

NORTHERN ISLAMI INSURANCE LTD.

UN-AUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2020

	(Figures in TAKA)	
	SEPTEMBER 30, 2020	DECEMBER 31, 2019
CAPITAL AND LIABILITIES		
Share Capital		
Authorised:		
100,000,000 ordinary shares of Tk.10 each	1,000,000,000	1,000,000,000
Issued, subscribed & paid up:		
42,659,611 ordinary shares of Tk.10 each	426,596,110	426,596,110
Reserve or Contingency accounts :	465,370,905	404,991,435
Reserve for Exceptional Losses	270,204,987	225,368,786
Revaluation Surplus	83,932,255	87,331,870
Profit & Loss Appropriation Account	111,233,663	92,290,779
Balance of Funds and Accounts:	219,510,055	150,801,063
Premium Deposit	90,765,927	19,211,310
Estimated liability in respect of outstanding claims whether due or intimated	122,486,615	48,474,126
Amount due to other persons or bodies carrying on insurance business	44,387,959	52,464,808
Sundry Creditors (including provision for tax & dividend)	309,966,683	303,057,403
Dererred Tax Liabilities	79,022,104	78,819,149
Total	1,758,106,358	1,484,415,404
PROPERTY AND ASSETS		
Investment (at cost)	149,999,732	75,052,902
Interest accruing but not due	3,665,199	4,553,633
Amount due from other persons or- bodies carrying on insurance business	357,084,539	393,990,411
Sundry Debtors (including advance tax, other advances deposits and pre-payments)	332,816,729	307,377,565
Cash and bank balances (Including FDR)	613,443,033	394,634,242
Fixed Assets less Depreciation	299,917,387	308,417,426
Stock of Printing & Stationery	1,179,739	389,225
Total	1,758,106,358	1,484,415,404


Company Secretary


Chief Financial Officer


Chief Executive Officer


Director


Chairman

NORTHERN ISLAMI INSURANCE LTD.

UN-AUDITED CONSOLIDATED INSURANCE REVENUE ACCOUNT FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2020

(Figures in TAKA)

	JAN. TO SEP 2020	JAN. TO SEP 2019	JULY TO SEP 2020	JULY TO SEP 2019
Balance of account at the beginning of the year/Quarter	113,100,797	74,662,930	37,700,265	24,887,643
Premium less re-insurances	448,362,015	253,544,235	180,008,148	109,879,577
Commission on re-insurances ceded	86,169,045	48,385,925	35,169,236	16,293,905
Total (A)	647,631,857	376,593,090	252,877,649	151,061,125
Net Claim	97,603,107	92,389,430	2,650,956	56,235,182
Agent Commission	99,431,338	44,404,793	40,296,796	17,031,705
Expenses of management	171,093,137	50,708,847	106,556,663	7,691,570
Reserve for unexpired risks	181,809,789	101,551,870	74,217,824	44,067,219
Total (B)	549,937,371	289,054,940	223,722,239	125,025,676
Underwriting Profit	97,694,486	87,538,150	29,155,410	26,035,449

UN-AUDITED PROFIT OR LOSS ACCOUNT AND PROFIT OR LOSS APPROPRIATION ACCOUNT FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2020

(Figures in TAKA)

	JAN. TO SEP 2020	JAN. TO SEP 2019	JULY TO SEP 2020	JULY TO SEP 2019
Interest, Dividend and Rents	20,735,969	10,631,206	7,290,104	2,078,188
Profit/(loss) transferred from Revenue Account	97,694,486	87,538,150	29,155,410	26,035,449
	118,430,455	98,169,356	36,445,514	28,113,637
Less: Expenses of management	48,400,295	12,949,771	6,304,661	4,399,609
Net Profit before Tax	70,030,160	85,219,585	30,140,853	23,714,028
Less: Deferred Tax Expenses	202,955	-	(350,329)	-
Less: Provision for current Tax	9,447,735	22,449,435	4,552,515	4,747,351
Net Profit after tax	60,379,470	62,770,150	25,938,667	18,966,677
Add: Revaluation surplus Transferred to Retained Earnings	3,399,615	3,354,024	1,133,205	1,118,008
Add: Profit brought from last year/Quarter	92,290,779	94,412,196	102,162,605	83,492,074
Total	156,069,864	160,536,370	129,234,477	103,576,759
Reserve for exceptional losses	44,836,201	25,354,424	18,000,814	11,054,424
Dividend	-	42,659,611	-	-
Balance of Profit/(Loss)	111,233,663	92,522,335	111,233,663	92,522,335
Total	156,069,864	160,536,370	129,234,477	103,576,759

Earning Per Share (EPS) as per BAS 33	1.42	1.47	0.61	0.44
---------------------------------------	------	------	------	------

 Company Secretary	 Chief Financial Officer	 Chief Executive Officer	 Director	 Director	 Chairman
-----------------------------------------------------------------------------------------------------------------	-----------------------------------------------------------------------------------------------------------------------	-----------------------------------------------------------------------------------------------------------------------	---------------------------------------------------------------------------------------------------------	----------------------------------------------------------------------------------------------------------	----------------------------------------------------------------------------------------------------------

NORTHERN ISLAMI INSURANCE LTD.

