

Green Delta Insurance Company Ltd.

Auditor's Report and Consolidated and Separate Financial Statements
For the year ended 31 December 2020

 **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

Qualified 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 2020 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, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, 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 2020, 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 Qualified Opinion

An advance of Taka 121,000,000 was given to different branches of the Company during the year ended 31 December 2019. Subsequently an adjustment was made for an amount of Taka 77,000,000 by debiting accounts head "Agency Commission" as expenses and crediting accounts head "Advance Miscellaneous" during the year ended 31st December 2020 for which adequate documents could not be provided by the management of the Company. Furthermore, we could not confirm the remaining unadjusted advance of Taka 44,000,000 as at 31 December 2020 which has been presented in the note no. 15 "Sundry Debtors" of the separate financial statements.

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.

Emphasis of Matter

We draw attention to Note 2.16 (v) of the Financial Statements, which describes the reason for not establishing Workers' Profit Participation Fund by the Company according to Bangladesh Labor Act 2006 (as amended in 2013). Our opinion is not modified in respect of these matter.



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>Premium Income</p> <p>Premium income is the most financially significant item in the statement of profit and loss account & profit and loss appropriation account. The company has reported gross premium income of Taka 3,676,748,740 for the year ended 31 December 2020.</p> <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>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 & Insurance Rules 1958.</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">• Evaluated the design of internal controls relating to recording of efforts incurred and estimation of efforts required to complete the performance obligations.• We conducted analytical procedures & recalculation of premium income.• 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 & VAT has been reflected in the premium register.• We ensured that premium income was being deposited in the designated bank account on a sample basis.• 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.• We tested on a sample basis that appropriate VAT was collected & deposited through Treasury Chalan to Bank.• 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.



Key Audit Matters	How our audit addressed the key audit matters
	<ul style="list-style-type: none"> • 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. • 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.
<p>Property, Plant & Equipment</p> <p>The carrying value of property, plant & equipment amounts to Taka 2,115,121,768 of the Company. This represents a significant amount in the company's statement of financial position as at 31 December 2020.</p> <p>There is a risk of:</p> <ul style="list-style-type: none"> • determining which costs meet the criteria for capitalisation; • determining the date on which the assets is recognised to property, plant and equipment and depreciation commences; • the estimation of economic useful lives and residual values assigned to Fixed asset. <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 & 18 to the financial statements.</p>	<p>Our audit procedures to assess the carrying value of property, plant & 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"> • 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; • 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. • 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. • Reconcile on a sample basis the additional capitalised costs for the year to the underlying invoices and supporting documents. • We reviewed minutes of board meetings for approval of the total capitalisation cost. • We assessed the company's capitalisations policy for compliance with IAS 16 and tested the expenditure capitalised against the capitalisations policy. • We traced payments to supporting documents. • We assessed the adequacy of the disclosures of the financial statements.
<p>Deferred tax liability</p> <p>Company reported net deferred tax liability totaling Taka 625,165,134 as at 31 December 2020.</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>Our audit procedures to assess the carrying value of Deferred Tax liability included the following:</p> <ul style="list-style-type: none"> • 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.



Key Audit Matters	How our audit addressed the key audit matters
<p>See note no. 2.17 & 10.02 to the financial statements</p>	<ul style="list-style-type: none"> • We also assessed the completeness and accuracy of the data used for the estimations of future taxable expense. • We tested the mathematical accuracy in calculation of deferred tax. • 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. • We assessed the adequacy of the company's disclosures setting out the basis of deferred tax liability balances and the level of estimation involved. • We reviewed evaluation of tax implications, reasonableness of estimations and calculations determined by management. • 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. • Finally assessed the appropriateness and presentation of disclosures against IAS 12 Income Taxes.
<p>Investment fluctuation fund</p> <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 & 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 2020, the Group reported total balance under the head of Investment fluctuation fund of Taka 1,635,351,212. See note no. 2.20 & 4.C to the financial statements.</p>	<p>We have obtained an understanding of the policy & operating effectiveness related with the key controls of investment fluctuation fund. Moreover, its valuation & 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"> • We have ensured the year end share holding positions from the company. • We have reviewed the assumptions used for the valuation models for any unquoted securities • Recalculation has been done on the unrealized gain or loss at the year end. • 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.
<p>Estimated liability in respect of outstanding claims whether due or intimated and claim payment</p> <p>Green Delta Insurance company Limited has represented the amount related with the claim due or intimated from the insured which involves management judgement & risk of over & 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>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"> • Obtained the claim register and tested for completeness of claims recorded in the register on a sample basis.



Key Audit Matters	How our audit addressed the key audit matters
<p>At year end 31 December 2020, 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 488,210,687.</p>	<ul style="list-style-type: none"> • Obtained a sample of claimed policy copy and cross check it with claim. • Obtained a sample of survey reports cross checked those against respective ledger balances and in case of discrepancy carried out further investigation. • Obtained and discussed with management about their basis for estimation and challenged their assumptions where appropriate. • Reviewed the claim committee meeting minutes about decision for impending claims. • Tested a sample of claims payments with intimation letter, survey report, bank statement, claim provisional register and general ledger. • 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.

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 and Insurance Development Regulatory Authority, 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.

Firm's Name : S. F. Ahmed & Co., Chartered Accountants

Firm's Registration No. : 10898 E.P, under Partnership Act 1932

Signature : *S. F. Ahmed & Co.*

Engagement Partner Name : Md. Enamul Haque Choudhury, FCA, Senior Partner/Enrollment No. 471

DVC Number : 2103140471AS986796

Date : 14 February 2021



Green Delta Insurance Company Ltd. & Its Subsidiaries
Consolidated Balance Sheet
as at 31 December 2020

	Notes	Amount in Taka	
		2020	2019
Capital and liabilities:			
Share capital			
Authorized capital	3.00	<u>5,000,000,000</u>	<u>5,000,000,000</u>
Issued, subscribed and paid-up capital	3.00	931,983,200	887,603,050
Share premium		70,041,875	114,422,025
Reserve or contingency account			
Reserve for exceptional losses	4.A	<u>4,417,526,336</u>	<u>4,515,944,100</u>
Investment fluctuation fund	4.C	1,423,904,445	1,343,436,409
General reserve		1,635,351,212	1,802,886,562
Dividend equalization fund		180,000,000	180,000,000
Revaluation reserve	4.B	110,000,000	110,000,000
		<u>1,068,270,679</u>	<u>1,079,621,129</u>
Profit & loss appropriation account	5.A	1,006,584,916	547,175,861
Non controlling interest	5.B	19,369	12,383
Total shareholders' equity		<u>6,426,155,696</u>	<u>6,065,157,419</u>
Balance of fund accounts			
Fire insurance business	6.00	<u>664,711,158</u>	<u>804,175,230</u>
Marine insurance business		238,042,086	251,465,340
Motor insurance business		276,114,945	378,853,332
Miscellaneous ins. business		50,910,492	62,588,656
		<u>99,643,635</u>	<u>111,267,902</u>
Premium deposit	7.00	250,257,092	236,909,826
Liabilities and provisions:			
Estimated liability in respect of outstanding claims whether due or intimated	8.00	<u>4,617,339,873</u>	<u>4,581,756,468</u>
Amount due to other persons or bodies carrying on insurance business	9.00	488,210,687	266,386,721
Sundry creditors (Including outstanding expenses, taxes & provisions)	10.A	1,086,087,021	953,638,605
Loan received	11.A	2,215,304,179	1,763,064,934
		<u>827,737,986</u>	<u>1,598,666,208</u>
Total liabilities		<u>5,532,308,123</u>	<u>5,622,841,524</u>
Total liabilities & shareholders' equity		<u><u>11,958,463,819</u></u>	<u><u>11,687,998,943</u></u>




Notes	Amount in Taka	
	2020	2019


Assets and properties

		8,459,835,081	8,357,789,032
Investment	12.A	3,674,502,637	3,813,416,474
Outstanding premium	13.00	50,499,003	116,799,873
Amount due from other persons or bodies carrying on insurance business	14.00	3,386,518,199	3,193,543,266
Sundry debtors (including advances and deposits)	15.A	1,348,315,242	1,234,029,419
Cash and cash equivalent	16.A	1,338,901,583	1,149,950,331
Other accounts			
Land property and office space with building project	17.00	859,974,010	859,974,010
		1,299,753,145	1,320,285,570
Fixed assets	18.A	1,291,663,650	1,310,614,547
Intangible assets	18.B	5,464,402	7,360,735
Stock of printing, stationery and stamps	19.00	2,625,093	2,310,288
Total assets and properties		11,958,463,819	11,687,998,943

The accompanying notes on page no. 19-38 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 Moimuddin Ahmed
Company Secretary



