NATIONAL LIFE INSURANCE COMPANY LIMITED AND ITS SUBSIDIARY

CONSOLIDATED BALANCE SHEET (UN-AUDITED) AS AT SEPTEMBER 30,2018

CAPITAL AND LIABILITIES	30.09.2018 TAKA	31.12.2017 TAKA
AUTHORISED		
200,000,000 Ordinary Shares of Tk.10/- each	2,000,000,000	2,000,000,000
ISSUED, SUBSCRIBED & PAID UP		
108,521,981 Ordinary Shares of Tk.10/- each	1,085,219,810	943,669,400
BALANCE OF LIFE INSURANCE FUND	32,713,172,746	32,907,692,596
RETAINED EARNINGS (NLI SECURITIES LTD)	206,041,516	137,151,009
NON CONTROLLING INTEREST (NLI SECURITIES LTD.)	15,609,963	13,567,081
AMOUNT DUE TO OTHER PERSONS OR BODIES CARRYING ON INSURANCE BUSINESS	56,067,263	43,840,406
FAIR VALUE CHANGES ACCOUNT	461,921,078	391,215,084
LIABILITIES & PROVISIONS		
Estimated Liabilities in respect of outstanding Claims whether due or intimated	974,218,849	2,876,246,719
Premium Deposits	161,250,640	115,226,083
Sundry Creditors	3,465,570,998	3,991,309,447
	4,601,040,487	6,982,782,249
TOTAL	39,139,072,863	41,419,917,827
PROPERTY & ASSETS :		
LOANS		
Policy Loan (On Insurer's Policies within their Surrender Value)	416,569,353	368,694,583
Other Loans	123,443,254	132,850,480
	540,012,607	501,545,063
INVESTMENTS	14,603,795,190	14,484,518,733
NLI SECURITIES LTD.	320,200,000	320,200,000
AGENTS BALANCE	8,677,285	8,677,285
OUTSTANDING PREMIUM	876,982,450	2,434,406,721
INTEREST,DIVIDEND & RENTS ACCRUING BUT NOT DUE	705,793,053	1,239,826,492
ADVANCE, DEPOSITS AND PREPAYMENTS	2,675,110,824	2,528,690,750
SUNDRY DEBTORS	785,564,879	524,439,741
CASH, BANK & OTHER BALANCES		
Fixed Deposit with Banks	14,619,700,000	15,107,951,827
STD & Current Account with Banks	1,722,276,289	2,001,346,582
Cash in hand	1,621,440	1,108,950
Imprest with Organizational Offices	112,045,230	139,570,610
	16,455,642,959	17,249,977,969
OTHER ACCOUNTS		
Policy stamps in hand	1,625,420	1,474,662
Printing & stationary in hand	8,335,584	7,882,512
Freehold Land (at cost)	1,202,586,509	1,202,586,509
Freehold Land,Building & Other Fixed Assets at NLI Tower(at cost less depreciation)	259,872,064	271,087,368
Other Fixed Assets(at cost less depreciation)	694,874,239	644,604,022
TOTAL	39,139,072,863	41,419,917,827

Md. Abdul Wahab Mian
Company Secretary

Probir Chandra Das, FCA
Chief Financial Officer

Jamal Mohammed Abu Naser
Chief Executive Officer

Dated, Dhaka
October 31, 2018

Mujibur Rahman
Director

Morshed Alam
Chairman

NATIONAL LIFE INSURANCE COMPANY LIMITED AND ITS SUBSIDIARY

CONSOLIDATED LIFE REVENUE ACCOUNT (UN - AUDITED)

