



GLOBAL INSURANCE LIMITED
AL-RAZI COMPLEX (12th FLOOR)
166-167, SHAHEED SYED NAZRUL ISLAM SARANI
PURANA PALTAN, DHAKA-1000

GLOBAL INSURANCE LIMITED
FINANCIAL STATEMENTS
For the peroid ended 31st March, 2020

GLOBAL INSURANCE LIMITED
Statement of Financial Position
As at 31st March, 2020 (Un-audited)

Capital & Liabilities	Notes	Amount in Taka March-20	Amount in Taka 2019	Property & Assets	Notes	Amount in Taka March-20	Amount in Taka 2019
Share Capital							
Authorised Capital		1,000,000,000	1,000,000,000				
100,000,000 ordinary shares of Tk. 10 each							
Issued, Subscribed & Paid up Capital		386,207,270	386,207,270	National Investment Bond (NIB)	3	25,000,000	25,000,000
3,86,20,727 Ordinary Shares of Tk. 10 each	10			Investments in Shares	4	38,206,382	38,206,382
				Interest receivable	5	10,563,118	8,778,367
Reserve or Contingency Accounts:							
Reserve for Exceptional Losses		45,135,412	45,135,412				
General Reserve		4,000,000	4,000,000	Amounts due from other Persons or-	6	148,861,767	148,861,767
Retained Earnings	11	80,849,112	38,850,894	Bodies carrying on insurance business			
		129,984,524	87,986,306				
Balances of Funds and Accounts:							
Fire		36,961,036	34,481,828	Sundry Debtors	7	300,934,136	319,727,541
Marine (Cargo)		91,868,728	92,456,956				
Marine (Hull)		-	1,280,460				
Motor		30,159,515	28,990,612	Cash and Bank Balances	8		
Miscellaneous		16,521,968	10,590,829	Cash in Hand		986,910	588,966
		175,511,247	167,800,686	Balance with Banks		60,175,750	31,737,132
Premium Deposit	12	11,879,520	9,876,712	FDR with Banks		348,000,000	321,000,000
Loans & Overdraft	13	89,004,387	93,456,438			409,162,660	353,326,098
Deferred Tax Liability	14	6,150,855	6,259,252				
Liabilities and Provisions:							
Estimated Liability in respect of outstanding claims, whether due or intimated	15	34,363,102	32,554,199	Other Accounts:	9	99,955,499	100,749,527
Amounts due to other Persons or Bodies	16	46,264,644	58,719,298	Fixed Assets (At cost less accum. Depreciation)		958,780	1,335,321
carrying on Insurance Business	17	155,279,439	154,625,108	Stock of Stationery		1,002,650	1,500,264
Sundry Creditors				Stamp in Hand		101,916,929	103,585,112
		235,907,185	245,898,605				
Total		1,034,644,992	997,485,268	Total		1,034,644,992	997,485,268
NAV per share (2019 Restated)		13.36	11.79				

A. Rahman
Head Of Finance & Accounts

Bank
Company Secretary

Qar
Chief Executive Officer

M. Zaman
Director

A. Rahman
Chairman

GLOBAL INSURANCE LIMITED
Profit and Loss Appropriation Account
For the period ended 31st March, 2020 (Un-audited)

Particulars	Notes	Amount in Taka		Particulars	Notes	Amount in Taka	
		March-20	March-19			March-20	March-19
Provision for Income Tax	28.1	24,145,401	12,078,253	Balance brought forward from last year	11.1	40,299,972	18,345,974
Deferred Tax expenses	14	-	45,850	Deferred Tax Adjustment		108,397	
Reserve for Exceptional Loss				Net profit for the year brought down		64,586,144	32,208,673
Balance transferred to the Balance Sheet after Tax		80,849,112	38,430,545			104,994,513	50,554,647
		<u>104,994,513</u>	<u>50,554,647</u>			<u>104,994,513</u>	<u>50,554,647</u>

A. Rahman
Head Of Finance & Accounts

[Signature]
Chief Executive Officer

[Signature]
Director

A. A.
Chairman

[Signature]
Company Secretary

GLOBAL INSURANCE LIMITED
Statement of Comprehensive Income
For the period ended 31st March, 2020 (Un-audited)

Particulars	Notes	Amount in Taka		Particulars	Notes	Amount in Taka	
		March-20	March-19			March-20	March-19
Expenses of Management (Not applicable to any particular Fund or Account)				Interest Income (Not applicable to any particular Fund or Account)			
Advertisement & Publicity		661,277	53,320	Dividend Income	22	5,401,546	4,966,717
Donation & Subscription		225,000	35,000	Provision for loss on Investment in Shares		425,160	
Audit Fees		-	129,188	Profit on Sale of Share			172,800
Legal & Professional Fees		368,300	605,750	Office rent Income			
Depreciation		2,358,302	1,885,766	Profit on Sale of Assets		5,826,706	5,139,517
Interest on Loan		1,772,756	3,055,353				
Registration Fees		175,900	68,910				
Directors Fee		423,200	156,000	Profit transferred from :			
Meeting, Conference & AGM expenses	21	922,749	904,965	Fire Insurance Revenue Account		18,235,636	(1,343,052)
Provision for loss on Investment in Shares		2,261,094	235,320	Marine Insurance Revenue Account		39,649,160	28,809,869
Subscription		-	100,000	Motor Insurance Revenue Account		6,013,586	4,533,157
		9,168,578	7,229,571	Misc. Insurance Revenue Account		4,029,634	3,427,353
						67,928,017	35,427,328
Provision for WPPF	30	-	1,128,600				
Provision For Profit bonus	31	-					
Balance for the period carried to Profit & Loss App. A/C		64,586,144	32,208,673				
		73,754,723	40,566,844			73,754,723	40,566,844
Earning per Share (Restated)	23	1.05	0.52				

