RELIANCE INSURANCE LIMITED

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

1st QUARTER FINANCIAL STATEMENTS (UN-AUDITED)

RELIANCE INSURANCE LIMITED
STATEMENT OF FINANCIAL POSITION
As at 31 March 2018

	31 March 2018 Taka in million	31 Dec 2017 Taka in million
Non current assets		
Property, plant & equipment	1,422.86	1,415.10
Assets under construction	308.24	303.11
Investement	2,704.00	3,246.26
Total non current assets	4,435.10	4,964.48
Current assets		
Inventories (stock of stationeries, postage & stamps)	7.57	10.13
Sundry debtors (including advances, deposits & prepayments)	1,357.06	1,245.24
Cash & cash equivalents	2,212.34	2,010.91
Total current assets	3,575.97	3,266.28
Current liabilities		
Fund accounts, creditors & accruals	2,910.50	2,613.94
Net working capital	666.47	652.35
Net assets	5,101.58	5,616.81
Shareholders' equity		
Share capital	956.01	869.10
Land revaluation reserve	1,109.68	1,109.68
Fair value reserve	1,496.06	1,982.94
Capital reserve	2.38	2.38
Exceptional loss reserve	1,061.72	1,033.63
General reserve	1.25	1.25
Retained earnings	474.48	617.83
Total shareholders' equity	5,101.58	5,616.81

	31 Mar 2018	31 Mar 2017
Net asset value (NAV) per share	53.36	58.75

RELIANCE INSURANCE LIMITED
STATEMENT OF COMPREHENSIVE INCOME
for the period ended 31 March 2018

	Jan-Mar 2018 Taka in million	Jan-Mar 2017 Taka in million
Gross premium income	761.63	722.63
Net premium income	280.90	280.20
Commission on re-insurance	56.21	59.76
	337.11	339.96
Allocable mgt. expenses (including claims & Commission)	(261.12)	(228.49)
Un-allocable mgt. expenses	(21.07)	(16.96)
Unexpired risk reserve	12.85	(18.62)
	(269.34)	(262.08)
Profit before investment & other income	67.76	77.88
Investment & other income	71.36	46.45
Profit before tax	139.13	124.33
Income tax expense		
Current tax	(37.35)	(35.86)
Deferred tax	0.22	1.15
	(37.13)	(34.71)
Net profit after tax	102.01	89.62
Other comprehensive income/(loss)		
Changes in fair value of shares available for sale	(540.97)	704.43
Total comprehensive income/(loss)	(438.97)	794.05
Profit & loss appropriation		
Net profit after tax	102.01	89.62
Reserve for exceptional loss	(28.09)	(28.02)
	73.92	61.60
Earnings per share of Tk. 10 each	1.07	0.94

RELIANCE INSURANCE LIMITED
STATEMENT OF CHANGES IN EQUITY
for the period ended 31 March 2018

Taka in million

Particulars	Share capital	Land revaluation reserve	Fair value reserve	Capital reserve	Exceptional loss reserve	General reserve	Retained earnings	Total
Restated Opening balance as on 01 Jan 2017	790.09	1,109.68	1,116.01	2.38	909.86	1.25	460.21	4,409.48
Dividend for 2016 (Bonus & cash)	79.01	-	-	-	-	-	(197.52)	(118.51)
Net profit after tax	-	-	-	-	-	-	89.62	89.62
Appropriation during the period	-	-	-	-	28.02	-	(28.02)	-
Changes in fair value of shares available for sale	-	-	704.43	-	-	-	-	704.43
Balance as on 31 Mar 2017	869.10	1,109.68	1,820.43	2.38	937.88	1.25	344.29	5,085.02
Balance as on 01 Jan 2018	869.10	1,109.68	1,982.94	2.38	1,033.63	1.25	617.83	5,616.81
Dividend for 2017 (Bonus & cash)	86.91	-	-	-	-	-	(217.27)	(130.36)
Net profit after tax	-	-	-	-	-	-	102.01	102.01
Appropriation for the period	-	-	-	-	28.09	-	(28.09)	-
Changes in fair value of shares available for sale	-	-	(486.88)	-	-	-	-	(486.88)
Balance as on 31 Mar 2018	956.01	1,109.68	1,496.06	2.38	1,061.72	1.25	474.48	5,101.58

RELIANCE INSURANCE LIMITED
STATEMENT OF CASH FLOWS
for the period ended 31 March 2018

	Jan-Mar 2018 Taka in million	Jan-Mar 2017 Taka in million
Cash flows from operating activities		
Collection from premium & others	942.70	930.69
Payment for commission, claim & others	(662.13)	(763.25)
VAT paid to Government	(102.74)	(100.68)
Income-tax paid and deducted at sources	(19.61)	(22.22)
Net cash generated from operating activities	158.22	44.54
Cash flows from investing activities		
Payment for acquisition of assets	(13.05)	(16.78)
Payment for assets under construction	(3.98)	(20.96)
Proceeds from disposal of fixed asset	-	0.03
Payment against investments	(10.00)	(200.96)
Proceeds from disposal of investment	44.00	43.10
Dividend received	1.54	3.23
Interest received	18.78	31.06
Payment for TBL subordinated bond	1.58	1.97
Payment for LBSL zero coupon bond	4.33	4.77
Net cash used in investing activities	43.21	(154.54)
Cash flows from financing activities		
Dividend paid	-	-
Net cash used in financing activities	-	-
Net changes in cash & cash equivalents for the period	201.43	(110.00)
Cash and cash equivalents at the beginning of the period	2,010.91	1,960.69
Cash and cash equivalents at the end of the period	2,212.34	1,850.69
Net operating cash flow per share (NOCFPS)	1.66	0.47

Selected explanatory notes to the Financial Statements as at and for the period ended 31 March 2018:

1. **Legal form of the Company:** Reliance Insurance Ltd. was incorporated as a public limited Company in Bangladesh in the year 1968 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, 2017.

4. **Gross and Net premium earned:** During the period ended March 31, 2018, Company earned gross and net premium income Tk. 761.63 million and Tk. 280.90 million as against Tk. 722.63 and Tk. 280.20 million respectively for the corresponding same period of the previous year.

5. **Dividend:** A cash dividend of Tk.1.50 per share and 10% bonus shares were approved for distribution to the valued shareholders for the year ended December 31, 2017.

6. **Earnings per share:** Earnings per share has been calculated based on weighted average number of 95,600,989 shares outstanding as at March 31, 2018, after giving the effect of 10% bonus shares declared for the year 2017. Earnings per share for the period ended March 31, 2017 has also been restated based on 95,600,989 shares.

7. **Value of investment and NAV:** Due to reduction of market value of investment in securities, value of investment as well as net assets value (NAV) of RIL as of March 31 , 2018 has been decreased .

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

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