

Express Insurance Limited

Statement of Financial Position (Un-Audited)

As at 30 June, 2022

Particulars		30-06-2022	31-12-2021
		Taka	Taka
ASSETS :			
Investment	12	211,363,138	206,280,137
Cash & Cash equivalent	13	1,189,217,181	1,088,705,668
Interest Accrued		16,589,982	18,631,682
Amount due from other persons or bodies carrying on insurance business		114,248,317	107,618,136
Sundry Debtors		364,068,883	350,584,766
Right use of Assets		21,063,873	21,063,873
Fixed Assets		183,957,435	182,895,208
Stock of Stationery		732,821	649,971
Insurance Stamps in hand		578,100	342,500
TOTAL ASSETS		2,101,819,730	1,976,771,941
EQUITY & LIABILITIES :			
Share Capital	14	651,974,640	651,974,640
Reserve for Exceptional loss	15	341,027,468	309,454,629
Revaluation Surplus	16	75,451,164	76,213,297
General Reserve		7,500,000	7,500,000
Profit & Loss Appropriation A/C		101,824,471	69,188,690
Total Equity		1,177,777,742	1,114,331,256
Balance of Funds		149,096,923	146,619,657
Current Liabilities :			
Premium Deposit		110,188,329	104,888,535
Outstanding Claims		83,308,641	70,269,718
Amount due to other persons or bodies Carrying on insurance business		246,548,856	228,203,475
Sundry Creditors		43,540,166	30,786,135
Reserve for Worker's Profit Participation Fund (WPPF)		11,169,760	7,334,249
Unclaimed Dividend		592,184	7,602,647
Deferred Tax Liability	17	22,744,946	23,285,276
Provision for Income Tax	19	256,852,182	243,450,993
Total Current Liabilities		774,945,064	715,821,028
TOTAL EQUITY & LIABILITIES		2,101,819,730	1,976,771,941

Net Assets Value (NAV) Per Share

21

18.06

17.09


Chief Financial Officer


Company Secretary


Chief Executive Officer


Director


Vice Chairman

Dhaka.
Dated: 31 July, 2022

Express Insurance Limited
Statement of Profit or Loss & Other Comprehensive Income (Un-Audited)

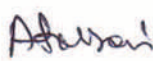
For the period ended 30 June, 2022

Particulars	Note	2nd Quarter ended		2nd Quarter ended	
		Jan to June'2022	Jan to June'2021	Apr to June'2022	Apr to June'2021
		Taka	Taka	Taka	Taka
Interest, Dividend and Rents (not applicable to any particular fund or account):		33,437,889	15,075,509	9,793,398	5,255,192
Gain on sale of Share		13,137,412	19,619,722	12,914,023	1,716,930
Profit/(loss) transferred from Revenue Account		46,116,399	46,702,875	11,572,789	13,959,847
Un-realized Gain on Revaluation of Share	20	(3,625,803)	4,375,667	(5,691,514)	13,980,805
Other Income		2,777,152	-	-	-
Total		91,843,049	85,773,773	28,588,696	34,912,774
Expenses of management (not applicable to any particular fund or account):		11,297,326	11,381,021	5,820,739	4,907,864
Directors' fees		1,894,400	1,464,000	1,294,400	864,000
Audit fees		-	594,755	-	-
Corporate Governance Fee		27,000	-	27,000	-
Credit Rating Fee		112,500	-	112,500	-
Donation & subscription		438,400	380,000	90,900	100,000
Legal & professional fees		130,750	773,893	117,000	637,501
Company Contribution to PF		832,139	896,342	510,980	448,415
Registration Fee		57,500	209,117	-	172,614
Group Insurance		-	-	-	-
Managers Conference & Picnic		178,767	356,500	178,767	-
Contribution Fees & Charges		780,724	1,357,974	-	-
Depreciation		6,548,432	5,145,543	3,359,050	2,607,628
UMP Data Charge-IDRA		148,408	130,522	72,161	77,706
Advertisement & Publicity		148,306	72,375	57,981	-
Unrealized Loss on Revaluation of Share		-	-	-	-
Balance for the period carried to Profit & Loss Appropriation Account		80,545,723	74,392,752	22,767,957	30,004,910
Total		91,843,049	85,773,773	28,588,696	34,912,774

