

Express Insurance Limited

Statement of Financial Position (Un-Audited)

As at 31st March, 2023

Particulars		Jan to Mar'2023	Jan to Dec'2022
		Taka	Taka
ASSETS :			
Investment	12	206,984,133	205,258,399
Cash & Cash equivalent	13	1,173,216,476	1,165,785,353
Interest Accrued		28,649,160	28,792,916
Amount due from other persons or bodies carrying on insurance business		123,663,524	120,519,419
Sundry Debtors		310,766,082	331,764,351
Right use of Assets		35,005,358	35,005,358
Fixed Assets		215,755,814	219,267,144
Stock of Stationery		584,927	554,964
Insurance Stamps in hand		1,353,612	1,421,242
TOTAL ASSETS		2,095,979,086	2,108,369,145
EQUITY & LIABILITIES :			
Share Capital	14	651,974,640	651,974,640
Reserve for Exceptional loss	15	357,044,494	349,613,054
Revaluation Surplus	16	107,452,127	107,723,099
General Reserve		10,000,000	10,000,000
Profit & Loss Appropriation A/C		65,593,690	49,767,177
Total Equity		1,192,064,951	1,169,077,970
Balance of Funds		129,485,728	130,618,768
Current Liabilities :			
Premium Deposit		43,514,343	77,038,716
Outstanding Claims		90,872,925	97,172,925
Amount due to other persons or bodies Carrying on insurance business		298,790,610	287,207,067
Sundry Creditors		63,722,335	57,958,908
Reserve for Worker's Profit Participation Fund (WPPF)		9,176,042	7,264,363
Unclaimed Dividend		663,745	722,935
Deferred Tax Liability	17	25,580,236	26,097,626
Provision for Income Tax	19	242,108,169	255,209,866
Total Current Liabilities		774,428,405	808,672,406
TOTAL EQUITY & LIABILITIES		2,095,979,086	2,108,369,145
Net Assets Value (NAV) Per Share			
	21	18.28	17.93


Chief Financial Officer


Company Secretary


Chief Executive Officer


Director


Chairman

Dhaka.
Dated: 12 June, 2023

Express Insurance Limited
Statement of Profit or Loss & Other Comprehensive Income (Un-Audited)
For the period ended 31st March, 2023

Particulars	Note	1st Quarter Ended	
		Jan to Mar'2023	Jan to Mar'2022
		Taka	Taka
Interest, Dividend and Rents (not applicable to any particular fund or account):		25,402,177	23,644,491
Gain on sale of Share		-	223,389
Profit/(loss) transferred from Revenue Account		23,452,317	34,543,610
Un-realized Gain on Revaluation of Share		-	2,065,711
Other Income		155,089	2,777,152
Total		49,009,583	63,254,353
Expenses of management (not applicable to any particular fund or account):		7,492,491	5,476,587
Directors' fees		624,000	600,000
Donation & subscription		407,500	347,500
Legal & professional fees		31,500	13,750
Company Contribution to PF		605,879	321,159
Registration Fee		-	57,500
Managers Conference, Meeting & Picnic		2,103,871	-
Contribution Fees & Charges		50,000	780,724
Depreciation		3,488,308	3,189,382
UMP Data Charge-IDRA		120,043	76,247
Advertisement & Publicity		61,390	90,325
Unrealized Loss on Revaluation of Share	20	1,371,839	-
Balance for the period carried to Profit & Loss Appropriation Account		40,145,253	57,777,766
Total		49,009,583	63,254,353

Statement of Appropriation Account (Un-Audited)

For the period ended 31st March, 2023

Particulars	Note	1st Quarter Ended	
		Jan to Mar'2023	Jan to Mar'2022
		Taka	Taka
Balance of last Year		49,767,177	69,188,690
Add : Net profit during the period		40,145,253	57,777,766
Add : Reserve transfer (Revaluation Surplus)		635,248	448,314
Less : Reserve for Exceptional Losses		(7,431,440)	(14,858,241)
Less : WPPF		(1,911,679)	(2,751,322)
Less : Provision for Income Tax including Deffered Tax	18	(12,268,902)	(12,702,734)
Prior Year Tax Paid (Year-2021)		(3,341,967)	-
Balance Transfer to Financial Position		65,593,690	97,102,473
Earning Per Share (EPS)	22	0.40	0.65


