilities and Provisions</b>		268,916,614	261,285,367
Estimated Liability in respect of outstanding claims, whether due or intimated	10.00	103,824,693	96,166,889
Amounts due to other Persons or Bodies carrying on Insurance Business	11.00	53,438,373	44,962,656
Sundry Creditors (including provision for expenses & ta	12.00	106,293,792	114,780,440
Unclaimed Dividend	12.01	5,359,756	5,375,381
<b>Total</b>		<b>1,343,158,752</b>	<b>1,342,726,579</b>

  
Chief Financial Officer(c.c)

  
Company Secretary

  
Chief Executive Officer

  
Director

  
Chairman

Place: Dhaka

Dated : 26th July, 2023.

# GLOBAL INSURANCE LIMITED

Al Razi Complex (12th floor),  
Shaheed Syed Nazrul Islam Sarani,  
166/167, Purana Paltan, Dhaka.

## Statement of Financial Position (Un Audited)

As at 30th June, 2023

Property & Assets	Notes	Amount in Taka	
		As at 30th June, 2023	As at 31st Dec., 2022
<b>Investments:</b>	<b>13.00</b>	<b>87,891,094</b>	<b>87,455,060</b>
Bangladesh Govt. Trasury Bond		65,400,000	65,400,000
Share of Listed Companies		22,491,094	22,055,060
Interest Receivable	<b>14.00</b>	14,477,961	12,007,805
Amount due from other persons or Bodies			
Carrying on Insurance Business	<b>15.00</b>	102,174,786	102,174,786
Sundry Debtors (Including Advance, Deposits, Prepayment and Others)	<b>16.00</b>	304,323,527	322,208,956
<b>Cash and Bank Balances</b>	<b>17.00</b>	<b>729,389,318</b>	<b>710,041,586</b>
Cash in Hand		957,811	896,257
Balance with Banks		52,431,507	49,645,329
FDR with Banks		676,000,000	659,500,000
<b>Other Accounts</b>		<b>104,902,066</b>	<b>108,838,387</b>
Fixed Assets (At cost less depreciation)	<b>18.00</b>	101,882,874	106,046,077
Stock of Printing & Stationery	<b>19.00</b>	1,278,664	1,268,164
Stamp in Hand	<b>20.00</b>	1,740,528	1,524,145
<b>Total</b>		<b>1,343,158,752</b>	<b>1,342,726,579</b>
<b>Net Asset Value (NAV) Per Share</b>	<b>28.00</b>	<b>14.40</b>	<b>13.80</b>

  
Chief Financial Officer(c.c)

  
Company Seceretary

  
Chief Executive Officer

  
Director

  
Chairman

Place: Dhaka

Dated : 26th July, 2023.

# GLOBAL INSURANCE LIMITED

Al Razi Complex (12th floor),  
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166/167, Purana Paltan, Dhaka.

## Statement of Profit or Loss & Other Comprehensive Income (Un Audited)

For the period ended 30th June, 2023

Particulars	Notes	Amount in Taka	
		Jan.-June 2023	Jan.- June 2022
Expenses of Management (Not applicable to any particular Fund or Account)		15,804,606	19,650,548
Advertisement & Publicity		1,056,420	801,711
Donation & Subscription		1,755,000	523,200
Audit fees (including CG & P.F. Audit fee)		-	-
Legal & Professional Fees		209,455	10,000
Depreciation		5,300,015	5,444,377
Interest on loan		68,300	177,319
Group Insurance Premium		-	1,656,190
P.F.Contribution		2,516,966	2,300,775
Fine & Charges		2,205,000	3,792,539
Renewal & Registration Fees		962,185	1,026,766
Directors Fee	25.00	1,038,400	2,299,200
Meeting, Conference & AGM expenses		692,865	1,618,471
Provision for Incentive	35.00	-	-
Balance for the period carried to Profit or Loss App. A/C		32,687,387	47,794,597
<b>Total</b>		<b>48,491,993</b>	<b>67,445,145</b>
<b>Interest &amp; Other Income</b>		<b>21,580,413</b>	<b>19,831,931</b>
Interest Income (Not applicable to any particular Fund or	26.00	20,665,670	19,001,274
Dividend Income		657,325	556,250
Office Rent		93,696	-
Gain on sale of share		-	652,313
Misc. Income		25,000	-
P.F Contribution forfeited amount		-	-
Adjustment of Share price with faire value	13.03.1	138,722	(377,906)
<b>Profit transferred from</b>		<b>26,911,580</b>	<b>47,613,214</b>
Fire Insurance Revenue Account		(15,608,472)	(8,644,567)
Marine Insurance Revenue Account		56,771,571	66,311,183
Marine Hull Insurance Revenue Account		-	-
Motor Insurance Revenue Account		6,814,430	791,357
Misc. Insurance Revenue Account		(21,065,950)	(10,844,760)
<b>Total</b>		<b>48,491,993</b>	<b>67,445,145</b>
<b>Earning per Share</b>	27.00	<b>0.60</b>	<b>0.85</b>

Chief Financial Officer(c.c)

Company Seceretary

Chief Executive Officer

Director

Chairman

Place: Dhaka

Dated : 26th July, 2023.

# GLOBAL INSURANCE LIMITED

Al Razi Complex (12th floor),  
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166/167, Purana Paltan, Dhaka.

## Profit and Loss Appropriation Account (Un Audited)

For the period ended 30th June, 2023

Particulars	Notes	Amount in Taka	
		Jan.-June 2023	Jan.- June 2022
Provision for Income Tax	33.00	8,555,226	13,245,203
Deferred Tax Expenses	9.00	(214,508)	(4,731)
Reserve for Exceptional Loss		10,000,000	10,000,000
Balance transferred to the Balance Sheet		64,915,473	79,625,439
<b>Total</b>		<b>83,256,190</b>	<b>102,865,911</b>
Balance brought forward from last year	5.01	50,568,803	55,071,315
Net profit for the year brought down		32,687,387	47,794,597
<b>Total</b>		<b>83,256,190</b>	<b>102,865,911</b>

  
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Place: Dhaka

Dated : 26th July, 2023.



# GLOBAL INSURANCE LIMITED

Al Razi Complex (12th floor),  
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166/167, Purana Paltan, Dhaka.

