

Annual Report 2020



সোনার বাংলা ইন্স্যুরেন্স লিমিটেড
SONAR BANGLA INSURANCE LIMITED

Annual Report 2020



সোনার বাংলা ইন্স্যুরেন্স লিমিটেড SONAR BANGLA INSURANCE LIMITED

Paramount Heights (14th Floor), 65/2/1, Box Culvert Road, Purana Paltan, Dhaka-1000
Phone : 02223354211, 02223354212, 02223384086 (PABX) Fax : +88-02-9569164
E-mail: sbi222@yahoo.com, info@sbil.com.bd, Web : www.sonarbanglainsurance.com

Company's Key Information

This is a Non-Life Insurance Company, incorporated as a Public Ltd. Company in Bangladesh in the year 2000 under the Companies Act 1994. The Company complies with Insurance Act, 2010 and directives as received time to time from IDRA, BSEC and others Regulatory Organizations.

The Company is listed with Dhaka and Chittagong Stock Exchange Limited as a Publicly Traded Company. The Company carries its insurance activities through 29 branches spread-over the Country.

Registered Name of the Company

Sonar Bangla Insurance Limited

Nature of Business

Non-Life Insurance Business

Chairperson

Sheikh Kabir Hossain

Chief Executive Officer

Md. Abdul Khaleque Miah

Asstt. Managing Director & CFO

A.B.M. Hasangir

General Manager & Company Secretary

Abdur Rouf Gomosta

Asstt. General Manager & HIAC

Mustafizur Rahman

Auditors

G. Kibria & CO.

Chartered Accountants

39, Dilkusha (4th floor), Dhaka-1000.

Compliance Auditors

A. MATIN & CO.

Chartered Accountants

60/2, Halim Palace (1st Floor)

Naya Paltan, Dhaka-1000

Registered Office

Paramount Heights (14th Floor)

65/2/1, Box Culvert Road, Purana Paltan, Dhaka-1000

Phone

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Fax

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E- Mail

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web

www.sonarbanglainsurance.com

Subsidiary

Sonar Bangla Capital Management Ltd.

Paramount Heights (8th Floor)

65/2/1, Box Culvert Road, Purana Paltan, Dhaka-1000.

**Contents
of
Annual
Report
2020**

আমরা শোকাহত	04
Letter of Transmittal	05
Message from the Honorable Chairperson	06-07
From The Desk of Chief Executive Officer	08-09
Company's Profile	10
Historical Background	11
Company's Position by Graphical Representation	12
Our Vision, Mission & Goal	13
Overall Strategic Objectives	14
Our Core Values, Strengths & Competencies	15
Board of Directors	16-18
Board Committees	19
Management	20
Products that we offer	21
Activities of SBIL in Pictures	22-23
Notice of the 21 st Annual General Meeting	24
Report of the Board of Directors	25-42
Report on the Pattern of Shareholding	43
Five years position at a Glance	44
Management discussion and analysis on Company's position	44-46
Certificate on compliance of Corporate Governance	47
Corporate Governance Compliance Report	48-58
Report on Corporate Governance	59-60
Information Technology	61
Value Added Statement	62
Economic Value Added Statement	63
Accounting Ratios Pertaining to Insurance Sector &	
Report on Corporate Social Responsibilities	64
Redress of Clients Complaints & Communication	65
Report on Going Concern	66
Report of the Audit Committee	67
CEO & CFO Declaration to the Board	68
Auditors' Report	69-73
Financial Statements of SBIL	74-97
Notes to the Financial Statements	98-129
Schedule of Fixed Assets	130-132
Directors' Certificate	133
BAPLC Membership Certificate	134
Branch Networks	135
Auditors' Report of Subsidiary	136-138
Financial Statements of Subsidiary	139-148
Credit Rating Result	149

আমরা শোকাহত



সোনার বাংলা ইন্স্যুরেন্স লিমিটেড এর সম্মানিত উদ্যোক্তা পরিচালক মিসেস নার্গিস আক্তার গত মার্চ ৩০, ২০২১ইং তারিখ রোজ মঙ্গলবার দিবাগত রাত আনুমানিক ৯:৪০ ঘটিকায় করোনা মহামারিতে আক্রান্ত হয়ে ঢাকার একটি বেসরকারী হাসপাতালে মৃত্যবরণ করেছেন (ইন্না লিল্লাহে রাজিউন)। মিসেস নার্গিস আক্তার এর মৃত্যুতে সোনার বাংলা ইন্স্যুরেন্স লিমিটেড পরিবার গভীরভাবে শোকাহত।

পরম করুণাময় মহান আল্লাহতায়ালার নিকট মরহুমার আত্মার মাগফেরাত কামনা করছি এবং শোকসন্তপ্ত পরিবারের প্রতি গভীর সমবেদনা জ্ঞাপণ করছি। আমরা দোয়া করি মহান আল্লাহ যেন শোকসন্তপ্ত পরিবারের প্রতি সহায় হোন। আমরা আরও দোয়া করি মহান আল্লাহতায়ালার যেন তাকে জান্নাতবাসী করেন। “আমিন”।



সোনার বাংলা ইন্স্যুরেন্স লিমিটেড
SONAR BANGLA INSURANCE LIMITED

Letter of Transmittal

All Shareholders,
Bangladeshi Securities and Exchange Commission,
Insurance Development and Regulatory Authority,
Registrar of Joint Stock Companies & Firms,
Dhaka Stock Exchange Limited and
Chittagong Stock Exchange Limited.

Subject : Annual Report for the year ended December 31, 2020.

Dear Sir(s),

Please accept the best compliments from Sonar Bangla Insurance Limited.

We are pleased to present the Annual Report together with Audited Financial Statements including statements of financial position as at December 31, 2020 and statements of Profit and Loss & others comprehensive income, Cash Flows Statements and change in equity statements for the year ended December 31, 2020 along with notes thereon of Sonar Bangla Insurance Limited.

With best regards,
Sincerely yours,



(Abdur Rouf Gomosta)

Company Secretary

MESSAGE FROM THE CHAIRPERSON

**Bismillahir Rahmanir Rahim,
Dear Honorable Shareholders,
Assalamu Alaikum,**

It is a great pleasure that I welcome you to the 21st Annual General Meeting of Sonar Bangla Insurance Limited on behalf of the Board of Directors. I would like to express my heartfelt thanks and profound gratitude to all of you for your continuous support and co-operation. I am extremely honored in having the opportunity to present the report of the Board of Directors and audited financial statements for the year 2020.



The year 2020 is remarkable for the nation that we celebrate the birth centenary of our Father of Nation Bangabandhu Sheikh Mujibur Rahman. We also celebrate the 50th year of our Independence and as well as our glorious war of liberation. Another significant event that has made us proud as our Bangladesh is moving “Developing Country” under the dynamic leadership of the daughter of Bangabandhu Sheikh Mujibur Rahman & Honorable Prime Minister People’s Republic of Bangladesh Her Excellency Sheikh Hasina.

In 2020 global economic growth became negative due to pandemic “Covid-19” affects. Despite the economic downturn, outstanding support of the valued shareholders, good guidance from the experienced Board of Directors and initiative taken by the competent management in time, the Company succeeded to maintain a sustainable and incremental growth during the year 2020. It is really challenging task for the management. You will be happy to learn that during the year 2020, Sonar Bangla Insurance Limited has earn a gross premium of Tk. 50,15,56,103 where the underwriting profit stands at Tk. 11,48,11,935 and net profit before tax stands at Tk. 12,94,91,061.

I would also like to inform you that Sonar Bangla Insurance Limited has been rated “AA+” by M/s. Alpha Credit Rating Limited which will help to procure more business and enhance the goodwill of the company.

Your Company is working for the interest of its stakeholders. As always we shall give due attention to the suggestions of our respected shareholders. At last I have the pleasure to inform you that considering the overall situation of the Company, your Board has recommended 15% cash Dividend for the year 2020.

Sonar Bangla Insurance Limited always emphasized on professionalism and relied on the dynamic leadership. We believe that our skilled manpower is dedicated towards responding to customers’ requirement with utmost transparency and efficiency. Therefore, fostering acquainted human resources remains one of our key priorities to be able to cater customers service better and establish competitive edge over our competitors. We used equal attention in launching our latest IT infrastructure and stretched network coverage to its optimum capacity.

Insurance Development and Regulatory Authority (IDRA) has used several directives in order to increase the development of insurance sector. As we are following this regulatory compliance, we will also take

these benefits to review our business operations and decision-making process and convert regulatory necessity into our business value. In addition, we see opportunities from the Regulatory directives that make

financial stability in the insurance companies as well as the improvement of the insurance industry by contributing to the Gross Domestic Product (GDP) of Bangladesh.

I would like to take this opportunity to extend my sincere gratitude to our Hon'ble Shareholders and customers for their continuous support and trust on us.

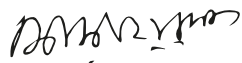
I also thank my fellow directors for their concerted effort and insights like the past years. Special thanks to our management team for their dynamic activities, prudent underwriting commitment and outstanding professionalism.

I express my heartiest appreciation to Insurance Development & Regulatory Authority (IDRA) for their guidance and strong regulation policies for the development of the industry.

Finally, I take this opportunity to record my sincere thanks and gratitude to the Govt. of the People's Republic of Bangladesh including Ministry of Finance, Ministry of Commerce and all our esteemed stakeholders, well-wishers, Bangladesh Insurance Association (BIA), Bangladesh Securities and Exchange Commission (BSEC), Registrar of Joint Stock Companies & Firms (RJC), Central Depository Bangladesh Limited (CDBL), Dhaka Stock Exchange Limited (DSE), Chittagong Stock Exchange Limited (CSE), our co-insurers and re-insurers for the support to the company. I would also like to thank the members of staff for their loyalty and the devotion in maintaining the Company's high standard of business ethics.

May Allah shower on us unending blessings at all time.

With best regards,



(Sheikh Kabir Hossain)
Chairperson

**FROM THE DESK OF
CHIEF EXECUTIVE OFFICER**

**Bismillahir Rahmanir Rahim,
Dear Honorable Shareholders,
Assalamu Alaikum,**



I would like to express my gratitude to the Almighty Allah for his blessings to present before you the Annual Report along with Audited Financial Statements of Sonar Bangla Insurance Limited for the year 2020. It is my great pleasure to welcome you all to the 21st Annual General Meeting. I express my deep condolences to those who have lost their near & dear during the Covid-19 and wish everyone with sound health and mind.

The year 2020 was challenging one due to Covid-19 pandemic situation. When the economy and insurance market was thrown into disarray due to the pandemic, to the best support of the management and staff, the Company has completed another year of successful operation as one of the Non-Life Insurance Company of Bangladesh. The situation of Corona virus pandemic, Sonar Bangla Insurance Limited has made every effort to provide Insurance services to ensure the safety and security of customers and other stakeholders. As a result, Sonar Bangla Insurance Limited has earned a satisfactory gross premium income of Tk. 50,15,56,103 in 2020 against gross premium income of Tk. 56,82,26,637 in 2019. In 2020 net profit before Tax was Tk. 12,94,91,061 against net profit of Tk. 11,79,93,409 in 2019.

Dear Shareholders, despite various obstacles for Economic growth Sonar Bangla Insurance Limited has kept it could retain the business in responding the needs and expectation of the customers. It is determined to run the Company as compliance to the act, regulations and circulars of the Insurance Development and Regulatory Authority and Bangladesh Securities and Exchange Commission. Recently, the Insurance Development and Regulatory Authority has taken initiatives to strengthen the financial position of insurance companies by providing better services to insurance customers, bringing transparency in insurance management, ensuring transparency and accountability in premium collection.

We believe that an organization can only succeed if it is able to attract and retain talented, skilled and motivated individuals for insuring good governance. Good Governance in Corporate Sector includes transparency, accountability, fairness, responsibility and ethics. We believe in the true and effective Corporate Governance for the growth and development. So, the issues of Corporate Governance are continuously receiving priority and keen attention in all aspects of the company's management.

Sonar Bangla Insurance Limited settled every claim within the shortest possible time. We attempt to improve our core competency in claims management.

Dear Shareholders, you will be happy to know that Alpha Credit Rating Ltd. has asses the rating of Sonar Bangla Insurance Ltd. as "AA+". Rating "AA+" means that the Company is able to settle claims with strong risk protection factors supported by good financial performance and solvency, secured re-insurance arrangement and adequate internal control helps to increase the image of the Company.

You will be also happy to know that considering the overall situation for the year 2020, the Board of Sonar Bangla Insurance Limited has recommended 15% cash Dividend for the interest of the shareholders.

I humbly convey my gratitude to the Honorable Chairperson and all Honorable Members of the Board of Directors for their wise and in-depth suggestions and tireless guidance towards the management.

I would like to convey my gratitude to all the shareholders and others stakeholders for their continuing trust and support in the company.

Also, I specially convey my gratitude to Insurance Development and Regulatory Authority (IDRA), Bangladesh Securities and Exchange Commission (BSEC), Registrar of Joint Stock Companies and Firms(RJC), Dhaka Stock Exchange Ltd.(DSE), Chittagong Stock Exchange Ltd.(CSE), Bangladesh Bank and all scheduled commercial Banks & Financial Institutions, Central Depository of Bangladesh Ltd.(CDBL), Bangladesh Insurance Association (BIA), Bangladesh Insurance Academy & Sadharan Bima Corporation(SBC) for their continuous co-operation and facilitation that helped us to grow in many ways.

I express my heartiest appreciation for the employees, whose outstanding professionalism, commitment and initiative made the organization's growth and success possible.

May Allah bless us all.
With warm regards,



(Md. Abdul Khaleque Miah)
Chief Executive Officer



COMPANY'S PROFILE

COMPANY'S PROFILE

Sonar Bangla Insurance Limited (SBIL) a Non Life Insurance Company was incorporated on March 14, 2000 as a Public Limited Company under the Companies Act, 1994 with the vision to become a premier non-life insurance Company. It obtained the certificate of registration for carrying insurance business from the Chief Controller of Insurance (Now IDRA) on April 26, 2000. The Company started its business with a paidup Capital of Tk. 6.00 crore against the authorized Capital of Tk. 20.00 crore being sponsored by group of re-noun business personalities and reported industrialist of the country having involvement diversified business. Presently its Authorized Capital is Tk. 100.00 crore and paidup Capital is Tk. 40,04,14,450/-

Mr. Sheikh Kabir Hossain is an eminent social personality in Bangladesh. He is the Hon'ble Chairperson of the Company and Chariman, Central Depository Bangladesh Ltd. & National Tea Company as well as the President of the Bangladesh Insurance Association. He is former Chairman of Bangladesh Red Crescent Society and International Director (2005-2007) of Lions Club International Bangladesh, Vice-Chairman of Islamia Eye Hospital, Member of Board of Governors, Bangladesh Open University etc. Besides, he takes parts important role to take important policy making regarding different issues on financial matter of the Country with participation of Insurance Development and Regulatory Authority (IDRA).

Sonar Bangla Insurance Limited went into Initial Public Offering (IPO) in 2005 to raise its paidup Capital from 6.00 crore to 15.00 crore and listed with the Dhaka and Chittagong Stock Exchange Ltd. in 2006. Sonar Bangla Insurance Limited obtained "AA+" Credit Rating from Alpha Credit Rating Limited. "AA+" means that the Company is able to settle claims with strong risk protection factors supported by good financial performance and solvency, prudent underwriting, skilled HR, well re-insurance arrangement and adequate internal control helps to increase the image of the Company. The Company has been operating its business with a network of 29 branches in different districts of the country.

Our objective is to prove our integrity and credibility to the clients by extending sincere and meritorious services to them. It is our vow to extend expert advice on prudent Underwriting of the client's insurance requirements and make expeditious settlement of Claim.

That's why, we always consider our clients as the member of our family and extend our all sorts of co-operations and prompt services to them in appropriate way. As a result our clients always repose their full trust on us. We always extend our technical support to our clients to cater their insurance requirements aiming at maximum benefit with appropriate cost.

The future plans of Sonar Bangla Insurance Limited not only development of new products and services, but also marketing activities aimed at tapping the hitherto untapped segments of the market. The Company is fully aware of its social responsibilities and would like to aim its future developments activities in the direction which bring insurance services and benefits to the reach of the common people of Bangladesh.



MAJOR EVENTS

Date of incorporation	14 March, 2000
Date of Registration from the Chief Controller of Insurance .	26 April, 2000
Listing with Dhaka Stock Exchange Ltd. (DSE)	
Listing with Chittagong Stock Exchange Ltd. (CSE)	15 January, 2006
First trading of shares at Dhaka Stock Exchange (DSE)	15 January, 2006
<u>Shareholding structure</u>	<u>Percentage (%)</u>
Directors	37%
Public Shareholders & Institutions	63%

CAPITAL

Authorized :	
10,00,00,000 ordinary shares of Tk. 10.00 each	Tk. 100,00,00,000
Paid-up :	
4,00,41,445 ordinary shares of Tk. 10.00 each	Tk. 40,04,14,450

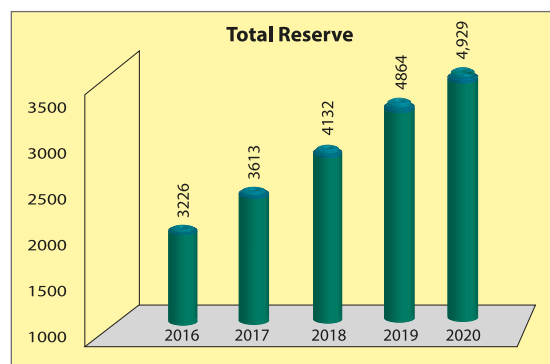
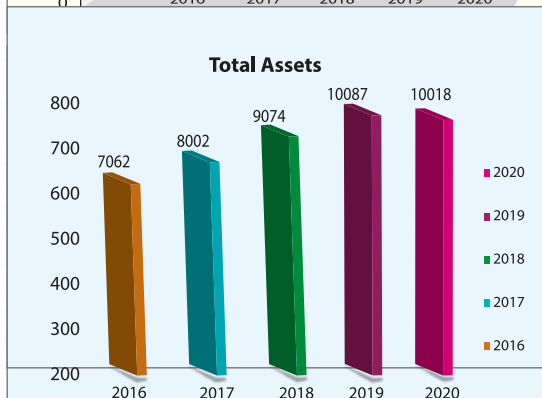
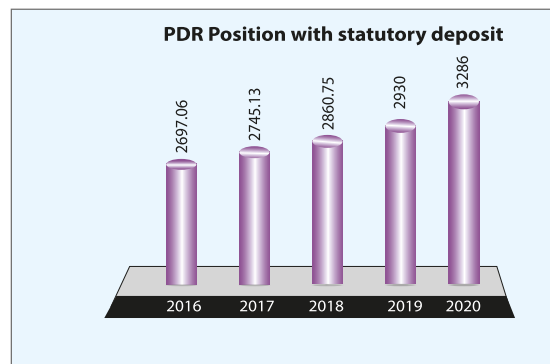
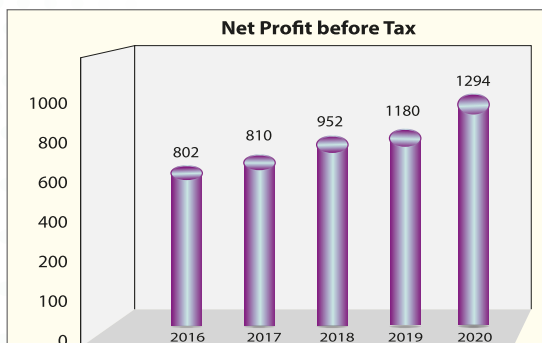
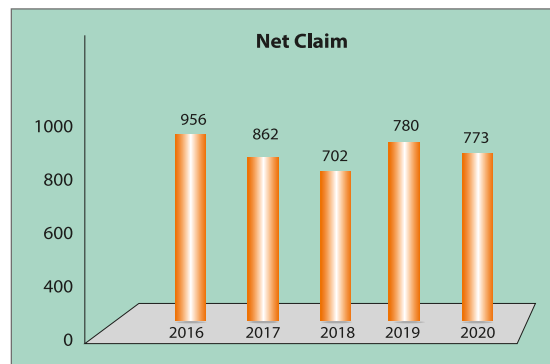
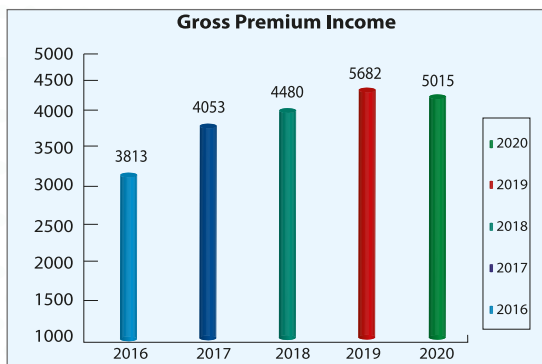
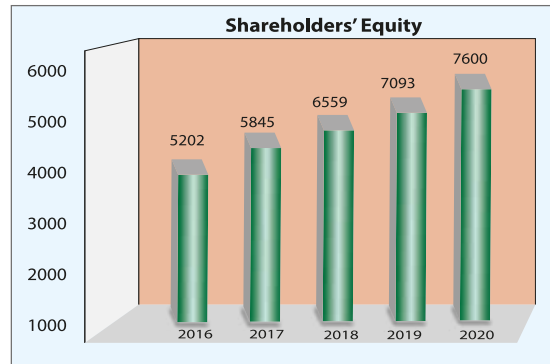
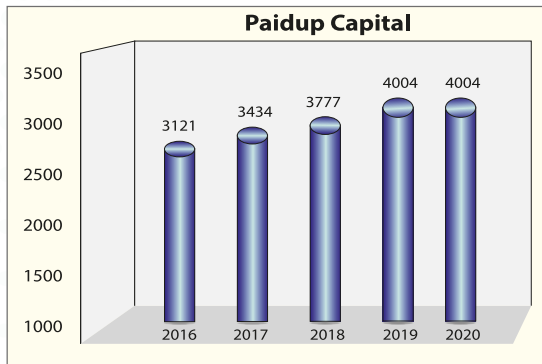
5 (FIVE) YEARS POSITION AT A GLANCE

Particulars	Year (Figure in lac)					
	2020	2019	2018	2017	2016	
Paid up Capital	4004	4004	3777	3434	3122	
Gross Premium Income	5015	5682	4480	4053	3813	
Net premium Income	3329	4441	3376	2988	2803	
Net Claim	773	780	702	862	956	
Net Profit (Pre-Tax)	1294	1180	952	811	803	
Dividend	Cash	15%	10%	6%	-	-
	Stock	-	-	6%	10%	10%
FDR Position with statutory deposit	3536	2930	2861	2745	2698	
Reserve (Total)	3597	3089	4133	3613	3227	
Assets (Total)	10186	10087	9074	8002	7062	

Amount shown in Taka considering the present Number of Shares

Earning per Share (EPS)	1.96	1.71	1.55	1.23	1.28
Net Operating Cash Flow (NOCFS)	3.90	1.78	0.55	0.41	1.10
Net Asset Value (NAV)	18.98	17.71	16.38	14.60	12.99

Company's Position by Graphical Representation



Our Vision, Mission & Goal



Vision

To Make the Company an ideal institution and create value for our and Shareholders and clients.



Mission

To make the Company a glorious one by becoming the most carrying one with innovation dedication dynamism and client need based efficient service.



Goal

- * To create trust and confidence amongst the insureds.
- * To create value added services for our clients.
- * To maximize our services for the clients.
- * To maximize profit of the Company.
- * To create a healthier environment for all our stakeholders.

OVER ALL STRATEGIC OBJECTIVES

We, at Sonar Bangla Insurance Ltd. realize that for us to prosper, we need to be flexible and responsive, to satisfy our clients by providing them with what they want, when they want it and most importantly before other competitors can offer it. It is important to recognize the elements that make our intangible resources, such as, our ability to relate to customers regarding their needs and wants, management style, corporate culture and commitment. These elements will differentiate us from our competitors and contribute towards the development of a sustainable competitive edge. Our corporate strategy and guiding principles rest firmly on this belief:

PROCESS FOCUS

- To have all products meet standard of excellence guidelines
- To continue improve internal process to realize efficiencies
- Improve system accuracy and responsiveness
- Improve organizational structure
- Improve performance measurement and reporting capability
- Reduce administrative overhead
- Improve financial analysis, controls and audit capability

BUSINESS FOCUS

- Increase quality
- Implement changes faster
- Increase customer retention
- Increase customer loyalty
- Improve overall service and maximize market share
- Improve marketing, advertising and public relations
- Achieve and maintain outstanding customer service
- Continuously broaden customer database by obtaining new information on customer characteristics and needs

PEOPLE/LEARNING FOCUS

- To hire, develop and maintain the right people in right place
- Employee professionals who create success for customers
- Develop board set of skills useful for customer support
- To continue learn and adopt current best practices
- Transfer knowledge from leading-edge clients
- To align incentives and staff rewards with performance



OUR CORE VALUES

- Integrity
- Transparency
- Professionalism & Excellences
- Customer Focus
- Fairness
- Team Spirit
- Commitment
- Enthusiasm for work
- Business Ethics
- Quality
- Continuous self Improvement



OUR CORE STRENGTHS

- Professionally Strong Board of Directors
- Sound Capital Base
- Prompt Decision Making
- Efficient Team Work
- Customer Satisfaction
- Internal check & Control
- Professional & experienced Management
- Unique Corporate Culture
- Sound assets base
- Sound reserve base
- Prompt claim paying ability



OUR CORE COMPETENCIES

- Knowledge
- Experience & Expertise
- Transparency
- Pursuit of Disciplined Growth Strategies
- Prompt claims settlement
- Adequate coverage from Re-Insurers from SBC
- Reliability



Md. Motaleb Hossain
Vice-Chairperson
Sonar Bangla Insurance Ltd.
Managing Director
MH Jute Mills Ltd.



Sheikh Kabir Hossain
Chairperson
Sonar Bangla Insurance Ltd
Chairman
National Tea Company
Central Depository Bangladesh Ltd.
President
Bangladesh Insurance Association
Chairman, Board of Trusty
Fareast International University
Managing Director
Kabico Limited
Former Chairman
Bangladesh Red Crescent Society
International Director (2005-2007)
Lions Club International
Vice Chairman
Islamia Eye Hopital
Member, Board of Governors
Bangladesh Open University



Al-haj Md. Shamsul Haque
Director & Ex-Chairman
Sonar Bangla Insurance Ltd
Director
Sonar Banlga Capital Management Ltd.
Chairman
Claxton Apparels & Textiles Ltd.
Butterfly Sewing Machine Mfg. Co. Ltd



Al-haj Md. Ruhul Amin
Director
Sonar Bangla Insurance Ltd.
Chairman & Managing Director
Comfort Group



Md. Rajjab Sharif
Director
Sonar Bangla Insurance Ltd.
Managing Director
Sharif Melamine Industries (Pvt.) Ltd
Sharif Housing Ltd.
Sharif Pharmaceuticals Ltd.



Ganga Charan Malakar
Director
Sonar Bangla Insurance Ltd.
Chairman
Venus Jewellers Ltd.
President
Swarna Shilpa Samity
Director
Bangla Gold (Pvt.) Limited
Member, FBCCI & Bangladesh Jewellers Ltd.



Shahida Alamin
Director
Sonar Bangla Insurance Ltd.
Sonar Bangla Capital Mgt. Ltd.



Md. Haroon Kamal
Director
Sonar Bangla Insurance Ltd
Sonar Bangla Capital Mgt. Ltd.



Kailash Chandra Barai
Director
Sonar Bangla Insurance Ltd.
Proprietor
Kalpana Jewellers
Member of the Executive Council
Bangladesh Jewellers Samity



Farida Islam
Director
Sonar Bangla Insurance Ltd.



Md. Belal Hossain
Director
Sonar Bangla Insurance Ltd
Ha-Meem Group



Sumit Kumar Barai
Director
Sonar Bangla Insurance Ltd.



Fahmida Waliullah
Director
Sonar Bangla Insurance Ltd.



Modern Washing & Dyeing Industries Limited
Director
Sonar Bangla Insurance Ltd.
Represented by
Abul Kalam Azad



Amina Parvin
Independent Director
Sonar Bangla Insurance Ltd



Farzana Moazzam
Independent Director
Sonar Bangla Insurance Ltd



Delowar Hossain Raja
Independent Director
Sonar Bangla Insurance Ltd.
Chief Advisor & Director
Gaan-Bangla Television
Proprietor
Raja International Solution
Co-Chairman
Standing Committee on Electrical &
Electronics, FBCCI
Director
BCI (Bangladesh Chamber of Industries).



QUAZI SIRAJUL ISLAM M.J.F

Chief Advisor To The Board
Sonar Bangla Insurance Ltd

Managing Director
Amin Jewellers Ltd.
Director
Prime Bank Ltd.
Chairman
City Hospital Ltd



Board Committees

Audit Committee

01. Mrs. Amina Parvin Independent Director	Chairperson
02. Mr. Md. Motaleb Hossain Vice-Chairperson	Member
03. Al-haj Md. Ruhul Amin Director	Member
04. Mrs. Shahida Alamin Director	Member
05. Mrs. Nargis Akter (Died on 30.03.21) Director	Member
06. Mr. Md. Abdul Khaleque Miah CEO	Ex-Officio Member

Nomination and Remuneration Committee

01. Mrs. Farzana Moazzam Independent Director	Chairperson
02. Mr. Md. Motaleb Hossain Vice-Chairperson	Member
03. Al-Haj Md. Ruhul Amin Director	Member
04. Mrs. Shahida Alamin Director	Member
05. Mr. Delowar Hossain Raja Independent Director	Member
06. Mr. Md. Abdul Khaleque Miah CEO	Ex-Officio Member

Claims Committee

01. Mr. Md. Haroon Kamal Director	Chairperson
02. Mr. Md. Motaleb Hossain Vice-Chairperson	Member
03. Al-haj Md. Ruhul Amin Director	Member
04. Mrs. Shahida Alamin Director	Member
05. Mr. Kailash Chandra Barai Director	Member
06. Mr. Md. Abdul Khaleque Miah CEO	Ex-Officio Member

Management



Chief Executive Officer

Md. Abdul Khaleque Miah

Additional Managing Director

Md. Wahiduzzaman

Md. Shahadat Hossain

Deputy Managing Director

Sheikh Quamrul Islam Bitu

Bilkis Begum Maya

Dipak Kumar Lala

Md. Azizul Hoque

Asstt. Managing Director & CFO

A.B.M. Hasangir

Asstt. Managing Director

Hasina Akter Shapna

Emranul Hoque Chowdhury

Md. Shahjahan Mollah

Senior General Manager

Md. Aroj Ali Miah

Md. Jamal Uddin Hera

General Manager & Company

Secretary

Abdur Rouf Gomosta

General Manager

Md. Hafiz Ullah

Md. Dulal Miah Munshi

Md. Anwaruzzaman

Md. Delowar Hossain

Md. Monwar Hassan

Md. Nazrul Islam Monto

K.U.M. Mehbub Elahi

Md. Gias Uddin

Md. Fasiuzzaman Khan

Md. Zakir Hossain

Deputy General Manager

JM Motiur Rahman

Md. Jubayer Rahman

Md. Abdur Razzak

Mohammad Abul Khair

Md. Farhaduzzaman

Mr. Mehedy Hasan

Asstt. General Manager & Head of Audit

Mustafizur Rahman

Asstt. General Manager & Head of U/W & BCD

Md. Saiful Islam

Asstt. General Manager

Md. Neamul Aziz Khan

Md. Wasiur Rahman

Sr. Manager

Md. Ashraful Alam

Manager & Head of Claims

Syed Kamruzzaman

Asstt. Manager & Head of IT

Nazmul Hasan Anik

Management



Products that we offer

The Company deals in Fire, Marine, Motor and all kinds of Miscellaneous Insurance. The company underwrites risks involved in trade and Properties and thus provides their security through insurance and reinsurance services. Some of our popular Insurances are as follows:

Motor Insurance (Comprehensive/ Act Liability)

- Motor Insurance for Commercial Vehicle
- Motor Insurance for Private Vehicle
- Motor Insurance for Cycle/Scooter

Fire Insurance

- Fire Insurance (including Allied Perils)
- Industrial All Risks (IAR)
- Fire Insurance Consequential Loss
- Fire Insurance Dwelling, House and Contents
- Fire Insurance Hotel Combined

Marine Cargo Insurance

- Marine Cargo Insurance transit by Steamer or Powered Vessel (Import/Export)
- Marine Cargo Insurance transit by Rail/Lorry/Truck (Import/Export)
- Marine Cargo Insurance transit by Inland Rail or Road Conveyance
- Marine Cargo Insurance transit by Inland Cargoes (water borne)
- Marine Cargo Insurance transit by Air Cargo (Import/Export)

Marine Hull Insurance (TLO & TC)

Engineering Insurance

- Machinery Insurance (Machinery Breakdown)
- Deterioration of Stock (Dos)
- Boiler and Pressure Vessel (BPV)
- Electronic Equipment Insurance (EEI)
- Erection All Risks (EAR)
- Contractor's All Risks (CAR)
- Engineering Insurance Consequential Loss

Miscellaneous/Accident Insurance

- Burglary & House Breaking Insurance
- Cash in safe (CIS)
- Cash in Transit (CTT)
- Cash on counter (COC)
- People Personal Accident (PPA)
- Workmen's Compensation (WC)
- Business Interruption
- Fidelity Guarantee Insurance
- Personal Accident (PA)
- Public Liability (PL)
- Professional Liability

Our Activities

Activities of SBIL in Pictures



Mr. Nurul Majid Mahmud Humayun, Honorable Minister, Ministry of Industries Handing over the National Productivity and Excellence Award-2019 to Mr. Md. Abdul Khaleque Miah, CEO of the company for increasing its production and better quality.

Mr. Md. Abdul Khaleque Miah, CEO of the company give his speech in birth anniversary of the Father of Nation Bangabangdu Sheikh Mujibur Rahman



Partial view of the program of the company on 15th August National Mourn Day



Mr. Sheikh Kabir Hossain, Honorable Chairperson of the Company give his speech in Branch Incharges Conference-2020



Mr. Md. Abdul Khaleque Miah, CEO of the Company give his speech in Branch Incharges Conference-2020



Mr. Md. Abdul Khaleque Miah, CEO of the Company handing over a cheque for settlement of a claim.



Partial view of first National Insurance day where our CEO Mr. Md. Abdul Khaleque Miah are seen.



Mr. Md. Abdul Khaleque Miah, CEO of the Company handing over a cheque for settlement of a claim.



Mr. Md. Abdul Khaleque Miah, CEO of the Company handing over a cheque for settlement of a claim.



Sonar Bangla Insurance Ltd.

Paramount Heights (14th Floor), 65/2/1. Box Culvert Road, Purana Paltan, Dhaka -1000.

Notice of the 21st Annual General Meeting & Price Sensitive Information

Notice is hereby given that the 21st Annual General Meeting of Sonar Bangla Insurance Ltd. will be held on Thursday the 23rd day of September, 2021 at 11:30 am by using digital platform to transact the following business. The Participation link of the 21st AGM will circulate later on and will be available in company's website [www: sonarbanglainsurance.com](http://www.sonarbanglainsurance.com) after record date.

01. To receive, consider and adopt the Directors' Report and the Audited Accounts of the Company and Auditors Report thereon for the year ended 31st December, 2020.
02. To declare Dividend for the year 2020.
03. To appoint Auditors for the year 2021 and fix up their remuneration.
04. To appoint Compliance Auditors for the year 2021 and fix up their remuneration.
05. To elect Directors as per Articles of Association of the Company.
06. Approval for appointment of Independent Director.

By order of the Board of Directors
sd/-

Dated, Dhaka 15 June, 2021.

(Abdur Rouf Gomosta)
Company Secretary

NOTES :

- i. The Board of Directors in its 129th virtual meeting held on 15/06/2021 has recommended 15% (Fifteen percent) Cash Dividend for the year 2020.
- ii. EPS Tk. 1.96, NAV per share Tk. 18.98, NOCFS Tk. 3.90.
- iii. The Record date shall be on 27/07/2021 The Shareholders whose names would appear in the Register of members of the Company or Register of CDBL on the Record Date' will be eligible to participate the 21st AGM and receive dividend as approved.
- iv. A member of the Company entitled to participate and vote at the above Annual General Meeting may appoint a proxy who shall also be a member of the Company to participate and vote on his/her behalf.
- v. As per the above Agenda No. 05 nominations in prescribed form are invited from the eligible Shareholders expressing his/her willingness to contest the election of Directors.
 - a) Last date of submission of nomination paper is on 03/08/2021 and last date of withdrawal of candidature is on 10/08/2021.
 - b) Nomination papers and criteria for qualification of the Directors and other information are available on request at the Registered Office of the Company during Office hours.

REPORT OF THE BOARD OF DIRECTORS OF SONAR BANGLA INSURANCE LIMITED

FOR THE YEAR ENDED 31ST DECEMBER, 2020

**Bismillahir Rahmanir Rahim,
Dear Shareholders,
Assalamualaikum,**

On behalf of the Board of Directors, I gladly welcome all of you in 21st Annual General Meeting of Sonar Bangla Insurance Limited. At first I express my profound gratitude and seek the blessings and security with sound health and mind of you and your family. Our physical, mental, social and financial condition has been created a critical position for Covid-19 since a long. Despite this critical position and prevailing the uncertainties, I am grateful to Almighty Allah to present the Annual Report 2020 before you. Pandemic Covid-19 as well as financial looser due to uncertainties our business like others. But for your continuous faith upon us, believe, outstanding support and unending efforts of our employees, we are able to overcome this unfavorable situation which we predicted difficult at the beginning of the year. In 2020, your Company has also been able to achieve good result than that of your expectation. Considering all of the figures and facts, I place before you the Audited Accounts of the Company for the year then ended 31st December, 2020 alongwith Auditors' and Directors' Report for your kind consideration and adoption.

The pandemic Covid-19 basically originated in 2019 which subsequently has been largely spread out in 2020 and day by day it has also been spanned over the world. More than 20 crore peoples have been affected by this Pandemic Covid-19 all over the world and died approximately half crore. Peoples of Bangladesh have also been affected and died which increasing day by day. As declared by the Government, more than 15 lac peoples are affected in Bangladesh and more than 25 thousand peoples are died. Those who are died from Pandemic Covid-19 from Bangladesh, we express our deep condolence and pray to Allah for peace to their departed soul.

Reference :

This Report of the Board of Directors of your Company has been prepared in compliance with provisions of section 184 of the Companies Act, 1994, Corporate Governance Code as adopted by Bangladesh Securities and Exchange Commission as on 3rd June, 2018 and relevant law & rules issued by the regulatory bodies.

01. Background :

Sonar Bangla Insurance Limited was incorporated as per Company Act. 1994 as a Public Limited Company on 14th March, 2000 with a Paid-up Capital of Tk. 6.00 (six) crore. The Company obtained its registration from the Department of Insurance, Government of the Peoples' Republic of Bangladesh (now Insurance Development and Regulatory Authority) on 26th April, 2000 and started its operation for Underwriting, Fire, Marine, Motor and Miscellaneous Insurance Business.

