Delta Life Insurance Company Limited

Delta Life Tower, Plot # 37, Road # 45 (South) & 90 (North), Gulshan Circle-2, Dhaka-1212, PABX: 09613666000, Website:www.deltalife.org

FIRST QUARTER FINANCIAL STATEMENTS-2018

Dear Shareholder(s),

We are pleased to present the un-audited first quarter (Q1) Financial Statements of Delta Life Insurance Co. Ltd. for the first quarter ended on March 31, 2018 as per Securities Exchange Commission (SEC), Notification No. SEC/CMRRCD/2008-183/Admin/03-34 dated September 27, 2009. Accordingly these Financial Statements have already been sent to Securities and Exchange Commission and Stock Exchanges.

Consolidated Balance Sheet (Un-Audited)
As at March 31, 2018

PARTICULARS	31.03.2018 Taka	31.12.2017 Taka	Growth (%)
SHARE CAPITAL AND LIABILITIES			
Authorized Capital			
50,00,00,000 Ordinary Shares of Tk. 10 each	5,000,000,000	5,000,000,000	
Issued, Subscribed and Paid-up			
12,37,50,000 Ordinary Shares of Tk. 10 each fully paid up	1,237,500,000	1,237,500,000	
Dividend Equalisation Reserve	1,000,000	1,000,000	
Life Insurance Fund	36,400,940,795	36,742,205,130	(0.93)
Retained Earnings (DLIC Securities)	71,838,014	71,818,168	0.03
Fair Value Change Account	2,804,819,262	3,880,453,203	(27.72)
Non-Controlling Interest	63	63	-
Liabilities and Provisions			
Estimated liabilities in respect of outstanding claims, whether due or intimated	17,182,084	83,907,280	(79.52)
Amount due to other persons or bodies carrying on insurance business (Re-Insurance)	58,286,947	65,548,408	(11.08)
Sundry Creditors & Provisions	1,482,176,443	1,619,092,604	(8.46)
Reserve for Unexpired Risk	30,899,385	135,959,591	(77.27)
Premium Deposits	12,382,199	22,535,200	(45.05)
	1,600,927,058	1,927,043,083	(16.92)
	42,117,025,192	43,860,019,647	(3.97)
PROPERTY AND ASSETS			
Loan			
On Insurer's Policies within their surrender value	749,516,527	725,889,129	3.25
Statutory Deposit with Bangladesh Bank (BGTB)	15,000,000	15,000,000	-
Investment			
Bangladesh Govt. Treasury Bond (BGTB)	11,685,033,075	11,920,033,076	(1.97)
Shares Listed on Stock Exchanges	12,207,804,553	13,528,381,202	(9.76)
Debentures, Bonds, Mutual Fund and Others Investment	1,083,837,465	1,083,903,341	(0.01)
Investment Property	1,580,249,448	1,605,818,769	(1.59)
	26,556,924,541	28,138,136,388	(5.62)
DSE Membership	320,200,000	320,200,000	-
Preliminery Expenses	450,089	514,387	(12.50)
Agents' Balance	45,574	82,590	(44.82)
Outstanding Premium	-	581,886,551	(100.00)
Interest, Dividends and Rents Accruing But Not Due	1,100,750,790	1,034,491,366	6.41
Advances And Deposits	1,878,382,724	1,861,163,895	0.93
Sundry Debtors	124,588,569	128,032,725	(2.69)
Cash and Bank Balances			
Fixed Deposit Receipts (FDRs)	9,227,629,774	8,825,506,407	4.56
Cash and Bank Balance	1,429,690,577	1,532,339,619	(6.70)
	10,657,320,351	10,357,846,026	2.89
Other Accounts			
Fixed Assets (At Cost Less Depreciation) & Capital Work in Progress	700,791,166	686,892,329	2.02
Stamps, Printing and Stationery in Hand	13,054,861	9,884,261	32.08
	42,117,025,192	43,860,019,647	(3.97)

Consolidated Life Revenue and Profit or Loss and Other Comprehensive Account (Un-Audited) For the First Quarter ended on March 31, 2018

PARTICULARS	Jan-March'18 Taka	Jan-March'17 Taka	Growth %
Balance of Fund at the beginning of the year (DLIC)	36,742,205,130	34,702,479,378	5.88
Balance of Retained Earnings at the beginning of the year (DLIC Securities)	71,818,170	47,810,423	50.21
Non-Controlling Interest (Minority Interest)	1	1	
Adjustment made during the Year	135,959,591	119,737,637	13.55
Premium Less Re-Insurance			
First Year Premium {(Ordinary Life, (OL)}	147,248,520	146,176,900	
First Year Premium {(Gono-Grameen,(GN-GRB)}	104,656,835	104,584,733	
	251,905,355	250,761,633	0.46
Renewal Premium (OL)	446,556,210	396,976,336	
Renewal Premium (GN-GRB)	318,032,260	337,463,513	
	764,588,470	734,439,849	4.10
Group Life Insurance Premium	55,006,914	51,218,930	
Health Insurance Premium	56,368,486	43,954,130	
	111,375,400	95,173,060	17.02
Gross Premium	1,127,869,225	1,080,374,542	4.40
Reinsurance Premium	(23,731,187)	(18,314,423)	
Net Premium	1,104,138,038	1,062,060,119	3.96
Interest, Dividends and Rents	362,014,139	1,008,417,875	(64.10)
Other Income	3,863,149	7,144,073	(45.93)
Total	38,419,998,218	36,947,649,506	
EXPENSES			
Claims & Surrenders (Less Re-Insurance)	1,607,059,387	1,419,595,726	13.21
Commission to Insurance Agents & Allowances (other than Agents)	122,204,224	143,639,369	(14.92)
Administrative Expenses	184,699,099	174,440,833	5.88
Reserve for Unexpired Risk	30,899,385	28,551,918	8.22
Provision for Income Tax (DLIC Securities)	2,357,311	9,077,785	-
Total Expenses	1,947,219,406	1,775,305,631	9.68
Balance of Retained Earnings at the end of the period as shown in the Balance Sheet (DLIC Securities)	71,838,016	64,669,167	11.09
Non-Controlling Interest (Minority Interest)	1	1	
Balance of Fund at the end of the period as shown in the Balance Sheet (DLICL)	36,400,940,795	35,107,674,707	3.68
Total	38,419,998,218	36,947,649,506	

