

# Annual Report 2021



সোনার বাংলা ইন্স্যুরেন্স লিমিটেড  
SONAR BANGLA INSURANCE LIMITED

# ANNUAL REPORT 2021



## 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, 02223390402 (PABX)  
E-mail: sbi222@yahoo.com, info@sbil.com.bd, Web : www.sonarbanglainsurance.com

## Financial report

### Balance sheet

Assets	1,734,826
Current assets	88,905
Non-current assets	1,645,921
Liabilities	166,630
Current liabilities	110,327
Non-current liabilities	56,303
Equity	74,393
Paid-in capital	72,921
Retained earnings	1,472

### Income statement

Revenues	12,978,516
Net sales	12,873,892
Investment	104,624
Expenses	6,372,535
Research and Development	1,385,385
Operating expenses	4,439,118
Marketing	548,022
Net income	6,505,981

## 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 (CC)**  
Md. Shahadat Hossain
- **Additional Managing Director**  
Sheikh Mosadek Kabir
- **Asstt. Managing Director & CFO**  
A.B.M. Hasangir
- **Asstt. Managing Director and Head of U/W & BCD**  
B.M. Habibullah
- **General Manager & Company Secretary**  
Abdur Rouf Gomosta
- **Asstt. General Manager & HIAC**  
Mustafizur Rahman
- **\* Auditors**  
G. Kibria & CO.  
Chartered Accountants  
24-25, 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**  
02223354211, 02223354212, 02223384086, 02223390402 (PABX)
- **E- Mail**  
sbi222@yahoo.com, info@sbil.com.bd
- **Web**  
www.sonarbanglainsurance.com
- **Subsidiary**  
Sonar Bangla Capital Management Ltd.  
Paramount Heights (8th Floor), 65/2/1, Box Culvert Road, Purana Paltan, Dhaka-1000.





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 & Fareast Islami Life Insurance Company Ltd. 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.

#### **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.

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.



# Historical Background



## 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

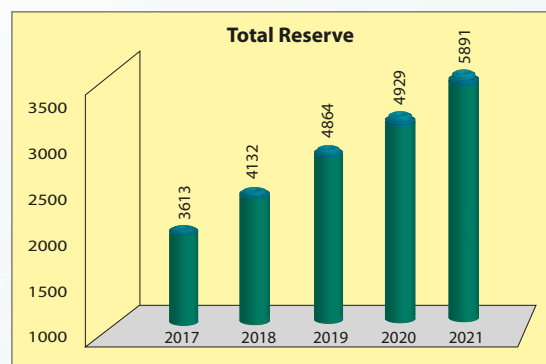
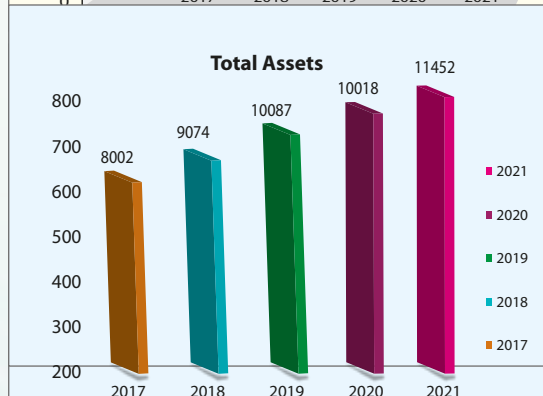
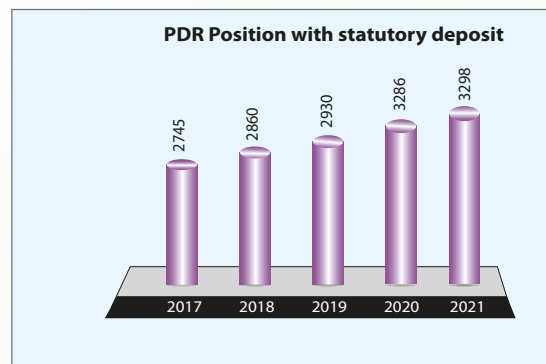
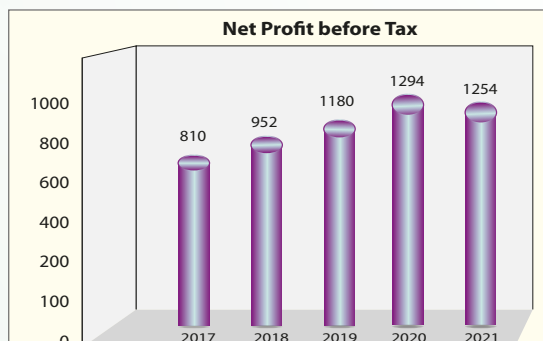
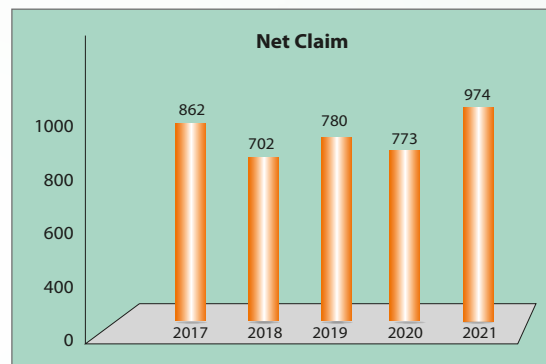
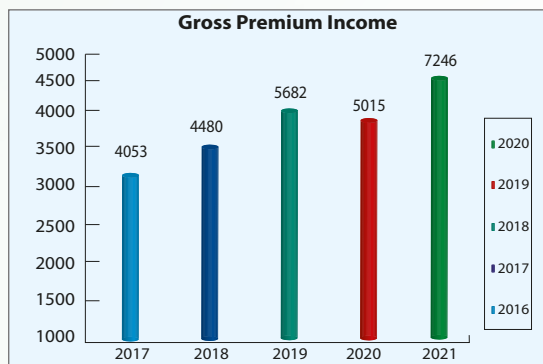
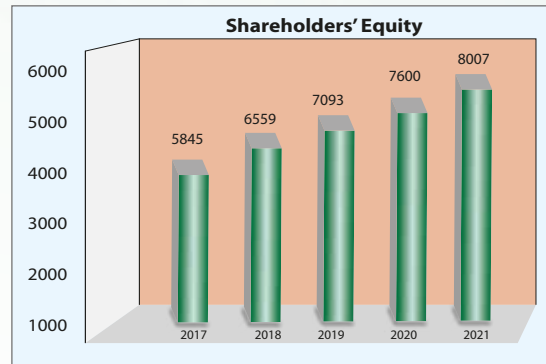
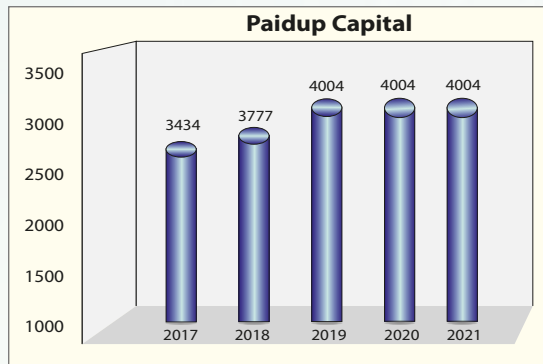
## 5 (FIVE) YEARS POSITION AT A GLANCE

Particulars	Year (Figure in lac)					
	2021	2020	2019	2018	2017	
Paid up Capital	4004	4004	4004	3777	3434	
Gross Premium Income	7246	5015	5682	4480	4053	
Net premium Income	4697	3329	4441	3376	2988	
Net Claim	974	773	780	702	862	
Net Profit (Pre-Tax)	1254	1294	1180	952	811	
Dividend	Cash	15%	15%	10%	6%	-
	Stock		-	-	6%	10%
FDR Position with statutory deposit	3548	3536	2930	2861	2745	
Reserve (Total)	4003	3597	3089	4133	3613	
Assets (Total)	11452	10186	10087	9074	8002	

Amount shown in Taka considering the present Number of Shares

Earning per Share (EPS)	2.08	1.96	1.71	1.55	1.23
Net Operating Cash Flow (NOCFS)	3.16	3.90	1.78	0.55	0.41
Net Asset Value (NAV)	20.00	18.98	17.71	16.38	14.60

# Company's Position by Graphical Representation



## OUR VISION



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

## OUR MISSION



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

## OUR 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

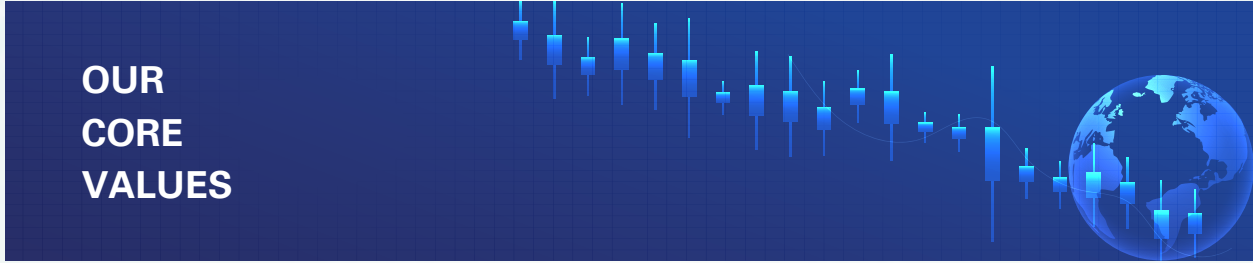
### BUSINESS FOCUS

- 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



## BOARD OF DIRECTORS



**Sheikh Kabir Hossain**  
Chairperson  
Sonar Bangla Insurance Ltd

**Chairman**

National Tea Company  
Central Depository Bangladesh Ltd.  
Fareast Islami Life Ins. Co. 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



**Shahida Alamin**  
Vice-Chairperson

Sonar Bangla Insurance Ltd.

**Director**

Sonar Bangla Capital Mgt. Ltd.



**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.**



**Md. Motaleb Hossain**  
**Director**  
Sonar Bangla Insurance Ltd.  
**Managing Director**  
MH Jute Mills 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.



**Abul Kalam Azad**  
**Director**

(Represented by Modern Washing & Dyeing  
Industries Limited)  
Sonar Bangla Insurance Ltd.



**Shahidul Islam Niru**  
**Independent Director**

Sonar Bangla Insurance Ltd





**Dr. Shariff Enamul Kabir**  
**Independent Director**  
Sonar Bangla Insurance Ltd



**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



**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).



### **Audit Committee**

01. Mr. Shahidul Islam Niru Independent Director	Chairperson
02. Mrs. Shahida Alamin Vice-Chairperson	Member
03. Al-haj Md. Ruhul Amin Director	Member
04. Mr. Md. Belal Hossain Director	Member
05. Mr. Sumit Kumar Barai Director	Member

### **Claims Committee**

01. Mr. Md. Haroon Kamal Director	Chairperson
02. Mrs. Shahida Alamin Vice-Chairperson	Member
03. Mr. Md. Motaleb Hossain Director	Member
04. Al-haj Md. Ruhul Amin Director	Member
05. Mr. Kailash Chandra Barai Director	Member

### **Nomination and Remuneration Committee**

01. Dr. Shariff Enamul Kabir Independent Director	Chairperson
02. Mrs. Shahida Alamin Vice-Chairperson	Member
03. Mr. Md. Motaleb Hossain Director	Member
04. Al-haj Md. Ruhul Amin Director	Member
05. Mr. Md. Haroon Kamal Director	Member



# MANAGEMENT



## Chief Executive Officer (CC)

Md. Shahadat Hossain

## Addl. Managing Director

Md. Wahiduzzaman  
Sheikh Mosadek Kabir

## 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 and Head of U/W & BCD

A.M. Habibullah

## 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 Montu  
K.U.M. Mehbub Elahi  
Sk. Gias Uddin  
Md. Fasiuzzaman Khan

## Senior Deputy General Manager

Md. Tafiqur Rahman

## Deputy General Manager

JM Motiur Rahman  
Md. Jubayer Rahman  
Md. Abdur Razzak  
Mohammad Abul Khair  
Mehedy Hasan

## Asstt. General Manager & Head of Audit

Mustafizur Rahman

## Asstt. General Manager

Md. Ashraf Hossain Bhuiyan  
Md. Ashrafal Alam  
Md. Wasiur Rahman  
Md. Saiful Islam  
Md. Neamul Aziz Khan

## Manager & Head of Claims

Syed Kamruzzaman

## Asstt. Manager & Head of IT

Golam Mahmud

# 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 of 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

# Activities of SBIL in Pictures



Partial view of the 21<sup>ST</sup> Annual General Meeting held by digital platform



Celebrating the Birth Centenary of the Father of Nation Bangabandhu Sk. Mujibur Rahman and in this regard Mr. Shahidul Islam Niru, Independent Director delivering his speech.



Celebrating the Mujib Centenary of the Father of Nation Bangabandhu Sk. Mujibur Rahman and in this regard Mr. K.U.M Mehub Elahi, General Manger & In-charge, New Market Br. delivering his speech.



Partial view of Celebrating the National Mourn Day of 15<sup>th</sup> August where pray to Allah for the departed soul who deceased on that day.



Mr. Md. Shahadat Hossain, Chief Executive Officer (CC) handing over a Cheque on birth Celebrating of Sheikh Rasel, youngest son of Bangabandhu Sk. Mujibur Rahman.



View of the Board Meeting of the Company where Mr. Sheikh Kabir Hossain, Honorable Chairperson conducting the meeting.



View of Branch Managers Meeting of the company



Celebrating the Birth Anniversary of Mr. Sheikh Kabir Hossain, Honorable Chairperson of the Company where Directors & Head Office Employees are seen to wish him.



Partial View of Discussion & Doa Mahfil on 15<sup>th</sup> August.



Partial View of Discussion & Doa Mahfil on 15<sup>th</sup> August where Honorable Chairperson is seen.



Birth Celebration Ceremony on 17<sup>th</sup> March of Bangabondhu Sheikh Mujibur Rahman where Praying for him.



Partial view of Birth Celebration Ceremony of Bangabondhu Sheikh Mujibur Rahman where Honorable Chairperson and Directors are seen.



# Sonar Bangla Insurance Ltd.

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

## Notice of the 22<sup>st</sup> Annual General Meeting & Price Sensitive Information

Notice is hereby given that the 22nd Annual General Meeting of Sonar Bangla Insurance Ltd. will be held on Thursday the 29th day of September, 2022 at 11:00 am by using digital platform to transact the following business. The participation link of the 22nd 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 Director's Report and the Audited Accounts of the Company and Auditors Report thereon for the year ended 31st December, 2021.
02. To declare Dividend for the year, 2021.
03. To appoint Auditors for the year 2022 and fix up their remuneration.
04. To appoint Compliance Auditors for the year 2022 and fix up their remuneration.
05. To elect Directors as per Articles of Association of the Company.

Dated, Dhaka 28 July, 2022

By order of the Board of Directors  
sd/-  
(Abdur Rouf Gomosta)  
Company Secretary

### NOTES:

- i. The Board of Directors in its 133rd Meeting held on 28/07/2022 has recommended 15% (fifteen percent) Cash Dividend for the year, 2021,
- ii. EPS: Tk. 2.08, NAV per share Tk. 20.00, NOCFS per share Tk. 3.16.
- iii. The Record date shall be on 25/08./2022. 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 22<sup>nd</sup> 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 31/08/2022 and last date of withdrawal of candidature is on 07/09/2022.
  - 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 31<sup>ST</sup> DECEMBER, 2021

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

On behalf of the Board of Directors, I gladly welcome all of you in 22<sup>nd</sup> 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 ever grateful to Almighty Allah to present the Annual Report 2021 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 2021, 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, 2021 alongwith Auditors' and Directors' Report for your kind consideration and adoption.

2021 was an auspicious year for Bangladesh as we celebrated the Birth Centenary of the Father of the Nation Bangabandhu Sheikh Mujibur Rahman and the Golden Jubilee of Independence at a time when the country's economy is on its way to a robust recovery from the Coronavirus Pandemic and the rise of the nation is regaining pace from where it was left. We are proud to say that our business has enjoyed the same revival and we applaud you for extending your support to fight and defeat the menace that had damaged us in the previous year. As the consecutive waves of coronavirus have devastated businesses around the world, there has been a more resilient approach that the business houses and companies have taken and that has enabled an overall improvement in our business scenario as well. In 2021, thanks to the efforts of the people in this company and the support from you, we have been able to regain our pace of growth. The resilience and the revival in the last year have given us more confidence for the years to come and have also increased our desire for greater success in the unforeseeable future.

### **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:**

### **Global Economy**

We have already passed through a period of 2 years of global health crisis arising from COVID-19 pandemic that has been causing loss of human lives, spreading human suffering, and upending people's lives. But this is much more than a health crisis. It is a human, economic and social crisis. There is no parallel in the history of mankind. However, considering that human civilization developed on the theory of "challenge and Response", the pandemic has given rise to human ingenuity and strengthened resolve to deal with this unprecedented crisis and fallouts thereof.

According to International Monetary Fund (IMF), Global growth is forecasted to moderate from 5.9 in 2021 to 4.4 percent in 2022. Continued supply shortages produced a downward 1.2 percentage-points revision for the United States. In China, pandemic-induced disruptions related to the zero-tolerance COVID-19 policy and protected financial stress among property developers have induced a 0.4 percentage-point downgrade. Global growth is expected to slow to 3.8 percent in 2023.

Elevated inflation is expected to persist for longer than envisioned earlier, with ongoing supply chain disruptions and high energy prices continuing in 2022.

Risks to the global baseline are rising. The emergence of new COVID-19 variants could prolong the pandemic and induce renewed economic disruptions. Moreover, supply chain disruptions, energy price volatility, and localized wage pressures mean uncertainty around inflation and policy paths is high. As advanced economies lift policy rates, risks to financial stability and emerging market and developing economies' capital flows, currencies, and fiscal positions especially with debt levels have increased significantly in the past two years—may emerge. Other global risks may crystallize as geopolitical tensions remain high, and the ongoing climate emergency means that the probability of major natural disasters remains elevated.

### **Bangladesh Economy**

The GDP growth rate of Bangladesh has reached 5.47 percent in the last fiscal year despite the impact of corona virus pandemic. The economy of Bangladesh, however, grew by a record 8.15 percent. The GDP growth rate in the FY 2021 was 6.9 percent, while it was 8.15 percent in 2020-21. The per capita income stood at USD 2824 in the last fiscal from USD 2,064 in FY-2019-20. According to BBS, the GDP growth rate at constant prices in the industry sector increased by 10.29 percent in the last fiscal year which was 6.68 percent in FY-2019-20. In the services sector, the GDP growth rate increased by 5.73 percent in the last fiscal year while it was 3.93 percent was in FY-2019-20. In the agriculture sector, the GDP growth rate decreased by 3.17 percent in last fiscal year while it was 3.42 percent in FY-2019-20. The BBS data also showed that in the last fiscal year, the investment ratio to GDP stood at 31.02 percent which was 31.31 percent in FY-2019-20

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 2021 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 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 2021 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 2021. 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 2020, 2.2% growth has been achieved globally in Insurance Industry. Though, the outlook of 2021 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, 2021.

Particulars		2021	2020
Gross Premium	Tk.	72,46,76,100	50,15,56,103
Re-Insurance Premium ceded	Tk.	25,49,31,211	16,85,71,718
Net Premium less Re-Insurance	Tk.	46,97,44,889	33,29,84,385
Income from Investment	Tk.	3,46,22,294	2,62,27,668
Net Profit before Tax	Tk.	12,54,12,581	12,49,91,061
Reserve for Unexpired Risk	Tk.	18,88,80,465	13,32,08,615
Reserve for contingency	Tk.	40,03,35,013	35,96,79,309

### CLASSWISE BUSINESS PERFORMANCE FOR THE YEAR, 2021

Particulars	Total 2021 Taka	Total -2020 Taka
Gross Premium	72,46,76,100	50,15,56,103
<b>Less : Re-Ins. Premium</b>	25,49,31,211	16,85,71,718
<b>Net Premium (a)</b>	46,97,44,889	33,29,84,385
<b>Add : Comm. earned on Re-Ins. Ceded (b)</b>	4,65,69,808	3,23,93,850
<b>Less : Claim Less Re-Insurance (c)</b>	9,74,02,505	7,73,66,744
<b>Less : Agency Com. (d)</b>	3,99,44,573	6,59,65,998
<b>Less : Management Exp. (e)</b>	22,61,51,829	15,15,56,049
<b>Less : Reserve for unexpired claims (f)</b>	18,88,80,465	13,32,08,615
<b>Add : Reserve for unexpired claims (g)</b>	13,32,08,615	17,75,30,106
<b>Underwriting Profit/(Loss) (a+b-c-d-e-f+g)</b>	9,71,43,940	11,48,11,935

### PROFIT & LOSS ACCOUNT :

The Company earned a net profit before Tax of Tk. 12,54,12,581/- for the year, 2021, the account is as under :

Particulars	2021 Taka	2020 Taka
Income from Investment	2,96,82,498	2,11,91,110
<b>Add : Miscellaneous Income</b>	4,15,501	1,97,818
<b>Less : Loss of Disposal from Fixed Assets</b>	-	-
<b>Add : Profit from share trading</b>	49,39,796	50,36,558
<b>Add : Underwriting profit /loss</b>	9,71,43,940	11,48,11,935
<b>Total</b>	13,21,81,735	14,12,37,421
<b>Less : Management Expenses (Not applicable to any particular fund or account)</b>	67,69,154	1,17,46,360
<b>Profit before taxation</b>	12,54,12,581	12,94,91,061

### PROFIT & LOSS APPROPRIATION ACCOUNT

Current year's Net profit	12,54,12,581	12,94,91,061
<b>Add : Opening Balance</b>	7,37,93,785	5,63,07,703
<b>Total</b>	1,99,206,366	18,57,98,764
<b>Less : The Net Profit account has been appropriated as under :</b>		
Reserve for exceptional losses	4,69,74,489	3,32,98,438
Provision for Taxation	2,65,34,702	3,59,57,063
Stock Dividend Paid into Capital	600,62,168	4,00,41,445
Deferred Tax	(18,39,993)	27,08,033
Balance Carried to Balance Sheet	6,74,75,000	7,37,93,785
<b>Total</b>	1,99,206,366	18,57,98,734

### 05. Assets and Reserve :

During the year total assets of the Company is Tk. 114,52,51,989/- which was Tk. 101,86,20,527/- in the year-2020 that means assets increased Tk. 12,66,31,462/- in 2021 against 2020. Further more, the reserve of the Company has also increased. The reserve was Tk. 49,28,87,924/- in 2020. By increasing the reserve it stood at Tk. 58,92,15,478/- in 2021 i.e. the reserve has increased Tk. 9,63,27,554/- in 2021 against 2020.

**Details as under:**

Particulars	2021	2020	Increased/(Decreased)
Total Assets	114,52,51,989	101,86,20,527	12,66,31,462
Total Reserve	58,92,15,478	49,28,87,924	9,63,27,554

**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. 59,13,81,237/- in 2021 which was Tk. 54,66,44,969/- in 2020. The position of Investment at cost is as under :

Particulars	2021 Taka	2020 Taka	Increased/ (Decreased)
National Investment Bond	2,50,00,000	2,50,00,000	-
Fixed Deposit with various Banks	32,98,53,790	32,86,53,790	12,00,000
Balance in different STD & CD Accounts	1,45,97,925	3,09,91,012	(1,63,93,087)
Investment of Shares (at fair value)	2,01,55,597	2,76,51,242	(74,95,645)
Investment (subsidiary)	20,17,73,925	13,43,48,925	6,74,25,000
<b>Total</b>	<b>59,13,81,237</b>	<b>54,66,44,969</b>	<b>4,47,36,268</b>

**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 66.80%. The subsidiary Company has earned a net profit after Tax of Tk.1,42,18,209/- in 2021. A detail of the annual business operation of accounts of **“Sonar Bangla Capital Management Limited (Merchant Bank)”** has been shown along with this annual report.

You will be happy to know that meanwhile Sonar Bangla Insurance Ltd has obtained the “Trading Right Entitlement Certificate (TREC) ”from Dhaka Stock Exchange Ltd., as another Subsidiary Organization of which name is **“SBI Securities Ltd., ”** dated: on 1<sup>st</sup> September, 2021 as a Stock Broker and Stock Dealer in the Capital Market to maximize SBIL's wealth, We hope that the Company will start to operate its Business very soon.

**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 133<sup>rd</sup> meeting held on July 28, 2022 has recommended 15% Cash Dividend to its hon'ble shareholders for the year 2021 subject to approval in the 22<sup>nd</sup> Annual General meeting. We did not declare any Bonus share as interim Dividend in 2021.