Dated, Dhaka
14 February 2021

Signed as per our separate report of even date

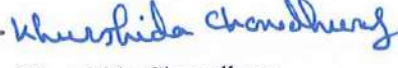

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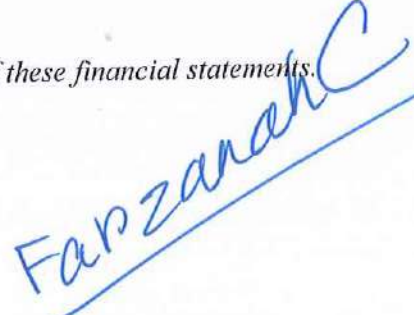
Green Delta Insurance Company Ltd. & Its Subsidiaries
Consolidated Profit and Loss Appropriation Account
for the year ended 31 December 2020

	Notes	Amount in Taka	
		2020	2019
Balance brought forward from last year		438,558,582	353,718,308
Net profit for the year brought down		1,008,969,200	372,379,669
Total		1,447,527,782	726,097,977
Reserve for exceptional losses	4.01	80,468,036	99,840,978
Current tax expense		331,071,405	81,188,196
Deferred tax (income)/expenses		10,257,211	(9,930,966)
Dividend and reserve distributed from last year :		133,140,458	116,441,187
Cash		133,140,458	116,441,187
Profit for the period of continuing operation		587,172,548	201,281,461
Balance transferred to balance sheet		892,590,672	438,558,582
Total		1,447,527,782	726,097,977
Earning per share (Adjusted EPS of 2019)	24.A	7.16	3.23

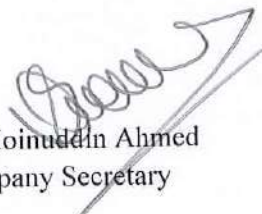
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Khurshida Chowdhury
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Farzanah Chowdhury
Managing Director & CEO



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Financial Controller


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Company Secretary

Signed as per our separate report of even date



Dated, Dhaka
14 February 2021



S. F. Ahmed & Co.
Chartered Accountants
DVC No. 2103140471AS986796

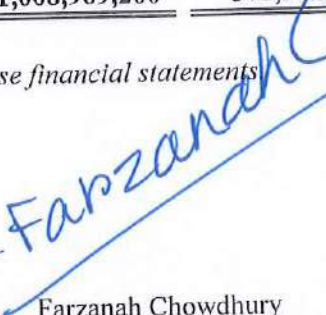
Green Delta Insurance Company Ltd. & Its Subsidiaries
Consolidated Profit and Loss Account
for the year ended 31 December 2020

	Notes	Amount in Taka	
		2020	2019
Investment income		96,235,406	177,342,663
Income from share business	21.A	116,179,049	7,917,146
Brokerage commission & others less direct expenses		82,261,154	100,401,893
Interest & other income	21.B	157,523,895	179,967,165
Total investment income		452,199,504	465,628,867
Fire insurance revenue account		334,466,172	12,897,064
Marine insurance revenue account		404,259,478	376,608,571
Motor insurance revenue account		74,554,020	16,495,723
Misc. insurance revenue account		152,121,495	7,546,205
Total revenue income		965,401,165	413,547,563
Total income		1,417,600,669	879,176,430
Management expenses	21.C	358,415,079	454,055,815
Director's fee & expenses		809,286	1,387,386
Audit fees		345,000	690,000
Depreciation		49,062,105	48,163,559
Total expenditure		408,631,470	504,296,760
Profit before tax and other provision		1,008,969,200	374,879,669
Others provision		-	2,500,000
Net profit before tax		1,008,969,200	372,379,669
Profit attributable to GDIC		1,008,978,214	372,379,495
Share of non-controlling interest		(9,014)	174
		1,008,969,200	372,379,669


The accompanying notes on page no. 19-38 form an integral part of these financial statements


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Chairman


Khurshida Chowdhury
Vice Chairman


Farzanah Chowdhury
Managing Director & CEO


Syed Aliul Ahabab
Financial Controller


Syed Moinuddin Ahmed
Company Secretary



Dated, Dhaka
14 February 2021

Signed as per our separate report of even date



S. F. Ahmed & Co.
Chartered Accountants
DVC No. 2103140471AS986796

Green Delta Insurance Company Ltd. & Its Subsidiaries
Consolidated Statement of Changes in Equity
For the year ended 31 December 2020

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 2020	887,603,050	114,422,025	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
Depreciation on asset revaluation for 2020	-	-	-	-	-	(18,160,722)	-	18,160,722	-	-	-
Deferred tax on revaluation reserve	-	-	-	-	-	6,810,271	-	-	6,810,271	-	6,810,271
Stock dividend @5% for the year -2019	44,380,150	(44,380,150)	-	-	-	-	-	-	-	-	-
Cash dividend paid @15% for the year 2019	-	-	-	-	-	-	-	(133,140,458)	(133,140,458)	16,000	(133,124,458)
Profit after tax	-	-	-	-	-	-	-	667,640,584	667,640,584	(9,014)	667,631,570
Changes in unrealized gain/(loss) from investment in quoted share	-	-	-	-	-	-	(186,836,996)	-	(186,836,996)	-	(186,836,996)
Deferred tax on investment fluctuation fund	-	-	-	-	-	-	19,301,646	-	19,301,646	-	19,301,646
Appropriation to reserve for exceptional loss	-	-	80,468,036	-	-	-	-	(93,251,791)	(12,783,755)	-	(12,783,755)
Balance as on 31 December 2020	931,983,200	70,041,875	1,423,904,445	180,000,000	110,000,000	1,068,270,479	1,635,351,212	1,006,584,916	6,426,136,327	19,369	6,426,155,696
Balance as on 31 December 2019	887,603,050	114,422,025	1,343,436,410	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


Abdul Hafiz Chowdhury
Chairman


Khurshida Chowdhury
Vice Chairman


Farzana Chowdhury
Managing Director & CEO



Syed Alitil Abbas
Financial Controller


Syed Mohtadin Ahmed
Company Secretary

Signed as per our separate report of even date.




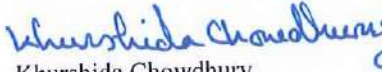
Dated, Dhaka
14 February 2021

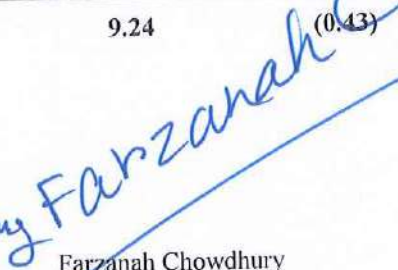

S. F. Ahmed & Co.
Chartered Accountants
DVC No. 2103140471AS986796


Green Delta Insurance Company Ltd. & Its Subsidiaries
Consolidated Statement of Cash Flows
for the year ended 31 December 2020

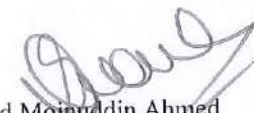
	Amount in Taka	
	2020	2019
Cash flow from operating activities		
Collections from premium and other income	4,396,584,813	4,543,617,886
Payments for management expense, re-insurance and claims	(3,436,927,938)	(4,484,371,695)
Income tax paid	(98,101,806)	(97,202,806)
Net cash inflow/(outflow) from operating activities	861,555,069	(37,956,615)
Cash flow from investing activities		
Investment in share and others	(71,986,712)	(497,894,049)
Loan given to GDSL	(34,900,000)	-
Investment in subsidiary company	16,000	-
Dividend received	51,263,064	128,216,464
Interest received on FDR	52,919,800	70,468,246
Other investment income	170,149,105	63,758,167
Purchase of fixed assets	(30,256,333)	(35,353,736)
Disposal of fixed assets	9,090,076	12,199,440
Receipts/Investment in others	8,061,981	(8,846,935)
Net cash outflow from investing activities	154,356,981	(267,452,403)
Cash flows from financing activities		
Dividend paid	(133,140,548)	(116,441,188)
Loan repaid	(552,211,510)	598,906,947
Finance cost	(141,305,984)	(220,228,230)
Client account	(302,756)	(24,020,165)
Net cash generated from financing activities	(826,960,798)	238,217,365
Net cash inflow or (outflow) during the year	188,951,252	(67,191,653)
Cash & cash equivalents at the beginning of the year	1,149,950,331	1,217,141,985
Cash & cash equivalents at the end of the year	1,338,901,583	1,149,950,331
Net Operating Cash Flows Per Share (NOCFPS)	9.24	(0.43)