Consolidated Statement of Changes in Stockholder's Equity As at March 31, 2018

Amount inTaka

Particulars	Share Capital	Share Premium	Dividend Equalization Reserve	Other Reserve	Retained Earnings	Non-Controlling Interest	Total
Balance as on 01 January 2018	1,237,500,000	-	1,000,000	-	71,818,168	63	1,310,318,231
Addition during the period	-	-	-	-	19,846	-	19,846
Balance as on 31st March 2018	1,237,500,000	-	1,000,000	-	71,838,014	63	1,310,338,077

CONSOLIDATED CASH FLOWS STATEMENT (Un-Audited)
For the First Quarter ended on March 31, 2018

PARTICULARS	31.03.2018 Taka	31.03.2017 Taka
Cash flows from Operating Activities		
Collection from Premium	1,709,755,776	1,559,676,075
Other Income received	3,863,149	7,144,073
Payments for Operating activities	(394,875,928)	(240,800,303)
Reinsurance Premium Paid	(30,992,648)	(18,936,239)
Cash flows from Operating activities except claims paid and source tax	1,287,750,349	1,307,083,606
Claims Paid	(1,673,784,583)	(1,495,226,811)
Source Tax (Income Tax) deducted	(40,582,992)	(39,031,583)
Net cash flows from operating activities	(426,617,226)	(227,174,788)
Cash flows from Investing Activities		
Investment (made)/Realized	479,942,709	291,895,133
Acquisition of Fixed Assets	(26,044,350)	(31,199,682)
Loan Paid against Policies	(80,869,988)	(166,317,646)
Loan realized against Policies	57,242,590	70,171,201
Other Loans realized	65,875	384,361
Interest, dividends & rents received	295,754,715	1,027,657,177
Proceeds from sale of Fixed Assets	-	4,978,052
Net Cash used in investing activities	726,091,551	1,197,568,596
Cash flows from Financing Activities		
Dividend Paid	-	(256,443)
Net cash used in financing activities	-	(256,443)
Net increase/(Decrease) in Cash & Cash equivalents	299,474,325	970,137,365
Cash and Cash equivalents at the beginning of the period	10,357,846,026	9,183,790,336
Cash and Cash equivalents at the end of the period	10,657,320,351	10,153,927,701

Some Selected Explanatory Notes in the preparation of interim financial statements (BAS 34, Para 16):

Same policies and practices pertain to the users-focus area of significants have been adopted in the interim un-audited financial statements in the same manner as those are applied in the preparation of annual audited financial statements of our Company. Namely:

Accounting Policy:

Accounting policies adopted for interim financial reports are the same as adopted for most recent audited accounts (that is financial statements 2017). Provision for Income Tax (Parent Company) is considered at the end of the year.

Preliminary expenses incurred by the company's fully owned subsidiary "DLIC Securities Ltd." will be written off over the period of five years commencing from 2015.

Seasonality of interim operation:

The company's business is not heavily seasonal.

Unusual and Extra Ordinary items:

There were no Extra Ordinary items, the nature and amount of which can affect the assets, liabilities, net income or cash flows because of their nature, size or incidents.

Changes in estimates:

There were no significant amounts of changes in estimates reported in the prior financial year which have material effects in the current interim report.

Dividend Paid:

The company did not pay any dividend to its shareholders during the interim period.

However, as proposed and recommended by the Board of Directors, the shareholders approved the dividend of @ 25% Cash for each share of Tk. 10 each to the tune of Tk. 309,375,000 on the paid-up capital of Tk. 1,237,500,000/- at the 32nd Annual General Meeting for the year 2017 held on 21st June 2018. The effect of the dividend will be incorporated in the interim financial statements/reports in the next quarter.

Event after the reporting period:

There were no material events subsequent to the end of the interim period that have not been reflected in the interim financial statements except the event that has been mentioned above under "Dividend Paid".

Impact of major events, activities and circumstances:

There were no changes in the composition of the enterprise during the interim period.

Material changes in Contingent Liabilities:

There were no material changes in contingent liabilities of the company since the last annual Balance Sheet date.

Life Fund:

Life fund of Delta Life Insurance Company Ltd. accumulated to Tk. 3,640.09 crore compared to Tk. 3,674.22 crore as on 31 December 2017. It has declined to the extent of Tk. 34.13 crore. The main reason for such decline in life fund was because of rebalancing of the company's capital market portfolio during these three months. The capital market portfolio is under a restructuring plan of offloading less profitable shares and realizing losses of investments made earlier periods and investing the sale proceeds in shares that we see will be more lucrative. Management is expecting that this decline will be reversed by the year end.

The quarter of Jan-March'17 figures have been regrouped, rearranged and reclassified wherever necessary.

sd/-
In-charge, Board Affairs

sd/-
CFO

sd/-
CEO

sd/-
Director

sd/-
Chairman

The detail of the published First Quarter financial statements is available in the website of Delta Life Insurance Company Ltd. The address of the website is www.deltalife.org