

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 period ended 30 June, 2020

GLOBAL INSURANCE LIMITED
Statement of Financial Position
As at 30th June, 2020 (Un-audited)

Capital & Liabilities	Notes	Amount in Taka June-20	2019	Property & Assets	Notes	Amount in Taka June-20	2019
Share Capital							
Authorised Capital							
100,000,000 ordinary shares of Tk. 10 each		1,000,000,000	1,000,000,000				
Issued, Subscribed & Paid up Capital							
3,86,20,727 Ordinary Shares of Tk. 10 each	10	386,207,270	386,207,270	National Investment Bond (NIB)	3	25,000,000	25,000,000
Reserve or Contingency Accounts:				Investments in Shares	4	38,206,382	38,206,382
Reserve for Exceptional Losses		45,135,412	45,135,412	Interest receivable	5	10,402,170	8,778,367
General Reserve		4,000,000	4,000,000				
Retained Earnings	11	78,003,801	38,850,894	Amounts due from other Persons or-	6	148,861,767	148,861,767
		127,139,213	87,986,306	Bodies carrying on insurance business			
Balances of Funds and Accounts:							
Fire		33,824,564	34,481,828	Sundry Debtors	7	315,682,369	319,727,541
Marine (Cargo)		105,965,221	92,456,956				
Marine (Hull)		-	1,280,460	Cash and Bank Balances	8	815,178	588,966
Motor		28,402,702	28,990,612	Cash in Hand		61,284,778	31,737,132
Miscellaneous		13,765,445	10,590,829	Balance with Banks		361,000,000	321,000,000
		181,957,931	167,800,685	FDR with Banks		423,099,956	353,326,098
Premium Deposit	12	12,589,780	9,876,712				
Loans & Overdraft	13	86,520,553	93,456,438	Other Accounts:	9	98,023,889	100,749,527
Deferred Tax Liability	14	6,188,437	6,259,252	Fixed Assets (At cost less accum. Depreciation)		885,210	1,335,321
Liabilities and Provisions:				Stock of Stationery		1,276,220	1,500,264
Estimated Liability in respect of outstanding	15	38,148,858	32,554,199	Stamp in Hand		100,185,319	103,585,112
claims, whether due or intimated							
Amounts due to other Persons or Bodies	16	56,412,602	58,719,298				
carrying on Insurance Business	17	166,273,319	154,625,108				
Sundry Creditors							
		260,834,779	245,898,605				
Total		1,061,437,963	997,485,268	Total		1,061,437,963	997,485,268
NAV per share (2019 Restated)		13.29	11.82				

A. Rahman
Head Of Finance & Accounts

Ortonok
Company Secretary

Ortonok
Chief Executive Officer

Ortonok
Director

A. Rahman
Chairman

GLOBAL INSURANCE LIMITED
Profit and Loss Appropriation Account
For the period 30th June-2020 (Un-audited)

Particulars	Notes	Amount in Taka		Particulars	Notes	Amount in Taka	
		June-20	June-19			June-20	June-19
Provision for Income Tax	28.1	23,309,731	12,634,115	Balance brought forward from last year	11.1	38,850,894	18,345,974
Deferred Tax expenses	14	-	55,470	Deferred Tax adjust		70,815	
Reserve for Exceptional Loss				Net profit for the year brought down		62,391,823	33,690,971
Balance transferred to the Balance Sheet after Tax		78,003,801	39,347,361			<u>101,313,532</u>	<u>52,036,945</u>
		<u>101,313,532</u>	<u>52,036,945</u>				

A. Rahman
Head Of Finance & Accounts

Chair
Chief Executive Officer

Chairman
Chairman

Chairman
Company Secretary

GLOBAL INSURANCE LIMITED
Statement of Comprehensive Income
For the period 30th June-2020 (Un-audited)

