

# Top Ranking Life Insurance Company

## সন্ধানী লাইফ ইনস্যুরেন্স কোম্পানী লিঃ SANDHANI LIFE INSURANCE COMPANY LIMITED

**Sandhani Life Tower, Rajuk Plot No-34, Bangla Motor, Dhaka-1000, Phone: 02-55168181-5, Fax: 88-02-9614405, Web: www.sandhanilife.com**  
**SECOND QUARTER FINANCIAL STATEMENT-2024 (UN-AUDITED)**

We are pleased to present the un-audited Consolidated Financial Statements Approved by the Board of Directors of Sandhani Life Insurance Co. Ltd. for the period ended 30 JUNE 2024 as per Bangladesh Securities and Exchange Commission (BSEC) Notification No-SEC/CMRRDC/2008-183/Admin/03-34 dated September 27, 2009 and Regulation 17(2) of Dhaka/Chittagong Stock Exchange (Listing) Regulations, 2015 dated 12 July, 2015. Accordingly these Financial Statements have been already sent to Bangladesh Securities and Exchange Commission and Stock Exchanges.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UN-AUDITED) AS AT 30 JUNE 2024			
PARTICULARS	Notes	30-06-2024 Taka	31-12-2023 Taka
<b>CAPITAL AND LIABILITIES:</b>			
<b>SHARE HOLDERS' CAPITAL:</b>			
<b>Authorized</b>			
200,000,000 Ordinary Shares of Tk. 10 each		2,000,000,000	2,000,000,000
<b>Issued, Subscribed &amp; Paid up</b>			
109,698,633 Ordinary Shares of Tk. 10 each		1,096,986,331	1,096,986,331
Revaluation Surplus		611,850,351	612,305,430
<b>BALANCE OF FUNDS AND ACCOUNTS:</b>			
Life Insurance Fund	3.00	6,776,861,521	7,095,644,454
Retained Earnings (SLHDCL,SLFL & SAML)		20,931,572	129,113,844
Non Controlling Interest		6,532	6,023
<b>LIABILITIES AND PROVISIONS:</b>			
993,449,420		993,449,420	914,653,954
Amount Due to Other Persons or Bodies Carrying on Insurance Business		50,481,755	46,686,780
Estimated Liabilities in Respect of Outstanding Claims Whether Due or Intimated		16,998,299	21,536,148
Provision for Doubtful Debt		38,766,980	38,766,980
Sundry Creditors		104,037,064	96,713,502
Unclaimed Dividend Account	7.00	4,173,271	9,678,411
Provision for income tax	4.00	754,897,305	669,372,097
Lease Liability		9,912,264	13,646,210
Premium Deposits		14,182,482	18,253,826
<b>TOTAL CAPITAL AND LIABILITIES</b>			
		<b>9,500,085,727</b>	<b>9,848,710,036</b>
<b>PROPERTY AND ASSETS:</b>			
<b>LOAN:</b>			
97,131,162		97,131,162	100,525,818
On Insurance Policies within their Surrender Value		78,564,528	79,228,613
Higher Education Support Plan		7,680,000	7,680,000
Margin Loan to Clients		10,886,634	13,617,205
<b>INVESTMENT ( AT COST):</b>			
4,687,653,147		4,687,653,147	4,695,667,855
Statutory Deposit with Bangladesh Bank(BGTB)		15,000,000	15,000,000
Bangladesh Govt. Treasury Bond (BGTB)		3,635,276,269	3,636,581,721
Shares		802,043,421	810,647,303
IPO Share Application		4,250,000	10,860,000
Mutual Fund & Unit Fund		231,083,457	222,578,831
Outstanding Premium		369,905,691	335,026,685
Profit/Interest, Dividend & Rents Accruing But Not Due		271,065,553	237,352,360
Sundry Debtors		179,314,848	173,434,703
Advance, Deposit & Pre Payments		982,165,833	845,986,648
Premium on BGTB		75,478,257	79,967,160
Deferred Tax Assets	5.00	25,151,668	24,795,529
Right of use Assets		9,507,811	13,344,490
Fair Value Change Account		(63,460,831)	10,859,809
<b>CASH, BANK AND OTHER BALANCES:</b>			
1,525,745,075		1,525,745,075	1,981,985,759
On Fixed Deposit		1,310,794,617	1,479,413,512
On Current & STD Account with Banks		213,836,890	501,711,456
Cash in Hand		1,113,568	860,791
<b>OTHER ASSETS:</b>			
1,340,427,513		1,340,427,513	1,349,763,220
Forms, Stamps and Stationery in Hand		5,706,296	5,414,345
Fixed Assets (At cost/Revaluation less Depreciation)		1,334,721,217	1,344,348,875
<b>TOTAL PROPERTY AND ASSETS</b>			
		<b>9,500,085,727</b>	<b>9,848,710,036</b>

