



# AUDITED FINANCIAL STATEMENTS

**PROVATI INSURANCE COMPANY LIMITED**  
Statement of Financial Position as At 31<sup>st</sup> December, 2023

PARTICULARS	NOTE	AMOUNT IN TAKA	
		31.12.2023	31.12.2022
<b>CAPITAL &amp; LIABILITIES:</b>			
<b>Authorised Share Capital :</b>			
125,000,000 Ordinary Shares of Tk. 10/- each.	6.00	<b>1,250,000,000</b>	<b>1,250,000,000</b>
<b>Shareholders' Equity:</b>		<b>846,265,478</b>	<b>833,641,948</b>
<b>Issued, Subscribed and Paid up:</b>			
40,312,237 Ordinary Shares of Tk.10/- each.	7.00	403,122,370	403,122,370
<b>Reserve or Contingency Accounts:</b>	8.00	<b>443,143,108</b>	<b>430,519,578</b>
Reserve for Exceptional Losses	8.01	398,171,528	352,788,473
Investment Fluctuation Reserve	8.02	2,500,000	28,284,332
Retained Earnings	8.03	42,471,580	49,446,773
<b>Balance of Funds andAccounts:</b>	9.00	<b>356,763,915</b>	<b>361,663,935</b>
Fire		139,270,258	119,567,978
Marine Cargo		171,202,635	202,787,156
Marine Hull		1,363,980	575,990
Motor		30,631,822	32,978,692
Miscellaneous		14,295,220	5,754,119
<b>Premium Deposits</b>	10.00	<b>61,778,998</b>	<b>65,034,586</b>
<b>Current Liabilities &amp; Provisions:</b>		<b>450,563,782</b>	<b>343,659,484</b>
Estimated Liabilities in Respect of Outstanding Claims whether due or intimated	11.00	236,341,592	166,058,348
Amount due to Other Persons of Bodies Carrying on Insurance Business	12.00	3,493,505	3,635,642
Sundry Creditors (including Provision for Expenses and Taxes)	13.00	85,805,868	90,088,684
Bank Over Draft	14.00	122,065,263	80,184,555
Unclaimed or Undistributed Dividend Account	15.00	2,796,512	2,035,626
Deferred Tax Liability	16.00	61,042	1,656,630
<b>Total Shareholders' Equity &amp; Liabilities</b>		<b>1,715,372,173</b>	<b>1,603,999,954</b>
<b>PROPERTY &amp; ASSETS:</b>			
<b>Investment:</b>	17.00	<b>180,284,572</b>	<b>239,129,132</b>
Investment- at cost (Bangladesh Government Treasury)	17.01	105,000,000	105,000,000
Investment in Shares	17.02	75,284,572	134,129,132
Accrued Interest on FDR & BGTB	18.00	16,518,391	24,075,198
Amount due from other persons or bodies carrying on Insurance Business	19.00	286,684,543	157,750,638
Sundry Debtors (Including Advances, Deposits & Pre-payments)	20.00	96,178,800	87,035,327
Cash and Bank Balances	21.00	168,201,896	124,422,313
Fixed Deposit Receipts	22.00	616,476,656	631,053,486
<b>Other Accounts:</b>	23.00	<b>351,027,315</b>	<b>340,533,860</b>
Fixed Assets (at cost less Dep.)	23.01	232,209,586	220,846,246
Floor Purchase		115,029,737	115,029,737
Software Installation	23.02	2,633,902	2,167,186
Stamp in Hand		99,510	1,340,115
Stock of Printing & Stationery	23.03	1,054,580	1,150,576
<b>Total Property and Assets</b>		<b>1,715,372,173</b>	<b>1,603,999,954</b>
<b>Net Asset Value per Share</b>	31.00	<b>20.99</b>	<b>20.68</b>


The annexed notes from 1 to 49 and Annexure -A form an integral part of these financial statements.

This is the Statement of Financial Position referred to in our separate report of even date annexed

The financial statements were approved by the Board of Directors on the 30th July, 2024 and were signed on its behalf by:

				
Chairman	Director	Chief Executive Officer	Company Secretary	Chief Finance Officer

Dated: 30.07.2024  
Place: Dhaka, Bangladesh

  
(Md. Iqbal Hossain, FCA)  
Enrolment No. 528  
DVC-2407300528AS987583  
A. Hoque & Co.  
Chartered Accountants

**PROVATI INSURANCE COMPANY LIMITED**  
**Statement of Profit or Loss and Other Comprehensive Income**  
**For The Year Ended 31<sup>st</sup> December, 2023**

PARTICULARS	NOTE	AMOUNT IN TAKA	
		31.12.2023	31.12.2022
<b>(not applicable to any particular fund or account) :</b>			
Meeting Fees		717,600	818,800
Meeting Expenses		236,250	210,000
Legal Expenses		2,651,040	446,545
Statutory Fees for Licence & Annual Registration		1,333,811	1,386,629
Advertisement & Publicity		4,458,207	5,314,916
Fees & Subscription		1,695,000	936,510
Professional Fees except Legal Fees		1,605,575	1,601,540
Depreciation	23.01	22,726,517	18,756,673
Amortization Expenses	23.02	658,476	541,797
<b>Profit /(Loss) Transferred to Profit and Loss Appropriation Account</b>		<b>116,568,724</b>	<b>140,059,082</b>
		<b>152,651,200</b>	<b>170,072,491</b>
Miscellaneous Income	24.00	2,919,408	2,766,316
Interest on FDR, STD and BGTB	25.00	33,349,054	47,499,184
Profit/(Loss) on Investment in Shares		(12,458,075)	(22,624,308)
Dividend Income		1,229,028	508,500
<b>Profit/Loss Transferred from :</b>		<b>127,611,785</b>	<b>141,922,799</b>
Fire Insurance Revenue Account		(31,710,195)	(87,068,406)
Marine Cargo Insurance Revenue Account		155,933,386	209,334,238
Marine Hull Insurance Revenue Accounts		(3,591,392)	495,790
Motor Insurance Revenue Account		16,897,686	9,187,236
Miscellaneous Insurance Revenue Account		(9,917,700)	9,973,942
		<b>152,651,200</b>	<b>170,072,491</b>
<b>Basic Earning Per Shares (EPS)</b>	32.00	<b>2.20</b>	<b>2.52</b>
<b>Price Earning Ratio(MVS/EPS)</b>		<b>26.79</b>	<b>23.35</b>


The annexed notes from 1 to 49 and Annexure -A form an integral part of these financial statements.

This is the Statement of Profit or Loss and Other Comprehensive Income referred to in our separate report of even date annexed.

The financial statements were approved by the Board of Directors on the 30th July, 2024 and were signed on its behalf by:

 Chairman	 Director	 Chief Executive Officer	 Company Secretary	 Chief Finance Officer
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Dated: 30.07.2024  
Place: Dhaka, Bangladesh

  
(Md. Iqbal Hossain, FCA)  
Enrolment No. 528  
DVC-2407300528AS987583  
A. Hoque & Co.  
Chartered Accountants

**PROVATI INSURANCE COMPANY LIMITED**

**Profit Or Loss Appropriation Account**  
 For The Year Ended 31<sup>st</sup> December, 2023


PARTICULARS	AMOUNT IN TAKA	
	31.12.2023	31.12.2022
Balance B/D	49,446,773	100,074,071
Profit for the year	116,568,724	140,059,082
	<b>166,015,497</b>	<b>240,133,153</b>
Reserve for Exceptional Losses	8.03 45,383,055	36,154,456
<b>Income tax Expenses</b>	<b>27,941,930</b>	<b>38,392,576</b>
Current Tax	30.00 26,346,342	38,637,326
Deferred Tax	16(b) 1,595,588	(244,750)
Unrealized loss on securities available for sale	1,844,248	25,784,333
Dividend Paid	48,374,684	90,355,015
Balance Transferred to Balance Sheet	42,471,580	49,446,773
	<b>166,015,497</b>	<b>240,133,153</b>
<b>Basic Earning Per Shares (EPS)</b>	32.00 <b>2.20</b>	<b>2.52</b>
<b>Price Earning Ratio(MVS/EPS)</b>	<b>26.79</b>	<b>23.35</b>

The annexed notes from 1 to 49 and Annexure -A form an integral part of these financial statements.

This is the Profit or Loss Appropriation Account referred to in our separate report of even date annexed.

The financial statements were approved by the Board of Directors on the 30th July, 2024 and were signed on its behalf by:

  
 Chairman


  
 Director

  
 Chief Executive Officer

  
 Company Secretary

  
 Chief Finance Officer

Dated: 30.07.2024  
 Place: Dhaka, Bangladesh

  
 (Md. Iqbal Hossain, FCA)  
 Enrolment No. 528  
 DVC-2407300528AS987583  
 A. Hoque & Co.  
 Chartered Accountants

**PROVATI INSURANCE COMPANY LIMITED**

**Consolidated Insurance Revenue Account**

For The Year Ended 31<sup>st</sup> December, 2023

PARTICULARS	NOTE	AMOUNT IN TAKA	
		31.12.2023	31.12.2022
<b>Claims under Policies Less Re-insurance :</b>			
Paid during the year		243,290,226	226,790,574
Total Estimated Liability in respect of Outstanding claims at the end of the year whether due or intimated		236,341,592	166,058,348
		<b>479,631,818</b>	<b>392,848,922</b>
Less : Outstanding Claims at the end of the previous year		166,058,348	111,006,758
		<b>313,573,470</b>	<b>281,842,164</b>
Agency Commission	26.00	180,501,116	173,975,408
Management Expenses	27.00	340,802,881	316,742,724
Reserve for Unexpired Risk on Premium Income of the year		356,763,915	361,663,935
Profit/(Loss) Transferred to Profit or Loss & Other Comprehensive Account		127,611,785	141,922,799
<b>Total</b>		<b>1,319,253,167</b>	<b>1,276,147,030</b>
Balance of account at the beginning of the year		361,663,935	325,769,564
Premium Less Re-Insurance	29.00	889,863,817	903,295,853
Commission on Re-Insurance ceded		67,725,415	47,081,613
<b>Total</b>		<b>1,319,253,167</b>	<b>1,276,147,030</b>


The annexed notes from 1 to 49 and Annexure -A form an integral part of these financial statements.

This is the Consolidated Revenue Account referred to in our separate report of even date annexed.

The financial statements were approved by the Board of Directors on the 30th July, 2024 and were signed on its behalf by:

 Chairman  
 Director  
 Chief Executive Officer  
 Company Secretary  
 Chief Finance Officer

Dated: 30.07.2024  
Place: Dhaka, Bangladesh

  
 (Md. Iqbal Hossain, FCA)  
 Enrolment No. 528  
 DVC-2407300528AS987583  
 A. Hoque & Co.  
 Chartered Accountants

**PROVATI INSURANCE COMPANY LIMITED**

**Fire Insurance Revenue Account**

For The Year Ended 31<sup>st</sup> December, 2023

PARTICULARS	NOTE	AMOUNT IN TAKA	
		31.12.2023	31.12.2022
<b>Claims under Policies Less Re-insurance :</b>			
Paid during the year		121,205,402	141,335,225
Total Estimated Liability in respect of Outstanding claims at the end of the year whether due or intimated		133,793,880	82,802,490
		<b>254,999,282</b>	<b>224,137,715</b>
Less : Outstanding Claims at the end of the previous year		82,802,490	43,905,611
		<b>172,196,792</b>	<b>180,232,104</b>
Agency Commission	26.00	66,508,023	60,527,415
Management Expenses	27.00	139,136,915	128,044,971
Reserve for Unexpired Risk being 40% on Premium Income of the year		139,270,258	119,567,978
Profit/(Loss) Transferred to Profit or Loss & Other Comprehensive Account		(31,710,195)	(87,068,406)
		<b>485,401,793</b>	<b>401,304,061</b>
Balance of account at the beginning of the year		119,567,978	74,282,365
Premium Less Re-Insurance	29.00	348,175,644	298,919,946
Commission on Re-Insurance ceded		17,658,171	28,101,750
		<b>485,401,793</b>	<b>401,304,061</b>


The annexed notes from 1 to 49 and Annexure -A form an integral part of these financial statements.

This is the Fire Insurance Revenue Account referred to in our separate report of even date annexed.

The financial statements were approved by the Board of Directors on the 30th July, 2024 and were signed on its behalf by:

 Chairman     
  Director     
  Chief Executive Officer     
  Company Secretary     
  Chief Finance Officer

Dated: 30.07.2024  
 Place: Dhaka, Bangladesh

  
 (Md. Iqbal Hossain, FCA)  
 Enrolment No. 528  
 DVC-2407300528AS987583  
 A. Hoque & Co.  
 Chartered Accountants

**PROVATI INSURANCE COMPANY LIMITED**

**Marine Cargo Insurance Revenue Account**

For The Year Ended 31<sup>st</sup> December, 2023

PARTICULARS	NOTE	AMOUNT IN TAKA	
		31.12.2023	31.12.2022
<b>Claims under Policies Less Re-insurance :</b>			
Paid during the year		84,886,428	42,079,033
Total Estimated Liability in respect of Outstanding claims at the end of the year whether due or intimated		97,087,818	68,790,693
		<b>181,974,246</b>	<b>110,869,726</b>
Less : Outstanding Claims at the end of the previous year		68,790,693	54,335,860
		<b>113,183,553</b>	<b>56,533,866</b>
Agency Commission	26.00	87,360,019	90,183,801
Management Expenses	27.00	146,909,486	139,756,378
Reserve for Unexpired Risk being 40% on Premium Income of the year		171,202,635	202,787,156
Profit/(Loss) Transferred to Profit or Loss & Other Comprehensive Account		155,933,386	209,334,238
		<b>674,589,079</b>	<b>698,595,440</b>
Balance of account at the beginning of the year		202,787,156	177,703,189
Premium Less Re-Insurance	29.00	428,006,587	506,967,890
Commission on Re-Insurance ceded		43,795,336	13,924,361
		<b>674,589,079</b>	<b>698,595,440</b>

The annexed notes from 1 to 49 and Annexure -A form an integral part of these financial statements.

This is the Marine Cargo Insurance Revenue Account referred to in our separate report of even date annexed.