Particulars	Notes	Amount in Taka		Particulars	Notes	Amount in Taka	
		June-20	June-19			June-20	June-19
Expenses of Management (Not applicable to any particular Fund or Account)				Interest Income (Not applicable to any particular Fund or Account)	22		8,520,344
Advertisement & Publicity		108,572	172,130	Dividend Income		10,992,675	
Donation & Subscription		1,225,000	76,000	Provision for loss on Investment in Shares		498,300	
Audit Fees		129,188	258,375	Profit on Sale of Share			345,600
Legal & Professional Fees		368,300	5,750	Office rent Income			
Depreciation		4,840,645	3,791,864	Profit on Sale of Assets		11,490,975	8,865,944
Interest on Loan		3,213,602	4,732,903				
Registration Fees		1,542,655	1,400				
Directors Fee	21	542,800	368,000	Profit transferred from :			
Meeting, Conference & AGM expenses		934,964	687,869	Fire Insurance Revenue Account		6,600,163	(1,302,250)
Provision for loss on Investment in Shares		2,314,759	283,938	Marine Insurance Revenue Account		49,148,614	31,104,529
Subscription		-	100,000	Motor Insurance Revenue Account		11,910,624	4,406,699
		15,220,484	10,478,229	Misc. Insurance Revenue Account		586,932	2,781,339
						68,246,332	36,990,317
Provision for WPPF	30	-	1,687,061				
Provision For Profit bonus	31	2,125,000					
Balance for the period carried to Profit & Loss App. A/C		62,391,823	33,690,971				
		79,737,307	45,856,261			79,737,307	45,856,261
Earning per Share	23	1.01	0.55				

A. Rahman
Head Of Finance & Accounts

Bank
Company Secretary

Chairman
Chief Executive Officer

Director
Director

Chairman
Chairman

GLOBAL INSURANCE LIMITED
Consolidated Business Revenue Account

For the period 30th June 2020 (Un-audited)

Particulars	Notes	Amount in Taka		Particulars	Notes	Amount in Taka	
		June-20	June-19			June-20	June-19
Claims under policies less Re-insurances							
Paid during the year			7,125,309	Balance of account at the beginning of the year		167,800,685	79,407,288
Add : Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated		3,292,092		Premium less Re-insurances	19	266,695,114	121,168,991
		38,148,858	58,767,215	Commission on Re-insurances		17,357,262	24,660,116
		41,440,950	65,892,524				
Less: Claims outstanding at the end of the previous year		32,554,199	47,768,679				
		8,886,751	18,123,845				
Expenses of Management	20	144,269,083	68,601,173				
Agent Commission		48,492,964	37,791,756				
Profit transferred to profit & loss account		68,246,332	36,990,317				
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		181,957,931	63,729,304				
		451,853,061	225,236,395			451,853,061	225,236,395


Chairman


Director


Chief Executive Officer


Head Of Finance & Accounts


Company Secretary

GLOBAL INSURANCE LIMITED
Fire Insurance Revenue Account

For the period 30th June-2020 (Un-audited)

Particulars	Notes	Amount in Taka		Particulars	Notes	Amount in Taka	
		June-20	June-19			June-20	June-19
Claims under policies less Re-insurances							
Paid during the year			1,991,855	Balance of account at the beginning of the year		34,481,828	12,610,800
Add : Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated		115,011		Premium less Re-insurances	19	63,010,268	34,128,055
		19,494,668	29,567,910				
		19,609,679	31,559,765				
Less: Claims outstanding at the end of the previous year		16,839,422	25,318,713	Commission on Re-insurances		11,268,679	7,861,971
		2,770,257	6,241,052				
Agent Commission		17,310,912	12,132,954				
Expenses of management	20	48,254,879	20,725,148				
Profit transferred to profit & loss account		6,600,163	(1,302,250)				
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		33,824,564	16,803,922				
		108,760,775	54,600,826			108,760,775	54,600,826

A. Rahman

Head Of Finance & Accounts

Q. Khan

Chief Executive Officer

M. J.

Director

A. J.

Chairman

Ats nek

Company Secretary

GLOBAL INSURANCE LIMITED
Marine Insurance Revenue Account
For the period 30th June-2020 (Un-audited)