**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) Al-haj Md. Ruhul Amin
- (ii) Mr. Ganga Charan Malaker
- (iii) Mr. Abul Kalam Azad (Nominated by Modern Washing And Dyeing Ind. Ltd.)
- (iv) Mrs. Farida Islam

Also as per Articles of Association of the Company, Mr. Sumit Kumar Barai, 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. Mr. Shahidul Islam Niru, Dr. Shariff Enamul Kabir and Mr. Delowar Hossain Raja were Independent Director's of the Company in 2021.

#### **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. Haq & Co., Chartered Accountants for appointment as Auditor at a fee of Tk. 80,000 for the year-2022 as per their consent of expression.

#### **14. Appointment of Compliance Auditor :**

The Board of Directors recommended M/s. Artisan, Chartered Accountants for appointment as Compliance Auditor at a fee of Tk. 20,000 for the year-2022 as per their consent of expression.

#### **15. Result of Credit Rating :**

Considering the overall business performance and development of the Company for the year 2021 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 Mr. Shahidul Islam Niru, Independent Director as Chairperson. The Committee consisted of 05 Members. 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. 67 signed by the Chairperson of the committee.

### **b) NOMINATION & REMUNERATION COMMITTEE (NRC) :**

Nomination & Remuneration Committee (NRC) has been constituted by D. Shariff Enamul Kabir, Independent Director. The Committee is consisted of 05 Members. 01 Meetings of the Nomination & Remuneration Committee (NRC) were held for the year 2021. 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 05 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 - 2022 :**

The danger situation of pandemic corona was also in 2021. This situation is developed at the end of the year. It is predicted that the situation of development will be continued at 2022 and hope the growth will come back as before. To overcome the apathy of pandemic, try to take the best efforts, so that the Insurance Industry is capable to regain its image. Sonar Bangla Insurance Ltd. also tries its best level to over-come this 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 activities 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, 2021, the Board of Directors held 04 meetings and the Directors attended on the Board Meeting in aggregate 82.35% of the total number of meetings. The attendant particulars have been shown at page no. 120.
- i) The pattern of shareholding as on December 31, 2021 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. 6,68,000/- for the year, 2021.

### **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:**

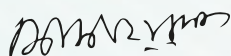
Dear Shareholders, we take this opportunity to express our deep gratitude and thanks to you, all our valued clients and well-wishers for the confidence you have placed in us. Without your encouragement, positive support and active co-operation it would not have been possible to achieve the present position.

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, ২০২১ইং তারিখে সমাপ্ত বছরে সোনার বাংলা ইন্স্যুরেন্স লিমিটেড এর পরিচালকমন্ডলীর প্রতিবেদন

বিসমিল্লাহির রাহমানির রাহিম,  
প্রিয় শেয়ারহোল্ডারবৃন্দ,  
আসসালামু আলাইকুম,

সোনার বাংলা ইন্স্যুরেন্স লিমিটেড এর ২২তম বার্ষিক সাধারণ সভায় পরিচালকমন্ডলীর 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 ২০২১ 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 আমরা সংকট কাটিয়ে উঠছি। আপনাদের কোম্পানি ২০২১ সালে প্রত্যাশার চেয়েও ভালো ফলাফল অর্জন করতে সক্ষম হয়েছে। এই সকল বিস্তারিত তথ্যসহ ৩১শে ডিসেম্বর, ২০২১ সমাপ্ত বছরে কোম্পানির পরিচালকমন্ডলীর প্রতিবেদন, নিরীক্ষিত হিসাব ও নিরীক্ষকের প্রতিবেদন আপনাদের বিবেচনা ও গ্রহণের জন্য পেশ করছি।

২০২১ সাল ছিল বাংলাদেশের জন্য বিশেষভাবে উল্লেখযোগ্য একটি বছর। এবছর আমরা যুগপৎ জাতির পিতা বঙ্গবন্ধু শেখ মুজিবুর রহমানের জন্মশতবার্ষিকী ও স্বাধীনতার সুবর্ণজয়ন্তী উদযাপন করেছি। আবার এই বছরেই দেশ করোনা ভাইরাস মহামারি-সৃষ্ট অর্থনৈতিক মন্দা থেকে উত্তরণে বিশ্বের সামনে উদাহরণ সৃষ্টি করেছে এবং বাংলাদেশ পূর্বেকার প্রবৃদ্ধির ধারায় ফিরে আসতে শুরু করেছে একইসাথে আপনাদের কোম্পানির ব্যবসায়িক প্রবৃদ্ধিও স্বাভাবিক ধারায় ফিরে আসছে। এই সাফল্যে আপনাদের অব্যাহত সহযোগিতার জন্য আপনাদেরকে কোম্পানির পক্ষ থেকে ধন্যবাদ ও অভিনন্দন। করোনা ভাইরাস বিশ্বকে দীর্ঘসময় বিপর্যস্ত করেছে এবং এখনও সেই সংকট দূর হয়ে যায়নি। এই সংকট থেকে উত্তরণের জন্য বিশ্বের ব্যবসা প্রতিষ্ঠানগুলো রক্ষণাত্মক ও দীর্ঘমেয়াদী পরিকল্পনা হাতে নিয়েছে। ফলে ব্যবসা প্রতিষ্ঠানগুলো ধীরে ধীরে শক্তিশালী হয়ে উঠছে। একইভাবে আপনাদের প্রতিষ্ঠানের কর্মকর্তা কর্মচারীদের নিরন্তর প্রচেষ্টা এবং আপনাদের সহযোগিতায় সোনার বাংলা ইন্স্যুরেন্স আর ২০২১ সালে সাফল্যের ধারায় ফিরতে শুরু করেছে। সাফল্যের এই ধারা আমাদেরকে ভবিষ্যতের যাত্রায় আরও আত্মবিশ্বাসী এবং নতুন সম্ভাবনার পথে এগিয়ে যাওয়ায় উৎসাহিত করবে।

### সূত্র :

পরিচালকমন্ডলীর 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

আমরা ইতোমধ্যেই মহামারি কোভিড-১৯ থেকে উদ্ধৃত বৈশ্বিক স্বাস্থ্য সংকটের দুই বছর পার করেছি। এই সময় করোনা মহামারি



মানুষের জীবনহানি ঘটিয়েছে, মানুষের দুর্ভোগ বাড়িয়েছে এবং মানুষের জীবন যাত্রার ব্যয় বৃদ্ধি করেছে। এই সংকট স্বাস্থ্য সংকটের চেয়েও অনেক কঠিন। করোনা মহামারির ভয়াবহতা কিছুটা হ্রাস পেলেও সংকট এখনো দূর হয়ে যায়নি। এটি একটি মানবিক, অর্থনৈতিক ও সামাজিক সংকট, যা বিশ্বব্যাপী সমাজের কেন্দ্রে আক্রমণ করেছে। মানবজাতির ইতিহাসে পূর্বে করোনা ভাইরাসের আর কোন উদাহরণ নেই। যাহোক, মানব সভ্যতা "চ্যালেঞ্জ অ্যান্ড রেসপন্স" তত্ত্বের ভিত্তিতে গড়ে উঠেছে, এই বিবেচনায় মহামারিটি মানুষের বুদ্ধিমত্তার জন্য দিয়েছে। এই অভূতপূর্ব সংকট এবং এর ফলাফল মানুষের সংকট মোকাবেলা করার সংকল্পকে আরো শক্তিশালী করেছে।

আন্তর্জাতিক মুদ্রা তহবিল (আইএমএফ) এর তথ্য অনুসারে, বিশ্বব্যাপী প্রবৃদ্ধি ২০২১ সালে ৫.৯ থেকে ২০২২ সালে ৪.৪ শতাংশে নেমে আসবে বলে অনুমান করা হচ্ছে। ক্রমাগত সরবরাহের ঘাটতি মার্কিন যুক্তরাষ্ট্রের জন্য ১.২ শতাংশ নিম্নগামী পয়েন্ট সংশোধন করেছে। চীনে, মহামারি-প্ররোচিত ব্যাঘাতের সাথে জিরো টলারেন্স COVID-19 নীতি সম্পর্কিত এবং প্রোপার্টি ডেভেলপারদের মধ্যে দীর্ঘস্থায়ী আর্থিক চাপ ০.৪ শতাংশ-পয়েন্ট ডাউনগ্রেডকে প্ররোচিত করেছে।

করোনা মহামারির কারণে সাপ্লাই চেইন বিঘ্নিত হওয়া এবং জ্বালানি শক্তির দাম বৃদ্ধি অব্যাহত থাকায় কারণে পূর্বের তুলনায় উচ্চতর মূল্যস্ফীতি দীর্ঘ সময়ের জন্য অব্যাহত থাকবে বলে অনুমান করা হচ্ছে। বৈশ্বিক প্রবৃদ্ধির ধারা ২০২৩ইং সালে ৩.৮ পারসেন্টে নেমে আসার আশংকা করা হচ্ছে।

কোভিড-১৯ এর নতুন ভ্যারিয়েন্টের আবির্ভাব মহামারিকে দীর্ঘায়িত করতে পারে এবং নতুন করে অর্থনৈতিক ব্যাঘাত ঘটাতে পারে। তদুপরি, সাপ্লাই চেইনে বিঘ্নতা, জ্বালানি মূল্যের অস্থিরতা এবং স্থানীয় মজুরির চাপের অর্থ হচ্ছে মুদ্রাস্ফীতি এবং নীতির পথগুলিকে ঘিরে অনিশ্চয়তা সৃষ্টি হওয়া। উন্নত অর্থনীতি নীতিগত হার বৃদ্ধি করে, আর্থিক স্থিতিশীলতার ঝুঁকি এবং উদীয়মান বাজার এবং উন্নয়নশীল অর্থনীতির মূলধন প্রবাহ, মুদ্রা এবং আর্থিক অবস্থান বিশেষ করে ঋণের মাত্রা গত দুই বছরে উল্লেখযোগ্যভাবে বৃদ্ধি পেয়েছে। ভূ-রাজনৈতিক উত্তেজনা বেশি থাকার কারণে অন্যান্য বৈশ্বিক ঝুঁকি দানা বাঁধতে পারে। এছাড়া, চলমান জলবায়ুর জরুরী অবস্থার অর্থ হল বড় প্রাকৃতিক দুর্যোগের সম্ভাবনা থেকে যাওয়া।

#### বাংলাদেশ অর্থনীতি :

কোভিড-১৯ পরিস্থিতি সত্ত্বেও বাংলাদেশের জিডিপি প্রবৃদ্ধির হার ৫.৪৭ শতাংশ অবস্থান করছে। জিডিপি প্রবৃদ্ধি ইতোপূর্বে ছিল ৮.১৫ শতাংশ। জিডিপি প্রবৃদ্ধির হার ২০২১ সালে কমলেও আগামি দিনগুলোতে তা আরো বৃদ্ধি পাবে বলে আশা করা হচ্ছে। পাশাপাশি মাথাপিছু আয় আরো বৃদ্ধি পাবে। বিবিএস এর তথ্য অনুযায়ী শিল্প খাতও গত বছর প্রবৃদ্ধি ধরে রাখতে সক্ষম হয়নি। ইতোপূর্বে এই খাতে প্রবৃদ্ধি ছিল ১০.২৯ শতাংশ। সেবা খাতে প্রবৃদ্ধি গত অর্থ বছরে ৫.৭৩ শতাংশ বৃদ্ধি পেয়েছে, এর পূর্বে এই খাতে প্রবৃদ্ধি ছিল ৩.৯৩ শতাংশ। কৃষিখাতে গত অর্থ বছরে ৩.১৭ শতাংশ হয়েছে, ইতোপূর্বে এই খাতে প্রবৃদ্ধি ছিল ৩.৪২ শতাংশ। বিবিএস এর তথ্যমতে গত অর্থবছরে বিনিয়োগ অনুপাত ছিল ৩১.০২ শতাংশ, যা ইতোপূর্বে ছিল ৩১.৩১ শতাংশ।

#### 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 ২০২১ সালে রপ্তানি আয় হ্রাস এবং আমদানি ব্যয় কমে যাওয়ায় বীমা শিল্প ক্ষতিগ্রস্ত হয়। তবে পুনরুদ্ধার কার্যক্রম 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 প্রিমিয়াম আয় বৃদ্ধি পায়। এছাড়া, বীমা শিল্পের উন্নয়ণে বীমা উন্নয়ণ ও নিয়ন্ত্রণ কর্তৃপক্ষ এবং বাংলাদেশ ইন্স্যুরেন্স এসোসিয়েশন এর সময় উপযোগী পদক্ষেপের কারণে করোনা মহামারির ভয়াবহতার মধ্যেও ২০২১ সালে বীমা শিল্প প্রবৃদ্ধির ধারা বজায় রাখতে সক্ষম হয়। অত্যন্ত আনন্দের বিষয় এই যে, গণপ্রজাতন্ত্রী বাংলাদেশ সরকার বীমা শিল্পের উন্নয়ণে যে প্রকল্প হাতে নিয়েছে, এর বাস্তবায়ন সম্পন্ন হলে বীমা শিল্পে এক নতুন সম্ভাবনার দ্বার উন্মোচন হবে। আশা করা হচ্ছে ২০২২ইং সালে বীমা শিল্প এর সুফল ভোগ করবে।

বৈশ্বিক বীমা শিল্পের জন্য ২০২১ সাল ছিল চলমান প্রতিবন্ধকতা এবং একইসাথে নতুন পন্থা আবিষ্কারের বছর। ২০২১ সালে বীমা শিল্পের যাত্রা শুরু হয়েছিলো নেতিবাচক অবস্থান থেকে। কিন্তু করোনা মহামারির ভয়াবহতা কিছুটা কমলে তা ইতিবাচক ধারায় ফিরে আসে এবং প্রবৃদ্ধিও বৃদ্ধি পায়। ২০২০ইং সালে বৈশ্বিক বীমা শিল্পে ২.২% প্রবৃদ্ধি অর্জিত হয়েছিলো। কিন্তু ২০২১ সালে প্রবৃদ্ধির ধারা উর্ধ্বগতির দিকে অগ্রসর হয়। করোনা মহামারির ফলে সৃষ্ট সংকটে যে পরিমাণ ক্ষতির আশংকা করা হয়েছিলো, তুলনামূলকভাবে ক্ষতির

পরিমাণ তার চেয়ে অনেক কম।

#### ৪। কার্যকরী ফলাফল :

সম্মানিত শেয়ারহোল্ডারবৃন্দের অবগতির জন্য কোম্পানির ২০২১ইং সালের কার্যকরী ফলাফলের সংক্ষিপ্ত বিবরণী তুলে ধরছি।

বিবরণী	২০২১	২০২০
গ্রস প্রিমিয়াম	টাকা : ৭২,৪৬,৭৬,১০০	৫০,১৫,৫৬,১০৩
পুনঃবীমাকৃত প্রিমিয়াম	টাকা : ২৫,৪৯,৩১,২১১	১৬,৮৫,৭১,৭১৮
নীট প্রিমিয়াম বাদ পুনঃবীমা	টাকা : ৪৬,৯৭,৪৪,৮৮৯	৩৩,২৯,৮৪,৩৮৫
বিনিয়োগ হতে আয়	টাকা : ৩,৪৬,২২,২৯৪	২,৬২,২৭,৬৬৮
করপূর্ব নীট মুনাফা	টাকা : ১২,৫৪,১২,৫৮১	১২,৪৯,৯১,০৬১
অপ্রত্যাশিত ঝুঁকির উপর সঞ্চিতি	টাকা : ১৮,৮৮,৮০,৪৬৫	১৩,৩২,০৮,৬১৫
সম্ভাব্য দায় সঞ্চিতি/রিজার্ভ	টাকা : ৪০,০৩,৩৫,০১৩	৩৫,৯৬,৭৯,৩০৯

#### ২০২১ সালের শ্রেণী ভিত্তিক ব্যবসায়িক বিবরণী :

বিবরণ	মোট ২০২১ টাকা	মোট-২০২০ টাকা
গ্রস প্রিমিয়াম আয়	৭২,৪৬,৭৬,১০০	৫০,১৫,৫৬,১০৩
বাদ : পুনঃবীমা বাবদ প্রদান	২৫,৪৯,৩১,২১১	১৬,৮৫,৭১,৭১৮
নীট প্রিমিয়াম আয় (এ)	৪৬,৯৭,৪৪,৮৮৯	৩৩,২৯,৮৪,৩৮৫
যোগ : পুনঃবীমার উপর কমিশন (বি)	৪,৬৫,৬৯,৮০৮	৩,২৩,৯৩,৮৫০
বাদ : পুনঃবীমা বাদ দাবী পরিশোধ (সি)	৯,৭৪,০২,৫০৫	৭,৭৩,৬৬,৭৪৪
বাদ : প্রত্যক্ষ প্রিমিয়ামের উপর কমিশন (ডি)	৩,৯৯,৪৪,৫৭৩	৬,৫৯,৬৫,৯৯৮
বাদ : ব্যবস্থাপনা ব্যয় (ই)	২২,৬১,৫১,৮২৯	১৫,১৫,৫৬,০৪৯
বাদ : অপ্রত্যাশিত বীমা দাবীর জন্য স্থিতি (এফ)	১৮,৮৮,৮০,৪৬৫	১৩,৩২,০৮,৬১৫
যোগ : অপ্রত্যাশিত বীমাদাবীর জন্য স্থিতি (জি)	১৩,৩২,০৮,৬১৫	১৭,৭৫,৩০,১০৬
অবলিখন লাভ/(ক্ষতি) (এ+বি-সি-ডি-ই-এফ+জি)	৯,৭১,৪৩,৯৪০	১১,৪৮,১১,৯৩৫

### লাভ-ক্ষতি হিসাব :

ডিসেম্বর ২০২১ ইং সমাপ্ত অর্থ বছরে কোম্পানি ১২,৫৪,১২,৫৮১/- টাকা করপূর্ব নীট মুনাফা অর্জন করে, যার হিসাব নিম্নরূপ :

	২০২১	২০২০
বিনিয়োগ খাত হতে আয়	২,৯৬,৮২,৪৯৮	২,১১,৯১,১১০
যোগ : বিবিধ আয়	৪,১৫,৫০১	১,৯৭,৮১৮
বাদ : স্থায়ী সম্পদ বিক্রিজনিত ক্ষতি	-	-
যোগ শেয়ার ব্যবসা হতে আয়	৪৯,৩৯,৭৯৬	৫০,৩৬,৫৫৮
যোগ : অবলিখন/লাভ(ক্ষতি)	৯,৭১,৪৩,৯৪০	১১,৪৮,১১,৯৩৫
<b>মোট</b>	<b>১৩,২১,৮১,৭৩৫</b>	<b>১৪,১২,৩৭,৪২১</b>
বাদ : ব্যবস্থাপনা ব্যয় (বীমা ব্যবসা সংক্রান্ত কোন রাজস্ব হিসাবের সহিত সংশ্লিষ্ট নয়)	৬৭,৬৯,১৫৪	১,১৭,৪৬,৩৬০
করপূর্ব নীট মুনাফা	১২,৫৪,১২,৫৮১	১২,৯৪,৯১,০৬১
লাভ/(ক্ষতি) আবন্টন হিসাব		
বর্তমান বছরের করপূর্ব নীট মুনাফা	১২,৫৪,১২,৫৮১	১২,৯৪,৯১,০৬১
যোগ : প্রারম্ভিক জের	৭,৩৭,৯৩,৭৮৫	৫,৬৩,০৭,৭০৩
<b>মোট</b>	<b>১,৯৯,২০৬,৩৬৬</b>	<b>১৮,৫৭,৯৮,৭৬৪</b>
বাদ : আবন্টনকৃত নীট মুনাফার বন্টনকৃত হিসাব, যা নিম্নরূপ :		
অপ্রত্যাশিত ক্ষতির সঞ্চিতি	৪,৬৯,৭৪,৪৮৯	৩,৩২,৯৮,৪৩৮
কর সঞ্চিতি	২,৬৫,৩৪,৭০২	৩,৫৯,৫৭,০৬৩
লভ্যাংশ পরিশোধ	৬০০,৬২,১৬৮	৪,০০,৪১,৪৪৫
ডেফার্ড ট্যাক্স	(১৮,৩৯,৯৯৩)	২৭,০৮,০৩৩
সমাপনী জের-যা স্থিতিপত্রে স্থানান্তরিত হল	৬,৭৪,৭৫,০০০	৭,৩৭,৯৩,৭৮৫
<b>মোট</b>	<b>১,৯৯,২০৬,৩৬৬</b>	<b>১৮,৫৭,৯৮,৭৬৪</b>

### ৫। সম্পত্তি ও রিজার্ভ :

২০২১ইং সালে কোম্পানির মোট সম্পদের পরিমাণ ১১৪,৫২,৫১,৯৮৯/- টাকা, যা ২০১৯ইং সালে ছিল ১০১,৮৬,২০,৫২৭/- টাকা। অর্থাৎ ২০২০ইং সালের তুলনায় ২০২১ইং সালে সম্পদ বৃদ্ধি পেয়েছে ১২,৬৬,৩১,৪৬২/- টাকা। এছাড়া, কোম্পানির রিজার্ভও বৃদ্ধি পেয়েছে। ২০২০ইং সালে কোম্পানীর মোট রিজার্ভ ৪৯,২৮,৮৭,৯২৪/- টাকা। ২০২১ইং সালে তা বৃদ্ধি পেয়ে হয়েছে ৫৮,৯২,১৫,৪৭৮/- টাকা। অর্থাৎ ২০২০ইং সালের তুলনায় ২০২১ইং সালে মোট রিজার্ভ বৃদ্ধি পেয়েছে ৯,৬৩,২৭,৫৫৪/- টাকা।

### কোম্পানির বর্তমান সম্পদ ও রিজার্ভের বিবরণ নিম্নে দেয়া হলো :

বিবরণ	২০২১	২০২০	বৃদ্ধি/(হ্রাস)
মোট সম্পদ	১১৪,৫২,৫১,৯৮৯	১০১,৮৬,২০,৫২৭	১২,৬৬,৩১,৪৬২
মোট রিজার্ভ	৫৮,৯২,১৫,৪৭৮	৪৯,২৮,৮৭,৯২৪	৯,৬৩,২৭,৫৫৪

### ৬। বিনিয়োগ :

বিধিবদ্ধ জমা ২,৫০,০০,০০০/- টাকাসহ বিভিন্ন মেয়াদী স্থায়ী আমানত (এফডিআর), শেয়ারে বিনিয়োগ ও কোম্পানির এসটিডি ও সিডি ব্যাংক হিসাবে জমাসহ ২০২১ইং সালে কোম্পানির মোট বিনিয়োগ ৫৯,১৩,৮১,২৩৭/- টাকা, যা ২০২০ইং সালে ছিল ৫৪,৬৬,৪৪,৯৬৯ টাকা। একনজরে ২০২১ইং সালের বিনিয়োগ নিম্নরূপ :

বিবরণ	২০২১	২০২০	বৃদ্ধি/(হ্রাস)
জাতীয় বিনিয়োগ বন্ডে বিনিয়োগ	২,৫০,০০,০০০	২,৫০,০০,০০০	-
স্থায়ী আমানত হিসাবে জমা	৩২,৯৮,৫৩,৭৯০	৩২,৮৬,৫৩,৭৯০	১২,০০,০০০
এসটিডি ও সিডি ব্যাংক হিসাবে জমা	১,৪৫,৯৭,৯২৫	৩,০৯,৯১,০১২	(১,৬৩,৯৩,০৮৭)
শেয়ারে বিনিয়োগ (বাজার মূল্য)	২,০১,৫৫,৫৯৭	২,৭৬,৫১,২৪২	(৭৪,৯৫,৬৪৫)
সাবসিডিয়ারী প্রতিষ্ঠানে বিনিয়োগ	২০,১৭,৭৩,৯২৫	১৩,৪৩,৪৮,৯২৫	৬,৭৪,২৫,০০০
মোট	৫৯,১৩,৮১,২৩৭	৫৪,৬৬,৪৪,৯৬৯	৪,৪৭,৩৬,২৬৮

বিঃ দ্রঃ- 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 ৬৬.৮০% শেয়ার সোনার বাংলা ইস্যুরেন্স লিঃ ধারণ করছে। ২০২১ইং অর্থ বছরে সোনার বাংলা ক্যাপিটাল ম্যানেজমেন্ট লিমিটেড ১,৪২,১৮,২০৯/- টাকা কর পরবর্তী নীট মুনাফা অর্জন করে। সোনার বাংলা ক্যাপিটাল ম্যানেজমেন্ট লিমিটেড এর বার্ষিক ব্যবসায়িক হিসাব বিবরণী অত্র বার্ষিক প্রতিবেদনের শেষাংশে প্রদর্শিত হয়েছে।

