

**AUDITORS' REPORT
AND
THE FINANCIAL STATEMENTS
OF
Trust Islami Life Insurance Ltd.**

For the period ended 30th June, 2022

**Independent Auditors' Report to the Shareholders of
Trust Islami Life Insurance Ltd.
Report on the Audit of Financial Statements**

Opinion

We have audited the financial statements of **Trust Islami Life Insurance Ltd.** which comprise the Statement of Financial Position as at June 30, 2022, the Statement of Life Revenue Account, Statement of changes in shareholder's equity, and Statement of Cash Flows for the period from January 01, 2022 to June 30, 2022 and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the company as at June 30, 2022, and its financial performance and its cash flows for the period ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of matters

As per sec-232 & 234, labor act 2006 and as amended up to 2013, if a company comply certain conditions as per said section of the act then the company should establish a workers profit participation fund (WPPF). Trust Islami Life Insurance Ltd is eligible for establishing a WPPF as per said act. However, they did not establish WPPF which is a non-compliance of the said act.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We summarized below the key audit matters in arriving at our audit opinion above, together with our key audit procedures to address those matters.

Risk	Our response to the risk
Premium Income	
Net premium comprises the gross premium received including group insurance less reinsurance premium during the accounting period.	With respect to premium income in respect of various types of life insurance we carried out the following procedures: <ul style="list-style-type: none"> • Checked the design and operating effectiveness of key controls around premium income recognition process. • Carried out analytical procedures and recalculated premium income for the period on sample basis.
Gross life insurance premium amount of Tk 174,896,721 comprises the net premium amount of Tk.173,653,516	

<p>which is received for the whole period of cover provided by contracts entered into during the accounting period</p> <p>Given the important nature, connections to other items to the financial statements and sensitivity of the item we believe this area pose high level of risk.</p>	<ul style="list-style-type: none"> • Carried out cut off testing (set by regulatory authority) to ensure unearned premium income has not been included in the premium income. • On a sample basis reviewed policy to ensure appropriate policy stamp was affixed to the contract and the same has been reflected in the premium register. • Ensured on a sample basis that the premium income was being deposit in the designated bank accounts. • For a sample of insurance contract tested to see if appropriate level of reinsurance was done and whether that reinsurance premium was properly calculated and it has been deducted from the gross premium. • Finally assessed the appropriateness and presentation of disclosure against relevant accounting standard, insurance act 1938(as amended in 2010), insurance rules 1958 and other applicable rules and regulations and regulatory guidelines and applicable.
Valuation of life fund	
<p>Valuation of life fund involves complex and subjective judgments about future events, both internal and external to the business, for which small changes in assumptions can result in material impacts to the valuation of these liabilities</p> <p>At June 30, 2022, the company reported total balance under the head of Life Insurance Fund the amount of Tk,137,165,150 for six months and (2021: Tk. 123,155,480 for twelve months).</p>	<p>The work to address the valuation of life fund included the following procedures:</p> <ul style="list-style-type: none"> • Understood the governance process in place to determine the life fund. • Reviewed the actuarial report and assessed the reasonableness of the assumptions used to estimate the liabilities. • Tested key judgment and controls over the liability, including the preparation of the manually calculated components. We focused on the consistency on treatment and methodology period-on-period. <p>Based on the work performed and the evidence obtained, we consider the assumption used to be appropriate.</p>
Fair value change account	
<p>Insurance company makes a number of investments in the listed capital market with required regulatory permission. Income generated from the investments (realized gain and dividend received) is credited to the Revenue account. Unrealized gain or loss if any is transferred to the Fair Value Change Account.</p> <p>This item has significant impact on the earning performance of the company and return to the shareholders and might be prone to misreporting as large unreported fall in the value of any holding may wipe out the value of the portfolio and hamper the distribution capability of the company.</p> <p>At June 30, 2022, the company reported total balance under the head of Fair</p>	<p>We tested the design and operating effectiveness of key controls around monitoring, valuation and updating of prices of the positions held by the company from trusted sources. Additionally, we performed the following.</p> <ul style="list-style-type: none"> • Obtained period-end shareholding from the company and through directional testing assessed the completeness of the report. • Ascertained the valuation of the holding as per IFRS 13. • Recalculated unrealized gain or loss at the period end. • Carried out cut-off testing to ensure unrealized gain or loss was recognized in correct period. • Obtained the CDBL report and share portfolio and cross checked against each other to confirm unrealized gain or loss. • Checked the subsequent position of this unrealized amount.



Value Change Account of Tk. -578,127.	<ul style="list-style-type: none">Finally assessed the appropriateness and presentation of disclosure against relevant accounting standards, The Companies Act 1994, Insurance Act 2010 and other applicable rules and regulations and regulatory guidelines.
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Other Information

Management is responsible for the other information. The other information comprises all of the information in the annual report other than financial statements and our auditors' report thereon. The directors are responsible for the other information.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we concluded that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements and Internal Controls

Management is responsible for the preparation and fair presentation of the Financial Statements in accordance with IFRSs, The Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, the Securities and Exchange Rules 2020 and other applicable laws and regulations for such internal control as management determines is necessary to enable the preparation of Financial Statements that are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, management is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company's to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with the relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, the Securities and Exchange Rules 2020 and the other applicable Laws and Regulations, We also report that:

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) In our opinion, proper books of accounts, records and other statutory books as required by law have been kept by the Company so far as it appeared from our examination of those books;
- c) The Company's management has followed relevant provisions of laws and rules in managing the affairs of the company and proper books of accounts, records and other statutory books have been properly maintained and (where applicable) proper returns of the purpose of our audit have been received adequately from branches but the branches have not been visited by us;
- d) As per section 62(2) of the Insurance Act, 2010 as amended, we certify that to the best of our knowledge and belief and according to the information and explanations given to us, all expenses of management wherever incurred and whether directly or indirectly, in respect of



insurance business of the company transacted in Bangladesh during the year under report have been fully charged to the related Revenue Account of the company;

- e) The information and explanation required by us have been received and found satisfactory;
- f) The Company's Statement of Financial Position, Life Revenue Account, Statement of changes in shareholder's equity and Statement of Cash Flows of the Company together with the Annexed Notes dealt with by the report are in agreement with the books of accounts and returns;
- g) The expenditure incurred was for the purpose of the Company's business; and
- h) The company has complied with relevant laws and regulations pertaining to reserves.

Place : Dhaka
Date : 17th August, 2022



Fouzia Haque, FCA
Enrolment No-1032
Partner

FAMES & R
Chartered Accountants
DVC # 2208171032AS943217



Trust Islami Life Insurance Ltd.
Statement of Financial Position
As on June 30, 2022

