

Auditors' Report

**AUDITORS' REPORT TO THE SHAREHOLDERS OF
GREEN DELTA INSURANCE COMPANY LIMITED**

We have audited the accompanying balance sheet of **Green Delta Insurance Company Limited** as at December 31, 2002 and the related Profit and Loss Account and Statement of Cash Flow for the year then ended. The preparation of these financial statements is the responsibility of the Company's management. Our responsibility is to express an independent opinion on these financial statements based on our audit.

We conducted our audit in accordance with Bangladesh Standard on Auditing (BSA) and applicable International Standards on Auditing (ISA). Those Standards required that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statement prepared in accordance with Bangladesh Accounting Standard (BAS), give a true and fair view of the state of the Company's affairs as of 31 December, 2002 and of the results of its operations and its cash flows for the year then ended and comply with the Companies Act 1994, Insurance Rules 1958, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

We also report that :

- i. 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;
- ii. in our opinion, proper books of accounts as required by law have been kept by the Company so far as it appeared from our examination of those books and (where applicable) proper returns adequate for the purpose of our audit have been received from branches not visited by us;
- iii. the Company's Balance Sheet and Profit & Loss Account and its Cash Flow dealt with by the report are in agreement with the books of accounts and returns;
- iv. the expenditure incurred was for the purpose of the Company's business;
- v. as per section 40 C(2) of the Insurance Act, 1938 as amended, we certify that to the best of our knowledge and belief and according to the information and explanations 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 and Loss Account of the Company; and
- vi. as per regulation 11 of part I of the third schedule of the Insurance Act, 1938 as amended, we certify 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 of its business re-insured abroad.

Date : April 18, 2003



Masih Muhith Haque & Co.
Chartered Accountants.


Balance Sheet

As at December 31, 2002

Capital and Liabilities	Share Capital	Note	2002 Taka	2001 Taka
	Authorised	3	<u>100,000,000</u>	<u>100,000,000</u>
	Issued, subscribed and paid-up		60,000,000	60,000,000
	Reserve or Contingency Account		179,067,161	160,996,869
	Reserve for exceptional losses	4	<u>169,817,161</u>	<u>154,046,869</u>
	General Reserve		1,250,000	250,000
	Dividend Equalisation Fund		<u>8,000,000</u>	<u>6,700,000</u>
	Proposed dividend		21,000,000	21,000,000
	Profit and Loss Appropriation Account		3,284,945	2,905,079
	Total Shareholders' equity		<u>263,352,106</u>	<u>244,901,948</u>
	Balance of Fund Accounts	5	78,920,740	76,863,885
	Fire Insurance Business		<u>26,461,872</u>	<u>32,034,841</u>
	Marine Insurance Business		<u>33,211,398</u>	<u>28,872,891</u>
	Motor Insurance Business		<u>13,223,443</u>	<u>10,746,413</u>
	Miscellaneous Ins. Business		<u>6,024,027</u>	<u>5,209,740</u>
	Premium Deposit	6	108,490,159	99,747,975
	Estimated liability in respect of outstanding claims whether due or intimated	7	43,688,755	43,753,693
	Amount due to other persons or bodies carrying on Insurance Business	8	66,244,561	68,143,508
	Sundry Creditors (Including outstanding expenses, taxes & provisions)	9	151,112,796	102,664,683
	Total liabilities		<u>448,457,011</u>	<u>391,173,744</u>
	Total shareholders' equity & liabilities		<u>711,809,117</u>	<u>636,075,692</u>

Annexed notes 1 to 21 form an integral part of these financial statements
Dhaka, April 18, 2003


