Top Ranking Life Insurance Company

# সন্ধানী লাইফ ইনস্যুরেন্স কোং লিঃ

# SANDHANI LIFE INSURANCE COMPANY LTD.

Sandhani Life Tower, Rajuk Plot No-34, Bangla Motor, Dhaka-1000, Phone: 9611197,9664931,9661241,01833-325681-2, Fax: 88-02-9614405, Web: www.sandhanilife.com

## THIRD QUARTER FINANCIAL STATEMENT-2018 (UN-AUDITED)

We are pleased to present the un-audited Consolidated Financial Statements Approved by the Board of Directors of Sandhani Life Insurance Co. Ltd. for the period ended 30 SEPTEMBER 2018 as per Bangladesh Securities and Exchange Commission (BSEC) Notification No-SEC/CMRRCD/2008-183/Admin/03-34 dated September 27, 2009 and Regulation 17(3) of Dhaka/Chittagong Stock Exchange (Listing) Regulations, 2015 dated 12 July, 2015. Accordingly these Financial Statements have been already sent to Bangladesh Securities and Exchange Commission and Stock Exchanges.

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

| Particulars | 30-09-2018 Taka | 31-12-2017 Taka |
|---|---|---|
| CAPITAL AND LIABILITIES: | | |
| SHARE HOLDERS' CAPITAL | | |
| Authorized | | |
| 200,000,000 Ordinary Shares of Tk. 10 each | 2,000,000,000 | 2,000,000,000 |
| Issued, Subscribed & Paid up | | |
| 91,415,527 Ordinary Shares of Tk. 10 each | 914,155,276 | 914,155,276 |
| Revaluation Surplus | 634,591,451 | 636,838,610 |
| BALANCE OF FUNDS AND ACCOUNTS | | |
| Life Insurance Fund | 8,205,556,508 | 8,517,615,065 |
| Retained Earnings (SLHDCL & SLFL) | 65,599,850 | 76,361,353 |
| Non Controlling Interest | 2,436 | 2,479 |
| LIABILITIES AND PROVISIONS | 1,148,079,190 | 994,629,843 |
| Amount Due to Other Persons or Bodies Carrying on Insurance Business | 13,482,951 | 11,486,152 |
| Estimated Liabilities in Respect of Outstanding Claims Whether Due or Intimated | 138,914,089 | 211,994,490 |
| Fair Value Change Account | 41,096,765 | - |
| Provision for Doubtful Debt | 18,591,892 | 18,591,892 |
| Liabilities for Dividend | 182,831,055 | - |
| Sundry Creditors | 157,115,336 | 212,677,523 |
| Provision for income tax | 587,967,448 | 532,967,448 |
| Premium Deposits | 8,079,654 | 6,912,338 |
| TOTAL | 10,967,984,711 | 11,139,602,626 |
| PROPERTY AND ASSETS | | |
| LOAN | 82,019,533 | 81,908,068 |
| On Insurance Policies within their Surrender Value | 58,533,948 | 57,749,593 |
| Higher Education Support Plan | 21,080,000 | 21,880,000 |
| Margin Loan to Clients | 2,405,585 | 2,278,475 |
| INVESTMENT ( at Cost) | 3,473,597,574 | 3,569,974,017 |
| Statutory Deposit with Bangladesh Bank-BGTB | 15,000,000 | 15,000,000 |
| Bangladesh Govt. Treasury Bond (BGTB) | 2,436,700,000 | 2,586,700,000 |
| Shares | 720,953,600 | 668,069,160 |
| Mutual Fund & Unit Fund | 300,943,974 | 300,204,857 |
| Outstanding Premium | 445,690,846 | 461,483,234 |
| Profit/Interest, Dividend & Rents Accruing But Not Due | 1,020,927,479 | 835,465,044 |
| Sundry Debtors | 180,357,313 | 183,235,535 |
| Advance, Deposit & Pre Payments | 558,329,201 | 520,071,817 |
| Premium on BGTB | 32,721,197 | 32,721,197 |
| Deffered Tax (Assets) | 41,716,907 | 46,969,525 |
| Fair Value Change Account | - | 45,271,042 |
| CASH, BANK AND OTHER BALANCES | 3,697,470,793 | 3,906,579,544 |
| On Fixed Deposit | 3,494,923,769 | 3,680,449,565 |
| On Current & STD Account with Banks | 60,878,826 | 223,019,173 |
| Collection In Hand | 137,716,779 | - |
| Cash in Hand | 3,951,419 | 3,110,806 |
| OTHER ASSETS | 1,435,153,868 | 1,455,923,603 |
| Forms, Stamps & Stationery in Hand | 3,512,214 | 3,723,696 |
| Inventory | 466,683 | 466,683 |
| Fixed Assets (At cost/Revaluation less depreciation) | 1,431,174,971 | 1,451,733,224 |
| TOTAL | 10,967,984,711 | 11,139,602,626 |

