

## 7.2 | Financial Statements of Green Delta Insurance Company Ltd. Independent Auditors' Report

We have audited the accompanying financial statements of Green Delta Insurance Company Limited, which comprise the balance sheet as at December 31, 2012 and the profit and loss account, statement of changes in equity and statement of cash flows for the year then ended and all related Consolidated Financial Statements and a summary of significant accounting policies and other explanatory notes.

### Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Rules & Regulation Issued by the Insurance Development & Regulatory Authority (IDRA) along with Bangladesh Financial Reporting Standards, Companies Act 1994, Securities & Exchange Rules 1987, and other applicable Rules & Regulations. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing, those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Opinion

In our opinion, the financial statements give a true and fair view of the consolidated financial position of Green Delta Insurance Company Limited as of December 31, 2012 and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards along with other applicable Rules & Regulations.

### Report on Other Legal and Regulatory Requirements

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 account as required by law have been kept by the company so far as it appeared from our examination of those books;
- c) the company's Statement of Financial Position (Balance Sheet), Statement of Comprehensive Income (Profit and Loss Account) and Statement of Cash Flows dealt with by the report are in agreement with the books of accounts;
- d) the financial position of the Company as at December 31, 2012 and the profit for the year then ended have been properly reflected in the Financial Statements, and the Financial Statements have been prepared in accordance with Generally Accepted Accounting Principles (GAAP) as applicable in Bangladesh.
- e) the expenditures incurred and payment made thereof during the year were for the purpose of the business of the Company;
- f) As per section 40-C (2) of the Insurance Act 1938 as amended, we certify that to the best of our knowledge and belief and according to the information and 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 audit have been duly debited to the related Revenue Accounts and the Profit & Loss Account of the Company;
- g) As per regulation 11 of part 1 of the third schedule of the Insurance Act, 1938 as amended, we certify that to the best of our knowledge and information given to us and as shown by its books, the company during the year under audit has not paid any person any commission in any form, outside Bangladesh in respect of its re-insurance business abroad;

Place: Dhaka  
Date: February 14, 2012.



**Ahmed Zaker & Co.**  
Chartered Accountants



## Consolidated Balance Sheet

As at December 31, 2012

Particulars	Notes	Amount in taka	
		31.12.2012	31.12.2011
<b>Capital and liabilities</b>			
Share capital			
Authorized	4.00	1,000,000,000	1,000,000,000
Issued, subscribed and paid-up	4.00	510,300,000	408,240,000
<b>Reserve or contingency account:</b>	5.A	<b>3,784,114,976</b>	<b>2,180,512,460</b>
Reserve for exceptional losses		736,813,750	615,560,132
Foreign currency fluctuation		3,979,629	4,556,089
Investment fluctuation fund		676,425,940	1,035,349,545
General reserve		170,000,000	170,000,000
Dividend equalization fund		120,000,000	120,000,000
Revaluation reserve		2,076,895,657	235,046,694
<b>Profit &amp; loss appropriation account</b>	6.A	<b>297,265,466</b>	<b>285,794,303</b>
Non controlling interest	6.B	1,779	1,037
<b>Total shareholders' equity</b>		<b>4,591,682,221</b>	<b>2,874,547,800</b>
<b>Balance of fund accounts:</b>	7.00	<b>611,830,245</b>	<b>433,236,871</b>
Fire insurance business	7.01	197,743,593	186,797,099
Marine insurance business	7.02	311,444,902	163,004,792
Motor insurance business	7.03	64,519,656	57,146,719
Miscellaneous ins. business	7.04	38,122,095	26,288,261
Premium deposit	8.00	37,048,098	24,628,543
<b>Liabilities and provisions:</b>		<b>1,225,647,847</b>	<b>1,666,380,081</b>
Estimated liability in respect of outstanding claims whether due or intimated	9.00.	81,867,599	62,876,816
Amount due to other persons or bodies carrying on insurance business	10.00	578,954,134	858,790,560
Sundry creditors (Including outstanding expenses, taxes & provisions)	11.A	564,826,113	603,973,907
Bank loan	12.A	-	140,738,798
<b>Total liabilities</b>		<b>1,874,526,190</b>	<b>2,124,245,495</b>
<b>Total liabilities &amp; shareholders' equity</b>		<b>6,466,208,411</b>	<b>4,998,793,295</b>

Particulars	Notes	Amount in taka	
		31.12.2012	31.12.2011
<b>Assets and properties:</b>		<b>3,255,758,771</b>	<b>3,805,563,542</b>
Investment	13.A	2,487,003,405	2,482,055,037
Outstanding premium	14.00	121,285,123	420,395,893
Amount due from other persons or bodies carrying on insurance business	15.00	279,402,044	233,412,642
Sundry debtors (Including advances and deposits)	16.A	368,068,199	669,699,970
<b>Cash and bank balances :</b>	17.A	<b>1,213,540,341</b>	<b>956,450,901</b>
Fixed deposits		999,548,196	704,404,675
At banks on STD & current account		209,981,792	250,148,569
Cash in hand		4,010,353	1,897,657
<b>Other accounts</b>			
Land property and office space	18.00	800,000,000	196,227,354
		<b>1,196,909,299</b>	<b>40,551,498</b>
Fixed assets (at cost less depreciation)	19.A	1,193,982,022	38,629,402
Stock of printing, stationery and stamps	20.00	2,635,852	1,630,671
Preliminary expenses	20.A	291,425	291,425
<b>Total assets</b>		<b>6,466,208,411</b>	<b>4,998,793,295</b>

The accompanying notes 1-28 form an integral part of this financial statement.



A Q M Nurul Absar  
Chairman



Dilruba Chowdhury  
Vice Chairman



Nasir A Choudhury  
Managing Director & CEO



Farzana Chowdhury  
Additional Managing Director & Group CFO



Syed Moinuddin Ahmed  
Company Secretary

Signed as per our separate report of even date



Ahmed Zaker & Co.  
Chartered Accountants

Place: Dhaka  
Date: February 14, 2013.



## Consolidated Profit and Loss Account

For the year ended December 31, 2012

Particulars	Notes	Amount in taka	
		31.12.2012	31.12.2011
Investment income		33,102,363	62,737,592
Income from share business	22.A	15,700,121	32,972,893
Brokerage commission & others (less direct expenses)		41,525,793	77,552,784
Interest & others income	22.B	144,526,247	59,027,637
<b>Total investment income</b>		<b>234,854,524</b>	<b>232,290,906</b>
Fire insurance revenue a/c		131,952,892	101,347,785
Marine insurance revenue a/c		165,368,300	65,788,302
Motor insurance revenue a/c		30,853,209	8,843,351
Misc. insurance revenue a/c		(30,133,447)	(51,806,689)
<b>Total revenue income</b>		<b>298,040,954</b>	<b>124,172,749</b>
<b>Total income</b>		<b>532,895,478</b>	<b>356,463,655</b>
Management expenses	22.C	236,628,172	188,513,361
Director's fee & expenses		1,296,808	1,443,250
Audit fees		306,750	378,375
Preliminary expenses amortized		-	458,692
Depreciation		23,726,489	8,345,750
<b>Total expenditure</b>		<b>261,958,219</b>	<b>199,139,428</b>
<b>Profit before provision &amp; tax</b>		<b>270,937,259</b>	<b>157,324,227</b>
Others provision		1,200,000	825,000
<b>Net profit for the year</b>		<b>269,737,259</b>	<b>156,499,227</b>
<b>Profit attributable to GDIC</b>		<b>269,737,262</b>	<b>156,499,230</b>
Share of non-controlling interest		(3)	(3)
		<b>269,737,259</b>	<b>156,499,227</b>

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Chartered Accountants

Place: Dhaka  
Date: February 14, 2013.

## Consolidated Profit and Loss Appropriation Account

For the year ended December 31, 2012

Particulars	Notes	Amount in taka	
		31.12.2012	31.12.2011
Balance Brought Forward from Last year		285,794,303	521,624,397
Net Profit For the Year Brought Down		269,737,262	156,499,230
<b>TOTAL</b>		<b>555,531,565</b>	<b>678,123,627</b>
Reserve for Exceptional Losses	5.01	121,253,618	86,204,861
Provision for Income Tax		19,952,480	28,497,535
Prior Year Adjustment		-	(716,280)
Adjustment for sharing profit of non controlling interest		-	(24,373,632)
Deferred tax Liability/ (Asset) during the year		15,000,000	(579,160)
<b>Dividend Paid :</b>		<b>102,060,000</b>	<b>303,296,000</b>
Cash			163,296,000
Stock		102,060,000	-
General Reserve		-	80,000,000
Dividend Equalization Fund			60,000,000
Balance Transferred to Balance Sheet		297,265,466	285,794,303
<b>TOTAL</b>		<b>555,531,565</b>	<b>678,123,627</b>
<b>Earning Per share(Tk-10/= each)</b>	25.A	<b>4.60</b>	<b>2.52</b>

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A Q M Nurul Absar  
Chairman



Dilruba Chowdhury  
Vice Chairman



Nasir A Choudhury  
Managing Director & CEO



Farzana Chowdhury  
Additional Managing Director & Group CFO



Syed Moinuddin Ahmed  
Company Secretary

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Ahmed Zaker & Co.  
Chartered Accountants

Place: Dhaka  
Date: February 14, 2013.