Capital and Liability	Notes	Amount in Taka 30-06-2022	Amount in Taka 31-12-2021
Share holder's capital			
Authorized capital			
10,00,00,000 Ordinary Shares of Taka 10 each		<u>1,000,000,000</u>	<u>1,000,000,000</u>
Issued, Subscribed & Paid -up Capital :			
24,000,000 Ordinary Shares of Taka 10 each	4.00	240,000,000	240,000,000
Statutory deposit by Share Holders		15,000,000	15,000,000
Life Insurance Fund		137,165,150	123,155,480
Amount Due to other Persons or Bodies			
Carrying on Insurance Business	5.00	526,968	1,592,120
LIABILITIES AND PROVISIONS :			
Estimated Liabilities in Respect of Outstanding Claims whether due or intimated	6.00	-	3,180,000
		64,035,409	58,001,339
Bank Loan	7.00	24,396,384	5,170,374
Sundry Creditors	8.00	15,012,693	21,362,303
Premium Deposit	9.00	250,943	1,059,202
Lease Liabilities	10.00	15,953,516	16,409,460
Loan from Others Companies	11.00	9,000,000	14,000,000
Fair Value Change Account	15.00	(578,127)	-
Total Equity and Liabilities		<u>456,727,527</u>	<u>440,928,939</u>
Property & Assets			
Loan on Insurer's policies within their surrender value	12.00	2,104,500	1,998,500
Investment (at cost)		156,801,911	56,691,781
Treasury Bond	13.00	15,000,000	15,000,000
Sundry Debtor's	17.00	1,355,209	1,314,296
Accrued Profit	14.00	3,635,960	6,851,640
Right of Use Asset	19.00	14,001,501	14,869,369
Advance & pre payments	18.00	37,510,310	18,656,476
Share Purchase	16.00	47,854,433	-
Outstanding Premium	20.00	37,444,498	-
Cash & Bank balance		272,215,851	355,632,601
On Fixed Deposit with Banks	21.00	200,000,000	220,100,000
On Special Notice Deposit (SND) with Banks	24.00	56,432,859	133,815,778
On Current Account (CD) with Banks	25.00	12,999,045	421,575
Cash in Hand	22.00	2,783,947	1,295,248
OTHER ASSETS		25,605,265	26,606,057
Bima Stamps in Hand	23.00	204,345	523,095
Printing & Stationery in Hand	26.00	1,432,811	815,449
Revenue Stamp in Hand	27.00	104,950	68,630
Fixed Assets (At Cost Less Depreciation)	28.00	23,673,732	24,820,026
Preliminary Expenses	29.00	189,427	378,857
TOTAL ASSETS		<u>456,727,527</u>	<u>440,928,939</u>

The annexed notes form an integral part of these financial statements.


Chief Executive Officer


Director


Director


Chairman

Signed as per annexed report on even date

Date : August 17, 2022
Place : Dhaka


Fuzia Haque, FCA
Enrolment No-1032
Partner
FAMES & R
Chartered Accountants
DVC # 2208171032AS943217



Trust Islami Life Insurance Ltd.
Life Revenue Account
For the period from 1st January to 30th June 2022

Particulars	Notes	Amount in Taka Jan to June 22	Amount in Taka Jan to June 21
Balance of Fund Beginning of the Year		123,155,480	70,488,076
PREMIUM LESS RE-INSURANCE :			
First Year Premium (Ekok Bima)		67,376,542	59,423,842
First Year Premium (Khudra Bima)		12,774,500	21,045,000
First Year Premium (Group Bima)		-	1,798,800
		80,151,042	82,267,642
Renewal Premium (Ekok Bima)		77,314,579	50,174,565
Renewal Premium (Khudra Bima)		17,431,100	11,930,500
Renewal Premium (Group Bima)		-	-
		94,745,679	62,105,065
Gross Premium		174,896,721	144,372,707
Less : Re- Insurance Premium		1,243,205	1,860,876
		173,653,516	142,511,831
Profit income	31.00	8,489,853	4,996,528
OTHERS INCOME			
Other Receipts		9,627	1,460,149
TOTAL TAKA		305,308,476	219,456,584
First Year Premium, Where the Maximum Premium Paying Period is :			
Single		516,200	1,846,489
Two Years		-	-
Three Years		-	-
Four Years		-	-
Five Years		-	-
Six Years		-	-
Nine Years		-	-
Ten Years		10,776,447	17,188,225
Twelve Years		33,143,418	41,398,087
Fifteen Years & above		35,714,977	20,036,041
Group Bima		-	1,798,800
Total Taka		80,151,042	82,267,642

The annexed notes form an integral part of these financial statements.


Chief Executive Officer


Director

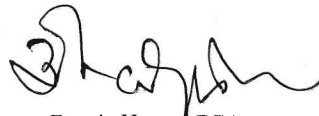

Director


Chairman

Signed as per annexed report on even date

Date : August 17, 2022
Place : Dhaka





Fuzia Haque, FCA
Enrolment No-1032
Partner
FAMES & R
Chartered Accountants
DVC # 2208171032AS943217

Trust Islami Life Insurance Ltd.
Life Revenue Account
For the period from 1st January to 30th June 2022



Particulars	Notes	Jan to June 22	Jan to June 21
Claims Under Policies (Including Provision for Claims Due Or Intimated) Less Re - insurance		29,809,413	37,163,639
By Death (Less that on Re- Insurance Calim)		113,473	5,163,319
By Surrender Value		964,748	626,089
By Survival Benefit		24,287,897	26,990,773
By Maturity Claim		4,391,295	4,383,458
By Health Insurance		52,000	-
EXPENSES OF MANAGEMENT:		40,860,797	22,935,927
a) Commission to Insurance Agents (Less than on Re-Insurance)		28,290,337	17,697,838
b) Allowances & Commission(Other than Commission included in Sub-item (a) above)		12,570,460	5,238,089
		97,473,116	83,099,192
Salaries etc.(Other than to Agents & Those included in item (b) above)		27,518,380	14,853,876
Salary & Allowances (Admin)		17,052,113	15,550,943
Festival Bonus (Admin)		1,807,134	2,900,315
Festival Bonus (Dev.)		684,530	1,039,610
Incentive Bonus (Dev.)		8,700,764	10,241,494
Development Allowance		3,440,657	9,996,806
Business Development Expenses		3,299,082	1,724,856
Travelling & Conveyance		3,968,824	2,357,115
Directors' Fees		50,000	72,000
Shariah Meeting Fee		-	20,000
Auditors' Fees		350,850	675,000
Medical Expenses		44,754	60,603
Registration Renewal Fees		-	34,321
Advertisement & Publicity		475,926	175,324
Printing & Stationery		489,175	1,793,846
Policy Stamp Expenses		1,362,855	1,145,470
Non Judicial stamp		32,905	2,755
Revenue Stamp Expenses		63,680	63,115
Postage & Telegram		593,204	195,631
Telephone, Telex & Fax		680,520	187,946
Provident Fund (Employer's contribution)		605,549	548,686
Internet Bill		364,159	747,711
Entertainment		413,835	167,735
Bank Service Charges		884,127	432,023
Repair & Maintenance(Motor Vehicle)		3,178,944	2,166,041
Fuel, Oil & Lubricants		1,504,641	774,838
Low value asset (Office Rent)		5,103,207	6,553,513
Insurance Premium (Motor Vehicles)		45,765	143,962
Service Charges on Bank Loan		216,610	257,860
Newspaper & Periodicals		7,390	23,830
Gas, Electricity & Water		982,661	625,213
Crockery's & Cutleries		3,000	46,090
Fees, Donation & Subscriptions		175,000	1,349,555
Garage Rent		168,465	119,000
Repairs & Maintenance (Assets)		339,809	181,525
Repairs & Maintenance (Office)		104,538	142,035
Training & Recruitment Exp.		10,000	2,400
Legal and Professional Fee		1,329,055	-
Conference Expenses		2,657,039	-
Clening & Washing Exp.		12,725	20,470
Caring & Loading		81,220	145,070
Electric Expenses		2,840	19,106
Finance cost on Lease liabilities		689,969	762,475
Networking Expenses		445,307	-
IPO Expenses		325,000	-
Actuary Fee		1,115,528	190,000
Credit Rating Fee		107,500	-
UMP Fee		499,141	189,052
Depreciation on ROA		2,653,288	2,216,917
Depreciation on Fixed Assets		2,831,451	2,183,059
Balance of fund at the end of the year as shown in the Balance sheet		137,165,150	76,257,826
		305,308,476	219,456,584

The annexed notes form an integral part of these financial statements.