The financial statements were approved by the Board of Directors on the 30th July, 2024 and were signed on its behalf by:

  
Chairman


  
Director

  
Chief Executive Officer

  
Company Secretary

  
Chief Finance Officer

Dated: 30.07.2024  
Place: Dhaka, Bangladesh

  
(Md. Iqbal Hossain, FCA)  
Enrolment No. 528  
DVC-2407300528AS987583  
A. Hoque & Co.  
Chartered Accountants

**PROVATI INSURANCE COMPANY LIMITED**

**Marine Hull Insurance Revenue Account**

For The Year Ended 31<sup>st</sup> December, 2023

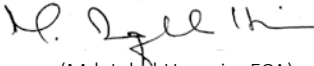
PARTICULARS	NOTE	AMOUNT IN TAKA	
		31.12.2023	31.12.2022
<b>Claims under Policies Less Re-insurance :</b>			
Paid during the year		184,601	44
Total Estimated Liability in respect of Outstanding claims at the end of the year whether due or intimated		-	-
		<b>184,601</b>	<b>44</b>
Less : Outstanding Claims at the end of the previous year		-	-
		<b>184,601</b>	<b>44</b>
Agency Commission	26.00	1,835,769	546,249
Management Expenses	27.00	2,879,724	881,856
Reserve for Unexpired Risk being 100% on Premium income of the year		1,363,980	575,990
Profit/(Loss) Transferred to Profit or Loss & Other Comprehensive Account		(3,591,392)	495,790
		<b>2,672,682</b>	<b>2,499,929</b>
Balance of account at the beginning of the year		575,990	1,731,824
Premium Less Re-Insurance	29.00	1,363,980	575,990
Commission on Re-Insurance ceded		732,712	192,115
		<b>2,672,682</b>	<b>2,499,929</b>

The annexed notes from 1 to 49 and Annexure -A form an integral part of these financial statements. This is the Marine Hull Insurance Revenue Account referred to in our separate report of even date annexed.

The financial statements were approved by the Board of Directors on the 30th July, 2024 and were signed on its behalf by:

				
Chairman	Director	Chief Executive Officer	Company Secretary	Chief Finance Officer

Dated: 30.07.2024  
 Place: Dhaka, Bangladesh

  
 (Md. Iqbal Hossain, FCA)  
 Enrolment No. 528  
 DVC-2407300528AS987583  
 A. Hoque & Co.  
 Chartered Accountants



**PROVATI INSURANCE COMPANY LIMITED**

**Motor Insurance Revenue Account**

For The Year Ended 31<sup>st</sup> December, 2023

PARTICULARS	NOTE	AMOUNT IN TAKA	
		31.12.2023	31.12.2022
<b>Claims under Policies Less Re-insurance :</b>			
Paid during the year		35,337,690	42,002,118
Total Estimated Liability in respect of Outstanding claims at the end of the year whether due or intimated		5,244,959	14,165,165
		<b>40,582,649</b>	<b>56,167,283</b>
Less : Outstanding Claims at the end of the previous year		14,165,165	12,448,343
		<b>26,417,484</b>	<b>43,718,940</b>
Agency Commission	26.00	11,974,249	12,551,752
Management Expenses	27.00	25,050,512	26,553,071
Reserve for Unexpired Risk being 40% on Premium income of the year		30,631,822	32,978,692
Profit/(Loss) Transferred to Profit or Loss & Other Comprehensive Account		16,897,686	9,187,236
		<b>110,971,753</b>	<b>124,989,691</b>
Balance of account at the beginning of the year		32,978,692	41,864,586
Premium Less Re-Insurance	29.00	76,579,556	82,446,730
Commission on Re-Insurance ceded		1,413,505	678,375
		<b>110,971,753</b>	<b>124,989,691</b>

The annexed notes from 1 to 49 and Annexure -A form an integral part of these financial statements.

This is the Motor Insurance Revenue Account referred to in our separate report of even date annexed.

The financial statements were approved by the Board of Directors on the 30th July, 2024 and were signed on its behalf by:

  
Chairman


  
Director

  
Chief Executive Officer

  
Company Secretary

  
Chief Finance Officer

Dated: 30.07.2024  
Place: Dhaka, Bangladesh

  
(Md. Iqbal Hossain, FCA)  
Enrolment No. 528  
DVC-2407300528AS987583  
A. Hoque & Co.  
Chartered Accountants

**PROVATI INSURANCE COMPANY LIMITED**  
**Miscellaneous Insurance Revenue Account**  
For The Year Ended 31<sup>st</sup> December, 2023


PARTICULARS	NOTE	AMOUNT IN TAKA	
		31.12.2023	31.12.2022
<b>Claims under Policies Less Re-insurance :</b>			
Paid during the year		1,676,105	1,374,155
Total Estimated Liability in respect of Outstanding Claims at the end of the year whether due or intimated		214,935	300,000
		<b>1,891,040</b>	<b>1,674,155</b>
Less : Outstanding Claims at the end of the previous year		300,000	316,944
		<b>1,591,040</b>	<b>1,357,211</b>
Agency Commission	26.00	12,823,056	10,166,191
Management Expenses	27.00	26,826,244	21,506,447
Reserve for Unexpired Risk being 40% on Premium income of the year		14,295,220	5,754,119
Profit/(Loss) Transferred to Profit or Loss & Other Comprehensive Account		(9,917,700)	9,973,942
		<b>45,617,860</b>	<b>48,757,909</b>
Balance of account at the beginning of the year		5,754,119	30,187,600
Premium Less Re-Insurance	29.00	35,738,050	14,385,297
Commission on Re-Insurance ceded		4,125,691	4,185,012
		<b>45,617,860</b>	<b>48,757,909</b>

The annexed notes from 1 to 49 and Annexure -A form an integral part of these financial statements. This is the Miscellaneous Insurance Revenue Account referred to in our separate report of even date annexed.

The financial statements were approved by the Board of Directors on the 30th July, 2024 and were signed on its behalf by:

 Chairman	 Director	 Chief Executive Officer	 Company Secretary	 Chief Finance Officer
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Dated: 30.07.2024  
Place: Dhaka, Bangladesh

  
(Md. Iqbal Hossain, FCA)  
Enrolment No. 528  
DVC-2407300528AS987583  
A. Hoque & Co.  
Chartered Accountants

**PROVATI INSURANCE COMPANY LIMITED**

**Statement of Changes In Equity**

For The Year Ended 31<sup>st</sup> December, 2023

Particulars	Share Capital	Reserve for Exceptional Losses	Investment Fluctuation Reserve	Retained Earnings	Total
Balance as on 01.01.2023	403,122,370	352,788,473	28,284,332	49,446,773	833,641,948
Net Profit after tax	-	-	-	88,626,794	88,626,794
Dividend Paid	-	-	-	(48,374,684)	(48,374,684)
Realized Loss on Share	-	-	-	-	-
Unrealized Loss on Shares	-	-	(25,784,332)	(1,844,248)	(27,628,580)
Transferred to Reserve for Exceptional Losses	-	45,383,055	-	(45,383,055)	-
<b>Balance as on 31.12.2023</b>	<b>403,122,370</b>	<b>398,171,528</b>	<b>2,500,000</b>	<b>42,471,580</b>	<b>846,265,478</b>

Particulars	Share Capital	Reserve for Exceptional Losses	Investment Fluctuation Reserve	Retained Earnings	Total
Balance as on 01.01.2022	347,519,290	316,634,017	12,105,649	100,074,071	776,333,027
Net Profit after tax	-	-	-	101,666,506	101,666,506
Cash Dividend Paid	55,603,080	-	-	(90,355,015)	(34,751,935)
Realized Loss on Share	-	-	-	-	-
Unrealized Loss on Shares	-	-	16,178,683	(25,784,333)	(9,605,650)
Transferred to Reserve for Exceptional Losses	-	36,154,456	-	(36,154,456)	-
<b>Balance as on 31.12.2022</b>	<b>403,122,370</b>	<b>352,788,473</b>	<b>28,284,332</b>	<b>49,446,773</b>	<b>833,641,948</b>

The annexed notes from 1 to 49 and Annexure -A form an integral part of these financial statements.

This is the Statement of Changes in Equity referred to in our separate report of even date annexed.

The financial statements were approved by the Board of Directors on the 30th July, 2024 and were signed on its behalf by:

  
Chairman


  
Director

  
Chief Executive Officer

  
Company Secretary

  
Chief Finance Officer

Dated: 30.07.2024  
Place: Dhaka, Bangladesh

  
(Md. Iqbal Hossain, FCA)  
Enrolment No. 528  
DVC-2407300528AS987583  
A. Hoque & Co.  
Chartered Accountants

**PROVATI INSURANCE COMPANY LIMITED**  
**Statement Of Cash Flows For The Year Ended 31<sup>st</sup> December, 2023**

PARTICULARS	NOTE	AMOUNT IN TAKA	
		31.12.2023	31.12.2022
<b>Cash Flows from Operating Activities:</b>			
Cash Receipts from Insurers and Others	34.01	1,166,921,636	1,088,502,170
Cash Paid for Claims and Management Expenses	34.02	(557,601,888)	(482,560,356)
Payment for Unallocable Expense and Others	34.03	(540,929,209)	(502,333,746)
Cash Generated from Operations		68,390,539	103,608,068
Income Tax Paid & Deducted at Source	34.04	(43,180,331)	(27,377,131)
		(43,180,331)	(27,377,131)
<b>Net Cash Generated from Operating Activities</b>		<b>25,210,208</b>	<b>76,230,937</b>
<b>Cash Flows from Investing Activities :</b>			
Investment in Bonds / Shares		45,043,096	7,271,059
Investment in FDRs		14,576,829	(631,053,486)
Acquisition of Property, Plant & Equipments etc.		(34,695,892)	(55,022,752)
Work in Progress		-	(29,657,501)
Investment in BGTB		-	-
Software Installation		(466,716)	(1,060,500)
Disposal of Property, Plant and Equipments etc.		606,035	1,693,553
<b>Net Cash used in Investing Activities</b>		<b>25,063,352</b>	<b>(707,829,627)</b>
<b>Cash Flows from Financing Activities:</b>			
Share money Re-payment		-	-
Dividend Paid		(48,374,684)	(35,303,425)
Re-payment of Short Term Loan		41,880,708	23,787,836
<b>Net Cash Generated/ (Used) in Financing Activities</b>		<b>(6,493,976)</b>	<b>(11,515,589)</b>
Net Increase in Cash and Bank Balances		<b>43,779,583</b>	<b>(643,114,279)</b>
Cash and Bank Balances at the Beginning of the Period/Year		124,422,313	767,536,588
<b>Cash and Bank Balances at the End of the Year</b>		<b>168,201,896</b>	<b>124,422,313</b>
<b>Net Operating Cash Flows per Shares</b>	33.00	<b>0.63</b>	<b>1.89</b>


The annexed notes from 1 to 49 and Annexure -A form an integral part of these financial statements.

This is the Statement of Cash Flows referred to in our separate report of even date annexed.

The financial statements were approved by the Board of Directors on the 30th July, 2024 and were signed on its behalf by:

				
Chairman	Director	Chief Executive Officer	Company Secretary	Chief Finance Officer

Dated: 30.07.2024  
Place: Dhaka, Bangladesh

  
(Md. Iqbal Hossain, FCA)  
Enrolment No. 528  
DVC-2407300528AS987583  
A. Hoque & Co.  
Chartered Accountants

**PROVATI INSURANCE COMPANY LIMITED**

**FORM "AA"**

**Classified Summary of Assets**

CLASS OF ASSETS	BOOK VALUE 31.12.2023	BOOK VALUE 31.12.2022	REMARKS
Bangladesh Government Treasury Bond (BGTB)	105,000,000	105,000,000	At cost
Fixed Deposit Receipt and STD Accounts with Banks	709,838,438	731,213,444	Market Value
Investment in Shares	75,284,572	134,129,132	Market Value
Cash in Hand and Current Account Including BO Account	74,840,114	24,262,355	Do
Accrued Interest	16,518,391	24,075,198	Do
<b>Other Assets as specified below:</b>	<b>733,890,658</b>	<b>585,319,825</b>	
a) Advances, Deposits & Prepayments	96,178,800	87,035,327	Do
b) Software Installation	2,633,902	2,167,186	Written-down Value
c) Fixed Assets (At cost less Depreciation)	347,239,323	335,875,983	Written-down Value
d) Stamp in Hand	99,510	1,340,115	At cost
e) Amount due from other Persons or Bodies carryin on Insurance business	286,684,543	157,750,638	Do
f) Stock of Printing & Stationery	1,054,580	1,150,576	At cost
	<b>1,715,372,173</b>	<b>1,603,999,954</b>	

The annexed notes from 1 to 49 and Annexure -A form an integral part of these financial statements.

This is the Classified Summary of Assets referred to in our separate report of even date annexed.

The financial statements were approved by the Board of Directors on the 30th July, 2024 and were signed on its behalf by:

  
Chairman


  
Director

  
Chief Executive Officer

  
Company Secretary

  
Chief Finance Officer

Dated: 30.07.2024  
Place: Dhaka, Bangladesh

  
(Md. Iqbal Hossain, FCA)  
Enrolment No. 528  
DVC-2407300528AS987583  
A. Hoque & Co.  
Chartered Accountants

## PROVATI INSURANCE COMPANY LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2023 FORMING AN INTEGRAL PART OF THE FINANCIAL STATEMENTS

#### 1.00 Reporting Entity

#### 1.01 Corporate Information—Domicile, Legal Form and Country of Incorporation

The Company was incorporated in Bangladesh as a Public Company Limited by Shares on the 31st day of January, 1996, vide registration no. C-30207(1433)/96 under the Companies Act, 1994 and permission for its commencement of business was given on 25th day of March, 1996 and the registration from the Controller of Insurance on 31st day of March, 1996 was received to start general insurance business. The Company went into Initial Public Offerings (IPO) on 3rd September, 2009 and listed in both Dhaka Stock Exchange PLC. (DSE) and Chittagong Stock Exchange PLC. (CSE) as a publicly traded company.

#### Address of Registered Office

The Registered Office of the Company is located at Khan Mansion, 11th Floor, 107, Motijheel Commercial Area, Dhaka-1000. The operation of the company are being carried out through its 56 nos. of branches located all over Bangladesh.

#### 1.02 Other Corporate Information

(i) Trade License: TRAD/DSCC/252448/2019, dated 05.07.2023

(ii) e-TIN No.: 840700290195, dated 06.07.2014

(iii) VAT Registration No.: 002010851-0202, dated 01.08.2019

#### 1.03 Principal Activities and Nature of Operation

The main objective of the Company is to carry on all kinds of insurance, guarantee and indemnity business other than life insurance business.

#### 1.04 Structure, Content and Presentation of Financial Statements

The presentation of these financial statements is in accordance with the guidelines provided by IAS 1: Presentation of financial statements. The financial statements comprise of:

- Statement of Financial Position as at 31st December, 2023;
- Statement of Profit or Loss and Other Comprehensive Income for the year ended 31st December, 2023;
- Profit or Loss Appropriation Account for the year ended 31st December, 2023;
- Statement of Consolidated Revenue Account for the year ended 31st December, 2023;
- Revenue Accounts (Fire, Marine Cargo, Marine Hull, Motor, Miscellaneous) for the year ended 31st December, 2023;
- Statement of Changes in Shareholders' Equity for the year ended 31st December, 2023;
- Statement of Cash Flows for the year ended 31st December, 2023;
- Form "AA", Classified Summary of Assets for the year ended 31st December, 2023;
- Notes comprising summary of significant accounting policies and other explanatory information.