Statement of Appropriation Account (Un-Audited)

For the period ended 30 June, 2022

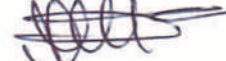
Particulars	Note	2nd Quarter ended		2nd Quarter ended	
		Jan to June'2022	Jan to June'2021	Apr to June'2022	Apr to June'2021
		Taka	Taka	Taka	Taka
Balance of last Year		69,188,690	31,348,544	97,102,473	53,073,644
Add : Net profit during the period		80,545,723	74,392,752	22,767,957	30,004,910
Add : Reserve transfer (Revaluation Surplus)		896,628	914,926	448,314	457,463
Less : Reserve for Exceptional Losses		(31,572,839)	(11,000,000)	(16,714,598)	(1,000,000)
Less : WPPF		(3,835,511)	(3,542,512)	(1,084,189)	(1,437,205)
Less : Provision for Income Tax including Deferred Tax	18	(13,398,220)	(15,116,323)	(695,486)	(4,264,951)
Balance Transfer to Financial Position		101,824,471	76,997,387	101,824,471	76,833,861
Earning Per Share (EPS)	22	0.97	0.85	0.32	0.37


Chief Financial Officer


Company Secretary


Chief Executive Officer


Director

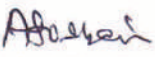

Vice Chairman

Dhaka.
Dated: 31 July, 2022

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

For the period ended 30 June, 2022


Particulars	Note	2nd Quarter ended		2nd Quarter ended	
		Jan to June'2022	Jan to June'2021	Apr to June'2022	Apr to June'2021
		Taka	Taka	Taka	Taka
Balance of account at the beginning of the period :					
Reserve for unexpired risks		73,309,829	74,409,818	36,654,915	37,204,909
Premium less re-insurances		189,007,226	201,620,619	106,603,203	108,220,424
Commission on re-insurances ceded		33,494,080	42,294,503	19,320,557	12,395,786
		<u>295,811,135</u>	<u>318,324,940</u>	<u>162,578,675</u>	<u>157,821,119</u>
Claims under policies less re-insurances:					
Paid During the period		21,349,821	68,606,940	15,622,079	35,777,377
Total estimated liability in respect of outstanding claims at the end of the period whether due or intimated		83,308,641	36,609,203	83,308,641	36,609,203
		104,658,462	105,216,143	98,930,720	72,386,580
Less: Claims outstanding at the end of the previous period		70,269,718	37,271,776	66,055,141	24,545,105
		<u>34,388,744</u>	<u>67,944,367</u>	<u>32,875,579</u>	<u>47,841,475</u>
Agency Commission		40,239,368	23,641,858	21,860,195	-
Expenses of management		99,279,530	98,021,307	53,446,103	51,216,103
Balance of account at the end of the period as shown in the Statement of		75,787,094	82,014,533	42,824,009	44,803,694
Profit transferred to Profit & Loss Account		46,116,399	46,702,875	11,572,789	13,959,847
Total		<u>295,811,135</u>	<u>318,324,940</u>	<u>162,578,675</u>	<u>157,821,119</u>


Chief Financial Officer


Company Secretary


Chief Executive Officer

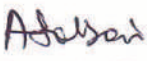

Director


Vice Chairman

Dhaka.
Dated: 31 July, 2022

Express Insurance Limited
Statement of Cash Flow (Un-Audited)
For the period ended 30 June, 2022

