ANNUAL REPORT 2017



Bangladesh National Insurance Co. Ltd.

বাংলাদেশ ন্যাশনাল ইন্স্যুরেন্স কোম্পানী লিমিটেড

ANNUAL REPORT
2017

We take your risk so you can feel safe

bnic

Bangladesh National Insurance Co. Ltd.

সাফল্যের সহযাত্রী

AMAR STOCK



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LETTER OF TRANSMITTAL

To
All the shareholders
Bangladesh Securities and Exchange Commission
Registrar of Joint Stock Companies & Firms
Dhaka Stock Exchange Limited
Chittagong Stock Exchange Limited
Insurance Development & Regulatory Authority

Annual report for the year ended 31 December 2017

We are pleased to enclose a copy of the Annual Report of Bangladesh National Insurance Company Limited for the year 2017 together with the Audited Financial Statements for the year ended December 31, 2017 for your kind information and record.

Thank you

Sincerely yours



Sheikh Khaled Zahir
Company Secretary

10 June 2018

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NOTICE OF THE 22ND ANNUAL GENERAL MEETING (AGM)

Notice is hereby given that the 22nd Annual General Meeting of Bangladesh National Insurance Company Limited will be held on June 25, 2018 at 12:00 Noon at Spectra Convention Centre Limited, House-19, Road-7, Gulshan-1, Dhaka-1212, Bangladesh to transact the following business:

1. To receive, consider and adopt the Director's Report and the audited Financial Statements of the company for the year ended 31 December 2017 together with the Auditors Report thereon.
2. To declare dividend for the year 2017 as recommended by the Board of Directors
3. To elect/re-elect directors in place of retiring directors from Group-A Shareholders & Group-B Shareholders.
4. To approve the appointment of Independent Director
5. To appoint auditors for the year 2018 and fix their remuneration.

By the order of the Board

Sheikh Khaled Zahir
Company Secretary

Date: 10 June 2018

Notes

a) The record date: 17 May 2018
b) Members of the company whose names appear in the depository register on record date will be entitled to dividend for the year 2017 to be approved by the shareholders in the 22nd Annual General Meeting.
c) A member wishing to appoint a Proxy, must deposit the Proxy Form duly stamped at Tk. 20/- to the company's Head Office at least 48 hours before the meeting.
d) Entry to the Annual General Meeting is reserved only for the shareholders or his/her Attendance Slip/Proxy.
e) In compliance with the Bangladesh Securities and Exchange Commission's circular # SEC/CMRRCD/2009-193/154 dated 24 October 2013, no gift/gift coupon/food box etc. shall be distributed on the meeting day.

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আমরাই আপনার বীমাকৃত সম্পত্তির সম্পূর্ণ নিরাপত্তা দিচ্ছি



STARTING A NEW JOURNEY

bnic
Bangladesh National Insurance Co. Ltd.
সাফল্যের সহযাত্রী

bnic
Bangladesh National Insurance Co. Ltd.
সাফল্যের সহযাত্রী

BANGLADESH NATIONAL INSURANCE CO. LTD.
বাংলাদেশ ন্যাশনাল ইন্স্যুরেন্স কোম্পানী লিমিটেড

Head Office : Rashid Tower (3rd Floor), House # 11, Road # 18, Gulshan -1, Dhaka-1212, Bangladesh
Tel : 8832234-5, 8832215, 8832217 Fax : 88-02-8832154 E-mail : mail@bnicl.net, web: www.bnicl.net

BNICL AT A GLANCE

Bangladesh National Insurance Company Limited (BNICL) started its journey in 1996 as a non-life general insurance company with the prime objective of delivering a range of non-life insurance coverage solution like Fire, Motor, Marine or Miscellaneous Insurance. BNICL has been incorporated as a public limited company under the Companies ACT, 1994 and obtained the certificate of commencement of business from the register of joint stock companies & firms on May 21, 1996. The company also listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited on 21 April 2016. The company also obtained license to operate its business from IDRA (Former Controller of Insurance) on 21 May 1996. The shareholding structure of BNICL consists of reputed corporate houses, leading industrialists & general public. Other important information of Bangladesh National Insurance Company Limited is as follows:

Date of certificate of incorporation	:	21 May 1996
Date of certificate for commencement of business	:	21 May 1996
Date of Registration to carry on non-life insurance business	:	01 June 1996
Authorized Capital	:	Tk. 100,00,00,000.00
Paid-up capital	:	Tk.44,25,00,000.00
Head Office	:	Rashid Tower (3rd Floor), Plot # 11, Road # 18 Gulshan-1, Dhaka-1212, Bangladesh. Phone: (PABX) 8832234-5, 8832215, 8832217 Fax: 88-02-8832154
Registered Office	:	W.W. Tower (Level-15) 68, Motijheel Commercial Area Dhaka- 1000, Bangladesh.
Nature of Business	:	All Kinds of non-life insurance business
Auditors	:	Rahman Mostafa Alam & Co. Chartered Accountants
Website	:	www.bnicl.net

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VISION

To be the most quality insurance and risk solution service provider in the country with the high standard of products

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MISSION

- Building long-term mutually beneficial relationship with business partners
- Practicing fair business ethics and values
- Applying “state of art” technology, processes including enterprise risk management and innovative solutions
- Developing and retaining highly motivated professional team of employees
- Enhancing profitability and financial strength
- To operate in accordance with the law of the land and as per international norms and practices
- To provide promptly the best possible services ensuring security of our clients
- To extend a professional hand to our clients at all times
- To serve the interests of shareholders

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STRATEGIC OBJECTIVES

- To carry out qualitative nation-wide non-life insurance coverage.
- To be attractive to customers by being a competitive independent and pre-eminent insurance coverage.
- To ensure that shareholders achieve a long-term, competitive, stable return.
- To improve the position of the company in the insurance market.
- To ensure the expense ratio is lower than the general market.
- To increase the growth of the company by increasing the non-life premium year after year.
- To improve continuously company's product features.
- To attract and keep profitable customers by delivering a high level of customer service.
- To decrease the risk of reinvestment of insurance premium.
- To be able to attract and keep qualified employees.

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CODE OF CONDUCT AND ETHICS

- Compliance with law and the legal system is the fundamental principle for BNICL. Every employee, sponsor and director obeys the laws and regulations of the legal systems on the land within which one acts.
- Respect to personal integrity, privacy and right of individual is maintained by everyone that all works together with individual's backgrounds, ethics, cultures, gender, religions and ages.
- Perform fairly with the quality and price of the innovative products and services, not by offering improper benefits to others.
- Employees are not permitted to use their jobs to solicit, to demand, accept, obtain or be promised advantages.
- To conduct business with reputable clients and business partners who are involved in lawful business activities. Never facilitate money laundering.
- Employees make sure all the business decisions for the best interest of the company and not based on their personal interest.
- Protecting all assets of the company including intangible/tangible assets and use them only for the benefit of the Company.
- Maintain open, fair and effective communication for truthful reporting. The company maintains sound processes and controls on every transaction are executed within approved authorization.
- Maintain confidentiality in its client's business.

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CORE VALUES

Client Focus
Always listening to clients.

Integrity/Honesty
Always treating the stakeholders fairly and conduct the business in a dignified and ethical manner.

Professionalism
Always maintaining good relationship with clients with respect and in good faith.

Dynamism
Always practicing good dynamism and responsive to the changing needs of the stakeholders.

Accountability
Always taking full responsibility to the corporate activities and honor the commitments.

Nurturing
Always providing equal opportunity to the employees/clients/stakeholders that encourage each of them to improve the overall activities of the company.

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WALKING COLLECTIVELY

Bangladesh National Insurance Company Limited started its journey with a vision of becoming one of the market leaders in the insurance sector. In line with that BNICL always concentrated providing highest standard of risk coverage solution to the clients. Developed its products features more customarily for the clients. Resulting clients feel comfort with us. By dint of this, company was able to create its brand image and reliability before the customers as well as the other stakeholders.