#### 2.00 Basis of Preparation of Financial Statements

#### 2.01 Basis of Accounting

The following underlying assumptions, measurement base, laws, rules, regulations and accounting pronouncement have been considered in preparing and presenting the financial statements:

- Generally accepted Accounting Principles and Policies in Bangladesh (GAAP);
- Historical Cost Convention;
- International Financial Reporting Standards (IFRS) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB);
- International Accounting Standards (IAS) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB);
- The Companies Act, 1994;
- The Securities and Exchange Rules, 2020;
- The Bangladesh Securities and Exchange Commission Act, 1993;
- The Securities and Exchange Ordinance, 1969;
- Insurance Act, 2010;
- Insurance Rules, 1958 as no rule has yet been made in pursuance of Insurance Act, 2010.

## 2.02 Other Regulatory Compliances

The Company is also required to comply with the following major legal provisions in addition to Companies Act, 1994 and other applicable laws and regulations:

- The Income Tax Act, 2023;
- The Income Tax Rules, 1984;
- The Value Added Tax and Supplementary Duty Act, 2012;
- The Value Added Tax Rules, 1991;
- The Stamp Act, 1899;
- DSE/CSE Rules;
- Listing Regulations, 2015;
- Bangladesh Labour Act, 2006 (as amended to 2013)

## 2.03 Compliance with the Financial Reporting Standards as applicable in Bangladesh

The Company as per para-12 of Securities & Exchange Rule, 2020 with the International Accounting Standards (IAS's) and International Financial Reporting Standards (IFRS's) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) in preparing the financial statements.

Sl. No.	IAS No.	IAS Title	Compliance Status
1	1	Presentation of Financial Statements	Complied
2	2	Inventories	Complied
3	7	Statement of Cash Flows	Complied
4	8	Accounting Policies, Changes in Accounting Estimates and Errors	Complied
5	10	Events after the Reporting Period	Complied
6	11	Construction Contracts	N/A
7	12	Income Taxes	Complied
8	16	Property, Plant and Equipment	Complied
9	17	Leases	N/A
10	19	Employee Benefits	Complied
11	20	Accounting for Govt. Grants and Disclosure of Govt. Assistance	N/A
12	21	The Effects of Changes in Foreign Exchange Rates	N/A
13	23	Borrowing Costs	Complied
14	24	Related Party Disclosures	Complied
15	26	Accounting and Reporting by Retirement Benefit Plan	N/A
16	27	Separate Financial Statements	N/A
17	28	Investment in Associated and Joint Venture	N/A

Sl. No.	IAS No.	IAS Title	Compliance Status
18	29	Financial Reporting in Hyperinflationary Economics	N/A
19	31	Interest in Joint Ventures	N/A
20	32	Financial Instruments : Presentation	Complied
21	33	Earnings per Share	Complied
22	34	Interim Financial Reporting	Complied
23	36	Impairment of Assets	Complied
24	37	Provisions, Contingent Liabilities and Contingent Assets	Complied
25	38	Intangible Assets	Complied
26	39	Financial Instruments: Recognition and Measurement	Complied
27	40	Investment Property	N/A
28	41	Agriculture	N/A

Sl. No.	IFRS No.	IFRS Title	Compliance Status
1	1	First-time adoption of International Financial Reporting Standards	Complied
2	2	Share based Payment	N/A
3	3	Business Combinations	N/A
4	4	Insurance Contracts	Complied
5	5	Non-current Assets held for Sale and Discontinued Operations	N/A
6	6	Exploration for and Evaluation of Mineral Resources	N/A
7	7	Financial Instruments : Disclosures	Complied
8	8	Operating Segments	Complied
9	9	Financial Instrument	Complied
10	10	Consolidated Financial Statements	Complied
11	11	Joint Arrangements	N/A
12	12	Disclosure of Interests in Other Entities	Complied
13	13	Fair Value Measurement	Complied
14	14	Regulatory Deferral Accounts	N/A
15	15	Revenue from Contracts with Customers	Complied
16	16	Leases	N/A

#### 2.04 Basis of Presentation

The financial statements have been prepared in accordance with the regulations as contained in Part I and as per Form "A" as set forth in Part II of the First Schedule, Revenue Account in accordance with the regulations as contained in Part I and as per Form "F" as set forth in Part II of Third Schedule, Profit and Loss Account in accordance with the regulations as contained in Part I and as per Form "B" as set forth in Part II of the Second Schedule, Profit and Loss Appropriation Account in accordance with regulations as contained in Part I and as per Form "C" as set forth in Part II of the Second Schedule of the Insurance Act, 1938 as amended Insurance Act, 2010. The Classified Summary of the Assets has been prepared in accordance with Form "AA" as set forth in Part II of the First Schedule.

#### 2.05 Consolidation

A separate set of records for consolidation of the statement of affairs and income and expense statement of the branches was maintained at the Head Office of the company based on which these financial statements have been prepared. All significant inter branch transactions are eliminated on consolidation.



**2.06 Basis of Measurement**

The financial statements have been prepared based on the accrual basis of accounting and prepared under the historical cost convention except for the revaluation of certain non current assets which are stated either at revaluated amount or fair market value as explained in the accompanying notes.

**2.07 Accrual basis of Accounting**

The Company prepares its financial statements, except for cash flow information, using the accrual basis of accounting. Since the accrual basis of accounting is used, the company recognizes items as assets, liabilities, equity, income and expenses (the elements of financial statements) when they satisfy the definitions and recognition criteria for those elements in the IFRS conceptual Framework.

**2.08 Functional and Presentation Currency**

Functional and presentation currency items included in these financial statements are measured using the currency of the primary economic environment in which the company operates ('the functional currency'). These financial statements are presented in Bangladesh Taka ("BDT") which is also the functional currency of the company. The amounts in these financial statements have been rounded off to the nearest BDT except otherwise indicated.

**2.09 Key Accounting Estimates and Judgements in Applying Accounting Policies**

The preparation of financial statements in conformity with International Financial Reporting Standards including IAS's requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses and for contingent assets and liabilities that require disclosure during and at the date of the financial statements. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions of accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected as required by IAS 8: "Accounting Policies, Changes in Accounting Estimates and Errors".

In particular, the key areas of estimation, uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements include accrued expenses, inventory valuation and other payables.

**2.10 Materiality, Aggregation and Off Setting**

Each material item as considered by management significant has been displayed separately in the financial statements. No amount has been set off unless the Company has legal right to set off the amounts and intends to settle on net basis. Income and expenses are presented on a net basis only when permitted by the relevant accounting standards. The values of assets or liabilities as shown in the statement of financial position are not off-set by way of deduction from another liability or asset unless there exist a legal right, therefore no such incident existed during the year.

**2.11 Going Concern Assumption**

The financial statements are prepared on the basis of going concern assumption. As per management assessment there is no material uncertainties related to events or conditions which may cast significant doubt upon the Company's ability to continue as a going concern.

**2.12 Comparative Information**

Comparative information has been disclosed in respect of 2022 in accordance with IAS-1 "Presentation of Financial Statements" for all numeric information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current periods of financial statements. Prior year figure has been re-arranged wherever considered necessary to ensure comparability with the current period.

### **2.13 Events after the Reporting Period**

Events after the reporting period that provide additional information about the company's position at the statement of financial position date are reflected in the financial statements as per International Accounting standards IAS-10 : 'Events after the Reporting Period'.

All material events occurring after the balance sheet date have been considered and where necessary, adjusted for or disclosed in note no. 45.

### **2.14 Responsibility for Preparation and Presentation of Financial Statements**

The Board of Directors is responsible for the preparation and presentation of the financial statements as per requirements of Companies Act, 1994.

### **2.15 Reporting Period**

The reporting period of the Company covers one year from 1st day of January, 2023 to 31st December, 2023.

### **2.16 Approval of Financial Statements**

The financial statements have been approved by the Board of Directors on the 30th July, 2024.

### **3.00 Significant Accounting Principles and Policies selected and applied for significant transactions and events**

For significant transactions and events that have material effect, the Company's Directors selected and applied significant accounting principals and policies within the framework of IAS-1 Presentation of Financial Statements in preparation and presentation of financial statements that have been consistently applied throughout the year and were also consistent with those use in earlier years.

For proper understanding of the financial statements, accounting policies set out below in one place as prescribed by the IAS Presentation of Financial Statements:

#### **Assets and Basis of their Valuation**

### **3.01 Property, Plant and Equipments**

#### **3.01.1 Recognition and Measurements**

These are capitalized at cost of acquisition and subsequently stated at cost less accumulated depreciation in compliance with the benchmark treatment of IAS 16 "Property, Plant and 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 and non-refundable taxes.

In a situation where it can clearly be demonstrated that expenditure has resulted in an increase in future economic benefit expected to be obtained from the use of the fixed assets, the expenditure is capitalized as an additional cost of the assets.

Cost also includes initial estimate of the costs of dismantling, removing the item and restoring this site (generally called asset retirement obligation) are recognized and measured in accordance with IAS 37: Provision, Contingent Liabilities and Contingent Assets.

On retirement or otherwise disposal of fixed assets, the cost and accumulated depreciation are eliminated and any gain or loss on such disposal is reflected in the statement of comprehensive income which is determined with reference to the net book value of assets and the net sales proceeds.

#### **3.01.2 Maintenance Activities**

Expenditure incurred after the assets have been put into operation, such as repairs & maintenance is normally charged off as revenue expenditure in the year in which it is incurred.

### 3.01.3 Subsequent Cost

The Cost of replacing part of an item of property, plant & equipment is recognized in the carrying amount of the item if it is possible that the future economic benefits embodied within the part will flow to the company and its cost measured reliably. The cost of the day to day servicing of property and equipment are recognized in the Statement of Profit or Loss and Other Comprehensive Income as repairs and maintenance where it is incurred.

### 3.01.4 Depreciation on Tangible Fixed Assets

As required in Paragraph 43 of IAS-16 Property and Equipments, depreciation in respect of all fixed assets is provided to amortize the cost of the assets after commissioning, over their expected useful economic lives in accordance with the provision of IAS 16 “Property, Plant and Equipment”.

Depreciation on fixed assets excepting land is computed using diminishing balance method in amount sufficient to write-off depreciable assets over their estimated useful life. Depreciation has been charged on additions and when it is used. Expenditure for maintenance and repairs are expenses; major replacements, renewals and betterment are capitalized.

The cost and accumulated depreciation of depreciable assets retired or otherwise disposed off are eliminated from the assets and accumulated depreciation and any gain or loss on such disposal is reflected in the Statement of Profit or Loss Account for the year ended. The annual depreciation rates applicable to the principal categories are:

Category of Fixed Assets	Rate of Depreciation
Building	5%
Furniture & Fixtures	10%
Books & Periodicals	10%
Motor Vehicles	20%
Motor Cycle	20%
Office Equipments	10%
Decoration	10%
Electric Fan	10%
Telephone Installation	10%
Air Cooler	10%
Carpet	10%
Electric Equipment	10%
Cookeries	10%
By Cycle	10%

Full month depreciation is charged during the month of acquisition and no depreciation is charged during the month of disposal.

### 3.01.5 Disposal of Property, Plant and Equipment

An item of Property, Plant and Equipment is removed from the statement of financial position when it is disposed off or when no future economic benefits are expected from its use or disposal. The gain or loss on the disposal of an item of Property, Plant and Equipment is included in the statement of income of the period in which the de-recognition occurs.

### 3.01.6 Impairment

In accordance with the provisions of IAS 36: Impairment of Assets, the carrying amount of non-financial assets, other than inventories are reviewed at each balance sheet date to determine whether there is any indication of impairment loss. If any such indication exists, recoverable amount is estimated to determine the extent of the impairment loss, if any, impairment loss is recorded on judgmental basis, for which provision may differ in the future years based on the actual experience. No such indication of impairment has been observed till to date.

### 3.02 Intangible Assets

Intangible Assets includes only accounting software.

#### i. Recognition and Measurement

Intangible Assets that are acquired by the Company and have finite useful lives are measured initially at cost. After initial recognition, it is carried at its cost less accumulated amortization and accumulated impairment loss, if any. Intangible assets are recognized as per IAS 38 "Intangible Assets".

The cost of an intangible asset comprises its purchase price, import duties and non-refundable taxes after deducting trade discounts and rebates; and any directly attributable cost of preparing the asset for its intended use.

#### ii. Subsequent Costs

Subsequent costs are recognized in the carrying amount only when it is probable that the future economic benefits embodied within the item will flow to the Company and it's cost can be measured reliably. All other costs are recognized in profit or loss and other comprehensive income, as incurred.

#### iii. Amortization

Amortization is recognized in the Statement of Profit or Loss and Other Comprehensive Income on a straight line basis over the estimated useful life of each items of intangible assets from the month they are available for use. Charging of amortization ceases from the month of its derecognition.

The amortization rates based on the estimated useful life of the intangible asset is presented below:

Category of Intangible Assets	Rate (%)
Software	25%

#### iv. Derecognition

An intangible asset is derecognized on disposal or when no future economic benefits is expected from use of it. Gains or losses arising from the derecognition of intangible assets measured as the difference between the net disposal proceeds and the carrying amount of the intangible asset are recognized in the statement of profit or loss and other comprehensive income.

### 3.03 Investment in FDR and Shares

Investment is stated at its cost of acquisition and interest earned on statutory deposits lying with the Bangladesh Bank in the form Bangladesh Govt. Treasury Bond and the interest and profit earned on term deposit have been duly accounted for on accrual basis. The Statement of Profit or Loss and Other Comprehensive also reflects the income on account of interest on investment in FDR, Bond, Shares and Miscellaneous Income. The Statement of Profit or Loss and Other Comprehensive Income also reflects the income on account of interest on investment in FDR, Shares and Miscellaneous Income. It may be mentioned here that a fluctuation reserve had been created in order to equalize the price go down below the cost price of the shares. During the year under audit loss on realization of investment in shares for price go down below the cost price of the shares has been charged directly to statement of profit or loss appropriation account in order to equalize the price of the shares.

### 3.04 Sundry Debtors (Including Advance, Deposits and Pre-Payments)

These are carried at original invoice amounts which represent net realizable value.

### 3.05 Other Current Assets

Other current assets have a value on realization in the ordinary course of the company's business which is at least equal to the amount at which they are stated in the Statement of Financial Position.

### **3.06 Inventories**

In compliance with the requirement of IAS 2 “Inventories”, inventories are stated at the lower of cost and net realizable value.