আপনারা জেনে আনন্দিত হবেন যে, সোনার বাংলা ইস্যুরেন্স লিঃ ইতোমধ্যে গত ১লা সেপ্টেম্বর, ২০২১ইং তারিখে ঢাকা স্টক এক্সচেঞ্জ লিঃ হতে স্টক ব্রোকার ও স্টক ডিলার হিসাবে কাজ করার জন্য ট্রেডিং রাইট এনটাইটেলমেন্ট সার্টিফিকেট প্রাপ্ত হয়ে এসবিআই সিকিউরিটিজ লিঃ নামে এর অন্য আরোও একটি সহযোগী প্রতিষ্ঠান গঠন করে। যাতে করে সোনার বাংলা ইস্যুরেন্স লিঃ এর সম্পদের পরিমাণ আরো বৃদ্ধি পায়। আমরা আশা করছি, অতি শীঘ্রই এই প্রতিষ্ঠান এর ব্যবসায়িক কার্যক্রম শুরু করবে।

### ০৮। লভ্যাংশ :

প্রিয় শেয়ারহোল্ডারবৃন্দ,

সোনার বাংলা ইস্যুরেন্স লিমিটেড সবসময়ই একটি সুনির্দিষ্ট নীতিমালা অনুসরণ করে লভ্যাংশ প্রদান করে আসছে। গত ২৮-০৭-২০২২ইং তারিখে অনুষ্ঠিত পরিচালনা পর্ষদের ১৩৩তম সভায় ২০২১ইং সালে কোম্পানির সম্মানিত শেয়ারহোল্ডারবৃন্দের জন্য ১৫% নগদ লভ্যাংশ প্রদানের সুপারিশ করেছেন, যা ২২তম বার্ষিক সাধারণ সভায় অনুমোদনের অপেক্ষায় আছে। আমরা আরও জানাচ্ছি যে, ২০২১ইং 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 আত্ম প্রকাশ করেছেন।

- আল-হাজ্ব মোঃ রুহুল আমীন
- মি. গঙ্গা চরণ মালাকার
- মি. আবুল কালাম আজাদ (মডার্ন ওয়াশিং এন্ড ডাইং ইন্ডাস্ট্রিজ লিঃ কর্তৃক মনোনীত)
- মিসেস ফরিদা ইসলাম

একইভাবে, কোম্পানির সংঘবিধির শর্তানুযায়ী 'গ্রুপ-বি' পরিচালক অর্থাৎ শেয়ারহোল্ডার পরিচালকদের মধ্যে মি. সুমিত কুমার বাউড়ে ২২তম বার্ষিক সাধারণ সভায় অবসর গ্রহণ করেন। বিধি মোতাবেক অবসর গ্রহণকারী পরিচালকের শূন্য পদে ২২তম বার্ষিক সাধারণ সভায় পরিচালক নির্বাচিত হবেন। উক্ত নির্বাচনের বিজ্ঞপ্তি যথাসময়ে দুইটি জাতীয় দৈনিক পত্রিকা সমকাল ও নিউ এজ এ প্রকাশ করা হয়েছে।

### ১০। ইনডিপেন্ডেন্ট পরিচালক :

আপনাদের কোম্পানি বরাবরই বোর্ড সাইজের অনুপাতে সমসংখ্যক ইনডিপেন্ডেন্ট পরিচালক নিয়োগ দিয়ে BSEC এর নির্দেশনা পরিপালন করে আসছে। ৩১ ডিসেম্বর, ২০২১ইং তারিখে কোম্পানির ইনডিপেন্ডেন্ট পরিচালক ছিলেন জনাব শহীদুল ইসলাম নিরু, ড. শরীফ এনামুল কবির 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 এক্সিলেন্স 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 ২০২২ইং সালের জন্য ৮০,০০০/- টাকা পারিশ্রমিকে মেসার্স এ. হক. এন্ড কোম্পানি, চার্টার্ড একাউন্ট্যান্টস্কে নিরীক্ষক হিসাবে নিয়োগের সুপারিশ করেন।

### ১৪। কমপ্লায়েন্স নিরীক্ষক নিয়োগ :

পরিচালনা পর্যদ ২০২২ইং সালের জন্য ২০,০০০/- টাকা পারিশ্রমিকে মেসার্স আর্টিসান, 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 ২০২১ইং 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 ক্রেইমস কমিটির কার্যক্রম অব্যাহত আছে। অডিট ও নমিনেশন এন্ড রেমুনারেশন (এনআরসি) কমিটি সম্পর্কে নিম্নে উপস্থাপন করা হলো।

#### (ক) অডিট কমিটি :

কোম্পানির সম্মানিত ইনডিপেনডেন্ট পরিচালক জনাব শহিদুল ইসলাম নিরপেক্ষ চেয়ারপার্সন করে অডিট কমিটি গঠন করা হয়েছে।

কমিটির সদস্য সংখ্যা ০৫ 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 ৬৭ নং পৃষ্ঠায় উপস্থাপন করা হয়েছে।

#### **(খ) নমিনেশন এন্ড রেমুনারেশন কমিটি (এনআরসি) :**

কোম্পানির সম্মানিত ইনডিপেন্ডেন্ট পরিচালক ড. শরীফ এনামুল কবিরকে চেয়ারপার্সন করে নমিনেশন এন্ড রেমুনারেশন (এনআরসি) কমিটি গঠন করা হয়েছে। নমিনেশন এন্ড রেমুনারেশন (এনআরসি) কমিটির সদস্য সংখ্যা ০৫ জন। 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) ক্রেইমস কমিটি :**

কোম্পানির সম্মানিত পরিচালক জনাব মোঃ হারুন কামালকে চেয়ারপার্সন করে ক্রেইমস কমিটি গঠন করা হয়েছে। কমিটির সদস্য সংখ্যা ০৫ জন। ক্রেইমস 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 ক্রেইমস কমিটির সুপারিশ পর্যদ সভায় উপস্থাপন করা হয়ে থাকে।

#### **১৮। পূর্বাভাস-২০২২ :**

করোনা মহামারির ভয়াবহতা ২০২১ইং সালেও চলমান ছিল। বছরের শেষ দিকে পরিস্থিতির উন্নতি ঘটতে থাকে। আশা করা যাচ্ছে ২০২২ইং সালে উন্নতির ধারাবাহিকতা অব্যাহত থাকবে এবং প্রবৃদ্ধি ২০২১ইং সালের পূর্ববর্তী অবস্থায় ফিরে যাবে। করোনা মহামারির মন্দা কাটিয়ে পুনরুদ্ধারের যে চেষ্টা চলছে এই চেষ্টা অব্যাহত থাকলে বিরূপ পরিস্থিতি কাটিয়ে ২০২২ইং 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। ২০২১ইং 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 উদ্ভুদ্ধ 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 সন্তুষ্টি 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 প্রকল্প হাতে নিয়েছে। এই প্রকল্প সম্পন্নরূপে 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 সূশৃংখলা 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 গুরু 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, ২০২১ইং সমাপ্ত বছরে পরিচালনা পর্ষদের মোট ০৪টি সভা অনুষ্ঠিত হয়েছে এবং মোট সভায় পরিচালকমণ্ডলীর অংশগ্রহণের হার ছিল শতকরা ৮২.৩৫ ভাগ। পরিচালকদের অংশগ্রহণের চিত্র পৃষ্ঠা নং- ১২০ এ উপস্থাপন করা হয়েছে।
- (ঝ) ৩১শে ডিসেম্বর, ২০২১ইং 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 ইন্স্যুরেন্স লিমিটেড কর্পোরেট গভর্ন্যান্স কোড পরিপালনের চিত্র পরিচালকমন্ডলীর প্রতিবেদন এবং বার্ষিক প্রতিবেদনে সুস্পষ্ট।

### ২৬। রিলেটেড পার্টি লেনদেন :

সোনার বাংলা ইন্স্যুরেন্স 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 ৮,০০০/- টাকা। এই হিসাবে ২০২১ইং সালে মিটিং ফি বাবদ কোম্পানির পরিচালকদের মোট ৬,৬৮,০০০/- টাকা সম্মানী প্রদান করা হয়েছে।

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

সোনার বাংলা ইন্স্যুরেন্স 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 ইন্স্যুরেন্স 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।

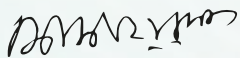
পরিচালনা পর্ষদ, কোম্পানিকে সকল ধরনের সমর্থন ও সহযোগিতা প্রদানের জন্য গণপ্রজাতন্ত্রী বাংলাদেশ সরকারের অর্থ মন্ত্রণালয়, বাণিজ্য মন্ত্রণালয়, বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ, বাংলাদেশ সিকিউরিটিজ এ্যান্ড এক্সচেঞ্জ কমিশন, রেজিস্ট্রার অব জয়েন্ট স্টক কোম্পানীজ এন্ড ফার্মস, সাধারণ বীমা কর্পোরেশন, বাংলাদেশ ব্যাংকসহ সকল বাণিজ্যিক ব্যাংক ও আর্থিক সংস্থা, ঢাকা স্টক এক্সচেঞ্জ, চট্টগ্রাম স্টক এক্সচেঞ্জ, বাংলাদেশ ইন্স্যুরেন্স 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

SI 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 (Died on 30.03.2021)	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 %
<b>Public Shareholding Directors:</b>			
01	Mr. Md.Belal Hossain	851160	2.12 %
02	Mrs. Fahmida Waliullah	815905	2.03 %
03	Mr. Sumit Kumar Barai	802946	2.005 %
<b>Independent Directors</b>			
01	Mr. Delowar Hossain Raja	Nil	--
02	Dr. Shariff Enamul kabir	Nil	--
03	Mr. Shahidul Islam Niru	Nil	--
<b>CEO, CFO, CS, Head of Internal Audit &amp; Their spouses, Executives</b>			
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				
	2021	2020	2019	2018	2017
Paid up Capital	4004	4004	4004	3777	3434
Gross Premium Income	7246	5015	5682	4480	4053
Net Premium Income	4697	3329	4440	3376	2987
Net Claim	974	773	780	702	862
Net Profit (Pre-Tax)	1254	1294	1179	951	810
Reserve (Total)	5891	4928	4864	4132	3613
Assets (Total)	1145	1018	10,087	9074	8002

July 28,2022

### 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				
	2021	2020	2019	2018	2017
Paid up Capital	4004	4004	4004	3777	3434
Gross Premium Income	7246	5015	5680	4480	4053
Net premium Income	4697	3329	4440	3376	2988
Net Claim	974	773	780	702	862
Net Profit (Pre-Tax)	1254	1294	1180	952	811
Dividend	Cash	15%	15%	10%	6%
	Stock		-	-	6%
FDR Position with statutory deposit	3548	3537	2931	2861	2745
Reserve (Total)	5891	4928	4864	4133	3613
Assets (Total)	1145	1018	10,087	9074	8002

Amount shown in taka considering the present number of shares:

Earning per Share (EPS)	2.08	1.94	1.71	1.65	1.30
Net Operating Cash Flow (NOCFS)	3.16	3.90	1.78	0.58	0.44
Net Asset Value (NAV)	20.00	18.98	17.71	17.36	15.47

## ECONOMIC AND FINANCIAL SCENARIO

### Global Economy

We have already passed through a period of 2 years of global health crisis arising from COVID-19 pandemic - one that has been causing loss of human lives, spreading human suffering and upending people's lives. But this is much more than a health crisis. It is a human, economic and social crisis, attacking societies at their core – worldwide and has no parallel in the history of mankind. However, considering that human civilization developed on the theory of “challenge and Response”, the pandemic has given rise to human ingenuity and strengthened resolve to deal with this unprecedented crisis and fallouts thereof.

According to International Monetary Fund (IMF), Global growth is expected to moderate from 5.9 in 2021 to 4.4 percent in 2022. Continued supply shortages produced a downward 1.2 percentage-points revision for the United States. In China, pandemic-induced disruptions related to the zero-tolerance COVID-19 policy and protracted financial stress among property developers have induced a 0.8 percentage-point downgrade. Global growth is expected to slow to 3.8 percent in 2023.

Elevated inflation is expected to persist for longer than envisioned earlier, with ongoing supply chain disruptions and high energy prices continuing in 2022.

Risks to the global baseline are rising. The emergence of new COVID-19 variants could prolong the pandemic and induce renewed economic disruptions. Moreover, supply chain disruptions, energy price volatility, and localized wage pressures mean uncertainty around inflation and policy paths is high. As advanced economies lift policy rates, risks to financial stability and emerging market and developing economies' capital flows, currencies, and fiscal positions especially with debt levels have increased significantly in the past two years-may emerge. Other global risks may crystallize as geopolitical tensions remain high, and the ongoing climate emergency means that the probability of major natural disasters remains elevated.



## Bangladesh :

### Economic overview :

Though the down-turn growth rate in 2021, as predicted by IMF, Bangladesh is able to achieve positive growth in 2021 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 separate 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.

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



**(Md. Shahadat Hossain)**

Chief Executive Officer (CC)



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 31<sup>ST</sup> December 2021. 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- 05 September, 2022



Sd/  
**Monika Nashat Matin, ACA**  
A. Matin & Co.  
Chartered Accountants

## Annexure-C

## Corporate Governance Compliance Report

Certificate as per condition no.1 (5)(xxvii)

Status of Compliance with the Corporate Governance Code (CGC) as on December 31,2021.

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	✓	-	3 Independent Director
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	✓	-	-
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	
<b>1(3)</b>	<b>Qualification of Independent Director-</b>			
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
<b>1(4)</b>	<b>Duality of Chairperson of the Board and Managing Director or Chief Executive Officer-</b>			
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	✓		
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	✓	-	Refer to page No. 38 of this Report
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	✓	Information regarding the Directors are disclosed in brief profile of the Directors on page no.15-18	
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	✓	Refer to Management Discussion and Analysis on Company's position and operations on page no.44-46	
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	✓	-	Refer to the Declaration by the CEO & CFO on page no. 68
1(5)(xxvii)	Certificate regarding Compliance condition no. 9 disclosed as per Annexure- B and Annexure - C	✓	-	Refer to the Corporate governance report on page no. 148 and 48-58
<b>1(6)</b>	<b>Meetings of the Board</b>			
	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	✓	-	-
<b>1(7)</b>	<b>Code of Conduct for the Chairperson, other Board members and Chief Executive Officer/ Managing Director</b>			
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	✓	-	-
<b>2</b>	<b>Governance of the Board of Directors of Subsidiary Company-</b>			
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	✓	-	-
<b>3</b>	<b>Managing Director/Chief Executive Officer (CEO), Chief Financial Officer (CFO), Company Secretary (CS) and Head of Internal Audit &amp; Compliance (HoIAC)-</b>			
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)	<b>Requirement to attend Board of Directors' Meetings-</b>			
	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)	<b>Duties of Chief Executive Officer (CEO)/ Managing Director (MD) and Chief Financial Officer (CFO)-</b>			
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			
	<b>For ensuring good governance in the company, the Board shall have at least following sub-committees:</b>			
	(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)	<b>The Audit Committee shall be composed at least 3 members</b>	✓	-	-
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)	<b>The Company Secretary shall act as the Secretary of the Committee</b>	✓	-	-
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)	<b>Reporting of the Audit Committee-</b>			
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	✓	-	Refer to report of the Audit committee on page no. 67
6	<b>Nomination and Remuneration Committee (NRC)-</b>			
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 17 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 2021 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 polices:

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. Envolve 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.



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, 2021

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 2021 mentioned below shows how the value is created and distributed among different stakeholders of the company.

Particulars	2021 Taka	2020 Taka
Premium Income	72,46,76,100	50,15,56,103
Commission on Re-Insurance Ceded	4,65,59,808	3,23,93,850
Investment & Others Income	3,50,37,795	2,64,25,486
Balance of Fund	18,88,80,465	13,32,08,615
<b>Total Value Added</b>	<b>99,51,54,168</b>	<b>69,35,84,054</b>
<b><u>Distribution of the Value Added</u></b>		
Re-insurance	25,49,31,211	16,85,71,718
Management Expenses	22,61,51,829	15,15,56,049
Agency Commission	3,99,44,573	6,59,64,998
Net Claims Incurred	9,74,02,505	7,73,66,744
Tax	2,65,34,702	3,56,57,063
Dividend	6,00,62,168	6,00,62,168
Reserve & Surplus	4,06,55,704	5,07,84,520
<b>Total Distribution</b>	<b>74,56,82,692</b>	<b>60,99,63,260</b>

## 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.

<b>For the year ended 31<sup>st</sup> December</b>	<b>2021 Taka</b>	<b>2020 Taka</b>
Shareholders' equity at the year ended	80,07,49,462	76,00,93,760
Accumulated provision for doubtful losses	-	-
Average Shareholders' equity	80,07,49,462	76,00,93,760
Cost of equity (%)	% বসবে	7%
Economic Value Added	4,95,36,750	4,56,05,626
Net profit after tax	9,88,77,879	9,35,33,998
Less : Cost of equity	4,93,41,129	4,79,28,372

"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, 2021

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 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, 2021, the total share market value of Sonar Bangla Insurance Ltd. stood at Taka 296.70 crore whereas the book value of the Shareholder's Equity stood Taka 40.40 crore. The calculation of Market Value Added of Taka 256.66 crore. The Calculation Market Value is given below:

<b>Particulars</b>	<b>Number of Shares</b>	<b>Value per Share (Taka)</b>	<b>Total Value (Taka)</b>
Market Value	4,00,41,445	74.10	296,70,71,075
Book Value	4,00,41,445	10.00	40,04,14,450
Market Value Added			256,66,56,625



## ACCOUNTING RATIOS PERTAINING TO INSURANCE SECTOR

Particulars	2021	2020
Reinsurance Premium Ceded as % of Gross Premium	35.17	33.61
Commission Paid % of Gross Premium	5.52	13.14
Net R/I Commission Earned as % of Gross Premium	9.42	6.46
Net R/I Commission Earned as % of Net Premium	9.90	9.73
Management Expenses (Revenue A/C) as % of Gross Premium	31.20	30.20
Management Expenses (Revenue A/C) as % of Net Premium	48.13	45.49
Net Claims Incurred as % of Gross Premium	13.44	15.41
Net Claims Incurred as % of Net Premium	20.73	23.24
Underwriting Result as % of Gross Premium	13.40	22.89
Underwriting Result as % of Net Premium	20.67	34.47

## 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, 02223390402 (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, 02223390402 (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 05 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.

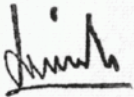
During the year 2021, 04 meetings of the Audit Committee were held.

### 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 2021 audited by the external auditors and recommended to place the same the Board for consideration.



**(Shahidul Islam Niru)**  
Chairperson  
Audit Committee



## Sonar Bangla Insurance Limited

Declaration by CEO and CFO

July 28, 2022

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, 2021

Dear Sirs,

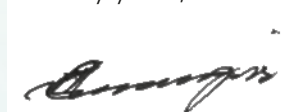
Pursuant to the condition No. 1(5)(xxvi) imposed vide the Commission's Notification No. BAEC/CMRRCD/2006-158/Admin/80 dated June 03, 2018 under section 2CC of the Securities and Exchange Ordinance, 1969, we do here by declare that:

- (1) The Financial Statements of Sonar Bangla Insurance Limited for the year ended on December 31, 2020 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, 2021 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. Shahadat Hossain)  
Chief Executive Officer (CC)



**G. KIBRIA & CO.**  
Chartered Accountants



## Independent Auditor's Report

To the Shareholders of SONAR BANGLA INSURANCE LIMITED

Report on the Audit of the Financial Statements

### Qualified Opinion

We have audited the consolidated financial statements of Sonar Bangla Insurance Limited and its subsidiary (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 2021, the consolidated and separate Statement of profit or loss and other Comprehensive Income, the consolidated and separate Profit or Loss Appropriation, Consolidated & Specific Class of Business Revenue Accounts, the consolidated and separate Statement of Changes in Equity and the consolidated and separate Statement of Cash Flows for the year then ended, and notes to the consolidated and separate financial statements, including a summary of significant accounting policies.

In our opinion, except for the matter described in the Basis for Qualified Opinion section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the company as at 31 December 2021, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

### Basis for Qualified Opinion

1. The company did not set aside, due part of its profit, for the year in relation to Workers Profit Participation Fund (WPPF) and welfare fund as required under the Bangladesh Labor Act 2006.

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 Group and 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 consolidated 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 qualified opinion.

### Emphasis of Matter

1. We draw attention to Note 11 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.

### Other Matter

1. The financial statements of SBI Securities Limited and Sonar Bangla Capital Management Limited, the subsidiaries of Sonar Bangla Insurance Limited, have been audited by Malek Siddiqui Wali, Chartered Accountants and by us respectively, who have expressed unmodified opinions on that financial statements on 31 December, 2021.

### 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
<b>PREMIUM INCOME</b>	
<p>Premium income is the most significant item in the statement of profit and loss &amp; profit and loss appropriation account. The Company has reported gross premium of Taka 724,676,100 for the ended 31 December 2021 (Taka 501, 556, 103 for the ended 31 December 2020).</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 Sonar Bangla Insurance 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"> <li>▶ Carried out analytical procedures and recalculated premium for the period.</li> <li>▶ Carried out cut-off testing to ensure unearned premium income has not been included in the premium income reported in the year.</li> <li>▶ 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.</li> <li>▶ 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.</li> <li>▶ 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.</li> <li>▶ Applying judgment, assessed whether there is any impairment of the re-insurer.</li> <li>▶ 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.</li> </ul>
<b>Details of Premium Income have been included in Note 19.00 to the financial statements.</b>	

Key Audit Matter	How our audit addressed the key audit matters
<b>ESTIMATED LIABILITY IN RESPECT OF OUTSTANDING CLAIMS WHETHER DUE OR INTIMATED AND CLAIM PAYMENT</b>	
<p>This amount represents the claim due or intimated from the insured and involves significant judgment and risk of understatement. As at December 31, 2021, the reported balance under the head of estimated liability in respect of outstanding claims whether due or intimated was Taka 22,940,667 and Claims paid in the year ended December 31, 2021 was Taka 92,412,792 (outstanding claims as at December 31, 2020 was Taka 17,950,954 and Claims paid in the year ended December 31, 2020 was Taka 76,577,949).</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"> <li>▶ 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.</li> <li>▶ Obtained samples of claimed policies and cross checked with claim.</li> <li>▶ For samples selected, obtained copies of survey reports and cross checked with respective ledgers.</li> <li>▶ Reviewed the claim committee meeting minutes about decision about impending claims</li> <li>▶ Tested sample of claim payments with intimation letter, survey report, bank statement, claim payment register and general ledger.</li> <li>▶ 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.</li> </ul>
<b>Details of Estimated Liability have been included in Note 8.00 to the financial statements.</b>	

Key Audit Matter	How our audit addressed the key audit matters
<b>Investment in subsidiary- consolidated and stand alone</b>	
<p>The Company has recognized an asset worth BDT 154,973,925 in subsidiary Sonar Bangla Capital Management Limited and BDT 46,800,000 in subsidiary SBI Securities Limited as at 31 December 2021.</p> <p>Those investment represents 66.80% and 52.00% ownership respectively in the subsidiaries as at 31 December 2021. There are intercompany transactions taking place between the two entities.</p> <p>Considering these factors, the overall risk profile of this item was considered high and was considered as a key audit matter.</p>	<p>The procedures that were performed in order to mitigate this risk are listed below:</p> <ul style="list-style-type: none"> <li>▶ We performed discussions with management to understand their procedures and processes to prepare consolidated financial statements.</li> <li>▶ We reviewed supporting documentation to ensure the subsidiary met the criteria for consolidation and management has applied the appropriate accounting standards.</li> <li>▶ We provided our group audit instructions to the component auditor at the start of our audit. We obtained audit evidence, reporting package and performed review of their work as part of our group audit procedures.</li> <li>▶ We reviewed the consolidation procedures performed by Management. We reviewed management’s elimination of intercompany balances to ensure accuracy and appropriateness. We also reviewed the stand-alone financial numbers used to prepare the consolidated statements to ensure clerical accuracy of consolidated financial statements.</li> <li>▶ We reviewed Management’s calculation of Non-Controlling Interest for all financial years presented on the statement of financial position and ensured there were no clerical errors and IFRS 10 was applied appropriately.</li> <li>▶ We reviewed management disclosures and notes to the financial statements to ensure they were accurate and adequate in regards to the requirements of IFRS 10 and IAS 8.</li> </ul>
<p><b>Management has presented separate consolidated financial statements as well audited financial statements. Additional details have been included in Note 13 to the financial statements.</b></p>	

## Other Information

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

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

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

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

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



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

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

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

Date: 28 July 2022

Place: Dhaka

  
A.K Gulam Kabria FCA, Partner (#392)

