UNITED INSURANCE COMPANY LIMITED

Head Office: Camellia House, 22 Kazi Nazrul Islam Avenue, Dhaka-1000, Bangladesh

CONDENSED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

As at September 30, 2018

	30-Sep-18	31-Dec-17
	TK '000'	TK '000'
ASSETS		
Non-current assets :		
Property , plant and equipment	145,403	138,712
Investments		
In Bangladesh Govt. Treasury Bond	25,000	25,000
In shares	642,948	20,331
In associate	-	589,142
	813,351	**773,185**
Current assets:		
Stock of stationery	1,281	938
Debtors	296,571	285,261
Cash and cash equivalents	439,865	436,767
Total current assets	**737,717**	**722,965**
Current liabilities:		
Creditors and accruals	(238,860)	(237,381)
Net current assets	**498,857**	**485,584**
Net assets	**1,312,208**	**1,258,769**
SHAREHOLDERS' EQUITY		
Capital and reserves:		
Share capital (42,000,000 shares of Tk. 10 each)	420,000	420,000
Revenue reserves & contingency accounts	831,089	400,038
Retained earnings	61,119	438,731
Total shareholders' equity	**1,312,208**	**1,258,769**
Net Asset Value per share (Tk)	**31.24**	**29.97**

CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)

For the 3rd quarter ended September 30, 2018

	30-Sep-18	30-Sep-17
	TK '000'	TK '000'
Cash flows from operating activities:		
Collection and other income	355,525	365,101
Management expenses, re-insurance & claims	(346,460)	(322,556)
Advance income tax paid	(20,381)	(36,196)
	(11,315)	6,349
Cash flows from investing activities:		
Non-current assets purchased	(10,690)	(118,978)
Invement in shares	(16,256)	(11,336)
Sale of shares	30,390	31,148
Interest received	19,278	10,374
Dividend received	37,380	35,763
Sale of old car	-	514
	60,103	(52,515)
Cash flows from financing activities:		
Dividend paid	(45,689)	(44,071)
Net increase in cash and cash equivalents	**3,098**	**(90,236)**
Cash and cash equivalents at 01 January	436,767	481,912
Cash and cash equivalents at 30 September	**439,865**	**391,676**
Net Operating Cashflows per share (Tk.)	**(0.27)**	**0.15**

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)

For the 3rd quarter ended September 30, 2018

	Jan-Sep-18	Jan-Sep-17	Jul-Sep-18	Jul-Sep-17
	TK '000'	TK '000'	TK '000'	TK '000'
Gross premium	**320,761**	**327,176**	**87,667**	**97,739**
Net premium	234,715	237,684	69,360	77,341
Agency commission	(42,162)	(43,201)	(11,783)	(13,294)
Expenses of management	(126,156)	(122,324)	(44,184)	(45,340)
Claims	(42,496)	(37,412)	(21,843)	(18,991)
	(210,814)	(202,937)	(77,810)	(77,625)
Underwriting profit	**23,901**	**34,747**	**(8,450)**	**(284)**
Share of profit of associate	-	37,062	(21,553)	12,024
Interest, dividend and other income	53,349	17,775	44,802	4,021
Gain/(loss) on sale of shares	19,168	5,261	19,168	5,261
	96,418	94,845	33,967	21,022
Management expenses (not applicable to any particular fund or account)	(6,420)	(4,784)	(3,301)	(1,724)
Erosion of value of investment in shares	4,017	(1,547)	8,761	377
Profit before income tax	94,015	88,514	39,427	19,675
Provision for income tax	(18,500)	(20,000)	(1,500)	(2,500)
Profit after tax	**75,515**	**68,514**	**37,927**	**17,175**
Other comprehensive income:				
Changes in fair value of marketable securities	411,897	-	411,897	-
Total comprehensive income	**487,412**	**68,514**	**449,824**	**17,175**
Reserve for exceptional losses	19,154	20,277	5,375	6,814
Retained Earnings	56,361	48,237	32,552	10,361
Fair value reserve	411,897	-	411,897	-
	487,412	**68,514**	**449,824**	**17,175**
Earnings per share Taka	**1.80**	**1.63**	**0.90**	**0.41**

CONDENSED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the 3rd quarter ended September 30, 2018

Particulars	Share Capital	Excep. Loss Reserve	General Reserve	Fair value Reserve	Retained Earnings	Total
	Taka	Taka	Taka	Taka	Taka	Taka
Balance at 1 January 2018	420,000	308,688	91,350	-	438,731	1,258,769
Cash dividend	-	-	-	-	(46,200)	(46,200)
Issue of bonus share	-	-	-	-	-	-
Profit after tax for the period	-	-	-	-	75,515	75,515
Appropriation made during the period	-	19,154	-	-	(19,154)	-
Adjustment of share of profit of associate	-	-	-	-	(387,773)	(387,773)
Changes in fair value of marketable securities	-	-	-	411,897	-	411,897
Balance as at 30 September 2018	**420,000**	**327,842**	**91,350**	**411,897**	**61,119**	**1,312,208**
Balance as at 30 September 2017	**420,000**	**302,201**	**87,350**	**-**	**415,616**	**1,225,167**

The details of the unaudited 3rd quarter financial statements for the period ended 30 September 2018 is available in the website of the United Insurance Company Limited. The address of the website is "www.unitedinsurance.com.bd".