Net realizable value is based on estimated selling price less any further cost expected to be incurred to make the sale. The amount recognized in the financial statements has been valued by the management considering the above method.

### **3.07 Stock**

Stock of printing materials has been valued at cost or realizable value whichever is lower.

### **3.08 Revenue Recognition**

In compliance with the requirements of IFRS 15 “Revenue” is recognized to the extent that it is probable that the economic benefits will flow to the entity and the revenue can be reliably measured. Revenue represents invoiced value of policies. Revenue recognized when the policies are made.

The Company recognizes as revenue the amount that reflects the consideration to which the Company expects to be entitled in exchange for goods or services when (or as) it transfers control to the customer. To achieve that core principle, this standard establishes a five-step model as follows:

- Identify the contract with a customer;
- Identify the performance obligations in the contract;
- Determine the transaction price;
- Allocate the transaction price to the performance obligations in the contract; and
- Recognize revenue when (or as) the entity satisfies a performance obligation.

Considering the five steps model, the company recognizes revenue when (or as) the Company satisfies a performance obligation by transferring a promised goods to a customer. Goods is considered as transferred when (or as) the customer obtains control of that goods. Revenue from sale of goods is measured at the fair value of the consideration received or receivable net of returns and allowances, trade discounts, rebates and Value Added Tax (VAT).

#### **- Premium Recognition**

Premium is recognized when insurance policies are issued, but the premium of company’s share of public sector insurance business (PSB) is accounted for in the year in which the statements are received from Sadharan Bima Corporation.

#### **- Revenue Account**

While preparing the Revenue Account, the effect of necessary adjustment has duly been given in to accounts in respect of re-insurance business ceded and accepted. Re-Insurance Premium ceded has been accounted for into accounts.

Surplus or deficit on revenue has been arrived at after providing for un-expired risks @ 40% on all business except Marine Hull Insurance for which 100% provision has been created for un-expired risks.

#### **- Premium and Claim**

The total amount of premium earned on various classes insurance business underwritten during the period has been duly accounted for in the books of account of the Company and while preparing the financial statements the effect of re-insurance ceded as well as the effect of total estimated liabilities in respect of outstanding claims at the end of the period whether due or intimated have also been reflected in order to arrive at the net underwriting profit for the period

- **Reinsurance Commission**

Reinsurance Commission are recognized as revenue over the period in which the related services are performed.

- **Interest and Dividend Income**

Interest on FDR, STD Accounts and Dividend Income has been duly credited to the Statement of profit or Loss and Comprehensive Income.

- **Gross Benefit & Claims**

General Insurance and health claims include all claims during the year paid outstanding at the reporting along with related claims handling costs that are directly related to the processing and settlement of claims, a reduction for the value of salvage and other recoveries, and any adjustments to claims outstanding from previous years.

- **Reinsurance Claims**

Reinsurance claims are recognized when the related gross insurance claims is recognized when the related gross insurance claims is recognized.

- **Management Expenses**

The management expenses charged to Revenue Account amounting to Tk. 340,802,881 represent approximately 28.32% of Gross Premium of Tk. 1,203,340,776 (including public sector business). The said management expenses have been apportioned 40.82% to fire, 43.11% to marine (cargo), 0.84% to marine (hull), 7.36% to motor, 7.87% to miscellaneous business as per activity/Premium Income.

**3.09 Cash and Cash Equivalents**

For the purposes of the Statement of Financial Position and Cash Flows, cash in hand and bank balances represents cash and cash equivalents considering the IAS 1 “Presentation of Financial Statements” and IAS 7 “Cash Flow Statement” which provide, that cash and cash equivalents are readily convertible to known amounts of cash and are subject to an in significant risks of changes in value and are not restricted as to use.

**3.10 Statement of Cash Flows**

The Statement of Cash Flow has been prepared in accordance with the requirements IAS 7: Statement of Cash Flows. The cash generated from operating activities has been reported using the Direct Method as prescribed by the Securities and Exchange Rules, 2020 and considering the provisions of Paragraph 19 of IAS 7 which provided that “Enterprises are Encouraged to Report Cash Flow From Operating Activities Using the Direct Method”.

**3.11 Operating Segments**

No operating segment is applicable for the Company as required by IFRS 8: Operating Segments, as the Company has only one operating segments and the operation of Company is within the geographical territory in Bangladesh.

**3.12 Taxation**

Income Tax expense comprises current and deferred taxes. Income tax expense is recognized in profit or loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity in accordance with IAS 12: Income Tax.

**(a) Current Tax:**

Current Tax has been provided on the estimated taxable profit for the year under review at 37.50% tax rate being the tax rate applicable for the publicly traded Insurance Company. It also includes adjustments for earlier year’s short/excess provision.

**(b) Deferred Tax**

Deferred tax is recognized on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit, and are accounted for using the balance sheet liability method.

Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets are recognized to the extent that it is probable that the taxable profits will be available against which deductible temporary differences, unused tax losses or unused tax credits can be utilized. Such assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor accounting profit.

Considering the practices generally followed in Bangladesh the company has reserved deferred tax assets or deferred tax liabilities in accordance with IAS 12 "Income Tax".

**(c) Provision for Income Tax**

Basis of Provision for Income Tax: Net Profit-Reserve for exceptional loss x tax rate.

**3.13 Proposed Dividend**

The Board of Directors proposed 12.5% cash dividend for the year 2023 in its 136th Board Meeting held on 30th July, 2024.

**3.14 Cost of Post-Employment Benefits**

The company maintains both defined contribution plan and defined benefit plan for its eligible permanent employees. The eligibility is determined according to the terms and conditions set forth in the respective trust deeds and rules. Both of the plans are funded and are recognized / approved under Income Tax Ordinance, 1984 by the National Board of Revenue (NBR).

**(a) Employees' Benefit Plan**

The company has been introduced Employees Contributory Provident Fund, Leave Encasement, Gratuity etc.

**(b) Unfunded Gratuity Scheme**

Previously the Company had on unfunded gratuity scheme which was in the process of getting registered with the NBR. The Company shall maintain in future gratuity fund by way of set aside a fund out of profited of the company.

**(c) Insurance Scheme**

Employees of the company are covered under personal accident insurance scheme.

**3.15 Other Corporate Debt, Accounts Payable, Trade and Other Liabilities**

These liabilities are carried at the anticipated settlement amount in respect of policies and services received, whether or not billed by the policyholder and the supplier.

**3.16 Financial Instruments and Derivatives**

Primary Financial Instruments (Financial Assets and Liabilities)

The disclosure of primary financial instruments carried at the Statement of Financial Position date along with the recognition methods and risks involved are summarized in Note 33 in accordance with the provisions of IAS 32 Financial Instruments: "Disclosure and Presentation."

### **3.17 Derivative Financial Instruments**

The Company is not a party to any derivative contract at the Statement of Financial Position date, such as forward exchange contract, currency swap agreement or interest rate option contract to hedge currency exposure related to import of raw materials and others or principal and interest obligations of foreign currency loans.

### **3.18 Capitalization of Borrowing Costs**

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds as per IAS 23: Borrowing Costs.

### **3.19 Accruals, Provisions and Contingencies**

The preparation of financial statements in conformity with IAS-37 “Provisions, Contingent Liabilities and Contingent Assets” requires management to make estimates and assumption that affect the reported amounts of revenues and expenses, assets and liabilities, and the disclosure requirements for contingent assets and liabilities during and at the date of the financial statements.

#### **(a) Accruals**

Accruals are liabilities to pay for goods or services that have been received or supplied but have not been paid, invoiced or formally agreed with the supplier, including amounts due to employees. Accruals are reported as part of trade and other payables.

#### **(b) Provisions**

A provision is recognized in the statement of financial position when the company has a legal or constructive obligation as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provision is ordinarily measured at the best estimate of the expenditure required to settle the present obligation at the reporting date. Where the company expects some or all of a provision to be reimbursed, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the income statement net of any reimbursement. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost. During the reporting year the company has made sufficient provisions where applicable.

#### **(c) Contingencies**

A contingent liability is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company; or a present obligation that arises from past events but is not recognized because it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or the amount of the obligation cannot be measured with sufficient reliability.

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company. At the reporting date the company does not have any contingent asset.

Contingent liabilities and assets are not recognized in the statement of financial position of the company.



### **3.20 Earnings per Share (EPS)**

Earnings Per Share (EPS) are calculated in accordance with the International Accounting Standard IAS-32 "Earnings Per Share".

#### **Basic Earnings Per Share**

Basic earnings per share is calculated by dividing the profit or loss attributable to ordinary equity holders of the entity by the weighted average number of ordinary shares outstanding during the year.

#### **Diluted Earnings Per Share**

For the purpose of calculating diluted earnings per shares, an entity adjusts profit or loss attributable to each ordinary equity holders of the entity, and weighted average number of shares outstanding, for the effects of all dilutive potential ordinary shares.

Diluted EPS is only calculated where the company has commitment to issue ordinary shares in future at reporting date. No such commitment is hold by company at reporting date.

### **3.21 Reserve for Exceptional Losses**

Provision for exceptional losses has been made during the year under audit as per the fourth schedule, para-6(2) of Income Tax Act and Rules, 2023.

### **3.22 Recognized Gains and Losses**

No gain or loss was directly dealt with through the shareholders equity without being recognized in the Statement of Comprehensive Income.

Therefore, net profit after tax for the year is the total recognized gains.

### **3.23 Historical Cost Income and Expenditure**

As there was no extra ordinary item, there was no difference in profit from ordinary activities before taxation and the net profit before tax. Furthermore, as there was no revaluation of fixed assets in previous years and during the year under review, there was no factor like the differences between historical cost depreciation and depreciation on revalued amount, realization of revenue surplus on retirement or disposal of assets etc. Therefore, no separate note of historical cost profit and loss has been presented.

### **3.24 Related Party Disclosure**

As per International Accounting Standard, IAS-24: 'Related Party Disclosures', parties are considered to be related if one of the parties has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The Company carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with its related parties. Related party disclosures have been given in Note 37.

### **3.25 Statement of Profit or Loss and Other Comprehensive Income**

The results for the year were not materially affected by the following:

- (a) transactions of a nature not usually undertaken by the company:
- (b) circumstances of an exceptional or non-recurring nature:
- (c) charges or credits relating to prior years:

### **3.26 Classified Summary of Assets**

The valuation of all assets as at 31st December, 2023 as shown in the Statement of Financial Position and in the classified summary of assets in Form "AA" annexed with the report has been reviewed and the said assets have been set-forth in the Statement of Financial Position at amount not exceeding their realizable or market value in aggregate.

### 3.27 Share of Public Sector Business

Company's Share of Public Sector business is accounted for in the period in which the complete set of accounts from Sadharan Bima Corporation (SBC) is received. During the period the company has included 4 (Four) quarters of its share of the Public Sector business as confirmed by the Sadharan Bima Corporation (SBC) in the following manner:

Period	Particulars of Quarter	No.
1st July, 2022 to 30th September, 2022	3rd Quarter of 2022	1 (One)
1st October, 2022 to 31st December, 2022	4th Quarter of 2022	1 (One)
1st January, 2023 to 31st March, 2023	1st Quarter of 2023	1 (One)
1st April, 2023 to 30th June, 2023	2nd Quarter of 2023	1 (One)
<b>Total</b>		<b>4 (Four)</b>

### 4.00 Number of Employees

There were 950 Employees at the period ended for 31st December, 2023 whose salary exceeds Tk. 3,000 per month.

Particulars	Nos. of Employees
Managing Director	1
Additional Managing Director	8
Deputy Managing Director	7
Assistant Managing Director	10
Executive Vice President	10
Executive Vice President & Company Secretary	1
Senior Vice President	11
Vice President	33
Deputy Vice President	37
Assistant Vice President	72
Officers	516
Other Employees	244
<b>Total</b>	<b>950</b>

### 5.00 General

These notes form an integral part of the financial statements and accordingly are to be read in conjunction therewith. Figures shown in the accounts have been rounded off to the nearest taka.

		Amount in Taka	
		31.12.2023	31.12.2022
<b>6.00 SHARE CAPITAL</b>			
<b>Authorised Share Capital</b>			
12,50,00,000 Ordinary Shares of Tk. 10/= each.		<b>1,250,000,000</b>	<b>1,250,000,000</b>
<b>7.00 ISSUED, SUBSCRIBED AND PAID UP CAPITAL</b>	<b>Nos. of Shares</b>	<b>403,122,370</b>	<b>403,122,370</b>
55,60,308 Ordinary Shares of Tk.10/- each (16% Bonus for the year,2022)	5,560,308	55,603,080	<b>55,603,080</b>
50,49,425 Ordinary Shares of Tk.10/- each (17% Bonus for the year,2020)	5,049,425	50,494,250	50,494,250
1,681,273 Ordinary Shares of Tk.10/- each (6% Bonus for the year,2016)	1,681,273	16,812,730	16,812,730
1,586,107 Ordinary Shares of Tk.10/- each (6% Bonus for the year,2015)	1,586,107	15,861,070	15,861,070
2,832,334 Ordinary Shares of Tk.10/- each (12% Bonus for the year,2014)	2,832,334	28,323,340	28,323,340
2,528,870 Ordinary Shares of Tk.10/- each (12% Bonus for the year,2013)	2,528,870	25,288,700	25,288,700
2,257,920 Ordinary Shares of Tk.10/- each (12% Bonus for the year,2012)	2,257,920	22,579,200	22,579,200
2,016,000 Ordinary Shares of Tk.10/- each (12% Bonus for the year,2011)	2,016,000	20,160,000	20,160,000
1,880,000 Ordinary Shares of Tk.10/- each (12% Bonus for the year,2010)	1,800,000	18,000,000	18,000,000
15,000,000 Ordinary Shares of Tk.10/- each Fully Paid in Cash	15,000,000	150,000,000	150,000,000
	<b>40,312,237</b>	<b>403,122,370</b>	<b>403,122,370</b>

**Composition of Shareholdings:**

The compositions of Shareholding Position as of 31st December, 2023 are as follows:

Particulars	Number of Shareholders	Number of Shares	% of Shares
Sponsors/Directors	14	12,105,619	30.03%
General Public	8633	22,226,109	55.13%
Company	122	5,714,669	14.18%
Company (Foreign)	1	500	0.00%
NRB (Non-Residential Bangladeshi)	74	242,030	0.60%
All Investors Accounts	3	23,310	0.06%
<b>Total</b>	<b>8847</b>	<b>40,312,237</b>	<b>100.00%</b>

**Distribution Schedule:**

The distribution schedule of 31st December, 2023 showing the number of shareholders and their shareholding in percentages is disclosed below as a requirement of the "Listing Regulations" of Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE).

