

# Paramount Insurance Company Limited

## Statement of Financial Position (Unaudited)

As at 30<sup>th</sup> June 2021

PARTICULARS	Notes	Jun 30, 2021	Dec 31, 2020
		Taka	Taka
<b>A. Non-Current Assets:</b>		<b>424,096,931</b>	<b>388,617,234</b>
Property, plant & equipment		346,233,403	343,486,924
Asset under construction		43,863,528	20,130,310
Bangladesh Govt. Treasury Bond (BGTB)		34,000,000	25,000,000
<b>B. CURRENT ASSETS:</b>		<b>1,070,056,111</b>	<b>913,410,306</b>
Stock of Printing and Stationery and Ins. Stamp		2,102,343	1,677,750
Investment in Shares & Securities		268,409,480	170,005,624
Advance, Deposits & Prepayments		301,323,514	258,043,972
<b>Cash and Cash Equivalents</b>		<b>498,220,773</b>	<b>483,682,960</b>
Cash at Bank		41,122,987	75,363,350
Cash in Hand		35,047,786	269,609
Fixed Deposit		422,050,000	408,050,000
<b>C. CURRENT LIABILITIES</b>		<b>164,629,835</b>	<b>165,119,566</b>
Creditors & Accruals		145,964,318	143,653,721
Outstanding Claims		18,665,517	21,465,845
<b>D. NET WORKING CAPITAL (B-C)</b>		<b>905,426,275</b>	<b>748,290,740</b>
<b>E. NET ASSETS (A+D)</b>		<b>1,329,523,206</b>	<b>1,136,907,974</b>
<b>FINANCED BY:</b>			
Share Capital		406,649,660	338,874,720
Reserve for exceptional loss		153,577,964	139,797,868
General Reserve		500,000	500,000
Revaluation Reserve (Surplus)		260,496,653	260,496,653
Investment fluctuation Reserve		7,013,491	3,516,298
Retained Earnings		182,435,965	158,965,074
<b>Total Shareholders' Equity</b>		<b>1,010,673,733</b>	<b>902,150,613</b>
Balance of Fund & Account (Reserve for Unexpired Risks)		108,596,032	79,868,426
Provision for Income Tax & Deferred Tax		142,181,884	118,017,808
Deposit Premium		68,071,556	36,871,126
		<b>1,329,523,206</b>	<b>1,136,907,974</b>

Net Asset Value (NAV) Per Share

13

24.85

17.96

The annexed notes from 01 to 16 and "form XL" is an integral part of these financial statements.



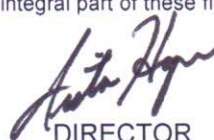
CFO



CS



CEO



DIRECTOR



CHAIRMAN

Place: Dhaka

Dated: July 29, 2021

**Paramount Insurance Company Limited**  
**Statement of Profit or Loss and Other Comprehensive Income (Unaudited)**  
**For the period ended June 30, 2021**