### CONSOLIDATED LIFE REVENUE ACCOUNT (UN-AUDITED) FOR THE 3RD QUARTER ENDED 30 SEPTEMBER 2018

| PARTICULARS | Jan to Sept 2018 Taka | Jan to Sept 2017 Taka | July to Sept 2018 Taka | July to Sept 2017 Taka |
|---|---|---|---|---|
| 1. BALANCE OF FUND AT THE BEGINNING OF THE PERIOD | 8,517,615,065 | 8,607,337,747 | 8,440,219,510 | 8,632,692,293 |
| 2. BALANCE OF RETAINED EARNING AT THE BEGINNING OF THE PERIOD (SLHDCL & SLFL) | 76,361,353 | 58,875,410 | 59,744,636 | 70,055,747 |
| 3. PREMIUM LESS RE-INSURANCE | 1,051,317,262 | 1,200,426,641 | 409,136,849 | 389,842,540 |
| First Year Premium | 241,250,308 | 275,094,909 | 124,702,936 | 88,968,207 |
| Renewal Premium | 802,440,141 | 916,268,365 | 283,887,772 | 297,769,768 |
| Group & Hospitalization Insurance Premium | 10,968,423 | 12,538,080 | 1,433,725 | 4,172,755 |
| Gross Premium | 1,054,658,872 | 1,203,901,354 | 410,024,433 | 390,910,730 |
| Less: Re-Insurance Premium | 3,341,610 | 3,474,713 | 887,584 | 1,068,190 |
| 4. PROFIT/ INTEREST, DIVIDEND AND RENTS | 604,914,032 | 621,915,289 | 207,636,448 | 246,214,842 |
| 5. WORK CERTIFIED VALUE | 1,570,000 | 17,589,565 | - | 2,774,800 |
| 6. OTHER INCOME | 36,635,473 | 136,083,208 | 16,007,228 | 22,946,277 |
| 7. ADJUSTMENT OF DEPRECIATION ON REVALUED ASSETS | 2,247,160 | 2,247,160 | 749,054 | 749,054 |
| 8. FAIR VALUE CHANGE ACCOUNT | (86,367,807) | 4,955,236 | (39,779,783) | (3,763,621) |
| A)TOTAL (1+2+3+4+5+6+7+8) | 10,204,292,538 | 10,649,430,256 | 9,093,713,942 | 9,361,511,932 |
| 9. CLAIMS UNDER POLICIES (including provision for claims due or intimated) Less-Reinsurance | 1,255,115,815 | 1,366,003,837 | 437,824,518 | 498,048,283 |
| 10.MANAGEMENT EXPENSES | 184,486,929 | 228,205,945 | 62,234,206 | 75,718,828 |
| 11.COMMISSION & ALLOWANCES | 214,240,958 | 248,194,770 | 105,983,961 | 72,941,880 |
| 12.OTHER EXPENSES | 92,040,772 | 114,175,545 | 33,157,795 | 33,769,745 |
| 13.COST OF GOODS SOLD | 4,420,694 | 13,286,958 | 525,990 | 1,470,084 |
| 14.DIVIDEND | 182,831,055 | 152,359,213 | 182,831,055 | 152,359,213 |
| 15.BALANCE OF RETAINED EARNINGS AT THE END OF THE PERIOD (SLHDCL & SLFL) | 65,599,850 | 69,190,609 | 65,599,850 | 69,190,609 |
| 16.NON CONTROLLING INTEREST | (43) | 81 | 59 | (8) |
| 17.BALANCE OF FUND AT THE END OF THE PERIOD | 8,205,556,508 | 8,458,013,298 | 8,205,556,508 | 8,458,013,298 |
| B)TOTAL (9+10+11+12+13+14+15+16+17) | 10,204,292,538 | 10,649,430,256 | 9,093,713,942 | 9,361,511,932 |

### STATEMENT OF CHANGES IN SHARE HOLDER'S EQUITY (UN –AUDITED)

#### FOR THE 3RD QUARTER ENDED 30 SEPTEMBER 2018

| PARTICULARS | Share Capital | | | Share Premium | General Reserve | Reserve for Exceptional Losses | Retained Earnings | Total |
|---|---|---|---|---|---|---|---|---|
| | Paid in Cash | Bonus Share | Total | | | | | |
| As on 01 January 2018 | 30,000,000 | 884,155,276 | 914,155,276 | - | - | - | - | 914,155,276 |
| Addition during the Period | | - | - | - | - | - | - | - |
| As on 30 September 2018 | 30,000,000 | 884,155,276 | 914,155,276 | - | - | - | - | 914,155,276 |