G. KIBRIA & CO.


Chartered Accountants

DVC # 2208010392AS183089

## CONSOLIDATED BALANCE SHEET

CAPITAL AND LIABILITIES		NOTES	Amount in BDT 31.12.2021	Amount in BDT 31.12.2020
<b>AUTHORIZED CAPITAL:</b>				
Ordinary Shares of Tk. 10/-each			1,000,000,000	1,000,000,000
<b>ISSUED, SUBSCRIBED AND PAID UP CAPITAL:</b>				
40,041,445 Ordinary Shares of Tk. 10/- each		2.00	<b>400,414,450</b>	<b>400,414,450</b>
<b>RESERVE OR CONTINGENCY ACCOUNT</b>				
Reserve for Exceptional Losses		3.01	332,860,013	285,885,524
General Reserve			2,671,981	-
Profit & Loss Account & Appropriation		3.B	109,012,940	99,274,723
<b>NON-CONTROLLING INTEREST</b>				
		3.D	<b>113,428,765</b>	<b>108,998,118</b>
<b>BALANCE OF FUNDS AND ACCOUNTS</b>				
		4.00	<b>188,880,465</b>	<b>133,208,615</b>
Fire Insurance Business			133,546,253	88,143,270
Marine Cargo Insurance Business			41,453,737	31,636,089
Marine Hull Insurance Business			1,637,516	24,768
Motor Insurance Business			7,645,873	9,809,888
Miscellaneous Insurance Business			4,597,086	3,594,600
<b>PREMIUM DEPOSIT</b>				
		5.00	<b>8,392,385</b>	<b>7,001,078</b>
<b>LIABILITY &amp; PROVISION</b>				
			<b>170,952,596</b>	<b>138,368,261</b>
Loans & Advances		6.A	37,721,380	48,980,110
Lease Liability		7.00	19,194,819	11,183,413
Estimated liabilities in respect of outstanding claims whether due or intimated		8.00	22,940,667	17,950,954
Amount due to other persons or bodies carrying on insurance business			936,069	-
Sundry Creditors(Including outstanding and accruing for expenses)		9.A	80,993,845	49,305,591
Deferred Tax Provision		10.A	9,165,816	10,948,193
<b>TOTAL</b>			<b>1,326,613,597</b>	<b>1,173,150,768</b>
<b>NAV</b>				
The annexed notes form an integral part of these financial statements.		21.B	<b>21.10</b>	<b>19.62</b>

Date: Dhaka  
28<sup>th</sup> July, 2022

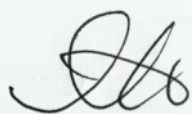
  
**Md. Shahadat Hossain**  
Chief Executive Officer (C.C)

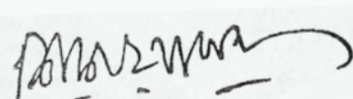
  
**Shahidul Islam Niru**  
Independent Director

**AS AT DECEMBER 31, 2021**

CAPITAL AND LIABILITIES	NOTES	Amount in BDT 31.12.2021	Amount in BDT 31.12.2020
<b>INVESTMENT</b>		<b>139,400,822</b>	<b>144,818,785</b>
Bangladesh Government Treasury Bond	11.00	25,000,000	25,000,000
Investment in Shares (Fair Value)	12.A	114,400,822	119,818,785
<b>INTEREST RECEIVABLES</b> (accrued but not due)	14.A	<b>8,778,442</b>	<b>9,973,113</b>
<b>AMOUNT DUE FROM OTHER PERSONS OR BODIES CARRYING ON INSURANCE BUSINESS</b>		<b>252,515,761</b>	<b>197,122,947</b>
<b>SUNDRY DEBTORS</b>	15.A	<b>337,403,056</b>	<b>281,437,850</b>
<b>CASH AND BANK BALANCES:</b>	16.A	<b>492,746,820</b>	<b>462,127,922</b>
Fixed Deposit		426,729,271	425,376,423
STD & CD A/C with Bank		65,225,491	35,792,484
Cash in Hand		792,058	959,015
<b>OTHERS ACCOUNTS</b>		<b>95,768,695</b>	<b>77,670,151</b>
Fixed assets (At cost less Depr.)	17.A	73,370,847	63,824,012
ROU Assets	17.01	19,194,819	11,183,413
Stock of Stationery, Stamps & Forms		3,203,029	2,662,726
<b>TOTAL</b>		<b>1,326,613,597</b>	<b>1,173,150,768</b>

Subject to our separate report of even date


**Md. Motaleb Hossain**  
 Director


**Sheikh Kabir Hossain**  
 Chairperson


**A.K. Gulam Kabria FCA, Partner (#392)**  
 G. KIBRIA & CO.  
 Chartered Accountants


### CONSOLIDATED PROFIT AND LOSS ACCOUNT

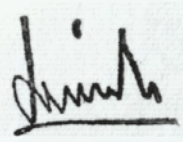
PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
<b>EXPENSES OF MANAGEMENT</b>			
(Not applicable to any particular Fund or Account)*		<b>16,685,366</b>	<b>21,022,393</b>
Director's Fees		668,000	711,200
Audit Fees		602,740	260,000
Advertisement and Publicity		1,705,033	1,519,771
Renewal of Registration		536,239	683,465
Fees & Charges		898,344	509,414
Legal Fee & Professional Fee		281,195	517,250
Levy Charges		100,000	100,000
CSR Expenses		647,000	1,480,675
Subscription		171,000	462,000
Trade License		66,521	64,456
Finance Cost		-	893,388
Depreciation		6,505,282	6,746,702
Loss on sale of Fixed Assets		34,955	-
Unrealised Loss/ (gain) of Share		(5,447,155)	1,594,012
Expenses of Subsidiaries		9,916,213	5,480,060
<b>NET PROFIT/(LOSS) TRANSFERRED TO PROFIT &amp; LOSS APPROPRIATION ACCOUNT</b>		<b>131,066,995</b>	<b>141,012,599</b>
<b>TOTAL</b>		<b>147,752,361</b>	<b>162,034,992</b>

### CONSOLIDATED PROFIT AND LOSS APPROPRIATION ACCOUNT

PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
Reserve for Exceptional Loss		46,974,489	33,298,438
Dividend Paid		65,175,088	40,041,445
Provision for Income Tax	22.01	28,318,650	37,320,561
Deferred Tax		(1,782,377)	4,029,244
Transfer to General Reserve		4,000,000	-
NCI		4,663,707	3,623,100
Balance transferred to Balance Sheet		82,992,162	99,274,723
<b>TOTAL</b>		<b>230,341,718</b>	<b>217,587,511</b>
<b>BASIC EARNING PER SHARE</b>	21.A	<b>2.05</b>	<b>2.09</b>
The annexed notes form an integral part of these financial statements.			

Date: Dhaka  
28<sup>th</sup> July, 2022

  
**Md. Shahadat Hossain**  
Chief Executive Officer (C.C)

  
**Shahidul Islam Niru**  
Independent Director

**FOR THE YEAR ENDED DECEMBER 31, 2021**

PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
<b>INTEREST AND DIVIDEND INCOME</b>			
(Not applicable to any particular Fund or Account)			
		<b>25,808,623</b>	<b>27,363,724</b>
Interest Income	18.00	24,060,556	25,830,631
Dividend Income (Cash)		1,748,067	1,533,093
<b>OTHER INCOME</b>			
		<b>24,799,799</b>	<b>19,859,333</b>
Realized gain from share transaction		21,061,937	16,555,698
Misc income		3,737,862	3,303,635
<b>PROFIT/(LOSS) TRANSFERRED FROM REVENUE ACCOUNT</b>			
		<b>97,143,940</b>	<b>114,811,935</b>
Fire Revenue Account		82,605,532	76,021,512
Marine Cargo Revenue Account		12,911,030	27,911,512
Marine Hull Revenue Account		(1,048,843)	(483,211)
Motor Revenue Account		12,320,512	13,911,732
Misc. Revenue Account		(9,644,292)	(2,549,610)
<b>TOTAL</b>		<b>147,752,361</b>	<b>162,034,992</b>

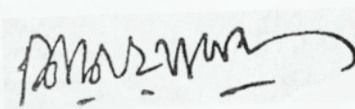
**FOR THE YEAR ENDED DECEMBER 31, 2021**

PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
Balance brought forward from previous year		99,274,723	76,574,912
Net Profit for the year brought down		131,066,995	141,012,599
<b>TOTAL</b>		<b>230,341,718</b>	<b>217,587,511</b>

Subject to our separate report of even date



**Md. Motaleb Hossain**  
Director



**Sheikh Kabir Hossain**  
Chairperson



**A.K. Gulam Kabria FCA, Partner (#392)**  
G. KIBRIA & CO.  
Chartered Accountants

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED DECEMBER 31, 2021**

PARTICULARS	SHARE CAPITAL	RESERVE FOR EXCEPTIONAL LOSSES	PROFIT & LOSS ACCOUNT & APPROPRIATION	GENERAL RESERVE	TOTAL	NON CONTROLLING INTEREST
<b>AT THE BEGINNING OF THE YEAR</b>	<b>400,414,450</b>	<b>285,885,524</b>	<b>99,274,723</b>	-	<b>785,574,697</b>	<b>108,998,119</b>
Dividend Paid	-	-	(65,175,088)	-	(65,175,088)	-
Net Profit after tax	-	-	104,530,722	-	104,530,722	-
Appropriation made during the year	-	-	26,020,778	-	26,020,778	(1,561,079)
Reserve for exceptional losses	-	46,974,489	(46,974,489)	-	-	-
Transfer to General Reserve	-	-	(4,000,000)	2,671,981	(1,328,019)	1,328,019
Non-Controlling Interest	-	-	(4,663,707)	-	(4,663,707)	4,663,707
<b>AT THE END OF THE YEAR-2021</b>	<b>400,414,450</b>	<b>332,860,013</b>	<b>109,012,940</b>	<b>2,671,981</b>	<b>844,959,384</b>	<b>113,428,766</b>

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

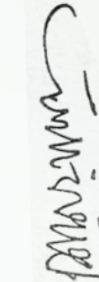
PARTICULARS	SHARE CAPITAL	RESERVE FOR EXCEPTIONAL LOSSES	PROFIT & LOSS ACCOUNT & APPROPRIATION	GENERAL RESERVE	TOTAL	NON CONTROLLING INTEREST
<b>AT THE BEGINNING OF THE YEAR</b>	<b>400,414,450</b>	<b>252,587,086</b>	<b>76,574,912</b>	-	<b>729,576,448</b>	<b>90,887,020</b>
Dividend Paid	-	-	(40,041,445)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

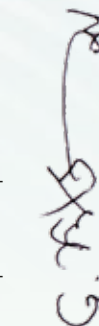
Subject to our separate report of even date


**Md. Shahadat Hossain**  
Chief Executive Officer (C.C)


**Shahidul Islam Niru**  
Independent Director


**Md. Motaleb Hossain**  
Director


**Sheikh Kabir Hossain**  
Chairperson

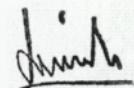

**A.K Gulam Kabria FCA, Partner (#392)**  
G. KIBRIA & CO.  
Chartered Accountants
Date: Dhaka, 28<sup>th</sup> July, 2022

**CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED DECEMBER 31, 2021**

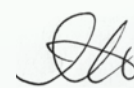
PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Premium Collection and other Income	623,657,966	550,237,796
Payment of Expenses, Re-Insurance, Claims	(463,176,467)	(370,597,824)
Income Tax Paid	(49,375,579)	(33,162,686)
<b>Net Cash Provided by Operating Activities</b>	<b>111,105,920</b>	<b>146,477,286</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Investment in Share	24,565,189	(18,498,215)
Security deposit to DSE	(30,000,000)	-
Pre operating expens	(10,000,000)	-
Sale of Fixed Asset	20,000	-
Purchase of Fixed Assesst	(17,285,649)	(882,074)
<b>Net Cash used in Investing Activities</b>	<b>(32,700,460)</b>	<b>(19,380,289)</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Loan Payment	(10,998,137)	(26,895,553)
Issue of Share	3,375,000	-
Share Money Deposit	21,084,700	14,488,000
Dividend paid	(61,248,126)	(40,041,445)
<b>Net Cash used in Financing Activities</b>	<b>(47,786,563)</b>	<b>(52,448,998)</b>
<b>D. NET INCREASED IN CASH &amp; CASH EQUIVALENT (A+B+C)</b>	<b>30,618,898</b>	<b>74,647,999</b>
<b>E. OPENING CASH AND CASH EQUIVALENT</b>	462,127,922	387,479,924
<b>F. CLOSING CASH AND CASH EQUIVALENT (D+E)</b>	<b>492,746,820</b>	<b>462,127,923</b>
Net Operating Cash Flow per Share (NOCFS)	Net operating cash flow	Net operating cash flow
	Number of shares	Number of shares
	<b>111,105,920</b>	<b>146,477,286</b>
	40,041,445	40,041,445
NOCFS	<b>2.77</b>	<b>3.66</b>



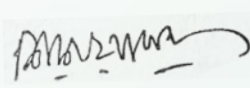
**Md. Shahadat Hossain**  
Chief Executive Officer (C.C)



**Shahidul Islam Niru**  
Independent Director



**Md. Motaleb Hossain**  
Director



**Sheikh Kabir Hossain**  
Chairperson

Subject to our separate report of even date

Date: Dhaka  
28<sup>th</sup> July, 2022




**A.K Gulam Kabria FCA, Partner (#392)**  
G. KIBRIA & CO.  
Chartered Accountants

## BALANCE SHEET

CAPITAL AND LIABILITIES	NOTES	Amount in BDT 2021	Amount in BDT 2020
<b>AUTHORIZED CAPITAL:</b>			
10,00,00,000 Ordinary Shares of Tk. 10/-each		<b>1,000,000,000</b>	<b>1,000,000,000</b>
<b>ISSUED, SUBSCRIBED AND PAID UP CAPITAL:</b>	2.00	<b>400,414,450</b>	<b>400,414,450</b>
40,041,445 Ordinary Shares of Tk. 10/- each			
<b>RESERVE OR CONTINGENCY ACCOUNT</b>	3.00	<b>400,335,013</b>	<b>359,679,309</b>
Reserve for Exceptional Losses	3.01	332,860,013	285,885,524
Profit & Loss Account & Appropriation	3.02	67,475,000	73,793,785
<b>BALANCE OF FUNDS AND ACCOUNTS</b>	4.00	<b>188,880,465</b>	<b>133,208,615</b>
Fire Insurance Business		133,546,253	88,143,270
Marine Cargo Insurance Business		41,453,737	31,636,089
Marine Hull Insurance Business		1,637,516	24,768
Motor Insurance Business		7,645,873	9,809,888
Miscellaneous Insurance Business		4,597,086	3,594,600
<b>PREMIUM DEPOSIT</b>	5.00	<b>8,392,385</b>	<b>7,001,078</b>
<b>LIABILITY &amp; PROVISION</b>		<b>147,229,676</b>	<b>118,317,075</b>
Loans & Advances	6.00	37,721,380	48,980,110
Lease Liability	7.00	19,194,819	11,183,413
Estimated liabilities in respect of outstanding claims whether due or intimated	8.00	22,940,667	17,950,954
Amount due to other persons or bodies carrying on insurance business		936,069	-
Sundry Creditors(Including outstanding and accruing for expenses)	9.00	58,649,752	30,575,617
Deferred Tax Liability	10.00	7,786,989	9,626,981
<b>TOTAL</b>		<b>1,145,251,989</b>	<b>1,018,620,527</b>
<b>NAV</b>	21.02	<b>20.00</b>	<b>18.98</b>

Date: Dhaka  
28<sup>th</sup> July, 2022

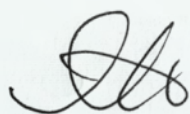
  
**Md. Shahadat Hossain**  
Chief Executive Officer (C.C)

  
**Shahidul Islam Niru**  
Independent Director

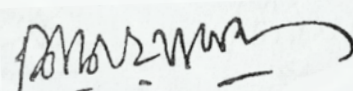
**AS AT DECEMBER 31, 2021**

CAPITAL AND LIABILITIES	NOTES	Amount in BDT 2021	Amount in BDT 2020
<b>INVESTMENT</b>		<b>246,929,522</b>	<b>187,000,167</b>
Bangladesh Government Treasury Bond	11.00	25,000,000	25,000,000
Investment in Shares (Fair Value)	12.00	20,155,597	27,651,242
Investment to Subsidiary	13.00	201,773,925	134,348,925
<b>INTEREST RECEIVABLES</b> (accrued but not due)	14.00	<b>7,422,992</b>	<b>8,587,498</b>
<b>AMOUNT DUE FROM OTHER PERSONS OR BODIES CARRYING ON INSURANCE BUSINESS</b>		<b>252,515,761</b>	<b>197,122,947</b>
<b>SUNDRY DEBTORS</b>	15.00	<b>212,616,746</b>	<b>202,688,745</b>
<b>CASH AND BANK BALANCES:</b>	16.00	<b>345,211,434</b>	<b>360,571,347</b>
Fixed Deposit		329,853,790	328,653,790
STD & CD A/C with Bank		14,597,925	30,991,012
Cash in Hand		759,719	926,545
<b>OTHERS ACCOUNTS</b>		<b>80,555,534</b>	<b>62,649,823</b>
Fixed assets (At cost less Depr.)	17.00	58,157,686	48,803,684
ROU Assets	17.01	19,194,819	11,183,413
Stock of Stationery, Stamps & Forms		3,203,029	2,662,726
<b>TOTAL</b>		<b>1,145,251,989</b>	<b>1,018,620,527</b>

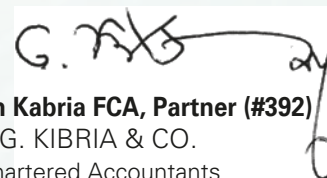
Subject to our separate report of even date



**Md. Motaleb Hossain**  
Director



**Sheikh Kabir Hossain**  
Chairperson



**A.K. Gulam Kabria FCA, Partner (#392)**  
G. KIBRIA & CO.  
Chartered Accountants

## PROFIT AND LOSS ACCOUNT


PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
<b>'EXPENSES OF MANAGEMENT</b>			
(Not applicable to any particular Fund or Account)"		<b>6,769,154</b>	<b>11,746,360</b>
Director's Fees		668,000	711,200
Audit Fees		602,740	235,000
Advertisement and Publicity		1,705,033	1,519,771
Renewal of Registration		536,239	653,465
Fees & Charges		898,344	509,414
Legal Fee & Professional Fee		281,195	184,250
Levy Charges		100,000	100,000
CSR Expenses		647,000	1,480,675
Subscription		171,000	162,000
Trade License		66,521	64,456
Depreciation		6,505,282	5,657,228
Loss on sale of Fixed Assets		34,955	
Unrealised of Share		(5,447,155)	468,901
<b>NET PROFIT/(LOSS) TRANSFERRED TO PROFIT &amp; LOSS APPROPRIATION ACCOUNT</b>		<b>125,412,581</b>	<b>129,491,061</b>
<b>TOTAL</b>		<b>132,181,735</b>	<b>141,237,420</b>

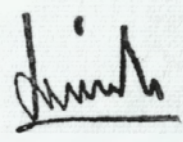
## PROFIT AND LOSS APPROPRIATION ACCOUNT

PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
Reserve for Exceptional Loss		46,974,489	33,298,438
Dividend Paid		60,062,168	40,041,445
Provision for Income Tax	22.00	26,534,702	35,957,063
Deferred Tax		(1,839,992)	2,708,033
Balance transferred to Balance Sheet		67,475,000	73,793,785
<b>TOTAL</b>		<b>199,206,366</b>	<b>185,798,764</b>
<b>BASIC EARNING PER SHARE</b>	<b>21.01</b>	<b>2.08</b>	<b>1.96</b>

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

Date: Dhaka  
28<sup>th</sup> July, 2022

  
**Md. Shahadat Hossain**  
Chief Executive Officer (C.C)

  
**Shahidul Islam Niru**  
Independent Director

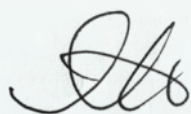
**FOR THE YEAR ENDED DECEMBER 31, 2021**

PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
<b>'INTEREST AND DIVIDEND INCOME</b> (Not applicable to any particular Fund or Account) "		<b>29,682,498</b>	<b>21,191,110</b>
Interest Income	18.00	19,022,230	20,715,937
Dividend Income (Cash)		10,660,268	475,173
<b>OTHER INCOME</b>		<b>5,355,297</b>	<b>5,234,376</b>
Realized gain from share transaction		4,939,796	5,036,558
Misc income		415,501	197,818
<b>PROFIT/(LOSS) TRANSFERRED FROM REVENUE ACCOUNT</b>		<b>97,143,940</b>	<b>114,811,935</b>
Fire Revenue Account		82,605,532	76,021,512
Marine Cargo Revenue Account		12,911,030	27,911,512
Marine Hull Revenue Account		(1,048,843)	(483,211)
Motor Revenue Account		12,320,512	13,911,732
Misc. Revenue Account		(9,644,292)	(2,549,610)
<b>TOTAL</b>		<b>132,181,735</b>	<b>141,237,420</b>

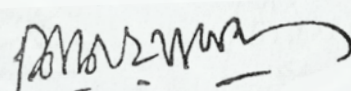
**FOR THE YEAR ENDED DECEMBER 31, 2021**

PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
Balance brought forward from previous year		73,793,785	56,307,703
Net Profit for the year brought down		125,412,581	129,491,061
<b>TOTAL</b>		<b>199,206,366</b>	<b>185,798,764</b>

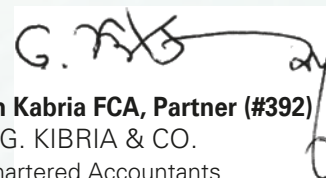
Subject to our separate report of even date



**Md. Motaleb Hossain**  
Director



**Sheikh Kabir Hossain**  
Chairperson



**A.K. Gulam Kabria FCA, Partner (#392)**  
G. KIBRIA & CO.  
Chartered Accountants


## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED DECEMBER 31, 2021

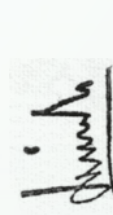
PARTICULARS	SHARE CAPITAL	RESERVE FOR EXCEPTIONAL LOSSES	RETAIN EARNINGS	TOTAL
<b>AT THE BEGINNING OF THE YEAR</b>	<b>400,414,450</b>	<b>285,885,524</b>	<b>73,793,785</b>	<b>760,093,759</b>
Dividend	-	-	(60,062,168)	(60,062,168)
Fair Value reserve	-	-	-	-
Net Profit after tax	-	-	100,717,871	100,717,871
Appropriation made during the year	-	46,974,489	(46,974,489)	-
<b>AT THE END OF THE YEAR</b>	<b>400,414,450</b>	<b>332,860,013</b>	<b>67,475,000</b>	<b>800,749,462</b>

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

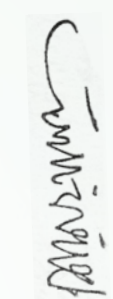
PARTICULARS	SHARE CAPITAL	RESERVE FOR EXCEPTIONAL LOSSES	RETAIN EARNINGS	TOTAL
<b>AT THE BEGINNING OF THE YEAR</b>	<b>400,414,450</b>	<b>252,587,086</b>	<b>56,307,703</b>	<b>709,309,239</b>
Dividend	-	-	(40,041,445)	(40,041,445)
Net Profit after tax	-	-	90,825,965	90,825,965
Appropriation made during the year	-	33,298,438	(33,298,438)	-
<b>AT THE END OF THE YEAR</b>	<b>400,414,450</b>	<b>285,885,524</b>	<b>73,793,785</b>	<b>760,093,759</b>

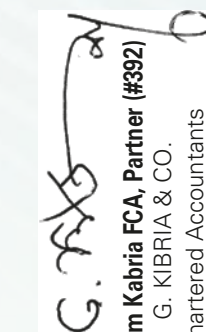
Subject to our separate report of even date

  
**Md. Shahadat Hossain**  
 Chief Executive Officer (C.C)

  
**Shahidul Islam Niru**  
 Independent Director

  
**Md. Motaleb Hossain**  
 Director

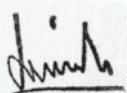
  
**Sheikh Kabir Hossain**  
 Chairperson

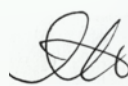
  
**A.K. Gulam Kabria FCA, Partner (#392)**  
 G. KIBRIA & CO.  
 Chartered Accountants
Date: Dhaka  
28<sup>th</sup> July, 2022

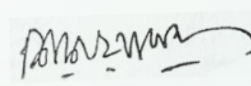
**STATEMENT OF CASH FLOW FOR THE YEAR ENDED DECEMBER 31, 2021**

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Premium Collection and other Income	608,057,175	527,690,985
Payment of Expenses, Re-Insurance, Claims	(433,383,686)	(341,266,247)
Income Tax Paid	(48,336,067)	(30,082,043)
<b>Net Cash Provided by Operating Activities</b>	<b>126,337,422</b>	<b>156,342,695</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Investment in Share	12,942,800	(12,533,729)
Investment in Subsidiary	(67,425,000)	(26,640,000)
Purchase of Fixed Asset	(15,914,238)	(882,074)
Sale of Fixed Asset	20,000	
<b>Net Cash used in Investing Activities</b>	<b>(70,376,438)</b>	<b>(40,055,803)</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
SOD/Loan Account	(11,258,730)	(11,479,940)
Issue of Share	-	-
Dividend paid	(60,062,168)	(40,041,445)
<b>Net Cash used in Financing Activities</b>	<b>(71,320,898)</b>	<b>(51,521,385)</b>
<b>D. NET INCREASED IN CASH &amp; CASH EQUIVALENT (A+B+C)</b>	<b>(15,359,914)</b>	<b>64,765,507</b>
<b>E. OPENING CASH AND CASH EQUIVALENT</b>	360,571,348	295,805,841
<b>F. CLOSING CASH AND CASH EQUIVALENT (D+E)</b>	<b>345,211,434</b>	<b>360,571,348</b>
Net Operating Cash Flow per Share (NOCFS)	=	=
	Net operating cash flow	Net operating cash flow
	Number of shares	Number of shares
	<b>126,337,422</b>	<b>156,342,695</b>
	=	=
	40,041,445	40,041,445
<b>NOCFS</b>	<b>=</b>	<b>3.90</b>


