

# **Green Delta Insurance Company Ltd.**

**Auditor's Report and Consolidated and Separate Financial Statements  
For the year ended 31 December 2019**



**S. F. AHMED & CO.**  
Chartered Accountants

*(Member Firm of HLB International)*

## Independent Auditor's Report

### to The Shareholders of Green Delta Insurance Company Limited

#### Report on the Audit of the Consolidated and Separate Financial Statements

#### Opinion

We have audited the financial statements of **Green Delta Insurance Company Limited and its Subsidiaries** (together referred to as the "Group") as well as the Separate Financial Statements of Green Delta Insurance Company Limited (the "Company"), which comprise the Consolidated and Separate Balance Sheets as at 31 December 2019 and the Consolidated and Separate Profit and Loss Accounts, the Consolidated and Separate Profit and Loss Appropriation Accounts, the related Revenue Accounts, the Consolidated and Separate Statement of Changes in Equity and the Consolidated and Separate Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying consolidated and separate financial statements give a true and fair view of the consolidated balance sheet of the Group and the separate balance sheet of the Company as at 31 December 2019, and of its consolidated and separate profit and loss accounts and its consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, the Securities and Exchange Rules 1987 and other applicable laws and regulations as explained in notes 1 to 27.

#### Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the consolidated and separate Financial Statements section of our report. We are independent of the Group and the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of our audit of the consolidated and separate financial statements as a whole and in forming our opinion thereon and we do not provide a separate opinion on these matters.

Key Audit Matters	How our audit addressed the key audit matters
<p><b>Premium Income</b></p> <p>Premium income is the most financially significant item in the statement of profit and loss account &amp; profit and loss appropriation account. The company has reported gross premium income of Taka 4,164,148,240 for the year ended 31 December 2019.</p>	<p>Our procedures included obtaining an understanding of management's premium income recognition process. We tested a sample of transactions to verify whether the revenue was accounted for in accordance with the revenue recognition policy as disclosed in Note- 2.14 and 23 of the financial statements. In addition, we assessed whether the disclosed revenue recognition policy was in accordance with relevant Insurance Act &amp; rules.</p>



Key Audit Matters	How our audit addressed the key audit matters
<p>Gross general insurance premium comprises the total premium received during the accounting period for the entire period of cover for which insurance policy has been issued by contracts with Green Delta Insurance company Limited. As the premium income recognition, due to the significance of the balance to the financial statements as a whole, we regard this as a key audit matter.</p>	<p>For the revenue recognized throughout the year, we tested selected key controls, including results reviews by management, for their operating effectiveness and performed procedures to gain sufficient audit evidence on the accuracy of the accounting for customer contracts and related financial statement captions.</p> <p>Our audit approach was a combination of test of internal controls and substantive procedures which included the following:</p> <ul style="list-style-type: none"> <li>• Evaluated the design of internal controls relating to recording of efforts incurred and estimation of efforts required to complete the performance obligations.</li> <li>• We conducted analytical procedures &amp; recalculation of premium income.</li> <li>• On a sample basis, we reviewed policy to ensure the appropriate policy stamp was affixed to the contract and amount for deposit premium along with amount for policy stamp &amp; VAT has been reflected in the premium register.</li> <li>• We ensured that premium income was being deposited in the designated bank account on a sample basis.</li> <li>• We carried out on a sample basis if appropriate re-insurance has been done on treaty basis and moreover, appropriate re insurance premium was deducted from the gross premium.</li> <li>• We tested on a sample basis that appropriate VAT was collected &amp; deposited through Treasury Chalan to Bank.</li> <li>• We conducted substantive testing of premium income recorded over the year using sampling techniques by examining the relevant supporting documents including policy, premium register, bank reconciliation report, bank statement and also, we confirmed selected customers' outstanding premium at the financial position date, selected on a sample basis by considering the amount outstanding with those customers.</li> <li>• We specifically put emphasis on those transactions occurring close before or after the financial position date to obtain sufficient evidence over the accuracy of cut-off to ensure unearned premium income has not been included in the premium income.</li> <li>• Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards, Insurance Act 1938(as amended in 2010) Insurance Rules, 1958 and other applicable rules and regulations and regulatory guidelines.</li> </ul>



Key Audit Matters	How our audit addressed the key audit matters
<p><b>Property, Plant &amp; Equipment</b></p> <p>The carrying value of property, plant &amp; equipment amounts to Taka 2,140,616,910. This represents a significant amount in the company's statement of financial position as at 31 December 2019</p> <p>There is a risk of:</p> <ul style="list-style-type: none"> <li>• determining which costs meet the criteria for capitalisation;</li> <li>• determining the date on which the assets is recognised to property, plant and equipment and depreciation commences;</li> <li>• the estimation of economic useful lives and residual values assigned to Fixed asset.</li> </ul> <p>We identified the carrying value of property, plant and equipment as a key audit matter because of the high level of management judgement involved and because of its significance to the financial statements.</p> <p>See note no 2.08, 17 &amp; 18 to the financial statements.</p>	<p>Our audit procedures to assess the carrying value of property, plant &amp; equipment included the following:</p> <p>Our audit procedures included controls testing and substantive procedures covering, in particular:</p> <ul style="list-style-type: none"> <li>• Assessing the design, implementation and operating effectiveness of key internal controls over the completeness, existence and accuracy of property, plant and equipment including the key internal controls over the estimation of useful economic lives and residual values;</li> <li>• Assessing, on a sample basis, costs capitalised during the year by comparing the costs capitalised with the relevant underlying documentation, which included purchase agreements and invoices, and assessing whether the costs capitalised met the relevant criteria for capitalization.</li> <li>• Testing the key controls over the management's judgment in relation to the accounting estimates of the depreciable lives and residual values of property, plant and equipment.</li> <li>• Reconcile on a sample basis the additional capitalised costs for the year to the underlying invoices and supporting documents.</li> <li>• We reviewed minutes of board meetings for approval of the total capitalisation cost.</li> <li>• We assessed the company's capitalisations policy for compliance with IAS 16 and tested the expenditure capitalised against the capitalisations policy.</li> <li>• We traced payments to supporting documents.</li> <li>• We assessed the adequacy of the disclosures of the financial statements.</li> </ul>
<p><b>Deferred tax liability</b></p> <p>Company reported net deferred tax liability totaling Taka 641,019,840 as at 31 December 2019.</p> <p>Significant judgment is required in relation to deferred tax liability as their liability is dependent on forecasts of future profitability over a number of years.</p> <p>See note no. 2.17 &amp; 10.02 to the financial statements</p>	<p>Our audit procedures to assess the carrying value of Deferred Tax liability included the following:</p> <ul style="list-style-type: none"> <li>• We obtained an understanding, evaluated the design and tested the operational effectiveness of the Company's key controls over the recognition and measurement of Deferred Tax Assets and Liabilities and the assumptions used in estimating the future taxable expense of the company.</li> <li>• We also assessed the completeness and accuracy of the data used for the estimations of future taxable expense.</li> <li>• We tested the mathematical accuracy in calculation of deferred tax.</li> <li>• We evaluated the reasonableness of key assumptions, timing of reversal of temporary differences and expiration of tax loss carry forwards, recognition and measurement of Deferred Tax Liability.</li> </ul>



Key Audit Matters	How our audit addressed the key audit matters
	<ul style="list-style-type: none"> <li>• We assessed the adequacy of the company's disclosures setting out the basis of deferred tax liability balances and the level of estimation involved.</li> <li>• We also assisted in evaluating the tax implications, the reasonableness of estimations and calculations determined by management.</li> <li>• We also involved our internal experts from the tax area in the analysis of the reasonableness of the tax assumptions on the basis of the applicable legislation.</li> <li>• Finally assessed the appropriateness and presentation of disclosures against IAS 12 Income Taxes.</li> </ul>
<b>Investment fluctuation fund</b>	
<p>Green Delta Insurance company Limited has made a number of investments in the listed and unlisted capital market with required regulatory permission. Income generated from the investments (realized gain and dividend income) is credited to the Profit &amp; Loss Account. Unrealized capital gain or loss if any is transferred to the Investment Fluctuation Fund subsequently and as per the policy of the Company.</p> <p>This item has significant impact on the earnings performance of the Company and return to the shareholders and might be prone to misreporting as large unreported fall in the value of any holding may wipe out the value of the portfolio and hamper the distribution capability of the Company.</p> <p>At year end the 2019, the Group reported total balance under the head of Investment fluctuation fund of Taka 1,802,886,562. See note no. 2.20 &amp; 4.02 to the financial statements.</p>	<p>We have obtained an understanding of the policy &amp; operating effectiveness related with the key controls of investment fluctuation fund. Moreover, its valuation &amp; updated prices of the positions of portfolio held by the company has been reviewed from related sources. Additionally, we have performed the following:</p> <ul style="list-style-type: none"> <li>• We have ensured the year end share holding positions from the company.</li> <li>• We have reviewed the assumptions used for the valuation models for any unquoted securities</li> <li>• Recalculation has been done on the unrealized gain or loss at the year end.</li> <li>• We have also carried out cut-off test to ensure the recognition of the unrealized gain or loss in the correct period. Moreover, subsequent positioning of the unrealized amount has been verified after the year end.</li> </ul>
<b>Estimated liability in respect of outstanding claims whether due or intimated and claim payment</b>	
<p>Green Delta Insurance company Limited has represented the amount related with the claim due or intimated from the insured which involves management judgement &amp; risk of over &amp; understatement of the value. As a result, financial statements may show distorted amount which may also concern going concern issue for the company.</p> <p>At year end the 2019, the Group reported total balance under the head of estimated liability in respect of outstanding claims whether due or intimated and claim payment of Taka 266,386,721.</p>	<p>We tested the design and operating effectiveness of controls around the due and intimated claim recording process. We additionally carried out the following substantive testing's around this item:</p> <ul style="list-style-type: none"> <li>• Obtained the claim register and tested for completeness of claims recorded in the register on a sample basis.</li> <li>• Obtained a sample of claimed policy copy and cross check it with claim.</li> <li>• Obtained a sample of survey reports cross checked those against respective ledger balances and in case of discrepancy carried out further investigation.</li> <li>• Obtained and discussed with management about their basis for estimation and challenged their assumptions where appropriate.</li> </ul>



Key Audit Matters	How our audit addressed the key audit matters
	<ul style="list-style-type: none"> <li>• Reviewed the claim committee meeting minutes about decision for impending claims.</li> <li>• Tested a sample of claims payments with intimation letter, survey report, bank statement, claim provisional register and general ledger.</li> <li>• Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards, Insurance Act 1938 (as amended in 2010), Insurance Rules, 1958 and other applicable rules and regulations and regulatory guidelines.</li> </ul>

### Other Information

Management is responsible for the other information. The other information comprises all the information in the Annual Report other than the financial statements and our auditors' report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the consolidated and separate financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated and separate financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

After going through the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the board of directors of the company.

### Responsibilities of Management and Those Charged with Governance for the Consolidated and Separate Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated and separate financial statements in accordance with IFRSs, the Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, the Securities and Exchange Rules 1987 and other applicable laws and regulations as explained in note 2 and for such internal control as management determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group and the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's and the Company's financial reporting process.

### Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.