Chief Executive Officer


Director
Signed as per annexed report on even date


Director


Chairman

Fuzia Haque, FCA
Enrolment No-1032
Partner
FAMES & R
Chartered Accountants
DVC # 2208171032AS943217

Date : August 17, 2022
Place : Dhaka



Trust Islami Life Insurance Ltd.
Statement of changes in shareholder's equity
For the period from 1st January to 30th June 2022

Particulars	Share Capital	Share Premium	General Reserve	Reserve for Expectation Losses	Retained Earnings	Total Taka
Equity as on January 01, 2022	240,000,000	-	-	-	-	240,000,000
Capital addition during the year	-	-	-	-	-	-
Equity as on June 30, 2022	240,000,000	-	-	-	-	240,000,000



Chief Executive Officer



Director

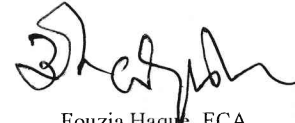


Director



Chairman

Date : August 17, 2022
Place : Dhaka



Fuzia Haque, FCA
Enrolment No-1032
Partner

FAMES & R
Chartered Accountants

DVC # 2208171032AS943217



Trust Islami Life Insurance Ltd.
Statement of Cash Flows
For the period from 1st January to 30th June 2022

Sl No.	Particulars	Notes	Amount in Taka	Amount in Taka
			30-06-2022	31-12-2021
A. Cash Flows from operating Activities				
	Collection from Premium without Re- Insurance Premium	32.00	172,845,257	295,024,968
	Other received	33.00	9,627	849,410
	Payment for Claim	34.00	(32,989,413)	(54,355,196)
	Payment for management expenses and others		(141,028,478)	(180,675,171)
	Net Cash Flows from operating Activities		(1,163,007)	60,844,012
B. Cash Flows from Investing Activities				
	Acquisition of Fixed Assets	35.00	(3,470,577)	(17,405,616)
	Loan On Insurance Policies	36.00	(106,000)	(767,500)
	Advance & Pre-payments	37.00	(19,309,778)	(4,547,115)
	Profit received	38.00	11,705,533	14,492,274
	Share Purchase	39.00	(47,854,433)	-
	Outstanding Premium	40.00	(37,444,498)	-
	Net Cash Flows from Investing Activities		(96,479,753)	(8,227,957)
C. Cash Flows from Financing Activities				
	Bank Loan	41.00	19,226,010	(17,049,744)
	Loan payment for Others Companies	42.00	(5,000,000)	(5,000,000)
	Capital introduced	43.00	-	60,000,000
	Net Cash Flows from Financing Activities		14,226,010	37,950,256
	D. Net increase/decrease in cash and cash equivalents(A+B+C)		(83,416,750)	90,566,311
	E. Cash and cash equivalents at the beginning of the period		355,632,601	265,066,290
	F. Cash and cash equivalents at the end of the period		272,215,851	355,632,601

Chief Executive Officer

Director

Director

Chairman

Date : August 17, 2022
Place : Dhaka



Fuzia Haque, FCA
Enrolment No-1032

Partner


FAMES & R

Chartered Accountants

DVC # 2208171032AS943217

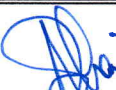
Trust Islami Life Insurance Ltd.
Statement of Life Insurance Fund
For the period from 1st January to 30th June 2022

SI No.	Particulars	Amount in Taka	Amount in Taka
		30-06-2022	31-12-2021
A. ASSETS			
	Loan on Insurer's policies within their surrender value	2,104,500	1,998,500
	Investments	15,000,000	15,000,000
	Profit, Dividend & Rent accrued but not due	3,635,960	6,851,640
	Advances, deposits & prepayments	37,510,310	18,656,476
	cash, bank & other Balances	272,215,851	355,632,601
	Printing, stationery & stamps in Hand	1,637,156	1,338,544
	Preliminary Expenses	189,427	378,857
	Fixed Assets (at cost less depreciation)	23,673,732	24,820,026
	Right of Use Assets	14,001,501	14,869,369
	Sundry Debtor's	1,355,209	1,314,296
	Revenue Stamp in Hand	104,950	68,630
	Share Purchase	47,854,433	-
	Outstanding Premium	37,444,498	-
		456,727,527	440,928,939
B. LIABILITIES			
	Estimated liabilities in respect of outstanding claims whether due or estimated	-	3,180,000
	Amount due to other persons or bodies carrying on insurance business	526,968	1,592,120
	Statutory Deposit By Share Holders	15,000,000	15,000,000
	Loan from Others Companies	9,000,000	14,000,000
	Sundry creditors	15,012,693	21,362,303
	Bank Loan	24,396,384	5,170,374
	Premium Deposit	250,943	1,059,202
	Lease Liabilities	15,953,516	16,409,460
		80,140,504	77,773,459
C. Gross Fund (A-B)		376,587,023	363,155,480
D. Shareholders' Capital (paid-up Capital)		240,000,000	240,000,000
Add: Fair Value Change Account		(578,127)	-
		239,421,873	240,000,000
E. Life Insurance Fund (C-D)		137,165,150	123,155,480


Chief Executive Officer

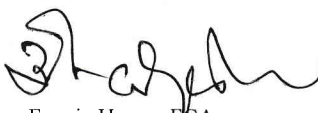

Director


Director


Chairman

Date : August 17, 2022
Place : Dhaka




Fuzia Haque, FCA
Enrolment No-1032
Partner
FAMES & R
Chartered Accountants

DVC # 2208171032AS943217

Trust Islami Life Insurance Ltd.

FORM -"AA"

Classified summary of the Assets

For the period from 1st January to 30th June 2022

Capital and Liability	Notes	BOOK VALUE	MARKET VALUE	REMARKS
		Amount in Taka	Amount in Taka	
Property & Assets				
Loan on Insurer's policies within their surrender value	12.00	2,104,500	2,104,500	Realizable Value
Investment (at cost)		157,380,038	156,801,911	
Treasury Bond	13.00	15,000,000	15,000,000	At Cost
Sundry Debtor's	17.00	1,355,209	1,355,209	Realizable Value
Accrued Profit	14.00	3,635,960	3,635,960	Realizable Value
Right of Use Asset	19.00	14,001,501	14,001,501	Depreciated Value
Advance & pre payments	18.00	37,510,310	37,510,310	Realizable Value
Share Purchase	16.00	48,432,560	47,854,433	Market Value
Outstanding Premium	20.00	37,444,498	37,444,498	Realizable Value
Cash & Bank balance		272,215,851	272,215,851	
On Fixed Deposit with Banks	21.00	200,000,000	200,000,000	Realizable Value
On Special Notice Deposit with Banks	24.00	56,432,859	56,432,859	Realizable Value
On Current Account with Banks	25.00	12,999,045	12,999,045	Realizable Value
Cash in Hand	22.00	2,783,947	2,783,947	Realizable Value
OTHER ASSETS		25,605,265	25,605,265	
Bima Stamps in Hand	23.00	204,345	204,345	At Average Cost
Printing & Stationery in Hand	26.00	1,432,811	1,432,811	At Average Cost
Revenue Stamp in Hand	27.00	104,950	104,950	At Average Cost
Fixed Assets (At Cost Less Depreciation)	28.00	23,673,732	23,673,732	Depreciated Value
Preliminary Expenses	29.00	189,427	189,427	Writedown Value
TOTAL TAKA:		457,305,654	456,727,527	

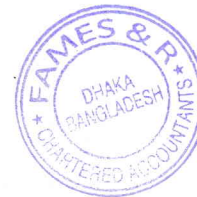

Chief Executive Officer



Director


Director


Chairman

Date : August 17, 2022
Place : Dhaka




Fuzia Haque, FCA
Enrolment No-1032
Partner
FAMES & R
Chartered Accountants
DVC # 2208171032AS943217

Trust Islami Life Insurance Limited
Notes to the Financial Statements
For the Half Year ended 30th June 2022

1.00 Legal Status and Nature of the business:

1.01 Legal Status

Trust Islami Life Insurance Ltd. was incorporated on February 05, 2014 and Register with the Register of Joint Stock Company and firms with the Issuance of Insurance Certificate No- C-113930/14 date: 5th February 2014.

1.02 Nature of Business

Trust Islami life Insurance Ltd. is engaged in Ordinary life Insurance, Group Insurance (GI) and Non-traditional Micro Insurance Business.

1.03 Principle activities of the company

Trust Islami Life Insurance Ltd. is engaged in Islamic Life Insurance business since February 5th 2014. The Company offers wide variety of Insurance Policies while fulfils the requirements of all segments of the Society.