Particulars	Note	Jan to June'2022	Jan to June'2021
		Taka	Taka
A. Cash flow from operating activities			
Collection from premium and other income		351,799,800	315,565,864
Payment for management expense, re-insurance and claims		(212,724,272)	(243,103,899)
Income Tax paid		(14,458,798)	(14,439,536)
Net cash generated from operating activities (A) =		124,616,730	58,022,429
B. Cash flow from investing activities			
Fixed Assets acquired		(7,894,606)	(2,931,252)
Sales of Share		56,426,570	31,568,206
Investment in Share & Mutual Fund		(65,538,240)	(38,290,341)
Security Deposit & Advances		-	(2,844,500)
Net cash used in investing activities (B) =		(17,006,276)	(12,497,887)
C. Cash flow from financing activities			
Cash Dividend paid		(7,098,941)	-
Net cash used in financing activities (C) =		(7,098,941)	-
D. Net increase in cash and cash equivalents (D = A+B+C)		100,511,513	45,524,542
E. Cash & cash equivalent at the begening of the period		1,088,705,668	946,031,442
F. Cash & cash equivalent at the end of the period (F=D+E)		1,189,217,181	991,555,984
G. Net cash flows from operating activites per share(NOCFPS)	23	1.91	0.89


Chief Financial Officer


Company Secretary


Chief Executive Officer


Director


Vice Chairman

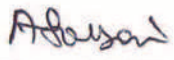
Dhaka.
Dated: 31 July, 2022

EXPRESS INSURANCE LIMITED


STATEMENT OF CHANGES IN EQUITY (Un-Audited)

For the period ended 30 June, 2022

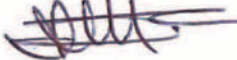
Particulars	Share Capital	Proposed Issue of Bonus Share	Retained Earnings	Reserve for Exceptional Losses	Revaluation Surplus	General Reserve	Total Equity
Balance as on 1st January, 2022	651,974,640	-	69,188,690	309,454,629	76,213,298	7,500,000	1,114,331,256
Addition during the Year	-	-	31,739,153	31,572,839	-	-	63,311,992
Cash Dividend	-	-	-	-	-	-	-
Stock Dividend	-	-	-	-	-	-	-
Deferred Tax on Revaluation	-	-	-	-	134,494	-	134,494
Reserve Transfer	-	-	896,628	-	(896,628)	-	-
Balance as on 30 June, 2022	651,974,640	-	101,824,471	341,027,468	75,451,164	7,500,000	1,177,777,743
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	-	-	44,733,916	11,000,000	-	-	55,733,916
Deferred Tax on Revaluation	-	-	-	-	137,238	-	137,238
Cash Dividend	-	-	-	-	-	-	-
Stock Dividend	-	-	-	-	-	-	-
Reserve Transfer	-	-	914,926	-	(914,926)	-	-
Balance as on 30 June, 2021	651,974,640	-	76,997,386	259,046,265	76,990,984	2,500,000	1,067,509,275


Chief Financial Officer


Company Secretary


Chief Executive Officer


Director


Vice Chairman

Dhaka.

Dated: 31 July, 2022

EXPRESS INSURANCE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE,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 2022 to 30th June 2022.

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 schme : a) Group Insurance Scheme, b) Contributory Provident Fund Fund recognised by the NBR, c) Workers Profit Participation Fund (WPPF).

10 Deffered Tax [IAS-12] :

Deferred Tax assets/Liabilites and income/expense hasbeen calculated 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:

	Amount in Taka	
	6/30/2022	12/31/2021
Investment in the National Investment Bond (Government Treasury Bond)	45,000,000	45,000,000
Investment in Share (Fair Value)	134,425,750	141,294,517
Investment in Mutual Fund (Fair Value)	10,827,458	9,985,620
Investment in Income Unit Fund	21,109,930	10,000,000
	211,363,138	206,280,137



13 Cash and cash equivalent:

Amount in Taka		
	6/30/2022	12/31/2021
Fixed deposit with banks	1,120,104,640	1,036,758,851
Balance with banks (STD & CD)	66,699,450	49,397,301
Cash in hand (including Head office & branches)	2,344,334	2,454,691
Balance with share broker	68,757	94,825
	1,189,217,181	1,088,705,668

14 Share capital:**14.1 Authorized share capital**

75,000,000 ordinary shares of Tk.10 each.	750,000,000	750,000,000
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14.2 Issued, subscribed and paid up capital

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
	651,974,640	651,974,640

15 Reserve for Exceptional Losses:

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. 31,572,839 has been set aside during the period to meet exceptional losses, total accumulated amount now stands at Tk. 341,027,468 while it was Tk. 309,454,629 as on 31.12.2021.