02. Economy: **World Economy**

The world economic situation was not satisfactory in 2020 despite different global initiative has been taken. Basically 2020 was a down turn and critical crisis year. Economic recession is seen till half of the year. Due to the down turn economy, an unstable situation is continued in Developed and Developing

Countries. It is seemed the economic sloth almost every Country even U.S.A and China. The situation of Middle East Countries was worst. Because, with slowed down of the global economy, political unrest of Middle East affects the trade and commerce in large scale. Though, global economy try to pay due attention to overcome the economic slowdown and take necessary initiatives at the second half of the year to bring the success.

The global economic outlook and estimated growth was 3.3% in 2020. But due to pandemic corona, almost every Country of the world has imposed the lockdown, due to suffered, as a result the International trade and commerce and the economy once stands at a severe crisis. As a result economy growth comes down unpredicted negative. Moreover, positive initiatives have been taken by the countries to overcome promptly, then the economy starts to recover from its slowdown and gradually the growth has been seen. To improve the overall global macro economy it is necessary to protect the phase of 2nd and 3rd wave of Pandemic Corona as such Covid-19 virus cannot be spread out. As a result, it is necessary to assure the production and distribution of Covid-19 vaccine effectively. Besides, to overcome the crisis of pandemic effective initiatives are taken for the long term economic slowdown and decision to bring out the economic growth which created by Pandemic Corona.

At the beginning of 2020, the economic relationship between USA and China has been deteriorated and so the price of oil has been decreased in international market. As a result, the sales of the oil producer countries have been decreased the price of oil and increased their debt. Moreover, economic crisis is seen in many countries. According to IMF, meanwhile many low income countries are facing this economic crisis. Furthermore, if any wave of Corona is seen, then the crisis shall be more critical. As a result, to establish the corporate governance code in private sector, as such the proper use of debt/loan can be assured at a maximum level for all handling with professionally.

In 2020, the growth was negative at the South Asia region which was noted as the prompt developed economic zone. But in 2021, it is predicted that it may regain and recover. As the Pandemic Corona situation is still continued, its long term effect as well as shortage of international relationship among the countries, it cannot be possible to overcome the crisis and held the positive growth by this in 2021.

As per global economist, for facing the Pandemic Corona it can only be possible if the countries are cooperative with each other and maintain the balanced economic policy and fostering the field of economic cooperation and keep peaceful environment which is more important, as such economic activities are more stronger and reduce the economic risks with a optimal capacity.

Bangladesh Economy :

Though the growth rate in 2020 was lower than last few year, as predicted by IMF, Bangladesh is able to achieve positive growth in 2020 within 23 countries with out of 190 countries having the influence of pandemic corona, prevailing global unrest and internal economic crisis. Bangladesh can prove the prediction of IMF as correct and able to earn its favorable growth despite of having severe unfavorable situation. According to Bangladesh Bureau of Statistic, where the GDP growth forecasted in Bangladesh was 8.13% in 2018-19, but the GDP growth earned 5.2% in 2019-2020 fiscal years. The achievement of this growth of 2008-2009 if seems descending, though considering the of all indicators, this achievement has been able to attain a seperate value in the world. Remittance from the Repatriate help the achievement to keep the growth as a premier indicator, that they are able to send 18.11 billion US dollar-which sustain the growth and able to help a important role for contribution.

Exports and imports are reduced from March, 2020, the economy of Bangladesh then severely hampered due to affects of Corona virus. But due to inflow of remittance from manpower helps to reduce the shortage of growth. In order to overcome the Pandemic Corona as well as to sustain the growth of economy, government has taken prudent initiatives against health sector and on humanitarian ground and keep substantial subsidiary to those sector. To increase the growth within a aspected level, government has declared some economic packages and motivational activities. Moreover, tax has been reduced from import and strategic policy has been adopted to increase the liquidity flow of banking sector. It is hoped that the economy of Bangladesh shall be regained and recovered immediately as government has taken practical policy for economy. It has been appraised by globally as the indicators are ascending by social and economic aspect despite of Pandemic Corona in the leadership of our Honorable Prime Minister, Leaders of Peoples Her Excellency Sheikh Hasina, it has been forecasted that from her wisdom and keen leadership Bangladesh shall go ahead in overall economic and social sectors gradually by every year.

03. Insurance Industry :

Though the service of Insurance has increased day by day but till now the industry is not reached in a level of expectation. Government is working as prioritized basis to develop this emergent sector. Before the Pandemic Corona situation it had a positive and favorable possible emergent sector. But due to Pandemic Corona premium has been decreased day by day of the companies and fall into a crisis. The main indicators for Non-life Insurance Companies are Industrialization, Export-Import, Investment and Infrastructure. But in 2020 exports were reduced and cost of import had also been decreased, as a result the insurance sector is loser. But recovery has started at the last part of the year then the profit has also started to earn eventually more than that of the previous year. The insurance premium has been increased to Tk. 600 crore for the execution a huge amount of large project and expansion of health insurance. Besides, Insurance Development and Regulatory Authority takes part by their interference in due time in Pandemic Corona to hold the growth of the sector. It will be informed with gladly that the Government of Peoples Republic of Bangladesh has also taken a project of Tk. 632 crore to develop the Insurance industry which is now being implemented by different authority. This project will open a new door to success for the development of this industry which is forecasted.

The year 2020 was the year which for both obstacles and finding new approaches for Global Insurance Industry. The journey of Insurance industry has been started with a position of profit in 2020. But for the obstacle of Pandemic Corona, it is not possible to hold the position and as a result the growth rate has been decreased. In 2019, 2.2% growth has been achieved globally in Insurance Industry. Though, the outlook of 2020 for its journey but the growth during the year has been reduced. But the losses which predicted during the dangerous pandemic Corona situation, it was less than that of the predicted losses.

04. Operational Result :

For kind information of the shareholders, I would like to submit precise report on the activities of the Company for the year, 2020.

Particulars		2020	2019
Gross Premium	Tk.	50,15,56,103	56,82,26,636
Re-Insurance Premium ceded	Tk.	16,85,71,718	12,41,33,230
Net Premium less Re-Insurance	Tk.	33,29,84,385	44,40,93,406
Income from Investment	Tk.	2,62,27,668	2,41,76,372
Net Profit before Tax	Tk.	12,49,91,061	11,79,93,409
Reserve for Unexpired Risk	Tk.	13,32,08,615	17,75,30,106
Reserve for contingency	Tk.	35,96,79,309	30,88,94,783

CLASSWISE BUSINESS PERFORMANCE FOR THE YEAR, 2020

Particulars	Total -2020 Taka	Total -2019 Taka
Gross Premium	50,15,56,103	56,82,26,637
Less : Re-Ins. Premium	16,85,71,718	12,41,33,230
Net Premium (a)	33,29,84,385	44,40,93,407
Add : Comm. earned on Re-Ins. Ceded (b)	3,23,93,850	4,04,33,251
Less : Claim Less Re-Insurance (c)	7,73,66,744	7,80,24,373
Less : Agency Com. (d)	6,59,65,998	8,35,16,246
Less : Management Exp. (e)	15,15,56,049	17,26,50,234
Less : Reserve for unexpired claims (f)	13,32,08,615	17,75,30,106
Add : Reserve for unexpired claims (g)	17,75,30,106	13,50,68,704
Underwriting Profit/(Loss) (a+b-c-d-e-f+g)	11,48,11,935	10,78,74,403

PROFIT & LOSS ACCOUNT :

The Company earned a net profit before Tax of Tk. 12,94,91,061/- for the year, 2020, the account is as under :

Particulars	2020 Taka	2019 Taka
Income from Investment	2,11,91,110	2,21,17,483
Add : Miscellaneous Income	1,97,818	13,610
Less : Loss of Disposal from Fixed Assets	-	-
Add : Profit from share trading	50,36,558	20,58,279
Add : Underwriting profit /loss	11,48,11,935	10,78,74,403
Total	14,12,37,421	10,80,08,857
Less : Management Expenses (Not applicable to any particular fund or account)	1,17,46,360	1,40,70,365
Profit before taxation	12,94,91,061	11,79,93,409

PROFIT & LOSS APPROPRIATION ACCOUNT

Current year's Net profit	12,94,91,061	11,79,93,409
Add : Opening Balance	5,63,07,703	4,55,80,655
Total	18,57,98,764	16,35,74,064
Less : The Net Profit account has been appropriated as under :		
Reserve for exceptional losses	3,32,98,438	1,99,84,203
Provision for Taxation	3,59,57,063	3,64,69,841
Stock Dividend Paid into Capital	4,00,41,445	4,53,29,939
Deferred Tax	27,08,033	54,82,378
Balance Carried to Balance Sheet	7,37,93,785	5,63,07,703
Total	18,57,98,734	16,35,74,064

05. Assets and Reserve :

During the year total assets of the Company is Tk. 101,86,20,527/- which was Tk. 100,87,27,314/- in the year-2019 that means assets increased Tk. 98,93,213/- in 2020 against 2019. Further more, the reserve of the Company has also increased. The reserve was Tk. 48,64,24,895/- in 2019. By increasing the reserve it stood at Tk. 49,28,87,924/- in 2020 i.e. the reserve has increased Tk. 64,63,029/- in 2020 against 2019.

Details as under:

Particulars	2020	2019	Increased/(Decreased)
Total Assets	101,86,20,527	100,87,27,314	98,93,213
Total Reserve	49,28,87,924	48,64,24,895	64,63,029

06. Investment :

Including Statutory Deposit of Tk. 2,50,00,000/- in the form of National Treasury Bond, investment like Fixed Deposit (FDR), Shares and amount lying with different STD and CD accounts with schedule Banks total investment of the Company is Tk. 52,16,44,969 /- in 2020 which was Tk. 44,34,20,393/- in 2019. The position of Investment at cost is as under :

Particulars	2020 Taka	2019 Taka	Increased/ (Decreased)
National Investment Bond	2,50,00,000	2,50,00,000	-
Fixed Deposit with various Banks	32,86,53,790	26,80,53,790	6,06,00,000
Balance in different STD & CD Accounts	3,09,91,012	2,70,71,263	39,19,749
Investment of Shares (at fair value)	2,76,51,242	1,55,86,415	1,20,64,827
Investment (subsidiary)	13,43,48,925	10,77,08,925	2,66,40,000
Total	52,16,44,969	44,34,20,393	7,82,24,576

N.B. : Investment in Shares have been shown in Balance Sheet as per market price according to IFRS-9.

07. Extraordinary Activities :

Sonar Bangla Insurance Limited has formed a subsidiary Company in 2012 named **“Sonar Bangla Capital Management Limited (Merchant Bank)”** and the company holding the percentage of shares of its 59%. The subsidiary Company has earned a net profit after Tax of Tk. 88,36,828/- in 2020. A detail of the annual business operation of accounts of **“Sonar Bangla Capital Management Limited (Merchant Bank)”** has been shown (page no.to.....) alongwith this annual report.

Hon’ble shareholders, it is also inform you that the paid up capital of Tk. 9,41,16,000/- (Nine crore forty one lac sixteen thousand) of Sonar Bangla Capital Management Ltd. was shown by Auditor’s as deposit money due to procedure for approval of RJSC in 2020. But that amount has been approved by the RJSC in 2021 so it would be considered as paid up capital.

08. Dividend :

Dear Shareholders,

Sonar Bangla Insurance Limited has always maintained a sustainable Dividend policy and has been paying Dividend constantly . The Board of Directors in its 129th meeting held on June 15, 2021 has recommended 15% Cash Dividend to its hon’ble shareholders for the year 2020 subject to approval in the 21st Annual General meeting. We did not declare any Bonus share as interim Dividend in 2020.

09. Retirement and Election of Directors :

In accordance with the provision of clause 111 & 112 of the Articles of Association of the Company, the following 04 (four) Directors from ‘Group-A’ shall retire and being eligible may offer themselves for re-election as per provision of clause 113 of Articles of Association of the Company.

- (i) Mr. Sheikh Kabir Hossain

- (ii) Al-haj Md. Shamsul Haque
- (iii) Mr. Md. Rajjab Sharif
- (iv) . Mr. Kailash Chandra Baroi

Also as per Articles of Association of the Company, Mrs. Fahmida Waliullah, Director from 'Group- B' i.e Shareholder Director shall retire. The vacant of 'Group- B' Director should be elected as per rules. A notification for Election of Director from 'Group- B' was published in time in two National daily's The Samakal and The New Age.

10 . Independent Directors :

To comply with the BSEC's direction Sonar Bangla Insurance Limited has appointed required Independent Director's compared with the size of the Board of Directors. Mrs. Amina Parvin, Mrs. Farzana Moazzam and Mr. Delowar Hossain Raja were Independent Director's of the Company in 2020.

11. Human Resources :

Professionalism is the main Principles of Sonar Bangla Insurance Limited and the company prefers it. The Human Resources policy of Sonar Bangla Insurance Limited gear up the professional efficiency of the employees which help to achieve the Company's goal.

The Board of Directors believe that the employees is the valuable resources of the Company and they can play key role to success for the institution. So Sonar Bangla Insurance Limited adopt to the qualified, efficient and hard working person against attractive packages. After appointment to prepare the effective employees for the Company, the management send them training Institute to obtain institutional knowledge. Because we believe that the trained employees can increase the image and represent the Company in positive manner.

12. Recognition from Government for Achievement of success:

Honorable Shareholders, I am informing you with very gladly that your company is only the Insurance company who appreciated National productivity and Excellence Award-2019 for increasing its production (Sheba) for better quality on large industrial category (sub-sector service) This Award has been given by Ministry of Industries, People's Republic of Bangladesh. Sonar Bangla Insurance Ltd. is warmly grateful to the daughter of Bangabandhu Sheikh Mujibur Rahman, Honorable Prime Minister of People's Republic of Bangladesh Her Excellency Sheikh Hasina.

13. Appointment of Auditor :

The present Auditors of the Company M/s. G. Kibria & Co., Chartered Accountants retires in this Annual General Meeting. The Board of Directors recommended M/s. G. Kibria & Co., Chartered Accountants for appointment as Auditor at a fee of Tk. 80,000 for the year-2021 as per their consent of expression.

14. Appointment of Compliance Auditor :

The Board of Directors recommended M/s Shafik Basak & Co., Chartered Accountants for appointment as Compliance Auditor at a fee of Tk. 15,000 for the year-2021 as per their consent of expression.

15. Result of Credit Rating :

Considering the overall business performance and development of the Company for the year 2020 M/s. Alpha Credit Rating Ltd. has rated Sonar Bangla Insurance Ltd. "AA+" which indicates prudent underwriting, skilled Human Resources, ability to prompt Claims settlement and good and transparent financial position. The Board of Directors hopes that Credit Rating result "AA+" protect the interest of the Shareholders as well as help to increase the Image and goodwill of the Company.

16. Re-Insurance :

The Re-Insurance activities of Sonar Bangla Insurance Limited was in line with guidelines laid down in the Law of the Country. The main objects of the Re-Insurance is safeguard the property. Sonar Bangla Insurance Limited try to continuously increase the own retention, So that increased retention help the company's development.

The Company has its reinsurance treaty with Sadharan Bima corporation for the interest of clients. Based on the treaty the Company can underwrite any risk of whatever dimension.

17. Board of Directors & Committees :

The Size of the Board is as per limit prescribed by the Corporate Governance Code issued on 03rd June, 2018 by Bangladesh Securities and Exchange Commission to comply to keep the Directors within the limit & constituted of Audit and Nomination & Remuneration Committee (NRC) as sub-committee of the Board. Besides this, the Claims Committee continue the activities as Sub-Committee. The details information regarding Audit and Nomination & Remuneration Committee (NRC) is as under :

a) AUDIT COMMITTEE :

Audit Committee has been constituted by Mrs. Amina Parvin, Independent Director as Chairperson. The Committee consisted of 06 Members. 04 Meetings of the Audit Committee were held for the year 2020. The Audit committee conducts their affairs as per direction of the Corporate Governance Code issued by Bangladesh Securities and Exchange Commission on 03rd June, 2018. The Report on the Audit Committee have been shown in page no.signed by the Chairperson of the committee.

b) NOMINATION & REMUNERATION COMMITTEE (NRC) :

Nomination & Remuneration Committee (NRC) has been constituted by Mrs. Farzana Moazzam, Independent Director. The Committee is consisted of 06 Members. 01 Meetings of the Nomination & Remuneration Committee (NRC) were held for the year 2020. The Nomination & Remuneration Committee (NRC) conducts their affairs as per direction of the Corporate Governance Code issued by Bangladesh Securities and Exchange Commission on 03rd June, 2018.

c) CLAIMS COMMITTEE :

The Claims Committee has been chaired by Honorable Director Mr. Mohammad Haroon Kamal. The Committee is consisted of 06 Members. The Committee is committed to settle any claim promptly for the interest of insured. Besides, Claims Committee refers any claim to the Board for any special case for approval as and when required.

18. Outlook - 2021 :

Despite of Pandemic Corona in the year 2020 the Insurance Industry falls in a crisis. The situation has been developed at the end of the year. It has been forecasted that the continuity fo success will be continued in 2021 end the growth will be regained as before of 2020. We shall overcome the unfavorable situation of economic turndown for insurance industry for the year 2021. Sonar Bangla Insurance Ltd. has also try to overcome the situation.

19. Corporate Social Responsibility (CSR) Activities :

Your company has extended CSR activities regularly. 2020 was not out of CSR activities. There is no alternative to buildup the CSR activities for corporate governance. The board of directors of Sonar Bangla Insurance Ltd. is usually careful for CSR activities. So the company financially help to the brilliant students and donates financially helpless affected peoples. Even the company donates a substantial fund to the Prime Minister's Relief Fund through Bangladesh Insurance Association (BIA) and Insurance Development Regulatory Authority (IDRA) for helping the affected poor peoples.

20. Risk Management :

Without taking risk, no business can be operated. Risk and business are closely related. It is more effective of risk for insurance business. Insurance Companies face the challenges of risk by co-ordination. Settlement of claim, prudent underwriting, credit business and proper re-insurance are the major risk for the Insurance Industry. That is why it is necessary to operate the insurance business by the strong internal control system for the insurance companies. Sonar Bangla Insurance Ltd. Try to manage the risk for reducing or eliminate it risk with prudent conciseness and distributed its fund in investment and ensure its wealth maximization by internal control. As a result, unusual activity is removed for company's asset and ensure against the secured of loss. The Board of Directors, the management of the company alongwith all officer and staff very much cautious about it.

21. Information Technology :

It can be easy to handle the risk management by using advanced information technology. Information technology identifies the risk properly and health for risk management. Its great advantaged is it become the work easy and prompt and enhance the satisfaction of clients. Sonar Bangla Insurance Ltd. is also believed in this policy and act accordingly for using information technology as globalization and make it modernization. All branches of the company with head office bring online communication and also try to adopt new technology at all times.

22. Registration Certificate :

Meanwhile, Sonar Bangla Insurance Ltd. obtained its renewal of registration for the year, 2021 from the Insurance Development Regulatory Authority (IDRA) by paying prescribed fees as per rule.

23. Regulatory and Supervisor Authority :

Insurance Development and Regulatory Authority acts as a regulator for insurance industry. The regulator is trying to implement the Insurance Act, 2010. To keep the interest of Insurance Industry Insurance Development and Regulatory Authority is working for establishment of equal opportunity for each company. Besides, Insurance Development and Regulatory Authority is also acts to protect the interest of insured, supervising for the development of Insurance Industry and also operates positive activites to control the negative attitudes.

24. Corporate Governance :

The Board of Directors of the Company firmly believes that practice of Good Corporate Governance and transparency is a sine qua non towards ensuring a disciplined and a sustainable organization. Sonar Bangla Insurance designed the corporate Governance systems and practices to ensure adequate internal control in operational process, transparency, and accountability. The Corporate Governance structure specifies the distribution of rights and responsibilities among different executives and spells out the rules and procedures for making decisions on corporate affairs. The role of Regulatory Authorities is very important in respect of Corporate Governance practices. Sonar Bangla Insurance is pledge-bound to comply with all the requirements of regulatory Authorities, Parties to Corporate Governance are Board of Directors, different committees of the Board, the management, different management committee, all decision making personnel, etc. All plans, programs, Policy decisions, as initiated by the Board are implemented by the Management under the leadership of Chief Executive Officer.

We also report that :

- a) The financial statements prepared by the management of the Company present fairly its state of affairs, the result of its operations, cash flows and changes in equity.
- b) Proper books of accounts of the Company have been maintained as per Clause No. 181 of Company Act, 1994. .
- c) Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment.
- d) International Accounting Standards, as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there from has been adequately disclosed.
- e) The system of internal control is sound in design and has been effectively implemented and monitored.
- f) The BSEC's compliance Report is shown at page no. 48-58 (Annexure-C).
- g) The key operating and financial data of preceding five years have been provided in at a glance at page no. 44.
- h) During the year ended December 31, 2020, the Board of Directors held 03 meetings and the Directors attended on the Board Meeting in aggregate 83.33% of the total number of meetings. The attendant particulars have been shown at page no. 122.
- i) The pattern of shareholding as on December 31, 2020 is given at page no. 43.

- j) There were no variances in the Quarterly Financial Performances and Annual Financial Report.
- k) Management's Discussion and Analysis signed by CEO has shown at page no. 44-46.
- l) Declaration of Chief Executive Officer & Chief Financial Officer has shown at page no. 68 (Annexure-A).
- m) There were no significant deviations from last year's operating results.

25. Certificate of Compliance of Corporate Governance Code :

Certificate from Professional Accountants on compliance with the Corporate Governance Code of BSEC on June 03, 2018 has been shown is at page no. 47.

26. Related Party Transactions :

There is no Related Party Transactions of Sonar Bangla Insurance Limited.

27. Remuneration of Directors (including Independent Directors) :

The Company not paid any financial benefit of the Directors except meeting fee as per rule. The meeting fee is fixed Tk. 8,000/- per member of the Board. The total meeting fee has been paid Tk. 7,11,200/- for the year, 2020.

28. Utilization of Proceeds from Public Issues , Right Issues and/or Through any other instrument :

Sonar Bangla Insurance Limited floated its Ordinary Shares Initially in 2005 through IPO. The proceeds of IPO used for company's operational activities.

29 On Going Concern :

Report on going concern and liquidity management has been declared in page no. 66 of the Annual Report.

30. Protection of Minority Shareholders :

This is to certify that the interest of the Minority Shareholders of Sonar Bangla Insurance Limited have been protected. Directly or Indirectly the Board is not related any activities which reduce the interest of the Minority Shareholders.

31. Appreciation:


Dear Shareholders, we take this opportunity to express our deep gratitude and thanks to you, all our valued clients and well-wishers for the confidence you have placed in us. Without your encouragement, positive support and active co-operation it would not have been possible to achieve the present position.

The Board of Directors would like to record its appreciation for the general support and co-operation extended by the Government of the Peoples Republic of Bangladesh, the Ministry of Commerce, the Ministry of Finance, Insurance Development and Regulatory Authority, Bangladesh Securities and Exchange Commission, Registrar of Joint Stock Companies and Firms, Central Depository Bangladesh Ltd., Sadharan Bima Corporation, Dhaka Stock Exchange Ltd., Chittagong Stock Exchange Ltd., Bangladesh Bank all scheduled Banks and financial Companies, our valued clients, patrons and well-wishers who have been graciously extending their co-operation, support, patronage and encouragement all through.

The Board of Directors record their deep appreciation to the Chief Executive Officer, all Branch In-charges, Departmental In-charges of Head Office and all other Officers/Staff for their hard work, dedication and sincerity that they have shown for the growth of the Company.

May Almighty Allah grace us with blessings.

For the Board of Directors,



(Sheikh Kabir Hossain)

Chairperson

৩১শে ডিসেম্বর, ২০২০ইং তারিখে সমাপ্ত বছরে সোনার বাংলা ইন্স্যুরেন্স লিমিটেড এর পরিচালকমণ্ডলীর প্রতিবেদন।

বিসমিল্লাহির রাহমানির রাহিম,
প্রিয় শেয়ারহোল্ডারবৃন্দ,
আসসালামু আলাইকুম,

সোনার বাংলা ইন্স্যুরেন্স লিমিটেড এর ২১তম বার্ষিক সাধারণ সভায় পরিচালকমণ্ডলীর পক্ষ থেকে আপনাদেরকে অত্যন্ত আনন্দের সাথে স্বাগত জানাচ্ছি। প্রথমেই আমি আপনাদের প্রতি আমাদের আন্তরিক কৃতজ্ঞতা জ্ঞাপন করছি এবং আপনাদের সকলের ও পরিবারের সুস্বাস্থ্য, মঙ্গল ও নিরাপত্তা কামনা করছি। দীর্ঘদিন থেকে বৈশ্বিক করোনা মহামারি আমাদের শারীরিক, মানসিক, সামাজিক ও আর্থিক অবস্থাকে সংকটময় করে তুলেছে। এই অনিশ্চয়তার মধ্যেও কোম্পানির ২০২০ সালের বার্ষিক প্রতিবেদন আপনাদের সামনে উপস্থিত করতে পারছি বলে মহান রাব্বুল আলামিনের নিকট আমরা অত্যন্ত কৃতজ্ঞ। করোনা মহামারি ও আর্থিক সংকট অন্যান্য সকলের মতো আমাদের ব্যবসাকেও ক্ষতিগ্রস্ত করেছে। কিন্তু আপনাদের আস্থা, সমর্থন, শুভ কামনা ও আমাদের কর্মকর্তা/কর্মচারীদের নিরলস পরিশ্রমে বছরের শুরুতে যে আর্থিক ক্ষতির আশঙ্কা দেখা দিয়েছিলো বাস্তবে তা ঘটেনি। আপনাদের কোম্পানি ২০২০ সালে প্রত্যাশার চেয়েও ভালো ফলাফল অর্জন করতে সক্ষম হয়েছে। এই সকল বিস্তারিত তথ্যসহ ৩১শে ডিসেম্বর ২০২০ সমাপ্ত বছরে কোম্পানির পরিচালকমণ্ডলীর প্রতিবেদন, নিরীক্ষিত হিসাব ও নিরীক্ষকের প্রতিবেদন আপনাদের বিবেচনা ও গ্রহণের জন্য পেশ করছি।

২০১৯ সালে উৎপত্তি ঘটে বৈশ্বিক করোনা ভাইরাস মহামারির, যা ২০২০ সালে ব্যাপক আকার ধারণ করে এবং প্রতিনিয়ত এর ব্যাপ্তি বিশ্বের সর্বত্র ছড়িয়ে পড়ছে। এই মহামারিতে এখন পর্যন্ত বিশ্বে ২০ কোটি লোকেরও অধিক আক্রান্ত হয়েছেন এবং প্রায় অর্ধ কোটি লোক মৃত্যুবরণ করেছেন। বাংলাদেশেও আক্রান্ত এবং মৃতের সংখ্যা দিন-দিন বাড়ছে। সরকারি হিসাব অনুযায়ী এই ভাইরাসে বাংলাদেশে ১৫ লক্ষ এর অধিক লোক আক্রান্ত হয়েছেন এবং ২৫ হাজার এর অধিক লোক মৃত্যুবরণ করেছেন। বাংলাদেশে যারা মৃত্যুবরণ করেছেন আমরা সোনার বাংলা ইন্স্যুরেন্স লিমিটেড পরিবারের পক্ষ থেকে তাদের আত্মার মাগফেরাত কামনা করছি এবং শোকসন্তপ্ত পরিবারের প্রতি গভীর সমবেদনা জ্ঞাপন করছি।

সূত্র :

পরিচালকমণ্ডলীর এই প্রতিবেদন প্রস্তুতের ক্ষেত্রে ১৯৯৪ইং সালের কোম্পানি আইনের ১৮৪ ধারা, ০৩ জুন, ২০১৮ইং তারিখে বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন কর্তৃক জারিকৃত কর্পোরেট গভর্ন্যান্স কোড এবং সংশ্লিষ্ট অন্যান্য আইন ও বিধি অনুসরণ করা হয়েছে।

০১। পটভূমি :

২০০০ইং সালের ১৪ই মার্চ সোনার বাংলা ইন্স্যুরেন্স লিমিটেড টাঃ ৬.০০ কোটি পরিশোধিত মূলধন নিয়ে কোম্পানি আইন, ১৯৯৪ অনুযায়ী পাবলিক লিমিটেড কোম্পানি হিসাবে নিবন্ধিত হয়। ২০০০ইং সালের ২৬শে এপ্রিল তৎকালীন বীমা অধিদপ্তর (বর্তমান বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ) থেকে রেজিস্ট্রেশন প্রাপ্ত হয়ে অগ্নি, নৌ, মটর ও বিবিধ বীমা অবলিখনের কার্যক্রম শুরু করে।

০২। অর্থনীতি :

বিশ্ব অর্থনীতি :

২০২০ সালে বিশ্বব্যাপী নানাবিধ উদ্যোগ ও প্রয়াস সত্ত্বেও বিশ্ব অর্থনৈতিক পরিস্থিতি আশাব্যঞ্জক ছিল না। মূলত ২০২০ সাল ছিলো বিশ্ব অর্থনীতির জন্য মন্দা ও সংকটময় বছর। বছরের অর্ধেক সময় অর্থনীতির বিপর্যয় লক্ষ্য করা গেছে। এই বিপর্যয়ে উন্নত ও উন্নয়নশীল দেশে এক ধরনের অস্থিরতা বিরাজ করে। যুক্তরাষ্ট্র, চীনসহ বিশ্বের প্রায় সকল রাষ্ট্রের বাণিজ্যে ধীর গতি লক্ষ্য করা গেছে। মধ্যপ্রাচ্যের অবস্থা আরও নাজুক। কেননা, একদিকে অর্থনৈতিক মন্দা, অন্যদিকে রাজনৈতিক অস্থিরতা মধ্যপ্রাচ্যের বাণিজ্যে ব্যাপক

প্রভাব ফেলে। যদিও বছরের দ্বিতীয়ার্ধে বিশ্ব অর্থনীতি সংকট থেকে উত্তরণের পথ খুঁজতে শুরু করে।

২০২০ সালে বৈশ্বিক প্রবৃদ্ধির হার ধরা হয়েছিলো ৩.৩ শতাংশ। কিন্তু করোনা মহামারির কারণে বিশ্বের প্রায় সকল দেশে লকডাউন আরোপের ফলে আন্তর্জাতিক বাণিজ্যের দ্বার বন্ধ হয়ে যায় এবং অর্থনীতি তীব্র সংকটের মুখোমুখি হয়। এর প্রভাবে বছর শেষে

প্রবৃদ্ধির হার ঋনাত্মক পর্যায়ে চলে আসে। অবশ্য বছরের শেষ দিকে দেশগুলোর দ্রুত ব্যবস্থা গ্রহণের ফলে অর্থনৈতিক অচলাবস্থা কমে আসতে শুরু করে এবং প্রবৃদ্ধির চাকাও গতিশীল হয়। সামগ্রিকভাবে বৈশ্বিক অর্থনীতি গতিশীল করার জন্য করোনা ভাইরাসের ২য় ও ৩য় ধাপের বিস্তার রোধকল্পে কার্যকরী ব্যবস্থা গ্রহণ করতে হবে, টিকা উৎপাদন ও এর সঠিক বিতরণ নিশ্চিত করতে হবে এবং করোনা ভাইরাসের ফলে সৃষ্ট দীর্ঘমেয়াদী অর্থনৈতিক মন্দা ও দুর্বল প্রবৃদ্ধির আর্থিক চাপ কাটিয়ে ওঠার জন্য কার্যকরী ভূমিকা গ্রহণ করতে হবে।

২০২০ সালের শুরুতে চীন-যুক্তরাষ্ট্রের বাণিজ্যিক সম্পর্কে অবনতি ঘটে এবং আন্তর্জাতিক বাজারে তেলের দাম কমে যায়। ফলে তেল উৎপাদনকারী দেশগুলোর আয় কমে যায় এবং ঋণের মাত্রা বেড়ে যায়। অনেক দেশে ঋণ সংক্রান্ত সংকট তৈরী হয়েছে। আইএমএফ এর তথ্য অনুযায়ী স্বল্প আয়ের দেশসহ বেশ কিছু দেশ ইতোমধ্যেই ঋণ সংকটের ঝুঁকির সম্মুখীন হয়েছে। করোনা ভাইরাসের আরও একটি ঢেউ এই ঝুঁকিকে আরও ঘনীভূত করবে। ফলে প্রাইভেট সেক্টরে শক্তিশালী কর্পোরেট গভর্ন্যান্স নিশ্চিত করার মাধ্যমে ঋণের সর্বোত্তম ব্যবহার নিশ্চিত করতে হবে।

পৃথিবীর সবচেয়ে দ্রুত অর্থনৈতিক অঞ্চল হিসাবে চিহ্নিত দক্ষিণ এশিয়ায় প্রবৃদ্ধির হার ২০২০ সালে ঋনাত্মক ছিলো। তবে ২০২১ সালে এই অঞ্চলের প্রবৃদ্ধির হার আগের গতিতে ফিরে আসবে বলে আশা করা হচ্ছে। কিন্তু করোনা মহামারি এখনও চলমান থাকায় এর দীর্ঘমেয়াদী প্রভাব ও আন্তর্জাতিক সংযোগের ঘাটতি মোকাবেলা করে ২০২১ সালে দক্ষিণ এশিয়াকে ধনাত্মক প্রবৃদ্ধির ধারায় ফিরে আসতে হবে।

বিশ্ব অর্থনৈতিক কর্তৃপক্ষের পরামর্শ মতে, করোনা মহামারি অতিক্রম করে পরস্পর রাষ্ট্রের শক্তিশালী বহুমাত্রিক সহযোগিতা, ভারসাম্যপূর্ণ বাণিজ্য নীতিমালা, প্রয়োজনীয় আর্থিক সহযোগিতার ক্ষেত্র প্রস্তুত ও শান্তিময় পরিবেশ তৈরী করা খুবই জরুরী, যাতে অর্থনৈতিক কার্যক্রম আরও শক্তিশালী হয় এবং অর্থনৈতিক ঝুঁকি হ্রাস পায়।

বাংলাদেশ অর্থনীতি :

করোনা মহামারির প্রভাব, বৈশ্বিক ও অভ্যন্তরীণ অর্থনৈতিক সংকট সবকিছু মিলে ২০২০ সালে বাংলাদেশের অর্থনৈতিক প্রবৃদ্ধির হার গত কয়েক বছরের মধ্যে সবচেয়ে কম হলেও, আইএমএফ ১৯০টি দেশের মধ্যে ২৩টি দেশের ধনাত্মক প্রবৃদ্ধি অর্জনের যে পূর্বাভাস করেছিলো তার মধ্যে বাংলাদেশ অন্যতম। আইএমএফ এর পূর্বাভাস সঠিক প্রমাণ করে ২০২০ সালে বাংলাদেশ কঠিন প্রতিকূলতার মধ্যেও ধনাত্মক প্রবৃদ্ধি অর্জন করতে সক্ষম হয়েছে। ২০১৮-১৯ অর্থবছরে যেখানে বাংলাদেশের জিডিপি প্রবৃদ্ধির হার ছিলো ৮.১৩ শতাংশ সেখানে ২০১৯- ২০২০ অর্থ বছরে জিডিপি প্রবৃদ্ধির হার ছিলো ৫.২ শতাংশ। বাংলাদেশের জন্য এই প্রবৃদ্ধি অর্জন ২০০৮-২০০৯ অর্থ বছরের পর নিঃসুখী হলেও সার্বিক প্রেক্ষাপট বিবেচনায় এই অর্জন বিশ্বের বৃহৎ বাংলাদেশকে আলাদা মর্যাদা দিতে সক্ষম হয়েছে। প্রবাসীদের প্রেরিত অর্থ প্রবৃদ্ধি অর্জনে অগ্রণী ভূমিকা পালন করেছে। এই অর্থ বছরে প্রবাসীরা ১৮.১১ বিলিয়ন মার্কিন ডলার প্রেরণ করতে সক্ষম হয়েছে, যা দেশের প্রবৃদ্ধির ধারা অব্যাহত রাখতে গুরুত্বপূর্ণ অবদান রেখেছে।

২০২০ সালের মার্চ মাস থেকে করোনা ভাইরাস বাংলাদেশের অর্থনীতিতে মারাত্মক প্রভাব ফেলতে শুরু করলে আমদানি ও রপ্তানির পরিমাণ হ্রাস পায়। তবে রেমিট্যান্স প্রবাহ বৃদ্ধি পাওয়ায় ঘাটতি কমে আসে। করোনা ভাইরাসের প্রকোপ রোধকল্পে এবং অর্থনীতির চাকা সচল রাখতে সরকার অত্যন্ত বিচক্ষণতার সাথে স্বাস্থ্যসেবা এবং জরুরী মানবিক সেবা খাতে বরাদ্দ বৃদ্ধি করেছে। প্রবৃদ্ধি আশানুরূপ পর্যায়ে উন্নীত করার জন্য অর্থনৈতিক প্যাকেজ ও প্রণোদনা ঘোষণা করেছে। এছাড়া, আমদানিতে কর রেয়াত করেছে, ব্যাংক খাতের লিকুইডিটি বাড়াতে উন্নত নীতি গ্রহণ করেছে। সরকার কর্তৃক এই সকল বাস্তবমুখী নীতি গ্রহণের ফলে বাংলাদেশের অর্থনীতি অচিরেই পুনরুদ্ধার করা সম্ভব হবে বলে আশা করা যাচ্ছে। করোনা মহামারির ভয়াবহতার মধ্যেও বাংলাদেশ সরকার সামাজিক ও অর্থনৈতিক ক্ষেত্রে সূচক উর্ধ্বমুখী রাখার যে প্রয়াস চালিয়েছে তা বিশ্বে প্রশংসিত হয়েছে। মাননীয় প্রধানমন্ত্রী জননেত্রী শেখ হাসিনার সফল নেতৃত্বে দেশের সার্বিক অর্থনীতি ও সমাজনীতি ব্যাপকভাবে বছরে-বছরে উন্নতি লাভ করে এগিয়ে যাবে বলে আশাবাদ ব্যক্ত করা হয়েছে।

০৩। বীমা শিল্প :

বাংলাদেশের বীমা সেবার আওতা প্রতিনিয়ত বাড়লেও দেশের বীমা শিল্প এখনও আশানুরূপ পর্যায়ে পৌঁছাতে সক্ষম হয়নি। বীমা শিল্প একটি সম্ভাবনাময় খাত হিসাবে সরকার অগ্রাধিকার ভিত্তিতে এই শিল্পের জন্য কাজ করে যাচ্ছে। করোনা ভাইরাস আক্রমণের পূর্ব পর্যন্ত বীমা শিল্পে একটি ইতিবাচক প্রবৃদ্ধির সম্ভাবনা ছিলো। কিন্তু করোনা পরিস্থিতি ভয়াবহতায় রূপ নিলে বীমা কোম্পানিগুলোর প্রিমিয়াম

