

**NATIONAL LIFE INSURANCE COMPANY LIMITED AND ITS SUBSIDIARY**

**CONSOLIDATED BALANCE SHEET (UN-AUDITED) AS AT MARCH 31, 2020**

	<u>31.03.2020</u>	<u>31.12.2019</u>
	TAKA	TAKA
<b><u>CAPITAL AND LIABILITIES :</u></b>		
<b><u>AUTHORISED</u></b>		
20,00,00,000 Ordinary Shares of Tk.10/- each	2,000,000,000	2,000,000,000
<b><u>ISSUED, SUBSCRIBED AND PAID-UP</u></b>		
108,521,981 Ordinary Shares of Tk.10/-each	1,085,219,810	1,085,219,810
RETAINED EARNINGS (NLI SECURITIES)	252,631,105	229,411,142
NON-CONTROLLING INTEREST	16,991,986	16,303,420
<b><u>BALANCE OF FUNDS &amp; ACCOUNTS</u></b>		
LIFE INSURANCE FUND	36,631,548,538	36,992,608,321
AMOUNT DUE TO OTHER PERSONS OR BODIES		
CARRYING ON INSURANCE BUSINESS	86,794,213	84,994,213
FAIR VALUE CHANGES ACCOUNT	(663,823,333)	(477,603,464)
<b><u>LIABILITIES &amp; PROVISIONS</u></b>		
Estimated Liabilities in respect of outstanding claims whether due or intimated	1,660,223,463	2,987,007,064
Premium Deposits	153,322,450	153,603,535
Sundry Creditors	4,757,305,720	4,733,392,565
	6,570,851,633	7,874,003,164
<b>TOTAL CAPITAL AND LIABILITIES</b>	<b>43,980,213,952</b>	<b>45,804,936,606</b>
<b><u>PROPERTY &amp; ASSETS :</u></b>		
<b><u>LOANS :</u></b>		
Policy Loan (On Insurer's Policies within their Surrender Value)	532,522,846	512,103,138
Other Loans	106,587,690	106,201,672
	639,110,536	618,304,810
<b><u>INVESTMENTS</u></b>		
Statutory Deposit with Bangladesh Bank (BGTB)	15,000,000	15,000,000
Bangladesh Govt. Treasury Bond	11,320,100,000	10,028,824,972
Shares, Bonds, Mutual Funds and Debentures	5,036,390,335	4,961,796,308
	16,371,490,335	15,482,437,168
DSE MEMBERSHIP	240,150,000	240,150,000
OUTSTANDING PREMIUM	-	2,394,174,661
INTEREST, DIVIDEND & RENTS ACCRUING BUT NOT DUE	1,652,024,890	1,671,967,289
ADVANCE, DEPOSITS AND PREPAYMENTS	2,486,223,896	2,447,332,635
SUNDRY DEBTORS	829,250,016	758,829,825
<b><u>CASH, BANK &amp; OTHER BALANCES</u></b>		
Fixed Deposit with Banks	17,107,500,000	17,125,394,472
STD, SND & CD Account with Banks	2,261,632,725	2,674,505,233
Imprest with Organizational Offices	107,265,870	104,721,870
Cash in hand	2,883,440	2,638,118
	19,479,282,035	19,907,259,693
<b><u>OTHER BALANCES</u></b>		
Policy stamps in hand	2,022,690	1,887,331
Printing & stationery in hand	8,240,650	8,716,862
<b><u>PROPERTY AND ASSETS</u></b>		
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)	240,179,466	242,581,615
Other Fixed Assets (At cost less Depreciation)	837,526,890	836,582,169
	2,272,418,904	2,273,876,332
<b>TOTAL PROPERTY &amp; ASSETS</b>	<b>43,980,213,952</b>	<b>45,804,936,606</b>

Md. Abdul Wahab Mian  
Company Secretary

Probir Chandra Das, FCA  
Chief Financial Officer

Md. Kazim Uddin  
Acting Chief Executive Officer

Place: Dhaka  
August 6, 2020

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

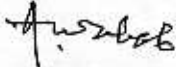
Morshed Alam  
Chairman

# NATIONAL LIFE INSURANCE COMPANY LIMITED AND ITS SUBSIDIARY

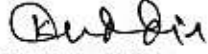
## CONSOLIDATED LIFE REVENUE AND PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME ACCOUNT(Un-Audited) FOR THE FIRST QUARTER ENDED ON MARCH 31, 2020