**Md. Shahadat Hossain**  
Chief Executive Officer (C.C)


**Shahidul Islam Niru**  
Independent Director


**Md. Motaleb Hossain**  
Director


**Sheikh Kabir Hossain**  
Chairperson

Date: Dhaka  
28<sup>th</sup> July, 2022

  
**A.K. Gulam Kabria FCA, Partner (#392)**  
G. KIBRIA & CO.  
Chartered Accountants

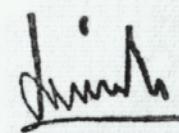
### CONSOLIDATED REVENUE ACCOUNT

PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
<b>CLAIMS UNDER POLICIES LESS RE INSURANCE</b>		<b>97,402,505</b>	<b>77,366,744</b>
Paid during the year		92,412,792	76,577,949
Add: Total estimated liabilities in respect of outstanding claims at the end of the year whether due or intimated		22,940,667	17,950,954
		<b>115,353,459</b>	<b>94,528,903</b>
Less: Outstanding claims at the end of the previous year		(17,950,954)	(17,162,159)
<b>AGENCY COMMISSION</b>		39,944,573	65,964,998
<b>EXPENSES OF MANAGEMENT</b>	20.00	226,151,829	151,556,049
<b>PROFIT TRANSFERRED TO PROFIT &amp; LOSS ACCOUNT</b>		97,143,940	114,811,935
<b>BALANCE OF ACCOUNT AT THE END OF THE YEAR AS SHOWN IN THE BALANCE SHEET</b>			
Reserve for Unexpired Risks being 40% of premium income(100% Marine Hull) of the year		188,880,465	133,208,615
<b>TOTAL</b>		<b>649,523,312</b>	<b>542,908,341</b>

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



**Md. Shahadat Hossain**  
Chief Executive Officer (C.C)



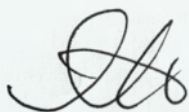
**Shahidul Islam Niru**  
Independent Director

Date: Dhaka  
28<sup>th</sup> July, 2022

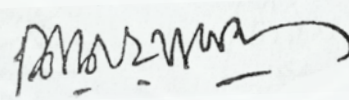
**FOR THE YEAR ENDED DECEMBER 31, 2021**

PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
BALANCE OF ACCOUNT AT THE BEGINNING OF THE YEAR		133,208,615	177,530,106
PREMIUM LESS RE INSURANCE	19.00	469,744,889	332,984,385
COMMISSION ON RE INSURANCE CEDED		46,569,808	32,393,850
<b>TOTAL</b>		<b>649,523,312</b>	<b>542,908,341</b>

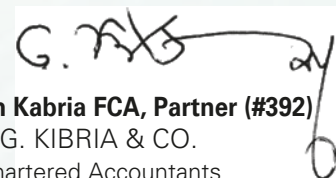
Subject to our separate report of even date



**Md. Motaleb Hossain**  
Director



**Sheikh Kabir Hossain**  
Chairperson



**A.K. Gulam Kabria FCA, Partner (#392)**  
G. KIBRIA & CO.  
Chartered Accountants



## FIRE INSURANCE REVENUE ACCOUNT

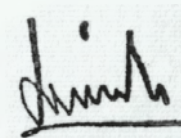
PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
<b>CLAIMS UNDER POLICIES LESS RE INSURANCE</b>		<b>69,677,077</b>	<b>53,193,009</b>
Paid during the year		71,421,664	52,380,666
Add: Total estimated liabilities in respect of outstanding claims at the end of the year whether due or intimated		3,821,323	5,565,910
		<b>75,242,987</b>	<b>63,818,924</b>
Less: Outstanding claims at the end of the previous year		(5,565,910)	(4,753,567)
<b>AGENCY COMMISSION</b>		<b>14,986,431</b>	<b>47,289,082</b>
<b>EXPENSES OF MANAGEMENT</b>	20.00	<b>152,430,948</b>	<b>99,182,979</b>
<b>PROFIT /(LOSS) TRANSFERRED TO PROFIT &amp; LOSS ACCOUNT</b>		<b>82,605,532</b>	<b>76,021,512</b>
<b>BALANCE OF ACCOUNT AT THE END OF THE YEAR AS SHOWN IN THE BALANCE SHEET</b>			
Reserve for Unexpired Risks being 40% of premium income of the year		<b>133,546,253</b>	<b>88,143,270</b>
<b>TOTAL</b>		<b>453,246,241</b>	<b>363,829,852</b>

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

Date: Dhaka  
28<sup>th</sup> July, 2022



**Md. Shahadat Hossain**  
Chief Executive Officer (C.C)

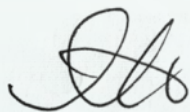


**Shahidul Islam Niru**  
Independent Director

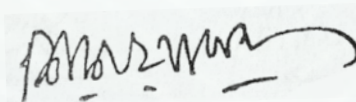
**FOR THE YEAR ENDED DECEMBER 31, 2021**

PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
BALANCE OF ACCOUNT AT THE BEGINNING OF THE YEAR		88,143,270	123,601,238
PREMIUM LESS RE INSURANCE	19.00	333,865,633	220,358,174
COMMISSION ON RE INSURANCE CEDED		31,237,338	19,870,440
<b>TOTAL</b>		<b>453,246,241</b>	<b>363,829,852</b>

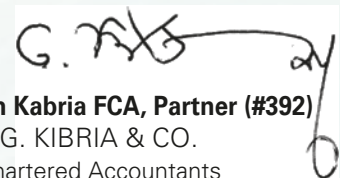
Subject to our separate report of even date



**Md. Motaleb Hossain**  
Director



**Sheikh Kabir Hossain**  
Chairperson



**A.K. Gulam Kabria FCA, Partner (#392)**  
G. KIBRIA & CO.  
Chartered Accountants




## MARINE CARGO INSURANCE REVENUE ACCOUNT

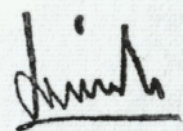
PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
<b>CLAIMS UNDER POLICIES LESS RE INSURANCE</b>		<b>25,618,136</b>	<b>17,917,190</b>
Paid during the year		18,532,498	18,250,311
Add: Total estimated liabilities in respect of outstanding claims at the end of the year whether due or intimated		14,727,918	7,642,280
		<b>16,218,231</b>	<b>16,218,231</b>
Less: Outstanding claims at the end of the previous year		(7,642,280)	(7,975,401)
<b>AGENCY COMMISSION</b>		<b>21,553,019</b>	<b>13,597,263</b>
<b>EXPENSES OF MANAGEMENT</b>	20.00	<b>44,614,532</b>	<b>33,893,950</b>
<b>PROFIT TRANSFERRED TO PROFIT &amp; LOSS ACCOUNT</b>		<b>12,911,030</b>	<b>27,911,512</b>
<b>BALANCE OF ACCOUNT AT THE END OF THE YEAR AS SHOWN IN THE BALANCE SHEET</b>			
Reserve for Unexpired Risks being 40% of premium income of the year		<b>41,453,737</b>	<b>31,636,089</b>
<b>TOTAL</b>		<b>146,150,454</b>	<b>124,956,004</b>

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

Date: Dhaka  
28<sup>th</sup> July, 2022



**Md. Shahadat Hossain**  
Chief Executive Officer (C.C)

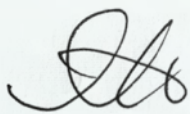


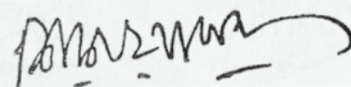
**Shahidul Islam Niru**  
Independent Director

## FOR THE YEAR ENDED DECEMBER 31, 2021

PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
BALANCE OF ACCOUNT AT THE BEGINNING OF THE YEAR		31,636,089	36,744,042
PREMIUM LESS RE INSURANCE	19.00	103,634,342	79,090,223
COMMISSION ON RE INSURANCE CEDED		10,880,023	9,121,739
<b>TOTAL</b>		<b>146,150,454</b>	<b>124,956,004</b>

Subject to our separate report of even date


**Md. Motaleb Hossain**  
 Director


**Sheikh Kabir Hossain**  
 Chairperson



**A.K Gulam Kabria FCA, Partner (#392)**  
 G. KIBRIA & CO.  
 Chartered Accountants


## MARINE HULL INSURANCE REVENUE ACCOUNT

PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
<b>CLAIMS UNDER POLICIES LESS RE INSURANCE</b>		-	-
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		-	-
<b>AGENCY COMMISSION</b>		<b>140,223</b>	-
<b>EXPENSES OF MANAGEMENT</b>	20.00	<b>1,006,051</b>	<b>370,529</b>
<b>PROFIT TRANSFERRED TO PROFIT &amp; LOSS ACCOUNT</b>		<b>(1,048,843)</b>	<b>(483,211)</b>
<b>BALANCE OF ACCOUNT AT THE END OF THE YEAR AS SHOWN IN THE BALANCE SHEET</b>			
Reserve for Unexpired Risks being 100% of premium income of the year		<b>1,637,516</b>	<b>24,768</b>
<b>TOTAL</b>		<b>1,734,947</b>	<b>(87,914)</b>

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

Date: Dhaka  
28<sup>th</sup> July, 2022

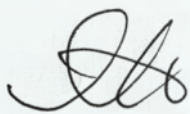
  
**Md. Shahadat Hossain**  
 Chief Executive Officer (C.C)

  
**Shahidul Islam Niru**  
 Independent Director

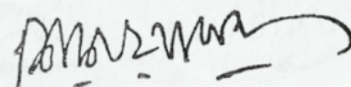
**FOR THE YEAR ENDED DECEMBER 31, 2021**

PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
BALANCE OF ACCOUNT AT THE BEGINNING OF THE YEAR		24,768	(178,761)
PREMIUM LESS RE INSURANCE	19.00	1,637,516	24,768
COMMISSION ON RE INSURANCE CEDED		72,663	66,079
<b>TOTAL</b>		<b>1,734,947</b>	<b>(87,914)</b>

Subject to our separate report of even date



**Md. Motaleb Hossain**  
Director



**Sheikh Kabir Hossain**  
Chairperson



**A.K. Gulam Kabria FCA, Partner (#392)**  
G. KIBRIA & CO.  
Chartered Accountants




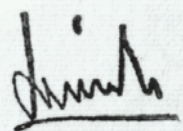
## MOTOR INSURANCE REVENUE ACCOUNT

PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
<b>CLAIMS UNDER POLICIES LESS RE INSURANCE</b>		<b>1,522,622</b>	<b>1,720,453</b>
Paid during the year		1,873,960	1,410,879
Add: Total estimated liabilities in respect of outstanding claims at the end of the year whether due or intimated		758,235	1,109,573
		<b>2,632,195</b>	<b>2,520,452</b>
Less: Outstanding claims at the end of the previous year		(1,109,573)	(799,999)
<b>AGENCY COMMISSION</b>		<b>1,318,410</b>	<b>3,303,343</b>
<b>EXPENSES OF MANAGEMENT</b>	20.00	<b>6,130,092</b>	<b>7,516,486</b>
<b>PROFIT TRANSFERRED TO PROFIT &amp; LOSS ACCOUNT</b>		<b>12,320,512</b>	<b>13,911,732</b>
<b>BALANCE OF ACCOUNT AT THE END OF THE YEAR AS SHOWN IN THE BALANCE SHEET</b>			
Reserve for Unexpired Risks being 40% of premium income of the year		<b>7,645,873</b>	<b>9,809,888</b>
<b>TOTAL</b>		<b>28,937,509</b>	<b>36,261,902</b>

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

Date: Dhaka  
28<sup>th</sup> July, 2022

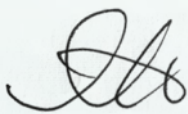
  
**Md. Shahadat Hossain**  
 Chief Executive Officer (C.C)

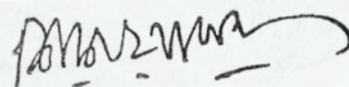
  
**Shahidul Islam Niru**  
 Independent Director

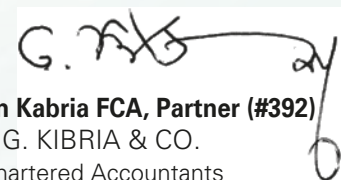
## FOR THE YEAR ENDED DECEMBER 31, 2021

PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
BALANCE OF ACCOUNT AT THE BEGINNING OF THE YEAR		9,809,888	11,649,622
PREMIUM LESS RE INSURANCE	19.00	19,114,683	24,524,720
COMMISSION ON RE INSURANCE CEDED		12,938	87,560
<b>TOTAL</b>		<b>28,937,509</b>	<b>36,261,902</b>

Subject to our separate report of even date


**Md. Motaleb Hossain**  
 Director


**Sheikh Kabir Hossain**  
 Chairperson


**A.K Gulam Kabria FCA, Partner (#392)**  
 G. KIBRIA & CO.  
 Chartered Accountants

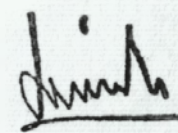
## MISC INSURANCE REVENUE ACCOUNT

PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
<b>CLAIMS UNDER POLICIES LESS RE INSURANCE</b>		<b>584,670</b>	<b>4,536,092</b>
Paid during the year		584,670	4,536,093
Add: Total estimated liabilities in respect of outstanding claims at the end of the year whether due or intimated		3,633,191	3,633,191
		<b>4,217,861</b>	<b>8,169,284</b>
Less: Outstanding claims at the end of the previous year		(3,633,191)	(3,633,192)
<b>AGENCY COMMISSION</b>		<b>1,946,490</b>	<b>1,775,310</b>
<b>EXPENSES OF MANAGEMENT</b>	20.00	<b>21,970,207</b>	<b>10,592,105</b>
<b>PROFIT TRANSFERRED TO PROFIT &amp; LOSS ACCOUNT</b>		<b>(9,644,292)</b>	<b>(2,549,610)</b>
<b>BALANCE OF ACCOUNT AT THE END OF THE YEAR AS SHOWN IN THE BALANCE SHEET</b>			
Reserve for Unexpired Risks being 40% of premium income of the year		<b>4,597,086</b>	<b>3,594,600</b>
<b>TOTAL</b>		<b>19,454,161</b>	<b>17,948,497</b>

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



**Md. Shahadat Hossain**  
Chief Executive Officer (C.C)



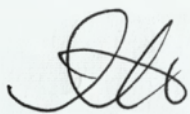
**Shahidul Islam Niru**  
Independent Director

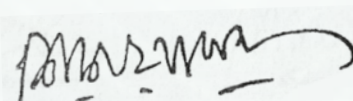
Date: Dhaka  
28<sup>th</sup> July, 2022

**FOR THE YEAR ENDED DECEMBER 31, 2021**

PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
BALANCE OF ACCOUNT AT THE BEGINNING OF THE YEAR		3,594,600	5,713,965
PREMIUM LESS RE INSURANCE	19.00	11,492,715	8,986,500
COMMISSION ON RE INSURANCE CEDED		4,366,846	3,248,032
<b>TOTAL</b>		<b>19,454,161</b>	<b>17,948,497</b>

Subject to our separate report of even date


**Md. Motaleb Hossain**  
 Director


**Sheikh Kabir Hossain**  
 Chairperson


**A.K Gulam Kabria FCA, Partner (#392)**  
 G. KIBRIA & CO.  
 Chartered Accountants

## NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED DECEMBER 31, 2021

### 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 2021 under review.

#### **Subsidiary company**

The Company has also formed subsidiary Companies viz, Sonar Bangla Capital Management Limited and SBI securities Limited Details are given below:

#### **Sonar Bangla Capital Management Ltd**

Sonar Bangla Insurance Ltd holds 66.80% of the shares and 33.20% 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 and Portfolio Management of verious client.

#### **SBI Securities Limited**

Sonar Bangla Insurance Ltd holds 52.00% of the shares and 48.00% is hold by the subsidiary. The principle activities of SBISL is to Stock broking and stock dealing of shares, bond, and debentures, Issue Management including arranging of pre-IPO placement and participation thereto and Portfolio Management of verious client.

### 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, 2021 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, 2021 to December 31, 2021.

#### i) Date of Financial Statements Authorized for Issue

The Financial Statements of the company for the year ended December 31, 2021 were authorized for issue on 28th July 2022 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**

As per Insurance Act, 2010 and IAS-1 "Presentation of Financial Statements", components of financial statements include the following components:

- i) Consolidated Balance Sheet (Statement of Financial Position) as at December 31, 2021;
- iii) Consolidated Profit and Loss Account (Statement of Profit or Loss and other Comprehensive Income) for the year ended December 31 2021;
- iii) Consolidated Profit and Loss Appropriation Account for the year ended December 31, 2021;
- iv) Consolidated Statement of Changes in Equity for the year ended December 31, 2021;
- v) Consolidated Statement of Cash Flows for the year ended December 31, 2021 and
- a) Balance Sheet (Statement of Financial Position) as at December 31, 2021;
- b) Profit and Loss Account (Statement of Profit or Loss and other Comprehensive Income) for the year ended December 31 2021;
- c) Profit and Loss Appropriation Account for the year ended December 31, 2021;
- d) Statement of Changes in Equity for the year ended December 31, 2021;
- e) Statement of Cash Flows for the year ended December 31, 2021 and
- f) Consolidated Revenue Account for the year ended December 31, 2021;
- g) Fire Insurance Revenue Account for the year ended December 31, 2021;
- h) Marine Cargo Insurance Revenue Account for the year ended December 31, 2021;
- i) Marine Hull Insurance Revenue Account for the year ended December 31, 2021;
- j) Motor Insurance Revenue Account for the year ended December 31, 2021;
- k) Miscellaneous Insurance Revenue Account for the year ended December 31, 2021;
- 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, 2020 to 30th June, 2021 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 Recognitio

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	2021	2020
Fire	333,865,633	10.00%	33,386,563	22,035,817
Marine Cargo	103,634,342	10.00%	10,363,434	7,909,022
Marine Hull	1,637,516	10.00%	163,752	2,477
Motor	19,114,683	10.00%	1,911,468	2,452,471
Misc.	11,492,715	10.00%	1,149,272	898,650
<b>Total</b>	<b>469,744,889</b>		<b>46,974,489</b>	<b>33,298,438</b>

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, 2021. 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 188,880,465 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	15	14,724,297	36.77%
Institutional Investors	166	2,731,669	6.82%
General Public	6,737	22,585,479	56.41%
	<b>6,918</b>	<b>40,041,445</b>	<b>100%</b>

**Classification of Shareholder by holding:**

Category	No. of Shareholder	No. of Share	Percentage %
000000001-0000000499	2,729	479,386	1.19%
0000000500-0000005000	3,257	5,833,753	14.58%
0000005001-0000010000	461	3,493,965	8.74%
0000010001-0000020000	245	3,512,880	8.78%
0000020001-0000030000	85	2,168,950	5.41%
0000030001-0000040000	41	1,488,965	3.72%
0000040001-0000050000	27	1,241,534	3.10%
0000050001-0000100000	32	2,097,876	5.23%
0000100001-0004000000	41	19,724,136	49.25%
	<b>6,918</b>	<b>40,041,445</b>	<b>100.00</b>

**3.00 RESERVE OR CONTINGENCY ACCOUNTS:**

PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
Reserve for Exceptional Losses	3.01	332,860,013	285,885,524
Profit & Loss Appropriation	3.02	67,475,000	73,793,785
<b>Total</b>		<b>400,335,013</b>	<b>359,679,309</b>

**3.01 Reserve for Exceptional Losses:**

PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
Opening Balance		285,885,524	252,587,086
Provision during the year		46,974,489	33,298,438
<b>Total</b>		<b>332,860,013</b>	<b>285,885,524</b>

**3.02 Profit & Loss Appropriation Accounts:**

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Opening Balance	73,793,785	56,307,703
Net Profit during the year	125,412,581	129,491,061
<b>Total balance for the Appropriation</b>	<b>199,206,366</b>	<b>185,798,764</b>
<b>Less : Appropriations :</b>		
Reserve for Exceptional Loss	46,974,489	33,298,438
Provision for income tax	26,534,702	35,957,063
Provision for Deferred Tax	1,839,992)	2,708,033
Dividend Paid	60,062,168	40,041,445
	<b>131,731,366</b>	<b>112,004,979</b>
<b>Amount transfer to Balance Sheet</b>	<b>67,475,000</b>	<b>73,793,785</b>

### 3.A CONSOLIDATED RESERVE OR CONTINGENCY :

PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
Reserve for Exceptional Losses	3.01	332,860,013	285,885,524
General Reserve		2,671,981	-
Profit & Loss Appropriation	3.B	109,012,940	99,274,723
<b>Total</b>		<b>444,544,934</b>	<b>385,160,247</b>

### 3.B CONSOLIDATED PROFIT & LOSS APPROPRIATION ACCOUNTS :

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Opening Balance	99,274,723	76,574,912
Net Profit during the year	131,066,995	141,012,599
<b>Total balance for the Appropriation</b>	<b>230,341,718</b>	<b>217,587,511</b>
<b>Less : Appropriations :</b>		
Reserve for Exceptional Loss	46,974,489	33,298,438
Provision for income tax	28,318,650	37,320,561
Provision for Deferred Tax	(1,782,377)	4,029,244
Dividend Paid	65,175,088	40,041,445
Transfer to general reserve	4,000,000	
Appropriation made during the year	(26,020,778)	
Non-Controlling Interest	4,663,707	3,623,100
	<b>121,328,778</b>	<b>118,312,788</b>
<b>Amount transfer to Balance Sheet</b>	<b>109,012,940</b>	<b>99,274,723</b>

### 3.C Proposed Dividend :

The Board of Directors recommended 15% cash Dividend on the Audited Financial Statements for the year ended 31st December, 2021 in its 133rd Meeting held on 28/07/2022 subject to the approval from the Hon'ble Shareholders of the Annual General Meeting.

### 3.D NON CONTROLLING INTEREST OF SUBSIDIARIES

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Opening Balance	108,998,118	90,887,019
Appropriation made during the year	(1,561,079)	-
Transfer to General Reserve	1,328,019	-
Addition during the year	4,663,707	18,111,099
<b>Total</b>	<b>113,428,765</b>	<b>108,998,118</b>

#### 4.00 BALANCE OF FUND AND ACCOUNTS :

PARTICULARS	%	Amount in BDT 2021	%	Amount in BDT 2020
Fire	40%	133,546,253	40%	88,143,270
Marine Cargo	40%	41,453,737	40%	31,636,089
Marine Hull	100%	1,637,516	100%	24,768
Motor	40%	7,645,873	40%	9,809,888
Misc.	40%	4,597,086	40%	3,594,600
<b>Total</b>		<b>188,880,465</b>		<b>133,208,615</b>

#### 5.00 PREMIUM DEPOSIT:

The below mentioned amount includes premium received against cover notes for which policies have not been issued within December 31, 2021. While the risks against marine cargo have not been assumed until shipment advices are provided and accordingly, policies are issued.

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Fire	-	-
Marine cargo	8,392,385	7,001,078
Marine Hull	-	-
Motor	-	-
Misc.	-	-
<b>Total</b>	<b>8,392,385</b>	<b>7,001,078</b>

#### 6.00 LOANS AND ADVANCE (SOD ACCOUNT):

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Opening Balance	48,980,110	60,460,050
Paid	(12,000,000)	(11,500,000)
Adjustment made during the year	741,270	20,060
<b>Total</b>	<b>37,721,380</b>	<b>48,980,110</b>

This loan lien against the FDR with the Islami Bank Bangladesh Limited and bank charged interest after netting off the FDR interest income.