আয় কমে যায় এবং কোম্পানিগুলো সংকটে পড়ে যায়। নন-লাইফ বীমা কোম্পানির ব্যবসার মূল প্রভাবক হলো শিল্পায়ন, আমদানি-রপ্তানি, বিনিয়োগ ও অবকাঠামোগত পরিস্থিতি। কিন্তু ২০২০ সালে রপ্তানি আয় হ্রাস এবং আমদানি ব্যয় কমে যাওয়ায় বীমা শিল্প ক্ষতিগ্রস্ত হয়। তবে বছরের শেষের দিকে পুনরুদ্ধার শুরু হলে অধিকাংশ বীমা প্রতিষ্ঠানই পূর্ববর্তী বছরের তুলনায় অধিক মুনাফা অর্জন করে। এমনকি দেশে বাস্তবায়িত বিপুল সংখ্যক বড় বড় প্রকল্প এবং হেলথ ইন্স্যুরেন্স এর আওতা প্রসারিত হওয়ায় সামগ্রিকভাবে প্রায় ৬০০ কোটি টাকা প্রিমিয়াম আয় বৃদ্ধি পায়। এছাড়া, বীমা শিল্পের উন্নয়ণে বীমা উন্নয়ণ ও নিয়ন্ত্রন কর্তৃপক্ষ এবং বাংলাদেশ ইন্স্যুরেন্স এসোসিয়েশন এর সময়োপায়োগী পদক্ষেপের কারণে করোনা মহামারির ভয়াবহতার মধ্যেও ২০২০ সালে বীমা শিল্প প্রবৃদ্ধির ধারা বজায় রাখতে সক্ষম হয়। অত্যন্ত আনন্দের বিষয় এই যে, গণপ্রজাতন্ত্রী বাংলাদেশ সরকার বীমা শিল্পের উন্নয়ণে ৬৩২ কোটি টাকার প্রকল্প হাতে নিয়েছে এবং তা বিভিন্ন কর্তৃপক্ষের মাধ্যমে বাস্তবায়িত হচ্ছে। এ প্রকল্প বীমা শিল্পে এক নতুন সম্ভাবনার দ্বার উন্মোচন করবে বলে আশা করা হচ্ছে।

বৈশ্বিক বীমা শিল্পের জন্য ২০২০ সাল ছিল প্রতিবন্ধকতা এবং একইসাথে নতুন পন্থা আবিষ্কারের বছর। ২০২০ সালে বীমা শিল্পের যাত্রা শুরু হয়েছিলো লাভজনক অবস্থান থেকে। কিন্তু করোনা মহামারির প্রতিবন্ধকতার ফলে সেই অবস্থান ধরে রাখা সম্ভব হয়নি। যে কারণে প্রবৃদ্ধির হার কমে যায়। ২০১৯ সালে বৈশ্বিক বীমা শিল্পে ২.২% প্রবৃদ্ধি অর্জিত হয়েছিলো। কিন্তু ২০২০ সালে প্রবৃদ্ধির উর্ধ্বগতির আশাবাদ নিয়ে যাত্রা শুরু করলেও প্রবৃদ্ধি হ্রাস পায়। তবে করোনা মহামারির ভয়াবহতার মধ্যে যে পরিমান ক্ষতির আশংকা করা হয়েছিলো তুলনামূলকভাবে ক্ষতির পরিমান তার চেয়ে অনেক কম।

৪। কার্যকরী ফলাফল :

সম্মানিত শেয়ারহোল্ডারবৃন্দের অবগতির জন্য কোম্পানির ২০২০ইং সালের কার্যকরী ফলাফলের সংক্ষিপ্ত বিবরণী তুলে ধরাছি।

বিবরণী	২০২০	২০১৯
গ্রস প্রিমিয়াম	৫০,১৫,৫৬,১০৩	৫৬,৮২,২৬,৬৩৬
পুনঃবীমাকৃত প্রিমিয়াম	১৬,৮৫,৭১,৭১৮	১২,৪১,৩৩,২৩০
নীট প্রিমিয়াম বাদ পুনঃবীমা	৩৩,২৯,৮৪,৩৮৫	৪৪,৪০,৯৩,৪০৬
বিনিয়োগ হতে আয়	২,৬২,২৭,৬৬৮	২,৪১,৭৬,৩৭২
করপূর্ব নীট মুনাফা	১২,৪৯,৯১,০৬১	১১,৭৯,৯৩,৪০৯
অপ্রত্যাশিত ঝুঁকির উপর সঞ্চিত	১৩,৩২,০৮,৬১৫	১৭,৭৫,৩০,১০৬
সম্ভাব্য দায় সঞ্চিত/রিজার্ভ	৩৫,৯৬,৭৯,৩০৯	৩০,৮৮,৯৪,৭৮৩

২০২০ সালের শ্রেণী ভিত্তিক ব্যবসায়িক বিবরণী :

বিবরণ	মোট-২০২০ টাকা	মোট-২০১৯ টাকা
মোট প্রিমিয়াম আয়	৫০,১৫,৫৬,১০৩	৫৬,৮২,২৬,৬৩৭
বাদ : পুনঃবীমা বাবদ প্রদান	১৬,৮৫,৭১,৭১৮	১২,৪১,৩৩,২৩০
নীট প্রিমিয়াম আয় (এ)	৩৩,২৯,৮৪,৩৮৫	৪৪,৪০,৯৩,৪০৭
যোগ : পুনঃবীমার উপর কমিশন (বি)	৩,২৩,৯৩,৮৫০	৪,০৪,৩৩,২৫১
বাদ : পুনঃবীমা বাদ দাবী পরিশোধ (সি)	৭,৭৩,৬৬,৭৪৪	৭,৮০,২৪,৩৭৩
বাদ : প্রত্যক্ষ প্রিমিয়ামের উপর কমিশন (ডি)	৬,৫৯,৬৫,৯৯৮	৮,৩৫,১৬,২৪৬
বাদ : ব্যবস্থাপনা ব্যয় (ই)	১৫,১৫,৫৬,০৪৯	১৭,২৬,৫০,২৩৪
বাদ : অপ্রত্যাশিত বীমা দাবীর জন্য স্থিতি (এফ)	১৩,৩২,০৮,৬১৫	১৭,৭৫,৩০,১০৬
যোগ : অপ্রত্যাশিত বীমাদাবীর জন্য স্থিতি (জি)	১৭,৭৫,৩০,১০৬	১৩,৫০,৬৮,৭০৪
অবলিখন লাভ/(ক্ষতি) (এ+বি-সি-ডি-ই-এফ+জি)	১১,৪৮,১১,৯৩৫	১০,৭৮,৭৪,৪০৩

লাভ-ক্ষতি হিসাব :

ডিসেম্বর ২০২০ইং সমাপ্ত অর্থ বছরে কোম্পানি ১২,৯৪,৯১,০৬১/- টাকা করপূর্ব নীট মুনাফা অর্জন করে, যার হিসাব নিম্নরূপ :

	২০২০	২০১৯
বিনিয়োগ খাত হতে আয়	২,১১,৯১,১১০	২,২১,১৭,৪৮৩
যোগ : বিবিধ আয়	১,৯৭,৮১৮	১৩,৬১০
বাদ : স্থায়ী সম্পদ বিক্রিজনিত ক্ষতি	-	-
শেয়ার ব্যবসা হতে আয়	৫০,৩৬,৫৫৮	২০,৫৮,২৭৯
যোগ : অবলিখন/লাভ(ক্ষতি)	১১,৪৮,১১,৯৩৫	১০,৭৮,৭৪,৪০৩
মোট	১৪,১২,৩৭,৪২১	১৩,২০,৬৩,৭৭৪
বাদ : ব্যবস্থাপনা ব্যয় (বীমা ব্যবসা সংক্রান্ত কোন রাজস্ব হিসাবের সহিত সংশ্লিষ্ট নয়)	১,১৭,৪৬,৩৬০	১,৪০,৭০,৩৬৫
করপূর্ব নীট মুনাফা	১২,৯৪,৯১,০৬১	১১,৭৯,৯৩,৪০৯
লাভ/(ক্ষতি) আবন্টন হিসাব		
বর্তমান বছরের করপূর্ব নীট মুনাফা	১২,৯৪,৯১,০৬১	১১,৭৯,৯৩,৪০৯
যোগ : প্রারম্ভিক জের	৫,৬৩,০৭,৭০৩	৪,৫৫,৮০,৬৫৫
মোট	১৮,৫৭,৯৮,৭৬৪	১৬,৩৫,৭৪,০৬৪
বাদ : আবন্টনকৃত নীট মুনাফার বন্টনকৃত হিসাব, যা নিম্নরূপ :		
অপ্রত্যাশিত ক্ষতির সঞ্চিত	৩,৩২,৯৮,৪৩৮	১,৯৯,৮৪,২০৩
কর সঞ্চিত	৩,৫৯,৫৭,০৬৩	৩,৬৪,৬৯,৮৪১
লভ্যাংশ পরিশোধ	৪,০০,৪১,৪৪৫	৪,৫৩,২৯,৯৩৯
ডেফার্ড ট্যাক্স	২৭,০৮,০৩৩	৫৪,৮২,৩৭৮
সমাপনী জের-যা স্থিতিপত্রে স্থানান্তরিত হল	৭,৩৭,৯৩,৭৮৫	৫,৬৩,০৭,৭০৩
মোট	১৮,৫৭,৯৮,৭৬৪	১৬,৩৫,৭৪,০৬৪

৫। সম্পত্তি ও রিজার্ভ :

২০২০ইং সালে কোম্পানির মোট সম্পদের পরিমাণ ১০১,৮৬,২০,৫২৭/- টাকা যা ২০১৯ইং সালে ছিল ১০০,৮৭,২৭,৩১৪ টাকা। অর্থাৎ ২০১৯ইং সালের তুলনায় ২০২০ইং সালে সম্পদ বৃদ্ধি পেয়েছে ৯৮,৯৩,২১৩/- টাকা। এছাড়া, কোম্পানির রিজার্ভও বৃদ্ধি পেয়েছে। ২০১৯ইং সালে কোম্পানীর মোট রিজার্ভ ৪৮,৬৪,২৪,৮৯৫ টাকা। ২০২০ইং সালে তা বৃদ্ধি পেয়ে হয়েছে ৪৯,২৮,৮৭,৯২৪/- টাকা। অর্থাৎ ২০১৯ইং সালের তুলনায় ২০২০ইং সালে মোট রিজার্ভ বৃদ্ধি পেয়েছে ৬৪,৬৩,০২৯/- টাকা।

কোম্পানির বর্তমান সম্পদ ও রিজার্ভের বিবরণ নিম্নে দেয়া হলো :

বিবরণ	২০২০	২০১৯	বৃদ্ধি/(হ্রাস)
মোট সম্পদ	১০১,৮৬,২০,৫২৭	১০০,৮৭,২৭,৩১৪	৯৮,৯৩,২১৩
মোট রিজার্ভ	৪৯,২৮,৮৭,৯২৪	৪৮,৬৪,২৪,৮৯৫	৬৪,৬৩,০২৯

৬। বিনিয়োগ :

বিধিবদ্ধ জমা ২,৫০,০০,০০০/-টাকাসহ বিভিন্ন মেয়াদী স্থায়ীআমানত (এফডিআর), শেয়ারে বিনিয়োগ ও কোম্পানির এসটিডি ও সিডি ব্যাংক হিসাবে জমাসহ ২০২০ইং সালে কোম্পানির মোট বিনিয়োগ ৫২,১৬,৪৪,৯৬৯/- টাকা, যা ২০১৯ইং সালে ছিল ৪৪,৩৪,২০,৩৯৩ টাকা। একনজরে ২০২০ইং সালের বিনিয়োগ নিম্নরূপ :

বিবরণ	২০২০	২০১৯	বৃদ্ধি/(হ্রাস)
জাতীয় বিনিয়োগ বন্ডে বিনিয়োগ	২,৫০,০০,০০০	২,৫০,০০,০০০	-
স্থায়ী আমানত হিসাবে জমা	৩২,৮৬,৫৩,৭৯০	২৬,৮০,৫৩,৭৯০	৬,০৬,০০,০০০
এসটিডি ও সিডি ব্যাংক হিসাবে জমা	৩,০৯,৯১,০১২	২,৭০,৭১,২৬৩	৩৯,১৯,৭৪৯
শেয়ারে বিনিয়োগ (বাজার মূল্য)	২,৭৬,৫১,২৪২	১,৫৫,৮৬,৪১৫	১,২০,৬৪,৮২৭
সাবসিডিয়ারী প্রতিষ্ঠানে বিনিয়োগ	১৩,৪৩,৪৮,৯২৫	১০,৭৭,০৮,৯২৫	২,৬৬,৪০,০০০
মোট	৫২,১৬,৪৪,৯৬৯	৪৪,৩৪,২০,৩৯৩	৭,৮২,২৪,৫৭৬

বিঃ দ্রঃ- বিহুঃ ক্যাপিটাল মার্কেটে বিনিয়োগকৃত শেয়ারের মূল্যমান IFRS-9 অনুযায়ী মার্কেট ভ্যালু ধরে স্থিতিপত্রে প্রদর্শিত হয়েছে।

০৭। বিশেষ কার্যক্রম :

সোনার বাংলা ইস্যুরেন্স লিমিটেড ২০১২ইং সালে সাবসিডিয়ারী প্রতিষ্ঠান সোনার বাংলা ক্যাপিটাল ম্যানেজমেন্ট লিমিটেড (মার্চেন্ট ব্যাংক) গঠন করে। উক্ত মার্চেন্ট ব্যাংকের ৫৯% শেয়ার সোনার বাংলা ইস্যুরেন্স লিঃ ধারণ করছে। ২০২০ইং অর্থ বছরে সোনার বাংলা ক্যাপিটাল ম্যানেজমেন্ট লিমিটেড ৮৮.৩৬,৮২৮/- টাকা কর পরবর্তী নীট মুনাফা অর্জন করে। সোনার বাংলা ক্যাপিটাল ম্যানেজমেন্ট লিমিটেড এর বার্ষিক ব্যবসায়িক হিসাব বিবরণী অত্র বার্ষিক প্রতিবেদনের শেষাংশে প্রদর্শিত হয়েছে।

সম্মানিত শেয়ারহোল্ডারবৃন্দ, আপনাদেরকে আরও অবহিত করা যাচ্ছে যে, ২০২০ইং সালে আরজেএসসিতে প্রক্রিয়াধীন থাকায় নিরীক্ষা প্রতিবেদনে সোনার বাংলা ক্যাপিটাল ম্যানেজমেন্ট লিমিটেড এর পরিশোধিত মূলধনের ৯,৪১,১৬,০০০/- (নয় কোটি একচল্লিশ লক্ষ ষোল হাজার) টাকা শেয়ার মানি ডিপোজিট হিসাবে প্রদর্শিত হয়েছে। কিন্তু উক্ত টাকা আরজেএসসি কর্তৃক ২০২১ইং সালে অনুমোদন লাভ করায় তা পরিশোধিত মূলধন হিসাবে বিবেচিত হবে।

০৮। লভ্যাংশ :

প্রিয় শেয়ারহোল্ডারবৃন্দ,

সোনার বাংলা ইস্যুরেন্স লিমিটেড সবসময়ই একটি সুনির্দিষ্ট নীতিমালা অনুসরণ করে লভ্যাংশ প্রদান করে আসছে। গত ১৫/০৬/২০২১ইং তারিখে অনুষ্ঠিত পরিচালনা পর্ষদের ১২৯তম সভায় ২০২০ইং সালে কোম্পানির সম্মানিত শেয়ারহোল্ডারবৃন্দের জন্য ১৫% নগদ লভ্যাংশ প্রদানের সুপারিশ করেছেন, যা ২১তম বার্ষিক সাধারণ সভায় অনুমোদনের অপেক্ষায় আছে। আমরা আরও জানাচ্ছি যে, ২০২০ইং সালে অন্তর্বর্তীকালীন কোনো বোনাস শেয়ার লভ্যাংশ হিসাবে ঘোষিত হয়নি।

০৯। পরিচালকবৃন্দের অবসর ও নির্বাচন :

কোম্পানির সংঘবিধির ১১১ ও ১১২ অনুচ্ছেদ মোতাবেক 'গ্রুপ-এ' পরিচালকদের মধ্যে নিম্নোক্ত ০৪ (চার) জন পরিচালক অবসর গ্রহণ করেন এবং কোম্পানির সংঘবিধির ১১৩ অনুচ্ছেদ অনুযায়ী পুনরায় নির্বাচনের যোগ্য বিধায় পুনঃনির্বাচনের জন্য আত্রহ প্রকাশ করেছেন।

- জনাব শেখ কবির হোসেন
- আল-হাজ্ব মোঃ শামসুল হক
- জনাব মোঃ রজ্জব শরীফ
- মি. কৈলাশ চন্দ্র বাউড়ে

একইভাবে, কোম্পানির সংঘবিধির শর্তানুযায়ী 'গ্রুপ-বি' পরিচালক অর্থাৎ শেয়ারহোল্ডার পরিচালকদের মধ্যে মিসেস ফাহিমদা ওয়ালিউল্লাহ ২১তম বার্ষিক সাধারণ সভায় অবসর গ্রহণ করেন। বিধি মোতাবেক অবসর গ্রহনকারী পরিচালকের শূন্য পদে ২১তম বার্ষিক সাধারণ সভায় পরিচালক নির্বাচিত হবেন। উক্ত নির্বাচনের বিজ্ঞপ্তি যথাসময়ে দুইটি জাতীয় পত্রিকা সমকাল ও নিউ এজ এ প্রকাশ করা হয়েছে।

১০। ইন্ডিপেনডেন্ট পরিচালক :

আপনাদের কোম্পানি বরাবরই বোর্ড সাইজের অনুপাতে সমসংখ্যক ইন্ডিপেনডেন্ট পরিচালক নিয়োগ দিয়ে BSEC এর নির্দেশনা পরিপালন করে আসছে। ৩১ ডিসেম্বর, ২০২০ইং তারিখে কোম্পানির ইন্ডিপেনডেন্ট পরিচালক ছিলেন মিসেস আমিনা পারভীন, মিসেস ফারজানা মোয়াজ্জেম এবং জনাব দেলোয়ার হোসেন রাজা।

১১। মানব সম্পদ :

সোনার বাংলা ইন্স্যুরেন্স লিমিটেডের মৌলিক নীতিই হচ্ছে পেশাদারিত্বকে অগ্রাধিকার প্রদান করা। তাই আপনাদের কোম্পানি মানব সম্পদ নীতিমালা এমনভাবে প্রস্তুত করে, যা কর্মকর্তা/কর্মচারীদের পেশাগত দক্ষতা অর্জনে বলিষ্ঠ ভূমিকা রাখে এবং কোম্পানির লক্ষ্য অর্জনে সহায়তা করে।

পর্যদ বিশ্বাস করে, কর্মকর্তা/কর্মচারীরাই হচ্ছে কোম্পানির মূল্যবান সম্পদ এবং প্রতিষ্ঠানের সফলতার মূল চালিকাশক্তি। তাই সোনার বাংলা ইন্স্যুরেন্স লিমিটেড আকর্ষণীয় বেতন-ভাতা প্রদান করে যোগ্য, দক্ষ ও পরিশ্রমী লোক নিয়োগ করে থাকে। লোক নিয়োগের পর কোম্পানির জন্য কার্যকর কর্মকর্তা/কর্মচারী হিসাবে গড়ে তোলার পাশাপাশি পেশাগত ও গুণগত উৎকর্ষতা বৃদ্ধির জন্য বিভিন্ন প্রশিক্ষণ কেন্দ্রে পাঠানো হয়। কেননা, প্রশিক্ষিত কর্মকর্তা/কর্মচারীই কোম্পানির মর্যাদা বৃদ্ধিতে সহায়ক ও উজ্জ্বল ভাব-মূর্তি তুলে ধরতে সক্ষম বলে আমরা বিশ্বাস করি।

১২। কোম্পানির সাফল্যে সরকারের স্বীকৃতি :

সম্মানিত শেয়ারহোল্ডারবৃন্দ, আমি অত্যন্ত আনন্দের সাথে জানাচ্ছি যে, আপনাদের কোম্পানি নন-লাইফ বীমা শিল্পের একমাত্র প্রতিষ্ঠান হিসাবে উৎপাদনশীলতা বৃদ্ধি ও গুণগত মানের জন্য বৃহৎ শিল্প ক্যাটাগরিতে (সেবা উপখাত) ‘ন্যাশনাল প্রোডাক্টিভিটি অ্যান্ড এফ্রিলেঙ্গ অ্যাওয়ার্ড-২০১৯’ এ ভূষিত হয়েছে। গণপ্রজাতন্ত্রী বাংলাদেশ সরকারের শিল্প মন্ত্রণালয় কর্তৃক এই পুরস্কার প্রদান করা হয়। পুরস্কার প্রদানের জন্য সোনার বাংলা ইন্স্যুরেন্স লিমিটেড পরিবার বঙ্গবন্ধু কন্যা গণপ্রজাতন্ত্রী বাংলাদেশ সরকারের মাননীয় প্রধানমন্ত্রী জননেত্রী শেখ হাসিনার প্রতি আন্তরিকভাবে কৃতজ্ঞ।

১৩। নিরীক্ষক নিয়োগ :

কোম্পানির বর্তমান নিরীক্ষক মেসার্স জি. কিবরিয়া এন্ড কোম্পানী, চার্টার্ড একাউন্ট্যান্টস্ অদ্যকার বার্ষিক সাধারণ সভায় অবসর গ্রহণ করেন। পরিচালনা পর্যদ ২০২১ইং সালের জন্য ৮০,০০০/- টাকা পারিশ্রমিকে মেসার্স জি. কিবরিয়া এন্ড কোম্পানি, চার্টার্ড একাউন্ট্যান্টস্কে নিরীক্ষক হিসাবে নিয়োগের সুপারিশ করেন।

১৪। কমপ্লায়েন্স নিরীক্ষক নিয়োগ :

পরিচালনা পর্যদ ২০২১ইং সালের জন্য ১৫,০০০/- টাকা পারিশ্রমিকে মেসার্স এ. মতীন এন্ড কোং, চার্টার্ড একাউন্ট্যান্টস্কে কমপ্লায়েন্স নিরীক্ষক হিসাবে নিয়োগের সুপারিশ করেন।

১৫। ক্রেডিট রেটিং ফলাফল :

কোম্পানির সার্বিক ব্যবসায়িক অব্যাহত সাফল্য ও উন্নয়ন বিবেচনা করে মেসার্স আলফা ক্রেডিট রেটিং কোম্পানি ২০২০ইং সালে সোনার বাংলা ইন্স্যুরেন্স লিমিটেড এর ক্রেডিট রেটিং ফলাফল “AA+” প্রদান করেছেন। “AA+” কোম্পানির দক্ষ অবলিখন, দক্ষ মানবসম্পদ, দ্রুত বীমা দাবী পরিশোধে সক্ষমতা থাকা ও ভাল আর্থিক সচ্ছলতার অবস্থা প্রদর্শন করে। পর্যদ আশা করছে, এবারের ক্রেডিট রেটিং ফলাফল “AA+” শেয়ারহোল্ডারবৃন্দের স্বার্থ রক্ষা, কোম্পানির ভাবমূর্তি ও ব্যবসা বৃদ্ধি এবং সুনাম অর্জনে আরও সহায়ক ভূমিকা পালন করবে।

১৬। পুনঃবীমা :

সোনার বাংলা ইন্স্যুরেন্স লিমিটেড এর পুনঃবীমা কার্যক্রম দেশের আইন অনুসারে পরিচালিত হয়। পুনঃবীমা কার্যক্রমের মূল লক্ষ্য মূলধনের সুরক্ষা নিশ্চিত করা। আপনাদের কোম্পানি ক্রমাগতভাবে নিজস্ব রিটেনশন বৃদ্ধি করতে বরাবরই সচেষ্ট আছে এবং রিটেনশন বৃদ্ধি কোম্পানির মানোন্নয়নে সহায়তা করছে।

আপনাদের কোম্পানি সাধারণ বীমা কর্পোরেশন-এর সাথে পুনঃবীমা চুক্তি সম্পাদন করে থাকে। এই পুনঃবীমা চুক্তির অধীনে কোম্পানি ব্যাপক বীমা ঝুঁকি অবলিখনের ক্ষমতা রাখে।

১৭. পরিচালনা পর্যদ ও পর্যদকে সাহায্যকারী কমিটিসমূহ :

০৩ জুন, ২০১৮ইং তারিখে বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন কর্তৃক জারিকৃত কর্পোরেট গভর্ন্যান্স কোড অনুযায়ী সোনার বাংলা ইন্স্যুরেন্স লিমিটেডের পরিচালনা পর্যদের আকার নির্ধারিত সীমার মধ্যে রয়েছে এবং অডিট ও নমিনেশন এন্ড রেমুনারেশন (এনআরসি) কমিটি গঠন করা হয়েছে। এছাড়াও ফ্রেইমস কমিটির কার্যক্রম অব্যাহত আছে। অডিট ও নমিনেশন এন্ড রেমুনারেশন (এনআরসি) কমিটি সম্পর্কে নিম্নে উপস্থাপন করা হলো।

(ক) অডিট কমিটি :

কোম্পানির সম্মানিত ইনডিপেনডেন্ট পরিচালক মিসেস আমিনা পারভীনকে চেয়ারপার্সন করে অডিট কমিটি গঠন করা হয়েছে। কমিটির সদস্য সংখ্যা ০৬ জন। অডিট কমিটি বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন কর্তৃক ০৩ জুন, ২০১৮ইং তারিখে জারিকৃত কর্পোরেট গভর্ন্যান্স কোড এর নির্দেশনা যথাযথভাবে অনুসরণ করে কার্যক্রম পরিচালনা করে আসছে। অডিট কমিটির কার্যক্রমের উপর কমিটির সম্মানিত চেয়ারপার্সন স্বাক্ষরিত প্রতিবেদন নং পৃষ্ঠায় উপস্থাপন করা হয়েছে।

(খ) নমিনেশন এন্ড রেমুনারেশন কমিটি (এনআরসি) :

কোম্পানির সম্মানিত ইনডিপেনডেন্ট পরিচালক মিসেস ফারজানা মোয়াজ্জেমকে চেয়ারপার্সন করে নমিনেশন এন্ড রেমুনারেশন (এনআরসি) কমিটি গঠন করা হয়েছে। নমিনেশন এন্ড রেমুনারেশন (এনআরসি) কমিটির সদস্য সংখ্যা ০৬জন। নমিনেশন এন্ড রেমুনারেশন (এনআরসি) কমিটি বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন কর্তৃক ০৩ জুন, ২০১৮ইং তারিখে জারিকৃত কর্পোরেট গভর্ন্যান্স কোড এর নির্দেশনা যথাযথভাবে অনুসরণ করে কার্যক্রম পরিচালনা করে আসছে।

(গ) ক্রেইমস্ কমিটি :

কোম্পানির সম্মানিত পরিচালক জনাব মোঃ হারুন কামালকে চেয়ারপার্সন করে ক্রেইমস্ কমিটি গঠন করা হয়েছে। কমিটির সদস্য সংখ্যা ০৬ জন। ক্রেইমস্ কমিটি পর্যদ কর্তৃক প্রদত্ত দায়িত্ব ও কর্তব্যের আলোকে দ্রুত বীমা দাবি নিষ্পত্তির লক্ষ্যে প্রয়োজনীয় পদক্ষেপ গ্রহণ করে গ্রাহকের স্বার্থ সংরক্ষণে বদ্ধ পরিকর। তাছাড়া, বড় অংকের বীমা দাবি অনুমোদনের ক্ষেত্রে ক্রেইমস্ কমিটির সুপারিশ পর্যদ সভায় উপস্থাপন করা হয়ে থাকে।

১৮। পূর্বাভাস-২০২১ :

করোনা মহামারির ভয়াবহতার মধ্যে ২০২০ইং সালে বীমা শিল্প কঠিন সংকটের মুখে পতিত হয়। বছরের শেষ দিকে পরিস্থিতির উন্নতি ঘটতে থাকে। আশা করা যাচ্ছে ২০২১ইং সালে উন্নতির ধারাবাহিকতা অব্যাহত থাকবে এবং প্রবৃদ্ধি ২০২০ইং সালের পূর্ববর্তী অবস্থায় ফিরে যাবে। করোনা মহামারির মন্দা কাটিয়ে পুনরুদ্ধারের যে চেষ্টা চলছে এই চেষ্টা অব্যাহত থাকলে বিরূপ পরিস্থিতি কাটিয়ে ২০২১ইং সালে বীমা শিল্প ঘুরে দাঁড়াতে সক্ষম হবে। সোনার বাংলা ইন্স্যুরেন্স লিমিটেডও এই পরিস্থিতি থেকে উত্তরণের প্রচেষ্টা অব্যাহত রেখেছে।

১৯। কর্পোরেট সোশাল রেসপন্সিবিলিটি (সিএসআর) কার্যক্রম :

আপনাদের কোম্পানি প্রতিনিয়ত সিএসআর কার্যক্রম সম্প্রসারণ করে চলেছে। ২০২০ইং সালেও এর ব্যতিক্রম ছিল না। কর্পোরেট সুশাসন ব্যবস্থায় সিএসআর কার্যক্রম এগিয়ে নেয়ার কোনো বিকল্প নেই। সোনার বাংলা ইন্স্যুরেন্স লিমিটেড এর পরিচালনা পর্যদ সিএসআর কার্যক্রমের প্রতি বরাবরই যত্নবান। তাই কোম্পানি মানব সেবায় উদ্বুদ্ধ হয়ে মেধাবী ছাত্র/ছাত্রী এবং অসহায়দের আর্থিক অনুদান প্রদান করে থাকে। এমনকি বাংলাদেশ ইন্স্যুরেন্স এসোসিয়েশন এবং বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষের মাধ্যমে অসহায়দের সাহায্য করার নিমিত্তে মাননীয় প্রধান মন্ত্রীর ত্রান তহবিলে সহায়তা প্রদান করে থাকে।

২০। ঝুঁকি ব্যবস্থাপনা :

ঝুঁকি ছাড়া ব্যবসা হয় না। ঝুঁকি এবং ব্যবসা অঙ্গাঙ্গীভাবে জড়িত। বীমা ব্যবসার ক্ষেত্রে ঝুঁকির বিষয়টি আরও অতিমাত্রায় কার্যকরী। বীমা শিল্পের জন্য অত্যন্ত গুরুত্বপূর্ণ বিষয় হলো ঝুঁকি ব্যবস্থাপনা। বীমা কোম্পানিগুলোকে সমন্বিতভাবে ঝুঁকি ব্যবস্থাপনার চ্যালেঞ্জ মোকাবেলা করতে হয়। বীমা শিল্পে ঝুঁকির মধ্যে রয়েছে বীমা দাবী, যথাযথ অবলিখন, ক্রেডিট ব্যবসা ও সঠিকভাবে পুনঃবীমা করা ইত্যাদি গুরুত্বপূর্ণ। এই কারণে বীমা কোম্পানিগুলোর একটি শক্তিশালী নিয়ন্ত্রণ ব্যবস্থার মধ্য দিয়ে ব্যবসা পরিচালনা করা প্রয়োজন। সোনার বাংলা ইন্স্যুরেন্স লিমিটেড ঝুঁকি মোকাবেলা তথা নিরসন বা লাঘবের জন্য অত্যন্ত সচেতনতার সাথে তহবিল বন্টন ও বিনিয়োগ করে থাকে এবং অভ্যন্তরীণ নিয়ন্ত্রণের মাধ্যমে কোম্পানির সম্পদের সর্বোচ্চ ব্যবহার নিশ্চিত করে থাকে। ফলে কোম্পানির সম্পদের অপব্যবহার রোধ হয় এবং ক্ষতির বিরুদ্ধে সুরক্ষা নিশ্চিত হয়। কোম্পানির পর্যদসহ ব্যবস্থাপনা কর্তৃপক্ষ এবং সর্বস্তরের কর্মকর্তা/কর্মচারীবৃন্দ এই বিষয়ে সচেতন রয়েছে।

২১। তথ্য প্রযুক্তি :

উন্নততর তথ্য প্রযুক্তি ব্যবহারের মাধ্যমে ঝুঁকি ব্যবস্থাপনা সহজ করা যায়। তথ্য প্রযুক্তি সুদক্ষভাবে ঝুঁকি চিহ্নিত করে ঝুঁকি ব্যবস্থাপনায় সহায়তা করে। তথ্য প্রযুক্তির একটি বড় সুবিধা হলো এর মাধ্যমে কর্ম প্রক্রিয়া সহজ ও দ্রুত কার্যকরী হয় এবং গ্রাহকের সম্ভ্রুতি বাড়িয়ে তোলে। সোনার বাংলা ইন্স্যুরেন্স লিমিটেড এই নীতিতে বিশ্বাসী বলেই বিশ্বের সাথে তাল মিলিয়ে তথ্য প্রযুক্তির ব্যবহার আধুনিকীকরণ করে যাচ্ছে। এই ধারাবাহিকতায় কোম্পানির প্রধান কার্যালয় সম্পূর্ণ কম্পিউটারাইজড পদ্ধতিতে কাজ করছে। কোম্পানির সকল শাখাসমূহ অন-লাইন সংযোগের আওতায় আনা হয়েছে এবং সর্বদা নতুন নতুন ডিজিটাল পদ্ধতির সহায়তা নিতে সচেষ্ট রয়েছে।

২২। নিবন্ধন সনদ :

সোনার বাংলা ইন্স্যুরেন্স লিমিটেড ইতোমধ্যে বিধি মোতাবেক নির্দিষ্ট ফি প্রদান করে ২০২১ইং সালের জন্য বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ কর্তৃক নবায়নকৃত সনদ গ্রহণ করেছে।

২৩। নিয়ন্ত্রণ ও তত্ত্বাবধানকারী কর্তৃপক্ষ :

বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ বীমা শিল্পের নিয়ন্ত্রক সংস্থা হিসাবে কাজ করছে। নিয়ন্ত্রক সংস্থা ২০১০ সালের বীমা আইন বাস্তবায়নে সচেষ্ট রয়েছে। বীমা শিল্পের স্বার্থ সুরক্ষায় এবং সকল কোম্পানির জন্য সমান সুযোগ নিশ্চিতকল্পে বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ কাজ করছে। এছাড়া, গ্রাহকসহ অন্যান্য অংশীজনের স্বার্থ সুরক্ষা, শিল্পের উন্নয়নে বিভিন্ন কার্যক্রম তত্ত্বাবধান, শিল্পের জন্য ক্ষতিকর কার্যক্রম নিয়ন্ত্রণ করার স্বার্থে প্রতিনিয়ত ইতিবাচক কার্যক্রম পরিচালনা করছে। বীমা শিল্পের আধুনিকায়নে সরকার নিয়ন্ত্রক সংস্থাকে আরও শক্তিশালী করার স্বার্থে ৬৩২ কোটি টাকার প্রকল্প হাতে নিয়েছে। এই প্রকল্প বাস্তবায়িত হওয়ার পর বীমা শিল্পে এক নতুন সম্ভাবনার দ্বার উন্মোচিত হবে বলে আশা করা যাচ্ছে।

২৪। কর্পোরেট সুশাসন :

যেকোনো প্রতিষ্ঠানের সফলতা অর্জনের জন্য অপরিহার্য বিষয় হলো সুশাসন, সততা, স্বচ্ছতা ও সুশৃংখলা নিশ্চিত করা। কর্পোরেট সুশাসন অনুশীলন বিভিন্ন পর্যায়ের কর্মকর্তাদের মধ্যে অধিকার ও দায়িত্ব সুনির্দিষ্ট করে দেয় এবং নিয়ন্ত্রক সংস্থাসমূহের নির্দেশনা ও সিদ্ধান্ত যথাযথভাবে পরিপালনের ক্ষেত্রে সজাগ করে দেয়। কর্পোরেট সুশাসন বর্তমানে সময়ের দাবী। সোনার বাংলা ইন্স্যুরেন্স লিমিটেড এর পরিচালনা পর্ষদ কর্পোরেট সুশাসনের বিষয়ে অত্যন্ত সজাগ ও যত্নশীল বলেই কর্পোরেট সুশাসন অনুশীলনে সর্বাধিক গুরুত্ব দিয়ে থাকে। কোম্পানির তৃণমূল থেকে পরিচালনা পর্ষদ পর্যন্ত প্রত্যেকেই কর্পোরেট সুশাসনের সাথে নিবিড়ভাবে জড়িত।

সম্মানিত শেয়ারহোল্ডারবৃন্দ, আপনাদের আরও জানাচ্ছি যে,

- (ক) কোম্পানির ব্যবস্থাপনা কর্তৃপক্ষ কর্তৃক তৈরি আর্থিক বিবরণীর অবস্থা, কার্যকরী ফলাফল, নগদ প্রবাহ বিবরণী এবং ইকুইটি পরিবর্তন সংক্রান্ত তথ্যাদি কোম্পানির আর্থিক চিত্রের প্রতিফলন।
- (খ) পরিচালনা পর্ষদ সন্তোষের সাথে লক্ষ্য করেছেন যে, কোম্পানি আইন ১৯৯৪ এর ১৮১ ধারা অনুযায়ী কোম্পানির হিসাবের বইসমূহ যথাযথভাবে রক্ষণাবেক্ষণ করা হয়েছে।
- (গ) আর্থিক বিবরণী প্রস্তুতের ক্ষেত্রে যথোপযুক্ত হিসাব নীতি ধারাবাহিকতার সাথে প্রয়োগ করা হয়েছে এবং সকল হিসাব-নিকাশ যুক্তিযুক্তভাবে ও বিচক্ষণতার সাথে পেশ করা হয়েছে।
- (ঘ) আর্থিক বিবরণী প্রস্তুতের ক্ষেত্রে বাংলাদেশে প্রযোজ্য আন্তর্জাতিক হিসাবমান এবং বাংলাদেশের আইন ও বিধি যথাযথভাবে অনুসরণ করা হয়েছে। এই প্রক্রিয়ায় যে কোনো ধরনের বিচ্যুতি যথাযথভাবে প্রকাশ করা হয়েছে।
- (ঙ) কোম্পানি শুরু থেকেই একটি ফলপ্রসূ ও কার্যকরী অভ্যন্তরীণ নিয়ন্ত্রণ ব্যবস্থা বাস্তবায়ন করে যাচ্ছে এবং বর্তমানে তা আরও শক্তিশালী করা হয়েছে। অভ্যন্তরীণ ও বহিঃস্থ নিরীক্ষক কর্তৃক নিয়ন্ত্রণ ব্যবস্থা পর্যবেক্ষণ করা হচ্ছে।
- (চ) বাংলাদেশ সিকিউরিটিজ এ্যান্ড এক্সচেঞ্জ কমিশন (বিএসইসি)-এর নির্দেশনা বাস্তবায়নের চিত্র Annexure-C এ প্রতিফলিত হয়েছে।
- (ছ) গত পাঁচ বছরের পরিচালনাগত এবং আর্থিক ডাটা ৫ (five) years position at a glance পৃষ্ঠা নং- ৪৪ এ উপস্থাপন করা হয়েছে।
- (জ) ৩১শে ডিসেম্বর, ২০২০ইং সমাপ্ত বছরে পরিচালনা পর্ষদের মোট ০৪টি সভা অনুষ্ঠিত হয়েছে এবং মোট সভায় পরিচালকমণ্ডলীর অংশগ্রহণের হার ছিল শতকরা ৮৩.৩৩ ভাগ। পরিচালকদের অংশগ্রহণের চিত্র পৃষ্ঠা নং- ১২২ এ উপস্থাপন করা হয়েছে।
- (ঝ) ৩১শে ডিসেম্বর, ২০২০ইং তারিখে শেয়ার হোল্ডিং সংক্রান্ত চিত্র পৃষ্ঠা নং ৪৩ এ উপস্থাপন করা হয়েছে।
- (ঞ) ত্রৈমাসিক ফাইন্যান্সিয়াল পারফরমেন্স এবং বার্ষিক ফাইন্যান্সিয়াল বিবরণীর মধ্যে কোনো উল্লেখযোগ্য পার্থক্য নাই।
- (ট) মুখ্য নির্বাহী কর্মকর্তা কর্তৃক স্বাক্ষরিত কোম্পানির পজিশন ও অপারেশনের বিষয়ে ব্যবস্থাপনা কর্তৃপক্ষের আলোচনা ও পর্যবেক্ষণ সংক্রান্ত বিবরণী সংযুক্তি পৃষ্ঠা নং ৪৪-৪৬ এ উপস্থাপিত হয়েছে।
- (ঠ) মুখ্য নির্বাহী কর্মকর্তা ও প্রধান হিসাব কর্মকর্তার সনদ এর প্রতিফলন সংযুক্তি পৃষ্ঠা নং ৬৮ এ (Annexure-A) উপস্থাপন করা হয়েছে।
- (ড) বিগত বছরের পরিচালনাগত ফলাফলের সাথে কোনো উল্লেখযোগ্য বিচ্যুতি নাই।