PARTICULARS	NOTE	Jan to march 2020 Taka	Jan to march 2019 Taka
BALANCE OF FUND AT THE BEGINNING OF THE YEAR		36,992,608,321	34,615,557,543
BALANCE OF RETAINED EARNINGS AT THE BEGINNING		229,411,142	184,528,473
<b>PREMIUM LESS RE-INSURANCE</b>			
<b>First Year Premium</b>			
Ordinary Life		154,254,670	170,007,377
Jana Bima		56,379,280	71,298,408
Islami Takaful		24,556,890	21,983,060
National Pension Deposit Insurance		23,565,500	33,623,600
		<b>258,756,340</b>	<b>296,912,445</b>
<b>Renewal Premium</b>			
Ordinary Life		272,905,269	322,615,528
Jana Bima		397,600	745,350
Islami Takaful		23,562,790	24,104,829
National Pension Deposit Insurance		525,800	394,900
		<b>297,391,459</b>	<b>347,860,607</b>
<b>Group Term Insurance Premium</b>		<b>17,825,740</b>	<b>15,899,472</b>
<b>Gross Premium</b>		<b>573,973,539</b>	<b>660,672,524</b>
Less: Re-Insurance Premium		2,015,360	2,036,705
<b>Net Premium</b>		<b>571,958,179</b>	<b>658,635,819</b>
<b>INTEREST, DIVIDEND &amp; RENTAL INCOME</b>		<b>836,318,375</b>	<b>768,367,819</b>
<b>OTHER INCOME :</b>			
Late fees		12,576,980	13,607,800
Brokerage Commission(NLI Securities Ltd.)		13,896,093	30,572,246
Miscellaneous		341,000	320,800
		<b>26,814,073</b>	<b>44,500,846</b>
<b>Total</b>		<b>38,657,110,090</b>	<b>36,271,590,500</b>
<b>EXPENDITURE :</b>			
<b>CLAIMS UNDER POLICIES</b>			
(Including provision for claim due or intimated) less Re-Insurance			
By Death		58,234,543	58,065,300
By Maturity		831,223,650	814,223,459
By Survival		360,530,780	338,247,652
By Surrenders		24,367,589	22,203,809
By Others		14,393,667	10,844,895
		<b>1,288,750,229</b>	<b>1,243,585,115</b>
<b>EXPENSES OF MANAGEMENT</b>			
<b>Commission</b>			
(a) Commission to Insurance agent (Less that on Re-Insurance)		59,560,435	91,508,419
(b) Allowances and Commission (Other than Commission in sub-Item(a) above)		35,644,865	54,298,495
		<b>95,205,300</b>	<b>145,806,914</b>
Salaries etc.(other than of agents & those contained in the allowances & commission)		249,216,855	242,380,897
Office Rent		16,242,038	30,329,513
Travelling and conveyance		3,430,962	2,880,146
Directors' Fees		180,000	250,000
Medical Expenses for Policy Holders		3,486,756	6,293,585
Training Expenses		1,297,659	1,340,363
Professional Fees		112,250	174,900

<b>PARTICULARS</b>	<b>NOTE</b>	<b>Jan to march 2020 Taka</b>	<b>Jan to march 2019 Taka</b>
Advertisement and Publicity		3,820,884	3,716,700
Printing and Stationery		5,940,799	6,124,830
Fuel Expenses		7,125,282	7,180,334
Transportation Expenses		198,760	173,409
Insurance premium for Motor Vehicles & Others		795,450	824,051
Insurance Policy Stamp Expenses		2,587,565	2,969,124
Meeting Expenses		753,007	735,925
Telephone, Internet and Fax bill		2,872,811	2,860,096
Gas, Water and Electricity bill		4,157,760	4,152,371
Postage and Courier Bill		1,237,105	1,340,788
Revenue Stamps		1,856,050	1,931,910
Rates & Taxes		1,245,650	1,261,434
Freight and Carriage		149,508	238,705
Bank charges		3,895,398	4,066,030
Cleaning and Washing		1,205,675	1,200,820
News paper and Periodicals		228,520	309,497
Canteen Expenses		1,015,257	1,094,312
Fees and Subscription		1,139,888	1,187,058
Business Conference Expenses		4,322,478	3,674,747
Entertainment		545,030	508,494
Business Development Expenses		9,336,627	10,214,171
Hospitalization Expenses		1,485,828	1,423,633
Repairs & Maintenance		13,413,814	13,629,486
Contribution to Employees Provident Fund		9,726,551	9,493,716
Donation & Corporate Social Responsibility		578,900	520,120
		<u>353,601,117</u>	<u>364,480,965</u>
		<b>448,806,417</b>	<b>510,287,879</b>
<b>OTHER EXPENSES</b>			
Share Value Fluctuation Expenses(NLI Securities Ltd)		918,075	2,619,303
Provision for Income Tax (NLI Securities Ltd)		1,947,466	4,974,642
Interest Expenses for Leased Liability as per IFRS 16		1,065,780	-
Depreciation on NLI Tower & Other Fixed Assets		30,753,914	29,163,403
		<u>34,685,235</u>	<u>36,757,348</u>
Non Controlling Interest (NLI Securities Ltd.)		688,566	717,506
Balance of Retained Earnings at the end of the year (NLI)		252,631,105	208,724,380
Balance of Fund at the end of the year as shown in the Total		<u>36,631,548,538</u>	<u>34,271,518,272</u>
		<u>38,657,110,090</u>	<u>36,271,590,500</u>