Chief Financial Officer


Company Secretary


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Chairman

Dhaka.
Dated: 12 June, 2023

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

For the period ended 31st March, 2023

Particulars	Note	1st Quarter ended	
		Jan to Mar'2023	Jan to Mar'2022
		Taka	Taka
Balance of account at the beginning of the period :			
Reserve for unexpired risks		32,654,692	36,654,914
Premium less re-insurances		78,319,173	82,404,023
Commission on re-insurances ceded		11,948,656	14,173,523
		122,922,521	133,232,460
Claims under policies less re-insurances:			
Paid During the period		11,715,006	5,727,742
Total estimated liability in respect of outstanding claims at the end of the period whether due or intimated		90,872,925	66,055,141
		102,587,931	71,782,883
Less: Claims outstanding at the end of the previous period		97,172,925	70,269,718
		5,415,006	1,513,165
Agency Commission		16,769,183	18,379,173
Expenses of management		45,764,363	45,833,427
Balance of account at the end of the period as shown in the Statement of		31,521,652	32,963,085
Profit transferred to Profit & Loss Account		23,452,317	34,543,610
Total		122,922,521	133,232,460


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Express Insurance Limited
Statement of Cash Flow (Un-Audited)
For the period ended 31st March, 2023

Particulars	Note	Jan to Mar'2023 Taka	Jan to Mar'2022 Taka
A. Cash flow from operating activities			
Collection from premium and other income		113,835,134	176,950,482
Payment for management expense, re-insurance and claims		(95,069,141)	(78,419,195)
Income Tax paid		(7,902,293)	(7,950,078)
Net cash generated from operating activities (A) =		10,863,700	90,581,209
B. Cash flow from investing activities			
Fixed Assets acquired		(123,387)	(781,067)
Sales of Share		-	4,959,749
Investment in Share & Mutual Fund		(3,250,000)	-
Net cash used in investing activities (B) =		(3,373,387)	4,178,682
C. Cash flow from financing activities			
Cash Dividend paid		(59,190)	(7,091,525)
Net cash used in financing activities (C) =		(59,190)	(7,091,525)
D. Net increase in cash and cash equivalents (D = A+B+C)		7,431,123	87,668,366
E. Cash & cash equivalent at the begening of the period		1,165,785,353	1,088,705,668
F. Cash & cash equivalent at the end of the period (F=D+E)		1,173,216,476	1,176,374,034
G. Net cash flows from operating activites per share(NOCFPS)	23	0.17	1.39


Chief Financial Officer


Company Secretary


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Director


Chairman

Dhaka.
Dated: 12 June, 2023

EXPRESS INSURANCE LIMITED
STATEMENT OF CHANGES IN EQUITY (Un-Audited)
For the period ended 31st March, 2023

Particulars	Share Capital	Retained Earnings	Reserve for Exceptional Losses	Revaluation Surplus	General Reserve	Total Equity
Balance as on 1st January,2023	651,974,640	49,767,177	349,613,054	107,723,099	10,000,000	1,169,077,970
Addition during theYear	-	15,191,265	7,431,440	-	-	22,622,705
Deferred Tax on Revaluation				364,276		364,276
Reserve Transfer	-	635,248	-	(635,248)	-	-
Balance as on 31 March, 2023	651,974,640	65,593,690	357,044,494	107,452,127	10,000,000	1,192,064,951
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
Deferred Tax on Revaluation				67,247		67,247
Reserve Transfer	-	448,314	-	(448,314)	-	-
Balance as on 31 March, 2022	651,974,640	97,102,473	324,312,870	75,832,230	7,500,000	1,156,722,214


Chief Financial Officer


Company Secretary


Chief Executive Officer


Director


Chairman

Dhaka.
Dated: 12 June , 2023

EXPRESS INSURANCE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31st MARCH,2023

1 Introduction:

Express Insurance Limited was incorporated as a Public Limited Company in Bangladesh on March 30, 2000 under the Companies Act, 1994 and obtained the certificate of commencement of business bearing no.C-39954(1922/2000) on 30 March, 2000. The company obtained the registration from the Chief Controller of Insurance, Government of Peoples Republic of Bangladesh on May 18, 2000. Being registered with the Insurance Development & Regulatory Authority (IDRA) under the Insurance Act, 2010 the company has been providing non-life insurance services as per Insurance Act, 2010 and directives issued by the IDRA from time to time.