Abdul Hafiz Chowdhury
Chairman


Khurshida Chowdhury
Vice Chairman


Farzanah Chowdhury
Managing Director & CEO



Syed Aliul Ahab
Financial Controller


Syed Moimuddin Ahmed
Company Secretary

Signed as per our separate report of even date

Dated, Dhaka;
14 February 2021




S. F. Ahmed & Co.
Chartered Accountants
DVC No. 2103140471AS986796

Green Delta Insurance Company Ltd.
Balance Sheet
As at 31 December 2020

	Notes	Amount in Taka	
		2020	2019
Capital and liabilities:			
Share capital			
Authorized share capital	3.00	<u>5,000,000,000</u>	<u>5,000,000,000</u>
Issued, subscribed and paid-up capital	3.00	931,983,200	887,603,050
Share premium		70,041,875	114,422,025
Reserve or contingency account:	4.00	4,389,786,197	4,494,383,427
Reserve for exceptional losses	4.01	1,423,904,445	1,343,436,409
Investment fluctuation fund	4.02	1,677,133,039	1,850,847,854
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	998,748,713	1,010,099,164
Profit & loss appropriation account	5.00	<u>850,410,568</u>	<u>362,057,861</u>
Total shareholders' equity		<u>6,242,221,840</u>	<u>5,858,466,363</u>
Balances of funds & accounts:			
Fire insurance business	6.00	664,711,158	804,175,230
Marine insurance business		238,042,086	251,465,340
Motor insurance business		276,114,945	378,853,332
Miscellaneous insurance business		50,910,492	62,588,656
		99,643,635	111,267,902
Premium deposit	7.00	250,257,092	236,909,826
Liabilities and provisions		4,147,786,529	4,200,169,348
Estimated liability in respect of outstanding claims whether due or intimated	8.00	488,210,687	266,386,721
Amount due to other persons or bodies carrying on insurance business	9.00	1,086,087,021	953,638,605
Sundry creditors (including outstanding expenses, taxes & provisions)	10.00	1,980,185,830	1,621,501,212
Loan received	11.00	593,302,991	1,358,642,810
Total liabilities		<u>5,062,754,779</u>	<u>5,241,254,404</u>
Total liabilities & shareholders' equity		<u><u>11,304,976,619</u></u>	<u><u>11,099,720,767</u></u>



Assets and properties

Investment
Outstanding premium
Amount due from other persons or bodies carrying on insurance business
Sundry debtors (including advances and deposits)


Cash and cash equivalents

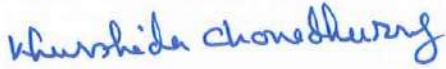
Land
Fixed assets & intangible assets
Stock of printing, stationery and stamps


Total assets and properties


Notes	Amount in Taka	
	2020	2019
	8,123,844,099	8,015,680,568
12.00	3,798,558,384	3,900,951,294
13.00	50,499,003	116,799,873
14.00	3,386,518,199	3,193,543,266
15.00	888,268,513	804,386,135
16.00	1,063,385,659	941,113,001
	2,117,746,861	2,142,927,198
17.00	859,974,010	859,974,010
18.00	1,255,147,758	1,280,642,900
19.00	2,625,093	2,310,288
	11,304,976,619	11,099,720,767

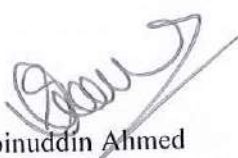
The accompanying notes on page no. 19-38 form an integral part of these financial statements.


Abdul Hafiz Chowdhury
Chairman


Khurshida Chowdhury
Vice Chairman


Farzanah Chowdhury
Managing Director & CEO

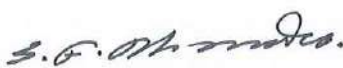

Syed Aliul Ahab
Financial Controller


Syed Moinuddin Ahmed
Company Secretary

Signed as per our separate report of even date



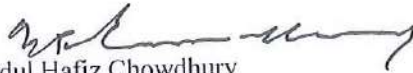
Dated, Dhaka:
14 February 2021

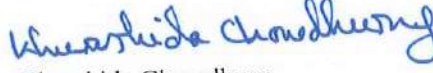

S. F. Ahmed & Co.
Chartered Accountants
DVC No. 2103140471AS986796

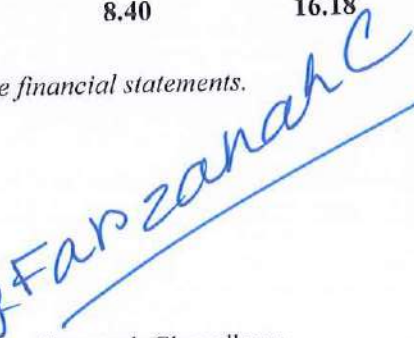
Green Delta Insurance Company Ltd.
Profit and Loss Appropriation Account
For the year ended 31 December 2020

	Notes	Amount in Taka	
		2020	2019
Balance brought forward from last year		207,939,811	87,761,762
Net profit for the year brought down		1,016,584,200	360,604,545
Total		1,224,524,011	448,366,307
Reserve for exceptional losses	4.01	80,468,036	99,840,978
Current tax expense	10.01	322,526,510	69,825,297
Deferred tax (income) / expense	10.02	10,257,211	(9,930,966)
Dividend and reserve distributed from last year Profit :		133,140,458	80,691,187
Cash dividend		133,140,458	80,691,187
General reserve		-	-
Dividend equalization fund		-	-
Profit for the period of continuing operation		603,332,443	200,869,236
Balance transferred to balance sheet		678,131,796	207,939,811
Total		1,224,524,011	448,366,307
Earning per share (Adjusted EPS of 2019)		7.34	3.23
P/E Ratio (Adjusted P/E ratio of 2019)		8.40	16.18

The accompanying notes on page no. 19-38 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



Dated, Dhaka
14 February 2021

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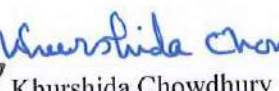

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DVC No. 2103140471AS986796

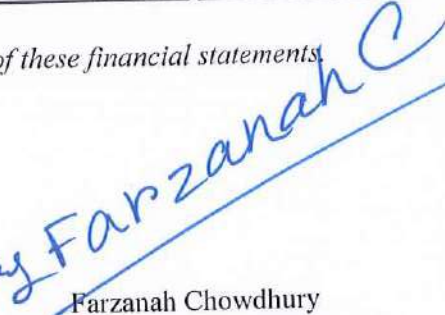
Green Delta Insurance Company Ltd.
Profit and Loss Account
For the year ended 31 December 2020

	Notes	Amount in Taka	
		2020	2019
Expenses of management (not applicable to any particular fund or account)		208,183,896	305,371,311
		40,436,578	42,296,726
Director's fee & expenses	20.00	809,286	1,387,386
Audit fees		345,000	690,000
Depreciation		39,282,292	40,219,340
Write off investment		-	-
Net profit for the year carried down to profit & loss appropriation account		1,016,584,200	360,604,545
Total		1,265,204,674	708,272,582
Investment & others income	21.00	299,803,509	294,725,019
Profit & loss transferred from :		965,401,165	413,547,563
Fire insurance revenue account		334,466,172	12,897,064
Marine insurance revenue account		404,259,478	376,608,571
Motor insurance revenue account		74,554,020	16,495,723
Miscellaneous insurance revenue account		152,121,495	7,546,205
Total		1,265,204,674	708,272,582

The accompanying notes on page no. 19-38 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 Mointuddin Ahmed
Company Secretary

Signed as per our separate report of even date



Dated, Dhaka:
14 February 2021


S. F. Ahmed & Co.
Chartered Accountants
DVC No. 2103140471AS986796

Green Delta Insurance Company Ltd.
Statement of Changes in Equity
For the year ended 31 December 2020

Amount in BDT

Particulars	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 2020	887,603,050	114,422,025	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
Depreciation on asset revaluation for 2020	-	-	-	-	-	-	(18,160,722)	18,160,722	-
Deferred Tax on revaluation reserve	-	-	-	-	-	-	6,810,271	-	6,810,271
Stock dividend @ 5% for the year 2019	44,380,150	(44,380,150)	-	-	-	-	-	-	-
Cash dividend paid @15% for the year 2019	-	-	-	-	-	-	-	(133,140,458)	(133,140,458)
Profit after tax	-	-	-	-	-	(193,016,461)	-	683,800,478	683,800,478
Changes in unrealized gain/(loss) from investment in quoted share	-	-	-	-	-	-	-	-	(193,016,461)
Deferred tax on investment fluctuation fund	-	-	-	-	-	19,301,646	-	-	19,301,646
Appropriation to reserve for exceptional loss	-	-	80,468,036	-	-	-	-	(80,468,036)	-
Closing balance as on 31 December 2020	931,983,200	70,041,875	1,423,904,445	180,000,000	110,000,000	1,677,133,039	998,748,713	850,410,568	6,242,221,840
Balance as on 31 December 2019	887,603,050	114,422,025	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

Abdul Hafiz Chowdhury
Chairman

Khurshida Chowdhury
Vice Chairman

Farzanah Chowdhury
Managing Director & CEO

Syed Aliul Alhbab
Financial Controller

Syed Moinuddin Ahmed
Company Secretary



Dated, Dhaka
14 February 2021

Signed as per our separate report of even date.

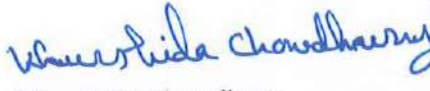
S.F. Ahmed & Co.

