

AUDITOR'S REPORT & FINANCIAL STATEMENTS

OF

TAKAFUL ISLAMI INSURANCE LIMITED

For the year ended 31st December, 2020.

ARTISAN

CHARTERED ACCOUNTANTS

SONARGAON TERRACE (2ND FLOOR)

HOUSE # 52, ROAD #13/C, BLOCK # E, BANANI, DHAKA-1213.

Independent Auditor's Report

To the Shareholders of TAKAFUL ISLAMI INSURANCE LIMITED Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **TAKAFUL ISLAMI INSURANCE LIMITED**, which comprise the Statement of Financial Position as at 31st December 2020, Statement of Profit or Loss and other Comprehensive Income, Profit and Loss Appropriation Account, related Revenue Accounts, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the balance sheet of the company as at 31 December 2020, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the current year. During the course of the audit, we considered premium income, investment in other entity's shares its related income as significant matter. To address the risk arising in the key audit matter we made sure that we do check the premium income with their individual policies of the insurer, we obtained the share portfolio and cross checked against each share transactions of the share investment and we also verified the each bank balance with their bank statements and the reconciliation. We calculate reserve for unexpired risk of premium income during the year according to Insurance Development & Regulatory Authority Bangladesh.

| Risk | Our response to the risk |
|--|--|
| Premium Income | |
| Gross general insurance premiums amount of Tk. 576,078,224 is comprise the total premiums amount of Tk. 369,651,853 is received for the whole period of cover provided by contracts entered into during the accounting period. | With respect to Premium income in respect of various types of insurance we carried out the following procedures: |
| Given the important nature, connections to other items to the financial statements and sensitivity of the item we believe this area pose high level of risk. | <ul style="list-style-type: none"> ➤ The design and operating effectiveness of key controls around premium income recognition process. ➤ Carried out analytical procedures and recalculated premium income for the period. ➤ Carried out cut-off testing to ensure unearned premium income has not been included in the premium income. |
| | <ul style="list-style-type: none"> ➤ On a sample basis reviewed policy to ensure appropriate policy stamp was affixed to the contract and the same has been reflected in the premium register. |
| | <ul style="list-style-type: none"> ➤ Ensured on a sample basis that the premium income was being deposited in the designated bank account. |



| Risk | Our response to the risk |
|---|---|
| | <ul style="list-style-type: none">➤ Tested on a sample basis to see that appropriate VAT was being collected and deposited to bank through Treasury Challan.➤ For a sample of insurance contracts tested to see if appropriate level of reinsurance was done and whether that reinsurance premium was deducted from the gross premium.➤ Applying specialist judgment ensured if there is any impairment of the reinsurer.➤ Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards, Insurance Act 1938 (as amended in 2010), Insurance Rules, 1958 and other applicable rules and regulations and regulatory guidelines. |
| Share Income | |
| <p>Insurance company makes a number of investments in the listed and unlisted capital market with required regulatory permission. In lieu of total investment of Tk. 79,320,791 and income generated from the investments dividend received is amount of Tk. 1,918,930 and realized gain amount of Tk. 10,519,163 is credited to the Profit & Loss Account.</p> <p>This item has significant impact on the earnings performance of the company and return to the shareholders.</p> | <p>We tested the design and operating effectiveness of key controls around monitoring, valuation and updating of prices of the positions held by the company from trusted sources. Additionally, we performed the following:</p> <ul style="list-style-type: none">➤ Obtained year-end share holding positions from the company and through directional testing assessed the completeness of the report➤ Reviewed and challenged the assumptions used for the valuation models for any unquoted securities.➤ Recalculated realized gain or loss at the year end.➤ Carried out cut-off testing to ensure unrealized gain or loss was recognized in correct period.➤ Obtained the share portfolio and cross checked against each share transactions.➤ Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards, Insurance Act 1938 (as amended in 2010), Insurance Rules, 1958 and other applicable rules and regulations and regulatory guidelines. |



Other Information

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

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, the Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, the Securities and Exchange Rules 1987 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.



- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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


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

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, the Securities and Exchange Rules 1987 and relevant notifications issued by Bangladesh Securities and Exchange Commission, we also report that:

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) In our opinion, proper books of accounts, records and other statutory books as required by law have been kept by the Company so far as it appeared from our examinations of those books;
- c) The Company management has followed relevant provisions of laws and rules in managing the affairs of the Company and proper books of accounts, records and other statutory books have been properly maintained and (where applicable) proper returns adequate for the purposes of our audit have been received from branches not visited by us;
- d) As per section 63(2) of the Insurance Act 2010, in our opinion to the best of our knowledge and belief and according to the information and explanation given to us, all expenses of management wherever incurred and whether incurred directly or indirectly, in respect of insurance business of the company transacted in Bangladesh during the year under report have been duly debited to the related Revenue Accounts and the Statement of Comprehensive Income of the Company;
- e) We report that to the best of our information and as shown by its books, the company during the year under report has not paid any person any commission in any form, outside Bangladesh in respect of any of its business re-insured abroad;
- f) Statement of Financial Position, Statement of Profit or Loss and other Comprehensive Income, Profit and Loss Appropriation Account, related Revenue Accounts, Statement of Changes in Equity and Statement of Cash Flows of the Company together with the annexed notes dealt with by the report are in agreement with the books of account and returns; and
- g) The expenditure was incurred for the purpose of the Company's business.

Dated: Dhaka, 10 May, 2021


(AFM Alamgir, FCA)
ARTISAN
Chartered Accountants

1/C

TAKAFUL ISLAMI INSURANCE LIMITED

Balance Sheet

As at 31st December, 2020

| Capital & Liabilities | Notes | Amount in Taka 2020 | Amount in Taka 2019 | Property & Assets | Notes | Amount in Taka 2020 | Amount in Taka 2019 |
|--|-------|------------------------|------------------------|---|-------|------------------------|------------------------|
| Share Capital | | | | | | | |
| Authorised Capital | | | | | | | |
| 100,000,000 ordinary shares of Tk. 10 each | | 1,000,000,000 | 1,000,000,000 | National Investment Bond (NIB) | 3 | 25,000,000 | 25,000,000 |
| Issued, Subscribed & Paid up Capital | | | | | | | |
| 4,25,86,977 Ordinary Shares of Tk. 10 each | 11 | 425,869,770 | 425,869,770 | Investments in Shares | 4 | 83,068,372 | 126,646,343 |
| Reserve or Contingency Accounts: | | | | | | | |
| Reserve for Exceptional Losses | 12 | 277,700,013 | 251,824,383 | Interest receivable | 5 | 18,034,062 | 11,377,269 |
| Capital Reserve | | 5,926,768 | 5,914,198 | | | | |
| General Reserve | | 2,363,000 | 2,363,000 | Amounts due from other Persons or Bodies carrying on insurance business | 6 | 40,444,637 | 40,444,637 |
| Dividend Equalization Reserve | | 1,500,000 | 1,500,000 | | | | |
| Fair Value Reserve | | 3,747,582 | - | | | | |
| Retained Earnings | | 48,021,987 | 46,164,492 | | | | |
| | | 339,259,349 | 307,766,073 | | | | |
| Balances of Funds and Accounts: | | | | | | | |
| Fire | | 41,412,572 | 40,812,443 | Sundry Debtors | 7 | 77,942,850 | 61,744,772 |
| Marine (Cargo) | | 89,937,048 | 42,258,684 | Advance against floor purchase | | - | 41,000,000 |
| Marine (Hull) | | 1,248,863 | 720,171 | | | | |
| Motor | | 14,354,319 | 14,015,906 | | | | |
| Miscellaneous | | 1,657,257 | 2,213,942 | | | | |
| | | 148,610,059 | 100,021,146 | | | | |
| Premium Deposit | 13 | 18,708,065 | 12,711,612 | Cash and Bank Balances | 8 | | |
| Loans & Overdraft | 14 | 62,393,446 | 62,393,446 | Cash in Hand | | 1,752,800 | 5,380,339 |
| Deferred Tax Liability | 15 | 1,164,429 | 972,305 | Balance with Banks | | 40,087,840 | 22,116,326 |
| | | | | MTDR & FDR with Banks | | 710,600,000 | 659,100,000 |
| | | | | | | 752,440,640 | 686,596,665 |
| Liabilities and Provisions: | | | | | | | |
| Estimated Liability in respect of outstanding claims, whether due or intimated | 16 | 22,121,681 | 13,486,919 | Other Accounts: | 9 | 120,885,573 | 20,800,256 |
| Amounts due to other Persons or Bodies carrying on Insurance Business | 17 | 75,217,539 | 74,672,185 | Fixed Assets (At cost less accum. Depreciation) | 10 | 438,181 | 560,000 |
| Sundry Creditors | 18 | 13,692,712 | 12,979,725 | Stock of Stationery | 10 | 948,561 | 496,850 |
| Tax Payable | 29 | 6,095,277 | 3,793,611 | Stamp in Hand | 10 | 122,272,315 | 21,857,106 |
| | | 117,127,210 | 104,932,440 | | | | |
| Welfare fund | 32 | 6,070,545 | | | | | |
| | | 1,119,202,875 | 1,014,666,792 | | | | |
| NAV (Restated-2019) | 25 | 17.97 | 17.23 | Total | | 1,119,202,875 | 1,014,666,792 |

The annexed notes 1 to 38 form an integral part of these Financial Statements.

[Signature]
Chief Executive Officer

[Signature]
Director

Signed as per our annexed report of even date

Chairman

Place: Dhaka, Bangladesh
Dated: 10th May, 2021

[Signature]
(AFM Alamgir, FCA)
ARTISAN
Chartered Accountants

DVC 2106140268AS540900

TAKAFUL ISLAMI INSURANCE LIMITED
Profit and Loss Appropriation Account

For the year ended 31st December, 2020

| Particulars | Notes | Amount in Taka 2020 | Amount in Taka 2019 | Particulars | Notes | Amount in Taka 2020 | Amount in Taka 2019 |
|--|-------|------------------------|------------------------|--|-------|------------------------|------------------------|
| Stock Dividend paid | | - | 24,105,840 | Balance brought forward from last year | 12 | 46,164,492 | 45,250,715 |
| Cash Dividend paid | | 42,586,977 | 20,088,197 | | | | |
| Provision for Income Tax | 30 | 29,894,526 | 20,357,718 | | | | |
| Deferred Tax expenses | 15 | 192,124 | 75,841 | | | | |
| Reserve for Exceptional Loss | | 25,875,630 | 24,897,261 | | | | |
| Capital Reserve | | 12,570 | - | | | | |
| General Reserve | | - | - | Net profit for the year brought down | | 100,419,321 | 90,438,634 |
| Dividend Equalization Reserve | | - | - | | | | |
| Balance transferred to the Balance Sheet after Tax | | 48,021,987 | 46,164,492 | | | | |
| | | 146,583,813 | 135,689,349 | | | 146,583,813 | 135,689,349 |

Other Comprehensive Income Account

For the year ended 31st December, 2020

| Particulars | Notes | Amount in Taka 2020 | Amount in Taka 2019 | Particulars | Notes | Amount in Taka 2020 | Amount in Taka 2019 |
|---|-------|------------------------|------------------------|--------------------------------------|-------|------------------------|------------------------|
| Provision for Income Tax | | 29,894,526 | 20,357,718 | Net profit for the year brought down | | 100,419,321 | 90,438,634 |
| Deferred Tax expenses | | 192,124 | 75,841 | | | | |
| Tax on other Comprehensive Income | | 1,405,343 | - | | | | |
| Other Comprehensive Loss | | - | - | Other Comprehensive income | 33 | 3,747,582 | - |
| Total Comprehensive Income for the year | | 72,674,910 | 70,005,075 | | | 104,166,903 | 90,438,634 |
| | | 104,166,903 | 90,438,634 | | | | |

The annexed notes 1 to 38 form an integral part of these Financial Statements.