In spite of looking to the short term success; BNICL management crossed its fingers for attaining the long term growth. Resulting, the company listed with DSE and CSE in the year 2016. It helped the company to enrich the reliability of the company in the business sector. BNICL believed in walking collectively with the business conglomerates.

Over the years BNICL established itself in such a way that accomplished its position by being clear and easily understandable to the customers, only happens for our good payment nature of the claims. Clients always like to smile with us, we like to walk collectively.

BNICL believes that company's positive growth achieved in 2017 will be continued in coming years. Following the country's GDP growth, BNICL intends to go forward with all its stakeholders and the community as a whole by walking collectively.

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PERFORMANCE AT A GLANCE

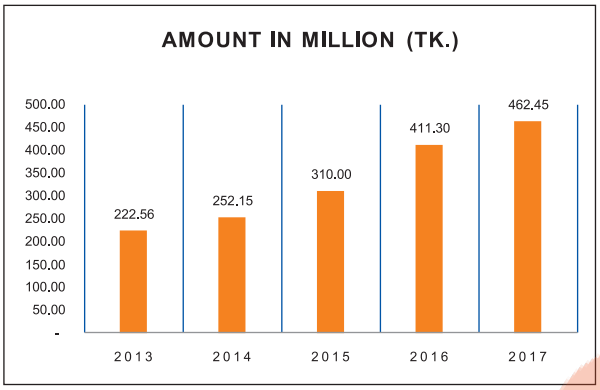
Company's performance analysis is an analytic process that enables the management to achieve the pre-selected goals of the company. It is a part of total business performance that has three main activities. They are useful for selection of goals, helpful for taking financial decisions and reflect the light of performance analysis. Company's performances over the last five years are presented below:

(Amount in Million)

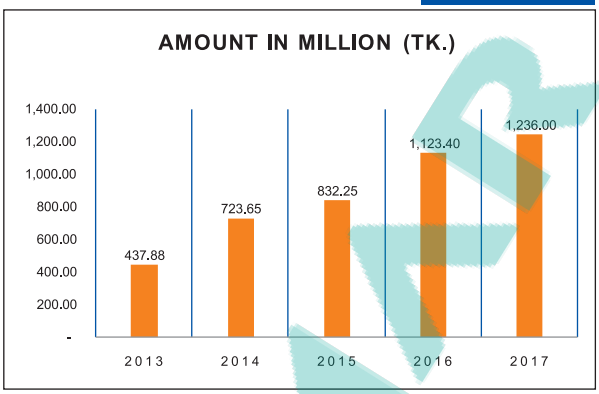
Particulars	2017	2016	2015	2014	2013
Gross Premium	476.73	441.04	362.39	326.12	312.98
Net Premium	373.55	346.29	270.15	249.43	242.72
Claims Paid	156.72	140.26	87.47	122.48	94.32
Investment & Other Income (Gross)	53.71	60.06	58.64	43.00	25.16
Underwriting Profit/Loss	62.06	49.08	26.11	25.73	23.63
Net Profit Before Tax	94.40	81.61	74.35	59.07	40.35
Paid up Capital	442.50	442.50	265.50	265.50	60.00
Deposit Premium	10.30	7.36	27.66	13.70	23.66
Total Reserves	462.45	411.30	310.00	252.15	222.56
Total Assets	1236.00	1123.40	832.25	723.65	437.88
Total Liabilities	320.75	262.24	229.09	192.31	131.67
Cash & Bank Balances	921.62	857.78	609.90	522.69	253.12
Face Value Per Share (In Taka)	10.00	10.00	10.00	10.00	100.00
Earning Per Share (In Taka)	1.64	1.62	1.87	2.62	55.95
Book Value Per Share (In Taka)	17.05	16.15	17.60	15.74	308.98
Dividend (Cash)	10%	10%	0%	0%	10%