A.Q.M. Nurul Absar
Chairman


Dr. M. Aminul Haque
Director


M. Mozammel Huq
Director

Balance Sheet

As at December 31, 2002

	Note	2002 Taka	2001 Taka
Assets and Properties			
Investment (At cost)	10	146,313,686	139,348,100
Outstanding Premium	11	15,590,333	6,547,794
Amount due from other persons or bodies carrying on Insurance Business	12	95,795,247	70,618,341
Sundry Debtors (Including advances and deposits)	13	35,048,834	41,555,115
Cash and Bank Balances			
Fixed deposits		370,054,962	275,672,794
At banks on STD & Current account		19,436,795	70,958,147
Cash & cheque in hand & on transit		1,208,513	1,625,658
Other Accounts			
Land Property	14	21,009,339	21,009,339
Fixed Assets (at cost less depreciation)	15	6,662,948	7,906,249
Stock of stationery and stamps	16	688,460	834,155
		711,809,117	636,075,692

As per our annexed report of same date


Nasir A. Choudhury
Managing Director


Zahrul Syed Bakht, ACMA, CMA
Finance Director
&
Company Secretary


Masih Muhith Haque & Co.
Chartered Accountants

Profit and Loss Account

For the year ended December 31, 2002

	Note	2002 Taka	2001 Taka
Expenses of Management (Not applicable to any particular Fund or Account)		22,270,250	19,070,842
Charity And Donation		-	5,000
Directors' Fee		2,837,860	2,980,420
Audit Fees	17	170,000	150,000
Depreciation		2,633,562	2,813,199
Net profit for the year carried down to Profit and Loss Appropriation Account		52,950,158	45,228,702
		<u>80,861,830</u>	<u>70,248,163</u>

Profit and Loss Appropriation Account


For the year ended December 31, 2002

Reserve for Exceptional Losses	4	15,770,292	15,749,557
Provision for Income Tax		8,625,492	7,300,000
Advance tax paid		4,874,508	-
Proposed dividend		21,000,000	21,000,000
General Reserve		1,000,000	-
Dividend equalisation fund		1,300,000	-
Balance Transferred to Balance Sheet		3,284,945	2,905,079
		<u>55,855,237</u>	<u>46,954,636</u>

Annexed notes 1 to 21 form an integral part of these financial statements
Dhaka, April 18, 2003


A.Q.M. Nurul Absar
Chairman


Dr. M. Aminul Haque
Director


M. Mozammel Huq
Director

Profit and Loss Account

For the year ended December 31, 2002

	Note	2002 Taka	2001 Taka
Investment & Other Income	18	43,499,485	41,312,070
Profit and Loss Transferred From :			
Fire Insurance Revenue Account		32,666,233	17,451,975
Marine Insurance Revenue Account		10,440,184	15,707,807
Motor Insurance Revenue Account		(7,601,422)	(6,694,799)
Misc. Insurance Revenue Account		1,857,350	2,471,110
		37,362,345	28,936,093
		80,861,830	70,248,163

Profit and Loss Appropriation Account

For the year ended December 31, 2002

Balance brought forward from last year	2,905,079	1,725,934
Net profit for the year brought down	52,950,158	45,228,702
	55,855,237	46,954,636

As per our annexed report of same date


Nasir A. Choudhury
Managing Director


Zahrul Syed Bakht, ACMA, CMA
Finance Director
&
Company Secretary


Masih Muhith Haque & Co.
Chartered Accountants

Consolidated all Business Revenue Account

For the year ended December 31, 2002

	Note	2002 Taka	2001 Taka
Claims Under Policies Less Re-Insurance	19	29,025,593	22,547,160
Agency Commission		19,076,887	52,860,288
Commission on Re-Insurance Accepted		309,696	557,814
Expenses of Management		115,132,595	114,591,966
Profit Transferred to Profit and Loss Account		37,362,344	28,936,093
Balance of Accounts at the end of the year as shown in the Balance Sheet	5	78,920,740	76,863,885
		<u>279,827,855</u>	<u>296,357,206</u>



