

Selected explanatory notes to the half year ended June 30, 2019 (Un-audited):

1. Legal form of the Company: Phoenix Insurance Co. Ltd. was incorporated as a public limited Company in Bangladesh in the year 1986 under the Companies Act 1913 (present 1994). The Company, within the stipulation laid down by Insurance Act 2010 and directives as received from Insurance Development & Regulatory Authority (IDRA) time to time, provides non-life Insurance services.

2. Basis of preparation: Half yearly Financial Statements (Un-audited) have been prepared based on Bangladesh Accounting Standard (BAS)-34 "Interim Financial Reporting" and in accordance with other Bangladesh Accounting Standard (BAS), the Companies Act 1994, the Insurance Act 2010, Securities and Exchange Rules 1987 and other applicable Laws and Regulations.

3. Accounting Policies and method of computations: Accounting policies and methods of computations followed in preparing this Half yearly Financial Statements are consistent with those used in the Annual Financial Statements prepared and published for the year ending December 31,2018.

4. Gross and Net premium earned: During the half year ended June 30, 2019, Company earned gross and net premium income Tk. 386.93 and Tk. 243.50 million as against Tk. 372.31 and Tk. 231.19 million respectively for the corresponding same period of the previous year.

5. Net Assets Value per share: The Company has been calculated Net Assets Value per share based on the basis of the weighted average number of ordinary shares outstanding for the half year ended June 30, 2019. Details calculations are as follows:

Shareholder's Equity / No. of share outstanding Tk. 1,449,564,013 / 40,341,572 = Tk. 35.93

6. Earning per share: The Company has been calculated Earning per share based on the basis of the weighted average number of ordinary shares outstanding for the half year ended June 30, 2019. Details calculations are as follows:

Net profit after tax / No. of share outstanding Tk. 44,042,632 / 40,341,572 = Tk. 1.09

7. Net Operating Cash Flows per share: The Company has been calculated Net Operating cash Flows per share based on the basis of the weighted average number of ordinary shares outstanding for the half year ended June 30, 2019. Details calculations are as follows:

Net operating cash flows / No. of share outstanding Tk. 37,817,451 / 40,341,572 = Tk. 0.94

8. Issued, Subscribed and Paid-up Capital:

Issued, Subscribed and Paid-up Capital consists of 40,341,572 Ordinary shares of Tk. 10/= each fully paid-up.

| Year | Particulars | Value per Share | Paid -up Capital | | Cumulative Paid -up Capital |
|--------------------------|-------------------------|-----------------|------------------|--------------------|-----------------------------|
| | | | No. of Shares | Taka | |
| 1986 | As per MOA & AOA | 100 | 300000 | 30,000,000 | 30,000,000 |
| 1994 | Initial Public Offering | 100 | 300000 | 30,000,000 | 60,000,000 |
| 2002 | 5% stock dividend | 100 | 30000 | 3,000,000 | 63,000,000 |
| 2003 | 5% stock dividend | 100 | 31500 | 3,150,000 | 66,150,000 |
| 2004 | 25% stock dividend | 100 | 165375 | 16,537,500 | 82,687,500 |
| 2005 | 25% stock dividend | 100 | 206718 | 20,671,800 | 103,359,300 |
| 2006 | 30% stock dividend | 100 | 310077 | 31,007,700 | 134,367,000 |
| 2007 | 20% stock dividend | 100 | 268734 | 26,873,400 | 161,240,400 |
| 2008 | 22% stock dividend | 100 | 354728 | 35,472,800 | 196,713,200 |
| 2009 | 25% stock dividend | 100 | 491783 | 49,178,300 | 245,891,500 |
| Face Value Change | | | 24589150 | 245,891,500 | |
| 2010 | 25% stock dividend | 10 | 6147287 | 61,472,870 | 307,364,370 |
| 2011 | 5% stock dividend | 10 | 1536821 | 15,368,210 | 322,732,580 |
| 2012 | 25% stock dividend | 10 | 8068314 | 80,683,140 | 403,415,720 |
| Total | | | 40341572 | 403,415,720 | |