UN-AUDITED STATEMENT OF CASH FLOW FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2020

(Figures in TAKA)

	SEPTEMBER 30, 2020	SEPTEMBER 30, 2019
A. Cash Flow from Operating Activities		
Collection from premium and others	721,359,031	454,248,910
Payment for management expense, re-insurance, claims etc.	(405,609,305)	(370,903,279)
Income Tax paid	(18,859,235)	(23,005,091)
Net Cash provided by Operating Activities (A)	296,890,491	60,340,540
B Cash Flow from Investing Activities		
Fixed Assets acquired	(3,181,700)	(2,545,467)
Investment In Bond	(74,900,000)	-
Total Cash Flow from Investing Activities (B)	(78,081,700)	(2,545,467)
C. Cash Flow from Financing Activities		
Dividend Paid	-	(42,161,221)
Total Cash Flow from Financing Activities (C)	-	(42,161,221)
D. Net Cash Flow D=(A+B+C)	218,808,791	15,633,852
E Increase / Decrease in Cash & Cash Equivalent E=(G-F)	218,808,791	15,633,852
F Cash & Cash Equivalent at Opening	394,634,242	301,185,754
G Cash & Cash Equivalent at Closing	613,443,033	316,819,606


Company Secretary


Chief Financial Officer


Chief Executive Officer


Director


Chairman

NORTHERN ISLAMI INSURANCE LTD.
STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2020

(Figures in TAKA)

Particulars	Share Capital	Retained Earnings	Reserve for Exceptional Losses	Revaluation Surplus	Total Equity
Balance as on 1st January, 2020	426,596,110	92,290,779	225,368,786	87,331,870	831,587,545
Addition during the period	-	-	44,836,201	-	44,836,201
Revaluation Surplus Transferred to Retained Earning	-	3,399,615	-	(3,399,615)	-
Profit after tax for the year	-	15,543,269	-	-	15,543,269
September 30, 2020 Total	426,596,110	111,233,663	270,204,987	83,932,255	891,967,015
Balance as on 1st January, 2019	426,596,110	94,412,196	187,690,821	92,021,951	800,721,078
Addition during the period	-	-	25,354,424	-	25,354,424
Revaluation Surplus Transferred to Retained Earning	-	3,354,024	-	(3,354,024)	-
Profit after tax for the year	-	37,415,726	-	-	37,415,726
Dividend for the year 2018	-	(42,659,611)	-	-	(42,659,611)
September 30, 2019 Total	426,596,110	92,522,335	213,045,245	88,667,927	820,831,617

 **Company Secretary**
 **Chief Financial Officer**
 **Chief Executive Officer**
 **Director**
 **Director**
 **Chairman**

NORTHERN ISLAMI INSURANCE LTD.

COMPERATIVE STATEMENT

FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2020

SL NO.	PARTICULAR	30.09.2020	30.09.2019
1	Net Assets Value	891,967,015	820,831,617
2	Net Assets Value Per Share	20.91	19.24
3	Operating Cash Flow Per Share	6.96	1.41
4	Earning Per Share (EPS)	1.42	1.47

 Company Secretary  Chief Financial Officer  Chief Executive Officer  Director  Director  Chairman

NORTHERN ISLAMI INSURANCE LTD.

Selected Explanatory Notes to the Third Quarter Un-audited Financial Statements: For the Third Quarter ended September 30, 2020

01. Status of the Company:

Northern General Insurance Company Limited ("Northern Islami Insurance Limited" after changing its name) was incorporated as public company limited by shares on April 08, 1996 under the companies Act, 1994 bearing certificate of incorporation no.C-30509(1725)/96. The Company was entitled to commence business vide certificate of commencement issued on April 08, 1996 by the Registrar of Joint Stock Companies & Firms under section 150(2) of the said Act. The Controller of Insurance has issued certificate of registration on May 25, 1996. The Securities & Exchange Commission has approved for issue of shares to public on October 20, 2008 (date of lottery). The company has been listed with the stock exchange [both in Dhaka and in Chittagong] on July 16, 2008.