A.Q.M. Nurul Absar
Chairman



Dr. M. Aminul Haque
Director



M. Mozammel Huq
Director

Consolidated all Business Revenue Account

For the year ended December 31, 2002

	Note	2002 Taka	2001 Taka
Balance of Account at the Beginning of the Year		76,863,885	85,239,022
Gross Premium		342,088,038	313,063,835
Re-Insurance Premium		(184,385,118)	(155,568,262)
Net Premium	20	157,702,920	157,495,573
Commission on Re-Insurance Ceded		45,261,050	53,622,611
		<u>279,827,855</u>	<u>296,357,206</u>


Nasir A. Choudhury
Managing Director


Zahrul Syed Bakht, ACMA, CMA
Finance Director
&
Company Secretary


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Fire Insurance Revenue Account

For the year ended December 31, 2002

	Note	2002 Taka	2001 Taka
Claims Under Policies Less Re-Insurance	19	9,001,463	4,793,304
Agency Commission		10,470,960	31,067,643
Commission on Re-Insurance Accepted		278,563	518,892
Expenses of Management		39,196,661	48,504,260
Profit Transferred to Profit and Loss Account		32,666,233	17,451,975
Balance of Accounts at the end of the year as shown in the Balance Sheet (Reserve for unexpired risks)	5	26,461,872	32,034,841
		118,075,752	134,370,915



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Dr. M. Aminul Haque
Director



M. Mozammel Huq
Director

Fire Insurance Revenue Account

For the year ended December 31, 2002

	Note	2002 Taka	2001 Taka
Balance of Account at the Beginning of the Year		32,034,841	27,806,587
Premium Less Re-Insurance	20	53,520,457	66,073,561
Commission on Re-Insurance Ceded		32,520,454	40,490,767
		118,075,752	134,370,915


 Nasir A. Choudhury
 Managing Director


 Zahrul Syed Bakht, ACMA, CMA
 Finance Director
 &
 Company Secretary


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Marine Insurance Revenue Account

For the year ended December 31, 2002

	Note	2002 Taka	2001 Taka
Claims Under Policies Less Re-Insurance	19	5,484,917	7,371,479
Agency Commission		4,563,268	12,613,799
Expenses of Management		47,141,853	41,902,202
Profit Transferred to Profit and Loss Account		10,440,184	15,707,807
Balance of Account at the end of the year as shown in the Balance Sheet (Reserve for unexpired risks)	5	33,211,398	28,872,891
		100,841,620	106,468,178



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Dr. M. Aminul Haque
Director



M. Mozammel Huq
Director

Marine Insurance Revenue Account

For the year ended December 31, 2002

	Note	2002 Taka	2001 Taka
Balance of Account at the Beginning of the Year		28,872,891	41,690,680
Premium Less Re-Insurance	20	64,625,022	58,370,443
Commission on Re-Insurance Ceded		7,343,707	6,407,055
		<u>100,841,620</u>	<u>106,468,178</u>


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Managing Director


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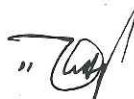
Motor Insurance Revenue Account

For the year ended December 31, 2002

	Note	2002 Taka	2001 Taka
Claims Under Policies Less Re-Insurance	19	10,387,781	7,327,498
Agency Commission		2,205,074	4,658,458
Expenses of Management		19,842,923	16,344,322
Balance of Account at the end of the year as shown in the Balance Sheet (Reserve for unexpired risks)	5	13,223,443	10,746,413
		45,659,221	39,076,691



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Dr. M. Aminul Haque
Director



M. Mozammel Huq
Director

Motor Insurance Revenue Account

For the year ended December 31, 2002

	Note	2002 Taka	2001 Taka
Balance of Account at the Beginning of the Year		10,746,413	9,808,087
Premium Less Re-Insurance	20	27,311,386	22,559,665
Commission on Re-Insurance Ceded		-	14,140
Loss Transferred to Profit and Loss Account		7,601,422	6,694,799
		45,659,221	39,076,691


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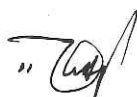
Miscellaneous Insurance Revenue Account