Chief Executive Officer

Director

Director

Chairman

Signed as per our annexed report of even date

Place: Dhaka, Bangladesh

Dated: 10th May, 2021



(AFM Alamgir, FCA)

ARTISAN

Chartered Accountants

DVC 2106140268AS540900

TAKAFUL ISLAMI INSURANCE LIMITED
Profit and Loss Account

For the year ended 31st December, 2020

| Particulars | Notes | Amount in Taka | | Particulars | Notes | Amount in Taka | |
|---|-------|----------------|-------------|--|-------|----------------|-------------|
| | | 2020 | 2019 | | | 2020 | 2019 |
| Expenses of Management (Not applicable to any particular Fund or Account) | | | | Interest Income (Not applicable to any particular Fund or Account) | 23 | | 39,563,659 |
| Advertisement & Publicity | | 436,746 | 3,146,191 | Dividend Income | | 42,032,652 | 3,354,487 |
| Donation & Subscription | | 1,005,105 | 666,850 | Provision for loss on Investment in Shares | | 1,918,930 | - |
| Audit Fees | | 230,000 | 287,500 | Profit on Sale of Share | | 10,519,163 | 13,211,861 |
| Legal & Professional Fees | | 162,600 | 249,750 | Other Income | | 10,000 | - |
| Depreciation | | 5,070,827 | 3,647,166 | Profit on Sale of Assets | | 12,570 | - |
| Head Office Rent | | | 3,762,000 | | | 54,493,315 | 56,130,007 |
| Registration Fees | | | 956,498 | Profit transferred from : | | | |
| Directors Fee | 22 | 2,507,653 | 1,449,500 | Fire Insurance Revenue Account | | 8,906,236 | (1,735,550) |
| Meeting, Conference & AGM expenses | | 2,378,083 | | Marine (Cargo) Insurance Revenue Account | | 49,151,067 | 51,179,360 |
| Provision for loss on Investment in Shares | | 3,604,016 | 16,029,229 | Marine (Hull) Insurance Revenue Account | | (248,843) | (173,795) |
| Subscription | | 15,395,030 | 30,194,684 | Motor Insurance Revenue Account | | 15,095,507 | 11,257,299 |
| | | | | Misc. Insurance Revenue Account | | (5,512,385) | 3,975,997 |
| Transfer to welfare fund | 32 | 6,070,545 | - | | | 67,391,582 | 64,503,311 |
| Balance for the period carried to Profit & Loss App. A/C | | 100,419,321 | 90,438,634 | | | 121,884,897 | 120,633,318 |
| | | | | | | | |
| Earning per Share (Restated-2019) | 24 | 1.65 | 1.64 | | | | |

The annexed notes 1 to 38 form an integral part of these Financial Statements.

Chief Executive Officer

[Signature]
Director

Chairman

[Signature]
Chairman

Signed as per our annexed report of even date

Place: Dhaka, Bangladesh

Dated: 10th May, 2021



[Signature]
(AFM Alamgir Fida)
ARTISAN
Chartered Accountants

TAKAFUL ISLAMI INSURANCE LIMITED
Consolidated Business Revenue Account

For the year ended 31st December, 2020

| Particulars | Notes | Amount in Taka | | Particulars | Notes | Amount in Taka | |
|--|-------|--------------------|--------------------|---|-------|--------------------|--------------------|
| | | 2020 | 2019 | | | 2020 | 2019 |
| Claims under policies less Re-insurances | | | | | | | |
| Paid during the year | | 7,312,112 | 19,893,475 | Balance of account at the beginning of the year | | 100,021,146 | 86,258,279 |
| Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated | | 22,121,681 | 13,486,919 | Premium less Re-insurances | 20 | 369,651,853 | 248,972,609 |
| | | 29,433,793 | 33,380,394 | Commission on Re-insurances | | 53,295,637 | 80,017,426 |
| Less: Claims outstanding at the end of the previous year | | 13,486,919 | 13,498,549 | | | | |
| | | 15,946,874 | 19,881,845 | | | | |
| Agent Commission | 21 | 77,143,316 | 62,728,151 | | | | |
| Expenses of management | | 213,876,805 | 168,113,860 | | | | |
| Profit transferred to profit & loss account | | 67,391,582 | 64,503,311 | | | | |
| 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. | | 148,610,059 | 100,021,146 | | | | |
| | | <u>522,968,636</u> | <u>415,248,313</u> | | | <u>522,968,636</u> | <u>415,248,313</u> |

The annexed notes 1 to 38 form an integral part of these Financial Statements.



Chief Executive Officer


Director


Chairman

Place: Dhaka, Bangladesh
Dated: 10th May, 2021

Signed as per our annexed report of even date


ARTISAN
(AFM) Alamgir (FCA)
Chartered Accountants

DVC 2106140268/AS540900



TAKAFUL ISLAMI INSURANCE LIMITED
Fire Insurance Revenue Account

For the year ended 31st December, 2020

| Particulars | Notes | Amount in Taka | | Particulars | Notes | Amount in Taka | |
|--|-------|--------------------|--------------------|---|-------|--------------------|--------------------|
| | | 2020 | 2019 | | | 2020 | 2019 |
| Claims under policies less Re-insurances | | | | | | | |
| Paid during the year | | 955,184 | 17,457,715 | Balance of account at the beginning of the year | | 40,812,443 | 31,210,215 |
| Add : Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated | | 16,442,014 | 9,855,925 | Premium less Re-insurances | 20 | 103,531,429 | 102,031,108 |
| | | 17,397,198 | 27,313,640 | Commission on Re-insurances | | 32,444,625 | 56,787,420 |
| Less: Claims outstanding at the end of the previous year | | 9,855,925 | 8,800,351 | | | | |
| | | 7,541,273 | 18,513,289 | | | | |
| Agent Commission | | 32,800,665 | 36,656,252 | | | | |
| Expenses of management | 21 | 86,127,751 | 95,782,309 | | | | |
| Profit transferred to profit & loss account | | 8,906,236 | (1,735,550) | | | | |
| 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: | | 41,412,572 | 40,812,443 | | | | |
| | | 176,788,497 | 190,028,743 | | | 176,788,497 | 190,028,743 |

The annexed notes 1 to 38 form an integral part of these Financial Statements.

Chief Executive Officer

Director

Director

Chairman

Signed as per our annexed report of even date

Place: Dhaka, Bangladesh
Dated: 10th May, 2021



(Signature)
(AFM Alamgir, FCA)
ARTISAN
Chartered Accountants

TAKAFUL ISLAMIC INSURANCE LIMITED
Marine (Cargo) Insurance Revenue Account
For the year ended 31st December, 2020

| Particulars | Notes | Amount in Taka | | Particulars | Notes | Amount in Taka | |
|--|-------|--------------------|--------------------|---|-------|--------------------|--------------------|
| | | 2020 | 2019 | | | 2020 | 2019 |
| Claims under policies less Re-insurances | | | | | | | |
| Paid during the year | | 3,180,301 | 168,544 | Balance of account at the beginning of the year | | 42,258,684 | 42,969,375 |
| Add : Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated | | 4,918,667 | 2,870,494 | Premium less Re-insurances | 20 | 224,842,621 | 105,646,709 |
| | | 8,098,968 | 3,039,038 | Commission on Re-insurances | | 16,877,916 | 16,451,687 |
| Less: Claims outstanding at the end of the previous year | | 2,870,494 | 3,693,198 | | | | |
| | | 5,228,474 | (654,160) | | | | |
| Agent Commission | | 38,002,665 | 19,766,421 | | | | |
| Expenses of management | 21 | 101,659,967 | 52,517,466 | | | | |
| Profit transferred to profit & loss account | | 49,151,067 | 51,179,360 | | | | |
| 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: | | 89,937,048 | 42,258,684 | | | | |
| | | 283,979,221 | 165,067,771 | | | 283,979,221 | 165,067,771 |

The annexed notes 1 to 38 form an integral part of these Financial Statements.



Chief Executive Officer



Director



Director



Chairman

Signed as per our annexed report of even date

Place: Dhaka, Bangladesh
Dated: 10th May, 2021


(AFM, Alamgir, FCA)
ARTISAN
Chartered Accountants



TAKAFUL ISLAMIC INSURANCE LIMITED

Marine (Hull) Insurance Revenue Account

For the year ended 31st December, 2020

| Particulars | Notes | Amount in Taka | | Particulars | Notes | Amount in Taka | |
|--|-------|------------------|------------------|---|-------|------------------|------------------|
| | | 2020 | 2019 | | | 2020 | 2019 |
| Claims under policies less Re-insurances | | | | | | | |
| Paid during the year | | | | Balance of account at the beginning of the year | | 720,171 | 235,392 |
| Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated | | | | Premium less Re- insurances | 20 | 1,248,863 | 720,171 |
| Less: Claims outstanding at the end of the previous year | | | | Commission on Re-insurances | | 358,601 | 226,938 |
| Agent Commission | | 212,470 | 170,252 | | | | |
| Expenses of management | 21 | 1,115,145 | 465,873 | | | | |
| Profit transferred to profit & loss account | | (248,843) | (173,795) | | | | |
| 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: | | 1,248,863 | 720,171 | | | | |
| | | <u>2,327,635</u> | <u>1,182,501</u> | | | <u>2,327,635</u> | <u>1,182,501</u> |

The annexed notes 1 to 38 form an integral part of these Financial Statements.


Chief Executive Officer

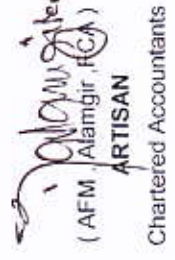

Director


Director


Chairman

Signed as per our annexed report of even date

Place: Dhaka, Bangladesh
Dated: 10th May, 2021


(AFM, Alamgir HCA)
ARTISAN
Chartered Accountants



Motor Insurance Revenue Account

For the year ended 31st December, 2020

The annexed notes 1 to 38 form an integral part of these Financial Statements.

