

UN-AUDITED FINANCIAL STATEMENTS
Of
ISLAMI INSURANCE BANGLADESH LIMITED
For the third Quarter ended 30 September, 2020

ISLAMI INSURANCE BANGLADESH LIMITED

Un-audited Statement of Financial Position (Balance Sheet)

As at Third Quarter ended 30 September, 2020

PERTICULARS	Notes	Amount in Taka	
		30 September, 2020	31st December, 2019
A. FIXED ASSETS			
Fixed Assets (Less Depreciation)	3.01	46,791,765	46,629,863
Office space purchase in process	3.02	276,806,000	276,806,000
Long Term Investments	4.0	54,000,000	35,000,000
Total Fixed Assets		377,597,765	358,435,863
B. CURRENT ASSETS			
Stock of Stationery & Stamp	5.0	3,188,300	3,968,806
Sundry Debtors & Others Companies	6.0	204,710,211	190,946,893
Shares & Debentures (Market price Tk 2,759745)	7.0	2,075,375	2,075,375
Cash & Cash Equivalents Including FDR	8.0	683,119,891	564,119,294
Total Current Assets		893,093,777	761,110,368
C. CURRENT LIABILITIES			
Creditors & Accruals	9.0	391,638,589	317,840,612
Outstanding Claims	10.0	124,563,333	110,807,868
Total Current Liabilities		516,201,922	428,648,480
D. NET WORKING CAPITAL (B-C)			
		376,891,855	332,461,888
Net Assets (A+D)		754,489,620	690,897,751
FINANCED BY			
E. SHARE HOLDERS EQUITY			
Share Capital	11.0	356,408,790	356,408,790
Exceptional Loss Reserve	12.0	152,100,000	135,100,000
Retained Earnings	13.0	70,805,649	37,660,816
Total Share Holders Equity		579,314,439	529,169,606
F. BALANCE OF FUND & ACCOUNT			
Reserve for Unexpired Risk	14.0	159,319,831	156,194,507
Deposit Premium	15.0	15,855,350	5,533,638
Total Balance of Fund & Account		175,175,181	161,728,145
Total Long Term Liabilities & Equity (E+F)		754,489,620	690,897,751
Net Asset Value Per Share (NAVPS)	16.0	16.25	14.85


Company Secretary


Director


Chief Financial Officer


Chief Executive officer


Chairman

ISLAMI INSURANCE BANGLADESH LIMITED
Un-audited Statement of Profit or Loss & Other Comprehensive Income
For the Third Quarter ended 30 September, 2020

PERTICULARS	Notes	Amount in Taka			
		30 September, 2020	30 September, 2019	July to September, 2020	July to September, 2019
Gross Premium		430,857,448	356,402,544	154,405,171	123,999,087
R/I Premium		(142,732,977)	(103,919,082)	(59,892,001)	(32,290,545)
Net Premium		288,124,471	252,483,462	94,513,170	91,708,542
R/I Commission Earned		30,757,885	19,477,641	12,955,966	7,043,928
Management Expenses		(169,048,641)	(125,050,393)	(44,075,290)	(41,605,363)
Unexpired Risk Reserve		(3,125,324)	(13,102,379)	(2,237,595)	(6,378,760)
Agency Commission		(59,113,533)	(46,796,446)	(22,883,928)	(15,802,804)
Net Claim		(31,657,224)	(35,666,520)	(10,459,270)	(19,119,363)
		(232,186,837)	(201,138,097)	(66,700,117)	(75,862,362)
A. Underwriting Profit		55,937,634	51,345,365	27,813,053	15,846,180
B. Investment & Other Income		32,252,132	28,523,500	9,858,382	8,724,855
Total Income (A+B)		88,189,766	79,868,865	37,671,435	24,571,035
		(19,622,576)	(22,180,845)	(6,652,366)	(7,248,355)
Management Expenses (Not Applicable to any particular fund of Accounts)		(15,687,576)	(18,941,845)	(4,757,366)	(6,240,355)
Provision for WPPF		(3,935,000)	(3,239,000)	(1,895,000)	(1,008,000)
Net Profit before Tax		68,567,190	57,688,020	31,019,069	17,322,680
		(18,422,357)	(16,570,610)	(8,636,996)	(4,808,500)
Provision for Income tax	17.0	(18,474,845)	(16,570,610)	(8,632,150)	(4,808,500)
Deferred Tax (Expense)/Income	18.0	52,488	-	(4,846)	-
Profit after Tax		50,144,833	41,117,410	22,382,073	12,514,180
Balance brought forward from last year		37,660,816	2,845,697	37,660,816	2,845,697
Reserve for Exceptional Losses		(17,000,000)	(13,500,000)	(8,000,000)	(4,500,000)
Retained Earnings		70,805,649	30,463,107	52,042,889	10,859,877
Earning Per Share (EPS)	19.0	1.41	1.15	0.63	0.35