## Consolidated Revenue Account (Un Audited)

For the period ended 30th June, 2023

Particulars	Notes	Amount in Taka	
		Jan.-June 2023	Jan.- June 2022
<b>Claims under policies less Re-insurances</b>		<b>33,495,450</b>	<b>33,531,877</b>
Paid during the year		25,837,646	15,469,646
Add : Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated		103,824,693	82,818,602
Less: Claims outstanding at the end of the previous year		96,166,889	64,756,371
Agent Commission	23.00	60,207,310	75,457,653
Expenses of Management	24.00	310,931,099	278,081,011
Profit/(Loss) transferred to profit or loss account		26,911,580	47,613,214
<b>Balance of fund account at the end of the year as shown in the balance sheet:</b>			
Reserve for unexpired risks being 100% for Marine Hull & 40% for other net premium income of the year		332,686,683	318,526,473
<b>Total</b>		<b>764,232,123</b>	<b>753,210,228</b>
 Balance of account at the beginning of the year		351,214,097	256,982,102
Premium less Re-insurances	21.00	392,699,087	475,088,556
Commission on Re-insurances	22.00	20,318,939	21,139,570
<b>Total</b>		<b>764,232,123</b>	<b>753,210,228</b>

  
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Place: Dhaka

Dated : 26th July, 2023.

# GLOBAL INSURANCE LIMITED

Al Razi Complex (12th floor),  
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166/167, Purana Paltan, Dhaka.

## Fire Insurance Revenue Account(Un Audited)

For the period ended 30th June, 2023

Particulars	Notes	Amount in Taka	
		Jan.-June 2023	Jan.- June 2022
Claims under policies less Re-insurances		19,352,511	18,791,517
Paid during the year		1,895,190	4,250,179
Add : Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated		34,023,374	34,457,640
Less: Claims outstanding at the end of the previous year		16,566,053	19,916,302
Agent Commission	23.00	18,806,467	18,083,369
Expenses of Management	24.00	75,462,661	60,060,770
(Profit)/Loss transferred to profit or loss account		(15,608,472)	(8,644,567)
<b>Balance of fund account at the end of the year as shown in the balance sheet:</b>			
Reserve for unexpired risks being 40% of net premium income of the year		72,414,274.23	61,439,460
<b>Total</b>		<b>170,427,441</b>	<b>149,730,549</b>
Balance of account at the beginning of the year		74,423,280	57,477,371
Premium less Re- insurances	21.00	88,006,585	81,751,936
Commission on Re-insurances	22.00	7,997,576	10,501,242
<b>Total</b>		<b>170,427,441</b>	<b>149,730,549</b>

  
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Place: Dhaka

Dated : 26th July, 2023.

# GLOBAL INSURANCE LIMITED

Al Razi Complex (12th floor),  
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## Marine Insurance Revenue Account(Un Audited)

For the period ended 30th June, 2023

Particulars	Notes	Amount in Taka	
		Jan.-June 2023	Jan.- June 2022
<b>Claims under policies less Re-insurances</b>		<b>6,600,221</b>	<b>3,221,016</b>
Paid during the year		18,738,270	5,437,206
Add : Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated		59,051,858	32,461,885
Less: Claims outstanding at the end of the previous year whether due or intimated		71,189,907	34,678,075
Agent Commission	23.00	34,655,401	45,003,040
Expenses of Management	24.00	179,371,903	168,998,686
Profit/(loss) transferred to profit or loss account		56,771,571	66,311,183
<b>Balance of fund account at the end of the year as shown in the balance sheet:</b>			
Reserve for unexpired risks being 40% of net premium income on marine cargo & 100% of net premium on marine hull :		218,048,769	210,753,302
Marine Cargo		217,334,407	210,753,302
Marine hull		714,362	-
<b>Total</b>		<b>495,447,865</b>	<b>494,287,227</b>
Balance of fund account at the beginning of the year		229,098,735	158,005,848
Premium less Re- insurances	21.00	258,748,503	329,375,944
Commission on Re-insurances	22.00	7,600,627	6,905,435
<b>Total</b>		<b>495,447,865</b>	<b>494,287,227</b>

  
Chief Financial Officer(cc)

  
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Place: Dhaka

Dated : 26th July, 2023.

# GLOBAL INSURANCE LIMITED

Al Razi Complex (12th floor),  
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## Motor Insurance Revenue Account(Un Audited)

For the period ended 30th June, 2023

Particulars	Notes	Amount in Taka	
		Jan.-June. 2023	Jan.- June 2022
Claims under policies less Re-insurances		7,517,012	15,158,919
Paid during the year		5,178,480	5,781,951
Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated		10,749,461	15,899,077
Less: Claims outstanding at the end of the previous year		8,410,929	6,522,109
Agent Commission	23.00	4,787,245	7,808,242
Expenses of Management	24.00	22,034,715	26,433,608
Profit/(Loss) transferred to profit or loss account		6,814,430	791,357
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		33,675,183	38,876,135
Total		<u>74,828,586</u>	<u>89,068,261</u>
Balance of account at the beginning of the year		40,025,676	36,321,433
Premium less Re-insurances	21.00	34,155,863	51,788,547
Commission on Re-insurances	22.00	647,047	958,281
Total		<u>74,828,586</u>	<u>89,068,261</u>

  
Chief Financial Officer(c.c)

  
Company Secretary

  
Chief Executive Officer

  
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Chairman

Place: Dhaka  
Dated : 26th July, 2023.



# GLOBAL INSURANCE LIMITED

Al Razi Complex (12th floor),  
Shaheed Syed Nazrul Islam Sarani,  
166/167, Purana Paltan, Dhaka.

## Miscellaneous Insurance Revenue Account(Un Audited)

For the period ended 30th June, 2023

Particulars	Notes	Amount in Taka	
		Jan.-June 2023	Jan.- June 2022
Claims under policies less Re-insurances		25,706	(3,639,575)
Paid during the year		25,706	310
Add: Total estimated liability in respect of outstanding claims at the		-	-
Less: Claims outstanding at the end of the previous year		-	3,639,885
Agent Commission	23.00	1,958,197	4,563,002
Expenses of Management	24.00	34,061,820	22,587,947
(Profit)/Loss transferred to profit or loss account		(21,065,950)	(10,844,760)
<b>Balance of fund account at the end of the year as shown in the balance sheet:</b>			
Reserve for unexpired risks being 40% of net premium income of the year		8,548,457	7,457,577
<b>Total</b>		<b>23,528,231</b>	<b>20,124,191</b>
Balance of account at the beginning of the year		7,666,406	5,177,450
Premium less Re-insurances	21.00	11,788,136	12,172,129
Commission on Re-insurances	22.00	4,073,689	2,774,612
<b>Total</b>		<b>23,528,231</b>	<b>20,124,191</b>

  
Chief Financial Officer(c.c)

  
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Chairman

Place: Dhaka

Dated : 26th July, 2023.

