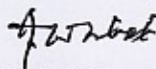
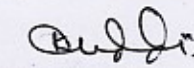


NATIONAL LIFE INSURANCE COMPANY LIMITED AND ITS SUBSIDIARY
CONSOLIDATED BALANCE SHEET (UN-AUDITED)
AS AT 30 SEPTEMBER, 2020

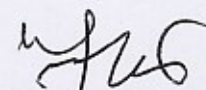
PARTICULARS	NOT E	30.09.2020 AMOUNT IN TAKA	31.12.2019 AMOUNT IN TAKA
CAPITAL AND LIABILITIES:			
SHARE HOLDERS' CAPITAL			
AUTHORISED			
200,000,000 Ordinary Shares of Tk.10/- each		2,000,000,000	2,000,000,000
ISSUED, SUBSCRIBED AND PAID-UP			
108,521,981 Ordinary Shares of Tk.10/-each		1,085,219,810	1,085,219,810
RETAINED EARNINGS (NLI SECURITIES LTD)		253,025,830	229,411,142
NON-CONTROLLING INTEREST(NLI SECURITIES LTD)		17,003,897	16,303,420
BALANCE OF FUND AND ACCOUNTS			
LIFE INSURANCE FUND		37,504,819,158	36,992,608,321
AMOUNT DUE TO OTHER PERSONS OR BODIES CARRYING ON INSURANCE BUSINESS		98,240,627	84,994,213
FAIR VALUE CHANGES ACCOUNT		(270,895,038)	(477,603,464)
LIABILITIES AND PROVISIONS :			
Estimated liabilities in respect of outstanding claims whether due or intimated		1,329,241,458	2,987,007,064
Premium Deposits		156,822,350	153,603,535
Sundry Creditors		4,390,253,402	4,733,392,565
		5,876,317,210	7,874,003,164
TOTAL CAPITAL AND LIABILITIES		44,563,731,494	45,804,936,606
PROPERTY AND ASSETS			
LOANS			
Policy Loan(On Insurers' Policies within their surrender value)		547,477,639	512,103,138
Other Loans		98,364,864	106,201,672
		645,842,503	618,304,810
INVESTMENTS			
Statutory Deposit with Bangladesh Bank(BGTB)		15,000,000	15,000,000
Bangladesh Govt.Treasury Bond		13,025,528,729	10,599,929,322
Shares, Bonds, Mutual Funds and Debentures		5,203,160,654	4,867,507,846
		18,243,689,383	15,482,437,168
NLI SECURITIES LTD.		240,150,000	240,150,000
OUTSTANDING PREMIUMS		692,645,630	2,394,174,661
INTEREST, DIVIDEND AND RENTS ACCRUING BUT NOT DUE		1,111,626,992	1,671,967,289
ADVANCE, DEPOSITS AND PREPAYMENTS		2,717,807,882	2,447,332,635
SUNDRY DEBTORS		858,681,438	758,829,825
CASH, BANK & OTHER BALANCES :			
Fixed Deposit with Banks & Financial Institutions		16,386,200,000	17,125,394,472
STD, SND and CD Account with Banks		1,350,210,769	2,674,505,233
Cash in Hand		1,543,963	2,638,118
Imprest with Organizational Offices		103,565,660	104,721,870
		17,841,520,392	19,907,259,693
OTHER ACCOUNTS			
Policy stamps in hand		2,035,450	1,887,331
Printing and Stationery in hand		7,642,040	8,716,862
Freehold Land (at cost)		1,194,712,548	1,194,712,548
Freehold Land, Building & Other Fixed Assets at NLI Tower (At cost less Depreciation)		233,644,213	242,581,615
Other Fixed Assets (At cost less Depreciation)		773,733,023	836,582,169
TOTAL PROPERTY AND ASSETS		44,563,731,494	45,804,936,606



Md. Abdul Wahab Mian
Company Secretary


Probir Chandra Das, FCA
Chief Financial Officer


Md. Kazim Uddin
Acting Chief Executive Officer

Place: Dhaka
29 November, 2020


Air Cdre (Retd) Md. Abu Bakar, FCA
Director


Morshed Alam
Chairman

NATIONAL LIFE INSURANCE COMPANY LIMITED AND ITS SUBSIDIARY
CONSOLIDATED LIFE REVENUE AND PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME ACCOUNT (UN-AUDITED)
FOR THE 3RD QUARTER ENDED ON SEPTEMBER 30, 2020

