



STANDARD INSURANCE LIMITED

STANDS FOR SERVICE & SECURITY

Head Office: Civil Engineers Bhaban, 69, Mohakhali C/A (Level-5), Dhaka-1212.

TEL: 02-9888548, 02-9880706, 02-9846040, Fax: 880-2-58812756, **Hotline:+880-184-233-4458**

E-mail: info@standardinsurance.com.bd, Web site: www.standardinsurance.com.bd

Un-audited Third Quarterly Financial Statements-2020

As per Rule 13 of the Securities & Exchange Commission Rules 1987, SEC Notification No.SEC/CMRRCD/2008-183/Admin/0334 dated 27 September, 2009 and SEC letter No. SEC/CFD/Misc./233/2004/615 dated 2 February 2010, we are pleased to place the provisional and **Un-audited Financial Statements as at and for the Third Quarter ended 30 September 2020 of the Company.**

Statement of Financial Position (Un-audited) As at September 30, 2020

Particulars	As at 30th September 2020	As at 31st December 2019
A Non- Current Assets:		
Fixed Assets (At cost less depreciation)	31,563,934	29,845,195
Investments	147,862,023	80,968,466
Total Non- Current Assets	179,425,957	110,813,661
B Current Assets:		
Stock of Printing Material	1,303,359	1,629,011
Sundry debtors	111,084,604	109,584,354
Advance, deposits & pre-payments	44,039,197	40,419,940
Cash & Cash Equivalents (Including FDR)	1,002,881,328	989,371,074
Total Current Assets	1,159,308,488	1,141,004,379
Total Assets	1,338,734,445	1,251,818,040
C Current Liabilities:		
Creditors and accruals	191,710,896	154,146,809
Outstanding Claim	142,707,750	152,970,000
Balance of fund Account	137,452,860	142,702,841
Deposit premium	48,193,094	20,402,699
Deferred Tax Liability (Note- 6.00)	1,764,083	1,460,731
Total Current Liabilities	521,828,683	471,683,080
D Shareholder's Equity:		
Share Capital	432,965,920	432,965,920
Other Reserve	314,173,045	292,042,382
Retained Earnings	69,766,797	55,126,658
Total shareholder's Equity	816,905,762	780,134,960
Total Shareholder's Equity & Liabilities	1,338,734,445	1,251,818,040
E Net Assets Value (NAV) Per Share (Note- 7.00)	18.87	18.02

Statement of Comprehensive Income (Un-audited) For the 3rd Quarter ended September 30, 2020

Particulars	January to September 2020	January to September 2019	July to September 2020	July to September 2019
A Income				
Net Premium	203,554,299	220,973,815	84,084,310	73,489,285
Re- Insurance Commission	25,277,314	16,997,455	17,473,594	2,594,697
Income from Interest & Investment	46,904,773	51,094,198	18,754,123	17,994,837
Total	275,736,386	289,065,468	120,312,027	94,078,819
B Expenditure				
Claims	25,347,142	40,389,052	9,501,213	10,892,466
Management Expenses	99,914,257	75,509,782	36,029,826	17,331,868
Commission	39,617,137	42,349,647	20,097,958	12,238,899
Reserve for Unexpired Risk Adjustments	(5,249,981)	5,745,427	6,366,445	1,830,816
Total	159,628,555	163,993,908	71,995,442	42,294,049
C Net Profit Before Tax	116,107,831	125,071,560	48,316,585	51,784,770
D Provision for Income Tax	36,040,437	39,401,835	14,743,719	16,419,289
Current Tax (Note- 5.00)	35,373,085	39,183,675	14,529,022	16,362,922
Deferred Tax (Note- 6.01)	303,352	218,160	214,697	56,367
E Net Profit After Tax	80,067,394	85,669,725	33,572,866	35,365,481
F Balance of profit b/f	32,152,038	28,904,277	65,646,566	66,208,521
G Other Reserve & Provision	42,452,635	39,950,390	29,452,635	26,950,390
H Retained Earnings	69,766,797	74,623,612	69,766,797	74,623,612
I Earning Per Share (Note- 8.00)	1.85	1.98	0.78	0.82

STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY (Un- audited) For the 3rd Quarter ended September 30, 2020

