

# Express Insurance Limited

## Statement of Financial Position (Un-Audited)

As at 31st March, 2022

Particulars		Jan to Mar'2022	Jan to Dec'2021
		Taka	Taka
<b>ASSETS :</b>			
Investment	12	203,885,441	206,280,137
Cash & Cash equivalent	13	1,176,374,034	1,088,705,668
Interest Accrued		17,600,905	18,631,682
Amount due from other persons or bodies carrying on insurance business		110,562,465	107,618,136
Sundry Debtors		357,980,650	350,584,766
Right use of Assets		21,063,873	21,063,873
Fixed Assets		180,202,946	182,895,208
Stock of Stationery		649,971	649,971
Insurance Stamps in hand		126,321	342,500
<b>TOTAL ASSETS</b>		<b>2,068,446,606</b>	<b>1,976,771,941</b>
<b>EQUITY &amp; LIABILITIES :</b>			
Share Capital	14	651,974,640	651,974,640
Reserve for Exceptional loss	15	324,312,870	309,454,629
Revaluation Surplus	16	75,832,231	76,213,297
General Reserve		7,500,000	7,500,000
Profit & Loss Appropriation A/C		97,102,473	69,188,690
<b>Total Equity</b>		<b>1,156,722,214</b>	<b>1,114,331,256</b>
<b>Balance of Funds</b>		<b>142,927,828</b>	<b>146,619,657</b>
<b>Current Liabilities :</b>			
Premium Deposit		112,898,563	104,888,536
Outstanding Claims		66,055,141	70,269,718
Amount due to other persons or bodies Carrying on insurance business		256,731,106	228,203,475
Sundry Creditors		42,913,784	38,388,783
Reserve for Worker's Profit Participation Fund (WPPF)		10,085,570	7,334,249
Unclaimed Dividend		511,122	-
Deferred Tax Liability	17	22,781,343	23,285,276
Provision for Income Tax	19	256,819,936	243,450,993
<b>Total Current Liabilities</b>		<b>768,796,565</b>	<b>715,821,030</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b>2,068,446,606</b>	<b>1,976,771,941</b>

Net Assets Value (NAV) Per Share

21

17.74

17.09

Chief Financial Officer

Company Secretary

Chief Executive Officer

Director

Chairman

Dhaka.

Dated: 15 June, 2022

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

Particulars	Note	1st Quartered Ended	
		Jan to Mar'2022	Jan to Mar'2021
		Taka	Taka
Interest, Dividend and Rents (not applicable to any particular fund or account):		23,644,491	9,820,317
Gain on sale of Share		223,389	17,902,792
Profit/(loss) transferred from Revenue Account		34,543,610	32,758,597
Un-realized Gain on Revaluation of Share	20	2,065,711	-
Other Income		2,777,152	-
<b>Total</b>		<b>63,254,353</b>	<b>60,481,706</b>
Expenses of management (not applicable to any particular fund or account):		<b>5,476,587</b>	<b>6,645,770</b>
Directors' fees		600,000	600,000
Audit fees		-	594,755
Donation & subscription		347,500	280,000
Legal & professional fees		13,750	136,392
Company Contribution to PF		321,159	447,927
Registration Fee		57,500	209,117
Group Insurance		-	-
Managers Conference & Picnic		-	356,500
Contribution Fees & Charges		780,724	1,357,974
Depreciation		3,189,382	2,537,914
UMP Data Charge-IDRA		76,247	52,816
Advertisement & Publicity		90,325	72,375
Unrealized Loss on Revaluation of Share		-	9,605,138
Balance for the period carried to Profit & Loss Appropriation Account		57,777,766	44,230,798
<b>Total</b>		<b>63,254,353</b>	<b>60,481,706</b>

**Statement of Appropriation Account (Un-Audited)**

For the period ended 31st March, 2022

Particulars	Note	1st Quartered Ended	
		Jan to Mar'2022	Jan to Mar'2021
		Taka	Taka
Balance of last Year		69,188,690	31,348,544
Add : Net profit during the period		57,777,766	44,230,798
Add : Reserve transfer (Revaluation Surplus)		448,314	457,463
Less : Reserve for Exceptional Losses		(14,858,241)	(10,000,000)
Less : WPPF		(2,751,322)	(2,106,228)
Less : Provision for Income Tax including Deferred Tax	18	(12,702,734)	(10,856,933)
<b>Balance Transfer to Financial Position</b>		<b>97,102,473</b>	<b>53,073,644</b>
<b>Earning Per Share (EPS)</b>	22	<b>0.65</b>	<b>0.48</b>

Chief Financial Officer

Company Secretary

Chief Executive Officer

Director

Chairman

Dhaka.