Particulars	Notes	Amount in Taka		Particulars	Notes	Amount in Taka	
		June-20	June-19			June-20	June-19
Claims under policies less Re-insurances							
Paid during the year			2,584,608	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		458,097		Premium less Re- insurances	19	147,741,282	69,169,675
		8,302,216	22,715,169	Commission on Re-insurances		4,161,351	11,048,925
		8,760,313	25,299,777				
Less: Claims outstanding at the end of the previous year		7,687,972	18,731,430				
		1,072,341	6,568,347				
Agent Commission		22,680,036	18,653,879				
Expenses of management	20	66,773,836	32,551,000				
Profit transferred to profit & loss account		49,148,614	31,104,528				
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		105,965,221	39,776,878				
Hull							
		105,965,221	39,776,878				
		245,640,049	128,654,633			245,640,049	128,654,632

A. Rahman.

Head Of Finance & Accounts

Director

Chief Executive Officer

Chairman

Chairman

Company Secretary

GLOBAL INSURANCE LIMITED
Miscellaneous Insurance Revenue Account
For the period 30th June-2020 (Un-audited)

Particulars	Notes	Amount in Taka			Particulars	Notes	Amount in Taka			June-19
		June-20	Misc	Total			June-20	Misc	Total	
Claims under policies less Re-insurances										
Paid during the year		2,262,378	456,606	2,718,984	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		6,521,974	3,830,000	10,351,974	Premium less Re-insurances	19	34,768,489	21,175,075	55,943,564	17,871,261
Less: Claims outstanding at the end of the previous year		8,784,352	4,286,606	13,070,958	Commission on Re-insurances		48,422	1,878,810	1,927,232	5,749,220
		4,196,805	3,830,000	8,026,805						
		4,587,547	456,606	5,044,153						
Agent Commission		5,009,885	3,492,131	8,502,015						
Expenses of management	20	13,896,766	15,343,601	29,240,367						
Profit transferred to profit & loss account		11,910,624	586,932	12,497,556						
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		28,402,702	13,765,445	42,168,146						
		63,807,523	33,644,714	97,452,237			63,807,523	33,644,714	97,452,237	41,980,937

A. Rahman
Head Of Finance & Accounts

Q. Khan
Chief Executive Officer

A. J.
Chairman

Q. Khan
Company Secretary

GLOBAL INSURANCE LIMITED

Statement of Cash Flows

For the period 30th June-2020 (Un-audited)

	Amount in Taka	
	June-20	June-19
A) Cash flow from operating activities:		
Premium Collection & other Receipts	396,283,495	327,886,877
Payments of Magt. Exp., Commission, Ri-Ins & Claim .	(310,347,588)	(294,071,072)
Income tax paid and deducted at source	(3,897,556)	(2,939,981)
Net Cash provided from operating activities	82,038,351	30,875,824
B) Cash flow from investing activities:		
Acquisition of fixed assets	(2,115,006)	(657,425)
Disposal of fixed assets	-	-
National Investment Bond	-	-
Investment in Share	(0)	-
Net Cash used in Investing activities	(2,115,006)	(657,425)
C) Cash flow from financing activities:		
SOD loan	(6,196,542)	1,776,301
IDLC Loan	(340,702)	(569,098)
Margin loan	(398,641)	845,779
Interest on SOD Loan	(3,213,602)	(4,732,903)
Net Cash used in Financing activities	(10,149,487)	(2,679,921)
D) Net increase in Cash & Bank balances for the year :(A+B+C)	69,773,858	27,538,478
E) Opening Cash and Bank balances	353,326,098	255,763,004
F) Closing Cash and Bank balances : (D+E)	423,099,956.00	283,301,482
NOCF per share (2019 Restated)	2.12	0.80



Chief Executive Officer



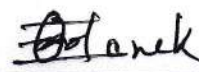
Director



Chairman



Head Of Finance & Accounts



Company Secretary

GLOBAL INSURANCE LIMITED
Statement of changes in Equity
For the period 30th June-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				21,056,858	21,056,858
Reserve for Exceptional Loss					-
Balance as on 30.06.2019	367,816,450	45,135,412	4,000,000	39,402,832	456,354,694
Balance as on 01.01.2020	386,207,270	45,135,412	4,000,000	38,850,894	474,193,576
Stock Dividend for 2019					-
Net Profit after tax				39,082,092	39,082,092
Reserve for Exceptional Loss					-
Balance as on 30.06.20	386,207,270	45,135,412	4,000,000	77,932,986	513,275,668