FOR THE 3RD QUARTER ENDED ON SEPTEMBER 30, 2018

	9 months ending		3 months ending	
	January 01 to September 30, 2018	January 01 to September 30, 2017	July 01 to Sept. 30 2018	July 01 to Sept. 30 2017
	TAKA	TAKA	TAKA	TAKA
BALANCE OF LIFE INSURANCE FUND AT THE BEGINNING OF THE PERIOD	32,907,692,596	32,356,375,306	32,971,841,740	32,439,479,388
RETAINED EARNINGS (NLI SECURITIES LTD.)	137,151,009	35,251,184	190,940,967	77,897,758
INCOME :				
PREMIUM INCOME:				
FIRST PREMIUM :				
Ordinary life	770,311,822	681,014,667	354,754,869	309,242,507
Jana Bima	238,866,347	166,186,256	92,074,430	89,177,836
Islami Takaful	102,801,322	86,985,862	51,649,417	43,907,380
National Pension Deposit Insurance	75,290,000	46,109,000	29,537,100	19,509,000
	1,187,269,491	980,295,785	528,015,816	461,836,723
RENEWAL PREMIUM:				
Ordinary Life	2,052,325,366	1,911,552,766	807,950,394	737,820,967
Jana Bima	373,496,232	325,014,376	176,944,292	144,929,226
Islami Takaful	198,356,253	176,596,403	108,677,731	101,544,176
National Pension Deposit Insurance	146,310,600	138,040,200	68,570,607	56,694,500
	2,770,488,451	2,551,203,745	1,164,143,024	1,040,988,869
GROUP TERM INSURANCE PREMIUM	60,580,512	50,113,910	30,046,165	23,866,041
Gross Premium	4,018,338,454	3,581,613,440	1,722,205,005	1,526,691,633
Less: Premium on Re-insurance	12,602,350	10,547,598	4,072,090	3,304,868
Net Premium	4,005,736,104	3,571,065,842	1,718,132,915	1,523,386,765
INTEREST, DIVIDEND & RENT	1,946,926,633	2,013,020,536	629,297,230	612,686,062
OTHER INCOME	31,301,982	36,297,609	10,497,561	18,048,172
BROKERAGE COMMISSION	55,578,675	84,775,809	23,727,371	32,696,156
TOTAL	39,084,387,000	38,096,786,286	35,544,437,784	34,704,194,301
EXPENDITURE :				
CLAIMS UNDER POLICIES (including provisions for claims due or intimated)				
a) Maturity claims & Survival Benefits	3,784,044,791	3,733,940,968	1,608,600,182	1,482,834,953
b) Death, Surrenders & Others Claims	171,021,450	134,560,325	16,408,168	19,545,230
MANAGEMENT EXPENSES:				
a) Commission & Allowances	642,312,186	581,675,380	270,793,984	244,190,030
b) Management Expenses	1,144,203,049	1,079,998,768	464,278,988	450,661,197
OTHER EXPENSES	419,162,996	367,830,746	354,485,168	311,357,895
NON CONTROLLING INTEREST	2,042,882	1,817,213	1,251,351	552,570
FAIR VALUE FLUCTUATION ACCOUNT	2,385,384	1,997,779	(90,594,319)	87,319
BALANCE OF RETAINED EARNINGS AT THE END OF THE PERIOD (NLI SECURITIES LTD.)	206,041,516	96,531,650	206,041,516	96,531,650
BALANCE OF LIFE INSURANCE FUND AT THE END OF THE PERIOD	32,713,172,746	32,098,433,457	32,713,172,746	32,098,433,457
TOTAL	39,084,387,000	38,096,786,286	35,544,437,784	34,704,194,301

Md. Abdul Wahab Mian
Company Secretary

Probir Chandra Das, FCA
Chief Financial Officer

Jamal Mohammed Abu Naser
Chief Executive Officer

Mujibur Rahman
Director

Morshed Alam
Chairman

Dated, Dhaka
October 31, 2018

NATIONAL LIFE INSURANCE COMPANY LIMITED AND ITS SUBSIDIARY

CONSOLIDATED STATEMENT OF CASH FLOWS (UN - AUDITED)

FOR THE 3RD QUARTER ENDED ON SEPTEMBER 30, 2018

	30.09.2018 TAKA	30.09.2017 TAKA
CASH FLOWS FROM OPERATING ACTIVITIES:		
Collection from premium	5,609,184,932	5,118,517,580
Other Income	86,880,658	109,919,785
Interest, Dividend & Rents	2,480,960,072	2,149,712,470
Payments for claims, annuities & surrenders	(5,857,094,111)	(4,957,082,815)
Payment for operating activities	(2,214,137,246)	(2,115,852,091)
Income Tax paid	(331,089,844)	(139,811,705)
Net cash generated from operating activities (a)	**(225,295,539)**	**165,403,224**
CASH FLOWS FROM INVESTING ACTIVITIES:		
Disbursement of policy loan	(114,007,138)	(99,663,295)
Realisation of policy loan	66,132,368	56,056,110
Disbursement of home & other loans	(1,471,072)	(183,022,081)
Realisation of home & other loans	10,878,296	8,333,017
Investment made	(440,442,033)	(698,777,042)
Acquisition of fixed assets	(90,081,208)	(58,569,825)
Net cash used in investing activities (b)	**(568,990,785)**	**(975,643,116)**
CASH FLOWS FROM FINANCING ACTIVITIES:		
Dividend paid	(48,686)	(164,116,418)
Net cash flows in Financing Activities ©	**(48,686)**	**(164,116,418)**
Net increase/(decrease) in cash & cash equivalents (a+b+c)	**(794,335,010)**	**(974,356,310)**
Cash and cash equivalents at the biginning of the period	17,249,977,969	17,491,146,934
Cash and cash equivalents at the end of the period	**16,455,642,959**	**16,516,790,624**