PERFORMANCE ILLUSTRATION

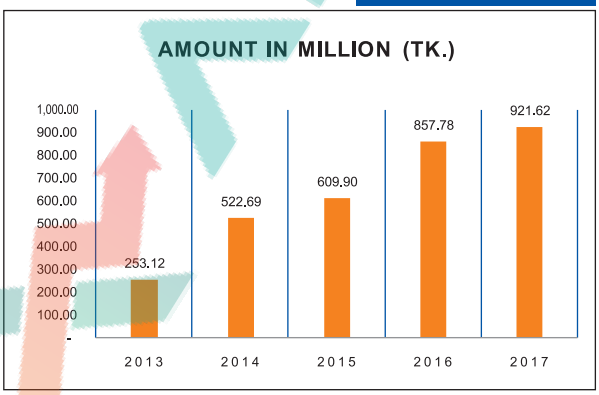
Total Reserve



Total Assets

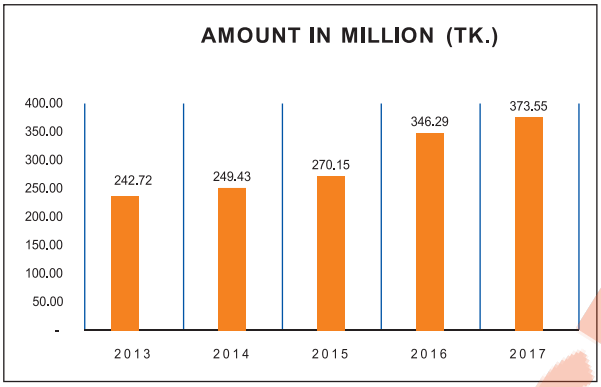


Cash & Bank Balance

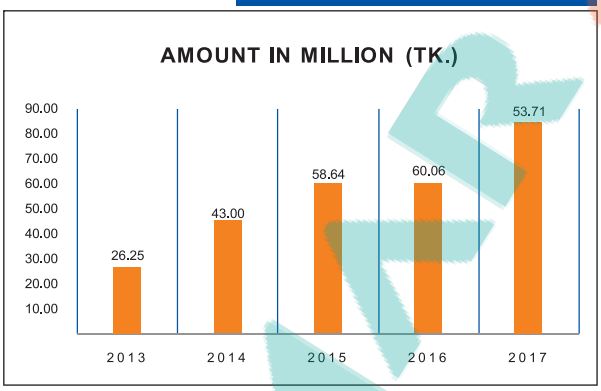


PERFORMANCE ILLUSTRATION

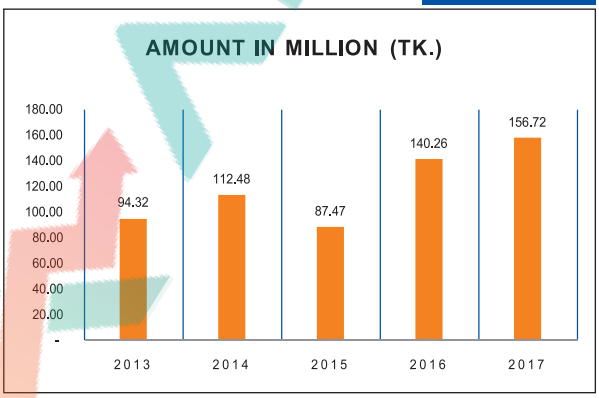
Net Premium Income



Investments & Others Income



Claims Paid



BOARD OF DIRECTORS

CHAIRMAN
Abdul Baset Majumder

VICE CHAIRMAN
Mostafa Kamal

DIRECTOR
Beauty Akter
Md. Abdur Rouf
Tahmina Binthe Mostafa
Taif Bin Yousuf
Tanjima Binthe Mostafa
Wasikur Rahman
Tanveer Ahmed Mostafa
Yousuf Ali
Tasnim Binthe Mostafa

PUBLIC DIRECTOR
Monjur Md. Shaiful Azam
Md. Ruhul Amin
Md. Hasan Rajib Prodhan
Mohd. Naim Akhter
Md. Mozaffar Hossain

