

Union Insurance Co. Ltd.
SECOND QUARTER (Q2) ACCOUNTS-2022
Unaudited Statement of Financial Position
As at June 30, 2022


Particulars	Notes	Amount in Taka	
		January 2022 to June 30, 2022	January 2021 to December, 2021
FIXED ASSETS:			
Fixed Assets		145,651,837	149,833,673
Investment		118,359,086	32,341,950
Right of use Assets		18,231,640	15,752,018
NON-CURRENT ASSETS (A)		282,242,563	197,927,640
Printd, Stationery & Stamp		4,383,516	2,007,963
Sundry Debtors (including advances, deposits & prepayments)		758,090,317	681,351,949
Cash & Bank Balances		264,156,279	385,259,129
CURRENT ASSETS: (B)		1,026,630,112	1,068,619,041
TOTAL ASSETS (A+B)		1,308,872,675	1,266,546,682
LESS: CURRENT LIABILITIES:			
Balance of Fund, Creditors & others		515,144,390	521,750,137
Total current liabilities: (C)		515,144,390	521,750,137
Net Working Capital D=(B-C)		511,485,722	546,868,904
Net Assets: (A+D)		793,728,285	744,796,546
FINANCED BY			
Shareholders equity:			
Share Capital		484,022,600	484,022,600
Reserve for Exceptional Losses	4.01	167,057,003	144,488,816
Retained earnings		110,878,075	82,842,386
Revaluation Reserve	4.02	31,770,607	33,442,744
Total long term liabilities & equity		793,728,285	744,796,545
Total Shareholders' Equity & Liabilities		1,308,872,675	1,266,546,682
Net Asset Value (NAV) Per Share	7.00	16.40	15.39


 Chief Financial Officer


 Company Secretary


 Chief Executive Officer


 Director


 Chairman

Union Insurance Co. Ltd.
SECOND QUARTER (Q2) ACCOUNTS-2022
Unaudited statement of Profit and Loss and other Comprehensive Income
For the second Quarter (Q2) period ended January to June 30,2022

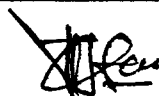
Particulars	Notes	Amount in Taka		Amount in Taka	
		January to June-2022	January to June-2021	April to June-2022	April to June-2021
A. INCOME:					
Balance of fund at the beginning		131,974,270	115,569,496	65,737,135	57,784,748
Premium Less Re-insurance	5.00	225,681,865	307,312,384	118,667,706	151,591,074
Reinsurance Commission		13,354,668	10,731,625	6,418,462	5,259,511
Income from investment and other source		12,240,362	10,976,204	4,771,348	3,479,195
		383,251,164	444,589,709	195,594,652	218,114,528
B: EXPENDITURE:					
Claims	6.00	60,069,401	114,760,474	34,829,470	96,467,456
Expenses		164,817,203	167,272,691	90,560,665	44,688,876
		224,886,605	282,033,165	125,390,135	141,156,332
C. Reserve for unexpired risks		93,702,660	134,600,745	46,157,144	68,757,790
D. Profit transferred to PL Account (A-B-C)		64,661,899	27,953,799	24,047,373	8,200,406
Add: P/L appro. A/C from last period		82,842,386	69,411,411	101,724,927	80,971,082
Revaluation Reserve		1,672,137	1,857,930	836,069	928,965
		149,176,422	99,225,140	126,608,369	90,100,452
		38,298,347	20,715,062	15,418,366	2,518,040
Reserve for exceptional Loss		22,568,187	19,975,305	11,866,771	3,259,208
Provision for deferred tax	8.00	(1,550,983)	(1,755,009)	(1,377,018)	(1,805,246)
Provision for companies Tax	9.00	11,583,265	1,163,537	2,750,836	545,692
Worker's Profit Participation Fund		5,697,878	1,331,229	2,177,777	518,386
		110,878,075	78,510,078	111,190,003	87,582,412
Balance transferred to Balance Sheet		110,878,075	78,510,078	111,190,003	87,582,412
Earning Per Share (Basic EPS) Tk.10 each (IAS #33)	10.00	1.01	0.94	0.42	0.31



