



Auditors' Report

- (I) We have examined the annexed Balance Sheet of **Green Delta Insurance Company Limited** as at 31st December, 1991 and related Fire, Marine, Motor and Miscellaneous Revenue Accounts and the Profit and Loss and Appropriation Account for the year to that date.
- (II) Our examination was made in accordance with generally accepted auditing standards and accordingly included such test of the accounting records and such other audit procedures as were considered necessary in the circumstances.
- (III) We have obtained all the information and explanations we required and in our opinion, the Balance Sheet and the relevant accounts have been drawn up in conformity with the Insurance Act, 1938.
- (IV) In our opinion, the aforementioned financial statements, read in conjunction with our annexed notes of even date which are an integral part of the report, presents fairly the financial position of the Company and results of its operation for the above in conformity with generally accepted insurance accounting principles.
- (V) Proper books of accounts have been maintained by the Company as required by the statute.

12th May 1992

Khan Wahab Shafique Rahman & Co.
Chartered Accountants



Balance Sheet As at 31st December 1991

Capital and Liabilities	Note	1991 Taka	1990 Taka
Share Capital			
Authorised	2	100,000,000	100,000,000
Issued, subscribed and paid-up		60,000,000	60,000,000
Reserve or Contingency Account			
Reserve for exceptional losses	3	30,029,787	24,482,695
General Reserve		250,000	250,000
Profit and Loss Appropriation Account			
		442,573	423,601
Balance of Fund Accounts			
Fire Insurance Business		11,534,740	12,938,005
Marine Cargo Insurance Business		14,347,788	13,752,959
Marine Hull Insurance Business		154,085	881,535
Motor Insurance Business		5,667,146	5,280,429
Miscellaneous Insurance Business		3,481,462	3,031,143
Premium Deposit	4	18,509,593	20,030,236
Liabilities and Provisions			
Estimated liability in respect of outstanding claims whether due or intimated	5	21,824,036	16,038,987
Amount due to other persons or bodies carrying on Insurance Business	6	33,342,131	26,667,985
Sundry Creditors (Including outstanding expenses and taxes)	7	35,821,872	37,484,848
		<u>235,405,213</u>	<u>221,262,423</u>

As per annexed report of even date.

Shafat Ahmed Chaudhuri
Chairman

Azam J. Chowdhury
Director

A. Q. M. Nurul Absar
Director

Balance Sheet
As at 31st December 1991

Assets and Properties	Note	1991 Taka	1990 Taka
Investment (at cost)	8		
Pratirakkha Sanchaypatra		4,500,000	4,500,000
National Bond		—	600,000
Securities		2,757,071	2,757,071
Outstanding Premium	9	26,382,329	19,983,192
Sundry Debtors (Including advances and deposits)	10	3,467,974	4,993,037
Cash in Hand and at Bank			
At banks on fixed deposit		144,948,360	140,411,061
At banks on STD & current account		18,616,024	33,588,106
Cash and cheque in hand and on transit		6,064,276	6,381,050
Other Accounts			
Land Property (at cost)	14	21,637,753	—
Other Fixed Assets (at cost less depreciation)	11	6,721,774	7,756,669
Stock of stationery and stamps		243,034	225,619
Preliminary expenses		66,618	66,618
		<u>235,405,213</u>	<u>221,262,423</u>

Nasir A. Choudhury
 Managing Director

Q. M. Shariful Ala
 Executive Vice President
 & Company Secretary

Khàn Wahab Shafique Rahman & Co.
 Chartered Accountants



Profit and Loss Account
For the year ended 31st December 1991

	1991 Taka	1990 Taka
Expenses of Management (Not applicable to any particular Fund or Account)	4,646,689	4,209,509
Charity and Donation	366,680	301,350
Director's Fee	39,800	53,000
Audit Fee	65,000	65,000
Depreciation	1,876,285	1,872,086
Net profit for the year carried down to Profit and Loss Appropriation Account	22,922,586	35,475,908
	<u>29,917,040</u>	<u>41,976,853</u>

Profit and Loss Appropriation Account
For the year ended 31st December 1991

Reserve for Exceptional Losses	5,547,092	7,088,000
Reserve for Taxation	9,556,522	18,655,352
Dividend	7,800,000	9,600,000
Balance Transferred to Balance Sheet	442,573	423,601
	<u>23,346,187</u>	<u>35,766,953</u>