INDEPENDENT DIRECTOR
Professor Dr. Mijanur Rahman
Mohammed Salim, FCMA
Professor Dr. Goutam Buddha Das
Fakhruddin Ahmed, FCMA, FCA

CHIEF EXECUTIVE OFFICER
Md. Sana Ullah

CHIEF FINANCIAL OFFICER
Mostafa Jasim Raihani, FCA

COMPANY SECRETARY
Sheikh Khaled Zahir, FCS

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PROFILE OF THE DIRECTORS



Abdul Baset Majumder
Chairman

Mr. Abdul Baset Majumder is one of the sponsors of Bangladesh National Insurance Company Limited. Currently he is the Chairman of the Company. He is the son of late Abdul Aziz Majumder & late Jamila Khatun, was born in a respectable Muslim family in Brahmanbaria, Comilla on 01 January 1936. He has brilliant academic career. After successfully completion of his education, he started practicing in law. Now he is a senior advocate of the Supreme Court of Bangladesh High Court Division. Currently he is the Vice President of Supreme Court Bar Council. He is actively associated with a number of socio-cultural organizations as a donor and a life member.



Mostafa Kamal
Vice Chairman

Mr. Mostafa Kamal is the Vice Chairman of Bangladesh National Insurance Company Limited. He is the son of late Al-Hajj Noor Miah & late Al-Hajj Ayesha Khatun, was born in a respectable Muslim family in Chauddagram, Comilla on 2nd February 1955. He started his business career as an entrepreneur after his education and now he is a prominent industrialist of the country. He has reputation in his business personality. He is the Honorable Chairman and Managing Director of Meghna Group of Industries. He is associated with a number of companies in the field of shipping, cement, edible oil, vegetable oil, food items etc. He is a member of standing committee on import, Tariff and Anti-dumping of FBCCI, Secretary General of Bangladesh Vegetable Oil Refiners, President of Bangladesh Woven Tape Bag Manufacturers' Association and Bangladesh Cement Manufacturers' Association. He is the founder of Al-Hajj Noor Miah Degree College, Al-Hajj Ayesha Noor Welfare Foundation, Kankapaith Primary School. Mr. Mostafa Kamal is also involved in socio-cultural and educational institutes.



Beauty Akter
Director

Mrs. Beauty Akter, daughter of Al-Hajj Md. Abdul Hakim & Al-Hajj Ambia Khatun and wife of prominent industrialist Mostafa Kamal, was born on 1 February, 1965 in Comilla. She involved herself with her husband's business and built reputation as an astute and efficient business entrepreneur. Mrs. Beauty Akter is one of the sponsor directors of Bangladesh National Insurance Company Limited. She is one of the founding shareholders of Meghna Group of Industries. She is the Director of United Salt Industries Limited, Meghna Dairy and Food Products Limited, Kamal Trading Co. Limited, Kamal Imports and exports Limited, United Fiber Industries Limited and Meghna Vegetable Oil Industries Limited. Now she is the Vice Chairman of Meghna Group.

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Md. Abdur Rouf
Director

Mr. Md. Abdur Rouf was born on 1 January, 1968 in Comilla. His father's name is late Mr. Abdur Rahman and mother's name is Asia Khatun. He started his career in business just after completion of his education. His business affiliation includes insurance, communication etc. He is a sponsor director of the company.



Tahmina Binthe Mostafa
Director

Mrs. Tahmina Binthe Mostafa was born on July 24, 1986 in Dhaka. She obtained her Masters and Bachelors Degree from the University of Greenwich, U.K. After completion of her education, Mrs. Tahmina Binthe Mostafa started her business career in one of the leading business conglomerates in Bangladesh. She is one of the directors of Bangladesh National Insurance Company Limited. She has business experience in the field of sugar, mineral water, dairy and food products, cement, hatchery & feed, fiber, coconut oil, mustard oil, power plant, printing & packaging etc.