Chief Financial Officer



Company Secretary



Chief Executive Officer



Director



Chairman

Union Insurance Co. Ltd.
SECOND QUARTER (Q2) ACCOUNTS-2022

Unaudited statement of Cash Flows

For the second Quarter (Q2) period ended January to June 30.2022

Sl. No.	Particulars	Notes	Amount in Taka	
			January to June 2022	January to June 2021
A. Cash Flow from Operating Activities				
	Collection from premium		285,688,251	352,828,376
	Management Expenses, Re-Insurance ,Claim & Agency Commission		(255,414,881)	(305,591,690)
	Income Tax paid including TDS		(6,219,882)	(1,185,208)
	Net cash used in operating Activities		24,053,488	46,051,478
B. Cash Flow from Investing Activities				
	Investment in Share		(99,838,339)	(3,535,096.00)
	Sale of Fixed Assets		-	410,000
	Dividend Income		671,860	-
	Realise gain on Share investment		-	1,820,480
	Advance against floor purchase		(37,500,000)	(37,481,222)
	Advance against floor Decoration		(1,751,160)	-
	Purchase of Fixed Asset		(6,738,691)	(12,487,016)
	Net cash used in Investing Activities		(145,156,330)	(51,272,854)
C. Cash Flow from Financing Activities				
	Dividend paid		-	(98,575)
	Net cash used in Financing Activities		-	(98,575)
	Increase in Cash and Cash Equivalents (A+B+C)		(121,102,842)	(5,319,951)
	Add: Cash and Cash Equivalents at the beginning		385,259,120	188,630,369
	Cash and Cash Equivalents at the end of the year		264,156,278	183,310,418
	Net Operating Cash Flows per share (NOCFPS)		0.50	1.59

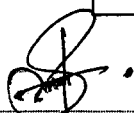
Reconciliation statement of Net profit with Cash Flows from Operating Activities

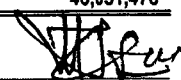
Cash Flow (Indirect Method)

CASH FLOWS FROM OPERATING ACTIVITIES:

Net Income Before Tax	64,661,899	27,955,799
Less: gain on sale of fixed assets	-	(298,483)
Less: Realise gain on Share investment	-	(1,820,480)
Less: Unrealized Gain in Shares	-	(1,064,751)
Less: Dividend Income	(671,860)	-
Add: Depreciation	17,303,226	15,312,899
Less: Income Tax Paid	(6,219,882)	(1,185,208)
	75,073,383	38,899,776
Change in Interest Receivable	(878,181)	(123,822)
Change in Amount due from Insurance	(29,686,676)	6,515,195
Change in Sundry Debtors (excluding AIT)	(702,470)	(18,189,579)
Change in Stock of Stationary	(2,375,553)	389,175
Change in Balance of Fund	(38,271,609)	19,031,249
Change in Lease Liability	(2,479,622)	8,007,094
Change in ROU Assets	2,479,622	(8,007,094)
Change in Premium Deposit	111,203	304,854
Change in Amount due to Insurance	54,939,050	326,381
Change in Claim Provision	(38,405,000)	1,750,000
Change in Sundry Creditors	(4,482,046)	169,520
Net Cash Provided by Operating Activities	24,053,488	46,051,478


Chief Financial Officer


Company Secretary


Chief Executive Officer


Director



Chairman

Union Insurance Co. Ltd
Unaudited Statement of Changes in Shareholders' Equity
For the second Quarter (Q2) period ended January to June 30, 2022

