RELIANCE INSURANCE LIMITED

Registered Office: Shanta Western Tower, Level-5, 186, Tejgaon Industrial Area, Dhaka - 1208

3rd QUARTER FINANCIAL STATEMENTS (UN-AUDITED)

RELIANCE INSURANCE LIMITED
STATEMENT OF FINANCIAL POSITION
As at 30 September 2017

	30 Sep 2017 Taka in million	31 Dec 2016 Taka in million
Non current assets		
Property, plant & equipment	1,416.48	1,419.83
Assets under construction	293.23	218.25
Investement	3,276.78	2,051.37
Total non current assets	**4,986.50**	**3,689.46**
Current assets		
Inventories (stock of stationeries, postage & stamps)	5.57	9.95
Sundry Debtors (including advances, deposits & prepayments)	1,497.53	939.36
Cash & cash equivalents	2,107.65	1,960.69
Total current assets	**3,610.75**	**2,910.00**
Current liabilities		
Fund accounts, creditors & accruals	3,136.29	2,190.15
Net working capital	**474.46**	**719.84**
Net assets	**5,460.96**	**4,409.30**
Shareholders' equity		
Share capital	869.10	790.09
Land revaluation reserve	1,109.68	1,109.68
Fair value reserve	2,023.45	1,116.01
Capital reserve	2.38	2.38
Exceptional loss reserve	986.24	909.86
General reserve	1.25	1.25
Retained earnings	468.87	480.03
Total shareholders' equity	**5,460.96**	**4,409.30**
	30 Sep 2017	30 Sep 2016
Net asset value (NAV) per share	**62.83**	**49.66**

RELIANCE INSURANCE LIMITED
STATEMENT OF COMPREHENSIVE INCOME
for the period ended 30 September 2017

	Jan-Sep 2017 Taka in million	Jan-Sep 2016 Taka in million	Jul-Sep 2017 Taka in million	Jul-Sep 2016 Taka in million
Gross premium income	**1,989.08**	**1,800.01**	**659.08**	**593.62**
Net premium income	763.77	670.93	208.45	193.89
Commission on re-insurance	159.66	163.34	46.74	52.65
	923.42	**834.27**	**255.19**	**246.55**
Allocable mgt. expenses (including claims & Commission)	(716.16)	(691.21)	(261.88)	(267.44)
Un-allocable mgt. expenses	(54.08)	(56.36)	(17.25)	(19.96)
Unexpired risk reserve	(23.51)	(4.30)	11.56	11.49
	(793.75)	**(751.87)**	**(267.58)**	**(275.90)**
Profit before investment & other income	**129.67**	**82.40**	**(12.39)**	**(29.36)**
Investment & other income	241.95	206.66	63.35	54.77
Profit before tax	**371.62**	**289.06**	**50.96**	**25.41**
Income tax expense				
Current tax	(108.36)	(83.63)	(5.77)	(0.49)
Deferred tax	(0.71)	(2.06)	1.07	1.04
	(109.07)	**(85.69)**	**(4.70)**	**0.55**
Net profit after tax	**262.55**	**203.37**	**46.26**	**25.96**
Other comprehensive income/(loss)				
Changes in fair value of shares available for sale	1,132.27	59.80	431.96	160.75
Deferred tax on available for sale shares	(113.23)	(5.98)	(43.20)	(16.08)
Total comprehensive income/(loss)	**1,281.59**	**257.19**	**435.02**	**170.63**
Profit & loss appropriation				
Net profit after tax	262.55	203.37	46.26	25.96
Reserve for exceptional loss	(76.38)	(67.09)	(20.85)	(19.39)
	186.18	**136.28**	**25.41**	**6.57**
Earnings per share of Tk. 10 each	**3.02**	**2.34**	**0.53**	**0.30**

RELIANCE INSURANCE LIMITED
STATEMENT OF CHANGES IN EQUITY
for the period ended 30 September 2017