Taif Bin Yousuf
Director

Mr. Taif Bin Yousuf, son of Md. Yousuf & Mrs. Majeda Yousuf, was born on 20 August, 1982. At present, he is a Director of Bangladesh National Insurance Company Limited. He is also a director of Meghna Flour and Dal Mills Limited. He completed his graduation from London Metropolitan University, majoring in Business and Information Technology. He has 7 years of business experience. He joined in the Board of Directors of Bangladesh National Insurance Company Limited on 19 December, 2012.



Tanjima Binthe Mostafa
Director

Mrs. Tanjima Binthe Mostafa was born on July 01, 1987 in Dhaka. She obtained her Bachelor of Science in Business in Management from the Babson College, Boston, USA, majoring in Entrepreneurial studies. After the completion of her education, she started business in various field and joined Bangladesh National Insurance Company Limited as a director.

MARKET STOCK



Wasikur Rahman
Director

Mr. Wasikur Rahman, son of Late Naziur Rahman Monju & Reba Rahman was born in a respectable Muslim family in Dhaka, on 16th January 1987. He obtained his Bar-At –Law (Bar Vocational Course) at LINCOLN'S INN -2010, He obtained his Post Graduate Diploma in law from the – University of law in 2009. He obtained his LLB Hon's from Queen Marry University London in 2008. After successfully finishing his academic life, he started practicing law as an advocate in the Supreme Court of Bangladesh.



Tanveer Ahmed Mostafa
Director

Mr. Tanveer Ahmed Mostafa was born on December 03, 1992 in Dhaka. He completed his High School Diploma (American System) and IB Certificate (International Bacchalurate) in 2010 from American International School, Dhaka. He also completed University Foundation Program Diploma in 2012. At present, he is a student of University of London, Queen Mary College, studying Bachelor of Science (Honors), with a major in Business and Management. Mr. Tanveer Ahmed Mostafa started his business in various field in Bangladesh and joined Bangladesh National Insurance Company Limited as a director.



Mr. Yousuf Ali
Director

Mr. Yousuf Ali, son of Kala Chan Sarder & Mrs. Amatun Nessa was born on 3 September 1972 in a respectable Muslim family. He is an FCMA. He completed his Masters of Commerce in Accounting from Dhaka University. Currently he is one of the Directors of Bangladesh National Insurance Company Limited. He has interest in various socio-cultural activities.



Ms. Tasnim Binthe Mostafa
Director

Ms. Tasnim Binthe Mostafa, daughter of Mr. Mostafa Kamal & Mrs. Beauty Akter was born on 05 February 1998 in Dhaka. As a young talent, she joined in her family business at her early age and contributed in different arena of the business. Thereafter, she joined in the Board of Directors of Bangladesh National Insurance Company Limited. She is also a shareholder of Unique Infoway Limited.



Prof. Dr. Mijanur Rahman
Independent Director

Prof. Dr. Mijanur Rahman is an Independent Director of Bangladesh National Insurance Company Limited. Prof. Dr. Mijanur Rahman, son of late Abdul Gani, was born on 01 January, 1958. He obtained B.Com. (Hons) and M.Com in Marketing from the University of Dhaka in 1978 & 1979 respectively. He did his Ph.D. in Business Administration from Aligarh Muslim University, India in 1994. He has a teaching experience of 30 years at university level. At present, He is the Vice Chancellor of Jagannath University. He has been serving as a professor of Marketing in the University of Dhaka since 1999. He has a commendable list of publications. He is the author of several well acclaimed books.