As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated and separate financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated and separate financial statements. We are responsible for the direction, supervision and performance of the Group and the Company audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



## Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, the Securities and Exchange Rules 1987 and relevant notifications issued by Bangladesh Securities and Exchange Commission, we also report that:

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) In our opinion, proper books of accounts, records and other statutory books as required by law have been kept by the Group and the Company so far as it appeared from our examinations of those books;
- c) The Company management has followed relevant provisions of laws and rules in managing the affairs of Company and proper books of accounts, records and other statutory books have been properly maintained and (where applicable) proper returns adequate for the purposes of our audit have been received from branches not visited by us;
- d) As per section 63(2) of the Insurance Act 2010, in our opinion to the best of our knowledge and belief and according to the information and explanation given to us, all expenses of management wherever incurred and whether incurred directly or indirectly, in respect of insurance business of the company transacted in Bangladesh during the year under report have been duly debited to the related Revenue Accounts and the profit & loss account of the Company;
- e) We report that to the best of our information and as shown by its books, the Company during the year under report has not paid any person any commission in any form, outside Bangladesh in respect of any its business re-insured abroad;
- f) The balance sheet, profit & loss account appropriation account, profit & loss account, related revenue accounts, statement of changes in equity and statement of cash flows of the Company together with the annexed notes dealt with by the report are in agreement with the books of account and returns; and
- g) The expenditure was incurred for the purpose of the Company's business



Dated, Dhaka;  
10 February 2020

*S. F. Ahmed & Co.*  
S. F. Ahmed & Co.  
Chartered Accountants



**Green Delta Insurance Company Ltd. & Its Subsidiaries**  
**Consolidated Balance Sheet**  
as at 31 December 2019


	Notes	Amount in Taka	
		2019	2018
<b>Capital and liabilities:</b>			
<b>Share capital</b>			
Authorized capital	3.00	<u>5,000,000,000</u>	<u>5,000,000,000</u>
Issued, subscribed and paid-up capital	3.00	887,603,057	806,911,870
Share premium		114,422,018	195,113,205
<b>Reserve or contingency account</b>			
Reserve for exceptional losses	4.A	<u>4,515,944,100</u>	<u>4,553,513,841</u>
Investment fluctuation fund	4.B	1,343,436,409	1,343,221,488
General reserve		1,802,886,562	1,834,331,893
Dividend equalization fund		180,000,000	180,000,000
Revaluation reserve	4.C	110,000,000	110,000,000
		1,079,621,129	1,085,960,460
<b>Profit &amp; loss appropriation account</b>	5.A	547,175,861	443,664,020
<b>Non controlling interest</b>	5.B	12,383	12,209
<b>Total shareholders' equity</b>		<u>6,065,157,419</u>	<u>5,999,215,145</u>
<b>Balance of fund accounts</b>			
Fire insurance business	6.00	<u>804,175,230</u>	<u>674,051,405</u>
Marine insurance business		251,465,340	184,144,543
Motor insurance business		378,853,332	383,795,721
Miscellaneous ins. business		62,588,656	64,466,505
		111,267,902	41,644,636
Premium deposit	7.00	236,909,826	338,990,220
<b>Liabilities and provisions:</b>			
Estimated liability in respect of outstanding claims whether due or intimated	8.00	<u>4,581,756,468</u>	<u>3,822,353,450</u>
Amount due to other persons or bodies carrying on insurance business	9.00	266,386,721	254,315,406
Sundry creditors (Including outstanding expenses, taxes & provisions)	10.A	953,638,605	764,205,552
Loan received	11.A	1,763,064,934	1,821,167,793
		1,598,666,208	982,664,699
<b>Total liabilities</b>		<u>5,622,841,524</u>	<u>4,835,395,075</u>
<b>Total liabilities &amp; shareholders' equity</b>		<u>11,687,998,943</u>	<u>10,834,610,220</u>



	Notes	Amount in Taka	
		2019	2018
<b>Assets and properties</b>			
		<b>8,357,789,032</b>	<b>7,434,597,337</b>
Investment	12.A	3,813,416,474	3,874,299,943
Outstanding premium	13.00	116,799,873	116,750,321
Amount due from other persons or bodies carrying on insurance business	14.00	3,193,543,266	2,443,917,092
Sundry debtors (including advances and deposits)	15.A	1,234,029,419	999,629,981
Cash and cash equivalent	16.A	1,149,950,331	1,217,141,985
<b>Other accounts</b>			
Land property and office space with building project	17.00	859,974,010	859,974,010
		<b>1,320,285,570</b>	<b>1,322,896,888</b>
Fixed assets	18.A	1,310,614,547	1,316,943,021
Intangible assets	18.B	7,360,735	4,003,533
Stock of printing, stationery and stamps	19.00	2,310,288	1,950,333
<b>Total assets and properties</b>		<b>11,687,998,943</b>	<b>10,834,610,220</b>

The accompanying notes on page no. 19-37 form an integral part of these financial statements.

  
**Abdul Hafiz Chowdhury**  
Chairman

  
**Khurshida Chowdhury**  
Vice Chairman

  
**Farzanah Chowdhury**  
Managing Director & CEO

  
**Syed Aliul Ahab**  
Financial Controller

  
**Syed Moinuddin Ahmed**  
Company Secretary



Signed as per our separate report of even date


Dated, Dhaka  
10 February 2020

  
**S. F. Ahmed & Co.**  
Chartered Accountants

**Green Delta Insurance Company Ltd. & Its Subsidiaries**  
**Consolidated Profit and Loss Appropriation Account**  
for the year ended 31 December 2019

	Notes	Amount in Taka	
		2019	2018
Balance brought forward from last year		353,718,308	339,114,929
Net profit for the year brought down		372,379,669	389,004,565
<b>Total</b>		<b>726,097,977</b>	<b>728,119,494</b>
Reserve for exceptional losses	4.01	99,840,978	83,026,613
Current tax expense		81,188,196	85,515,236
Deferred tax (income)/expenses		(9,930,966)	9,476,963
Dividend and reserve distributed from last year :		<b>116,441,187</b>	<b>196,882,374</b>
Cash		<b>116,441,187</b>	<b>196,882,374</b>
Profit for the period of continuing operation		<b>201,281,461</b>	<b>210,985,753</b>
Balance transferred to balance sheet		438,558,582	353,218,308
<b>Total</b>		<b>726,097,977</b>	<b>728,119,494</b>
<b>Earning per share (EPS)</b>	24.A	<b>3.39</b>	<b>3.64</b>

The accompanying notes on page no. 19-37 form an integral part of these financial statements.

  
**Abdul Hafiz Chowdhury**  
Chairman

  
**Khurshida Chowdhury**  
Vice Chairman

  
**Farzanah Chowdhury**  
Managing Director & CEO

  
**Syed Aliul Ahbab**  
Financial Controller

  
**Syed Moinuddin Ahmed**  
Company Secretary



Signed as per our separate report of even date


Dated, Dhaka  
10 February 2020

  
**S. F. Ahmed & Co.**  
Chartered Accountants

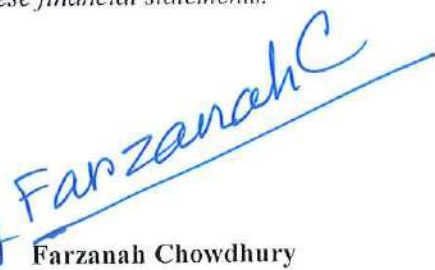
**Green Delta Insurance Company Ltd. & Its Subsidiaries**  
**Consolidated Profit and Loss Account**  
**for the year ended 31 December 2019**

	Notes	Amount in Taka	
		2019	2018
Investment income		177,342,663	124,434,315
Income from share business	21.A	7,917,146	47,371,468
Brokerage commission & others less direct expenses		100,401,893	126,083,316
Interest & others income	21.B	179,967,165	183,394,209
<b>Total investment income</b>		<b>465,628,867</b>	<b>481,283,308</b>
<b>Total revenue income</b>		<b>413,547,563</b>	<b>403,066,263</b>
<b>Total income</b>		<b>879,176,430</b>	<b>884,349,571</b>
Management expenses	21.C	454,055,815	429,466,561
Director's fee & expenses		1,387,386	1,016,373
Audit fees		690,000	345,000
Depreciation		48,163,559	56,506,909
<b>Total expenditure</b>		<b>504,296,760</b>	<b>487,334,843</b>
<b>Profit before tax and other provision</b>		<b>374,879,669</b>	<b>397,014,728</b>
Others provision		2,500,000	8,010,163
<b>Net profit before tax</b>		<b>372,379,669</b>	<b>389,004,565</b>
<b>Profit attributable to GDIC</b>		<b>372,379,495</b>	<b>389,004,506</b>
Share of non-controlling interest		174	59
		<b>372,379,669</b>	<b>389,004,565</b>

*The accompanying notes on page no. 19-37 form an integral part of these financial statements.*

  
**Abdul Hafiz Chowdhury**  
 Chairman

  
**Khurshida Chowdhury**  
 Vice Chairman

  
**Farzanah Chowdhury**  
 Managing Director & CEO


  
**Syed Aliul Ahabab**  
 Financial Controller

  
**Syed Moinuddin Ahmed**  
 Company Secretary



*Signed as per our separate report of even date*

Dated, Dhaka  
 10 February 2020


  
**S. F. Ahmed & Co.**  
 Chartered Accountants


**Green Delta Insurance Company Ltd. & Its Subsidiaries**  
**Consolidated Statement of Changes in Equity**  
**For the year ended 31 December 2019**

Amount in BDT

Particulars	Share Capital	Share Premium	Reserve for Exceptional Losses	General Reserve	Dividend Equalization Fund	Revaluation Reserve	Investment Fluctuation Fund	Retained Earnings	Total	Non Controlling Interest	Total
Opening balance as on 01 January 2019	806,911,870	195,113,205	1,343,221,488	180,000,000	110,000,000	1,085,960,461	1,834,331,893	443,664,019	5,999,202,936	12,209	5,999,215,145
Depreciation on asset revaluation for 2019	-	-	-	-	-	(10,142,929)	-	10,142,929	-	-	-
Deferred tax on revaluation reserve	-	-	-	-	-	3,803,598	-	-	3,803,598	-	3,803,598
Stock dividend for the year - 2018	80,691,187	(80,691,187)	-	-	-	-	-	-	-	-	-
Cash dividend paid for the year 2018	-	-	-	-	-	-	-	(80,691,187)	(80,691,187)	-	(80,691,187)
Profit after tax	-	-	-	-	-	-	-	301,122,266	301,122,266	174	301,122,439
Changes in unrealized gain/(loss) from investment in quoted share	-	-	-	-	-	-	(32,786,259)	-	(32,786,259)	-	(32,786,259)
Deferred tax on investment fluctuation fund	-	-	-	-	-	-	1,340,928	-	1,340,928	-	1,340,928
Appropriation to reserve for exceptional loss	-	-	214,921	-	-	-	-	(127,062,167)	(126,847,245)	-	(126,847,245)
Balance as on 31 December 2019	887,603,057	114,422,018	1,343,436,409	180,000,000	110,000,000	1,079,621,130	1,802,886,562	547,175,859	6,065,145,036	12,383	6,065,157,419
Balance as on 31 December 2018	806,911,870	195,113,205	1,343,221,488	180,000,000	110,000,000	1,085,960,461	1,834,331,893	443,664,020	5,999,202,936	12,209	5,999,215,145

  
**Abdul Hafiz Chowdhury**  
 Chairman

  
**Khurshida Chowdhury**  
 Vice Chairman

  
**Farzanah Chowdhury**  
 Managing Director & CEO

  
**Syed Aliul Ahab**  
 Financial Controller

  
**Syed Moiruddin Ahmed**  
 Company Secretary




Dated, Dhaka  
 10 February 2020

Signed as per our separate report of even date.

  
**S. F. Ahmed & Co.**  
 Chartered Accountants

**Green Delta Insurance Company Ltd. & Its Subsidiaries**  
**Consolidated Statement of Cash Flows**  
**for the year ended 31 December 2019**

	Amount in Taka	
	2019	2018
<b>Cash flow from operating activities</b>		
Collections from premium and other income	4,543,617,886	4,763,228,030
Payments for management expense, re-insurance and claims	(4,484,371,695)	(4,537,844,971)
Income tax paid	(97,202,806)	(113,313,938)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>(37,956,615)</b>	<b>112,069,121</b>
<b>Cash flow from investing activities</b>		
Investment in share and others	(497,894,049)	(677,658,956)
Dividend income	128,216,464	72,124,941
Interest on FDR	70,468,246	54,096,212
Other investment income	63,758,167	108,687,060
Purchase of fixed assets	(35,353,736)	(50,883,533)
Disposal of fixed assets	12,199,440	6,549,350
Investment in others	(8,846,935)	(4,648,831)
<b>Net cash outflow from investing activities</b>	<b>(267,452,403)</b>	<b>(491,733,757)</b>
<b>Cash flows from financing activities:</b>		
Share capital	-	7,500,000
Dividend paid	(116,441,188)	(194,684,244)
Loan	598,906,947	548,027,896
Finance cost	(220,228,230)	(52,289,274)
Client account	(24,020,165)	30,462,539
<b>Net cash generated from financing activities</b>	<b>238,217,365</b>	<b>339,016,917</b>
<b>Net cash inflow or (outflow) during the year</b>	<b>(67,191,653)</b>	<b>(40,647,720)</b>
<b>Cash &amp; cash equivalents at the beginning of the year</b>	<b>1,217,141,985</b>	<b>1,257,789,705</b>
<b>Cash &amp; cash equivalents at the end of the year</b>	<b>1,149,950,331</b>	<b>1,217,141,985</b>
<b>Net Operating Cash Flows Per Share (NOCFPS)</b>	<b>(0.43)</b>	<b>1.39</b>