#### 6.A CONSOLIDATED LOANS AND ADVANCE :

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Sonar Bangla Insurance Ltd.	37,721,380	48,980,110
Subsidiaries company	-	-
<b>Total</b>	<b>37,721,380</b>	<b>48,980,110</b>

## 7.00 LEASE LIABILITY

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Opening Balance	11,183,413	-
Addition during the year	18,306,606	21,695,993
Interest charge for the year	658,733	487,408
Paid during the year	(10,266,997)	(10,197,968)
Payable	(686,937)	(802,020)
<b>Total</b>	<b>19,194,819</b>	<b>11,183,413</b>

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

This is made up as follows:

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Fire	3,821,323	5,565,910
Marine	14,727,918	7,642,280
Marine Hull	-	-
Motor	758,235	1,109,573
Misc.	3,633,191	3,633,191
<b>Total</b>	<b>22,940,667</b>	<b>17,950,954</b>

## 9.00 SUNDRY CREDITORS:

PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
Audit fee payable		395,000	1,261,010
TDS Payable		742,375	829,550
VDS Payable		32,621	-
Salary Payable		3,868,290	26,528
VAT Payable-Office Rent		386,929	317,480
VAT Payable		1,976,648	1,837,064
Dividend Payable		780,859	2,571,514
Office rent Payable		686,937	484,540
Utility Bill Payable		76,812	79,353
Company Tax Liabilities	9.01	49,703,281	23,168,579
<b>Total</b>		<b>58,649,752</b>	<b>30,575,618</b>

### 09.01 Liability for Taxation :

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Opening Balance	23,168,579	26,680,813
Add: Provision during the year (Note 21.00)	26,534,702	35,957,063
	<b>49,703,281</b>	<b>62,637,876</b>
Less: Paid and adjusted during the year	-	39,469,297
<b>Total</b>	<b>49,703,281</b>	<b>23,168,579</b>

### 9.A CONSOLIDATED SUNDRY CREDITORS :

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Sonar Bangla Insurance Ltd.	58,649,752	30,575,618
Subsidiaries company	22,344,093	18,729,973
<b>Total</b>	<b>80,993,845</b>	<b>49,305,591</b>

### 10.00 PROVISION FOR DEFERRED TAX:

This is made up as follows:

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Opening Balance	9,626,981	6,918,948
Provision during the year	(1,839,992)	2,708,033
<b>Total</b>	<b>7,786,989</b>	<b>9,626,981</b>
<b>Deferred Tax Calculation For the current year:</b>		
Tax Written down Value	37,392,381	23,131,735
Accounting Written down Value	58,157,686	48,803,684
Difference (A-B)	(20,765,305)	(25,671,949)
<b>Total :(Liabilities)/Assets:Tax Rate 37.5%* (A-B)</b>	<b>(7,786,989)</b>	<b>(9,626,981)</b>

### 10.A CONSOLIDATED PROVISION FOR DEFERRED TAX:

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Sonar Bangla Insurance Ltd.	(7,786,989)	(9,626,981)
Subsidiaries company	(1,378,826)	(1,321,212)
<b>Total</b>	<b>(9,165,816)</b>	<b>(10,948,193)</b>

### 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 in BDT 2021	Amount in BDT 2020
Opening Balance	27,651,242	15,586,414
Investment made during the year	12,939,796	12,533,729
Un realised on share	5,447,155	(468,901)
Withdrawn	(25,882,596)	-
<b>Total</b>	<b>20,155,597</b>	<b>27,651,242</b>

A details of the above balance have been shown in the Annexure 4.

## 12.A CONSOLIDATED INVESTMENT IN SHARES :

This is made up as follows:

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Sonar Bangla Insurance Ltd.	20,155,597	27,651,242
Subsidiaries company	94,245,225	92,167,543
<b>Total</b>	<b>114,400,822</b>	<b>119,818,785</b>

This is made up as follows:

## 13.00 INVESTMENT TO SUBSIDIARIES:

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Opening Balance	134,348,925	107,708,925
Investment made during the year to Sonar Bangla Capital Management Ltd	20,625,000	26,640,000
Investment made during the year to SBI Securities Limited	46,800,000	
<b>Total</b>	<b>201,773,925</b>	<b>134,348,925</b>

## 14.00 INTEREST, DIVIDEND AND RENT RECEIVABLES (ACCRUED)

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Opening Balance	8,587,498	7,897,196
Interest Income	19,022,230	20,465,874
Interest Received	(20,186,736)	(19,775,572)
<b>Total</b>	<b>7,422,992</b>	<b>8,587,498</b>

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

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Sonar Bangla Insurance Ltd.	7,422,992	8,587,498
Subsidiaries company	1,355,450	1,385,615
<b>Total</b>	<b>8,778,442</b>	<b>9,973,113</b>

**15.00 SUNDRY DEBTORS:**

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Security Money	2,019,000	2,019,000
Advance against Salary	802,759	1,267,378
Advance against Office Rent	1,438,633	9,396,753
Advance to SBI securities Ltd.	260,593	-
Advance to Securities House	265,461	1,008,168
Advance against Company Tax (Note 15.01)	130,374,324	82,038,257
Re-Insurance portfolio losses receivable	75,559,618	106,055,277
Agent Balance	1,258,858	903,912
IPO Application	637,500	
<b>Total</b>	<b>212,616,746</b>	<b>202,688,745</b>

**15.01 Advance Tax Calculation**

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Opening Balance	82,038,257	91,425,511
Add: Advance paid During the year	8,336,067	30,082,043
Less: Adjusted during the year	-	(39,469,297)
<b>Total</b>	<b>130,374,324</b>	<b>82,038,257</b>

**15.A CONSOLIDATED SUNDRY DEBTORS :**

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Sonar Bangla Insurance Ltd.	212,616,746	202,688,745
Subsidiaries company	124,786,310	78,749,105
<b>Total</b>	<b>337,403,056</b>	<b>281,437,850</b>

**16.00 CASH AND BANK BALANCES:**

This is made up as follows:

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Fixed Deposit	329,853,790	328,653,790
STD & CD Accounts with Bank	14,597,925	30,991,012
Cash in hand	59,719	926,545
	-	-
<b>Total</b>	<b>345,211,434</b>	<b>360,571,347</b>

**16.A CONSOLIDATED CASH AND BANK BALANCE :**

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Sonar Bangla Insurance Ltd.	345,211,434	360,571,347
Subsidiaries company	147,535,386	101,556,575
<b>Total</b>	<b>492,746,820</b>	<b>462,127,922</b>

**17.00 FIXED ASSETS ( AT COST LESS DEP.)**

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
<b>Cost</b>		
Balance at the beginning of the year	130,097,636	129,215,562
Addition during the year	15,914,238	882,074
Sales/Disposal during the year	(84,500)	-
Balance at the year end	145,927,374	130,097,636
Accumulated Depreciation		
Balance at the beginning of the year	81,293,952	75,636,724
Addition during the year	6,505,281	5,657,228
Sales/Adjustment during the year	(29,545)	-
Balance at the year end	87,769,688	81,293,952
<b>Written down value at the year end</b>	<b>58,157,686</b>	<b>48,803,684</b>

Details is shown in Annexure 1

**17.01 ROU Assets**

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Opening Balance	11,183,413	-
Addition	18,306,606	21,695,993
Amoritzation	(10,295,200)	(10,512,580)
<b>Total</b>	<b>19,194,819</b>	<b>11,183,413</b>

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

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Sonar Bangla Insurance Ltd.	58,157,686	48,803,684
Subsidiaries company	15,213,162	15,020,328
<b>Total</b>	<b>73,370,847</b>	<b>63,824,012</b>

**18.00 INTEREST INCOME:**

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
FDR & Others	15,692,761	17,456,174
Bangladesh Govt. Treasury Bond	3,009,700	3,009,700
STD & SND Accounts	319,769	250,063
<b>Total</b>	<b>19,022,230</b>	<b>20,715,937</b>

**18.A CONSOLIDATED INTEREST INCOME :**

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Sonar Bangla Insurance Ltd.	19,022,230	20,715,937
Subsidiaries company	5,038,326	5,114,694
<b>Total</b>	<b>24,060,556</b>	<b>25,830,631</b>

**19.00 PREMIUM LESS RE-INSURANCE:**

PARTICULARS	Gross Premium	Ceded Premium	Net Premium 2021	Net Premium 2020
Fire	488,446,479	154,580,846	333,865,633	220,358,174
Marine Cargo	142,961,855	39,327,513	103,634,342	79,090,223
Marine Hull	3,223,768	1,586,252	1,637,516	24,768
Motor	19,643,136	528,453	19,114,683	24,524,720
Miscellaneous	70,400,862	58,908,147	11,492,715	8,986,500
<b>Total</b>	<b>724,676,100</b>	<b>254,931,211</b>	<b>469,744,889</b>	<b>332,984,385</b>

**19.00 MANAGEMENT EXPENSES (for Consolidation Revenue Account):**

PARTICULARS	%	2021	%	2020
Fire insurance	67.40%	152,430,948	63.01%	99,182,979
Marine Cargo and Hull	20.17%	45,620,583	22.12%	34,264,479
Motor & Misc.	12.43%	28,100,299	14.87%	18,108,591
	<b>100.00%</b>	<b>226,151,829</b>	<b>100.00%</b>	<b>151,556,049</b>

## 21.00 Price Sensitive Information Breakdown:

### 21.01 Basic EPS of SBIL

$$= \frac{\text{Earnings attributable to ordinary shareholders}}{\text{Weighted average number of shares outstanding during the year-2021}}$$

	2021	2020
	83,102,438	78,339,051
	40,041,445	40,041,445
	<b>2.08</b>	<b>1.96</b>

Calculation of Earnings Attributable to ordinary Shares	2021	2020
Net Profit before Tax	125,412,581	129,491,061
Provision for Income Tax	(26,534,702)	(35,957,063)
Deferred Tax Expenses	1,839,992	(2,708,033)
Tax provision of Reserve for exceptional loss	(17,615,433)	(12,486,914)
<b>Total</b>	<b>83,102,438</b>	<b>78,339,051</b>

### 21.A Consolidated Basic EPS

	2021	2020
	82,251,582	83,552,780
	40,041,445	40,041,445
	<b>2.05</b>	<b>2.09</b>

Calculation of Consolidated Earnings Attributable to ordinary Shares	2021	2020
Net Profit before Tax	131,066,994	137,389,499
Tax Expenses for the year:	(28,318,650)	(37,320,561)
Deferred Tax Expenses	1,782,377	(4,029,244)
Tax provision of Reserve for exceptional loss	(17,615,433)	(8,863,814)
NCI	(4,663,707)	(3,623,100)
<b>Total</b>	<b>82,251,582</b>	<b>83,552,780</b>

### 21.02 NAV for SBIL:

$$= \frac{\text{Net Asset Value of the Company}}{\text{Weighted average number of shares outstanding during the year-2021}}$$

	2021	2020
Net Asset	800,749,463	760,093,759
Number of Share	40,041,445	40,041,445
Further details are included in Annexure - 2	<b>20.00</b>	<b>18.98</b>

### 21.B Consolidated NAV

	2021	2020
Net Asset	844,959,384	785,574,697
Number of Share	40,041,445	40,041,445
Further details are included in Annexure - 3	<b>21.10</b>	<b>19.62</b>

## 22.00 PROVISION FOR INCOME TAX

		2021	2020
Net Profit before Tax		125,412,581	129,491,061
Reserve for Exceptional Loss		46,974,489	33,298,438
<b>Total Business Income</b>		<b>78,438,092</b>	<b>96,192,623</b>
Realize gain on share		(4,939,796)	(5,036,558)
Dividend Income		(10,660,268)	(475,173)
Excess Management Expenses		6,365,578	3,608,101
Unrealised Loss/ (gain) of Share		(5,447,155)	-
<b>Total</b>		<b>63,756,451</b>	<b>94,288,993</b>
	<b>Tax Rate</b>		
Tax on operating profit	37.5%	23,908,669	35,358,372
Tax on Realize gain on share	10.0%	493,980	503,656
Tax on Dividend income	20.0%	2,132,054	95,035
<b>Total provision for tax</b>		<b>26,534,702</b>	<b>35,957,063</b>

### 22.01 Consolidated Provision for Income Tax

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
Sonar Bangla Insurance Ltd.	26,534,702	35,957,063
Subsidiaries company	1,783,948	1,363,498
<b>Total</b>	<b>28,318,650</b>	<b>37,320,561</b>

## 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	2021	2020
			Transaction Amount	
N/A	N/A	N/A	Nil	83,741,121
Sonar Bangla Capital Management Ltd	Subsidiary	Dividend income	10,287,010	-
		Investment	20,625,000	-
		Portfolio Balance	1,700	-
SBI Securities Limited	Subsidiary	Investment	46,800,000	-
		Advance	260,593	-

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

Sl. 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. 1,923,346	No	Group Insurance	No	No
		Bonus Tk. 191,950				
03	Abdur Rouf Gomosta General Manager & Company Secretary	Salary Tk. 1,319,340	No	Group Insurance	No	No
		Bonus Tk.131,670				

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 2021.

## 25.00 CASH FLOW (INDRIECT METHOD)

### CASH FLOWS FROM OPERATING ACTIVITIES:

Net Income Before Tax

Add/(Less): Unrealized Loss//gain in Shares

Add: Loss on sale of fixed assets

Add: Depreciation

Less: Income Tax Paid

Change in Interest Receivable

Change in Amount due from Insurance

Change in Amount due to other persons or bodies carrying on insurance business

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

	2021	2020
Net Income Before Tax	125,412,581	129,491,061
Add/(Less): Unrealized Loss//gain in Shares	5,447,155)	468,901
Add: Loss on sale of fixed assets	34,955	-
Add: Depreciation	6,505,282	5,657,228
Less: Income Tax Paid	(48,336,067)	30,082,043)
	<b>78,169,596</b>	<b>105,535,147</b>
Change in Interest Receivable	1,164,506	(690,302)
Change in Amount due from Insurance	(55,392,814)	(39,307,113)
Change in Amount due to other persons or bodies carrying on insurance business	936,069	-
Change in Sundry Debtors (excluding AIT)	38,408,066	130,828,443
Change in Stock of Stationary	(540,303)	(232,901)
Change in Balance of Fund	55,671,849	(44,321,491)
Change in Lease Liability	8,011,406	11,183,413
Change in ROU Assets	(8,011,406)	(11,183,413)
Change in Premium Deposit	1,391,307	5,547,341
Change in Claim Provision	4,989,713	788,795
Change in Sundry Creditors (Excluding Tax Prov.)	1,539,433	(1,805,222)
	<b>126,337,421</b>	<b>156,342,697</b>

**25.A CONSOLIDATED CASH FLOW (INDIRECT METHOD)**
**Consolidated Cash Flow from Operating Activities:**

	2021	2020
Net Income Before Tax	131,066,995	141,012,599
Less: Income Tax Paid	(49,375,579)	(33,162,686)
Add: Depreciation	7,683,860	6,746,702
Add: Unrealized loss of share	4,131,613	1,594,012
Change in Interest accrua	1,194,671	1,058,938
Change in Amount Due from insurance	(55,392,814)	(39,307,113)
Change in Amount to insurance	936,069	-
Change in Sundry Debtors	(55,965,206)	106,246,313
Change in Stock of Stationary	(540,303)	(232,901)
Change in Balance of Fund	55,671,850	(44,321,491)
Change in Lease Liability	8,011,406	11,183,413
Change in ROU Assets	(8,011,406)	(11,183,413)
Change in Deposit Premium	1,391,307	5,547,341
Change in Claims. Prov.	4,989,713	788,795
Change in Sundry Creditors	31,688,254	506,778
<b>Net Cash Provided by Operating Activities</b>	<b>111,105,920</b>	<b>146,477,287</b>

**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.668,000/- 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, 2021 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 31.12.2021

**28.00 Payment of Foreign Currency**

Nil

There was no foreing currency payment during the year-2021

**29.00 Foreign Exchange Earned**

Nil

There was no foreing currency earned during the year-2021

**30.00 Commission, Brokerage or Discount against sales**

Tk. 39,944,573

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 Attandance Status of Borad Meeting of Directors**

During the period from 01.01.2021 to 31.12.2021 there were 4(Four) 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
Mrs. Shahida Alamin	Vice-Chairperson	4	4
Al -haj Md. Shamsul Haque	Director	4	3
Mr. Md. Motaleb Hossain	Director	4	4
Mr. Ganga Charan Malaker	Director	4	4
Mr. Rajjab Sharif	Director	4	2
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	3
Mr. Kailash Chandra Baroi	Director	4	4
Mr. Md. Belal Hossain	Director	4	4
Mr. Md. Haroon Kamal	Director	4	2
Mr.Sumit Kurar Barai	Director	4	3
Mrs. Fahmida Waliullah	Director	4	2
Mr. Shahidul Islam Niru	Independent Director	4	3
Mr. dr. Shariff Enamul Kabir	Independent Director	4	2
Mr Delowae Hossain Raja	Independent Director	4	4

Noted: 02 Numbers of NRC Meeting, 02 No's of Claim Committee and 04 Nos of Audit Committee were also held during 2021.

### 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, 2021)

Salary Range (Monthly)	Officer & Staff		Employee	Total Employee
	Head Office	Branches		
Below Tk. 3000	0	0	0	0
Above Tk. 3000	57	421	478	478
<b>Total</b>	<b>57</b>	<b>421</b>	<b>478</b>	<b>478</b>

#### 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
Mrs. Shahida Alamin	Vice-Chairperson	
Al-haj Md. Shamsul Haque	Director	
Mr. Md. Motaleb Hossain	Director	
Mr. Ganga Charan Malaker	Director	
Mr. Rajjab Sharif	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	
Mr. Shahidul Islam Niru	Independent Director	
Mr. dr. Shariff Enamul Kabir	Independent Director	
Mr Delowae Hossain Raja	Independent Director	
	<b>Total</b>	



- b(i)** Period of payment to Directors is from 1st January, 2021 to 31st December, 2021.
- 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
- ii) The Company has not incurred any expenditure in foreign currency for the period from 1st January 2021 to 31 December 2021 on account of royalty, know-how, professional fee, consultancy fees and interest.
  - iii) No Foreign exchange earned during the year 2021 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 2021 to 31st December, 2021.

**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.	724,676,100
3(i)(b) Commission paid to selling agents		Tk.	39,944,573
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.	26,534,702
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		
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 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.

### 36.00 (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, 2021

#### III) Debt considered doubtful or bad

The Company does not make any provision for doubtful debts as on 31st December, 2021 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, 2021

#### V) Debt due by Common Management

There are no amount due form sister company under common management as on 31st December, 2021

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

There is no such debt in this respect as on 31st December, 2021

### 37.00 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 if internal control technique. To establish an effective management system that includes planning, organizing and supervising to establish of its internal Control.

### 38.00 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.

**FORM "AA"**  
**CLASSIFIED SUMMARY OF THE ASSETS**  
**SONAR BANGLA INSURANCE LIMITED**  
**AS AT 31ST DECEMBER, 2021**

PARTICULARS	AMOUNT	REMARKS
Statutory Deposit	25,000,000	Realizable value
Investment in Share	20,155,597	Fair Value
Investment to Subsidiary	201,773,925	At Cost
Accured Interest	7,422,992	Book Value
Sundry Debtors	212,616,746	At Cost
Amount Due from Other Persons or Bodies Carrying on Insurance Business	252,515,761	Book Value
Fixed Deposit	329,853,790	At Cost
Bank Balance & Cheques in transit	14,597,925	At Cost
Cash in hand	759,719	Realizable value
Fixed Assets (at cost less depr: )	58,157,686	WDV
Stock of Stationery, Forms & Stamp	3,203,029	At Cost
ROU Assets	19,194,819	Present Value
<b>TOTAL</b>	<b>1,145,251,989</b>	

### Schedule of Fixed Assets as on 31st December, 2021

Annexure 1

Sl. No.	Particulars	COST				Rate of Dep.	DEPRECIATION				Written down value as on 31.12.2021
		Balance as on 01.01.2021	Addition	Adjustment during the period	Balance as on 31.12.2021		Charged for the period	Adjustment for the year	Balance as on 31.12.2021		
		1	2	3	4	5	6	7	8	9	10
01	Office Decoration	26,741,484	14,000,000	(36,060)	40,705,424	10%	19,568,038	2,113,739	(16,585)	21,665,192	19,040,232
02	Furniture & Fixture	11,190,234	180,584	(48,440)	11,322,378	10%	7,939,970	338,241	(12,960)	8,265,251	3,057,127
03	Telephone Installation	1,353,620		-	1,353,620	15%	1,252,254	15,205	-	1,267,459	86,161
04	Office Equipment	5,641,226	226,760	-	5,867,986	15%	4,219,016	247,345	-	4,466,362	1,401,624
05	Motor Vehicle A/C	35,640,183		-	35,640,183	20%	25,577,793	2,012,478	-	27,590,271	8,049,912
06	Air conditioner	4,977,431	668,080	-	5,645,511	20%	4,163,343	296,434	-	4,459,777	1,185,734
07	Motor Cycle A/C	266,800		-	266,800	20%	81,498	37,060	-	118,559	148,241
08	Floor Purchase	31,444,360		-	31,444,360	3%	7,643,451	595,023	-	8,238,473	23,205,887
09	Software Installation	9,472,000		-	9,472,000	30%	8,420,613	315,416	-	8,736,029	735,971
10	Computer	3,370,298	838,814	-	4,209,112	30%	2,427,976	534,341	-	2,962,317	1,246,795
	<b>TOTAL TAKA</b>	<b>130,097,636</b>	<b>15,914,238</b>	<b>(84,500)</b>	<b>145,927,374</b>		<b>81,293,952</b>	<b>6,505,281</b>	<b>(29,545)</b>	<b>87,769,688</b>	<b>58,157,686</b>
***	<b>ROU Assets</b>	<b>21,695,993</b>	<b>18,306,606</b>	<b>-</b>	<b>40,002,599</b>	<b>-</b>	<b>10,512,580</b>	<b>10,295,200</b>	<b>-</b>	<b>20,807,780</b>	<b>19,194,819</b>
	<b>TOTAL TAKA-2020</b>	<b>129,215,562</b>	<b>882,074</b>	<b>-</b>	<b>130,097,636</b>		<b>75,636,724</b>	<b>5,657,228</b>	<b>-</b>	<b>81,293,952</b>	<b>48,803,684</b>

**NET ASSETS VALUE (NAV)**
**Annexue 2**

PARTICULARS	Amount in BDT 2021	Amount in BDT 2020
<b>A. ASSETS:</b>		
Bangladesh Government Treasury Bond	25,000,000	25,000,000
Investment in Shares (Fair Value)	20,155,597	27,651,242
Investment to Subsidiary	201,773,925	134,348,925
Interest Receivable	7,422,992	8,587,498
Amount Due From Other Persons	252,515,761	197,122,947
Sundry Assets	212,616,746	202,688,745
Fixed assets (At cost less Depr.)	58,157,686	48,803,684
ROU Assets	19,194,819	11,183,413
Stock of Stationery, Stamps & Forms	3,203,029	2,662,726
Cash & Bank Balance	345,211,434	360,571,347
<b>TOTAL</b>	<b>1,145,251,989</b>	<b>1,018,620,527</b>
<b>B. LIABILITIES:</b>		
Balance of Fund and Accounts	188,880,465	133,208,616
Loans & Advances	37,721,380	48,980,110
Lease Liability	19,194,819	11,183,413
Estimated liabilities in respect of outstanding claims	22,940,667	17,950,954
Amount due to other persons	936,069	-
Sundry Creditors(Including outstanding and accruing for expenses)	58,649,752	30,575,617
Deferred Tax Provision	7,786,989	9,626,981
Premium Deposit	8,392,385	7,001,078
<b>TOTAL</b>	<b>344,502,525</b>	<b>258,526,769</b>
<b>NET ASSET (A-B-C)</b>	<b>800,749,463</b>	<b>760,093,758</b>
<b>NO OF SHARES</b>	<b>40,041,445</b>	<b>40,041,445</b>
<b>NET ASSETS VALUE PER SHARE</b>	<b>20.00</b>	<b>18.98</b>

**CONSOLIDATED NET ASSETS VALUE (NAV)**

Annexue 3

PARTICULARS	Amount in BDT	Amount in BDT
	2021	2020
<b>A. ASSETS:</b>		
Bangladesh Government Treasury Bond	25,000,000	25,000,000
Investment in Shares (Fair Value)	114,400,822	119,818,785
Interest Receivable	8,778,442	9,973,113
Amount Due From Other Persons or Bodies Carrying On Insurance Business	252,515,761	197,122,947
Sundry Assets	337,403,056	281,437,850
Fixed assets (At cost less Depr.)	73,370,847	63,824,012
ROU Assets	19,194,819	11,183,413
Stock of Stationery, Stamps & Forms	3,203,029	2,662,726
Cash & Bank Balance	492,746,820	462,127,922
<b>TOTAL</b>	<b>1,326,613,597</b>	<b>1,173,150,76</b>
<b>B. LIABILITIES:</b>		
Balance of Fund and Accounts	188,880,465	133,208,615
Loans & Advances	37,721,380	48,980,110
Lease Liability	19,194,819	11,183,413
Estimated liabilities in respect of outstanding claims whether due or intimated	22,940,667	17,950,954
Amount due to other persons or bodies carrying on insurance business	936,069	-
Sundry Creditors(Including outstanding and accruing for expenses)	80,993,845	49,305,591
Deferred Tax Provision	9,165,816	10,948,193
Premium Deposit	8,392,385	7,001,078
<b>TOTAL</b>	<b>368,225,446</b>	<b>278,577,954</b>
<b>C. Non Controlling Interest</b>	<b>113,428,765</b>	<b>108,998,118</b>
<b>NET ASSET (A-B-C)</b>	<b>844,959,385</b>	<b>785,574,697</b>
<b>NO OF SHARES</b>	<b>40,041,445</b>	<b>40,041,445</b>
<b>CONSOLIDATED NET ASSETS VALUE PER SHARE</b>	<b>21.10</b>	<b>19.62</b>