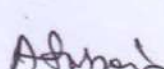
Dated: 15 June, 2022




**Express Insurance Limited**  
**Consolidated Insurance Revenue Account (Un-Audited)**

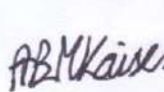
For the period ended 31st March, 2022

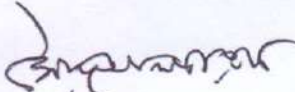
Particulars	Note	1st Quarter ended	
		Jan to Mar'2022	Jan to Mar'2021
		Taka	Taka
Balance of account at the beginning of the period :			
Reserve for unexpired risks		36,654,914	37,204,909
Premium less re-insurances		82,404,023	93,400,195
Commission on re-insurances ceded		14,173,523	29,898,717
		<u>133,232,460</u>	<u>160,503,821</u>
Claims under policies less re-insurances:			
Paid During the period		5,727,742	32,829,563
Total estimated liability in respect of outstanding claims at the end of the period whether due or intimated		66,055,141	24,545,105
		71,782,883	57,374,668
Less: Claims outstanding at the end of the previous period		70,269,718	37,271,776
		<u>1,513,165</u>	<u>20,102,892</u>
Agency Commission		18,379,173	23,666,107
Expenses of management		45,833,427	46,765,386
Balance of account at the end of the period as shown in the Statement of		32,963,085	37,210,839
Profit transferred to Profit & Loss Account		34,543,610	32,758,597
Total		<u>133,232,460</u>	<u>160,503,821</u>

  
Chief Financial Officer

  
Company Secretary

  
Chief Executive Officer

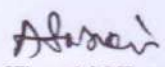
  
Director

  
Chairman


Dhaka.  
Dated: 15 June, 2022

**Express Insurance Limited**  
**Statement of Cash Flow (Un-Audited)**  
**For the period ended 31st March, 2022**

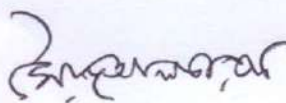
Particulars	Note	Jan to Mar'2022 Taka	Jan to Mar'2021 Taka
<b>A. Cash flow from operating activities</b>			
Collection from premium and other income		176,950,482	161,229,903
Payment for management expense, re-insurance and claims		(78,419,195)	(121,512,797)
Income Tax paid		(7,950,078)	(6,079,707)
<b>Net cash generated from operating activities (A) =</b>		<b>90,581,209</b>	<b>33,637,399</b>
<b>B. Cash flow from investing activities</b>			
Fixed Assets acquired		(781,067)	(1,071,829)
Sales of Share		4,959,749	26,050,970
Investment in Share & Mutual Fund		-	(32,781,124)
Security Deposit & Advances		-	(1,690,000)
<b>Net cash used in investing activities (B) =</b>		<b>4,178,682</b>	<b>(9,491,983)</b>
<b>C. Cash flow from financing activities</b>			
Cash Dividend paid		(7,091,525)	-
<b>Net cash used in financing activities (C) =</b>		<b>(7,091,525)</b>	<b>-</b>
<b>D. Net increase in cash and cash equivalents (D = A+B+C)</b>		<b>87,668,366</b>	<b>24,145,416</b>
<b>E. Cash &amp; cash equivalent at the begening of the period</b>		<b>1,088,705,668</b>	<b>946,031,442</b>
<b>F. Cash &amp; cash equivalent at the end of the period (F=D+E)</b>		<b>1,176,374,034</b>	<b>970,176,858</b>
<b>G. Net cash flows from operating activites per share(NOCFPS)</b>	23	<b>1.39</b>	<b>0.52</b>