1.04 Address of Registered office and place of business of the company

The Registered office of the company is situated at Paltan China Town (17th Floor) West Tower, 67/1, Naya Paltan (V.I.P Road) Dhaka-1000.

2.00 Basis of preparation and statement of compliance:

2.01 Preparation of the Financial Statements

As per the requirements of IAS 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 principles according to the historical cost convention. Requirements as to disclosure of financial information warranted by the Insurance Act 2010 have been adhered to in presenting financial statements.

2.02 Components of the Financial Statements:

The Financial Statements include the following components:

- I) Statement of Financial Position;
- II) Life Revenue Account;
- III) Statement of Changes in Shareholder's Equity;
- IV) Statement of Cash Flows;
- V) Statement of life Insurance Fund ;
- VI) Classification of the Assets (Form AA); and
- VII) Accounting Policies and Explanatory Notes.

2.03 Statement of Compliance

The following underlying assumptions, measurement base, Laws, Rules, Regulations and accounting pronouncements have been considered in preparing and presenting the Financial Statements:

- Going Concern
- Accrual unless stated otherwise



- Historical cost convention
- The Insurance Act 2010
- The Insurance Act 1938
- The Insurance Rule 1958
- The Companies Act 1994
- The Bangladesh Securities and Exchange rules 1987
- The Income Tax Ordinance and Rules 1984
- Value Added Tax Act 2012 & Rules 2016
- The Listing Regulations of Dhaka and Chittagong Stock Exchanges
- International Accounting Standards (IAS) and International Financial Reporting Standard (IFRS) and Interpretations which have been adopted by the Institute of chartered Accountants of Bangladesh (ICAB).
- International Standard on Auditing (ISA)
- Any other laws, regulations, covenants, conventions and practices prevailing concerning the life insurance industry in Bangladesh.

Where the requirements of the Companies Act 1994, the Insurance Act 1938 & 2010 and the Bangladesh Securities and Exchange Rules 1987 differ with the requirements of these standards, the requirements of the Companies Act 1994, the Insurance Act 1938 & 2010 and the Bangladesh Securities and Exchange rules 1987 take precedence.

2.04 Application of IAS and IFRS:

The Accounting and Financial Reporting Standards that are applicable for the financial statements for the year under review, include the following:

IAS/IFRS	Name of Standards	Status of Application
IAS 1	Presentation of Financial Statements	Applicable
IAS 2	Inventories	Applicable
IAS 7	Statement of Cash Flows	Applicable
IAS 8	Accounting Policies, Changes in Accounting Estimates and Errors	Applicable
IAS 12	Income Taxes	Applicable
IAS 16	Property, Plant and Equipment	Applicable
IAS 19	Employee Benefits	Applicable
IAS 24	Related Party Disclosures	Applicable
IAS 32	Financial Instruments: Presentation	Applicable
IAS 34	Interim Financial Reporting	Applicable
IAS 38	Intangible Assets	Applicable
IFRS 4	Insurance Contracts	Applicable
IFRS 7	Financial Instruments Disclosures	Applicable
IFRS 9	Financial Instruments	Applicable
IFRS 13	Fair Value Measurement	Applicable
IFRS 15	Revenue from Contracts with Customers	Applicable
IFRS 16	Leases	Applicable

2.05 Reporting period

Financial Statements of the Company has been covered the period from 1st January 2022 to June 30, 2022.



2.06 Reporting Currency

The figures in the Financial Statements represented Bangladesh Currency (BDT). Figures have been rounded off to the nearest integer.

2:07 Going Concern

The company can continue operating without the significant threat of liquidation, and therefore remain in business for the foreseeable future. The going-concern value of a company is typically much higher than its liquidation value because it includes intangible assets and customer loyalty as well as any potential for future returns.

3.00 Significant Accounting Policies:

3.01 Revenue recognition

The revenue is recognized after satisfying as the conditions for revenue recognition as provided IFRS 15 "Revenue from Contracts with Customers" in compliance with IFRS 4 "Insurance Contract" Detailed income wise policy for revenue recognition is as given under:

a) Premium Income

The income from premium is comprised of the total amount of premium earned on various classes of life insurance business during the year, the gross amount of premium earned against various policies, 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 financial statements during the period, the effect of re-insurance has been accepted and re-insurance ceded as well as the effect of total estimated liabilities in respect of outstanding claims have been given effect to the accounts at the end of the year.

3.02 Investment

Profit on different investments is recognized on accrual basis as per IFRS-15" Revenue from Contracts with Customers" Portfolio gain on investments in shares is recognized as income and credited to investment income in the life revenue account as per IAS-39"Financial Instrument: Recognition". Capital gain is recognize when it is realized and recognized as income and credited to investment income in the life revenue account as per IAS-39"Financial Instrument: Recognition".

3.03 Premium Deposit

Premium deposit represents premium received but risk has not yet been accepted because of the pending underwriting decision as at 30 June, 2022.

3.04 Comparative Figures

Comparative information has been disclosed in respect of the year 2021 for all numerical data in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current year's financial statements. The entity changes the presentation or classification of items in its financial statements according to necessity; it shall reclassify the comparative amounts also. During the period the reclassification considers in the line items of revenue account



under expenses of management. The reclassification took place to get a clear idea to compare the specific line items of the revenue account but previous year's six monthly Revenue Accounts is not audited.

Amount in Taka
30.06.2022 31.12.2021

SHAREHOLDERS' CAPITAL

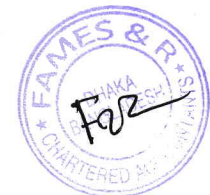
Authorised Capital

10,00,00,000 Ordinary Shares of Tk. 10 each 1,000,000,000 1,000,000,000

Issued, Subscribed and Paid-up Capital 240,000,000 240,000,000

240,00,000 Ordinary Shares of Tk. 10 each

SL. No.	Name Of the Share Holders	No of Shares	Amount (Tk.)	% of Share Holdings
1	MR. MD.ZILLUR RAHMAN MRIDHA	2,400,000	24,000,000	10.00
2	MR. MD. ATATUR RAHMAN BHUIYAN	2,400,000	24,000,000	10.00
3	MD. JAHANGIR HOSSAIN MOLLAH	2,400,000	24,000,000	10.00
4	MR. AYAZ WARIS KHAN WARSI	2,400,000	24,000,000	10.00
5	MR. IQBAL HAIDER CHOWDHURY	2,400,000	24,000,000	10.00
6	MR. MD. ABDUL WADUD	1,000,000	10,000,000	4.17
7	MR. RASSAD ABEDIN	1,555,999	15,559,990	6.48
8	MRS FARHANA AKHTER	812,000	8,120,000	3.38
9	MR. RAHAD ABEDIN	1,555,999	15,559,990	6.48
10	MR. MD MANIRUZZAMAN MOLLA	2,400,000	24,000,000	10.00
11	MR. ABDULLAH AL -MAMUN	875,334	8,753,340	3.65
12	MR. MUKITUR RAHMAN	35,334	353,340	0.15
13	MRS. SAIFUN NAHAR KAKULY	70,668	706,680	0.29
14	MRS. SHANAZ PARVEEN	35,334	353,340	0.15
15	MRS. RUBINA PARVIN	35,334	353,340	0.15
16	MRS. SHAMMI AKHTER	35,334	353,340	0.15
17	LAILA ARJUMAN BANU	300,000	3,000,000	1.25
18	ABDULLAH AL FAHAD	840,000	8,400,000	3.50
19	REHANA ARJUMAN HYE	420,000	4,200,000	1.75
20	RAFIA NUSRAT KHAN BROTI	1,014,332	10,143,320	4.23
21	KASFIA NUSRAT KHAN PURNA	1,014,332	10,143,320	4.23
Total		24,000,000	240,000,000	100.00



3.05 Depreciation on Fixed Assets

Depreciation on Fixed Assets has been calculated adopting straight line method at varying rates depending on the class and estimated useful life of assets. Methods and rates of providing depreciation are consistently applied in relation to the previous year.