A. Rahman.
Head Of Finance & Accounts

Q. Uddin
Chief Executive Officer

M. Jahan
Director

A. A.
Chairman

For Jank
Company Secretary

GLOBAL INSURANCE LIMITED
Consolidated Business Revenue Account
For the period ended 31st March, 2020 (Un-audited)

Particulars	Notes	Amount in Taka		Particulars	Notes	Amount in Taka	
		March-20	March-19			March-20	March-19
Claims under policies less Re-insurances				Balance of account at the beginning of the year		167,800,685	79,407,288
Paid during the year		2,568,159	4,132,655	Premium less Re-insurances	19	174,995,919	56,363,246
Add : Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated		34,363,102	53,460,004	Commission on Re-insurances		10,390,146	11,680,639
		36,931,261	57,592,659				
Less: Claims outstanding at the end of the previous year		32,554,199	47,768,679				
		4,377,062	9,823,980				
Expenses of Management	20	73,194,717	40,341,684				
Agent Commission		32,175,707	16,767,585				
Profit transferred to profit & loss account		67,928,017	35,427,328				
Balance of account at the end of the year as shown in the balance sheet:							
Reserve for unexpired risks being 100% for Marine Hull & 40% for other net premium income of the year		175,511,247	45,090,597				
		353,186,750	147,451,173			353,186,750	147,451,173

A. Rahman.
Head Of Finance & Accounts

Arifur Rahman
Company Secretary

Arifur Rahman
Chief Executive Officer

Arifur Rahman
Director

Arifur Rahman
Chairman

GLOBAL INSURANCE LIMITED

Fire Insurance Revenue Account

For the period ended 31st March, 2020 (Un-audited)

Particulars	Notes	Amount in Taka		Particulars	Notes	Amount in Taka	
		March-20	March-19			March-20	March-19
Claims under policies less Re-insurances				Balance of account at the beginning of the year		34,481,828	12,610,800
Paid during the year		113,441	2,548,560	Premium less Re-insurances	19	49,300,305	24,297,545
Add : Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated		16,744,668	26,486,059	Commission on Re-insurances		6,805,595	6,052,440
		16,858,109	29,034,619				
Less: Claims outstanding at the end of the previous year		16,839,422	25,318,713				
		18,687	3,715,906				
Agent Commission		11,198,077	6,507,698				
Expenses of management	20	24,174,292	14,642,197				
Profit transferred to profit & loss account		18,235,636	(1,343,052)				
Balance of account at the end of the year as shown in the balance sheet:							
Reserve for unexpired risks being 40% of net premium income of the year		36,961,036	19,438,036				
		90,587,728	42,960,784			90,587,728	42,960,784

A. Rahman.
Head Of Finance & Accounts

Q. Ar
Chief Executive Officer

M. Zaman
Director

A. A.
Chairman

Abul Tanek
Company Secretary

GLOBAL INSURANCE LIMITED

Marine Insurance Revenue Account

For the period ended 31st March, 2020 (Un-audited)

Particulars	Notes	Amount in Taka		Particulars	Notes	Amount in Taka	
		March-20	March-19			March-20	March-19
Claims under policies less Re-insurances							
Paid during the year		115,817	1,053,788	Balance of account at the beginning of the year		93,737,416	48,436,032
Add : Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated		8,546,387	21,861,409	Premium less Re- insurances	19	83,207,107	22,792,146
		8,662,204	22,915,197				
Less: Claims outstanding at the end of the previous year		7,687,972	18,731,430	Commission on Re-insurances		2,651,582	3,681,907
		974,232	4,183,767				
Agent Commission		14,512,386	7,062,687				
Expenses of management	20	32,591,599	16,620,045				
Profit transferred to profit & loss account		39,649,160	28,809,869				
Balance of account at the end of the year as shown in the balance sheet:							
Reserve for unexpired risks being 40% of net premium income on marine cargo and 100% of net premium income on marine hull of the year.							
Cargo		91,868,728	18,233,717				
Hull		91,868,728	18,233,717				
		179,596,105	74,910,086			179,596,105	74,910,085

A. Rahman.
Head Of Finance & Accounts

Chief Executive Officer

Director

Chairman

Company Secretary

GLOBAL INSURANCE LIMITED
Miscellaneous Insurance Revenue Account
For the period ended 31st March, 2020 (Un-audited)

Particulars	Notes	Amount in Taka			Particulars	Notes	Amount in Taka			March-19
		Motor	Misc	Total			Motor	Misc	Total	
Claims under policies less Re-insurances Paid during the year		1,887,674	451,227	2,338,901	Balance of account at the beginning of the year		28,990,612	10,590,829	39,581,441	18,360,456
Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated		5,242,047	3,830,000	9,072,047	Premium less Re-insurances	19	21,041,391	21,447,116	42,488,507	9,273,555
Less: Claims outstanding at the end of the previous year		7,129,721	4,281,227	11,410,948	Commission on Re-insurances		92,565	840,404	932,969	1,946,292
		4,196,805	3,830,000	8,026,805						
		2,932,916	451,227	3,384,143						
Agent Commission		3,214,194	3,251,050	6,465,244						
Expenses of management	20	7,804,356	8,624,470	16,428,826						
Profit transferred to profit & loss account		6,013,586	4,029,634	10,043,220						
Balance of account at the end of the year as shown in the balance sheet:										
Reserve for unexpired risks being 40% of net premium income of the year		30,159,515	16,521,968	46,681,484						
		50,124,568	32,878,349	83,002,917			50,124,568	32,878,349	83,002,917	29,580,303

A. Rahman
Head Of Finance & Accounts

Qamar
Chief Executive Officer

M. Javed
Director

A. S.
Chairman

Barak
Company Secretary

GLOBAL INSURANCE LIMITED

Statement of changes in Equity

For the period ended 31st March, 2020 (Un-audited)