  
**Abdul Hafiz Chowdhury**  
Chairman

  
**Khurshida Chowdhury**  
Vice Chairman

  
**Farzanah Chowdhury**  
Managing Director & CEO

  
**Syed Aliul Ahab**  
Financial Controller

  
**Syed Moinuddin Ahmed**  
Company Secretary



*Signed as per our separate report of even date*

Dated, Dhaka;  
10 February 2020

  
**S. F. Ahmed & Co.**  
Chartered Accountants

## Green Delta Insurance Company Ltd.

### Balance Sheet

As at 31 December 2019


	Notes	Amount in Taka	
		2019	2018
<b>Capital and liabilities:</b>			
<b>Share capital</b>			
Authorized share capital	3.00	5,000,000,000	5,000,000,000
Issued, subscribed and paid-up capital	3.00	887,603,057	806,911,870
Share premium		114,422,018	195,113,205
<b>Reserve or contingency account:</b>	4.00	<b>4,494,383,427</b>	<b>4,512,576,188</b>
Reserve for exceptional losses	4.01	1,343,436,409	1,343,221,488
Investment fluctuation fund	4.02	1,850,847,854	1,862,916,205
General reserve	4.03	180,000,000	180,000,000
Dividend equalization fund	4.04	110,000,000	110,000,000
Revaluation reserve	4.05	1,010,099,164	1,016,438,495
Profit & loss appropriation account	5.00	<b>362,057,861</b>	<b>231,736,883</b>
<b>Total shareholders' equity</b>		<b>5,858,466,363</b>	<b>5,746,338,146</b>
<b>Balances of funds &amp; accounts:</b>			
	6.00	<b>804,175,230</b>	<b>674,051,405</b>
Fire insurance business		251,465,340	184,144,543
Marine insurance business		378,853,332	383,795,721
Motor insurance business		62,588,656	64,466,505
Miscellaneous insurance business		111,267,902	41,644,636
Premium deposit	7.00	236,909,826	338,990,220
<b>Liabilities and provisions</b>		<b>4,200,169,348</b>	<b>3,406,040,131</b>
Estimated liability in respect of outstanding claims whether due or intimated	8.00	266,386,721	254,315,406
Amount due to other persons or bodies carrying on insurance business	9.00	953,638,605	764,205,552
Sundry creditors (including outstanding expenses, taxes & provisions)	10.00	1,621,501,212	1,601,443,008
Loan received	11.00	1,358,642,810	786,076,165
<b>Total liabilities</b>		<b>5,241,254,404</b>	<b>4,419,081,756</b>
<b>Total liabilities &amp; shareholders' equity</b>		<b>11,099,720,767</b>	<b>10,165,419,902</b>



	Notes	Amount in Taka	
		2019	2018
<b>Assets and properties</b>		<b>8,015,680,568</b>	<b>7,117,338,755</b>
Investment	12.00	3,900,951,294	3,940,108,689
Outstanding premium	13.00	116,799,873	116,750,322
Amount due from other persons or bodies carrying on insurance business	14.00	3,193,543,266	2,443,917,092
Sundry debtors (including advances and deposits)	15.00	804,386,135	616,562,652
Cash and cash equivalents	16.00	941,113,001	896,917,653
		<b>2,142,927,198</b>	<b>2,151,163,494</b>
Land	17.00	859,974,010	859,974,010
Fixed assets & intangible assets	18.00	1,280,642,900	1,289,239,151
Stock of printing, stationery and stamps	19.00	2,310,288	1,950,333
<b>Total assets and properties</b>		<b>11,099,720,767</b>	<b>10,165,419,902</b>

*The accompanying notes on page no. 19-37 form an integral part of these financial statements.*

  
**Abdul Hafiz Chowdhury**  
Chairman

  
**Khurshida Chowdhury**  
Vice Chairman

  
**Farzanah Chowdhury**  
Managing Director & CEO

  
**Syed Aliul Ahabab**  
Financial Controller

  
**Syed Moinuddin Ahmed**  
Company Secretary

*Signed as per our separate report of even date*



Dated, Dhaka:  
10 February 2020


  
**S. F. Ahmed & Co.**  
Chartered Accountants



**Green Delta Insurance Company Ltd.**  
**Profit and Loss Appropriation Account**  
**For the year ended 31 December 2019**

	Notes	Amount in Taka	
		2019	2018
Balance brought forward from last year		87,761,762	82,759,861
Net profit for the year brought down		360,604,545	318,887,851
<b>Total</b>		<b>448,366,307</b>	<b>401,647,712</b>
Reserve for exceptional losses	4.01	99,840,978	83,026,613
Current tax expense	10.01	69,825,297	60,000,000
Deferred tax (income) / expense	10.02	(9,930,966)	9,476,963
Dividend and reserve distributed from last year Profit :		<b>80,691,187</b>	<b>161,382,374</b>
Cash dividend		<b>80,691,187</b>	<b>161,382,374</b>
Profit for the period of continuing operation		<b>200,869,236</b>	<b>166,384,275</b>
Balance transferred to balance sheet		207,939,811	87,761,762
<b>Total</b>		<b>448,366,307</b>	<b>401,647,712</b>
<b>Earning per share</b>		<b>3.39</b>	<b>3.09</b>
<b>P/E Ratio</b>		<b>15.41</b>	<b>21.03</b>

*The accompanying notes on page no. 19-37 form an integral part of these financial statements.*

  
**Abdul Hafiz Chowdhury**  
 Chairman

  
**Khurshida Chowdhury**  
 Vice Chairman

  
**Farzanah Chowdhury**  
 Managing Director & CEO

  
**Syed Aliul Ahabab**  
 Financial Controller

  
**Syed Moinuddin Ahmed**  
 Company Secretary



*Signed as per our separate report of even date*


Dated, Dhaka  
 10 February 2020

  
**S. F. Ahmed & Co.**  
 Chartered Accountants

**Green Delta Insurance Company Ltd.**  
**Profit and Loss Account**  
**For the year ended 31 December 2019**

	Notes	Amount in Taka	
		2019	2018
Expenses of management (not applicable to any particular fund or account)		305,371,311	189,847,521
		<b>42,296,726</b>	<b>133,326,054</b>
Director's fee & expenses		1,387,386	1,016,373
Audit fees	20.00	690,000	345,000
Depreciation		40,219,340	49,480,681
Write off investment		-	82,484,000
Net profit for the year carried down to profit & loss appropriation account		360,604,545	318,887,851
<b>Total</b>		<b>708,272,582</b>	<b>642,061,426</b>
Investment & others income	21.00	294,725,019	238,995,163
Profit & loss transferred from :		<b>413,547,563</b>	<b>403,066,263</b>
Fire insurance revenue account		12,897,064	19,655,494
Marine insurance revenue account		376,608,571	315,277,178
Motor insurance revenue account		16,495,723	55,633,672
Miscellaneous insurance revenue account		7,546,205	12,499,920
<b>Total</b>		<b>708,272,582</b>	<b>642,061,426</b>

*The accompanying notes on page no. 19-37 form an integral part of these financial statements.*

  
**Abdul Hafiz Chowdhury**  
 Chairman

  
**Khurshida Chowdhury**  
 Vice Chairman

  
**Farzanah Chowdhury**  
 Managing Director & CEO


  
**Syed Aliul Ahab**  
 Financial Controller

  
**Syed Moinuddin Ahmed**  
 Company Secretary

*Signed as per our separate report of even date*



Dated, Dhaka:  
 10 February 2020

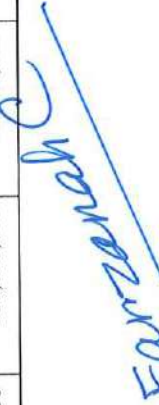
  
**S. F. Ahmed & Co.**  
 Chartered Accountants

**Green Delta Insurance Company Ltd.**  
Statement of Changes in Equity  
For the year ended 31 December 2019

Particulars	Amount in BDT									
	Share capital	Share premium	Reserve for exceptional losses	General reserve	Dividend equalization fund	Investment fluctuation fund	Revaluation reserve	Retained earnings	Total	
Opening balance as on 1 January 2019	806,911,870	195,113,205	1,343,221,488	180,000,000	110,000,000	1,862,916,205	1,016,438,495	231,736,883	5,746,338,146	
Depreciation on asset revaluation for 2019	-	-	-	-	-	-	(10,142,929)	10,142,929	-	
Deferred Tax on revaluation reserve	-	-	-	-	-	-	3,803,598	-	3,803,598	
Stock dividend paid @ 10% for 2018	80,691,187	(80,691,187)	-	-	-	-	-	-	-	
Cash dividend paid @ 10% for 2018	-	-	-	-	-	-	-	(80,691,187)	(80,691,187)	
Profit after tax	-	-	-	-	-	-	-	300,710,215	300,710,215	
Changes in unrealized gain/(loss) from investment in quoted share	-	-	-	-	-	(13,409,279)	-	-	(13,409,279)	
Deferred tax on investment fluctuation fund	-	-	-	-	-	1,340,927.89	-	-	1,340,928	
Appropriation to reserve for exceptional loss	-	-	214,921	-	-	-	-	(99,840,978)	(99,626,057)	
Closing balance as on 31 December 2019	887,603,057	114,422,018	1,343,436,410	180,000,000	110,000,000	1,850,847,854	1,010,099,164	362,057,861	5,858,466,363	
Balance as on 31 December 2018	806,911,870	195,113,205	1,343,221,488	180,000,000	110,000,000	1,862,916,205	1,016,438,495	231,736,883	5,746,338,146	

  
Abdul Hafiz Chowdhury  
Chairman

  
Khurshida Chowdhury  
Vice Chairman

  
Farzana Chowdhury  
Managing Director & CEO

  
Syed Aliul Ahab  
Financial Controller

  
Syed Moazzam Ahmed  
Company Secretary

Signed as per our separate report of even date.




Dated, Dhaka  
10 February 2020

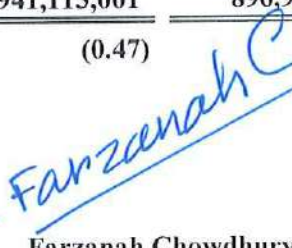
  
S. F. Ahmed & Co.  
Chartered Accountants

**Green Delta Insurance Company Ltd.**  
**Statement of Cash Flows**  
**For the year ended 31 December 2019**

	Amount in Taka	
	2019	2018
<b>Cash flow from operating activities:</b>		
Collections from premium and other income	4,358,903,007	4,509,875,716
Payments for management expense, re-insurance and claims	(4,314,894,109)	(4,379,883,260)
Income tax paid	(85,722,627)	(89,111,023)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>(41,713,729)</b>	<b>40,881,433</b>
<b>Cash flow from investing activities:</b>		
Investment in share and FDR	(512,951,762)	(640,709,546)
Recovery of loan to GDSL	20,000,000	-
Investment in subsidiary company	(1,000,000)	-
Dividend income	128,216,464	72,124,941
Interest on FDR	67,476,131	73,596,212
Other investment income	63,758,167	65,732,042
Purchase of fixed assets	(21,676,754)	(29,216,225)
Disposal of fixed assets	12,199,440	6,549,350
<b>Net cash outflow from investing activities</b>	<b>(243,978,314)</b>	<b>(451,923,226)</b>
<b>Cash flow from financing activities:</b>		
Bank loan	572,566,644	536,076,165
Finance cost	(161,988,065)	(52,289,274)
Dividend paid	(80,691,188)	(159,184,244)
<b>Net cash generated from financing activities</b>	<b>329,887,391</b>	<b>324,602,647</b>
<b>Net increase/(decrease) in cash &amp; cash equivalents during the year</b>	<b>44,195,348</b>	<b>(86,439,146)</b>
<b>Cash &amp; cash equivalents at the beginning of the year</b>	<b>896,917,653</b>	<b>983,356,799</b>
<b>Cash &amp; cash equivalents at the end of the year</b>	<b>941,113,001</b>	<b>896,917,653</b>
<b>Net Operating Cash Flows Per Share (NOCFPS)</b>	<b>(0.47)</b>	<b>0.51</b>

  
**Abdul Hafiz Chowdhury**  
 Chairman

  
**Khurshida Chowdhury**  
 Vice Chairman

  
**Farzanah Chowdhury**  
 Managing Director & CEO


  
**Syed Aliul Ahab**  
 Financial Controller

  
**Syed Moinuddin Ahmed**  
 Company Secretary



*Signed as per our separate report of even date.*


Dated, Dhaka;  
 10 February 2020

  
**S. F. Ahmed & Co.**  
 Chartered Accountants

**Green Delta Insurance Company Ltd.**  
**Consolidated All Business Revenue Account**  
**For the year ended 31 December 2019**

	Notes	Amount in Taka	
		2019	2018
		<b>1,785,074,444</b>	<b>1,572,546,927</b>
Claims under policies less re-insurance	22.00	565,480,832	470,932,340
Agency commission		624,622,236	547,345,549
Expenses of management		594,971,376	554,269,038
Profit transferred to profit & loss account		413,547,563	403,066,268
Balance of accounts at the end of the year as shown in the balance sheet	6.00	804,175,230	674,051,405
<b>Total</b>		<b>3,002,797,237</b>	<b>2,649,664,600</b>
Balance of account at the beginning of the year		674,051,405	617,680,534
Gross premium		4,164,148,240	3,678,628,830
Re-insurance premium		(2,167,328,670)	(2,018,096,565)
Net premium	23.00	<b>1,996,819,570</b>	<b>1,660,532,264</b>
Commission on re-insurance ceded		331,926,262	371,451,798
<b>Total</b>		<b>3,002,797,237</b>	<b>2,649,664,600</b>

The accompanying notes on page no. 19-37 form an integral part of these financial statements.