Company Secretary



Chief Financial Officer



Chief Executive officer



Director



Chairman

ISLAMI INSURANCE BANGLADESH LIMITED

Un-audited Statement of Change in Equity
For the third Quarter ended 30 September, 2020

PERTICULARS	Share Capital	Reserve for Exceptional Losses	Retained Profit	Total Taka
Balance as on 1st January, 2020	356,408,790	135,100,000	37,660,816	529,169,606
Profit after Tax			50,144,833	50,144,833
Reserve for Exceptional Losses		17,000,000	(17,000,000)	-
Balance as on 30 September, 2020	356,408,790	152,100,000	70,805,649	579,314,439

For the third Quarter ended 30 September, 2019

PERTICULARS	Share Capital	Reserve for	Retained Profit	Total Taka
Balance as on 1st January, 2019	356,408,790	110,100,000	38,486,576	504,995,366
10% Cash Dividend Paid - 2018			(35,640,879)	(35,640,879)
Profit after Tax			41,117,410	41,117,410
Reserve for Exceptional Losses		13,500,000	(13,500,000)	-
Balance as on 30 September, 2019	356,408,790	123,600,000	30,463,107	510,471,897



Company Secretary



Chief Financial Officer



Chief Executive officer



Director



Chairman

ISLAMI INSURANCE BANGLADESH LIMITED

Un-audited Statement of Cash Flows

For the Third Quarter ended 30 September, 2020

PERTICULARS	Notes	Amount in Taka	
		30 September, 2020	30 September, 2019
Cash flows from operating activities			
Collection from premium & Sundry Income		490,425,859	391,311,911
Payment for management expenses, Re-insurance & Claims		(330,869,872)	(304,479,105)
Income Tax Paid		(15,505,000)	(22,931,165)
Net cash flows from operating activities		144,050,987	63,901,641
Cash flows from investing activities			
Acquisition of fixed assets		(6,050,390)	(1,155,660)
Investment made in share & Treasury bond		(19,000,000)	-
Net cash used in investing activities		(25,050,390)	(1,155,660)
Cash flows from financing activities			
Increase /Decrease in loan from bank		-	-
Cash dividend paid		-	(35,640,879)
Total cash flows from financing activities		-	(35,640,879)
Net increase in cash & Cash equivalents during the year		119,000,597	27,105,102
Opening cash & Cash equivalents at beginning of the year		564,119,294	549,862,599
Closing cash & Cash equivalents at end of the year		683,119,891	576,967,701
Net Operating Cash Flows Per Share (NOCFPS)	20.0	4.04	1.79



Company Secretary



Director



Chief Financial Officer



Chief Executive officer



Chairman

ISLAMI INSURANCE BANGLADESH LIMITED

Notes to the Accounts for the Third Quarter ended 30 September, 2020

Some Important Notes to the Third Quarter Financial Statements for the period ended 30 September, 2020

1.0 Basis of preparation

The Third Quarter Financial Statements have been prepared in accordance with International Accounting Standards (IAS-1)

"Interim Financial Reporting" the Companies Act 1994, the Insurance Act 2010, Securities and Exchange Rules 1987 and other applicable laws and regulations.