  
Chief Financial Officer

  
Company Secretary

  
Chief Executive Officer

  
Director

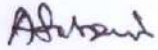
  
Chairman


Dhaka.  
Dated: 15 June , 2022

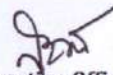


**EXPRESS INSURANCE LIMITED**  
**STATEMENT OF CHANGES IN EQUITY (Un-Audited)**  
For the period ended 31st March, 2022

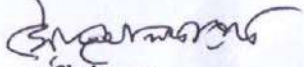
Particulars	Share Capital	Proposed Issue of Bonus Share	Retained Earnings	Reserve for Exceptional Losses	Revaluation Surplus	General Reserve	Total Equity
Balance as on 1st January, 2022	651,974,640	-	69,188,690	309,454,629	76,213,297	7,500,000	1,114,331,256
Addition during the Year	-	-	27,465,469	14,858,241	-	-	42,323,710
Cash Dividend	-	-	-	-	-	-	-
Stock Dividend	-	-	-	-	-	-	-
Deferred Tax on Revaluation					67,247		67,247
Reserve Transfer	-	-	448,314	-	(448,314)	-	-
<b>Balance as on 31 March, 2022</b>	<b>651,974,640</b>	<b>-</b>	<b>97,102,473</b>	<b>324,312,870</b>	<b>75,832,230</b>	<b>7,500,000</b>	<b>1,156,722,214</b>
Balance as on 1st January, 2021	651,974,640	-	31,348,544	248,046,265	77,768,672	2,500,000	1,011,638,121
Addition during the Year	-	-	21,267,637	10,000,000	-	-	31,267,637
Cash Dividend	-	-	-	-	-	-	-
Stock Dividend	-	-	-	-	-	-	-
Deferred Tax on Revaluation					68,619		68,619
Reserve Transfer	-	-	457,463	-	(457,463)	-	-
<b>Balance as on 31 March, 2021</b>	<b>651,974,640</b>	<b>-</b>	<b>53,073,644</b>	<b>258,046,265</b>	<b>77,379,828</b>	<b>2,500,000</b>	<b>1,042,974,377</b>

  
Chief Financial Officer

  
Company Secretary

  
Chief Executive Officer

  
Director

  
Chairman

Dhaka.  
Dated: 15 June, 2022



**EXPRESS INSURANCE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED 31st MARCH,2022**

**1 Introduction:**

Express Insurance Limited was incorporated and commenced its business as a Public Limited Company in Bangladesh on March 30, 2000 under the Companies Act, 1994 with the issuance of incorporation certificate bearing no.C-39954(1922/2000) dated 30 March, 2000 issued by the Registrar of Joint Stock Companies and Firms. However, the permission to carry on General Insurance Business was obtained from the Controller of Insurance, Government of Peoples Republic of Bangladesh on May 18, 2000.

**2 Basis of preparation :**

The second Quarter Financial Statements have been prepared based on Bangladesh Accounting Standard (BAS) 34 - "Interim Financial Reporting" in accordance with the Companies Act 1994, the Insurance Act 2010, Bangladesh Security and Exchange Rules 1987 and other applicable laws and regulations.

**3 Going concern :**

The Company has adequate resources to continue in the operation as a going concern for the foreseeable future. For this reason, the accompanying financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business. The accompanying financial statements do not include any adjustments that would not permit Express Insurance Limited unable to continue as a going concern.

**4 Reporting period**

Financial Statement covers for the period from 1st January 2021 to 30th September 2021.

**5 Provision for un-expired Risk:**

Surplus/(deficit) on Revenue Accounts has been arrived after making necessary provision for un-expired risk @ 40% of net premium income on all business except Marine Hull insurance for which provision has been made @ 100% on net premium income under Section 27A (2B & 2C) of Previous Insurance Act, 1938.

**6 Allocation of total management expenses:**

Total related management expenses have been allocated among the different Revenue Accounts on pro - rata basis of their respective gross premium income.

**7 Provisions relating to collection of premium:**

The company has always complied with the Section 18 of the Insurance Act, 2010 as applicable in regard to provision of collection of premium.

**8 Investment of assets:**

The Section 41 of Insurance Act 2010 has been complied by the Company.