Amount in Taka

Particulars	Share Capital	Reserve for Exceptional Losses	General Reserve	Retained Earnings	Total
Balance as on 01.01.2019	367,816,450	45,135,412	4,000,000	18,345,974	435,297,836
Stock Dividend for 2018					-
Net Profit after tax				20,084,571	20,084,571
Reserve for Exceptional Loss					-
Balance as on 31.03.2019	367,816,450	45,135,412	4,000,000	38,430,545	455,382,407
Balance as on 01.01.2020	386,207,270	45,135,412	4,000,000	40,299,972	475,642,654
Stock Dividend for 2019					-
Net Profit after tax				40,440,743	40,440,743
Reserve for Exceptional Loss					-
Balance as on 31.03.20	386,207,270	45,135,412	4,000,000	80,740,715	516,083,397

A. Rahman.
Head Of Finance & Accounts

[Signature]
Chief Executive Officer

[Signature]
Director

[Signature]
Chairman

[Signature]
Company Secretary

GLOBAL INSURANCE LIMITED

Notes to the Financial Statements

As at & for the year ended March 31, 2020

1. INTRODUCTION:

1.01 Legal Status:

GLOBAL INSURANCE LIMITED was incorporated as a public limited company in Bangladesh on April 23, 2000 under the Companies Act, 1994 and commenced its operation as per insurance Act, 2010. The certificate of commencement of business was obtained from the Registrar of Joint Stock Companies, Bangladesh.

The Company is listed in Dhaka Stock Exchange as a Publicly Traded Company.

1.02 Address of Registered Office and Principal Place of Business :

The registered office of the Company is situated in Bangladesh. Its principal business office is located at Al-Razi Complex (12th Floor), 166-167, Shahid Syed Nazrul Islam Sarani, Purana Paltan, Dhaka-1000, Bangladesh. The operation of the Company is being carried out through its 45 branches located in Bangladesh.

1.03 Principal Activities of the Company:

The Principal object of the company is to carry out all kinds of insurance, guarantee and indemnity business other than life insurance business.

2. SIGNIFICANT ACCOUNTING POLICIES AND OTHER RELEVANT INFORMATION:

2.01 The Company has adopted relevant International Accounting Standards (IASs) with reference to disclosures of accounting policies and notes to the financial statements.

2.02 Basis of Accounting:

The Financial Statements have been prepared on the basis of going-concern concept under historical cost convention in accordance with International Financial Reporting Standards (IFRSs).

2.03 Basis of Presentation:

The balance sheet has been prepared in accordance with the regulations as contained in part I of the First Schedule and as per Form 'A' as set forth in part II of that Schedule and the revenue account of each class of general insurance business has been prepared in accordance with the regulations as contained in part I of the Third Schedule and as per Form 'F' as set forth in part II of that Schedule of the Insurance Act, 2010. The Classified summary of the assets is prepared in accordance with Form "AA" of part II of the First Schedule of the said Act.

2.04 Going Concern:

The financial statements of the entity have been prepared by the management considering the entity as a going concern and the entity is optimistic to continue its business operation for the foreseeable future.

2.05 Branch Accounting:

The Company has 51 branches without having any overseas branch up to the year end December 31, 2019. The financial statements of branches are maintained at the Head office level. Only Petty cash books are maintained at the branch for meeting day to day expenses. During 2019 through the operation of 52 offices (Including Head Office) the gross premium income earned by the Company was to Tk.60,55,11,396 including Public Sector business of Tk 7,66,67,063 after ceding for re-insurance premium, the net premium for the year amounted to Tk 38,66,51,896 and after charging direct expenses there from the net underwriting profit stood at Tk 7,87,76,814.

2.06 Statement of Cash Flows:

Statement of Cash Flows is prepared in accordance with IAS 7: "Statement of Cash Flows", the Statement of Cash Flows shows the structure of and changes in cash and cash equivalents during the financial year. Cash and Cash equivalents include notes and coins on hand, unrestricted balance held with the commercial banks. It is broken down into operating activities, investing activities and financing activities. The direct method is used to show the operating activities. According to IAS 7: "Statement of Cash Flows", Cash comprises cash in hand and cash equivalents are short term, highly liquid investment that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. Considering the provisions of IAS 7 and IAS 1, cash in hand, fixed deposits and bank balances have been considered as cash and cash equivalents.

2.07 Fixed Assets:

Fixed Assets are stated at cost less accumulated depreciation as per IAS-16: "Property, Plant & Equipment". The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use inclusive of inward freight, duties, interest and non refundable taxes.

2.08 Depreciation on Fixed Assets:

Depreciation on Tangible Fixed Assets are charged on diminishing balance method at rates varying from 2.5% to 30% depending on the estimated useful life of the Assets. Depreciation on additions to Fixed Assets are charged from the date of acquisition and depreciation is charged to the date of disposal of assets. Gain or loss arising on the disposal or the retirement of asset is determined as the difference between the sale proceeds and the carrying amount of the asset and recognised in the profit and loss account.

2.09 Public Sector Business:

The Company's share of Public Sector business for 4 quarters for the period from 1st July, 2019 received from Sadharan Bima Corporation and other insurance companies has been incorporated in the Company's account for the year ended 31st March, 2020. This system of accounting of public sector business is being followed consistently.

2.10 Statement of Changes in Equity:

The statement of changes in equity is prepared in accordance with IAS 1: "Presentation of Financial Statements".

2.11 Revenue Recognition:

The revenue is recognized after satisfying the relevant condition for revenue recognition as provided in IFRS 15: "Revenue from contracts with customers" in compliance with IFRS 4 "Insurance Contract". Detailed income wise policy for revenue recognition is given as under:

a) Premium Income:

The total amount of premium earned on various classes of insurance business underwritten during the year, the gross amount of premium earned against various policies, the amount of re-insurance premium due to Sadharan Bima Corporation, the amount of re-insurance commission earned and 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 and while preparing the final statements of accounts, the effect of re-insurance accepted and re-insurance ceded as well as the effect of total estimated liabilities in respect of outstanding claims at the end of the year whether due or intimated have also been duly reflected in the accounts in order to arrive at the net underwriting profit for the year.

b) Interest on Statutory Investments:

Interest on statutory investment is amounted for on accrual basis.

c) Gain or Loss on sale of Shares and Debentures:

Gain or Loss on sale of shares and debentures and dividend income during the year have been shown in the Profit and Loss Account and the tax relief as well as the concession rate of tax as availed under the existing income tax law have been given effect in the financial statements.