## GLOBAL INSURANCE LIMITED

Al Razi Complex (12th floor),  
Shaheed Syed Nazrul Islam Sarani,  
166/167, Purana Paltan, Dhaka.

### Statement of changes in Equity(Un Audited)

For the period ended 30th June, 2023

Particulars	Share Capital	Reserve for Exceptional	General Reserve	Retained Earnings	Total
Balance as on 01.01.2023	405,517,630	99,635,412	4,000,000	50,568,803	559,721,845
Stock Dividend for 2022	-	-	-	-	-
Cash Dividend for 2022	-	-	-	-	-
Net Profit after tax	-	-	-	24,346,669	24,346,669
Reserve for Exceptional Loss	-	10,000,000	-	(10,000,000)	-
Balance as on 30.06. 2023	405,517,630	109,635,412	4,000,000	64,915,473	584,068,514

### Statement of changes in Equity(Un Audited)

For the period ended 30th June, 2022

Particulars	Share Capital	Reserve for Exceptional	General Reserve	Retained Earnings	Total
Balance as on 01.01.2022	405,517,630	77,635,412	4,000,000	55,071,315	542,224,357
Stock Dividend for 2021	-	-	-	-	-
Cash Dividend for 2021	-	-	-	-	-
Net Profit after tax	-	-	-	34,554,124	34,554,124
Reserve for Exceptional Loss	-	10,000,000	-	(10,000,000)	-
Balance as on 30.06. 2022	405,517,630	87,635,412	4,000,000	79,625,439	576,778,481

  
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# GLOBAL INSURANCE LIMITED

Al Razi Complex (12th floor),  
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166/167, Purana Paltan, Dhaka.

## Statement of Cash Flows(Un Audited)

For the period ended 30th June, 2023

Particulars	Amount in Taka	
	Jan.-June 2023	Jan.- June 2022
<b>A) Cash flows from operating activities:</b>		
Premium Collection & Other Receipts	575,443,012	582,158,608
Payments of Mgt. Exp., Commission, Re-Ins., Claim & Others	(539,780,788)	(500,560,369)
Tax paid	(13,895,383)	(9,006,824)
<b>Net Cash flows from operating activities</b>	<b>21,766,841</b>	<b>72,591,414</b>
<b>B) Cash flows from investing activities:</b>		
Acquisition of fixed assets	(1,136,812)	(10,675,171)
Disposal of fixed assets	-	-
Share sale proceeds	-	-
Bangladesh Govt. Treasury Bond	-	-
Share Investment	(297,312)	(536,710)
<b>Net Cash flows from investing activities</b>	<b>(1,434,124)</b>	<b>(11,211,881)</b>
<b>C) Cash flows from financing activities:</b>		
Dividend Paid	(15,624)	(18,082)
SOD loan	-	-
Vehicle Loan	(901,060)	(791,741)
Margin Loan	-	-
Interest on Loan	(68,300)	-
<b>Net Cash flows from financing activities</b>	<b>(984,984)</b>	<b>(809,823)</b>
<b>D) Net increase in Cash &amp; Bank balances (A+B+C)</b>	<b>19,347,733</b>	<b>60,569,710</b>
<b>E) Opening Cash and Bank balances</b>	<b>710,041,586</b>	<b>630,049,823</b>
<b>F) Closing Cash and Bank balances (D+E)</b>	<b>729,389,318</b>	<b>690,619,532</b>
<b>Net Operating Cash Flows Per Share (NOCFPS)</b>	<b>0.54</b>	<b>1.79</b>

  
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# GLOBAL INSURANCE LIMITED

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166/167, Purana Paltan, Dhaka.

## Notes to the Financial Statements for the period ended 30th June, 2023.

### 1.00 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, Shaheed Syed Nazrul Islam Sarani, Purana Paltan, Dhaka-1000, Bangladesh. The operation of the Company is being carried out through its 63 branches located different places 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.

### 2.00 Significant Accounting Policies & 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 2023 to 30th June 2023 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 64 branches without having any overseas branch up to the period ended June 30, 2023. 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 June 2023 through the operation of 64 offices (Including Head Office) the gross premium income earned by the Company was to Tk.518,493,993 including Public Sector business of Tk.85,719,973 after ceding for re-insurance premium, the net premium for the year amounted to Tk 392,699,087 and after charging direct expenses there from the net underwriting profit stood at Tk.26,911,580.

## **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 Oct 2022 to June 2023 received from Sadharan Bima Corporation and other insurance companies has been incorporated in the Company's account for the year ended 30th June, 2023. 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 of policy-wise income 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 accounted 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.310,931,099 is approximately 59.97% of gross premium of Tk 518,493,993. The expenses have been apportioned 24.27% to Fire, 57.69% to Marine, 7.09% to Motor and 10.95% 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 fulfill 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 period ended June 30,2023

**2.17 Provision for Income Tax:**

Provision for Income Tax have been made as per Income Tax Ordinance 1984 and Financial Act-2022 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 2008 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. Gratuity benefits for the employees is under process of implementation.

#### **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. 27.

##### **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 Insurance Development & Regulatory Authority (IDRA) 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 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 Segment Reporting:**

A Business segment is a distinguishable component of the company that is engaged in providing services are subject to risks and returns that are different from those of other business segments. The company accounts for reporting of operation results using the class of business. The performance of segments is evaluated on the basis of underwriting results of each segments. The Company have five primary business segments for reporting purpose namely Fire, Marine Cargo, Motor and Miscellaneous

#### **2.29 Comparative Accounts:**

Certain comparative amounts have been re classified and re arranged to confirm with the current year's presentation.