  
**Abdul Hafiz Chowdhury**  
Chairman

  
**Khurshida Chowdhury**  
Vice Chairman

  
**Farzanah Chowdhury**  
Managing Director & CEO


  
**Syed Aliul Ahab**  
Financial Controller

  
**Syed Moinuddin Ahmed**  
Company Secretary

Signed as per our separate report of even date



Dated, Dhaka  
10 February 2020

  
**S. F. Ahmed & Co.**  
Chartered Accountants

**Green Delta Insurance Company Ltd.**  
**Fire Insurance Revenue Account**  
**For the year ended 31 December 2019**

	Notes	Amount in Taka	
		2019	2018
		<b>722,359,509</b>	<b>638,455,922</b>
Claims under policies less re-insurance	22.00	296,806,852	222,732,869
Expenses of management		146,578,443	163,132,818
Agency commission		278,974,214	252,590,235
Profit transferred to profit & loss account		12,897,064	19,655,494
Balance of account at the end of the year as shown in the balance sheet (reserve for unexpired risks )		251,465,340	184,144,543
<b>Total</b>		<b>986,721,913</b>	<b>842,255,958</b>
		986,721,913	842,255,958
Balance of account at the beginning of the year		184,144,543	160,024,788
Premium less re-insurance	23.00	630,897,067	462,654,480
Commission on re-insurance ceded		171,680,303	219,576,691
<b>Total</b>		<b>986,721,913</b>	<b>842,255,958</b>

*The accompanying notes on page no. 19-37 form an integral part of these financial statements.*

  
**Abdul Hafiz Chowdhury**  
 Chairman

  
**Khurshida Chowdhury**  
 Vice Chairman

  
**Farzanah Chowdhury**  
 Managing Director & CEO

  
**Syed Aliul Ahabab**  
 Financial Controller

  
**Syed Moinuddin Ahmed**  
 Company Secretary

*Signed as per our separate report of even date*




Dated, Dhaka  
 10 February 2020

  
**S. F. Ahmed & Co.**  
 Chartered Accountants

**Green Delta Insurance Company Ltd.**  
**Marine Insurance Revenue Account**  
**For the year ended 31 December 2019**

	Notes	Amount in Taka	
		2019	2018
		<b>634,865,686</b>	<b>674,975,573</b>
Claims under policies less re-insurance	22	132,797,337	188,109,870
Expenses of management		281,421,957	294,331,937
Agency commission		220,646,392	192,533,767
Profit transferred to profit & loss account		376,608,571	315,277,178
Balance of account at the end of the year as shown in the balance sheet (reserve for unexpired risks)		378,853,332	383,795,721
<b>Total</b>		<b>1,390,327,589</b>	<b>1,374,048,471</b>
		<b>1,390,327,589</b>	<b>1,374,048,471</b>
Balance of account at the beginning of the year		383,795,721	347,864,489
Premium less re-insurance	23	928,049,302	929,548,609
Commission on re-insurance ceded		78,482,566	96,635,374
<b>Total</b>		<b>1,390,327,589</b>	<b>1,374,048,471</b>

*The accompanying notes on page no. 19-37 form an integral part of these financial statements.*

  
**Abdul Hafiz Chowdhury**  
 Chairman

  
**Khurshida Chowdhury**  
 Vice Chairman

  
**Farzanah Chowdhury**  
 Managing Director & CEO


  
**Syed Aliul Ahabab**  
 Financial Controller

  
**Syed Moinuddin Ahmed**  
 Company Secretary



*Signed as per our separate report of even date*

Dated, Dhaka  
 10 February 2020

  
**S. F. Ahmed & Co.**  
 Chartered Accountants

**Green Delta Insurance Company Ltd.**  
**Motor Insurance Revenue Account**  
**For the year ended 31 December 2019**

	Notes	Amount in Taka	
		2019	2018
		<b>153,687,695</b>	<b>117,413,492</b>
Claims under policies less re-insurance	22.00	34,940,302	33,547,913
Expenses of management		91,215,992	57,068,703
Agency commission		27,531,401	26,796,876
Profit transferred to profit & loss account		16,495,723	55,633,672
Balance of account at the end of the year as shown in the balance sheet (reserve for unexpired risks)		62,588,656	64,466,505
<b>Total</b>		<b>232,772,074</b>	<b>237,513,669</b>
		<b>232,772,074</b>	<b>237,513,669</b>
Balance of account at the beginning of the year		64,466,505	69,362,137
Premium less re-insurance	23.00	159,026,499	163,479,811
Commission on re-insurance ceded		9,279,070	4,671,721
<b>Total</b>		<b>232,772,074</b>	<b>237,513,669</b>

*The accompanying notes on page no. 19-37 form an integral part of these financial statements.*

  
**Abdul Hafiz Chowdhury**  
 Chairman

  
**Khurshida Chowdhury**  
 Vice Chairman

  
**Farzanah Chowdhury**  
 Managing Director & CEO

  
**Syed Aliul Ahbab**  
 Financial Controller

  
**Syed Moinuddin Ahmed**  
 Company Secretary



Dated, Dhaka  
 10 February 2020

*Signed as per our separate report of even date*


  
**S. F. Ahmed & Co.**  
 Chartered Accountants




**Green Delta Insurance Company Ltd.**  
**Miscellaneous Insurance Revenue Account**  
**For the year ended 31 December 2019**

	Notes	Amount in Taka	
		2019	2018
		<b>274,161,556</b>	<b>141,701,940</b>
Claims under policies less re-insurance	22.00	100,936,341	26,541,688
Expenses of management		75,754,985	39,735,581
Agency commission		97,470,230	75,424,671
Profit transferred to profit & loss account		7,546,205	12,499,920
Balance of account at the end of the year as shown in the balance sheet (reserve for unexpired risks)		111,267,902	41,644,636
<b>Total</b>		<b>392,975,663</b>	<b>195,846,496</b>
		<b>392,975,663</b>	<b>195,846,496</b>
Balance of account at the beginning of the year		41,644,636	40,429,118
Premium less re-insurance	23.00	278,846,703	104,849,365
Commission on re-insurance ceded		72,484,324	50,568,012
<b>Total</b>		<b>392,975,663</b>	<b>195,846,496</b>

*The accompanying notes on page no. 19-37 form an integral part of these financial statements.*

  
**Abdul Hafiz Chowdhury**  
 Chairman

  
**Khurshida Chowdhury**  
 Vice Chairman

  
**Farzanah Chowdhury**  
 Managing Director & CEO

  
**Syed Aliul Ahab**  
 Financial Controller

  
**Syed Moinuddin Ahmed**  
 Company Secretary

*Signed as per our separate report of even date*





Dated, Dhaka  
 10 February 2020

  
**S. F. Ahmed & Co.**  
 Chartered Accountants

**Green Delta Insurance Company Ltd.**  
**Form "AA"**  
**Classified Summary of Assets as at 31 December 2019**

Sl. No.	Class of Assets	Book Value BDT
1	Investment in government bond	25,000,000
2	Shares listed on DSE & CSE (market price)	2,863,321,038
3	Alliance Leasing and Finance	120,000,000
4	Green Delta AIMS Ltd. (paid up capital)	4,500,000
5	United Hospital	56,100,000
6	Investment in GDSL as margin loan (Note: 12.1)	205,000,000
7	Green Delta Capital Ltd.	249,999,900
8	Financial Excellence	3,000,000
9	CDBL	1,138,890
10	BD Venture	20,000,000
11	Professional Advancement Bangladesh Ltd.	9,996,000
12	Green Delta Securities Ltd	99,999,900
13	GD Assist Ltd.	49,996,000
14	Energypac Power Generation Ltd.	4,972,000
15	Fixed Deposit	1,031,916,487
16	Cash at bank on STD and current account	97,124,080
17	Outstanding premium	116,799,873
18	Amount due from other persons or bodies carrying on insurance business	3,193,543,266
19	Sundry debtors (including advance and deposits)	804,386,135
20	Land property	859,974,010
21	Fixed assets (at cost less depreciation)	1,280,642,900
22	Stock of stationery and stamps	2,310,288
<b>Total:</b>		<b>11,099,720,767</b>

  
**Abdul Hafiz Chowdhury**  
Chairman

  
**Khurshida Chowdhury**  
Vice Chairman

  
**Farzanah Chowdhury**  
Managing Director & CEO

  
**Syed Aliul Ahab**  
Financial Controller

  
**Syed Moinuddin Ahmed**  
Company Secretary

*Signed as per our separate report of even date*



Dated, Dhaka  
10 February 2020

  
**S. F. Ahmed & Co.**  
Chartered Accountants

**Green Delta Insurance Company Limited**  
**Notes to the financial statements**  
**as at and for the year ended 31 December 2019**

**1. Legal status and nature of the company**

**(a) Legal status and country of operation**

Green Delta Insurance Company Limited (GDICL) was incorporated as a public limited company on 14 December 1895 and obtained the certificate of commencement of business as on 1 January 1986 under the Companies Act 1913 which was amended in 1994. The company obtained insurance license from the Controller of Insurance in 1986. GDICL went for public issue in 1990 and the shares of the company are listed in both Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited.

The company has investment in four subsidiaries. The details of the investments are provided in Note 'C'.

The registered office of the Company is located at Green Delta AIMS Tower, 51-52 Mohakhali C/A, Dhaka 1212, Bangladesh. The operation of the company are being carried out through its 43 Branches located in different division of Bangladesh.

**(b) Nature of business**

The principal activities of the company is to offer general insurance products that includes fire and allied perils insurance, marine cargo and hull insurance, aviation insurance, automobile insurance and miscellaneous insurance. These products offer protection of policyholders' assets and indemnification of other parties that have suffered damage as a result of policyholders' accident. Non-life healthcare contracts provide medical cover to policyholders. Revenue from above activities is derived primarily from insurance premiums.

**(c) Subsidiary companies**

Green Delta Insurance Company Limited is a parent company of four subsidiary companies namely Green Delta Securities Limited, Green Delta Capital Limited, Professional Advancement Bangladesh Limited and GD Assist Limited, details of which are given below:

**Green Delta Securities Limited (GDSL)**

GDSL is takeover by GDICL in the year 2013. GDICL holds 99.999% of the shares and 0.0001% is hold by an individual shareholder. The GDSL was mainly established as a brokerage house with a view to cope with the business needs of the stock buying and selling in the market as a member of the DSE and CSE under the aegies of operating stock broker and stock dealer.

**Green Delta Capital Limited (GDCL)**

GDICL holds 99.999% of the shares and 0.0001% is hold by an individual shareholder. The principal activities of GDCL is to carry on trade, business of indenture, dealers, traders, brokers, importers and exporters and operate and provide merchant banking services, underwrite, manage distribute issue of securities, stocks, share, bonds, debenture stock and investment instruments.

**Professional Advancement Bangladesh Limited (PABL)**

GDICL holds 99.96% of the shares and 0.04% is hold by an individual shareholder. The principle activities of PABL is to provide quality level training to individuals, to become professionals in the insurance and financial field to develop and strengthen vocational and non vocational training at all level through formal and non formal mode.

**GD Assist Limited (GDAL)**

GDICL holds 99.99% of the shares and 0.01% is hold by an individual shareholder. The principle activities of GDAL is to provide promotional and marketing services to local and foreign clients regarding publicity and brand management of product and organization.



