

NORTHERN ISLAMI INSURANCE LTD.

UN-AUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2023

(Figures in TAKA)

	SEPTEMBER 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 :	583,877,573	561,482,175
Reserve for Exceptional Losses	365,500,711	349,930,746
Revaluation Surplus	125,084,840	129,970,382
Profit & Loss Appropriation Account	93,292,022	81,581,047
Balance of Funds and Accounts:	259,917,207	279,963,122
Premium Deposit	105,873,780	144,118,370
Estimated liability in respect of outstanding claims whether due or intimated	462,063,140	308,218,909
Amount due to other persons or bodies carrying on insurance business	149,044,162	147,225,926
Sundry Creditors (including provision for tax)	359,539,775	331,919,957
Unclaimed Dividend Account	8,081,565	6,824,922
Deferred Tax Liabilities	110,999,752	112,614,736
Total	2,465,993,064	2,318,964,227
PROPERTY AND ASSETS		
Investment (at cost)	240,248,447	241,798,914
Interest accruing but not due	25,971,607	6,565,325
Amount due from other persons or bodies carrying on insurance business	457,758,630	497,313,818
Sundry Debtors (including advance tax, other advances deposits and pre-payments)	472,599,292	413,925,344
Cash and bank balances (Including FDR)	886,444,298	771,575,923
Fixed Assets less Depreciation	381,554,127	386,444,834
Stock of Printing & Stationery	1,416,663	1,340,069
Total	2,465,993,064	2,318,964,227


Company Secretary


Chief Financial Officer


Chief Executive Officer


Director


Director


Chairman

NORTHERN ISLAMI INSURANCE LTD.

UN-AUDITED CONSOLIDATED INSURANCE REVENUE ACCOUNT FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2023

	(Figures in TAKA)			
	JAN. TO SEP 2023	JAN. TO SEP 2022	JULY TO SEP 2023	JULY TO SEP 2022
Balance of account at the beginning of the year/Quarter	209,972,342	171,596,808	69,990,781	57,198,936
Premium less re-insurances	444,856,131	681,741,353	129,791,623	300,902,251
Commission on re-insurances ceded	47,508,434	63,990,559	6,938,105	27,002,246
Total (A)	702,336,907	917,328,720	206,720,509	385,103,433
Net Claim	122,782,914	163,166,196	55,726,866	84,450,027
Agent Commission	96,324,269	131,427,427	19,454,355	53,294,148
Expenses of management	177,075,268	239,625,460	34,476,929	85,114,984
Reserve for unexpired risks	189,926,427	280,235,531	63,446,222	126,348,593
Total (B)	586,108,878	814,454,614	173,104,372	349,207,752
Underwriting Profit	116,228,029	102,874,106	33,616,137	35,895,681

UN-AUDITED PROFIT OR LOSS ACCOUNT AND PROFIT OR LOSS APPROPRIATION ACCOUNT FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2023

	(Figures in TAKA)			
	JAN. TO SEP 2023	JAN. TO SEP 2022	JULY TO SEP 2023	JULY TO SEP 2022
Interest, Dividend and Rents	35,354,365	33,190,514	11,780,489	12,890,739
Profit/(loss) transferred from Revenue Account	116,228,029	102,874,106	33,616,137	35,895,681
	151,582,394	136,064,620	45,396,626	48,786,420
Less: Expenses of management	59,430,610	55,304,972	14,280,400	19,164,932
Net Profit before Tax	92,151,784	80,759,648	31,116,226	29,621,488
Less/(Add): Deferred Tax Expenses/(Income)	(1,614,984)	(648,686)	(541,166)	(135,633)
Less: Provision for taxation	28,711,759	17,200,369	9,964,541	6,991,561
Net Profit after tax	65,055,009	64,207,965	21,692,851	22,765,560
Add: Revaluation surplus Transferred to Retained Earnings	4,885,542	3,260,284	1,628,514	1,086,762
Add: Profit brought from last year/Quarter	81,581,047	81,715,030	117,172,975	106,289,004
Total	151,521,598	149,183,279	140,494,340	130,141,326
Reserve for exceptional losses	15,569,965	27,269,654	4,542,707	8,227,699
Dividend	42,659,611	42,659,611	42,659,611	42,659,611
Balance of Profit/(Loss)	93,292,022	79,254,014	93,292,022	79,254,016
Total	151,521,598	149,183,279	140,494,340	130,141,326

Earning Per Share (EPS) as per BAS 33	1.52	1.51	0.51	0.53
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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, 2023

(Figures in TAKA)

