

FEDERAL INSURANCE COMPANY LIMITED

Selected notes to the Quarterly Financial Statements(unaudited) for the 3rd Quarter ended September 30,2021

1.00	Background	Federal Insurance Company Limited (the Company) was incorporated on 11 November 1987 under the Companies Act 1913 vide registration No. C-16853 (839)/87 with the object of carrying on in and outside Bangladesh all kinds of Insurance Business other than Life Insurance Business and obtained the Certificate of Commencement of Business from the Registrar of Joint Stock Companies and Firms, Bangladesh on the same date. However, the Certificate of Commencement of Insurance Business from the Controller of Insurance, Government of Bangladesh was obtained on 17 November 1987. In 1995, the Company issued public portion of shares and was listed with Dhaka Stock Exchange from 26 June 1995. The Company was also listed with Chittagong Stock Exchange from 20 November 1995.		
2.00	Basis of preparation	The Quarter Financial Statements (un-audited) have been prepared in accordance with International Accounting Standards (IAS)-34, the Companies Act, 1994, the Securities & Exchange Rules, 1987, The insurance Act, 2010 and Other applicable laws and regulations.		
3.00	Depreciation	Depreciation on fixed assets has been calculated in accordance with paragraph 55 of BAS 16.		
4.00	Net Assets Value		Jan-Sep,2021	Jan-Sep,2020
		Calculation of Net Assets Value (NAV) per share		
			856,405,635	822,030,056
			71,039,643	71,039,643
			12.06	11.57
5.00	Net Earnings Per Share(EPS)		Jan-Sep,2021	Jan-Sep,2020
		Earning per share(EPS)calculated in accordance with "IAS 33"		
			51,241,358	39,237,398
			71,039,643	71,039,643
			0.72	0.55
6.00	Net Operating Cash Flow Per Share(NOCFPS)		Jan-Sep,2021	Jan-Sep,2020
		Details calculation is as follows:		
			137,725,244	91,914,924
			71,039,643	71,039,643
			1.94	1.29
7.00	Provision for Income Tax	Provision for income tax has been made in accordance with the provision of income Tax Ordinance 1984. Difference between tax base depreciation and accounting base depreciation is insignificant, thus, provision for deferred tax liability or deferred tax assets has not been considered in the Intirm financial statements.		
8.00	Unclaimed/Unpaid Dividend	Cash Dividend declared in 2019 and 2020, out of which Tk, 1,515,320 against 2019 and Tk,1,618,222 against 2020 are still lying Unpaid/Unclaimed.		
9.00	Comparative Information	Figure have been rearranged/restated wherever necessary to conform to current period's presentation.		

10.00 Reconciliation statement of net Operating Cash Flow for the 3rd quarter 2021 making adjustment of non cash items for non-operating items and for the net changes in operating accruals.

	Jan-Sep,2021	Jan-Sep,2020
A. Cash flow from operating activities :		
Net profit before tax	82,041,358	62,937,398
Add : Depreciation	19,326,767	8,408,055
(Profi)/Loss on sale of assets	-	-
	101,368,125	71,345,453
Increase in current liabilities :		
Outstanding claim	4,071,088	-
Lease Liabilities(Operating Lease)	-	-
Gratuity	-	-
Amount due to other persons or bodies carrying on insurance business	-	3,033,357
Sundry Creditors	-	-
Unclaimed Dividend Account	3,133,542	-
Premium deposit account	-	1,487,410
Unexpired Risks	13,794,034	-
	20,998,664	4,520,767
Decrease in current assets :		
Outstanding premium	-	-
Interest Accrued but not due	1,875,824	995,145.00
Sundry debtors	-	-
Stock of Stationery	-	18,982.00
Amount due from other persons or bodies carrying on insurance business	30,920,557	32,352,177
Deferred Tax Assets/(Liabilities)	-	-
	32,796,381	33,366,304
Increase in current assets :		
Outstanding premium	-	-
Interest Accrued but not due	-	-
Sundry debtors	(11,067,945)	(7,465,000)
Stock of Stationery	(106,827)	-
Amount due from other persons or bodies carrying on insurance business	-	-
Deferred Tax Assets/(Liabilities)	-	-
	(11,174,772)	(7,465,000)
Decrease in current liabilities :		
Outstanding Claims	-	(3,749,476)
Amount due to other persons or bodies carrying on Insurance business	-	-
Lease Liabilities(Operating Lease)	-	-
Gratuity	-	-
Premium deposit account	(5,849,676)	-
Sundry creditors	(413,478)	(1,898,626)
Unexpired Risks	-	(4,204,498)
	(6,263,154)	(9,852,600)
Net cash flow from operating activities	137,725,244	91,914,924



Sk. Md. Anwar Uddin
Company Secretary



Masud Hossain
Senior Vice President & CFO (CC)



AMM Mohiuddin Chowdhury
Chief Executive Officer