## Consolidated Statement of Cash Flows

For the year ended December 31, 2012

Particulars	Amount in taka	
	31.12.2012	31.12.2011
<b>Cash flows from operating activities:</b>		
Collections from premium and other income	3,190,232,116	3,137,052,417
Payments for management expense, re-insurance and claims	(2,515,672,605)	(3,076,741,804)
Income Tax paid	(38,062,930)	(45,986,389)
<b>Net cash provided by operating activities</b>	<b>636,496,581</b>	<b>14,324,224</b>
<b>Cash flows from investing activities:</b>		
Investment in share	61,350,908	(143,502,027)
Sales of investment	1,771,228	1,771,228
Proceeds from sales of share	1,257,579	39,183,069
Interest received	10,902,636	11,077,952
Income from Office rent	3,050,360	-
Investment in Green Delta Securities Ltd.	7,500,000	20,000,000
Dividend income	25,477,561	12,845,078
Purchase of fixed assets	(250,157,990)	(619,168)
Receivable from Green Delta LR Holding Ltd.	-	18,000,000
Receivable from Green Delta Capital Ltd.	(8,987,973)	533,291
Investment in Green Delta LR Holding Ltd.	-	(18,000,000)
Advance for GD AIMS Tower	(3,100,985)	-
Advance for Office Space bangla Motor	-	(47,848,544)
Office Space at Mirpur	-	(22,061,940)
BRAC Bank Preferred Share	-	50,000,000
Central Depository BD. Ltd (CDBL)	-	5,694,450
Investment in Jalalabad Telecom Ltd.	(52,384,000)	-
Investment in BD Venture	(10,000,000)	-
Investment in Swiss Pro	(9,600,000)	-
Advance Received from Standard Bank	17,131,750	-
Bank Loan	(172,514,717)	69,900,000
Lease Paid	(437,496)	-
Employees Loan Received	267,517	-
<b>Net cash used in investing activities</b>	<b>(378,473,622)</b>	<b>(3,026,613)</b>
<b>Cash flows from financing activities:</b>		
Dividend paid	(832,411)	(163,404,523)
Share Issue	-	-
Client Account	-	-
<b>Net cash used in financing activities</b>	<b>(832,411)</b>	<b>(163,404,523)</b>
<b>Net increase/(Decrease) in cash &amp; cash equivalents during the year</b>	<b>257,190,548</b>	<b>(152,106,912)</b>
<b>Cash &amp; cash equivalents at the beginning of the year</b>	<b>956,349,793</b>	<b>1,108,456,703</b>
<b>Cash &amp; cash equivalents at the end of the year</b>	<b>1,213,540,341</b>	<b>956,349,791</b>



A Q M Nurul Absar  
Chairman



Farzana Chowdhury  
Additional Managing Director & Group CFO



Dilruba Chowdhury  
Vice Chairman



Nasir A Choudhury  
Managing Director & CEO



Syed Moinuddin Ahmed  
Company Secretary  
Signed as per our separate report of even date



Ahmed Zaker & Co.  
Chartered Accountants

Place: Dhaka  
Date: February 14, 2013.

# Consolidated Statement of Changes in Equity

For the year ended December 31, 2012

Particulars	Share Capital	Reserve for Exceptional Losses	General Reserve	Dividend Equalization Fund	Foreign Currency Fluctuation	Revaluation Reserve	Investment Fluctuation Fund	Retained Earnings	Total	Non Controlling Interest	Total
Balance at 1st January 2012	408,240,000	615,560,132	170,000,000	120,000,000	4,556,089	235,046,694	1,035,349,545	285,794,303	2,874,546,763	1,037	2,874,547,800
Appropriation to Reserve (Last Year)											
Revaluation						1,841,848,963			1,841,848,963	742	1,841,849,705
Dividend Paid (Last Year)	102,060,000							(102,060,000)			
Profit after Tax								234,784,782	234,784,782		234,784,782
Appropriation to Reserve		121,253,618			(576,460)		(358,923,605)	(121,253,618)	(359,500,065)		(359,500,065)
<b>Balance as on December 31, 2012</b>	<b>510,300,000</b>	<b>736,813,750</b>	<b>170,000,000</b>	<b>120,000,000</b>	<b>3,979,629</b>	<b>2,076,895,657</b>	<b>676,425,940</b>	<b>297,265,466</b>	<b>4,591,680,442</b>	<b>1,779</b>	<b>4,591,682,221</b>



A Q M Nurul Absar  
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Faizana Chowdhury  
Additional Managing Director & Group CFO



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Vice Chairman



Nasir A Choudhury  
Managing Director & CEO



Syed Moinuddin Ahmed  
Company Secretary



Ahmed Zaker & Co.  
Chartered Accountants

Signed as per our separate report of even date



## Balance Sheet

As at December 31, 2012

Particulars	Notes	Amount in taka	
		31.12.2012	31.12.2011
<b>Capital and Liabilities:</b>			
Share Capital	4.00		
Authorized Share Capital		1,000,000,000	1,000,000,000
Issued, Subscribed and Paid-up	4.00	510,300,000	408,240,000
<b>Reserve or Contingency Account:</b>			
	5.00	<b>3,177,069,026</b>	<b>1,945,465,766</b>
Reserve for Exceptional Losses	5.01	736,813,750	615,560,132
Foreign Currency Fluctuation	5.02	3,979,629	4,556,089
Investment Fluctuation Fund	5.03	676,425,940	1,035,349,545
General Reserve	5.04	170,000,000	170,000,000
Dividend Equalization Fund	5.05	120,000,000	120,000,000
Revaluation Reserve		1,469,849,707	-
Profit & Loss Appropriation Account	6.00	170,983,364	156,620,948
<b>Total Shareholders' Equity</b>		<b>3,858,352,390</b>	<b>2,510,326,714</b>
<b>Balance of Fund Accounts:</b>			
	7.00	<b>611,830,245</b>	<b>433,236,871</b>
Fire Insurance Business	7.01	197,743,593	186,797,099
Marine Insurance Business	7.02	311,444,902	163,004,792
Motor Insurance Business	7.03	64,519,656	57,146,719
Miscellaneous Ins. Business	7.04	38,122,095	26,288,261
Premium Deposit	8.00	37,048,098	24,628,543
<b>Liabilities and Provisions</b>			
		<b>1,074,375,218</b>	<b>1,496,019,979</b>
Estimated Liability in Respect of Outstanding Claims whether Due or Intimated	9.00	81,867,599	62,876,816
Amount Due to Other Persons or Bodies Carrying on Insurance Business	10.00	578,954,134	858,790,560
Sundry Creditors (Including Outstanding Expenses, Taxes & Provisions)	11.00	413,553,484	463,722,953
Bank Loan	12.00	-	110,629,650
<b>Total Liabilities</b>		<b>1,723,253,561</b>	<b>1,953,885,393</b>
<b>Total Liabilities &amp; Shareholders' Equity</b>		<b>5,581,605,951</b>	<b>4,464,212,107</b>

Particulars	Notes	Amount in taka	
		31.12.2012	31.12.2011
<b>Assets and Properties</b>			
		<b>2,684,522,299</b>	<b>3,538,529,291</b>
Investment	13.00	1,998,955,594	2,363,647,672
Outstanding Premium	14.00	121,285,123	420,395,893
Amount Due from other Persons or Bodies Carrying on Insurance Business	15.00	279,402,044	233,412,642
Sundry Debtors (Including Advances and Deposits)	16.00	284,879,538	521,073,084
<b>Cash and Bank Balances :</b>			
	17.00	<b>918,775,649</b>	<b>712,737,389</b>
Fixed Deposits	17.01	878,156,706	542,183,536
At Banks on STD & Current Account	17.02	36,817,354	169,019,287
Cash in Hand	17.03	3,801,589	1,534,566
		<b>1,978,308,003</b>	<b>212,945,427</b>
Land	18.00	800,000,000	196,227,354
Fixed Assets (at revalued price less Depreciation)	19.00	1,175,672,151	15,087,402
Stock of Printing, Stationery and Stamps	20.00	2,635,852	1,630,671
		<b>5,581,605,951</b>	<b>4,464,212,107</b>

The accompanying notes 1-28 form an integral part of this financial statement.

  
 A Q M Nurul Absar  
 Chairman

  
 Dilruba Chowdhury  
 Vice Chairman

  
 Nasir A Choudhury  
 Managing Director & CEO

  
 Farzana Chowdhury  
 Additional Managing Director & Group CFO

  
 Syed Moinuddin Ahmed  
 Company Secretary

Signed as per our separate report of even date

  
 Ahmed Zaker & Co.  
 Chartered Accountants

Place: Dhaka  
 Date: February 14, 2013.



## Profit and Loss Account

For the year ended December 31, 2012

Particulars	Notes	Amount in taka	
		31.12.2012	31.12.2011
Expenses of Management (Not Applicable to any Particular Fund or Account)		147,528,731	105,660,417
Director's Fee & Expenses		<b>23,290,803</b>	<b>6,888,974</b>
Audit Fees	21.00	1,296,808	1,443,250
Depreciation		306,750	300,000
		21,687,245	5,145,724
<b>Net Profit for the year carried down to Profit &amp; Loss Appropriation Account</b>		<b>262,676,034</b>	<b>143,427,594</b>
		<b>433,495,568</b>	<b>255,976,979</b>
Investment & others Income	22.00	135,454,615	131,804,230
<b>Profit &amp; loss transferred From :</b>		<b>298,040,953</b>	<b>124,172,749</b>
Fire Insurance Revenue Account		131,952,891	101,347,785
Marine Insurance Revenue Account		165,368,300	65,788,302
Motor Insurance Revenue Account		30,853,209	8,843,351
Misc. Insurance Revenue Account		(30,133,447)	(51,806,689)
<b>TOTAL</b>		<b>433,495,568</b>	<b>255,976,979</b>

The accompanying notes 1-28 form an integral part of these financial statement.