Range of holdings in number of Shares	Number of Shareholders	Number of Shares	% of Share Capital
0000000001-0000000499	3359	565,298	1.402%
0000000500-0000005000	4426	7,478,615	18.552%
0000005001-0000010000	562	4,173,262	10.352%
0000010001-0000020000	306	4,414,707	10.951%
0000020001-0000030000	83	2,089,684	5.184%
0000030001-0000040000	33	1,167,713	2.897%
0000040001-0000050000	14	636,711	1.579%
0000050001-0000100000	29	2,163,899	5.368%
0000100001-0001000000	33	13,709,438	34.008%
0001000001-1000000000	2	3,912,910	9.707%
<b>Total</b>	<b>8847</b>	<b>40,312,237</b>	<b>100.00%</b>

**8.00 RESERVE OR CONTINGENCY ACCOUNTS**

This is made up as follows:

8.01 Reserve for Exceptional Losses	398,171,528	352,788,473
8.02 Investment Fluctuation Reserve	2,500,000	28,284,332
8.03 Retained Earnings	42,471,580	49,446,773
	<b>443,143,108</b>	<b>430,519,578</b>

	Amount in Taka	
	31.12.2023	31.12.2022
<b>8.01 RESERVE FOR EXCEPTIONAL LOSSES</b>	<b>398,171,528</b>	<b>352,788,473</b>
This is made up as follows:		
Opening Balance	352,788,473	316,634,017
Add. During the year	45,383,055	36,154,456
	<b>398,171,528</b>	<b>352,788,473</b>

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 Act 2023.

The company has made the reserve for exceptional losses amounting to Tk. 398,171,528 against net premium income earned during the year as detailed below:

Fire Insurance	348,175,644	298,919,946
Marine Cargo Insurance	428,006,587	506,967,890
Marine Hull Insurance	1,363,980	575,990
Motor Insurance	76,579,556	82,446,730
Miscellaneous Insurance	35,738,050	14,385,297
	<b>889,863,817</b>	<b>903,295,853</b>
<b>8.02 INVESTMENT FLUCTUATION RESERVE</b>	<b>2,500,000</b>	<b>28,284,332</b>
This is made up as follows:		
Opening Balance	28,284,332	12,105,649
Less: Loss Realized	(25,784,332)	(9,605,649)
Add: Unrealized Gain on Securities	-	25,784,333
	<b>2,500,000</b>	<b>28,284,332</b>
<b>8.03 RETAINED EARNINGS</b>	<b>42,471,580</b>	<b>49,446,773</b>
This is made up as follows:		
Opening Balance	49,446,773	100,074,071
Add: Profit for the year	116,568,724	140,059,082
	<b>166,015,497</b>	<b>240,133,153</b>
Less: Reserve & Provisions:	123,543,917	190,686,380
Less: Reserve for Exceptional Losses	45,383,055	36,154,456
Less: Provision for Income Tax	26,346,342	38,637,326
Less: Deferred Tax Expenses	1,595,588	(244,750)
Less: Unrealized Loss on securities available for sale	1,844,248	25,784,333
Less: Dividend Paid	48,374,684	90,355,015
	<b>42,471,580</b>	<b>49,446,773</b>
<b>9.00 BALANCE OF FUNDS AND ACCOUNTS</b>	<b>356,763,915</b>	<b>361,663,935</b>

This represents Reserve for unexpired risks provided from Net Premium Income including Public Sector Business of the year at the rate of 40% on different classes of business except Marine Hull Insurance for which 100% as shown below:

CLASSES OF BUSINESS	PERCENTAGE	Amount in Taka	
		31.12.2023	31.12.2022
Fire	40%	139,270,258	119,567,978
Marine Cargo	40%	171,202,635	202,787,156
Marine Hull	100%	1,363,980	575,990
Motor	40%	30,631,822	32,978,692
Miscellaneous	40%	14,295,220	5,754,119
<b>Total</b>		<b>356,763,915</b>	<b>361,663,935</b>

	Amount in Taka	
	31.12.2023	31.12.2022
<b>10.00 PREMIUM DEPOSITS ACCOUNT</b>	<b>61,778,998</b>	<b>65,034,586</b>

The amount represents the total balance of Premium Received against cover notes for which policies were not issued within 31st December, 2023.

<b>11.00 ESTIMATED LIABILITIES IN RESPECT OF OUTSTANDING</b>	<b>236,341,592</b>	<b>166,058,348</b>
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**CLAIMS WHETHER DUE OR INTIMATED**

The break up of the above amount is noted below:

CLASSES OF BUSINESS	Amount in Taka	
	31.12.2023	31.12.2022
Fire	133,793,880	82,802,490
Marine Cargo	97,087,818	68,790,693
Motor	5,244,959	14,165,165
Miscellaneous	214,935	300,000
<b>Total</b>	<b>236,341,592</b>	<b>166,058,348</b>

<b>12.00 AMOUNT DUE TO OTHER PERSONS OR BODIES CARRYING ON INSURANCE BUSINESS</b>	<b>3,493,505</b>	<b>3,635,642</b>
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This represents balance of account with various Private and Public Sectors in respect of coinsurance transactions and amount payable to coinsurer. The break up of the above amount is noted below:

NAME OF THE PERSON OR BODIES	Amount in Taka	
	31.12.2023	31.12.2022
Agrani Insurance Company Ltd.	51,300	51,300
Bangladesh General Insurance Company Ltd.	22,480	22,480
Bangladesh Co-operative Insurance Company Ltd.	-	142,137
Desh General Insurance Company Limited	72,122	72,122
Eastland Insurance Company Ltd.	35,480	35,480
ExpressInsurance Company Ltd.	664,107	664,107
Green DeltaInsurance Company Ltd.	36,801	36,801
JanataInsurance Company Ltd.	722,055	722,055
Meghna Insurance Company Ltd.	376,301	376,301
MarcantileInsurance Company Ltd.	89,082	89,082
Northern General Company Ltd.	115,714	115,714
Prime Insurance Company Ltd.	136,878	136,878
People'sInsurance Company Ltd.	4,309	4,309
RupaliInsurance Company Ltd.	73,107	73,107
Republic Insurance Company Ltd.	317,747	317,747
Reliance Insurance Company Limited	32,138	32,138
Sonar BanglaInsurance Company Ltd.	83,817	83,817
Takaful Islami Insurance Company Ltd.	660,067	660,067
<b>Total</b>	<b>3,493,505</b>	<b>3,635,642</b>

	Amount in Taka	
	31.12.2023	31.12.2022
<b>13.00 SUNDRY CREDITORS -Including Provision for Expenses and Taxes</b>	<b>85,805,868</b>	<b>90,088,684</b>

The balance is made as under:

PARTICULARS	Amount in Taka	
	31.12.2023	31.12.2022
<b>A. Liabilities &amp; Provisions:</b>		
Salary and Allowances	5,005,124	4,354,205
Office Rent, Rates & Taxes	656,195	631,072
Telephone, Telex & Trunk Call	216,694	194,404
Electricity Charges	258,022	283,579
Provision for Bad Debts	588,905	588,905
Provision for Gratuity	0.00	4,239,634
Audit Fees	330,000	230,000
Provident Fund Trust	1,618,188	1,112,482
General Public Over Subscription (NRB)	1,203,637	872,887
Value Added Tax	7,850,112	9,017,896
Income Tax & VAT deducted at Sources	4,200,254	3,415,734
<b>Sub Total</b>	<b>21,927,131</b>	<b>24,940,797</b>
C. Provision for Income Tax	63,878,737	65,147,887
<b>Sub Total</b>	<b>63,878,737</b>	<b>65,147,887</b>
<b>Grand Total</b>	<b>85,805,868</b>	

<b>14.00 Bank Overdraft:</b>	<b>122,065,263</b>	<b>80,184,555</b>
Bank Asia Ltd. MCB, Dilkusha SOD-008330007057	25,805,813	20,135,083
NRBC Bank Ltd. Principal-SOD-010154300000515	-	15,971,964
Jamuna Bank Ltd. Dilkusha- SOD-01330013222	32,914,817	32,067,882
Rupali Bank Securities Limited	-	12,009,625
AB Bank Ltd. Dilkusha- SOD-4021780967910	43,907,599	-
Eastern Bank Ltd. Dilkusha- SOD-1012160000011	19,437,034	-
<b>Sub Total</b>	<b>122,065,263</b>	<b>80,184,555</b>

<b>15.00 UNCLAIMED OR UNDISTRIBUTED DIVIDEND ACCOUNT</b>	<b>2,796,512</b>	<b>2,035,626</b>
This is made up as follows:		
Dividend for the year 2018	502,922	502,922
Dividend for the year 2019	1,007,035	1,007,035
Dividend for the year 2021	525,669	525,669
Dividend for the year 2022	760,886	-
	<b>2,796,512</b>	<b>2,035,626</b>

<b>16.00 DEFERRED TAX LIABILITY</b>	<b>61,042</b>	<b>1,656,630</b>
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a) Deferred Tax Liability are arrived at as follows:

Particulars	2023	2022
Book Value of Depreciable Fixed Assets	232,209,586	220,846,247
Less: Tax Base Value	232,046,808	220,668,202
<b>Taxable Temporary Difference</b>	<b>162,778</b>	<b>178,045</b>
Book Value of Gratuity Payable	-	4,239,634
Taxable Book Value of Gratuity	-	-
<b>Deductable Temporary Difference</b>	<b>-</b>	<b>4,239,634</b>
<b>Net Taxable Temporary Difference</b>	<b>162,778</b>	<b>4,417,679</b>
Effective Tax Rate	37.5%	37.5%
<b>Deferred Tax (Assets)/Liabilities</b>	<b>61,042</b>	<b>1,656,630</b>

b) Deferred Tax Expenses / (Income) is arrived at as follows:

Particulars	2023	2022
Closing Deferred Tax Liabilities	61,042	1,656,630
Opening Deferred Tax Liabilities	1,656,630	1,411,880
<b>Deferred Tax Expenses / (Income)</b>	<b>(1,595,588)</b>	<b>244,750</b>

c) The effective income tax rate of 37.50% has been considered as this tax rate is applicable for publicly traded insurance companies.

	Amount in Taka	
	31.12.2023	31.12.2022
<b>PROPERTY AND ASSETS</b>		
<b>17.00 INVESTMENT</b>	<b>180,284,572</b>	<b>239,129,132</b>
This is made up as follows:		
16.01 Investment in Bond-At cost	105,000,000	105,000,000
16.02 Investment in Shares	75,284,572	134,129,132
	<b>180,284,572</b>	<b>239,129,132</b>
<b>17.01 INVESTMENT IN BOND- At Cost</b>	<b>105,000,000</b>	<b>105,000,000</b>

The above amount represents the value of 5 (Five), 10 (Ten) & 15 (Fifteen) years Bangladesh Government Treasury Bond at cost kept with National Credit & Commerce Bank Limited according to the provision of Section 7 (I) of Insurance Act (Act IV of 1938 and 7th Schedule item 2 (f) of the said Act (Section 23(1) of the Insurance Act, 2010 as detailed below:

PARTICULARS	Amount in Taka	
	31.12.2023	31.12.2022
1 No. 10 (Ten) years Bangladesh Government Treasury Bond at Face Value of Tk. 160,000.00 vide Auction No. BD0928261058, dt. 11.01.2023	16,000,000	16,000,000
2 Nos. 5 (Five) years Bangladesh Government Treasury Bond at Face Value of Tk. 4400,000.00 each vide Auction No. 2017003698, dt. 11.01.2017	4,400,000	4,400,000
3 Nos. 10 (Ten) years Bangladesh Government Treasury Bond at Face Value of Tk. 2,900,000.00 each vide Auction No. 2017003716, dt. 18.01.2017	2,900,000	2,900,000
4 Nos. 15 (Fifteen) years Bangladesh Government Treasury Bond at Face Value of Tk. 1,700,000.00 each vide Auction No. 2017003720, dt. 22.01.2017	1,700,000	1,700,000
3 Nos. 10 (Ten) years Bangladesh Government Treasury Bond at Face Value of Tk. 3,50,00,000.00 each vide Auction No. 0931401105 dt.19.05.2021	35,000,000	35,000,000
3 Nos. 10 (Ten) years Bangladesh Government Treasury Bond at Face Value of Tk. 2,50,00,000.00 each vide Auction No. 931561106 dt.19.10.2021	25,000,000	25,000,000
3 Nos. 10 (Ten) years Bangladesh Government Treasury Bond at Face Value of Tk. 2,00,00,000.00 each vide Auction No. 931561106 dt.19.10.2021	20,000,000	20,000,000
<b>Total</b>	<b>105,000,000</b>	<b>105,000,000</b>

It is noted that the above investment has been renewed after the expiration of the above mentioned 5 (Five) years period, 10 (Ten) years period and 15 (Fifteen) years period.

<b>17.02 INVESTMENTS IN SHARES</b>	<b>75,284,572</b>	<b>134,129,132</b>
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The Company wise position of Investment in Shares are as under :

Name of Company	Face Value	Acquisition Cost	Market Value
Genexl	10	2,341,443	1,675,548
DBH	10	1,766,585	1,763,937
IDLC	10	1,491,139	1,488,000
Orion Pharma	10	458,393	398,000
Uttara Bank Ltd	10	1,254,276	1,296,522
NRBC Bank Ltd	10	4,837,253	3,774,540
Mercantile Bank Ltd	10	496,043	488,376
Premier Bank Ltd	10	676,350	709,500
Fortune	10	1,502,921	1,589,549
IPDC	10	10,629,416	10,425,600
<b>Sub Total</b>		<b>25,453,820</b>	<b>23,609,572</b>
Hac Securities		46,800,000	46,800,000
GMG Airlines Ltd.	50	2,500,000	2,500,000
Energy Prima Ltd.	95	2,375,000	2,375,000
<b>Sub Total</b>		<b>51,675,000</b>	<b>51,675,000</b>
<b>Grand Total</b>		<b>77,128,820</b>	<b>75,284,572</b>

The investment in share is considered in market value.