২৫। কর্পোরেট গভর্ন্যান্স কোড পরিপালন সনদ :

বাংলাদেশ সিকিউরিটিজ এ্যান্ড এক্সচেঞ্জ কমিশন কর্তৃক ০৩ জুন, ২০১৮ইং তারিখে জারিকৃত কর্পোরেট গভর্ন্যান্স কোড পরিপালন সনদ ৪৭ নং পৃষ্ঠায় উপস্থাপন করা হয়েছে। সোনার বাংলা ইস্যুরেন্স লিমিটেড কর্পোরেট গভর্ন্যান্স কোড পরিপালনের চিত্র পরিচালকমন্ডলীর প্রতিবেদন এবং বার্ষিক প্রতিবেদনে সুস্পষ্ট।

২৬। রিলেটেড পার্টি লেনদেন :

সোনার বাংলা ইস্যুরেন্স লিমিটেডের কোনো রিলেটেড পার্টি লেনদেন নাই।

২৭। পরিচালকবৃন্দের (ইনডিপেনডেন্ট পরিচালকসহ) সম্মানী প্রদান :

বিধি অনুযায়ী আপনাদের কোম্পানি পরিচালকদের মিটিং ফি ব্যতীত অন্য কোনো সম্মানী প্রদান করে না। কোম্পানির মিটিং ফি জনপ্রতি ৳,০০০/- টাকা। এই হিসাবে ২০২০ইং সালে মিটিং ফি বাবদ কোম্পানির পরিচালকদের মোট ৭,১১,২০০/- টাকা সম্মানী প্রদান করা হয়েছে।

২৮। পাবলিক ইস্যু, রাইট ইস্যু বা অন্যকোনো মাধ্যম থেকে আয়ের ব্যবহার :

সোনার বাংলা ইস্যুরেন্স লিমিটেড ২০০৫ইং সালে আইপিও এর মাধ্যমে কোম্পানির পরিশোধিত মূলধন বৃদ্ধি করে। আইপিও এর নীট আয় কোম্পানির অপারেশনাল কার্যক্রমের জন্য ব্যবহৃত হয়ে থাকে।

২৯। চলমান জের (On Going Concern) :

চলমান জের ও তারল্য ব্যবস্থাপনার উপর বিবৃতি বার্ষিক প্রতিবেদনের ৬৬ নং পৃষ্ঠায় উপস্থাপিত হয়েছে।

৩০। সংখ্যালঘু শেয়ারহোল্ডারবৃন্দ :

পরিচালনা পর্ষদ এইমর্মে প্রত্যয়ণ করছেন যে, সোনার বাংলা ইস্যুরেন্স লিমিটেডের সংখ্যালঘু শেয়ারহোল্ডারবৃন্দের স্বার্থ বরাবরই সংরক্ষিত। প্রত্যক্ষ বা পরোক্ষভাবে সংখ্যালঘু শেয়ারহোল্ডারবৃন্দের স্বার্থ ক্ষুণ্ণ হয় এমন কোনো কর্মকাণ্ডের সাথে পরিচালনা পর্ষদ সংশ্লিষ্ট বা জড়িত নয়।

৩১। কৃতজ্ঞতা :

প্রিয় শেয়ারহোল্ডারবৃন্দ, আমাদের সকল সম্মানিত গ্রাহক এবং শুভানুধ্যায়ী যাঁরা আমাদের উপর অকুণ্ঠ সমর্থন ও আস্থা অর্পণ করেছেন তাঁদের প্রতি আমরা আমাদের গভীর কৃতজ্ঞতা প্রকাশ করছি। আপনাদের সমর্থন এবং কার্যকর সহযোগিতা ছাড়া বর্তমান এ ব্যবসায়িক সাফল্য অর্জন করা সম্ভব হতো না।

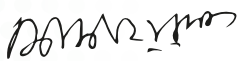
পরিচালনা পর্ষদ, কোম্পানিকে সকল ধরনের সমর্থন ও সহযোগিতা প্রদানের জন্য গণপ্রজাতন্ত্রী বাংলাদেশ সরকারের অর্থ মন্ত্রণালয়, বাণিজ্য মন্ত্রণালয়, বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ, বাংলাদেশ সিকিউরিটিজ এ্যান্ড এক্সচেঞ্জ কমিশন, রেজিস্ট্রার অব জয়েন্ট স্টক কোম্পানীজ এন্ড ফার্মস, সাধারণ বীমা কর্পোরেশন, বাংলাদেশ ব্যাংকসহ সকল বাণিজ্যিক ব্যাংক ও আর্থিক সংস্থা, ঢাকা স্টক এক্সচেঞ্জ, চট্টগ্রাম স্টক এক্সচেঞ্জ, বাংলাদেশ ইস্যুরেন্স এসোসিয়েশন, সেন্ট্রাল ডিপোজিটরী বাংলাদেশ লিঃ, জাতীয় রাজস্ব বোর্ড, বাংলাদেশ ইনসিওরেন্স একাডেমী এবং অন্যান্য সকল এজেন্সিকে তাঁদের সকল প্রকার আন্তরিক সহযোগিতা প্রদানের জন্য কৃতজ্ঞতা ও ধন্যবাদ জ্ঞাপন করছে।

এছাড়া, পর্ষদ কোম্পানির ব্যবসা বৃদ্ধি ও উন্নতিতে মূল্যবান অবদান রাখার জন্য মুখ্য নির্বাহী কর্মকর্তা, সকল শাখা প্রধান, প্রধান কার্যালয়ের সকল বিভাগীয় প্রধান ও অন্যান্য সকল স্তরের কর্মকর্তা ও কর্মচারীবৃন্দের প্রতি গভীর কৃতজ্ঞতা প্রকাশ করছে।

সর্বশক্তিমান সৃষ্টিকর্তা আমাদের সহায় হোন।

সবাইকে ধন্যবাদ,

পরিচালনা পর্ষদের পক্ষে-



(শেখ কবির হোসেন)

চেয়ারপার্সন

Report on the Pattern of Shareholding

Sl No.	Shares Held by	No. of Shares held	Percentage of Share holding
	Parent or subsidiary or Associates Companies	Nil	
01.	Mr. Sheikh Kabir Hossain	872891	2.17 %
02.	Al-haj Md.Shamsul Haque	841017	2.10 %
03.	Mr. Rajjab Sharif	803661	2.007 %
04.	Mr. Ganga Charan Malakar	834711	2.08 %
05.	Mr. Md. Haroon Kamal	801292	2.001 %
06.	Mr. Kailas Chandra Baroi	801298	2.001 %
07.	Mrs. Nargis Akter	859598	2.14 %
08.	Al-haj Md. Ruhul Amin.	1088178	2.71 %
09.	Mrs. Shahida Alamin	803661	2.007 %
10.	Mr. Md. Motaleb Hossain	946340	2.36%
11.	Modern Washing & Dyeing Ind. Ltd Represented by Mr. Abul Kalam Azad	2315915	5.78%
12.	Mrs. Farida Islam	1285724	3.21 %
Public Shareholding Directors:			
01	Mr. Md.Belal Hossain	851160	2.12 %
02	Mrs. Fahmida Waliullah	815905	2.03 %
03	Mr. Sumit Kumar Barai	802946	2.005 %
Independent Directors			
01	Mr. Delowar Hossain Raja	Nil	--
02	Dr. Shariff Enamul kabir	Nil	--
03	Mr. Shahidul Islam Niru	Nil	--
CEO, CFO, CS, Head of Internal Audit & Their spouses, Executives			
01	Chief Executive Officer	Nil	--
02	Chief Financial Officer	Nil	--
03	Company Secretary	Nil	--
04	Head of Internal Audit	Nil	--
05	Executives	25317148	63.22 %
06	General Public/ Institution		

5 (FIVE) YEARS POSITION AT A GLANCE

(Figure in Lac)

Particulars	Year				
	2020	2019	2018	2017	2016
Paid up Capital	4004.14	4004.14	3777.49	3434.08	3121.89
Gross Premium Income	5015.56	5682.27	4480.18	4053.16	3813.37
Net Premium Income	3329.84	4440.93	3376.11	2987.64	2802.91
Net Claim	773.66	780.24	702.96	862.06	955.68
Net Profit (Pre-Tax)	1294.91	1179.93	951.69	810.73	802.52
Reserve (Total)	4928.87	4864.25	4132.52	3613.40	3226.72
Assets (Total)	1018.62	10,087.27	9074.09	8002.06	7061.69

The Board of Directors Sonar Bangla Insurance Limited

Sub: Management discussion and analysis on Company's position and operation

As per condition no. 1 (5) XX(v) of the Corporate Governance Code issued by Bangladesh Securities and Exchange Commission on 03 June, 2018 the Management's discussion & analysis are as follows:

Accounting Standards :

The Financial Statements have been prepared and drawn in accordance with international Financial Reporting Standards (IFRS), the Insurance Act 2010, the Companies Act 1994, the Bangladesh Securities & Exchange Commission Rules 1987 and other applicable laws and regulations in Bangladesh. The financial statements have been prepared on a historical cost convention basis, except for financial instruments that have been measured at fair value where applicable. The financial statements provide comparative information in respect of the previous year.

We always follow the 'Going Concern' concept considering the foreseeable future to continue its operations. While preparing the Financial Statements adequate provisions have been made. There was no significant change in accounting policies during the year.

Comparative analysis of financial performances or results and financial position is shown at next page:

(Figure in lac)

Particulars	Year					
	2020	2019	2018	2017	2016	
Paid up Capital	4004	4004	3777	3434	3122	
Gross Premium Income	5015.56	5680	4480	4053	3813	
Net premium Income	3329.84	4440	3376	2988	2803	
Net Claim	773.66	780	702	862	956	
Net Profit (Pre-Tax)	1294.91	1180	952	811	803	
Dividend	Cash	15%	10%	6%	-	-
	Stock	-	-	6%	10%	10%
FDR Position with statutory deposit	3537	2931	2861	2745	2698	
Reserve (Total)	4928.87	4864	4133	3613	3227	
Assets (Total)	1018.62	10,087	9074	8002	7062	

Amount shown in taka considering the present number of shares:

Earning per Share (EPS)	1.94	1.71	1.65	1.30	1.35
Net Operating Cash Flow (NOCFS)	3.90	1.78	0.58	0.44	1.16
Net Asset Value (NAV)	18.98	17.71	17.36	15.47	13.77

ECONOMIC AND FINANCIAL SCENARIO

Global Economy

The world economic situation was not satisfactory in 2020 despite different global initiative has been taken. Basically 2020 was a down turn and critical crisis year. Economic recession is seen till half of the year. Due to the down turn economy, an unstable situation is continued in Developed and Developing Countries. It is seemed the economic sloth almost every Country even U.S.A and China. The situation of Middle East Countries was worst. Because, with slowed down of the global economy, political unrest of Middle East affects the trade and commerce in large scale. Though, global economy try to pay due attention to overcome the economic slowdown and take necessary initiatives at the second half of the year to bring the success.

The global economic outlook and estimated growth was 3.3% in 2020. But due to pandemic corona, almost every Country of the world has imposed the lockdown, due to suffered, as a result the International trade and commerce and the economy once stands at a severe crisis. As a result economy growth comes down unpredicted negative. Moreover, positive initiatives have been taken by the countries to overcome promptly, then the economy starts to recover from its slowdown and gradually the growth has been seen. To improve the overall global macro economy it is necessary to protect the phase of 2nd and 3rd wave of Pandemic Corona as such Covid-19 virus cannot be spread out. As a result, it is necessary to assure the production and distribution of Covid-19 vaccine effectively. Besides, to overcome the crisis of pandemic effective initiatives are taken for the long term economic slowdown and decision to bring out the economic growth which created by Pandemic Corona.

At the beginning of 2020, the economic relationship between USA and China has been deteriorated and so the price of oil has been decreased in international market. As a result, the sales of the oil producer countries have been decreased the price of oil and increased their debt. Moreover, economic crisis is seen in many countries. According to IMF, meanwhile many low income countries are facing this economic crisis. Furthermore, if any wave of Corona is seen, then the crisis shall be more critical. As a result, to establish the corporate governance code in private sector, as such the proper use of debt/loan can be assured at a maximum level for all handling with professionally.

Bangladesh :

Economic overview :

Though the growth rate in 2020 was lower than last few year, as predicted by IMF, Bangladesh is able to achieve positive growth in 2020 within 23 countries with out of 190 countries having the influence of pandemic corona, prevailing global unrest and internal economic crisis. Bangladesh can prove the prediction of IMF as correct and able to earn its favorable growth despite of having severe unfavorable situation. According to Bangladesh Bureau of Statistic, where the GDP growth forecasted in Bangladesh was 8.13% in 2018-19, but the GDP growth earned 5.2% in 2019-2020 fiscal years. The achievement of this growth of 2008-2009 if seems descending, though considering the of all indicators, this achievement has been able to attain a seperate value in the world. Remittance from the Repatriate help the achievement to keep the growth as a premier indicator, that they are able to send 18.11 billion US dollar-which sustain the growth and able to help a important role for contribution.

Exports and imports are reduced from March, 2020, the economy of Bangladesh then severely hampered due to affects of Corona virus. But due to inflow of remittance from manpower helps to reduce the shortage of growth. In order to overcome the Pandemic Corona as well as to sustain the growth of economy, government has taken prudent initiatives against health sector and on humanitarian ground and keep substantial subsidiary to those sector. To increase the growth within a aspected level, government has declared some economic packages and motivational activities. Moreover, tax has been reduced from import and strategic policy has been adopted to increase the liquidity flow of banking sector. It is hoped that the economy of Bangladesh shall be regained and recovered immediately as government has taken practical policy for economy. It has been appraised by globally as the indicators are ascending by social and economic aspect despite of Pandemic Corona in the leadership of our Honorable Prime Minister, Leaders of Peoples Her Excellency Sheikh Hasina, it has been forecasted that from her wisdom and keen leadership Bangladesh shall go ahead in overall economic and social sectors gradually by every year.

Risk and concerns issues related to the financial statements, explaining such risk and concerns mitigation plan of the company:

Risk is a multi dimension phenomenon and a constant feature of everyday life. Risk management is embedded throughout our business. For each business unit and major legal entities, we have dedicated risk expert who analyses and challenges business decisions. They apply a consistent Enterprise Risk Management approach across the company to ensure a fully integrated view of risk Management. Our proprietary integrated risk model provides a meaningful assessment of the risks to which the company is exposed and represents an important tool for managing our business. It also determines the capital requirements for internal purpose.

Furthermore, we on behalf of our valued Share-holders continuously review and update our internal model and its parameters to reflect our experiences and changes in the risk prevention and current best practice.

Future plan or projection or forecast for company's operation, performance and financial position:

Sonar Bangla Insurance intends to entailed good position in the non-life insurance sector by diversifying its operations. In order to achieve the intended goal it give more emphasis on various risks on insurance products, develop new products such as micro insurance for marginalized population and suitable insurance coverage for expatriate wage earners and finally by widening its penetration in the market through providing world class service to its clients and online services as well.

Successtul implementation of the above projection will certainly improve further the present financial position of the company.



(Md. Abdul Khaleque Miah)

Chief Executive Officer



এ. মতীন এন্ড কোং
A. MATIN & CO.
Chartered Accountants

PARTNERS : MR. A.K. ABDUL MATIN, M. COM. FCA. MR. NETAI CHAND TALUKDER, M. COM.FCA.
CE : 60/2, NAYA PALTAN (1ST FLOOR), DHAKA-1000, TEL: 48318191, CELL : 01973-453596, 01713-453596, E-mail : akmatinmatin@yahoo.com

Report to the Shareholders
Of
Sonar Bangla Insurance Limited
On Compliance on the Corporate Governance Code

We have examined the compliance status to the Corporate Governance Code by **Sonar Bangla Insurance Company Limited** for the year ended on 31ST December 2020. This Code relates to the Notification No. BSEC/CMRRCD/2006- 158/207/Admin/80 dated 03 June 2018 of the Bangladesh Securities and Exchange Commission.

Such compliance with the Corporate Governance Code is the responsibility of the company. Our Examination was limited to the procedures and implementation thereof as adopted by the Management in ensuring compliance to the conditions of the Corporate Governance Code.

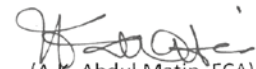
This is a scrutiny and verification and an independent audit on compliance of the conditions of the Corporate Governance Code as well as the provisions of relevant Bangladesh Secretarial Standards (BSS) as adopted by Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Corporate Governance Code.

We state that we have obtained all the information and explanations, which we have required, and after due scrutiny and verification thereof, we report that, in our opinion:

- (a) The Company has complied with the conditions of the Corporate Governance Code as stipulated in the above mentioned Corporate Governance Code issued by the Commission;
- (b) The Company has complied with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) as required by this Code;
- (c) Proper books and records have been kept by the company as required under the Companies Act, 1994, the securities laws and other relevant laws; and
- d) The Governance of the company is satisfactory.

Place- Dhaka
Dated- 15 June, 2021




(A.K. Abdul Matin, FCA)
A. Matin & Co.
Chartered Accountants

Annexure-C

Corporate Governance Compliance Report

As per condition no.1 (5)(xxvii)

Status of compliance with the conditions imposed by the Commission's Notification No. SEC/CMRRCD. 2006-158/Admin/80 dated 03 June, 2018 issued under section 2CC of the Securities and Exchange Ordinance, 1969:

(Report under Condition No. 9)

Condition No.	Title	Compliance Status		Remarks (if any)
		put ✓ in the appropriate column		
		Complied	Not Complied	
1	BOARD OF DIRECTORS			
1.(1)	Size of the Bord of Directors Minimum 5 and Maximum 20	✓	-	-
1.(2)	Independent Directors			
1(2) (a)	At Least one fifth (1/5) of the total number of directors must be Independent in the Company's Board	✓	-	-
1(2) (b)	Independent Directors means who-			
1(2) (b)(i)	Does not hold any share or minimum number of shares less than 1% (one percent) of the total paid-up capital	✓	-	-
1(2) (b)(ii)	does not have any relationship with sponsors and directors of the Company or any of its associates, sister concerns, subsidiaries or parents or holding entities or relationship with family members	✓	-	-
1(2) (b)(iii)	has not been an executive immediately preceeding 2 (two) financial years	✓	-	-
1(2) (b)(iv)	does not have any relationship pecuniary or otherwise with the Company or its subsidiary or associated Company	✓	-	-
1(2) (b)(v)	is not a member or TREC (Trading Right Entitlement Certificate) holder, Director/Officer of Stock Exchanges	✓	-	-
1(2) (b)(vi)	is not a shareholder, director excepting independent director or officer or member or TREC holder of any stock exchange or an intermediary of capital market	✓	-	-
1(2)(b)(vii)	is not a partner or an executive during the preceding 3 (three) years as a statutory audit firm or special auditor or professionals certifying compliance of the codes	✓	-	-
1(2) (b)(viii)	is not independent director in more than 5 listed companies	✓	-	-
1(2) (b)(ix)	has not been convicted by a court as a defaulter in payment of any loan to a bank or NBF1	✓	-	-
1(2)(b)(x)	has not been convicted for a criminal offence involving moral turpitude	✓	-	-
1(2) (c)	Independent Director shall be appointed by the Board and approved by the shareholders in the AGM	✓	-	-
1(2) (d)	Post of Independent Director cannot remain vacant for more than 90 (ninety) days	✓	-	There was no such vacancy
1(2) (e)	Tenure of office of an Independent Director shall be for a period of 3 (three) years extended for another tenure ie. for further 3 years Provided that former ID considered for reappointment for another tenure after a time gap of one tenure i.e. completion of consecutive two tenures. ID shall not be subject to retirement by rotation as per the Companies Act	✓	-	-



Condition No.	Title	Compliance Status		Remarks (if any)
		put ✓ in the appropriate column		
		Complied	Not Complied	
1(3)	Qualification of Independent Director-			
1(3)(a)	Independent Director, shall be a knowledgeable individual with integrity, is able to ensure compliance with financial laws, regulatory requirements and corporate laws and, can make contribution to the business	✓	-	-
1(3) (b)	Independent Director shall have			
1(3)(b)(i)	Business leader or director of an unlisted company having minimum paid up capital of Tit. 100 million or any listed company or a member of any national or international chamber of commerce or business association	✓	-	-
1(3)(b)(ii)	Corporate leader who is or was a top level executive not less than the position of CEO or MD/ DMD/ CFO/ CS/ HIAC/ HLS who holds equivalent position & same level or ranked or salaried official of a unlisted company having paid up capital of tic 100 million or of a listed company	✓	-	-
1(3)(b)(iii)	Former official of Govt. or statutory body not below 5th grade officer at least bachelor in economics, commerce or law	✓	-	-
1(3) b(iv)	University Teacher In Economics, Commerce or Business studies and Law			
1(3) (b)(v)	Professionals like advocate of High Court, Chartered Accountants or Cost and Management Accountant or Chartered Secretary or Chartered Financial Analyst or Chartered Certified Accountant or Certified public Accountant or equivalent qualification	✓	-	-
1 (3) (c)	Independent Director required at least 10 (ten) years experiences in the relevant field	✓	-	-
1(3) (d)	In special cases, the qualifications or experiences may be relaxed subject to prior approval of the Commission			N/A
1(4)	Duality of Chairperson of the Board and Managing Director or Chief Executive Officer-			
1 (4)(a)	The position of the Chairperson of the Board and the Managing Director/Chief Executive Officer (CEO) of the Company shall be filled by different individuals	✓	-	-
1(4)(b)	MD or CEO of a listed company shall not hold the same position in another listed company	✓	-	-
1(4) (c)	The Chairperson of the Board shall be elected from among the non-executive directors	✓	-	-
1(4) (d)	The Board shall define the roles & responsibilities of the Chairman and Managing Director/CEO	✓	-	-
1(4) (e)	In the absence of Chairperson, elect one Non Executive Director and reason of absence of regular chairperson shall be recorded in the minutes	✓	-	-



Condition No.	Title	Compliance Status		Remarks (if any)
		put ✓ in the appropriate column		
		Complied	Not Complied	
1(5)	The Directors' Report to Shareholders			
1(5) (a)(i)	An industry outlook and possible future developments	✓	-	-
1(5) (ii)	The segment-wise or product-wise performance	✓	-	-
1(5) (iii)	Risk and concerns including internal and external risk factors, threat to sustainability and negative impact on environments	✓	-	-
1 (5)(iv)	A discussion on Cost of goods sold, Gross profit margin and Net profit margin where applicable	✓	-	-
1 (5) (v)	A discussion on continuity of any extraordinary activities and their implications on gain or loss	N/A	-	The Company has no such gain/loss
1 (5) (vi)	A detailed discussion on related party transactions along with a statement showing amount, nature of related party, nature of transactions and basis of transactions of all related party transactions	✓	-	-
1 (5) (vii)	A statement of utilization of proceeds raised through public issues, right issues and/or any other instruments		-	N/A
1(5) (viii)	An explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO) or Repeat Public Offering (RPO), Right Share Offer, Direct listing		-	N/A
1(5) (ix)	If any significant variance occurs between quarterly financial performances and Annual Financial Statements.		-	N/A
1 (5) (x)	A statement of remuneration paid to Directors including Independent Directors	✓	-	-
1(5) (xi)	The Financial Statements prepared by the management of the company present fairly its state of affairs, result of operations, cash flows and changes in equity	✓	-	-
1 (5) (xii)	Proper Books of accounts of the company have been maintained	✓	-	-
1(5) (xiii)	Appropriate accounting policies have been applied consistently in preparation of the financial statements and the accounting estimates are based on prudent judgment	✓	-	-
1(5) (xiv)	International Accounting Standards (IAS) or international Financial Reporting Standards (IFRS) have been followed in preparation of the financial statements	✓	-	-
1(5) (xv)	The system of internal controls is sound in design and has been effectively implemented and monitored	✓	-	-
1 (5) (xvi)	Minority shareholders have been protected from abusive action by controlling shareholders	✓	-	-
1(5) (xvii)	A statement regarding the business is a going concern	✓	-	No doubt regarding going concern issue.
1(5)(xviii)	Explanation of significant deviations from the previous year's operating results	✓	-	-



Condition No.	Title	Compliance Status		Remarks (if any)
		put ✓ in the appropriate column		
		Complied	Not Complied	
1(5) (xix)	Summary of key operating and financial data for at least the last 5 (five) years			
1(5) (xx)	Reasons for non-declaration of dividend for the year			N/A
1 (5) (xxi)	Board's statement to the effect that no bonus share or stock dividend has been or shall be declared as interim dividend			N/A
1(5) (xxii)	Number of Board Meetings held during the year and attendance by each Director	✓	-	-
1(5) (xxiii)	A report on pattern of shareholding disclosing the aggregate no. of shares			
1(5)(xxiii)(a)	Parent or Subsidiary or Associate Companies and other related parties	✓	-	-
1(5)(xxiii)(b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit & Compliance and their spouses and minor children	✓	-	-
1(5)(xxiii)(c)	Executives	✓	-	-
1(5)(xxiii)(d)	Shareholders holding 10% (ten percent) or more voting interest in the company		-	N/A
1(5)(xxiv)	In case of the appointment or reappointment of a director, a disclosure to shareholders			
1(5) (xxiv)(a)	A brief resume of the Director	✓		
1(5)(xxiv)(b)	Nature of his/her expertise in specific functional areas	✓	-	-
1(5)(xxiv)(c)	Name of companies in which the person holds directorship or member committee of Board	✓	-	-
1(5)(xxv)	A Management's Discussion and Analysis signed by CEO or MD presenting detailed analysis of the company's position and operation including brief discussion	✓	-	-
1(5)(xxv)(a)	Accounting policies and estimation for preparation of Financial Statements	✓	-	-
1(5)(xxv)(b)	Any changes in accounting policies and estimation	✓	-	-
1(5)(xxv)(c)	Comparative analysis including effect of inflation of financial performance or results and financial position as well as cash flows for current year with immediately preceding 5 (five) years explaining thereof	✓	-	-
1(5)(xxv)(d)	Compare financial performance or results and financial position with the peer industry scenario	✓	-	-
1(5)(xxv)(e)	Briefly explain the financial & economic scenario of the country and the globe	✓	-	-
1(5)(xxv)(f)	Risks and concerns issues related to the Financial Statements, explaining such risk and concerns mitigation policy of the company	✓	-	-
1(5)(xxv)(g)	Future plan or projection or forecast for company's operation, performance & position, with justification thereof actual position shall be explained to the shareholders in the next AGM	✓	-	-



Condition No.	Title	Compliance Status		Remarks (if any)
		put ✓ in the appropriate column		
		Complied	Not Complied	
1(5)(xxvi)	Declaration or certification by the CEO and CFO to the board as required under condition 3(3) disclosed as per Annexure-A; and	✓	-	-
1(5)(xxvii)	Certificate regarding Compliance condition no. 9 disclosed as per Annexure- B and Annexure - C	✓	-	-
1(6)	Meetings of the Board			
	Company shall conduct its Board Meetings and record the minutes of the meetings, as well as required books and records in line with the provisions of the BSS as issued by the ICSB in so far as those standards are not inconsistent with any condition of this code	✓	-	-
1(7)	Code of Conduct for the Chairperson, other Board members and Chief Executive Officer/ Managing Director			
1(7)(a)	The Board shall lay down a code of conduct, based on the recommendation of the Nomination and Remuneration Committee (NRC) at condition No.6. for the Chairperson, other Board members and CEO of the company	✓	-	-
1(7)(b)	The code of conduct as determined by the Nomination and Remuneration Committee (NRC) shall be posted on the website of the company	✓	-	-
2	Governance of the Board of Directors of Subsidiary Company-			
2(a)	Composition of the Board of holding company shall be applicable to the subsidiary company	✓	-	-
2(b)	At least 1 (one) Independent Director of the holding company shall be a Director on the Board of the subsidiary company	✓	-	-
2(c)	Minutes of the Board Meeting of the subsidiary company shall be placed for review at the board meeting of holding company	✓	-	-
2(d)	The minutes of the respective Board meeting of holding company shall stated that they have reviewed the affairs of the subsidiary company also	✓	-	-
2(e)	The Audit Committee of holding company shall review the financial statements of subsidiary company	✓	-	-
3	Managing Director/Chief Executive Officer (CEO), Chief Financial Officer (CFO), Company Secretary (CS) and Head of Internal Audit & Compliance (HoIAC)-			
3(1)(a)	The Board shall appoint MD or CEO, CS, CFO and HIAC	✓	-	-
3(1)(b)	The positions of the MD or CEO, CS, CFO and HIAC shall be filled by different individuals	✓	-	-
3(1)(c)	The MD or CEO, CS, CFO and HIAC of a listed company shall not hold any executive position in any other company at the same time	✓	-	-
3(1)(d)	Board shall clearly define respective roles, responsibilities and duties of CFO, HIAC & CS	✓	-	-



Condition No.	Title	Compliance Status		Remarks (if any)
		put ✓ in the appropriate column		
		Complied	Not Complied	
3(1)(e)	The MD/CEO, CFO, CS & HIAC shall not be removed from their position without approval of the board as well as immediate dissemination to the Commission & Stock Exchange	✓	-	-
3(2)	Requirement to attend Board of Directors' Meetings-			
	The MD, CS, CFO and HIAC shall attend the Board meetings; Provided that the CS, CFO and/or the HIAC shall not attend such part of a meeting of the Board which involves any agenda relating to their personal matters	✓	-	-
3(3)	Duties of Chief Executive Officer (CEO)/ Managing Director (MD) and Chief Financial Officer (CFO)-			
3(3)(a)	The CEO/MD and CFO shall certify to the Board that they have reviewed financial statements for the year and that to the best of their knowledge-	✓	-	-
3(3)(a)(i)	these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading	✓	-	-
3(3)(a)(ii)	these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws	✓	-	-
3(3)(b)	The CEO and CFO also certify that there are, to the best of their knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or in violation of code of conducts	✓	-	-
3(3)(c)	The certification of the CEO/MD and CFO shall be disclosed in the Annual Report	✓	-	-
4	Board of Directors' Committee			
	For ensuring good governance in the company, the Board shall have at least following sub-committees:			
	(i) Audit Committee	✓	-	-
	(ii) Nomination and Remuneration Committee	✓	-	-
5	Audit Committee (AC)-			
5(1)	Responsibility to the Board of Directors-			
5(1)(a)	Sub-Committee of the Board	✓	-	-
5(1)(b)	Ensure that the financial statements reflect true and fair view of the state of affairs of the company and a good monitoring system within the business	✓	-	-
5(1)(c)	The Audit Committee shall be responsible to the Board; duties of the Audit Committee shall be clearly set forth in writing	✓	-	-
5(2)	Constitution of the Audit Committee	✓	-	-



Condition No.	Title	Compliance Status		Remarks (if any)
		put ✓ in the appropriate column		
		Complied	Not Complied	
5(2)(a)	The Audit Committee shall be composed at least 3 members	✓	-	-
5(2)(b)	all members of the Committee shall be non-executive directors except the Chairperson of the Board and shall include at least 1 (one) independent director	✓	-	-
5(2)(c)	All members of the audit committee should be 'financially literate' and at least one member shall have accounting or related financial management background and ten years experiences	✓	-	-
5(2)(d)	The Board shall appoint a new member to fill up the casual vacancy in the Committee immediately or within 1 (one) month from the date of vacancy	✓	-	-
5(2)(e)	The Company Secretary shall act as the Secretary of the Committee	✓	-	-
5(2)(f)	The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent director	✓	-	-
5(3)	Chairperson of the Committee	✓	-	-
5(3)(a)	The Board shall select the Chairperson of the audit committee who shall be an independent director	✓	-	-
5(3)(b)	In the absence of Chairperson, elect one Non Executive Director and reason of absence of regular chairperson shall be recorded in the minutes	✓	-	-
5(3)(c)	In absence of chairperson, any other member of the Audit Committee shall be selected to be present in the Annual General Meeting (AGM) and reason for absence of the regular Chairperson of the AC shall be recorded in the minutes of the AGM	✓	-	-
5(4)	Meeting of the Audit Committee-	✓	-	-
5(4)(a)	The Audit Committee shall conduct at least 4 (four) meetings in a financial year	✓	-	-
5(4)(b)	The quorum of the Audit Committee meeting shall not constituted in presence of either two members or two third members of the AC whichever is higher, where presence of an independent director must	✓	-	-
5(5)	Role of the Audit Committee-	✓	-	-
5(5)(a)	Oversee the financial reporting process	✓	-	-
5(5)(b)	Monitor choice of accounting policies and principles	✓	-	-
5(5)(c)	Monitor internal and external audit activities	✓	-	-
5(5)(d)	oversee hiring and performance of external auditors	✓	-	-
5(5)(e)	Hold meeting with external auditor for review of the annual Financial Statements before submission to the Board	✓	-	-



Condition No.	Title	Compliance Status		Remarks (if any)
		put ✓ in the appropriate column		
		Complied	Not Complied	
5(5)(f)	Review the annual financial statements before submission to the Board for approval	✓	-	-
5(5)(g)	Review the quarterly and half yearly financial statements before submission to the Board for approval	✓	-	-
5(5)(h)	Review adequacy of internal audit function	✓	-	-
5(5)(i)	Review the management's discussion and analysis before disclosing in the Annual Report	✓	-	-
5(5)(j)	Review all related party transactions	✓	-	-
5(5)(k)	Review management letters or Letter of Internal Control weakness issued by statutory auditors	✓	-	-
5(5)(l)	Oversee the determination of audit fees based on scope and magnitude, level of expertise, required time and evaluate the performance of external auditor	✓	-	-
5(5)(m)	Declaration of the Committee regarding utilisation of the proceeds raised through IPO, RPO or Right Share Offer			N/A
5(6)	Reporting of the Audit Committee-			
5(6)(a)	Reporting to the Board of Directors-			
5(6)(a)(i)	The Committee shall report on its activities to the Board of Directors	✓	-	-
5(6)(a)(ii)	Activities of the Committee shall immediately report to the Board on	✓	-	-
5(6)(a)(ii)(a)	Conflicts of interest			Not found
5(6)(a)(ii)(b)	Suspected or presumed fraud or irregularities or material defect identified in compliance process or financial statements			Not found
5(6)(a)(ii)(c)	Suspected infringement of laws, regulatories			Not found
5(6)(a)(ii)(d)	Material deficiency in internal control			Not found
5(6)(b)	Reporting to the authorities	✓	-	-
5(7)	Reporting to shareholders and General Investors	✓	-	-
6	Nomination and Remuneration Committee (NRC)-			
6(1)	Responsibility to the Board of Directors -			
6(1)(a)	Sub-Committee of the Board	✓	-	-
6(1)(b)	Ensure formulating the nomination criteria or policy for determining qualifications, positive attributes, experiences and independence of directors and top level executive as well as a policy for formal process of considering remuneration of directors top level executives	✓	-	-
6(1)(c)	The Terms of Reference (ToR) shall clearly set forth covering the areas stated in condition no-6(5)(b)	✓	-	-



Condition No.	Title	Compliance Status		Remarks (if any)
		put ✓ in the appropriate column		
		Complied	Not Complied	
6(2)	Constitution of the Nomination and Remuneration Committee -			
6(2)(a)	Comprising at least three members including an independent Director	✓	-	-
6(2)(b)	All members of the Committee shall be non-executive directors	✓	-	-
6(2)(c)	Members of the Committee shall be nominated and appointed by the Board	✓	-	-
6(2)(d)	The Board shall have the authority to remove and appoint any member of the Committee	✓	-	-
6(2)(e)	In case of casual vacancy, the Board shall fill the vacancy within 180 days of occurring the vacancy in the Committee		-	N/A
6(2)(f)	The chairperson of the committee may appoint or co-opt any external expert to the committee as advisor who shall be non-voting member		-	N/A
6(2)(g)	The Company Secretary shall act as secretary of the committee	✓	-	-
6(2)(h)	The Quorum of the NRC meeting shall not constitute without attendance of at least an Independent Director	✓	-	-
6(2)(i)	No member of the NRC shall receive, either directly or indirectly any remuneration for any advisory or consultancy role or otherwise, other than Director's Fees or honorarium from the company	✓	-	-
6(3)	Chairperson of the Committee -	✓	-	-
6(3)(a)	The Board shall select the Chairperson of the Committee who shall be an independent director	✓	-	-
6(3)(b)	In the absence of Chairperson, elect one Non Executive Director and reason of absence of regular chairperson shall be recorded in the minutes	✓	-	-
6(3)(c)	In absence of chairperson, any other member of the NRC shall be selected to be present in the Annual General Meeting (AGM) and reason for absence of the regular Chairperson of the NRC shall be recorded in the minutes of the AGM	✓	-	-
6(4)	Meeting of the NRC -	✓	-	-
6(4)(a)	The NRC shall conduct at least one meeting in a financial year	✓	-	-
6(4)(b)	The Chairperson may convene any emergency meeting upon request by any member of NRC	✓	-	-
6(4)(c)	Quorum shall be two members or two third of the members of the committee including independent director, whichever is higher	✓	-	-
6(4)(d)	Minutes of each meeting shall be recorded and confirmed in the next meeting of the Committee	✓	-	-



Condition No.	Title	Compliance Status		Remarks (if any)
		put ✓ in the appropriate column		
		Complied	Not Complied	
6(5)	Role of the NRC			
6(5)(a)	NRC shall be independent and responsible or accountable to the Board and to the shareholders	✓	-	-
6(5)(b)	NRC shall oversee the followings	✓	-	-
6(5)(b)(i)	Formulating the criteria for determining qualifications, positive attributes and independence of a director and recommend a policy to the board relating to remuneration of directors and top executives considering the followings-	✓	-	-
6(5)(b)(i)(a)	the level and composition of remuneration is reasonable & sufficient for Directors to run the Company successfully	✓	-	-
6(5)(b)(i)(b)	the relationship of remuneration to performance is clear and meets appropriate performance benchmark	✓	-	-
6(5)(b)(i)(c)	remuneration to Director and Top Level Executive involves a balance between fixed and incentive pay reflecting short and long term performance objectives to the working of the Company and its goal	✓	-	-
6(5)(b)(ii)	Devising a policy on Board's diversity	✓	-	-
6(5)(b)(iii)	Identifying persons who are qualified to become directors and top level executives position and recommending their appointment and removal to the Board	✓	-	-
6(5)(b)(iv)	Formulating criteria for evaluation of performance of independent directors and the Board	✓	-	-
6(5)(b)(v)	Identifying the company's needs for employees at different levels selections, transfer or replacement and promotion criteria	✓	-	-
6(5)(b)(vi)	Developing and reviewing annually the company's HR and training policies	✓	-	-
6(5)(c)	The Company shall disclose the nomination and remuneration policy and activities of NRC in its annual report	✓	-	-
7	External/ Statutory Auditors-			
7(1)	The company shall not engage its external or statutory auditors to perform the following services of the company, namely-			
7(1)(i)	Appraisal or valuation services for fairness opinions	✓	-	-
7(1)(ii)	Financial information systems design and implementation	✓	-	-
7(1)(iii)	Book keeping or other services related to the accounting records or financial statements	✓	-	-
7(1)(iv)	Broker-dealer services	✓	-	-
7(1)(v)	Actuarial services	✓	-	-
7(1)(vi)	Internal audit services or special audit services	✓	-	-
7(1)(vii)	Any service that the Audit Committee determines	✓	-	-



Condition No.	Title	Compliance Status		Remarks (if any)
		put ✓ in the appropriate column		
		Complied	Not Complied	
7(1)(viii)	Audit or certification services on compliance of corporate governance as required under condition no. 9(1); and	✓	-	-
7(1)(ix)	Any other service that creates conflict of interest	✓	-	-
7(2)	No partner or employees or his or her family members of the external audit firms shall possess any share of the company during the tenure of audit	✓	-	-
7(3)	Representative of external or statutory auditors shall remain present in the shareholders' meeting (AGM)	✓	-	-
8	Maintaining of a website by the Company-	✓	-	-
8(1)	The company shall have an official website linked with the website of the Stock Exchange(s)	✓	-	-
8(2)	The company shall keep the website functional from the date of listing	✓	-	-
8(3)	Detailed disclosures on its website as required under listing regulations of the Stock Exchange(s)	✓	-	-
9	Reporting and Compliance of Corporate Governance Code			
9(1)	The Company shall obtain a certificate from a practicing professional Accountant or Secretary other than statutory auditors or audit firm on yearly basis and such certificate shall be disclosed in the Annual Report	✓	-	-
9(2)	The compliance auditor shall be appointed by the shareholders in the Annual General Meeting	✓	-	-
9(3)	Directors of the company shall state in Directors' report whether the company has complied these conditions or not and attached in the Annual Report in accordance with the Annexure-C	✓	-	-



REPORT ON CORPORATE GOVERNANCE

Corporate Governance is the system of Internal Control and procedures by which an individual Company is managed in the best interest of all stakeholders. Fairness, Transparency, Accountability & Responsibility are the minimum standard of acceptable corporate behavior today. At Sonar Bangla Insurance corporate Governance means increasing the shareholders value by being efficient, transparent, professional & accountable to the organization, society & environment, thereby ensuring better and timely financial reporting.