**9 Employees Benefit [IAS-19] :**

The company for its permanent employees operates the followings benefit scheme : a) Group Insurance Scheme, b) Contributory Provident Fund recognised by the NBR, c) Workers Profit Participation Fund (WPPF).

**10 Deffered Tax [IAS-12] :**

The profit and gain from Insurance business are determined as per 4th schedule of the IT Ordinance and not business assessment U/S-28. So, the management feels that as it is not necessary to make estimate of deferred Tax assets/Liabilities as per Provisio of IAS-12.

**11 Depreciation on fixed assets :**

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

**12 Investment:**

Investment in the National Investment Bond (Government Treasury Bond)  
Investment in Share (Fair Value)  
Investment in Mutual Fund (Fair Value)  
Investment in SEML Income Unit Fund

Amount in Taka	
3/31/2022	12/31/2021
45,000,000	45,000,000
138,691,710	141,294,517
10,193,731	9,985,620
10,000,000	10,000,000
<b>203,885,441</b>	<b>206,280,137</b>



		Amount in Taka	
		3/31/2022	12/31/2021
<b>13</b>	<b>Cash and cash equivalent:</b>		
	Fixed deposit with banks	1,133,573,278	1,036,758,851
	Balance with banks (STD & CD )	40,013,671	49,397,301
	Cash in hand (including Head office & branches)	2,422,441	2,454,691
	Balance with share broker	364,644	94,825
		<b>1,176,374,034</b>	<b>1,088,705,668</b>
<b>14</b>	<b>Share capital:</b>		
<b>14.1</b>	<b>Authorized share capital</b>		
	75,000,000 ordinary shares of Tk.10 each.	<b>750,000,000</b>	<b>750,000,000</b>
<b>14.2</b>	<b>Issued, subscribed and paid up capital</b>		
	60,00,000 Ordinary shares of Tk.10 each.	60,000,000	60,000,000
	Bonus share issued different year, 1,98,88,464 shares of Tk.10 each	198,884,640	198,884,640
	Right share issued in different year, 1,32,30,000 shares of Tk.10 each	132,300,000	132,300,000
	Public Issued Ordinary Share 26,079,000 @ Taka 10	260,790,000	260,790,000
		<b>651,974,640</b>	<b>651,974,640</b>
<b>15</b>	<b>Reserve for Exceptional Losses:</b>		
	As per Para 6 of the 4th schedule of Income Tax Ordinance, 1984 to meet the exceptional losses, the Company set aside maximum 10% (ten percent) of the Gross premium income of the year in which it is set aside from the balance of the profit to reserve for exceptional losses. An amount of Tk. 1,48,58,241 has been set aside during the period to meet exceptional losses, total accumulated amount now stands at Tk. 32,43,12,870 while it was Tk. 30,94,54,629 as on 31.12.2021.		
	Opening balance	309,454,629	248,046,265
	Addition during the period	14,858,241	61,408,364
	Less: Adjustment	-	-
		<b>324,312,870</b>	<b>309,454,629</b>

**16 Revaluation Surplus [IAS-16]:**

The company made revaluation of its Land & Building located at Al-Razi Complex (9<sup>th</sup> & 10<sup>th</sup> Floor), 166-167, Shahid Syed Nazrul Islam Sarani, Bijoy Nagar, Dhaka-1000 as on 29-06-2011 by an independent Professional Accountant Firm Aziz Halim Khair Choudhury & Co. Chartered Accountants, "Baitul Mesbah" Building No.2 (3<sup>rd</sup> & 4<sup>th</sup> Floor), House #79 (New) Road #12/A (New), Dhanmondi, Dhaka-1209 to arrive at a fair market value for the purpose of accounting with effect from 30.06.2011.