Director

Director

Signed as per our annexed report of even date

Place: Dhaka, Bangladesh
Dated: 10th May, 2021

(AFM, Namqir, FCA)

ARTISAN

Chartered Accountants



TAKAFUL ISLAMI INSURANCE LIMITED

Miscellaneous Revenue Account

For the year ended 31st December, 2020

| Particulars | Notes | Amount in Taka | | Particulars | Notes | Amount in Taka | |
|--|-------|------------------|-------------------|---|-------|------------------|-------------------|
| | | 2020 | 2019 | | | 2020 | 2019 |
| Claims under policies less Re-insurances | | | | | | | |
| Paid during the year | | | | Balance of account at the beginning of the year | | 2,213,942 | 1,424,617 |
| Add : Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated | | 615,849 | 73,699 | Premium less Re- insurances | 20 | 4,143,143 | 5,534,857 |
| | | 200,000 | 100,000 | Commission on Re-insurances | | 2,423,408 | 6,372,546 |
| Less: Claims outstanding at the end of the previous year | | 815,849 | 173,699 | | | | |
| | | 100,000 | - | | | | |
| | | 715,849 | 173,699 | | | 8,780,493 | 13,332,020 |
| Agent Commission | | 978,726 | 1,114,261 | | | | |
| Expenses of management | 21 | 10,941,046 | 5,854,120 | | | | |
| Profit transferred to profit & loss account | | (5,512,385) | 3,975,997 | | | | |
| 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: | | 1,657,257 | 2,213,942 | | | | |
| | | 8,780,493 | 13,332,020 | | | | |

The annexed notes 1 to 38 form an integral part of these Financial Statements.

[Signature]

Chief Executive Officer

[Signature]

Director

[Signature]

Chairman

Signed as per our annexed report of even date

Place: Dhaka, Bangladesh

Dated: 10th May, 2021

[Signature]
(AFM) Alamgir, FCA
ARTISAN
Chartered Accountants



TAKAFUL ISLAMI INSURANCE LIMITED

Statement of Cash Flows

For the year ended 31st December, 2020

| | <u>Amount in Taka</u> | |
|---|-----------------------|---------------------|
| | <u>2020</u> | <u>2019</u> |
| A) Cash flow from operating activities: | | |
| Premium Collection & Other Receipts | 660,999,737 | 331,394,627 |
| Payments of Magt. Exp., Commission, Ri-Ins & Claim | (508,157,904) | (240,916,921) |
| Income tax paid and deducted at source | (27,592,859) | (14,743,353) |
| Net Cash provided from operating activities | <u>125,248,974</u> | <u>75,734,353</u> |
| B) Cash flow from investing activities: | | |
| Acquisition of fixed assets | (64,157,575) | (4,563,973) |
| Disposal of fixed assets | 14,000 | |
| National Investment Bond | - | |
| Investment in Share | 47,325,553 | 37,210,787 |
| Net Cash used in Investing activities | <u>(16,818,022)</u> | <u>32,646,814</u> |
| C) Cash flow from financing activities: | | |
| Dividend Paid | (42,586,977) | (20,088,197) |
| Increase/Decrease in Quard from Bank | - | (14,400,000) |
| Net Cash used in Financing activities | <u>(42,586,977)</u> | <u>(34,488,197)</u> |
| D) Net increase in Cash & Bank balances for the year : (A+B+C) | <u>65,843,975</u> | <u>73,892,970</u> |
| E) Opening Cash and Bank balances | <u>686,596,665</u> | <u>612,653,010</u> |
| F) Closing Cash and Bank balances : (D+E) | <u>752,440,640</u> | <u>686,545,980</u> |

NOCFPS (Restaed-2019)

Note-26

2.94

1.78

Chief Executive Officer

Director

Director

Chairman

Signed as per our annexed report of even date

Place: Dhaka, Bangladesh

Dated: 10th May, 2021

(AFM, Alimgir, FCA)
ARTISAN
Chartered Accountants

DVC 2106140268AS540900



TAKAFUL ISLAMI INSURANCE LIMITED
Statement of changes in Equity
For the year ended 31st December, 2020

Amount in Taka

| Particulars | Share Capital | Capital Reserve | General Reserve | Dividend Equalization Reserve | Reserve for Exceptional Losses | Fair Value Reserve | Retained Earnings | Total |
|-------------------------------|---------------|-----------------|-----------------|-------------------------------|--------------------------------|--------------------|-------------------|--------------|
| Balance as on 01.01.2019 | 401,763,930 | 5,914,198 | 2,363,000 | 1,500,000 | 226,927,122 | - | 45,250,715 | 683,718,965 |
| Stock Dividend for 2018 | 24,105,840 | | | | | | (24,105,840) | - |
| Cash Dividend for 2018 | | | | | | | (20,088,197) | (20,088,197) |
| Capital Reserve | | | | | | | | - |
| General Reserve | | | | | | | | - |
| Dividend Equalization Reserve | | | | | 24,897,261 | | (24,897,261) | - |
| Reserve for Exceptional Loss | | | | | | | | - |
| Fair Value Reserve | | | | | | | | - |
| Net Profit after tax | | | | | | | 70,005,075 | 70,005,075 |
| Balance as on 31.12.2019 | 425,869,770 | 5,914,198 | 2,363,000 | 1,500,000 | 251,824,383 | - | 46,164,492 | 733,635,843 |
| Balance as on 01.01.2020 | 425,869,770 | 5,914,198 | 2,363,000 | 1,500,000 | 251,824,383 | - | 46,164,492 | 733,635,843 |
| Stock Dividend for 2019 | | | | | | | | - |
| Cash Dividend for 2019 | | | | | | | (42,586,977) | (42,586,977) |
| Capital Reserve | | 12,570 | | | | | (12,570) | - |
| General Reserve | | | | | | | | - |
| Dividend Equalization Reserve | | | | | | | | - |
| Reserve for Exceptional Loss | | | | | 25,875,630 | | (25,875,630) | - |
| Fair Value Reserve | | | | | | 3,747,582 | | 3,747,582 |
| Net Profit after tax | | | | | | | 70,332,671 | 70,332,671 |
| Balance as on 31.12.2020 | 425,869,770 | 5,926,768 | 2,363,000 | 1,500,000 | 277,700,013 | 3,747,582 | 48,021,987 | 765,129,119 |



Chief Executive Officer



Director



Director



Chairman


(AFM. Alamgir, FCA)

ARTISAN

Chartered Accountants

Signed as per our annexed report of even date

Place: Dhaka, Bangladesh

Dated: 10th May, 2021



TAKAFUL ISLAMI INSURANCE LIMITED

Notes to the Financial Statements

As at & for the year ended December 31, 2020

1. INTRODUCTION:

1 Legal Status:

The Company was incorporated as a public company limited by shares in Bangladesh vide certificate on-C-39286(1244)/99 dated December-27, 2001 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. It is noted that the name of Sears Insurance Co. Ltd. has been changed to **Takaful Islami Insurance Limited** under the provision of Section-11, Sub-section (5) (vii) of Company Act-1994.

The Company is listed in Dhaka & Chittagong Stock Exchange Ltd. 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 Monir Tower (7th, 8th, & 9th Floor), 167/1, DIT Extension Road, Mothijheel (Fakirapool), Dhaka-1000, Bangladesh. The operation of the Company is being carried out through its 42 branches located different place in Bangladesh.

1.03 Principal Activities of the Company:

The Principal objects 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 Financial Reporting Standards (IFRSs) 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 Reporting:

The financial Statements of the company cover from January 01, 2020 to December 31, 2020.

2.05 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.

2.06 Branch Accounting:

The Company has 42 branches without having any overseas branch up to the year end December 31, 2020. 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 2020 through the operation of 42 offices (Including Head Office) the gross premium income earned by the Company was to Tk.57,60,78,224 including Public Sector business of Tk 6,17,89,451 after ceding for re-insurance premium, the net premium for the year amounted to Tk 36,96,51,853 and after charging direct expenses there from the net underwriting profit stood at Tk 6,73,91,583.

2.07 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 cashflows 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.

2.08 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.

2.09 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. Depreciation is charged at the rate shown below:

| | |
|------------------------|-----|
| Land | 0% |
| Office Space | 3% |
| Furniture & Fixture | 10% |
| Office Equipment | 15% |
| Office Decoration | 10% |
| Air Cooler | 15% |
| Motor & Other Vehicles | 20% |
| Computer | 30% |
| Telephone Installation | 15% |
| Croceries & Cutlery | 25% |
| Electrical Equipments | 15% |
| Carpet & Curtain | 10% |
| Professional Books | 10% |
| Software Installation | 20% |

2.10 Impairment of Assets:

As required by IAS-36 'Impairment of Assets' the company carried out an impairment test at the end of reporting period to ascertain impairment loss relating to an asset to recognise and disclose the same in the financial statements. But no impairment loss has been arisen in such test to recognise in the financial statements.

2.11 Public Sector Business:

The Company's share of Public Sector business for 4 quarters for the period from 1st July, 2019 to 30th June, 2020 received from Sadharan Bima Corporation and other insurance companies has been incorporated in the Company's account for the year ended 31st December, 2020. This system of accounting of public sector business is being followed consistently.

2.12 Statement of Changes in Equity:

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

2.13 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.



2.14 Management Expenses:

Management expenses as charged to Revenue Accounts amount of Tk. 21,38,76,805 is approximately 37.13% of gross premium of Tk.57,60,78,224. The expenses have been apportioned 40.27% to Fire, 47.53% to Marine(Cargo), 0.52% to Marine(Hull), 6.56% to Motor and 5.11% to Miscellaneous business as per management decision. The limited of management expenses as per insurance rule is followed and it is under control.

2.15 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.

(g) 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.

(h) Credit Risk:

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

(i) 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.

(j) 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.

2.16 Provision for Unexpired Risks:

Before arriving at the surplus of each class of business necessary provision for un-expired risk have been created at the rate of 40% of all business except on Marine Hull business for which the provision was made @ 100% of the total net premium for the year 2020



2.17 Provision for Income Tax:

Provision for Income Tax have been made as per Income Tax Ordinance 1984 and Financial act-2020 on taxable income of the company.

2.18 Deferred Tax

The company has recognised deferred tax as per IAS-12 "Income Taxes". Accordingly, deferred tax liability/assets is accounted for all temporary differences arising between the tax base of the assets and liabilities and their carrying value for financial reporting purpose. Deferred tax is computed at the applicable tax rate on the company.

2.19 Reserve for Exceptional Loss:

This represents profit set-aside up to the year under review as expenses to meet exceptional losses. This reserve has been created as per requirement of paragraph 6(2) of 4th Schedule of the Income Tax Ordinance-1984.

2.20 General Reserve:

The Company creates a general reserve for an amount of Tk. 23,63,000 on profit to avoid future contingency.

2.21 Employees Benefit:

The Company operates a contributory provident fund for its permanent employees from the year 2015 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.

2.22 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 Note no. 22.

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.

c) Dilated Earnings per Share:

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

2.23 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.

2.24 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.

2.25 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.