#### **2.30 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 30th June, 2023.
- b) Profit or Loss Appropriation Account for the period ended 30th June, 2023.
- c) Statement of Profit or Loss & Other Comprehensive Income for the period ended 30th June, 2023.
- d) Revenue Accounts for specific class of business for the period ended 30th June, 2023.
- e) Statement of Cash Flows for the period ended 30th June, 2023.
- f) Statement of Changes in Equity for the period ended 30th June, 2023.
- g) Notes to the financial statements and significant accounting policies as at & for the period ended 30th June, 2023.

#### **2.31 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.

Notes	Amount in Taka	
	Jan.- June 2023	2022

### 3.00 Share Capital:

#### Authorised Share Capital

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

1,000,000,000      1,000,000,000

#### Issued, Subscribed and Paid-up Capital

40,551,763 Ordinary shares of Tk. 10/- each.

405,517,630      405,517,630

The Category-wise share holding position as on 30th June, 2023 is as under:

Category of Shareholders	No. of Shares	(%) of Holding	Amount in Taka
Sponsors (Group-A)	2,243,450	5.53	22,434,500
Sponsor Directors (Group-A)	9,381,738	23.14	93,817,380
General Public Shareholder Directors (Group-B)	2,705,267	6.67	27,052,670
Independent Director (Group-B)	142,113	0.35	1,421,130
Financial & Other Institutions (Group-B)	2,967,391	7.32	29,673,910
General Public (Group-B)	23,111,804	56.99	231,118,040
<b>Total</b>	<b>40,551,763</b>	<b>100</b>	<b>405,517,630</b>

#### 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%
<b>Total</b>		<b>11,625,188</b>	<b>14</b>	<b>100</b>	<b>28.67%</b>

#### 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	468,481	2386	1.62	1.16%
2	501-5,000	5,533,688	2926	19.13	13.65%
3	5,001-10,000	3,603,570	480	12.46	8.89%
4	10,001-20,000	4,432,383	299	15.32	10.93%
5	20,001-30,000	1,905,485	75	6.59	4.70%
6	30,001-40,000	1,720,413	49	5.95	4.24%
7	40,001-50,000	1,244,617	27	4.30	3.07%
8	50,001-1,00,000	3,070,310	43	10.61	7.57%
9	1,00,001-10,00,000	5,866,254	28	20.28	14.47%
10	10,00,001- Over	1,081,374	1	3.74	2.67%
<b>Total</b>		<b>28,926,575</b>	<b>6314</b>	<b>100</b>	<b>71.33%</b>
<b>Grand Total</b>		<b>40,551,763</b>	<b>6328</b>		<b>100%</b>



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

1	Mr. Sayeed Ahmed	Chairman	1,351,721
2	Mr. Shawket Reza	Vice Chairman	811,816
3	Mr. Mahabub Morshed Talukder	Sponsor Director	812,821
4	Mr. S.M. Sarowar Alam	Sponsor Director	818,038
5	Mr. Monoj Kumar Roy	Sponsor Director	811,576
6	Mr. Md. Harunur Rashid	Sponsor Director	903,856
7	Mrs. Ishrat Jahan	Sponsor Director	1,015,568
8	Mr. Md. Monirul Islam	Sponsor Director	1,228,838
9	Mr. Tahsin Aman	Sponsor Director	811,031
10	Md. Abdul Khaleque	Sponsor Director	811,676
11	Mr. Md. Quamruzzaman	Sponsor Director	816,473
12	Mr. Sazzad Arefin Alam	General Public Shareholder Director	1,081,374
13	Mr. Syed Badrul Alam	General Public Shareholder Director	811,438
14	Mr. Abdul Muqtadir	General Public Shareholder Director	812,455

Amount in Taka	
Jan.- June 2023	2022

**4.00 Reserve for Exceptional Losses:**

Opening Balance	99,635,412	77,635,412
Add Addition for the year	10,000,000	22,000,000
<b>Closing Balance</b>	<b>109,635,412</b>	<b>99,635,412</b>

**5.00 Retained Earnings:**

Balance brought forward from last year	50,568,803	6,409,200
Add: Net profit after Tax	24,346,669	66,159,603
	<b>74,915,472</b>	<b>72,568,803</b>
Less: Reserve for exceptional losses	10,000,000	22,000,000
<b>Total</b>	<b>64,915,473</b>	<b>50,568,803</b>

**5.01 Balance Brought Forward from Last Year:**

Net profit before dividend	50,568,803	55,071,315
Less: Cash Dividend @ 12%	-	48,662,116
<b>Total</b>	<b>50,568,803</b>	<b>6,409,200</b>

**6.00 Balance of Fund Account:**

Fire Insurance Business	72,414,274	74,423,281
Marine Cargo Insurance Business	217,334,407	228,521,053
Marine Hull Insurance Business	714,362	577,682
Motor Insurance business	33,675,183	40,025,676
Miscellaneous Insurance Business	8,548,457	7,666,406
<b>Total</b>	<b>332,686,683</b>	<b>351,214,097</b>

Amount in Taka	
Jan.-June 2023	2022

**7.00 Premium Deposit:**

<b>151,060,332</b>	<b>162,963,093</b>
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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 June 30, 2023.

**8.00 Loans & Overdraft:**

Car Loan

520,137	1,421,197
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**Total**

<b>520,137</b>	<b>1,421,197</b>
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**9.00 Deferred Tax Liability**

Opening Balance

6,120,980	6,282,230
-----------	-----------

Add: Provision made during the year

(214,508)	(161,249)
-----------	-----------

**5,906,472**      **6,120,980**

Less: Adjusted during the year

-      -

**Closing Balance**

<b>5,906,472</b>	<b>6,120,980</b>
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**Calculation of Deferred Tax :**

Particulars	Account Base Fixed Assets (WDV)	Tax Base Fixed Assets (WDV)	Difference	Applicable Rate	Deferred Tax	Deferred Tax
Fixed Assets	101,882,874	86,132,281	15,750,593	37.50%	5,906,472	6,120,980
<b>Total</b>					<b>5,906,472</b>	<b>6,120,980</b>

**10.00 Eastimated Liabilities in Respect of Outstanding Claims whether Due or Intimated:**

Fire Insurance

34,023,374	16,566,053
------------	------------

Marine Cargo Insurance

59,051,858	71,123,240
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Marine hull Insurance

-	66,667
---	--------

Motor Insurance

10,749,461	8,410,929
------------	-----------

Miscellaneous Insurance

-	-
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**Total**

<b>103,824,693</b>	<b>96,166,889</b>
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**11.00 Amounts due to other Persons or Bodies Carrying on Insurance Business:**