PARTICULARS	Notes	Jan-Jun,2021 Taka	Jan-Jun,2020 Taka	Apr-Jun,2021 Taka	Apr-Jun,2020 Taka
<b>INCOME</b>					
Gross Premium		242,712,427	198,802,406	96,985,778	63,972,915
Less Re-Insurance Premium Ceded		104,911,462	132,587,658	59,841,270	36,817,887
Net Premium		<b>137,800,965</b>	<b>66,214,748</b>	<b>37,144,508</b>	<b>27,155,028</b>
Add. Re-Insurance Commission		18,815,835	24,411,706	11,260,282	7,528,771
Add. Reserve for Unexpired Risks adjustments		(28,727,605)	4,504,343	(3,997,950)	6,952,163
		<b>127,889,195</b>	<b>95,130,796</b>	<b>44,406,840</b>	<b>41,635,962</b>
<b>Less. EXPENDITURE :</b>					
Agency Commission		9,192,322	18,148,646	24,334	4,190,811
Allocated Management expenses		63,788,990	49,156,868	31,358,304	21,087,595
Claims less Re-Insurance		2,648,295	2,479,679	5,289,897	(1,626,992)
		<b>75,629,607</b>	<b>69,785,193</b>	<b>36,672,535</b>	<b>23,651,414</b>
<b>UNDERWRITING PROFIT</b>		<b>52,259,588</b>	<b>25,345,603</b>	<b>7,734,305</b>	<b>17,984,548</b>
Add. Interest, Dividend & Rents		12,971,320	13,492,759	1,403,778	6,129,592
Add. Investment income		67,370,378	(1,841,737)	73,467,265	(994)
Capital Gain (Profit on Sale of Car)		-	269,617	-	269,617
		<b>132,601,285</b>	<b>37,266,242</b>	<b>82,605,348</b>	<b>24,382,763</b>
Less. Unallocated Management expenses		3,411,283	3,484,951	1,302,752	1,357,232
<b>PROFIT BEFORE TAX</b>		<b>129,190,002</b>	<b>33,781,291</b>	<b>81,302,597</b>	<b>23,025,531</b>
Provision for Taxes	09	24,164,075	23,276,451	10,402,455	7,869,810
<b>NET PROFIT AFTER TAX</b>		<b>105,025,927</b>	<b>10,504,840</b>	<b>70,900,142</b>	<b>15,155,721</b>
Less. Reserve for exceptional loss		13,780,097	6,621,475	3,714,451	2,715,503
Less. Dividend Paid (Previous Year)		67,774,940	-	67,774,940	-
		<b>23,470,891</b>	<b>3,883,365</b>	<b>(589,249)</b>	<b>12,440,218</b>
Balance of profit B/F		<b>158,965,073</b>	<b>14,238,331</b>	<b>183,025,214</b>	<b>5,653,533</b>
<b>Retained earnings transferred to statement of Financial position</b>		<b>182,435,964</b>	<b>18,121,696</b>	<b>182,435,966</b>	<b>18,093,750</b>
<b><u>OTHER COMPREHENSIVE INCOME</u></b>					
<b>PROFIT AFTER TAX</b>		105,025,927	10,504,840	70,900,142	15,155,721
		<b>3,497,193</b>	<b>255,207,199</b>	<b>3,497,192</b>	<b>255,207,199</b>
Add. Unrealized Gain/(Loss) on Investment in share		3,497,193	(5,289,454)	3,497,192	(5,289,454)
Reveluation Reserve (Surplus)		-	260,496,653	-	260,496,653
<b>Total Comprehensive Income</b>		<b>108,523,120</b>	<b>265,712,039</b>	<b>74,397,334</b>	<b>270,362,919</b>
Earnings Per Share (EPS)	12	2.58	0.26	1.74	0.37

The annexed notes from 01 to 16 and "form XL" is an integral part of these financial statements.

  
CFO

  
CS

  
CEO

  
DIRECTOR

  
CHAIRMAN

Place: Dhaka

Dated: July 29, 2021

**Paramount Insurance Company Limited**  
**Statement of Cash Flows (Un-Audited)**  
**For the period ended June 30, 2021**

SL #	PARTICULARS	Notes	Jan-Jun,2021 Taka	Jan-Jun,2020 Taka
<b>01.</b>	<b>Cash Flows From Operating Activities :</b>			
	Collection from Premium & Other Income		288,547,693	286,868,768
	Payment for Management Expenses, Commission, Claim, Re-Insurance and Others		(185,015,282)	(214,139,241)
	Income Tax Paid and Deducted at sources		(40,264,945)	(6,002,052)
	<b>Net Cash Flows From Operating Activities</b>	<b>10</b>	<b>63,267,467</b>	<b>66,727,475</b>
<b>02.</b>	<b>Cash flows from Investing Activities :</b>			
	Purchase of Fixed Asset		(4,908,869)	(4,127,243)
	Disposal of Fixed Assets		-	1,020,383
	Payment against Assets under Construction		(23,733,218)	(222,984)
	Increase/(Decrease) Investment in Share		-	(9,380,971)
	Purchase of Share		(2,171,565,539)	
	Sale Proceeds of Share		2,144,029,254	-
	Increase Bangladesh Government Treasury Bond (BGTB)		(9,000,000)	-
	Interest Received		16,448,719	14,808,372
	Profit on Sale of Car		-	269,617
	Investment Income (Sale Of Share)		-	(2,190,484)
	Dividend Received		-	348,746
	<b>Net Cash flows from Investing Activies :</b>		<b>(48,729,653)</b>	<b>525,437</b>
<b>03.</b>	<b>Cash flows from Financing Activies :</b>			
	Increase of Share Capital ( IPO)		-	-
			-	-
	<b>Net Cash Inflows /(Outflows) for this period</b>		<b>14,537,814</b>	<b>67,252,912</b>
	Opening Cash & Bank Balance		483,682,960	360,668,783
	<b>Closing Cash &amp; Bank Balance</b>		<b>498,220,773</b>	<b>427,921,695</b>
	<b>Net Operating Cash Flows Per Share (NOCFPS)</b>	<b>11</b>	<b>1.56</b>	<b>1.64</b>

