

NORTHERN ISLAMI INSURANCE LTD.

UN-AUDITED BALANCE SHEET AS AT JUNE 30, 2023

	(Figures in TAKA)	
	JUNE 30, 2023	DECEMBER 31, 2022
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 :	604,844,333	561,482,175
Reserve for Exceptional Losses	360,958,004	349,930,746
Revaluation Surplus	126,713,354	129,970,382
Profit & Loss Appropriation Account	117,172,975	81,581,047
Balance of Funds and Accounts:	266,461,766	279,963,122
Premium Deposit	135,885,140	144,118,370
Estimated liability in respect of outstanding claims whether due or intimated	420,316,095	308,218,909
Amount due to other persons or bodies carrying on insurance business	175,440,378	147,225,926
Sundry Creditors (including provision for tax)	349,575,235	331,919,957
Dividend payable	6,774,291	6,824,922
Deferred Tax Liabilities	111,540,918	112,614,736
Total	2,497,434,266	2,318,964,227
PROPERTY AND ASSETS		
Investment (at cost)	240,769,568	241,798,914
Interest accruing but not due	20,856,531	6,565,325
Amount due from other persons or-bodies carrying on insurance business	503,457,985	497,313,818
Sundry Debtors (including advance tax, other advances deposits and pre-payments)	443,248,903	413,925,344
Cash and bank balances (Including FDR)	906,552,084	771,575,923
Fixed Assets less Depreciation	381,089,365	386,444,834
Stock of Printing & Stationery	1,459,830	1,340,069
Total	2,497,434,266	2,318,964,227

-

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

NORTHERN ISLAMI INSURANCE LTD.

UN-AUDITED CONSOLIDATED INSURANCE REVENUE ACCOUNT FOR THE HALF YEAR ENDED JUNE 30, 2023

(Figures in TAKA)

	HALF YEAR ENDED		QUARTER ENDED	
	JAN. TO JUNE 2023	JAN. TO JUNE 2022	APRIL TO JUNE 2023	APRIL TO JUNE 2022
Balance of account at the beginning of the year/Quarter	139,981,561	114,397,872	69,990,780	57,198,936
Premium less re-insurances	315,064,508	380,839,102	102,755,965	175,801,256
Commission on re-insurances ceded	40,570,329	36,988,314	27,290,473	21,228,567
Total (A)	495,616,398	532,225,288	200,037,218	254,228,759
Net Claim	67,056,048	78,716,170	18,629,900	43,355,442
Agent Commission	76,869,914	78,133,279	39,912,720	39,989,391
Expenses of management	142,598,339	154,510,476	69,152,705	76,654,416
Reserve for unexpired risks	126,480,205	153,886,938	41,050,956	71,568,676
Total (B)	413,004,506	465,246,863	168,746,281	231,567,925
Underwriting Profit	82,611,892	66,978,425	31,290,937	22,660,834

UN-AUDITED PROFIT OR LOSS ACCOUNT AND PROFIT OR LOSS APPROPRIATION ACCOUNT FOR THE HALF YEAR ENDED JUNE 30, 2023

(Figures in TAKA)

	HALF YEAR ENDED		QUARTER ENDED	
	JAN. TO JUNE 2023	JAN. TO JUNE 2022	APRIL TO JUNE 2023	APRIL TO JUNE 2022
Interest, Dividend and Rents	23,573,876	20,299,775	11,947,087	9,866,713
Profit/(loss) transferred from Revenue Account	82,611,892	66,978,425	31,290,937	22,660,834
	106,185,768	87,278,200	43,238,024	32,527,547
Less: Expenses of management	45,150,210	36,140,040	21,986,332	18,678,195
Net Profit before Tax	61,035,558	51,138,160	21,251,692	13,849,352
Less/(Add): Deferred Tax Expenses/(Income)	(1,073,818)	(513,053)	(528,880)	(259,631)
Less.Provision for taxation	18,747,218	10,208,808	7,806,319	293,710
Net Profit after tax	43,362,158	41,442,405	13,974,253	13,815,273
Add. Revaluation surplus Transferred to Retained Earnings	3,257,028	2,173,523	1,628,514	1,086,762
Add: Profit brought from last year/Quarter	81,581,047	81,715,030	101,982,039	102,227,409
Total	128,200,233	125,330,958	117,584,806	117,129,444
Reserve for exceptional losses	11,027,258	19,041,955	411,831	10,840,441
Balance of Profit/(Loss)	117,172,975	106,289,003	117,172,975	106,289,003
Total	128,200,233	125,330,958	117,584,806	117,129,444

Earning Per Share (EPS) as per BAS 33	1.02	0.97	0.33	0.32
--	------	------	------	------

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

NORTHERN ISLAMI INSURANCE LTD.

UN-AUDITED STATEMENT OF CASH FLOW FOR THE HALF YEAR ENDED JUNE 30, 2023

	(Figures in TAKA)	
	JUNE 30, 2023	JUNE 30, 2022
A. Cash Flow from Operating Activities		
Collection from premium and others	512,466,093	541,188,301
Payment for management expense, re-insurance, claims etc.	(366,857,225)	(424,773,484)
Income Tax paid	(6,462,447)	(7,147,173)
Net Cash provided by Operating Activities (A)	139,146,421	109,267,644
B Cash Flow from Investing Activities		
Fixed Assets acquired	(4,119,629)	(19,769,348)
Total Cash Flow from Investing Activities (B)	(4,119,629)	(19,769,348)
C. Cash Flow from Financing Activities		
Dividend paid	(50,631)	-
Total Cash Flow from Financing Activities (C)	(50,631)	-
D. Net Cash Flow D=(A+B+C)	134,976,161	89,498,296
E Increase / Decrease in Cash & Cash Equivalent E=(G-F)	134,976,161	89,498,296
F Cash & Cash Equivalent at Opening	771,575,923	577,075,843
G Cash & Cash Equivalent at Closing	906,552,084	666,574,139

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

NORTHERN ISLAMI INSURANCE LTD.

STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED JUNE 30, 2023

(Figures in TAKA)

Particulars	Share Capital	Retained Earnings	Reserve for Exceptional Losses	Revaluation Surplus	Total Equity
Balance as on 1st January, 2023	426,596,110	81,581,047	349,930,746	129,970,382	988,078,285
Addition during the period	-	-	11,027,258	-	11,027,258
Revaluation Surplus Transferred to Retained Earning	-	3,257,028	-	(3,257,028)	-
Profit after tax for the period	-	32,334,900	-	-	32,334,900
June 30, 2023 Total	426,596,110	117,172,975	360,958,004	126,713,354	1,031,440,443
Balance as on 1st January, 2022	426,596,110	81,715,030	309,029,298	78,300,533	895,640,971
Addition during the period	-	-	19,041,955	-	19,041,955
Revaluation Surplus Transferred to Retained Earning	-	2,173,523	-	(2,173,523)	-
Profit after tax for the period	-	22,400,450	-	-	22,400,450
June 30, 2022 Total	426,596,110	106,289,003	328,071,253	76,127,010	937,083,376

Sd/-
Company Secretary

Sd/-
Chief Financial Officer

Sd/-
Chief Executive Officer

Sd/-
Director

Sd/-
Director

Sd/-
Chairman

NORTHERN ISLAMI INSURANCE LTD.

COMPERATIVE STATEMENT FOR THE HALF YEAR ENDED JUNE 30, 2023

SL NO.	PARTICULAR	30.06.2023	30.06.2022
1	Net Assets Value	1,031,440,443	937,083,376
2	Net Assets Value Per Share	24.18	21.97
3	Operating Cash Flow Per Share	3.26	2.56
4	Earning Per Share (EPS)	1.02	0.97

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

NORTHERN ISLAMI INSURANCE LTD.

Selected Explanatory Notes to the Half Yearly Un-audited Financial Statements: for the Half Year ended June 30, 2023

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 Farms (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 Limited to

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

04. 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.

05. 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	
	30.06.2023	30.06.2022
Net Profit After Tax	43,362,158	41,442,405
Weighted average number of ordinary shares	42,659,611	42,659,611
Earnings Per Share [EPS]	1.02	0.97

06. 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	
	30.06.2023	30.06.2022
Shareholders' equity	1,031,440,443	937,083,376
Weighted average number of ordinary shares	42,659,611	42,659,611
Net Assets Value (NAVs) per share	24.18	21.97

07. 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	
	30.06.2023	30.06.2022
Net cash generated from operating activities	139,146,421	109,267,644
Weighted average number of ordinary shares	42,659,611	42,659,611
Net Operating Cash Flow (NOCFPS) per share	3.26	2.56

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.

08. 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	
	30.06.2023	30.06.2022
Net Profit before Tax	61,035,558	51,138,161
Add: Depreciation & Amortization	9,500,625	8,873,485
Add/(less): Loss/(gain) on fair value adjustment	(15,718)	16,626
Add/(less): Increased/(decreased) in current liabilities	117,459,585	62,262,750
Add/(less): Decreased/(increased) in current assets	(42,371,182)	(5,876,206)
Cash generated from operation	145,608,868	116,414,816
Less: Income tax paid	6,462,447	7,147,172
Net cash generated from operating activities	139,146,421	109,267,644

09. Provision for current Tax:

Calculation of current tax is given below:

Particulars	Amount in taka	
	30.06.2023	30.06.2022
Profit before Tax	61,035,558	51,138,160
Less: Interest on BGTB	-	(4,889,344)
Add/(Less): Unrealised Loss/(gain)	(15,718)	16,626
Less: Reserve for Exceptional Losses	(11,027,258)	(19,041,955)
Total Taxable Income	49,992,582	27,223,487
Provision for current Tax on Taxable Income @ 37.50%	18,747,218	10,208,808

10. Deferred Tax Expenses/(Income):

Calculation of deferred tax expenses/(Income) is given below:

Particulars	Amount in taka	
	30.06.2023	30.06.2022
Book value of depreciable fixed assets	381,089,365	302,321,593
Less: Tax base	(79,346,731)	(95,801,992)
Less: Permanent difference	(4,300,186)	-
Taxable temporary difference	297,442,448	206,519,601
Deferred tax liabilities @ 37.50%	111,540,918	77,444,850
Less: Opening deferred tax liabilities	112,614,736	77,957,903
Deferred tax expenses/(income)	(1,073,818)	(513,053)

11. 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. 30,50,000 in half year ended June 30, 2023 which is shown in Revenue Account as Management expenses in the Financial Statements.

12. Unclaimed Dividend :

Unclaimed Dividend as on June 30, 2023 of Taka. 67,74,291 which is shown in the Balance Sheet as a separate line item.

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