2.12 Risk Analysis:

Risk analysis for insurance business is difficult to estimate the uncertainty in taking and managing the risk by chronological identification of unascertained risk, mitigating approach of risk and continuing efforts to equate the risk at reasonable level. This, inter alia, includes

(a) Insurance Product Risk:

In non-life insurance business, the product selection is one of the important factors for the company. Product with less uncertainty with lower cost can facilitate to secure more risk coverage. Accordingly, high risk is more relate to the capital strength and credit rating of the company. Necessary provision for un-expired risk @ 40% of net premium income on all business except marine Hull Insurance for which provision have been made @ 100% on net premium income.

(b) Operational Risk:

This is in association of all departmental effort within the company to ensure the sufficient coverage for the uncertainty of particular policy selection. It varies in accordance with the nature of products offered to the insured. Guideline for selection of offered product and monitoring the same are effective when fencing the risk at the level of estimate.

(c) Strategic Market Risk:

This indicates to identify and quantify the inherent risk of the products for the insured in competitive market. Product with low risk should be encouraged to minimize risk.

(d) **Underwriting Risk:**

This is involved in loss events coverable under contract or agreement with the insured and the volume or size of the coverable loss. It relates to selection, pricing, monitoring and technical provision. However, risk with excessive volume is jointly share by two or more insurers. In such circumstances, non-life insurance business with different products has been carried out with approved guideline.

(e) **Reinsurance Risk:**

Reinsurance has an influence basing the capital strength and rating aspects. Treaty limit is outline by the amount of risk, which can be ceded to other re-insurance. It depends on the nature of risk to be taken by the company. As such, technical provision has been estimated by way of covering the reasonable and probable obligations with respect to claims for known or un-known uncertainty.

(f) **Investment Risk:**

This relates to market, credit and liquidity of the company and as such, investments consist of assets covering the technical provisions and shareholders' equity. Accordingly, investment plan has been designed in such manner to accommodate inherent risk.

(f) **Liquidity Risk:**

This indicates to pay the claim on demand and the company needs to liquidate or convert assets to meet the obligation as and when arise.

(f) **Credit Risk:**

The company follows IDRA instructions with respect to issuing of policies, that is, policies were not issued on credit.

(f) **Default Risk:**

This indicates default in paying off the claims on demand when third party involved in such approach. At the time, the company needs to have sufficient liquidity to pay off the claims on demand and to fulfill the contractual obligation.

(f) **Legal and Regulatory Risk:**

There is legal and regulatory obligation to follow and abide by the restricted rules and regulation in carrying out the business, which do not conform to the competitive market for procuring business. As such, non- compliance to rules and regulation may invite risk to the employment of the company.

2.13 Provision for Income Tax:

Provision for Income Tax have been made as per Income Tax Ordinance 1984 on taxable income of the company.

2.14 Reserve for Exceptional Loss:

There was no provision taken for Reserve for Exceptional Losses during this year.

2.15 General Reserve:

The Company creates a general reserve from the year 2007 for an amount of Tk. 4,000,000 on profit to avoid future contingency.

2.16 Employees Benefit:

The Company operates a contributory provident fund for its permanent employees from the year 2008 which is approved by the National Board of Revenue. The fund is administered by a board of trustees and funded by equal contribution from the company and the employees. The fund is invested separately from the company's assets.

2.17 Earning per Share (EPS):

The company has calculated earning per share (EPS) in accordance with IAS-33 as adopted by ICAB : "Earning per Share" which has been shown on the face of Profit and Loss Account and the computation of EPS is stated in

a) **Basic Earnings:**

This represents earnings for the year attributable to ordinary shareholders. As there was no preference dividend, minority interest or extra ordinary items, the net profit after tax for the year has been considered as fully attributable to the ordinary shareholders.

b) **Basic Earnings per Share:**

This has been calculated by dividing the basic earning by the weighted average number of ordinary shares outstanding during the year.

2.18 Outstanding Premium:

The outstanding premium appearing in the accounts represents only the amount which relates to the accounting period in the form of cash and cheques in hand and in line with the system followed by the company.

2.19 Going Concern:

The financial statements of the entity have been prepared by the management considering the entity as a going concern and the entity is optimistic to continue its business operation for the foreseeable future.

2.20 Use of Estimate:

Preparation of financial statements in conformity with International Accounting Standards (IASs) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities if any at the date of the financial statements, and revenues and expenses during the year reported. Actual result could differ from those estimates. Estimates are used in accounting for certain items such as depreciation, outstanding claims, taxes, reserves etc.

2.21 Basis of Recognition of Income in Respect of Premium Deposits:

Amounts received against Cover notes, which have not been converted into policy are recognised as Income before the Cover notes and are converted into policy on expiry of period not exceeding six months in accordance with the Controller of Insurance Circular.

2.22 Investment in Shares:

Investment in shares is measured at fair value and any change in the fair value is recognised in the profit and loss account for the period in which it arises.

2.23 Components of the Financial Statements:

Following the IAS-1 "Presentation of Financial Statements", the company's complete set of financial statements

- Statement of Financial position (Balance Sheet) as at March 31, 2020.
- Profit and Loss Appropriation Account for the year ended 31st March, 2020.
- Statement of Comprehensive Income (Profit and Loss Account) for the year ended 31st March, 2020.
- Revenue Accounts for specific class of business for the year 31st March, 2020.
- Statement of Cash Flows for the year ended 31st March, 2020.
- Statement of Changes in Equity for the year ended 31st March, 2020.
- Notes to the financial statements and significant accounting policies as at & for the year ended 31st March, 2020

2.24 General:

- Financial Statements of the Company cover from January 01, 2020 to 31st March, 2020.
- Figures in the financial statements are presented in Bangladeshi Taka which is the companies functional and presentational currency.
- Figures have been rounded off to the nearest Taka.
- Previous year's figures have been rearranged whenever considered necessary to ensure comparability with the current year.

