



# Fareast Islami Life Insurance Co. Ltd. & Its Subsidiaries

Based on Islami Shariah

CORPORATE HEAD OFFICE: Fareast Tower, 35 Topkhana Road, Dhaka-1000, Bangladesh, E-mail: info@fareastislamilife.com, Phone: 09613000123, 02 9568120

## Third Quarter Financial Statements-2019 (Un-Audited)

We are pleased to present the un-audited Financial Statements of Fareast Islami Life Insurance Co. Ltd and its Subsidiaries for the Third Quarter ended 30 September 2019 as per Bangladesh Securities and Exchange Commission (BSEC) Notification No. SEC/CMRRC-D/2008-183/Admin/03-34 dated 27 September 2009. Accordingly these Financial Statements have already been sent to Bangladesh Securities and Exchange Commission and Stock Exchanges.

### Consolidated Balance Sheet

As at 30 September 2019

| CAPITAL AND LIABILITIES   | 30.09.2019            | 31.12.2018            | Growth Rate%   |
|---|-----------------------|-----------------------|----------------|
|   | Taka                  | Taka                  |                |
| <b>SHAREHOLDERS' CAPITAL</b>  |                       |                       |                |
| <b>Authorised Capital</b>   |                       |                       |                |
| 10,00,00,000 Ordinary Shares of Tk.10 each                                      | 1,000,000,000         | 1,000,000,000         | -              |
| <b>Issued, Subscribed and Paid-up Capital</b>                                   |                       |                       |                |
| 7,47,42,751 Ordinary Shares of Tk.10 each                                       | 747,427,510           | 747,427,510           | -              |
| <b>Balance of Fund and Accounts</b>   |                       |                       |                |
| Revaluation Reserve   | 3,330,392,262         | 3,330,392,262         | -              |
| Life Insurance Fund   | 32,694,112,681        | 33,329,264,616        | (1.91)         |
| Welfare Fund  | 8,267,049             | 8,495,139             | (2.68)         |
| Non-Controlling Interest  | 40,093,465            | 37,014,173            | 8.32           |
| <b>Liabilities and Provisions</b>   |                       |                       |                |
| Amount due to other persons or bodies carrying on Insurance business            | 50,898,787            | 43,361,679            | 17.38          |
| Estimated Liabilities in respect of outstanding claims whether due or intimated | 1,417,152,667         | 214,151,704           | 561.75         |
| Loans & Advances  | 1,712,950,000         | 1,727,950,000         | (0.87)         |
| Sundry Creditors  | 2,871,570,576         | 2,942,860,271         | (2.42)         |
| Provision for Share Value Fluctuation Account                                   | 26,136,486            | 25,585,148            | 2.15           |
| Premium Deposits  | 130,110,707           | 172,846,144           | (24.72)        |
|   | <b>6,208,819,223</b>  | <b>5,126,754,946</b>  | <b>21.11</b>   |
|   | <b>43,029,112,190</b> | <b>42,579,348,646</b> | <b>1.06</b>    |
| <b>PROPERTY AND ASSETS</b>  |                       |                       |                |
| <b>Loans</b>  |                       |                       |                |
| On Insurer's policies within their surrender value                              | 710,871,044           | 669,212,401           | 6.23           |
| <b>Investment</b>   |                       |                       |                |
| Shares & Bonds  | 8,571,710,852         | 6,865,253,779         | 24.86          |
| Equity Shares in CDBL   | 5,711,810             | 5,711,810             | -              |
| Treasury Bond with Bangladesh Bank  | 3,877,447,238         | 3,130,086,502         | 23.88          |
| Investment in DSE Membership  | 349,724,994           | 349,724,994           | -              |
| Investment in Marketable Securities   | 106,455,793           | 148,118,597           | (28.13)        |
|   | <b>12,911,050,687</b> | <b>10,498,895,682</b> | <b>22.98</b>   |
| Outstanding Premium   | 776,547,538           | 1,066,113,754         | (27.16)        |
| Profit, Dividend & Rent Accrued but not Due                                     | 568,010,693           | 553,882,778           | 2.55           |
| Advances, Deposits and Prepayments  | 7,127,744,820         | 7,766,945,697         | (8.23)         |
| Sundry Debtors  | 196,985,043           | 170,430,186           | 15.58          |
| <b>Cash and Bank Balances</b>   |                       |                       |                |
| Fixed Deposit with Banks  | 3,513,984,933         | 4,135,932,474         | (15.04)        |
| SND & CD Account with Banks   | 3,033,184,563         | 3,642,972,030         | (16.74)        |
| Cash in Hand  | 25,151,079            | 141,105               | 17,724.37      |
|   | <b>6,572,320,575</b>  | <b>7,779,045,609</b>  | <b>(15.51)</b> |
| <b>Other Assets</b>   |                       |                       |                |
| Stamps in Hand  | 1,220,285             | 6,503,232             | (81.24)        |
| Printing & Stationery in Hand   | 7,317,887             | 8,856,321             | (17.37)        |
| Fixed Assets (At cost less depreciation)  | 14,157,043,618        | 14,059,462,986        | 0.69           |
|   | <b>43,029,112,190</b> | <b>42,579,348,646</b> | <b>1.06</b>    |