A Q M Nurul Absar  
Chairman



Dilruba Chowdhury  
Vice Chairman



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Managing Director & CEO



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Chartered Accountants

Place: Dhaka  
Date: February 14, 2013.

## Profit and Loss Appropriation Account

for the year ended December 31, 2012

Particulars	Notes	Amount in taka	
		31.12.2012	31.12.2011
Balance Brought Forward from Last year		156,620,948	412,115,056
<b>Net Profit For the Year Brought Down</b>		<b>262,676,034</b>	<b>143,427,594</b>
<b>TOTAL</b>		<b>419,296,982</b>	<b>555,542,650</b>
Reserve for Exceptional Losses	5.01	121,253,618	86,204,862
Provision for Income Tax	11.01	10,000,000	10,000,000
Provision for deferred Tax	11.02	15,000,000	(579,160)
<b>Dividend Paid :</b>		<b>102,060,000</b>	<b>303,296,000</b>
Cash		-	163,296,000
Stock		102,060,000	-
General Reserve		-	80,000,000
Dividend Equalization Fund		-	60,000,000
<b>Balance Transferred to Balance Sheet</b>		<b>170,983,364</b>	<b>156,620,948</b>
<b>TOTAL</b>		<b>419,296,982</b>	<b>555,542,650</b>
<b>Earning Per share(Tk-10/= each)</b>		<b>4.66</b>	<b>2.63</b>
<b>P/E Ratio</b>		<b>16.00</b>	<b>58.57</b>

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Place: Dhaka  
 Date: February 14, 2013.

  
 Ahmed Zaker & Co.  
 Chartered Accountants



## Consolidated All Business Revenue Account

For the year ended December 31, 2012

Particulars	Notes	Amount in taka	
		31.12.2012	31.12.2011
Claims Under Policies Less Re-Insurance	23.00	948,290,571	908,961,045
Agency Commission		201,964,817	122,432,155
Expenses of Management		342,659,411	414,512,997
		403,666,343	372,015,893
Profit Transferred to Profit & Loss Account		298,040,953	124,172,748
Balance of Accounts at the end of the year as shown in the Balance Sheet	7.00	611,830,245	433,236,871
<b>TOTAL</b>		<b>1,858,161,769</b>	<b>1,466,370,664</b>
Balance of Account at the Beginning of the Year		433,236,871	386,431,503
<b>Gross Premium</b>		<b>2,603,191,838</b>	<b>2,351,469,852</b>
Re-Insurance Premium		(1,390,655,656)	(1,489,421,241)
<b>Net Premium</b>	<b>24.00</b>	<b>1,212,536,182</b>	<b>862,048,611</b>
Commission on Re-Insurance Ceded		212,388,716	217,890,550
<b>TOTAL</b>		<b>1,858,161,769</b>	<b>1,466,370,664</b>

The accompanying notes 1-28 form an integral part of these financial statement.



A Q M Nurul Absar  
Chairman



Farzana Chowdhury  
Additional Managing Director & Group CFO

Place: Dhaka  
Date: February 14, 2013.



Dilruba Chowdhury  
Vice Chairman



Nasir A Choudhury  
Managing Director & CEO



Syed Moinuddin Ahmed  
Company Secretary

Signed as per our separate report of even date



Ahmed Zaker & Co.  
Chartered Accountants

## Fire Insurance Revenue Account for the year ended December 31, 2012

Particulars	Notes	Amount in taka	
		31.12.2012	31.12.2011
		<b>413,746,068</b>	<b>392,952,706</b>
Claims Under Policies Less Re-Insurance	23.00	128,540,735	28,638,706
Expenses of Management		131,986,759	161,859,018
Agency Commission		153,218,574	202,454,982
Profit Transferred to Profit & Loss Account		131,952,891	101,347,785
Balance of Account at the end of the year as shown in the Balance Sheet ( Reserve for unexpired risks )	7.01	197,743,593	186,797,099
<b>TOTAL</b>		<b>743,442,552</b>	<b>681,097,590</b>
		743,442,552	681,097,590
Balance of Account at the Beginning of the Year		186,797,099	158,443,222
Premium Less Re-Insurance	24.00	396,714,821	374,782,367
Commission on Re-Insurance Ceded		159,930,632	147,872,001
<b>TOTAL</b>		<b>743,442,552</b>	<b>681,097,590</b>

The accompanying notes 1-28 form an integral part of these financial statement.

  
 A Q M Nurul Absar  
 Chairman

  
 Dilruba Chowdhury  
 Vice Chairman

  
 Nasir A Choudhury  
 Managing Director & CEO

  
 Farzana Chowdhury  
 Additional Managing Director & Group CFO

  
 Syed Moinuddin Ahmed  
 Company Secretary  
 Signed as per our separate report of even date

Place: Dhaka  
 Date: February 14, 2013.

  
 Ahmed Zaker & Co.  
 Chartered Accountants



## Marine Insurance Revenue Account

For the year ended December 31, 2012

Particulars	Notes	Amount in taka	
		31.12.2012	31.12.2011
		<b>327,062,089</b>	<b>270,440,175</b>
Claims Under Policies Less Re-Insurance	23.00	32,262,312	56,800,411
Expenses of Management		202,676,299	137,526,729
Agency Commission		92,123,478	76,113,035
Profit Transferred to Profit & Loss Account		165,368,300	65,788,302
Balance of Account at the end of the year as shown in the Balance Sheet ( Reserve for unexpired risks )	7.02	311,444,902	163,004,792
<b>TOTAL</b>		<b>803,875,291</b>	<b>499,233,269</b>
		803,875,291	499,233,269
Balance of Account at the beginning of the Year		163,004,792	146,495,619
Premium Less Re-Insurance	24.00	608,835,377	318,919,587
Commission on Re-Insurance Ceded		32,035,122	33,818,063
<b>TOTAL</b>		<b>803,875,291</b>	<b>499,233,269</b>

The accompanying notes 1-28 form an integral part of these financial statement.



A Q M Nurul Absar  
Chairman



Dilruba Chowdhury  
Vice Chairman



Nasir A Choudhury  
Managing Director & CEO



Farzana Chowdhury  
Additional Managing Director & Group CFO



Syed Moinuddin Ahmed  
Company Secretary

Signed as per our separate report of even date

Place: Dhaka  
Date: February 14, 2013.



Ahmed Zaker & Co.  
Chartered Accountants

## Motor Insurance Revenue Account for the year ended December 31, 2012

Particulars	Notes	Amount in taka	
		31.12.2012	31.12.2011
		<b>96,569,735</b>	<b>101,260,713</b>
Claims Under Policies Less Re-Insurance	23.00	31,825,353	27,809,146
Expenses of Management		43,399,672	49,735,986
Agency Commission		21,344,710	23,715,581
Profit Transferred to Profit & Loss Account		30,853,209	8,843,351
Balance of Account at the end of the year as shown in the Balance Sheet ( Reserve for unexpired risks )	7.03	64,519,656	57,146,719
<b>TOTAL</b>		<b>191,942,600</b>	<b>167,250,783</b>
		<b>191,942,600</b>	<b>167,250,783</b>
Balance of Account at the beginning of the Year		57,146,719	48,926,838
Premium Less Re-Insurance	24.00	130,163,096	115,275,893
Commission on Reinsurance Ceded		4,632,785	3,048,052
<b>TOTAL</b>		<b>191,942,600</b>	<b>167,250,783</b>

The accompanying notes 1-28 form an integral part of these financial statement.

  
 M. Q. M. Nurul Absar  
 Chairman

  
 Dilruba Chowdhury  
 Vice Chairman

  
 Nasir A Choudhury  
 Managing Director & CEO

  
 Farzana Chowdhury  
 Additional Managing Director & Group CFO

  
 Syed Moinuddin Ahmed  
 Company Secretary

Signed as per our separate report of even date

Place: Dhaka  
 Date: February 14, 2013.

  
 Ahmed Zaker & Co.  
 Chartered Accountants



## Miscellaneous Insurance Revenue Account

For the year ended December 31, 2012

Particulars	Notes	Amount in taka	
		31.12.2012	31.12.2011
		<b>110,912,679</b>	<b>144,307,451</b>
Claims Under Policies Less Re-Insurance	23.00	9,336,417	9,183,892
Expenses of Management		25,603,613	22,894,160
Agency Commission		75,972,649	112,229,399
Profit Transferred to Profit & Loss Account		(30,133,447)	(51,806,689)
Balance of Account at the end of the year as shown in the Balance Sheet ( Reserve for unexpired risks )	7.04	38,122,095	26,288,261
<b>TOTAL</b>		<b>118,901,327</b>	<b>118,789,023</b>
		<b>118,901,327</b>	<b>118,789,023</b>
Balance of Account at the beginning of the Year		26,288,261	32,565,824
Premium Less Re-Insurance	24.00	76,822,889	53,070,764
Commission on Re-Insurance Ceded		15,790,177	33,152,435
<b>TOTAL</b>		<b>118,901,327</b>	<b>118,789,023</b>

The accompanying notes 1-28 form an integral part of these financial statement.



A Q M Nurul Absar  
Chairman



Dilruba Chowdhury  
Vice Chairman



Nasir A Choudhury  
Managing Director & CEO



Farzana Chowdhury  
Additional Managing Director & Group CFO



Syed Moinuddin Ahmed  
Company Secretary

Signed as per our separate report of even date

Place: Dhaka  
Date: February 14, 2013.