Particulars	Share Capital	Reserve for Exceptional Losses	General Reserve	Investment Fluctuation Fund	Retained Earnings	Total
Balance at 1st January 2020	432,965,920	247,220,410	24,500,000	20,321,972	55,126,658	780,134,960
Dividend for the year 2019 (Cash)	-	-	-	-	(43,296,592)	(43,296,592)
Net Profit during the period	-	-	-	-	80,067,394	80,067,394
Adjusted during the period	-	-	-	(20,321,972)	20,321,972	-
Appropriation made during the period	-	20,000,000	3,000,000	19,452,635	(42,452,635)	-
Balance at September 30, 2020	432,965,920	267,220,410	27,500,000	19,452,635	69,766,797	816,905,762

STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY (Un- audited) For the 3rd Quarter ended September 30, 2019

Particulars	Share Capital	Reserve for Exceptional Losses	General Reserve	Investment Fluctuation Fund	Retained Earnings	Total
Balance at 1st January 2019	393,605,390	217,220,410	19,500,000	19,152,231	49,112,576	698,590,607
Issue of Bonus Share	39,360,530	-	-	-	(39,360,530)	-
Net Profit during the period	-	-	-	-	85,669,725	85,669,725
Adjusted during the period	-	-	-	(19,152,231)	19,152,231	-
Appropriation made during the period	-	20,000,000	2,000,000	17,950,390	(39,950,390)	-
Balance at September 30, 2019	432,965,920	237,220,410	21,500,000	17,950,390	74,623,612	784,260,332

Statement of Cash Flows (Un- audited) For the 3rd Quarter ended September 30, 2020

Particulars	January to September 2020	January to September 2019
A Cash flows from operating activities:		
Collection from Premium & Other Income	367,911,386	649,576,315
Payments for Management Expenses, Claims and Others	(239,989,506)	(591,813,247)
Net Cash provided by/ (Used in) operating activities	127,921,880	57,763,068
B Cash flows from investing activities:		
Purchases of Fixed Assets (Addition)	(4,221,477)	(2,721,026)
Investment in Share	(66,892,557)	5,906,129
Net Cash provided by/ (Used in) investing activities	(71,115,034)	3,185,103
C Cash flows from financing activities:		
Dividend Paid	(43,296,592)	-
Net Cash used in financing activities	(43,296,592)	-
D Net Increase/ (Decrease) in Cash & Cash Equivalent (A+B+C)	13,510,254	60,948,171
E Opening Cash & Cash Equivalent	989,371,074	878,927,604
F Closing Cash & Bank Balance (D+E)	1,002,881,328	939,875,775
G Net Operating Cash Flow per Share (NOCFPS) (Note- 9.00)	2.95	1.33

Selected explanatory notes to the Financial Statements For the 3rd Quarter ended September 30, 2020 (Un- audited)

Note-1.00: Legal form of the Company:

Standard Insurance Limited was incorporated as a Public Limited Company in Bangladesh in the year 1999 under the Companies Act 1994. The Company, within the stipulations laid down by Insurance Act 2010 and directives as received from Insurance Development & Regulatory Authority (IDRA) time to time, provides non - life Insurance services.

Note-2.00: Basis of preparation:

3rd Quarterly Financial Statements have been prepared based on International Accounting Standard (IAS) 34: "Interim Financial Reporting" and in accordance with other International Accounting Standards (IAS), the Companies Act 1994, the Insurance Act 2010, Securities and Exchange Rules 1987 and other applicable laws and regulations.

Note-3.00: Accounting policies and method of computations:

Accounting policies and method of computations followed in preparing 3rd quarterly Financial Statements are consistent with those used in the annual Financial Statements, prepared and published for the year ending December 31, 2019.

Note-4.00: Credit Rating Report:

Argus Credit Rating Services Ltd. has declared rating of the Company long term AA- and short term ST-2. Rating validity is up to October 19, 2021.