CONSOLIDATED LIFE REVENUE AND PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME ACCOUNT (UN-AUDITED) FOR THE SECOND QUARTER ENDED ON 30 JUNE 2024					
PARTICULARS	Notes	Jan to June 2024	Jan to June 2023	April to June '24	April to June '23
		Taka	Taka	Taka	Taka
1. BALANCE OF FUND AT THE BEGINNING OF THE PERIOD		7,095,644,454	7,221,617,416	6,841,594,728	6,914,295,334
2. BALANCE OF RETAINED EARNING AT THE BEGINNING OF THE PERIOD (SLHDCL,SLFL & SAML)		129,113,844	126,157,945	125,303,292	125,242,403
3. PREMIUM LESS RE-INSURANCE:		877,883,245	863,549,365	390,393,908	386,507,558
First Year Premium		254,631,528	270,680,503	94,248,436	118,114,523
Renewal Premium		619,721,940	589,041,877	296,275,830	267,982,035
Group & Hospitalization Insurance Premium		8,951,170	8,157,885	3,249,905	3,224,485
Gross Premium		883,304,638	867,880,265	393,774,171	389,321,043
Less: Re-Insurance Premium		5,421,393	4,330,900	3,380,263	2,813,485
4. PROFIT/ INTEREST, DIVIDEND AND RENTS	7.01	347,386,249	231,844,840	229,093,869	116,626,900
5. OTHER INCOME		11,434,629	8,755,355	4,944,622	3,603,049
6. ADJUSTMENT OF DEPRECIATION ON REVALUED ASSETS		455,079	455,079	227,540	227,540
<b>A) TOTAL (1+2+3+4+5+6)</b>		<b>8,461,917,500</b>	<b>8,452,380,000</b>	<b>7,591,557,959</b>	<b>7,546,502,784</b>
7. CLAIMS UNDER POLICIES (including provision for claims due or intimated less Re-insurance)		1,087,792,701	1,078,923,339	473,549,169	393,287,951
8. EXPENSES OF MANAGEMENT		297,911,205	346,857,618	119,581,940	151,855,122
a) Commission & Allowances		147,916,511	185,968,826	42,852,158	65,975,664
b) Management Expenses		149,994,694	160,888,792	76,729,782	85,879,458
9. OTHER EXPENSES		18,311,083	19,283,927	9,114,725	9,304,137
10. PROVISION FOR INCOME TAX:		85,169,069	23,184,392	68,934,671	10,596,121
i. Current Tax	4.00	85,525,208	23,544,852	69,238,872	10,792,159
ii. Deferred tax (Income)/Expenses	5.00	(356,139)	(360,460)	(304,201)	(196,038)
11. CONTRIBUTION TO CSR		620,000	500,000	-	500,000
12. ADJUSTMENT OF FAIR VALUE CHANGE ACCOUNT		74,320,640	(8,801,014)	22,584,463	(11,472,284)
13. DIVIDEND (STOCK)		100,000,000	-	100,000,000	-
14. BALANCE OF RETAINED EARNINGS AT THE END OF THE PERIOD (SLHDCL,SLFL & SAML)		20,931,572	127,697,771	20,931,572	127,697,771
15. NON CONTROLLING INTEREST		(291)	50	(102)	49
16. BALANCE OF FUND AT THE END OF THE YEAR AS SHOWN IN THE FINANCIAL POSITION		6,776,861,521	6,864,733,917	6,776,861,521	6,864,733,917
<b>B) TOTAL (7+8+9+10+11+12+13+14+15+16)</b>		<b>8,461,917,500</b>	<b>8,452,380,000</b>	<b>7,591,557,959</b>	<b>7,546,502,784</b>