	SEPTEMBER 30, 2023	SEPTEMBER 30, 2022
A. Cash Flow from Operating Activities		
Collection from premium and others	677,499,028	909,373,361
Payment for management expense, re-insurance, claims etc.	(502,185,577)	(622,497,956)
Income Tax paid	(8,796,548)	(10,728,091)
Net Cash provided by Operating Activities (A)	166,516,903	276,147,314
B. Cash Flow from Investing Activities		
Fixed Assets acquired	(10,245,560)	(20,405,389)
Fixed Assets disposal	-	527,960
Investment in Bond	-	(20,000,000)
Total Cash Flow from Investing Activities (B)	(10,245,560)	(39,877,429)
C. Cash Flow from Financing Activities		
Dividend paid	(41,402,968)	(43,199,411)
Total Cash Flow from Financing Activities (C)	(41,402,968)	(43,199,411)
D. Net Cash Flow D=(A+B+C)	114,868,375	193,070,474
E. Increase / Decrease in Cash & Cash Equivalent E=(G-F)	114,868,375	193,070,474
F. Cash & Cash Equivalent at Opening	771,575,923	577,075,843
G. Cash & Cash Equivalent at Closing	886,444,298	770,146,317

Company Secretary

Chief Financial Officer

Chief Executive Officer

Director

Director

Chairman

NORTHERN ISLAMI INSURANCE LTD.
STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED SEPTEMBER 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	-	-	15,569,965	-	15,569,965
Revaluation Surplus Transferred to Retained Earning	-	4,885,542	-	(4,885,542)	-
Dividend for the year 2022		(42,659,611)			(42,659,611)
Profit after tax for the period	-	49,485,044	-	-	49,485,044
September 30, 2023 Total	426,596,110	93,292,022	365,500,711	125,084,840	1,010,473,683
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	-	-	27,269,654	-	27,269,654
Revaluation Surplus Transferred to Retained Earning	-	3,260,284	-	(3,260,284)	-
Dividend for the year 2021		(42,659,611)			(42,659,611)
Profit after tax for the period	-	36,938,312	-	-	36,938,312
September 30, 2022 Total	426,596,110	79,254,015	336,298,952	75,040,249	917,189,326


Company Secretary


Chief Financial Officer


Chief Executive Officer


Director


Director


Chairman

NORTHERN ISLAMI INSURANCE LTD.

COMPERATIVE STATEMENT FOR THE THIRD QUARTER ENDED SSEPTMBER 30, 2023

SL NO.	PARTICULAR	30.09.2023	30.09.2022
1	Net Assets Value	1,010,473,683	917,189,326
2	Net Assets Value Per Share	23.69	21.50
3	Operating Cash Flow Per Share	3.90	6.47
4	Earning Per Share (EPS)	1.52	1.51

Company Secretary

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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, 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 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

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	
	30.09.2023	30.09.2022
Net Profit After Tax	65,055,009	64,207,965
Weighted average number of ordinary shares	42,659,611	42,659,611
Earnings Per Share [EPS]	1.52	1.51

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	
	30.09.2023	30.09.2022
Shareholders' equity	1,010,473,683	917,189,326
Weighted average number of ordinary shares	42,659,611	42,659,611
Net Assets Value (NAVs) per share	23.69	21.50

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	
	30.09.2023	30.09.2022
Net cash generated from operating activities	166,516,903	276,147,314
Weighted average number of ordinary shares	42,659,611	42,659,611
Net Operating Cash Flow (NOCFPS) per share	3.90	6.47

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 decreased 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	
	30.09.2023	30.09.2022
Net Profit before Tax	92,151,784	80,759,648
Add: Depreciation & Amortization	15,161,794	13,018,126
Add/(less): Loss/(gain) on fair value adjustment	(17,128)	3,141
Add/(less): Increased/(decreased) in current liabilities	96,280,023	231,126,570
Add/(less): Decreased/(increased) in current assets	(28,263,022)	(38,032,080)
Cash generated from operation	175,313,451	286,875,405
Less: Income tax paid	8,796,548	10,728,091
Net cash generated from operating activities	166,516,903	276,147,314

09. Provision for current Tax:

Calculation of current tax is given below:

Particulars	Amount in taka	
	30.09.2023	30.09.2022
Profit before Tax	92,151,784	80,759,648
Less: Interest on BGTB	-	(7,625,485)
Add/(Less): Unrealised Loss/(gain)	(17,128)	3,141
Less: Reserve for Exceptional Losses	(15,569,965)	(27,269,654)
Total Taxable Income	76,564,691	45,867,650
Provision for current Tax on Taxable Income @ 37.50%	28,711,759	17,200,369

10. Deferred Tax Expenses/(Income):

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

Particulars	Amount in taka	
	30.09.2023	30.09.2022
Book value of depreciable fixed assets	381,554,127	298,285,033
Less: Tax base	(81,493,501)	(92,127,121)
Less: Permanent difference	(4,061,286)	-
Taxable temporary difference	295,999,340	206,157,912
Deferred tax liabilities @ 37.50%	110,999,753	77,309,217
Less: Opening deferred tax liabilities	112,614,736	77,957,903
Deferred tax expenses/(income)	(1,614,984)	(648,686)

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. 45,75,000 in half year ended September 30, 2023 which is shown in Revenue Account as Management expenses in the Financial Statements.

12. Unclaimed Dividend :

Unclaimed Dividend as on September 30, 2023 of Taka. 80,81,565 which is shown in the Balance Sheet as a separate line item.

     
Company Secretary Chief Financial Officer Chief Executive Officer Director Director Chairman