Particulars	Share Capital	Reserve for Exceptional Loss	Revaluation Reserve	Retained Earning	Total
Balance as at 01, January 2022	484,022,600	144,488,816	33,442,744	82,842,386	744,796,546
Net Profit during the period	-	-	-	64,661,899	64,661,899
Share issued	-	-	-	-	-
Dividend paid	-	-	-	-	-
Reserve for Exceptional Losses	-	22,568,187	-	(22,568,187)	-
Provision for Income Tax	-	-	-	(11,583,265)	(11,583,265)
Provision for Deferred Tax	-	-	-	1,550,983	1,550,983
Provision for Worker's Profit Participation Fund	-	-	-	(5,697,878)	(5,697,878)
Revaluation Reserve Transfer	-	-	(1,672,137)	1,672,137	-
Balance as at 30 June 2022	484,022,600	167,057,003	31,770,607	110,878,075	793,728,284
Balance as at 30 June 2021	290,413,560	129,657,691	35,300,674	76,979,712	532,351,637



Chief Financial Officer



Company Secretary



Chief Executive Officer



Director



Chairman

UNION INSURANCE CO.LTD.

Selected explanatory notes to the quarterly Financial statements for the Second Quarter (Q2) ended June,2022.

1. Basis of preparation: Quarterly abridged financial statement (un-audited) has been prepared in accordance with BSEC

notification no-BSEC/CMRRCD/2006-158/208/Admin/91, dated 20 June 2018 and based on International accounting Standard (IAS)-34 " Interim Financial Reporting" as adopted applicable laws and regulations.

2. Significant Accounting Policies and Method of Computation: Accounting policies and methods of computation followed in preparing this Quarterly Financial Statement are consistent with those used in the Annual Financial statement prepared and published for period ending June.2022.

3. Issued, Subscribed and Paid-up Capital: Issued, Subscribed and Paid-up Capital consists of 4,84,02,260 Ordinary Shares of Tk.10/= each fully paid-up.

Share Holdings.

The following table shows the shareholdings of the Company.

	Amount in Taka January to June-2022	Amount in Taka 31.12.2021
4.00 Reserve or Contingency Accounts		
Reserve for exceptional Losses	167,057,003	144,488,816
Retained earnings (P&L App. A/C)	110,878,075	82,842,386
Revaluation Reserve	31,770,607	33,442,744
Total	309,705,684	260,773,946

4.01 Reserve for Exceptional Losses

As per paragraph 6 of the Fourth Schedule of Income Tax Ordinance 1984 @ 10.00% of the gross premium has been transferred to reserve for exceptional losses. Calculations are given below:

Balance as on January 01, 2022	144,488,816	108,145,824
Add. Reserve during the period	22,568,187	36,342,992
Total	167,057,003	144,488,816

4.02 Revaluation Reserve

Balance as on January 01.2022	33,442,744	37,158,604
Less: Revaluation reserve transfer to retain earning	1,672,137	3,715,860
Balance as on June 30,2022	31,770,607	33,442,744

5.00 Premium Less Re-Insurance (Classwise)

Class	30.06.2022	31.12.2021
Fire	109,313,513	214,957,173
Marine Cargo	53,675,318	278,558,824
Marine Hull	5,716,524	36,103,208
Motor	31,350,239	51,087,871
Miscellaneous	25,626,271	25,009,461
Total	225,681,865	605,716,537

6.00 Net Claims (Claa wise)

Fire	58,794,440	245,318,034
Marine Cargo	110,267	49,670,899
Motor	1,164,694	4,616,046
Miscellaneous	-	21,657
Total	60,069,401	299,626,636



7.00 Net Asset Value (NAV) per share

Assets

	30.06.2022	31.12.2021
Investments (Fair Value)	118,359,086	32,341,950
Property, Plants & Equipment	145,651,837	149,833,673
Right of use Assets	18,231,640	15,752,018
Amount due from other persons or bodies carrying on Insurance Business	369,968,430	340,281,754
Sundry Debtors	383,244,393	337,070,882
Interest accrued but not due	4,877,494	3,999,314
Insurance Stamp	4,383,516	2,007,963
Cash and Cash Equivalents with FDR	264,156,279	385,259,119
Total Assets (A)	1,308,872,675	1,266,546,673