Ahmed Zaker & Co.  
Chartered Accountants

**Statement of Cash Flows**  
 for the year ended December 31, 2012

Particulars	Notes	Amount in taka	
		31.12.2012	31.12.2011
<b>Cash flows from operating activities:</b>			
Collections from premium and other income		3,024,239,503	2,664,265,298
Payments for management expense, re-insurance and claims		(2,474,183,070)	(2,517,780,468)
Income Tax paid		(20,436,257)	(45,986,389)
<b>Net cash provided by operating activities</b>		<b>529,620,176</b>	<b>100,498,441</b>
<b>Cash flows from investing activities:</b>			
Investment in share		51,491,354	(83,687,751)
Sales of investment		1,771,228	1,771,228
Proceeds from sales of share		1,257,579	39,183,069
Interest received		10,902,636	11,077,952
Income From Office Rent		3,050,360	-
Investment Received Green Delta Securities		7,500,000	20,000,000
Dividend income		25,477,561	12,845,078
Purchase of fixed assets		(246,629,365)	(4,678,545)
Receivable from Green Delta LR Holding		-	18,000,000
Receivable from Green Delta Capital		(8,987,973)	533,291
Investment in Green Delta LR Holding Ltd.		-	(18,000,000)
Advance for GD Aims Tower		(3,100,985)	-
Advance for Office Space Bangla Motor		-	(47,848,544)
Office Space at Mirpur		-	(22,061,940)
RAC Bank Preferred Share		-	50,000,000
Central Depository BD. Ltd (CDBL)		-	5,694,449
Investment in Jalalabad Telecom Ltd.		(52,384,000)	-
Investment in BD Venture		(10,000,000)	-
Investment in Swiss Pro BD Ltd		(9,600,000)	-
Advance Received from Standard Bank Ltd.		17,131,750	-
Bank Loan		(110,629,650)	50,000,000
<b>Net cash used in investing activities</b>		<b>(322,749,505)</b>	<b>32,828,287</b>
<b>Cash flows from financing activities:</b>			
Dividend paid		(832,411)	(163,404,523)
<b>Net cash used in financing activities</b>		<b>(832,411)</b>	<b>(163,404,523)</b>
<b>Net increase/(Decrease) in cash &amp; cash equivalents during the year</b>		<b>206,038,260</b>	<b>(30,077,795)</b>
<b>Cash &amp; cash equivalents at the beginning of the year</b>		<b>712,737,389</b>	<b>742,815,182</b>
<b>Cash &amp; cash equivalents at the end of the year</b>		<b>918,775,649</b>	<b>712,737,389</b>

  
 Q M Nurul Absar  
 Chairman

  
 Dilruba Chowdhury  
 Vice Chairman

  
 Nasir A Choudhury  
 Managing Director & CEO

  
 Farzana Chowdhury  
 Additional Managing Director & Group CFO

  
 Syed Moinuddin Ahmed  
 Company Secretary  
 Signed as per our separate report of even date

Place: Dhaka  
 Date: February 14, 2013.

  
 Ahmed Zaker & Co.  
 Chartered Accountants



## Statement of Changes in Equity

For the year ended December 31, 2012

Particulars	Share Capital	Reserve for Exceptional Losses	General Reserve	Dividend equalization fund	Foreign Currency Fluctuation	Investment Fluctuation Fund	Revaluation Reserve	Retained Earnings	Total
Balance at 1st January' 2012	408,240,000	615,560,132	170,000,000	120,000,000	4,556,089	1,035,349,545	-	156,620,948	2,510,326,714
Appropriation to Reserve (Last Year)									
Revaluation made during the period							1,469,849,707		1,469,849,707
Dividend Paid (Last Year)	102,060,000							(102,060,000)	
Profit after Tax								237,676,034	237,676,034
Appropriation to Reserve									
Balance as on December 31, 2012	510,300,000	736,813,750	170,000,000	120,000,000	3,979,629	676,425,940	1,469,849,707	170,983,364	3,858,352,390



A Q M Nurul Absar  
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Additional Managing Director & Group CFO



Dilruba Chowdhury  
Vice Chairman



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Managing Director & CEO



Syed Moinuddin Ahmed  
Company Secretary



Ahmed Zaker & Co.  
Chartered Accountants

Signed as per our separate report of even date

Place: Dhaka

Date: February 14, 2013.

# Notes to the financial statements and significant accounting policies

As at and for the year ended December 31, 2012

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## 1. Legal status and nature of the company

### Legal form and status of the company

Green Delta Insurance Company Limited was incorporated as a public limited company in Bangladesh on December 14, 1985 under the Companies Act 1913 as amended in 1994 and commenced its operation on January 01, 1986. The certificate of commencement of Insurance business was obtained from the Controller of Insurance, (now IDRA) Government of People's Republic of Bangladesh. The Company is listed in both Dhaka & Chittagong Stock Exchange as a publicly traded Company

### Address of registered office and place of business of the company

The registered office of the Company is located at Green Delta AIMS Tower, 51-52 Mohakhali C/A, Dhaka-1212, Bangladesh. The operations of the Company are being carried out through its 38 Branches located in all over Bangladesh.

### Principal activities of the company

The principal object of the company is to carry on all kinds of insurance, guarantee, and indemnity business other than life insurance business.

## 2. Significant accounting policies

As per the requirements of BAS 1: "Presentation of Financial Statements" the Financial Statements have been prepared on the basis of going-concern concept under generally accepted accounting principles according to the historical cost convention. Requirements as to disclosure of financial information warranted by the Insurance Act 1938 have been adhered to in presenting financial statements. Such financial statements comprises the Statement of Financial Position (Balance Sheet), Statement of Comprehensive Income (Profit and Loss Account) and Revenue Accounts for specific classes of insurance business in the form set forth in the first, second and third schedule of the Insurance Act 1938 as amended 2010 in compliance with the Companies Act, 1994 .

In addition, the Securities and Exchange rules, 1987 (as amended in 1997) requires the production of Statement of Cash Flow and Statement of Changes in Shareholders Equity as a part of the Annual Report . The Securities and Exchange Commission (SEC) of Bangladesh regulates financial reporting practices of listed companies. Listed Companies are required to comply with SEC's accounting and disclosure requirements. The Rules 1987 as amended in 1997, requires listed companies to follow Bangladesh Accounting Standards (BSA) Bangladesh Financial Reporting Standards (BFRS) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB).

Specific accounting policies selected and applied for significant transactions and events are depicted below:

### 2.1 Basis of preparation

The financial statements are prepared using the accrual basis of accounting except for the cash flow information where the material class of similar item has been presented separately. As per the requirements of BAS 1: "Presentation of Financial Statements". The figures in the financial statements have been rounded off to the nearest taka.

### 2.2 Branch Accounting

The Company has thirty eight (38) branches under its umbrella without having any overseas branch during the year



ended December 31, 2012. The accounts of the branches are maintained and consolidated at the head office level. Only petty cash books are being maintained at the respective branches for meeting day to day expenses.

### 2.3 Public Sector Business

As per Government decision with effective 1st April 1990, all the Public Sector Insurance Business is being underwritten jointly by Sadharan Bima Corporation and 43 other private sector Insurance companies on co-insurance basis. Out of total general insurance business, 50% being underwritten by Sadharan Bima Corporation and the balance are shared equally by 43 private sector Insurance Companies.

The Company's share of Public Sector Business is accounted for in the year in which the complete statement of accounts from Sadharan Bima Corporation is received. As such the company's share of public sector insurance business has been considered and accounted for on the basis of certified statement received from Sadaran Bima Corporation for the year 2012.

### 2.4 Investment in Subsidiaries

The company is a parent company of two subsidiary companies namely Green Delta LR Holdings Limited and Green Delta Capital Limited details of which are given below:

**Green Delta LR Holdings Limited (GDLRH):** GDLRH is wholly owned subsidiary company of Green Delta Insurance Company Ltd which was incorporated on 28th July, 2010 with the Registrar of Joint Stock Companies & Firms.

**Green Delta Capital Limited (GDCL):** GDCL is a wholly owned subsidiary of Green Delta Insurance Company Limited. GDCL previously named as Green Delta LR Financial Service Limited was incorporated as a private company limited by shares on February 24, 2010 with the Registrar of Joint Stock Companies & Firms.

**Nature of the business of the subsidiaries:** The principal object of the subsidiary companies are to carry on trade business of indentures, dealers, traders, brokers, importers and exporters, provide merchant banking services, underwriting, manage distribute and issue of securities, stock, shares, bonds, debentures, debenture stock, undertake financial and commercial obligation, merchants exporter and alike all other business.

### 2.5 Basis of Consolidation:

The financial statements of the Company and its subsidiary as mentioned in note no. 2.4 have been consolidated in accordance with Bangladesh Accounting Standard-27 "Consolidation and Separate Financial Statements". The total profit of the company and its subsidiary are shown in the Consolidated Statement of Comprehensive Income (Profit and Loss Account) with the proportion of profit after taxation pertaining to non-controlling shareholders being deducted as 'Non-controlling Interest'. All assets and liabilities of the Company and of its subsidiary are shown in the consolidated Statement of Financial Position (Balance sheet). The interest of Non-controlling shareholders of subsidiaries shown separately in the Consolidated Statement of Financial Position (Balance Sheet) under the heading of "Non-Controlling Interest"

### 2.6 Statement of Cash Flow

Statement of Cash Flow is prepared in accordance with BAS 7: "Statement of Cash Flows", the Statement of Cash Flow shows the structure of and changes in cash and cash equivalents during the financial year. Cash and cash

equivalents include notes and coins on hand, unrestricted balance held with the commercial banks. It is broken down into operating activities, investing activities and financing activities. The direct method is used to show the operating activities.

According to BAS 7: "Statement of Cash Flows", cash comprises cash in hand and cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. Considering the provisions of BAS 7 and BAS 1, cash in hand, fixed deposits and bank balances have been considered as cash and cash equivalents.