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Place: Dhaka

Dated: July 29, 2021

**Paramount Insurance Company Limited**  
**Statement of Changes In Equity (Unaudited)**  
**For the period ended June 30, 2021**

Amount in Taka

PARTICULARS	Share Capital (Note-14)	General Reserve Fund	Investment Fluctuation Reserve	Reserve for Exceptional Loss	Revaluation Reserve (Surplus)	Retained Earnings	Total
Opening Balance as on Jan-01-2021	338,874,720	500,000	3,516,298	139,797,868	260,496,653	158,965,073	902,150,613
Profit for the period						105,025,928	105,025,928
Stock Dividend-2020	67,774,940					(67,774,940)	-
Current period result	-	-	3,497,193	13,780,097	-	(13,780,097)	3,497,193
<b>Equity as on Jun 30, 2021</b>	<b>406,649,660</b>	<b>500,000</b>	<b>7,013,491</b>	<b>153,577,965</b>	<b>260,496,653</b>	<b>182,435,965</b>	<b>1,010,673,733</b>

**Statement of Changes In Equity (Unaudited)**  
**For the period ended June 30, 2020**

Amount in Taka

PARTICULARS	Share Capital (Note-14)	General Reserve Fund	Investment Fluctuation Reserve	Reserve for Exceptional Loss	Revaluation Reserve (Surplus)	Retained Earnings	Total
Opening Balance as on Jan-01-2020	332,230,120	500,000	(2,183,308)	119,838,715	260,496,653	14,238,331	725,120,511
Profit for the period	-					10,504,840	10,504,840
Stock Dividend-2019				-		-	-
Current period result			(5,289,454)	6,621,475	-	(6,621,475)	(5,289,454)
<b>Equity as on Jun 30, 2020</b>	<b>332,230,120</b>	<b>500,000</b>	<b>(7,472,762)</b>	<b>126,460,190</b>	<b>260,496,653</b>	<b>18,121,696</b>	<b>730,335,897</b>

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Place: Dhaka

Dated: July 29, 2021

# Paramount Insurance Company Limited

## FORM - XL (Unaudited)

Statement Showing Details of Re-Insurance Ceded and Accepted of Paramount Insurance Co. Ltd. for the Period ended June-2021  
Amount in Taka

CLASS of BUSINESS	PREMIUM						COMMISSION						CLAIM					
	Received on			Paid on			Paid on			Received on			Paid on			Received on		
	Direct	Re-Insurance		NET	Direct	Re-Insurance		NET	Direct	Re-Insurance		NET	Direct	Re-Insurance		NET	Re-Insurance	Ceded
		Business	Accepted			Ceded	Business			Accepted	Ceded			Business	Accepted			
FIRE	111,701,034		54,923,096	56,777,938	3,002,516	10,795,323	(7,792,807)	10,157,009		11,379,775	(1,222,766)							
MARINE CARGO	69,736,963		17,773,313	51,963,650	4,736,200	5,291,449	(555,249)	2,147,455		395,759	1,751,696							
MARINE HULL	9,833,172		9,632,353	200,819	-	529,779	(529,779)	563,700		549,338	14,362							
MOTOR	25,160,404		673,491	24,486,913	1,163,585	202,640	960,945	4,432,122		-	4,432,122							
MISC.																		
OTHER THAN MOTOR	26,175,295	105,560	21,909,209	4,371,645	253,075	1,996,643	(1,706,622)	1,177,171	255,558	959,520	473,208							
<b>TOTAL :</b>	<b>242,606,867</b>	<b>105,560</b>	<b>104,911,462</b>	<b>137,800,965</b>	<b>9,155,376</b>	<b>18,815,835</b>	<b>(9,623,513)</b>	<b>18,477,457</b>	<b>255,558</b>	<b>13,284,392</b>	<b>5,448,623</b>							