	Amount in Taka	
	31.12.2023	31.12.2022
<b>18.00 INTEREST ACCRUED BUT NOT DUE</b>	<b>16,518,391</b>	<b>24,075,198</b>

This is made up as follows:

PARTICULARS	Amount in Taka	
	31.12.2023	31.12.2022
Interest on FDR	14,817,388	22,432,968
Interest on BGTB	1,701,003	1,642,230
<b>Total</b>	<b>16,518,391</b>	<b>24,075,198</b>

<b>19.00 AMOUNT DUE FROM OTHER PERSONS OR BODIES CARRYING ON INSURANCE BUSINESS</b>	<b>286,684,543</b>	<b>157,750,638</b>
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The above amount represents the total receivable from various persons or bodies carrying on insurance business as coinsurance as on December, 2023. The details of which are given below:

NAME OF THE PERSON OR BODIES	Amount in Taka	
	31.12.2023	31.12.2022
Bangladesh National Insurance Company Ltd.	84,735	84,735
City General Insurance Company Ltd.	89,857	89,857
Central Insurance Company Ltd.	274,252	274,252
Crystal Insurance Company Ltd.	15,309	15,309
Continental Insurance Company Ltd.	106,702	106,702
Dhaka Insurance Company Ltd.	39,270	39,270
Federal Insurance Company Ltd.	151,015	151,015
Islami Insurance Company Ltd.	1,099	1,099
Karnaphuli Insurance Company Ltd.	101,495	101,495
Purubi General Insurance Company Ltd.	35,433	35,433
Phoenix Insurance Company Ltd.	26,615	26,615
Pragati Insurance Company Ltd.	678,515	678,515
Standard Insurance Company Ltd.	2,507	2,507
United Insurance Company Ltd.	9,281	9,281
Sadharan Bima Corporation	285,068,458	156,134,553
<b>Total</b>	<b>286,684,543</b>	<b>157,750,638</b>

<b>20.00 SUNDRY DEBTORS-Including Advances, Deposits, &amp; Prepayments</b>	<b>96,178,800</b>	<b>87,035,327</b>
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The break up of the above as under:

PARTICULARS	Amount in Taka	
	31.12.2023	31.12.2022
Advance to BDDL against Floor Purchase	21,275,160	21,075,160
Advance against Office Rent	13,288,766	14,113,100
Security Deposits Telephone & CDBL	379,000	379,000
Agency Commission	9,266,850	9,755,188
Advance against Purchase	5,818,628	9,531,734
<b>Sub Total</b>	<b>50,028,404</b>	<b>54,854,182</b>
Advance Income Tax (Paid and Deducted at Sources)	46,150,396	32,181,145
<b>Total</b>	<b>96,178,800</b>	<b>87,035,327</b>



	Amount in Taka	
	31.12.2023	31.12.2022
<b>21.00 CASH &amp; BANK BALANCES</b>	<b>168,201,896</b>	<b>124,422,313</b>

The above amount is made up as under:

PARTICULARS	Amount in Taka	
	31.12.2023	31.12.2022
Short term Deposit Accounts Note 21.01	55,548,814	65,780,148
B.O. Account All	54,060,300	162,663
Current Accounts Note 21.02	11,541,852	9,471,631
Jamuna Bank FC Account (IPO) Note-21.03	1,203,637	872,887
Current Account-00833008775	2,796,512	2,035,626
Cash in Hand	5,237,813	12,592,435
Cash in Transit	37,812,968	33,506,923
<b>Total</b>	<b>168,201,896</b>	<b>124,422,313</b>

PARTICULARS	Amount in Taka	
	31.12.2023	31.12.2022
Southeast Bank Account-13100001162	24,950,614	22,741,793
Islami Bank Bd Ltd Account-20501020900004608	15,562,992	27,014,918
Agrani Bank Ltd Account-0200015020027	4,708,261	12,346,696
Southeast Bank Account-000213100000309	7,974,412	3,311,808
Bank Asia Account-00836000574	2,352,535	364,933
<b>Total</b>	<b>55,548,814</b>	<b>65,780,148</b>

<b>21.02 CURRENT ACCOUNTS</b>	<b>11,541,852</b>	<b>9,471,631</b>
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The details Current Accounts maintained by branch offices are as under :

Name of Branch	Amount in Taka	
	31.12.2023	31.12.2022
Agrabad	1,856	409,552
Asadgonj	3,304	966
Aman Bazar	515	2,923
B.B.Avenue	1,645	41,984
Bangshal	82,262	524,699
Barishal	18,850	607
Bogra	26,012	17,442
Chuadanga	37,689	46,056
Chowmuhani	5,289	5,779
Comilla	152,044	218,960
Dewanhat	89,588	3,558
Dilkusha	50,575	14,027
Dilkusha Corporate	274,100	842
Dinajpur	950	1,165
Faridpur	57,161	2,002
Feni	1,014	5,136
Gabtolli	106,025	103,246
Gaibandha	25,272	5,597
Gulshan	21,227	57,892
H.O.Corporate	289,460	247,743
Hatkhola	211,600	3,821

	Amount in Taka	
	31.12.2023	31.12.2022
Hobigonj	41,267	34,532
Imamgonj	1,966	198,631
Jamalpur	6,340	4,817
Jashore	59,315	5,347
Jhenaidah	41,707	1,789
Jubilee Road	41,131	18,123
Kawran bazar	5,448	5,928
Khatungonj	189,491	65,045
Kurigram	75,779	84,731
Kushtia	43,220	47,617
Laldighi	241,583	649,383
Local Office	2,563	845
Local Corp	1,526	107,354
Laksham	1,456	4,111
Moghbazar	3,387	2,118
Motijheel	3,885	2,046
Moulvibazar	41,344	31,048
Mymensingh	7,040	2,077
Naogaon	55,212	11,670
Narayangonj	324	9,131
Natore	84,078	886
Nawabpur	33,215	127,594
Nayabazar	21,052	139,509
Nayapolton	67,026	2,853
Netrokona	15,287	8,040
Principal	8,772	123,658
Rangpur	79,495	39,296
Sayedpur	27,372	808
Sylhet	-	270
Sena Kalyan	175,659	133,447
Sherpur	36,798	967
Sadarghat	748	1,721
Tangail	13,757	13,243
Uttara	90,865	105
Motijheel Corp.	4,787	820
Banani	3,596	1,596
Savar	687	12,465
Head Office	8,514,035	5,864,026
Ramna	338	-
Bijoynagar	2,881	-
Rajshahi	40,982	-
<b>Total</b>	<b>11,541,852</b>	<b>9,471,631</b>

21.03 PARTICULARS	Amount in Taka	
	31.12.2023	31.12.2022
Jamuna Bank Account-1601000012212	1,147,740	822,982
Jamuna Bank Account-1602000010137	18,903	16,269
Jamuna Bank Account-1603000010185	36,994	33,636
<b>Total</b>	<b>1,203,637</b>	<b>872,887</b>

Bangladesh Bank Currency converted to Bdt date of 28/12/2023.

**22.00 FIXED DEPOSIT RECEIPT**

The Details Bank wise position of Fixed Deposits are as under :

Name of Bank	Amount in Taka	
	31.12.2023	31.12.2022
	<b>616,476,656</b>	<b>631,053,486</b>
Name of Bank	Amount in Taka	
	31.12.2023	31.12.2022
AB Bank Ltd.	60843814	51,089,446
Agrani Bank Ltd.	9,686,908	8,447,217
Al-Arafah Islami Bank Ltd.	26,301,780	33,006,452
Bangladesh Development Bank Ltd.	1,642,520	1,570,750
Bangladesh Krishi Bank Ltd.	-	606,160
Bank Asia Ltd.	42,702,939	45,656,290
BASIC Bank Ltd.	1,844,157	1,791,976
Bangladesh Commerce Bank Ltd.	5,383,111	7,304,259
BRAC Bank Ltd.	5,942,737	5,942,737
Bengal Commerce Bank Ltd	2,500,000	2,500,000
Commercial Bank of Ceylon plc	1,499,999	1,511,596
City Bank Ltd.	2,000,000	-
Citizens Bank	1,046,740	-
Dhaka Bank Ltd.	18,688,680	16,900,461
Dutch-Bangla Bank Ltd.	2,460,448	2,986,683
Eastern Bank Ltd.	22,648,064	26,930,424
EXIM Bank Ltd.	19,562,628	18,264,642
First Security Bank Ltd.	700,001	700,001
IDLC Finance Ltd.	8,665,499	13,053,837
IPDC Finance Ltd.	7,710,021	7,523,617
IFIC Bank Ltd.	20,427,097	22,687,244
Islami Bank BD. Ltd.	34,678,290	34,446,532
JamunaBank Ltd.	60,557,305	51,897,354
Janata Bank Ltd.	7,437,881	7,172,995
Lanka Bangla Finance Ltd.	3,810,687	4,691,323
Meghna Bank Ltd.	1,522,975	2,550,500
Mercantile Bank Ltd.	11,382,149	11,051,925
Meridian Finance Ltd.	-	1,000,000
Modhumoti Bank Ltd.	5,132,517	1,000,000
Midland Bank Ltd.	-	521,999
Mutual Trust Bank Ltd.	23,892,608	23,648,603
National Bank Ltd.	19,219,929	18,644,655
National Housing Finance Ltd	500,000	500,000
National Credit & Commerce Bank Ltd.	21,944,205	14,041,845
NRB Commercial Bank Ltd	8,104,085	32,192,434
NRB Global Islam Bank Ltd.	2,024,001	2,000,001
NRB Bank Ltd.	7,430,261	7,110,188
One Bank Ltd.	12,005,473	17,252,327
Premier Bank Ltd.	3,483,158	3,895,638
Prime Bank Ltd.	8,400,096	5,283,313
Pubali Bank Ltd.	22,498,711	14,540,276
Padma Bank Ltd.	2,049,000	3,431,664
Rajshahi Krishi U. Bank	4,492,944	4,292,624
Rupali Bank Ltd.	11,148,814	10,556,616
Shajalal Islami Bank Ltd.	9,823,563	12,744,406
Social Islami Bank Ltd.	3,494,752	3,975,124
South Bangla Agriculture Ltd	7,343,276	5,824,443
Southeast Bank Ltd.	20,989,009	33,521,642
Standard Bank Ltd.	14,671,557	10,766,179
Trust Bank Ltd.	713,125	1,761,868
United Commercial Bank Ltd.	16,474,989	15,333,973
Uttara Bank Ltd.	6,121,999	6,114,250
Union Bank Ltd.	2,872,154	815,000
<b>Total</b>	<b>616,476,656</b>	<b>631,053,486</b>

		Amount in Taka	
		31.12.2023	31.12.2022
<b>23.00 OTHER ACCOUNTS</b>		<b>351,027,315</b>	<b>340,533,860</b>
This is made up as follows:			
Fixed Assets	Note No. 21.01	232,209,586	220,846,246
Floor Purchase		115,029,737	115,029,737
Software Installation	Note No. 21.02	2,633,902	2,167,186
Stamp in Hand		99,510	1,340,115
Stock of Printing & Stationery	Note No. 21.03	1,054,580	1,150,576
		<b>351,027,315</b>	<b>340,533,860</b>
<b>23.01 FIXED ASSETS -At Cost Less Depreciation</b>		<b>232,209,586</b>	<b>220,846,246</b>
This is arrived at as underd:			
Opening Balance		366,290,521	325,827,269
Add: Addition during the Year		34,695,892	55,022,752
Less: Sales Adjustment		4,735,000	14,559,500
		<b>396,251,413</b>	<b>366,290,521</b>
<b>Less: Depreciation</b>			
Opening Balance		145,444,275	139,553,549
Depreciation charged during the Year		22,726,517	18,756,673
Less. Depreciation Adjust		4,128,965	12,865,947
		<b>164,041,827</b>	<b>145,444,275</b>
		<b>232,209,586</b>	<b>220,846,246</b>
<b>23.02 SOFTWARE INSTALLATION</b>		<b>2,633,902</b>	<b>2,167,186</b>
This is made up as follows:			
Opening Balance		2,167,186	1,648,483
Add: Installation during the year		1,125,192	1,060,500
		<b>3,292,378</b>	<b>2,708,983</b>
Less: Amortization expenses during the year		658,476	541,797
		<b>2,633,902</b>	<b>2,167,186</b>
<b>23.03 STOCK OF PRINTING &amp; STATIONERY</b>		<b>1,054,580</b>	<b>1,150,576</b>
This is made up as follows:			
Opening Balance		1,150,576	773,069
Add: Purchased during the year		3,893,624	2,972,973
		<b>5,044,200</b>	<b>3,746,043</b>
Less: Consumed during the year		3,989,620	2,595,467
		<b>1,054,580</b>	<b>1,150,576</b>
<b>24.00 MISCELLANEOUS INCOME</b>		<b>2,919,408</b>	<b>2,766,316</b>
House Rent		2,043,870	1,044,700
Gain on Sale of Assets		617,465	1,107,407
Furniture Sales		25,000	-
Forfited amount of Provident Fund		233,073	614,209
		<b>2,919,408</b>	<b>2,766,316</b>

	Amount in Taka	
	31.12.2023	31.12.2022
<b>25.00 INTEREST ON FDR, STD AND BGTB</b>	<b>33,349,054</b>	<b>47,499,184</b>

This is made up as follows:

PARTICULARS	Amount in Taka	
	31.12.2023	31.12.2022
Interest on STD Account including IPO Accounts	205,238	565,567
Interest on FDR	25,759,593	39,308,219
Interest on Bangladesh Government Treasury Bond	7,384,223	7,625,398
<b>Total</b>	<b>33,349,054</b>	<b>47,499,184</b>

<b>26.00 AGENCY COMMISSION</b>	<b>180,501,116</b>	<b>173,975,408</b>
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This is made up as follows:

NAME OF BUSINESS	DIRECT	GOVT.	Amount in Taka	
			31.12.2023	31.12.2022
Fire	66,508,023	-	66,508,023	60,527,415
Marine Cargo	87,360,019	-	87,360,019	90,183,801
Marine Hull	1,835,769	-	1,835,769	546,249
Motor	11,974,249	-	11,974,249	12,551,752
Miscellaneous	12,823,056	-	12,823,056	10,166,191
<b>Total</b>	<b>180,501,116</b>	<b>-</b>	<b>180,501,116</b>	<b>173,975,408</b>

<b>27.00 ALLOCATION OF MANAGEMENT EXPENSES (Applicable to Fund)</b>	<b>340,802,881</b>	<b>316,742,724</b>
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This is made up as follows:

NAME OF BUSINESS	APPORTIONED EXPENSES	DIRECT CHARGE	Amount in Taka	
			31.12.2023	31.12.2022
Fire	128,165,515	10,971,400	139,136,915	128,044,971
Marine Cargo	146,909,486	-	146,909,486	139,756,378
Marine Hull	2,879,724	-	2,879,724	881,856
Motor	24,158,812	891,700	25,050,512	26,553,071
Miscellaneous	26,642,317	183,927	26,826,244	21,506,447
<b>Total</b>	<b>328,755,854</b>	<b>12,047,027</b>	<b>340,802,881</b>	<b>316,742,724</b>

<b>28.00 GROSS PREMIUM INCOME</b>	<b>1,203,340,776</b>	<b>1,159,836,052</b>
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This is made up as follows:

NAME OF BUSINESS	DIRECT	GOVT.	Amount in Taka	
			31.12.2023	31.12.2022
Fire	428,183,398	15,203,422	443,386,820	403,516,097
Marine Cargo	555,913,540	26,486,586	582,400,126	601,225,343
Marine Hull	3,161,300	9,077,166	12,238,466	3,641,657
Motor	77,425,753	2,402,572	79,828,325	83,678,348
Miscellaneous	35,264,938	50,222,101	85,487,039	67,774,607
<b>Total</b>	<b>1,099,948,929</b>	<b>103,391,847</b>	<b>1,203,340,776</b>	<b>1,159,836,052</b>

	Amount in Taka	
	31.12.2023	31.12.2022
<b>29.00 NET PREMIUM INCOME</b>	<b>889,863,817</b>	<b>903,295,853</b>

This is made up as follows:

NAME OF BUSINESS	DIRECT	GOVT.	Amount in Taka	
			31.12.2023	31.12.2022
Fire	347,118,598	1,057,046	348,175,644	298,919,946
Marine Cargo	422,144,287	5,862,300	428,006,587	506,967,890
Marine Hull	1,104,100	259,880	1,363,980	575,990
Motor	74,284,627	2,294,929	76,579,556	82,446,730
Miscellaneous	34,644,782	1,093,268	35,738,050	14,385,297
<b>Total</b>	<b>879,296,394</b>	<b>10,567,423</b>	<b>889,863,817</b>	<b>903,295,853</b>

<b>30.00 CALCULATION OF INCOME TAX</b>	<b>26,346,342</b>	<b>38,637,326</b>
This is made up as follows:		
Profit before Tax	116,568,724	140,059,082
Less: Reserve for Exceptional Losses	45,383,055	36,154,456
	<b>71,185,670</b>	<b>103,904,626</b>
Less: Dividend Income	1,229,028	508,500
Less: Capital Gain	617,465	1,107,407
	<b>69,339,177</b>	<b>102,288,719</b>
Add: Depreciation on Accounts Base	22,726,517	18,756,673
Less: Depreciation on Tax Base	(22,711,250)	(18,726,685)
	<b>69,354,444</b>	<b>102,318,707</b>
Tax on Normal Business Income @ 37.50%	26,007,916	38,369,515
Tax on Dividend Income @ 20 %	245,806.00	101,700
Tax on Capital Gain @ 15%	92,620	166,111
	<b>26,346,342</b>	<b>38,637,326</b>

<b>31.00 INTRINSIC VALUE OR NET ASSETS VALUE PER SHARE</b>	<b>20.99</b>	<b>20.68</b>
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The break up of Intrinsic Value or Net Asset Value per Share of Pravati Insurance Company Ltd. is given below:

Particulars	Amount in Taka	
	31.12.2023	31.12.2022
<b>A. Assets:</b>		
Investment at Cost	180,284,572	239,129,132
Interest Accrued but not Due	16,518,391	24,075,198
Amount Due from Other person or Bodies Carrying on insurance Business	286,684,543	157,750,638
Sundry Debtors	96,178,800	87,035,327
Cash and Bank Balances	168,201,896	124,422,313
Fixed Deposit Bank Balance	616,476,656	631,053,486
Other Accounts	351,027,315	340,533,860
<b>Total Assets</b>	<b>1,715,372,173</b>	<b>1,603,999,954</b>
<b>B. Liabilities:</b>		
Balance of Fund and Accounts	356,763,915	361,663,935
Estimated Liabilities in respect of Outstanding Claims whether Due or Intimated	236,341,592	166,058,348
Amount Due to Other Persons or Bodies Carrying on Insurance Business	3,493,505	3,635,642
Deferred Tax Liability	61,042	1,656,630
Sundry Creditors	85,805,868	90,088,684
Bank Over Draft	122,065,263	80,184,555
Unclaimed or Undistributed Dividend Account	2,796,512	2,035,626
Others Sums Owing (Premium Deposit Account)	61,778,998	65,034,586
<b>Total Current Liabilities</b>	<b>869,106,695</b>	<b>770,358,005</b>
Net Assets (A-B)	846,265,478	833,641,948
No. of Shares	40,312,237	40,312,237
<b>Intrinsic Value / Net Assets Value Per Share</b>	<b>20.99</b>	<b>20.68</b>

Increase in NAV has been arised due to increase in the sundry debtors of the company.

	Amount in Taka	
	31.12.2023	31.12.2022
<b>32.00 BASIC EARNING PER SHARES (EPS)</b>	<b>2.20</b>	<b>2.52</b>
This is made up as follows:		
Profit before Tax	116,568,724	140,059,082
Less: Provision for Income Tax (including Deferred Tax)	27,941,930	38,392,576
	<b>88,626,794</b>	<b>101,666,506</b>
Number of Shares	40,312,237	40,312,237
Basic Earning Per Shares (EPS)	<b>2.20</b>	<b>2.52</b>
Basic Earning Per Share (EPS) has been decreased due to decrease in net premium income and decrease in interest on FDR, STD and BGTB.		
<b>33.00 NET OPERATING CASH FLOW PER SHARE (NOCFPS)</b>	<b>0.63</b>	<b>1.89</b>
This is made up as follows:		
Net Cash provided by Operating Activities	<b>25,210,208</b>	<b>76,230,937</b>
Dividend by Number of Ordinary Shares Outstanding during the year	40,312,237	40,312,237
	<b>0.63</b>	<b>1.89</b>
NOCFPS has been decreased due to decrease of interest income & increase of Accounts receivable.		
<b>34.00 NOTES ON CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>25,210,208</b>	<b>76,230,937</b>
<b>34.01 Cash Received from Insurers and Others</b>	<b>1,166,921,636</b>	<b>1,088,502,170</b>
This is made up as follows:		
Gross Premium Income	1,203,340,776	1,159,836,052
Commission on Re Insurance ceded	67,725,415	47,081,613
Miscellaneous Income	2,919,408	2,766,315
Interest on FDR, STD and BGTB	33,349,054	47,499,184
Profit/(Loss) on Investment in Shares	(12,458,075)	(22,624,308)
Dividend Income	1,229,028	508,500
(Increase)/Decrease in Accrued Interest on FDR & BGTB	7,556,807	(6,870,066)
(Increase)/Decrease in Amount due from other persons or bodies carrying on Insurance Business	(128,933,905)	(131,985,334)
(Increase)/Decrease in Sundry Debtors	(9,143,473)	(7,161,295)
(Increase)/Decrease in Stamp in Hand	1,240,605	(170,985)
(Increase)/Decrease in Decrease of Inventory	95,996	(377,506)
<b>Total Cash inflow</b>	<b>1,166,921,636</b>	<b>1,088,502,170</b>
<b>34.02 Cash Paid for Reinsurance, Claims, Management Exp. and Others</b>	<b>(557,601,888)</b>	<b>(482,560,356)</b>
This is made up as follows:		
Reinsurance Premium	(313,476,959)	(256,540,200)
Claim paid during the year	(313,573,470)	(281,842,164)
Increase/(Decrease) in Outstanding Claim	70,283,244	55,051,590
Increase/(Decrease) in Unclaimed or Undistributed Dividend Account	760,886	525,669
Increase/(Decrease) in Deferred Tax Liability	(1,595,588)	244,750
<b>Total Cash Outflow</b>	<b>(557,601,888)</b>	<b>(482,560,356)</b>
<b>34.03 Payment for Un-allocable Expenses and Others</b>	<b>(540,929,209)</b>	<b>(502,333,746)</b>
This is made up as follows:		
Agency Commission	(180,501,116)	(173,975,407)
Allocable Management Expenses	(340,802,881)	(316,742,724)
Un-Allocable Management Expenses	(36,082,476)	(30,013,409)
Less: Depreciation	22,726,517	18,756,673
Increase/(Decrease) in Increase in Sundry Creditors & Expenses	(3,013,666)	(1,706,046)
Increase/(Decrease) in Premium Deposits Accounts	(3,255,588)	1,347,167
<b>Total Cash Outflow</b>	<b>(540,929,209)</b>	<b>(502,333,746)</b>

	Amount in Taka	
	31.12.2023	31.12.2022
<b>34.04 Income Tax Paid &amp; Deducted at Sources</b>	<b>(43,180,331)</b>	<b>(27,377,131)</b>
	<b>25,210,208</b>	<b>76,230,937</b>
<b>35.00 Reconciliation of Cash Flows from Operating Activities</b>	<b>25,210,208</b>	<b>76,230,937</b>
This is made up as follows:		
<b>under Indirect Method</b>		
<b>Net Profit / (Loss) before Interest and Income Tax during the year (PBT)</b>	116,568,724	140,059,082
<b>Adjustments to reconcile Net Income to Net Cash provided by Operating Activities:</b>		
Depreciation	22,726,517	18,756,673
Fair Value of Investment in Shares	-	-
Misc Income		
Profit on Sale of Fixed Assets		
Tax Paid during the year	(43,180,331)	(27,377,131)
<b>Changes in Working Capital:</b>	-	-
Increase/(Decrease) in the Balance of Fund	(4,900,020)	35,894,372
Increase/(Decrease) in the Premium Deposit	(3,255,588)	1,347,167
Increase/(Decrease) of Outstanding Claims	70,283,244	55,051,590
Increase/(Decrease) in Sundry Creditors except payable for Tax and VAT	(3,013,666)	(1,706,046)
Increase/(Decrease) in Unclaimed or Undistributed Dividend Account	760,886	525,669
Increase/(Decrease) Deferred Tax Liability	(1,595,588)	244,750
Increase/(Decrease) in Accrued Interest	7,556,807	(6,870,066)
(Increase)/Decrease amount due from other person or bodies carrying on insurance business	(128,933,905)	(131,985,335)
Increase/(Decrease) in Sundry Debtors Including Advance, Deposits & Pre-payments	(9,143,473)	(7,161,295)
(Increase)/Decrease in Stamp in Hand	1,240,605	(170,985)
(Increase)/Decrease in Stock of Stationery	95,996	(377,506)
<b>Net Cash Generated from Operating Activities</b>	<b>25,210,208</b>	<b>76,230,937</b>

**36.00 FINANCIAL INSTRUMENTS AND RELATED DISCLOSURE UNDER IAS 32 "FINANCIAL INSTRUMENTS: DISCLOSURE (A) PRIMARY (ON BALANCE SHEET) FINANCIAL INSTRUMENTS.**

Set out below is a year ended balance of carrying amounts (book value) of all financial assets and liabilities (Financial Instruments)

Particulars	Interest Bearing		Non Interest Bearing	Total
	Maturity with in one year	Maturity after one year		
<b>Financial Assets:</b>				
Bangladesh Govt. Treasury Bond (BGTB)	-	105,000,000	-	105,000,000
Investment in FDR	-	616,476,656	-	616,476,656
Investment in Shares	75,284,572	-	-	75,284,572
Accounts Receivables			96,178,800	96,178,800
Cash and Cash Equivalent	147,422,082		20,879,324	168,301,406
<b>Total</b>	<b>222,706,654</b>	<b>721,476,656</b>	<b>117,058,124</b>	<b>1,061,241,434</b>
<b>Financial Liabilities:</b>				
Bank Overdraft	122,065,263			122,065,263
Outstanding Claims			236,341,592	236,341,592
Creditors			85,805,868	85,805,868
<b>Total</b>	<b>122,065,263</b>	<b>-</b>	<b>322,147,460</b>	<b>444,212,723</b>
<b>Net Financial Assets/Liabilities</b>	<b>100,641,391</b>	<b>721,476,656</b>	<b>(205,089,336)</b>	<b>617,028,711</b>



### 37.00 RELATED PARTY TRANSACTIONS-DISCLOSURE UNDER IAS 24 "RELATED PARTY DISCLOSURE"

In accordance with paragraph 19 of IAS 24 Related Party Disclosures, the following matters has been disclosed in the following sequential order:

**(i) Parent and Ultimate Controlling Party**

There is no such parent company as well as ultimate holding company/controlling party of the company.

**(ii) Entities with joint control of, or significant influence over**

There is no joint control of, or significant influence over the Company.

**(iii) Subsidiaries**

There was no subsidiary company.

**(iv) Associates**

There is no Associate Company of the entity (company).

**(v) Joint Venture in which the Entity is a Joint Venturer**

There is no Joint Venture Company.

**(vi) Transaction with Key Management Personnel**

**a) Loan to Directors**

During the year, no loan was given to the Directors of the Company

**i. Key Management Compensation:**

The break of the Key Management Compensation is given below:

Name	Designation	Particulars	Amount (Tk.)
Md. Zahedul Islam	Managing Director & CEO	Salary and Allowance & other compensation paid during the year	4,560,000
Shakawat Hossain Mamun	Addl. Managing Director	Salary and Allowance & other compensation paid during the year	2,951,194
Md.Kabir Hossain	Addl. Managing Director	Salary and Allowance & other compensation paid during the year	1,170,100
Md. Saiful Islam	Addl. Managing Director	Salary and Allowance & other compensation paid during the year	1,908,430
Md. Mijanur Rahman	Excutive Vice President	Salary and Allowance & other compensation paid during the year	1,613,758
Md. Mahbub-ul-Alam	Excutive Vice President	Salary and Allowance & other compensation paid during the year	1,547,686
Mohammed Serajul Islam	Excutive Vice President	Salary and Allowance & other compensation paid during the year	1,283,054
Md.Rafiqul Islam	Excutive Vice President	Salary and Allowance & other compensation paid during the year	1,206,638
<b>Total</b>			<b>16,240,860</b>

(i) No compensation was allowed by the company to the Managing Director & CEO other than stated above;

(ii) The Board Meeting attendance fees @ Tk. 8,000 per Director per meeting; and the total Board Meeting attendance fee incurred during the year under review was Tk. 6,24,000 excluding of VAT.

(iii) No amount of money was spent by the company for compensating any member of the board for special services rendered.

**b) Other Related Party Transactions**

During the year, the Company carried out the transactions with related parties in the normal course of business and on an arm's length basis. The name of related parties, relationship, types of transaction and their total value have been set out in accordance with the provisions of IAS 24 "Related Party Disclosures". Transaction with related parties are executed on the some terms as those of other customers of similar credentials and do no involve more than a normal risk.