## 7 Statement of changes in equity

The statement of changes in equity is prepared in accordance with BAS 1: "Presentation of Financial Statements".

## 8 Fixed assets

### a) Valuation of Fixed Assets

All fixed assets are stated at cost less accumulated depreciation as per BAS 16: "Property, Plant and Equipment". The cost of acquisition of an asset comprise its purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use inclusive of inward freight, duties and non-refundable taxes.

### b) Recognition of Fixed Assets

The company recognizes in the carrying amount of an item of property, plant and equipment the cost of replacing part of such an item when that cost is incurred if it is probable that the future economic benefits embodied with the item will flow to the company and the cost of the items can be measured reliably. Normal expenditure incurred after the assets have been put into operation such as repairs and maintenance other than major replacements, renewals and or betterment of the assets are charged off as revenue expenditure in the period in which it is incurred.

### c) Depreciation on Fixed Assets

Depreciation is charged on Fixed assets has been calculated on all assets using straight line method in accordance with BAS-16 "Property, Plant and Equipment" at varying rates depending on the class of assets. Full depreciation is charged on additions irrespective of date when the related assets are put into use and no depreciation is charged from the month of disposal.

Methods and rates of depreciation are consistently applied in relation to previous year and depreciation rates are as follows:

Furniture & Fixtures	10%
Office & Electrical Equipment	15%
Vehicles	20%
Building	1%

The gain or loss arising on the disposal or retirement of an asset is determined as the difference between the sale proceeds and the carrying amount of the asset and recognized in the statement of comprehensive income.



**d) Impairment of Assets**

In each year the management assess whether there is any indication that the assets may be impaired in accordance with BAS 36: "Impairment of Assets" considering the current economic situations. Management concludes that there is no such indication exists.

**e) Revaluation Reserve:**

Fixed assets were revalued by the company as on June 30, 2012 which was conducted by a professional independent valuer ASIAN Surveyors Ltd. In order to reflect the fair picture of the company in the present market condition on the basis of market availability and physical condition of those fixed assets and the gain arises due to the revaluation were transferred to the revaluation reserve account as per BAS 16 "Property, Plant and Equipments".

**2.9 Financial Instruments****Derivative:**

According to BFRS 7: "Financial Instruments: Disclosures", the company was not a party to any derivative contract (financial instruments) at the Balance Sheet date, such as forward exchange contracts, currency swap agreement or contract to hedge currency exposure related to import of capital machinery to be leased to lessees in future.

**Non-Derivative:**

Non-derivative financial instruments comprise of accounts and other receivable, borrowings and other payables and are shown at transaction cost as per BAS 39 "Financial Instruments: Recognition and Measurement".

**2.10 Provision for income tax**

BAS 12: "Income Taxes" and Income Tax ordinance 1984 have been used for the calculation of deferred tax and current tax expense respectively. Provision for income tax represents the sum of the current tax expense and deferred tax expenses.

**a) Current tax expense**

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in succeeding years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted on the balance sheet date.

**b) Deferred tax expense**

Deferred tax is recognized on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and are accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which such differences can be utilized.

Deferred tax has been calculated and charged or credited to profit and loss appropriation account.

## 11 Reserve or Contingencies

### a) Reserve for Exceptional Losses

As per Insurance Act 1938 as amended 2010, 10% statutory reserve is maintained out of profit by the company to meet any possible future claims.

### b) Foreign Currency Fluctuation Fund

The Company maintained a Foreign Currency (FC) Account with the Pubali Bank Ltd for the overseas transactions and creates a reserve for Foreign Currency Fluctuation to avoid future losses due to change in foreign currency translation rate.

### c) Investment Fluctuation Fund

The Company made investments in the capital market in a large portfolio and income generate from the investment (realized gain and dividend received) is credited to the Statement of Comprehensive income. Unrealized capital gain if any is transferred to the Investment Fluctuation Fund subsequently.

### d) General Reserve

The Company did not create a general reserve from the current period's profit to avoid future contingency.

### e) Dividend Equalization Fund

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

## 12 Revenue recognition

The revenue is recognized after satisfying all the conditions for revenue recognition as provided BAS 18: "Revenue" in compliance with BFRS 4 "Insurance Contract". Detailed income wise policy for revenue recognition is given as under:

### a) Premium Income

The income from premium is comprised of the total amount of premium earned on various classes of insurance business during the year, the gross amount of premium earned against various policies, the amount of re-insurance premium due to Private and Public Sector, the amount of re-insurance commission earned and the amount of claims less re-insurance settled during the year have all been duly accounted for in the books of account of the Company. While preparing the final statement of accounts, the effect of re-insurance accepted and re-insurance ceded as well as the effect of total estimated liabilities in respect of outstanding claims at the end of the year, whether due or intimated have also been duly reflected in order to arrive at the net underwriting profit for the year.

### b) Investment Income

Interest income on investments is recognized on accrual basis using effective interest rate as per BAS-18 "Revenue". Portfolio gain on investments in shares is recognized as income and credited to investment income in the profit and loss statement as per BAS-39 "Financial Instrument: Recognition". Capital gain is recognized when it is realized and recognized as income and credited to investment income in the profit and loss statement as per BAS-39 "Financial Instrument: Recognition". Capital gain is recognized when it is realized.



### c) Dividend income

Dividend income has been accounted for only when the right to receive the dividend is established.

## 2.13 Employee Benefits

Green Delta Insurance Company Ltd. Offers a number of benefit plans which includes Contributory Provident Fund, Gratuity Fund, Hospitalization Benefit and also Profit and Festival Bonus which have been accounted for in accordance with the provision of Bangladesh Accounting Standard -19, "Employee Benefit." Bases of enumerating the above benefits schemes operated by the company are outlined below:

### a) Contributory Provident Fund

The Company operates a contributory provident fund for its permanent employees. The fund is approved by the National Board of Revenue (NBR), administered separately by a Board of Trustees and is funded by equal contribution from the Company and the employees. This fund is invested separately from the Company's assets.

### b) Gratuity Scheme

GDIC has a funded gratuity for all eligible employees who have completed minimum 10 (Ten) years of continuous service with the company. This scheme was approved by the National Board of Revenue (NBR) and is administered by an independent Board of Trustee. This fund is invested separately from the Company's assets. Required amount of gratuity is calculated on the basis, of last basic depending on the length of service for every completed year as well as proportionate to the fraction period of service as of the end of the respective year.

### c) Medical Assistance

In addition to the above core benefit schemes GDIC also support Medical Assistance Annual health checkup benefit and death & disability benefit to his employees as per their requirement.

### d) Home Loan and Transport Assistance

To secure long term commitment of deserving employees GDIC introduced Employees Home Loan and Transport facilities. An employee served in the company for a continuous period of five years (3 years for the employees started from the position of AVP and above) is entitled to avail the loan to purchase residential apartment, purchase of land and construction of house thereon etc. Interest rate of the said loan is ranging from 10 to 15 percent.

### e) Incentive Bonus

The company has resorted a policy namely Incentive Bonus Scheme for its employees who meets certain criteria based on their annual performance ascertained on net profit after Tax with the approval in the Annual General Meeting and the paid amount are accounted for the year to which same relates.

## 2.14 Foreign currency transaction

### a) Functional and presentational currency

Financial statements of the company are presented in Bangladeshi Taka, which is the company's functional and presentational currency.

**b) Foreign currency translation**

Foreign currency transactions are converted into equivalent Taka currency at the ruling exchange rates on the respective date of such transaction as per BAS 21: "The Effects of Changes in Foreign Exchange Rates".

**2.15 Borrowing costs**

Interest on borrowings of fund from different sources is recognized as financial expenses according to BAS 23: "Borrowing Costs". Interest represents amount paid and accrued up to the end of the year.

**2.16 Related party transactions**

The related party is the party who has the significant power in the management process and cast significant power in the company's affairs and the management duly identified the party is related to the company and discloses the transactions of the related party as per BAS 24: "Related Party Disclosures"

**2.17 Earnings per share (EPS)**

The company calculates earnings per share (EPS) in accordance with BAS 33: "Earnings Per Share".

**Basic earnings per share**

This has been calculated by dividing the basic earnings by the weighted average number of ordinary shares outstanding during the period.

For calculation of basic earnings and weighted average number of ordinary shares outstanding during the period, the following formulas have been used:

Sl. No.	Particulars	Individual GDIC	Consolidated
a)	Earnings attributable to the ordinary shareholders	237,676,034	234,784,781
b)	Number of Ordinary Shares	51,030,000	51,030,000
c)	Earnings Per Share	4.66	4.60

**Basic earnings**

This represents earnings for the year attributable to ordinary shareholders. As there was no preference dividend, minority interest or extra ordinary items, the net profit after tax for the year has been considered as fully attributable to the ordinary shareholders.

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

This represents the number of ordinary shares outstanding at the beginning of the year plus the number of ordinary share issued during the period multiplied by a time-weighted factor. The time-weighting factor is the number of days the specific shares outstanding as a proportion of the total number of days during the year.

**Diluted earnings per share**

No diluted earnings per share is required to be calculated for the period, as there was no scope for dilution during the period under review.



### 2.18 Provision for liabilities

According to BAS 37: "Provision, Contingent Liabilities and Contingent Assets" the company recognizes the provision in the balance sheet when the company has a legal or constructive obligation as a result of past event and it is probable that an outflow of economic benefit will be required to settle the obligations.

### 2.19 Events after Reporting Period

As per BAS 10: "Events After Reporting Period" there was no adjusting event after reporting period of such importance, non-disclosure of which may affect the ability of the users of the financial statements to make proper evaluations and decisions.