**Status of Investment on Share as on 31.12.21**
**A) BO Account : DBL Securities Ltd.**
**Annexue 4**

Sl. No.	Item	Closing Balance as on			Market Value as on		Un realized Gain/(Loss) as on 31-12-21
		31.12.21 (Cost)			31.12.21		
		Qty.	Price	Amount	Price	Amount	
01	BRAC Bank Ltd.	1,059	11.18	11,830.86	55.30	58,563	46,731.84
02	Jamuna Bank Ltd.	673	6.91	4,647.84	23.40	15,748	11,100.36
03	Meghna Petroleum Ltd.	583	0	-	196.80	114,734	114,734.40
04	National Bank Ltd.	140,778	20.39	2,870,882.64	7.50	1,055,835	(1,815,047.64)
05	Social Islami Bank Ltd.	49,458	16.96	839,007.25	14.80	731,978	(107,028.85)
06	United Commercial Bank Ltd.	206,478	43.14	8,907,846.24	15.30	3,159,113	(5,748,732.84)
07	EXIM Bank Ltd.	2,137	16.78	35,862.00	12.70	27,140	(8,722.10)
08	ICB Islamic Bank	100	5.91	591.45	5.20	520	(71.45)
	<b>Total</b>	-		<b>12,670,668.28</b>		<b>5,163,632.00</b>	<b>(7,507,036.28)</b>

**A) BO Account : E- Securities Ltd.**

Sl. No.	Item	Closing Balance as on			Market Value as on		Un realized Gain/(Loss) as on 31-12-21
		31.12.21 (Cost)			31.12.21		
		Qty.	Price	Amount	Price	Amount	
01	Rupali Bank Ltd.	10	38.24	4206.40	31.90	3,509.00	(697.40)
02	Activefine	10,000	31.20	312,053.00	25.60	256,000.00	(56,053.00)
03	City Bank Ltd.	5,512	29.36	161,804.76	27.30	150,477.60	(11,327.16)
04	EXIM Bank Ltd.	70,500	14.36	1,012,034.55	12.70	895,350.00	(116,684.55)
05	Islami Bank Ltd.	20,000	33.97	679,380.00	32.00	640,000.00	(39,380.00)
06	NBL	422,649	9.84	4,156,837.44	7.50	3,169,867.50	(986,969.94)
07	PLFSL	201,830	65.11	13,141,575.14	3.00	605,490.00	(12,536,085.14)
08	Premier Bank Ltd.	50,000	15.48	773,850.00	14.90	745,000.00	(28,850.00)
09	UCBL	14,944	20.64	308,451.63	15.30	228,643.20	(79,808.43)
10	NTC	23	487.83	11,220.02	579.50	13,328.50	2,108.48
11	Popularmf	50,000	6.23	311,550.00	5.40	270,000.00	(41,550.00)
12	NCCBANK	50,000	15.83	791,440.00	15.30	765,000.00	(26,440.00)
13	SUMITPOWER	20,000	50.67	1,013,342.00	38.90	778,000.00	(235,342.00)
14	SKICL (IPO)	6,995	10	69,950.00	77.30	540,713.50	470,763.50
15	DHAKABANK	75,000	14.67	1,100,475.00	14.00	1,050,000.00	(50,475.00)
	<b>Total</b>			<b>23,848,169.94</b>		<b>10,111,379.30</b>	<b>(13,736,790.64)</b>

## A) BO Account : Sonar Bangla Capital Management Ltd.

Sl. No.	Item	Closing Balance as on 31.12.21 (Cost)			Market Value as on 31.12.21		Un realized Gain/(Loss) as on 31-12-21
		Qty.	Price	Amount	Price	Amount	Amount
01	A.B. Bank Ltd.	37,791	18.66	705,160.00	13.30	502,620.30	(202,539.70)
02	Beximco Ltd.	13,886	52.16	724,286.00	148.40	2,060,633.40	1,336,347.40
03	City General Insurance Ltd.	8,052	23.89	192,349.00	42.90	345,430.80	153,081.80
04	National Bank Ltd.	90,721	9.75	884,362.00	7.50	680,407.50	(203,954.50)
05	Titas Gas	20,000	85.87	1,717,401.00	36.30	726,000.00	(991,401.00)
06	Uttara Bank Ltd.	15,181	24.34	369,440.00	25.50	387,115.50	17,675.50
07	RSRM Steel Mills Ltd.	7,722	40.31	311,302.00	23.10	178,378.20	(132,923.80)
	<b>Total</b>			4,904,300.00		4,880,585.70	(23,714.30)
	<b>Grand Total</b>			<b>41,423,138.22</b>		<b>20,155,597.00</b>	<b>(21,267,541.22)</b>

## 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:

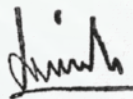
**01. The value of investments in shares has been taken at fair value and the quoted value thereof mentioned wherever available.**

**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, 2021 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.**



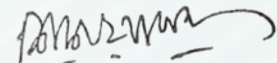
**(Md. Shahadat Hossain)**  
Chief Executive Officer (CC)



**Shahidul Islam Niru**  
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 (4<sup>th</sup> Floor), Dhaka  
Mrs. Ms. Bilkis Begum Maya  
Dy. Managing Director & In-charge  
Ph : 02223353797

### Motijheel Branch

Ali Bhaban (6<sup>th</sup> Floor), 9, Rajuk  
Avenue, Motijheel, Dhaka  
Mr. Md. Wahiduzzaman  
Addl. Managing Director & In-charge  
Ph : 02223351570

### Imamgonj Branch

18, Imamgonj (3rd Floor), Dhaka  
Mr. Md. Shahadat Hossain  
Addl. Managing Director & In-charge  
Ph : 57310388

### 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 : 01712-265003

### Principal Branch

Paramount Heights (09th Floor)  
65/2/1, Purana Paltan, Dhaka-1000.  
Ms. Hasina Akter Shapna  
Asst. Managing Director & In-charge  
Ph : 01712-916876

### 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 : 01716-301786

### Nayapaltan Branch

Mollik Tower (2nd Floor)  
12/1 Paltan. Dhaka  
Mr. Md. Shahjahan Mollah  
Asst. Managing Director & In-charge  
Ph : 02223350372

### Dilkusha Branch

BSS Bhaban (3rd Floor)  
4. Dilkusha C/A, Dhaka  
Mr. Aroj Ali Miah  
Sr. General Manager & In-charge  
Ph : 02223357865

### Purana Paltan Branch

Nawab Ali Tower (3rd Floor)  
Suite # W- 303  
24, Purana Paltan, Dhaka-1000  
Mr. Md. Monwar Hassan  
General Manager & 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 : 55011850, 8180199

### \* Fakirapool Branch

Rahmania Int'l Complex (9th Floor) 28/1/C,  
Toyenbee Circular Road, Paltan. Dhaka  
Ph : 01718-238290

### VIP Road Branch

70/C. Puranapaltan, Dhaka  
Mr. Md. Tafiqur Rahman  
Senior General Manager & In-Charge  
Ph : 8333742, 8333724

### New Market Branch

Mahmud Mansion (2nd Floor)  
27, Mirpur Road. Dhaka  
Mr. K. U. M. Mehbub Elahi  
General Manager & In-charge  
Ph : 02223369696

### Malibag Branch

Mouchak Tower. Room No. 1301  
83/3. Malibag, Dhaka  
Mr. Dulal Mia Munshi  
General Manager & In-charge  
Ph:58311065

### Nawabpur Branch

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

### Hatkholra Branch

2/2. R. K. Mission Road (2nd Floor), Dhaka  
Mr. Md. Nazrul Islam Montu  
General Manager & In-charge.  
Ph : 02223359796

### Rajshahi Branch

226, Shaheb Bazar (2nd Floor) Rajshahi  
Mr. Md. Abdur Razzak  
Deputy General Manager & In-charge  
Mob: 02588856473

### Mohakhali Branch

H-42, Bir Uttam Ziaur Rahman Road  
(2nd fir.) Mohakhali Amtoli, Dhaka-1212.  
Mr. Mehedy Hasan  
Deputy General Manager & In-charge  
Ph : 01681-620258

### B. B. Avenue Branch

Don Plaza (6th Floor)  
9, B. B. Avenue, Dhaka  
Mr. Md. Jamal Uddin Hera  
Sr. General Manager & In-charge  
Ph : 02223355940

### 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 : 02224432702

### Khatungonj Branch

A. K. Tower  
599. Romjoy Mohajom Lane  
Khatungonj. Chattogram  
Mr. Dipok Kumar Lala  
Dy. Managing Director & In-charge  
Ph : 02333352351

### Agrabad Branch

Progressive Tower (2nd floor)  
1837 Sk. Mujib Road Badamtoli,  
Agrabad, Chattogram,  
Mr. Azizul Hoque, Deputy. Manag-  
ing Director & In-charge,  
Ph : 02333322722, 02333321911

### Khulna Branch

Noorjahan Plaza (2nd Floor)  
155, Sir Iqbal Road, Khulna  
Mr. Sk. Gias Uddin  
General Manager & In-charge  
Ph : 02477724903

### Jashore Branch

Shafiullah Complex (2nd Floor)  
27, M.K. Road  
Mr. Md. Jubayer Rahman  
Dy. General Manager & In-charge  
Phone:02477760699

### Faridpur Branch

House # 124, Mujib Road  
Arju Super Market (2nd Floor),  
Faridpur.  
Mr. Mohammad Abul Khair.  
Deputy General Manager & In-charge  
Mobile : 02478805052

### Gazipur Chowrasta Branch

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

### Narsingdi Branch

South Tower (3rd Floor) 99, C&B Road,  
Narsingdi Bazar, Narsingdi.  
Mr. Ashraf Hossain Bhuiyan  
Asst. General Manager & In-Charge.  
Mobile: 01841606077

### 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: 02477746922

### Mirpur Branch

Rajia Plaza 8<sup>th</sup> 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 December 31, 2021, 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, the accompanying financial statements give a true and fair view of the financial position of the Company as at December 31, 2021, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

##### Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. 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, the Companies Act 1994, Securities and Exchange Rules 2020 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's or to cease operations, or has no realistic alternative but to do so.

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

##### Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

#### Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act 1994 and Securities and Exchange Rules 2020, 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.

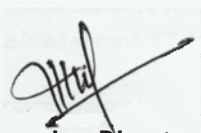
Date: 28 July 2022  
 Dhaka, Bangladesh  
 DVC # 2208010392AS954819

  
**A.K Gulam Kabria FCA, Partner (#392)**  
 G. KIBRIA & CO.  
 Chartered Accountants

**SONAR BANGLA CAPITAL MANAGEMENT LIMITED**
**Statement of Financial Position**
**As at 31st December, 2021**

PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
<b>Assets:</b>			
<b>Non-Current Assets:</b>			
Property, Plant & Equipment	4.00	13,702,512	14,082,016
Intangible Assets	4.01	1,510,650	938,312
		<b>15,213,162</b>	<b>15,020,328</b>
<b>Current Assets:</b>			
Investment in Shares	5.00	94,245,225	92,167,542
Profit Receivable from FDR		1,163,450	1,385,615
Advance, deposit and prepayments	6.00	78,160,264	70,891,874
Accounts Receivable	7.00	6,888,339	7,857,231
<b>Cash &amp; Cash equivalents:</b>			
Investment on FDR	8.00	96,875,481	96,722,633
Cash At Bank	9.00	623,621	4,801,472
Cash In Hand	9.00	32,339	32,470
		<b>277,988,719</b>	<b>273,858,837</b>
<b>Total Assets</b>		<b>293,201,881</b>	<b>288,879,165</b>
<b>Equity &amp; liabilities:</b>			
<b>Capital and Reserve:</b>			
Paid up capital	10.02	250,000,000	153,999,300
Retained Earning	11.00	15,530,960	20,712,680
General Reserve	17.00	4,000,000	-
Share Money Deposit	12.00	-	94,116,000
<b>Total Equity</b>		<b>269,530,960</b>	<b>268,827,980</b>
<b>Current Liabilities:</b>			
Income Tax Provision	13.00	18,130,394	16,346,446
Account payable	14.00	4,136,700	2,358,527
Deferred Tax Liability	15.00	1,378,826	1,321,212
Liability for Expenses	16.00	25,000	25,000
<b>Total current liabilities</b>		<b>23,670,921</b>	<b>20,051,185</b>
<b>Total Equity &amp; Liabilities.</b>		<b>293,201,881</b>	<b>288,879,165</b>

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



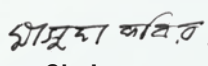
**Managing Director (C.C)**



**Director**




**Director**



**Chairman**

Subject to our separate report of even date

Date: 28 July 2022  
Place: Dhaka, Bangladesh

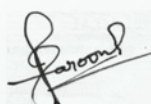
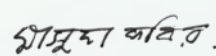


**A.K Gulam Kabria FCA, Partner (#392)**  
G. KIBRIA & CO., Chartered Accountants

**SONAR BANGLA CAPITAL MANAGEMENT LIMITED**  
Statement of profit or loss and other comprehensive income  
For the period from 1st January to 31st December, 2021

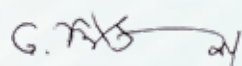
PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
<b>INCOME:</b>			
Interest income		4,846,326	5,114,694
<b>Net interest income</b>		<b>4,846,326</b>	<b>5,114,694</b>
Dividend Income		1,374,809	1,057,920
Income from Investment		16,122,141	11,519,140
Other operating income		3,322,361	3,105,817
		<b>20,819,311</b>	<b>15,682,877</b>
<b>Total Operating Income (A)</b>		<b>25,665,636</b>	<b>20,797,571</b>
<b>EXPENDITURE:</b>			
Salaries & Allowances		4,095,000	3,593,000
Festival Bouns		388,000	285,000
Finance Cost		-	893,388
Utility Bill		90,100	118,778
Subscription to BSEC & MBA		200,000	300,000
Telephone bill		125,263	72,629
Stationery, printing & Papers etc.		142,892	49,162
Entertainment Exp		293,971	17,080
Advisory Fee		-	333,000
Depreciation & Amortisation		1,178,578	1,089,474
Un-realized Loss in Share		1,315,542	1,125,111
Audit Fee		25,000	25,000
Renewal & Registration (Including Holding Tax)		108,608	30,000
Bank Charges (with excise duty)		106,142	23,250
Repair & Maintainance		186,799	5,800
Conveyance		1,349,970	1,315,361
<b>Total Operating expenses (B)</b>		<b>9,605,86</b>	<b>9,276,033</b>
<b>Profit /(Loss) before provision and tax (C=A-B)</b>		<b>16,059,772</b>	<b>11,521,538</b>
Provision for Taxation		1,783,948	1,363,498
Deferred Tax expenses / (Income)		57,615	1,321,212
<b>Net Profit after tax</b>		<b>14,218,209</b>	<b>8,836,828</b>
Other Comprehensive Income		-	-
<b>Total Comprehensive Income</b>		<b>14,218,209</b>	<b>8,836,828</b>

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

  
**Managing Director (C.C)**
  
**Director**
  
**Director**
  
**Chairman**

Subject to our separate report of even date

Date: 28 July 2022  
Place: Dhaka, Bangladesh

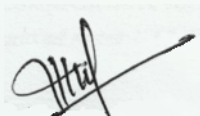
  
**A.K Gulam Kabria FCA, Partner (#392)**  
 G. KIBRIA & CO., Chartered Accountants

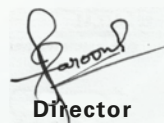
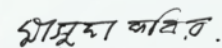
**SONAR BANGLA CAPITAL MANAGEMENT LIMITED**
**Statement of Changes in Equity  
For the Year ended 31st December, 2021**

Particulars	Share Capital	Share Money Deposit	Retained Earning	General Reserve	Total
Opening Balance	153,999,300	94,116,000	20,712,681	-	<b>268,827,981</b>
Addition during the year	-	1,884,700	-	-	<b>1,884,700</b>
Net Profit after Tax	-	-	14,218,209	-	<b>14,218,209</b>
Issue new share	96,000,700	(96,000,700)	-	-	-
Dividend paid	-	-	(15,399,930)	-	<b>(15,399,930)</b>
Transfer to General Reserve	-	-	(4,000,000)	4,000,000	-
<b>Balance as at 31st Dec.2021</b>	<b>250,000,000</b>	<b>-</b>	<b>15,530,960</b>	<b>4,000,000</b>	<b>269,530,960</b>

**Statement of Changes in Equity  
For the Year ended 31st December, 2020**

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


**Managing Director (C.C)**

**Director**

**Director**

**Chairman**

Date: 28 July 2022


Place: Dhaka, Bangladesh

**SONAR BANGLA CAPITAL MANAGEMENT LIMITED**  
**Statement of Cash Flow**  
**For the period from 1st January to 31st December, 2021**

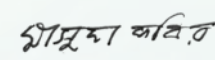
PARTICULARS	NOTES	Amount in BDT 2021	Amount in BDT 2020
<b>A. Cash Flow from opening activities:</b>			
Cash Collection from Turnover		25,887,801	22,546,811
Paid to Customers, Suppliers, Employes & others		(29,936,134)	(29,331,577)
Income Tax paid		(1,039,512)	(3,080,643)
<b>Net Cash receipt from/(used) operating activities</b>		<b>(5,087,844)</b>	<b>(9,865,409)</b>
<b>B. Cash flows from investing activities :</b>			
Fixed Assets addition during the year		(1,371,411)	-
Investment in Share		12,022,389	(5,964,486)
<b>Net cash flows from/(used) investing activities</b>		<b>10,650,978</b>	<b>(5,964,486)</b>
<b>C. Cash flows from financing activities:</b>			
Increase in Share Capital		-	-
Share Money Deposit		1,884,700	41,128,000
Dividend Paid		(11,472,968)	(15,415,613)
<b>Net cash flows from financing activities</b>		<b>(9,588,268)</b>	<b>25,712,387</b>
D. Net increase/(decrease) in cash and cash equivalent (A+B+C)		(4,025,134)	9,882,492
E. Opening cash and cash equivalent		101,556,575	91,674,083
<b>F. Closing cash and cash equivalents (D+E)</b>		<b>97,531,441</b>	<b>101,556,575</b>

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

  
**Managing Director (C.C)**

  
**Director**

  
**Director**

  
**Chairman**

Date: 28 July 2022

Place: Dhaka, Bangladesh

## **SONAR BANGLA CAPITAL MANAGEMENT LIMITED**

### **Notes to the Financial Statements**

**As at and for the year ended December 31,2021**

#### **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 Limited.

##### **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 Palton, Dhaka-1000.

##### **1.03 Nature of Business Activities:**

The main objective of the Company as per the Securities and Exchange 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 statement 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 statement' issued by the international Accounting Standard Board (IASB).

##### **2.03 Going Concern**

Financial statement 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 statement' 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 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" Refit: GKC/A/20-21/277 Sonar Bangla Capital Management Limited.

### 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 judgment, estimates and assumptions that affect the application of accounting policies and 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.

	<b>Amount in BDT 2021</b>	<b>Amount in BDT 2020</b>
<b>4.00 Property, Plant and Equipment</b>		
Air-Conditionation	376,857	471,071
Office Equipment	736,811	866,837
Office Decoration	1,303,208	1,448,009
Motor Vehicle A/C	362,925	453,656
Furniture & Fixture	714,563	372,548
Office Premises	10,208,148	10,469,895
<b>Total</b>	<b>13,702,512</b>	<b>14,082,016</b>
Details are given in Annexure-A		
<b>4.01 Intangible assets</b>		
Software and System	1,510,650	938,312
<b>Total</b>	<b>1,510,650</b>	<b>938,312</b>
Details are given in Annexure-A		
<b>5.00 Investment in Shares</b>		
Cost Value of Investment	95,560,767	93,292,653
Un-realized Loss in Share	(1,315,542)	(1,125,111)
<b>Market Value of Investment</b>	<b>94,245,225</b>	<b>92,167,542</b>
Details are given in Annexure-B		
<b>6.00 Advance, deposit and Prepayments</b>		
Security Deposit (CDBL)	200,000	200,000
Advance Company Tax	17,560,476	16,520,964
Advance to Securities House	60,399,788	54,170,910
<b>Total</b>	<b>78,160,264</b>	<b>70,891,874</b>
<b>7.00 Account Receivable</b>		
Issue Management Fee	800,000	400,000
Receivable from Investor	6,088,339	7,457,231
<b>Total</b>	<b>6,888,339</b>	<b>7,857,231</b>
<b>8.00 Investment on FDR</b>		
Exim Bank-113	30,000,000	30,982,405
Jamuna Bank	1,281,348	1,239,345
Exim Bank-114	36,000,000	36,227,504
Shahajal Islami Bank-711	2,697,973	2,616,009
Shahajal Islami Bank-714	4,341,048	4,229,370
Bank Asia-4391	22,555,112	21,428,000
<b>Total</b>	<b>96,875,481</b>	<b>96,722,633</b>

**9.00 Cash & Cash equivalent**Cash in Hand  
Cash at Bank**Total**

Amount in BDT 2021	Amount in BDT 2020
32,339	32,470
623,621	4,801,472
<b>655,960</b>	<b>4,833,942</b>

**10.00 Share Capital****10.01 Authorized Capital**

Amount in BDT 2021	Amount in BDT 2020
<b>35,00,00,000</b>	<b>35,00,00,000</b>

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.