2.26 Lease:

Financial Reporting Principles IFRS 16 Leases effective from annual periods beginning on or after January 1, 2019 has changed how the company accounts for its lease contracts. The company leases a number of office space in addition to service sites. Before the adoption of IFRS 16, all lease contracts were classified as operating leases. IFRS 16 requires all contracts that contain a lease to be recognized on the balance sheet as a right-of-use asset and lease liability. Only certain short-term and low-value leases are exempted. In compliance with the standard, the company has elected to use the recognition exemptions in the standard for short-term leases and leases of low value items. In such cases the lease are accounted for as short term leases and the lease payments associated with them are recognized as an expenses from short term lease.

2.27 Investment in Shares:

Investment in shares is recognised at cost and subsequently 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 as per IFRS-9 "Financial Instruments".

2.28 Components of the Financial Statements:

As per Insurance Act-2010 section 27 and following the IAS-1 "Presentation of Financial Statements" (as applicable), the company's complete set of financial statements includes the following components:

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

2.29 General:

- 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. Bangladesh Government Treasure Bond

| Amount in Taka | | | | | | |
|----------------|------------|---------------|-----------------------|----------|------------|------------|
| | | | | | 2020 | 2019 |
| | | | | | Taka | Taka |
| Durations | Issue date | Maturity date | Particular | Rate (%) | Taka 2020 | Taka 2019 |
| 05 Years | 20-02-2013 | 20-02-2028 | ISIN NO-BD-0928311150 | 11.59 | 25,000,000 | 25,000,000 |
| | | | | | 25,000,000 | 25,000,000 |

The above amount represents the value of 5 (five) years Bangladesh Government Treasure Bond at cost held with Bangladesh Bank according to the provision of Section -23 and 24 of Insurance Act-2010.

Amount in Taka

2020 2019
Taka Taka

4. INVESTMENTS IN SHARE

Details are given below:

| Name of the Company | No of Share | Total Cost | Market Price per share as on | Market Price per share as on 31.12.2020 | Total Market Price as on 31.12.2019 |
|-----------------------------------|------------------|-------------------|------------------------------|---|-------------------------------------|
| AND Telecom | 18,968 | | | - | 569,040 |
| BD. Thai | 268,750 | | | - | 5,213,750 |
| Beximco Ltd. | 315,000 | | | - | 7,182,000 |
| BSRM Ltd. | 25,257 | | | - | 1,459,855 |
| Coppertech Industries Ltd. | 4,979 | | | - | 117,007 |
| Crystal Insurance Ltd. | 10,198 | 101,980 | 39.40 | 401,801 | |
| DESCO | 259,200 | 10,108,800 | 34.80 | 9,020,160 | 10,108,800 |
| Eastland Insurance | 39,600 | 1,456,227 | 33.90 | 1,342,440 | |
| Esquire Knit Composite Ltd. | 20,890 | | | - | 591,187 |
| Fu-Wang Foods Ltd | 192,500 | | | - | 2,521,750 |
| Generation Next Fashions Ltd. | 990,000 | 5,643,000 | 3.90 | 3,861,000 | 5,643,000 |
| Golden Harvest Agro Ind. Ltd. | 99,000 | | | - | 1,900,800 |
| Golden Son | 100,000 | | | - | 870,000 |
| IFIL Islamic MF-1 | 100,000 | 540,000 | 6.60 | 660,000 | 540,000 |
| Indo-Bangla Pharmaceuticals Ltd. | 204,000 | 5,237,761 | 19.10 | 3,896,400 | |
| Islami Bank Bangladesh Ltd. | 1,650,000 | 41,415,000 | 26.80 | 44,220,000 | 42,670,000 |
| Jamuna Oil Co. Ltd. | 30,700 | 4,970,330 | 165.50 | 5,080,850 | 4,970,330 |
| MJL BD. Ltd. | 24,675 | | | - | 1,561,927 |
| New Line Clothing | 8,038 | | | - | 118,962 |
| Orion Pharma | 330,000 | | | - | 11,847,000 |
| Ring Shine Textile Ltd | 233,531 | 2,226,232 | 6.40 | 1,494,598 | 2,226,232 |
| Robi | 271,253 | 2,712,530 | 29.80 | 8,083,339 | |
| Runner Automobile | 7,566 | 450,177 | 50.90 | 385,109 | 450,177 |
| Rupali Insurance Co. Ltd | 556,650 | | | - | 11,522,655 |
| SAIF Power | 192,326 | 3,370,291 | 18.00 | 3,461,868 | 3,370,291 |
| Samorita Hospital Ltd. | 137,568 | | | - | 8,804,352 |
| Sea Pearl Beach Resort & Spa Ltd. | 1,865 | 77,028 | 79.10 | 147,522 | 161,731 |
| Shahjalal Islami Bank Ltd. | 40,425 | 900,900 | 22.90 | 925,733 | 900,900 |
| Silco Pharmaceuticals Ltd. | 3,648 | 110,535 | 24.00 | 87,552 | 243,097 |
| Titas Gas Transmission Ltd. | 35,000 | | | - | 1,081,500 |
| Total | 6,171,587 | 79,320,791 | | 83,068,372 | 126,646,343 |

5. INTEREST RECEIVABLE

| | | |
|---|------------|------------|
| Opening Balance | 11,377,269 | 7,996,321 |
| Add: Interest income during the year | 42,032,153 | 39,563,659 |
| | 53,409,422 | 47,559,980 |
| Less: Interest received during the year | 35,375,360 | 36,182,711 |
| Closing Balance | 18,034,062 | 11,377,269 |

5.1 INTEREST RECEIVABLE (FDR)

| | | |
|---|-----------|-----------|
| Opening Balance | 2,016,722 | 2,139,776 |
| Add: Interest income during the year | 5,272,000 | 5,839,968 |
| | 7,288,722 | 7,979,744 |
| Less: Interest received during the year | 3,619,804 | 5,963,022 |
| Closing Balance | 3,668,918 | 2,016,722 |

| | | Amount in Taka | |
|--|--|--------------------|--------------------|
| | | 2020 | 2019 |
| | | Taka | Taka |
| 5.2 PROFIT RECEIVABLE (MTDR) | | | |
| Opening Balance | | 8,262,334 | 4,758,333 |
| Add: Interest income during the year | | 33,629,500 | 29,971,375 |
| | | 41,891,834 | 34,729,708 |
| Less: Interest received during the year | | 28,624,903 | 26,467,374 |
| Closing Balance | | 13,266,932 | 8,262,334 |
| 5.3 INTEREST RECEIVABLE (BGTB) | | | |
| Opening Balance | | 1,098,214 | 1,098,214 |
| Add: Interest income during the year | | 3,075,000 | 3,075,000 |
| | | 4,173,214 | 4,173,214 |
| Less: Interest received during the year | | 3,075,000 | 3,075,000 |
| Closing Balance | | 1,098,214 | 1,098,214 |
| 5.4 PROFIT RECEIVABLE (SND) | | | |
| Opening Balance | | - | - |
| Add: Interest income during the year | | 55,653 | 677,315 |
| | | 55,653 | 677,315 |
| Less: Interest received during the year | | 55,653 | 677,315 |
| Closing Balance | | - | - |
| 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 December 31, 2020. | | | |
| Amount due from Shadharon Bima Corporation : | | | |
| Opening Balance | | 40,444,637 | 52,220,556 |
| Add, Receivable from SBC against PSB | | 11,785,774 | 18,264,081 |
| | | 52,230,411 | 70,484,637 |
| Less, Adjusted with SBC Account | | 11,785,774 | 30,040,000 |
| | | 40,444,637 | 40,444,637 |
| 7. SUNDRY DEBTORS | | | |
| Advance against Salary | | 8,924,585 | 5,717,835 |
| Advance against office rent | | 3,507,150 | 3,683,770 |
| Advance VAT payment | | 1,860,700 | 1,860,700 |
| Advance against Bhutan Tour | | 500,000 | |
| R.R Securities Ltd | | 301 | 301 |
| RNI Securities Ltd, | | 102 | 102 |
| Commission Receivable | | 6,305,809 | 4,969,926 |
| Re-Ins. Portfolio premium | | 39,763,032 | 39,763,032 |
| PF Capital Management Ltd | | 9,092 | 319,092 |
| Advance against Office decoration | | 13,751,400 | 300,000 |
| Deposit clearing | | 3,320,679 | 5,130,014 |
| Total | | 77,942,850 | 61,744,772 |
| 8 CASH & BANK BALANCES | | | |
| Cash in hand: | | | |
| Head office | | 187,663 | 3,637,108 |
| Branch offices | | 1,565,137 | 1,743,231 |
| | | 1,752,800 | 5,380,339 |
| Cash at bank: | | | |
| STD | | 12,055,836 | 17,910,420 |
| Current deposit | | 6,795,549 | 4,155,221 |
| Balance With Broker House | | 21,236,455 | 50,685 |
| | | 40,087,840 | 22,116,326 |
| MTDR | | 609,800,000 | 579,300,000 |
| FDR | | 100,800,000 | 79,800,000 |
| | | 750,687,840 | 681,216,326 |
| Total | | 752,440,640 | 686,596,665 |



9 FIXED ASSETS

Amount in Taka

| Particulars | Cost | | | Rate (%) | Depreciation | | | Written Down Value as on 31.12.2020 |
|-------------------------------|--------------------------|--------------------------|----------------------------|----------|--------------------------|-------------------------|----------------------------|-------------------------------------|
| | 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 31.12.2020 |
| Land | | 38,079,730 | | 0 | | - | | 38,079,730.00 |
| Office Space | | 57,281,596 | | 3 | | 429,612.00 | | 56,851,984.00 |
| Furniture & Fixture | 4,493,340 | 240,530 | | 10 | 2,596,640 | 206,274.00 | | 1,930,956.00 |
| Office Equipment | 1,840,131 | 48,227 | | 15 | 1,261,071 | 92,480.00 | | 534,807.00 |
| Office Decoration | 9,582,108 | 2,957,949 | | 10 | 4,128,521 | 746,810.70 | | 7,664,725.30 |
| Air Cooler | 3,580,789 | 298,267 | | 15 | 2,266,961 | 219,447.20 | | 1,392,647.80 |
| Motor & Other Vehicles | 23,152,474 | 5,561,910 | 63,500 | 20 | 14,767,738 | 2,591,234.20 | 62,070 | 11,353,981.80 |
| Computer | 4,693,823 | 553,066 | | 30 | 3,704,562 | 393,372.30 | | 1,148,954.70 |
| Telephone Installation | 1,680,791 | 91,900 | | 15 | 1,357,221 | 59,786.50 | | 355,683.50 |
| Crockeries & Cutleries | 59,997 | - | | 25 | 56,574 | 855.75 | | 2,567.00 |
| Electrical Equipments | 1,756,403 | - | | 15 | 946,270 | 121,519.95 | | 688,613.00 |
| Carpet & Curtain | 34,250 | - | | 10 | 28,543 | 570.70 | | 5,136.00 |
| Professional Books | 212,112 | | | 10 | 146,248 | 6,586.40 | | 59,277.60 |
| Software Installation | 2,373,600 | 44,400 | | 20 | 1,399,212 | 202,277.60 | | 816,510.00 |
| Total as on 31.12.2020 | 53,459,818 | 105,157,575 | 63,500 | | 32,659,562 | 5,070,827 | 62,070 | 120,885,573 |
| Total as on 31-12-2019 | 48,895,845 | 4,563,973 | | | 29,012,396 | 3,647,166 | | 20,800,256 |