➤ Furniture and Fixture	10%
➤ Electrical Equipment	20%
➤ Office Equipment	10%
➤ Vehicles	20%
➤ Telephone Installation	20%
➤ Computer and Typewriter	20%
➤ Computer Software	20%
➤ House Properties	2.5% to 5%
➤ Office Decoration	10%

3.06 Commission

Commission to Insurance Agents (Less that received on Re-insurance) represents First Year Commission, Renewal Commission and Group Commission.

Allowances and Commission (Other than Commission to Insurance Agents less that on Re-insurance) represent Marketing Officers Salary and Allowance including incentive Bonus.

3.07 Cash Flow Statement

Cash Flow Statement is prepared in accordance with IAS-7 and Cash Flow from operating activities have been presented under direct method as outlined in the Securities and Exchange Rules 1987

Cash in hand and cash at bank have been considered as the Cash and Cash equivalents for the preparation of the Financial Statement, which were held and available for use by the Company without any restriction.

3.08 Provision for liabilities

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

3.09 Taxation

3.09.01 Current Tax

The Company is engaged in life insurance business and its taxation is based on taxable income determined under the Fourth Schedule of the income Tax ordinance, 1984. Provision of Income Tax is based on the best judgment of management.



3.09.02 Deferred Tax

The company does not provide for deferred taxation as current tax has been calculated on the profits and gains based on the actuarial valuation which is computed in accordance with the provision in the Fourth Schedule of the income Tax Ordinance and not under different heads of income. There is no effect of tax base asset and liabilities, the Management feels it is not necessary to make estimate of deferred tax assets/liabilities at this stage as per the provision of IAS-12.

3.10 Employees Benefit Plans

Trust Islami Life Insurance Ltd. offers a number of benefit plans, which includes Contributory Provident Fund, Gratuity and also Festival Bonus, which have been accounted for in accordance with the provision of International Accounting Standard-19, "Employee Benefit." Bases of enumerating the above benefits schemes operated by the company are outlined below:

3.10.01 Provident Fund

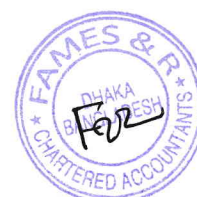
The Company Operates a Contributory Recognized Provident Fund for all its permanents employees. The provident fund is administered by the Board of Trustee and is funded by contributions from employees and from the company @ 10% of the basic pay, these contributions are invested separately from the company business.

3.10.02 Gratuity

Employees of the company, who served the company for five years or above is entitled to get gratuity benefit at rates determined by the service rules of the fund. Presently the Gratuity is being paid at the time of the final settlement of the respective employees. In respect of Defined Benefit Plans of TILI Ltd. (Trust Islami Life Insurance Ltd.) pay its employee Gratuity Fund as post-employment benefits as per service rules. The plan is unfunded though no provision recognizes as allowable expenditure by the NBR. The entity only booked the amount that directly paid to the employee as a post-employment benefit. The amount also considers as allowable expenditure by the NBR. In respect of that, no timing difference arises related to Deferred Taxation.

3.11 Related Party disclosures (IAS 24)

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operational decision and include associated companies with or without common Directors and key management positions. The company has entered into transaction with other related entities in normal course of business that fall within the definition of related party as per International Accounting Standards (IAS) 24: "Related Party Disclosure". Transaction with related parties are executed on the same terms, including interest rate and collateral as those prevailing at the time for comparable transactions with other customer of similar credentials and do not involve more than a normal risk.



Payments to Directors / Officers (Key Management Personnel as per IAS 24):

The aggregate amount paid / provided to the Chief Executive officer and officers during the year having taxable income is given below:

Description	Chief Executive officer	Officers
Chief Executive Officer's payment	2,396,536	-
Salary-Officers	-	8,746,980
Company's contribution to provident fund	-	605,549
Bonus & Incentives	288,000	1,471,600
House Rent	598,961	3,498,792
Medical Allowances	-	1,367,701
Entertainment Allowance	359,654	
Conveyances & Allowances	-	876,146
Pensions etc. :		
Pensions	Nil	Nil
Gratuities	Nil	Nil
Payments from a provident funds, in excess of own subscription and interest thereon	Nil	Nil
Total		

Details of transactions with related parties and balance with them as at 30th June, 2022 were as follows:

Name of related party	Transaction nature	Relationship	Balance as at 1 st January, 2022	Addition/ Expenses during the period	Adjustment /Payment during the period	Balance as at 30 th June,2022 (Receivable/Payable)
Toma Construction & Co. Ltd.	Loan (Note-10)	Chairman & Shareholder	1,40,00,000	-	50,00,000	90,00,000

Related party disclosures

The party is related to the company if the party cast significant influence over the subject matters and also hold the controlling power of the management affairs of the company and any transaction made during the period with the party related there with is termed as related party transaction as per IAS -24 " Related Party Disclosure ". During the period under audit related party transaction were made that which has influenced the company's business. The details of related party transactions during the period along with the relationship is illustrated below in accordance of IAS 24 :

Particulars			Amount in Taka	Amount in Taka
Name of the Party	Relationship with the Company	Nature of transaction	30.06.22	31.12.2021
Md. Ataur Rahman Bhuiyan	Chairman & Shareholder	Board Meeting Fee	5,000	10,000
Mr. Iqbal Haider Chowdhury	Vice Chairman & Shareholder	Board Meeting Fee	-	-



Mrs. Showket Ara Begum	Director & Shareholder	Board Meeting Fee	-	10,000
Mr. Mahtab Uddin Ahmed	Director & Shareholder	Board Meeting Fee	-	10,000
Mr. Mohammad Abdul Hye	Director & Shareholder	Board Meeting Fee	-	10,000
Md. Zillur Rahman Mridha	Director & Shareholder	Board Meeting Fee	5,000	10,000
Md. Jahangir Hossain Mollah	Director & Shareholder	Board Meeting Fee	5,000	10,000
Mr. Ayaz Waris Khan Warsi	Director & Shareholder	Board Meeting Fee	-	-
Md. Abdul Wadud	Director & Shareholder	Board Meeting Fee	-	-
Mr. Anower Husain Khan	Director & Shareholder	Board Meeting Fee	5,000	10,000
Mr. Rassad Abedin	Director & Shareholder	Board Meeting Fee	5,000	10,000
Mrs. Parven Anowar	Director & Shareholder	Board Meeting Fee	5,000	10,000
Mr. Rahad Abedin	Director & Shareholder	Board Meeting Fee	5,000	-
Mr. Md Maniruzzaman Molla	Director & Shareholder	Board Meeting Fee	5,000	-
Mrs. Farhana Akhter	Shareholder	Board Meeting Fee	-	-
Md. Balayet Hossain	Indipent Director	Board Meeting Fee	5,000	-

Disclosures of Board Meeting Attendance

During the period total no. of 01 (One) Board Meeting held . The board meeting of Tk. 5,000 (Five Thousand) was paid per Board Member attended on the meeting.

Particulars					Amount in Taka
Name of the Party	Relationship with the Company	Nature of transaction	Total no. of meeting held	Total no. of meeting Fee	Total Board meeting Fee
Md. Ataur Rahman Bhuiyan	Chairman & Shareholder	Board Meeting Fee	1	1	5,000
Mrs. Showket Ara Begum	Director & Shareholder	Board Meeting Fee	0	0	0
Mr. Mahtab Uddin Ahmed	Director & Shareholder	Board Meeting Fee	0	0	0
Mr. Mohammad Abdul Hye	Director & Shareholder	Board Meeting Fee	0	0	0
Md. Zillur Rahman Mridha	Director & Shareholder	Board Meeting Fee	1	1	5,000
Md. Jahangir Hossain Mollah	Director & Shareholder	Board Meeting Fee	1	1	5,000



Mr. Anower Husain Khan	Director & Shareholder	Board Meeting Fee	1	1	5,000
Mr. Rassad Abedin	Director & Shareholder	Board Meeting Fee	1	1	5,000
Mrs. Parven Anowar	Director & Shareholder	Board Meeting Fee	1	1	5,000
Mr. Rahad Abedin	Director & Shareholder	Board Meeting Fee	1	1	5,000
Mr. Md Maniruzzaman Molla	Director & Shareholder	Board Meeting Fee	1	1	5,000
Md. Balayet Hossain	Independent Director	Board Meeting Fee	1	1	5,000

3.12 Leases

Right of use assets and lease liability

The Company is required to adopt IFRS 16 Leases from 01 January 2019.