  
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Company Secretary

  
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Chief Financial Officer

  
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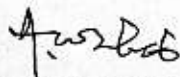
  
Morshed Alam  
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Place: Dhaka  
August 6, 2020

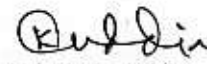


**NATIONAL LIFE INSURANCE COMPANY LIMITED AND ITS SUBSIDIARY**  
**CONSOLIDATED STATEMENT OF CASH FLOWS (UN - AUDITED)**  
**FOR THE FIRST QUARTER ENDED MARCH 31, 2020**

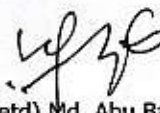
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>	<u>31.03.2020</u> <u>TAKA</u>	<u>31.03.2019</u> <u>TAKA</u>
Collection from premium	2,965,065,566	3,375,992,158
Other income	26,183,430	44,500,846
Interest, dividend, & rents	916,260,774	846,388,974
Payment for claims, annuities & surrenders	(2,718,691,948)	(2,667,406,339)
Payment for operating activities	(798,642,650)	(808,959,134)
Income Tax paid	(105,642,875)	(103,122,225)
<b>Net cash generated from operating activities</b>	<b>284,532,297</b>	<b>687,394,280</b>
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>		
Disbursement of policy loan	(66,316,910)	(54,573,503)
Realisation of policy loan	51,568,390	50,686,317
Disbursement of home & other loans	(568,345)	(184,680)
Realisation of home & other loans	4,245,890	4,060,495
Investment made	(694,593,554)	(68,574,020)
Acquisition of fixed assets	(6,845,426)	(7,339,230)
<b>Net cash used in investing activities</b>	<b>(712,509,955)</b>	<b>(75,924,621)</b>
<u>CASH FLOWS FROM FINANCING ACTIVITIES:</u>		
Dividend paid	-	-
<b>Net cash used in Financing activities</b>	<b>-</b>	<b>-</b>
<b>Net increase/(decrease) in cash &amp; cash equivalents</b>	<b>(427,977,658)</b>	<b>611,469,659</b>
Cash and cash equivalents at the beginning of the period	19,907,259,693	17,808,323,394
<b>Cash and cash equivalents at the end of the period</b>	<b>19,479,282,035</b>	<b>18,419,793,053</b>


  
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Place: Dhaka  
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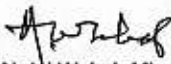
# NATIONAL LIFE INSURANCE COMPANY LIMITED AND ITS SUBSIDIARY

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED ON MARCH 31, 2020

Particulars	Atributable to the eqty holders of NLI Co. Ltd.				Non-controlling interest	Total
	Share Capital		Retained earnings	Total		
	Paid in cash	Bonus				
As on January 01,2020	30,000,000	1,055,219,810	229,411,141	1,314,630,951	16,303,420	1,330,934,371
Addition during the quarter	-	-	23,219,964	23,219,964	688,566	23,908,530
<b>Equity as at March 31, 2020</b>	<b>30,000,000</b>	<b>1,055,219,810</b>	<b>252,631,105</b>	<b>1,337,850,915</b>	<b>16,991,986</b>	<b>1,354,842,901</b>

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED ON MARCH 31, 2019


Particulars	Atributable to the eqty holders of NLI Co. Ltd.				Non-controlling interest	Total
	Share Capital		Retained earnings	Total		
	Paid in cash	Bonus				
As on January 01,2019	30,000,000	1,055,219,810	184,528,473	1,269,748,283	14,972,220	1,284,720,503
Addition during the quarter	-	-	24,195,907	24,195,907	717,506	24,913,413
<b>Equity as at March 31, 2019</b>	<b>30,000,000</b>	<b>1,055,219,810</b>	<b>208,724,380</b>	<b>1,293,944,190</b>	<b>15,689,726</b>	<b>1,309,633,916</b>

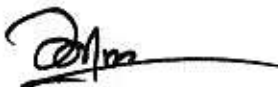
  
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Place: Dhaka  
August 6, 2020

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

  
Morshed Alam  
Chairman



**NATIONAL LIFE INSURANCE COMPANY LIMITED AND ITS SUBSIDIARY**  
**NOTES TO THE CONDENSED FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE FIRST QUARTER (Q1) ENDED ON MARCH 31, 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 Chittagong Stock Exchange Limited. The Registered office of the company is situated at its 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 its 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. The interim accounts have been prepared using the same accounting policies as those adopted in the accounts for the financial term 31 March, 2020 and there have been no changes in those policies since then.

Previously reported interim periods figures have been restated to confirm to current periods presentation where necessary.

**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 (Amended in 2013) of Bangladesh Financing of Terrorism.
- j) Any other applicable Laws, Regulations, Covenants and Conventions etc.

**5.00 Basis of Consolidation**

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

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

According to IDRA circular No. Life -04/2012 dated 11 June, 2012 the value of Shares, Mutual Funds & Bonds have been shown at fair value based on their quoted market price as on 31.03.2020.