2.0 Establishment of WPPF

We have kept a provision of Tk 3,935,000./- (Thirty nine lac thirty five thousand) only equivalent to 5.74% of Net profit before tax for this purpose. Variance of rating has been adjusted with last quarter, 2020

2.01 Accounting policy for recognition of depreciation on addition of fixed Asset

Depreciation on additional fixed Assets has been determined in acquisition basis as per paragraph 55 of IAS 16.

2.02 Investment in Shares & debentures

Investment in share at market price which is higher than cost price. Provision has been required.

2.03 Disclosures Regarding Calculation of Current Tax

Provision for current income tax has been made @ 37.5% as prescribed in Finance Act, 2020 on the taxable income of the third quarter - 2020.

2.04 Disclosure of key personnel compensation as per paragraph 17 IAS of 24 "Related Party Disclosures"

The key management personnel compensation of the company are as follows:-

a. Short Term Employee Benefits:- Salary & allowances (such as House rent, Conveyance, Medical, Entertainment & Other allowances) Festival Bonus, Incentive bonus/Workers Profit Participation

b. Post Employment Benefit :- Contributory Provident Fund, Gratuity Fund, Leave Encashment, Group Insurance (if death or Accident)

c. Other Long Term Benefit :- Not applied

d. Share Based Payment :- Not applied

3.01 Fixed Assets

At cost less depreciation (Schedule-A)

Particulars	Amount in Taka	
	30 September, 2020	31 December, 2019
Opening Cost	121,463,877	119,285,315
Add: Addition during the year	6,050,390	2,178,562
Less: Disposal during the year	-	-
A. Total	127,514,267	121,463,877
Opening Depreciation	74,834,015	66,223,530
Add: Depreciation Charge during the year	5,888,487	8,610,484
Less: Adjustment during the year-2019	-	-
B. Total	80,722,502	74,834,014
Closing Balance (A-B)	46,791,765	46,629,863

3.02 Office space purchase in process

Rupayan Taj (2nd Floor)
Head office in DR. 'S Tower

Amount in Taka	
30 September, 2020	31 December, 2019
76,862,000	76,862,000
199,944,000	199,944,000
276,806,000	276,806,000

4.0 Long Term Investments

Bangladesh Govt. Islami Investment Bond
Investment in Bangladesh Govt. Treasury Bond (BGTBS)
(Including Statutory Deposit)
Total

Amount in Taka	
30 September, 2020	31 December, 2019
1,000,000	9,000,000
53,000,000	26,000,000
54,000,000	35,000,000

5.0 Stock of Stationery & Insurance Stamp

Printing Stationery in hand
Insurance Stamp in hand

Amount in Taka	
30 September, 2020	31 December, 2019
1,197,639	1,195,595
1,990,661	2,773,211
3,188,300	3,968,806

6.0 Sundry Debtors & Others Companies

Interest/ Profit Accrued
Amount due from other persons or bodies carrying on insurance business
Sundry Debtors
Total

Amount in Taka	
30 September, 2020	31 December, 2019
20,491,810	17,230,262
154,058,288	144,117,006
30,160,113	29,599,625
204,710,211	190,946,893

7.0 Investment in Shares of Listed Securities

The break-up is as under

Name of Company	No of Share on 30.09.2020	Cost Price on 30.09.2020	Market Price on 30.09.2020
Exim Bank Ltd.	5800	58,580	64,380.00
Mercantile Bank Ltd.	5071	66,937	66,550.00
BIFC	70955	191,578	454,112.00
Squire Pharma	5242	995,980	1,069,368.00
ILFSL	127050	762,300	1,105,335.00
Total	214118	2,075,375	2,759,745