For the year ended December 31, 2002

	Note	2002 Taka	2001 Taka
Claims Under Policies Less Re-Insurance	19	4,151,433	3,054,880
Agency Commission		1,837,584	4,520,388
Commission on Re-Insurance Accepted		31,132	38,921
Expenses of Management		8,951,158	7,841,182
Profit Transferred to Profit and Loss Account		1,857,350	2,471,110
Balance of Account at the end of the year as shown in the Balance Sheet (Reserve for unexpired risks)	5	6,024,027	5,209,740
		22,852,684	23,136,221



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Director



M. Mozammel Huq
Director

Miscellaneous Insurance Revenue Account

For the year ended December 31, 2002

	Note	2002 Taka	2001 Taka
Balance of Account at the Beginning of the Year		5,209,740	5,933,668
Premium Less Re-Insurance	20	12,246,055	10,491,904
Commission on Re-insurance Ceded		5,396,889	6,710,649
		<u>22,852,684</u>	<u>23,136,221</u>


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Managing Director


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Finance Director
&
Company Secretary


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Chartered Accountants

Cash Flow Statement

For the year ended December 31, 2002

	Note	2002 Taka	2001 Taka
Cash flows from operating activities :			
Collections from premium and other income		431,496,807	434,114,179
Payments for management expense, re-insurance and claims		(349,930,723)	(362,601,912)
Income tax paid		(10,282,393)	(6,605,679)
Net cash provided by operating activities		71,283,691	64,906,588
Cash flows from investing activities :			
Maturity/sales of investments		12,445,784	4,941,098
Purchase of investments		(19,411,370)	(743,621)
Purchase of fixed assets		(1,262,761)	(2,209,456)
Sales of fixed assets		340,000	142,500
Net cash used in investing activities		(7,888,347)	2,130,521
Cash flows from financing activities :			
Dividend paid		(20,951,673)	(23,489,220)
Net cash used in financing activities		(20,951,673)	(23,489,220)
Net increase in cash & cash equivalents during the year		42,443,671	43,547,889
Cash & cash equivalents at the beginning of the year		348,256,599	304,708,710
Cash & cash equivalents at the end of the year	21	390,700,270	348,256,599

Statement of changes in equity

for the year ended December 31, 2002

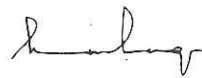
Particulars	Share Capital	Reserve for exceptional losses	General reserve	Proposed dividend	Dividend equalisation fund	P/L A/C	Total
Balance as at January 01, 2002	60,000,000	154,046,869	250,000	21,000,000	6,700,000	2,905,079	244,901,948
Profit after tax for the year						39,450,158	39,450,158
Dividend paid				(21,000,000)			(21,000,000)
Appropriation made during the year		15,770,292	1,000,000	21,000,000	1,300,000	(39,070,292)	
Balance as at December 31, 2002	60,000,000	169,817,161	1,250,000	21,000,000	8,000,000	3,284,945	263,352,106



A.Q.M. Nurul Absar
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Director



M. Mozammel Huq
Director



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Managing Director



Zahrul Syed Bakht, ACMA, CMA
Finance Director
&
Company Secretary



Masih Muhith Haque & Co.
Chartered Accountants


FORM "AA"


Classified Summary of Assets

As at December 31, 2002

Sl. No.	Class of Assets	Book Value Taka
1.	Investment Bond	4,500,000
2.	Shares Listed on Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd.	36,397,332
3.	Debentures	65,416,354
4.	Investment in DELTA BRAC Housing Finance Ltd.	40,000,000
5.	Fixed Deposit	370,054,962
6.	Cash at Bank on STD and Current Account	19,436,795
7.	Cash and Cheque in Hand and on Transit	1,208,513
8.	Outstanding Premium	15,590,333
9.	Amount due from other persons or bodies carrying on Insurance Business	95,795,247
10.	Sundry Debtors (including advance and deposits)	35,048,834
11.	Land Property	21,009,339
12.	Fixed Assets (at cost less depreciation)	6,662,948
13.	Stock of Stationery and Stamps	688,460
		711,809,117


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Finance Director
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Masih Muhith Haque & Co.
Chartered Accountants

Notes to the Accounts

For the year ended December 31, 2002

1. Introduction

Green Delta Insurance Company Limited was incorporated in Bangladesh on December 14, 1985 and started its operation in general insurance business on January 1, 1986 as a public limited company under the Companies Act 1913. It is engaged in all types of insurance business other than life.