#### FOR THE 3RD QUARTER ENDED 30 SEPTEMBER 2017

| PARTICULARS | Share Capital | | | Share Premium | General Reserve | Reserve for Exceptional Losses | Retained Earnings | Total |
|---|---|---|---|---|---|---|---|---|
| | Paid in Cash | Bonus Share | Total | | | | | |
| As on 01 January 2017 | 30,000,000 | 731,796,063 | 761,796,063 | - | - | - | - | 761,796,063 |
| Addition during the Period | | - | - | - | - | - | - | - |
| As on 30 September 2017 | 30,000,000 | 731,796,063 | 761,796,063 | - | - | - | - | 761,796,063 |

### CONSOLIDATED CASH FLOW STATEMENT (UN-AUDITED) FOR THE 3RD QUARTER ENDED 30 SEPTEMBER 2018

| PARTICULARS | Jan to Sept 2018 Taka | Jan to Sept 2017 Taka |
|---|---|---|
| A. CASH FLOWS FROM OPERATING ACTIVITIES: | | |
| Collection from Premium/ Operating & Others Revenue | 1,085,544,951 | 1,215,424,127 |
| Profit/Interest,Dividend,Rents & Others Received | 409,153,129 | 433,519,227 |
| Miscellaneous Income Received | 22,957,888 | 20,158,669 |
| Payment for Claims | (1,328,196,216) | (1,298,902,829) |
| Payment for Re-insurance, Management Exp. and Others | (462,855,328) | (458,102,087) |
| Income Tax paid/deducted | (30,090,247) | (53,060,607) |
| Net Cash from Operating Activities | (303,485,823) | (140,963,500) |
| B. CASH FLOWS FROM INVESTING ACTIVITIES: | | |
| Investment made in Shares | (63,922,465) | (182,361,380) |
| Proceeds from Sales of Investment in Shares | 20,328,211 | 719,650,206 |
| Purchase of Bangladesh Govt. Treasury Bond (BGTB) | - | (929,900,000) |
| Premium on Bangladesh Govt. Treasury Bond (BGTB) | - | (23,050,342) |
| Encashment of Bangladesh Govt. Treasury Bond (BGTB) | 150,000,000 | 871,300,000 |
| Acquisition of Fixed Assets | (11,229,901) | (23,829,710) |
| Loan against Policies Paid | (6,595,000) | (3,126,000) |
| Loan against Policies Realised | 6,610,645 | 6,308,400 |
| Loan to SLHDCL | (500,000) | - |
| Encashment of Debentures | - | 189,630,000 |
| Net Cash used in Investing Activities | 94,691,490 | 624,621,174 |
| C. CASH FLOWS FROM FINANCING ACTIVITIES: | | |
| Dividend not Claimed /(Paid) | - | 29 |
| Lease Finance | (314,418) | - |
| Net Cash from Financing Activities | (314,418) | 29 |
| D. Net Increase in Cash & Cash Equivalents (A+B+C) | (209,108,751) | 483,657,703 |
| E. Cash and Cash Equivalents at the Beginning of the Period | 3,906,579,544 | 3,397,102,404 |
| F. Cash and Cash Equivalents at the End of the Period (D+E) | 3,697,470,793 | 3,880,760,107 |

**Some Seclected Explanatory Notes in the preparation of interim financial statements (BAS- 34, Para-8)**

**i) Accounting Policy:** Accounting policies adopted interim financial reports are the same as adopted for most recent audited financial statement (that is financial statements 2017) (BAS 34, para 16[a]).

**ii) Seasonality of interim operation:** The company's business is not heavily seasonal.

**iii) 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.

**iv) Dividend Paid:** The company did not pay any dividend to its shareholders for the interim period. However, the company charged dividend for the shareholders in its revenue Accounts for the year ended 31st December 2017 as approved at the 28th AGM of the Company held on 30 September , 2018. And Subsequently distributed the Dividend as on 23rd October'18 (i.e after reporting period) to its Shareholders.

**v) Depreciation:** Depreciation on addition to the Fixed assets has been calculated adopting straight line method from the month of available for use.

**vi) Deferred Tax:** Deferred Tax recognized on the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and are accounted for as per provision of BAS - 12: Income Taxes.

**vii) Outstanding Claims:** Provission for outstanding claims has been made based on the intimation of the claims received upto 30 September, 2018.

**viii) Impact of major events, activities and circumstances:** There were no changes in the composition of the business during the interim period.

**ix) 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 January-September'18 figures have been regrouped, rearranged and reclassified wherever necessary.

| Sd/- | Sd/- | Sd/- | Sd/- | Sd/- |
|---|---|---|---|---|
| Md. Mizanur Rahman | Nemai Kumer Saha | Ahasanul Islam | Mojibul Islam | Alhaj Md. Mockbul Hossain |
| Company Secretary | DMD & CFO | Chief Executive Officer | Vice Chairman | Chairman |

**The details of the published Third Quarter Financial Statements is available in the web-site of the company. The address of the web-site is www.sandhanilife.com.**

size: 9" x 6cl
work-30.10.18