8.0 Cash & Bank Balances

Fixed Deposit with Banks
STD, SND, CD, PO, DD & Cheques in hand
Cash in hand
Total

Amount in Taka	
30 September, 2020	31 December, 2019
587,850,000	495,800,000
80,179,593	51,779,271
15,090,298	16,540,023
683,119,891	564,119,294

9.0 Creditors & Accruals

Amount due to other persons or bodies carrying on insurance business
Provision of Tax
Sundry Creditors
Total

Amount in Taka	
30 September, 2020	31 December, 2019
326,496,139	262,313,733
33,756,220	27,838,863
31,386,230	27,688,016
391,638,589	317,840,612

10.0 Outstanding Claims

Fire Insurance Claim
Marine Insurance Claim
Motor Insurance Claim
Total

Amount in Taka	
30 September, 2020	31 December, 2019
98,561,802	87,093,864
21,017,762	19,480,236
4,983,769	4,233,768
124,563,333	110,807,868

11.0 Share Capital

Issued, Subscribed, and Paid Up Share Capital:

35,640,879 Ordinary shares of Tk. 10.00 each.
Total

Amount in Taka	
30 September, 2020	31 December, 2019
356,408,790	356,408,790
356,408,790	356,408,790

12.0 Reserve for exceptional losses

Opening Balance
Add : Reserve made during the year
Total

Amount in Taka	
30 September, 2020	31 December, 2019
135,100,000	110,100,000
17,000,000	25,000,000
152,100,000	135,100,000

13.0 Retained Earnings

Opening Balance
Add : Profit during the year
Total
Less : Reserve for Exceptional Losses
Less: Dividend distributed from last year profit
Balance

Amount in Taka	
30 September, 2020	31 December, 2019
37,660,816	38,486,576
50,144,833	59,815,118
87,805,649	98,301,694
17,000,000	25,000,000
-	35,640,878
70,805,649	37,660,816

14.0 Reserve for Unexpired Risk

Fire Insurance Business Account
Marine Insurance Business Account
Motor Insurance Business Account
Miscellaneous Insurance Business Account
Total

Amount in Taka	
30 September, 2020	31 December, 2019
61,217,878	48,792,899
68,127,441	82,620,871
27,415,601	23,965,215
2,558,911	815,522
159,319,831	156,194,507

15.0 Premium Deposit

Received from M.Cargo Covernotes (Policies yet to be issued)
Total

Amount in Taka	
30 September, 2020	31 December, 2019
15,855,350	5,533,638
15,855,350	5,533,638

16.0 Intrinsic Value or Net Assets Value (NAV)

The offering price of the common stock of IIBL has been determined on the basis of net assets value. The break up is given below:

Particulars	Amount in Taka	
	30 September, 2020	31 December, 2019
Assets		
Fixed Assets (Less Depreciation)	46,791,765	46,629,863
Office space purchase in process	276,806,000	276,806,000
Long Term Investments	54,000,000	35,000,000
Stock of Stationery & Stamp	3,188,300	3,968,806
Sundry Debtors & Others Companies	204,710,211	190,946,893
Shares & Debentures (Market price Tk 2,759745)	2,075,375	2,075,375
Cash & Cash Equivalents Including FDR	683,119,891	564,119,294
Total	1,270,691,542	1,119,546,231
Liabilities		
Reserve for Unexpired Risk	159,319,831	156,194,507
Premium Deposit	15,855,350	5,533,638
Outstanding Claims	124,563,333	110,807,868
Creditors & Accruals	391,638,589	317,840,612
Total	691,377,103	590,376,625

Net Assets (A-B)	579,314,439	529,169,606
No. of Shares	35,640,879	35,640,879
Net Asset value per share (NAV)	16.25	14.85