| | | Amount in Taka | |
|--|--|--------------------|-------------------|
| | | 2020 | 2019 |
| | | Taka | Taka |
| 10. Other Account | | 122,272,315 | 21,857,106 |
| This is made up as follows: | | | |
| a) Fixed Assets- writtendown value | | 120,885,573 | 20,800,256 |
| b) Stock of Printing & Stationery | | 438,181 | 560,000 |
| c) Insurance Stamp in hand | | 948,561 | 496,850 |
| Total | | <u>122,272,315</u> | <u>21,857,106</u> |
| | | | |
| (a) Fixed Assets (Writtendown Value) | | 120,885,573 | 20,800,256 |
| | | | |
| Opening cost price | | 53,459,818 | 48,895,845 |
| Add. Addition during the year | | 105,157,575 | 4,563,973 |
| | | <u>158,617,393</u> | <u>53,459,818</u> |
| Less, Disposal during the year | | 63,500 | - |
| Closing Cost price | | <u>158,553,893</u> | <u>53,459,818</u> |
| | | | |
| Opening Depreciation Balance | | 32,659,562 | 29,012,396 |
| Add, Charge in this year | | 5,070,827 | 3,647,166 |
| | | <u>37,730,389</u> | <u>32,659,562</u> |
| Less, Adjustment this year | | 62,070 | - |
| Closing depreciation Balance | | <u>37,668,319</u> | <u>32,659,562</u> |
| | | | |
| Writtendown Value of Assets | | <u>120,885,573</u> | <u>20,800,256</u> |
| | | | |
| (b) Stock of Printing & Stationery | | 438,181 | 560,000 |
| | | | |
| Balance brought forward from last year | | 560,000 | 520,000 |
| Add: Purchase during the year | | 3,709,961 | 2,125,240 |
| | | <u>4,269,961</u> | <u>2,645,240</u> |
| Less: Consumption during the year | | 3,831,780 | 2,085,240 |
| | | <u>438,181</u> | <u>560,000</u> |
| | | | |
| (c) Insurance Stamp in hand | | 948,561 | 496,850 |
| | | | |
| Balance brought forward from last year | | 496,850 | 1,164,205 |
| Add: Purchase during the year | | 25,147,971 | 16,938,746 |
| | | <u>25,644,821</u> | <u>18,102,951</u> |
| Less: Consumption during the year | | 24,696,260 | 17,606,101 |
| | | <u>948,561</u> | <u>496,850</u> |



11. SHARE CAPITAL

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 4,2586,977 Ordinary shares of Tk. 10/- each | <u>425,869,770</u> | <u>425,869,770</u> |

During the year 2020 the company has paid 10% cash dividend of taka-4,25,86,977 for 4,25,86,977 ordinary shares each against retained earnings of 2019.

The Category-wise share holding position as on 31 December, 2020 is as under:

| Category of Shareholders | No. of Shares | (%) of Holding | Amount in Taka |
|---|-------------------|----------------|--------------------|
| Sponsor Shareholders (Group-A) | 15,750,828 | 36.99 | 157,508,280 |
| General Public & institutional Investor (Group-B) | 26,836,149 | 63.01 | 268,361,490 |
| TOTAL | 42,586,977 | 100 | 425,869,770 |

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 | 0.00 | 0.00% |
| 2 | 501-5,000 | - | 0 | 0.00 | 0.00% |
| 3 | 5,001-10,000 | - | 0 | 0.00 | 0.00% |
| 4 | 10,001-20,000 | - | 0 | 0.00 | 0.00% |
| 5 | 20,001-30,000 | - | 0 | 0.00 | 0.00% |
| 6 | 30,001-40,000 | - | 0 | 0.00 | 0.00% |
| 7 | 40,001-50,000 | - | 0 | 0.00 | 0.00% |
| 8 | 50,001-1,00,000 | - | 0 | 0.00 | 0.00% |
| 9 | 1,00,001-Over | 15,750,828 | 17 | 100.00 | 36.99% |
| | Total | 15,750,828 | 17 | 100.00 | 36.99% |

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 | 125,560 | 1025 | 0.47 | 0.29% |
| 2 | 501-5,000 | 2,099,552 | 1232 | 7.82 | 4.93% |
| 3 | 5,001-10,000 | 975,208 | 129 | 3.63 | 2.29% |
| 4 | 10,001-20,000 | 868,191 | 59 | 3.24 | 2.04% |
| 5 | 20,001-30,000 | 618,863 | 25 | 2.31 | 1.45% |
| 6 | 30,000-40,000 | 213,945 | 6 | 0.80 | 0.50% |
| 7 | 40,001-50,000 | 425,892 | 9 | 1.00 | 1.00% |
| 8 | 50,001-1,00,000 | 946,866 | 14 | 3.53 | 2.22% |
| 9 | 1,00,001-Over | 20,562,072 | 35 | 76.62 | 48.28% |
| | Total | 26,836,149 | 2534 | 100.00 | 63.01% |
| | GRAND TOTAL | 42,586,977 | 2551 | | 100.00% |



Name wise shareholding position of Sponsor Directors and General Public Share holder directors:

| Sl No | Name of the Director's | Status | No of Shares Holding | % of total no of paid up shares |
|-------|---|-----------------------------|----------------------|---------------------------------|
| 1 | Mr. Anwer Hossain Khan | Chairman | 886,355 | 2.08% |
| 2 | Mr. Emdadul Hoque Chowdhury | Vice Chairman | 861,734 | 2.02% |
| 3 | Mr. Anwer Hossain Chowdhury | Sponsor Director | 851,834 | 2.00% |
| 4 | Mr. Md. Abul Hashem | Sponsor Director | 851,714 | 2.00% |
| 5 | Engr. Khondaker Mesbauddin Ahmed | Sponsor Director | 1,277,594 | 3.00% |
| 6 | Mr. Md. Humayun Kabir Patwary | Sponsor Director | 1,277,594 | 3.00% |
| 7 | Mr. Shamsul Arefin Khaled | Sponsor Director | 851,714 | 2.00% |
| 8 | Mr. Abul Hashem | Sponsor Director | 1,277,594 | 3.00% |
| 9 | Mr. Md. Moshirur Rahma Chamak | Sponsor Director | 860,734 | 2.02% |
| 10 | Mrs. Nasreen Haque | Sponsor Director | 897,367 | 2.11% |
| 11 | Mrs. Shahana Parvin | Sponsor Director | 1,532,587 | 3.60% |
| 12 | Mrs. Tahmina Afroz | Sponsor Director | 994,075 | 2.33% |
| 13 | Mr. AFM Motassem Belal Rep. of Modern Diagnostic Center Ltd. | Public Shareholder Director | 852,011 | 2.00% |
| 14 | Mr. Khorshed Alam Khan | Public Shareholder Director | 852,028 | 2.00% |
| 15 | Mr. Md. Jahirul Islam | | 3,597,035 | 8.45% |
| 16 | Mr. Mosharraf Hossain Chowdhury Rep. pf Daffodils Sign Media | Public Shareholder Director | 1,125,720 | 2.64% |
| 17 | Mr. Md. Zia Uddin Podhar | Public Shareholder Director | 950,514 | 2.23% |
| 18 | Mr. Billal Hossain | Public Shareholder Director | 858,070 | 2.01% |
| 19 | Mr. Md. Mofizuddin | Sponsor | 1,007,000 | 2.36% |
| 20 | Mrs. Farzana Rahman | Sponsor Shareholder | 1,277,594 | 3.00% |
| 21 | Alhaj Tofazzal Hossain | Sponsor Shareholder | 567,819 | 1.33% |
| 22 | Mr. Waliul Huq | Sponsor Shareholder | 283,908 | 0.67% |
| 23 | Mr. Redwan Kabir | Sponsor Shareholder | 194,285 | 0.46% |
| 24 | Mr. A.K.M Aminul Islam | Independent Director | - | 0.00% |
| 25 | Mr. Md. Nurun Nabi Bhuiyan | Independent Director | - | 0.00% |

Amount in Taka

2020 2019

12. Reserve or Contingency Accounts:

339,259,349 307,766,073

This is made up as follows:

12.01 Reserve for Exceptional Losses

277,700,013 251,824,383

12.02 Capital Reserve

5,926,768 5,914,198

12.03 General Reserve

2,363,000 2,363,000

12.04 Dividend Equalization Reserve

1,500,000 1,500,000

12.05 Fair Value Reserve

3,747,582 -

12.06 Retained Earnings

48,021,987 46,164,492



12.01 Reserve for Exceptional Losses:

| | | |
|---|--------------------|--------------------|
| Balance brought forward from last year | 251,824,383 | 226,927,122 |
| Add: Provision during the year (7% on net premium income) | 25,875,630 | 24,897,261 |
| | <u>277,700,013</u> | <u>251,824,383</u> |
| Less: Reserve for exceptional losses | | |
| | <u>277,700,013</u> | <u>251,824,383</u> |

This represents profit set-aside up to the year under review as expenses to meet exceptional losses. This reserve has been created as per requirement of paragraph 6(2) of 4th Schedule of the Income Tax Ordinance-

12.02 Capital Reserve

This represents gain arisen from the sale of motor car has been transferred to capital reserve account

| | | |
|--|------------------|------------------|
| Balance brought forward from last year | 5,914,198 | 5,914,198 |
| Add: Provision during the year | 12,570 | |
| | <u>5,926,768</u> | <u>5,914,198</u> |
| Less: Adjustment made this year | | |
| | <u>5,926,768</u> | <u>5,914,198</u> |

12.03 General Reserve

This represents the profits set- aside out of profit of the year review.

| | | |
|--|------------------|------------------|
| Balance brought forward from last year | 2,363,000 | 2,363,000 |
| Add: Provision during the year | | |
| | <u>2,363,000</u> | <u>2,363,000</u> |
| Less: Adjustment made this year | | |
| | <u>2,363,000</u> | <u>2,363,000</u> |

12.04 Dividend Equalization Reserve

| | | |
|--|------------------|------------------|
| Balance brought forward from last year | 1,500,000 | 1,500,000 |
| Add: Provision during the year | | |
| | <u>1,500,000</u> | <u>1,500,000</u> |
| Less: Adjustment made this year | | |
| | <u>1,500,000</u> | <u>1,500,000</u> |

12.05 Fair Value Reserve

| | | |
|--|------------------|----------|
| Fair Value of the investment | 83,068,372 | - |
| Less, Cost Price of the Investment | 79,320,791 | |
| Fair Value Reserve as at 31st December | <u>3,747,582</u> | <u>-</u> |