Shadharon Bima Corporation :

Opening Balance

44,962,656	81,492,920
------------	------------

Add: Ceded in this year

48,975,481	123,306,028
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Add: Adjustment with Premium

-	2,139,246.00
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**93,938,137**      **206,938,194**

Less: Paid in this year

27,899,896	78,593,230
------------	------------

Less: Adjustment with Claim Recoverd

2,537,719	68,081,909
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Less: Adjustment with SBC

-	-
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Less: Adjustment with SBC

**15.00**

10,062,149	15,300,399
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**Closing Balance**

<b>53,438,373</b>	<b>44,962,656</b>
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Amount in Taka	
Jan. -Jun, 2023	2022

**12.00 Sundry Creditors (including provision for Expenses & Taxes):**

Office rent		-	-
Audit fees		274,200	274,200
Utility and Telephone Bills		-	157,060
VAT deducted at source		-	399,173
Income tax on Salary (TDS)		751,800	378,050
Income tax deduction on Office rent		-	52,554
Security deposit against office rent		300,000	-
Tax deduction at source (others)		448,046	939,654
GIL foundation		5,000	5,000
Share application money refundable		-	-
Salary & Allowance		20,755,569	21,145,232
Claim payable to party		71,204,979	71,204,979
Other party		-	214,108
Incentive bonus	35.00	6,660,671	7,168,671
WPPF	34.00	1,981,128	1,981,128
VAT on Premium		6,794,293	7,806,300
P.F Contribution		788,278	1,384,347
Income Tax Provision	32.00	(3,670,172)	1,669,984
<b>Total</b>		<b>106,293,792</b>	<b>114,780,440</b>

**12.01 Unclaim Dividend:**

Opening Balance	5,375,381	3,699,162
Dividend 2021	-	48,662,116
	5,375,381	52,361,278
Dividend Paid	15,624	46,985,897
Closing Balance	<b>5,359,756</b>	<b>5,375,381</b>

Notes	Amount in Taka	
	Jan.- June 2023	2022

### 13.00 Investment:

Statutory Deposits: Bangladesh Govt. Treasury Bond	13.01	25,000,000	25,000,000
Investment with Bangladesh Govt. Treasury Bond	13.02	40,400,000	40,400,000
Share of Listed Companies	13.03	22,491,094	22,055,060
<b>Total</b>		<b>87,891,094</b>	<b>87,455,060</b>

### 13.01 Statutory Deposits: Bangladesh Govt. Treasury Bond:

Durations	Issue date	Maturity date	BP ID	Rate (%)	Taka	Taka
10 Years	16.07.2014	16.07.2024	BD0924031109	11.59	9,000,000	9,000,000
10 Years	15.03.2023	15.03.2033	BD0933351100	8.45	16,000,000	16,000,000
<b>Total</b>					<b>25,000,000</b>	<b>25,000,000</b>

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 June 30, 2023 has been accounted for.

### 13.02 Investment with Bangladesh Govt. Treasury Bond:

10 Years	19.10.2021	19.10.2031	BD0931561106	6.80%	22,200,000	22,200,000
10 Years	21.12.2022	21.12.2032	BD0932231105	8.33%	18,200,000	18,200,000
<b>Total</b>					<b>40,400,000</b>	<b>40,400,000</b>

Investment with BGTB has been created as per Circular of IDRA, S.R.O. No-353-Act/2019.

### 13.03 Share of Listed Companies:

<b>22,491,094</b>	<b>22,055,060</b>
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As on 30.06.2023, 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 are shown below:

Name of the Company	No of Share	Cost Price per share	Total Cost	Total Market Price as on 30.06.2023	Difference
Fareast Life Insurance Ltd.	15,000	79.72	1,195,741	1,143,000	(52,741)
Green Delta Mutual Fund	400,000	10.00	4,000,000	2,760,000	(1,240,000)
Pubali Bank Ltd.	50,000	53.78	2,689,244	1,340,000	(1,349,244)
S Alam Cold Rolled Steels Ltd.	25,000	77.11	1,927,676	832,500	(1,095,176)
Al Arafah Islami Bank Ltd	60,000	24.68	1,480,693	1,452,000	(28,693)
Jamuna Bank Ltd	182,075	21.47	3,909,922	3,805,368	(104,555)
Mercantile Bank Ltd	569,160	14.73	8,386,166	7,683,660	(702,506)
Mutual Trust Bank Ltd	55,000	16.31	897,238	896,500	(738)
Southeast Bank Bank Ltd	157,000	14.88	2,335,784	2,103,800	(231,984)
Trust Bank Ltd	14,446	34.76	502,123	457,938	(44,184)
Exim Bank Ltd.	1,570	-	-	16,328	16,328
<b>Total</b>	<b>1,529,251</b>		<b>27,324,586</b>	<b>22,491,094</b>	<b>(4,833,492)</b>

Fair market price Tk.2,24,91,094/- has been taken into consideration, which includes unrealised loss Tk. (48,33,492/-) has been adjusted with earlier years reserve. (Note-13.03.1)

**13.03.1 Changes In fair value of of the shares:**

Fair Value of Shares (Market Value)
Cost of Shares
Un-realised loss
Fair value reserve at (1st January, 2022)
Less: Loss adjustment against profit on sale of shares
Less: Un-realised loss
Balance of unrealised loss/gain

Amount in Taka	
Jan.- June 2023	2022
22,491,094	22,055,060
27,324,586	27,027,274
(4,833,492)	(4,972,214)
4,972,214	3,761,174
-	(834,008)
4,972,214	4,595,182
4,833,492	4,972,214
138,722	(377,032)

**14.00 Interest Receivable:**

Opening Balance
Add: Interest Income
Less: Interest received
Closing Balance

12,007,805	8,800,584
20,665,670	35,756,715
32,673,475	44,557,299
18,195,514	32,549,494
14,477,961	12,007,805

**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 30

Opening Balance
Add: Receivable from SBC against PSB
Add: Receivable from SBC against Claim
Less: Adjusted with Recovery
Less: Adjusted with SBC Account

102,174,786	102,239,904
10,062,149	15,300,399
-	-
112,236,935	117,540,303
-	65,118
10,062,149	15,300,399
102,174,786	102,174,786