#### 3.1 Responsibility for preparation and presentation of financial statements

The Board of Directors is responsible for the preparation and presentation of the financial statements under Insurance Act 2010 and BAS-1 "Presentation of Financial Statements".

#### 3.2 Components of the financial statements

Following the Insurance Act 2010 and BAS 1: "Presentation of Financial Statements", the company's complete set of financial statements includes the following components:

- a) Statement of Financial Position (Balance Sheet) as at December 31, 2012.
- b) Statement of Comprehensive Income (Profit & Loss Account) for the period ended December 31, 2012.
- c) Statement of Cash Flows for the year ended December 31, 2012.
- d) Statement of Changes in Equity for the year ended December 31, 2012.
- e) Notes to the Financial Statements and significant accounting policies.

#### 3.3 Uncertainties for use of estimates in preparation of financial statements

The preparation of financial statements in conformity with the Bangladesh Accounting Standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of other information at the date of the financial statements and revenues and expenses during the period reported. Actual results could differ from those estimates. Estimates are used for accounting of certain items such as depreciation on fixed assets, accrued expenses and income taxes.

#### 3.5 Comparatives

Previous year's figure has been restated and rearranged whenever necessary due to fair presentation in the Financial Statements as per BAS 8 "Accounting Policies, Changes in Accounting Estimate and Errors"

#### 3.6 Reporting period

Financial statements of the company cover for the year January 01, 2012 to December 31, 2012.

Amount in Taka	
31.12.2012	31.12.2011

100,000,000 Ordinary Shares of Tk. 10 each

1,000,000,000

1,000,000,000

Classification of Shareholders by Holdings as on 31st December, 2012.

Class Interval	No of Shareholders	No of Shares	% of Holdings
Less than 500 Shares	4,245	769,161	1.51%
501 - 5,000	1,579	2,243,381	4.40%
5,001 - 10,000	101	706,970	1.39%
10,001 - 20,000	60	838,125	1.64%
20001 - 30000	29	699,347	1.37%
30001 - 40000	20	714,725	1.40%
40,001 - 50,000	16	717,900	1.41%
50,001 - 60,000	8	439,000	0.86%
60,001 - 70,000	10	647,387	1.27%
70,001 - 80,000	10	728,887	1.43%
80,001 - 90,000	9	761,775	1.49%
90,001 And Above	94	41,763,342	81.84%
<b>Total</b>	<b>6,181</b>	<b>51,030,000</b>	<b>100.00%</b>

Reserve for Exceptional Losses	736,813,750	615,560,132
Foreign Currency Fluctuation	3,979,629	4,556,089
Investment Fluctuation Fund	676,425,940	1,035,349,545
General Reserve	170,000,000	170,000,000
Dividend equalization fund	120,000,000	120,000,000
Revaluation reserve	1,469,849,707	-
<b>Closing Balance</b>	<b>3,177,069,026</b>	<b>1,945,465,766</b>

**.01 Reserve for Exceptional Losses**

Opening Balance	615,560,132	529,355,271
Addition during the year (10% of net premium income)	121,253,618	86,204,861
<b>Closing Balance</b>	<b>736,813,750</b>	<b>615,560,132</b>

**.02 Foreign Currency Fluctuation**

Opening Balance	4,556,089	2,632,340
Addition / (Less) during the year	(576,460)	1,923,749
<b>Closing Balance</b>	<b>3,979,629</b>	<b>4,556,089</b>



	Amount in Taka	
	31.12.2012	31.12.2011
<b>5.03 Investment Fluctuation Fund</b>		
Opening Balance		
Less During the year	1,035,349,545	1,601,222,993
<b>Closing Balance</b>	<b>(358,923,605)</b>	<b>(565,873,448)</b>
	<b>676,425,940</b>	<b>1,035,349,545</b>
<b>5.04 General Reserve</b>		
Opening Balance		
Addition during the year ( From Last year Retain Earnings)	170,000,000	90,000,000
<b>Closing Balance</b>	<b>-</b>	<b>80,000,000</b>
	<b>170,000,000</b>	<b>170,000,000</b>
<b>5.05 Dividend Equalization Fund</b>		
Opening Balance		
Addition during the year ( From Last year Retain Earnings)	120,000,000	60,000,000
<b>Closing Balance</b>	<b>-</b>	<b>60,000,000</b>
	<b>120,000,000</b>	<b>120,000,000</b>
<b>5.A Consolidated Reserve or contingency Account</b>		
Green Delta Insurance Company		
Green Delta LR Holding Limited	3,177,068,419	1,945,465,766
Green Delta Capital Limited	607,046,557	235,046,929
<b>Closing Balance</b>	<b>-</b>	<b>-</b>
	<b>3,784,114,976</b>	<b>2,180,512,695</b>
<b>6.00 Profit and Loss Appropriation Account</b>		
Opening Balance ( Accumulated Un distributed Profit)		
Add: Net Profit for the year	156,620,948	412,115,055
Less : Reserve for Exceptional Losses (10% of Net Premium)	262,676,034	143,427,594
Less : Provision for Income Tax	(121,253,618)	(86,204,861)
Add: Provision for Deferred Tax	(10,000,000)	(10,000,000)
Less : Dividend Paid	(15,000,000)	579,160
Less : Transfer to General Reserve	(102,060,000)	(163,296,000)
Less : Transfer to Dividend Equalization Fund	-	(80,000,000)
<b>Closing Balance</b>	<b>-</b>	<b>(60,000,000)</b>
	<b>170,983,364</b>	<b>156,620,948</b>
<b>6.A Consolidated Profit and Loss Appropriation Account</b>		
Green Delta Insurance company		
Green Delta Capital Limited	170,983,364	156,620,948
Green Delta LR Holding Limited	6,879,576	2,211,558
<b>Closing Balance</b>	<b>119,402,526</b>	<b>126,961,797</b>
	<b>297,265,466</b>	<b>285,794,303</b>

Amount in Taka	
31.12.2012	31.12.2011

### 6.8 Non-controlling Interest

Green Delta Capital Limited	107	102
Green Delta LR Holdings Limited	1,672	935
<b>Closing Balance</b>	<b>1,779</b>	<b>1,037</b>

### 7.00 Balance of Fund Account

Fire Insurance business (Revenue Account Note no.7.01 )	197,743,593	186,797,099
Marine Insurance business (Revenue Account Note no.7.02)	311,444,902	163,004,792
Motor Insurance business ( Revenue Account Note no.7.03)	64,519,656	57,146,719
Misc. Insurance business (Revenue Account Note no.7.04 )	38,122,095	26,288,261
<b>Closing Balance</b>	<b>611,830,245</b>	<b>433,236,871</b>

Reserve for unexpired risks has been made on premium income excluding Public Sector Business at the following rates :

Particulars	Total Premium ( Without PSB)	%	Balance of Fund	
Fire	395,487,186	50%	197,743,593	186,797,099
Marine Cargo	589,224,851	50%	294,612,426	152,289,593
Marine Hull	16,832,476	100%	16,832,476	10,715,200
Motor	129,039,311	50%	64,519,656	57,146,719
Miscellaneous	76,244,190	50%	38,122,095	26,288,260
<b>Total</b>	<b>1,206,828,014</b>		<b>611,830,245</b>	<b>433,236,871</b>

### 8.00 Premium Deposits

Marine Cargo	37,048,098	24,628,543
	<b>37,048,098</b>	<b>24,628,543</b>

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

### 9.00 Estimated Liability in Respect of Outstanding Claims whether Due or Intimated

Fire	48,149,117	18,094,229
Marine Cargo	18,880,534	28,628,545
Marine Hull	448,998	448,998
Motor	7,189,504	5,511,355
Miscellaneous	7,199,446	10,193,689
<b>Closing Balance</b>	<b>81,867,599</b>	<b>62,876,816</b>



Amount in Taka	
31.12.2012	31.12.2011

This represents the amount payable to Sadharan Bima Corporation and other Re-Insurers and private sector insurance companies on account of re-insurance and co-insurance premium as at December 31, 2012.

Payable against Co-Insurance Premium	39,504,655	124,592,1
Amount due to SBC	214,190,722	257,181,1
Overseas Re-Insurer	325,258,758	477,017,2
<b>Closing Balance</b>	<b>578,954,134</b>	<b>858,790,56</b>

Liability for Expenses	8,829,966	7,780,86
Others Payable	196,232,457	162,992,49
Provision for Income Tax ( Note : 11.01)	181,212,739	279,838,85
Deferred Tax Payable/(Asset): ( Note : 11.02)	13,061,018	(1,938,982)
Unclaimed Dividend	14,217,304	15,049,71
<b>Closing Balance</b>	<b>413,553,484</b>	<b>463,722,953</b>

#### 11.01 Provision for Income Tax

Opening Balance	279,838,859	269,838,859
Less ; Adjustment of Provision for Tax against Advance Tax	108,626,120	
Add ; Addition during the year	10,000,000	10,000,000
<b>Closing Balance</b>	<b>181,212,739</b>	<b>279,838,859</b>

#### 11.02 Deferred Tax Payable/(Asset)

Opening Balance		
Less : Adjustment during the Year	(1,938,982)	(1,359,822)
<b>Closing Balance</b>	<b>15,000,000</b>	<b>(579,160)</b>
	<b>13,061,018</b>	<b>(1,938,982)</b>

#### 11.A Consolidated Sundry Creditors

<b>Green Delta Insurance Company Ltd.</b>		413,553,484	463,722,953
<b>Green Delta Capital Limited</b>	21,469,402		
Less: Inter Company Transaction			
Payable to GDIC	9,170,962	12,298,440	30,386,596
<b>Green Delta LR Holding Limited</b>	316,289,588		(332)
Less: Inter Company Transaction			290,220,735
Loan From GDIC ( Margin Loan)	107,500,000		(115,000,000)
Payable to GDIC ( Management Expenses)	28,593,492		(22,931,366)
Interest Payable on Margin loan	33,021,907		(34,224,679)
Payable to GDIC	8,200,000	138,974,189	(8,200,000)
<b>Closing Balance</b>		<b>564,826,113</b>	<b>603,973,907</b>

Amount in Taka	
31.12.2012	31.12.2011

Opening Balance	110,629,650	51,663,875
Add ; Loan Received during the period	-	50,000,000
Add ; Interest Charge during the Period	16,598,123	8,965,775
Less : Paid During the Year ( Principal & Interest)	(127,227,773)	-
<b>Closing Balance</b>	<b>-</b>	<b>110,629,650</b>

The total due amount has been paid to the The Mercantile Bank Limited, account no.001451, Elephant Road branch,Dhaka-1205 in favor of the company.