A transfer of Reserve is made during the year. The Reserve transfer is recorded as actual depreciation less equivalent charge based on original historical cost of Land & Building. Transfer is shown in Statement of change in Equity (Retained Earnings) as per IAS-16. The transfer is made as follows:

Particulars of Revalued Assets	Book value	Value after Valuation	Accumulated Depreciation	Revaluation Reserve as on 31.03.2022
Opening Balance (Land & Building)	40168508	149,905,000	27,419,355	89,662,703
Addition during the period	-	-	-	-
Reserve transfer during the period	-	-	448,314	(448,314)
	<b>40,168,508</b>	<b>149,905,000</b>	<b>27,867,669</b>	<b>89,214,389</b>
Less: Deferred Tax on Revaluation Reserve 15%				13,382,158
				<b>75,832,231</b>

**17 Deferred Tax as per IAS-12:**

**a) Deferred Tax Liability:**

Book value of depreciable fixed assets	89,214,389
Less: Tax base [IAS-12 (7)]	66,510,995
Deductible Temporary differences	22,703,394
Effective Tax Rate	37.50%
Deferred Tax Liability/ (Asset)	8,513,773
Add: Deferred tax on Unrealised Gain/ (Loss) on Securities available for sale	229,523
Add: Deferred Tax on Revaluation Reserve (Note-16)	13,382,158
<b>Deferred Tax Liability/ (Asset)</b>	<b>22,125,454</b>

**b) Deferred Tax Adjustment/Expense (Income):**

Closing deferred Tax liability	8,513,773
Opening deferred Tax liability	(9,179,982)
<b>Total Deferred tax adjustment /expense /(Income)</b>	<b>(666,209)</b>

**c) Closing Deferred Tax Liability:**

Opening Balance of Deferred Tax Liability	23,285,276
Add: Deferred Tax on un realized Gain/(Loss) on Share	229,523
Less: Deferred Tax on Revaluation Reserve	(67,247)
Add: Deferred Tax Expense	(666,209)
<b>Closing Deferred Tax Liability</b>	<b>22,781,343</b>

The effective income tax has been calculated @ 37.5 % as are applicable for this Insurance Company as per Finance Act, 2021.

**18 Provision for Taxation Including Deferred Tax**

<b>Income before Tax</b>	<b>57,777,767</b>
Less : Reserve for exceptional Loss	(14,858,241)
Less : WPPF	(2,751,322)
Unrealize Loss/(Gain) on Share	(2,065,711)
Less : Dividend Income	(2,309,945)
Less : Gain Sale of Share	(223,389)
Less : Gain Sale of Car	(2,768,152)
Add : Accounting base Dep.	3,189,382
Less : Tax base Dep.	(2,738,678)
<b>Business Income</b>	<b>33,251,712</b>

**Tax Calculation**

Business Income	37.50%	12,469,392
Dividend income	20.00%	461,989
Gain on Sale of Share	10.00%	22,339
Gain on Sale of Car	15.00%	415,223
		<b>13,368,943</b>
Deffered Tax (Note : 17.b)		(666,209)
		<b>12,702,734</b>

**19 Provision for Income Tax:**

Opening Balance	243,450,993
Addition during the period	13,368,943
Adjustment durring the period	-
	<b>256,819,936</b>



	<u>31-03-2022</u> <u>Taka</u>
<b>20 Changes in fair value of the investment in shares available for sale :</b>	
Fair value ( Market Value) of Share	148,885,440
Less: Cost price of investment in share	154,087,795
Fair value (Market Value) Reserve at 31st March, 2022	(5,202,355)
Less : Fair value (Market Value) Reserve at 1 January, 2022	(7,497,589)
<b>Un-Realized Gain/(Loss) during the year</b>	<u><u>2,295,234</u></u>
<b>Unrealized Gain / (Loss) on Investment in share during the year:</b>	
Unrealized Gain / (Loss) as per Current Period Portfolio Statement	2,295,234
Less: Deferred Tax on Unrealized Gain / (Loss) of Share	(229,523)
<b>Unrealized Gain / (Loss) during the Period</b>	<u><u>2,065,711</u></u>

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

Net assets value per share as at 31st March 2022 has been calculated based on 65,197,464 numbers of ordinary shares outstanding during the quarter.