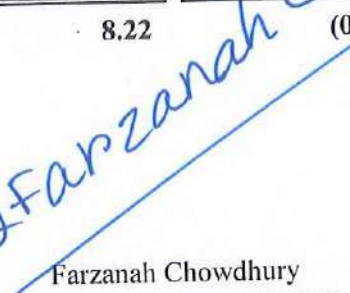
S. F. Ahmed & Co.
Chartered Accountants
DVC No. 2103140471.AS986796


Green Delta Insurance Company Ltd.
Statement of Cash Flows
For the year ended 31 December 2020

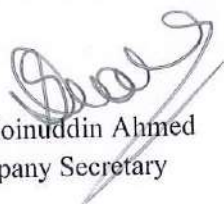
	Amount in Taka	
	2020	2019
Cash flow from operating activities:		
Collections from premium and other income	4,278,840,044	4,358,903,007
Payments for management expense, re-insurance and claims	(3,436,256,772)	(4,314,894,109)
Income tax paid	(76,804,091)	(85,722,627)
Net cash inflow/(outflow) from operating activities	765,779,181	(41,713,729)
Cash flow from investing activities:		
Investment in share and FDR	(72,987,090)	(512,951,762)
Loan given to GDSL/Recovery of loan to GDSL	(34,900,000)	20,000,000
Investment in subsidiary company	16,000	(1,000,000)
Dividend received	51,263,064	128,216,464
Interest received on FDR	52,919,801	67,476,131
Other investment income	170,149,105	63,758,167
Purchase of fixed assets	(15,432,979)	(21,676,754)
Disposal of fixed assets	9,090,076	12,199,440
Net cash outflow from investing activities	160,117,977	(243,978,314)
Cash flow from financing activities:		
Bank loan	(575,742,650)	572,566,644
Finance cost	(94,741,302)	(161,988,065)
Dividend paid	(133,140,548)	(80,691,188)
Net cash generated from financing activities	(803,624,500)	329,887,391
Net increase/(decrease) in cash & cash equivalents during the year	122,272,658	44,195,348
Cash & cash equivalents at the beginning of the year	941,113,001	896,917,653
Cash & cash equivalents at the end of the year	1,063,385,659	941,113,001
Net Operating Cash Flows Per Share (NOCFPS)	8.22	(0.47)


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;
14 February 2021

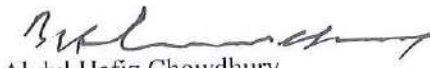




S. F. Ahmed & Co.
Chartered Accountants
DVC No. 2103140471AS986796

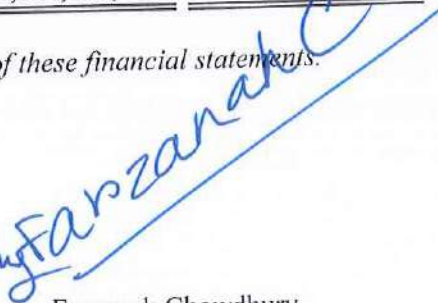
Green Delta Insurance Company Ltd.
Consolidated All Business Revenue Account
For the year ended 31 December 2020

	Notes	Amount in Taka	
		2020	2019
		1,331,337,539	1,785,074,444
Claims under policies less re-insurance	22.00	389,774,817	565,480,832
Agency commission		414,723,100	624,622,236
Expenses of management		526,839,622	594,971,376
Profit transferred to profit & loss account		965,401,168	413,547,563
Balance of accounts at the end of the year as shown in the balance sheet	6.00	664,711,158	804,175,230
Total		2,961,449,865	3,002,797,237
Balance of account at the beginning of the year		804,175,230	674,051,405
Gross premium		3,676,748,740	4,164,148,240
Re-insurance premium		(2,067,388,030)	(2,167,328,670)
Net premium	23.00	1,609,360,710	1,996,819,570
Commission on re-insurance ceded		547,913,925	331,926,262
Total		2,961,449,865	3,002,797,237

The accompanying notes on page no. 19-38 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
14 February 2021

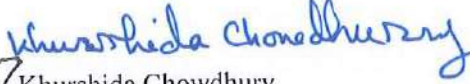

S. F. Ahmed & Co.
Chartered Accountants
DVC No. 2103140471AS986796

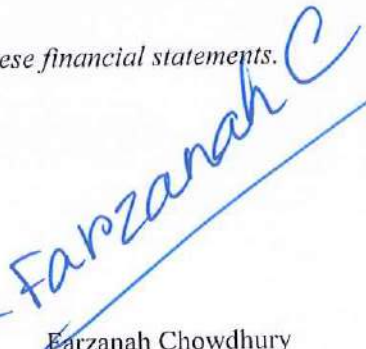
Green Delta Insurance Company Ltd.
Fire Insurance Revenue Account
For the year ended 31 December 2020

	Notes	Amount in Taka	
		2020	2019
		672,340,762	722,359,509
Claims under policies less re-insurance	22.00	229,394,341	296,806,852
Expenses of management		197,468,227	146,578,443
Agency commission		245,478,194	278,974,214
Profit transferred to profit & loss account		334,466,172	12,897,064
Balance of account at the end of the year as shown in the balance sheet (reserve for unexpired risks)		238,042,086	251,465,340
Total		1,244,849,020	986,721,913
		1,244,849,020	986,721,913
Balance of account at the beginning of the year		251,465,340	184,144,543
Premium less re-insurance	23.00	596,808,942	630,897,067
Commission on re-insurance ceded		396,574,739	171,680,303
Total		1,244,849,020	986,721,913

The accompanying notes on page no. 19-38 form an integral part of these financial statements.


Abdul Hafiz Chowdhury
Chairman


Khurshida Chowdhury
Vice Chairman


Farzanah Chowdhury
Managing Director & CEO

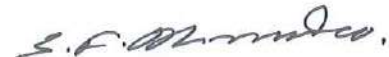

Syed Aliul Ahab
Financial Controller


Syed Moinuddin Ahmed
Company Secretary

Signed as per our separate report of even date



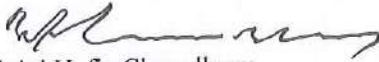
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S. F. Ahmed & Co.
Chartered Accountants
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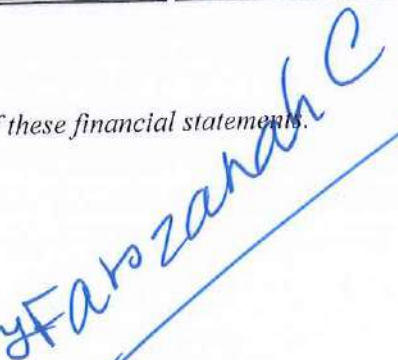
Green Delta Insurance Company Ltd.
Marine Insurance Revenue Account
For the year ended 31 December 2020

	Notes	Amount in Taka	
		2020	2019
		404,830,760	634,865,686
Claims under policies less re-insurance	22	103,387,537	132,797,337
Expenses of management		205,000,184	281,421,957
Agency commission		96,443,039	220,646,392
Profit transferred to profit & loss account		404,259,478	376,608,571
Balance of account at the end of the year as shown in the balance sheet (reserve for unexpired risks)		276,114,945	378,853,332
Total		1,085,205,183	1,390,327,589
		1,085,205,183	1,390,327,589
Balance of account at the beginning of the year	23	378,853,332	383,795,721
Premium less re-insurance		632,629,431	928,049,302
Commission on re-insurance ceded		73,722,420	78,482,566
Total		1,085,205,183	1,390,327,589

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Chairman


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Farzanah Chowdhury
Managing Director & CEO



Syed Aliul Ahab
Financial Controller


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Company Secretary

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Dated, Dhaka
14 February 2021



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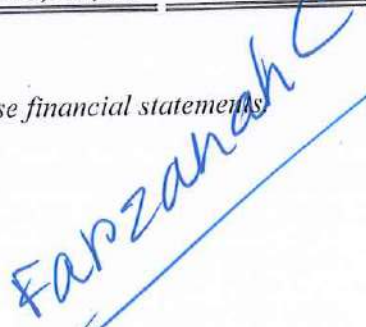
Green Delta Insurance Company Ltd.
Motor Insurance Revenue Account
For the year ended 31 December 2020


	Notes	Amount in Taka	
		2020	2019
		71,477,831	153,687,695
Claims under policies less re-insurance	22.00	14,417,314	34,940,302
Expenses of management		42,598,917	91,215,992
Agency commission		14,461,600	27,531,401
Profit transferred to profit & loss account		74,554,020	16,495,723
Balance of account at the end of the year as shown in the balance sheet (reserve for unexpired risks)		50,910,492	62,588,656
Total		196,942,343	232,772,074
		196,942,343	232,772,074
Balance of account at the beginning of the year		62,588,656	64,466,505
Premium less re-insurance	23.00	130,128,828	159,026,499
Commission on re-insurance ceded		4,224,859	9,279,070
Total		196,942,343	232,772,074


The accompanying notes on page no. 19-38 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
14 February 2021

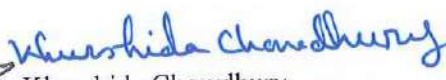

S. F. Ahmed & Co.
Chartered Accountants
DVC No. 2103140471AS986796


Green Delta Insurance Company Ltd.
Miscellaneous Insurance Revenue Account
For the year ended 31 December 2020