CONSOLIDATED STATEMENT OF CHANGES IN SHARE HOLDER'S EQUITY (UN -AUDITED) FOR THE SECOND QUARTER ENDED ON 30 JUNE 2024						
PARTICULARS	Share Capital			Retained Earnings	Non Controlling Interest	Total
	Paid in Cash	Bonus Share	Total			
As on 01 January 2024	30,000,000	1,066,986,331	1,096,986,331	129,113,844	6,023	1,226,106,198
Addition during the Period	-	-	-	(108,182,272)	509	(108,181,763)
<b>As on 30 June 2024</b>	<b>30,000,000</b>	<b>1,066,986,331</b>	<b>1,096,986,331</b>	<b>20,931,572</b>	<b>6,532</b>	<b>1,117,924,435</b>

  

FOR THE SECOND QUARTER ENDED ON 30 JUNE 2023						
PARTICULARS	Share Capital			Retained Earnings	Non Controlling Interest	Total
	Paid in Cash	Bonus Share	Total			
As on 01 January 2023	30,000,000	1,066,986,331	1,096,986,331	126,157,945	5,952	1,223,150,228
Addition during the Period	-	-	-	1,539,826	62	1,539,888
<b>As on 30 June 2023</b>	<b>30,000,000</b>	<b>1,066,986,331</b>	<b>1,096,986,331</b>	<b>127,697,771</b>	<b>6,014</b>	<b>1,224,690,116</b>

SD/-  
Md. Mizanur Rahman  
Company Secretary

SD/-  
Md. Mahbubur Rahman  
CFO (CC)

SD/-  
Nemai Kumar Saha  
CEO

SD/-  
A.F.M Rezaul Hasan  
Director

SD/-  
Shaheduzzaman Choudhury FCA  
Director

**CONSOLIDATED STATEMENT OF CASH FLOWS (UN-AUDITED)**  
FOR THE SECOND QUARTER ENDED ON 30 JUNE 2024

PARTICULARS	Jan to June 2024	Jan to June 2023
	Taka	Taka
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Collection from Premium/operating & others Revenue	851,263,825	852,756,125
Profit/Interest,Dividend,Rents & Others Received	312,328,234	203,474,536
Miscellaneous Income Received	353,878	556,784
Payment for Claims	(1,092,330,550)	(1,091,352,886)
Payment for Re-insurance, Management Expenses and Others	(415,373,668)	(451,879,026)
Income Tax Paid/Deducted	(19,559,766)	(19,993,972)
<b>Net Cash from Operating Activities</b>	<b>(363,318,047)</b>	<b>(506,438,439)</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Investment made in Shares	(66,587,691)	(57,330,166)
Proceeds from Sales of Investment in Shares	15,528,061	29,228,861
Encashment of Bangladesh Govt. Treasury Bond (BGTB)	1,200,000,000	415,000,000
Premium on Purchase of Bangladesh Govt. Treasury Bond (BGTB)	4,488,903	36,307,038
Purchase of Bangladesh Govt. Treasury Bond (BGTB)	(1,135,000,000)	(444,700,000)
Acquisition of Fixed Assets	(6,806,148)	(8,635,954)
Investment in Subsidiary Companies	(99,999,200)	-
Loan disbursed against Policies	(5,471,000)	(8,451,500)
Loan against Policies Realised	6,135,085	5,765,381
Margin Loan to Clients	2,730,571	65,497
<b>Net Cash used in Investing Activities</b>	<b>(84,981,419)</b>	<b>(32,750,843)</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Dividend paid to shareholders	(5,505,140)	1,017,601
Short Term Borrowing	(2,436,078)	(2,128,144)
<b>Net Cash from Financing Activities</b>	<b>(7,941,218)</b>	<b>(1,110,543)</b>
<b>D. NET INCREASE IN CASH &amp; CASH EQUIVALENTS (A+B+C)</b>	<b>(456,240,684)</b>	<b>(540,299,825)</b>
<b>E. CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<b>1,981,985,759</b>	<b>2,128,939,006</b>
<b>F. CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (D+E)</b>	<b>1,525,745,075</b>	<b>1,588,639,181</b>