Professor Dr. Gautam Buddha Das
Independent Director

Professor Dr. Gautam Buddha Das is an Independent Director of Bangladesh National Insurance Company Limited. Professor Dr. Gautam Buddha Das, is the son of Swadesh Ranjan Das and Sabitri Rani Das, was born on 1st July, 1963. He obtained his B.Sc. A.H. (Hons) and M.Sc.(A.H) from Bangladesh Agricultural University, Mymensingh in 1985 & 1986 respectively. He did his Ph.D. from Bangladesh Agricultural University, Mymensingh in 2012. Mr. Das has 29 years of teaching and research experience. Mr. Gautam Buddha Das is the Vice Chancellor of Chittagong Veterinary and Animal Sciences University. He is a professor at the Department of Animal Science and Animal Nutrition, Chittagong Veterinary and Animal Sciences University, Khulshi, Chittagong from April 15, 2003 till now. He has also served as the Dean, Faculty of Food Science and Technology and Head, Department of Animal Science and Animal Nutrition. He is a life member of Bangabandhu Krishibid Parishad and member, Krishibid Institution of Bangladesh.



Mohammed Salim FCMA
Independent Director

Mr. Mohammed Salim is an Independent Director of Bangladesh National Insurance Company Limited. Mohammed Salim, son of late Zaher Alam Chowdhury and Firoza Begum, was born on 31 October, 1963. He obtained Master of Commerce (M.Com.) from the University of Dhaka in 1987 and Master of Business Administration (MBA) from the University of Hull, UK in 1997. He is a fellow of Cost and Management Accountants (ACMA), ICMA Bangladesh and a member of National Institute of Accountants (MNIA), Australia. He served as the President of the Institute of Cost and Management Accountants of Bangladesh (ICMAB). He has 27 years of professional background leading all aspects of accounting, budgeting, forecasting, financial analysis, treasury management, reporting and project financing.



Fakhruddin Ahmed, FCMA, FCA
Independent Director

Mr. Fakhruddin Ahmed is an Independent Director of Bangladesh National Insurance Company Limited.Mr. Fakhruddin Ahmed, son of late Mr. Abdur Rahman, was born on 01 January, 1963. He obtained B.Com (Hons.) in Accounting and M.Com.(Accounting) from the University of Dhaka in 1983 & 1984 respectively. He is a Certified Chartered Accountant and Auditor and also a Certified Cost & Management Accountant and Auditor. He is enlisted as a fellow member of the Institute of Chartered Accountants of Bangladesh. He has more than 25 years of professional experience in the field of finance and accounts. He is the Managing Director of Newage Accessories Limited, Newage Textiles Limited and Newage Plastics Limited. He has also worked as a part-time lecturer in the State University of Bangladesh, the Institute of Cost and Management Accountants of Bangladesh (ICMAB), the Institute of Chartered Accountants of Bangladesh (ICAB) and Bangladesh Institute of Bank Management (BIBM).



Monjur Md. Shaiful Azam
Public Director

Mr. Monjur Md. Shaiful Azam is a Public Director of Bangladesh National Insurance Company Limited. He joined in the Board of Directors on 14 June 2017. He is a fellow member of the Institute of Cost & Management Accountants of Bangladesh. He has vast experience in business and consultancy.



Md. Ruhul Amin
Public Director

Mr. Md. Ruhul Amin, FCA is a practicing Chartered Accountants of Bangladesh Since 1981. He qualified from the institute of Chartered Accountants of Bangladesh (ICAB) in 1980. He was a member of National Wages & Productivity Commission Govt. of Bangladesh 1999. He served under Bangladesh Textile Mills Corporation (BTMC) as Head of Accounts in different Projects/Mills for more than 10 years.



Md. Hasan Rajib Prodhan
Public Director

Mr. Md. Hasan Rajib Prodhan is a Public Director of Bangladesh National Insurance Company Limited. He joined in the Board of Directors on 14 June 2017. He did his LLB from United Kingdom. He has 20 years of experience in litigation practice in Supreme Court of Bangladesh.



Mohd. Naim Akhter
Public Director

Mr. Mohd. Naim Akhter is a Public Director of Bangladesh National Insurance Company Limited. He joined in the Board of Directors on 14 June 2017. He is B.A. graduated, and a well known businessman. He has around 28 years of business experience in trading field.



Md. Mozaffar Hossain
Public Director

Mr. Md. Mozaffar Hossain is a Public Director of Bangladesh National Insurance Company Limited. He joined in the Board of Directors on 14 June 2017. He is a fellow member of the Institute of Cost & Management Accountants of Bangladesh. He has around 15 years of professional experience in different conglomerates.