	<u>31-03-2022</u> <u>Taka</u>	<u>31-12-2021</u> <u>Taka</u>
<b>Net Assets Value</b>	<u>1,156,722,214</u>	<u>1,114,331,256</u>
weighted average number of ordinary shares	65,197,464	65,197,464
	<u><u>17.74</u></u>	<u><u>17.09</u></u>

**22 Earnings Per Share (EPS) :**

Earnings per share (EPS) calculated in accordance with "IAS 33 : Earnings Per Share". Details calculation are as follows :

	<u>31-03-2022</u> <u>Taka</u>	<u>31-03-2021</u> <u>Taka</u>
Net Profit before Tax	57,777,766	44,230,798
Less : Provision for Income Tax	(12,702,734)	(10,856,933)
Less : WPPF	(2,751,322)	(2,106,228)
<b>Net Profit after Tax</b>	<u>42,323,710</u>	<u>31,267,637</u>
Number of ordinary shares	65,197,464	65,197,464
<b>Earnings Per Share (EPS)</b>	<u><u>0.65</u></u>	<u><u>0.48</u></u>

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

Net Operating Cash Flows Per Share (NOCFPS) has been calculated based on number of 65,197,464 shares outstanding during the period. NOCFPS in respect of previous period has been calculated based on number of 39,118,464 shares. Details calculation are as follows :

	<u>31-03-2022</u> <u>Taka</u>	<u>31-03-2021</u> <u>Taka</u>
Net cash generated from operating activities	90,581,209	33,637,399
weighted average number of ordinary shares	65,197,464	65,197,464
<b>Net Operating Cash Flows Per Share (NOCFPS)</b>	<u><u>1.39</u></u>	<u><u>0.52</u></u>

**24 Reconciliation of net profit to net operating cash flow**

<b>Net profit before tax</b>	<b>57,777,766</b>
<b>Adjustment:</b>	
Depreciation	3,189,381
Increased/(Decreased) of fair value on investment in shares	(2,065,711)
Gain on sale of Share	(223,389)
Gain on old car sale	(2,768,152)
Other Income	(9,000)
<b>Changes in working capital:</b>	
Increase/(decrease) the balance of fund	(3,691,829)
Increase/(decrease) the premium deposit	8,010,028
Increase/(decrease) of amount due to other persons or body	28,527,631
Increase/(decrease) of Outstanding claims	(4,214,577)
Increase/(decrease) of sundry creditor except payable for fixed asset and tax payable	4,525,001
Increase/(decrease) of WPPF	(4,582,926)
(Increase)/decrease of sundry debtors	4,409,613
(Increase)/decrease of amount due from other persons or body	2,944,329
(Increase)/decrease in accrued interest	(1,030,777)
(Increase)/decrease Insurance stamp in hand	(216,179)
<b>Net cash generated from operating activities</b>	<b>90,581,209</b>

**25 Related party transactions [IAS-24]:**

During the year, the Company carried out a number of transactions with related parties in the normal course of business.

During the year, the Company carried out a number of transactions with related parties in the normal course of business and on an arms' length basis. The name of these related parties, nature of these transactions and their total value has been set out in accordance with the provision IAS-24: Related party disclosure:

Name of the Party	Nature of Transaction	Nature of Relationship	Transaction Value (Taka)	
			Premium Earned	Remarks
Bay Tanneries Ltd.	Insurance Premium	Common Directorship	218,575	-
Rahmat Textiles Ltd.	Insurance Premium	Common Directorship	415,843	-
Rahmat Sweaters (BD) Ltd.	Insurance Premium	Common Directorship	31,979	-
Logos Apparels Ltd.	Insurance Premium	Common Directorship	305,050	-
Younus Paper Mills Ltd.	Insurance Premium	Common Directorship	317,097	-
Sonali Papers & Board Mills Ltd.	Insurance Premium	Common Directorship	2,595,321	-
Younus News Print Mills Ltd.	Insurance Premium	Common Directorship	23,087	-
Younus Fine Paper Mills Ltd.	Insurance Premium	Common Directorship	3,005,241	-
Younus Offset Paper Mills Ltd.	Insurance Premium	Common Directorship	2,253,054	-
Bikrampur Patato Flakes Ind. Ltd.	Insurance Premium	Common Directorship	224,000	-
Ananta Paper Mills Ltd.	Insurance Premium	Common Directorship	21,504	-

  
Chief Financial Officer

  
Company Secretary

  
Chief Executive Officer

  
Director

  
Chairman

Dhaka.

Dated: 15 June, 2022