3. NATIONAL INVESTMENT BOND:

Durations	Issue date	Maturity date	Bank name	Rate (%)	Taka 2020	Taka 2019
10 Years	16.07.2014	16.07.2024	Prime Bank Ltd.	11.59	9,000,000	9,000,000
10 Years	13.03.2013	13.03.2023	Mercantile Bank Ltd.	12.10	16,000,000	16,000,000
					<u>25,000,000</u>	<u>25,000,000</u>

The amount represents investment in National Investment Bond against statutory deposit under Insurance Act.

Amount in Taka	
Mar-20	2019

4. INVESTMENTS IN SHARE

Details are given below:

Name of the Company	No of Share	Cost Price per share	Total Cost	Market Price per share as on 31.03.2020	Total Market Price as on 31.03.2020
Fareast life insurance Lt	71,368	79.72	5,689,175	40.10	2,861,857
Green Del MF	500,000	10.00	5,000,000	6.50	3,250,000
MBL 1st mutual fund	250,000	10.00	2,500,000	6.50	1,625,000
Meghna life insurance Lt	22,411	179.79	4,029,276	43.10	965,914
Padma Oil Ltd.	11,200	341.42	3,823,925	167.60	1,877,120
Pubali Bank Ltd.	70,364	53.78	3,784,520	20.70	1,456,535
S Alam steel	108,900	77.11	8,396,956	18.70	2,036,430
SP ceramics Ltd.	40,807	66.01	2,693,784	8.00	326,456
Summit power Ltd.	48,760	46.94	2,288,748	35.80	1,745,608
Total	1,123,810		38,206,382		16,144,920

Value of shares have been shown at cost. Provision has been made for an amount of Tk. 1,98,00,369 due to fall in market price in view of the fact that the aggregate market value of the shares as on December 31, 2019, is lower than total cost price.

5. INTEREST RECEIVABLE

Opening Balance	8,778,367	270,988
Add: Receivable during the year	5,624,771	22,353,479
	14,403,138	22,624,467
Less: Received during the year	3,840,020	13,846,100
	10,563,118	8,778,367

6. AMOUNTS DUE FROM OTHER PERSONS OR BODIES CARRYING ON INSURANCE BUSINESS

These represent the amount receivable from insurance companies on account of co-insurance premium and claim as at March 31, 2020.

Amount due from Shadharon Bima Corporation & other Insurance Companies:

Opening Balance	148,861,767	148,861,767
Add, Receivable from SBC against PSB	4,179,275	14,180,562
Add, Receivable from SBC against Claim		
	153,041,042	163,042,329
Less, Adjust with SBC Account	4,179,275	14,180,562
	148,861,767	148,861,767

7. SUNDRY DEBTORS

Amount in Taka		
	Mar-20	2019
Advance against office rent	5,468,156	5,771,900
Advance against other parties	130,000	1,270,000
Deposit clearing	35,444,665	41,033,556
Advance against salary	169,917	401,500
Collection control A/C,	256,440,228	267,969,415
Advance for automation	1,933,330	1,933,330
Rent receivable	1,347,840	1,347,840
Total	300,934,136	319,727,541

8 CASH & BANK BALANCES

Cash in hand:

Head office	597,300	399,356
Branch offices	389,610	189,610
	986,910	588,966

Cash at bank:

STD	58,882,659	27,553,360
Current deposit	1,293,090	4,183,772
	60,175,750	31,737,132
FDR	348,000,000	321,000,000
	408,175,750	352,737,132
Total	409,162,660	353,326,098

9. FIXED ASSETS

Amount in Taka

Particulars	Cost			Rate (%)	Depreciation			Written Down Value as on 31.03.2020
	Balance as on 01.01.2020	Addition during the year	Adjustment during the year		Balance as on 01.01.2020	Charged during the year	Adjustment during the year	Balance as on 31.03.2020
Office Space	69,903,220			2.5	10,374,833	372,052		59,156,334
Furniture & Fixture	6,610,578	351,440		10	3,576,035	75,864		3,310,119
Motor Vehicles	53,798,584	73,080		20	24,951,682	1,442,345		27,477,637
Office Decoration	13,394,238	237,594		20	10,877,069	125,858		2,628,904
Computer	6,943,755	403,931		30	4,641,405	172,676		2,533,605
Air Conditioner	3,347,408	105,248		15	1,733,110	60,536		1,659,009
Office Equipment	6,839,364	392,981		15	3,933,483	108,971		3,189,891
Total as on 31.03.2020	160,837,147	1,564,274	-		60,087,619	2,358,302	-	99,955,499
Total as on 31-03-2019	129,661,430	438,954	-		55,012,120	1,885,766	-	73,202,498

10. SHARE CAPITAL

Amount in Taka
Mar-20 2019

Detailed break up of shareholders capital is as below:

a)	Authorised capital: 100,000,000 Ordinary shares of Tk. 10 each	<u>1,000,000,000</u>	<u>1,000,000,000</u>
b)	Issued, subscribed and paid-up capital 3,86,20,727 Ordinary shares of Tk. 10/- each	<u>386,207,270</u>	<u>386,207,270</u>

Category of Shareholders	No. of Shares	(%) of Holding	Amount in Taka
Sponsor & Director (Group-A)	11,071,615	28.67	110,716,150
Financial & Other Institution (Group-B)	4,638,991	12.01	46,389,910
General Public (Group-B)	22,910,121	59.32	229,101,210
TOTAL	38,620,727	100	386,207,270