IFRS 16 introduces a single, on-balance sheet lease accounting model for lessees. A lessee recognizes a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. There are recognition exemptions for short-term leases and leases of low-value items. Lessor accounting remains similar to the current standard — i.e. lessors continue to classify leases as finance or operating leases.

IFRS 16 replaces existing leases guidance, including IAS 17 Leases, IFRIC 2 Determining whether an Arrangement contains a Lease, SIC-15 Operating Leases — Incentives and SIC-27 Evaluating the Substance of Transactions Involving the Legal Form of a Lease.



Notes	Particular	Amount in Taka	Amount in Taka
		Jan to June 22	31-12-2021

4.00 Paid Up Capital

Opening balance	240,000,000	180,000,000
Add: Addition during the period	-	60,000,000
Total Balance	240,000,000	240,000,000

N.B: 2,40,00,000 Shares @ Tk. 10

5.00 Amount Due to other Persons or Bodies Carring on Insurance Business :

Opening balance	1,592,120	1,730,022
Add: Addition during the period	849,196	1,213,748
	2,441,316	2,943,770
Less: Payment during the period	1,914,348	1,351,650
Total Balance	526,968	1,592,120

6.00 Estimated Liabilities in Respect of Outstanding Claims whether due or intimated :

Opening balance	3,180,000	3,507,883
Add: Addition during the period	26,629,413	55,124,430
	29,809,413	58,632,313
Less: Payment during the period	29,809,413	55,452,313
Total Balance	-	3,180,000

7.00 Bank Loan:

Opening balance	5,170,374	22,220,118
Add: Loan receive during the period	20,000,000	1,100,000
	25,170,374	23,320,118
Less : Payment during the period	773,990	18,149,744
Total Balance	24,396,384	5,170,374

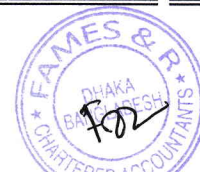
Name of the Bank	Branch Name	Outstanding	Outstanding
Agrani Bank Ltd.	Mouchak, Dhaka	20,000,000	-
Social Islami Bank Ltd.	Mouchak, Dhaka	3,425,602	4,106,939
Social Islami Bank Ltd.	Mouchak, Dhaka	970,782	1,063,435
Total Balance		24,396,384	5,170,374

8.00 SUNDRY CREDITORS :

Salary & Allowances (Staff)	647,411	2,680,864
Commissission Payable	1,241,501	5,914,676
Tax and VAT Deduction at Source	3,151,106	3,838,276
Office Rent Payable	1,038,908	1,036,040
Advance Office Rent	54,629	-
Audit fee payable	78,262	75,000
Provident Fund (Employer's contribution) 8.01	4,198,806	4,193,257
Financial Associate (FA) License Fee	1,574,030	1,148,990
Unit Manager (UM) Certificate Fee	1,571,780	1,295,320
Branch Manager (BM) Certificate Fee	1,456,260	1,179,880
Total Balance	15,012,693	21,362,303



Notes	Particular	Amount in Taka	Amount in Taka
		Jan to June 22	31-12-2021
8.01	Provident Fund (Employer's contribution):		
	Opening balance	4,193,257	3,342,749
	Add: Addition during the period	605,549	1,350,508
		4,798,806	4,693,257
	Less: Adjustment	600,000	500,000
	Total Balance	4,198,806	4,193,257
9.00	Premium Deposit : Individual Life insurance premi		
	Opening balance	1,059,202	774,454
	Add: Addition during the period	136,654,044	300,511,070
		137,713,246	301,285,524
	Less: Adjustment during the period	137,462,303	300,226,322
	Total Balance	250,943	1,059,202
10.00	Lease Liabilities		
	Opening balance	16,409,460	16,592,829
	Add: Addition during the period	670,471	3,494,629
	Add: Finance Cost during the period	339,252	1,524,950
		17,419,183	21,612,408
	Less: Payment during the period	1,465,667	5,202,948
	Total Balance	15,953,516	16,409,460
11.00	Loan from Others Companies :		
	Opening balance	14,000,000	19,000,000
	Add: Loan Receive during the period	-	-
		14,000,000	19,000,000
	Less: Loan Payment during the period	5,000,000	5,000,000
	Total Balance	9,000,000	14,000,000
12.00	Loan on Insurer's policies within their surrender value :		
	Opening balance	1,998,500	1,231,000
	Add: Loan Payment during the period	606,000	954,000
		2,604,500	2,185,000
	Less: Loan Recovery during the period	500,000	186,500
	Total Balance	2,104,500	1,998,500
13.00	Treasury Bond:		
	Investment (at cost)	15,000,000	15,000,000
	Total Balance	15,000,000	15,000,000
<p>In compliance with section 23 (1) of Insurance Act 2010, the amount has been deposited into Bangladesh Bank which the Bank has issued 20 years Bangladesh Bank Govt. Treasury Bond in favour of the Company with profit @ 9.29% per annum.</p>			
14.00	Accrued Profit :		
	Fixed Deposit with Banks	2,394,500	5,845,195
	Accrued Profit On Share	845,600	-
	Accrued Int. On BGTB	-	661,913
	Policy Loan	395,860	344,532
	Total Balance	3,635,960	6,851,640



Notes	Particular	Amount in Taka	Amount in Taka
		Jan to June 22	31-12-2021

15.00 Fair Value Change Account

Fair Value of the investment	47,854,433	-
Less: Cost price of the investment	48,432,560	-
Fair Value Reserve for the period	<u>(578,127)</u>	<u>-</u>

In compliance with the IDRA Circular no Life-04/2012, dated 11 June 2012, Financial Instruments: Recognition and Measurement, Investment made in the shares of the different Companies is recorded at fair value which was earlier recorded at cost. As a consequence of adopting IDRA Circular no Life-04/2012 the value of the investments has been adjusted to bring it at par with the fair value. Difference between fair value and cost price has been booked under Fair Value Change Account in the Balance Sheet.

16.00 Share Purchase :

SL	Instruments	Quantity	Avg. Cost	Total Cost	Mkt Price	Market Value	Unrealise Gain/Loss
1	AIBL 1stIMF	200,000	9.25	1,849,612.50	7.90	1,580,000.00	(269,612.50)
2	ATCSLGF	162,900	9.99	1,626,607.97	9.90	1,612,710.00	(13,897.97)
3	CITYBANK	356,699	22.96	8,190,837.12	23.00	8,204,077.00	13,239.88
4	DELTALIFE	79,000	123.36	9,745,652.72	125.20	9,890,800.00	145,147.28
5	EBL	152,468	33.61	5,125,032.03	33.00	5,031,444.00	(93,588.03)
6	GREENDELMF	114,000	7.06	804,807.00	7.10	809,400.00	4,593.00
7	JAMUNABANK	107,566	21.91	2,356,403.92	22.50	2,420,235.00	63,831.08
8	MBL1STMF	100,000	8.32	832,075.00	6.90	690,000.00	(142,075.00)
9	NCCBNAK	749,070	14.98	11,218,022.85	14.40	10,786,608.00	(431,414.85)
10	PRIMEBANK	242,929	19.67	4,777,236.77	20.20	4,907,165.00	129,928.23
11	SQUARETEXT	10,000	66.55	665,460.00	66.40	664,000.00	(1,460.00)
12	UNIQUEHRL	20,000	62.04	1,240,818.61	62.90	1,258,000.00	17,181.39
Total				48,432,566.49		47,854,439.00	(578,127.49)