Head Of Finance & Accounts


Chief Executive Officer


Director


Chairman


Company Secretary

GLOBAL INSURANCE LIMITED

Notes to the Financial Statements

As at & for the year ended June 30, 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 30th June, 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 Management Expenses:

Management expenses as charged to Revenue Accounts amount of Tk. 19,23,14,833 is approximately 28.19% of gross premium of Tk.68,21,78,459. The expenses have been apportioned 29.40% to Fire, 47.83% to Marine, 12.77% to Motor and 10.00% to Miscellaneous business as per management decision.

2.13 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.

2.14 Provision for Income Tax:

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

2.15 Reserve for Exceptional Loss:

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

2.16 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.

2.17 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.

2.18 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.

2.19 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.

2.20 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.

2.21 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.

2.22 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.

2.23 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.

2.24 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 June 30, 2020.
- Profit and Loss Appropriation Account for the year ended June 30, 2020.
- Statement of Comprehensive Income (Profit and Loss Account) for the year ended June 30, 2020.
- Revenue Accounts for specific class of business for the year June 30, 2020.
- Statement of Cash Flows for the year ended June 30, 2020.
- Statement of Changes in Equity for the year ended June 30, 2020.
- Notes to the financial statements and significant accounting policies as at & for the year ended June 30, 2020.

2.25 General:

- Financial Statements of the Company cover from January 01, 2020 to June 30, 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 2019	Taka 2018
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	
Jun-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	166.20	1,861,440
Pubali Bank Ltd.	70,364	53.78	3,784,520	20.80	1,463,571
S Alam steel	108,900	77.11	8,396,956	18.60	2,025,540
SP ceramics Ltd.	40,807	66.01	2,693,784	8.00	326,456
Summit power Ltd.	48,760	46.94	2,288,748	35.10	1,711,476
Total	1,123,810		38,206,382		16,091,254

Value of shares have been shown at cost. Provision has been made for an amount of Tk. 2,21,15,128 due to fall in market price in view of the fact that the aggregate market value of the shares as on June-30, 2020 is lower than total cost price.

5. INTEREST RECEIVABLE

Opening Balance	8,778,367	270,988
Add: Receivable during the year	10,992,675	22,353,479
	19,771,042	22,624,467
Less: Received during the year	9,368,872	13,846,100
	10,402,170	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 June-30, 2020.

Amount due from Shadharon Bima Corporation & other Insurance Companies:

Opening Balance	148,861,767	148,861,767
Add, Receivable from SBC against PSB	7,691,904	14,180,562
Add, Receivable from SBC against Claim	156,553,671	163,042,329
	7,691,904	14,180,562
Less, Adjust with SBC Account	148,861,767	148,861,767

		Amount in Taka	
		Jun-20	2019
7. SUNDRY DEBTORS			
Advance against office rent		5,744,412	5,771,900
Advance against other parties		130,000	1,270,000
Deposit clearing		54,587,900	41,033,556
Advance against salary		1,713,598	401,500
Collection control A/C, Note-7.1		250,225,289	267,969,415
Advance for automation		1,933,330	1,933,330
Rent receivable		1,347,840	1,347,840
Total		315,682,369	319,727,541
8 CASH & BANK BALANCES			
Cash in hand:			
Head office		425,568	399,356
Branch offices		389,610	189,610
		815,178	588,966
Cash at bank:			
STD		58,027,769	27,553,360
Current deposit		3,257,009	4,183,772
		61,284,778	31,737,132
FDR		361,000,000	321,000,000
		422,284,778	352,737,132
Total		423,099,956	353,326,098