2 Basis of preparation :

The First Quarter Financial Statements have been prepared based on International Accounting Standard (IAS) 34-"Interim Financial Reporting" in accordance with the Companies Act 1994, the Insurance Act 2010, Bangladesh Security and Exchange Rules 2020 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 2023 to 31st March 2023.

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 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 Deferred Tax [IAS-12] :

Deferred Tax Assets/Liabilities and Income/Expenses has been calculated as per provision of IAS-12 details shown in the note no.17.

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	
31-03-23	31-12-22
45,000,000	45,000,000
132,570,209	130,410,252
9,555,763	9,578,267
19,858,161	20,269,880
206,984,133	205,258,399

13 Cash and cash equivalent:

	Amount in Taka	
	31-03-23	31-12-22
Fixed deposit with banks	1,157,115,486	1,116,963,000
Balance with banks (STD & CD)	14,138,158	47,040,559
Cash in hand (including Head office & Branches)	1,905,135	1,724,097
Balance with sahare broker	57,697	57,697
	1,173,216,476	1,165,785,353

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

75,000,000 ordinary shares of Tk.10 each.

750,000,000 750,000,000**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. 7,431,440 has been set aside during the period to meet exceptional losses, total accumulated amount now stands at Tk. 357,044,494 while it was Tk. 349,613,054 as on 31.12.2022.

Opening balance	349,613,054	309,454,629
Addition during the period	7,431,440	40,158,425
Less: Adjustment	-	-
	357,044,494	349,613,054

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. After that 2nd time revaluation made to comply IAS-16 to arrive at a fair market value of the said land & building by an independent professional Accountant Firm Ahmed Zaker & Co. Chartered Accountant for the purpose of accounting with effect from 31.12.2022.

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 31.03.2023
Opening Balance (Land & Building)	40,168,508	189,085,068	30,409,950	127,049,515
Addition during the period	-	-	-	-
Reserve transfer during the period	-	-	635,248	(635,248)
	40,168,508	189,085,068	31,045,198	126,414,267
Less: Deferred Tax on Revaluation Reserve 15%				18,962,140
				107,452,127

		<u>31-03-2023</u> <u>Taka</u>
17 Deferred Tax as per IAS-12:		
a) Fixed Assets:		
Book value of depreciable fixed assets		89,341,545
Less: Tax base [IAS-12 (7)]		-64,879,260
Taxable Temporary Differences		<u>24,462,285</u>
b) Right of use assets:		
Right of use assets		35,005,358
Less: Lease liability		(38,329,397)
Deductible Temporary Differences		<u>(3,324,039)</u>
c) Gratuity Provision:		
Provision amount		(2,500,000)
Less: Tax base		-
Deductible Temporary Differences		<u>(2,500,000)</u>
Net Deductible/Taxable Temporary Differences (a+b+c)		<u>18,638,246</u>
Effective Tax Rate		37.50%
Deferred tax liability/Assets		6,989,342
Closing Deferred tax liability		6,989,342
Opening deferred tax liability		(6,990,029)
Total deferred tax adjustment/expenses/(income)		(687)
c) Closing Deferred Tax Liability:		
Opening Balance of Deferred Tax Liability		26,097,626
Add: Deferred Tax on un realized Gain/(Loss) on Share		(152,427)
Less: Deferred Tax on Revaluation Reserve @15%		(364,276)
Add: Deferred Tax Expense		(687)
Closing Deferred Tax Liability		<u>25,580,236</u>
The effective income tax has been calculated @ 37.5 % as are applicable for this Insurance Company as per Finance Act, 2022.		
18 Provision for Taxation Including Deferred Tax		
Income before Tax		40,145,253
Less : Reserve for exceptional Loss		(7,431,440)
Less : WPPF		(1,911,679)
Unrealize Loss/(Gain) on Share		1,371,839
Less : Dividend Income		-
Less : Gain Sale of Share		-
Less : Gain Sale of Car		(153,589)
Add : Accounting base Dep.		3,488,308
Less : Tax base Dep.		(2,851,226)
Business Income		<u>32,657,467</u>
Tax Calculation		
Business Income	37.50%	12,246,550
Dividend income	20.00%	-
Gain on Sale of Share	10.00%	-
Gain on Sale of Car	15.00%	23,038
Deferred Tax (Note : 17.b)		<u>12,269,588</u> <u>(687)</u> <u>12,268,902</u>
19 Provision for Income Tax:		
Opening Balance		255,209,866
Addition during the period		12,269,588
Adjustment during the period		(25,371,285)
		<u>242,108,169</u>