Note-5.00: Provision for Current Tax

Accounting Profit

Add: Accounting Depreciation

Less: Tax Base Depreciation

Less: Reserve for Exceptional Loss (as per 4th Schedules, Para-6 of Income Tax Ordinance-1984)

Tax on Income @ 37.50%

Note-6.00: Deferred Tax Liability

Carrying amount of Fixed Assets as per Accounts

Less: Carrying amount of Fixed Assets as per Tax Base

Taxable Temporary Difference

Tax @ 37.50%

Note-6.01: Deferred Tax Expenses

Current period Deferred Tax Liability

Less: Opening Deferred Tax Liability

Deferred Tax Expenses

Note-7.00: Net Assets Value per Share:

Net Assets Value per Share has been calculated based on average number of 43,296,592 shares outstanding as at September 30, 2020. Details calculations are as follows:

	Jan to Sep 2020	Jan to Dec 2019
Net Assets	816,905,762	780,134,960
Ordinary Shares at 1st January 2020	43,296,592	39,360,539
Bonus Shares Issued	-	3,936,053
Number of Ordinary Shares outstanding during the period	43,296,592	43,296,592
Net Assets Value (NAV) per Share	18.87	18.02

Note-8.00: Earnings per share:

Earnings per share has been calculated based on average number of 43,296,592 shares outstanding for the period ended September 30, 2020. The details computation is given below :-

	January to Sep 2020	January to Sep 2019	July to Sep 2020	July to Sep 2019
a) Net Profit after Tax	80,067,394	85,669,725	33,572,866	35,365,481
b) Number of share outstanding during the period	43,296,592	43,296,592	43,296,592	43,296,592
c) Earnings per share (EPS)	1.85	1.98	0.78	0.82

Note-9.00: Net Operating Cash Flows Per Share (NOCFPS):

Net operating cash flows per share has been calculated based on average number of 43,296,592 shares outstanding during the period. Details calculations are as follows:

	January to Sep 2020	January to Sep 2019
Net Cash Generated from Operating Activities	127,921,880	57,763,068
Average Number of Ordinary Shares	43,296,592	43,296,592
Net Operating Cash Flows Per Share (NOCFPS)	2.95	1.33

Deviation from previous period: Operating cash flow per share has increased due to increasing premium income and non payment of sundry creditor amount at the same period compared to the previous period.

Note-10.00: Reconciliation of net profit to net operating cash flow:

	January to Sep 2020	January to Sep 2019
Net profit before tax	116,107,831	125,071,560
Adjustment:		
Depreciation	2,502,738	2,780,031
Changes in working capital:		
Increase/(Decrease) the balance of fund	(5,249,981)	5,745,427
Increase/(Decrease) the premium deposit	27,790,395	2,914,595
Increase/(Decrease) the outstanding claims	(10,262,250)	(10,811,000)
Increase/(Decrease) of sundry creditors	10,439,870	(40,396,875)
(Increase)/Decrease of Stock of Stamps & others	325,652	(66,432)
(Increase)/Decrease of Advance, deposit & prepayment	(3,619,257)	157,786
(Increase)/Decrease of Interest accrued	(1,500,250)	(846,317)
Income Tax Paid	(8,612,868)	(26,785,707)

Net Cash Provided by/(Used in) Operating Activities

Note-11.00: Dividend:

A cash dividend of Tk. 1.00 per share were approved for distribution for valued shareholders for the year ended December 31, 2019.

Note-12.00: Transaction with related parties:

Details of transactions with related parties and balances with them as at September 30, 2020 were as follows:

Name of the related party	Relationship	Premium Earned up to 30.09.2020	Premium Outstanding up to 30.09.2020	Claim Paid up to 30.09.2020
Standard Group	Common Director	60,005,662	-	32,021,673

Note-13.00: Payments to CEO and Officers:

The aggregate amount paid (except directors fees for attending board meeting) during the period 30 September 2020 to Chief Executive Officer (CEO) and officers of the company (9 Persons) are disclosed below as required by Securities and Exchange Rules 1987.

Designation	Chief Executive Officer (CEO) Taka	Officers Taka
Remuneration	1,170,000	2,476,350
House Rent	702,000	1,472,310
Bonus	260,000	550,300
Contribution to Provident Fund	117,000	197,325
Entertainment	234,000	479,520
Medical Expenses	234,000	245,385
Conveyance Allowance Transport	131,430	253,920
Other Welfare Expenses		421,110
Total	2,848,430	6,096,220

During the period no payment has been made to any non-executive director for any special services rendered.

Sd/-
Chairman

Sd/-
Director

Sd/-
Chief Executive Officer

Sd/-
Company Secretary

Sd/-
Chief Financial Officer

(The published quarterly financial statement are available in the website of the company. The address of the website is www.standardinsurance.com.bd)