With the approval of all concern authority, Northern General Insurance Company Limited has been renamed to Northern Islami Insurance Limited ("the Company") and certificate no. C-30509, issue no. 92741, dated November 03, 2019 has been issued by the Registrar of Joint Stock Companies and Firms (RJSC). Insurance Development and Regulatory Authority (IDRA) had provided registration certificate on November 18, 2019 by giving approval to change the name from Northern General Insurance Company

02. Operation of business based on Islami Shariah & Change of name of the Company:

To operate insurance business on the basis of Islami Shariah, the required changes including provision for formation of Shariah Council in the Memorandum of Association and Articles of Association had been approved in Extra Ordinary General Meeting held on 14/10/2019. Thereafter, the company obtained the required permission for operating business based on Islami Shariah and the change of company name from Northern General Insurance Co. Ltd. to Northern Islami Insurance Limited had been obtained from Insurance Development & Regulatory Authority (IDRA) & Registrar of Joint Stock Companies & Firms (RJSC). The company formed Shariah Council and started its insurance business based on Islami Shariah from 1 December, 2019.

03. Basis of preparation:

Quarterly Financial Statements have been prepared based on International Accounting Standard (IAS) 34:"Interim Financial Reporting" and in accordance with others International Accounting Standards (IAS), The Companies Act 1994, the Insurance Act 2010, Securities and Exchange Rules 1987 and other applicable Laws and Regulations

03. Accounting Policies and Method of Computation:

Accounting policies and method of computation have been followed in preparing these financial statements are same as applied in financial statements of the company of preceding financial year.

04. Earnings Per Share [EPS]:

Earnings Per Share (IAS - 33) is calculated by applying the formula of net profit after tax divided by number of shares as follows:

Particulars	Amount in taka	
	30.09.20	30.09.19
Net Profit After Tax	60,379,470	62,770,150
Weighted average number of ordinary shares	42,659,611	42,659,611
Earnings Per Share [EPS]	1.42	1.47

05. Net assets value (NAV):

Net Assets Value (NAVs) per share has been calculated by dividing net asset value reported in the statement of financial position by the weighted average number of ordinary shares in issue.

Particulars	Amount in taka	
	30.09.20	30.09.19
Shareholders' equity	891,967,015	820,831,617
Weighted average number of ordinary shares	42,659,611	42,659,611
Net Assets Value (NAVs) per share	20.91	19.24

06. Net operating cash flow (NOCFPS):

Net Operating Cash Flow (NOCFs) per share has been calculated by dividing net cash used in operating activities reported in the cash flows statement of financial position by the weighted average number of ordinary shares in issue.

Particulars	Amount in taka	
	30.09.20	30.09.19
Net cash generated from operating activities	296,890,491	60,340,540
Weighted average number of ordinary shares	42,659,611	42,659,611
Net Operating Cash Flow (NOCFPS) per share	6.96	1.41

Net Operating Cash Flow per Share (NOCFPS) depends on Income from Net Premium, Investment income, Net claim paid, Commission paid, Management Expenses and Income tax paid. The significant deviation in NOCFPS due to indicator of income was increased in the period than the previous period.

07. Reconciliation of net income or net profit with cash flow from operating activities:

As per clause 5(2)(e) of the BSEC notification (No. BSEC/CMRRCD/2006-158/208/Admin/81-dated 20 June 2018) the reconciliation of net income or net profit with cash flows from operating activities are given below:

Particulars	Amount in taka	
	30.09.20	
Net cash generated from operating activities	70,030,160	
Add: Depreciation & Amortization	11,681,738	
Add/(less): Loss/(gain) on fair value adjustment	(46,830)	
Add/(less): Increased/(decreased) in current liabilities	203,660,795	
Add/(less): Decreased/(increased) in current assets	30,423,863	
Cash generated from operation	315,749,726	
Less: Income tax paid	18,859,235	
Net cash generated from operating activities	296,890,491	

296,890,491

08. Provision for current Tax:

Calculation of current tax is given below:

Particulars	Amount in taka	
	30.09.20	30.09.19
Profit before Tax	70,030,160	85,219,585
Less: Reserve for Exceptional Losses	44,836,201	25,354,424
Total Taxable Income	25,193,959	59,865,161
Provision for current Tax on Taxable Income @ 37.50%	9,447,735	22,449,435

09. Chief Executive Officer's salary & allowances:

The CEO has been appointed with the approval from Insurance Development & Regulatory Authority (IDRA). In addition to remuneration, the CEO is also provided with telephone, cell phone, internet bills at actual. The Chief Executive Officer's salaries and allowances are Tk. 3,230,000 in third quarter ended September 30, 2020 and Tk. 2,610,000 in third quarter ended September 30, 2019

It may be mentioned here that the above amount has been shown in Revenue Account as Management expenses in the Financial Statements.

 Company Secretary
  Chief Financial Officer
  Chief Executive Officer
  Director
  Director
  Chairman