Particulars	3rd Quarter Ended		Quarter Ended	
	01 January to 30 September, 2020	01 January to 30 September, 2019	01 July to 30 September, 2020	01 July to 30 September, 2019
	TAKA	TAKA	TAKA	TAKA
BALANCE OF LIFE FUND AT THE BEGINNING OF THE PERIOD	36,992,608,321	34,615,557,543	37,158,951,172	35,268,806,692
RETAINED EARNINGS AT THE BEGINNING OF THE PERIOD (NLI SECURITIES LTD.)	229,411,142	184,528,473	257,484,404	228,134,325
INCOME :				
PREMIUM INCOME:				
FIRST YEAR PREMIUM :				
Ordinary life	940,512,450	885,491,591	640,368,980	346,303,105
Jana Bima	330,520,645	296,096,750	173,510,076	112,401,683
Islami Takaful	157,120,430	146,990,057	115,950,218	68,632,233
National Pension Deposit Insurance	124,578,000	117,636,100	65,118,700	44,261,100
	1,562,731,525	1,446,214,498	994,947,974	571,598,121
RENEWAL PREMIUM:				
Ordinary Life	2,422,135,922	2,320,123,564	1,243,566,602	892,240,960
Jana Bima	461,221,386	450,201,260	273,674,496	198,534,976
Islami Takaful	234,865,730	222,605,210	122,820,032	69,613,631
National Pension Deposit Insurance	172,683,700	161,530,600	80,037,824	42,898,068
	3,290,906,738	3,154,460,634	1,720,098,954	1,203,287,635
GROUP TERM INSURANCE PREMIUM	65,116,376	60,848,112	23,983,516	20,722,306
Gross Premium	4,908,754,639	4,661,523,244	2,739,030,444	1,795,608,062
Less: Premium on Re-insurance	16,263,884	14,074,027	4,618,024	2,553,702
Net Premium	4,892,490,755	4,647,449,217	2,734,412,420	1,793,054,360
INTEREST, DIVIDEND & RENTS	2,489,969,009	2,286,526,892	929,666,726	814,442,742
OTHER INCOME	36,373,767	32,524,127	10,684,119	10,938,767
BROKERAGE COMMISSION (NLI SECURITIES LTD.)	37,472,169	57,509,818	22,672,971	11,961,860
TOTAL	44,678,325,163	41,824,096,070	41,113,871,812	38,127,338,746
EXPENDITURE :				
CLAIMS UNDER POLICIES (Including provision for claim due or intimated) less Re-Insurance				
By Death	164,657,611	91,619,780	57,025,230	5,950,850
By Maturity	2,678,496,985	2,704,959,057	1,048,336,349	1,002,195,799
By Survival	1,519,660,900	1,543,911,465	875,563,585	987,348,664
By Surrenders	58,287,469	61,237,384	27,752,820	14,729,230
By Others	23,183,377	35,622,145	11,466,961	3,133,789
	4,444,286,342	4,437,349,831	2,020,144,945	2,013,358,332
EXPENSES OF MANAGEMENT				
Commission				
(a) Commission to Insurance agent (Less that on Re-Insurance)	510,702,477	493,493,012	285,696,654	208,093,679
(b) Allowances and Commission (Other than Commission in sub-item(a) above)	303,553,042	294,834,485	170,554,373	124,324,340
	814,255,519	788,327,497	456,251,027	332,418,019
Salaries etc.(other than of agents & those contained in the allowances & commission)	864,072,831	848,620,413	351,231,979	357,118,268
Office Rent	50,505,185	82,467,996	17,554,672	25,317,478
Travelling and conveyance	7,515,566	10,139,288	3,234,478	4,110,532
Directors' Fees	814,000	720,000	634,000	180,000
Medical Expenses for Policy Holders	7,104,101	17,094,265	3,532,744	3,856,240
Training Expenses	1,584,750	1,979,610	287,091	663,110
Professional Fees	396,950	643,600	214,300	313,400
Advertisement and Publicity	10,016,850	10,097,500	3,998,500	3,171,700
Printing and Stationery	17,769,591	20,666,346	12,729,079	10,904,792
Fuel Expenses	18,598,246	24,057,058	10,231,214	8,118,645
Transportation Expenses	777,735	590,441	330,007	78,458
Insurance premium for Motor Vehicles & Others	3,649,193	4,006,040	2,542,616	2,946,612