#### **(d) Structure, content and presentation of financial statements**

Being the general purpose financial statements, the presentation of these financial statements is in accordance with the guidelines provided by per requirement of Insurance Act 1938 and International Accounting Standard 1: Presentation of Financial Statements. A complete set of financial statements comprise:

- i) Balance sheet as at 31 December 2019;
- ii) Profit and loss account for the year ended 31 December 2019;
- iii) Profit and loss appropriation account for the year ended 31 December 2019;
- iv) Statement of changes in equity for the year ended 31 December 2019;
- v) Statement of cash flows for the year ended 31 December 2019;
- vi) Consolidated all business revenue account for the year ended 31 December 2019;
- vii) Fire insurance revenue account for the year ended 31 December 2019;
- viii) Motor insurance revenue account for the year ended 31 December 2019;
- ix) Marine insurance revenue account for the year ended 31 December 2019;
- x) Miscellaneous insurance revenue account for the year ended 31 December 2019; and
- xi) Notes comprising a summary of significant accounting policies and other explanatory information to the accounts for the year ended 31 December 2019.

#### **2. Summary of significant accounting policies & basis of preparation**

A summary of the principle accounting policies which have been applied consistently (unless otherwise stated), is set out below:

##### **2.01 Basis of preparation**

The Financial Reporting Act, 2015 (FRA) was enacted in 2015. The Financial Reporting Council (FRC) under the FRA has been formed in 2017 but the Financial Reporting Standards (FRS) under this council is yet to be issued for public interest entities such as general insurance companies. As the FRS is yet to be issued as per the provisions of the FRA, the consolidated and separate financial statements of the Group and the Company have been prepared in accordance with International Financial Reporting Standards (IFRSs) and the requirements of the Insurance Act 1938 (as amended in 2010), the Insurance Rules 1958 and in conformity the Companies Act 1994, the Securities and Exchange Rules 1987, the listing rules of Dhaka Stock Exchange Ltd. (DSE) and Chittagong Exchange Ltd (CSE) and other applicable laws & regulations in Bangladesh.

The financial statements have been prepared on going concern and accrual basis under the historical cost convention. The preparation and presentation of the financial statements and the disclosure of information have been made in accordance with the balance sheet has been prepared in accordance with part I and "Form A" in Part II of the First Schedule. The revenue account for fire, marine and miscellaneous business has been prepared in accordance with "Form F" in Part II of the third schedule. Statement of cash flow and Statement of changes in equity has been prepared in accordance with IFRS.

##### **2.02 Basis of consolidation**

The financial statements of the Company and its subsidiaries have been consolidated in accordance with International Accounting Standard 27: Consolidated and Separate Financial Statements. The consolidation of the financial statements has been made after eliminating all intra-group balances, transactions, income and expenses and profits and losses resulting from intra-group transactions and dividends. The consolidated financial statements comprise the financial statements of the Group as at 31 December each year.

Subsidiaries are fully consolidated from the date of acquisition, being the date on which the group obtains control, and continue to be consolidated until the date when such control ceases. The financial statements of the subsidiaries are prepared for the same reporting year as the parent company, using consistent accounting policies.

Losses within a subsidiary are attributed to any non-controlling interest, even if this results in a deficit balance.



A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the Group loses control over a subsidiary, it:

Derecognizes the assets (including goodwill) and liabilities of the subsidiary

Derecognizes the carrying amount of any non-controlling interest

Derecognizes the cumulative translation differences recorded in equity

Recognizes the fair value of the consideration received

Recognizes the fair value of any investment retained

Recognizes any surplus or deficit in profit or loss

Reclassifies the parent's share of components previously recognized in other comprehensive income to profit or loss or retained earnings, as appropriate.

### **2.03 Going concern**

The accompanying financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business. The accompanying financial statements does not include any adjustments should the Green Delta Insurance Company Limited be unable to continue as a going concern.

### **2.04 Functional and presentation currency**

These financial statements are presented in Bangladeshi Taka (BDT), which is the company's functional currency except as indicated.

### **2.05 Use of estimates and judgments**

The preparation of financial statements require management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

### **2.06 Materiality and aggregation**

Each material item considered by management as significant, has been presented separately in the financial statements. No amount has been set off unless GDICL has a legal right to set off the amounts and intends to settle on net basis. Income and expenses are presented on a net basis only when permitted by the relevant accounting standards.

### **2.07 Foreign currency transactions**

Transactions in currencies other than the Company's functional currency (foreign currencies) are recorded at the rates of exchange prevailing at the dates of the transactions. At each balance sheet date, monetary items denominated in foreign currencies are translated at the rates prevailing at the reporting date.

### **2.08 Property, plant and equipments**

#### **a. Recognition and measurement**

The cost of an item of property, plant and equipments is recognized as an asset if, and only if it is probable that future economic benefits associated with the item will flow to the entity, and the cost of the item can be measured reliably.

Fixed assets have been accounted for at cost less accumulated depreciation. Cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs of enhancement of an existing asset are recognized as a separate asset, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of such items can be measured reliably. All other expenditures are charged to the Profit & Loss account during the financial period in which they are incurred.

Property, plant and equipment have been revalued in the year 2012 under "Current Cost Method" by an independent valuer namely "KPMG in Bangladesh" to reflect the fair value (prevailing market price). As the fair value of the assets does not differ significantly from its carrying amount as at 31 December 2019 so no revaluation has been made as on that date.



## b. Depreciation

Fixed assets are recorded at historical cost less accumulated depreciation as per International Accounting Standard 16: Property, Plant and Equipment. Depreciation is charged on straight line method based on the following useful lives of the fixed assets:

<u>Category of assets</u>	<u>Rates depreciation per annum</u>
Furniture & Fixture	10 years
Equipment	7 years
Vehicles	5 years
Building	99 years

Depreciation on newly acquired assets are calculated from the date when the related assets are available for use and charged until the assets are disposed off.

## c. Sale of fixed assets

Sale price of fixed assets are determined on the basis of fair value of the assets. Gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between sales proceeds and carrying amount of the asset and is recognized in profit or loss account as per provision of IAS 16.

## d. Impairment

If the recoverable amount of an asset is less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. That reduction is an impairment loss. An impairment loss is recognized as an expenses in the income statement.

## 2.09 Intangible assets

Intangible assets (computer software) are recorded at historical cost less accumulated amortization. These assets are amortized on straight line method based on the useful lives of the assets which is 7 years.

## 2.10 Leases

Financial Reporting Principles IFRS 16 Leases effective from annual periods beginning on or after January 1, 2019 has changed how the company accounts for its lease contracts. The company leases a number of office space in addition to service sites. Before the adoption of IFRS 16, all lease contracts were classified as operating leases. IFRS 16 requires all contracts that contain a lease to be recognized on the balance sheet as a right-of-use asset and lease liability. Only certain short-term and low-value leases are exempted.

In compliance with the standard, the company has elected to use the recognition exemptions in the standard for short-term leases and leases of low value items. In such cases the lease are accounted for as short term leases and the lease payments associated with them are recognized as an expenses from short term lease.

## 2.11 Investment in share

Investments are initially recognized at cost including acquisition charges with the investments. After initial recognition, investments in marketable ordinary shares have been valued at market price on an aggregate portfolio basis. Investment in non-marketable shares have been valued at cost. Full provision for diminution in value of shares as on closing of the year on aggregate portfolio basis is made in the financial statements.

## 2.12 Cash and cash equivalents

Cash and cash equivalents consist of cash, cash in clearing account, short term fixed deposits, and bank balances.

## 2.13 Cash flow statements

Cash flow statement is prepared in accordance with International Accounting Standard 7: Statement of cash flows. Cash flows from operating activities have been presented using Direct Method.



## 2.14 Revenue recognition

### Gross premium

Gross general insurance premium comprise the total premium received for the whole period of cover provided by contracts entered into during the accounting period. They are recognized in the year on which the policy issued. Re-insurance premium are deducted from the gross premium to present the net premium income from insurance business.

Unearned premiums are those proportions of premiums written in a year that relate to periods of risk after the reporting date. Unearned premiums are calculated as required by the Insurance Act 1938 as amended in 2010. The proportion attributable to subsequent periods is deferred as a provision for unearned premiums.

### Re-insurance commission

Re-insurance commission are recognized as revenue over the period in which the related services are performed.

### Investment income

Interest income is recognized in the profit & loss account as it accrues and is calculated using the effective interest rate method. Fees and commissions that are an integral part of the effective yield of the financial asset or liability are recognized as an adjustment to the effective interest rate of the instrument.

### Interest income

Interest income from loans is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount.

All other interest income is recognized on accrual basis except interest of the loan accounts considered as non-performing. Interest income is suspended and full provision is made against the interest receivables on all non-performing loans when the installments are outstanding and considered doubtful of recovery on the basis of qualitative judgment.

### Dividend income and profit/(loss) on sale of marketable securities

Dividend income is recognized on accrual basis in the period in which the dividend is declared and approved in annual general meeting whereas profit or loss arising from the sale of securities is accounted for only when shares are sold in the market and profit is realized and loss is incurred.

### Interest on fixed deposit

Interest income from fixed deposit is recognized on an accrual basis in the period in which the income is accrued.

## 2.15 Benefits, claims and expenses recognition

### Gross benefits and claims

General insurance and health claims include all claims during the year paid outstanding at the reporting along with related claims handling costs that are directly related to the processing and settlement of claims, a reduction for the value of salvage and other recoveries, and any adjustments to claims outstanding from previous years.

### Reinsurance claims

Reinsurance claims are recognized when the related gross insurance claim is recognized according to the terms of the relevant contract.

## 2.16 Employee benefits

### i) Gratuity fund

The Company has a funded gratuity scheme for all eligible employees who complete minimum 5 years of confirmed service with the Company. Required amount of gratuity is calculated on the basis of last basic pay depending on the length of service for every completed year as well as proportionate to the fraction period of service as of the respective financial year. This scheme is approved by the National Board of Revenue (NBR) and administered by an independent Board of Trustees.



**Following benefits are payable on retirement, death or leaving service:**

- less than 5 years of confirmed service - Nil
- confirmed service between 5 and 10 years - One month's last drawn basic pay for every completed year of service.
- on completion of 10 years confirmed service and above - Two month's last drawn basic pay for every completed year of service subject to maximum 50 times of basic pay.

**ii) Contributory provident fund**

The Company has a contributory provident fund for its regular employees. The fund is approved by the National Board of Revenue (NBR), administered separately by a Board of Trustees and is contributed equally by the Company and the employees.

**iii) Medical assistance**

In addition to the above core benefit schemes GDIC also support medical assistance annual health check-up benefit and death & disability benefit to its employees as per their requirement.

**iv) Incentive bonus**

The company has a policy namely incentive bonus scheme for its employees who meets certain criteria based on their annual performance bonus is ascertained on net profit with approval in the Annual General Meeting and the expense is accounted for in the year to which same relates.

**2.17 Taxation**

Income tax on earnings for the year comprises current and deferred tax and is based on the applicable tax law in Bangladesh. It is recognized in the income statement as tax expense.

**Current tax**

Current tax is the expected tax payable on taxable income for the year, based on tax rates (and tax laws) which are enacted at the reporting date, including any adjustment for tax payable in previous periods. Current tax for current and prior periods is recognized as a liability (or asset) to the extent that it is unpaid (or refundable).

Provision for income tax has been made at best estimate keeping in view the provisions of Income Tax Ordinance 1984 and amendment made thereto from time to time. Applicable rate of income tax for the company is 37.5%.

**Deferred tax**

The Corporation accounted for deferred tax as per International Accounting Standard 12: Income Taxes. Deferred tax is accounted for using the comprehensive tax balance sheet method. It is generated by temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their tax base.

Deferred tax assets, including those related to the tax effects of income tax losses and credits available to be carried forward, are recognized only to the extent that it is probable that future taxable profits will be available against which the deductible temporary differences or unused tax losses and credits can be utilized.

Deferred tax liabilities are recognized for all taxable temporary differences. They are also recognized for taxable temporary differences arising on investments and it is probable that temporary differences will not reverse in the foreseeable future. Deferred tax assets associated with these interests are recognized only to the extent that it is probable that the temporary difference will reverse in the foreseeable future and there will be sufficient taxable profits against which to utilize the benefits of the temporary difference.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period(s) when the asset and liability giving rise to them are realized or settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the reporting date. The measurement reflects the tax consequences that would follow from the manner in which the corporation at the reporting date, recovers or settles the carrying amount of its assets and liabilities.