Shafat Ahmed Chaudhuri
Chairman

Azam J. Chowdhury
Director

A. Q. M. Nurul Absar
Director



Profit and Loss Account For the year ended 31st December 1991

	1991 Taka	1990 Taka
Interest and Dividends (Not applicable to any particular Fund or Account)		
Interest & Dividends	15,595,977	16,641,143
Profit and Loss Transferred From :		
Fire Insurance Revenue Account	599,806	13,303,469
Marine Cargo Insurance Revenue Account	12,985,744	12,150,376
Misc. Insurance Revenue Account	4,161,492	784,950
Marine Hull Insurance Revenue Account	(191,538)	467,354
Motor Insurance Revenue Account	(3,234,441)	(1,370,439)
	14,321,063	25,335,710
	<u>29,917,040</u>	<u>41,976,853</u>

Profit and Loss Appropriation Account For the year ended 31st December 1991

Balance brought forward from last year	423,601	291,045
Net profit for the year brought down	22,922,586	35,475,908
	<u>23,346,187</u>	<u>35,766,953</u>

Nasir A. Choudhury
Managing Director

Q. M. Shariful Ala
Executive Vice President
& Company Secretary

Khan Wahab Shafique Rahman & Co.
Chartered Accountants



**Consolidated all Business Revenue Account
For the year ended 31st December 1991**

	Note	1991 Taka	1990 Taka
Claims Under Policies Less Re-Insurance	13	35,609,734	14,893,707
Agency Commission		—	4,595,046
Commission on Re-Insurance Accepted		133,086	166,906
Expenses of Management		48,226,651	34,672,268
Profit Transferred to Profit and Loss Account		14,321,063	25,335,710
Balance of Accounts at the end of the year as shown in the Balance Sheet		35,185,222	35,884,071
		<u>133,475,756</u>	<u>115,547,708</u>

Shafat Ahmed Chaudhuri
Chairman

Azam J. Chowdhury
Director

A. Q. M. Nurul Absar
Director



**Consolidated all Business Revenue Account
For the year ended 31st December 1991**

	Note	1991 Taka	1990 Taka
Balance of Account at the Beginning of the Year		35,884,071	31,659,588
Gross Premium		132,913,549	117,803,278
Re-Insurance Premium		(53,071,103)	(46,916,671)
Net Premium	12	79,842,446	70,886,607
Commission on Re-Insurance Ceded		17,749,239	13,001,513
		<u>133,475,756</u>	<u>115,547,708</u>

Nasir A. Choudhury
Managing Director

Q. M. Shariful Ala
Executive Vice President
& Company Secretary

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Chartered Accountants



Fire Insurance Revenue Account
For the year ended 31st December 1991

	Note	1991 Taka	1990 Taka
Claims Under Policies Less Re-Insurance	13	22,744,304	3,422,021
Agency Commission		—	1,650,390
Commission on Re-Insurance Accepted		104,619	130,546
Expenses of Management		15,828,186	12,655,378
Profit Transferred to Profit and Loss Account		599,806	13,303,469
Balance of Account at the end of the year as shown in the Balance Sheet			
Reserve for unexpired risks being 50% of the premium income of the year		11,534,740	12,938,005
		<u>50,811,655</u>	<u>44,099,809</u>

Shafat Ahmed Chaudhuri
Chairman

Azam J. Chowdhury
Director

A. Q. M. Nurul Absar
Director



Fire Insurance Revenue Account
For the year ended 31st December 1991

	Note	1991 Taka	1990 Taka
Balance of Account at the Beginning of the Year	11	12,938,005	9,644,131
Premium Less Re-Insurance	12	26,598,850	25,876,010
Commission on Re-Insurance Ceded		11,274,800	8,579,668
		<u>50,811,655</u>	<u>44,099,809</u>