17.0 Provision for Income tax

Calculation of Income Tax	Amount in Taka	
	30 September, 2020	30 September, 2019
Net Profit before Tax	68,567,190	57,688,294
Less: Reserve for Exceptional losses	17,000,000	13,500,000
Less: Interest on Treasury Bond (Tax Free)	1,598,666	-
Less: Rental Income	2,340,900	-
Business Income	47,627,624	44,188,294
Add: Rental Income from House Property	2,340,900	
Less: Repairing and Maintenance Cost 30%	702,270	
Total Income	49,266,254	44,188,294
Computation of Income Tax		
Income tax rate	37.5% of tk. 49,266,254	
Provision for Income Tax	18,474,845	16,570,610

18.0 Deferred Tax (IAS-12)

Company recognizes deferred tax as per IAS -12. Temporary differences arise in respect of depreciation. Company has calculated deferred tax as on 31.12.2019. Deferred tax has also been included in current quarterly accounts.

	Amount in Taka	
	30 September, 2020	July to September, 2020
Deferred Tax Liability		
Opening Balance	1,927,333	1,869,999
Less: Deferred Tax Income/(Expense)	52,488	(4,846)
Closing Balance	1,874,845	1,874,845
Deferred Tax Income/(Expenses)		
Opening Balance	1,927,333	1,869,999
Deferred Tax Liability	1,874,845	1,874,845
Deferred Tax Income/(Expenses)	52,488	(4,846)

19.0 Earning per Share

Earning per Share has been calculated on weighted average number of shares outstanding for the period ended 30 September, 2020. Weighted average number of shares outstanding as on 30 September, 2020 was 35,640,879 shares. So calculation of basic and diluted earning per share (EPS)

Particular	Amount in Taka	
	30 September, 2020	30 September, 2019
Net Profit after Tax	50,144,833	41,117,410
Number of weighted average ordinary share during the year	35,640,879	35,640,879
Earning per share (EPS)	1.41	1.15

20.01 Calculation of Net Operating Cash Flows Per Share (NOCFPS)

Particular	Amount in Taka	
	30 September, 2020	30 September, 2019
Net cash flows from operating activities	144,050,987	63,901,641
Number of weighted average ordinary share during the year	35,640,879	35,640,879
Earning per share (EPS)	4.04	1.79

20.02 Significant Deviation in Net Operating Cash Flow Per Share (NOCFPS)

The following table is indicating deviation in NOCFPS. Some heads of account in the 3rd quarter 2020 are more inflow than the 3rd quarter 2019. These are shown in the table.

Particular	Amount in Taka	
	30 September, 2020	30 September, 2019
A. Collections and Other Income		
Gross Premium Income	430,857,448	356,402,544
Commission on R/I Ceded	30,757,885	19,477,641
Profit / Interest on Bank	32,252,132	28,523,500
Sundry Debtors	(13,763,318)	(13,703,519)
Deposit Premium	10,321,712	611,745
	490,425,859	391,311,911
B. Payment for Management Expenses, Re-Insurance, Claim & Others		
Management Expenses as per Revenue Account's	(169,048,641)	(125,050,393)
Management Expenses P/L Account (Less Depreciation)	(9,799,088)	(12,534,075)
Commission Paid	(59,113,533)	(46,796,446)
R/I Ceded	(142,732,977)	(103,919,082)
Claim Paid	(17,901,759)	(16,532,179)
Stock of stamp & Printing	780,506	(190,913)
Sundry Creditors	66,945,620	543,983
	(330,869,872)	(304,479,105)
C. Income Tax Paid		
	(15,505,000)	(22,931,165)
Net Cash Flows from Operating Activities (A-B+C)	144,050,987	63,901,641