Taka in million

Particulars	Share capital	Land revaluation reserve	Fair value reserve	Capital reserve	Exceptional loss reserve	General reserve	Retained earnings	Total
Balance as on 01 Jan 2016	**687.04**	**1,109.68**	**1,118.68**	**2.38**	**814.03**	**1.25**	**423.06**	**4,156.12**
Dividend for 2015 (Bonus & cash)	103.06	-	-	-	-	-	(206.11)	**(103.06)**
Net profit after tax	-	-	-	-	-	-	203.37	**203.37**
Appropriation during the period	-	-	-	-	67.09	-	(67.09)	-
Changes in fair value of shares available-for sale	-	-	59.80	-	-	-	-	**59.80**
Balance as on 30 September 2016	**790.09**	**1,109.68**	**1,178.48**	**2.38**	**881.13**	**1.25**	**353.23**	**4,316.23**
Restated Balance as on 01 Jan 2017	**790.09**	**1,109.68**	**1,004.41**	**2.38**	**909.86**	**1.25**	**480.21**	**4,297.88**
Dividend for 2016 (Bonus & cash)	79.01	-	-	-	-	-	(197.52)	**(118.51)**
Net profit after tax	-	-	-	-	-	-	262.55	**262.55**
Appropriation for the period	-	-	-	-	76.38	-	(76.38)	-
Changes in fair value of shares available for sale	-	-	1,019.04	-	-	-	-	**1,019.04**
Balance as on 30 September 2017	**869.10**	**1,109.68**	**2,023.45**	**2.38**	**986.24**	**1.25**	**468.87**	**5,460.96**

RELIANCE INSURANCE LIMITED
STATEMENT OF CASH FLOWS
for the period ended September 2017

	Jan-Sep 2017 Taka in million	Jan-Sep 2016 Taka in million
Cash flows from operating activities		
Collection from premium & others	2,549.15	2,054.03
Payment for commission, claim & others	(1,869.29)	(1,566.36)
VAT paid to Government	(238.23)	(211.84)
Income-tax paid and deducted at sources	(126.02)	(128.82)
Net cash generated from operating activities	**315.62**	**147.01**
Cash flows from investing activities		
Payment for acquisition of assets	(22.95)	(19.38)
Payment for assets under construction	(66.54)	(76.54)
Proceeds from disposal of fixed asset	1.01	1.07
Payment against investments	(215.96)	(24.43)
Proceeds from disposal of investment	63.10	5.70
Dividend received	80.14	59.70
Interest received	88.71	107.88
Proceds from TBL Subordinated bond	1.97	-
Proceds/(Payment) for BSRM zero coupon bond	11.07	(100.00)
Proceeds from LBSL zero coupon bond	9.31	(33.17)
Net cash used in investing activities	**(50.14)**	**(79.17)**
Cash flows from financing activities		
Dividend paid	(118.51)	(84.47)
Net cash used in financing activities	**(118.51)**	**(84.47)**
Net changes in cash & cash equivalents for the period	**146.96**	**(16.63)**
Cash and cash equivalents as on 01 Jan 2017	1,960.69	2,063.42
Cash and cash equivalents as on 30 Sep 2017	2,107.65	2,046.79
Net operating cash flow per share (NOCFPS)	**3.63**	**1.69**

Selected explanatory notes to the Financial Statements as at and for the period ended 30 September 2017:

1. **Legal form of the Company:** Reliance Insurance Ltd. was incorporated as a public limited Company in Bangladesh in the year 1988 under the Companies Act 1913 (present 1994). The Company, within the stipulations laid down by Insurance Act 2010 and directives as received from Insurance Development & Regulatory Authority (IDRA) time to time, provides non-life Insurance services.

2. **Basis of preparation:** The interim Financial Statements have been prepared based on Bangladesh Accounting Standard (BAS) 34: "Interim Financial Reporting" and in accordance with other Bangladesh Accounting Standards (BAS), the Companies Act 1994, the Insurance Act 2010, Securities and Exchange Rules 1987 and other applicable laws and regulations.

3. **Accounting policies and method of computations:** Accounting policies and methods of computations followed in preparing this interim Financial Statements are consistent with those used in the Annual Financial Statements, prepared and published for the year ended December 31, 2016.

4. **Deferred tax :** Due to making provision on unrealized gain on investment in shares , deferred tax liability has been increased.

5. **Gross and Net premium earned:** During the period ended September 30, 2017, Company earned gross and net premium income Tk. 1,989.08 million and Tk. 763.77 million as against Tk. 1,800.01 million and Tk. 670.93 million respectively for the corresponding same period of the previous year.

6. **Dividend:** A cash dividend of Tk.1.5 per share and 10% bonus shares were approved for distribution to the valued shareholders for the year ended December 31, 2016.

7. **Earnings per share:** Earnings per share has been calculated based on weighted average number of 86,909,990 shares outstanding as at September 30, 2017, after giving effect of 10% bonus shares declared for the year 2016. Earnings per share for the period ended September 30, 2017 has also been restated.

Company Secretary | Chief Financial Officer | Chief Executive Officer | Director | Chairman

The details of the published quarterly financial statements are available in the website of the company. The address of the website is www.reliance.com.bd

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