## **2.18 Prior year adjustment (error occurred in recognizing deferred tax)**

During the current year, deferred tax has been recognized for revaluation reserve in respect of property, plant and equipment & Investment fluctuation fund in conformance with IAS 12: Income Taxes. The prior non recognition of deferred tax is classified as an error under IAS 8: Accounting policies, changes in accounting estimates and error and has been rectified with retrospective adjustment. Accordingly, deferred tax liability has been recognized for Tk. 580,523,749 with the corresponding adjustment to revaluation reserve & Investment fluctuation fund. Detailed calculation has been shown under note no. 4.02, 4.05 & 10.02.

## **2.19 Provision for outstanding claims**

For non-life insurance contracts, estimates have to be made both for the expected ultimate cost of claims reported at the reporting date and for the expected ultimate cost of claims incurred, but not yet reported, at the reporting date.

## **2.20 Reserve or contingencies**

### **a) Reserve for exceptional losses**

As per Insurance Act 1938 as amended 2010, 5% statutory reserve is maintained out of profit by the Company to meet any possible future claims.

### **b) Foreign currency fluctuation fund**

The Company maintained a foreign currency (FC) account with the Pubali Bank Limited for the overseas transactions and recognize foreign currency gain /(loss) due to change in foreign currency translation rate.

### **c) Investment fluctuation fund**

The Company made investments in the capital market in a large portfolio and income generate from the investment (realized gain and dividend received) is credited to the profit & loss Account. Unrealized gain or loss is transferred to the investment fluctuation fund. The income is transferred to profit or loss account once it is realized.

### **d) General reserve**

The Company creates a general reserve from the current year profit to avoid future contingency.

### **e) Dividend equalization fund**

Dividend equalization fund is created for making proposed and approved dividend payments consistently to the shareholders in the event of worst business situation of the company.

## **2.21 Disclosure of departure from few requirements of IFRS due to mandatory compliance of Insurance Act's requirements**

a) The Green Delta Insurance Company Limited management has followed the principles of IFRS consistently in preparation of the financial statements to that extent as applicable to the company. Some requirements of Insurance Act 1938 and Insurance Rules 1958 and regulations contradict with those of financial instruments and general provision standards of IFRS. As such the GDICL has departed from those contradictory requirements of IFRS in order to comply with the rules and regulations of IDRA which are disclosed below along with financial impact where applicable:

b) As per Insurance Act 1938 (as amended 2010), investments in quoted shares and unquoted shares are revalued at the year end at market price and as per book value of last audited balance sheet respectively. Provisions has been made by netting off any unrealized gain/(loss) arising at the Balance sheet date. Under IFRS 9, on initial recognition, a financial asset is classified as measured at: amortised cost; Fair Value through Other Comprehensive Income (FVOCI) – debt investment; Fair Value through Other Comprehensive Income (FVOCI) – equity investment; or Fair Value Through Profit or Loss (FVTPL). The classification of financial assets under IFRS 9 is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics.

On initial recognition of an equity investment that is not held for trading, the company may irrevocably elect to present subsequent changes in the investment's fair value in other comprehensive income (OCI). This election is made on an investment-by-investment basis.

These assets are subsequently measured at fair value. Other net gains and losses are recognised in OCI.



c) Unexpired risk on insurance premium and re-insurance premium are followed as per Insurance Act 1938 (as amended 2010) . However such general provision cannot satisfy the conditions of provision as per IAS 37. At the year end the GDICL has recognized provision of BDT 804,175,230 as balance of fund and liabilities in the balance sheet under liabilities.

d) Insurance Act 1938 has issued templates for financial statements which will strictly be followed by all general and life insurance company. The templates of financial statements issued by Insurance Act does not include other comprehensive income (OCI) nor are the elements of other comprehensive income allowed to include in a single comprehensive income (OCI) Statement. As such GDICL does not prepare the other comprehensive income statement. But deferred tax related to revaluation reserve & investment fluctuation reserve has been shown through statement of changes in equity.

e) As per IDRA guidelines, financial instruments are categorized, recognized and measured differently from those prescribed in IFRS 9. As such some disclosure and presentation requirements of IFRS 7 and IAS 32 have not been made in the accounts.

## 2.22 Interest expense

The Company has incurred interest and related expenses on account of overdraft, finance lease and short term loan. In terms of provision of the International Accounting Standard 1: Presentation of Financial Statements, interest expenses are recognized on accrual basis.

## 2.23 Earnings per share

Earnings per share have been calculated in accordance with International Accounting Standard 33: Earnings Per Share, and shown on the face of profit and loss account and computation shown in note # 24.

### Basic earning per share

This has been calculated by dividing the basic earning by the weighted average number of ordinary shares outstanding for the year.

### Basic earnings

This represents earnings for the period ended on 31 December 2019 attributable to the ordinary shareholders.

### Weighted average number of ordinary shares outstanding during the year

This represents the number of ordinary shares outstanding at the beginning of the year plus the number of ordinary shares issued (as bonus share) during the year multiplied by a time weighting factor. The time-weighting factor is the numbers of days the specific shares are outstanding as a proportionate of the number of days in the year.

### Diluted earnings per share

Diluted EPS is calculated if there is any commitment for issuance of equity shares in foreseeable future, i.e., potential shares, without inflow of resources to the Company against such issue. There was no such commitment during the year and accordingly no dilution is required in the year 2019.

## 2.24 Accounting for changes in accounting estimates

IAS 8 states that the effect of a change in an accounting estimate is to be applied prospectively by inclusion in the current accounting period and, if relevant, in future accounting period. The carrying amount of assets, liabilities, or equity may be changed following a change in accounting estimates in the period of the change.

## 2.25 Related party disclosure

As per International Accounting Standards: 24 Related Party Disclosures, parties are considered to be related if one of the party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The Company carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with its related parties. Related party disclosures have been given in Note: 26.





Amount in Taka	
2019	2018

**3.00 Authorised share capital:**

500,000,000 ordinary shares of BDT 10 each

5,000,000,000      5,000,000,000

**Issued, subscribed & paid up capital**

88,760,306 ordinary shares of BDT 10 each fully paid up in cash

887,603,057      806,911,870

**Classification of shareholders by holdings as on 31 December 2019.**

Range of share holding	No. of Shareholders	No. of Shares	% of Holdings	Value of Share in BDT
Less than 500 Shares	2,035	313,239	0.35%	3,132,387
501 - 5,000	916	1,353,421	1.52%	13,534,210
5,001 - 10,000	74	489,968	0.55%	4,899,680
10,001 - 20,000	46	596,002	0.67%	5,960,020
20001 - 30000	19	531,790	0.60%	5,317,900
30001 - 40000	9	383,110	0.43%	3,831,100
40,001 - 50,000	9	133,529	0.15%	1,335,290
50,001 - 60,000	4	390,598	0.44%	3,905,980
60,001 - 70,000	6	321,643	0.36%	3,216,430
70,001 - 80,000	6	668,234	0.75%	6,682,340
80,001 - 90,000	6	249,936	0.28%	2,499,360
90,001 and above	102	83,328,836	93.88%	833,288,360
	<b>3,232</b>	<b>88,760,306</b>	<b>100.00%</b>	<b>887,603,057</b>

**4.00 Reserve or contingency account**

Reserve for exceptional losses (Note: 4.01)

1,343,436,409      1,343,221,488

Investment fluctuation fund (Note: 4.02)

1,850,847,854      1,862,916,205

General reserve (Note: 4.03)

180,000,000      180,000,000

Dividend equalization fund (Note: 4.04)

110,000,000      110,000,000

Revaluation reserve (Note: 4.05)

1,010,099,164      1,016,438,495

**Total**

**4,494,383,427      4,512,576,188**

**4.01 Reserve for exceptional losses**

Opening balance

1,343,221,488      1,260,194,875

Add: Addition during the year (5% of net premium income)

99,840,978      83,026,613

Less: Adjustment During the year

(99,626,057)      -

**Sub Total**

**1,343,436,409      1,343,221,488**

**4.02 Investment fluctuation fund**

Opening balance

1,862,916,205      2,287,365,792

Adjustment during the year due to recognition of deferred tax liability

-      (228,736,579)

Adjusted opening balance as at 01 January 2018

**1,862,916,205      2,058,629,213**

Unrealised gain/(loss) made during the year

(13,409,279)      (217,458,898)

Deferred tax on unrealised gain/(loss) during the year

1,340,928      21,745,890

**Sub Total**

**1,850,847,854      1,862,916,205**

**4.03 General reserve**

Opening balance

180,000,000      180,000,000

Addition during the year

-      -

**Sub Total**

**180,000,000      180,000,000**

**4.04 Dividend equalization fund**

Opening balance

110,000,000      110,000,000

Less: Transfer to retained earnings

-      -

**Sub Total**

**110,000,000      110,000,000**



		Amount in Taka	
		2019	2018
<b>4.05</b>	<b>Revaluation reserve</b>		
	Opening balance	1,016,438,495	1,366,320,375
	Adjustment during the year due to recognition of deferred tax liability	-	(351,787,170)
	Adjusted opening balance as at 01 January 2018	<b>1,016,438,495</b>	<b>1,014,533,205</b>
	Realized through excess depreciation on revaluation of assets	(6,339,331)	1,905,290
	<b>Sub Total</b>	<b>1,010,099,164</b>	<b>1,016,438,495</b>
<b>4.A</b>	<b>Consolidated reserve for contingency account</b>		
	Green Delta Insurance Company	4,494,383,427	4,512,576,188
	Green Delta Securities Limited	21,560,673	40,937,653
	<b>Total</b>	<b>4,515,944,100</b>	<b>4,553,513,841</b>
<b>4.B</b>	<b>Consolidated Investment fluctuation fund</b>		
	Green Delta Insurance Company	1,850,847,854	1,862,916,205
	Green Delta Securities Limited	(47,961,292)	(28,584,312)
	<b>Total</b>	<b>1,802,886,562</b>	<b>1,834,331,893</b>
<b>4.C</b>	<b>Consolidated revaluation reserve</b>		
	Green Delta Insurance Company	1,010,099,164	1,016,438,495
	Green Delta Securities Limited	69,521,965	69,521,965
	<b>Sub Total</b>	<b>1,079,621,129</b>	<b>1,085,960,460</b>
<b>5.00</b>	<b>Profit and loss appropriation account</b>		
	Opening Balance ( accumulated un distributed profit)	231,736,883	206,289,188
	Add: Net profit for the year	360,604,545	318,887,851
	Less : Transfer to reserve for exceptional losses	(99,840,978)	(83,026,613)
	Less : Current tax expense	(69,825,297)	(60,000,000)
	Less : Deferred tax income / (expense)	9,930,966	(9,476,963)
	Less : Cash dividend paid for the year 2018	(80,691,187)	(161,382,374)
	Add: Transfer of excess depreciation from asset revaluation reserve	10,142,929	20,445,794
	<b>Total</b>	<b>362,057,861</b>	<b>231,736,883</b>
<b>5.A</b>	<b>Consolidated profit and loss appropriation account</b>		
	Green Delta Insurance company	362,057,861	231,736,883
	Green Delta Capital Limited	27,244,473	23,110,002
	Green Delta Securities Ltd.	162,210,211	193,458,487
	GD Assist Ltd.	2,989,411	2,830,064
	Professional Advancement Bangladesh Ltd.	(7,326,095)	(7,471,416)
	<b>Total</b>	<b>547,175,861</b>	<b>443,664,020</b>
<b>5.B</b>	<b>Non-controlling interest</b>		
	Green Delta Capital Limited	352	346
	Green Delta Securities Ltd.	454	469
	GD Assist Ltd.	6,467	6,384
	Professional Advancement Bangladesh Ltd.	5,110	5,010
	<b>Total</b>	<b>12,383</b>	<b>12,209</b>
<b>6.00</b>	<b>Balance of fund account</b>		
	Fire insurance business	251,465,340	184,144,543
	Marine insurance business	378,853,332	383,795,721
	Motor insurance business	62,588,656	64,466,505
	Misc. insurance business	111,267,902	41,644,636
	<b>Total</b>	<b>804,175,230</b>	<b>674,051,405</b>

Above business insurance accounts maintained as reserve for unexpired risks based on following percentages on premium income excluding Public Sector Business at the following rates :

Particulars	Total Net Premium (without SBC)	%	Balance of Fund	
			2019	2018
Fire	628,663,349	40%	251,465,340	184,144,543
Marine Cargo	906,502,050	40%	362,600,820	361,209,865
Marine Hull	16,252,512	100%	16,252,512	22,585,856
Motor	156,471,640	40%	62,588,656	64,466,505
Miscellaneous	278,169,755	40%	111,267,902	41,644,636
<b>Total</b>	<b>1,986,059,306</b>		<b>804,175,230</b>	<b>674,051,405</b>



Amount in Taka	
2019	2018

**7.00 Premium deposits**

Marine cargo  
Total

236,909,826	338,990,220
<b>236,909,826</b>	<b>338,990,220</b>

This represents the amount of premium deposited with the company against cover notes for which no policy has been issued upto the end of the year.