Some Selected Explanatory Notes in the preparation of interim financial statements (IAS- 34, Para-8)	
<b>1.00 Accounting Policy:</b>	Accounting policies adopted interim financial reports are the same as adopted for most recent audited financial statement (that is financial statements 2023) (IAS 34, para 16(a)).
<b>1.01 Seasonality of interim operation:</b>	The company's business is not seasonal.
<b>1.02 Unusual and Extra Ordinary items:</b>	There were no Extra Ordinary items.
<b>1.03 Dividend Paid:</b>	Sandhani Life Insurance company Ltd. did not pay any dividend to its shareholders for the interim period. However this amount represents Bonus Dividend paid by Sandhani Life Finance Company (SLFL), a subsidiary of SLIC. SLFL declared 40% Bonus Dividend, which was approved in their 14th AGM held on 6/6/24. Accordingly, SLFL issued bonus shares valuing Tk. 10,00,00,000 against paid up capital of Tk. 25,00,00,000
<b>1.04 Depreciation :</b>	Depreciation on addition to the Fixed assets has been calculated adopting straight line method from the month of available for use.
<b>1.05 Outstanding Claims:</b>	Provision for outstanding claims has been made based on the intimation of the claims received upto 30 June, 2024.

**2.00 Current Tax:**

Income Tax of Life Insurance Companies are determined under the fourth schedule of Income Tax Act.2023 on the basis of Actuarial Valuation Report. Charge for the current tax is calculated following the accepted method of income assessment and using the tax rate enacted at the Statement of Financial Position date and includes adjustments, where considered necessary, relating to prior years.

**3.00 Balance of fund:**

The life fund at Q2 2024 is Tk. 31.88 crore less than that of 2023. The primary reasons for the decrease in life fund are mentioned: 1. Total revenue receipt fell short of total expenditure (including claim) by Tk. 31.88 Crore (Tk. 121.34 - Tk.153.22) Crore, 2. Excess claim settled against premium receipt Tk. 20.99 crore. (Tk. 108.78 - Tk. 87.79).

**4.00 Provision for Consolidated Current Tax:**

Opening Balance  
Add: Provision during the period

Amount in Taka	
30.06.2024	31.12.2023
669,372,097	633,258,051
85,525,208	42,347,970
<b>754,897,305</b>	<b>675,606,021</b>
-	(6,233,924)
<b>754,897,305</b>	<b>669,372,097</b>

Less: Adjustment during the period (SHDCL & SLFL)  
**Closing Balance**

The company's assessment of income tax up to Accounting years 2015 (Assessment year up to 2016-2017) has been completed, Accounting years 2016 & 2017 under 2nd Appeal. Assessment order of 2018 & 2019 (Assessment year 2019-2020 and 2020-2021) under 1st appealed at NBR, 2020 & 2021 are under assessment, 2022 Return submitted.

**5.00 Consolidated Deferred Tax Liability/Assets**

Deferred Tax is recognized on the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and are accounted for as per provision of IAS - 12: Income Taxes.