Nasir A. Choudhury
 Managing Director

Q. M. Shariful Ala
 Executive Vice President
 & Company Secretary

Khan Wahab Shafique Rahman & Co.
 Chartered Accountants



Marine Cargo Insurance Revenue Account For the year ended 31st December 1991

	Note	1991 Taka	1990 Taka
Claims Under Policies Less Re-Insurance	13	545,397	3,731,012
Agency Commission		—	2,537,987
Commission on Re-Insurance Accepted		—	—
Expenses of Management		19,593,025	13,452,840
Profit Transferred to Profit and Loss Account		12,985,744	12,150,376
Balance of Account at the end of the year as shown in the Balance Sheet			
Reserve for unexpired risks being 50% of the premium income of the year		14,347,788	13,752,959
		<u>47,471,954</u>	<u>45,625,174</u>

Shafat Ahmed Chaudhuri
Chairman

Azam J. Chowdhury
Director

A. Q. M. Nurul Absar
Director



**Marine Cargo Insurance Revenue Account
For the year ended 31st December 1991**

	1991 Taka	1990 Taka
Balance of Account at the Beginning of the Year	13,752,959	16,918,267
Premium Less Re-Insurance	32,380,029	27,505,918
Commission on Re-Insurance Ceded	1,338,966	1,200,989
	<u>47,471,954</u>	<u>45,625,174</u>

Nasir A. Choudhury
Managing Director

Q. M. Shariful Ala
Executive Vice President
& Company Secretary

Khan Wahab Shafique Rahman & Co.
Chartered Accountants



Marine Hull Insurance Revenue Account For the year ended 31st December 1991

	Note	1991 Taka	1990 Taka
Claims Under Policies Less Re-Insurance	13	2,204,822	1,252,159
Agency Commission		—	172,525
Commission on Re-Insurance Accepted		—	—
Expenses of Management		160,817	416,067
Profit Transferred to Profit and Loss Account		—	467,354
Balance of Account at the end of the year as shown in the Balance Sheet			
Reserve for unexpired risks being 100% of the premium income of the year		154,085	881,535
		<u>2,519,724</u>	<u>3,189,640</u>

Shafat Ahmed Chaudhuri
Chairman

Azam J. Chowdhury
Director

A. Q. M. Nurul Absar
Director

Marine Hull Insurance Revenue Account
For the year ended 31st December 1991

	Note	1991 Taka	1990 Taka
Balance of Account at the Beginning of the Year	13	881,535	584,387
Premium Less Re-Insurance	12	413,792	881,535
Commission on Re-Insurance Ceded		1,032,859	1,723,718
Loss Transferred to Profit and Loss Account		191,538	—
		<u>2,519,724</u>	<u>3,189,640</u>

Nasir A. Choudhury
 Managing Director

Q. M. Shariful Ala
 Executive Vice President
 & Company Secretary

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 Chartered Accountants



**Motor Insurance Revenue Account
For the year ended 31st December 1991**

	Note	1991 Taka	1990 Taka
Claims Under Policies Less Re-Insurance	13	7,277,562	4,368,876
Agency Commission		—	75,301
Expenses of Management		7,637,037	5,166,168
Balance of Account at the end of the year as shown in the Balance Sheet			
Reserve for unexpired risks being 50% of the premium income of the year		5,667,146	5,280,429
		<u>20,581,745</u>	<u>14,890,774</u>

Shafat Ahmed Chaudhuri
Chairman

Azam J. Chowdhury
Director

A. Q. M. Nurul Absar
Director

Motor Insurance Revenue Account
For the year ended 31st December 1991

	Note	1991 Taka	1990 Taka
Balance of Account at the Beginning of the Year	13	5,280,429	2,959,477
Premium Less Re-Insurance	12	12,064,549	10,560,858
Commission on Re-Insurance Ceded		2,325	—
Loss Transferred to Profit and Loss Account		3,234,442	1,370,439
		<u>20,581,745</u>	<u>14,890,774</u>

Nasir A. Choudhury
 Managing Director

Q. M. Shariful Ala
 Executive Vice President
 & Company Secretary

Khan Wahab Shafique Rahman & Co.
 Chartered Accountants



Miscellaneous Insurance Revenue Account For the year ended 31st December 1991

	Note	1991 Taka	1990 Taka
Claims Under Policies Less Re-Insurance	13	2,837,649	2,119,639
Agency Commission		—	158,843
Commission on Re-Insurance Accepted		28,467	36,360
Expenses of Management		5,007,587	2,981,815
Profit Transferred to Profit and Loss Account		4,161,492	784,950
Balance of Account at the end of the year as shown in the Balance Sheet			
Reserve for unexpired risks being 50% of the premium income of the year		3,481,463	3,031,143
		<u>15,516,658</u>	<u>9,112,750</u>