Classification of Shareholders as per share holdings: Group-A

S/N	Class Interval	No. of Shares	No. of Shareholders	Share Holdings (%)	(%) of Total Paid up Capital
1	01-500			0.00	0.00%
2	501-5,000			0.00	0.00%
3	5,001-10,000	8,154	1	0.07	0.02%
4	10,001-20,000			0.00	0.00%
5	20,001-30,000			0.00	0.00%
6	30,001-40,000			0.00	0.00%
7	40,001-50,000			0.00	0.00%
8	50,001-1,00,000			0.00	0.00%
9	1,00,001-10,00,000	8,605,785	11	77.73	22.28%
10	10,00,001-Over	2,457,676	2	22.20	6.36%
Total		11,071,615	14	100.00	28.67%

Classification of Shareholders as per share holdings: Group-B

S/N	Class Interval	No. of Shares	No. of Shareholders	Share Holdings (%)	(%) Of Total paid up capital
1	01-500	250,822	1637	0.91	0.65%
2	501-5,000	3,658,362	1954	13.28	9.47%
3	5,001-10,000	2,534,940	334	9.20	6.56%
4	10,001-20,000	2,952,747	204	10.72	7.65%
5	20,001-30,000	1,792,724	71	6.51	4.64%
6	30,000-40,000	1,457,561	41	5.29	3.77%
7	40,001-50,000	1,010,477	22	2.62	2.62%
8	50,001-1,00,000	2,841,852	38	10.32	7.36%
9	1,00,001-10,00,000	8,901,239	30	32.31	23.05%
10	10,00,001- Over	2,148,388	2	7.80	5.56%
Total		27,549,112	4333	100.00	71.33%
GRAND TOTAL		38,620,727	4347		100.00%

		Amount in Taka	
		Mar-20	2019
11	RETAINED EARNINGS		
	Balance brought forward from last year	40,299,972	(44,845)
	Add: Net profit during the year after Tax & WPPF	40,440,743	38,895,739
		80,740,715	38,850,894
	Less: Reserve for exceptional losses	-	-
		80,740,715	38,850,894
11.1	BALANCE BROUGHT FORWARD FROM LAST YEAR		
	Net profit before dividend	40,299,972	18,345,975
	Less: Dividend paid		18,390,820
		40,299,972	(44,845)
12	PREMIUM DEPOSIT	11,879,520	9,876,712
	The amount represents the un-adjusted balance of premium as received against cover notes over the years for which policies have not been issued within March 31, 2020.		
13	LOANS & OVERDRAFT		
	Loans (14.1)	61,348,397	65,159,619
	Car Loan	5,458,118	5,758,819
	Margin Loan from Marcantile Bank Securities Ltd.	22,197,872	22,538,000
	Total	89,004,387	93,456,438
13.1	Loans		
	United Commercial Bank Ltd., A/c No-107174800037	9,870,952	9,987,297
	United Commercial Bank Ltd., A/c No-107174800028	25,568,629	25,340,859
	United Commercial Bank Ltd., A/c No-107174800039	23,563,365	23,627,827
	SOD Loan (EXIM Bank, Paltan Branch)	-	-
	Mercantile Bank Ltd., A/c no-11337150448835	2,345,451	6,203,636
	Sub-Total	61,348,397	65,159,619
13.2	SOD Loan (UCBL & MBL, Bijoy nagar Branch)		
	SOD loan account no-1071748000000037:- SOD Limit of Tk. 100.00 Lac have been obtained		
(a)	from United Commercial Bank Ltd.(UCBL) Bijoy nagar Branch against security of lien FDR valuing Tk.115 lac. Rate of Interest 2% of above FDR .		
	SOD loan account no-1071748000000028:- SOD Limit of Tk. 250.00 Lac have been obtained		
(b)	from United Commercial Bank Ltd.(UCBL) Bijoy nagar Branch against security of lien FDR valuing Tk.312.50 lac. Rate of Interest 2% of above FDR .		
	SOD loan account no-1071748000000039:- SOD Limit of Tk. 230.00 Lac have been obtained		
(c)	from United Commercial Bank Ltd.(UCBL) Bijoy nagar Branch against security of lien FDR valuing Tk.289.00 lac. Rate of Interest 2% of above FDR .		
(d)	SOD loan account no-1000635876:- SOD Limit of Tk. 19.00 Lac have been obtained from EXIM Bank Ltd. Paltan Branch against security of lien FDR valuing Tk. 22.00 lac. Rate of Interest 1.75% of above FDR .		
	SOD loan account no-113371504458835:- SOD Limit of Tk. 200.00 Lac have been obtained		
(e)	from Mercantile Bank Ltd.(MBL) Bijoy nagar Branch against security of lien FDR valuing Tk.253.00 lac. Rate of Interest 2% of above FDR .		

		Amount in Taka	
		Mar-20	2019
14	Deferred Tax Liability		
	Opening Balance	6,259,252	2,169,913
	Add, Provision made during the year		4,089,339
		6,259,252	6,259,252
	Less, Paid in this year	108,397	
	Closing Balance	6,150,855	6,259,252

Calculation of Deferred Tax :

Particulars	Account Base	Tax Base	Difference	Deferred Tax	Deferred Tax
Fixed Assets	99,955,499	83,553,219	16,402,280	6,150,855	805,930
Provision for WPPF	-	-	-	-	
Total				6,150,855	805,930

15 ESTIMATED LIABILITY IN RESPECT OF OUTSTANDING CLAIMS WHETHER DUE OR INTIMATED

Fire	16,744,668	16,839,422
Marine (Cargo)	8,546,387	7,687,972
Miscellaneous (Motor)	5,242,047	4,196,805
Miscellaneous	3,830,000	3,830,000
Total	34,363,102	32,554,199

16 AMOUNTS DUE TO OTHER PERSONS OR BODIES CARRYING ON INSURANCE BUSINESS

Shadharon Bima Corporation & other Insurance Companies	46,264,644	58,719,298
Opening Balance	58,719,298	97,875,470
Add, Ceded in this year	15,757,850	111,897,738
	74,477,148	209,773,208
Less, Paid in this year	24,033,229	37,194,336
Less, Adjustment with Claim paid		99,679,012
Less, Adjustment with PSB	4,179,275	14,180,562
Closing Balance	46,264,644	58,719,298