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Place: Dhaka  
Dated: July 29, 2021

## Paramount Insurance Company Limited

### Selected Explanatory Notes to the Financial Statements

As at and for the period ended June 30, 2021

**1. Basic of Preparation:** Quarterly Financial Statements have been prepared based on International Accounting Standard (IAS), International Financial Reporting Standard (IFRS), the Company Act 1994, Insurance Act 2010, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

**2. Accounting Policies and Method:** Accounting policies and methods of computation followed in preparing this quarterly financial statement based on IAS 34 which is consistent with those in the Annual Financial Statements.

**3. Head of Accounts:** Some of the head of accounts have been re-arranged for complying with International Accounting Standard (IAS) & International Financial Reporting Standard (IFRS) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB).

**4. Functional and Presentation Currency:** These quarterly financial statements have been prepared in Bangladesh taka which is the functional currency of the company. All figures are presented in Taka has been rounded off to the nearest Taka.

**5. Depreciation:** Depreciation has been charged in compliance with paragraph 55 of IAS-16 "Property, Plant and Equipment".

**6. Premium Income:** Gross Premium earned during the period 1st January 2021 to June 30, 2021 was Tk. 11,17,01,034 Tk. 6,97,36,963 Tk. 98,33,172 Tk. 2,51,60,404 & Tk. 2,62,80,855 Against Fire, Marine Cargo, Marine Hull, Motor and Miscellaneous Insurance business respectively.

**7. Related Party Transaction:** During this period the company carried out a few number of transactions with parties owned by the directors, which may be called the related parties, in the normal course of business and on an arm's length basis. The name of the related parties, the nature of transactions and transaction amount during the period from 1st April 2021 to June 30, 2021 have been stated below:

Sl. No.	Name of Related Parties	Nature of Transaction	Relationship	Transaction Amount		Remarks
				Premium	Claim	
01.	M/S. Paramount Textile	Insurance Premium / Claim	Comon Director/Sponsor	5,436,378		
02.	M/S. Paramount B-Track Energy	Insurance Premium / Claim	Comon Director/Sponsor	28,282		
	M/S. Paramount Agro Ltd	Insurance Premium / Claim	Comon Director/Sponsor	20,401		
<b>Total</b>				<b>5,485,061</b>	<b>-</b>	

### 8. Key Management Personnel Compensation

In compliance with the requirement of schedule XI Para-04 of company act 1994 and Para- 17 of IAS 24 following has been disclosed.

\* No remuneration, board meeting attendance fees is proved to any of the directors of the company except Managing Director.

\* As per management decision, the following amount has been paid for the period ended from 1st April-2021 to June 30, 2021

Name	Designation	Short term benefits		Post employment benefit(Providend fund)	Other long term benefit	Termination benefit	Share based benefit
		Remunerati on /Salary (Taka)	Bonus				
Md. Sajjad Yahya	CEO & MD	727,500	203,750	N/A	N/A	N/A	N/A
MD. Mohammad Arif Hossain	Chief Financial Officer	330,000	55,000	10% of basic Salary	N/A	N/A	N/A
Mrs. Zarna Parul	Company Secretary	269,550	44,925	10% of basic Salary	N/A	N/A	N/A

9. **Tax Expense (Income):** Income Tax Expense (Income) has been made on taxable income in accordance with income tax ordinance 1984. Computation of Income Tax expense (Income) is as follows:

Particulars	Note	01/01/2021 to 31/06/2021	01/01/2020 to 31/06/2020
Current Tax	9.01	24,751,861	10,660,620
Deferred Tax	9.02	(587,787)	12,615,831
<b>Total</b>		<b>24,164,075</b>	<b>23,276,451</b>

**9.01. Current Tax :** Computation of Current tax is as under:-

Particular	01/01/2021 30-06/2021	01/01/2020 30/06/2020	Rate	01/01/2021 30/06/2021	01/01/2020 30/06/2020
	Taxable Income	Taxable Income		Tax Expense /(Income)	Tax Expense /(Income)
Income from business & Intererst	48,039,529	28,731,936	37.50%	18,014,823	10,774,476
Investment Income (Profit on Sale of Share)	67,370,378	(2,190,484)	10%	6,737,038	(219,048)
Capital Gain (profit on Sale of Car)		269,617	15%		40,443
Dividend Income		323,746	20%	-	64,749
	<b>115,409,906</b>	<b>27,134,816</b>		<b>24,751,861</b>	<b>10,660,620</b>

**9.02. Deferred Tax :** Computation of deferred tax is as under

Particulars	01/01/2021 to 30/06/2021	01/01/2020 to 30/06/2020
Accounting base written down Value	21,733,403	20,448,965
Tax base written down Value	12,874,610	13,121,065
<b>Taxable temporary difference</b>	<b>8,858,793</b>	<b>7,327,900</b>
Provident fund Payable	46,667	65,829
Deductible temporary difference	46,667	65,829
<b>Net taxable/(deductible) temporary difference</b>	<b>8,812,126</b>	<b>7,262,071</b>
Tax rate	37.50%	37.50%
<b>Deferred tax liabilities/(assets) excluding investment fluctuation</b>	<b>3,304,547</b>	<b>2,723,277</b>
Unrealized Gain/(Loss) on Investment in share	3,497,193	(7,472,762)
Tax rate	10.00%	10.00%
<b>Deferred tax liabilities/(assets) Unrealized Gain/(Loss) on Investment in share (B) :</b>	<b>349,719</b>	<b>(747,276)</b>
Revaluation Surplus on land	324,500,000	324,500,000
Tax rate	4.00%	4.00%
<b>Deferred tax liabilities/(assets) of revaluation surplus on land (C) :</b>	<b>12,980,000</b>	<b>12,980,000</b>
<b>Deferred tax liabilities/(assets) (A+B+C)</b>	<b>16,634,266</b>	<b>14,956,000</b>
Less: Deferred tax liabilities/(assets) as on previous:	17,222,053	2,340,169
<b>Deferred tax expenses/(income) for the current period:</b>	<b>(587,787)</b>	<b>12,615,831</b>



Deferred Tax is recognize in respect of temporary differences between the carrying amount of assets and liabilities for financial reporting purpose and the amount used for taxation purpose. Deferred tax on revaluation surplus arising from the valuation of only Land property has been calculated as per U/S -53H (1) of ITO 1984.

**10.Reconciliation of Cash Flows:** Reconciliation of net income on net profit with cash flows from operating activities is as follows:-