2. 2.1 Basis of Presenting Accounts :

These accounts have been prepared on the basis of going-concern concept under generally accepted accounting principles according to the historical cost convention. Requirements as to disclosure of financial information warranted by the Insurance Act 1938 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. A Cash Flow Statement is also included as per requirement of the Securities and Exchange Rules 1987.

2.2 Significant accounting policies

a) Depreciation on fixed assets :

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

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

b) Investment :

Investments are stated at their cost of acquisition.

c) Public Sector Insurance Business :

As of 1st April 1990, following a Government decision, Public Sector Insurance Business is being underwritten jointly by Sadharan Bima Corporation and 43 private sector insurance companies on co-insurance basis; 50% being underwritten by Sadharan Bima Corporation and the balance equally by 43 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 been considered its share of public Sector Insurance Business this year, based on the Sadharan Bima Corporation's statement of year 2001.

d) General

Previous year's figures have been rearranged wherever necessary to keep the consistency of current year's presentation.

Figures which are shown in the accounts have been rounded off to the nearest taka.

Notes to the Accounts

For the year ended December 31, 2002

3. Share Capital :	Authorised : 1,000,000 Ordinary Shares of Tk. 100 each	Tk. <u>100,000,000</u>
	Issued, subscribed and paid-up 600,000 Ordinary Shares of Tk.100 each	Tk. <u>60,000,000</u>

This is made up as follows:

Category	No. of Shares	% of Total Paid-up Capital
Sponsor	300,000	50.00%
Financial Institution (Including ICB)	22,870	3.81%
General Public and others	277,130	46.19%
Total	600,000	100%

Classification of Shareholders by Holdings:

Class Interval	No. of Shares	No. of Shareholders	% of Total Paid-up Capital
Less than 500 Shares	50,680	1,164	8.45%
501-1000	25,520	28	4.25%
1,001-5,000	149,890	43	24.98%
5,001-10,000	137,180	20	22.86%
10,001-20,000	113,930	8	18.99%
20,001-50,000	122,800	4	20.47%
Total	600,000	1,267	100.00%

4. Reserve for contingency account Tk. 179,067,161

This is made up as follows

	2002	2001
	Tk.	Tk.
Reserve for exceptional losses (4.01)	169,817,161	154,046,869
General reserve	1,250,000	250,000
Dividend equalisation fund	8,000,000	6,700,000
	179,067,161	160,996,869

4.01 Reserve for exceptional losses Tk. 169,817,161

	2002	2001
	Tk.	Tk.
Opening Balance	154,046,869	138,297,312
Addition during the year (10% of net premium income)	15,770,292	15,749,557
	169,817,161	154,046,869

Notes to the Accounts

For the year ended December 31, 2002

5. Balance of fund accounts **Tk. 78,920,740**

This is made up as follows :

	2002 Tk.	2001 Tk.
Fire Insurance business	26,461,872	32,034,841
Marine Insurance business	33,211,398	28,872,891
Motor Insurance business	13,223,443	10,746,413
Misc. Insurance business	6,024,027	5,209,740
	78,920,740	76,863,885

Balance of fund accounts/Reserve for unexpired risks have been made on premium income excluding public sector business at the following rates:

Fire	50%
Marine Cargo	50%
Marine Hull	100%
Motor & Misc.	50%

6. Premium Deposits **Tk. 108,490,159**

This is made up as follows:

	2002 Tk.	2001 Tk.
Marine cargo	108,490,159	99,747,975
	108,490,159	99,747,975

This is the amount of premium deposited with the Company against covernotes for which no policy has been issued upto the end of the year.