M. M. Alam
Director

M. Shah Alam
Director

Khawja Manzer Nadeem
Managing Director & CEO

Minhaz Shahid, FCA
Chief Financial Officer

Md. Imran Hasan, ACS
Company Secretary

Selected Notes to The Financial Statements (un-audited) for The Period Ended September 30, 2018:

1. Background: The Company was incorporated in1985 under the Companies Act 1913. The Company provides non-life insurance services as per provisions of the Insurance Act 2010.

2. Basis of preparation: Third quarter financial statements have been prepared in compliance with Bangladesh Accounting Standards (BAS) - 34, the Companies Act 1994, the Insurance Act 2010, the Securities & Exchange Commission Rules 1987 and Other applicable laws and regulations.

3. Accounting policies and method of computations: Accounting policies and method of computations followed in preparing 3rd quarter financial statements are consistent with those used in the annual financial statements, prepared and published for the year ending December 31, 2017, except share of profit of associate previously recognised in compliance with BAS-28. After de-recognition of associate relationship with United Finance Limited, accounts have been prepared in compliance with BAS-39.

4. Depreciation: Depreciation on property, plant & equipment is charged based on straight line method over the estimated useful lives of the assets.

5. Dividend: 11% cash dividend was distributed as approved in the 33rd Annual General meeting held on 03 May 2018.

6.De-recognition of profit of associate: United Finance Limited was an associate up to August 31, 2018 of the Company. As per board approval 15,00,000 shares of United Finance Limited sold out in September 2018, as a result associated relationship is de-recognised.

7. Investment in shares: Investments in shares are classified as available for sale and are stated at fair value. Any gains or losses arising from changes in fair value are reconised in equity through Other Comprehensive Income.

8. Provision for Income Tax: Provision for income tax has been made in accordance with the provision of Income Tax Ordinance 1984.

9. Composition of Shareholders' Equity:

Composition of Shareholders' Equity :

			Amount (in Taka)	
Particulars	**No. of shares**	**Face Value (Tk.)**	**30-Sep-18**	**31-Dec-17**
Paid-up Capital	42,000,000	10	420,000,000	420,000,000
Share Premium			Nil	Nil
Preference Shares Capital			Nil	Nil
Reserve for exceptional losses			327,842,000	308,688,000
General Reserve			91,350,000	91,350,000
Fair Value Reserve			411,897,000	-
Retained Earnings			61,119,000	438,731,000
Total Shareholders' Equity			**1,312,208,000**	**1,258,769,000**

Date of issue & others information:

Date	Types of paid-up capital	No.of shares	Face value per share (Tk.)	Value of shares (Tk.)
07.05.1985	Opening Capital	300,000	100	30,000,000
09.04.1990	IPO	300,000	100	30,000,000
15.05.2007	Bonus	180,000	100	18,000,000
08.05.2008	Bonus	220,000	100	22,000,000
07.05.2009	Bonus	1,500,000	100	150,000,000
22.04.2010	Bonus	500,000	100	50,000,000
02.06.2011	Bonus	300,000	100	30,000,000
Before split		**3,300,000**		**330,000,000**
Split in December 2011		33,000,000		330,000,000
After Split				
07.05.2012	Bonus	3,300,000	10	33,000,000
09.05.2013	Bonus	3,700,000	10	37,000,000
11.05.2016	Bonus	2,000,000	10	20,000,000
	Paid-up capital	**42,000,000**		**420,000,000**

10. Net Assets Value per share (NAV):

		Amount (in Taka)	
		30-Sep-18	31-Dec-17
Total Shareholders' Equity	Tk.	1,312,208,000	1,258,769,000
Number of ordinary shares		42,000,000	42,000,000
Net Assets Value per share	Tk.	**31.24**	**29.97**

The Net Assets Value (NAV) of the Company has been increased due to investment in shares are presented at fair value and investment in associate are de-recognised after selling of shares of the associate as per earlier Board decision.

11. Earnings per share (EPS):

		30-Sep-18	30-Sep-17
Net profit after Tax	Tk.	75,515,000	68,514,000
Number of ordinary shares		42,000,000	42,000,000
Earnings per share	Tk.	**1.80**	**1.63**

12. Net Operating Cash Flows per share:

Net cash from operating activities	Tk.	(11,315,000)	6,349,000
Number of ordinary shares		42,000,000	42,000,000
Net Operating Cashflows per share	Tk.	**(0.27)**	**0.15**

13. Reconciliation of Cash flows: (Operating activities)

	Amount (in Taka)
Net profit after tax	**75,515,000**
Depreciation	4,000,000
(Gain)/Erosion of share value	(4,017,000)
Net changes in operating accruals	(53,187,000)
Share of profit of associate	(19,469,000)
(Increase)/Decrease in current assets	(15,124,000)
Increase/(Decrease) in current Liabilities	967,000
Cash flows from operting activities	**(11,315,000)**

14. Comparative information: Figures have been rearranged/restated wherever necessary to conform to current period presentation. The figures also have been presented in Taka.