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	01 January to 30 September, 2020	01 January to 30 September, 2019	01 July to 30 September, 2020	01 July to 30 September, 2019
	TAKA	TAKA	TAKA	TAKA
Insurance Policy Stamp Expenses	23,200,000	21,500,000	17,343,270	12,654,000
Employees Group Insurance Premium	11,482,060	10,936,583	366,410	328,500
Meeting Expenses	1,109,480	2,592,914	356,473	1,073,372
AGM Expenses	1,192,495	1,707,005	1,192,495	1,707,005
Telephone, Internet and Fax bill	7,632,081	8,028,751	2,989,480	2,778,421
Gas, Water and Electricity bill	11,711,999	13,832,583	5,605,176	4,532,011
Postage and Courier Bill	3,227,739	4,471,125	1,921,694	1,285,767
Revenue Stamps	5,224,000	5,669,760	2,249,000	2,039,483
Rates & Taxes	28,362,561	9,964,168	3,130,404	3,289,707
Freight and Carriage	530,015	623,089	380,507	358,657
Bank charges	12,360,921	13,543,861	8,106,195	8,122,680
Cleaning and Washing	3,270,260	3,345,448	1,463,225	1,135,287
News paper and Periodicals	556,977	768,585	281,024	280,506
Canteen Expenses	2,632,280	3,043,276	1,414,938	1,268,720
Fees and Subscription	1,286,088	2,241,163	143,200	759,825
Business Conference Expenses	20,398,480	30,536,609	13,257,280	16,705,764
Entertainment	933,569	1,548,958	346,012	527,036
Business Development Expenses	24,507,072	30,811,598	11,502,839	6,920,068
Hospitalization Expenses	3,568,147	3,551,074	1,876,298	2,340,242
Repairs & Maintenance	35,020,940	45,077,667	13,882,754	14,115,279
Contribution to Employees Provident Fund	29,197,421	28,573,527	6,512,215	12,704,467
Donation & Corporate Social Responsibility	5,693,900	2,048,123	3,010,000	496,280
	1,215,903,483	1,265,498,424	503,851,569	512,402,312
	2,030,159,002	2,053,825,921	960,102,596	844,820,331

OTHER EXPENSES

Interest Expenses for Leased Liability as per IFRS 16	3,956,625	-	1,491,325	-
Provision for Income Tax (NLI Securities Ltd.)	6,142,918	8,561,892	3,926,331	1,551,328
Contribution to Prime Minister Relief Fund	2,000,000	-	2,000,000	-
Fair Value Fluctuation Account	6,477,710	3,914,880	4,260,430	1,697,571
Depreciation on NLI Tower & Other Fixed Assets	122,420,554	81,966,292	59,896,658	28,727,020
	140,997,807	94,443,064	71,574,744	31,975,919
CASH DIVIDEND	303,861,547	325,565,943	303,861,547	325,565,943
NON CONTROLLING INTEREST	1,175,477	1,525,249	342,992	232,159
BALANCE OF RETAINED EARNINGS AT THE END PERIOD (NLI SECURITIES LTD.)	253,025,830	216,733,244	253,025,830	216,733,244
BALANCE OF LIFE FUND AT THE END OF THE PERIOD AS SHOWN IN THE BALANCE SHEET	37,504,819,158	34,694,652,818	37,504,819,158	34,694,652,818
TOTAL TAKA	44,678,325,163	41,824,096,070	41,113,871,812	38,127,338,746

Md. Abdul Wahab Mian
Company Secretary

Probir Chandra Das, FCA
Chief Financial Officer

Md. Kazim Uddin
Acting Chief Executive Officer

Place: Dhaka
29 November, 2020

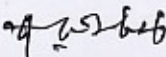
Air Cdre (Retd) Md. Abu Bakar, FCA
Director