Amount in Taka

9 FIXED ASSETS

Particulars	Cost			Rate (%)	Depreciation				Written Down Value as on 30.06.2020
	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 30.06.2020	
Office Space	69,903,220	20,000		2.5	10,374,833	744,164		11,118,997	58,804,223
Furniture & Fixture	6,610,578	666,143		10	3,576,035	167,784		3,743,819	3,532,902
Motor Vehicles	53,798,584	73,080		20	24,951,682	2,891,217		27,842,900	26,028,764
Office Decoration	13,394,238	237,594		20	10,877,069	271,491		11,148,560	2,483,272
Computer	6,943,755	603,930		30	4,641,405	399,684		5,041,089	2,506,596
Air Conditioner	3,347,408	105,248		15	1,733,110	127,993		1,861,103	1,591,553
Office Equipment	6,839,364	409,011		15	3,933,483	238,312		4,171,796	3,076,579
Total as on 30.06.2020	160,837,147	2,115,006	-		60,087,619	4,840,645	-	64,928,264	98,023,889
Total as on 30-06-2019	129,661,430	657,425	-		55,012,120	3,791,864		58,803,984	71,514,871

10. SHARE CAPITAL

Amount in Taka

Jun-20

2019

Detailed break up of shareholders capital is as below:

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

During the year 2019 the company has paid stock dividend by issuing 1,83,90,823 ordinary shares of Tk. 10 each against retained earnings of 2018.

The Category-wise share holding position as on 31 December, 2019 is as under:

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	
		Jun-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		39,082,092	38,895,739
		<u>79,382,064</u>	<u>38,850,894</u>
Less: Reserve for exceptional losses		-	-
		<u>79,382,064</u>	<u>38,850,894</u>
11.1 BALANCE BROUGHT FORWARD FROM LAST YEAR			
Net profit before dividend		40,299,972	18,345,975
Less: Dividend paid		-	18,390,820
		<u>40,299,972</u>	<u>(44,845)</u>
12. PREMIUM DEPOSIT			
		<u>12,589,780</u>	<u>9,876,712</u>
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 December 31, 2019.			
13. LOANS & OVERDRAFT			
Loans (13.1)		58,963,077	65,159,619
Car Loan		5,418,117	5,758,819
Margin Loan from Marcantile Bank Securities Ltd.		22,139,359	22,538,000
Total		<u>86,520,553</u>	<u>93,456,438</u>
13.1 Loans			
United Commercial Bank Ltd., A/c No-107174800037		10,058,088	9,987,297
United Commercial Bank Ltd., A/c No-107174800028		25,467,999	25,340,859
United Commercial Bank Ltd., A/c No-107174800039		23,436,990	23,627,827
Mercantile Bank Ltd., A/c no-11337150448835		-	6,203,636
Sub-Total		<u>58,963,077</u>	<u>65,159,619</u>
13.2 SOD Loan (UCBL & MBL, Bijoy nagar Branch)			

- SOD loan account no-1071748000000037:-** SOD Limit of Tk. 100.00 Lac have been obtained from
- (a) 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 from
- (b) 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 from
- (c) 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 .

14. Deferred Tax Liability

	Amount in Taka	
	Jun-20	2019
Opening Balance	6,259,252	2,169,913
Add, Provision made during the year		4,089,339
	6,259,252	6,259,252
Less, Adjust in this year	70,815	
Closing Balance	6,188,437	6,259,252

Calculation of Deferred Tax :

Particulars	Account Base	Tax Base	Difference	Deferred Tax	Deferred Tax
Fixed Assets	98,023,889	81,521,389	16,502,500	6,188,437	805,930
Provision for WPPF	-	-	-	-	
Total				6,188,437	805,930

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

Fire	19,494,668	16,839,422
Marine (Cargo)	8,302,216	7,687,972
Miscellaneous (Motor)	6,521,974	4,196,805
Miscellaneous	3,830,000	3,830,000
Total	38,148,858	32,554,199