17.00 Sundry Debtor's

Md. Jahangir Alam Chowdhury	114,031	114,031
Md. Abdul Kader	420,052	420,052
Inicial Public Offering	25,000	25,000
Provident Fund Forfeiture	755,213	755,213
Sayedra Afrin ID 000527	40,913	-
Total Balance	1,355,209	1,314,296

18.00 Advance & pre payment :

Advance Office Rent		3,311,982	3,122,991
Others	18.01	22,317,435	5,090,445
Advance Income Tax		11,880,893	10,443,040
Total Balance		37,510,310	18,656,476

18.01 Others :

Advance Against Fixed Assets		1,286,250	254,250
Advance Against Salary Admin		166,312	339,615
Advance Against Salary Development		17,105,343	845,343
Advance Against Motor Cycle		519,326	468,826
Advance Against Other Expenses (Admin)		338,828	505,915
Advance Against Other Expenses (Dev)		848,800	2,623,920
Advance Against Safety and Security System		52,576	52,576
Advance Against Dhaka Stock Exchange Ltd.		2,000,000	-
Total Balance		22,317,435	5,090,445



Notes	Particular	Amount in Taka	Amount in Taka
		Jan to June 22	31-12-2021

19.00 Right of Use Asset :

Opening balance		14,869,369	16,196,866
Add: Addition during the period	Schedule-02	1,785,420	3,494,629
		16,654,789	19,691,495
Less: Depreciation -ROA	Schedule-02	2,653,288	4,822,126
Total Balance		14,001,501	14,869,369

20.00 Outstanding Premium:

Opening balance		-	-
Add: Addition during the period		37,444,498	-
		37,444,498	-
Less: Adjustment during the period		-	-
Total Balance		37,444,498	-

Operational segment wise break-down is given below:

Renewal Premium Ekok		32,786,098	-
Renewal Premium DPS		4,658,400	-
Total Balance		37,444,498	-

The amount represents premium receivable as on 30th June of the concerned financial year for which grace periods did not expire as on the above date. The outstanding premium amount have been realized by 31th July of the following period.

21.00 On Fixed Deposit with Banks:

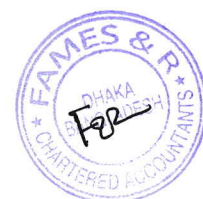
Social Islami Bank Ltd. Kakrail Br.		80,000,000	80,000,000
Social Islami Bank Ltd. Mouchak Br.		20,000,000	20,000,000
Global Islami Bank , Nayapaltan Br.		-	4,500,000
Agrani Bank Limited, Mouchak Br.		100,000,000	105,500,000
City Bank, Noyapolton Br.		-	10,100,000
Total Balance		200,000,000	220,100,000

22.00 Cash in Hand :

Opening balance		1,295,248	560,597
Add: Cash Receive during the period		10,290,614	15,464,354
		11,585,862	16,024,951
Less: Cash Payment during the period		8,801,915	14,729,703
Total Balance		2,783,947	1,295,248

23.00 Bima Stamp in Hand :

Opening balance		523,095	122,115
Add: Purchase during the period		1,044,105	2,577,920
		1,567,200	2,700,035
Less: Used during the period		1,362,855	2,176,940
Total Balance		204,345	523,095



Notes	Particular	Amount in Taka	Amount in Taka
		Jan to June 22	31-12-2021

24.00 On Special Notice Deposit (SND) with Banks:

Name of the Bank	Account No. of SND	Amount in Taka	Amount in Taka
Islami bank Ltd. , VIP Road	SND 152	2,375,205	2,759,542
Islami bank Ltd. , VIP Road	SND 202	(234,623)	4,291,520
South Bangla Agricultural Bank Ltd. Princ	SND 254	172,022	122,019
IFIC, Nayapaltan	SND 582	-	(4,515)
Social Islami Bank Ltd., Mouchak	SND 34	513,672	277,213
Shahjalal Islami Bank Ltd.	SND 572	1,874,967	1,961,924
Pubali Bank Ltd. Principal Br.	SND 214	621,648	1,053,305
Pubali Bank Ltd. Principal Br.	SND 260	53,817	233,042
NRB Global Bank Ltd., NayaPaltan	SND 853	51,590,435	7,140,271
NRB Global Bank Ltd., NayaPaltan	SND 129 / 1140	(7,331,348)	113,872,705
NRB Global Bank Ltd., NayaPaltan	SND 3539	205,518	204,029
NRB Global Bank Ltd., NayaPaltan	SND 3540	80,691	4,017
NRB Global Bank Ltd., NayaPaltan	SND 522887	3,585,882	520,261
NRB Global Bank Ltd., NayaPaltan	SND 3773	40,133	49,323
NRB Global Bank Ltd., NayaPaltan	SND 4536	6,050	-
Dutch Bangla Bank Ltd.	STD 2410	345,357	42,320
Mutual Trust Bank Ltd.	SND 0016 / 36	2,512,549	1,268,276
Agrani Bank Ltd. Mouchak Br.	SND 0017	19,744	20,526
United Commercial Bank PLC	SND 0722	140	-
Social Islami Bank Ltd. Kakrail Br.	SND 11017	1,000	-
Total Balance		56,432,859	133,815,778

25.00 On Current Account (CD) with Banks:

Name of the Bank	Account No. of CD	Amount in Taka	Amount in Taka
Islami bank Ltd. , VIP Road	CD 2085	24,014	24,359
Social Islami Bank Ltd., Mouchak	CD 1594	152,021	254,154
Social Islami Bank Ltd., Mouchak	CD 1605	392,467	838,541
South Bangla Agricultural Bank Ltd. Princ	CD 3117	662,037	35,815
Al-Arafa Islami Bank Ltd	CD 40439	345	-
Dutch Bangla Bank Ltd.	CD 20673	67,641	49,173
Global Islami Bank Ltd.	CD 7691/7665	10,287,709	(30,932)
Global Islami Bank Ltd.	CD 523142 / 9618	1,117,710	(855,112)
Mutual Trust Bank Ltd.	CD 0018 / 95	6,967	34,860
Shahjalal Islami Bank Ltd.	CD 6123	272,837	70,717
Social Islami Bank Ltd. Kakrail Br.	CD 4308	15,297	-
Total Balance		12,999,045	421,575

26.00 Printing & Stationery in Hand :

Opening balance	815,449	957,206
Add: Purchase during the period	2,613,597	2,830,163
	3,429,046	3,787,369
Less: Used during the period	1,996,235	2,971,920
Total Balance	1,432,811	815,449

27.00 Revenue Stamp in Hand :

Opening balance	68,630	58,850
Add: Purchase during the period	100,000	140,000
	168,630	198,850
Less: Used during the period	63,680	130,220
Total Balance	104,950	68,630



Notes	Particular	Amount in Taka	Amount in Taka
		Jan to June 22	31-12-2021
28.00	Fixed assets :		
	Opening Balance	99,809,438	85,898,451
	Addition during the period	1,685,157	13,910,987
	Adjustment during the period	-	
	Closing Balance	101,494,595	99,809,438
	Accumulated Depreciation :		
	Opening Balance	74,989,412	69,981,184
	Charged during the period	2,831,451	5,008,228
	Closing Balance	77,820,863	74,989,412
	Written Down Value	23,673,732	24,820,026

Details of Fixed Assets along with depreciation charged thereon as on June 30, 2021 has been shown in Schedule-1.