### Consolidated Life Revenue Account

For the Third Quarter ended 30 September 2019

| PARTICULLARS   | Jan-Sep'19            | Jan-Sep'18            | Jul-Sep'19            | Jul-Sep'18            |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
|  | Taka                  | Taka                  | Taka                  | Taka                  |
| <b>BLANCE OF FUND AT THE BEGINNING OF THE YEAR</b>             |                       |                       |                       |                       |
|  | 33,329,264,616        | 33,462,500,966        | 33,986,283,195        | 33,930,357,635        |
| <b>PREMIUM LESS RE-INSURANCE</b>                               |                       |                       |                       |                       |
| First year premium (Individual life)                           | 1,646,637,758         | 1,610,403,675         | 307,739,783           | 271,613,916           |
| First year premium (Sharbojonin Bima)                          | 766,049,936           | 728,877,199           | 119,514,667           | 113,129,324           |
|  | <b>2,412,687,694</b>  | <b>2,339,280,874</b>  | <b>427,254,450</b>    | <b>384,743,240</b>    |
| Renewal premium (Individual life)                              | 3,348,981,360         | 3,243,565,482         | 1,072,943,333         | 1,019,894,548         |
| Renewal premium (Sharbojonin Bima)                             | 885,844,468           | 844,063,333           | 433,395,144           | 432,745,766           |
|  | <b>4,234,825,828</b>  | <b>4,087,628,815</b>  | <b>1,506,338,477</b>  | <b>1,452,640,314</b>  |
| Group Insurance premium  | 5,197,585             | 16,521,235            | 3,088,817             | 1,480,315             |
| <b>Gross premium</b>   | <b>6,652,711,107</b>  | <b>6,443,430,924</b>  | <b>1,936,681,744</b>  | <b>1,838,863,869</b>  |
| Less: Re-Insuranc premium                                      | 12,053,941            | 9,582,918             | 6,061,096             | 4,104,796             |
| <b>Net premium</b>   | <b>6,640,657,166</b>  | <b>6,433,848,206</b>  | <b>1,930,620,648</b>  | <b>1,834,759,073</b>  |
| <b>PROFIT, DIVIDEND AND RENT</b>                               | <b>877,058,192</b>    | <b>853,904,901</b>    | <b>109,556,391</b>    | <b>72,381,231</b>     |
| <b>OTHER INCOME</b>  | <b>24,509,750</b>     | <b>15,842,459</b>     | <b>7,168,027</b>      | <b>3,783,946</b>      |
|  | <b>40,871,489,724</b> | <b>40,766,096,532</b> | <b>36,033,628,261</b> | <b>35,841,281,885</b> |
| <b>CLAIMS &amp; SURRENDERS (Less Re-Insurance)</b>             |                       |                       |                       |                       |
|  | 5,456,269,035         | 4,378,460,408         | 2,562,290,078         | 1,401,504,117         |
| <b>COMMISSION TO INSURANCE AGENTS &amp; EMPLOYER OF AGENTS</b> |                       |                       |                       |                       |
|  | 1,318,619,215         | 1,311,252,384         | 301,171,360           | 311,841,692           |
| <b>ADMINISTRATIVE EXPENSES</b>                                 |                       |                       |                       |                       |
|  | 1,377,193,892         | 1,378,712,871         | 466,015,827           | 436,208,027           |
| <b>OTHER EXPENSES</b>  |                       |                       |                       |                       |
|  | 22,215,609            | 8,512,262             | 6,959,023             | 2,569,442             |
|  | <b>8,174,297,751</b>  | <b>7,076,937,925</b>  | <b>3,336,436,288</b>  | <b>2,152,123,278</b>  |
| <b>BALNCE OF FUND</b>  | <b>32,697,191,973</b> | <b>33,689,158,607</b> | <b>32,697,191,973</b> | <b>33,689,158,607</b> |
|  | <b>40,871,489,724</b> | <b>40,766,096,532</b> | <b>36,033,628,261</b> | <b>35,841,281,885</b> |
| Attributable to  |                       |                       |                       |                       |
| Life Fund transferred to Balance Sheet                         | 32,694,112,681        | 33,687,605,511        | 32,694,112,681        | 33,687,605,511        |
| Non-Controlling Interest transferred to B/S                    | 3,079,292             | 1,553,096             | 3,079,292             | 1,553,096             |