12.06 Retained Earnings

| | | |
|--|-------------------|-------------------|
| Balance brought forward from last year | 3,577,515 | 1,056,678 |
| Add: Net profit during the year after Tax & Deferred Tax | 70,332,671 | 70,005,075 |
| | <u>73,910,186</u> | <u>71,061,753</u> |
| Less: Reserve for exceptional losses | 25,875,630 | 24,897,261 |
| Capital Reserve | 12,570 | |
| | <u>48,021,987</u> | <u>46,164,492</u> |



| | | Amount in Taka | |
|---------|---|-------------------|-------------------|
| | | 2020 | 2019 |
| 12.06.1 | BALANCE BROUGHT FORWARD FROM LAST YEAR | | |
| | Net profit before dividend | 46,164,492 | 45,250,715 |
| | Less: Stock Dividend paid | | 24,105,840 |
| | Cash Dividend Paid | 42,586,977 | 20,088,197 |
| | | <u>3,577,515</u> | <u>1,056,678</u> |
| 13. | PREMIUM DEPOSIT | <u>18,708,065</u> | <u>12,711,612</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, 2020.

| | | | |
|-----|------------------------------|-------------------|-------------------|
| 14. | LOANS & OVERDRAFT | | |
| | Quard-E- Hasana from Bank | 62,393,446 | 62,393,446 |
| | Total | <u>62,393,446</u> | <u>62,393,446</u> |

14.1 Quard-E- Hasana from Bank:

(a) The Quard- E- Hasana from Islami Banks Bangladesh Ltd. Against term deposit of Tk.-6,96,00,000/-

| | | | |
|-----|-------------------------------------|------------------|----------------|
| 15. | Deferred Tax Liability | | |
| | Opening Balance | 972,305 | 896,464 |
| | Add, Provision made during the year | 192,124 | 75,841 |
| | | <u>1,164,429</u> | <u>972,305</u> |
| | Less, Adjusted during the year | | |
| | Closing Balance | <u>1,164,429</u> | <u>972,305</u> |

Calculation of Deferred Tax :

| Particulars | Account Base | Tax Base | Difference | Applicable Rate | Deferred Tax | Deferred Tax |
|--------------|--------------|-------------|------------|-----------------|------------------|----------------|
| Fixed Assets | 120,885,573 | 117,780,430 | 3,105,143 | 37.50% | 1,164,429 | 972,305 |
| | | - | - | | - | |
| Total | | | | | <u>1,164,429</u> | <u>280,851</u> |

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

| | | |
|----------------|-------------------|-------------------|
| Fire | 16,442,014 | 9,855,925 |
| Marine (Cargo) | 4,918,667 | 2,870,494 |
| Marine (Hull) | - | - |
| Motor | 561,000 | 660,500 |
| Miscellaneous | 200,000 | 100,000 |
| Total | <u>22,121,681</u> | <u>13,486,919</u> |



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

| | | |
|---|-------------------|-------------------|
| Shadharon Bima Corporation | 58,668,327 | 49,580,369 |
| Overseas Re-insurance | 16,549,212 | 25,091,816 |
| Total | 75,217,539 | 74,672,185 |
| Opening Balance | 74,672,185 | 59,435,078 |
| Add, Ceded in this year | 155,052,319 | 179,975,323 |
| | 229,724,504 | 239,410,401 |
| Less, Commission & Profit Commission received | 46,147,729 | |
| Less, Loss recovery | 34,573,839 | |
| Less, Paid in this year | 61,999,623 | 164,738,215 |
| Less, Adjustment with PSB | 11,785,774 | |
| Closing Balance | 75,217,539 | 74,672,185 |

18 SUNDRY CREDITORS

| | | |
|---|-------------------|-------------------|
| Provision for audit fee | 230,000 | 230,000 |
| Provision For Utility and Telephone Bills | 845,537 | 845,537 |
| VAT deducted at source | 197,680 | |
| Security deposit against office rent | 83,000 | 83,000 |
| I.T. deduction at source | 126,328 | |
| Unpaid Dividend | 4,102,899 | 3,308,755 |
| Share application money refundable | 2,051,529 | 2,051,529 |
| Deposit Against Car Lease | 386,250 | |
| Premium VAT payable | 5,669,489 | 6,460,904 |
| Total | 13,692,712 | 12,979,725 |

19 Unpaid Dividend

| | | |
|-------------------------------------|------------------|------------------|
| Dividend payable for fraction share | 2,511,113 | 2,511,113 |
| Dividend payable -2016 | 410,957 | 410,957 |
| Dividend payable -2017 | 130,262 | 130,262 |
| Dividend payable -2018 | 248,613 | 256,423 |
| Dividend payable -2019 | 801,956 | - |
| Closing Balance | 4,102,899 | 3,308,755 |

20 PREMIUM INCOME LESS RE-INSURANCE

| Business | Gross Premium | | | Re-Insurance ceded | Net Premium | Net Premium |
|----------------|--------------------|-------------------|--------------------|--------------------|--------------------|--------------------|
| | Private | Public | Total | | | |
| Fire | 218,671,100 | 12,910,810 | 231,581,910 | 128,050,481 | 103,531,429 | 102,031,107 |
| Marine (Cargo) | 253,351,102 | 21,444,040 | 274,795,142 | 49,952,521 | 224,842,621 | 105,646,709 |
| Marine (Hull) | 1,416,465 | 1,597,906 | 3,014,371 | 1,765,508 | 1,248,863 | 720,171 |
| Motor | 34,325,266 | 2,834,139 | 37,159,405 | 1,273,608 | 35,885,797 | 35,039,764 |
| Miscellaneous | 6,524,840 | 23,002,556 | 29,527,396 | 25,384,253 | 4,143,143 | 5,534,858 |
| Total | 514,288,773 | 61,789,451 | 576,078,224 | 206,426,371 | 369,651,853 | 248,972,609 |

21 EXPENSES OF MANAGEMENT

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

| | | | |
|----------------|-------------|--------------------|--------------------|
| Fire | 40.27 | 86,127,751 | 95,782,309 |
| Marine (Cargo) | 47.53 | 101,659,967 | 52,517,466 |
| Marine (Hull) | 0.52 | 1,115,145 | 465,873 |
| Motor | 6.56 | 14,032,896 | 13,494,092 |
| Miscellaneous | 5.11 | 10,941,046 | 5,854,120 |
| Total | 100% | 213,876,805 | 168,113,860 |



| Sl | Head of Accounts | 2020 | 2019 |
|----|------------------------------------|--------------------|--------------------|
| 1 | Bank charges | 1,346,897 | 2,028,180 |
| 2 | Books, papers & periodicals | 145,747 | 145,704 |
| 3 | Brokerage commission | - | |
| 4 | Car Allowance | 840,000 | |
| 5 | Car fuel | 3,745,716 | 3,417,936 |
| 6 | Car maintenance | 2,677,320 | 2,924,364 |
| 7 | Conveyance | 11,028,874 | 10,649,439 |
| 8 | Cookeries | - | |
| 9 | Electricity & WASA expenses | 2,223,460 | 2,489,059 |
| 10 | Entertainment | 1,116,283 | 971,226 |
| 11 | Fee and Charges | 293,658 | 334,464 |
| 12 | Festival & Incentive | 6,826,477 | 11,506,946 |
| 13 | Group Insurance Premium | 300,204 | 298,653 |
| 14 | Insurance premium Car | 537,522 | 463,529 |
| 15 | Meeting Expenses | - | 2,252,860 |
| 16 | Internet Bill | 832,110 | 722,676 |
| 17 | Office maintenance | 1,656,697 | 2,247,117 |
| 18 | Office rent, rates & taxes | 9,541,087 | 9,402,062 |
| 19 | Picnic Expenses | - | 517,590 |
| 20 | PF Contribution | 6,661,710 | 6,829,854 |
| 21 | Postage, revenue stamps & telegram | 1,333,844 | 1,239,170 |
| 22 | Printing & stationery | 3,831,780 | 2,085,240 |
| 23 | Garage Rent | 494,100 | 939,786 |
| 24 | Salary & allowances | 150,000,821 | 97,375,388 |
| 25 | SBC expenses on PSB | 4,683,096 | 5,798,919 |
| 26 | Office Service charges | 1,172,544 | 418,900 |
| 28 | Telephone & telex | 1,541,865 | 1,609,468 |
| 29 | Training Fee | 73,442 | |
| 30 | Traveling | 196,889 | 577,181 |
| 31 | Uniform | 13,950 | |
| | Sub Total | 213,116,093 | 167,245,711 |
| | Insurance Stamp Expenses | | |
| 1 | Fire | 455,650 | 487,000 |
| 2 | Marine | 1,434 | 1964 |
| 3 | Motor | 286,035 | 371,355 |
| 4 | Miscellaneous | 17,593 | 7,830 |
| | Sub Total | 760,712 | 868,149 |
| | Total Expenses | 213,876,805 | 168,113,860 |



| | | Amount in Taka | |
|-----------|---|-------------------|-------------------|
| | | 2020 | 2019 |
| 22 | PAYMENT TO DIRECTORS , CHIEF EXECUTIVE OFFICER | 62,913,795 | 71,038,350 |

| Particulars | Board meeting fee | CEO (TK) | Officers (TK) |
|--|-------------------|-----------|---------------|
| Director's fee | 2,378,083 | | |
| Chief Ececutive officer Emolument | | 1,063,705 | |
| Salary- Others | | | 32,018,986 |
| Company contribution to Provident Fund | | | 3,615,419 |
| Bonus | | 125,000 | 6,826,477 |
| House Rent | | 531,852 | 16,009,544 |
| Medical Allowance | | 85,100 | 1,602,342 |
| Entertainment | | 708,698 | 326,672 |
| Total | | 2,514,355 | 60,399,440 |

23 INTEREST INCOME

| | | |
|---------------------------|-------------------|-------------------|
| Interest on BGTB | 3,075,000 | 3,075,000 |
| Profit on TDR | 33,629,999 | 29,971,375 |
| Interest on Fixed Deposit | 5,272,000 | 5,839,968 |
| Profit on SND account | 55,653 | 465,517 |
| Interest on STD | | 211,798 |
| Total | 42,032,652 | 39,563,659 |

24 EARNING PER SHARE (EPS)

The earning per share of the company is as follows:

| | | |
|--|-------------|-------------|
| Earning attributable to ordinary share holders (Profit after tax & WPPF) | 70,332,671 | 70,005,075 |
| Weighted average number of ordinary shares outstanding during the year | 42,586,977 | 42,586,977 |
| EARNING PER SHARE (EPS) (Restated-2019) | 1.65 | 1.64 |

There is no significant deviation in any parameter between the financial periods. Due to increase of business for the same corresponding period of the previous year, the earning per share has increased during this year.