Closing Balance

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

Advance against office rent
Advance against other parties
Deposit Clearing A/C
Advance against salary
Collection Control A/C
Rent receivable (Note 16.01)
MBL & Vantage Securities Limited
IPO Share Application
Total

7,587,683	7,208,484
1,029,500	1,029,500
107,416,576	90,661,460
5,973,689	3,053,685
181,506,443	218,778,744
722,936	1,175,240
86,701	301,843
-	-
304,323,527	322,208,956

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

**16.01 Rent Receivable**

Opening Balance
Rent during the year
Rent Receive
Closing Balance

1,175,240	1,175,240
93,696	-
(546,000)	-
722,936	1,175,240



Amount in Taka	
Jan.- June 2023	2022

#### 17.00 Cash & Bank Balances:

##### Cash in hand:

Head office

Branch offices

##### Cash at bank:

Short Term Deposit Accounts

Current Accounts

Fixed Deposit Accounts

**Total**

957,811	896,257
657,600	628,873
300,211	267,384
<b>728,431,507</b>	<b>709,145,329</b>
33,200,702	32,352,131
19,230,805	17,293,198
676,000,000	659,500,000
<b>729,389,318</b>	<b>710,041,586</b>

#### 18.00 Fixed Assets (at WDV):

Office Space	54,503,245	55,193,160
Furniture & Fixture	4,919,080	4,915,747
Motor Vehicles	28,230,225	31,367,727
Office Decoration	2,349,948	2,611,054
Computer	3,028,337	3,015,287
Air Conditioner	2,089,038	2,091,678
Office Equipment	4,526,781	4,497,509
Software	2,236,220	2,353,915
<b>Total</b>	<b>101,882,874</b>	<b>106,046,077</b>

#### 18.01 Cost of Fixed Assets:

Opening Balance

Add: Addition during the year

**Total Cost**

Less Accumulated Depreciation

Opening Balance

Add: Depreciation charged during the year

**Total Accumulated Depreciation**

**Written Down Value**

198,130,151	185,027,105
1,136,812	13,103,046
<b>199,266,963</b>	<b>198,130,151</b>
92,084,075	80,454,391
5,300,015	11,629,684
<b>97,384,090</b>	<b>92,084,075</b>
<b>101,882,874</b>	<b>106,046,077</b>

Schedule of Fixed Assets has been given in Annexure-A

#### 19.00 Stock of Printing & Stationery:

Opening Balance

Add: Purchases during the year

Less: Used during the year

**Closing Balance**

1,268,164	1,158,007
15,612,397	14,292,175
15,601,897	14,182,018
<b>1,278,664</b>	<b>1,268,164</b>

#### 20.00 Stock of Insurance Stamp:

Opening Balance

Add: Purchases during the year

Less: Used during the year

**Closing Balance**

1,524,145	1,904,371
8,186,749	41,291,244
7,970,366	41,671,470
<b>1,740,528</b>	<b>1,524,145</b>



**21.00 Premium Income Less Reinsurance:**

Amount in Taka	
Jan.- June 2023	Jan.- June 2022

Business	Gross Premium			Re-Insurance ceded	Net Premium	Net Premium
	Private	Public	Total			
Fire Insurance	114,849,393	10,988,571	125,837,964	37,831,379	88,006,585	81,751,936
Marine Cargo Insurance	268,827,419	30,284,681	299,112,100	40,363,597	258,748,503	329,375,944
Marine Hull Insurance	-	-	-	-	-	-
Motor Insurance	34,862,365	1,881,684	36,744,049	2,588,186	34,155,863	51,788,547
Misc. Insurance	14,234,843	42,565,037	56,799,880	45,011,744	11,788,136	12,172,129
<b>Total</b>	<b>432,774,020</b>	<b>85,719,973</b>	<b>518,493,993</b>	<b>125,794,906</b>	<b>392,699,087</b>	<b>475,088,556</b>

<b>Premium Income Jan to June, 2022</b>	<b>531,624,707</b>	<b>54,556,757</b>	<b>586,181,464</b>	<b>111,092,908</b>		
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**22.00 Commission on Re Insurance:**

Fire Insurance	7,997,576	10,501,242
Marine Cargo Insurance	7,600,627	6,905,435
Marine Hull Insurance	-	-
Motor Insurance	647,047	958,281
Misc. Insurance	4,073,689	2,774,612
<b>Total</b>	<b>20,318,939</b>	<b>21,139,570</b>

**23.00 Agent Commission:**

Fire Insurance	18,806,467	18,083,369
Marine Cargo Insurance	34,655,401	45,003,040
Marine Hull Insurance	-	-
Motor Insurance	4,787,245	7,808,242
Misc. Insurance	1,958,197	4,563,002
<b>Total</b>	<b>60,207,310</b>	<b>75,457,653</b>

**24.00 Management Expenses:**

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

Fire Insurance Business	24.27	75,462,661	60,060,770
Marine Cargo Insurance Business	57.69	179,371,903	168,998,686
Marine Hull Insurance Business	-	-	-
Motor Insurance Business	7.09	22,034,715	26,433,608
Miscellaneous Insurance Business	10.95	34,061,820	22,587,947
<b>Total</b>	<b>100%</b>	<b>310,931,099</b>	<b>278,081,011</b>

Sl	Head of Expenses	Amount	Amount
1	Salary & Allowances	236,646,535	211,359,539
2	Festival Bonus	22,487,988	25,675,106
3	Office rent, rates & taxes	6,921,654	6,630,571
4	Printing & Stationery	15,601,897	11,713,118
5	Car Allowances	3,474,800	3,768,684
6	Bank charges	748,449	484,350
7	Books, papers & periodicals	49,211	69,110
8	Brokerage commission	-	4,157
9	Car fuel & Lubricant	499,650	401,850
10	Car maintenance	1,133,306	1,158,075
11	Conveyance	1,722,032	1,852,516
12	Croceries	1,200	29,536
13	Electricity & WASA expenses	1,198,556	1,071,478
14	Entertainment	1,579,305	1,600,450
16	Insurance premium Car	310,029	1,109
17	Internet expenses	631,942	581,416
18	Office maintenance	2,081,650	2,955,313
19	New Year celebration	1,851,406	242,960
20	Postage, revenue stamps & telegram	699,313	730,259
21	Pre Inspection fees	409,748	293,750
22	Service Charges Co-Insurance	126,470	-
23	SBC expenses on PSB	6,468,793	4,117,976
24	Service charges-Office	405,898	414,148
25	Staff Tea & Refreashment	155,425	-
26	Telephone, Telex & Mobile phone expenses	1,434,693	1,730,494
27	Training fees	20,380	142,045
28	Traveling, TA & DA expenses	258,969	355,891
29	Trade Lience	-	-
30	Uniform expenses	-	237,210
31	Insurance Stamp expenses (Note 24.02)	4,011,800	459,900
	<b>Total</b>	<b>310,931,099</b>	<b>278,081,011</b>
24.02	<b>Break up of Insurance Stamp</b>		
1	Fire	3,964,200	
2	Marine		
3	Motor	46,250	-
4	Miscellaneous	1,350	-
	<b>Total</b>	<b>4,011,800</b>	<b>-</b>