	Notes	Amount in Taka	
		2020	2019
		182,688,186	274,161,556
Claims under policies less re-insurance	22.00	42,575,625	100,936,341
Expenses of management		81,772,294	75,754,985
Agency commission		58,340,267	97,470,230
Profit transferred to profit & loss account		152,121,495	7,546,205
Balance of account at the end of the year as shown in the balance sheet (reserve for unexpired risks)		99,643,635	111,267,902
Total		434,453,316	392,975,663
		434,453,316	392,975,663
Balance of account at the beginning of the year	23.00	111,267,902	41,644,636
Premium less re-insurance		249,793,507	278,846,703
Commission on re-insurance ceded		73,391,907	72,484,324
Total		434,453,316	392,975,663

The accompanying notes on page no. 19-38 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

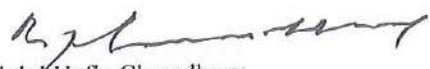


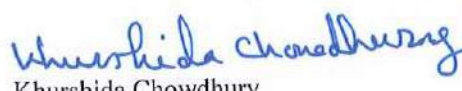
Dated, Dhaka
14 February 2021

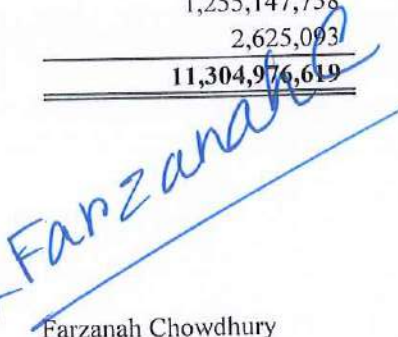

S. F. Ahmed & Co.
Chartered Accountants
DVC No. 2103140471AS986796


Green Delta Insurance Company Ltd.
Form "AA"
Classified Summary of Assets as at 31 December 2020


Sl. No.	Class of Assets	Book Value BDT
1	Investment in government bond	75,000,000
2	Shares listed on DSE & CSE (market price)	2,649,313,272
3	Alliance Leasing and Finance	120,000,000
4	Green Delta AIMS Ltd.	4,500,000
5	United Hospital	56,100,000
6	Investment in GDSL as margin loan (Note: 12.1)	235,000,000
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.	49,980,000
14	Energypac Power Generation Ltd.	4,972,000
15	Fixed Deposit	1,258,762,865
16	Cash at bank on STD and current account	24,181,216
17	Outstanding premium	50,499,003
18	Amount due from other persons or bodies carrying on insurance	3,386,518,199
19	Sundry debtors (including advance and deposits)	888,268,513
20	Land property	859,974,010
21	Fixed assets (at cost less depreciation)	1,255,147,758
22	Stock of stationery and stamps	2,625,093
Total:		11,304,976,619


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
14 February 2021


S. F. Ahmed & Co.
Chartered Accountants
DVC No. 2103140471AS986796

Green Delta Insurance Company Limited
Notes to the financial statements
as at and for the year ended 31 December 2020

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 1985 and obtained the certificate of commencement of business as on 24 December 1985 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 agencies 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 99.96% of the shares and 0.04% 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 2020;
- ii) Profit and loss account for the year ended 31 December 2020;
- iii) Profit and loss appropriation account for the year ended 31 December 2020;
- iv) Statement of changes in equity for the year ended 31 December 2020;
- v) Statement of cash flows for the year ended 31 December 2020;
- vi) Consolidated all business revenue account for the year ended 31 December 2020;
- vii) Fire insurance revenue account for the year ended 31 December 2020;
- viii) Motor insurance revenue account for the year ended 31 December 2020;
- ix) Marine insurance revenue account for the year ended 31 December 2020;
- x) Miscellaneous insurance revenue account for the year ended 31 December 2020; and
- xi) Notes comprising a summary of significant accounting policies and other explanatory information to the accounts for the year ended 31 December 2020.

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 balance sheet has been prepared in accordance with the regulations as contained in parts I of the First Schedule and as per Form "A" as set forth Part II of that schedule, Profit and Loss Account and Profit and Loss Appropriation Account has been prepared in accordance with the regulations as contained in Part I of the Second Schedule and as per Form "B" & "C" as set forth in Part II of that Schedule respectively and the Revenue Accounts of each class of General Insurance business has been prepared in accordance with the regulation as contained in part I of the Third Schedule and as per Form "F" as set forth in Part II of the Schedule of the Insurance Act, 1938. 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.

Implications of COVID-19 on our business

Main impact of Covid 19 on GDICL relates to decline in Revenue. Overall revenue has decreased by 12% in 2020. Lockdown resulted to deferral in policy renewals and auto-renewal of motor policies, however the policies were renewed later post lockdown. Marine business was also impacted due to drop in international trade. However, 11% growth was achieved in Fire portfolio as it is renewal driven.

Operation was in progress through online system and with the help of central work-from-home team during the lockdown situation. Due to the technological improvements made over the years and with the lockdown support, smooth operation could be ensured along with timely claim and other payments.

Moreover, in 2020, claims and expenses are significantly lower than 2019. Due to the lockdown followed by limited operations and automobile movement, there were lower incidents of claim. Resultantly, claim expense decreased by 31%. Additionally, various measures were implemented enabling the company to reduce operational expenses by 18%.

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 2020 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 profit and loss account.

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 and 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.

v) Workers' Profit Participation Fund

Section 234 of chapter 15 of Bangladesh Labor Act 2006 (as amended in 2013) requires every company to establish a workers' Participation Fund and Welfare Fund. However, BFID, on behalf of the financial institution sector, requested clarification from the Labor Ministry regarding the applicability of the provisions for the sector. Similarly Bangladesh Insurance Association has corresponded with Financial Ministry on this matter requesting for exemption for Insurance Companies. As no decision has been yet concluded on such communications, we are yet to provide for the said provision.

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 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.

2.19 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 maintains a foreign currency account for the overseas transactions and recognize foreign currency gain /(loss) due to change in foreign currency translation rate.



e) Investment fluctuation fund

The Company made investments in the capital market in a large portfolio and income generated 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 as and when decided by the Board.

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.

2.20 Disclosure of departure from few requirements of IFRS due to mandatory compliance of Insurance Act's requirements

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:

a) 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.

b) 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 664,711,158 as balance of fund and liabilities in the balance sheet under liabilities.

c) Insurance Act 1938 has issued templates for financial statements which is to be followed strictly by all general and life insurance company. The templates of financial statements issued by Insurance Act does not include other comprehensive income (OCI). However, deferred tax related to revaluation reserve & investment fluctuation reserve has been shown through statement of changes in equity.

d) As per IDRA guidelines, financial instruments are categorized, recognized and measured differently from those prescribed in IFRS 9. Disclosures in the prescribed templates of IDRA guidelines are disclosed only.

2.21 Interest expense

The Company has incurred interest and related expenses on account of overdraft 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.

2.22 Earnings per share

The Company presents basic earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period. Detail computations provided in note 24.

2.23 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.



2.24 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: 27.

2.25 Events after the reporting period

There is no material adjusting or non adjusting events after the balance sheet date.

Board of Directors has recommended cash dividend of 24.5% and stock dividend of 7.5% for the year ended 31 December 2020. In compliance with section 16G and 16F of Income Tax Ordinance 1984, more than 30% of net profit for the year has been recommended as dividend for the year comprising of higher cash dividend than stock dividend.

2.26 Contingent liabilities and contingent assets

The company does not recognize contingent liability and contingent assets but discloses the existence of contingent liability in the financial statements. A contingent liability is probable obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of uncertain future events not within the control of the company or present obligation that is not recognize because outflow of resources is not likely or obligation cannot be measured reliably.

2.27 Branch accounting

The Company has 43 branch offices with no overseas branch as on 31 December 2020. Accounts of the branches are maintained at the head office which are included in the accompanying financial statements.

2.28 Consistency of Presentation

In accordance with the IFRS framework for the presentation of financial statements together with IAS 1 and IAS 8, Green Delta Insurance Company Limited applies the accounting disclosure principles consistently from one period to the next. Where selecting and applying new accounting policies, changes in accounting policies applied, correction of errors, the amounts involved are accounted for and disclosed retrospectively in accordance with the requirement of IAS 8. We have applied the consistent accounting and valuation principles.

2.29 Comparative information

Comparative information has been disclosed in respect of the period ended 31 December 2020 for all numerical data in the financial statements and also the narrative and descriptive information when it is relevant for better understanding of the current year's financial statements. Prior year figures have been restated and rearranged whenever considered necessary to ensure comparability with the current period.

2.30 Director responsibility

The Board of Director takes the responsibility for the preparation and presentation of the financial Statements.

2.31 Authorization date for issuing financial statements

The financial statements were authorized by the Board of Directors on 14 February 2021 for public issue.

2.32 General

Figures appearing in these financial statements have been rounded off to the nearest BDT amount.