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

Shadharon Bima Corporation & other Insurance Companies	56,412,602	58,719,298
Opening Balance	58,719,298	97,875,470
Add, Ceded in this year	30,247,853	111,897,738
	88,967,151	209,773,208
Less, Paid in this year	24,862,645	37,194,336
Less, Adjustment with Claim paid		99,679,012
Less, Adjustment with PSB	7,691,904	14,180,562
Closing Balance	56,412,602	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		274,668
Salary income tax payable	295,500	242,900
Income tax deduction (Office rent)		24,106
Security deposit against office rent	800,536	800,536
I.T. deduction at source		121,931
GIL foundation	5,000	5,000
Share application money refundable	830,699	830,699
Provision for loss on investment in shares Note No-19	22,115,128	19,800,369
Provision for Salary & Allowance	19,594,656	19,350,665
Claim payable to party	76,797,646	76,797,646
Payable to Other party		4,877,812
Provision for profit bonus Note-30	6,375,000	4,250,000
Provision for WPPF Note-29	946,208	1,981,128
Premium VAT payable	1,685,430	7,877,655
Provision for company's Contribution(P.F)	391,964	270,409
Income tax payable , Note no-24	35,481,152	16,068,977
Total	166,273,319	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)	2,314,759	3,262,114
Closing Balance	22,115,128	19,800,369

19. PREMIUM INCOME LESS RE-INSURANCE

Business	Gross Premium			Re-Insurance ceded	Net Premium	Net Premium
	Private	Public	Total			
Fire	115,406,080	6,503,339	121,909,419	58,899,151	63,010,268	86,204,571
Marine	151,200,243	17,931,532	169,131,775	21,390,493	147,741,282	232,422,849
Motor	33,399,233	1,772,775	35,172,008	403,519	34,768,489	72,476,531
Miscellaneous	23,280,870	15,519,816	38,800,686	17,625,611	21,175,075	26,477,073
Total	323,286,426	41,727,462	365,013,888	98,318,774	266,695,114	417,581,024

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	33.45	48,254,879	56,518,049
Marine	46.28	66,773,836	91,931,609
Motor	9.63	13,896,766	24,543,195
Miscellaneous	10.63	15,343,601	19,227,168
	100%	144,269,083	192,220,021

Sl	Head of Accounts	Jun-20	2019
1	Bank charges	130,862	436,669
2	Books, papers & periodicals	162,337	121,166
3	Brokerage commission	-	-
4	Car Allowance	2,418,020	5,306,072
5	Car fuel	168,780	259,029
6	Car maintenance	786,119	1,875,376
7	Conveyance	1,209,306	1,761,078
8	Cookeries	2,370	1,820
9	Electricity & WASA expenses	294,288	1,871,007
10	Entertainment	7,294,607	2,233,181
11	Fee and Charges	500	574,787
12	Festival & Incentive	9,325,774	13,132,391
13	Group Insurance Premium	1,755,969	-
14	Insurance premium Car	2,231	99,068
15	Internet Bill	500,792	946,136
16	Office maintenance	10,696,723	2,484,322
17	Office rent, rates & taxes	3,761,113	10,667,796
18	New Year celebration	34,482	271,892
19	PF Contribution	1,110,062	2,298,202
20	Postage, revenue stamps & telegram	251,004	663,928
21	Printing & stationery	7,380,351	5,457,665
22	Salary & allowances	91,253,376	123,632,556
23	SBC expenses on PSB	3,185,358	5,803,181
24	Office Service charges	142,988	602,806
25	Surveyor Fees	473,168	2,542,367
26	Telephone & telex	1,294,956	2,440,654
27	Training Fee	32,400	404,663
28	Traveling	440,867	807,549
29	Uniform	-	215,608
	Sub Total	144,108,803	186,910,969
	Insurance Stamp Expenses		
1	Fire	124,600	397,500
2	Marine		
3	Motor	10,730	4,510,900
4	Miscellaneous	24,950	224,200
	Sub Total	160,280	5,133,050
	Total Expenses	144,269,083	192,044,019

	Amount in Taka	
	Jun-20	2019
21. DIRECTORS FEE	542,800	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)	1,489,550	2,979,100
Interest on Fixed Deposit	9,503,125	19,271,257
Interest on STD		103,122
Total	10,992,675	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)	39,152,907	38,895,739
Weighted average number of ordinary shares outstanding during the year	38,620,727	38,620,727
	1.01	1.01

* In accordance with IAS-33 "Earning Per Share" previous year's EPS is restated .