The primary role of corporate governance is played by the Board of Directors. It is the Board that formulates the vision, objectives and strategic goals. The Board's dynamism guidance and stewardship are all that drives the Company towards sustainable growth. The Management's role is to execute those directives in a professional, proactive and at the same time ethical manner. SBI considers that its corporate governance practices comply with all the aspects of BSEC's Notification No. BSEC/CMMRRCD/2006-151-158/207/Admin/80 dated 03 June, 2018.

Composition of Board of Directors

Board of Directors

The Board of Sonar Bangla Insurance Ltd. has been constituted with 18 Directors and one fifth is independent Directors. The Chairperson of the Board is Mr. Sheikh Kabir Hossain.

Role and Responsibilities of the Board

The Board will initially pivot on the direction, control and governance of the insurer and in particular should articulate and entrust to a corporate philosophy and governance that will shape the level of risk adoption, standard of business conduct and ethical behavior of the company at the macro levels. The Board should also set clear and transparent policy framework for translation of the corporate objectives.

The Board is fully empowered to control over the Company's affairs and is entirely accountable to the shareholders. The Board formulates the strategic objectives and policy framework for the company. In discharging the responsibilities Board carries out the following functions as per charter of the Board.

- Determination of the strategies, policies, management performance criteria and business plan alongwith monitoring and evaluation of the same.
- Reporting on the affairs, progress and performance of the Company to the shareholders periodically and timely.
- Delegation of power to Board committee and management and approval of transaction in excess of delegated power.
- Regular review of all kinds of financial matters.
- Appointment, Evaluation and overall supervision of the performance of the Top Management.

Ensuring of necessary skill and experience of the senior executives to perform their function efficiently for the sake of best interest of the Company.

Role of the Chairperson

The Chairperson is the Head of the Board. He takes decision of any matter in consultation with the Board members. He is not the Chief Executive of the Company. The role of the Chairperson and Chief Executive Officer are independent and separate. The Chairperson runs the Board, while the Chief Executive Officer takes executive decision within the jurisdiction of power delegated by the Board.

Board Meetings

The meetings of the Board of Directors of Sonar Bangla Insurance Ltd are normally held in the Board Room of Registered Corporate Head Office of the Company. But in 2020 the Board meetings were held Virtually due to Corona Pandemic. The meetings are held on the scheduled of dates as per decision of the Board. The notice of the meeting is served in writing to each Director by the Company Secretary well ahead.

The Company secretary prepares the papers including necessary notes therein as per requirement which are placed before the Board meeting for threadbare discussion. The members are also recommend and take inclusion of any matter in the agenda for discussion. The company secretary, the Chief Financial Officer and HIAC always attend the Board meeting.

Internal Control

Internal control system is designed in such a way that contains self monitoring mechanism and actions are taken to correct deficiencies as they are identified. Although the Board is responsible for ensuring adequate and effective control system yet it has inherent limitation including the possibility of circumvention or overriding of controls and therefore, can provide only reasonable assurances against material misstatement or loss. The company's internal control system has been outlined to ensure the director with reasonable assurance that assets are safeguarded against unauthorized use by the employees or management or third parties; transactions are fully authentic, properly recorded and material error and irregularities are either prevented or detected for regularization within a reasonable period of time.

Appropriately designed management, properly fixation of responsibilities, reasonably delegation of power and authority, setting up of accountability at each level, periodic reporting and regular monitoring of performances are the vital component parts of internal control framework prevailed in Sonar Bangla Insurance Limited.

Audit Committee

As per delegation of power by the Board, the committee is authorized to examine any matter relating to the financial affairs of the Company, to review all audit and inspection report, internal control system and procedure, accounting policies and adherence to compliance requirements etc.

Responsibilities

- 1 Briefly analyze the financial reporting process.
2. Monitoring the choice of accounting policies and principles.
3. Monitor internal control risk management Process
- 4 Oversee hiring and performance of external auditors.
- 5 Review with the help of management, the annual financial statements before submission to the board for approval.
- 6 Review along with the management, the quarterly and half yearly financial statements before submission to the board for approval.
- 7 Review the adequacy of internal audit function.
- 8 Review statement of significant related party transactions submitted by the management.
- 9 Review Management Letters / Letter of Internal Control weakness issued by statutory auditors.
- 10 When money is raised through Initial Public Offering (IPO) / Repeat Public Offering (RPO) / Rights Issue the company shall disclose to the Audit Committee about the uses / applications of funds by major category (capital expenditure, sales and marketing expenses, working capital, etc), on a quarterly basis, as a part of their quarterly declaration of financial results. Further, on an annual basis, the company shall prepare a statement of funds utilized for the purposes other than those stated in the offer documents / prospectus.

Human Capital

Human capital is the most vital factor of all the factors for development of an organization. Sonar Bangla Insurance Limited believes that human capital composes infrastructure of a business organization, formulates, polices, collects ingredients of output, develops quality of output. Sonar Bangla Insurance Limited has adopted the measures to develop the human capital on the following policies:

1. Establish and Administer transfer policy in order to develop and implement recruitment opportunities, promotion, remuneration benefits, rewards, recognition system, transfer, training, performance management system irrespective of age, sex, race, political entity & religion belief.
2. Create an atmosphere of trust and support within the purview and the company which will lead and encourage the employees to work all together developing a team spirit as well as inspiring them to be innovative and creative in order to achieve company goals.
3. Enforce a property internal communication and involvement mechanism which inspire employees to identify them with the company and its activities.
4. Adopt a systematic plan to approach the anticipated change and gear up the employees for technologies environmental changes. Accordingly try to find out the needs for training and development of the employees providing necessary opportunities for them to promote their career.
5. To chalk out a proper planning for recruiting enough people with skills and talents as per requirement of the company to meet the current and future growths.
6. To ensure specification of people with high quality and capability irrespective of sex, religion, caste, creed, age and seniority for a the senior management position in the company.

Information available on the Website

(Sonar Bangla Insurance Limited has been maintaining a full fledged web-site over the years and the web-site is being updated regularly. Every information regarding the Company is available in the site. The web-site address of SBIL is [www. sonarbanglainsurance.com](http://www.sonarbanglainsurance.com)

Corporate Governance

The Board of Directors of the Company firmly believe that practice of Good Corporate Governance and transparency is a sine qua non towards ensuring a disciplined and a sustainable organization. Sonar Bangla Insurance designed the corporate Governance systems and practices to ensure adequate internal control in operational process, transparency, and accountability. The Corporate Governance structure specifies the distribution of rights and responsibilities among different executives and spells out the rules and Procedures for making decisions on corporate affairs. The role of Regulatory Authorities is very important in respect of Corporate Governance practices. Sonar Bangla Insurance is pledge-bound to comply with all the requirements of regulatory Authorities, Parties to corporate Governance are Board of Directors, different committees of the Board, the management, different management committee a decision making personnel, etc. All plans, programmes, Policy decisions, as initiated by the Board are implemented by the management under the leadership of CEO.

Corporate Social Responsibility (CSR) Activities

With the view of corporate social responsibility Sonar Bangla Insurance Ltd. has been adding due attention and making a sizeable financial contribution substantial some of money towards various activities as parts of its CSR efforts for regenerating fruitful contribution in the fields of health, education, support to disabled persons, supports to help the flood and winter affected peoples, social activities etc.



Information Technology (IT) Infrastructure

Sonar Bangla Insurance Ltd. is determined to use Information Technology (IT) towards utmost facilities so that it can simply be differentiated from other companies in this sector. In this regard, SBIL has made its IT department strengthened with experienced and efficient resources with a goal to reach its valued clients with latest IT facilities.

SBIL has made significant improvements in IT Infrastructure and Software. Some of the remarkable achievements of IT are introducing of Local Area Network (LAN) at Head Office and Branches computerization of all departments, flourishing implementation of all the branches situated all over the country under online network, deploying high end servers under Linux Platform, implementing fully integrated general insurance software "Computer Integrated Insurance System (CIIS) All the operational process and functionalities are included in ERP applications CIIS.

Conclusion: It can be easy to handle the risk management by using advanced information technology. Information technology identifies the risk properly and helps for risk management. Its great advantage is it becomes the work easy and prompt and enhance the satisfaction of clients. Sonar Bangla Insurance Ltd. is also believed in this policy and act accordingly for using information technology as globalization and make it modernization. All branches of the company with head office bring into online communication and also try to adopt further new technology at all times.

Value Added Statement

for the year ended December 31, 2019

The Value Added statement (VAS) provides a detailed account of total value created by the Company during the year of account and its distribution for the same period. Sonar Bangla Insurance Ltd. contributed positively to the socio-economic development through payment of salaries and allowances of employees; by paying attractive and consistent dividend to the shareholders and by paying Tax.

The Value Added Statement of Sonar Bangla Insurance Ltd. for the year 2019 mentioned below shows how the value is created and distributed among different stakeholders of the company.

Particulars	2020 Taka	2019 Taka
Premium Income	50,15,56,103	56,82,26,637
Commission on Re-Insurance Ceded	3,23,93,850	4,04,33,251
Investment & Others Income	2,64,25,486	2,41,89,372
Balance of Fund	13,32,08,615	4,24,61,402
Total Value Added	69,35,84,054	67,53,10,662
<u>Distribution of the Value Added</u>		
Re-insurance	16,85,71,718	12,41,33,230
Management Expenses	15,15,56,049	17,26,50,234
Agency Commission	6,59,64,998	8,35,16,246
Net Claims Incurred	7,73,66,744	7,80,24,373
Tax	3,56,57,063	3,64,69,841
Dividend	6,00,62,168	4,00,41,445
Reserve & Surplus	5,07,84,520	3,07,11,251
Total Distribution	60,99,63,260	56,55,44,620

ECONOMIC VALUE ADDED STATEMENT

Economic Value Added (EVA) is the financial indicator of measures that show the true economic profit of an organization. It assesses a measurement of company's economic success or failure over the period of time. Such a metric is useful for investors who wish to determine how well a company has added value for its investors and it can be compared against company's peers for a quick analysis of how well the company is operating in its industry. Economic value added is calculated by taking a company's net profit after tax less cost of capital.

For the year ended 31 st December	2020 Taka	2019 Taka
Shareholders' equity at the year ended	76,00,93,760	70,93,09,239
Accumulated provision for doubtful losses	-	-
Average Shareholders' equity	76,00,93,760	70,93,09,239
Cost of equity (%)	7%	8%
Economic Value Added	4,56,05,626	4,96,51,647
Net profit after tax	9,35,33,998	8,15,23,568
Less : Cost of equity	4,79,28,372	3,18,71,921

"It is the opportunity cost i.e. the expected risk free return on investments, plus a risk premium. Considering the Interest on fixed deposit /Government Sanchaya Parta plus 1% premium has been assumed to be the cost of equity."

Market Value Added Statement

for the year ended December, 2020

Market Value Added (MVA) is the differences between the total Market value (based on the quoted price in the main bourse) and total book value of the Company's shares. The Higher the MVA better the Company's position. A high MVA indicates the Company has created sub substantial wealth for the shareholders. A Investments are less than that value of the capital contributed to the Company by the capital market (or that wealth and value have been destroyed).

As of December 31, 2020, the total share market value of Sonar Bangla Insurance Ltd. stood at Taka 250.25 crore whereas the book value of the Shareholder's Equity stood Taka 40.40 crore. The calculation of Market Value Added of Taka 210.21 crore. The Calculation Market Value is given below:

Particulars	Number of Shares	Value per Share (Taka)	Total Value (Taka)
Market Value	4,00,41,445	62.50	250,25,90,312
Book Value	4,00,41,445	10.00	40,04,14,450
Market Value Added			210,21,75,862

ACCOUNTING RATIOS PERTAINING TO INSURANCE SECTOR

Particulars	2020	2019
Reinsurance Premium Ceded as % of Gross Premium	33.61	21.85
Commission Paid % of Gross Premium	13.14	14.70
Net R/I Commission Earned as % of Gross Premium	6.46	7.12
Net R/I Commission Earned as % of Net Premium	9.73	9.10
Management Expenses (Revenue A/C) as % of Gross Premium	30.20	30.38
Management Expenses (Revenue A/C) as % of Net Premium	45.49	38.88
Net Claims Incurred as % of Gross Premium	15.41	13.73
Net Claims Incurred as % of Net Premium	23.24	17.57
Underwriting Result as % of Gross Premium	22.89	18.98
Underwriting Result as % of Net Premium	34.47	24.29

REPORT ON CORPORATE SOCIAL RESPONSIBILITIES

We all have personal responsibility to each other and the world around us. Everything we do has an effect on the other people. It is the same for businesses, large or small, public or private, that their actions affect a large number of stakeholders. Such stakeholders include customers, shareholders, employees, suppliers and society in general.

With growing scrutiny of business operations organizations are increasingly being driven to satisfy the expectations of opinion of governments and customers in order to thrive. In essence, businesses adopting Corporate Social Responsibility (CSR) principles believe that by operating ethically and responsibly, they have a greater chance of success. Businesses are demonstrating that well managed CSR actually supports business objectives, especially among medium/large corporate where improved compliance, reputation and relationships have been shown to increase shareholders value and profitability. With this end in view, Sonar Bangla Insurance Ltd. (SBIL) over the years have been giving due importance & making contributions towards various activities as part of its CSR efforts. Our CSR efforts included making contributions in the fields of health, support to naturally disaster, flood and winter affected peoples, education & training etc.

REDRESS OF CLIENTS COMPLAINTS & COMMUNICATION

Insurance being a service industry, Clients' satisfaction are always our first priority. We take care of them as they are our business partners. We treat all clients with warmth and respect. We are always ready with our online service and achieve satisfactory business growth in the long run. Being fully aware of this, Sonar Bangla Insurance always attends to its clients complaints-whether related to its services or claim Settlement. Sonar Bangla encourages its clients to come towards with any complaint they may have and the top management is completely accessible to all them. Complaints can be lodged with the management in writing, over telephone, by e-mail or through the web site.

During regular meetings with its clients of various types, the management actively solicits the clients' views on the Company's services, shortcomings, if any, and their suggestions. Clients views and complaints are discussed at the management committee meeting held at Head Office and also during meetings with Branch Managers. This aspect also features prominently at the Annual Branch Conference of the Company. Clients may contact for Complaints to the followings.

Hotline Number : 01309040218
Phone : 02223354211, 02223354212, 02223384086 (PABX)
E-mail : sbi222@yahoo.com, info@sbil.com.bd
Web : www.sonarbanglainsurance.com

Solvency Margin

Solvency margin is the amount by which the assets of an insurer exceeds its liabilities and will form part of the insurer's shareholder's funds. Methods of valuation of assets and liabilities of an insure are prescribed in the insurance regulations. The regulations stipulate the minimum solvency margin, which an insurer must be maintained at all times. The solvency of an Insurance Company corresponds to its ability to pay claims. The solvency of insurance company or its financial strength depends chiefly on whether sufficient technical reserves have been set up for the obligations entered into and whether the company has adequate capital as security.

Moreover solvency margin assists financial investment managers when making a decision on the risk or reward capability of a company to return dividends to stakeholders.

Redress of Investors Complaints and Communication

Sonar Bangla Insurance Ltd. have separate share Department headed by Mr. Abdur Rouf Gomosta, Company Secretary to communicate with shareholders and others Stakeholders. Investors and others may contact at any time to Share Department for any sort of information and query and payment of dividend to contact the followings.

Mr. Md. Monabber Hosssain
Dy. Manager (Board Affairs & Share)
Phone : 02223354211, 02223354212, 02223384086 (PABX)
Mobile : 01717163493
E-mail: sbi222@yahoo.com, info@sbil.com.bd
Web : www.sonarbanglainsurance.com

REPORT ON GOING CONCERN

Financial Statements are normally prepared on the assumption that an enterprise is a going concern and will continue in operation for the foreseeable future. Hence, it is assumed that the enterprise has neither the intention nor the need to liquidate or curtail materially the scale of its operations ; If such an intention or need exists, the financial statement may have to be prepared on a different basis and, if so, the basis used is disclosed. On the other hand listed Companies are required by BSEC to report on its ability to continue as going concern.

The Board of Directors of Sonar Bangla Insurance Ltd. has made annual assessment about whether there exist material uncertainties which may cast significant doubt upon the Company's ability to continue as going concern. The director's assessment of whether the Company is a going concern involves making appropriate inquiries including review of budget, forecast assumptions and future outcome of inherent uncertainties in existence. The Directors are convinced from the following indications, which give reasonable assurance as to company's ability to continue as a going concern for the foreseeable future.

Financial Indications

- Positive net current assets
- Less reliance on short term borrowing
- Continuous financial support by lenders
- Positive operating cash flows
- Positive key financial ratios
- Consistent payment of dividends
- Credibility in payment of obligations
- Performance growth positive underwriting results and trends

Operating Indications

- key management turnover
- Good business expansion
- Spread of business across diverse clientele
- Good market reputation and clients satisfaction
- Good Corporate environment and employee satisfaction.

Other Indications

- Maintenance of sufficient capital base as required by law
- Strong reserve base
- Strong equity base
- Strong Claim Paying Ability (CPA)
- Anticipates no significant change in legislation or government policy

REPORT OF THE AUDIT COMMITTEE

Audit Committee of the Sonar Bangla Insurance Ltd. comprises of 06 Directors nominated by Board of Directors. It operates according to the Terms of Reference specified by Bangladesh Securities and Exchange Commission Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 dated 3 June, 2018.

During the year 2020, 04 meetings of the Audit Committee were held.

Role of Audit Committee

- i) Review the existing risk management policies and procedures for ensuring an effective internal check and control system.
- ii) Review the annual financial statements and determine whether they are complete and consistent with the accounting standard set by the regulatory authorities.
- iii) Review the findings and recommendations made by the internal auditors for removing the irregularities detected.
- iv) Review the auditing performance of external auditors and their audit reports.

Activities:

- i) Approved annual audit planning.
- ii) Reviewed quarterly and half yearly financial statement of the company to evaluate the performance.
- iii) Reviewed significant internal audit findings with a view to taking timely corrective actions.
- iv) Reviewed and examined the Annual Financial Statements 2020 audited by the external auditors and recommended to place the same the Board for consideration.

Amina Parvin

Amina Parvin
Chairperson
Audit Committee

Sonar Bangla Insurance Limited

Declaration by CEO and CFO

June 15, 2021

Annexure-A

[As per condition No. 1(5)(xxvi)]

The Board of Directors
Sonar Bangla Insurance Limited
Head Office, Dhaka.

Subject: Declaration on Financial Statements for the year ended on December 31, 2020

Dear Sirs,

Pursuant to the condition No. 1(5)(xxvi) imposed vide the Commission's Notification No. BAEC/CMRRCD/2006-158/Admin/80 dated June 03, 2018 under section 2CC of the Securities and Exchange Ordinance, 1969, we do here by declare that:

- (1) The Financial Statements of Sonar Bangla Insurance Limited for the year ended on December 31, 2019 have been prepared in compliance with International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in the Bangladesh and any departure them from has been adequately disclosed;
- (2) The estimates and judgments related to the financial statements were made on a prudent and reasonable basis, in order for the financial statements to reveal a true and fair view;
- (3) The form and substance of transactions and the Company's state of affairs have been reasonably and fairly presented in its financial statements;
- (4) To ensure above, the Company has taken proper and adequate care in installing a system of internal control and maintenance of accounting records;
- (5) Our internal auditors have conducted periodic audits to provide reasonable assurance that the established policies and procedures of the Company were consistently followed; and
- (6) The management's use of the going concern basis of accounting in preparing the financial statements is appropriate and there exists no material uncertainty related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern.

In this regard, we also certify that:

- (i) We have reviewed the financial statements for the year ended on December 31, 2020 and that to the best of our knowledge and belief:
 - (a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (b) these statements collectively present true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws.
- (ii) There are, to the best of knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the code of conduct for the company's Board of Directors or its members.

Sincerely yours,



(A.B.M. Hasangir)
Asstt. Managing Director & CFO



(Md. Abdul Khaleque Miah)
Chief Executive Officer



G. KIBRIA & CO.
Chartered Accountants



Independent Auditor's Report

To the Shareholders of **SONAR BANGLA INSURANCE LIMITED**

Report on the Audit of the Consolidated and Separate Financial Statements

Qualified Opinion

We have audited the Consolidated Financial Statements of Sonar Bangla Insurance Limited and its Subsidiary (together referred to as the "Group"), as well as the Separate Financial Statements of Sonar Bangla Insurance Limited (the "Company") which comprise the Consolidated and Separate Statement of Financial Position as at 31 December 2020, the Consolidated and Separate Statement of Profit or Loss and other Comprehensive Income, Consolidated and Separate Profit or Loss Appropriation, Consolidated & Specific Class of Business Revenue Accounts, Consolidated and Separate Statement of Changes in Equity and Consolidated and Separate Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

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

Basis for Qualified Opinion

1. The Company did not set aside, due part of its profit, for the year in relation to workers profit participation and welfare fund as required under the Bangladesh Labour Act 2006.
2. The Company's subsidiary, Sonar Bangla Capital Management, has equity worth BDT 94,116,000 as Share Money Deposit. The subsidiary has held on to these deposits and not converted them into paid-up share capital within six (6) months of receiving the funds which is a non-compliance of Financial Reporting Council Bangladesh Circular 2020/01 dated 11 February 2020.

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

Emphasis of Matter

- i. We draw attention to Note 12 of the financial statements, which describes matters related to implementation of investment policy for non-life insurance companies as issued by the IDRA. Our opinion is not modified in respect of this matter.
- ii. We draw attention to Note 42 to the Financial Statements which explains that certain comparative information as at 31 December 2019 have been restated. Our audit opinion is not qualified in regard to this matter.

Ref:GKC/A/20-21/276

Head Office: Sadharan Bima Sadan (5th Floor), 24-25 Dilkusha Commercial Area, Dhaka – 1000,

Branch Office: Plot 51, Floor-2, Road 14, Block-G, Niketon,, Gulshan-1, Dhaka-1212

TEL OFF: +88-02-9568071, +88-02-9570717, 9575324, +88-02-9553630

E-mail: gkibria@gkibriaandco.com, Kibria03@hotmail.com, Web: http://gkibriaandco.com

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter	How our audit addressed the key audit matters
PREMIUM INCOME	
<p>Premium income is the most significant item in the statement of profit and loss & profit and loss appropriation account. The Company has reported net premium of Taka 332,984,385 for the ended 31 December 2020 (Taka 444,093,407 for the year ended 31 December 2019).</p> <p>Gross general insurance premium comprises the total premium received during the accounting period for the entire period of coverage for which insurance policy has been issued by contracts with People's Insurance Company Limited.</p> <p>Given the important nature, connections to other items on the financial statements, the sensitivity of the item and the importance to key stakeholder's of the Company, we believe this area possess high level of risk.</p>	<p>The procedures that were performed in order to mitigate this risk are listed below:</p> <ul style="list-style-type: none"> ▶ Carried out analytical procedures and recalculated premium for the period. ▶ Carried out cut-off testing to ensure unearned premium income has not been included in the premium income reported in the year. ▶ On a sample basis, reviewed policy to ensure appropriate policy stamp was affixed to the contract and the same has been reflected in the premium register. ▶ Tested on a sample basis that the premium has been deposited in the designated bank account. For each sample, we also tested whether appropriate VAT was collected and deposited to bank. ▶ For a sample of insurance contracts, tested to see if appropriate levels of re-insurance was done and whether the re-insurance was deducted from the gross premium. ▶ Applying judgment, assessed whether there is any impairment of the re-insurer. ▶ Assessed the appropriateness, presentation and disclosure against relevant accounting standards, Insurance Act 1938 (as amended in 2010), Insurance Rules 1958 and other applicable rules and regulations and regulatory guidelines.
Details of Premium Income have been included in Note 18.00 to the financial statements.	

Key Audit Matter	How our audit addressed the key audit matters
ESTIMATED LIABILITY IN RESPECT OF OUTSTANDING CLAIMS WHETHER DUE OR INTIMATED AND CLAIM PAYMENT	
<p>This amount represents the claim due or intimated from the insured and involves significant judgment and risk of understatement. As at December 31, 2020, the reported balance under the head of estimated liability in respect of outstanding claims whether due or intimated was Taka 17,950,954 and Claims paid in the year ended December 31, 2020 was Taka 76,577,949 (outstanding claims as at December 31, 2019 was Taka 17,162,159 and claims paid for the year ended December 31, 2019 was Taka 80,143,528).</p> <p>This provision has a direct impact on the profitability and liquidity of the Company which makes it an important item for key stakeholders. Considering its impact on multiple line items on the financial statements, its sensitivity and importance to key stakeholders, we believe this area possesses high level of risk.</p>	<p>The procedures that were performed in order to mitigate this risk are listed below:</p> <ul style="list-style-type: none"> ▶ Obtained an understanding of the internal controls around this financial statement line item. This allowed us to gain a better understanding of the process as well as design better substantive procedures. ▶ Obtained samples of claimed policies and cross checked with claim. ▶ For samples selected, obtained copies of survey reports and cross checked with respective ledgers. ▶ Reviewed the claim committee meeting minutes about decision about impending claims ▶ Tested sample of claim payments with intimation letter, survey report, bank statement, claim payment register and general ledger. ▶ Assessed the appropriateness, presentation and disclosure against relevant accounting standards, Insurance Act 1938 (as amended in 2010), Insurance Rules 1958 and other applicable rules and regulations and regulatory guidelines.
Details of Estimated Liability have been included in the Consolidated Revenue Account of the financial statements.	

Other Information

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

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

In connection with our audit of the consolidated and separate financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

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

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

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements

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

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

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

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

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

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

Report on other Legal and Regulatory Requirements

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

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

Date: Dhaka
15 June, 2021



A.K. Gulam Kibria
Engagement Partner
G. Kibria & CO.
Chartered Accountants


CONSOLIDATED BALANCE SHEET

CAPITAL AND LIABILITIES	NOTES	Amount	
		31.12.2020	RESTATED 31.12.2019
AUTHORIZED CAPITAL: 10,00,00,000 Ordinary Shares of Tk. 10/-each		1,000,000,000	1,000,000,000
ISSUED, SUBSCRIBED AND PAID UP CAPITAL: 40,041,445 Ordinary Shares of Tk. 10/- each	2.00	400,414,450	400,414,450
RESERVE OR CONTINGENCY ACCOUNT	3.A	385,160,247	329,161,998
Reserve for Exceptional Losses	3.01	285,885,524	252,587,086
Profit & Loss Account & Appropriation	3.B	99,274,723	76,574,912
Non-Controlling Interest	3.D	108,998,119	90,887,019
BALANCE OF FUNDS AND ACCOUNTS	4.00	133,208,615	177,530,106
Fire Insurance Business		88,143,270	123,601,238
Marine Cargo Insurance Business		31,636,089	36,744,042
Marine Hull Insurance Business		24,768	(178,761)
Motor Insurance Business		9,809,888	11,649,622
Miscellaneous Insurance Business		3,594,600	5,713,965
PREMIUM DEPOSIT	5.00	7,001,078	1,453,737
LIABILITY & PROVISION		138,368,260	150,904,319
Loans & Advances	6.A	48,980,110	75,875,663
Lease Liability	7.00	11,183,413	-
Estimated liabilities in respect of outstanding claims whether due or intimated	8.00	17,950,954	17,162,159
Amount due to other persons or bodies carrying on insurance business		-	-
Sundry Creditors(Including outstanding and accruing for expenses)	9.A	49,305,590	50,947,549
Deferred Tax Provision	10.A	10,948,193	6,918,948
TOTAL		1,173,150,768	1,150,351,629
NAV	21.B	19.62	18.22

The annexed notes form an integral part of these financial statements.

Date: Dhaka
15 June, 2021


Md. Abdul khaleque Miah
Chief Executive Officer


Amina Parvin
Independent Director

AS AT DECEMBER 31, 2020

PROPERTY AND ASSETS	NOTES	Amount	
		31.12.2020	RESTATED 31.12.2019
INVESTMENT		144,818,785	127,914,582
Bangladesh Government Treasury Bond	11.00	25,000,000	25,000,000
Investment in Shares (Fair Value)	12.A	119,818,785	102,914,582
INTEREST RECEIVABLES (accrued but not due)	14.A	9,973,113	11,032,051
AMOUNT DUE FROM OTHER PERSONS OR BODIES CARRYING ON INSURANCE BUSINESS		197,122,947	157,815,834
SUNDRY DEBTORS	15.A	281,437,850	393,990,775
CASH AND BANK BALANCES:	16.A	462,127,922	387,479,924
Fixed Deposit		425,376,423	358,536,483
STD & CD A/C with Bank		35,792,484	26,366,641
Cash in Hand		959,015	740,014
Cheques in transit		-	1,836,786
OTHERS ACCOUNTS		77,670,151	72,118,462
Fixed assets (At cost less Depr.)	17.A	63,824,012	69,688,638
ROU Assets	17.01	11,183,413	-
Stock of Stationery, Stamps & Forms		2,662,726	2,429,824
TOTAL		1,173,150,768	1,150,351,629

Subject to our separate report of even date



Md. Motaleb Hossain
Director



Sheikh Kabir Hossain
Chairperson



G. Kibria & CO.
Chartered Accountants

CONSOLIDATED PROFIT AND LOSS ACCOUNT

PARTICULARS	NOTES	Amount	
		31.12.2020	RESTATED 31.12.2019
"EXPENSES OF MANAGEMENT (Not applicable to any particular Fund or Account)"		21,022,393	22,198,432
Director's Fees		711,200	1,031,800
Audit Fees		260,000	1,272,260
Advertisement and Publicity		1,519,771	1,857,400
Renewal of Registration		683,465	706,728
Fees & Charges		509,414	733,928
Legal Fee & Professional Fee		517,250	351,300
Levy Charges		100,000	100,000
CSR Expenses		1,480,675	149,305
Subscription		462,000	250,000
Trade License		64,456	
Finance Cost		893,388	
Expenses of SBCML		5,480,060	5,780,546
Depreciation		6,746,702	7,828,659
Unrealized loss of Share		1,594,012	2,136,506
NET PROFIT/(LOSS) TRANSFERRED TO PROFIT & LOSS APPROPRIATION ACCOUNT		141,012,599	130,490,672
TOTAL		162,034,992	152,689,104


PROFIT AND LOSS APPROPRIATION ACCOUNT

PARTICULARS	NOTES	Amount	
		2020 TAKA	2019 TAKA
RESERVE FOR EXCEPTIONAL LOSSES		33,298,438	19,984,203
DIVIDEND PAID		40,041,445	45,329,939
PROVISION FOR INCOME TAX		37,320,561	37,798,317
DEFERRED TAX		4,029,245	5,482,378
NON CONTROLLING INTEREST		3,623,100	4,579,311
BALANCE TRANSFERRED TO BALANCE SHEET		99,274,723	76,574,912
TOTAL		217,587,511	189,749,059
BASIC EARNING PER SHARE	21.A	2.09	1.88

These notes form an integral part of these financial statements.

Date: Dhaka
15 June, 2021


Md. Abdul khaleque Miah
Chief Executive Officer


Amina Parvin
Independent Director

FOR THE YEAR ENDED DECEMBER 31, 2020

PARTICULARS	NOTES	Amount	
		31.12.2020	RESTATED 31.12.2019
"INTEREST AND DIVIDEND INCOME (Not applicable to any particular Fund or Account) "	18.A	27,363,724	27,228,609
Interest Income		25,830,631	25,700,474
Dividend ncome(Cash)		1,533,093	1,528,135
OTHER INCOME		19,859,333	17,586,093
Realized gain from share transaction		16,555,698	13,404,100
Misc income		3,303,635	4,181,993
PROFIT/(LOSS) TRANSFERRED FROM REVENUE ACCOUNT		114,811,935	107,874,403
Fire Revenue Account		76,021,512	74,187,755
Marine Cargo Revenue Account		27,911,512	22,338,270
Marine Hull Revenue Account		(483,211)	(54,512)
Motor Revenue Account		13,911,732	10,290,730
Misc. Revenue Account		(2,549,610)	1,112,160
TOTAL		162,034,992	152,689,104

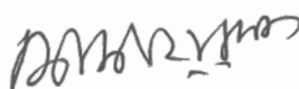
FOR THE YEAR ENDED DECEMBER 31, 2020

PARTICULARS	NOTES	Amount	
		2020 TAKA	2019 TAKA
BALANCE BROUGHT FORWARD FROM PREVIOUS YEAR		76,574,912	59,258,387
NET PROFIT FOR THE YEAR BROUGHT DOWN		141,012,599	130,490,672
TOTAL		217,587,511	189,749,059

Subject to our separate report of even date



Md. Motaleb Hossain
Director



Sheikh Kabir Hossain
Chairperson



G. Kibria & CO.
Chartered Accountants

SONAR BANGLA INSURANCE LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED DECEMBER 31, 2020

PARTICULARS	SHARE CAPITAL	RESERVE FOR EXCEPTIONAL LOSSES	RETAIN EARNINGS	TOTAL	NON CONTROLLING INTEREST
AT THE BEGINNING OF THE YEAR	400,414,450	252,587,086	76,574,912	729,576,448	90,887,020
Dividend Paid	-	-	(40,041,445)	(40,041,445)	
Net Profit after tax	-	-	100,895,138	100,895,138	14,488,000
Appropriation made during the year	-	33,298,438	(33,298,438)	-	3,623,099
Non-Controlling Interest	-	-	(3,623,100)	(3,623,100)	
AT THE END OF THE YEAR-2020	400,414,450	285,885,524	100,507,067	786,807,041	108,998,119

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED DECEMBER 31, 2019

PARTICULARS	SHARE CAPITAL	RESERVE FOR EXCEPTIONAL LOSSES	RETAIN EARNINGS	TOTAL	NON CONTROLLING INTEREST
AT THE BEGINNING OF THE YEAR	377,749,490	232,602,883	59,258,387	669,610,760	86,046,109
Dividend Paid	22,664,960	-	(45,329,939)	(22,664,979)	
Net Profit after tax	-	-	87,209,978	87,209,978	261,600
Appropriation made during the year	-	19,984,203	(19,984,203)	-	4,579,311
Non-Controlling Interest	-	-	(4,579,311)	(4,579,311)	
AT THE END OF THE YEAR-2019	400,414,450	252,587,086	76,574,912	729,576,448	90,887,020

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Md. Abdul khaleque Miah
Chief Executive Officer

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Amina Parvin
Amina Parvin
Independent Director

Sheikh Kabir Hossain

Sheikh Kabir Hossain
Chairperson

G. Kibria & Co.


G. Kibria & CO.
Chartered Accountants


Date: Dhaka
15 June, 2021

**SONAR BANGLA INSURANCE LTD.
CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED DECEMBER 31, 2020**

PARTICULARS	Amount	
	31.12.2020	RESTATED 31.12.2019
<u>A. CASH FLOWS FROM OPERATING ACTIVITIES:</u>		
Premium Collection and other Income	550,237,796	533,035,823
Payment of Expenses, Re-Insurance, Claims	(370,597,824)	(459,327,408)
Income Tax Paid	(33,162,686)	(21,883,901)
Net Cash Provided by Operating Activities	146,477,286	51,824,514
<u>B. CASH FLOWS FROM INVESTING ACTIVITIES:</u>		
Investment in Share	(18,498,215)	29,365,582
Investment in Merchant Bank	-	-
Purchase of Fixed Assest	(882,074)	(3,339,957)
Net Cash used in Investing Activities	(19,380,289)	26,025,625
<u>C. CASH FLOWS FROM FINANCING ACTIVITIES:</u>		
SOD/Loan Account	(26,895,553)	113,904
Issue of Share	-	-
Share Money Deposit	14,488,000	-
Dividend paid	(40,041,445)	(22,664,970)
Net Cash used in Financing Activities	(52,448,998)	(22,551,066)
<u>D. NET INCREASED IN CASH & CASH EQUIVALENT (A+B+C)</u>	74,647,999	55,299,073
<u>E. OPENING CASH AND CASH EQUIVALENT</u>	387,479,924	332,180,851
<u>F. CLOSING CASH AND CASH EQUIVALENT (D+E)</u>	462,127,923	387,479,924
Net Operating Cash Flow per Share (NOCFS)	Net operating cash flow	Net operating cash flow
	Number of shares	Number of shares
	146,477,286	51,824,514
	40,041,445	40,041,445
NOCFS	Tk. 3.66	Tk. 1.29


Md. Abdul khaleque Miah
Chief Executive Officer


Amina Parvin
Independent Director


Md. Motaleb Hossain
Director


Sheikh Kabir Hossain
Chairperson

Date: Dhaka
15 June, 2021


G. Kibria & CO.
Chartered Accountants

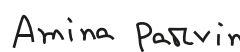
BALANCE SHEET

CAPITAL AND LIABILITIES	NOTES	Amount	
		2020	2019
AUTHORIZED CAPITAL: 10,00,00,000 Ordinary Shares of Tk. 10/-each		1,000,000,000	1,000,000,000
ISSUED, SUBSCRIBED AND PAID UP CAPITAL: 40,041,445 Ordinary Shares of Tk. 10/- each	2.00	400,414,450	400,414,450
RESERVE OR CONTINGENCY ACCOUNT	3.00	359,679,309	308,894,789
Reserve for Exceptional Losses	3.01	285,885,524	252,587,086
Profit & Loss Account & Appropriation	3.02	73,793,785	56,307,703
BALANCE OF FUNDS AND ACCOUNTS	4.00	133,208,615	177,530,106
Fire Insurance Business		88,143,270	123,601,238
Marine Cargo Insurance Business		31,636,089	36,744,042
Marine Hull Insurance Business		24,768	(178,761)
Motor Insurance Business		9,809,888	11,649,622
Miscellaneous Insurance Business		3,594,600	5,713,965
PREMIUM DEPOSIT LIABILITY & PROVISION	5.00	7,001,078	1,453,737
LIABILITY & PROVISION		118,317,075	120,434,231
Loans & Advances	6.00	48,980,110	60,460,050
Lease Liability	7.00	11,183,413	-
Estimated liabilities in respect of outstanding claims whether due or intimated	8.00	17,950,954	17,162,159
Amount due to other persons or bodies carrying on insurance business		-	-
Sundry Creditors(Including outstanding and accruing for expenses)	9.00	30,575,617	35,893,074
Deferred Tax Liability	10.00	9,626,981	6,918,948
TOTAL		1,018,620,527	1,008,727,314
NAV	21.02	18.98	17.71

The annexed notes form an integral part of these financial statements.