2.33 Reporting Currency

The financial statements are prepared and presented in Bangladesh Taka (BDT), which is the company's functional currency.

2.34 Reporting Period

The financial period under audit of the company covering (12) twelve months from of 01 January 2020 to 31 December 2020.



Amount in Taka	
2020	2019

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

93,198,320 ordinary shares of BDT 10 each fully paid up in cash

931,983,200	887,603,050
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Classification of shareholders by holdings as on 31 December 2020.

Range of share holding	No. of Shareholders	No. of Shares	% of Holdings	Value of Share in BDT
Less than 500 Shares	2,127	349,021	0.37%	3,490,210
501 - 5,000	1,369	2,379,581	2.55%	23,795,810
5,001 - 10,000	163	1,209,438	1.30%	12,094,380
10,001 - 20,000	113	1,601,475	1.72%	16,014,750
20001 - 30000	46	1,132,967	1.22%	11,329,670
30001 - 40000	18	645,706	0.69%	6,457,060
40,001 - 50,000	20	903,673	0.97%	9,036,730
50,001 - 60,000	12	647,852	0.70%	6,478,520
60,001 - 70,000	8	528,754	0.57%	5,287,540
70,001 - 80,000	6	452,863	0.49%	4,528,630
80,001 - 90,000	2	175,129	0.19%	1,751,290
90,001 and above	104	83,171,861	89.24%	831,718,610
	3,988	93,198,320	100.00%	931,983,200

4.00 Reserve or contingency account

Reserve for exceptional losses (Note: 4.01)

1,423,904,445	1,343,436,409
---------------	---------------

Investment fluctuation fund (Note: 4.02)

1,677,133,039	1,850,847,854
---------------	---------------

General reserve (Note: 4.03)

180,000,000	180,000,000
-------------	-------------

Dividend equalization fund (Note: 4.04)

110,000,000	110,000,000
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Revaluation reserve (Note: 4.05)

998,748,713	1,010,099,164
-------------	---------------

Total

4,389,786,197	4,494,383,427
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4.01 Reserve for exceptional losses

Opening balance

1,343,436,409	1,343,221,488
---------------	---------------

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

80,468,036	99,840,978
------------	------------

Less: Adjustment During the year

-	(99,626,057)
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Sub Total

1,423,904,445	1,343,436,409
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4.02 Investment fluctuation fund

Opening balance

1,850,847,854	1,862,916,205
---------------	---------------

Unrealised gain /(loss) made during the year

(193,016,461)	(13,409,279)
---------------	--------------

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

19,301,646	1,340,928
------------	-----------

Sub Total

1,677,133,039	1,850,847,854
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4.03 General reserve

Opening balance

180,000,000	180,000,000
-------------	-------------

Addition during the year

-	-
---	---

Sub Total

180,000,000	180,000,000
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		Amount in Taka	
		2020	2019
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
4.05	Revaluation reserve		
	Opening balance	1,010,099,164	1,016,438,495
	Realized through excess depreciation on revaluation of assets	(11,350,451)	(6,339,331)
	Sub Total	998,748,713	1,010,099,164
4.A	Consolidated reserve for contingency account		
	Green Delta Insurance Company	4,389,786,197	4,494,383,429
	Green Delta Securities Limited	27,740,139	21,560,672
	Total	4,417,526,336	4,515,944,101
4.B	Consolidated revaluation reserve		
	Green Delta Insurance Company	998,748,713	1,010,099,164
	Green Delta Securities Limited	69,521,966	69,521,965
	Sub Total	1,068,270,679	1,079,621,129
4.C	Consolidated Investment fluctuation fund		
	Green Delta Insurance Company	1,677,133,039	1,850,847,854
	Green Delta Securities Limited	(41,781,827)	(47,961,292)
	Total	1,635,351,212	1,802,886,562
5.00	Profit and loss appropriation account		
	Opening Balance (accumulated un distributed profit)	362,057,861	231,736,883
	Add: Net profit for the year	1,016,584,200	360,604,544
	Less : Transfer to reserve for exceptional losses	(80,468,036)	(99,840,978)
	Less : Current tax expense	(322,526,510)	(69,825,297)
	Less : Deferred tax income / (expense)	(10,257,211)	9,930,966
	Less : Cash dividend paid for the year 2019	(133,140,458)	(80,691,187)
	Add: Transfer of excess depreciation from asset revaluation reserve	18,160,722	10,142,929
	Total	850,410,568	362,057,861
5.A	Consolidated profit and loss appropriation account		
	Green Delta Insurance company	850,410,568	362,057,860
	Green Delta Capital Limited	23,499,749	27,244,473
	Green Delta Securities Ltd.	159,848,719	162,210,211
	GD Assist Ltd.	(15,085,230)	2,989,411
	Professional Advancement Bangladesh Ltd.	(12,088,887)	(7,326,095)
	Total	1,006,584,919	547,175,861
5.B	Non-controlling interest		
	Green Delta Capital Limited	352	352
	Green Delta Securities Ltd.	458	454
	GD Assist Ltd.	15,365	6,467
	Professional Advancement Bangladesh Ltd.	3,194	5,110
	Total	19,369	12,383
6.00	Balance of fund account		
	Fire insurance business	238,042,086	251,465,340
	Marine insurance business	276,114,945	378,853,332
	Motor insurance business	50,910,492	62,588,656
	Misc. insurance business	99,643,635	111,267,902
	Total	664,711,158	804,175,230



Amount in Taka	
2020	2019

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	
			2020	2019
Fire	595,105,216	40%	238,042,086	251,465,340
Marine Cargo	585,566,386	40%	234,226,555	362,600,820
Marine Hull	41,888,390	100%	41,888,390	16,252,512
Motor	127,276,230	40%	50,910,492	62,588,656
Miscellaneous	249,109,088	40%	99,643,635	111,267,902
Total	1,598,945,310		664,711,158	804,175,230

7.00 Premium deposits

Marine cargo	250,257,092	236,909,826
Total	250,257,092	236,909,826

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	423,461,723	241,056,633
Marine Cargo	41,186,202	2,712,386
Marine Hull	12,601,939	5,480,538
Motor	6,115,191	7,677,600
Miscellaneous	4,845,632	9,459,564
Total	488,210,687	266,386,721

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	51,725,256	62,295,443
Overseas re-insurer	1,034,361,765	891,343,162
Total	1,086,087,021	953,638,605

10.00 Sundry creditors

Liability for expenses	9,852,604	17,470,868
Others payable	490,302,910	433,777,766
Provision for income tax (Note : 10.01)	812,787,378	490,260,868
Deferred tax liabilities (Note : 10.02)	625,165,134	641,019,839
Unclaimed dividend	42,077,804	38,971,870
Total	1,980,185,830	1,621,501,212

10.01 Provision for income tax

Opening balance	490,260,868	420,435,571
Add : Addition during the year	322,526,510	69,825,297
Sub Total	812,787,378	490,260,868



Amount in Taka	
2020	2019

10.02 Deferred tax (asset)/liability		
Opening balance	641,019,840	656,095,332
Deferred tax obligation / (benefit) during the year	10,257,211	(9,930,966)
Deferred tax obligation / (benefit) during the year related to investment fluctuation fund and excess depreciation on revaluation reserve	(26,111,917)	(5,144,526)
Total	625,165,134	641,019,840

10.02.01 Deferred tax assets/(liabilities) as on 31 December 2020 :

As at 31 December 2020	Carrying amount	Tax base value	Applicable tax rate	Deferred tax (assets)/liability
Property, Plant and Equipment at cost	708,819,192	388,833,055	37.5%	119,994,802
Revaluation of Land	778,963,925	-	15%	116,844,589
Revaluation of Property, Plant and Equipment	538,607,007	-	37.5%	201,977,628
Unrealized gain on marketable securities	1,863,481,149	-	10.0%	186,348,115
Total deferred tax liabilities	3,889,871,273	388,833,055		625,165,134

10.02.02 Deferred tax assets/(liabilities) as on 31 December 2019 :

As at 31 December 2019	Carrying amount	Tax base value	Applicable tax rate	Deferred tax (assets)/liability
Property, Plant and Equipment at cost	723,875,172	431,241,597	37.5%	109,737,591
Revaluation of Land	778,963,925	-	15.0%	116,844,589
Revaluation of Property, Plant and Equipment	556,767,729	-	37.5%	208,787,898
Unrealized gain on marketable securities	2,056,497,616	-	10.0%	205,649,762
Total deferred tax liabilities	4,116,104,441	431,241,597		641,019,839

10.A Consolidated sundry creditors

Green Delta Insurance Company Ltd.	1,980,185,830	1,621,501,212
Green Delta Capital Limited	12,256,827	17,533,689
Green Delta Securities Limited	214,148,672	117,241,121
Professional Advancement Bangladesh Ltd.	2,430,113	447,921
GD Assist Ltd.	6,282,737	6,340,991
Total	2,215,304,179	1,763,064,934