1.01

24. Net Assets Valu Per Share (NAV)

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

Net Assets	514,724,746	474,193,576
Weighted average number of ordinary shares outstanding during the year	38,620,727	38,620,727
	13.33	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	82,038,351	140,064,354
Weighted average number of ordinary shares outstanding during the year	38,620,727	38,620,727
	2.12	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 periods covered by the financial statements.

28. Current Tax assets/(Liability):	227,355,410	204,045,679
Provision for income tax Note-28.1	191,874,258	187,976,702
Income Tax Paid in advance Note-28.3	<u>35,481,152</u>	<u>16,068,977</u>
28.1 Provision for income tax:	204,045,679	178,656,456
Opening Balance	23,309,731	25,389,223
Add. Provision made during the year	<u>227,355,410</u>	<u>204,045,679</u>
Less: Adjustment on completion of assessment		
Closing Balance	<u>227,355,410</u>	<u>204,045,679</u>
28.2 Provision for income tax consists of the following:	16,176,903	16,176,903
Income year-2005(AY:-2006-2007)	6,200,363	6,200,363
Income year-2006(AY:-2007-2008)	7,094,131	7,094,131
Income year-2007(AY:-2008-2009)	9,661,284	9,661,284
Income year-2008(AY:-2009-2010)	4,486,640	4,486,640
Income year-2009(AY:-2010-2011)	4,937,744	4,937,744
Income year-2010(AY:-2011-2012)	12,986,800	12,986,800
Income year-2011(AY:-2012-2013)	18,837,088	18,837,088
Income year-2012(AY:-2013-2014)	21,821,380	21,821,380
Income year-2013(AY:-2014-2015)	22,901,711	22,901,711
Income year-2014(AY:-2015-2016)	20,358,489	20,358,489
Income year-2015(AY:-2016-2017)	11,795,662	11,795,662
Income year-2016(AY:-2017-2018)	9,653,370	9,653,370
Income year-2017(AY:-2018-2019)	11,744,891	11,744,891.00
Income year-2018(AY:-2019-2020)	25,389,223	25,389,223.00
Income year-2019(AY:-2020-2021)	23,309,731	
Income year-2020(AY:-2021-2022)	<u>227,355,410</u>	<u>204,045,679</u>
Total		
28.3 Income tax paid in advance:	187,976,702	172,368,970
Opening Balance	3,897,556	15,607,732
Add. Tax paid during the year Note:-28.4	<u>191,874,258</u>	<u>187,976,702</u>
Less: Adjustment on completion of assessment		
Closing Balance	<u>191,874,258</u>	<u>187,976,702</u>
28.4 Income Tax Paid in Advance:	3,000,000	
Direct Income Tax paid	752,786	
Tax deduct at source:	99,660	
From FDR interest	45,110	
From dividend income		
From Others		
Total	<u>3,897,556</u>	
28.5 Income tax paid consists of the following:	9,426,019	9,426,019
Income year-2005(AY:-2006-2007)	5,056,640	5,056,640
Income year-2006(AY:-2007-2008)	5,234,847	5,234,847
Income year-2007(AY:-2008-2009)	7,500,813	7,500,813
Income year-2008(AY:-2009-2010)	5,190,099	5,190,099
Income year-2009(AY:-2010-2011)	6,122,069	6,122,069
Income year-2010(AY:-2011-2012)	15,121,518	15,121,518
Income year-2011(AY:-2012-2013)	19,654,852	19,654,852
Income year-2012(AY:-2013-2014)	22,251,812	22,251,812
Income year-2013(AY:-2014-2015)	23,249,371	23,249,371
Income year-2014(AY:-2015-2016)	21,528,077	21,528,077
Income year-2015(AY:-2016-2017)	12,089,221	12,089,221
Income year-2016(AY:-2017-2018)	8,198,741	8,198,741
Income year-2017(AY:-2018-2019)	11,744,891	11,744,891
Income year-2018(AY:-2019-2020)	15,607,732	15,607,732
Income year-2019(AY:-2020-2021)	3,897,556	
Income year-2020(AY:-2021-2022)	<u>191,874,258</u>	<u>187,976,702</u>
Total		