**10.02 Issued, subscribed and fully paid-up Capital:**

(Divided into 2,500,000 ordinary Shares @Tk. 100/- each)

Amount in BDT 2021	Amount in BDT 2020
<b>250,000,000</b>	<b>153,999,300</b>

**10.03 Share Holding Position:**

Name of the Share holders	% of Shareholdings	No. of Shares	Amount
Sonar Bangla Insurance Ltd.	66.80%	1,669,988	166,998,800
Mrs. Masuda Kabir	7.00%	175,000	17,500,000
Mr. Mahfuzur Rahman Mita	7.80%	195,000	19,500,000
Mr. Mohammed Amirul Islam	7.80%	195,000	19,500,000
Mr. Kaushik Hossain Taposh	7.80%	195,000	19,500,000
Mr. Sheikh Kabir Hossain	2.00%	50,000	5,000,000
Mr. Sheikh Mosadeq Kabir	0.80%	20,000	2,000,000
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
<b>Total</b>	<b>100.00%</b>	<b>2,500,000</b>	<b>250,000,000</b>

	<b>Amount in BDT 2021</b>	<b>Amount in BDT 2020</b>
<b>11.00 Retained Earning</b>		
Opening Balance	20,712,681	11,875,852
Add: Current Year profit/(Loss)	14,218,209	8,836,828
General reserve	(4,000,000)	-
Less: Dividend paid	(15,399,930)	-
<b>Total</b>	<b>15,530,960</b>	<b>20,712,681</b>

	<b>Amount in BDT 2021</b>	<b>Amount in BDT 2020</b>
<b>12.00 Share Money Deposit</b>		
Mr. Mohammed Amirul Islam	-	6,000,000
Mr.Md.Abdullah	-	7,488,000
Mr. Mahfuzur Rahman Mita	-	7,500,000
Sonar Bangla Insurance Ltd.	-	56,640,000
Mrs. Masuda Kabir	-	5,488,000
Koushik Hossain Taposh	-	7,500,000
Mr. Sheikh Kabir Hossain	-	1,500,000
Sheikh Mosedeq Kabir	-	2,000,000
<b>Total</b>	<b>-</b>	<b>94,116,000</b>

	<b>Amount in BDT 2021</b>	<b>Amount in BDT 2020</b>
<b>13.00 Provision for Corporate Income Tax</b>		
Balance at the beginning of the Year	16,346,446	14,982,948
Add: Provision made during the year (Note 13.01)	1,783,948	1,363,498
Less: Adjustment during the Year	-	-
<b>Total</b>	<b>18,130,394</b>	<b>16,346,446</b>

	<b>Amount in BDT 2021</b>	<b>Amount in BDT 2020</b>
<b>13.01 Provision for Taxation</b>		
	<b>Tax Rate</b>	
Interest Income	37.50%	1,817,372
Business Income	37.50%	1,920,600
Realize gain on Share	10%	1,612,214
Dividend Income	20%	274,962
<b>Total</b>		<b>1,783,948</b>

	<b>Amount in BDT 2021</b>	<b>Amount in BDT 2020</b>
<b>14.00 Accounts Payable</b>		
Clients	9,738	2,358,527
Dividend payable (With Tax)	3,926,962	-
Subscription Payable	200,000	-
<b>Total</b>	<b>4,136,700</b>	<b>2,358,527</b>

**15.00 Deferred Tax Liability**

Tax Base WDV  
Accounting Base WDV

**Difference**

Tax Rate

**Deferred tax liability**

	Amount in BDT 2021	Amount in BDT 2020
Tax Base WDV	11,536,291	11,497,096
Accounting Base WDV	15,213,162	15,020,32
<b>Difference</b>	<b>3,676,870</b>	<b>3,523,232</b>
Tax Rate	37.5%	37.5%
<b>Deferred tax liability</b>	<b>1,378,826</b>	<b>1,321,212</b>

**15.01 Deferred Tax Income /(Expenses)**

Opening Balance  
Closing Balance

**Charge during the year**

	Amount in BDT 2021	Amount in BDT 2020
Opening Balance	1,321,212	-
Closing Balance	1,378,826	1,321,212
<b>Charge during the year</b>	<b>57,615</b>	<b>1,321,212</b>

**16.00 Liability for Expenses**

Audit Fee

	Amount in BDT 2021	Amount in BDT 2020
Audit Fee	25,000	25,000
	25,000	25,000

**17.00 General Reserve**

Opening Balance  
Addition  
Less: Transfer

**Charge during the year**

	Amount in BDT 2021	Amount in BDT 2020
Opening Balance	-	-
Addition	4,000,000	-
Less: Transfer	-	-
<b>Charge during the year</b>	<b>4,000,000</b>	<b>-</b>

**SONAR BANGLA CAPITAL MANAGEMENT LIMITED**
**Schedule of Property, Plant and Equipment as on 31st December, 2021**
**Annexue A**

Sl.	Particulars	C O S T				DEPRECIATION				Net Book value as at 31.12.21	
		Opening balance as on 01.01.2021	Additions during the Year	Disposals/ad just during the year	Total Balance as at 31.12.21	Rate	Opening balance as on 01.01.2021	Charged for the Year	Disposals/a djust during the year		Total Balance as at 31.12.21
1	Air-Conditionation	1,026,800	-	-	1,026,800	20%	555,729	94,214	-	649,943	376,857
2	Office Equipment	2,162,625	-	-	2,162,625	15%	1,295,788	130,026	-	1,425,814	736,811
3	Office Decoration	2,584,612	-	-	2,584,612	10%	1,136,603	144,801	-	1,281,404	1,303,208
4	Motor Vehicle A/C	3,380,000	-	-	3,380,000	20%	2,926,344	90,731	-	3,017,075	362,925
5	Furniture & Fixture	735,460	421,411	-	1,156,871	10%	362,912	79,396	-	442,308	714,563
6	Office Premises	12,500,000	-	-	12,500,000	3%	2,030,105	261,747	-	2,291,852	10,208,148
7	Software	2,810,000	950,000	-	3,760,000	20%	1,871,688	377,662	-	2,249,350	1,510,650
	<b>Total as on 31 Dec. 21</b>	<b>25,199,497</b>	<b>1,371,411</b>	<b>-</b>	<b>26,570,908</b>		<b>10,179,169</b>	<b>1,178,578</b>	<b>-</b>	<b>11,357,746</b>	<b>15,213,162</b>
	<b>Total as on 31 Dec. 20</b>	<b>25,199,497</b>	<b>-</b>	<b>-</b>	<b>25,199,497</b>		<b>9,089,695</b>	<b>1,089,474</b>	<b>-</b>	<b>10,179,169</b>	<b>15,020,328</b>

## E-Securities Limited

## Annexue B

Instrument	Group	Total	Saleable	Avg.Cost	Total Cost	Mkt. Rate	Market Value	Unrealized Gain/Loss
ALARABANK	A	250,000	250,000	26.30	6,575,000.00	26.50	6,625,000.00	50,000.00
BAYLEASING	A	285,710	285,710	35.20	10,056,992.00	29.80	8,514,158.00	(1,542,834.00)
BDFINANCE	A	10,000	10,000	56.00	560,000.00	54.10	541,000.00	(19,000.00)
PRIMEFIN	A	50,000	50,000	12.43	621,500.00	15.80	790,000.00	168,500.00
PRIMEINSUR	A	2,000	2,000	44.10	88,200.00	81.40	162,800.00	74,600.00
ABBANK	A	39,590	39,590	10.10	399,859.00	10.80	427,572.00	27,713.00
BDLAMPS	A	800	800	154.15	123,320.00	192.70	154,160.00	30,840.00
BERGERPBL	A	1,200	1,200	1,380.00	1,656,000.00	1,744.80	2,093,760.00	437,760.00
BEXIMCO	B	20,000	20,000	159.00	3,180,000.00	149.50	2,990,000.00	(190,000.00)
CITYBANK	A	351,000	351,000	25.10	8,810,100.00	27.30	9,582,300.00	772,200.00
CITYGENINS	A	8,052	8,052	23.83	191,879.16	42.90	345,430.80	153,551.64
DACCADYE	N	13,310	13,310	23.64	314,648.40	24.10	320,771.00	6,122.60
DELTALIFE	A	26,700	26,700	77.26	2,062,842.00	145.10	3,874,170.00	1,811,328.00
DESCO	A	4,500	4,500	42.30	190,350.00	35.50	159,750.00	(30,600.00)
DHAKA BANK	A	90,000	90,000	10.20	918,000.00	14.00	1,260,000.00	342,000.00
EASTERNINS	A	900	900	86.76	78,084.00	115.10	103,590.00	25,506.00
FAMILYTEX	Z	394,418	394,418	4.50	1,774,881.00	4.60	1,814,322.80	39,441.80
GHAIL	A	20,000	20,000	19.04	380,800.00	16.50	330,000.00	(50,800.00)
INTECH	A	2,200	2,200	31.89	70,158.00	27.90	61,380.00	(8,778.00)
JAMUNAOIL	A	10,000	10,000	178.00	1,780,000.00	171.10	1,711,000.00	(69,000.00)
MALEKSPIN	Z	5,000	5,000	26.86	134,300.00	26.10	130,500.00	(3,800.00)
MEGHNALIFE	A	41,710	41,710	52.10	2,173,091.00	71.20	2,969,752.00	796,661.00
MONNOCERA	A	1,000	1,000	127.97	127,970.00	105.90	105,900.00	(22,070.00)
MTB	A	40,800	40,800	23.80	971,040.00	19.80	807,840.00	(163,200.00)
NAHEEACP	A	875,000	875,000	45.10	39,462,500.00	40.10	35,087,500.00	(4,375,000.00)
NATLIFEINS	A	2,000	2,000	265.36	530,720.00	221.90	443,800.00	(86,920.00)
NBL	B	555,570	555,570	8.20	4,555,674.00	7.50	4,166,775.00	(388,899.00)
NITOLINS	A	5,000	5,000	62.03	310,150.00	61.30	306,500.00	(3,650.00)
ONEBANKLTD	A	525	525	14.23	7,470.75	13.30	6,982.50	(488.25)
PHARMAID	A	4,138	4,138	431.00	1,783,478.00	600.40	2,484,455.20	700,977.20
PEIME BANK	A	5,120	5,120	17.10	87,552.00	21.50	110,080.00	22,528.00
PREMIERBAN	A	55,710	5,571	12.51	69,693.21	14.90	83,007.90	13,314.69
PROGRESLIF	A	780	780	104.20	81,276.00	97.60	76,128.00	(5,148.00)
RNSPIN	Z	90,000	90,000	3.80	342,000.00	6.00	540,000.00	198,000.00
RSRMSTEEL	A	702	702	40.23	28,241.46	23.10	16,216.20	(12,025.26)
RUPALILIFE	A	700	700	63.00	44,100.00	66.60	46,620.00	2,520.00
SAIFPOWER	A	29,700	29,700	36.10	1,072,170.00	38.30	1,137,510.00	65,340.00
SHASHADNIM	B	561	561	68.00	38,177.00	24.95	13,996.95	(24,180.05)
SKTRIMS	B	5,684	5,684	57.90	329,103.60	29.80	291,695.00	(37,408.60)
TITASGAS	A	52,136	52,136	35.01	1,825,281.36	36.30	1,892,536.80	67,255.44
UCB	A	8,160	8,160	19.40	158,304.00	14.30	116,690.00	(41,614.00)
UTTARABANK	A	36,000	36,000	21.00	760,476.00	25.10	903,600.00	143,124.00
			<b>Total:</b>		<b>94,725,381.94</b>		<b>93,599,250.15</b>	<b>(1,126,131.79)</b>

**Hazrat Amanat Shah Securities Limited**

Instrument	Group	Total	Saleable	Avg.Cost	Total Cost	Mkt. Rate	Market Value	Unrealized Gain/Loss
ABBANK	B	1,886	1,886	23.57	44,453.02	13.50	25,461.00	(18,992.02)
CNATEX	Z	10,000	10,000	11.82	118,236.00	7.60	76,000.00	(42,236.00)
EHL	A	180	180	49.4	8,892.00	46.80	8,424.00	(468.00)
FAREASTLIF	A	1,896	1,896	103.71	196,639.00	53.70	101,815.20	(94,823.80)
GRAMEENS2	A	751	751	11.4	8,563.00	15.40	11,565.40	3,002.40
IDLC	A	1,918	1,918	45.31	86,909.00	60.30	115,655.40	28,746.40
ISLAMIBANK	A	77	77	34.1	2,625.70	32.00	2,464.00	(161.70)
MEGHNALIFE	A	1,673	1,673	109.69	183,518.00	71.20	119,117.60	(64,400.40)
NBL	B	3,399	3,399	13.5	45,878.00	7.50	25,492.50	(20,385.50)
ONEBANKLTD	A	3,377	3,377	11.61	39,217.00	13.80	46,602.60	7,385.60
PHOENIXFIN	A	1,705	1,705	40.49	69,035.45	24.80	42,284.00	(26,751.45)
PIONEERIND	A	544	544	39.95	21,732.80	116.90	63,593.60	41,860.80
POPULARLIF	A	49	49	97.18	4,761.82	78.60	3,851.40	(910.42)
GQBALLPEN	B	34	34	144.77	4,922.18	107.30	3,648.20	(1,273.98)
			<b>Total:</b>		<b>835,384.63</b>		<b>645,974.90</b>	<b>(189,408.73)</b>

Grand Total (A+B)	Total Cost	Market Value	Unrealized Gain/(Loss)
	<b>95,560,766.57</b>	<b>94,245,225.05</b>	<b>(1,315,541.52)</b>

# INDEPENDENT AUDITOR'S REPORT

TO THE SHAREHOLDERS OF SBI SECURITIES LIMITED





## মালেক সিদ্দিকী ওয়ালী, চার্টার্ড একাউন্টেন্টস

৯-জি, মতিঝিল বানিজ্যিক এলাকা, ঢাকা-১০০০

### Malek Siddiqui Wali

CHARTERED ACCOUNTANTS

G, Motijheel C/A, 2<sup>nd</sup> Floor, Dhaka-1000, Bangladesh.

PHONE: 9513471, 9569867

PABX: 9576118-9, 9576128

FAX: +88029516236

Email: wali@satcombd.com

Web: www.msw-bd.com

## Independent Auditor's Report

### To the shareholders of SBI SECURITIES LIMITED

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the financial statements of SBI SECURITIES LIMITED which comprise the Statement of Financial Position as at June 30, 2021, 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, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at June 30, 2021, and its financial performance and its cash flows for the period then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994 and other applicable law and regulations.

#### Basis for Opinion

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

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

#### Auditor's Responsibilities for the Audit of the Financial Statements:

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

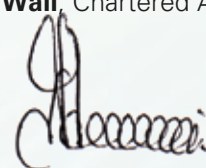
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

### Report on other Legal and Regulatory Requirements:

In accordance with the Companies Act 1994, 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 Statement of Financial Position and Statement of profit and loss and other comprehensive Income, of the Company dealt with by the report are in agreement with the books of account and returns; and
- d) The expenditures incurred and payments made were for the purpose of the company's business.

**Malek Siddiqui Wali**, Chartered Accountants



**Anjan Mallik, FCA**  
Enrolment No. 1099

DVC: 2204061099AS872741

Dated: Dhaka  
April 04, 2022

**SBI SECURITIES LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
**As on December 31, 2021**

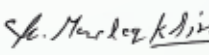
PARTICULARS	NOTES	Amount in BDT 2021
<b>Assets:</b>		
<b>Non-Current Assets:</b>		
Advance Deposit & Prepayment	3.00	10,000,000
		<b>10,000,000</b>
<b>Current Assets (CA)</b>		
Security Deposit to DSE		30,000,000
Interest Receivable on FDR		192,000
Cash & Cash Equivalents	4.00	50,003,945
		<b>80,195,945</b>
<b>Total Assets</b>		<b>90,195,945</b>
<b>Equity &amp; Liabilities</b>		
<b>Equity</b>		
Share Capital	5.02	50,000,000
Share Money Deposit	6.00	40,000,000
Retain Earning		(118,348)
		<b>89,881,652</b>
<b>Current Liability (CL)</b>		
Liabilities for Expenses	7.00	34,500
Short term loan	8.00	260,593
Provision for TDS on FDR interest income		19,200
		<b>314,293</b>
<b>Total Liabilities &amp; Shareholders' Equity</b>		<b>90,195,945</b>

The annexed notes & annexure-A form an integral part of these financial statements.

The financial statements were approved by the Board of Directors on 4th April 2022 and were signed on its behalf by:

  
**Managing Director (C.C)**

  
**Director**

  
**Director**

  
**Chairman**

Signed in term of our separate report of even date annexed.

**Malek Siddiqui Wali, Chartered Accountants**

Dated: Dhaka  
April 04, 2022



**Anjan Mallik, FCA**

Enrolment No. 1099

DVC: 2204061099AS872741

**SBI SECURITIES LIMITED**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
For the Period from June 13, 2021 to December 31, 2021

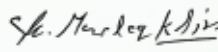
PARTICULARS	NOTES	Amount in BDT 2021
<b>Operating Income</b>		
Brokerage Commission		-
Interest Received		-
Profit on Stock Dealer Account		-
Dividend Income		-
Other Income	9.00	192,000
<b>Operating Expenses</b>		
Preliminary Expenses	10.00	(255,593)
Audit Fee (With VAT)		(34,500)
Bank Charge		(1,055)
TDS on FDR interest income		(19,200)
<b>Net Profit Before Tax</b>		<b>(118,348)</b>
Tax Expenses		-
<b>Net Profit After Tax</b>		<b>(118,348)</b>

The annexed notes & annexure-A form an integral part of these financial statements.

The financial statements were approved by the Board of Directors on 4th April 2022 and were signed on its behalf by:

  
**Managing Director (C.C)**

  
**Director**


  
**Director**

  
**Chairman**

Signed in term of our separate report of even date annexed.

**Malek Siddiqui Wali, Chartered Accountants**

Dated: Dhaka  
April 04, 2022

  
**Anjan Mallik, FCA**  
Enrolment No. 1099  
DVC: 2204061099AS872741

**SBI SECURITIES LIMITED**  
**STATEMENT OF CHANGE IN OWNERS EQUITY**  
 For the Period from June 13, 2021 to December 31, 2021

Particulars	Paid-up-Capital	Share Money Deposit	Retained Earning	Total Taka
Opening Balance	-	-	-	-
During The year	50,000,000	40,000,000	-	90,000,000
Profit/(loss) for the year	-	-	(118,348)	(118,348)
<b>Closing Balance</b>	<b>50,000,000</b>	<b>40,000,000</b>	<b>(118,348)</b>	<b>89,881,652</b>

The annexed notes & annexure-A form an integral part of these financial statements.

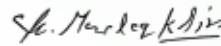
The financial statements were approved by the Board of Directors on 4th April 2022 and were signed on its behalf by:



**Managing Director (C.C)**



**Director**



**Director**



**Chairman**

Signed in term of our separate report of even date annexed.

**Malek Siddiqui Wali, Chartered Accountants**



**Anjan Mallik, FCA**

Enrolment No. 1099

DVC: 2204061099AS872741

Dated: Dhaka  
April 04, 2022

**SBI SECURITIES LIMITED**  
**STATEMENTS OF CASH FLOWS**  
For the Period from June 13, 2021 to December 31, 2021

PARTICULARS	AMOUNT
<b>A. Cash Flow from Operating Activities</b>	<b>(256,648)</b>
Net Profit/(Loss) for the year	(118,348)
Depreciation of Fixed Assets	-
Increase/ decrease FDR interest receivable	(192,000)
Increase/ decrease of Liabilities for Expenses	34,500
Increase/ decrease of Provision for TDS	19,200
Bad Debt	-
<b>B. Cash Flow from Investing Activities</b>	<b>(40,000,000)</b>
Security Deposit to DSE	(30,000,000)
Pre Operating Revenue Expenditure	(10,000,000)
<b>C. Cash Flow from Financing Activities</b>	<b>90,260,593</b>
Share Capital	50,000,000
Share Money Deposit	40,000,000
Short term loan	2,60,593
<b>D. Net Cash in Flow/ Out Flow (A+B-C)</b>	<b>50,003,945</b>
Cash and Cash Equivalents at Beginning of The Year	-
<b>Cash and Cash Equivalents at Ending of The Year</b>	<b>50,003,945</b>

The annexed notes & annexure-A form an integral part of these financial statements.

The financial statements were approved by the Board of Directors on 4th April 2022 and were signed on its behalf by:

 <b>Managing Director (C.C)</b>	 <b>Director</b>	 <b>Director</b>	 <b>Chairman</b>
---	--	---	--

Signed in term of our separate report of even date annexed.

**Malek Siddiqui Wali, Chartered Accountants**

Dated: Dhaka  
April 04, 2022

  
**Anjan Mallik, FCA**  
Enrolment No. 1099  
DVC: 2204061099AS872741

## **SBI SECURITIES LIMITED**

### **Notes to the Financial Statements**

**As at & For the year ended December 31, 2021**

#### **1.00 The Company and its operation**

SBI SECURITIES LIMITED was incorporated as a private limited company on 13th day of June, 2021, C-172107/2021, with an authorized capital of Tk. 100,000,000 divided into 10,000,000 Ordinary shares of Tk. 10/- each under the Companies Act, 1994.

The company is primarily engaged in business of buying & selling and deal in shares, stock debenture, bonds, warrants and other securities as well as to act as a merchant bankers, stock, broker, CDS (Central Depository System) broker, stock dealer and other dealing required in the Capital & Securities Market.

#### **2.00 Bases of Financial Statements-Its Preparation and Presentation:**

The Accounting Policies adopted by the Company are as follows: -

##### **2.01 Measurement bases :**

The financial statement have been prepared on historical cost convention under mercantile system, accounting for all accruals and pre-payments, on the assumption that the Company will function as a going concern in the foreseeable future.

##### **2.02 Reporting Framework and Compliance thereof**

The financial statements have been prepared in compliance with the requirement of the companies Act 1994, and in accordance with the applicable International Financial Reporting Standards (IFRSs) including International Accounting Standards (IAS) as issued by International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants of Bangladesh (ICAB). Prior year financial statements were prepared in accordance with Bangladesh Financial Reporting Standards (BFRS) and Bangladesh Accounting Standards (BAS) which were adopted accounting standards from IFRS. Management has made an assessment of the difference between these two standards and concluded that there are no differences which would impact any numerical amounts or note disclosures.

##### **2.03 Presentation of Financial Statements**

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

- (a) a statement of financial position as at the end of the year 31 December 2021;
- (b) a statement of Profit or Loss and other comprehensive income for the year ended 31 December 2021.
- (c) a statement of changes in equity for the year ended 31 December 2021;
- (d) a statement of cash flows for the year ended 31 December 2021; and
- (e) notes to the financial statements, comprising a summary of significant accounting policies and other explanatory information;

##### **2.04 Comparative information**

The company was incorporated on 13th day of June, 2021. So this is the first Financial Statements of the company hence no comparative information is applicable for the reporting date December 31, 2021.

## 2.04 Reporting Period

The financial statements cover one financial year from 01 January 2021 to 31 December 2021.

## 2.05 Authorization for Issue

The financial statements have been authorized for issue by the Board of Directors on 04/04/2022

## 2.06 Investment

Investment other than stock stated as cost price where as value of stock has been shown at market price as on December 31, 2021. Amount of loss between the cost price and market price of stock was adjusted with Profit/Gais on stock dealing.

## 2.07 Reporting currency and level of precision

The figures in the financial statement represent Bangladesh taka currency, which have been rounded off to the nearest Taka except where indicates otherwise.

## 2.08 Provision for Tax

Provision for tax has been made on stock brokerage transaction under section 82 C of the Income Tax Ordinance 1984 and for other income as per normal rate.

The tax on other income is higher of 0.6% and 10% (applicable rete of withholding tax) of gross other income

### 3.00 Advance Deposit & Prepayment

Lisence Fee to DSE

**Amount in BDT  
2021**

10,000,000

**10,000,000**

### 4.00 Cash & Cash Equivalents

Cash in hand

Cash at Bank

-

50,003,945

**50,003,945**

#### 4.01 Cash in hand

Company

Customer

-

-

-

#### 4.02 Cash at Bank :

Dhaka Bank Ltd. A/C No.2031500002037

Pubali Bank Limited (A/C:2905102001620 )

Pubali Bank Limited (A/C:2905102001615 )

Fixed Deposit (Notes 4.02.1)

1,983,945

10,000

10,000

48,000,000

**50,003,945**

#### 4.02.1 Fixed Deposit

Dhaka Bank Ltd. A/C No.2033110063745

Dhaka Bank Ltd. A/C No.2033110063734

Dhaka Bank Ltd. A/C No.2033110063723

Dhaka Bank Ltd. A/C No.2033110063712

Dhaka Bank Ltd. A/C No.2033110063701

9,600,000

9,600,000

9,600,000

9,600,000

9,600,000

**48,000,000**

**Amount in BDT  
2021**
**5.00 Share Capital :**
**5.01 a) Authorized Capital**

10,000,000 Ordinary shares @10/- each

100,000,000

**5.02 b) Issued, Subscribed & paid up Capital :**

5,000,000 Ordinary shares @10/- each

50,000,000

The subscriber of the said paid up capital stated below:

Shareholder	Number of Share	Face Value	Total Taka
Jahangir Alamin	600,000	10	6,000,000
Mahfuzur Rahman Mita	600,000	10	6,000,000
Sheikh Mosadeq Kabir	600,000	10	6,000,000
Sajid Azad	600,000	10	6,000,000
Sonar Bangla Insurance Limited	2,600,000	10	26,000,000
<b>Total</b>			<b>50,000,000</b>

**6.00 Share Money Deposit**

Shareholder	Number of Share	Face Value	Total Taka
Jahangir Alamin	480,000	10	4,800,000
Mahfuzur Rahman Mita	480,000	10	4,800,000
Sheikh Mosadeq Kabir	480,000	10	4,800,000
Sajid Azad	480,000	10	4,800,000
Sonar Bangla Insurance Limited	2,080,000	10	20,800,000
<b>Total</b>			<b>40,000,000</b>

**Amount in BDT  
2021**
**7.00 Liabilities for Expenses**

Audit Fee (With VAT)

34,500

**34,500**
**8.00 Short Term loan**

Loan From Sonar Bangla Insurance Limited

260,593

**260,593**
**9.00 Other Income**

FDR Interest income

192,000

**192,000**
**10.00 Preliminary Expenses**

Preliminary Expenses

255,593

**255,593**

**SBI SECURITIES LIMITED**  
**SCHEDULE OF INVESTMENT ON FDR & INTEREST RECEIVABLE**  
**AS AT DECEMBER 31, 2021**

Schedule-A

Sl. No.	Name of Financial Institutions	FDR Number	Blance as on December 31,2021	Date of Issue	Rate of Interest (%)	Days of interest due	Total interest Receivable	Provision for TDS
1	Dhaka Bank Ltd.	2033110063745	9,600,000	07.12.2021	6%	24	38,400	3,840.00
2	Dhaka Bank Ltd.	2033110063734	9,600,000	07.12.2021	6%	24	38,400	3,840.00
3	Dhaka Bank Ltd.	2033110063723	9,600,000	07.12.2021	6%	24	38,400	3,840.00
4	Dhaka Bank Ltd.	2033110063712	9,600,000	07.12.2021	6%	24	38,400	3,840.00
5	Dhaka Bank Ltd.	2033110063701	9,600,000	07.12.2021	6%	24	38,400	3,840.00
<b>Total</b>			<b>48,000,000</b>				<b>192,000</b>	<b>19,200</b>



**Alpha Credit Rating Ltd.** has rated **Sonar Bangla Insurance Ltd. "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 22<sup>nd</sup> Annual General Meeting of  
the Company to be held on 29<sup>th</sup> September, 2022 at 11:00 am by using digital platform and  
any adjournment thereof.

Signed this..... day of ..... 2022.

Signature of Proxy  
BO A/c No. ....



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 22<sup>nd</sup> Annual General Meeting of the Company to be held on  
29<sup>th</sup> September, 2022 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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