11.00 Loan received

Bank overdraft	593,302,991	1,288,642,910
Loan from Green Delta Capital	-	69,999,900
Total	593,302,991	1,358,642,810

11.A Consolidated bank overdraft

Green Delta Insurance Company Ltd.	593,302,991	1,288,642,910
Green Delta Securities Limited	229,646,615	221,717,813
Green Delta Capital Limited	-	83,985,989
GD Assist Ltd.	4,788,380	4,319,496
Total	827,737,986	1,598,666,208

12.00 Investment

Investment in government bond	75,000,000	25,000,000
Investment in GDSL as margin loan (Note: 12.01)	235,000,000	205,000,000
Investment in quoted shares (Market Price)	2,649,313,272	2,863,321,038
Investment In FDR (maturity more than 3 months)	219,558,422	187,927,566
Investment in unquoted share(Note: 12.02)	209,710,890	209,710,890
Investment in Subsidiaries (Note: 12.03)	409,975,800	409,991,800
Total	3,798,558,384	3,900,951,294



Amount in Taka	
2020	2019

12.01 Investment in GDSL as margin loan		
Margin Loan of Green Delta Securities Ltd.	235,000,000	205,000,000
Sub Total	235,000,000	205,000,000
12.02 Investment in unquoted share		
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
Sub Total	209,710,890	209,710,890
12.03 Investment in Subsidiaries		
Green Delta Capital Limited	249,999,900	249,999,900
Green Delta Securities Ltd.	99,999,900	99,999,900
GD Assist Ltd.	49,980,000	49,996,000
Professional Advancement Bangladesh Ltd.	9,996,000	9,996,000
Sub Total	409,975,800	409,991,800
12.A Consolidated investment		
Investment of Green Delta Insurance Co. Ltd.	3,153,582,584	3,285,959,494
Investment of Green Delta Capital Ltd.	207,393,242	229,669,340
Investment of Green Delta Securities Ltd.	274,858,351	259,955,501
Investment of Professional Advancement Bangladesh Ltd.	10,876,057	13,097,511
Investment of GD Assist Ltd.	27,792,403	24,734,628
Total	3,674,502,637	3,813,416,474
13.00 Outstanding premium		
Outstanding premium represents installments due as on the reporting date on account of Marine & Aviation Business.		
Marine hull	30,514,330	61,429,105
Aviation hull	19,984,673	55,370,768
Total	50,499,003	116,799,873
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	40,027,286	30,583,936
Co-insurance claim receivable	10,753,354	11,788,513
Amount due from overseas re-insurer & SBC	3,335,737,559	3,151,170,817
Total	3,386,518,199	3,193,543,266
15.00 Sundry debtors (including advance and deposits)		
Advance rent	7,547,637	10,325,845
Advance salary	30,749	52,261
Other advances	870,764,877	780,725,411
Security deposit	3,396,300	3,927,303
Accrued interest	6,528,950	9,355,315
Total	888,268,513	804,386,135



		Amount in Taka	
		2020	2019
15.A Consolidated sundry debtors			
Green Delta Insurance Company Ltd.		784,581,689	729,214,403
Green Delta Capital Limited		54,932,380	67,847,091
Green Delta Securities Limited		480,657,455	401,932,872
Professional Advancement Bangladesh Ltd.		15,170,668	17,297,389
GD Assist Ltd.		12,973,050	17,737,664
Total		1,348,315,242	1,234,029,419
16.00 Cash and cash equivalent			
Fixed deposits		1,039,204,443	843,988,921
Cash at Bank		23,670,390	94,798,585
Cash in hand		510,826	2,325,495
Total		1,063,385,659	941,113,001
16.A Consolidated cash and cash equivalent			
Green Delta Insurance Company Ltd.		1,063,385,659	941,113,001
Green Delta Capital Limited		14,016,822	6,540,870
Green Delta Securities Limited		255,996,621	195,704,881
Professional Advancement Bangladesh Ltd.		3,043,002	421,432
GD Assist Ltd.		2,459,479	617,0147
Total		1,338,901,583	1,149,950,332
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
Total		859,974,010	859,974,010

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	
Cost/Revaluation						
As at 01 January 2020	90,434,693	114,169,265	114,764,480	631,699,128	636,884,423	1,587,951,989
Additions during the year	4,492,638	6,629,545	3,638,356	-	-	14,760,539
Adjustment during the year	780	(864,944)	276,530	-	-	(587,634)
Disposal during the year	(2,380,696)	(957,400)	(1,901,980)	-	-	(5,240,076)
Total as at 31 December 2020	92,547,415	118,976,466	116,777,386	631,699,128	636,884,423	1,596,884,818
Depreciation						
As at 01 January 2020	53,231,548	83,575,093	95,196,817	46,746,563	35,753,640	314,503,661
Charged during the year	9,303,437	7,420,778	7,946,172	6,380,799	6,433,176	37,484,362
Adjustment during the year	38	(65,814)	-	-	-	(65,776)
Disposal during the year	(1,914,467)	(917,128)	(1,901,979)	-	-	(4,733,574)
Total as at 31 December 2020	60,620,556	90,012,929	101,241,010	53,127,362	42,186,816	347,188,672
Sub Total written down value of fixed asset	31,926,859	28,963,537	15,536,376	578,571,766	594,697,607	1,249,696,146
Sub Total written down value of intangible assets (Note 18.01)						5,451,612
Total written down value as at 31 December 2020	31,926,859	28,963,537	15,536,376	578,571,766	594,697,607	1,255,147,758
Written down value at 31 December 2019	37,203,145	30,594,172	19,567,663	584,952,565	601,130,783	1,273,448,328
Written down value of intangible assets						7,194,572
Total Written down value at 31 December 2019	37,203,145	30,594,172	19,567,663	584,952,565	601,130,783	1,280,642,900
				Amount in Taka		
				2020	2019	
18.01 Intangible assets						
Opening balance				12,568,816	7,172,697	
Add : Addition during the year				395,128	5,396,119	
Add: Adjustment during the year				864,944	-	
Less: Disposal during the year				3,850,000	-	
				9,978,888	12,568,816	
Less : Amortization during the year				1,797,930	1,436,909	
Add: Disposal during the year				2,710,454	-	
Less: Adjustment during the year				65,556	-	
Less : Accumulated amortization				5,374,244	3,937,335	
Sub Total				5,451,612	7,194,572	
18.A Consolidated fixed assets						
Green Delta Insurance Company Ltd.				1,249,696,146	1,273,448,328	
Green Delta Capital Limited				9,666,617	4,773,403	
Green Delta Securities Ltd.				11,818,243	13,549,094	
Professional Advancement Bangladesh Ltd.				6,252,562	3,833,796	
GD Assist Ltd.				14,230,082	15,009,926	
Total				1,291,663,650	1,310,614,547	
18.B Consolidated intangible assets						
Green Delta Insurance Company Ltd.				5,451,612	7,194,572	
Green Delta Capital Limited				12,790	166,162	
Total				5,464,402	7,360,734	
19.00 Stock of printing, stationery & stamps						
Printing				1,334,274	1,567,988	
Stationery				4,621	10,703	
Insurance policy stamps				1,286,198	731,597	
Total				2,625,093	2,310,287	
20.00 Audit fees						
Statutory audit				345,000	690,000	
Total				345,000	690,000	



Amount in Taka	
2020	2019

21.00 Investment and others income

Interest on FDR & STD and others	53,696,390	75,001,158
Net profit from shares trading	106,536,684	2,428,240
Interest on national bond	2,132,780	1,717,400
Gain from asset disposal	(794,198)	3,332,490
Dividend income	51,470,886	132,700,216
Interest income from GDSL	20,012,978	21,333,255
Co-ins service charges	4,491,790	6,572,520
Sundry income	10,020,504	8,150,051
Rental income	29,409,261	30,229,830
Income from trustee commission	23,447,034	13,320,000
Currency exchange gain/ (loss)	(620,600)	(60,141)
Total	299,803,509	294,725,019

21.A Consolidated income from share

Green Delta Insurance Company Ltd.	106,536,684	2,428,240
Green Delta Capital Limited	8,246,453	2,946,008
Green Delta Securities Ltd.	1,395,912	2,542,898
Total	116,179,049	7,917,146

21.B Consolidated interest & others income

Green Delta Insurance Company Ltd.	112,386,677	129,366,733
Green Delta Capital Limited	18,667,618	30,792,126
Green Delta Securities Ltd.	56,909,682	57,960,621
Professional Advancement Bangladesh Ltd.	649,364	486,239
GD Assist Ltd.	1,823,203	2,602,546
	190,436,544	221,208,265
	32,912,649	41,241,100
Less: Inter company transaction		
Total	157,523,895	179,967,165

21.C Consolidated management expenses

Green Delta Insurance Company Ltd.	208,183,896	305,371,311
Green Delta Capital Limited	36,304,011	46,635,701
Green Delta Securities Ltd.	110,685,225	125,438,669
Professional Advancement Bangladesh Ltd.	8,565,264	7,569,085
GD Assist Ltd.	27,589,332	10,282,149
	391,327,728	495,296,915
	32,912,649	41,241,100
Less: Inter company transaction		
Total	358,415,079	454,055,815