Opening balance	309,454,629	248,046,265
Addition during the period	31,572,839	61,408,364
Less: Adjustment	-	-
	341,027,468	309,454,629

16 Revaluation Surplus [IAS-16]:

The company made revaluation of its Land & Building located at Al-Razi Complex (9th & 10th 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 (3rd & 4th 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 30.06.2022
Opening Balance (Land & Building)	40168508	149,905,000	28,644,211	89,662,703
Addition during the period	-	-	-	-
Reserve transfer during the period	-	-	896,628	(896,628)
	40,168,508	149,905,000	29,540,839	88,766,075
Less: Deferred Tax on Revaluation Reserve 15%				13,314,911
				75,451,164

17 Deferred Tax as per IAS-12:

a) Deferred Tax Liability:

Book value of depreciable fixed assets	95,191,359
Less: Tax base [IAS-12 (7)]	70,719,326
Deductible Temporary differences	24,472,034
Effective Tax Rate	37.50%
Deferred Tax Liability/ (Asset)	9,177,013
Add: Deferred tax on Unrealised Gain/ (Loss) on Securities available for sale	(402,867)
Add: Deferred Tax on Revaluation Reserve (Note-16)	13,314,911
Deferred Tax Liability/ (Asset)	22,089,057

b) Deferred Tax Adjustment/Expense (Income):

Closing deferred Tax liability	9,177,013
Opening deferred Tax liability	(9,179,982)
Total Deferred tax adjustment /expense /(Income)	(2,969)

c) Closing Deferred Tax Liability:

Opening Balance of Deferred Tax Liability	23,285,276
Add: Deferred Tax on un realized Gain/(Loss) on Share	(402,867)
Less: Deferred Tax on Revaluation Reserve	(134,494)
Add: Deferred Tax Expense	(2,969)
Closing Deferred Tax Liability	22,744,946

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

Income before Tax	80,545,723
Less : Reserve for exceptional Loss	(31,572,839)
Less : WPPF	(3,835,511)
Less: Unrealized Loss/Gain on Share	3,625,803
Less : Dividend Income	(5,649,046)
Less : Gain Sale of Share	(13,137,412)
Less : Gain Sale of Car	(2,768,152)
Add : Accounting base Dep.	6,548,431
Less : Tax base Dep.	(5,643,887)
Business Income	28,113,110

Tax Calculation

Business Income	37.50%	10,542,416
Dividend income	20.00%	1,129,809
Gain on Sale of Share	10.00%	1,313,741
Gain on Sale of Car	15.00%	415,223
		13,401,189
Deferred Tax (Note : 17.b)		(2,969)
		13,398,220

19 Provision for Income Tax:

Opening Balance	243,450,993
Addition during the period	13,401,189
Adjustment during the period	-
	256,852,182



	<u>30-06-2022</u> <u>Taka</u>
20 Changes in fair value of the investment in shares available for sale :	
Fair value (Market Value) of Share	166,363,138
Less: Cost price of investment in share	177,889,397
Fair value (Market Value) Reserve at 30 June, 2022	(11,526,259)
Less : Fair value (Market Value) Reserve at 1 January, 2022	(7,497,589)
Un-Realized Gain/(Loss) during the year	(4,028,670)
Unrealized Gain / (Loss) on Investment in share during the year:	
Unrealized Gain / (Loss) as per Current Year Portfolio Statement	(4,028,670)
Less: Deferred Tax on Unrealized Gain / (Loss) of Share	402,867
Unrealized Gain / (Loss) during the year	(3,625,803)

21 Net Assets Value Per Share (NAV) :

Net assets value per share as at 30 June 2022 has been calculated based on 65,197,464 numbers of ordinary shares outstanding during the quarter.