Date: Dhaka
15 June, 2021


Md. Abdul khaleque Miah
Chief Executive Officer


Amina Parvin
Independent Director

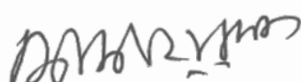
AS AT DECEMBER 31, 2020

PROPERTY AND ASSETS	NOTES	Amount	
		2020	2019
INVESTMENT		187,000,167	148,295,340
Bangladesh Government Treasury Bond	11.00	25,000,000	25,000,000
Investment in Shares (Fair Value)	12.00	27,651,242	15,586,415
Investment to Subsidiary	13.00	134,348,925	107,708,925
INTEREST RECEIVABLES (accrued but not due)	14.00	8,587,498	7,897,196
AMOUNT DUE FROM OTHER PERSONS OR BODIES CARRYING ON INSURANCE BUSINESS		197,122,947	157,815,834
SUNDRY DEBTORS	15.00	202,688,745	342,904,442
CASH AND BANK BALANCES:	16.00	360,571,347	295,805,841
Fixed Deposit		328,653,790	268,053,790
STD & CD A/C with Bank		30,991,012	25,234,477
Cash in Hand		926,545	680,788
Cheques in transit		-	1,836,786
OTHERS ACCOUNTS		62,649,823	56,008,661
Fixed assets (At cost less Depr.)	17.00	48,803,684	53,578,836
ROU Assets	17.01	11,183,413	-
Stock of Stationery, Stamps & Forms (Fair Value)		2,662,726	2,429,825
TOTAL		1,018,620,527	1,008,727,314

Subject to our separate report of even date



Md. Motaleb Hossain
Director



Sheikh Kabir Hossain
Chairperson



G. Kibria & CO.
Chartered Accountants

PROFIT AND LOSS ACCOUNT

PARTICULARS	NOTES	AMOUNT IN TAKA	
		2020	2019
"EXPENSES OF MANAGEMENT (Not applicable to any particular Fund or Account)"		11,746,360	14,070,365
Director's Fees		711,200	1,031,800
Audit Fees		235,000	1,272,260
Advertisement and Publicity		1,519,771	1,857,400
Renewal of Registration		653,465	706,728
Fees & Charges		509,414	669,478
Legal Fee & Professional Fee		184,250	351,300
Levy Charges		100,000	100,000
CSR Expenses		1,480,675	149,305
Subscription		162,000	250,000
Trade License		64,456	64,450
Depreciation		5,657,228	6,566,390
Unrealized loss of Share		468,901	1,051,255
NET PROFIT/(LOSS) TRANSFERRED TO PROFIT & LOSS APPROPRIATION ACCOUNT		129,491,061	117,993,409
TOTAL		141,237,421	132,063,774


PROFIT AND LOSS APPROPRIATION ACCOUNT

PARTICULARS	NOTES	2020	2019
		TAKA	TAKA
Reserve for Exceptional Loss		33,298,438	19,984,203
Dividend Paid		40,041,445	45,329,939
Provision for Income Tax	22.00	35,957,063	36,469,841
Deferred Tax		2,708,033	5,482,378
Balance transferred to Balance Sheet		73,793,785	56,307,703
TOTAL		185,798,764.90	163,574,064
BASIC EARNING PER SHARE	21.01	1.96	1.71

The annexed notes form an integral part of these financial statements.

Date: Dhaka
15 June 2021


Md. Abdul khaleque Miah
Chief Executive Officer


Amina Parvin
Independent Director

FOR THE YEAR ENDED DECEMBER 31, 2020

PARTICULARS	NOTES	AMOUNT IN TAKA	
		2020	2019
"INTEREST AND DIVIDEND INCOME (Not applicable to any particular Fund or Account) "	18.00	21,191,110	22,117,483
Interest Income		20,715,937	21,948,761
Dividend Income (Cash)		475,173	168,722
OTHER INCOME		5,234,376	2,071,889
Realized gain from share transaction		5,036,558	2,058,279
Misc income		197,818	13,610
PROFIT/(LOSS) TRANSFERRED FROM REVENUE		114,811,935	107,874,403
Fire Revenue Account		76,021,512	74,187,755
Marine Cargo Revenue Account		27,911,512	22,338,270
Marine Hull Revenue Account		(483,211)	(54,512)
Motor Revenue Account		13,911,732	10,290,730
Misc. Revenue Account		(2,549,610)	1,112,160
TOTAL			141,237,421

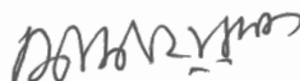
FOR THE YEAR ENDED DECEMBER 31, 2020

PARTICULARS	NOTES	2020	2019
		TAKA	TAKA
Balance brought forward from previous year		56,307,703	45,580,655
Net Profit for the year brought down		129,491,061	117,993,409
TOTAL		185,798,764	163,574,064

Subject to our separate report of even date



Md. Motaleb Hossain
Director



Sheikh Kabir Hossain
Chairperson



G. Kibria & CO.
Chartered Accountants

SONAR BANGLA INSURANCE LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED DECEMBER 31, 2020

PARTICULARS	SHARE CAPITAL	RESERVE FOR EXC EPTIONAL LOSSES	FAIR VALUE RESERVE	RETAIN EARNINGS	TOTAL
AT THE BEGINNING OF THE YEAR	400,414,450	252,587,086	-	56,307,703	709,309,239
Dividend	-	-	-	(40,041,445)	(40,041,445)
Net Profit after tax	-	-	-	90,825,965	90,825,965
Appropriation made during the year	-	33,298,438	-	(33,298,438)	-
AT THE END OF THE YEAR	400,414,450	285,885,524	-	73,793,785	760,093,760

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED DECEMBER 31, 2019

AT THE BEGINNING OF THE YEAR	377,749,490	232,602,883	-	45,580,655	655,933,028
Dividend	22,664,960	-	-	(45,329,939)	(22,664,979)
Net Profit after tax	-	-	-	76,041,190	76,041,190
Appropriation made during the year	-	19,984,203	-	(19,984,203)	-
AT THE END OF THE YEAR	400,414,450	252,587,086	-	56,307,703	709,309,239

Abdullah

Md. Abdul khaleque Miah
Chief Executive Officer

Amina Parvin

Amina Parvin
Independent Director

Md. Motaleb Hossain

Md. Motaleb Hossain
Director

Sheikh Kabir Hossain

Sheikh Kabir Hossain
Chairperson

G. Kibria & Co.

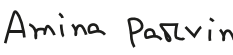
G. Kibria & CO.
Chartered Accountants

Date: Dhaka
15 June 2021

**SONAR BANGLA INSURANCE LTD.
STATEMENT OF CASH FLOW FOR THE YEAR ENDED DECEMBER 31, 2020**

PARTICULARS	Amount in taka	
	2020	2019
<u>A. CASH FLOWS FROM OPERATING ACTIVITIES:</u>		
Premium Collection and other Income	527,690,985	512,968,170
Payment of Expenses, Re-Insurance, Claims	(341,266,247)	(420,880,283)
Income Tax Paid	(30,082,043)	(21,007,949)
Net Cash Provided by Operating Activities	156,342,695	71,079,938
<u>B. CASH FLOWS FROM INVESTING ACTIVITIES:</u>		
Investment in Share	(12,533,729)	(814,852)
Investment in Subsidiary	(26,640,000)	(30,000,000)
Purchase of Fixed Assest	(882,074)	(902,845)
Net Cash used in Investing Activities	(40,055,803)	(31,717,697)
<u>C. CASH FLOWS FROM FINANCING ACTIVITIES:</u>		
SOD/Loan Account	(11,479,940)	632,985
Issue of Share	-	-
Dividend paid	(40,041,445)	(22,664,970)
Net Cash used in Financing Activities	(51,521,385)	(22,031,985)
D. NET INCREASED IN CASH & CASH EQUIVALENT (A+B+C)	64,765,507	17,330,256
E. OPENING CASH AND CASH EQUIVALENT	295,805,841	278,475,585
F. CLOSING CASH AND CASH EQUIVALENT (D+E)	360,571,348	295,805,841
Net Operating Cash Flow per Share (NOCFS)	=	=
	Net operating cash flow Number of shares	Net operating cash flow Number of shares
	156,342,695	71,079,938
	40,041,445	40,041,445
NOCFS =	3.90	1.78


Md. Abdul khaleque Miah
Chief Executive Officer


Amina Parvin
Independent Director


Md. Motaleb Hossain
Director


Sheikh Kabir Hossain
Chairperson

Date: Dhaka
15 June 2021


G. Kibria & CO.
Chartered Accountants

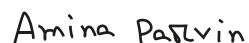
CONSOLIDATED REVENUE ACCOUNT

PARTICULARS	NOTES	AMOUNT IN TAKA	
		2020	2019
CLAIMS UNDER POLICIES LESS RE INSURANCE		77,366,744	78,024,373
Paid during the year		76,577,949	80,143,528
Add: Total estimated liabilities in respect of outstanding claims at the end of the year whether due or intimated		17,950,954	17,162,159
		94,528,903	97,305,687
Less: Outstanding claims at the end of the previous year		(17,162,159)	(19,281,314)
AGENCY COMMISSION		65,964,998	83,516,246
EXPENSES OF MANAGEMENT	20.00	151,556,049	172,650,234
PROFIT TRANSFERRED TO PROFIT & LOSS ACCOUNT		114,811,935	107,874,403
BALANCE OF ACCOUNT AT THE END OF THE YEAR AS SHOWN IN THE BALANCE SHEET			
Reserve for Unexpired Risks being 40% of premium income(100% Marine Hull) of the year		133,208,615	177,530,106
TOTAL		542,908,341	619,595,362

The annexed notes form an integral part of these financial statements.

Date: Dhaka
15 June 2021

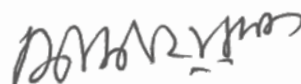

Md. Abdul khaleque Miah
Chief Executive Officer


Amina Parvin
Independent Director

FOR THE YEAR ENDED DECEMBER 31, 2020

PARTICULARS	NOTES	AMOUNT IN TAKA	
		2020	2019
BALANCE OF ACCOUNT AT THE BEGINNING OF THE YEAR		177,530,106	135,068,704
PREMIUM LESS RE INSURANCE	19.00	332,984,385	444,093,407
COMMISSION ON RE INSURANCE CEDED		32,393,850	40,433,251
TOTAL		542,908,341	619,595,362


Md. Motaleb Hossain
Director


Sheikh Kabir Hossain
Chairperson


G. Kibria & CO.
Chartered Accountants


FIRE INSURANCE REVENUE ACCOUNT

PARTICULARS	NOTES	AMOUNT IN TAKA	
		2020	2019
CLAIMS UNDER POLICIES LESS RE INSURANCE		53,193,009	52,262,144
Paid during the year		52,380,666	59,065,357
Add: Total estimated liabilities in respect of outstanding claims at the end of the year whether due or intimated		5,565,910	4,753,567
		57,946,576	63,818,924
Less: Outstanding claims at the end of the previous year		(4,753,567)	(11,556,780)
AGENCY COMMISSION		47,289,082	54,095,933
EXPENSES OF MANAGEMENT	20.00	99,182,979	108,787,853
PROFIT /(LOSS) TRANSFERRED TO PROFIT & LOSS ACCOUNT		76,021,512	74,187,755
BALANCE OF ACCOUNT AT THE END OF THE YEAR AS SHOWN IN THE BALANCE SHEET			
Reserve for Unexpired Risks being 40% of premium income of the year		88,143,270	123,601,238
TOTAL		363,829,852	412,934,923

The annexed notes form an integral part of these financial statements.

Date: Dhaka
15 June 2021


Md. Abdul khaleque Miah
Chief Executive Officer


Amina Parvin
Independent Director

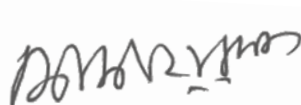
FOR THE YEAR ENDED DECEMBER 31, 2020

PARTICULARS	NOTES	AMOUNT IN TAKA	
		2020	2019
BALANCE OF ACCOUNT AT THE BEGINNING OF THE YEAR		123,601,238	82,328,932
PREMIUM LESS RE INSURANCE	19.00	220,358,174	309,003,096
COMMISSION ON RE INSURANCE CEDED		19,870,440	21,602,895
TOTAL		363,829,852	412,934,923

Subject to our separate report of even date



Md. Motaleb Hossain
Director



Sheikh Kabir Hossain
Chairperson



G. Kibria & CO.
Chartered Accountants

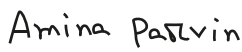
MARINE CARGO INSURANCE REVENUE ACCOUNT

PARTICULARS	NOTES	AMOUNT IN TAKA	
		2020	2019
CLAIMS UNDER POLICIES LESS RE INSURANCE		17,917,190	16,024,970
Paid during the year		18,250,311	8,242,830
Add: Total estimated liabilities in respect of outstanding claims at the end of the year whether due or intimated		7,642,280	7,975,401
		16,218,231	16,218,231
Less: Outstanding claims at the end of the previous year		(7,975,401)	(193,261)
AGENCY COMMISSION		13,597,263	16,748,391
EXPENSES OF MANAGEMENT	20.00	33,893,950	38,076,355
PROFIT TRANSFERRED TO PROFIT & LOSS ACCOUNT		27,911,512	22,338,270
BALANCE OF ACCOUNT AT THE END OF THE YEAR AS SHOWN IN THE BALANCE SHEET			
Reserve for Unexpired Risks being 40% of premium income of the year		31,636,089	36,744,042
TOTAL		124,956,004	129,932,028

The annexed notes form an integral part of these financial statements.

Date: Dhaka
15 June, 2021


Md. Abdul khaleque Miah
Chief Executive Officer


Amina Parvin
Independent Director

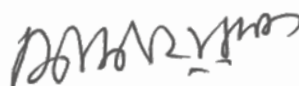
FOR THE YEAR ENDED DECEMBER 31, 2020

PARTICULARS	NOTES	AMOUNT IN TAKA	
		2020	2019
BALANCE OF ACCOUNT AT THE BEGINNING OF THE YEAR		36,744,042	26,607,046
PREMIUM LESS RE INSURANCE	19.00	79,090,223	91,860,104
COMMISSION ON RE INSURANCE CEDED		9,121,739	11,464,878
TOTAL		124,956,004	129,932,028

Subject to our separate report of even date



Md. Motaleb Hossain
Director



Sheikh Kabir Hossain
Chairperson



G. Kibria & CO.
Chartered Accountants

MARINE HULL INSURANCE REVENUE ACCOUNT

PARTICULARS	NOTES	AMOUNT IN TAKA	
		2020	2019
CLAIMS UNDER POLICIES LESS RE INSURANCEA9: G28		-	-
Paid during the year		-	-
Add: Total estimated liabilities in respect of outstanding claims at the end of the year whether due or intimated		-	-
Less: Outstanding claims at the end of the previous year		-	-
AGENCY COMMISSION		-	1,707
EXPENSES OF MANAGEMENT	20.00	370,529	121,202
PROFIT TRANSFERRED TO PROFIT & LOSS ACCOUNT		(483,211)	(54,512)
BALANCE OF ACCOUNT AT THE END OF THE YEAR AS SHOWN IN THE BALANCE SHEET			
Reserve for Unexpired Risks being 100% of premium income of the year		24,768	(178,761)
TOTAL		(87,914)	(110,364)

The annexed notes form an integral part of these financial statements.

Date: Dhaka
15 June, 2021


Md. Abdul khaleque Miah
 Chief Executive Officer

Amina Parvin
Amina Parvin
 Independent Director

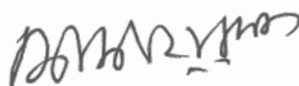
FOR THE YEAR ENDED DECEMBER 31, 2020

PARTICULARS	NOTES	AMOUNT IN TAKA	
		2020	2019
BALANCE OF ACCOUNT AT THE BEGINNING OF THE YEAR		(178,761)	39,949
PREMIUM LESS RE INSURANCE	19.00	24,768	(178,761)
COMMISSION ON RE INSURANCE CEDED		66,079	28,448
TOTAL		(87,914)	(110,364)

Subject to our separate report of even date



Md. Motaleb Hossain
Director



Sheikh Kabir Hossain
Chairperson



G. Kibria & CO.
Chartered Accountants

MOTOR INSURANCE REVENUE ACCOUNT

PARTICULARS	NOTES	AMOUNT IN TAKA	
		2020	2019
CLAIMS UNDER POLICIES LESS RE INSURANCE		1,720,453	7,065,091
Paid during the year		1,410,879	10,163,173
Add: Total estimated liabilities in respect of outstanding claims at the end of the year whether due or intimated		1,109,573	799,999
		2,520,452	10,963,172
Less: Outstanding claims at the end of the previous year		(799,999)	(3,898,081)
AGENCY COMMISSION		3,303,343	4,497,645
EXPENSES OF MANAGEMENT	20.00	7,516,486	9,110,443
PROFIT TRANSFERRED TO PROFIT & LOSS ACCOUNT		13,911,732	10,290,730
BALANCE OF ACCOUNT AT THE END OF THE YEAR AS SHOWN IN THE BALANCE SHEET			
Reserve for Unexpired Risks being 40% of premium income of the year		9,809,888	11,649,622
TOTAL		36,261,902	42,613,531

The annexed notes form an integral part of these financial statements.

Date: Dhaka
15 June, 2021


Md. Abdul khaleque Miah
 Chief Executive Officer

Amina Parvin
Amina Parvin
 Independent Director

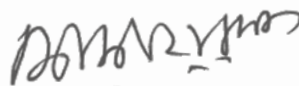
FOR THE YEAR ENDED DECEMBER 31, 2020

PARTICULARS	NOTES	AMOUNT IN TAKA	
		2020	2019
BALANCE OF ACCOUNT AT THE BEGINNING OF THE YEAR		11,649,622	12,756,463
PREMIUM LESS RE INSURANCE	19.00	24,524,720	29,124,056
COMMISSION ON RE INSURANCE CEDED		87,560	733,012
TOTAL		36,261,902	42,613,531

Subject to our separate report of even date



Md. Motaleb Hossain
Director



Sheikh Kabir Hossain
Chairperson



G. Kibria & CO.
Chartered Accountants

MISC INSURANCE REVENUE ACCOUNT

PARTICULARS	NOTES	AMOUNT IN TAKA	
		2020	2019
CLAIMS UNDER POLICIES LESS RE INA9:G28		4,536,092	2,672,168
Paid during the year		4,536,093	2,672,168
Add: Total estimated liabilities in respect of outstanding claims at the end of the year whether due or intimated		3,633,191	3,633,192
		8,169,284	6,305,360
Less: Outstanding claims at the end of the previous year		(3,633,192)	(3,633,192)
AGENCY COMMISSION		1,775,310	8,172,570
EXPENSES OF MANAGEMENT	20.00	10,592,105	16,554,381
PROFIT TRANSFERRED TO PROFIT & LOSS ACCOUNT		(2,549,610)	1,112,160
BALANCE OF ACCOUNT AT THE END OF THE YEAR AS SHOWN IN THE BALANCE SHEET			
Reserve for Unexpired Risks being 40% of premium income of the year		3,594,600	5,713,965
TOTAL		17,948,497	34,225,244

The annexed notes form an integral part of these financial statements.

Date: Dhaka
15 June, 2021


Md. Abdul khaleque Miah
 Chief Executive Officer

Amina Parvin
Amina Parvin
 Independent Director

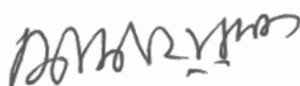
FOR THE YEAR ENDED DECEMBER 31, 2020

PARTICULARS	NOTES	AMOUNT IN TAKA	
		2020	2019
BALANCE OF ACCOUNT AT THE BEGINNING OF THE YEAR		5,713,965	13,336,314
PREMIUM LESS RE INSURANCE	19.00	8,986,500	14,284,912
COMMISSION ON RE INSURANCE CEDED		3,248,032	6,604,018
TOTAL		17,948,497	34,225,244

Subject to our separate report of even date



Md. Motaleb Hossain
Director



Sheikh Kabir Hossain
Chairperson



G. Kibria & CO.
Chartered Accountants

SONAR BANGLA INSURANCE LTD.
Notes to the Financial Statements
As at and for the year ended December 31, 2020

1.00 HISTORICAL BACKGROUND

Sonar Bangla Insurance Limited ["SBIL"] was incorporated in Bangladesh on March 14, 2000 and went into operation on 1st May, 2000 as a Public Limited Company under the Companies Act, 1994 with a view to run all types of insurance business except life as per Insurance Act, 1938 in Bangladesh. The Company went into initial public offerings (IPO) on September 2005 and raised its Share Capital to Tk. 40.04 crore. Now the Company is listed with Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd.

The registered office of the Company is at Paramount Heights (Level-14) 65/2/1, Box Culvert Road, Purana Paltan, Dhaka-1000.

Principal activities and nature of operation

The principal activity of the company is to carry on non-life insurance business of fire, marine, motor and miscellaneous insurance business. There was no significant change in the nature of the principal activities of the company during the year 2020 under review.

Subsidiary company

The Company has also formed another subsidiary Company viz, Sonar Bangla Capital Management Ltd., to run business of Merchant Bank and obtained the license from Securities and Exchange Commission for Commercial operation. Details are given below:

Sonar Bangla Capital Management Ltd

Sonar Bangla Insurance Ltd holds 59.00% of the shares and 41.00% is hold by the subsidiary. The principle activities of SBCML is to Underwriting public issue of shares, bond, and debentures, Issue Management including arranging of pre-IPO placement and participation thereto, Portfolio Management

1.01 Basis of Presentation of Financial Statements(IAS-1) and Significant Accounting Policies:

1.02 Basis of Presenting Accounts:

- a) The Financial Statements are prepared on a going concern basis under historical cost and the IAS as adopted by the ICAB particularly with regard to disclosure of accounting policies and relevant information in Financial Statements.
- b) The Balance Sheet has been prepared in accordance with the regulation contained in part I of the first schedule and as per Form "A" as set forth in part II of that schedule Profit & Loss Account (Comprehensive income statement) and Profit & Loss Appropriation Account have been prepared in accordance with the regulation contained in part I of the second schedule and as per Form "B" & "C" set forth in part II of that schedule respectively and the Revenue Accounts of each class of General Insurance Business has been prepared in accordance with the regulation as contained in part I of the third schedule and as per Form "F" as setforth the in part II of that schedule of the Insurance Act.

1.03 Basis of consolidation

The financial statements of the Company and its subsidiaries have been consolidated in accordance with IFRS 10 — Consolidated Financial Statements. The consolidated financial statements comprise the financial statements of the Group as at 31 December each year.

Subsidiaries are fully consolidated from the date of acquisition, being the date on which the group obtains control, and continue to be consolidated until the date when such control ceases. The financial statements of the subsidiaries are prepared for the same reporting year as the parent company, using consistent accounting policies

1.04 Significant Accounting Policies:

a) Underwriting Business:

Gross underwriting business as well as Re-Insurance thereof and claim settled etc. have been recorded separately for each class of business and the net underwriting results thereof have been reflected in the revenue accounts after due consideration of Re-Insurance ceded.

b) Segment of reporting (IFRS-8)

A business segment is a distinguishable component of the Company that is engaged in providing services that are subject to risks and returns that are different from those of other business segments. The Company accounts for segment reporting of operating results using the classes of business. The performance of segments are evaluated on the basis of underwriting results of each segment. The Company has four primary business segments for reporting purposes namely Fire, Marine, Motor and Miscellaneous.

c) Balance of Fund and Accounts:

These have been arrived at after making provision for unexpired risks @ 40% of net premium income on all business except Marine Hull where provision has been made @100% on net premium income.

d) Allocation of total management expenses:

Total related management expenses have been allocated among the different Revenue Accounts on pro-rata basis of their respective gross premium income.

e) Compliance of Local Laws:

The financial statements have been prepared in compliance with requirement of the Companies Act, 1994, Bangladesh Securities and Exchange Rules 1987, Insurance Act, 1938 and subsequently followed by Insurance Act. 2010, Anti Money Laundering Act.-2012 and other relevant Local Laws.

f) Compliance with Bangladesh Accounting Standards (IAS):

The financial statements have been prepared as at December 31, 2019 in compliance with requirement of the International Accounting Standards (IASs), International Financial Reporting Standards (IFRSs) approved by the Instituted of Chartered Accountants of Bangladesh (ICAB) and other regulations applicable in Bangladesh.

g) Reporting Currency:

The financial statements are presented in Bangladesh Currency (Taka) which have been rounded off to the nearest taka where indicated otherwise.

h) Accounting Period:

The financial period of the Insurance Company covers one year from January 01, 2020 to December 31, 2020.

i) Date of Financial Statements Authorized for Issue

The Financial Statements of the company for the year ended December 31, 2020 were authorized for issue on 15th June 2021 in accordance with a resolution of the Board of Directors.

j) Materiality and aggregation

Each material class of similar items is presented separately in the financial Statements. Item of dissimilar nature as well as function are presented separately unless they are immaterial.

k) Summary of Significant Accounting and Related Policies

Basis of Preparation

The Financial Statements have been prepared on going concern and accrual basis under the historical cost convention. The preparation and presentation of the financial statements and the disclosure of information have been made in accordance with the Insurance Act 1938 (as amended in 2010), the Insurance Rules 1958 and in conformity with International Financial Reporting Standards (IFRS), the Companies Act 1994, the Securities and Exchange Rules 1987, the listing rules of Dhaka Stock Exchange Limited and Chittagong Exchange Limited and other applicable laws & regulations in Bangladesh.

l) Status of compliance with IAS and IFRS

The Financial Reporting Standards that are applicable/not applicable for the financial statements for the year, include the following:

IAS 1 Presentation of Financial Statements	*
IAS 2 Inventories	N/A
IAS 7 Statement of Cash Flows	Applied
IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors	Applied
IAS 10 Events after the Reporting Period	Applied
IAS 11 Construction Contracts	N/A
IAS 12 Income Taxes	Applied
IAS 16 Property, Plant and Equipment	Applied
IAS 19 Employee Benefits	Applied
IAS 20 Accounting for government grants and disclosure of governments assistance	N/A
IAS 21 The effect of change in foreign exchange rates	N/A
IAS 23 Borrowing cost	N/A
IAS 24 Related Party Disclosures	Applied
IAS 26 Accounting and Reporting by Retirement Benefit Plans	Applied
IAS 27 Separate financial statements	Applied
IAS 32 Financial Instruments: Presentation	Applied
IAS 33 Earnings per Share	Applied
IAS 34 Interim Financial Reporting	Applied
IAS 36 Impairment of Assets	Applied
IAS 37 Provisions, Contingent Liabilities and Contingent Assets	Applied
IAS 38 Intangible Assets	Applied
IAS 40 Investment Property	Applied
IFRS 2 Share based payment	N/A
IFRS 3 Business combination	N/A
IFRS 4 Insurance Contracts	*

IFRS 5 Non-currents assets held for sale and discontinued operation	N/A
IFRS 6 Exploration for and evaluation of mineral resources	N/A
IFRS 7 Financial instruments: disclosure	Applied
IFRS 8 Operating Segments	Applied
IFRS 9 Financial Instruments	Applied
IFRS 10 Consolidated Financial Statements	Applied
IFRS 13 Fair Value Measurement	Applied
IFRS 16 Leases	Applied

* The management of Sonar Bangla Insurance Limited has followed the principles of IAS and IFRS consistently in the preparation of the financial statements to that extent as applicable and possible to Insurance Company and material departures have been explained in note 1.27.

m) Components of the Financial Statements

Following the Insurance Act, 2010 and IAS-1 "Presentation of Financial Statements", the Company's complete set of financial statements include the following components:

- i) Consolidated Balance Sheet (Statement of Financial Position) as at December 31, 2020;
- iii) Consolidated Profit and Loss Account (Statement of Profit or Loss and other Comprehensive Income) for the year ended December 31 2020;
- iii) Consolidated Profit and Loss Appropriation Account for the year ended December 31, 2020;
- iv) Consolidated Statement of Changes in Equity for the year ended December 31, 2020;
- v) Consolidated Statement of Cash Flows for the year ended December 31, 2020 and

- a) Balance Sheet (Statement of Financial Position) as at December 31, 2020;
- b) Profit and Loss Account (Statement of Profit or Loss and other Comprehensive Income) for the year ended December 31 2020;
- c) Profit and Loss Appropriation Account for the year ended December 31, 2020;
- d) Statement of Changes in Equity for the year ended December 31, 2020;
- e) Statement of Cash Flows for the year ended December 31, 2020 and
- f) Consolidated Revenue Account for the year ended December 31, 2020;
- g) Fire Insurance Revenue Account for the year ended December 31, 2020;
- h) Marine Cargo Insurance Revenue Account for the year ended December 31, 2020;
- i) Marine Hull Insurance Revenue Account for the year ended December 31, 2020;
- j) Motor Insurance Revenue Account for the year ended December 31, 2020;
- k) Miscellaneous Insurance Revenue Account for the year ended December 31, 2020;
- l) Notes to the Financial Statements .

n) Going Concern

The accompanying financial statements has been prepared on going concern basis which indicates that the realization of assets and discharge of liabilities will be done in the normal course of business and the management believes the entity is able to continue its operation for foreseeable future.

1.05 Property, Plant and Equipment

i) Recognition and measurement

Property, plant and equipment are recognized if it is probable that future economic benefit associated with the asset will flow to the Company and cost of the asset can be measured reliably and the asset is available for use. Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses.

Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost self-constructed assets includes the cost of material and direct labor, any other costs directly attributable to bringing the asset to a working condition for its intended use and the cost of dismantling and removing the items and restoring the site on which they are located.

Gains and losses on disposal of items of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment. When revalued assets are sold, the relevant amount included in the revaluation reserve is transferred to retained earnings.

ii) Subsequent cost

The cost of replacing a component of an items of property, plant and equipment is recognized as an addition to asset if it is probable that the future economic benefits associated with the part will flow to the company and its cost can be measured reliably. The carrying amount of the replaced component is de-recognized.

iii) Depreciation

Depreciation is charged on straight line basis. Depreciation is charged on newly acquired assets from the date when asset is available for use in the manner intended by management. In case of disposal, depreciation charged up to the date of disposal. The rates of depreciation are furnished below;

Category of Assets:	Rate of Dep.
Office Decoration	10%
Furniture & Fixture	10%
Telephone Installation	15%
Computer A/C	30%
Office Equipment	15%
Motor Vehicles	20%
Software Installation	30%
Air Condition	20%
Motor Cycle	20%
Office Space	2.5%

iv) De-recognition

An item of property, plant and equipment is de-recognized upon disposal or when no future economic benefits are expected from its use. Any gain or loss arising on de-recognition of the asset is included in the Profit and Loss Account (Statement of Profit or Loss and other Comprehensive Income in the year the asset is de-recognized.

v) Impairment of assets

The carrying amounts of the company’s non financial assets other than deferred tax assets are reviewed at regular interval to determine when there is any indication.

An impairment loss is recognized if the carrying amount of an asset or its cash generating unit exceeds its estimated recoverable amount. Impairment losses are recognized in the statement of comprehensive income. Considering the present conditions of the assets, management concludes that there is no such indication exists.

1.06 Stock of Stationery & Forms:

Stock of Stationery, Forms & stamps have been shown lower of cost and net realizable value.

1.07 Cash and cash equivalents (IAS-07)

Cash and cash equivalents comprise cash in hand and demand deposit and cash equivalents are short term, high Liquid investments that we are ready to convertible to know amount of cash and which are subject to an insignificant risk of change in value, IAS-1 "Presentation of Financial Statements" also provides that Cash equivalents are those who have no restriction.

1.08 Public Sector Business:

Company's share of Public sector business is accounted for the year in which the statement of accounts from the Sadharan Bima Corporation are received. Statement of accounts for the period from 1st July, 2019 to 30th June, 2020 have been received from the Sadharan Bima Corporation and accordingly, the Company's share of Public Sector Business for the year has been accounted for the accompanying accounts. This practice is consistent with industry practice.

1.09 Provision for Income Tax (IAS 12):

Income tax

Current tax is the expected tax payable on taxable income for the year, based on tax rates which are enacted at the reporting date, including any adjustment for tax payable in previous periods. Taxable profits differs from profits as reported in the Profit and Loss Appropriation Account because it excludes items of income or expenses that are taxable or deductible in other year or are never taxable or deductible. Current tax for current and prior periods is recognized as a liability (or asset) to the extent that it is unpaid (or refundable). Provision for income tax has been made at best estimate keeping in view the provisions of Income Tax Ordinance 1984 and amendment made thereto from time to time. Applicable rate of income tax for the company is 37.5%.

Deferred Tax : The company accounted for deferred tax as per IAS-12 "Income Taxes". Deferred tax is accounted for using the comprehensive tax balance sheet method. It is generated by temporary difference between the carrying amounts of assets and liability for financial reporting purposes and their tax base. Deferred tax assets, including those related to the tax effects of income tax losses and credits available to be carried forward, are recognized only to the extent that it is probable that future taxable profits will be available against which the deductible temporary difference or unused tax losses and credits can be utilized.

"Deferred tax liabilities are recognized for all taxable temporary differences. They are also recognized for taxable temporary differences arising on investments and it is probable that temporary differences will not reverse in the foreseeable future. Deferred tax assets associated with these interests are recognized only to the extent that it is probable that the temporary difference will reverse in the foreseeable future and there will be sufficient taxable profit against which to utilize the benefits of the temporary difference"

Deferred tax assets are measured at the tax rates that are expected to apply to the period (s) when the asset and liability giving rise to them are realized or settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the reporting date. The measurement reflects the tax consequences that would follow from the manner in which the corporation at the reporting date, recovers or settles the carrying amount of its assets and liabilities.

1.10 Revenue Recognition

1. Premium is recognized when insurance policies are issued. The sum of premium income as appeared in classified Revenue Accounts is net of the refund made, Re-insurance ceded and Reinsurance premium on PSB.
2. The premium in respect of Company's share of Public Sector Insurance Business (PSB) is accounted for in the period in which the relevant statement is received from Shadharan Bima Corporation (SBC).
3. Amounts received against issue of Cover Notes, which have not been converted into Policy are recognized as income at the earlier of Cover Notes converted into Policy or after expiry of two years of cover Notes in accordance with SBC's circular.
4. Interest on Fixed Deposit Receipt (FDR), Account and bonds are recognized as revenue on accrual basis.
5. Income from marketable securities is accounted for as per IFRS 9, Where any change in the fair value at the year-end is taken to profit and loss account income respectively.

1.11 Employees' Benefit Plan (IAS-19)

The Company has introduced a Employees Service Rules-2012 where a new attractive pay-scale has already been executed from January, 2012 for the interest of the Employees. Besides, Group Insurance Policy has been introduced and the Company is in the process of establishing Provident Fund benefits and Gratuity benefits for their employees.

1.12 Earning per Share (IAS-33)

The Company has calculated earning per share (EPS) in accordance with the International Accounting Standards (IAS) -33 "Earning per Share" as adopted by ICAB.

1.13 Investment:

- * Investment for statutory deposit is stated in respect of market value.
- * Income on Investment, other than shares, is accounted for on accrual concept basis.
- * Dividend Income on Investment on shares are accounted for the year of receiving of such dividend.
- * Gain /(Loss) on sold Fixed Assets are accounted for on a actual realization basis.