22.00 Claims under policies less re-insurance

	Fire	Marine Cargo	Marine Hull	Motor	Miscellaneous	Total
Claims paid during the year	46,989,251	54,556,639	3,235,681	15,979,723	47,189,557	167,950,851
Claims outstanding at the end of the year	423,461,723	41,186,202	12,601,939	6,115,191	4,845,632	488,210,687
Claims outstanding at the beginning of the year	(241,056,633)	(2,712,386)	(5,480,538)	(7,677,600)	(9,459,564)	(266,386,721)
Total amount (year - 2020)	229,394,341	93,030,455	10,357,082	14,417,314	42,575,625	389,774,817
Total amount (year - 2019)	296,806,852	121,830,947	10,966,389	34,940,302	100,936,341	565,480,832

23.00 Premium less re-insurance

Class of business :

	On Direct Business	On Re-ins Accepted	On Re-ins. Ceded	Total Amount in 2020	Total Amount in 2019
Fire	2,057,201,922	-	(1,460,392,980)	596,808,942	630,897,067
Marine Cargo	768,574,671	-	(177,858,397)	590,716,274	911,748,119
Marine Hull	146,132,299	-	(104,219,142)	41,913,157	16,301,182
Motor	149,147,018	-	(19,018,190)	130,128,828	159,026,499
Miscellaneous	555,692,830	-	(305,899,323)	249,793,507	278,846,703
Total amount (31 December 2020)	3,676,748,740	-	(2,067,388,030)	1,609,360,710	1,996,819,570



Amount in Taka	
2020	2019

24.00 Earning per share (EPS)

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

7.34 3.23

Earnings attributable to ordinary shares:

683,800,478 300,710,215

Profit as per profit & loss account

1,016,584,200 360,604,544

Less: Income tax provision

322,526,510 69,825,297

Less: Deferred tax expenses

10,257,211 (9,930,966)

Less: Loss from discontinued business

- -

Number of outstanding shares:

Number of shares as at 31.12.2020	Number of shares as at 31.12.2019
-----------------------------------	-----------------------------------

Shares outstanding as on 1 January

88,760,305 80,691,187

Bonus share issued

4,438,015 8,069,118

93,198,320 88,760,305

683,800,478 300,710,213

93,198,320 93,198,320

7.34 3.23

Basic earnings per shares (Adjusted EPS of 2019)

24.A Consolidated earning per share (EPS)

Earnings attributable to ordinary shares:

667,640,584 301,122,439

Profit as per profit & loss account

1,008,969,200 372,379,668

Less: Income tax provision

331,071,405 81,188,196

Less: Deferred tax expenses

10,257,211 (9,930,966)

667,640,584 301,122,439

93,198,320 93,198,320

7.16 3.23

Consolidated earnings per share (Adjusted EPS of 2019)

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:

A. Assets.

Investment

3,798,558,384 3,900,951,294

Outstanding premium

50,499,003 116,799,873

Amount due to other persons or bodies carrying on insurance business

3,386,518,199 3,193,543,266

Sundry debtors

888,268,513 804,386,135

Cash and bank balance

1,063,385,659 941,113,001

Land, fixed asset & others

2,117,746,861 2,142,927,197

Total Assets

11,304,976,619 11,099,720,767

B. Liabilities

Balance of fund accounts

664,711,158 804,175,230

Premium deposit

250,257,092 236,909,826

Estimated liability in respect of outstanding claims whether due or intimated

488,210,687 266,386,721

Amount due to other persons or bodies carrying on insurance business

1,086,087,021 953,638,605

Sundry creditors

1,980,185,830 1,621,501,212

Bank loan

593,302,991 1,358,642,810

Total liabilities

5,062,754,779 5,241,254,403

Net Assets (A - B)

6,242,221,840 5,858,466,364

Number of shares outstanding during the year

93,198,320 88,760,306

Net assets value per share

66.98 66.00

25.01 Consolidated Net Assets Value per share

Consolidated Net assets

6,426,155,696 6,065,157,419

Number of shares outstanding during the year

93,198,320 88,760,306

Consolidated Net assets value per share

68.95 68.33



Amount in Taka	
2020	2019

26.00 Reconciliation of net operating cash flow with net profit

Profit before tax	1,016,584,200	360,604,544
Adjusting non-cash items		
Depreciation	39,282,292	40,219,340
Opening unexpired risk reserve	(804,175,230)	(674,051,405)
Closing unexpired risk reserve	664,711,158	804,175,230
Finance cost	94,741,302	161,988,065
Investment income	(283,374,463)	(269,084,696)
Adjusted profit	727,769,259	423,851,081
Working capital movement		
Movement in OS claim	221,823,966	12,071,315
Payable to RI	132,448,417	189,433,053
Movement in other liabilities	(42,249,193)	372,510,424
Movement in outstanding premium	66,300,868	(49,551)
Receivable from RI	(192,677,493)	(749,626,174)
Movement in other assets	(84,179,818)	(102,100,857)
Movement in premium deposit	13,347,266	(102,080,394)
Cash generated from operating activities	(76,804,091)	(85,722,627)
Tax paid	76,804,091	85,722,627
Net cash generated by operating activities	765,779,181	(41,713,729)

26.01 Reconciliation of net operating cash flow with net profit (Consolidated)

Profit before tax	1,008,969,200	374,879,671
Adjusting non-cash items		
Depreciation	49,062,105	48,163,559
Opening unexpired risk reserve	(804,175,230)	(674,051,405)
Closing unexpired risk reserve	664,711,158	804,175,230
Finance cost	141,867,417	220,673,904
Investment income	(328,280,378)	(318,008,610)
Other Provision	-	2,500,000
Adjusted profit	732,154,272	458,332,350
Working capital movement		
Movement in OS claim	221,823,966	12,071,315
Payable to RI	132,448,417	189,433,053
Movement in other liabilities	121,359,191	383,642,232
Movement in outstanding premium	66,300,868	(49,551)
Receivable from RI	(192,677,493)	(749,626,174)
Movement in other assets	(135,146,293)	(132,476,642)
Movement in premium deposit	13,347,266	(102,080,394)
Cash generated from operating activities	(98,055,126)	(97,202,805)
Tax paid	98,055,126	97,202,805
Net cash generated by operating activities	861,555,069	(37,956,615)

27.00 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	2020	2019
Green Delta Securities Ltd.	Subsidiary Company	Intercompany Credit	291,946,171	248,412,176
Green Delta Capital Ltd.	Subsidiary Company	Inter Company Transaction	265,022	(69,767,537)
Professional Advancement Bang. Ltd.	Subsidiary Company	Inter Company Transaction	35,001,869	31,527,193
GD Assist Ltd.	Subsidiary Company	Inter Company Transaction	11,473,763	(7,952,061)

28.00 Number of employees

During the year under audit, there were 519 employees for the full year and 28 employees for less than full year.



Green Delta Insurance Company Limited
Status of compliance of International Accounting Standards and International
Financial Reporting Standards

Name of the IAS	IAS No.	Status
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	N/A
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	Complied
Agriculture	41	N/A
Name of the IFRS	IFRS No.	Status
Share based payment	2	N/A
Business combination	3	Complied
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	**
Consolidated financial statements	10	Complied
Joint arrangements	11	N/A
Disclosure of interests in other entities	12	N/A
Fair value measurement	13	Complied
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.



Annexure-II

Green Delta Insurance Company Limited
Calculation of Current Tax Provision
For the income year ended 31 December 2020

			Amount in Taka
Net Profit Before Tax			1,016,584,200
Add: Expenses charged to Profit and Loss Account			
(1) Depreciation		39,282,292	
(2) Entertainment		499,350	<u>39,781,641</u>
			1,056,365,841
Deduct: Income incorporated in Profit and Loss Account			
(1) Capital gains from share trading	21	106,536,684	
(2) Dividend income	21	51,470,884	<u>158,007,569</u>
			898,358,273
			<u>34,293,019</u>
			932,651,291
Add: Excess Perquisites (Estimated)			
Less: Allowable expenditures			
(1) Depreciation as per 3rd Schedule		48,474,133	
(2) Reserve for exceptional Losses (Fourth Schedule Part 6-(2))		80,468,036	
(5) Entertainment expenses allowable as per limit u/s 30(i) Rule 65		499,350	<u>129,441,518</u>
Total income from Insurance Business			<u><u>803,209,773</u></u>

<u>Category of Income</u>	<u>Income</u>	<u>Rate</u>	<u>Tax Liability</u>
Income from Insurance Business	804,209,774	37.5%	301,578,665
Tax on Dividend Income	51,470,884	20%	10,294,177
Capital Gain on sale of shares	106,536,684	10%	10,653,668
Capital Gain on sale of assets	-	15%	-
Gross current tax liability for income year ended on 31 December 2019	<u><u>962,217,342</u></u>		<u><u>322,526,510</u></u>