17 SUNDRY CREDITORS

Provision for office rent		62,600
Provision for audit fee	878,000	864,250
Provision For Utility and Telephone Bills	76,400	123,757
VAT deducted at source	49,335	274,668
Salary income tax payable	104,400	242,900
Income tax deduction (Office rent)	51,341	24,106
Security deposit against office rent	800,536	800,536
I.T. deduction at source	35,890	121,931
GIL foundation	5,000	5,000
Share application money refundable	815,242	830,699
Provision for loss on investment in shares Note No-19	22,061,463	19,800,369
Provision for Salary & Allowance	3,390,154	19,350,665
Provision for employees Contribution(P.F)	391,964	-
Claim payable to party	76,797,646	76,797,646
Payable to Other party		4,877,812
Provision for profit bonus	4,250,000	4,250,000
Provision for WPPF	946,208	1,981,128
Premium VAT payable	4,459,952	7,877,655
Provision for company's Contribution(P.F)	391,964	270,409
Income tax payable , Note no-24	39,773,944	16,068,977
Total	155,279,439	154,625,108

18 Provision for unrealised Investment in Share

Opening Balance	19,800,369	16,538,255
Less: Provision written back (Due to rise in market price)		-
	19,800,369	16,538,255
Add: Provision Made (Due to fall down in market price)	2,261,094	3,262,114
Closing Balance	22,061,463	19,800,369

19 PREMIUM INCOME LESS RE-INSURANCE

Business	Gross Premium			Re-Insurance ceded	Net Premium	Net Premium
	Private	Public	Total			
Fire	74,653,845	4,402,074	79,055,919	29,755,614	49,300,305	89,999,156
Marine	96,749,241	10,273,301	107,022,542	23,815,435	83,207,107	197,411,941
Motor	21,427,962	703,687	22,131,649	1,090,258	21,041,391	72,607,527
Miscellaneous	21,673,665	6,462,854	28,136,519	6,689,403	21,447,116	26,633,272
Total	214,504,713	21,841,916	236,346,629	61,350,710	174,995,919	386,651,896

20 EXPENSES OF MANAGEMENT

The expenses have been charged to Revenue Accounts on product basis of Gross Premium earned or direct business as under:

Fire	33.03	24,174,292	56,518,049
Marine	44.53	32,591,599	91,931,609
Motor	10.66	7,804,356	24,543,195
Miscellaneous	11.78	8,624,470	19,227,168
	100%	73,194,717	192,220,021

Sl	Head of Accounts	Mar-20	2019
1	Bank charges	70,769	436,669
2	Books, papers & periodicals	147,221	121,166
3	Brokerage commission	-	-
4	Car Allowance	1,372,390	5,306,072
5	Car fuel	22,620	259,029
6	Car maintenance	542,177	1,875,376
7	Conveyance	712,895	1,761,078
8	Cookeries	2,370	1,820
9	Electricity & WASA expenses	173,962	1,871,007
10	Entertainment	3,840,374	2,233,181
11	Fee and Charges	704,668	574,787
12	Festival & Incentive	1,103,970	13,132,391
13	Group Insurance Premium	400,000	-
14	Insurance premium Car	1,702	99,068
15	Internet Bill	248,826	946,136
16	Office maintenance	672,289	2,484,322
17	Office rent, rates & taxes	2,415,377	10,667,796
18	New Year celebration	34,482	271,892
19	PF Contribution	555,818	2,298,202
20	Postage, revenue stamps & telegram	150,508	663,928
21	Printing & stationery	7,164,819	5,457,665
22	Salary & allowances	49,996,145	123,632,556
23	SBC expenses on PSB	-	5,803,181
24	Office Service charges	94,340	602,806
25	Surveyor Fees	437,108	2,542,367
26	Telephone & telex	711,270	2,440,654
27	Training Fee	30,800	404,663
28	Traveling	367,792	807,549
29	Uniform	-	215,608
Sub Total		71,974,692	186,910,969
Insurance Stamp Expenses			
1	Fire	99,375	397,500
2	Marine		
3	Motor	1,064,600	4,510,900
4	Miscellaneous	56,050	224,650
Sub Total		1,220,025	5,133,050
Total Expenses		73,194,717	192,044,019

		Amount in Taka	
		Mar-20	2019
21	DIRECTORS FEE	423,200	2,903,000

During the year under review an amount of Tk.10,31,000 was paid to the Directors of the company as Board and committee meeting attendance fee.

22 INTEREST INCOME

Interest on National Investment Bond (NIB)	744,775	2,979,100
Interest on Fixed Deposit	4,656,771	19,271,257
Interest on STD	-	103,122
Total	5,401,546	22,353,479

23 EARNING PER SHARE (EPS)

The earning per share of the company is as follows:

Earning attributable to ordinary share holders (Profit after tax & WPPF)	40,440,743	38,895,739
Weighted average number of ordinary shares outstanding during the year	38,620,727	38,620,727
	1.05	1.01

24 Net Assets Valu Per Share (NAV)

Net Assets Valu per share of the company is as follows:

Net Assets	516,083,397	474,193,576
Weighted average number of ordinary shares outstanding during the year	38,620,727	38,620,727
	13.36	12.28

25 Net Operating Cash Flow Per Share (NOCFPS)

Net Operating Cash Flow per share of the company is as follows:

Cash Flows from Operating Activities – Preferred Dividends	63,625,643	140,064,354
Weighted average number of ordinary shares outstanding during the year	38,620,727	38,620,727
	1.65	3.63

26 Key management personnel compensation:

As per IAS-24 paragraph 17 "Related Party Disclosure" the company has not any key management personnel compensation each of the following categories:

- a) Short-term employee benefits;
- b) Post -employment benefits;
- c) Other long -term benefits;
- d) Termination benefits; and
- e) Share based payment.

27 Related Party transactions:

As per the Paragraph 18 of IAS-24 "Related party disclosure", the company has not any related party transaction during the periods covered by the financial statements.