1.14 Reserve for Exceptional Losses:

Particulars	Net Premium Income	% of exceptional Loss	Amount (Tk).	Amount (Tk).
Fire	220,358,174	10.00%	22,035,817	13,905,139
Marine Cargo	79,090,223	10.00%	7,909,022	4,133,705
Marine Hull	24,768	10.00%	2,477	(8,044)
Motor	24,524,720	10.00%	2,452,472	1,310,583
Misc.	8,986,500	10.00%	898,650	642,821
Total	332,984,385		33,298,439	19,984,204

In line with Para 6, 4th Schedule of the Income Tax Ordinance 1984, to meet the exceptional losses, Sonar Bangla Insurance limited has set aside 10% of the Net Premium Income of the year in which it is set aside from the balance of the profit to the reserve for exceptional losses.

1.15 Interest on FDR & STD Bank Account:

Interest received from Banks on STD Accounts and FDR Accounts have been duly credited to the Profit and Loss Account and are recognized on accrual basis

1.16 Reserve for un-expired risks:

Surplus of revenues accounts have been arrived at after accounting for Company's share of claims settled and estimation of outstanding claims as well as after providing for unexpired risk @40% on all business except Marine Hull on which provision for unexpired risks has been made on 100% basis.

1.17 Provision for outstanding claims

For non-life insurance contracts, estimates have to be made both for the expected ultimate cost of claims reported at the reporting date and for the expected ultimate cost of claims incurred, but not yet reported, at the reporting date.

1.18 Precaution for Anti Money Laundering and Terrorist Financing:

The Company has prepared and implemented the internal control guide line to prevent Money Laundering and Terrorist Financing activity following the Bangladesh Financial Intelligent Unit (BFIU) under Bangladesh Bank's and IDRA's guide line in this behalf.

1.19 Disclosure of Related Party Transaction(IAS 24)

Sonar Bangla Insurance Limited, in normal course of business, carried out a number of transactions with other entities that fall within the definition of related party as per "International Accounting standard 24: Related party Disclosures". All transactions involving relating parties arising in normal course of business are conducted on an arm's length basis a commercial rates on the same terms and conditions as publishable to the third parties. Details of the related party transaction have been given in below.

1.20 Branch Accounting

Sonar Bangla Insurance limited has (28) twenty eight branches with no overseas branch as of December 31, 2020. Accounts of the branches are maintained at the head office from which these financial statements are drawn up.

1.21 Event after the reporting period

The proposed dividend is not recognized as a liability in the Statement of financial position in accordance with "IAS 10: Events after the reporting period". Dividend payable to the company's shareholders are recognized as a liability only when declared and the shareholders right to receive payment is established. The dividend proposed after the balance sheet date but before the financial statements are authorized for issue, is disclosed in the notes to the financial statement.

1.22 Accounting for changes in accounting estimates

IAS 8 states that the effect of a change in an accounting estimate is to be applied prospectively by inclusion in the current accounting period and, if relevant, in future accounting period. The carrying amount of assets, liabilities, or equity may be changed following a change in accounting estimates in the period of the change

1.23 Consistency of Presentation

In accordance with the IFRS framework for the presentation of financial statements together with IAS 1 and IAS 8, Sonar Bangla Insurance Limited applies the accounting disclosure principles consistently from one period to the next. Where selecting and applying new accounting policies, changes in accounting policies applied, correction of errors, the amounts involved are accounted for and disclosed retrospectively in accordance with the requirement of IAS 8. We have applied the consistent accounting and valuation principles.

1.24 Comparative information

Comparative information has been disclosed in respect of the period ended 31 December 2020 for all numerical data in the financial statements and also the narrative and descriptive information when it is relevant for better understanding of the current year's financial statements. Prior year figures have been restated and rearranged whenever considered necessary to ensure comparability with the current period.

1.25 Directors responsibility

The Board of Directors take the responsibility for the preparation and presentation of the financial Statements

1.26 Accounting for Lease for Office Rent (IFRS 16 Leases)

"Sonar Bangla Insurance limited as a lease recognises Right-of-use (ROU) asset representing its right to use underlying leased assets and corresponding lease liability representing its obligation to make lease payments for office rent agreements with effect from 01 January 2020. The ROU asset and lease liability are recognized in the financial statements considering the incremental borrowing rate."

The ROU asset is depreciated using straight line method from the beginning to the end of the useful life of the ROU asset or the end of the lease term. The lease liability is initially measured at the present value of lease payments that are adjusted for monthly payments. Details for lease liability and ROU asset are provided in Note 07 and 17.01. Lease payments are recorded to profit and loss account as depreciation and finance charges.

1.27 "Disclosure of departures from few requirements of IFRS due to mandatory compliance of Insurance Act.

i) Gross general insurance premium comprise the total premium received for the whole period of cover provided by contracts entered into and reinsurance premium is deducted from gross premium to present net premium during the accounting period. Premium Income is recognized in the year on which the policy issued. Re-insurance premium are deducted from the gross premium to present the net premium income from insurance business.

ii) Insurance Act 1938 (as amended in 2010) has issued templates for financial statements which has to be followed by all general and life insurance companies. The templates neither include other comprehensive income (OCI) nor do the elements of other comprehensive income. As such the SBIL does not prepare the other comprehensive income statement.

iii) General provision on insurance premium and re-insurance premium are created as per Insurance Act 1938 (as amended 2010) . However such general provision cannot satisfy the conditions as per IAS 37. At the year end the SBIL has recognized provision of BDT 133,608,215 as balance of fund and liabilities in the balance sheet under liabilities.

2.00 SHARE CAPITAL

- | | |
|----|--|
| a) | Authorized Capital Tk. 100,00,00,000.00
Divided into 10,00,00,000 ordinary shares of Tk. 10/- each. |
| b) | Issued Subscribed & Paid-up Capital Tk. 40,04,14,450/-
Divided into 4,00,41,445 ordinary shares of Tk. 10/- each. |

This balance represents:

Category	No. of Shareholder	No. of Share	Percentage (%)
Sponsors/Directors	15	14,724,297	36.78%
Institutional Investors	219	6,563,740	16.39%
General Public	3,851	18,753,408	46.83%
	4,085	40,041,445	100%

Classification of Shareholder by holding:

Class Interval	No. of Shareholders	No. of Share	Percentage (%)
1-499 shares	1,522	197,211	0.49%
500 - 5,000 shares	1,774	3,216,453	8.03%
5,001 - 10,000 shares	304	2,365,630	5.91%
10,001 - 20,000 shares	222	3,279,356	8.18%
20,001 - 30,000 shares	77	1,914,106	4.79%
30,001 - 40,000 shares	43	1,544,063	3.86%
40,001 - 50,000 shares	34	1,578,230	3.95%
50,001 - 100,000 shares	62	4,573,782	11.42%
100,001 - 4,000,000 shares	47	21,372,614	53.37%
	4,085	40,041,445	100.00

3.00 RESERVE OR CONTINGENCY ACCOUNTS:

Particulars	Notes	Amount	
		2020	2019
Reserve for Exceptional Losses	3.01	285,885,524	252,587,086
Profit & Loss Appropriation	3.02	73,793,785	56,307,703
Total		359,679,309	308,894,789

3.01 Reserve for Exceptional Losses:

Particulars	Amount	
	2020	2019
Opening Balance	252,587,086	232,602,883
Provision during the year	33,298,438	19,984,203
Total	285,885,524	252,587,086

3.02 Profit & Loss Appropriation Accounts:

This is made up as follows:

Particulars	Amount	
	2020	2019
Opening Balance	56,307,703	45,580,655
Net Profit during the year	129,491,061	117,993,409
Total balance for the Appropriation	185,798,764	163,574,064
Less : Appropriations :		
Reserve for Exceptional Loss	33,298,438	19,984,203
Provision for income tax	35,957,063	36,469,841
Provision for Deferred Tax	2,708,033	5,482,378
Dividend Paid	40,041,445	45,329,939
	112,004,979	107,266,361
Amount transfer to Balance Sheet	73,793,785	56,307,703

3.A CONSOLIDATED RESERVE OR CONTINGENCY :

Particulars	Amount	
	2020	2019
Reserve for Exceptional Losses	285,885,524	252,587,086
Profit & Loss Appropriation 3.B	99,274,723	76,574,912
Total	385,160,247	329,161,998

3.B CONSOLIDATED PROFIT & LOSS APPROPRIATION ACCOUNTS :

Particulars	Amount	
	2020	2019
Opening Balance	76,574,912	59,258,387
Net Profit during the year	141,012,599	130,490,672
Total balance for the Appropriation	217,587,511	189,749,059
Less : Appropriations :		
Reserve for Exceptional Loss	33,298,438	19,984,203
Provision for income tax	37,320,561	37,798,317
Provision for Deferred Tax	4,029,245	5,482,378
Dividend Paid	40,041,445	45,329,939
Non-Controlling Interest	3,623,100	4,579,311
	118,312,788	113,174,147
Amount transfer to Balance Sheet	99,274,723	76,574,912

3.C Proposed Dividend :

The Board of Directors recommended 15% Cash Dividend on the Audited Financial Statements for the year ended 31st December, 2020 in its 129th Meeting held on June 15,2021 subject to the approval from the Hon'ble Shareholders of the Annual General Meeting .

3.D NON CONTROLLING INTEREST OF SONAR BANGLA CAPITAL MANAGEMENT LTD. :

Particulars	Amount	
	2020	2019
Opening Balance	90,887,019	86,046,109
During the year	18,111,099	4,840,910
Total	108,998,118	90,887,019

Increase in Non-Controlling interest includes income earned in the year attributed to non controlling shareholders as well fund received in the form of share money deposit from Non-controlling shareholders.

4.00 BALANCE OF FUND AND ACCOUNTS :

Particular	%	Amount	%	Amount
		2020		2019
Fire	40%	88,143,270	40%	123,601,238
Marine Cargo	40%	31,636,089	40%	36,744,042
Marine Hull	100%	24,768	100%	(178,761)
Motor	40%	9,809,888	40%	11,649,622
Misc.	40%	3,594,600	40%	5,713,965
Total		133,208,615		177,530,106

5.00 PREMIUM DEPOSIT:

The below mentioned amount includes premium received against cover notes for which policies have not been issued within December 31, 2020. While the risks against marine cargo have not been assumed until shipment advices are provided and accordingly, policies are issued.

Particulars	Amount	
	2020	2019
Fire	-	-
Marine cargo	7,001,078	1,453,737
Marine Hull	-	-
Motor	-	-
Misc.	-	-
Total	7,001,078	1,453,737

The above balance represents the amount received against cover notes for which policies were not issued within the year 31st December, 2020.

6.00 LOANS AND ADVANCE (SOD ACCOUNT):

Particulars	Amount	
	2020	2019
Opening Balance	60,460,050	59,827,065
Paid	(11,500,000)	-
Adjustment made during the year	20,060	632,985
Total	48,980,110	60,460,050

6.A CONSOLIDATED LOANS AND ADVANCE :

Particulars	Amount	
	2020	2019
Sonar Bangla Insurance Ltd.	48,980,110	60,460,050
Sonar Bangla Capital Management Ltd.	-	15,415,613
Total	48,980,110	75,875,663

7.00 LEASE LIABILITY :

Particulars	Amount	
	2020	2019
Opening Balance	-	-
Addition during the year	21,695,993	-
Interest charge for the year	487,408	-
Paid during the year	(10,197,968)	-
Payable	(802,020)	-
Total	11,183,413	-

8.00 ESTIMATED LIABILITIES IN RESPECT OF OUTSTANDING CLAIMS WHETHER DUE OR INTIMATED :

This is made up as follows:

Particulars	Amount	
	2020	2019
Fire	5,565,910	4,753,567
Marine	7,642,280	7,975,401
Marine Hull	-	-
Motor	1,109,573	799,999
Misc.	3,633,191	3,633,192
Total	17,950,954	17,162,159

9.00 SUNDRY CREDITORS :

Particulars	Notes	Amount	
		2020	2019
Audit fee payable		1,261,010	1,272,260
TDS Payable		829,550	-
Salary Payable		26,528	-
VAT Payable-Office Rent		317,480	-
VAT Payable		1,837,064	1,604,852
Dividend Payable		2,571,514	1,770,858
Office rent Payable		484,540	313,349
Utility Bill Payable		79,353	-
Initial Deposit Premium		-	4,250,942
Company Tax Liabilities	9.01	23,168,579	26,680,813
Total		30,575,618	35,893,074

09.01 Liability for Taxation :

Particulars	Amount	
	2020	2019
Opening Balance	26,680,813	25,359,189
Add: Provision during the year (Note 21.00)	35,957,063	36,469,841
	62,637,876	61,829,030
Less: Paid and adjusted during the year	39,469,297	35,148,217
Total	23,168,579	26,680,813

9.A CONSOLIDATED SUNDRY CREDITORS :

Particulars	Amount	
	2020	2019
Sonar Bangla Insurance Ltd.	30,575,618	35,893,074
Sonar Bangla Capital Management Ltd.	18,729,973	15,054,475
Total	49,305,591	50,947,549

10.00 PROVISION FOR DEFERRED TAX :

This is made up as follows:

Particulars	Amount	
	2020	2019
Opening Balance	6,918,948	1,436,570
Provision during the year	2,708,033	5,482,378
Total	9,626,981	6,918,948

Particulars	Amount	
	2020	2019
Deferred Tax Calculation For the current year:		
Tax Written down Value	23,131,735	35,128,310
Accounting Written down Value	48,803,684	53,578,838
Difference (A-B)	(25,671,949)	(18,450,528)
Total :(Liabilities)/Assets:Tax Rate 37.5%* (A-B)	(9,626,981)	(6,918,948)

10.A CONSOLIDATED PROVISION FOR DEFERRED TAX :

Particulars	Amount	
	2020	2019
Sonar Bangla Insurance Ltd.	(9,626,981)	(6,918,948)
Sonar Bangla Capital Management Ltd.	(1,321,212)	-
Total	(10,948,193)	(6,918,948)

11.00 INVESTMENT OF STATUTORY DEPOSIT : 25,000,000/-

This represents the amount invested as statutory deposit under Insurance Act, 2010

12.00 INVESTMENT IN SHARES(AT FAIR VALUE) :

Particulars	Amount	
	2020	2019
Opening Balance	15,586,414	15,822,817
Investment made during the year	12,533,729	814,852
Unrealized loss of Share	(468,901)	(1,051,255)
Withdrawn	-	-
Total	27,651,242	15,586,414

A details of the above balance have been shown in the Schedule-"B"

12.A CONSOLIDATED INVESTMENT IN SHARES :

Particulars	Amount	
	2020	2019
Sonar Bangla Insurance Ltd.	27,651,242	15,586,415
Sonar Bangla Capital Management Ltd.	92,167,542	87,328,167
Total	119,818,784	102,914,582

This is made up as follows:

13.00 INVESTMENT TO SUBSIDIARY :

Particulars	Amount	
	2020	2019
Opening Balance	107,708,925	77,708,925
Investment made during the year	26,640,000	30,000,000
Total	134,348,925	107,708,925

14.00 INTEREST, DIVIDEND AND RENT RECEIVABLES (ACCRUED) :

Particulars	Amount	
	2020	2019
Opening Balance	7,897,196	8,671,979
Interest Income	20,465,874	21,503,305
Interest Received	(19,775,572)	(22,278,088)
Total	8,587,498	7,897,196

14.A CONSOLIDATED INTEREST, DIVIDEND AND RENT RECEIVABLES (ACCRUED) :

Particulars	Amount	
	2020	2019
Sonar Bangla Insurance Ltd.	8,587,498	7,897,196
Sonar Bangla Capital Management Ltd.	1,385,615	3,134,855
Total	9,973,113	11,032,051

15.00 SUNDRY DEBTORS :

Particulars	Amount	
	2020	2019
Security Money	2,019,000	1,728,000
Advance against Salary	1,267,378	1,439,651
Advance against Office Rent	9,396,753	10,267,840
Advance to Securities House	1,008,168	568,557
Advance against Company Tax (Note 15.01)	82,038,257	91,425,511
Re-Insurance portfolio losses receivable	106,055,277	132,255,277
Agent Balance	903,912	5,688,688
Premium Receivable	-	5,938,375
Re-Insurance LPC Account	-	93,592,543
Total	202,688,745	342,904,442

15.01 Advance Tax Calculation :

Particulars	Amount	
	2020	2019
Opening Balance	91,425,511	105,565,779
Add: Advance paid During the year	30,082,043	21,007,949
Less: Adjusted during the year	(39,469,297)	(35,148,217)
Total	82,038,257	91,425,511

15.A CONSOLIDATED SUNDRY DEBTORS :

Particulars	Amount	
	2020	2019
Sonar Bangla Insurance Ltd.	202,688,745	342,904,442
Sonar Bangla Capital Management Ltd.	78,749,105	51,086,333
Total	281,437,850	393,990,775

16.00 CASH AND BANK BALANCES :

This is made up as follows:

Particulars	Amount	
	2020	2019
Fixed Deposit	328,653,790	268,053,790
STD & CD Accounts with Bank	30,991,012	25,234,477
Cash in hand	926,545	680,788
Cheques in transit	-	1,836,786
Total	360,571,347	295,805,841

16.A CONSOLIDATED CASH AND BANK BALANCE :

Particulars	Amount	
	2020	2019
Sonar Bangla Insurance Ltd.	360,571,347	295,805,841
Sonar Bangla Capital Management Ltd.	101,556,575	91,674,083
Total	462,127,922	387,479,924

17.00 FIXED ASSETS (AT COST LESS DEP.) :

A details of the above balance have been shown in the Schedule-"A"

17.01 ROU Assets :

Particulars	Amount	
	2020	2019
Opening Balance	-	-
Addition	21,695,993	-
Amoritzation	(10,512,580)	-
Total	11,183,413	

17.A CONSOLIDATED FIXED ASSETS (AT COST LESS DEP.) :

Particulars	Amount	
	2020	2019
Sonar Bangla Insurance Ltd.	48,803,684	53,578,836
Sonar Bangla Capital Management Ltd.	15,020,328	16,109,802
Total	63,824,012	69,688,638

18.00 INTEREST INCOME :

Particulars	Amount	
	2020	2019
FDR & Others	17,456,174	18,493,605
Bangladesh Govt. Treasury Bond	3,009,700	3,009,700
STD & SND Accounts	250,063	445,456
Total	20,715,937	21,948,761

18.A CONSOLIDATED INTEREST INCOME :

Particulars	Amount	
	2020	2019
Sonar Bangla Insurance Ltd.	20,715,937	21,948,761
Sonar Bangla Capital Management Ltd.	5,114,694	3,751,713
Total	25,830,631	25,700,474

19.00 PREMIUM LESS RE-INSURANCE :

Particulars	Gross Premium	Ceded Premium	Net Premium	
			2020	2019
Fire	328,233,871	107,875,697	220,358,174	309,003,096
Marine Cargo	112,167,857	33,077,634	79,090,223	91,860,104
Marine Hull	1,226,221	1,201,453	24,768	(178,761)
Motor	24,874,886	350,166	24,524,720	29,124,056
Miscellaneous	35,053,268	26,066,768	8,986,500	14,284,912
Total	501,556,103	168,571,718	332,984,385	444,093,407

20.00 MANAGEMENT EXPENSES (for Consolidation Revenue Account) :

Particulars	%	2020	%	2019
Fire insurance	65.44%	99,182,979	63.01%	108,787,853
Marine Cargo and Hull	22.61%	34,264,479	22.12%	38,197,557
Motor & Misc.	11.95%	18,108,591	14.87%	25,664,824
	100.00%	151,556,049	100.00%	172,650,234

21.00 Price Sensitive Information Breakdown :

21.01 Basic EPS of SBIL =
$$\frac{\text{Earnings attributable to ordinary shareholders}}{\text{Weighted average number of shares outstanding during the year-2020}}$$

	2020	2019
	78,339,051	68,547,114
	40,041,445	40,041,445
	1.96	1.71

Calculation of Earnings Attributable to ordinary Shares	2020	2019
Net Profit before Tax	129,491,061	117,993,409
Provision for Income Tax	(35,957,063)	(36,469,841)
Deferred Tax Expenses	(2,708,033)	(5,482,378)
Tax provision of Reserve for exceptional loss	(12,486,914)	(7,494,076)
Total	78,339,051	68,547,114

21.A Consolidated Basic EPS :

	83,552,780	75,136,591
	40,041,445	40,041,445
	2.09	1.88

Calculation of Consolidated Earnings Attributable to ordinary Shares	2020	2019
Net Profit before Tax	137,389,499	125,911,361
Tax Expenses for the year:	(37,320,561)	(37,798,317)
Deferred Tax Expenses	(4,029,245)	(5,482,378)
Tax provision of Reserve for exceptional loss	(12,486,914)	(7,494,076)
Total	83,552,780	75,136,591

Net Asset Value (NAV) : =
$$\frac{\text{Net Asset Value of the Company}}{\text{Weighted average number of shares outstanding during the year-2020}}$$

21.02 NAV for SBIL :

2020	2019
760,093,759	709,309,239
40,041,445	40,041,445
18.98	17.71

Further details are included in Annexure - 2

21.B Consolidated NAV for SBIL (including NCI) :

2020	2019
894,572,816	820,463,467
40,041,445	40,041,445
22.34	20.49

Further details are included in Annexure - 3

Consolidated NAV for SBIL (excluding NCI)

2020	2019
785,574,697	729,576,448
40,041,445	40,041,445
19.62	18.22

Further details are included in Annexure - 3

22.00 Provision for Income Tax :

	2020	2019
Net Profit before Tax	129,491,061	117,993,409
Reserve for Exceptional Loss	33,298,438	19,984,203
Total Business Income	96,192,623	98,009,206
Realize gain on share	(5,036,558)	(2,058,279)
Dividend Income	(475,173)	(168,722)
Excess Management Expenses	3,608,101	831,845
Total	94,288,993	96,614,050
	<i>Tax Rate</i>	
Tax on operating profit	37.5%	36,230,269
Tax on Realize gain on share	10.0%	205,828
Tax on Dividend income	20.0%	33,744
Total provision for tax	35,957,063	36,469,841

23.00 Related party disclosures :

Details of transaction with related parties and balances with them were as follows:

Name of The related party	Relationship	Nature of Transaction	2020	2019
N/A	N/A	N/A	Transaction Amount	
			Nil	83,741,121

24.00 Key Management Personnel Compensation :

The compensation of key management personnel of Sonar Bangla Insurance Limited were as follows:

SI. No	Name of Employee	Short Term Employee Benefit	Post Employment Benefits	Other Long Term Benefits	Retirement/ Termination Benefits	Share Based Benefits
01	Md. Abdul Khaleque Miah Chief Executive Officer	Salary Tk. 4,416,000	No	No	No	No
		Bonus Tk.560,000				
02	A B M Hasangir AMD & Chief Financial Officer (CFO)	Salary Tk. 1,748,496	No	Group Insurance	No	No
		Bonus Tk. 174,500				
03	Abdur Rouf Gomosta General Manager & Company Secretary	Salary Tk. 1,199,400	No	Group Insurance	No	No
		Bonus Tk. 119,700				
04	Md. Golam Mortoza General Manager (Underwriting)	Salary Tk.1,059,120	No	Group Insurance	No	No
		Bonus Tk. 105,700				

Key management personnel compensation included in management expenses and no other remuneration or special payment except as mentioned above was made to the key personnel during the year 2020.

25.00 Cash Flow (Indriect Method) :

CASH FLOWS FROM OPERATING ACTIVITIES:

Net Income Before Tax

Add: Unrealized Loss in Shares

Add: Depreciation

Less: Income Tax Paid

Change in Interest Receivable

Change in Amount due from Insurance

Change in Sundry Debtors (excluding AIT)

Change in Stock of Stationary

Change in Balance of Fund

Change in Lease Liability

Change in ROU Assets

Change in Premium Deposit

Change in Claim Provision

Change in Sundry Creditors (Excluding Tax Prov.)

Net Cash Provided by Operating Activities

CASH FLOWS FROM INVESTING ACTIVITIES:

Investment in Subsidiary

Investment of Share

Purchase of Fixed Asset

Net Cash used in Investing Activities

CASH FLOWS FROM FINANCING ACTIVITIES:

Change in Loans and Advances

Dividend paid

Net Cash used in Financing Activities

Change in Cash

Opening Cash & Cash Equivalent

Closing Cash & Cash Equivalent

	2020	2019
Net Income Before Tax	129,491,061	117,993,409
Add: Unrealized Loss in Shares	468,901	1,051,254
Add: Depreciation	5,657,228	6,566,390
Less: Income Tax Paid	(30,082,043)	(21,007,949)
	105,535,147	104,603,105
Change in Interest Receivable	(690,302)	774,783
Change in Amount due from Insurance	(39,307,113)	(51,859,471)
Change in Sundry Debtors (excluding AIT)	130,828,443	(22,824,186)
Change in Stock of Stationary	(232,901)	(119,231)
Change in Balance of Fund	(44,321,491)	42,461,402
Change in Lease Liability	11,183,413	-
Change in ROU Assets	(11,183,413)	-
Change in Premium Deposit	5,547,341	(3,555,560)
Change in Claim Provision	788,795	(2,119,155)
Change in Sundry Creditors (Excluding Tax Prov.)	(1,805,222)	3,718,252
Net Cash Provided by Operating Activities	156,342,695	71,079,938
Investment in Subsidiary	(26,640,000)	(30,000,000)
Investment of Share	(12,533,729)	(814,852)
Purchase of Fixed Asset	(882,074)	(902,845)
Net Cash used in Investing Activities	(40,055,803)	(31,717,697)
Change in Loans and Advances	(11,479,940)	632,985
Dividend paid	(40,041,445)	(22,664,970)
Net Cash used in Financing Activities	(51,521,385)	(22,031,985)
Change in Cash	64,765,507	17,330,256
Opening Cash & Cash Equivalent	295,805,841	278,475,585
Closing Cash & Cash Equivalent	360,571,347	295,805,841

25.A Consolidated Cash Flow (Indirect Method) :

Consolidated Cash Flow from Operating Activities:

Net Income Before Tax	
Less: Income Tax Paid	
Add: Depreciation	
Add: Unrealized loss of share	
Change in Interest accrual	
Change in Amount Due from insurance	
Change in Sundry Debtors	
Change in Stock of Stationary	
Change in Balance of Fund	
Change in Lease Liability	
Change in ROU Assets	
Change in Deposit Premium	
Change in Claims. Prov.	
Change in Sundry Creditors	
Net Cash Provided by Operating Activities	

2020	2019
141,012,599	130,490,672
(33,162,686)	(21,882,901)
6,746,702	7,828,659
1,594,012	2,136,506
1,058,938	217,106
(39,307,113)	(51,859,471)
106,246,313	(54,869,838)
(232,901)	(119,231)
(44,321,491)	42,461,402
11,183,413	-
(11,183,413)	-
5,547,341	(3,555,560)
788,795	(2,119,155)
506,778	3,096,326
146,477,286	51,824,514

26.00 GENERAL :

(1) Number of employees received salary up to Tk . 4,500/- per month is nil.

(3) The Company has no contingent liability.

Comments :

Thus as per above calculation it is found that the actual investment is excess compared to its prescribed investment guide line.

(1) During the year under review no compensation was allowed by the company to the chief executive and officers of the company except their regular remuneration.

(2) No Amount of money was spent by the company for compensating any member of the Board for special service rendered.

(3) During the year under review an amount of Tk. 711,200/- was paid to the Directors of the company for Board meeting attendance fees as per allowable rate of the IDRA.

(4) No transaction of Miscellaneous expenditure exceeded Tk. 2,000/-

(5) There was no Bank guarantee issued by the Company on behalf of their Directors.

(6) Auditors were paid only statutory audit fee duly approved by the shareholders in the last

A.G.M.

(7) There was no capital work in progress at the end of the accounting year.

(8) No expenses were paid as royalty and salary to technical experts etc.

(9) There was no claim against Company, which was not acknowledgement as debt other than normal course of business.

(10) There was a credit facility available from Islami Bank Bangladesh Limited to the Company availed of as on December 31,2020 other than trade credit availed in the ordinary course of business.

(11) There was no event occurred after Balance Sheet date, which might have effected financial position of the Company as per Balance sheet date.

27.00 Contingent Liabilities
Nil

There was no contingent liabilities a on 31.12.2020

28.00 Payment of Foreign Currency
Nil

There was no foreing currency payment during the year-2020

29.00 Foreign Exchange Earned
Nil

There was no foreing currency earned during the year-2020

30.00 Commission, Brokerage or Discount against sales
Tk. 65,964,998

Commission was incurred or paid to agents as per insurance Act. 1938 as amended Act. 2010 but no brokerage or discount was incurred or paid against sales.

31.00 Segment Reporting

As there is single business and geographic segment within the company operates as such no segment reporting is felt necessary.

32.00 Attendance Status of Borad Meeting of Directors

During the period from 01.01.2020 to 31.12.2020 there were 4 Board Meeting were held. The attendance status of the Directors to the meeting are as follows:

Name of Directors	Position	Meeting Held	Attended
Mr. Sheikh Kabir Hossain	Chairperson	4	4
Mr. Md. Motaleb Hossain	Vice-Chairperson	4	4
Al -haj Md. Shamsul Haque	Director	4	4

Name of Directors	Position	Meeting Held	Attended
Mrs. Shahida Alamin	Director	4	4
Mr. Ganga Charan Malaker	Director	4	4
Mr. Rajjab Sharif	Director	4	2
Mrs. Nargis Akter	Director	4	4
Al-haj Md. Ruhul Amin	Director	4	4
Mr. Abul Kalam Azad (Nominated by Modern Washing & Dyeing Ind.)	Director	4	4
Mrs. Farida Islam	Director	4	4
Mr. Kailash Chandra Baroi	Director	4	2
Mr. Md. Belal Hossain	Director	4	2
Mr. Md. Haroon Kamal	Director	4	4
Mr. Sumit Kurar Barai	Director	4	2
Mrs. Fahmida Waliullah	Director	4	4
Mrs Amina Perveen	Independent Director	1	4
Mrs Farzana Moazzam	Independent Director	2	3
Mr Delowar Hossain Raja	Independent Director	1	1

Noted: 01 Numbers of NRC Meeting, 02 No's of Claim Committee and 04 Nos of Audit Committee were also held during 2020.

33.00 Disclosure as per requirement of Schedule XI, Part II of the Company Act. 1994

A. Disclosure as per requirement of Schedule XI, Part II, Note 5 of Para 3

a (i) Employee Position for Sonar Bangla Insurance Limited (As at 31st December, 2020)

Salary Range (Monthly)	Officer & Staff		Employee	Total Employee
	Head Office	Branches		
Below Tk. 3000	0	0	0	0
Above Tk. 3000	45	321	366	366
Total				

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

Name of Directors	Designation	Remuneration
Mr. Sheikh Kabir Hossain	Chairperson	Paid Tk. 8,000/- for Board Meeting per person and Committee Meeting per person as per attendance of them after deduction of 15% VAT & 10% Tax
Mr. Md. Motaleb Hossain	Vice-Chairperson	
Al -haj Md. Shamsul Haque	Director	
Mrs. Shahida Alamin	Director	
Mr. Ganga Charan Malaker	Director	
Mr. Rajjab Sharif	Director	
Mrs. Nargis Akter	Director	
Al-haj Md. Ruhul Amin	Director	
Mr. Abul Kalam Azad (Nominated by Modern Washing & Dyeing Ind.)	Director	
Mrs. Farida Islam	Director	
Mr. Kailash Chandra Baroi	Director	
Mr. Md. Belal Hossain	Director	
Mr. Md. Haroon Kamal	Director	
Mr. Sumit Kurar Barai	Director	
Mrs. Fahmida Waliullah	Director	
Mrs Amina Perveen	Independent Director	
Mrs Farzana Moazzam	Independent Director	
Mr Delowar Hossain Raja	Independent Director	
Total		

- b (i) Period of payment to Directors is from 1st January, 2020 to 31st December, 2020.
- b (ii) The above Directors of the Company did not take any benefit from the Company other than the Board Fee.
- a. Expense reimbursed to the Managing Agent- Nil.
 - b. Commission or other remuneration payable separately to a Managing Agent or his associate- Nil
 - c. Commission received or receivable by the Managing Agent or his associate as selling or buying agent of their concerns in respect of contracts entered into such concerns with the Company- nil.
 - d. The money value of the contracts for the sale of premium or services, entered into by the Company with the Managing Agent or his associate during the financial year is not applicable.
 - e. Any other perquisites or benefit in cash or in kind stating- nil.
 - f. Other allowances and commission including guarantee commission- nil
 - g. Pensions, etc.-
 - 1) Pensions - Nil
 - 2) Gratuties - Nil
 - 3) Payment from Provident Fund - Nil
 - 4) Compensation for loss of office - Nil.

C. Disclosure as per requirement of Schedule XI, Part II, Para-7:

Details of Production Capacity: N/A

D. Disclosure as per requirement of Schedule XI, Part II, Para-8:

Raw Materials, Spare Parts etc. : N/A

The value of imported raw materials is calculated on CIF basis: N/A

i) The Company has not incurred any expenditure in foreign currency for the period from 1st January 2020 to 31 December 2020 on account of royalty, know-how, professional fee, consultancy fees and interest.

iii) No Foreign exchange earned during the year 2019 from selling of Insurance Business.

iv) The Company has not earned any foreign exchanges for royalty, know-how, professional fees and consultancy fees.

v) There was no export as per course of business from the period from 1st January 2020 to 31st December, 2020.

E. Disclosure as per requirement of Schedule XI, Part II, Para-3

	Compliance status of Disclosure of Schedule XI, Part II, Para-3		
3(i)(a) The turnover	Gross premium Income including P.S.B. is for	Tk.	501,556,103
3(i)(b) Commission paid to selling agents		Tk.	65,964,998
3(i)(c) Brokerage and discount of sales, other than the usual trade discount	Not Applicable	Tk.	-
3(i)(d)(i) The value of the raw materials consumed, giving item-wise as possible	Not Applicable	Tk.	-
3(i)(d)(ii) The opening and closing stocks of goods produced	Not Applicable	Tk.	-
3(i)(e) In the case of trading companies, the purchase made and the opening and closing stocks	Not Applicable	Tk.	-
3(i)(f) In the case of Companies rendering or supplying services, the gross income derived from services rendered or supplied	Not Applicable	Tk.	-
3(i)(g) Opening and closing stocks, purchases, sales and consumption of raw materials with value and quantity breakup for the Company, which falls under one or more categories i.e. manufacturing and/or trading	Not Applicable	Tk.	-
3(i)(h) In the case of other companies, the gross income derived under different heads	Not Applicable		
3(i)(i) Work-in-progress, which have been completed at the commencement and at the end of the accounting period	Not Applicable		
3(i)(j) Provision for depreciation, renewals or diminution in value of fixed assets	Was made during the year		
3(i)(k) Interest on the debenture paid or payable to the Managing Director, Managing Agent and the Manager	Not Applicable		
3(i)(l) Charge for income tax and other taxation on profits	Has been made during the year	Tk.	35,957,063
3(i)(m) Reserved for repayment of share capital and repayment of loans	Not Applicable	Tk.	-
3(i)(n)(i) Amount set aside on proposed to be set aside, to reserves, but not including provisions made to meet any specific liability, contingency or commitment, know to exist at the date as at which the balance sheet is made up.	No		

	Compliance status of Disclosure of Schedule XI, Part II, Para-3
3(i)(n)(i) Amount set aside on proposed to be set aside, to reserves, but not including provisions made to meet any specific liability, contingency or commitment, know to exist at the date as at which the balance sheet is made up.	No
3(i)(n)(ii) Amount withdrawn from above mentioned reserve	No
3(i)(o)(i) Amount set aside to provisions made for meeting specific liabilities, contingencies of commitments	Complied
3(i)(p) Expenditure incurred on each of the following items,	Not Applicable
Separately for each item; (i) Consumption of stores and spare parts	Not Applicable
(ii) Power and Fuel (iii) Rent (iv) Repairs of Buildings (v) Repairs of	Not Applicable
Machinery (vi)(1) Salaries, wages and bonus (2) Contribution to provident and other funds (3) Workmen and staff welfare expenses to the extent not adjusted from any previous provisions or reserve.	Not Applicable

34.00 Subsequent Disclosure of Events after the Balance Sheet Date - Under IAS-10

There is no non-adjusting post balance sheet event of such importance, non disclosure of which would effect the ability to the users of the financial statements to proper evaluation and decision.

35.00 Details of Lease Agreement:

There is no lease assets. So, no lease agreement was required or signed.

36.00 Disclosure as per requirement of schedule XI, Part-I (A. Horizontal Form) of Companies Act. 1994

Accounts Receivable

Not Applicable

F. In regard to sundry debtors the following particulars' shall be given separately.

37.00 (I) Debt considered good in respect of which the company is fully secured: Not Applicable

The debtors occurred in the ordinary course of business are considered good and secured.

II) Debt considered good for which the company hold no security other than the debtors personal security.

There is no such debt in this respect as on 31st December, 2020

III) Debt considered doubtful or bad

The Company does not make any provision for doubtful debts as on 31st December, 2020 because of the fact that sales/export are being made on regular basis with fixed maturity dates.

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

There is no such debt in this respect as on 31st December, 2020.

V) Debt due by Common Management

There are no amount due form sister company under common management as on 31st December, 2020.

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

There is no such debt in this respect as on 31st December, 2020

38.00 Approval of the financial statements:

These financial statements were authorized for issue in accordance with a resolution of the company's Board of Directors on 15th June, 2021 in 129th Board Meeting.

39.00 Proposed Dividend

The Board of Directors declared 15% Cash Dividend for the year 2020 subject to the approval by the shareholders in AGM.

40.00 Internal Control

The following steps have been taken for implementation of an effective internal control procedure of the Company:

A strong internal control and compliance division has been formed with a view to establish a well designated system of internal control. Regular review of internal audit reports with view to implement the suggestions of internal auditors in respect of internal control technique. To establish an effective management system that includes planning, organizing and supervising to establish of its internal Control.

41.00 General Comments and Observations

Previous period's figure have been regrouped/reclassified wherever considered necessary to confirmed to current period's presentation. Figures have been rounded off to the nearest taka, as the currency represented in this financial statement. All shares have been fully called and paid up.

Auditor's are paid only statutory audit fees and provision are made for Statutory audit fees in the year 2020.

No foreign exchange remitted to the relevant shareholders during the period under audit.

No amount of money was expended by the company of recompensating any members of the Board for special service rendered. There was no bank guarantee issued by the Company on behalf of Directors.

42.00 Prior Year Restatement

During the preparation of and audit of December 31, 2020 financial statements, the Company performed several adjustments to prior year financial information for the year ended December 31, 2019. These adjustments were made to correct errors which were identified by the auditors during the prior year audit but no adjustment was made during the year (leading to a qualified opinion). In line with IAS 8 Paragraph 42, these errors have been corrected in the financial statements and detailed disclosures have been provided below. It should be noted that none of these corrections led to any changes in financial numbers that were reported in prior year. All the corrections relate to the presentation and communication of Price Sensitive Information (specifically Earnings Per Share, Net Assets Value per Share and Net Operating Cash Flow per share).