Morshed Alam
Chairman

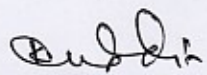
NATIONAL LIFE INSURANCE COMPANY LIMITED AND ITS SUBSIDIARY

CONSOLIDATED STATEMENT OF CASH FLOWS (UN - AUDITED) FOR THE 3RD QUARTER ENDED ON 30 SEPTEMBER, 2020

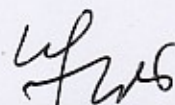
	<u>30.09.2020</u>	<u>30.09.2019</u>
	<u>TAKA</u>	<u>TAKA</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>		
Collection from premium	6,597,238,598	6,756,973,104
Other Income	73,848,936	90,033,945
Interest, dividend & rents	3,050,309,306	2,794,619,522
Payments for claims, annuities & surrenders	(6,102,051,948)	(6,379,388,516)
Payment for operating activities	(2,557,914,727)	(2,465,489,825)
Income Tax paid	(238,358,879)	(206,771,850)
Net cash generated from operating activities (a)	823,071,286	589,976,380
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>		
Disbursement of policy loan	(116,238,282)	(142,492,862)
Realisation of policy loan	80,863,781	97,636,870
Disbursement of home & other loans	(3,928,562)	(1,160,884)
Realisation of home & other loans	11,765,370	10,762,752
Investment made	(2,761,252,215)	(663,920,410)
Acquisition of fixed assets	(17,381,587)	(84,092,676)
Net cash used in investing activities (b)	(2,806,171,495)	(783,267,210)
<u>CASH FLOWS FROM FINANCING ACTIVITIES:</u>		
Dividend paid	(82,639,092)	(22,001,080)
Net cash flows in Financing Activities ©	(82,639,092)	(22,001,080)
Net increase/(decrease) in cash & cash equivalents (a+b+c)	(2,065,739,301)	(215,291,910)
Cash and cash equivalents at the beginning of the period	19,907,259,693	17,808,323,394
Cash and cash equivalents at the end of the period	17,841,520,392	17,593,031,484



Md. Abdul Wahab Mian
Company Secretary


Probir Chandra Das, FCA
Chief Financial Officer


Md. Kazim Uddin
Acting Chief Executive Officer

Place: Dhaka
29 November, 2020


Air Cdre (Retd) Md. Abu Bakar, FCA
Director


Morshed Alam
Chairman

NATIONAL LIFE INSURANCE COMPANY LIMITED AND ITS SUBSIDIARY

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE 3RD QUARTER ENDED ON SEPTEMBER 30, 2020**

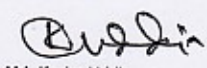
Particulars	Atributable to the eqity holders of NLI Co. Ltd.				Non-controlling Interest			Total
	Share Capital		Retained earnings (NLI Securities Ltd.)	Total	Share Capital	Retained Earnings	Total	
	Paid in cash	Bonus						
1	2	3	4	5(2+3+4)	6	7	8	9(5+8)
As on January 01, 2020	30,000,000	1,055,219,810	229,411,141	1,314,630,951	9,500,000	6,803,420	16,303,420	1,330,934,371
Addition during the period	-	-	39,639,689	39,639,689	-	1,175,477	1,175,477	40,815,166
Cash Dividend	-	-	(16,025,000)	(16,025,000)	-	(475,000)	(475,000)	(16,500,000)
Equity as at September 30, 2020	30,000,000	1,055,219,810	253,025,830	1,338,245,640	9,500,000	7,503,897	17,003,897	1,355,249,537

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE 3RD QUARTER ENDED ON SEPTEMBER 30, 2019**

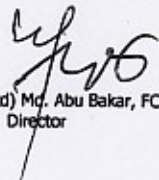
Particulars	Atributable to the eqity holders of NLI Co. Ltd.				Non-controlling interest			Total
	Share Capital		Retained earnings (NLI Securities Ltd.)	Total	Share Capital	Retained Earnings	Total	
	Paid in cash	Bonus						
1	2	3	4	5(2+3+4)	6	7	8	9(5+8)
As on January 01, 2019	30,000,000	1,055,219,810	184,528,473	1,269,748,283	9,500,000	5,472,220	14,972,220	1,284,720,503
Addition during the period	-	-	51,434,771	51,434,771	-	1,525,249	1,525,249	52,960,020
Cash Dividend	-	-	(18,230,000)	(18,230,000)	-	(570,000)	(570,000)	(19,800,000)
Equity as at September 30, 2019	30,000,000	1,055,219,810	216,733,244	1,301,953,054	9,500,000	6,427,469	15,927,469	1,317,880,523


Md. Abdul Wahab Mian
Company Secretary


Probir Chandra Das, FCA
Chief Financial Officer


Md. Kazim Uddin
Acting Chief Executive Officer

Place: Dhaka
29 November, 2020


Air Cdre (Retd) Md. Abu Bakar, FCA
Director


Morshed Alam
Chairman

NATIONAL LIFE INSURANCE COMPANY LIMITED AND ITS SUBSIDIARY
SOME SELECTIVE NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE 3RD QUARTER ENDED ON SEPTEMBER 30, 2020

1.00 Company and its Activities

1.01 Legal status and nature of the company :

National Life Insurance Company Limited was incorporated on 12th February 1985 under the Companies Act.1913 and obtained Certificate of Commencement of Business on that date from the Registrar of Joint Stock Companies and Firms of Bangladesh and the Certificate of Commencement of Insurance from the Chief Controller of Insurance, Government of the Peoples Republic of Bangladesh on 23rd April,1985. The Company is listed with Dhaka Stock Exchange Limited and Chattogram Stock Exchange Limited. The Registered office of the company is situated at It's own Building at NLI TOWER, 54, Kazi Nazrul Islam Avenue, Karwan Bazar, Dhaka-1215.