25 Net Assets Valu Per Share (NAV)

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

| | | |
|--|--------------|--------------|
| Net Assets | 765,129,119 | 733,635,843 |
| Weighted average number of ordinary shares outstanding during the year | 42,586,977 | 42,586,977 |
| Net Assets Valu Per Share (NAV)(Restated-2019) | 17.97 | 17.23 |

26 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 | 125,248,974 | 75,734,353 |
| Weighted average number of ordinary shares outstanding during the year | 42,586,977 | 42,586,977 |
| Net Operating Cash Flow Per Share (NOCFPS) (Restated-2019) | 2.94 | 1.78 |

There is no significant deviation in any parameter between the financial periods. Due to increase of business for the same corresponding period of the previous year, the NOCFPS has increased during this year.



27 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: As shown in note no- 22
- b) Post -employment benefits;
- c) Other long -term benefits;
- d) Termination benefits; and
- e) Share based payment.

28 Related Party transactions:

Takaful Islami Insurance Limited in normal course of business carried out of number of transactions with other entities that fall within the definition of related party contained in Bangladesh Accounting Standard -24 Related Party Disclosures. All transaction involving related parties arising in normal course of business are conducted on an arm's length basic at commercial rates on the same terms and conditions as applicable to the third parties. Details of transaction with related parties and balance with them as at 31st December, 2020 were as follows:

| Name of the related party | Relationship | Nature of Transaction | Premium Earned in (2020) Tk. | Premium Outstanding up to 31-12-20 | claim paid |
|---------------------------------|--------------|-----------------------|------------------------------|------------------------------------|------------|
| Hashem Food Ltd | Director | Insurance | 1,406,135 | Nil | Nil |
| Anwer Khan Modern Hospital Ltd. | Director | Insurance | 2,309,097 | Nil | Nil |
| Provita Fish Fes | Director | Insurance | 357,843 | Nil | Nil |
| A.J Fashion Ltd. | Director | Insurance | 1,088,086 | Nil | Nil |
| Lucky Star Apparels Ltd. | Director | Insurance | 1,001,130 | Nil | Nil |
| Mahmud Fabrics & Finishing Ltd. | Director | Insurance | 16,219 | Nil | Nil |
| Provita Hatchery. | Director | Insurance | 646,905 | Nil | Nil |
| Provita Feed Ltd. | Director | Insurance | 1,585,652 | Nil | Nil |
| Sajeeb Corporation | Director | Insurance | 102,886 | Nil | Nil |
| Mahmud Fashion | Director | Insurance | 96,306 | Nil | Nil |
| Provita Breeders Ltd. | Director | Insurance | 579 | Nil | Nil |
| Provita Chicks Ltd. | Director | Insurance | 59,569 | Nil | Nil |
| Mahmud Denim Ltd. | Director | Insurance | 150,282 | Nil | Nil |
| Mahmud Jeans | Director | Insurance | 9,156 | Nil | Nil |
| Mahmud Washing Plant | Director | Insurance | 16,356 | Nil | Nil |
| Mahmud Indigo Ltd. | Director | Insurance | 175,162 | Nil | Nil |
| Fresh Food Ltd. | Director | Insurance | 112,813 | Nil | Nil |
| Searh Accessories Ltd. | Director | Insurance | 320,990 | Nil | Nil |
| Mars Textiles Ltd. | Director | Insurance | 18,130 | Nil | Nil |
| Libas Textiles Ltd. | Director | Insurance | 6,924,565 | Nil | Nil |
| Kattli Textile Ltd. | Director | Insurance | 10,044 | Nil | Nil |

29 Current Tax assets/(Liability):

Provision for income tax Note-29.1
IncomeTax Paid in advance Note-29.2

| Amount in Taka | |
|------------------|------------------|
| 2020 | 2019 |
| 233,128,880 | 203,234,354 |
| 227,033,603 | 199,440,744 |
| <u>6,095,277</u> | <u>3,793,610</u> |



| | | <u>Amount in Taka</u> | |
|---|--|---------------------------|---------------------------|
| | | <u>2020</u> | <u>2019</u> |
| 29.1 Provision for income tax: | | | |
| Opening Balance | | 203,234,354 | 170,269,034 |
| Add. Provision made during the year | | 29,894,526 | 32,965,320 |
| | | <u>233,128,880</u> | <u>203,234,354</u> |
| Less: Adjustment on completion of assessment | | | |
| Closing Balance | | <u>233,128,880</u> | <u>203,234,354</u> |
| 29.1.1 Provision for income tax consists of the following: | | | |
| Income year-2005(AY:-2006-2007) | | 2,972,071 | 2,972,071 |
| Income year-2006(AY:-2007-2008) | | 5,057,338 | 5,057,338 |
| Income year-2007(AY:-2008-2009) | | 4,996,376 | 4,996,376 |
| Income year-2008(AY:-2009-2010) | | 5,640,503 | 5,640,503 |
| Income year-2009(AY:-2010-2011) | | 3,519,924 | 3,519,924 |
| Income year-2010(AY:-2011-2012) | | 9,802,575 | 9,802,575 |
| Income year-2011(AY:-2012-2013) | | 16,271,725 | 16,271,725 |
| Income year-2012(AY:-2013-2014) | | 23,400,049 | 23,400,049 |
| Income year-2013(AY:-2014-2015) | | 27,217,310 | 27,217,310 |
| Income year-2014(AY:-2015-2016) | | 14,091,343 | 14,091,343 |
| Income year-2015(AY:-2016-2017) | | 18,254,541 | 18,254,541 |
| Income year-2016(AY:-2017-2018) | | 14,511,943 | 14,511,943 |
| Income year-2017(AY:-2018-2019) | | 8,977,726 | 8,977,726 |
| Income year-2018(AY:-2019-2020) | | 15,555,610 | 15,555,610 |
| Income year-2019(AY:-2020-2021) | | 20,357,718 | - |
| Total | | <u>190,626,752</u> | <u>170,269,034</u> |
| 29.2 Income tax paid in advance: | | | |
| Opening Balance | | 199,440,744 | 179,083,026 |
| Add. Tax paid during the year Note:-2.9.1 | | 27,592,859 | 20,357,718 |
| | | <u>227,033,603</u> | <u>199,440,744</u> |
| Less: Adjustment on completion of assessment | | | |
| Closing Balance | | <u>227,033,603</u> | <u>199,440,744</u> |
| 29.2.1 Income Tax Paid in Advance: | | | |
| Direct Income Tax paid | | 25,841,458 | |
| Tax deduct at source: | | | |
| From FDR interest | | 1,406,747 | |
| From dividend income | | 344,654 | |
| From Others | | | |
| Total | | <u>27,592,859</u> | |
| 29.2.2 Income tax paid consists of the following: | | | |
| Income year-2005(AY:-2006-2007) | | 1,632,255 | 1,632,255 |
| Income year-2006(AY:-2007-2008) | | 2,481,115 | 2,481,115 |
| Income year-2007(AY:-2008-2009) | | 4,996,376 | 4,996,376 |
| Income year-2008(AY:-2009-2010) | | 6,543,810 | 6,543,810 |
| Income year-2009(AY:-2010-2011) | | 8,004,211 | 8,004,211 |
| Income year-2010(AY:-2011-2012) | | 11,512,633 | 11,512,633 |
| Income year-2011(AY:-2012-2013) | | 18,999,050 | 18,999,050 |
| Income year-2012(AY:-2013-2014) | | 23,400,049 | 23,400,049 |
| Income year-2013(AY:-2014-2015) | | 30,123,362 | 30,123,362 |
| Income year-2014(AY:-2015-2016) | | 14,091,343 | 14,091,343 |
| Income year-2015(AY:-2016-2017) | | 7,883,890 | 7,883,890 |
| Income year-2016(AY:-2017-2018) | | 24,881,594 | 24,881,594 |
| Income year-2017(AY:-2018-2019) | | 8,977,727 | 8,977,727 |
| Income year-2018(AY:-2019-2020) | | 15,555,611 | 15,555,611 |
| Income year-2019(AY:-2020-2021) | | 20,357,718 | |
| Total | | <u>199,440,744</u> | <u>179,083,026</u> |



30 Taxable Income and Income Tax Liability

| | | |
|--|------------|--------------------------|
| Net income as per Profit & Loss Account | | 106,489,867 |
| Less: Reserve for Exceptional Loss (Exempted from Tax as per 4th Schedule Clause# 6 (2) of ITO 1984) | | <u>25,875,630</u> |
| Total Income: | | 80,614,237 |
| Less: | | |
| Other Income (Misc. Income) | | |
| Other Income | 10,000 | |
| Interest Income | 42,032,652 | |
| Dividend Income | 1,918,930 | |
| Provision for loss on Investment in share | - | |
| Profit on sale of Assets | 12,570 | |
| Profit on sale of Shares of Listed Companies | 10,519,163 | <u>54,493,315</u> |
| Income/(loss) from Insurance Business | | <u>26,120,922</u> |
| Computation of Income Tax: | | |
| 1) Tax on Business Income @ 37.5% | 9,795,346 | |
| 2) Tax on Other Income @ 37.5% | - | |
| 3) Tax on Other Income @ 37.5% | 3,750 | |
| 4) Tax on Interest Income @ 37.5% | 15,762,245 | |
| 5) Tax on Dividend Income @ 20% | 383,786 | |
| 6) Tax on provision on investment in share @ 37.5% | - | |
| 7) Tax on Capital gain @ 37.5% | 4,714 | |
| 8) Tax on profit on sale of share of listed company @ | 3,944,686 | <u>29,894,526</u> |
| Income Tax liability for the year | | <u>29,894,526</u> |

Amount in Taka

2020 2019

31 Provision For WPPF

| Particulars | 2020 | 2019 |
|--|----------|----------|
| Balance as on 1st January | | |
| Add, Provision made during the year | - | - |
| Less, Payment & Adjustment during the year | - | - |
| Closing Balance of WPPF | - | - |

As per provision of para ৮ (অ to এ) of section 233 of Bangladesh Labour Amendments Act-2013, Functions of Non Life Insurance Company are not similar to the functions of "Industrial Relating Work" as mentioned in the aforesaid sections. Therefore provision for Workers' Profit Participation and Welfare Fund (WPPF) is not applicable for our Company. In this regard legal opinion has been taken from our legal advisor, who opined that it is not applicable for our Company. Also 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.



32 Welfare fund

| Particulars | |
|--|------------------|
| Balance as on 1st January | |
| Add, Provision made during the year | 8,347,000 |
| | 8,347,000 |
| Less, Income tax payable for fund | 2,276,455 |
| Less, Payment & Adjustment during the year | |
| Closing Balance of welfare fund | 6,070,545 |

As per decision of Soriea Council Board the interest of Fixed deposit and Bangladesh Government Treasure Bond interest are transfer to Welfare fund and did not taken any benefit from this interest.