Shafat Ahmed Chaudhuri
Chairman

Azam J. Chowdhury
Director

A. Q. M. Nurul Absar
Director



**Miscellaneous Insurance Revenue Account
For the year ended 31st December 1991**

	Note	1991 Taka	1990 Taka
Balance of Account at the Begining of the Year		3,031,143	1,553,326
Premium Less Re-Insurance	12	8,385,226	6,062,286
Commission on Re-Insurance Ceded		4,100,289	1,497,138
		<u>15,516,658</u>	<u>9,112,750</u>

As at 31st April 1991, the balance of Miscellaneous Insurance Revenue Account was Tk. 15,516,658. This amount is being maintained jointly by Shaikhun Bina Corporation and the Government of Bangladesh. The Government of Bangladesh is the sole shareholder of Shaikhun Bina Corporation. The Government of Bangladesh is the sole shareholder of Shaikhun Bina Corporation.

Company's share of Profit before tax for the year in which the complete transfer of Shaikhun Bina Corporation was completed. Accordingly, the Company has included its share of Profit before tax for the year in which the complete transfer of Shaikhun Bina Corporation was completed.

Share Capital

Authorised

Nasir A. Choudhury
Managing Director

Q. M. Shariful Ala
Executive Vice President
& Company Secretary

Khan Wahab Shafique Rahman & Co.
Chartered Accountants



Form "AA"
Classified Summary of Assets as at December 31, 1991

Sl. No.	Class of Assets	Book Value Taka
1.	Pratirakkha Sanchaya Patra	4,500,000
2.	Shares	1,00,000
3.	Debentures	2,657,071
4.	Fixed Deposit with Bank	144,948,360
5.	Cash at Bank on STD and Current Account	18,616,024
6.	Cash and Cheque in Hand and on Transit	6,064,276
7.	Outstanding Premium	26,382,329
8.	Sundry Debtors (including advance and deposits)	3,467,974
9.	Land Property (at cost)	21,637,753
10.	Fixed Assets (at cost less depreciation)	6,721,774
11.	Stock of Stationery and Stamps	243,034
		<u>235,338,595</u>

Shafat Ahmed Chaudhuri
Chairman

Azam J. Chowdhury
Director

A. Q. M. Nurul Absar
Director

Nasir A. Choudhury
Managing Director

Q. M. Shariful Ala
Executive Vice President
& Company Secretary

Khan Wahab Shafique Rahman & Co.
Chartered Accountants



Notes to the accounts For the year to December 31, 1991

1. Significant Accounting Policies

1.1 Basis of Accounting :

These accounts have been prepared on a going-concern basis under generally accepted accounting principles on historical cost convention. Requirements as to disclosure of financial informations warranted by the Insurance Act 1938 as well as International Accounting Standards as adopted in Bangladesh have been adhered to in presenting financial statements. Such financial statements comprises of the Balance Sheet, Profit and Loss Account and Revenue Accounts for specific classes of business in the form set forth in the first, second and third schedule of the Insurance Act 1938.

1.2 Depreciation :

Depreciation on fixed assets has been calculated adopting straight line method on all assets at varying rates depending on the class of assets. Methods and Rates of providing depreciation are consistently applied in relation to previous year.

Furniture & Fixture	10%
Office & Electrical Equipments	15%
Vehicles	20%

1.3 Investments are stated at their cost of aquisition. Interest on term deposits is accounted for only after receipt of the same by the Company.

1.4 Public Sector Insurance Business :

As from 1 April 1990, according to Government decision, Public Sector Insurance Business is being underwritten jointly by Sadharan Bima Corporation and 16 private sector insurance companies on co-insurance basis, 50% being underwritten by Sadharan Bima Corporation and the balance equally by 16 Private Sector Insurance Companies.

Company's share of Public Sector Business is accounted for in the year in which the complete statement of accounts from Sadharan Bima Corporation is received. Accordingly, the Company has included its share of the 1990 Public Sector Insurance Business in these accounts.

2. Share Capital

Authorised :

1,000,000 Ordinary Shares of Tk. 100 each Tk. 100,000,000

Issued, Subscribed and Paid-up :

600,000 Ordinary Shares of Tk. 100 each
fully paid-up in cash Tk. 60,000,000



3. Reserve for Exceptional Losses

This reserve has been made out of net premium income.