	31-03-2023 Taka
20 Changes in fair value of the investment in shares available for sale :	
Fair value (Market Value) of Share	161,984,131
Less: Cost price of investment in share	179,753,065
Fair value (Market Value) Reserve at 31st March, 2023	(17,768,934)
Less : Fair value (Market Value) Reserve at 1 January, 2023	(16,244,667)
Un-Realized Gain/(Loss) during the year	(1,524,267)
Unrealized Gain / (Loss) on Investment in share during the year:	
Unrealized Gain / (Loss) as per Current Period Portfolio Statement	(1,524,267)
Less: Deferred Tax on Unrealized Gain / (Loss) of Share	152,427
Unrealized Gain / (Loss) during the Period	(1,371,840)

21 Net Assets Value Per Share (NAV) :

Net assets value per share as at 31st March 2023 has been calculated based on 65,197,464 numbers of ordinary shares outstanding during the quarter.

	31-03-2023 Taka	31-12-2022 Taka
Net Assets Value	1,192,064,951	1,169,077,970
weighted average number of ordinary shares	65,197,464	65,197,464
	18.28	17.93

22 Earnings Per Share (EPS) :

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

	31-03-2023 Taka	31-03-2022 Taka
Net Profit before Tax	40,145,253	57,777,766
Less : Provision for Income Tax	(12,268,902)	(12,702,734)
Less : WPPF	(1,911,679)	(2,751,322)
Net Profit after Tax	25,964,672	42,323,710
Number of ordinary shares	65,197,464	65,197,464
Earnings Per Share (EPS)	0.40	0.65

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.

	31-03-2023 Taka	31-03-2022 Taka
Net cash generated from operating activities	10,863,700	90,581,209
weighted average number of ordinary shares	65,197,464	65,197,464
Net Operating Cash Flows Per Share (NOCFPS)	0.17	1.39

24 Reconciliation of cash flows (operating activities)

	31-03-2023 Taka
Net profit before tax	40,145,253
Add: Non Cash & Non Operating Expenses and Income	(1,380,587)
(Increase)/Decrease in current assets	3,512,839
Increase/(Decrease) in current liabilities	(23,511,512)
Less: Income Tax Paid	(7,902,293)
Net cash flows from operating activities	10,863,700

25 Related party transaction [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.

Name of the Party	Nature of Transaction	Opening Balance	Transaction Value (Taka)		Closing Balance
			Debit	Credit	
Aron Denims Ltd	Insurance Premium	-	432,816	432,816	
Khalil & Khalil Investment Ltd	Insurance Premium	-	74,711	74,711	
Rahmat Textiles Ltd.	Insurance Premium	-	103,890	103,890	-
Logos Apparels Ltd.	Insurance Premium	-	81,412	81,412	-
Rahmat Sweaters (BD) Ltd.	Insurance Premium	-	193,220	193,220	-
Rahmat Fashion Wear Ltd	Insurance Premium	-	4,009	4,009	
Rahmat Knit-Dying & Finishing Ltd	Insurance Premium	-	10,986	10,986	
Mohammed Ali Spinning Mills Ltd	Insurance Premium	-	505,800	505,800	
Bikrampur Patato Flakes Ind. Ltd.	Insurance Premium	-	5,239	5,239	-
Younus Paper Mills Ltd.	Insurance Premium	-	42,460	42,460	-
Sonali Papers & Board Mills Ltd.	Insurance Premium	-	173,668	173,668	-
Ananta Paper Mills Ltd.	Insurance Premium	-	2,676	2,676	-
Younus News Print Mills Ltd.	Insurance Premium	-	6,668	6,668	-
Younus Spinning Mills Ltd.	Insurance Premium	-	62,927	62,927	-


Chief Financial Officer


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Dated: 12 June, 2023