2.00 Nature of Business :

The company is engaged in the Life Insurance Business and at present it's schemes are as under:

- A) Individual Life Insurance
 - i) Ordinary Life
 - ii) Jana Bima
 - iii) Islami Takaful
 - iv) National Pension Deposit Insurance
- B) Group Life Insurance
- C) Personal Accidental Insurance

3.00 Components of the Financial Statements

The financial statements include the following components:

- a) Balance Sheet
- b) Life Revenue Account
- c) Statement of Cash Flows
- d) Statement of Changes in Equity
- e) Notes to the Financial Statement

4.00 Significant Accounting Policies

4.01 Basis of preparation of Financial Statements

The financial statements have been prepared on accrual basis of accounting, under Historical Cost Convention as a Going Concern (IAS-1) since there was no significant doubt or uncertainty to continue the operation of the company in the foreseeable future. It is mentioned here that the management do not see any issue with respect to going concern due to recent pandemic COVID-19.

4.02 Statements of Compliance

The following underlying assumptions, measurement base, laws, rules, regulations and accounting pronouncements have been considered in preparing and presenting the financial statements:

- a) The Insurance Act, 2010
- b) The Insurance Act, 1938
- c) The Insurance Rules 1958
- d) The Companies Act,1994
- e) The Bangladesh Securities and Exchange Rules,1987
- f) The Income Tax ordinance, 1984
- g) The Listing Regulations of Dhaka and Chittagong Stock Exchanges
- h) The International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS).
- i) Prevention of Money Laundering Act, 2012 and Anti Terrorism Act,2009 (Ammended in 2013) of Bangladesh Financing of Terrorism.
- j) Any other applicable Laws, Regulations, Covenants and Conventions etc.

5.00 **Basis of Reporting**

This quarterly financial statements has been prepared based on International Accounting Standards (IAS) -34: Interim Financial Reporting.

These interim financial reporting should be read in conjunction with the published financial statements for the year ended 31 December 2019, as those provide some updates to the previously reported information.

6.00 **Basis of Consolidation**

The Financial Statements of the company and its subsidiary have been consolidated in accordance with International Financial Reporting Standard (IFRS) -10, "Consolidated Financial Statement". The financial statements of NLI Securities Limited have been fully reflected to the Consolidated Financial Statements.

7.00 **SHARES, MUTUAL FUNDS & BONDS :**

According to IDRA circular No. Life -04/2012 dated 11 June, 2012 the value of Shares, Mutual Funds & Bonds of listed companies have been shown at fair value based on their quoted market price as on 30.09.2020.

8.00 **Depreciation on Fixed Assets (IAS-16)**

i) Depreciation of fixed assets is computed using diminishing balance method, in amounts sufficient to write off over their useful lives. Rate of depreciation varying from 5% to 33.33%.

ii) The cost of an acquisition of an assets comprises at purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use.

iii) Depreciation on addition to Fixed Assets has been calculated from the month of its acquisition to the date of Balance Sheet.

iv) Land is not depreciated considering the unlimited life.

v) Gains and losses on disposals of Assets if any, are included in current year's Revenue Account.

vi) Methods and rates of computing depreciations are consistently applied under reducing Balance Methods unless otherwise reviewed.

As per IFRS 16, Right- of- Use (ROU) Assets are depreciated on straight line basis over the lease term.

9.00 **Events after the reporting period**

As per IAS 10 "Events after the reporting period" events after balance sheet date are those events, favorable and unfavorable that occur between the end the reporting period and the date when the financial statements are authorised for issue. There were no material events have occurred after the reporting period which could affect the values stated in the financial statements.

10.00 **Comparative information**

Comparative information has been disclosed in respect of the year ended 2019 and/or for the period ended September 30, 2020 for all numerical information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current year's financial statements.

11.00 **Statement of Cash flows**

Cash flows Statement is prepared on Direct Method in accordance with International Accounting Standard IAS-7 "Cash Flow Statement". Cash flows from Operating Activities have been presented under Direct Method as outlined in the Bangladesh Securities and Exchange Rules 1987.

12.00 **Cash & Cash equivalents**

Cash and cash equivalents comprise of Cash in hand, Cash at banks including Fixed deposits and other balances which are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