	<u>30-06-2022</u> <u>Taka</u>	<u>12/31/2021</u> <u>Taka</u>
Net Assets Value	1,177,777,742	1,114,331,256
Total number of ordinary shares outstanding	65,197,464	65,197,464
	18.06	17.09

22 Earnings Per Share (EPS) :

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

	<u>Jan to June'22</u> <u>Taka</u>	<u>Jan to June'21</u> <u>Taka</u>	<u>Apr to Jun'22</u> <u>Taka</u>	<u>Apr to Jun'21</u> <u>Taka</u>
Net Profit before Tax	80,545,723	74,392,752	22,767,957	30,004,910
Less : Provision for Income Tax	(13,398,220)	(15,116,323)	(695,486)	(4,264,951)
Less : WPPF	(3,835,511)	(3,542,512)	(1,084,189)	(1,437,205)
Net Profit after Tax	63,311,992	55,733,917	20,988,282	24,302,754
Number of ordinary shares	65,197,464	65,197,464	65,197,464	65,197,464
Earnings Per Share (EPS)	0.97	0.85	0.32	0.37

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. Details calculation are as follows :

	<u>Jan to June'22</u> <u>Taka</u>	<u>Jan to June'21</u> <u>Taka</u>
Net cash generated from operating activities	124,616,730	58,022,429
Total number of ordinary shares outstanding	65,197,464	65,197,464
Net Operating Cash Flows Per Share (NOCFPS)	1.91	0.89



24 Reconciliation of net profit to net operating cash flow

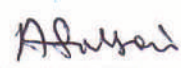
Net profit before tax	80,545,723
Adjustment:	
Depreciation	6,548,432
Increased/(Decreased) of fair value on investment in shares	4,028,670
Gain on sale of Share	(13,137,412)
Gain on sale of Old Car	(2,768,151)
Other Income	(9,000)
Changes in working capital:	
Increase/(decrease) the balance of fund	2,477,266
Increase/(decrease) the premium deposit	5,299,794
Increase/(decrease) of amount due to other persons or body	18,345,381
Increase/(decrease) of Outstanding claims	13,038,923
Increase/(decrease) of sundry creditor except payable for fixed asset and tax payable	9,885,465
Increase/(decrease) of WPPF	4,311,701
(Increase)/decrease of sundry debtors	956,869
(Increase)/decrease of Stock of stamps & others	(82,850)
(Increase)/decrease of amount due from other persons or body	(6,630,181)
(Increase)/decrease in accrued interest	2,041,700
(Increase)/decrease Insurance stamp in hand	(235,600)
Net cash generated from operating activities	124,616,730

25 Related party transactions [IAS-24]:

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

During the period, 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	-
Bay Emporium Ltd.	Insurance Premium	Common Directorship	5,494,491	
Bay Tanneries Unit-2 Ltd.	Insurance Premium	Insurance Premium	349,219	
Bay Sports wear Ltd.	Insurance Premium	Insurance Premium	22,055	
Khalil & Khalil Investment Ltd	Insurance Premium	Common Directorship	106,533	
Rahmat Textiles Ltd.	Insurance Premium	Common Directorship	776,332	-
Rahmat Sweaters (BD) Ltd.	Insurance Premium	Common Directorship	72,193	-
Rahmat Knit-Dying & Finishing Ltd.	Insurance Premium	Common Directorship	8,722	
Rahmat Fashion Wear Ltd.	Insurance Premium	Common Directorship	141,261	-
Mohammad Ali Spinning Mills Ltd.	Insurance Premium	Common Directorship	839,936	-
Logos Apparels Ltd.	Insurance Premium	Common Directorship	406,342	-
Younus Paper Mills Ltd.	Insurance Premium	Common Directorship	317,097	-
Sonali Papers & Board Mills Ltd.	Insurance Premium	Common Directorship	2,615,662	-
United Traders	Insurance Premium	Common Directorship	219,514	
Sonali Dredger Ltd.	Insurance Premium	Common Directorship	27,694	
Younus News Print Mills Ltd.	Insurance Premium	Common Directorship	23,087	-
Younus Fine Paper Mills Ltd.	Insurance Premium	Common Directorship	3,008,394	-
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	24,850	-
Younus Spinning Mills Ltd.	Insurance Premium	Common Directorship	30,599	-


 Chief Financial Officer


 Company Secretary


 Chief Executive Officer


 Director


 Vice Chairman

Dhaka.

Dated: 31 July, 2022