29.00 Preliminary Expenses :

Opening balance	378,857	757,717
Add: Addition during the period	-	-
	378,857	757,717
Less: Adjustment	189,430	378,860
Total Balance	189,427	378,857

30.00 Provision for Tax :

Opening balance	-	403,706
Add: Addition during the period	30.01	-
	-	403,706
Less: Adjustment	-	403,706
Total Balance	-	-

30.01 Income Tax Provision:

As per para 46 of IAS-12, current tax liabilities (assets) for the current and prior periods measured at the amount expected to be paid to (recovered from) the taxation authorities, using the tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. To comply with IAS-12 requirement our disclosure regarding current tax liabilities (asset) is as under:

(i). Computation as per paragraph 2(a) of the 4th schedule of the IT Ordinance, 1984

(a) Gross external incomings:

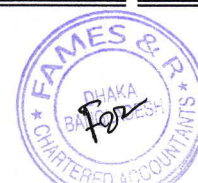
Profit/Interest, Dividends and Rents	8,489,853	12,042,079
Other Income	9,627	849,410
Total gross external income	8,499,480	12,891,489

Less: Management Expenses - Claiming Management Expenses as per 62(2) of the Insurance Act, 2010 and as per section 29(1) (xxvii) of the IT Ordinance, 1984.

a. Commissions:

i. Commission to Insurance Agents	28,290,337	33,534,860
ii. Allowances & Commission	12,570,460	11,608,113
b. Other Management Expenses	91,988,377	145,963,667
c. Depreciation	5,484,739	9,830,352
	138,333,913	200,936,992

Loss as per paragraph 2(a) method	(129,834,433)	(188,045,503)
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Notes	Particular	Amount in Taka	Amount in Taka
		Jan to June 22	31-12-2021

(ii). Computation as per paragraph 2(b) of the 4th schedule of the IT Ordinance, 1984

Surplus as per Actuarial Valuation Report for the year ended December 31, 2021	2,086,000
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Tax Payable:

Income tax arrived @ 40%	834,400
Less: Tax Paid	
TDS & AIT during the period	1,716,885
Excess Tax Paid	(882,485)

As per section 2 of 4th Schedule of the income Tax Ordinance 1984, the profits and gains of life insurance business, shall be taken to be either 2(a) or 2(b) , whichever is the greater, Since adjusted surplus as per method 2(b) is greater hence tax will be calculated on adjusted surplus as per 2(b) method.

Therefore, Return of income has been field-showing Surplus of Tk. 2,086,000/- under paragraph 2(b) method of the 4th schedule of the ITO, 1984 which is beneficial to the revenue for the income year 2021 corresponding to the assessment year 2022-2023

31.00 Profit income

	Jan to June 22	Jan to June 21
Profit on Fixed Deposit Receipts (FDRs)	6,483,535	4,200,000
Profit on Policy Loan	129,386	25,914
Profit on Motorcycle Loan	6,500	-
Profit on Short Term Deposit	78,082	73,864
Profit on Treasury Bond	696,750	696,750
Dividend on share	1,095,600	-
Total	8,489,853	4,996,528

32.00 Collection from Premium

Gross Premium	174,896,721	300,226,322
Add: Closing Premium Deposit	250,943	1,059,202
Less: Opening Premium Deposit	(1,059,202)	(774,454)
Less : Re- Insurance Premium	(1,243,205)	(5,486,102)
Total	172,845,257	295,024,968

33.00 Other received

	9,627	849,410
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34.00 Payment for Claim:

Claims Under Policies	29,809,413	54,027,313
Add: Opening Outstanding Claims	3,180,000	3,507,883
Less: Closing Outstanding Claims	-	(3,180,000)
Total	32,989,413	54,355,196

35.00 Acquisition of Fixed Assets

Fixed Assets (At Cost)	1,685,157	13,910,987
Right of Use Asset (At Cost)	1,785,420	3,494,629
Total	3,470,577	17,405,616



Notes	Particular	Amount in Taka	Amount in Taka
		Jan to June 22	31-12-2021
36.00	Loan On Insurance Policies		
	Closing Loan On Insurance Policies	2,104,500	1,998,500
	Less: Opening Loan On Insurance Policies	(1,998,500)	(1,231,000)
	Total	106,000	767,500
37.00	Advance & Pre-payments		
	Closing Advance & pre payments	37,510,310	18,656,476
	Less: Opening Advance & pre payments	(18,656,476)	(14,292,730)
	Opening Lease Liabilities	16,409,460	16,592,829
	Closing Lease Liabilities	(15,953,516)	(16,409,460)
	Total	19,309,778	4,547,115
38.00	Profit received		
	Profit income / FDR Interest	8,489,853	12,042,079
	Opening Accrued Profit	6,851,640	9,301,835
	Less: Closing Accrued Profit	(3,635,960)	(6,851,640)
	Total	11,705,533	14,492,274
39.00	Share Purchase		
	Closing Share Purchase	47,854,433	-
	Less: Opening Share Purchase	-	-
	Total	47,854,433	-
40.00	Outstanding Premium		
	Closing Outstanding Premium	37,444,498	-
	Less: Opening Outstanding Premium	-	-
	Total	37,444,498	-
41.00	Bank Loan		
	Opening Bank Loan	5,170,374	22,220,118
	Less: Closing Bank Loan	(24,396,384)	(5,170,374)
	Total	(19,226,010)	17,049,744
42.00	Loan payment for Others Companies		
	Opening Loan from Other Companies	14,000,000	19,000,000
	Less: Closing Loan from Other Companies	(9,000,000)	(14,000,000)
	Total	5,000,000	5,000,000
43.00	Capital introduced (Ordinary Share)		
	Opening Capital introduced	240,000,000	180,000,000
	Less: Closing Opening Capital introduced	(240,000,000)	(240,000,000)
	Total	-	(60,000,000)



Trust Islami Life Insurance Ltd.
Schedule of Fixed Assets
As at 30th June, 2022

Schedule-1

Sl. No.	Particulars	C O S			T	Rate	D E P R E C I A T I O N				Written Down Value as on 30-06-2022
		Opening Balance as on	Addition during the period	Disposal during the period			Opening Balance as on	Addition during the period	Write off during the period	Total as on 30-06-2022	
1	2	3	4	5	6=(3+4-5)	7	8	9	10	11=(8+9-10)	12=(6-11)
01	Office Decoration	17,966,857	155,250	-	18,122,107	10%	8,268,522	553,994	-	8,822,516	9,299,557
02	Electrical Equipment	1,703,125	49,140	-	1,752,265	20%	1,468,863	66,314	-	1,535,177	217,088
03	Furniture & Fixture	13,229,110	672,632	-	13,901,742	10%	7,744,648	672,260	-	8,416,908	5,484,838
04	Motor Vehicles	54,730,530	-	-	54,730,530	20%	47,658,668	1,061,944	-	48,720,612	6,009,918
05	Office Equipment	4,115,865	180,260	-	4,296,125	10%	3,828,641	29,585	-	3,858,226	437,857
06	Telephone Installation	533,785	-	-	533,785	20%	467,726	15,278	-	483,004	50,778
07	Computer & Typewriter	6,023,916	627,875	-	6,651,791	20%	4,046,093	432,076	-	4,478,169	2,173,622
08	Computer Software	1,506,250	-	-	1,506,250	20%	1,506,250	-	-	1,506,250	-
	Total Taka :	99,809,438	1,685,157	-	101,494,595		74,989,412	2,831,451	-	77,820,863	23,673,731

Schedule of Right of Use Asset
As at 30th June, 2022

Schedule-1

Sl. No.	Particulars	C O S			T	Rate	D E P R E C I A T I O N				Written Down Value as on 30-06-2022
		Opening Balance as on 01-01-2022	Addition during the period	Disposal during the period			Opening Balance as on 01-01-2022	Addition during the period	Write off during the period	Total as on 30-06-2022	
1	2	3	4	5	6=(3+4-5)	7	8	9	10	11=(8+9-10)	12=(6-11)
01	Right of Use Asset	14,869,369	1,785,420	-	16,654,789		-	2,653,288	-	2,653,288	14,001,501

