Delta Life Insurance Company Limited

Delta Life Tower, Plot # 37, Road # 90, Gulshan Circle-2, Dhaka-1212, PABX: 09613666000, Website:www.deltalife.org

THIRD QUARTER FINANCIAL STATEMENTS-2018

Dear Shareholder(s),

Pursuant to Section 17(3) of Dhaka Stock Exchange (Listing) Regulations, 2015, we are pleased to present the un-audited Financial Statements of Delta Life Insurance Company Limited for the Third Quarter (Q3) ended on September 30, 2018. Accordingly the Financial Statements have already been sent to the Bangladesh Securities and Exhange Commission (BSEC), Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited (CSE).

Consolidated Balance Sheet (Un-Audited)
As at September 30, 2018

PARTICULARS	30.09.2018 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	36,871,606,089	36,742,205,130	0.35
Retained Earnings (DLIC Securities)	103,512,525	71,818,168	
Fair Value Change Account	2,734,268,920	3,880,453,203	(29.54)
Non-Controlling Interest	64	63	
Liabilities and Provisions			
Estimated liabilities in respect of outstanding claims, whether due or intimated	27,182,084	83,907,280	(67.60)
Amount due to other persons or bodies carrying on insurance business (Re. Ins)	88,467,531	65,548,408	34.97
Sundry Creditors & Provisions	1,632,229,342	1,619,092,604	0.81
Reserve for Unexpired Risk	141,451,102	135,959,591	4.04
Premium Deposits	36,890,372	22,535,200	63.70
	1,926,220,431	1,927,043,083	(0.04)
	42,874,108,029	43,860,019,647	(2.25)
PROPERTY AND ASSETS			
Loan			
On Insurer's Policies within their surrender value	749,830,607	725,889,129	3.30
Statutory Deposit with Bangladesh Bank (BGTB)	15,000,000	15,000,000	-
Investment			
Bangladesh Govt. Treasury Bond (BGTB)	11,355,033,075	11,920,033,076	(4.74)
Shares Listed on Stock Exchanges	12,530,309,091	13,528,381,202	(7.38)
Debentures, Bonds, Mutual Fund and Others Investment	1,548,701,708	1,083,903,341	42.88
Investment Property	1,582,017,310	1,605,818,769	(1.48)
	27,016,061,184	28,138,136,388	(3.99)
DSE Membership	320,200,000	320,200,000	-
Preliminary Expenses	321,492	514,387	(37.50)
Agents' Balance	43,223	82,590	(47.67)
Outstanding Premium	-	581,886,551	-
Interest, Dividends and Rents Accruing But Not Due	1,296,309,621	1,034,491,366	25.31
Advances And Deposits	1,940,888,683	1,861,163,895	4.28
Sundry Debtors	125,509,598	128,032,725	(1.97)
Cash and Bank Balances			
Fixed Deposit Receipts (FDRs)	9,391,890,825	8,825,506,407	6.42
Cash and Bank Balance	1,311,560,608	1,532,339,619	(14.41)
	10,703,451,433	10,357,846,026	3.34
Other Accounts			
Fixed Assets (At Cost Less Depreciation) & Capital Work in Progress	689,824,665	686,892,329	0.43
Stamps, Printing and Stationery in Hand	16,667,523	9,884,261	68.63
	42,874,108,029	43,860,019,647	(2.25)

Consolidated Life Revenue and Profit or Loss and Other Comprehensive Income Account (Un-Audited)
For the Third Quarter ended on September 30, 2018