Liabilities

Balance of Funds & Accounts	225,676,930	263,948,540
Deposit Premium	2,033,078	1,921,875
Deferred Tax Liability	3,231,464	4,782,446
Estimated Liability in respect of outstanding Claim	18,500,000	56,905,000
Amount due to other persons or bodies carrying on insurance businesses	63,175,578	8,236,528
WPPF	32,848,199	25,857,448
Provision for current Tax	138,951,436	127,368,171
Lease Liability	18,231,640	15,752,018
Account Payable	12,496,065	16,978,111
	515,144,391	521,750,137

Net Assets value (A-B)

	793,728,284	744,796,536
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Weighted average Number of Shares

	48,402,259	48,402,259
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Net Assets value per share

	16.40	15.39
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Balance of Fund:

Balance of fund and accounts
Balance of fund and accounts consists as follows:

	30.06.2022	31.12.2021
Fire Insurance Revenue Account	86,716,840	85,982,869
Marine Insurance Revenue Account	77,181,892	111,423,530
Marine Hull Insurance Revenue Account	23,768,128	36,103,208
Motor Insurance Revenue Account	22,757,670	20,435,148
Misc. Insurance Revenue Account	15,252,401	10,003,784
Total	225,676,930	263,948,539

Deposit Premium

The below mentioned amount includes premium received against cover notes for which policies have not been issued within June 30, 2022. While the risks against non-marine and marine hull have been assumed from the issuance of cover notes and risks against marine cargo have not been assumed until shipment advices are provided accordingly. Policies are issued:

Marine

Total

	30.06.2022	31.12.2021
	2,033,078	1,921,875
Total	2,033,078	1,921,875



Deposit Premium

Opening Balance as on 01.01.2022
 Add: Premium Deposited/Collection during the period
 Less: Premium Income as per policy during the period
Closing Balance

1,921,875	2,182,604
107,014,159	344,854,854
(106,902,956)	(344,550,000)
2,033,078	2,487,458

8.00 Deferred Tax Liability/(Assets)

Depreciation as per financial statements
 Tax Base
Taxable Temporary Difference
 Tax Rate
Deferred Tax Liability

10,920,527	23,943,286
2,303,289	11,190,096
8,617,238	12,753,190
37.50%	37.50%
3,231,464	4,782,446

Change in Deferred Tax

Opening Balance
 Current year charge
Closing Balance

4,782,446	5,210,079
(1,550,983)	(427,633)
3,231,464	4,782,446

30.06.2022	31.12.2021
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Estimated liability in respect of outstanding claims whether due or intimated

Fire
 Marine
 Motor
Total

10,800,000	42,850,000
6,500,000	10,470,000
1,200,000	3,585,000
18,500,000	56,905,000

All claims against which the Company received intimations within June 30, 2022 have been taken into consideration while estimating the liability of outstanding claims.

Amounts due to other persons or bodies carrying on insurance business

As per the quarterly statements received from SBC amount due to other persons or bodies carrying on insurance business is as follows:

Opening Balance
 Add: Payable
 Less: Adjusted during the period
 Less: Paid during the period
Balance

30.06.2022	31.12.2021
8,236,528	2,013,359
65,931,895	55,696,852
-	(20,025,250)
(10,992,845)	(29,448,433)
63,175,578	8,236,528

Above balance is due to Saharan Bima Corporation (SBC) on account of re insurance arrangement.