Notes to the Accounts

For the year ended December 31, 2002

**7. Estimated Liability in Respect of Outstanding Claims
whether Due or Intimated Tk. 43,688,755**

This is made up as follows:

	2002	2001
	Tk.	Tk.
Fire	12,786,221	11,390,066
Marine Cargo	16,652,603	19,611,076
Marine Hull	709,521	1,202,672
Motor	7,577,199	5,767,167
Miscellaneous	5,963,211	5,782,712
	43,688,755	43,753,693

All the claims of which the management is aware of as per intimation upto the year end have been taken into consideration.

**8. Amount Due to Other Persons or Bodies Carrying
on Insurance Business Tk. 66,244,561**

This represents the amount payable to Re-Insurers and private sector Insurance companies on account of re-insurance and co-insurance premium at December 31, 2002

9. Sundry Creditors Tk. 151,112,796

This is made up as follows:

	2002	2001
	Tk.	Tk.
Liability for Expenses	13,781,683	4,884,488
Provision for Income Tax & Other Payables	136,747,567	97,244,976
Unclaimed dividend	583,546	535,219
	151,112,796	102,664,683

Notes to the Accounts

For the year ended December 31, 2002

10. Investment **Tk. 146,313,686**

This is made up as follows :

	At cost	Market Price
Investment Bond	4,500,000	4,500,000
Shares Listed on DSE & CSE.	36,397,332	32,888,942
Debentures	65,416,354	65,416,354
Investment in DELTA BRAC Housing Finance Ltd.	40,000,000	40,000,000
	146,313,686	142,805,296

Sufficient provision has been made against fluctuation of share price

11. Outstanding Premium **Tk. 15,590,333**

Outstanding Premium represents installments not due to the Balance Sheet date on account of Marine and Aviation Hull business.

This is made up as follows :

	2002	2001
	Tk.	Tk.
Marine Hull	7,684,738	6,547,794
Aviation Hull	7,905,595	-
	15,590,333	6,547,794

Out of which Tk. 3,933,453, and Tk. 6,838,195 has been realised from Marine and Aviation Hull business respectively up to March 31, 2003.

12. Amount Due from Other Persons or Bodies Carrying on Insurance Business **Tk. 95,795,247**

This represents the amount receivable from Shadharan Bima Corporation, other re-insurer and private sector insurance companies on account of re-insurance, co-insurance premium and Claim at December 31, 2002.

13. Sundry Debtors **Tk. 35,048,834**

This is made up as follows :

	2002	2001
	Tk.	Tk.
Advance Rent	3,940,433	4,203,965
Advance Salary	354,163	179,267
Car Lease for Employees	6,125,988	7,213,062
Other Advances	23,257,736	18,892,965
Accrued Interest	377,260	10,072,602
Security Deposit	993,254	993,254
	35,048,834	41,555,115

Notes to the Accounts

For the year ended December 31, 2002

14. Land Property	2002	2001
	Tk.	Tk.
	21,009,339	21,009,339

Land property is stated at cost including development of land measuring 6 (Six) khatha and 4 (Four) chataks situated at 51 Mohakhali C/A, Dhaka-1212.