Sl. No.	Name of the Company	Relationship	Nature of Transaction	Amount in Taka
1	Next Food & Beverage Ltd.	Common Director	Insurance Premium	872,850
2	Nabisco Biscuit & Bread Factory.	Common Director	Insurance Premium	742,746
3	Brand International.	Common Director	Insurance Premium	22,313
4	Dhaka Consumer.	Common Director	Insurance Premium	5,792
5	Bhiya Housing.	Common Director	Insurance Premium	15,180
6	Ali Store	Common Director	Insurance Premium	58,677
7	Momin Store	Common Director	Insurance Premium	155,683
8	Pacific Consumer Goods Ltd	Common Director	Insurance Premium	1,084,184
9	Natural Rice Bran Oil Company Ltd	Common Director	Insurance Premium	339,600
10	Masum Telecom	Common Director	Insurance Premium	75,611
11	Orange Telecom	Common Director	Insurance Premium	79,649
12	Sarwan Enterprise	Common Director	Insurance Premium	58,490
13	Ela rice & Agro Products Ltd	Common Director	Insurance Premium	224,250
14	Mr Filling Station	Common Director	Insurance Premium	425,155
<b>Total</b>				<b>4,160,180</b>

**38.00 DISCLOSURES AS PER REQUIREMENT OF SCHEDULE XI, PART II OF THE COMPANIES ACT, 1994  
(EMPLOYEE POSITION AS ON 31ST DECEMBER, 2023)**

**a) Disclosure as per requirement of Schedule XI, Part II, Notes 5 of Para 3**

Monthly Salary Range	Head Office	Branch	No. of Employee
Above 3000	150	800	950
Below 3000			

**b) Disclosure as per requirement of Schedule XI, Part II, Para 4 Payment/perquisites to Directors and Officers, (Board of Directors)**

Sl. No.	Name	Position	Meeting Attendance Fee	Allowance	Amount (Tk.)
1	Md. Momin Ali	Chairman	32,000	-	32,000
2	Maroof Sattar Ali	Vice Chairman	32,000	-	32,000
3	Alhaj Mohammed Ali	Director	32,000	-	32,000
4	Al-Haj Mohammad Mofizur Rahman	Director	32,000	-	32,000
5	Mr. Shahjahan Kabir	Director	32,000	-	32,000
6	Al-Haj Shahdat Hussain	Director	32,000	-	32,000
7	Abdur Rahman Ansary	Director	32,000	-	32,000
8	Sabrina Yeasmin	Director	32,000	-	32,000
9	Mr. Habib-E-Alam Chowdhury	Ind. Director	32,000	-	32,000
10	Md. Mahbubur Rahman FCA	Ind. Director	32,000	-	32,000
11	Professor Dr. Md. Sayaduzzaman	Ind. Director	32,000	-	32,000
12	Mr. Pradip Kumar Das	Director	32,000	-	32,000
13	Md. Habibur Rahman	Director	32,000	-	32,000
14	Md. Zahedul Islam	Managing Director	-	-	-
<b>Sub Total</b>			<b>416,000</b>	<b>-</b>	<b>416,000</b>

**Disclosure as per requirement of Schedule XI, Part II, Para 4**

**Payment/perquisites to Directors and Officers, (Nomination and Remuneration Committee)**

Sl. No.	Name	Position	Meeting Attendance Fee	Allowance	Amount (Tk.)
1	Alhaj Mohammed Ali	Director	8,000	-	8,000
2	Professor Dr. Md. Sayaduzzaman	Ind. Director	8,000	-	8,000
3	Md. Habibur Rahman	Director	8,000	-	8,000
4	Md. Zahedul Islam	Managing Director	-	-	-
<b>Sub Total</b>			<b>24,000</b>	<b>-</b>	<b>24,000</b>

**Disclosure as per requirement of Schedule XI, Part II, Para 4**

**Payment/perquisites to Directors and Officers, (Board Investment Committee)**

Sl. No.	Name	Position	Meeting Attendance Fee	Allowance	Amount (Tk.)
1	Maroof Sattar Ali	Vice Chairman	8,000	-	8,000
2	Alhaj Mohammed Ali	Director	8,000	-	8,000
3	Mr. Shahjahan Kabir	Director	8,000	-	8,000
4	Al-Haj Shahdat Hussain	Director	8,000	-	8,000
5	Mr. Pradip Kumar Das	Director	8,000	-	8,000
6	Md. Zahedul Islam	Managing Director	-	-	-
<b>Sub Total</b>			<b>40,000</b>	-	<b>40,000</b>

**Disclosure as per requirement of Schedule XI, Part II, Para 4**

**Payment/perquisites to Directors and Officers, (Board Executive Committee)**

Sl. No.	Name	Position	Meeting Attendance Fee	Allowance	Amount (Tk.)
1	Maroof Sattar Ali	Vice Chairman	8,000	-	8,000
2	Abdur Rahman Ansary	Director	8,000	-	8,000
3	Sabrina Yeasmin	Director	8,000	-	8,000
4	Md. Zahedul Islam	Managing Director	-	-	-
<b>Sub Total</b>			<b>24,000</b>	-	<b>24,000</b>

**Disclosure as per requirement of Schedule XI, Part II, Para 4**

**Payment/perquisites to Directors and Officers, (Board Audit Committee)**

Sl. No.	Name	Position	Meeting Attendance Fee	Allowance	Amount (Tk.)
1	Al-Haj Mohammad Mofizur Rahman	Director	24,000	-	24,000
2	Mr. Shahjahan Kabir	Director	24,000	-	24,000
3	Mr. Habib-E-Alam Chowdhury	Ind. Director	24,000	-	24,000
4	Md. Mahbubur Rahman FCA	Ind. Director	24,000	-	24,000
5	Mr. Pradip Kumar Das	Director	24,000	-	24,000
6	Md. Zahedul Islam	Managing Director	-	-	-
<b>Sub Total</b>			<b>120,000</b>	-	<b>120,000</b>
<b>Grant Total</b>			<b>624,000</b>	-	<b>624,000</b>

**39.00 PAYMENT / PERQUISITES TO DIRECTORS**

No amount of money was spent by the Company for compensating any member of the Board for services rendered other than Board Meeting Fee.

**40.00 CAPITAL EXPENDITURE COMMITMENT**

There was no commitment for capital expenditure and also not incurred or provided for the year ended 31st December 2023.

**41.00 CONTINGENT ASSETS**

There was no contingent assets as on 31st December 2023.

**42.00 CONTINGENT LIABILITIES**

The company is not any contingently liable as on 31st December 2023

**43.00 REMITTANCE OF DIVIDEND**

As there were no non-resident shareholders, no dividend was remitted to or received from abroad.

**44.00 CREDIT FACILITY NOT AVAILED**

There was no credit facility available to the Company under any contract and also not availed as on 31st December, 2023 other than trade credit and bank secured overdraft available in the ordinary course of business.

**45.00 SUBSEQUENT EVENTS-DISCLOSURES UNDER IAS 10 "EVENTS AFTER REPORTING PERIOD"**

The directors in the board meeting held on 30th July, 2024 recommended Proposed 12.5% Cash Dividend for the Shareholders excluding sponsor Shareholders whose name will be apperead in the Shareholders registers at the date of Book closure which is subject to Shareholders approval at the forthcoming annual general meeting to be held on 25th September, 2024.

"Except the fact stated above, no circumstances have arisen since the balance sheet date which would require adjustments or disclosure in the financial statements or notes thereto."

**46.00 ATTENDANCE STATUS OF BOARD MEETING OF DIRECTORS**

During the year there was 4 (Four) Board Meetings were held. The attendance status of all the meetings are as follows:

Sl. No	Name of the Directors	Position	Duration Period	Meeting Held	Attended
1	Md. Momin Ali	Chairman	01.01.2023 to 31.12.2023	4	4
2	Maroof Sattar Ali	Vice Chairman	01.01.2023 to 31.12.2023	4	4
3	Alhaj Mohammed Ali	Director	01.01.2023 to 31.12.2023	4	4
4	Al-Haj Mohammad Mofizur Rahman	Director	01.01.2023 to 31.12.2023	4	4
5	Mr. Shahjahan Kabir	Director	01.01.2023 to 31.12.2023	4	4
6	Al-Haj Shahdat Hussain	Director	01.01.2023 to 31.12.2023	4	4
7	Abdur Rahman Ansary	Director	01.01.2023 to 31.12.2023	4	4
8	Sabrina Yeasmin	Director	01.01.2023 to 31.12.2023	4	4
9	Mr. Habib-E-Alam Chowdhury	Ind. Director	01.01.2023 to 31.12.2023	4	4
10	Md. Mahbubur Rahman FCA	Ind. Director	01.01.2023 to 31.12.2023	4	4
11	Professor Dr. Md. Sayaduzzaman	Ind. Director	01.01.2023 to 31.12.2023	4	4
12	Mr. Pradip Kumar Das	Director	01.01.2023 to 31.12.2023	4	4
13	Md. Habibur Rahman	Director	01.01.2023 to 31.12.2023	4	4
14	Md. Zahedul Islam	Managing Director	01.01.2023 to 31.12.2023	4	4

**47.00 INFORMATION REGARDING ACCOUNTS RECEIVABLES, ADVANCE IN LINE WITH SCHEDULE XI**

**i. Disclosure in line with 4(a) of part I of Schedule XI**

The Details of trade Receivable are given below:

Sl. No.	Particulars	Amount In (Tk.)	
		31.12.2023	31.12.2022
1	Within 3 Months	285,068,458	156,134,553
2	Within 6 Months	-	-
3	Within 12 Months	-	-
4	More than 12 Months	1,616,085	1,616,085

**ii. Disclosure in line with 4(b) of part I of Schedule XI**

There are no debts outstanding in this respect.

**48.00 DISCLOSURE IN LINE WITH INSTRUCTION F OF PART I OF SCHEDULE XI**

In regard to sundry debtors the following particulars shall be given separately:

**(I) Debt considered good in respect of which the company is fully secured**

Within six months trade debtors occurred in the ordinary course of business are considered good but no security given by the debtors.

**(II) Debt considered good for which the company holds no security other than the debtors' personal security**

Within six months trade debtors have arisen in the ordinary course of business in good faith as well as market reputation of the company for the above mentioned reasons no personal security taken from debtors.

**(III) Debt considered doubtful or bad**

There were no such debts which considered to be doubtful.

**(IV) Debt due by directors or other officers of the Company**

There is no debt due by directors or other officers of the company.

**(V) Debt due by common management**

There is no debt under common management.

**(VI) The maximum amount due by directors or other officers of the Company**

There is no such debt in this respect.

**49.00 Schedule XI, Part II, Para 8(b) & Para 8(d) Foreign Currencies remitted during the year**

During the year under review the company did not remit any amount as dividend, technical know-how, royalty, professional consultation fees, interest and other matters either its shareholder or others.

**PROVATI INSURANCE CO. LTD.**  
**SCHEDULE OF FIXED ASSETS AS AT 31ST DECEMBER, 2023**

PARTICULARS	COST			RATE OF DEP.	DEPRECIATION			Written down value as on 31.12.2023
	Opening Balance on 01.01.2023	Addition During the Year	Adjustment During The Year		Closing Balance on 31.12.2023	Charged During The Year	Adjust during the year	
Land	78,703,611	-	-	78,703,611	0%	-	-	78,703,611
Building	20,396,389	-	-	20,396,389	5%	730,920	-	13,887,471
Furniture & Fixture	35,133,275	2,322,398	-	37,455,673	10%	2,029,333	-	19,425,192
Books & Periodicals	146,245	-	-	146,245	10%	961	-	8,645
Motor Vehicles	114,616,169	21,661,660	4,470,000	131,807,829	20%	14,631,399	3,899,532	68,785,957
Motor Cycle	9,907,797	501,990	265,000	10,144,787	20%	385,359	229,432	1,756,863
Office Equipment	30,113,251	2,172,718	-	32,285,969	10%	1,426,265	-	13,922,743
Decoration	59,190,428	6,861,294	-	66,051,722	10%	2,993,083	-	30,368,393
Electric Fan	359,912	-	-	359,912	10%	230	-	2,068
Telephone Installation	4,815,325	348,195	-	5,163,520	10%	91,809	-	1,000,375
Air Cooler	8,753,317	767,087	-	9,520,404	10%	390,547	-	3,898,463
Carpet	1,299,385	-	-	1,299,385	10%	8,514	-	76,630
Electric Equipment	1,979,780	-	-	1,979,780	10%	4,639	-	41,752
Crockeries	859,782	60,550	-	920,332	10%	33,450	-	331,326
By-Cycle	15,855	-	-	15,855	10%	11	-	97
<b>Total</b>	<b>366,290,521</b>	<b>34,695,892</b>	<b>4,735,000</b>	<b>396,251,413</b>		<b>22,726,517</b>	<b>4,128,965</b>	<b>232,209,586</b>

**PROVATI INSURANCE CO. LTD.**  
**SCHEDULE OF FIXED ASSETS AS AT 31ST DECEMBER, 2022**

PARTICULARS	COST				Rate (%)	DEPRECIATION				Written down value as on 31.12.2022
	Opening Balance on 01.01.2022	Addition During the Year	Adjustment During The Year	Closing Balance on 31.12.2022		Opening Balance on 01.01.2022	Charged During The Year	Adjust during the year	Closing Balance on 31.12.2022	
Land	78,703,611	-	-	78,703,611	0%	-	-	-	-	78,703,611
Building	20,396,389	-	-	20,396,389	5%	5,008,610	769,389	-	5,777,999	14,618,390
Furniture & Fixture	28,204,079	6,929,196	-	35,133,275	10%	14,260,312	1,740,837	-	16,001,148	19,132,127
Books & Periodicals	146,245	-	-	146,245	10%	135,572	1,067	-	136,639	9,606
Motor Vehicles	93,771,751	35,104,418	14,260,000	114,616,169	20%	53,308,219	11,603,148	12,621,361	52,290,006	62,326,163
Motor Cycle	10,207,297	-	299,500	9,907,797	20%	8,043,905	432,678	244,586	8,231,998	1,675,799
Office Equipment	26,055,132	4,058,119	-	30,113,251	10%	15,698,379	1,238,581	-	16,936,961	13,176,290
Decoration	52,132,421	7,058,007	-	59,190,428	10%	30,137,893	2,552,353	-	32,690,247	26,500,181
Electric Fan	359,912	-	-	359,912	10%	357,359	255	-	357,614	2,298
Telephone Installation	4,401,757	413,568	-	4,815,325	10%	4,011,647	59,689	-	4,071,337	743,988
Air Cooler	7,355,430	1,397,887	-	8,753,317	10%	4,917,730	313,664	-	5,231,395	3,521,922
Carpet	1,299,385	-	-	1,299,385	10%	1,204,780	9,461	-	1,214,240	85,145
Electric Equipment	1,979,780	-	-	1,979,780	10%	1,928,234	5,155	-	1,933,389	46,391
Crockeries	798,225	61,557	-	859,782	10%	525,173	30,383	-	555,556	304,226
By-Cycle	15,855	-	-	15,855	10%	15,735	12	-	15,747	108
<b>Total</b>	<b>325,827,269</b>	<b>55,022,752</b>	<b>14,559,500</b>	<b>366,290,521</b>		<b>139,553,549</b>	<b>18,756,673</b>	<b>12,865,947</b>	<b>145,444,274</b>	<b>220,846,247</b>