### Consolidated Cash Flow Statement

For the Third Quarter ended on 30 September 2019

| PARTICULLARS   | 30.09.2019             | 30.09.2018             |
|--|------------------------|------------------------|
|  | Taka                   | Taka                   |
| <b>A.CASH FLOWS FROM OPERATING ACTIVITIES</b>                        |                        |                        |
| Collection from premium  | 6,393,826,387          | 6,171,267,617          |
| Investment and Other income received                                 | 915,695,857            | 888,222,085            |
| Payment for Claims   | (4,253,268,072)        | (4,769,668,691)        |
| Payment for Management Expenses & Others                             | (1,592,132,934)        | (2,309,201,305)        |
| <b>Net Cash Flows from Operating Activities</b>                      | <b>1,464,121,238</b>   | <b>(19,380,294)</b>    |
| <b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>                       |                        |                        |
| Purchase of Fixed Assets   | (217,032,624)          | (159,296,584)          |
| Investment made during the period                                    | (2,453,813,648)        | (3,937,233,239)        |
| <b>Net Cash Used in Investing Activities</b>                         | <b>(2,670,846,272)</b> | <b>(4,096,529,823)</b> |
| <b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>                       |                        |                        |
| Share Capital  | -                      | -                      |
| <b>Net Cash Used in Financing Activities</b>                         | <b>-</b>               | <b>-</b>               |
| <b>D. Net Increase/Decrease in cash and cash equivalents (A+B+C)</b> | <b>(1,206,725,034)</b> | <b>(4,115,910,117)</b> |
| <b>E. Cash and Cash Equivalents at the beginning of the period</b>   | <b>7,779,045,609</b>   | <b>16,047,645,783</b>  |
| <b>F. Cash and Cash Equivalents at the end of the period</b>         | <b>6,572,320,575</b>   | <b>11,931,735,666</b>  |

### Statement of Consolidated Changes in Shareholders' Equity

For the Third Quarter ended 30 September 2019

| Particulars                           | Share Capital      | Share Premium | General Reserve | Reserve for Exceptional Losses | Retained Earnings | Non Controlling Interest | Total              |
|---------------------------------------|--------------------|---------------|-----------------|--------------------------------|-------------------|--------------------------|--------------------|
| Equity as on 01 January 2019          | 747,427,510        | -             | -               | -                              | -                 | 37,014,173               | 784,441,683        |
| Addition during the period            | -                  | -             | -               | -                              | -                 | 3,079,292                | 3,079,292          |
| <b>Equity as on 30 September 2019</b> | <b>747,427,510</b> | <b>-</b>      | <b>-</b>        | <b>-</b>                       | <b>-</b>          | <b>40,093,465</b>        | <b>787,520,975</b> |
| Equity as on 01 January 2018          | 747,427,510        | -             | -               | -                              | -                 | 50,398,848               | 797,826,358        |
| Addition during the period            | -                  | -             | -               | -                              | -                 | 1,553,096                | 1,553,096          |
| <b>Equity as on 30 September 2018</b> | <b>747,427,510</b> | <b>-</b>      | <b>-</b>        | <b>-</b>                       | <b>-</b>          | <b>51,951,944</b>        | <b>799,379,454</b> |

Mohammed Alamgir Kabir FCA, FMLI, ARA  
Deputy Managing Director & CFO

Syed Abdul Aziz  
DMD & Company Secretary

Md. Hemayet Ullah  
Chief Executive Officer

Ayesha Husne Jahan  
Ms. Ayesha Husne Jahan  
Director

Md. Nazrul Islam  
Chairman