4. Premium Deposits

This represents the amount of premium deposited with the Company against covernotes for which no policy has been issued upto the end of the year and also the excess premium received during the year 1991.

5. Estimated Liability in Respect of Outstanding Claims whether Due or Intimated

Fire	11,179,529
Marine Cargo	3,852,145
Marine Hull	1,077,704
Motor	3,587,576
Miscellaneous	2,127,082
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	Tk. 21,824,036

6. Amount Due to Other Persons or Bodies Carrying on Insurance Business

This represents the amount payable to Sadharan Bima Corporation (SBC) as at December 31, 1991.

7. Sundry Creditors

Liability for Expenses	1,534,173
Provision for Income Tax & Payables	26,487,699
Dividend Payable	7,800,000
	<hr/>
	Tk. 35,821,872

8. Investment

Pratirakkha Sanchaya Patra (PSP)	4,500,000
17% Debentures in Beximco Ltd.	2,500,000
17% Debentures in Apex Tannery Ltd.	150,000
17% Debentures in Beximco Pharmaceuticals Ltd.	7,071
Shares in Rupali Bank Limited (1,000 Ordinary shares of Tk. 100 each)	100,000
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	Tk. 7,257,071



9. Outstanding Premium

Outstanding premium represents instalments not due to date of Balance Sheet on account of Marine Hull business and premium outstanding on other businesses.

10. Sundry Debtors

Advance Rent	1,758,304
Miscellaneous Advance	1,026,151
Advance Against Salary	18,067
Security Deposit	665,452
	<u> </u>
Tk.	<u>3,467,974</u>

11. Fixed Assets

Classwise cost of acquisition of assets and depreciation charged to date are shown below :

	Furniture & Fixtures	Office & Electrical Equipments	Vehicles	Total
Cost				
As at January 1, 1991	5,128,800	4,760,377	4,188,580	14,077,757
Additions during the year	741,123	400,317	23,950	1,165,390
Disposal during the year	—	—	(1,147,999)	(1,147,999)
As at December 31, 1991	<u>5,869,923</u>	<u>5,160,694</u>	<u>3,064,531</u>	<u>14,095,148</u>
Depreciation				
As at January 1, 1991	1,266,775	1,808,985	3,245,328	6,321,088
Charge for the year	586,992	770,787	842,506	2,200,285
Disposal during the year	—	—	(1,147,999)	(1,147,999)
As at December 31, 1991	<u>1,853,767</u>	<u>2,579,772</u>	<u>2,939,835</u>	<u>7,373,374</u>
Written Down Value				
At December 31, 1991 Tk.	<u>4,016,156</u>	<u>2,580,922</u>	<u>124,696</u>	<u>6,721,774</u>



12. Premium Less Re-Insurance

Class of Business	On Direct Business	On Re-ins. Accepted	On Re-ins. Ceded	Total
Fire	49,797,540	272,176	(23,470,866)	26,598,850
Marine Cargo	38,522,070	—	(6,142,041)	32,380,029
Marine Hull	17,282,525	—	(16,868,733)	413,792
Motor	12,658,236	7,620	(601,307)	12,064,549
Miscellaneous	14,296,583	76,799	(5,988,156)	8,385,226
Tk.	<u>132,556,954</u>	<u>356,595</u>	<u>(53,071,103)</u>	<u>79,842,446</u>

13. Claims under Policies less Re-insurance

	Fire	Marine Cargo	Marine Hull	Motor	Misc.
Claims paid during the year	17,300,046	3,097,049	1,759,161	5,809,736	1,858,693
Claims Outstanding at the end of the year	11,179,529	3,852,145	1,077,704	3,587,576	2,127,082
Claims Outstanding at the beginning of the year	(5,735,271)	(6,403,797)	(632,043)	(2,119,750)	(1,148,126)
Total Tk.	<u>22,744,304</u>	<u>545,397</u>	<u>2,204,822</u>	<u>7,277,562</u>	<u>2,837,649</u>

14. Land Property

During the year, the Company purchased a piece of land situated at Motijheel Circular Road, Dhaka for real estate development at total cost of Tk. 21,637,753 including development works.