WPPF

Opening Balance
 Current year's balance
 Interest charge
Closing Balance

30.06.2022	31.12.2021
25,857,448	20,735,458
5,697,878	4,085,217
1,292,872	1,036,773
32,848,199	25,857,448

Provision for Worker's Profit Participation Fund

Profit Before Tax & WPPF
 Unrealised gain on share Investment
 Profit before Tax (Profit before tax & WPPF/1.05)
Provision for WPPF (Profit before Tax & WPPF @ 5%)

67,661,899	51,764,952
(2,749,677)	(1,701,230)
61,821,164	47,679,735
5,840,736	4,085,217



9.00 Provision for Companies Income Tax

This is made up as follows:

Opening Balance
Add: Provision for the period
Less: Adjustment during the period
Total

30.06.2022	31.12.2021
127,368,171	159,629,932
11,583,265	2,049,262
-	(34,311,023)
138,951,436	127,368,171

Provision of Income Tax for the period presented as follows

Profit before tax as per Profit and Loss account
Less: Reserve for Exceptional Loss
Less: Interest on National Investment Bond
Less: Provision for WPPF
Less: Gain on sale of Share Trading
Less: Unrealised gain on Share
Less: Dividend received
Business Income

- a) Tax on Business Income @37..50%
b) Tax on Gain on sale of Share @ 10%
c) Tax on dividend
d) Interest on National Investment Bond

Tax provision for the period

64,661,899	51,764,952
22,568,187	36,342,992
1,497,500	2,995,000
5,697,878	4,085,217
1,562,839	2,147,930
2,749,677	1,701,230
671,860	-
29,913,959	4,492,583
11,217,735	1,684,719
156,284	214,793
134,372	-
74,875	149,750
11,583,265	2,049,262

Lease Liability

Opening Balance
Add: Addition during the period
Add: Interest
Less: Payment payable
Less: Paid during the period
Lease Liability Closing Balance

30.06.2022	31.12.2021
15,752,018	10,792,774
8,862,321	17,724,642
1,577,181	4,205,817
(521,817)	(549,659)
(7,438,063)	(16,421,556)
18,231,640	15,752,018

Sundry Creditor

This is made up as follows :

A. Management Expense

Audit fees
Office Rent
Provident Fund
VAT at source
At source tax
Gratuity Fund

A. Total

30.06.2022	31.12.2021
186,000	186,000
521,817	549,659
3,082,298	4,847,040
122,650	127,489
803,786	431,841
1,717,436	1,717,436
6,433,987	7,859,465

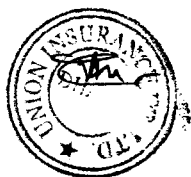
B. Other payables

Dividend Payable**
VAT (Mar-2022) paid in April-2022

Total B

Total (A+B)

2,614,591	2,614,591
3,447,487	6,504,055
6,062,078	9,118,646
12,496,065	16,978,111



**This amount represent amount payable to three shareholders. The company has paid the dividend amount to them in cheque but all of them did not deposited the cheque in respective bank and the validity of cheque has expired. There is no further request from the above shareholder to issue further cheque in this respect.

10.00 Earnings per share (EPS)

Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the number of ordinary shares outstanding during the period.

	30.06.2022	31.12.2021
Net Profit Before Tax	64,661,899	51,764,952
Less : Provision for Income Tax	(11,583,265)	(2,049,262)
Provision for Deferred Tax	1,550,983	427,633
Worker's Profit Participation Fund	(5,697,878)	(4,085,217)
Net Profit After Tax	48,931,739	46,058,106
Number of Ordinary Shares outstanding during the period	48,402,260	29,147,443
Earnings per share (Basic EPS)	1.01	1.58

Year 2022 (2nd Q) EPS = $\frac{\text{Earnings attributable to ordinary shareholders}}{\text{Number of ordinary shares outstanding during the period}}$ = $\frac{48,931,739}{48,402,260}$
Tk.1.01 per share of Tk.10/-esch

Year 2021 EPS = $\frac{\text{Earnings attributable to ordinary shareholders}}{\text{Number of ordinary shares outstanding during the period}}$ = $\frac{46,058,106}{29,147,443}$
Tk.1.58 per share of Tk.10/-esch