PARTICULARS	Jan-Sep'18 Taka	Jan-Sep'17 Taka	Growth %	Jul-Sep'18 Taka	Jul-Sep'17 Taka	Growth %
Balance of Fund at the beginning of the year (DLICL)	36,742,205,130	34,702,479,378	5.88	36,515,640,572	35,161,815,310	3.85
Balance of Retained Earnings at the beginning of the year (DLIC Securities)	71,818,170	47,810,423		95,964,667	79,024,677	
Non-Controlling Interest (Minority Interest)	1	1		-	-	
Adjustment made during the Year [(Increase)/Decrease reserve for unexpired risk]	(5,491,511)	10,914,270	(150.31)	(54,813,987)	(45,341,019)	20.89
Premium Less Re-Insurance						
First Year Premium {(Ordinary Life, (OL)}	446,845,466	429,199,450		155,839,938	138,689,022	
First Year Premium {(Gono-Grameen,(GN-GRB)}	329,213,077	343,298,422		115,494,697	105,134,267	
	776,058,543	772,497,872	0.46	271,334,635	243,823,289	11.28
Renewal Premium (OL)	1,408,520,352	1,268,911,625		513,500,042	478,276,815	
Renewal Premium (GN-GRB)	1,230,733,197	1,251,912,626		441,919,033	429,150,803	
	2,639,253,549	2,520,824,251	4.70	955,419,075	907,427,618	5.29
Group Life Insurance Premium	239,824,403	210,130,900		92,846,528	78,437,897	
Health Insurance Premium	252,907,430	156,200,838		87,618,209	57,426,442	
	492,731,833	366,331,738	34.50	180,464,737	135,864,339	32.83
Gross Premium	3,908,043,925	3,659,653,861	6.79	1,407,218,447	1,287,115,246	9.33
Reinsurance Premium	(78,108,370)	(68,514,192)		(35,531,690)	(32,311,217)	
Net Premium	3,829,935,555	3,591,139,669	6.65	1,371,686,757	1,254,804,029	9.31
Interest, Dividends and Rents	1,967,834,654	2,743,196,055	(28.26)	795,780,442	806,622,639	(1.34)
Other Income (Late fees, Alteration fees etc.)	7,796,213	19,304,148	(59.61)	2,069,470	8,139,240	(74.57)
Total	42,614,098,212	41,114,843,944	3.65	38,726,327,921	37,265,064,876	3.92
EXPENSES						
Claims & Surrenders (Less Re-Insurance)	4,148,577,022	4,205,634,511	(1.36)	1,343,906,104	1,330,867,475	0.98
Commission to Insurance Agents & Allowances (other than commission to Agents)	508,426,530	509,565,168	(0.22)	198,844,553	180,642,990	10.08
Administrative Expenses	662,788,891	599,377,627	10.58	204,892,495	217,595,448	(5.84)
Provision for Income Tax (DLIC Securities)	9,812,151	22,467,604	(56.33)	3,566,152	5,659,929	(36.99)
Dividend	309,375,000	289,500,000		-	42,000,000	
Sub-Total	5,638,979,594	5,626,544,910	0.22	1,751,209,304	1,776,765,842	(1.44)
Balance of Retained Earnings at the end of the period (DLIC Securities)	103,512,528	47,535,973	117.76	103,512,528	47,535,974	117.76
Non-Controlling Interest (Minority Interest)	1	1		-	-	
Balance of the Fund at the end of the period as shown In the Balance Sheet (DLICL)	36,871,606,089	35,440,763,060	4.04	36,871,606,089	35,440,763,060	4.04
Total	42,614,098,212	41,114,843,944	3.65	38,726,327,921	37,265,064,876	3.92

Consolidated Statement of Changes in Shareholders' Equity
As at September 30, 2018

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	-	-	-	-	31,694,357	1	31,694,358
Balance as on 30th September 2018	1,237,500,000	-	1,000,000	-	103,512,525	64	1,342,012,589

CONSOLIDATED CASH FLOWS STATEMENT (Un-Audited)
For the Period ended on September 30, 2018

PARTICULARS	30.09.2018 Taka	30.09.2017 Taka
Cash flows from Operating Activities		
Collection from Premium	4,489,930,476	4,123,500,557
Other Income received	6,264,318	17,314,306
Payments for Operating activities	(1,193,555,513)	(775,262,468)
Reinsurance Premium Paid	(55,189,247)	(36,045,178)
Cash flows from Operating Activities before claims & tax payment	3,247,450,034	3,329,507,217
Payment for Claims	(4,205,302,218)	(4,213,034,206)
Source Tax (Income Tax) deducted	(149,540,971)	(172,273,695)
Net cash flows from operating activities	(1,107,393,155)	(1,055,800,684)
Cash flows from Investing Activities		
Investment made	(48,112,171)	(692,656,703)
Acquisition of Fixed Assets	(38,235,322)	(54,014,101)
Addition of Investment Property	(11,557,570)	-
Loan paid against policies	(163,580,544)	(155,887,241)
Loan realized against policies	139,639,067	155,269,267
Other Loans realized	201,633	509,422
Interest, dividends & rents received	1,706,016,399	2,731,398,490
Proceeds from sale of Fixed Assets	1,599,625	7,007,259
Net cash flows from investing activities	1,585,971,117	1,991,626,393
Cash flows from Financing Activities		
Dividend Paid	(132,972,555)	(272,599,591)
Net cash flows from financing activities	(132,972,555)	(272,599,591)
Net increase/(decrease) in Cash & Cash equivalents	345,605,407	663,226,118
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	10,703,451,433	9,847,016,454

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 Incdome 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 for 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.

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 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.

The interim period of Jan-September'17 figures have been regrouped, rearranged and reclassified wherever necessary.

sd/- Company Secretary | sd/- CFO | sd/- CEO | sd/- Director | sd/- Director

The detail of the published Third Quarter Financial Statement is available in the website of Delta Life Insurance Company Ltd. The Address of the Website is www.deltalife.org