Md. Abdul Wahab Mian
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Dated, Dhaka
October 31, 2018

NATIONAL LIFE INSURANCE COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENT OF CHANGES IN EQUITY (UN - AUDITED)

FOR THE 3RD QUARTER ENDED ON SEPTEMBER 30 ,2018

Particular	Share Capital			Retained Earnings	Total
	Paid in cash	Bonus	Total		
As on January 01, 2018	30,000,000	913,669,400	943,669,400	-	943,669,400
Addition during the period (Stock Dividend)	-	141,550,410	141,550,410	-	141,550,410
Equity as of September 30, 2018	**30,000,000**	**1,055,219,810**	**1,085,219,810**	**-**	**1,085,219,810**

STATEMENT OF CHANGES IN EQUITY (UN - AUDITED)

FOR THE 3RD QUARTER ENDED ON SEPTEMBER 30 ,2017

Particular	Share Capital			Retained Earnings	Total
	Paid in cash	Bonus	Total		
As on January 01, 2017	30,000,000	790,582,090	820,582,090	-	820,582,090
Addition during the period (Stock Dividend)	-	123,087,310	123,087,310	-	123,087,310
Equity as of September 30, 2017	**30,000,000**	**913,669,400**	**943,669,400**	**-**	**943,669,400**

Md. Abdul Wahab Mian
Company Secretary

Probir Chandra Das, FCA
Chief Financial Officer

Jamal Mohammed Abu Naser
Chief Executive Officer

Dated, Dhaka
October 31, 2018

Mujibor Rahman
Director

Morshed Alam
Chairman

NATIONAL LIFE INSURANCE COMPANY LIMITED AND ITS SUBSIDIARY

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD ENDED ON SEPTEMBER 30, 2018

1.00 Company and its Activities

1.01 Legal status and nature of the company :

National Life Insurance Company Limited was incorporated on 12th February 1985 under the Companies Act.1913 and obtained Certificate of Commencement of Business on that date from the Registrar of Joint Stock Companies and Firms of Bangladesh and the Certificate of Commencement of Insurance from the Chief Controller of Insurance, Government of the Peoples Republic of Bangladesh on 23rd April,1985. The Company is listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited. The Registered office of the company is situated at it's own Building at NLI TOWER, 54, Kazi Nazrul Islam Avenue, Karwan Bazar, Dhaka-1215.

2.00 Nature of Business :

The company is engaged in the Life Insurance Business and at present it's schemes are as under:

A) Individual Life Insurance
   i) Ordinary Life
   ii) Jana Bima
   iii) Islami Takaful
   iv) National Pension Deposit Insurance
B) Group Life Insurance
C) Personal Accidental Insurance

3.00 Components of the Financial Statements

The financial statements include the following components:

a) Balance Sheet
b) Life Revenue Account
c) Statement of Cash Flows
d) Statement of Changes in Equity
e) Notes to the Financial Statement

4.00 Basis of preparation:

The condensed financial statements have been prepared in accordance with Bangladesh Accounting Standard (IAS) - 34 "Interim Financial Reporting."

5.00 Significant Accounting Policies

The financial statements have been prepared under Historical Cost Convention as a Going Concern (IAS-1) since there was no significant doubt or uncertainty to continue the operation of the company in the foreseeable future.

6.00 Basis of Consolidation

The Financial Statements of the company & its subsidiary have been consolidated in accordance with Bangladesh Financial Reporting Standard (IFRS) -10, "Consolidated Financial Statement". The financial statements of NLI Securities Ltd. have been fully reflected to the Consolidated Financial Statements.

7.00 Rounding off and rearrangement of Figures:

The figures have been rounded off to the nearest Taka and previous figures have been rearranged where necessary to conform

8.00 Shares, Mutual Funds & Bonds

According to IDRA circular No. Life -04/2012 dated 11 June, 2012 the value of Shares, Mutual Funds & Bonds have been shown at fair value based on their quoted market price as on 30.09.2018.

9.00 Related Party Disclosures(IAS-24)

As per Bangladesh Accounting Standards (IAS)-24 " Related Party Disclosers", parties are considered to be related if one of the party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The Company carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with related parties.