Carrying amount of fixed assets	1,334,721,217	1,344,348,875
Tax base value of fixed assets	1,401,666,982	1,410,354,667
<b>Taxable temporary difference</b>	<b>66,945,765</b>	<b>66,005,792</b>
Tax rate	(37.50% & 25.00%)	(37.50% & 27.50%)
<b>Deferred tax Assets /Liabilities (Required) end of the period</b>	<b>25,151,668</b>	<b>24,795,529</b>
Calculation of Deferred tax Expense		
Opening Balance of Deferred tax Assets.	24,795,529	25,781,245
Closing Balance of Deferred tax Assets.	25,151,668	24,795,529
<b>Deferred tax Expenses/Income during the period</b>	<b>(356,139)</b>	<b>985,716</b>

\* NB.Taxable temporary difference Tk. 67,321,815 of SLIC & SLFL on tax rate 37.50% of deferred tax Assets Tk.25,245,681 & Tk. (376,050) of SAMAL on tax rate 25.00% of deferred tax Liabilities Tk.(94,013).

**6.00 Statement Of Consolidated Cash Flows:**

Cash Flow Statement is prepared in accordance with IAS-7 Statements of Cash Flows and Cash Flow from operating activities have been presented under direct method and Indirect method as outlined in the Securities and Exchange Rule 1987. Cash in hand, Cash at Bank & Fixed deposits have been considered as the Cash and Cash equivalents for the preparation of the Statement, which were held and available for use by the Company without any restriction and there was insignificant risk of changes in the value of these assets. In consolidated Financial Statement, Investment in FDR of Subsidiary Company has been shown under cash at bank and other balances. Net Operating Cash Flow per share (NOCFPS) stood at Tk. (3.31) for Q2 2024 against NOCFPS of Tk. (4.62) for the Q2 2023. Net operating cash flow of Q2 2024 was Tk. (36.33) Crore against Net Operating Cash Flow of Q2 2023 was Tk. (50.64) Crore, which is Tk. 14.31 crore increase than Q2 2023. The reasons for the shortfall in Net Operating Cash Flow per share (NOCFPS) are: a. Investment income receipts is increase by Tk. 10.89 Crore, b. Management expenses is decrease Tk. 3.65 Crore c. Miscellaneous Income decrease Tk. 0.02 Crore & d. Claims increased by Tk. 0.10 Crore as opposed to decreased Premium Income, Operating & Other Revenue of Tk. 0.15 Crore and Income tax (AIT) decreased by tk. 0.04 crore more than 2023.

**7.00 Unclaimed Dividend Account:**

This represents dividend warrants issued in time against dividend for the years 1997 to 2022 but were not claimed and paid within 30 June 2024.

1997 - 2018	10,655,270	10,655,270
2019	6,148,847	6,544,797
2020 - 2022	4,173,271	3,133,614
<b>Total</b>	<b>20,977,388</b>	<b>20,333,681</b>
Less: Adjustment: Transfer to CMSF	(16,804,117)	(10,655,270)
<b>Grand Total</b>	<b>4,173,271</b>	<b>9,678,411</b>

7.01 Sandhani Life Finance Company, a subsidiary of SLIC, declared 40% Bonus Dividend, which was approved in their 14th AGM held on 6/6/24. Accordingly, SLIC received bonus shares valuing Tk. 99,999,200 against an investment of Tk. 249,998,000. This amount is included in Profit/ Interest, Dividend and Rents.

**Impact of major events, activities and circumstances:**

There were no changes in the composition of the business during the interim period.

**Material changes in Contingent Liabilities:**

There were no material changes in contingent liabilities of the company since the last annual Financial Position date. The interim period of January-June'24 figures have been regrouped, rearranged and reclassified wherever necessary.

**The details of the published Second Quarter Financial Statements is available in the web-site of the company. The address of the web-site is www.sandhanilife.com.**

SD/-  
Md. Mizanur Rahman  
Company Secretary

SD/-  
Md. Mahbur Rahman  
CFO (CC)

SD/-  
Nemai Kumar Saha  
CEO

SD/-  
A.F.M Rezaul Hasan  
Director

SD/-  
Shaheeduzzaman Choudhury FCA  
Director