15. Fixed Assets (at cost less depreciation) Tk. 6,662,948

	Furniture & Fixtures	Office & Electrical Equipments	Vehicles	Total
	Tk.	Tk.	Tk.	Tk.
Cost				
As at January 1, 2002	11,788,354	17,588,702	3,921,068	33,298,124
Additions during the year	196,230	989,381	77,150	1,262,761
Disposal during the year	-	-	(1,058,750)	(1,058,750)
As at December 31, 2002	<u>11,984,584</u>	<u>18,578,083</u>	<u>2,939,468</u>	<u>33,502,135</u>
Depreciation				
As at January 1, 2002	8,879,965	13,675,515	2,620,895	25,176,375
Charged during the year	574,000	1,610,718	448,844	2,633,562
Disposal during the year	-	-	(970,750)	(970,750)
As at December 31, 2002	<u>9,453,965</u>	<u>15,286,233</u>	<u>2,098,989</u>	<u>26,839,187</u>
Written Down Value				
As at December 31, 2002	<u>Tk. 2,530,619</u>	<u>3,291,850</u>	<u>840,479</u>	<u>6,662,948</u>
As at December 31, 2001	<u>Tk. 2,908,390</u>	<u>3,697,689</u>	<u>1,300,170</u>	<u>7,906,249</u>

16. Stock of Stationery and Stamps Tk. 688,460

This is made up as follows :

	2002	2001
	Tk.	Tk.
Printing & Stationery	484,553	608,780
Insurance Policy Stamps	203,907	225,375
	<u>688,460</u>	<u>834,155</u>

Notes to the Accounts

For the year ended December 31, 2002

17. Audit Fees Tk. 170,000

This is made up as follows :

	2002	2001
	Tk.	Tk.
Statutory audit	50,000	50,000
Special audit	120,000	100,000
	170,000	150,000

18. Investment and other Income Tk. 43,499,485

This is made up as follows :

	2002	2001
	Tk.	Tk.
Interest on FDR & STD	28,855,852	26,428,296
Net profit/(loss) from sale of shares	(148,583)	474,830
Debenture Interest	4,991,362	5,290,321
Interest on PSP & Bonds	384,658	2,024,931
Underwriting Commission	125,000	-
Dividend Income	7,778,838	6,715,707
Co-Ins Service Charges	1,260,358	235,485
Sundry Income	252,000	142,500
	43,499,485	41,312,070

Interest on FDR & STD has been accounted for on cash basis on realisation.

19. Claims under Policies less Re-insurance Tk. 29,025,593

This is made up as follows :

	Fire	Marine Cargo	Marine Hull	Motor	Misc	Total
	Tk.	Tk.	Tk.	Tk.	Tk.	Tk.
Claims paid during the year	7,605,308	6,095,630	2,840,911	8,577,749	3,970,933	29,090,531
Claims outstanding at the end of the year	12,786,221	16,652,603	709,521	7,577,199	5,963,211	43,688,755
Claims outstanding at the beginning of the year	(11,390,066)	(19,611,076)	(1,202,672)	(5,767,167)	(5,782,712)	(43,753,693)
Total amount	9,001,463	3,137,157	2,347,760	10,387,781	4,151,432	29,025,593
Total amount (Year 2001)	4,793,304	5,821,683	1,549,796	7,327,498	3,054,879	22,547,160

Notes to the Accounts

For the year ended December 31, 2002

20. Premium Less Re-Insurance Tk. 157,702,920

This is made up as follows :

Class of Business	On Direct Business Tk.	On Re-ins Accepted Tk.	On Re-ins Ceded Tk.	Total Tk.
Fire	161,603,894	557,127	(108,640,565)	53,520,457
Marine Cargo	71,624,343	-	(10,227,513)	61,396,830
Marine Hull	22,520,703	1,037,014	(20,329,525)	3,228,192
Motor	28,394,644	2,971	(1,086,229)	27,311,386
Miscellaneous	56,259,980	87,362	(44,101,287)	12,246,055
Total amount	340,403,564	1,684,474	(184,385,118)	157,702,920
Total amount (Year 2001)	311,135,610	1,928,255	(155,568,262)	157,495,573

21. Details of cash and cash equivalent Tk. 390,700,270

This is made up as follows :

	2002 Tk.	2001 Tk.
Fixed deposit	370,054,962	275,672,794
Cash/Cheques in hand & Transit	1,208,513	1,625,658
STD & Current Account Bank Balance	19,436,795	70,958,147
	390,700,270	348,256,599