33 Other Comprehensive Income

| Particulars | |
|--|------------------|
| Fair value reserve as at 31st December | 3,747,582 |
| Fair value reserve as at 01st January | - |
| Other Comprehensive Income/(Loss) | 3,747,582 |

34 Cashflow from operating activities under indirect method

| | | |
|--|--------------------|-------------------|
| Net profit before tax | 100,419,321 | 90,438,634 |
| Add: Adjustment for non-cash item | | |
| Depreciation | 5,070,827 | 3,647,166 |
| Profit on sale of assets | (12,570) | - |
| | 105,477,579 | 94,085,800 |
| Changes in Working capital: | | |
| Increase/(Decrease) of interest receivable | (6,656,793) | 1,120,974 |
| Increase/(Decrease) Amount due from other persons or bodies carrying on insurance business | - | (35,441,851) |
| Increase/(Decrease) of Sundry debtors | (16,198,078) | (14,447,604) |
| Increase/(Decrease) of Stationery | 121,819 | 261,756 |
| Increase/(Decrease) of Stamp in hand | (451,711) | (60,704) |
| Increase/(Decrease) of Balance of fund and accounts | 48,588,913 | 35,361,700 |
| Increase/(Decrease) of premium deposit | 5,996,453 | 920,378 |
| Increase/(Decrease) of Employee welfare fund | 6,070,545 | - |
| (Increase)/Decrease of Estimated liability in respect of outstanding claims, where due or intimation | 8,634,762 | 1,596,247 |
| (Increase)/Decrease amount due to other persons or bodies carrying on insurance business | 545,354 | 7,090,864 |
| (Increase)/Decrease of Sundry creditor and others | 712,987 | 6,685,728 |
| | 47,364,253 | 3,087,488 |
| Tax paid during the year | (27,592,859) | (7,879,819) |
| Interest expense | - | 9,575,380 |
| | 125,248,974 | 98,868,849 |

35 BOARD MEETING

During the year 2020 the Company had 20 members Board of Directors and held 07 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



36 CONTINGENT LIABILITIES

a) Income Tax:

The Income Tax Authority has claimed Tk. 333,581,789 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 & 2018-19 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, 2011-12, 2012-13, 2014-15 and appeal to appellate tribunal for the assessment years 2013-14 & 2015-16 and appeal to appellate for the year 2016-17, 2017-18 & 2018-19. The Honorable High Court given decision in favour of the Company but the Government again appeal to the Honorable High Court against the decision. In the assessment year 2007-08, 2008-09, 2009-10 & 2010-11 the Appellate Tribunal give a favourable judgment in favour of the company but DCT of LTU filed a writ with the Honourable High Court for that assessment order. The ultimate outcome of the matters cannot be accurately determined and no provision for any liability that may arise has been made in the financial statements.

37 EMPLOYEES

Total number of employees of the company is 600. 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, 2020 other than trade credit available in the ordinary course of business.

At the year ended 31st December, 2020 employees are as follows

| Sl No | Particulars | No. of Employees |
|-------|----------------------------------|------------------|
| i | Chief Executive Officer | 1 |
| ii | Deputy Managing Director | 1 |
| iii | Assistant Managing Director | 16 |
| iv | Senior General Manager | 12 |
| v | General Manager | 57 |
| vi | Senior Deputy General Manager | 6 |
| vii | Deputy General Manager | 75 |
| viii | Senior Assistant General Manager | 11 |
| ix | Other Employees | 421 |
| Total | | 600 |

38 EVENTS AFTER THE REPORTING PERIOD :

- (i) There was no significant event that has occurred between the balance sheet date and the date when the financial statements are authorized for issue by the Board of Directors except the following:

Proposed stock Dividend: Tk

The Board of Directors has recommended for payment of Cash dividend to the amount of Tk. 4,25,86,977 @ 10% on paid up capital out of the surplus available for distribution at the end of the year 2020, as decided by the Board of Director in their meeting held on 08/05/2021, which is subject to the approval of shareholders in the forthcoming Annual General Meeting of the company.



Statement of Premium Income

For the year ended as at December-31, 2020

| Class of Business | Premium Earned | | | Less: Re-Insurance premium Ceded | | | Net Premium Earned |
|-------------------|--------------------|-------------------|--------------------|----------------------------------|-------------------|--------------------|--------------------|
| | Own | Public | Total | Own | Public | Total | |
| Fire | 218,671,100 | 12,910,810 | 231,581,910 | 116,780,883 | 11,269,598 | 128,050,481 | 103,531,429 |
| Marine (Cargo) | 253,351,102 | 21,444,040 | 274,795,142 | 33,202,971 | 16,749,550 | 49,952,521 | 224,842,621 |
| Marine (Hull) | 1,416,465 | 1,597,906 | 3,014,371 | 944,055 | 821,453 | 1,765,508 | 1,248,863 |
| Motor | 34,325,266 | 2,834,139 | 37,159,405 | 1,273,608 | - | 1,273,608 | 35,885,797 |
| Miscellaneous | 6,524,840 | 23,002,556 | 29,527,396 | 2,850,802 | 22,533,451 | 25,384,253 | 4,143,143 |
| Total | 514,288,773 | 61,789,451 | 576,078,224 | 155,052,319 | 51,374,052 | 206,426,371 | 369,651,853 |



Claim Under Policies Less Re-Insurance

For the year ended as at December-31, 2020

| Class of Business | Claim Paid | | | Claim Recovery | | | Net Claim |
|-------------------|-------------------|------------------|-------------------|-------------------|----------------|-------------------|------------------|
| | Own | Public | Total | Own | Public | Total | |
| Fire | 10,083,859 | 81,190 | 10,165,049 | 9,209,865 | - | 9,209,865 | 955,184 |
| Marine (Cargo) | 28,376,540 | 168,100 | 28,544,640 | 25,363,975 | 364 | 25,364,339 | 3,180,301 |
| Marine (Hull) | - | - | - | - | - | - | - |
| Motor | 2,491,885 | 68,893 | 2,560,778 | - | - | - | 2,560,778 |
| Miscellaneous | 125,000 | 1,260,857 | 1,385,857 | - | 770,008 | 770,008 | 615,849 |
| Total | 41,077,284 | 1,579,040 | 42,656,324 | 34,573,840 | 770,372 | 35,344,212 | 7,312,112 |



Annexure-A

TAKAFUL ISLAMI INSURANCE LIMITED

Form AA


Classified Summary of Assets

As on December 31, 2020

| Class of Assets | Amount in Taka | Book Value |
|--|-----------------------|-----------------------------|
| Investment | | |
| Bangladesh Government Treasury Bond | | 25,000,000 |
| Investment in Shares | | 83,068,372 |
| Amount due from other persons or bodies carrying on insurance business | | 40,444,637 |
| Cash and Bank balance | | |
| FDR | 710,600,000 | |
| CD & STD | 40,087,840 | |
| Cash in Hand | <u>1,752,800</u> | |
| | | 752,440,640 |
| Interest accrued but not due | | 18,034,062 |
| Sundry debtors, advance, deposits and prepayments | | 77,942,850 |
| Fixed Assets (At cost less depreciation) | | 120,885,573 |
| Advance against floor purchase | | - |
| Stamp in hand | | 948,561 |
| Stock of Printing and Stationery | | 438,181 |
| | | <u><u>1,119,202,876</u></u> |



Chief Executive Officer



Director



Director



Chairman



Takaful Islami Insurance Limited
Head Office, Dhaka.

Form - XI.

Statement Showing Details of Re-Insurance Ceded and Accepted of the Takaful Islami Insurance Ltd., for the year ended 31st December 2020

| CLASS OF BUSINESS | PREMIUM | | | | | COMMISSION | | | | | CLAIMS | | | | |
|-------------------|-----------------|-----------------------|-----------------------|------------------|-------------|-----------------|-----------------------|---------------------------|------------------|-----|-----------------|-----------------------|---------------------------|------------------|-----------|
| | Received on | | Paid on Re-ins. Ceded | | NET | Paid on | | Received on Re-ins. Ceded | | NET | PAID ON | | Received on Re-ins. Ceded | | NET |
| | | | | | | | | | | | | | | | |
| | Direct Business | Re-Insurance Accepted | In B. desh | Out side B. desh | | Direct Business | Re-Insurance Accepted | In B. desh | Out side B. desh | | Direct Business | Re-Insurance Accepted | In B. desh | Out side B. desh | |
| FIRE | Private | 218,671,100 | - | - | 101,890,217 | 32,800,665 | - | - | 31,183,365 | - | 1,617,300 | 10,083,859 | - | - | 873,994 |
| | Public | 12,910,810 | - | - | 1,641,212 | - | - | - | 1,261,260 | - | (1,261,260) | 81,190 | - | - | 81,190 |
| | Total | 231,581,910 | - | - | 103,531,429 | 32,800,665 | - | - | 32,444,625 | - | 356,040 | 10,165,049 | - | - | 955,184 |
| MARINE CARGO | Private | 253,351,102 | - | - | 220,140,131 | 38,002,605 | - | - | 13,604,007 | - | 24,398,658 | 28,376,540 | - | - | 3,012,565 |
| | Public | 21,444,040 | - | - | 4,694,490 | - | - | - | 3,273,909 | - | (3,273,909) | 108,100 | - | - | 187,796 |
| | Total | 274,795,142 | - | - | 224,834,621 | 38,002,605 | - | - | 16,877,916 | - | 21,124,748 | 28,544,640 | - | - | 3,180,361 |
| MARINE HULL | Private | 1,416,485 | - | - | 944,055 | 212,470 | - | - | 292,521 | - | (80,051) | - | - | - | - |
| | Public | 1,597,906 | - | - | 821,453 | - | - | - | 66,080 | - | (66,080) | - | - | - | - |
| | Total | 3,014,391 | - | - | 1,765,508 | 212,470 | - | - | 358,601 | - | (146,131) | - | - | - | - |
| MOTOR | Private | 34,325,266 | - | - | 33,051,658 | 5,148,790 | - | - | 1,191,087 | - | 3,957,703 | 2,491,885 | - | - | 2,491,885 |
| | Public | 2,834,129 | - | - | 2,834,129 | - | - | - | - | - | 68,893 | - | - | - | 68,893 |
| | Total | 37,159,395 | - | - | 35,885,787 | 5,148,790 | - | - | 1,191,087 | - | 3,957,703 | 2,560,778 | - | - | 2,560,778 |
| OTHER THAN MOTOR | Private | 6,524,840 | - | - | 3,674,038 | 978,726 | - | - | 158,784 | - | 819,942 | 125,000 | - | - | 125,000 |
| | Public | 23,002,556 | - | - | 469,105 | - | - | - | 2,264,624 | - | (2,264,624) | 1,260,837 | - | - | 490,849 |
| | Total | 29,527,396 | - | - | 4,143,143 | 978,726 | - | - | 2,423,408 | - | (1,444,682) | 1,385,837 | - | - | 615,849 |
| TOTAL | Private | 514,288,773 | - | - | 359,236,454 | 77,143,316 | - | - | 46,429,764 | - | 30,713,552 | 41,077,294 | - | - | 6,593,444 |
| | Public | 81,789,451 | - | - | 10,415,399 | - | - | - | 6,865,873 | - | (6,865,873) | 1,579,040 | - | - | 808,668 |
| | Total | 596,078,224 | - | - | 369,651,853 | 77,143,316 | - | - | 53,295,637 | - | 23,847,679 | 42,656,334 | - | - | 7,312,112 |