- Prior Year Consolidated Net Operating Cash Flow (note 25.A) has decreased by BDT 31,27,245 or BDT 0.08 per share due to correction of errors which were identified in previous year audit but not adjusted by Management. During prior year, activities related investment in shares were presented as operating cash flow in the consolidated cash flow statement which was not in line with Company policy. In addition, activities related to Fixed Deposits were presented as operating cash

flow in the consolidated cash flow statement which was also not in line with Company policy. These errors have been corrected in the current year by adjusting prior year cash flow column.

- Prior Year Consolidated Net Assets value per share (Note 21B) has decreased by BDT 1,34,05,851 or 0.34 per share. Prior year net asset value calculation was erroneously adjusted for BDT 1,34,05,851 which has been corrected this year by adjusting the prior year column.

- Prior year Consolidated Earnings per Share (Note 21.A) has decreased by BDT 45,79,310 or BDT 0.11 per share. Prior year EPS calculation included subsidiary earnings related to the non-controlling interest. Since these earnings are not attributed to the shareholders of the Company, the EPS has been adjusted.

FORM "AA"
CLASSIFIED SUMMARY OF THE ASSETS
SONAR BANGLA INSURANCE LIMITED
AS AT 31ST DECEMBER, 2020

PARTICULARS	AMOUNT IN TAKA	REMARKS
Statutory Deposit	25,000,000	Realizable value
Investment in Share	27,651,242	Fair Value
Investment to Subsidiary	134,348,925	At Cost
Accrued Interest	8,587,498	Book Value
Sundry Debtors	202,688,745	At Cost
Amount Due from Other Persons or Bodies Carrying on Insurance Business	197,122,947	Book Value
Fixed Deposit	328,653,790	At Cost
Bank Balance & Cheques in transit	30,991,012	At Cost
Cash in hand	926,545	Realizable value
Fixed Assets (at cost less depr:)	48,803,684	WDV
Stock of Stationery, Forms & Stamp	2,662,726	Realizable value
TOTAL	1,007,437,114	

SONAR BANGLA INSURANCE LIMITED

NET ASSETS VALUE (NAV)

PARTICULARS	AMOUNT IN TAKA	
	2020	
A. ASSETS:		
Bangladesh Government Treasury Bond	25,000,000	25,000,000
Investment in Shares (Fair Value)	27,651,242	15,586,415
Investment to Subsidiary	134,348,925	107,708,925
Interest Receivable	8,587,498	7,897,196
Amount Due From Other Persons or Bodies Carrying On Insurance Business	197,122,947	157,815,834
Sundry Assets	202,688,745	342,904,442
Fixed assets (At cost less Depr.)	48,803,684	53,578,836
ROU Assets	11,183,413	-
Stock of Stationery, Stamps & Forms	2,662,726	2,429,825
Cash & Bank Balance	360,571,347	295,805,841
TOTAL	1,018,620,527	1,008,727,314
B. LIABILITIES:		
Balance of Fund and Accounts	133,208,615	177,530,107
Loans & Advances	48,980,110	60,460,050
Lease Liability	11,183,413	0
Estimated liabilities in respect of outstanding claims whether due or intimated	17,950,954	17,162,159
Amount due to other persons or bodies carrying on insurance business	-	-
Sundry Creditors (Including outstanding and accruing for expenses)	30,575,617	35,893,074
Deferred Tax Provision	9,626,981	6,918,948
Premium Deposit	7,001,078	1,453,737
TOTAL	258,526,769	299,418,076
NET ASSET (A-B-C)	760,093,759	709,309,238
NO OF SHARES	40,041,445	40,041,445
NET ASSETS VALUE PER SHARE	18.98	17.71

SONAR BANGLA INSURANCE LTD.

Schedule of Fixed Assets as on 31st December, 2020

Sl. No.	Particulars	COST				Rate of dep.	DEPRECIATION			Written down value as on 31.12.2020	
		Balance as on 01.01.2020	Addition	Adjustment during the period	Balance as on 31.12.2020		Charged for the period	Adjustment for the year	Balance as on 31.12.2020		
		1	2	3	4	5	6	7	8	9	10
01	Office Decoration	26,628,200	113,284	-	26,741,484	10%	18,770,989	797,050	-	19,568,038	7,173,446
02	Furniture & Fixture	10,962,223	228,011	-	11,190,234	10%	7,578,830	361,140	-	7,939,970	3,250,264
03	Telephone Installation	1,353,620	-	-	1,353,620	15%	1,234,366	17,888	-	1,252,254	101,366
04	Office Equipment	5,511,916	129,310	-	5,641,226	15%	3,968,038	250,978	-	4,219,016	1,422,210
05	Motor Vehicle A/C	35,640,183	-	-	35,640,183	20%	23,062,195	2,515,598	-	25,577,793	10,062,390
06	Air conditioner	4,907,731	69,700	-	4,977,431	20%	3,959,821	203,522	-	4,163,343	814,088
07	Motor Cycle A/C	36,800	230,000	-	266,800	20%	35,173	46,329	-	81,498	185,302
08	Floor Purchase	31,444,360	-	-	31,444,360	2.50%	7,033,171	610,280	-	7,643,451	23,800,909
09	Software Installation	9,472,000	-	-	9,472,000	30%	7,970,019	450,594	-	8,420,613	1,051,387
10	Computer	3,258,529	111,769	-	3,370,298	30%	2,024,124	403,852	-	2,427,976	942,322
	TOTAL	129,215,562	882,074	-	130,097,636		75,636,724	5,657,228	-	81,293,952	48,803,684
***	ROI Assets	-	21,695,993	-	21,695,993	-	-	10,512,580	-	10,512,580	11,183,413
	TOTAL TAKA-2019	128,312,717	902,845	-	129,215,562		69,070,336	6,566,390	-	75,636,724	53,578,836

Annexure B.
BO Account: DBL Securities Ltd.

SI	Instrument	Qty	Cost Price	Total Cost	Market Value	Market Price	Unrealized Loss
01	Beximco Ltd.	18074	86.91	1,570,805	1,030,218	57	(540,587)
02	BRAC Bank Ltd.	1009	11.73	11,831	44,699	44.3	32,868
03	Jamuna Bank Ltd.	673	6.91	4,648	12,652	18.8	8,005
04	Meghna Petroleum Ltd.	583	0	-	115,434	198	115,434
05	National Bank. Ltd.	140778	20.39	2,870,883	985,446	7	(1,885,437)
06	Social Islami Bank Ltd.	47103	17.81	839,007	612,339	13	(226,668)
07	United Commercial Bank Ltd.	196646	45.3	8,907,846	2,772,709	14.1	(6,135,138)
08	EXIM BANK LTD.	2085	17.2	35,862	24,603	11.8	(11,259)
09	ICB Islamic Bank	100	5.91	591	430	4.3	(161)
				14,241,473	5,598,529.70	-	(8,642,943.53)

BO Account: E-Securities Ltd.

SI	Instrument	Qty	Cost Price	Total Cost	Market Value	Market Price	Unrealized Loss
1	ALARABANK	5100	22.07	112,560	113,220	22.20	660
2	RUPALI BANK	2310	38.24	88,334	66,297	28.70	(22,037)
3	SEAPEARL	3916	9.53	37,300	309,756	79.10	272,456
4	ACTIVEEINE	10000	31.21	312,053	169,000	16.90	(143,053)
5	BEXIMCO	18074	86.94	1,571,418	1,030,218	57.00	(541,200)
6	CITY BANK	5250	30.82	161,805	130,200	24.80	(31,605)
7	DELTA LIFE	5000	83.13	415,648	341,000	68.20	(74,648)
8	EXIM BANK LTD.	20000	17.19	343,710	236,000	11.80	(107,710)
9	FIRST BANK	88050	9.21	810,734	792,450	9.00	(18,284)
10	IFIC	6050	11.88	71,858	91,960	15.20	20,103
11	ISLAMI BANK	20000	33.97	679,380	536,000	26.80	(143,380)
12	MERCANBANK	6037	16.06	96,983	76,670	12.70	(20,313)
13	NBL	85523	13.69	1,170,727	598,661	7.00	(572,066)
14	ONEBANKLTD.	11550	14.92	172,358	122,430	10.60	(49,928)
15	PENINSULA	5000	29.25	146,228	112,500	22.50	(33,728)
16	PLFSL	201830	65.11	13,141,575	605,490	3.00	(12,536,085)
17	POPULARLIFE	1000	109.55	109,545	76,700	76.70	(32,845)
18	PEMIERBANK	6063	13.43	81,405	66,693	11.00	(14,712)
19	ROBI	26237	10	262,370	781,863	29.80	519,493
20	NTC	23	487.83	11,220	10,444	454.10	(776)
21	DHAKAINS	10000	57.38	573,805	544,000	54.40	(29,805)
22	BGIC	5000	46.73	233,663	213,000	42.60	(20,663)
23	BANKASIA	50000	18.83	941,626	910,000	18.20	(31,626)
24	AGRANIINS	5000	35.84	179,221	178,000	35.60	(1,221)
25	KARNOFULIINS	4000	35.12	140,499	135,200	33.80	(5,299)
26	ISLAMIINS	5000	53.97	269,843	254,000	50.80	(15,843)
27	POPULARLIFE1STMF	50000	6.23	311,550	270,000	5.40	(41,550)
28	NCCBANK	50000	13.87	693,450	660,000	13.20	(33,450)
29	TAKAFULINS	4000	46.71	186,830	190,000	47.50	3,171
30	STANDERDINS	4000	43.39	173,564	167,600	41.90	(5,964)
31	ABB1StMF	80000	6.73	538,750	504,000	6.30	(34,750)
32	RUPALILIFE	5000	59.8	298,988	288,500	57.70	(10,488)
33	RUPALIINS	4000	44.77	179,091	176,800	44.20	(2,291)
34	Titas Gas	50000	35.73	1,786,641	1,540,000	30.80	(246,641)
35	NORTHANINS	10000	48.66	486,621	474,000	47.40	(12,621)
36	PRIMEINS	10000	50.51	505,113	492,000	49.20	(13,113)
37	UCB	14233	21.67	308,451	200,685	14.10	(107,766)
38	PHENIXINS	5000	44.03	220,135	223,500	44.70	3,365
39	UTTRA BANK	6273	25.23	158,288	150,552	24.00	(7,736)
Total				27,983,333	13,839,388.70		(14,143,944.78)

Sonar Bangla Capital Management Limited

SI	Instrument	Qty	Cost Price	Total Cost	Market Price	Market Value	Unrealized Loss
1	A.B. Bank Ltd.	35992	19.59	705,160	435,502	12.10	(269,658)
2	Beximco Ltd.	13886	52.16	724,245	745,678	53.70	21,434
3	City General Insurance Ltd.	8052	23.89	192,349	242,365	30.10	50,017
4	National Bank Ltd.	86401	10.24	884,362	604,809	7.00	(279,552)
5	Titas Gas	57550	85.87	4,941,819	1,772,540	30.80	(3,169,279)
6	Uttara Bank Limited	15181	24.34	369,440	364,336	24.00	(5,104)
7	ProgreLife	37385	107.33	4,012,457	3,858,132	103.20	(154,325)
8	RSRM Steel Mills Ltd.	7722	40.31	311,302	189,961	24.60	(121,341)
Total				12,141,132	8,213,323.88		(3,927,808.36)
Grand Total				54,365,939	27,651,242		(26,714,697)

Investment of Shares have been shown as per market price i.e. fair value as per IFRS - 9

Directors' Certificate


As per Regulations contained in the First Schedule of the Insurance Act, 2010, and as per Section 63(2) of the said Act, we certify that:

01. The value of investments in shares has been taken at fair value and the quoted value thereof mentioned wherever available.

02. The Values of all assets as shown in the Balance Sheet and as classified Form "AA" annexed have been duly reviewed as at 31st December, 2019 and in our belief, the said assets have been set forth in the Balance Sheet at amounts not exceeding their realizable or market values under the several headings as enumerated therein.

03. All expenses of management, wherever incurred and whether incurred directly or indirectly in respect of Fire, Marine, Motor and Miscellaneous Insurance Business have been duly debited to the related Revenue Accounts and Profit & Loss Account.


Md. Abdul khaleque Miah
Chief Executive Officer


Amina Parvin
Independent Director


Md. Motaleb Hossain
Director


Sheikh Kabir Hossain
Chairperson

BAPLC Membership Certificate

As per SES Notification # SEC/CMRRCD/2006-161/324 dated April 11, 2010, we present the below Membership Certificate given by Bangladesh Association of Publicly Listed Companies (BAPLC) as under:



Branch Networks

Local Office

82, Motijheel (4th Floor), Dhaka
Mrs. Ms. Bilkis Begum Maya
Dy. Managing Director & In-charge
Ph : 9561096, 9564452

Motijheel Branch

Ali Bhaban (6th Floor), 9, Rajuk
Avenue, Motijheel, Dhaka
Mr. Md. Wahiduzzaman
Addl. Managing Director & In-charge
Ph : 9569023, 9554424

Imamgonj Branch

18, Imamgonj (3rd Floor), Dhaka
Mr. Md. Shahadat Hossain
Addl. Managing Director & In-charge
Ph : 7310388, 9554424

Bijoy Nagar Branch

Paltan Tower (5th Floor), Room No.
504 87, Purana Paltan, Dhaka-1000.
Mr. Sheikh Kamrul Islam (Bitu)
Dy. Managing Director & In-charge
Ph : 9342853

Principal Branch

Paramount Heights (09th Floor)
65/2/1, Purana Paltan, Dhaka-1000.
Ms. Hasina Akter Shapna
Asst. Managing Director & In-charge
Ph : 7126323.

Uttara Branch

A.B. Super Market,
Plot # 41, Sector # 03, Road # 02
Mymensing Road, Uttara. Dhaka.
Mr. Md. Emranul Hoque Chowdhury
Asst. Managing Director & In-charge
Ph : 55094090

Nayapaltan Branch

Mollik Tower (2nd Floor)
12/1 Paltan. Dhaka
Mr. Md. Shahjahan Mollah
Asst. Managing Director & In-charge
Ph : 7173635

Dilkusha Branch

BSS Bhaban (3rd Floor)
4. Dilkusha C/A, Dhaka
Mr. Aroj Ali Miah
Sr. General Manager & In-charge
Ph : 7174275

Purana Paltan Branch

Nawab Ali Tower (3rd Floor)
Suite # W- 303
24, Purana Paltan, Dhaka-1000
Mr. Md. Monwar Hassan
General Managing & In-charge
Ph : 9515432

Kawran Bazar Branch

Dhaka Trade Centre
99, Kazi Nazrul Islam Avenue (13th Floor)
Kawran Bazar, Dhaka
Mr. Md. Hafizullah
General Manager & In-charge
Ph : 9145279

Fakirapool Branch

Rahmania Int'l Complex (9th Floor) 28/1/C,
Toyenbee Circular Road, Paltan, Dhaka
Mr. Md. Farhaduzzaman
Deputy General Manager & In-charge
Ph : 9560406, 9558384

VIP Road Branch

70/C. Puranapaltan, Dhaka
Mr. Delwar Hossain
General Manager & In-charge
Ph : 8333742

New Market Branch

Mahmud Mansion (2nd Floor)
27, Mirpur Road. Dhaka Mr. K. U. M.
Mehbub Elahi
General Manager & In-charge
Ph : 9669696

Malibag Branch

Mouchak Tower. Room No. 1301
83/3. Malibag, Dhaka Mr. Dulal Mia
Munshi General Manager &
In-charge Ph:9336165

Nawabpur Branch

Babylon Centre (2nd Floor)
26, Bangabandu Avenue, Dhaka
Mr. Md. Anwaruzzaman
General Manager & In-charge
Ph: 9511143

Hatkholha Branch

2/2. R. K. Mission Road (2nd Floor),
Dhaka Mr. Md. Nazrul Islam
General Manager & In-charge.
Ph : 7174573

Rajshahi Branch

226, Shaheb Bazar (2nd Floor)
Rajshahi
Mr. Md. Abdur Razzak
Deputy General Manager & In-charge
Mob: 01716035482

Mohakhali Branch

H-42, Bir Uttam Ziaur Rahman Road
(2nd fir.) Mohakhali Amtoli, Dhaka-1212.
Mr. Mehedy Hasan
Deputy General Manager & In-charge
Ph : 01892728029

B. B. Avenue Branch

Don Plaza (6th Floor)
9, B. B. Avenue, Dhaka
Mr. Md. Jamal Uddin Hera
Sr. General Manager & In-charge
Ph : 7161731

Narayangonj Branch

Sattar Tower (3rd Floor)
Room No. 404, 50, S. M. Maleh
Road Tanbazar, Narayangonj
Mr. Md. Fasiuzzaman Khan
General Manager & In-charge
Ph : 7631702

Khatungonj Branch

A. K. Tower
599. Romjoy Mohajon Lane
Khatungonj. Chattogram
Mr. Dipok Kumar Lala
Dy. Managing Director & In-charge
Ph : 031-286208

Agrabad Branch

Progressive Tower (2nd floor)
1837 Sk. Mujib Road Badamtoli,
Agrabad, Chattogram, Mr. Azizul
Hoque, Deputy. Managing Director
& In-charge, Ph : 031-2522722

Khulna Branch

Noorjahan Plaza (2nd Floor)
155, Sir Iqbal Road, Khulna
Mr. Md. Gias Uddin
General Manager & In-charge
Ph : 041-729403

Jashore Branch

Shafiullah Complex (2nd Floor)
27, M.K. Road
Mr. Md. Jubayer Rahman
Dy. General Manager & In-charge
Phone:01716-082490

Faridpur Branch

House # 124, Mujib Road
Arju Super Market (2nd Floor),
Faridpur. Mr. Mohammad Abul
Khair, Deputy General Manager &
In-charge
Mobile : 01716380225

Gazipur Chowrasta Branch

Mohammad Ali Super Market (3rd
Floor), Near Uttara Bank Ltd. (North
Side), Tangail Road, Gazipur-1702.
Mr. Md. Ashrafal Alam
Senior Manager & In-charge
Ph: 49262358-9, Mob: 01716764676

Narsingdi Branch

South Tower (3rd Floor) 99, C&B Road,
Narsigdi Bazar, Narsigdi.
Mr. Md. Zakir Hossain
General Manager & In-Charge.
Mobile: 01780979797

Jhenaidah Branch

H# 158, R# 5/GA, Kabi Sukanta Sarak,
Krishna nagar para, Jhenaidah.
Mr. J.M. Matiur Rahman
Deputy General Manager & In-Charge
Mob: 01714687314, 01974867314

Mirpur Branch

Raja Plaza 8th Floor, 9/C, 184 Senpara
Parbota, Mirpur, Dhaka.
Mr. Md. Wasiur Rahman
Asstt. General Manager & In-Charge
Mob: 01911585362

INDEPENDENT AUDITOR'S REPORT

TO THE SHAREHOLDERS OF SONAR BANGLA
CAPITAL MANAGEMENT LIMITED (SUBSIDIARY).



G. KIBRIA & CO.
Chartered Accountants



Independent Auditor's Report

To the Shareholders of SONAR BANGLA CAPITAL MANAGEMENT LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Sonar Bangla Capital Management Limited ("the Company"), which comprise the statement of financial position as at 31 December 2020, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except the matters discussed in the Basis for Qualified Opinion section, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31 December 2019, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) and other applicable rules and regulations.

Basis for Qualified Opinion

1. The Company has presented an increase in cash resulting from disposal of shares worth BDT 41,575,871 in the Cash Flow from Operating Activities section of the Consolidated Cash Flow Statement as well as Cash Flow Statement of Subsidiary. This is not in line with the Group's as well as Subsidiary's policies and presentation of financial statements where all activities related to share investment are presented in Cash Flows from Investing Activities. As a result, the application of accounting policies and procedures was not consistent.

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

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

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with IFRSs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditors Responsibilities for the Audit of the Financial Statements

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

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

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

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

Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, we also report the following:

- we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of those books; and
- the statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account.

Date: Dhaka
15 June, 2021


G. KIBRIA & CO.
Chartered Accountants

SONAR BANGLA CAPITAL MANAGEMENT LIMITED

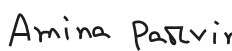
Statement of Financial Position

As at 31st December, 2020

Particulars	Notes	Amount in Taka	
		31st Dec-2020	31st Dec-2019
Assets:			
Non-Current Assets:			
Property, Plant & Equipment	4.00	14,082,016	14,936,912
Intangible Assets	4.01	938,312	1,172,890
		15,020,328	16,109,802
Current Assets:			
Investment in Shares	5.00	92,167,542	87,328,167
Profit Receivable from FDR		1,385,615	3,134,855
Advance, deposit and prepayments	6.00	70,891,874	16,360,224
Accounts Receivable	7.00	7,857,231	34,726,109
Cash & Cash equivalents:			
Investment on FDR	8.00	96,722,633	90,482,693
Cash At Bank	9.00	4,801,472	1,132,164
Cash In Hand	9.00	32,470	59,226
		273,858,837	233,223,438
Total Assets		288,879,165	249,333,240
Equity & liabilities:			
Capital and Reserve:			
Share capital	10.02	153,999,300	153,999,300
Retained Earning	11.00	20,712,680	11,875,852
Share Deposit	12.00	94,116,000	52,988,000
Total Equity		268,827,980	218,863,152
Current Liabilities:			
Loan from Bank Asia Ltd.(SOD)	13.00	-	15,415,613
Income Tax Provision	14.00	16,346,446	14,982,948
Account payable	15.00	2,358,527	51,527
Deferred Tax Liability	16.00	1,321,212	-
Liability for Expenses	17.00	25,000	20,000
Total current liabilities		20,051,185	30,470,088
Total Equity & Liabilities.		288,879,165	249,333,240

The annexed notes 1-17 form an integral part of these financial statements


Md. Abdul khaleque Miah
 Chief Executive Officer


Amina Parvin
 Independent Director


Md. Motaleb Hossain
 Director


Sheikh Kabir Hossain
 Chairperson

Date: Dhaka
 15 June, 2021


G. Kibria & CO.
 Chartered Accountants

SONAR BANGLA CAPITAL MANAGEMENT LIMITED
Statement of profit or loss and other comprehensive income
For the period from 1st January to 31st December, 2020

Particulars	Amount in Taka	
	31st Dec-2020	31st Dec-2019
INCOME:		
Interest income	5,114,694	3,751,713
Net interest income	5,114,694	3,751,713
Dividend Income	1,057,920	1,359,413
Income from Investment	11,519,140	11,345,821
Other operating income	3,105,817	4,168,383
	15,682,877	16,873,617
Total Operating Income (A)	20,797,571	20,625,330
EXPENDITURE:		
Salaries & Allowances	3,593,000	2,236,700
Festival Bouns	285,000	285,000
Finance Cost	893,388	1,621,788
Utility Bill	118,778	148,426
Subscription to BSEC & MBA	300,000	-
Telephone bill	72,629	112,770
Stationery, printing & Papers etc.	49,162	108,267
Entertainment Exp	17,080	126,096
Advisory Fee	333,000	-
Depreciation & Amortisation	1,089,474	1,262,269
Un-realized Loss in Share	1,125,111	1,085,252
Audit Fee	25,000	18,000
Renewal & Registration	30,000	34,889
Bank Charges	23,250	33,189
Repair & Maintainance	5,800	-
Conveyance	1,315,361	1,055,421
Total Operating expenses (B)	9,276,033	8,128,067
Profit /(Loss) before provision and tax (C=A-B)	11,521,538	12,497,263
Provision for Taxation	1,363,498	1,328,476
Deferred Tax expenses / (Income)	1,321,212	-
Net Profit after tax	8,836,828	11,168,787
Other Comprehensive Income	-	-
Total Comprehensive Income	8,836,828	11,168,787

The annexed notes 1-17 form an integral part of these financial statements


Md. Abdul khaleque Miah
Chief Executive Officer


Amina Parvin
Independent Director


Md. Motaleb Hossain
Director


Sheikh Kabir Hossain
Chairperson

Date: Dhaka
15 June, 2021


G. Kibria & CO.
Chartered Accountants

SONAR BANGLA CAPITAL MANAGEMENT LIMITED
Statement of Changes in Equity
For the Year ended 31st December, 2020

Particulars	Share Capital	Share Money Deposit	Retained Earning	Total
Opening Balance	153,999,300	52,988,000	11,875,852	218,863,152
Addition during the year	-	41,128,000	-	41,128,000
Net Profit after Tax	-	-	8,836,828	8,836,828
Balance as at 31st Dec. 2020	153,999,300	94,116,000	20,712,681	268,827,981

For the Year ended 31st December-2019

Particulars	Share Capital	Share Money Deposit	Retained Earning	Total
Opening Balance	142,249,000	22,726,400	12,457,365	177,432,765
Addition during the year	11,750,300	30,261,600	(11,750,300)	30,261,600
Net Profit after Tax	-	-	11,168,787	11,168,787
Balance as at 31st Dec. 2019	153,999,300	52,988,000	11,875,852	218,863,152

The annexed notes 1-17 form an integral part of these financial statements



Md. Abdul khaleque Miah
Chief Executive Officer



Amina Parvin
Independent Director



Md. Motaleb Hossain
Director



G. Kibria & CO.
Chartered Accountants

Sheikh Kabir Hossain
Chairperson

Date: Dhaka
15 June 2021

SONAR BANGLA CAPITAL MANAGEMENT LIMITED

Statement of Cash Flow

For the period from 1st January to 31st December, 2020

Particular	Amount in Taka	
	31st Dec-2020	31st Dec-2019
A. Cash Flow from opening activities:		(Restated)
Cash Collection from Turnover	22,546,811	20,067,653
Paid to Customers, Suppliers, Employes & others	(29,331,577)	(38,213,232)
Income Tax paid	(3,080,643)	(1,371,445)
Net Cash receipt from/(used) operating activities	(9,865,409)	(19,517,024)
B. Cash flows from investing activities :		
Fixed Assets addition during the year	-	(2,437,112)
Investment in Share	(5,964,486)	30,180,434
Net cash flows from/(used) investing activities	(5,964,486)	27,743,322
C. Cash flows from financing activities:		
Increase in Share Capital	-	
Share Money Deposit	41,128,000	30,261,600
Loan paid/Received	(15,415,613)	(519,081)
Net cash flows from financing activities	25,712,387	29,742,519
D. Net increase/(decrease) in cash and cash equivalent (A+B+C)	9,882,492	37,968,817
E. Opening cash and cash equivalent	91,674,083	53,705,266
F. Closing cash and cash equivalents (D+E)	101,556,575	91,674,083

The annexed notes 1-17 form an integral part of these financial statements



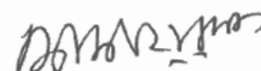
Md. Abdul khaleque Miah
Chief Executive Officer



Amina Parvin
Independent Director



Md. Motaleb Hossain
Director



Sheikh Kabir Hossain
Chairperson

Date: Dhaka
15 June, 2021



G. Kibria & CO.
Chartered Accountants

SONAR BANGLA CAPITAL MANAGEMENT LIMITED

Statement of Changes in Equity

For the Year ended 31st December-2020

1.00 Significant Accounting Policies and other materials information

1.01 Legal form of the Enterprise:

The Company is incorporated under the Companies Act, 1994 as a Public Limited Company, namely Sonar Bangla Capital Management Ltd. [SBCML] on 21st June, 2010. The Company is a subsidiary company of Sonar Bangla Insurance Ltd.

1.02 Address of Registered Office and Principal Place of Business :

Presently the principal place of the business is the Registered Office at Paramount Height's 8th floor, 65/2/1, Box Culvert Road, Purana Paltan, Dhaka-1000.

1.03 Nature of Business Activities :

Commission (Merchant Banker and Portfolio Manager) Rules, 1996, can go for the following products and services:

- A. Underwriting public issue of shares, bond, and debentures.
- B. Issue Management including arranging of pre-IPO placement and participation thereto.
- C. Portfolio Management

2.00 Basis for preparation of financial statements :

2.01 Statement of Compliance

The financial statement of SBCML has been prepared in accordance with the International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS). Companies Act. 1994 and other applicable laws and regulations.

2.02 Measurement basis used in preparing the Financial Statements

The elements of financial statements have been measured on 'Historical Cost' basis, which is one of the most commonly adopted base provided in 'the framework for the preparation and presentation of financial statements' issued by the international Accounting Standard Board (IASB)

2.03 Going Concern

Financial statements have been prepared on going concern basis as there was no significant doubt or uncertainty to continue the operation of the Company in the foreseeable future.

2.04 Components of financial statements :

According to International Accounting Standard (IAS)-1, as adopted by ICAB 'presentation of financial statements' the complete set of financial statements includes the following components:

- A. Statement of Financial Position
- B. Statement of Profit or Loss and other comprehensive income
- C. Statement of Cash flow
- D. Statement of Changes in Equity and
- E. Notes to the Financial Statements

3.00 Principal Accounting Policies:

3.01 Statement of Cash flow

Cash flow statement is prepared in accordance with IAS 7 "Statement of Cash Flow". The cash flow from the operating activities have been presented under Direct Method as prescribed by the Securities and Exchange Rules 1987 and considering the provisions of Paragraph 18(b) of IAS-7 which provides that "Enterprise are encouraged to report Cash Flow from Operating Activities using the Direct Method"

3.02 Reporting Currency and level of Precision:

The figures in the financial statements represent Bangladesh Currency (Taka), which have been rounded-off to the nearest Taka.

3.03 Use of Estimates and Assumptions

The preparation of the Financial Statements requires management to use judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected. However, no such revision to accounting estimates took place during the reporting period

4.00 Property, Plant and Equipment

(Net off accumulated depreciation)	2020	2019
Air-Conditionation	471,071	588,839
Office Equipment	866,837	1,019,808
Office Decoration	1,448,009	1,608,899
Motor Vehicle A/C	453,656	567,070
Furniture & Fixture	372,548	413,942
Office Premises	10,469,895	10,738,354
Total	14,082,016	14,936,913

Details are given in Annexure-1

4.01 Intangible assets (Net off accumulated depreciation)

	2020	2019
Software and System	938,312	1,172,890
Total	938,312	1,172,890

5.00 Investment in Shares

	2020	2019
Opening Balance	87,328,167	118,593,853
Investment made during the year	11,519,140	11,395,437
Un-realized Loss in Share	(1,125,111)	(1,085,252)
Net Withdrawn	(5,554,654)	(41,575,871)
Total	92,167,542	87,328,167

Details are given in Annexure-2

6.00 Advance, deposit and Prepayments

	2020	2019
Security Deposit (CDBL)	200,000	200,000
Advance Company Tax	16,520,964	13,440,321
Advance to broker /Securities House	54,170,910	219,383
Receivable from IPO	-	2,500,520
Total	70,891,874	16,360,224

7.00 Account Receivable

	2020	2019
Receivable from Mimco Jute (Issue Management Fee)	400,000	400,000
Receivable from Investor	7,457,231	34,326,109
Total	7,857,231	34,726,109

8.00 Investment on FDR

	2020	2019
Exim Bank	30,982,405	29,100,000
Jamuna Bank	1,239,345	1,000,000
Exim Bank	36,227,504	33,882,693
Shahajal Islami Bank	2,616,009	2,500,000
Shahajal Islami Bank	4,229,370	4,000,000
Bank Asia	21,428,000	20,000,000
Total	96,722,633	90,482,693

9.00 Cash & Cash equivalent

	2020	2019
Cash in Hand	32,470	59,226
Cash at Bank	4,801,472	1,132,164
Total	4,833,942	1,191,390

10.00 Share Capital

	2020	2019
10.01 Authorized Capital	35,00,00,000	35,00,00,000

The Authorized capital of the Company is to Tk. 35,00,00,000.00 Divided into 35,00,000 ordinary Shares @Tk. 100/- each. It is noted that The Board of Directors has approved its Authorized Capital from 15.00 Crore to 35.00 Crore in its 2nd Extra Ordinary General Meeting held on August 24 August, 2015.

10.03 Share Holding Position:

Name of the Share holders	% of Shareholdings	No. of Shares	Taka
Sonar Bangla Insurance Ltd.	59.00%	908,581	90,858,100
Mrs. Masuda Kabir	7.80%	120,120	12,012,000
Mr.Md.Abdullah	7.80%	120,120	12,012,000
Mr. Mahfuzur Rahman Mita	7.80%	120,120	12,012,000
Mr.Mohammed Amirul Islam	7.80%	120,120	12,012,000
Mr.Kaushik Hossain Taposh	7.80%	120,120	12,012,000
Mr. Sheikh Kabir Hossain	2.00%	30,800	3,080,000
A F M Kazi Kamrul Hasan	0.00%	1	100
Mr. Rajjab Sharif	0.00%	1	100
Mr. Ganga Charan Malaker	0.00%	1	100
Al-haj Md. Ruhul Amin	0.00%	1	100
Al-haj Md. Shamsul Haque	0.00%	1	100
Mr. Kailas Chandra Barai	0.00%	1	100
Mr. Md. Harun Kamal	0.00%	1	100
Mr. Sumit Barai	0.00%	1	100
Ms. Nirgis Akter	0.00%	1	100
Modern Washing & Dying	0.00%	1	100
Ms. Shahida Alamin	0.00%	1	100
Mr. Motaleb Hossain	0.00%	1	100
Total	100.00%	1,539,993	153,999,300

11.00 Retained Earning

	2020	2019
Opening Balance	11,875,852	12,457,365
Add: Current Year profit/(Loss)	8,836,828	11,168,787
Less: Dividend paid	-	(11,750,300)
Total	20,712,681	11,875,852

12.00 Share Deposit :

	2020	2019
Mr. Mohammed Amirul Islam	6,000,000	6,000,000
Mr.Md.Abdullah	7,488,000	7,488,000
Mr. Mahfuzur Rahman Mita	7,500,000	7,500,000
Sonar Bangla Insurance Ltd.	56,640,000	30,000,000
Mrs. Masuda Kabir	5,488,000	2,000,000
Koushik Hossain Taposh	7,500,000	-
Mr. Sheikh Kabir Hossain	1,500,000	-
Sheikh Mosedeq Kabir	2,000,000	-
Total	94,116,000	52,988,000

13.00 Loan from Bank Asia Limited (SOD)

2020	2019
-	15,415,613

14.00 Provision for Corporate Income Tax

	2020	2019
Balance at the beginning of the Year	14,982,948	15,064,265
Add: Provision made during the year (Note 14.01)	1,363,498	1,328,476
Less: Adjustment during the Year	-	(1,409,793)
Total	16,346,446	14,982,948

14.01 Provision for Taxation

	Tax Rate	2020	2019
Business Income	37.50%	-	(77,989)
Realize gain on Share	10%	1,151,914	1,134,582
Dividend Income	20%	211,584	271,883
Total		1,363,498	1,328,476

15.00 Accounts Payable

	2020	2019
Clients	2,358,527	51,527

16.00 Deferred Tax Liability

	2020	2019
Tax Base WDV	11,497,096	
Accounting Base WDV	15,020,328	
Difference	3,523,232	
Tax Rate	37.5%	
Deferred tax liability	1,321,212	

17.00 Liability for Expenses

	2020	2019
Audit Fee	25,000	20,000

SONAR BANGLA CAPITAL MANAGEMENT LIMITED
Schedule of Fixed Assets as on 31st December, 2020

Annexure-1

Sl.	Particulars	C O S T				Rate	DEPRECIATION				Net Book value as at 31.12.20
		Opening balance as on 01.01.2020	Additions during the Year	Disposals/adjustment during the year	Total Balance as at 31.12.20		Opening balance as on 01.01.2020	Charged for the Year	Disposals/adjustment during the year	Total Balance as at 31.12.20	
01	Air-Condition	1,026,800	-	-	1,026,800	20%	437,961	117,768	-	555,729	471,071
02	Office Equipment	2,162,625	-	-	2,162,625	15%	1,142,817	152,971	-	1,295,788	866,837
03	Software	2,810,000	-	-	2,810,000	20%	1,637,110	234,578	-	1,871,688	938,312
04	Office Decoration	2,584,612	-	-	2,584,612	10%	975,713	160,890	-	1,136,603	1,448,009
05	Motor Vehicle A/C	3,380,000	-	-	3,380,000	20%	2,812,930	113,414	-	2,926,344	453,656
06	Furniture & Fixture	735,460	-	-	735,460	10%	321,518	41,394	-	362,912	372,548
07	Office Premises	12,500,000	-	-	12,500,000	2.5%	1,761,646	268,459	-	2,030,105	10,469,895
	Total as on 31 Dec. 20	25,199,497	-	-	25,199,497		9,089,695	1,089,474	-	10,179,169	15,020,328
	Total as on 31 Dec. 19	22,762,385	2,437,112	-	25,199,497		7,827,426	1,262,269	-	9,089,695	16,109,802



AA+

Alpha Credit Rating Ltd. has rated **Sonar Bangla Insurance Ltd. "AA+"** from "AA" which indicates prudent underwriting, skilled Human Resources, ability to settle prompt claims, fair and transparent financial position.

"AA+" denotes as below :

Rating Action : surveillance, **AA+ :** Long Term, **ST-1 :** Short Term **Outlook :** Stable.

SONAR BANGLA INSURANCE LIMITED

Paramount Heights (14th Floor), 65/2/1, Box Culvert Road, Purana Paltan, Dhaka-1000.

PROXY FORM

I/We
of.....
being a member of Sonar Bangla Insurance Limited do hereby appoint
Mr./Mrs
of
as my /our proxy, to vote for me/ us and on my/ our behalf at the 21st Annual General Meeting of
the Company to be held on 23rd September, 2021 at 11:30 am by using digital platform and
any adjournment thereof.

Signed this..... day of 2021.

Signature of Proxy
BO A/c No.

Revenue
Stamp
Tk. 20.00

Signature of Shareholder (s)
BO A/c No.

N.B.: IMPORTANT:

1. This form of proxy, duly completed, must be deposited at least 48 hours before the meeting at the Company's Registered Office. Proxy is invalid if not signed and stamped as explained above.
2. Signature of the Shareholder and the Proxy should agree with the Specimen Signature registered with the Company.
3. As per Articles of Association of the Company, Proxy can be given only to the person who is a member (Shareholder) of the Company.

SONAR BANGLA INSURANCE LIMITED

Paramount Heights (14th Floor), 65/2/1. Box Culvert Road, Purana Paltan, Dhaka.

ATTENDANCE SLIP

I hereby record my attendance at the 21st Annual General Meeting of the Company to be held on 23rd September, 2021 by using digital platform.

Name of Shareholder (s) / Proxy
BO / A/C No.holding of ordinary shares of **Sonar Bangla Insurance Ltd.**

Signature of Shareholder (s) / Proxy



সোনার বাংলা ইন্স্যুরেন্স লিমিটেড
SONAR BANGLA INSURANCE LIMITED

Paramount Heights (14th Floor), 65/2/1, Box Culvert Road, Purana Paltan, Dhaka-1000
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