21.0 Disclosures on reconciliation between Net Profit & Net operating cash flows

Particulars	30 September, 2020	30 September, 2019
Profit before Tax	68,567,190	57,688,020
Depreciation	5,888,487	6,407,770
Changes in Current assets/liabilities		
Increase/Decrease of Sundry Creditors (Including provision for expenses)	73,797,978	(2,577,572)
Increase/Decrease of Sundry Debtors	(13,763,318)	(13,703,519)
Increase/Decrease of Printing & Stationery and Stamps in hand	780,506	(190,913)
Increase/Decrease of Balance of Funds & Accounts	3,125,324	13,102,379
Increase/Decrease of Premium Deposits	10,321,712	611,745
Increase/Decrease of Provision for Income Tax and Deferred Tax	(18,422,357)	(16,570,610)
Increase/Decrease of Estimated liabilities in respect of outstanding claims whether due or intimated	13,755,465	19,134,341
Net cash generated from operating activities	144,050,987	63,901,641

22.0 Related Party Transactions (IAS-24)

During the Period under review the Company has not carried out the transactions with related parties in the normal course of business and no arms length basis

23.0 Subsequent events (IAS-10)

No material events occurred after the reporting date, non-disclosure of which could affect the ability of the users of this financial statement to make proper evaluation and decision.

24.0 Other Relevant Information

i) The company did not incur any expenses nor did it earn any income in foreign currency on account of royalty, technical expert & professional advisory fees, interest etc.

ii) The company did not receive any premium in foreign currency nor re-insurance ceded in foreign countries. So there was no change in foreign currency exchange rates on cash and cash equivalents in the statement of cash flows prepared for the period ended on 30 September, 2020 as a separate line item with paragraph 28 of ISA 7.

Islami Insurance Bangladesh Limited

Schedule of Fixed Assets

As at 30 September, 2020

Annexure: A

Sl. No.	Particulars	Cost Price			Rate	Depreciation			Written Down Value as at 30.09.2020
		As at 01.01.2020	Addition during the	Adjustment		Total as at 30.09.2020	Charged during the	Adjustment	
1	Furniture & Fixture	13,503,022	23,500		10%	5,875,983	572,614		7,077,925
2	Office & Electrical Equipments	5,078,748	52,251		15%	3,415,745	189,327		1,525,927
3	Office Decoration	25,302,257	-		10%	14,255,645	828,496		10,218,116
4	Air-Cooler	2,877,313	-		15%	1,995,577	99,195		782,541
5	Motor & Other vehicles	63,563,114	5,468,400		20%	42,079,658	3,581,724		23,370,132
6	Computer & Software	7,950,863	467,700		20%	4,440,257	556,502		3,421,804
7	Telephone installation & Fax	2,674,442	31,099		15%	2,391,868	34,820		278,853
8	Crookeries & Cutleries	514,118	7,440		25%	379,282	25,809		116,467
	As at June 30, 2020	121,463,877	6,050,390	-		74,834,015	5,888,487	-	46,791,765

Sl. No.	Particulars	Cost Price			Rate	Depreciation			Written Down Value as at 30.09.2020
		As at 01.01.2020	Addition during the	Adjustment		Total as at 30.09.2020	Charged during the	Adjustment	
1	Furniture & Fixture	13,503,022	23,500		10%	6,476,748	528,733		6,521,041
2	Office & Electrical Equipments	5,078,748	52,251		10%	3,116,652	151,076		1,863,271
3	Office Decoration	25,302,257	-		10%	14,964,275	775,349		9,562,633
4	Air-Cooler	2,877,313	-		10%	1,879,453	74,839		923,020
5	Motor & Other vehicles	63,563,114	5,468,400		20%	45,134,076	3,584,616		20,312,823
6	Computer & Software	7,950,863	467,700		30%	5,814,164	585,990		2,018,409
7	Telephone installation & Fax	2,674,442	31,099		10%	2,308,149	29,804		367,588
8	Crookeries & Cutleries	514,118	7,440		10%	280,052	18,113		223,393
	As at June 30, 2020	121,463,877	6,050,390	-		79,973,569	5,748,520	-	41,792,178