**8.00 Estimated liability in respect of outstanding claims whether due or intimated**

Fire  
Marine Cargo  
Marine Hull  
Motor  
Miscellaneous  
Total

241,056,633	190,194,936
2,712,386	37,954,040
5,480,538	138,485
7,677,600	5,684,125
9,459,564	20,343,820
<b>266,386,721</b>	<b>254,315,406</b>

**9.00 Amount due to other persons or bodies carrying on insurance business**

This represents the amount payable to overseas re-insurers and private sector insurance companies on account of re-insurance and co-insurance premium as at 31 December.

Payable against co-insurance premium  
Overseas re-insurer  
Total

62,295,443	72,216,701
891,343,162	691,988,851
<b>953,638,605</b>	<b>764,205,552</b>

**10.00 Sundry creditors**

Liability for expenses  
Others payable  
Provision for income tax (Note : 10.01)  
Deferred tax liabilities (Note : 10.02)  
Unclaimed dividend  
Total

17,470,868	45,837,455
433,777,766	441,956,965
490,260,868	420,435,571
641,019,840	656,095,332
38,971,870	37,117,683
<b>1,621,501,212</b>	<b>1,601,443,008</b>

**10.01 Provision for income tax**

Opening balance  
Add : Addition during the year  
Sub Total

420,435,571	360,435,571
69,825,297	60,000,000
<b>490,260,868</b>	<b>420,435,571</b>

**10.02 Deferred tax (asset)/liability**

Opening balance  
Adjustment due to recognition of deferred tax liability  
Adjusted opening balance as on 1 January 2018  
Deferred tax obligation / (benefit) during the year  
Deferred tax obligation / (benefit) during the year related to investment fluctuation fund and excess depreciation on revaluation reserve  
Total

656,095,332	110,191,594
-	580,523,749
<b>656,095,332</b>	<b>690,715,343</b>
(9,930,966)	9,476,963
(5,144,526)	(44,096,974)
<b>641,019,840</b>	<b>656,095,332</b>

**10.02.01 Deferred tax assets/(liabilities) component**

Carrying value of Property, plant & equipment at cost  
Investment fluctuation fund  
Revaluation on land  
Revaluation on other components of property, plant & equipment  
Total

	Carrying amount	Tax base	Deferred tax (asset)/liability 2019	Deferred tax (asset)/liability 2018
Carrying value of Property, plant & equipment at cost	723,875,172	431,241,597	109,737,591	119,668,557
Investment fluctuation fund	2,056,497,616	-	205,649,762	206,990,689
Revaluation on land	778,963,925	-	116,844,589	116,844,589
Revaluation on other components of property, plant & equipment	556,767,729	-	208,787,898	212,591,496
<b>Total</b>	<b>4,116,104,442</b>	<b>431,241,597</b>	<b>641,019,840</b>	<b>656,095,332</b>



		Amount in Taka	
		2019	2018
<b>10.A Consolidated sundry creditors</b>			
	Green Delta Insurance Company Ltd.	1,621,501,212	1,601,443,008
	Green Delta Capital Limited	17,533,689	43,946,834
	Green Delta Securities Limited	117,241,121	166,425,168
	Professional Advancement Bangladesh Ltd.	447,921	147,929
	GD Assist Ltd.	6,340,991	9,204,854
	<b>Total</b>	<b>1,763,064,934</b>	<b>1,821,167,793</b>
<b>11.00 Loan received</b>			
	Bank overdraft	1,288,642,910	446,550,218
	Short term loan	-	339,525,947
	Loan from Green Delta Capital	69,999,900	-
	<b>Total</b>	<b>1,358,642,810</b>	<b>786,076,165</b>
<b>11.A Consolidated bank overdraft</b>			
	Green Delta Insurance Company Ltd.	1,288,642,910	786,076,165
	Green Delta Securities Limited	221,717,813	196,588,534
	Green Delta Capital Limited	83,985,989	-
	GD Assist Ltd.	4,319,496	-
	<b>Total</b>	<b>1,598,666,208</b>	<b>982,664,699</b>
<b>12.00 Investment</b>			
	Investment in government bond	25,000,000	25,000,000
	Investment in GDSL as margin loan (Note: 12.01)	205,000,000	225,000,000
	Investment in quoted shares (Market Price)	2,863,321,038	2,878,364,905
	Investment in FDR (maturity more than 3 months)	187,927,566	206,041,094
	Investment in unquoted share(Note: 12.02)	209,710,890	209,710,890
	Investment in Subsidiaries (Note: 12.03)	409,991,800	395,991,800
	<b>Total</b>	<b>3,900,951,294</b>	<b>3,940,108,689</b>
<b>12.01 Investment in GDSL as margin loan</b>			
	Margin Loan of Green Delta Securities Ltd.	205,000,000	225,000,000
	<b>Sub Total</b>	<b>205,000,000</b>	<b>225,000,000</b>
	The amount was invested in GDSL as margin loan amount of BDT 75,000,000 @ 10 % and BDT 130,000,000 @ 10% interest annually.		
<b>12.02 Investment in unquoted share</b>			
	Green Delta AIMS Ltd.	4,500,000	4,500,000
	United Hospital	56,100,000	56,100,000
	Alliance Leasing and Finance	120,000,000	120,000,000
	Financial Excellence	3,000,000	3,000,000
	CDBL	1,138,890	1,138,890
	BD Venture	20,000,000	20,000,000
	Energypac Power Generation Ltd.	4,972,000	4,972,000
	<b>Sub Total</b>	<b>209,710,890</b>	<b>209,710,890</b>
<b>12.03 Investment in Subsidiaries</b>			
	Green Delta Capital Limited	249,999,900	249,999,900
	Green Delta Securities Ltd.	99,999,900	99,999,900
	GD Assist Ltd.	49,996,000	9,996,000
	Professional Advancement Bangladesh Ltd.	9,996,000	9,996,000
	GD Asset management Ltd.	-	26,000,000
	<b>Sub Total</b>	<b>409,991,800</b>	<b>395,991,800</b>
<b>12.A Consolidated investment</b>			
	Investment of Green Delta Insurance Co. Ltd.	3,285,959,494	3,345,116,889
	Investment of Green Delta Capital Ltd.	229,669,340	237,780,338
	Investment of Green Delta Securities Ltd.	259,955,501	255,120,180
	Investment of Professional Advancement Bangladesh Ltd.	13,097,511	12,630,103
	Investment of GD Assist Ltd.	24,734,628	23,652,433.00
	<b>Total</b>	<b>3,813,416,474</b>	<b>3,874,299,943</b>



Amount in Taka	
2019	2018

**13.00 Outstanding premium**

Outstanding premium represents installments due as on the reporting date on account of Marine & Aviation Business.

Marine hull	61,429,105	36,254,142
Aviation hull	55,370,768	80,496,179
<b>Total</b>	<b>116,799,873</b>	<b>116,750,321</b>

**14.00 Amount due from other persons or bodies carrying on insurance business**

This represents the amount receivable from private sector insurance companies on account of co-insurance premium and claim as on 31 December:

Co-insurance premium receivable	30,583,936	17,622,429
Co-insurance claim receivable	11,788,513	8,207,932
Amount due from overseas re-insurer & SBC	3,151,170,817	2,418,086,732
<b>Total</b>	<b>3,193,543,266</b>	<b>2,443,917,092</b>

**15.00 Sundry debtors (including advance and deposits)**

Advance rent	10,325,845	15,354,089
Advance salary	52,261	829,404
Car lease for employees (advance)	-	201,116
Other advances	780,725,411	586,955,049
Security deposit	3,927,303	3,747,302
Accrued interest	9,355,315	9,475,692
<b>Total</b>	<b>804,386,135</b>	<b>616,562,652</b>

**15.A Consolidated sundry debtors**

Green Delta Insurance Company Ltd.	729,214,403	518,429,976
Green Delta Capital Limited	67,847,091	38,030,516
Green Delta Securities Limited	401,932,872	417,379,852
Professional Advancement Bangladesh Ltd.	17,297,389	12,958,268
GD Assist Ltd.	17,737,664	12,831,369
<b>Total</b>	<b>1,234,029,419</b>	<b>999,629,981</b>

**16.00 Cash and cash equivalent**

Fixed deposits	843,988,921	813,505,668
Cash at Bank	94,798,585	74,308,788
Cash in hand	2,325,495	9,103,197
<b>Total</b>	<b>941,113,001</b>	<b>896,917,653</b>

**16.A Consolidated cash and cash equivalent**

Green Delta Insurance Company Ltd.	941,113,001	896,917,653
Green Delta Capital Limited	6,540,870	35,982,686
Green Delta Securities Limited	195,704,881	282,161,265
Professional Advancement Bangladesh Ltd.	421,432	1,267,526
GD Assist Ltd.	6,170,147	812,855
<b>Total</b>	<b>1,149,950,331</b>	<b>1,217,141,985</b>

**17.00 Land**

Land at revalued price (Mohakhali)	800,000,000	800,000,000
Land at Aftabnagar (cost Price)	59,974,010	59,974,010
<b>Total</b>	<b>859,974,010</b>	<b>859,974,010</b>

Land has been revalued as per decision of the board and stated at new revalued price which was measuring 6 (Six) khatha and 4 (four) Chataks situated at 51, Mohakhali C/A, Dhaka-1212. Moreover company has purchased two plots (10 Katha) at Aftab Nagar, Eastern Housing, Rampura, Dhaka.





18.00 Fixed asset	Furniture & Fixtures	Office & Electrical Equipments	Vehicles	Building & Real Estate		Total
				Own Used	Investment Property	
<b>Cost/Revaluation</b>						
As at 01 January 2019	87,825,944	99,527,902	117,904,350	631,699,128	636,884,423	1,573,841,747
Additions during the year	2,804,849	15,281,363	8,223,470	-	-	26,309,682
Disposal during the year	(196,100)	(640,000)	(11,363,340)	-	-	(12,199,440)
<b>Total as at 31 December 2019</b>	<b>90,434,693</b>	<b>114,169,265</b>	<b>114,764,480</b>	<b>631,699,128</b>	<b>636,884,423</b>	<b>1,587,951,989</b>
<b>Depreciation</b>						
As at 01 January 2019	44,220,653	74,279,431	99,651,647	40,365,764	29,320,464	287,837,959
Charged during the year	9,143,037	9,935,647	6,889,773	6,380,799	6,433,176	38,782,432
Disposal during the year	(132,142)	(639,985)	(11,344,603)	-	-	(12,116,730)
<b>Total as at 31 December 2019</b>	<b>53,231,548</b>	<b>83,575,093</b>	<b>95,196,817</b>	<b>46,746,563</b>	<b>35,753,640</b>	<b>314,503,661</b>
<b>Sub Total written down value of fixed asset</b>	<b>37,203,145</b>	<b>30,594,172</b>	<b>19,567,663</b>	<b>584,952,565</b>	<b>601,130,783</b>	<b>1,273,448,328</b>
<b>Sub Total written down value of intangible assets (Note 18.01)</b>						<b>7,194,572</b>
<b>Total written down value as at 31 December 2019</b>	<b>37,203,145</b>	<b>30,594,172</b>	<b>19,567,663</b>	<b>584,952,565</b>	<b>601,130,783</b>	<b>1,280,642,900</b>
<b>Written down value at 31 December 2018</b>	<b>43,605,291</b>	<b>25,248,471</b>	<b>18,252,703</b>	<b>591,333,364</b>	<b>607,563,959</b>	<b>1,286,003,788</b>
<b>Written down value of intangible assets</b>						<b>3,235,362</b>
<b>Total Written down value at 31 December 2018</b>	<b>43,605,291</b>	<b>25,248,471</b>	<b>18,252,703</b>	<b>591,333,364</b>	<b>607,563,959</b>	<b>1,289,239,151</b>

