



মার্কেটাইল ইন্স্যুরেন্স কোম্পানী লিঃ MERCANTILE INSURANCE COMPANY LTD.

RED CRESCENT BHABAN, 61 MOTIJHEEL C/A (1ST FLOOR), DHAKA-1000, BANGLADESH, TEL: PABX-9557662-5, FAX: 880-2-9562301
E-mail: mercantileins2017@gmail.com, mercantileins@yahoo.com, Web: www.mercantileins.com

Selected Explanatory Notes for the Second Quarter (Q2) June 30 2019

1) **Basis of Preparation:** The Financial statement (un Audited) has been prepared based on Bangladesh Accounting Standard (BAS)-34, Interim Financial Reporting and in accordance with other Bangladesh Accounting Standard (BAS) the Company act 1994, the Insurance Act 2010, The Securities & Exchange Rules 1987 and other applicable laws and regulation.

2) **Accounting policies and method of Computation:** Accounting policies methods of Computation followed in preparing this Second Quarter (Q2) Financial Statements are Consistent with used in the Annual Financial Statements prepared and published for the year ended December 31 2018

3) **Gross & Net Premium Earned:-** During the Period ended 30th June 2019 Company earned Gross Premium 15,05,00,000/- & Net Premium 10,99,00,000/-

4) **Net Assets Value:- Share holders equities/ No of Share** 77,85,00,000.00/43095360

5) **Earning per Share:- Net Profit after tax/No of Share** 3,45,00,000.00/43095360

6) **Net Operating Cash Flows per Share:- Net Operating Cash flow/ No Of Share** 2,24,00,000.00/43095360

7) **Reserve for Exceptional Losses:-** Reserve for Exceptional losses Calculation method 10% of Net Premium i.e. 10,99,00,000/@10%=10,990,000.00

8) **Deferred Tax:-** Deferred tax is provided for all Temporary Differences Comprising between the tax base of assets and liabilities and their Carrying amounts in Financial Statements in accordance with the Provision of IAS-12

Un-audited Income Statement for the half year ended 30 June 2019

	Half year ended		Quarter ended	
	2019 Jan. to June (Tk.in Crore)	2018 Jan. to June (Tk.in Crore)	2019 April. to June (Tk.in Crore)	2018 April. to June (Tk.in Crore)
Gross Premium	15.05	16.10	7.47	8.66
Reinsurance Premium Ceded	(4.06)	(4.36)	(2.08)	(2.48)
Net Premium	10.99	11.74	5.39	6.18
Reinsurance Commission	1.59	1.72	0.82	0.97
Management Exp. Commission & Claims	(6.31)	(6.55)	(3.61)	(4.01)
Net Claims	(3.70)	(2.57)	(2.30)	(1.52)
Underwriting Profit	2.57	4.34	0.30	1.62
Interest & other income	2.29	2.16	0.62	0.32
Net Profit before Tax	4.86	6.50	0.92	1.94
Reserve for Exceptional Losses	1.10	1.18	0.54	0.62
Provision for Income Tax	1.41	2.13	0.14	0.53
Net Profit after Tax	3.45	4.37	0.78	1.41
EPS (Restated)	Tk. 0.80	Tk. 1.01	0.18	Tk. 0.33

Dated: 23/07/2019
Md. Abdus Salam
Executive Vice President & CFO

Abdur Rahman
Company Secretary

Firoz Ahmed
Managing Director & CEO

Abdul Haque
Director

M. Kamal Uddin
Chairman

12" x 2" Column to be published in the
daily Naya Digantha positively on 24/9/2019



মার্কেটাইল ইন্স্যুরেন্স কোম্পানী লিমিটেড MERCANTILE INSURANCE COMPANY LTD.

RED CRESCENT BHABAN, 61 MOTIJHEEL C/A (1ST FLOOR), DHAKA-1000, BANGLADESH, TEL: PABX-9557662-5, FAX: 880-2-9
E-mail: mercantileins2017@gmail.com, mercantileins@yahoo.com, Web: www.mercantileins.com

Mercantile Insurance Co. Ltd.

Head Office, Dhaka.