Amount in Taka	
Jan.- June 2023	Jan.- June 2022

**25.00 Directors Fees:**

1,038,400	2,299,200
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During the year under review an amount of Tk.10,38,400/- was paid to the Directors of the company as Board and committee meeting attendance fees.

**26.00 Interest Income:**

Interest on Bangladesh Govt. Treasury Bond  
Interest on Fixed Deposit  
Interest on Short Term Deposit  
**Total**

2,031,797	2,213,605
18,466,667	16,552,083
167,206	235,586
<b>20,665,670</b>	<b>19,001,274</b>

**27.00 Earning Per Share (EPS) :**

The earning per share of the company is as follows:

Earning attributable to ordinary share holders (Profit after tax)  
Weighted average number of ordinary shares outstanding

24,346,669	34,554,124
40,551,763	40,551,763
<b>0.60</b>	<b>0.85</b>

**Earning Per Share (EPS) :**

**28.00 Net Assets Value (NAV) Per Share :**

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

Net Assets  
Weighted average number of ordinary shares outstanding

584,068,514	576,778,481
40,551,763	40,551,763
<b>14.40</b>	<b>14.22</b>

**Net Assets Value (NAV) Per Share :**

**29.00 Net Operating Cash Flows Per Share (NOCFPS):**

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

Cash Flows from Operating Activities  
Weighted average number of ordinary shares outstanding

21,766,841	72,591,414
40,551,763	40,551,763
<b>0.54</b>	<b>1.79</b>

**Net Operating Cash Flows Per Share (NOCFPS):**

**30.00 Key management personnel compensation:**

As per IAS-24 paragraph 17 "Related Party Disclosure" - the company has not undertaken 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.

**31.00 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 other party in making financial and operating decisions. The company has not incurred any related party transaction during the



Amount in Taka	
Jan.-June 2023	2022

### 32.00 Income Tax Provision:

Provision for income tax	32.01	291,893,860	283,338,634
Less: IncomeTax paid in advance	32.02	295,564,032	281,668,649
<b>Total</b>		<b>(3,670,172)</b>	<b>1,669,984</b>

### 32.01 Provision for Income Tax:

Opening Balance		283,338,634	256,782,005
Add: Provision made during the year	33.00	8,555,226	26,556,629
		<b>291,893,860</b>	<b>283,338,634</b>
Less: Adjustment on completion of assessment		-	-
<b>Closing Balance</b>	<b>32.01.01</b>	<b>291,893,860</b>	<b>283,338,634</b>

#### 32.01.01 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)	26,527,191	26,556,629
Income year-2023 (AY:-2024-2025)	8,555,226	-
<b>Total</b>	<b>291,864,422</b>	<b>283,338,634</b>

### 32.02 Income Tax paid in advance:

Opening Balance		281,668,649	258,806,380
Add: Tax paid during the year	32.02.1	13,895,383	22,862,269
		<b>295,564,032</b>	<b>281,668,649</b>
Less: Adjustment on completion of assessment		-	-
<b>Closing Balance</b>		<b>295,564,032</b>	<b>281,668,649</b>

Amount in Taka	
Jan.-June 2023	2022

### 32.02.01 Income Tax Paid in Advance:

Direct Income Tax paid	10,441,829	17,713,429
Tax deduct at source:		
From FDR interest	2,710,517	3,134,125
From dividend income	131,465	228,287
From Govt.Treasury Bond Interest	150,120	224,435
From Short Term Deposit Interest	37,348	99,493
On Vehicles	424,104	1,462,500
<b>Total</b>	<b>13,895,383</b>	<b>22,862,269</b>

### 32.02.02 Income Tax paid consists of the following:

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)	13,246,165	13,246,165
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)	24,814,254	24,814,254
Income year-2022 (AY:-2023-2024)	15,648,840	15,648,840
Income year-2023 (AY:-2024-2025)	13,895,383	-
<b>Total</b>	<b>295,564,032</b>	<b>281,668,649</b>

### 33.00 Taxable Income and Income Tax Liability

Net income as per Profit & Loss Account	32,687,387	92,554,983
Less: Reserve for Exceptional Loss	10,000,000	22,000,000
(Exempted from Tax as per 4th Schedule Clause # 6 (2) of ITO 1984)		
<b>Total</b>	<b>22,687,388</b>	<b>70,554,983</b>
Add: Depreciation on Account Base	5,300,015	11,629,684
Less: Depreciation on Tax Base	(4,727,994)	(11,199,685)
<b>Total Income</b>	<b>23,259,409</b>	<b>70,984,982</b>
<b>Less:</b>		
Interest (FDR & STD)	18,633,873	31,226,479
Interest on Govt. Treasury Bond	2,031,797	4,530,236
Dividend	657,325	1,166,435
Office Rent	93,696	-
Unrealised Gain	138,722	(377,032)
Others (Misc. Income)	25,000	48,441
P.F Contribution forfeited amount	-	-
<b>Total</b>	<b>21,580,413</b>	<b>36,594,559</b>
<b>Income/(loss) from Insurance Business</b>	<b>1,678,996</b>	<b>34,390,423</b>

<b>Computation of Income Tax:</b>		
1) Tax on Business Income @ 37.5%	629,624	12,896,409
2) Tax on FD Interest Income @ 37.5%	6,987,703	13,408,768
3) Tax on interest on Govt. Treasury Bond @37.5%	761,924	-
4) Tax on Dividend Income @ 20%	131,465	233,287
5) Office Rent @37.5%	35,136	-
6) Unrealised Gain/(Loss)	-	-
7) Other Income @ 37.5%	9,375	18,165
8) P.F Contribution forfeited amount @ 37.5%	-	-
<b>Income Tax liability for the year</b>	<b>8,555,226</b>	<b>26,556,629</b>

**34.00 Provision For WPPF**

Opening Balance	1,981,128	1,981,128
Add: Provision made during the year	-	-
	<b>1,981,128</b>	<b>1,981,128</b>
Less: Payment & Adjustment during the year	-	-
<b>Closing Balance</b>	<b>1,981,128</b>	<b>1,981,128</b>

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.

