

**NOTES TO THE 3<sup>RD</sup> QUARTER FINANCIAL STATEMENTS (UNAUDITED)  
UPTO SEPTEMBER 30, 2015**

- 1.00 **Background:** The Company was incorporated in 1985 under the Companies Act 1913. The Company provides non-life insurance services as per provisions of the insurance Act 2010.
- 2.00 **Basis of Preparation:** 3<sup>rd</sup> quarter financial statements have been prepared in compliance with Para 20 Based on the BAS-34 with other Bangladesh Accounting Standards, the Companies Act 1994, the Insurance Act 2010, the Securities & Exchange Commission Rules, 1987 and Other applicable laws and regulations.
- 3.00 **Accounting policies and method of computations:** Accounting policies and method of computations followed in preparing 3<sup>rd</sup> quarter financial statements are consistent with those used in the annual financial statements, prepared and published for the year ending December 31, 2014 except depreciation.
- 4.00 **Depreciation:** Depreciation has been charged in compliance with para 55 of the BAS 16.
- 5.00 **Dividend:** 10% cash dividend was distributed as approved in the Annual General Meeting held on 26, April 2015.
- 6.00 **Earnings per share:** Earnings per share has been calculated based on weighted average number of 40,000,000 shares outstanding as at September 30, 2015.
- 7.00 **Share of profit of associate:** Share of unrealised profit of the associate i.e., United Finance Ltd has been recognised in compliance with the BAS-28.
- 8.00 **Provision for income tax:** Provision for income tax has been made at 40% on the basis of Finance Act 2015.
- 9.00 **Comparative information:** Figures have been rearranged/re-stated wherever necessary to conform to current period's presentation.

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# UNITED INSURANCE COMPANY LIMITED

## 3<sup>RD</sup> QUARTER FINANCIAL STATEMENTS-2015 (UNAUDITED)

**CONDENSED STATEMENT OF FINANCIAL POSITION (UNAUDITED)**

AS AT SEPTEMBER 30, 2015


	30-Sep-15 TK '000'	31-Dec-14 TK '000'
<b>ASSETS</b>		
<b>Non-current assets :</b>		
Property, plant and equipment	16,654	12,864
<b>Investments</b>		
In Bangladesh Govt. Treasury Bond	25,000	25,000
<b>In shares</b>	27,404	19,238
In associate	495,138	466,220
	<b>564,196</b>	<b>523,321</b>
<b>Current assets:</b>		
Stock of stationery	985	929
Debtors	180,731	192,041
Cash and cash equivalents	487,301	495,476
<b>Total current assets</b>	<b>669,017</b>	<b>688,445</b>
<b>Current liabilities</b>		
Creditors and accruals	(158,624)	(181,460)
<b>Net current assets</b>	<b>510,393</b>	<b>506,986</b>
<b>Net assets</b>	<b>1,074,589</b>	<b>1,030,307</b>
<b>SHAREHOLDERS' EQUITY :</b>		
<b>Capital and reserves</b>		
Share capital (40,000,000 shares of Tk. 10 each)	400,000	400,000
Revenue reserves & contingency accounts	335,991	320,513
Retained earnings	338,598	309,794
<b>Total shareholders' equity</b>	<b>1,074,589</b>	<b>1,030,307</b>
Net Assets Value per Share (Tk.)	26.86	25.76

**CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)**

UPTO THE 3RD QUARTER ENDED SEPTEMBER 30, 2015

	30-Sep-15 TK '000'	30-Sep-14 TK '000'
<b>Cash flows from operating activities:</b>		
Collection and other income	309,223	277,223
Management expenses, re-insurance & claims	(276,376)	(245,755)
Advance income tax	(24,195)	(23,672)
	8,652	7,796
<b>Cash flows from investing activities:</b>		
Non-current assets purchased	(3,790)	(612)
Purchase of shares	(17,017)	(3,998)
Sale of shares	4,341	5,107
Interest received	22,144	23,793
Dividend received	561	108
Dividend received from associate	14,474	13,158
	20,713	37,556
<b>Cash flows from financing activities:</b>		
Dividend paid	(37,540)	(36,516)
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(8,175)</b>	<b>8,836</b>
Cash and cash equivalents at 1 January	495,476	494,057
Cash and cash equivalents at 30 September	<b>487,301</b>	<b>502,893</b>
<b>Net Operating Cashflows per share (Tk.)</b>	<b>0.22</b>	<b>0.19</b>

The details of the 3rd quarter financial statements for the period ended September 30, 2015 is available in the website of the United Insurance Company Limited. The address of the website is [www.unitedinsurance.com.bd](http://www.unitedinsurance.com.bd)

  
Syed Aziz Ahmad  
Chairman

  
Prof. Dr. Wahiuddin Mahmood  
Director

  
Syed Shahriyar Ahsan  
Chief Executive Officer

  
Mohammed Ahsan Ullah  
Chief Financial Officer

  
Badal Chandra Rajbangshi  
Company Secretary

**CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**

UPTO THE 3RD QUARTER ENDED SEPTEMBER 30, 2015

	Jan-Sept-15 TK '000'	Jan-Sept-14 TK '000'	Jul-Sept-15 TK '000'	Jul-Sept-14 TK '000'
<b>Gross premium</b>	276,857	240,069	85,837	74,599
Net premium	184,388	163,788	58,534	50,853
Agency commission	(37,257)	(31,609)	(11,680)	(10,009)
Expenses of management	(92,401)	(81,939)	(37,396)	(30,917)
Claims	(21,020)	(17,162)	(5,527)	(6,227)
	(150,678)	(130,710)	(54,603)	(47,153)
<b>Underwriting profit</b>	<b>33,710</b>	<b>33,078</b>	<b>3,931</b>	<b>3,700</b>
Interest, dividend and other income	35,977	37,938	17,981	16,293
	69,687	71,016	21,912	19,993
<b>Erosion of value of investment in shares</b>	<b>(1,179)</b>	<b>(4,176)</b>	387	(4,176)
Management expenses (not applicable to any particular fund or account)	(3,618)	(3,086)	(873)	(919)
Share of profit of associate	43,392	50,590	14,812	22,414
Profit before income tax	108,282	114,344	36,238	37,312
Provision for income tax	(24,000)	(27,000)	(9,200)	(6,600)
<b>Profit after tax</b>	<b>84,282</b>	<b>87,344</b>	<b>27,038</b>	<b>30,712</b>
Reserve for exceptional lossess	15,478	12,811	5,024	3,876
Retained Earnings	68,804	74,533	22,014	26,836
	<b>84,282</b>	<b>87,344</b>	<b>27,038</b>	<b>30,712</b>
<b>Earnings per share</b>	2.11	2.18	0.68	0.77

**CONDENSED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**

UPTO THE 3RD QUARTER ENDED SEPTEMBER 30, 2015

(Taka in '000')

Particulars	Share Capital	Excep. Loss Reserve	General Reserve	Retained Earnings	Total
	Taka	Taka	Taka	Taka	Taka
Balance at 1 January, 2015	400,000	235,163	85,350	309,794	1,030,307
Cash dividend paid	-	-	-	(40,000)	(40,000)
Changes made during the period		15,478	-	68,804	84,282
				-	-
<b>Balance as on September 2015</b>	<b>400,000</b>	<b>250,641</b>	<b>85,350</b>	<b>338,598</b>	<b>1,074,589</b>
Balance as on September 2014	400,000	230,010	80,350	282,786	993,146

NB: Previous period's figures have been restated wherever necessary to conform to current period's presentation.