Un-audited Balance Sheet (Statement of financial position) As at 30 June 2019

	2019 Jan. to June (Tk. Crore)	2018 Jan. to Dec. (Tk. Crore)
A. Non current Assets	6.21	6.12
Property, Plants & Equipment	3.59	3.49
Bangladesh Govt. Treasury Bond	2.50	2.50
Deferred Tax Assets	0.12	0.13
B. Current Assets	172.58	171.81
Investment in Shares	6.66	6.58
Accrued Interest, Dividend & Rent	0.56	0.56
Amount due from other person or bodies carrying on Insurance business	57.59	57.59
Sundry Debtors	0.42	0.42
Cash & Bank Balances	94.05	93.94
Advance Income Tax	13.28	12.7
Stock of stationery & stamps	0.02	0.02
TOTAL PROPERTY & ASSETS(A+B)	178.79	177.93
C. Shareholders' Equity & Liabilities	77.85	77.42
Share Capital	43.10	43.10
Share Premium	7.48	7.48
Reserve for Exceptional Losses	21.9	20.8
General Reserve	1.97	1.97
Profit & Loss Appropriation	3.40	4.07
D. Balance of Fund & Accounts	10.68	9.58
Reserve for Unexpired Risk	10.68	9.58
E. Liabilities & Provision	90.26	90.93
Premium Deposit	1.07	2.52
Estimated Liability in respect of outstanding Outstanding Claims wheater due or intimated	17.45	17.45
Amount due to other person or bodies carrying on Insurance business	55.84	55.84
Sundry Creditors	15.90	15.12
TOTAL CAPITAL & LIABILITES (C+D+E)	178.79	177.93

Dated:
23/07/2019

Md. Abdus Salam

Executive Vice President & CFO

Abdur Rahman

Company Secretary

Firoz Ahmed

Managing Director

Abdul Haque

Director

M. Kamal Uddin

Chairman



মার্কাণ্টাইল ইনস্যুরেন্স কোম্পানী লিঃ MERCANTILE INSURANCE COMPANY LTD.

RED CRESCENT BHABAN, 61 MOTIJHEEL C/A (1ST FLOOR), DHAKA-1000, BANGLADESH, TEL: PABX-9557662-5, FAX: 880-2-9562301
E-mail: mercantileins2017@gmail.com, mercantileins@yahoo.com, Web: www.mercantileins.com

Un-audited Cash Flow Statement for the half year ended 30 June 2019

	2019 January to June Tk. In Crore	2018 January to June Tk. In Crore
A. Cash flow from Operating Activities	2.24	3.46
Collection of premium & other receipts	16.64	17.82
Tax payment	(0.53)	(0.88)
Payments for management expenses reinsurance, claims etc.	(13.87)	(13.48)
B. Cash flow from Investing Activities	2.42	1.76
Acquisition of Fixed Assets	(0.07)	(0.40)
Investment in share		
Interest & other income	2.49	2.16
C. Cash flow from Financing Activities		
Dividend	0.00	0.00
D. Net inflow/(outflow) for the half year (A+B+C)	4.66	5.22
E. Opening cash & bank balance	93.94	93.88
F. Closing cash & bank balance (D+E)	98.60	99.10

Reconciliation statement of Net Profit with Cash flows from operating activities.

Collection of Premium		15.05
Add. Re Insurance Commissions		1.59
		16.64
Less Tax Payment		0.53
		16.11
Less. Management Expences & Commission	6.11	
Reinsurance Premium Ceeded	4.06	
Claims	3.70	13.87
Cash Flow from operating activities		2.24

Dated:
23/07/2019


Md. Abdus Salam
Executive Vice President & CFO


Abdul Rahman
Company Secretary


Firoz Ahmed
Managing Director & CEO


Abdul Haque
Director


M. Kamal Uddin
Chairman



মার্কাণ্টাইল ইন্স্যুরেন্স কোম্পানী লিঃ
MERCANTILE INSURANCE COMPANY LTD.

RED CRESCENT BHABAN, 61 MOTIHEEL C/A (1ST FLOOR), DHAKA-1000, BANGLADESH, TEL: PABX-9557662-5, FAX: 880-2-9562301
E-mail: mercantileins2017@gmail.com, mercantileins@yahoo.com, Web: www.mercantileins.com

Un-audited Statement of Changes in Equity
for the half year ended 30 June 2019

Particulars	Share Capital	Share Premium	Reserve for Exception	General Reserve	Tk. In Crore	
					Retained Earnings	Total Tk.
Equity as at 01 January 2019	43.10	7.48	20.80	1.97	4.07	77.42
Profit after Tax for the half year	--	--	--	--	3.45	3.45
Dividend Cash	--	--	--	--	(3.02)	(3.02)
Reserve for Exceptional Losses	--	--	1.10	--	(1.10)	--
Equity as at 30 June 2019	43.10	7.48	21.90	1.97	3.40	77.85
Equity as at 30 June 2018	43.10	7.48	20.07	1.87	5.39	77.91

Dated:
23/07/2019


Md. Abdus Salam
Executive Vice President & CFO


Abdur Rahman
Company Secretary


Firoz Ahmed
Managing Director & CEO


Abdul Haque
Director


M. Kamal Uddin
Chairman