29. Taxable Income and Income Tax Liability

Net income as per Profit & Loss Account	62,391,823
Less: Reserve for Exceptional Loss (Exempted from Tax as per 4th Schedule Clause# 6 (2) of ITO 1984)	-
Total Income:	62,391,823
Less:	
Other Income (Misc. Income)	-
Office Rent Income	10,992,675
Interest Income	498,300
Dividend Income	-
Provision for loss on Investment in share	-
Profit on sale of Assets	11,490,975
Profit on sale of Shares of Listed Companies	50,900,848
Income/(loss) from Insurance Business	
Computation of Income Tax:	
1) Tax on Business Income @ 37.5%	19,087,818
2) Tax on Other Income @ 37.5%	-
3) Tax on Office Rent Income @ 37.5%	-
4) Tax on Interest Income @ 37.5%	4,122,253
5) Tax on Dividend Income @ 20%	99,660
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	-
	<u>23,309,731</u>
Income Tax liability for the year	<u><u>23,309,731</u></u>

30. Provision For WPPF

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

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	<u>2,125,000</u>	<u>4,250,000</u>
	6,375,000	4,250,000
Less, payment & Adjustment during the year	-	-
Closing Balance	<u><u>6,375,000</u></u>	<u><u>4,250,000</u></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.

32. Reconciliation of Cash flow from operating activities under indirect method

Net profit before tax	62,391,823	68,374,300
Add: Adjustment for non-cash item	4,840,645	7,522,111
Depreciation		11,327,553
Interest Expenses		(469,960)
Profit on sale of assets	67,232,468	86,754,005
Changes in Working capital:		
Increase/(Decrease) of interest receivable	(1,623,803)	(8,507,379)
Increase/(Decrease) of Sundry debtors	2,596,094	(70,943,228)
Increase/(Decrease) of Stationery	450,111	(508,211)
Increase/(Decrease) of Stamp in hand	224,044	(585,564)
Increase/(Decrease) of Balance of fund and accounts	14,157,246	88,393,397
Increase/(Decrease) of premium deposit	2,713,068	7,655,677
(Increase)/Decrease of Estimated liability in respect of outstanding claims, where due or intimation	5,594,659	(15,214,480)
(Increase)/Decrease amount due to other persons or bodies carrying on insurance business	(2,306,696)	(39,156,172)
(Increase)/Decrease of Sundry creditor and others	(7,763,964)	107,784,041
	14,040,759	68,918,081
Tax paid during the year	(3,897,556)	(15,607,732)
Interest expense	3,213,602	
Profit on sale of assets	-	
	80,589,273	140,064,354

33. CONTINGENT LIABILITIES

a) Income Tax:

The Income Tax Authority has claimed Tk. 143,890,446 for the assessment year 2006-07, 2007-08, 2008-09, 2009-10, 2010-11, 2011-12, 2012-13, 2013-14, 2014-15, 2015-16, 2016-17 & 2017-18 in excess of income tax paid for the respective years. However, the company filed a writ with the Honorable High Court for the assessment year 2006-07, 2007-08, 2008-09, 2009-10, 2010-11, 2011-12, 2012-13, 2013-14, 2014-15, 2015-16 and appeal to appellate tribunal for the assessment years 2016-17 and appeal to appellate for the year 2017-18. The Honorable High Court given decision in favour of the Company but the Government again appeal to the

34. BOARD MEETING

During the year 2019 the Company had 17 members Board of Directors and held 06 Board meetings. Board of Directors of the Company has formed other Committees and Sub-committees like Executive Committee, Claims Committee and Audit Committee. Regular meetings of those Committees were also held during the current year.

35. EMPLOYEES

Total number of employees of the company is 469. None of them received salary below Tk. 5,000 per month. There was no credit facility available to the company under any contract availed of as on 31st December, 2019 other than trade credit available in the ordinary course of business.