#### A Consolidated Bank Loan

Green Delta Insurance Company Ltd.	-	110,629,650
Green Delta LR Holding Limited	-	30,109,148
<b>Closing Balance</b>	<b>-</b>	<b>140,738,798</b>

Investment Bond (Govt Bond)	4,500,000	4,500,000
Shares Listed on DSE & CSE (Market Price)	1,515,985,404	1,743,390,254
Debentures	5,224,800	6,996,028
Jalalabad Telecom Ltd.	82,384,000	30,000,000
Green Delta AIMS Ltd.	4,500,000	4,500,000
United Hospital	56,100,000	56,100,000
Investment in GDSL as Loan ( Note no,13.1)	107,500,000	115,000,000
Beximco Pharma Preferred Share	522,700	522,700
Green Delta LR Holding Ltd. ( Paid up Capital)	99,999,900	99,999,900
Green Delta Capital Limited (Paid up Capital )	99,999,900	99,999,900
Green Delta Mutual Fund	-	150,000,000
Green Delta LR Global Mutual Fund	-	50,000,000
Financial Excellence	1,500,000	1,500,000
CDBL	1,138,890	1,138,890
BD Venture	10,000,000	-
Swiss Pro BD Ltd.	9,600,000	-
<b>Closing Balance</b>	<b>1,998,955,594</b>	<b>2,363,647,672</b>

Adequate provision has been made against fluctuation of share price.

#### 01 Investment in GDSL as Margin Loan

Margin Loan of Green Delta Securities Ltd.	107,500,000	115,000,000
<b>Closing Balance</b>	<b>107,500,000</b>	<b>115,000,000</b>

The amount was invested in GDSL as margin loan and bearing 10 % interest annually.



Amount in Taka	
31.12.2012	31.12.2011

### 13.A Consolidated Investment

<b>Investment of Green Delta Insurance Co. Ltd.</b>	1,998,955,594		2,363,647,670
Less: Inter Company Transaction			
Paid up Capital of Green Delta Capital Ltd.	99,999,900		(99,999,900)
Green Delta LR Holdings Ltd.	99,999,900		(99,999,900)
Loan of Green Delta Securities Ltd.	107,500,000	1,691,455,794	(115,000,000)
<b>Investment of Green Delta Capital Ltd.</b>		48,490,941	57,691,720
<b>Investment of Green Delta LR Holdings Ltd.</b>		747,056,670	375,715,445
<b>Closing Balance</b>		<b>2,487,003,405</b>	<b>2,482,055,037</b>

### 14.00 Outstanding Premium

Outstanding premium represents instalments due as on the Balance Sheet date on account of Marine & Aviation Business.

Marine Hull	23,302,547	29,870,130
Aviation Hull	97,982,576	390,525,763
<b>Closing Balance</b>	<b>121,285,123</b>	<b>420,395,893</b>

### 15.00 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 December 31, 2012.

Co-Insurance Premium receivable	47,255,259	98,383,137
Co-Insurance Claim receivable	5,325,117	5,210,845
Amount due from Overseas Re-Insurer	226,821,668	129,818,660
<b>Closing Balance</b>	<b>279,402,044</b>	<b>233,412,642</b>

### 16.00 Sundry Debtors ( Including Advance and Deposits)

Advance Rent	5,387,060	5,078,967
Advance Salary	481,920	573,740
Car Lease for Employees(Advance)	13,051,589	16,756,497
Other Advances	264,288,015	338,016,519
Security Deposit	1,670,954	2,070,954
Office Space at Bangla Motor (Rupayan)	-	158,576,407
<b>Closing Balance</b>	<b>284,879,538</b>	<b>521,073,084</b>

Amount in Taka	
31.12.2012	31.12.2011

### 16.A Consolidated Sundry Debtors

<b>Green Delta Insurance Company Ltd.</b>	284,879,538	521,073,084
Less: Inter Company Transaction		
Receivable from Green Delta Capital Ltd.	9,170,962	(101,440)
Receivable from Green Delta Securities Ltd.	28,593,496	(22,931,266)
Receivable from GDLR Holding Securities Ltd.	8,200,000	(8,200,000)
Interest Rece. from Green Delta Securities Ltd.	33,021,902	205,893,178
<b>Green Delta LR Holding Limited</b>		149,294,678
<b>Green Delta Capital Limited</b>		12,880,343
<b>Closing Balance</b>	<b>368,068,199</b>	<b>669,699,970</b>

### 17.00 Cash & Cash Equivalent

Fixed Deposits	878,156,706	542,183,536
At Banks on STD & current account	36,817,354	169,019,287
Cash in hand	3,801,589	1,534,566
<b>Closing Balance</b>	<b>918,775,649</b>	<b>712,737,389</b>

### 17.A Consolidated Cash & Cash Equivalent

Green Delta Insurance Company Ltd.	918,775,649	712,737,389
Green Delta LR Holding Limited	235,610,158	186,130,560
Green Delta Capital Limited	59,154,534	57,481,844
Cash in Transit (Inter Company Transaction to GDCL)	-	101,108
<b>Closing Balance</b>	<b>1,213,540,341</b>	<b>956,450,901</b>

### 18.00 Land

Land at Cost Price	21,036,075	21,036,075
Add Value increase for Revaluation	778,963,925	-
<b>Closing Balance</b>	<b>800,000,000</b>	<b>21,036,075</b>

Land has been revalued by a professional re-valuer namely Asian Surveyors Ltd. as per decision of the Board of Directors and stated at new revalued price of the land measuring 6 (Six) khatha and 4 (four) Chataks situated at 51, Mohakhali C/A, Dhaka-1212.



Amount in Taka	
31.12.2012	31.12.2011

### 19.00 Fixed Assets (at cost less depreciation)

	Furniture & Fixtures	Office & Electrical Equipment	Vehicles	Building	Total
<b>Cost</b>					
As at January 1, 2012	25,459,478	46,071,993	2,353,267	-	73,884,738
Additions during the period	33,082,636	10,412,317	17,788,000	430,103,254	491,386,207
Revaluation	(9,362,551)	4,150,316	38,995,733	592,983,787	626,767,285
<b>As at December 31, 2012</b>	<b>49,179,563</b>	<b>60,634,626</b>	<b>59,137,000</b>	<b>1,023,087,041</b>	<b>1,192,038,230</b>
<b>Depreciation</b>					
As at January 1, 2012	19,305,134	37,447,120	2,045,078	-	58,797,332
Charge during the period	4,677,876	6,322,626	7,240,937	3,445,805	21,687,243
Less : Revaluation Adjustment	(21,524,032)	(39,222,149)	(3,372,315)		(64,118,496)
<b>As at December 31, 2012</b>	<b>2,458,978</b>	<b>4,547,597</b>	<b>5,913,700</b>	<b>3,445,805</b>	<b>16,366,079</b>
<b>Written Down value at December 31, 2012</b>	<b>46,720,585</b>	<b>56,087,029</b>	<b>53,223,300</b>	<b>1,019,641,236</b>	<b>1,175,672,151</b>
<b>Written Down value at December 31, 2011</b>	<b>6,154,344</b>	<b>8,624,872</b>	<b>308,186</b>	<b>-</b>	<b>15,087,402</b>

### 19.A Consolidated Fixed Assets (at cost less depreciation)

This is made up as follows :

Green Delta Insurance Company Ltd.	1,175,672,151	15,087,402
Green Delta LR Holding Limited	10,486,705	16,235,575
Green Delta Capital Limited	7,823,166	7,306,425
<b>Closing Balance</b>	<b>1,193,982,022</b>	<b>38,629,402</b>

### 20.00 Stock of Printing, Stationery & Stamps

Printing	1,584,294	1,025,600
Stationery	20,155	22,438
Insurance Policy Stamps	1,031,403	582,633
<b>Closing Balance</b>	<b>2,635,852</b>	<b>1,630,671</b>

### 20.A Consolidated Preliminary Expenses

Green Delta LR Holding Limited	291,425	291,425
Green Delta Capital Limited	-	-
<b>Closing Balance</b>	<b>291,425</b>	<b>291,425</b>

Amount in Taka	
31.12.2012	31.12.2011

## 21.00 Audit Fees

Statutory audit	156,750	150,000
Half yearly Audit	150,000	150,000
<b>Closing Balance</b>	<b>306,750</b>	<b>300,000</b>