28 Current Tax assets/(Liability):

Provision for income tax	Note-28.1	228,191,080	204,045,679
Income Tax Paid in advance	Note-28.3	188,417,136	187,976,702
		<u>39,773,944</u>	<u>16,068,977</u>

28.1 Provision for income tax:

Opening Balance	204,045,679	178,656,456
Add. Provision made during the year	24,145,401	25,389,223
	<u>228,191,080</u>	<u>204,045,679</u>
Less: Adjustment on completion of assessment		
Closing Balance	<u>228,191,080</u>	<u>204,045,679</u>

28.2 Provision for income tax consists of the following:

Income year-2005(AY:-2006-2007)	16,176,903	16,176,903
Income year-2006(AY:-2007-2008)	6,200,363	6,200,363
Income year-2007(AY:-2008-2009)	7,094,131	7,094,131
Income year-2008(AY:-2009-2010)	9,661,284	9,661,284
Income year-2009(AY:-2010-2011)	4,486,640	4,486,640
Income year-2010(AY:-2011-2012)	4,937,744	4,937,744
Income year-2011(AY:-2012-2013)	12,986,800	12,986,800
Income year-2012(AY:-2013-2014)	18,837,088	18,837,088
Income year-2013(AY:-2014-2015)	21,821,380	21,821,380
Income year-2014(AY:-2015-2016)	22,901,711	22,901,711
Income year-2015(AY:-2016-2017)	20,358,489	20,358,489
Income year-2016(AY:-2017-2018)	11,795,662	11,795,662
Income year-2017(AY:-2018-2019)	9,653,370	9,653,370
Income year-2018(AY:-2019-2020)	11,744,891	11,744,891.00
Income year-2019(AY:-2020-2021)	25,389,223	25,389,223.00
Income year-2020(AY:-2021-2022)	24,145,401	
Total	<u>228,191,080</u>	<u>204,045,679</u>

28.3 Income tax paid in advance:

Opening Balance	187,976,702	172,368,970
Add. Tax paid during the year Note:-28.4	440,434	15,607,732
	<u>188,417,136</u>	<u>187,976,702</u>
Less: Adjustment on completion of assessment		
Closing Balance	<u>188,417,136</u>	<u>187,976,702</u>

28.4 Income Tax Paid in Advance:

Direct Income Tax paid	-
Tax deduct at source:	
From FDR interest	310,292
From dividend income	85,032
From Others	45,110
Total	<u>440,434</u>

28.5 Income tax paid consists of the following:

Income year-2005(AY:-2006-2007)	9,426,019	9,426,019
Income year-2006(AY:-2007-2008)	5,056,640	5,056,640
Income year-2007(AY:-2008-2009)	5,234,847	5,234,847
Income year-2008(AY:-2009-2010)	7,500,813	7,500,813
Income year-2009(AY:-2010-2011)	5,190,099	5,190,099
Income year-2010(AY:-2011-2012)	6,122,069	6,122,069
Income year-2011(AY:-2012-2013)	15,121,518	15,121,518
Income year-2012(AY:-2013-2014)	19,654,852	19,654,852
Income year-2013(AY:-2014-2015)	22,251,812	22,251,812
Income year-2014(AY:-2015-2016)	23,249,371	23,249,371
Income year-2015(AY:-2016-2017)	21,528,077	21,528,077
Income year-2016(AY:-2017-2018)	12,089,221	12,089,221
Income year-2017(AY:-2018-2019)	8,198,741	8,198,741
Income year-2018(AY:-2019-2020)	11,744,891	11,744,891
Income year-2019(AY:-2020-2021)	15,607,732	15,607,732
Income year-2020(AY:-2021-2022)	440,434	
Total	<u>188,417,136</u>	<u>187,976,702</u>

29 Taxable Income and Income Tax Liability

Net income as per Profit & Loss Account	64,586,144
Less: Reserve for Exceptional Loss (Exempted from Tax as per 4th Schedule Clause# 6 (2) of ITO 1984)	-
Total Income:	64,586,144
Less:	
Other Income (Misc. Income)	
Office Rent Income	-
Interest Income	5,401,546
Dividend Income	425,160
Provision for loss on Investment in share	
Profit on sale of Assets	-
Profit on sale of Shares of Listed Companies	5,826,706
Income/(loss) from Insurance Business	58,759,438
Computation of Income Tax:	
1) Tax on Business Income @ 37.5%	22,034,789
2) Tax on Other Income @ 37.5%	-
3) Tax on Office Rent Income @ 37.5%	-
4) Tax on Interest Income @ 37.5%	2,025,580
5) Tax on Dividend Income @ 20%	85,032
6) Tax on provision on investment in share @ 37.5%	-
7) Tax on Capital gain @ 37.5%	-
8) Tax on profit on sale of share of listed company @ 37.5%	-
	<u>24,145,401</u>
Income Tax liability for the year	<u>24,145,401</u>

30 Provision For WPPF

Particulars	Amount in Taka	
	Mar-20	2019
Balance as on 1st January	1,981,128	4,406,058
Add, Provision made during the year	-	-
	<u>1,981,128</u>	<u>4,406,058</u>
Less, Payment & Adjustment during the year	1,034,920	2,424,930
Closing Balance of WPPF	<u>946,208</u>	<u>1,981,128</u>

As per letter no:-BIA-3(91)/2019-512 date- 26/12/2019 from Bangladesh Insurance Association and bank and financial institution division ministry of finance bangladesh latter no-53.00.0000.311.22.002.17-130 dated 14/02/2017 no provision was made for this financial year.

31 Provision for profit bonus

Balance as on 1st January	4,250,000	-
Add, Provision made during the year	-	4,250,000
	<u>4,250,000</u>	<u>4,250,000</u>
Less, payment & Adjustment during the year	-	-
Closing Balance	<u>4,250,000</u>	<u>4,250,000</u>

As per board approval, one month basic salaries of all employees are paid each year as profit bonus for which provision has been made.