Particulars	Amount in Taka	Amount in Taka
	01/01/2021-30/06/2021	01/01/2020-30/06/2020
<b>Net Profit / (Loss):</b> (As per statement of profit or loss and other comprehensive income)	105,025,928	10,504,840
Adjustment to Reconcile net profit to net cash provided by operating activities:		
<b>Non Cash Items:</b>		
Depreciation	2,162,390	2,077,130
Provision for Income Tax	24,164,075	23,276,451
Profit on other Income (Interest, Share & Dividend & Profit on Sale of car)	(80,341,697)	(11,920,638)
	<b>51,010,696</b>	<b>23,937,782</b>
<b>Changes in Operating Accruals:</b>		
Increase/Decrease Amount due from other persons or bodies	(6,786,734)	(8,156,968)
Increase/Decrease Stamps in Hand	(403,116)	32,319
Increase/Decrease Advance, Deposits & Prepayments	(18,218,403)	20,726,505
Increase/Decrease Premium Control Account	(21,751,804)	(730,448)
Increase/Decrease Printing & Stationary	(21,477)	(298,704)
Increase/Decrease Premium Deposits	31,200,430	11,662,293
Increase/Decrease Outstanding Claims	(2,800,328)	(10,090,175)
Increase/Decrease Amount due to other persons or bodies	5,367,402	30,543,547
(Increase)/Decrease Sundry Creditors	(3,056,806)	3,605,666
Increase/Decrease Investment in Shares & Securities, Interest Received, Investment income &		-
Increase/Decrease in Balance of Fund	28,727,606	(4,504,343)
<b>Net Cash Provided by Operating Activities</b>	<b>12,256,771</b>	<b>42,789,693</b>
<b>Net Cash Flows from Operating Activities</b>	<b>63,267,467</b>	<b>66,727,475</b>

**11.Net Operating Cash Flows Per Share (NOCFPS):**

Net Operating Cash Flow Per Shares (NOCFPS) has been disclosed as per the Securities and Exchange Commission's Notification No. SEC/ CMRRCO/ 2009-193/ Admin/03-31, dated June 01,2009. Previous Net Operating Cash Flow Per Share has been adjusted.

Particulars	Amount in Taka	Amount in Taka
	01/01/2021-30/06/2021	01/01/2020-30/06/2020
Net Cash Flows from Operating Activities	63,267,467	66,727,475
Number of Share Outstanding (Note-14)	40,664,966	40,664,966
<b>Net Operating Cash Flows Per Share (NOCFPS)</b>	<b>1.56</b>	<b>1.64</b>

## 12. Earnings Per Share (EPS):

This has been calculated by dividing basic earning of the company by the number of ordinary shares outstanding at end of the period. Basic earning represents the earnings attributable to the ordinary shareholders. Last year's earning pre shares has been adjusted. The calculation of EPS is stated below:

Particulars	Amount in Taka	Amount in Taka
	01/01/2021-30/06/2021	01/01/2020-30/06/2020
Net Profit After Tax	105,025,928	10,504,840
Number of Share Outstanding (Note-14)	40,664,966	40,664,966
<b>Earnings Per Share (EPS)</b>	<b>2.58</b>	<b>0.26</b>

EPS has been increased during the period from January-2021 to June-2021 compared with the same period of previous year due to increase in gross premium, net premium income & Realized gain from share sale.

## 13. Net Asset Value (NAV) Per Share:

Net Asset Value Per Share (NAV) has been disclosed as per the Securities and Exchange Commission's Notification No. SEC/ CMRRCO/ 2009-193/ Admin/03-31, dated June 01,2009.Last year Net Assets Value Per Share has been adjusted.

Particulars	Amount in Taka	Amount in Taka
	As at June 30,2021	As at June 30,2020
Total Shareholders' Equity	1,010,673,733	730,335,897
Number of Share Outstanding (Note-14)	40,664,966	40,664,966
<b>Net Asset Value (NAV) Per Share</b>	<b>24.85</b>	<b>17.96</b>

NAV per share has been increased due to increase in net profit, share capital & reserve for exceptional losses which added to the statement of changes in shareholders equity during this period compared with the same period of previous year.

## 14. Number of Share:

Particulars	Amount in Taka	Amount in Taka
	As at June 30,2021	As at June 30,2020
Number of Share at the beginning of the year	33,887,472	33,223,012
Add: Bonus Shares issued during this period	6,777,494	664,460
<b>Closing Number of Shares</b>	<b>40,664,966</b>	<b>33,887,472</b>

15. Previous EPS, NAV per share and NOCFPS has been adjusted in terms of present number of share outstanding.

16. As on 30<sup>th</sup> June 2021 total No. of ordinary shres outstanding stood at 4,06,64,966 with face value of Tk. 10 each in which 20% stock dividend for the year ended 31<sup>st</sup> december 2020 ie, 67,77,494 as approved on the 22<sup>th</sup> AGM held on 3<sup>rd</sup> May 2021.