## 22.00 Investment and Others Income

Interest on FDR & STD	89,546,062	61,462,434
Net profit from Shares Trading	1,257,579	39,183,069
Interest on National Bond	382,500	421,798
Underwriting Commission	538,522	324,450
Dividend Income	25,477,561	12,845,077
Interest Income from GDSL	11,548,611	13,315,278
Co-Ins Service Charges	3,627,189	2,392,999
Sundry Income	26,231	1,859,125
Rental Income	3,050,360	-
<b>Closing Balance</b>	<b>135,454,615</b>	<b>131,804,230</b>

## 22.A Consolidated Income from Share Business

Green Delta Insurance Company Ltd.	1,257,579	39,183,069
Green Delta LR Holding Limited	3,422,471	(7,480,576)
Green Delta Capital Limited	11,020,071	1,270,400
	15,700,121	32,972,893
Less : Inter Company Income (Stock Dividend)	-	-
<b>Closing Balance</b>	<b>15,700,121</b>	<b>32,972,893</b>

## 22.B Consolidated Interest & Others Income

Green Delta Insurance Company Ltd.	101,094,673	31,158,727
Green Delta LR Holding Limited	48,155,490	34,008,311
Green Delta Capital Limited	6,824,695	7,175,877
	156,074,858	72,342,915
Less: Inter Company Transaction	11,548,611	13,315,278
<b>Closing Balance</b>	<b>144,526,247</b>	<b>59,027,637</b>

## 22.C Consolidated Management Expenses

Green Delta Insurance Company Ltd.	147,528,731	105,660,411
Green Delta LR Holding Limited	82,105,420	89,402,191
Green Delta Capital Limited	18,542,632	6,768,034
	248,176,783	201,830,636
Less: Inter Company Transaction	11,548,611	13,315,278
<b>Closing Balance</b>	<b>236,628,172</b>	<b>188,515,358</b>



Amount in Taka	
31.12.2012	31.12.2011

### 23.00 Claims under Policies less Re-insurance

Particulars	Fire	Marine Cargo	Marine Hull	Motor	Miscellaneous	Total
Claims Paid during the year	98,485,847	42,010,323	-	30,147,204	12,330,660	182,974,034
Claims Outstanding at the end of the year	48,149,117	18,880,534	448,998	7,189,504	7,199,446	81,867,599
Claims Outstanding at the beginning of the year	(18,094,229)	(28,628,545)	(448,998)	(5,511,355)	(10,193,689)	(62,876,816)
<b>Total amount (Year - 2012)</b>	<b>128,540,735</b>	<b>32,262,312</b>	<b>-</b>	<b>31,825,353</b>	<b>9,336,417</b>	<b>201,964,817</b>
<b>Total amount (Year- 2011)</b>	<b>28,638,706</b>	<b>56,455,482</b>	<b>344,929</b>	<b>27,809,146</b>	<b>9,183,892</b>	<b>122,432,155</b>

### 24.00 Premium Less Re-Insurance

Class of Business	On Direct Business	On Re-ins Accepted	On Re-ins. Ceded	Total
Fire	1,075,478,210	-	(678,763,389)	396,714,821
Marine Cargo	700,539,830	-	(108,492,194)	592,047,636
Marine Hull	76,071,895	1,834,743	(61,118,897)	16,787,741
Motor	152,527,616	-	(22,364,520)	130,163,096
Miscellaneous	596,739,544	-	(519,916,656)	76,822,888
<b>Total amount (December 31, 2012)</b>	<b>2,601,357,095</b>	<b>1,834,743</b>	<b>(1,390,655,656)</b>	<b>1,212,536,182</b>

### 25.00 Earning Per Share (EPS)

$$\text{EPS} = \frac{\text{Net Profit after Tax}}{\text{Total No. of Shares Outstanding during the year}}$$

$$= \frac{237,676,034}{51,030,000} \quad \text{Tk. 4.66} \quad \text{Tk.2.63}$$

$$\text{Consolidated EPS} = \frac{\text{Consolidated Net Profit after Tax}}{\text{Total No. of Shares Outstanding during the year}}$$

$$= \frac{234,784,782}{51,030,000} \quad \text{Tk. 4.60} \quad \text{Tk.2.52}$$

Amount in Taka	
31.12.2012	31.12.2011

## 26.00 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

	31.12.2012	31.12.2011
<b>A. Assets.</b>		
Investment	1,998,955,594	2,363,647,672
Outstanding Premium	121,285,123	420,395,893
Amount due to other persons or bodies carrying on Insurance Business	279,402,044	233,412,642
Sundry Debtors	284,879,538	521,073,084
Cash and Bank Balance	918,775,649	712,737,389
Land, Fixed Asset & Others	1,978,308,003	212,945,427
<b>Total Assets</b>	<b>5,581,605,951</b>	<b>4,464,212,107</b>
<b>B. Liabilities</b>		
Balance of Fund Accounts	611,830,245	433,236,871
Premium Deposit	37,048,098	24,628,543
Estimated liability in respect of outstanding claims whether due or intimated	81,867,599	62,876,816
Amount due to other persons or bodies carrying on Insurance Business	578,954,134	858,790,561
Sundry Creditors	413,553,484	463,722,953
Bank Loan	-	110,629,650
<b>Total Liability</b>	<b>1,723,253,561</b>	<b>1,953,885,394</b>
<b>Net Assets (A - B)</b>	<b>3,858,352,390</b>	<b>2,510,326,713</b>
<b>Number of weighted average shares outstanding during the year</b>	<b>51,030,000</b>	<b>51,030,000</b>
<b>Net Assets Value per share</b>	<b>75.61</b>	<b>49.19</b>

## 27.00 Even after Balance Sheet Date :

The Board of Directors in their meeting held on February 14, 2013 have recommended for Cash Dividend 15% and Stock dividend 15% per share on outstanding share capital.

## 28.00 Related Party Transaction

Transaction with related parties as per BAS-24 are presented below:

Name of the Related Party	Nature of Relationship	Nature of Transaction	Balance as on December 31, 2012
Green Delta LR Holding Limited	Subsidiary	Loan	198,959,941
Green Delta Capital Limited	Subsidiary	Loan	9,170,962
Jalalabad Telecom Limited	Share holder	Investment	82,384,000



## Compliance of Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS)

Annexu

<b>Name of the BAS</b>	<b>BAS no</b>	<b>Status</b>
Presentation of Financial Statements	1	Applied
Inventories	2	Applied
Cash Flow Statements	7	Applied
Accounting Policies, changes in Accounting Estimates and Errors	8	Applied
Events after the Balance Date	10	Applied
Construction Contracts	11	N/A
Income Taxes	12	Applied
Property, Plant and Equipment	16	Applied
Leases	17	N/A
Revenue	18	Applied
Employee Benefits	19	Applied
Accounting for Government Grants and Disclosure of Government Assistance	20	N/A
The Effects of Changes in Foreign Exchange Rates	21	Applied
Borrowing Costs	23	Applied
Related Party Disclosures	24	Applied
Accounting and Reporting by Retirement Benefit Plans	26	Applied
Consolidated and Separate Financial Statements	27	Applied
Investment in Associates	28	N/A
Interests in Joint Ventures	31	N/A
Financial Instruments: Presentation	32	Applied
Earnings per Shares	33	Applied
Interim Financial Reporting	34	Applied
Impairment of Assets	36	Applied
Provisions, Contingent Liabilities and Contingent Assets	37	Applied
Intangible Assets	38	N/A
Financial Instruments: Recognition and Measurement	39	Applied
Investment Property	40	Applied
Agriculture	41	N/A
<b>Name of the BFRS</b>	<b>BFRS no</b>	<b>Status</b>
First Time Adaption of BFRS	1	N/A
Share Based Payment	2	N/A
Business Combinations	3	Applied
Insurance Contracts	4	Applied
Non-current Assets Held for Sale and Discontinued Operations	5	N/A
Exploration for and Evaluation of Mineral Resources	6	N/A
Financial Instruments: Disclosure	7	Applied
Operating Segments	8	N/A

Form "AA"

Classified Summary of Assets as at December 31, 2012.

No.	Class of Assets	Book Value Taka
	Investment Bond	4,500,000
	Shares Listed on Dhaka Stock Exchange Ltd.	1,515,985,404
	Beximco Pharma Preferred Share	522,700
	Green Delta AIMS ( Paid up Capital)	4,500,000
	Debentures	5,224,800
	Jalalabad Telecom Ltd.	82,384,000
	United Hospital	56,100,000
	Green Delta LR Holding	99,999,900
	Investment in GDSL as Margin Loan	107500000
	Green Delta LR Financial Service Ltd.	99,999,900
	Financial Excellence Ltd.	1,500,000
	Central Depository BD. Ltd	1,138,890
	BD Venture	10,000,000
	Swiss Pro BD Ltd.	9,600,000
	Fixed Deposit	878,156,706
	Cash at Bank on STD and Current Account	36,817,354
	Cash and Cheque in Hand and on Transit	3,801,589
	Outstanding Premium	121,285,123
	Amount due from other persons or bodies carrying on Insurance Business	279,402,044
	Sundry Debtors (including advance and deposits)	284,879,538
	Land Property	800,000,000
	Fixed Assets (at cost less depreciation)	1,175,672,151
	Stock of Stationery and Stamps	2,635,852
	<b>TOTAL</b>	<b>5,581,605,951</b>

  
 Q M Nurul Absar  
 Chairman

  
 Dilruba Chowdhury  
 Vice Chairman

  
 Nasir A Choudhury  
 Managing Director & CEO

  
 Nazana Chowdhury  
 Additional Managing Director & Group CFO

  
 Syed Moinuddin Ahmed  
 Company Secretary  
 Signed as per our separate report of even date

Office: Dhaka  
 Date: February 14, 2013.

  
 Ahmed Zaker & Co.  
 Chartered Accountants