**35.00 Provision for Incentive:**

Opening Balance	7,168,671	7,102,156
Add: Provision for the year	-	7,500,000
	<b>7,168,671</b>	<b>14,602,156</b>
Less: Payment & Adjustments	508,000	7,433,485
<b>Closing Balance</b>	<b>6,660,671</b>	<b>7,168,671</b>

Incentive are paid to the employees as per approval of board of directors.

**36.00 Cash Flow from operating activities under indirect method:**

Net profit before tax	32,687,387	92,554,983
Adjustment for non-cash item:		
Depreciation	5,300,015	11,629,684
Interest Expenses	68,300	302,047
Changes In Fair Value of Shares	(138,722)	377,032
	<b>37,916,981</b>	<b>104,863,746</b>

**Changes in Working Capital:**

Increase/(Decrease) of Interest Receivable	(2,470,156)	(3,207,221)
Increase/(Decrease) Amount due from other	-	65,118
Increase/(Decrease) of Sundry Debtors	17,885,429	(35,076,006)
Increase/(Decrease) of Stationery	(10,500)	(110,157)
Increase/(Decrease) of Stamp in hand	(216,383)	380,226
Increase/(Decrease) of Balance of fund and accounts	(18,527,414)	94,231,996
Increase/(Decrease) of Premium Deposit	(11,902,761)	36,202,581
(Increase)/Decrease of Estimated liability in respect of outstanding claims, where due or intimation	7,657,804	30,229,229
(Increase)/Decrease amount due to other persons or bodies carrying on insurance business	8,475,717	(36,530,264)
(Increase)/Decrease of Sundry creditor and others	<b>(3,146,492)</b>	<b>(2,488,608)</b>
	<b>(2,254,756)</b>	<b>83,696,893</b>
Tax paid during the year	(13,895,383)	(22,862,269)
<b>Total</b>	<b>21,766,841</b>	<b>165,698,370</b>

**37.00 Contingent Liabilities:****Income Tax:**

There were a total claim of Tk. 196798076/= from National Board of Revenue (NBR) against the Income Tax assessment for the last 17 years years (2006-07 to 2022-2023) i.e. upto income year 2021. However the company went for reference of the Honourable High Court, except 2016-2017. The cases of 2018-2019, 2019-2020 & 2020-2021 are appeal to tribunal, the cases of 2021-2022 are under process to Appeal and the rest 1 year are under



# GLOBAL INSURANCE LIMITED

Al Razi Complex (12th floor),  
Shaheed Syed Nazrul Islam Sarani,  
166/167, Purana Paltan, Dhaka.

## Schedule of Fixed Assets

As at 30th June, 2023

Particulars	Cost				Rate (%)	Depreciation			Written Down Value as on 30.06.2023
	Balance as on 01.01.2023	Addition during the year	Adjustment during the year	Balance as on 30.6.2023		Balance as on 01.01.2023	Charged during the year	Adjustment during the year	Balance as on 30.06.2023
Office Space	69,923,220	-	-	69,923,220	2.5	14,730,060	689,914	-	54,503,245.28
Furniture & Fixture	9,774,516	249,120	-	10,023,636	10	4,858,770	245,787	-	4,919,079.93
Motor Vehicles	75,521,276	-	-	75,521,276	20	44,153,549	3,137,502	-	28,230,224.59
Office Decoration	15,241,329	-	-	15,241,329	20	12,630,275	261,105	-	2,349,948.41
Computer	9,590,835	314,579	-	9,905,414	20	6,575,548	301,529	-	3,028,337.22
Air Conditioner	5,021,158	206,528	-	5,227,686	20	2,929,480	209,168	-	2,089,038.20
Office Equipment	10,228,187	366,585	-	10,594,772	15	5,730,678	337,313	-	4,526,780.87
Software	2,829,630	-	-	2,829,630	10	475,715	117,696	-	2,236,219.55
<b>Total as on 30.06.2023</b>	<b>198,130,151</b>	<b>1,136,812</b>	<b>-</b>	<b>199,266,963</b>		<b>92,084,075</b>	<b>5,300,015</b>	<b>-</b>	<b>101,882,874</b>
<b>Total as on 31.12.2022</b>	<b>185,027,105</b>	<b>13,103,046</b>	<b>-</b>	<b>198,130,151</b>		<b>80,454,391</b>	<b>11,629,684</b>	<b>-</b>	<b>106,046,077</b>

# GLOBAL INSURANCE LIMITED

Al Razi Complex (12th floor),  
Shaheed Syed Nazrul Islam Sarani,  
166/167, Purana Paltan, Dhaka.

## Form "AA" Classified Summary of Assets As at 30th June, 2023


Class of Assets	Amount in Taka	Remarks
	Book Value	
Investment (In Share & Bangladesh Govt. Treasury Bond)	87,891,094	Realizable Value
Amount due from other persons or bodies carrying on insurance business	102,174,786	Realizable Value
Fixed Deposits Accounts	676,000,000	Cash
Current & Short Term Deposit Accounts	52,431,507	Cash
Cash in Hand	957,811	Cash
Interest accrued but not due	14,477,961	Realizable Value
Sundry debtors (Including advance, deposits, prepayments and others)	304,323,527	Realizable Value
Fixed Assets (At cost less depreciation)	101,882,874	At cost less Depreciation
Stamp in hand	1,740,528	At cost
Stock of Printing and Stationery	1,278,664	At cost
<b>Total</b>	<b>1,343,158,752</b>	

  
Chief Financial Officer(c.c)

  
Company Secretary

  
Chief Executive Officer

  
Director

  
Chairman

Place: Dhaka

Dated : 26th July, 2023.