	Amount in Taka	
	2019	2018
<b>18.01 Intangible assets</b>		
<b>Opening balance</b>	7,172,697	7,172,697
Add : Addition during the year	5,396,119	-
Less : Amortization during the year	1,436,909	1,024,671
Less : Accumulated amortization	3,937,335	2,912,664
<b>Sub Total</b>	<b>7,194,572</b>	<b>3,235,362</b>
<b>18.A Consolidated fixed assets</b>		
Green Delta Insurance Company Ltd.	1,273,448,328	1,286,003,788
Green Delta Capital Limited	4,773,403	4,732,746
Green Delta Securities Ltd.	13,549,094	7,618,063
Professional Advancement Bangladesh Ltd.	3,833,796	4,057,394
GD Assist Ltd.	15,009,926	14,531,030
<b>Total</b>	<b>1,310,614,547</b>	<b>1,316,943,021</b>
<b>18.B Consolidated intangible assets</b>		
Green Delta Insurance Company Ltd.	7,194,572	3,235,362
Green Delta Capital Limited	166,162	768,171
<b>Total</b>	<b>7,360,734</b>	<b>4,003,533</b>
<b>19.00 Stock of printing, stationery &amp; stamps</b>		
Printing	1,567,988	1,560,532
Stationery	10,703	9,279
Insurance policy stamps	731,597	380,522
<b>Total</b>	<b>2,310,288</b>	<b>1,950,333</b>
<b>20.00 Audit fees</b>		
Statutory audit	690,000	345,000
<b>Total</b>	<b>690,000</b>	<b>345,000</b>
<b>21.00 Investment and others income</b>		
Interest on FDR & STD and others	75,001,158	77,475,880
Net profit from shares trading	2,428,240	5,541,405
Interest on national bond	1,717,400	1,898,531
Gain from asset disposal	3,332,490	2,712,283
Dividend income	132,700,216	72,124,941
Interest income from GDSL	21,333,255	22,253,427
Co-ins service charges	6,572,520	3,699,799
Sundry income	8,150,051	10,721,522
Rental income	30,229,830	29,286,868
Income from trustee commission	13,320,000	12,170,000
Currency exchange gain/ (loss)	(60,141)	1,110,507
<b>Total</b>	<b>294,725,019</b>	<b>238,995,163</b>



		Amount in Taka	
		2019	2018
<b>21.A Consolidated income from share</b>			
Green Delta Insurance Company Ltd.		2,428,240	5,541,405
Green Delta Capital Limited		2,946,008	5,830,089
Green Delta Securities Ltd.		2,542,898	35,999,974
<b>Total</b>		<b>7,917,146</b>	<b>47,371,468</b>
<b>21.B Consolidated interest &amp; others income</b>			
Green Delta Insurance Company Ltd.		129,366,733	132,041,949
Green Delta Capital Limited		30,792,126	14,070,656
Green Delta Securities Ltd.		57,960,621	56,493,786
Professional Advancement Bangladesh Ltd.		486,239	1,485,343
GD Assist Ltd.		2,602,546	1,555,902
		<b>221,208,265</b>	<b>205,647,636</b>
Less: Inter company transaction		41,241,100	22,253,427
<b>Total</b>		<b>179,967,165</b>	<b>183,394,209</b>
<b>21.C Consolidated management expenses</b>			
Green Delta Insurance Company Ltd.		305,371,311	272,331,521
Green Delta Capital Limited		46,635,701	34,911,971
Green Delta Securities Ltd.		125,438,669	129,691,466
Professional Advancement Bangladesh Ltd.		7,569,085	8,001,858
GD Assist Ltd.		10,282,149	6,783,172
		<b>495,296,915</b>	<b>451,719,988</b>
Less: Inter company transaction		41,241,100	22,253,427
<b>Total</b>		<b>454,055,815</b>	<b>429,466,561</b>

**22.00 Claims under policies less re-insurance**

	Fire	Marine Cargo	Marine Hull	Motor	Miscellaneous	Total
Claims paid during the year	245,945,155	157,072,601	5,624,336	32,946,827	111,820,597	553,409,517
Claims outstanding at the end of the year	241,056,633	2,712,386	5,480,538	7,677,600	9,459,564	266,386,721
Claims outstanding at the beginning of the year	(190,194,936)	(37,954,040)	(138,485)	(5,684,125)	(20,343,820)	(254,315,406)
<b>Total amount (year - 2019)</b>	<b>296,806,852</b>	<b>121,830,947</b>	<b>10,966,389</b>	<b>34,940,302</b>	<b>100,936,341</b>	<b>565,480,832</b>
<b>Total amount (year - 2018)</b>	<b>222,732,869</b>	<b>185,243,775</b>	<b>2,866,095</b>	<b>33,547,913</b>	<b>26,541,688</b>	<b>470,932,340</b>

**23.00 Premium less re-insurance**  
Class of business :

	On Direct Business	On Re-ins Accepted	On Re-ins. Ceded	Total Amount in 2019	Total Amount in 2018
Fire	1,859,828,090	-	(1,228,931,023)	630,897,067	462,654,480
Marine Cargo	1,264,164,797	-	(352,416,678)	911,748,119	906,922,804
Marine Hull	206,811,147	-	(190,509,965)	16,301,182	22,625,804
Motor	183,542,672	-	(24,516,173)	159,026,499	163,479,811
Miscellaneous	649,801,534	-	(370,954,831)	278,846,703	104,849,365
<b>Total amount (31 December 2019)</b>	<b>4,164,148,240</b>	<b>-</b>	<b>(2,167,328,670)</b>	<b>1,996,819,570</b>	<b>1,660,532,264</b>

**24.00 Earning per share (EPS)**

**Basic earning per share (EPS) on net profit after tax**

3.39 3.09

**Earnings attributable to ordinary shares:**

A 300,710,215 249,410,888

Profit as per profit & loss account

360,604,545 318,887,851

Less: Income tax provision

69,825,297 60,000,000

Less: Deferred tax expenses

(9,930,966) 9,476,963

Less: Loss from discontinued business

- -

**Number of shares:**

B 88,760,306 80,691,187

**Number of shares Outstanding:**

Number of shares as at 31.12.2019 Number of shares as at 31.12.2018

Shares outstanding as on 1 January

80,691,187 80,691,187

Bonus share issued during the year

8,069,119 -

New share issued

- -

**88,760,306 80,691,187**

**300,710,215 249,410,888**

**88,760,306 80,691,187**

**Basic earnings per shares C=(A/B) =**

**3.39 3.09**



	Amount in Taka	
	2019	2018
<b>24.A Consolidated earning per share (EPS)</b>		
<b><u>Earnings attributable to ordinary shares:</u></b>	<b>301,122,439</b>	<b>294,012,366</b>
Profit as per profit & loss account	372,379,668	389,004,565
Less: Income tax provision	81,188,196	85,515,236
Less: Deferred tax expenses	(9,930,966)	9,476,963
<b>Consolidated EPS =</b>	<b>88,760,306</b>	<b>80,691,187</b>
	<b>3.39</b>	<b>3.64</b>

**25.00 Net assets value**

The offer price of the common stock of Green Delta Insurance Co. Ltd. has been determined on the basis of net assets value, the break up is given below:

<b>A. Assets.</b>		
Investment	3,900,951,294	3,940,108,689
Outstanding premium	116,799,873	116,750,321
Amount due to other persons or bodies carrying on insurance business	3,193,543,266	2,443,917,092
Sundry debtors	804,386,135	616,562,652
Cash and bank balance	941,113,001	896,917,653
Land, fixed asset & others	2,142,927,198	2,151,163,494
<b>Total Assets</b>	<b>11,099,720,767</b>	<b>10,165,419,901</b>
<b>B. Liabilities</b>		
Balance of fund accounts	804,175,230	674,051,405
Premium deposit	236,909,826	338,990,220
Estimated liability in respect of outstanding claims whether due or intimated	266,386,721	254,315,406
Amount due to other persons or bodies carrying on insurance business	953,638,605	764,205,552
Sundry creditors	1,621,501,212	1,601,443,008
Bank loan	1,358,642,810	786,076,165
<b>Total liabilities</b>	<b>5,241,254,404</b>	<b>4,419,081,756</b>
<b>Net Assets (A - B)</b>	<b>5,858,466,363</b>	<b>5,746,338,145</b>
<b>Number of shares outstanding during the year</b>	<b>88,760,306</b>	<b>80,691,187</b>
<b>Net assets value per share</b>	<b>66.00</b>	<b>71.21</b>

**26.00 Related party transactions**

The Company has entered into transactions with other entities in normal course of business that fall within the definition of related party as per International Accounting Standard-24 "Related Party Disclosure". The terms of related party transaction are not significantly different from those that could have been obtained from their parties. The significant related party transactions are as follows:

Name of the Party	Relationship	Nature of Transaction	Amount in BDT	
			2019	2018
Green Delta Securities Ltd.	Subsidiary Company	Intercompany Credit	248,412,176	264,869,149
Green Delta Capital Ltd.	Subsidiary Company	Inter Company Transaction	(69,767,537)	237,375
Professional Advancement Bang. Ltd.	Subsidiary Company	Inter Company Transaction	31,527,193	28,235,768
GD Assist Ltd.	Subsidiary Company	Inter Company Transaction	(7,952,061)	29,790,385

**27.00 Number of employees**

During the year under audit, there were 519 employees for the full year and 39 employees for less than full year.



**Status of compliance of International Accounting Standards and International  
Financial Reporting Standards**

<b>Name of the IAS</b>	<b>IAS No.</b>	<b>Status</b>
Presentation of financial statements	1	**
Inventories	2	N/A
Cash flow statement	7	Complied
Accounting policies, change in accounting estimates and errors	8	Complied
Events after the balance sheet date	10	Complied
Construction contracts	11	N/A
Income taxes	12	Complied
Property, plant and equipment	16	Complied
Employee benefits	19	Complied
Accounting for government grants and disclosure of governments assistance	20	Complied
The effect of change in foreign exchange rates	21	Complied
Borrowing cost	23	Complied
Related party disclosure	24	Complied
Accounting and reporting by retirement benefits plan	26	Complied
Consolidated and separate financial statements	27	Complied
Investment in associates	28	N/A
Investment in joint ventures	31	N/A
Financial instruments: disclosure and presentations	32	**
Earning per share	33	Complied
Interim financial reporting	34	Complied
Impairment of assets	36	Complied
Provision, contingent liabilities and contingent assets	37	Complied
Intangible assets	38	Complied
Investment property	40	N/A
Agriculture	41	N/A
<b>Name of the IFRS</b>	<b>IFRS No.</b>	<b>Status</b>
Share based payment	2	N/A
Business combination	3	N/A
Insurance contracts	4	**
Non-currents assets held for sale and discontinued operation	5	N/A
Exploration for and evaluation of mineral resources	6	N/A
Financial instruments : disclosure	7	**
Operating segment	8	N/A
Financial Instruments	9	**
Leases	16	Complied

\*\* Green Delta Insurance Company Limited management has followed the principles of IAS & IFRS consistently in the preparation of the financial statements to that extent as applicable to Insurance Company. Some of the standards have not been complied with, about which IDRA has special guideline.



**Green Delta Insurance Company Limited**  
**Calculation of Current Tax Provision**  
**For the income year ended 31 December 2019**

Net Profit Before Tax			360,604,544
<b>Add: Expenses charged to Profit and Loss Account</b>			
(1) Depreciation		38,782,432	
(2) Entertainment		672,379	39,454,811
			<u>400,059,355</u>
<b>Deduct: Income incorporated in Profit and Loss Account</b>			
(1) Capital gains from share trading	21	2,428,240	
(2) Dividend income	21	132,700,216	135,128,456
			<u>264,930,899</u>
			5,262,200
<b>Add: Excess Perquisites (Estimated)</b>			<u>270,193,099</u>
<b>Less: Allowable expenditures</b>			
(1) Depreciation as per 3rd Schedule		54,899,929	
(2) Reserve for exceptional Losses ( Fourth Schedule Part 6-(2)		99,840,978	
(5) Entertainment expenses allowable as per limit u/s 30(i) Rule 65		672,379	155,413,287
<b>Total income from Insurance Business</b>			<u>114,779,812</u>
(1) Capital gains from share trading		2,428,240	
(2) Dividend income		132,700,216	135,128,456
<b>Assessed profit before tax</b>			<u><u>249,908,268</u></u>

<u>Category of Income</u>	<u>Income</u>	<u>Rate</u>	<u>Tax Liability</u>
Income from Insurance Business	114,779,812	37.5%	43,042,430
Tax on Dividend Income	132,700,216	20%	26,540,043
Capital Gain on sale of shares	2,428,240	10%	242,824
<b>Gross current tax liability for income year ended on 31 December 2019</b>	<u><u>249,908,268</u></u>		<u><u>69,825,297</u></u>