Md. Sana Ullah
Chief Executive Officer

Mr. Md. Sana Ullah served as Chief Executive Officer of Bangladesh National Insurance Co. Ltd. for a tenure of 3 (three) years with effect from April 15, 2013. He has been reappointed as Chief Executive Officer for another 3 (three) years w.e.f. May 15, 2016. Before joining Bangladesh National Insurance Co. Ltd., he had served with Express Insurance Limited as Additional Managing Director. He is an B.A. (Hon's) M.A. Over the last 29 years of experience in insurance industry, and he continuously been contributing for the growth of this sector. He started his career at Federal Insurance Co. Limited as a Officer, Accounts Department in 1989 and later served different organization including Central Insurance Co. Ltd., Northern General Insurance Co. Ltd. He is an active social worker engaged with various activities to bring positive changes among under privileged people.

PRODUCTS & SERVICES

Marine insurance

BNIC Marine Risks is a specialist marine insurance broker. Our sole aim is to provide highly competitive, first class marine insurance solutions to the risks faced by maritime enterprises across the world. This singular purpose defines our approach and underlines our commitment to consistently exceeding our clients' expectations.

Marine insurance covers the loss or damage of ships, cargo, terminals, and any transport or cargo by which property is transferred, acquired, or held between the points of origin and final destination.

Fire insurance

Fire insurance policy can be bought by anyone who is the legal owner of a residential landed property or apartment in order to protect it against loss of or damage to such property. The contents of a home can also be insured against.

You are the owner of a house, your fire insurance policy may be extended to include permanent fixtures and fittings such as fitted kitchen and bedroom closets/cupboards and interior decorations. Outbuildings such as maids quarters or garages may be included as well. The extent of structures to be included will depend on their inclusion in the build up in the sum insured.

In addition, the contents of your home like furniture, carpets, TV, video, hi-fi equipment, piano, bookcase, books, lamps, ornaments, PC, clothing, bedding, kitchenware and appliances, personal effects etc and leasehold improvements can be insured as well. Often the policy on contents/leasehold improvements is issued separately from the policy on the structure although some insurers issue a combined policy for houses.

Many a poet have wondered about the dual power of fire – so constructive and beneficial, yet with the potential to cause so much damage. A single fire accident has the power to wreak complete havoc burning down buildings, plant and machinery and even stocks. A single spark can lead to so much loss and unless adequately insured, a business will find it very difficult to rise from the ashes. With Cholamandalam MS Fire Insurance, ensure that your business is adequately covered against damage arising out of various fire and fire-related perils.

Motor insurance

Motor insurance (also known as auto insurance, car insurance, or motor insurance) is insurance purchased for cars, trucks, and other vehicles. Its primary use is to provide protection against losses incurred as a result of traffic accidents and against liability that could be incurred in an accident.

Under the provisions of Motor Vehicles Act, all vehicles that ply in public places must have an insurance policy that at least covers "Third Party Liability" as specified under the Act. A Comprehensive Motor Insurance Cover in addition to the mandatory third-party cover also protects the car owner from financial losses, caused by loss or damage or theft of the vehicle.

Miscellaneous insurance

Miscellaneous insurance like other forms of insurance is a form of collectivism by means of which people collectively pool their risk, in this case the risk of incurring medical expenses. The collective is usually publicly owned or else is organized on a non-profit basis for the members of the pool, though in some countries medical insurance pools may also be managed by for-profit companies. It is sometimes used more broadly to include insurance covering disability or long-term nursing or custodial care needs. It may be provided through a government-sponsored social insurance program, or from private insurance companies. It may be purchased on a group basis (e.g., by a firm to cover its employees) or purchased by an individual. In each case, the covered groups or individuals pay premiums or taxes to help protect themselves from unexpected healthcare expenses. Similar benefits paying for medical expenses may also be provided through social welfare programs funded by the government.

By estimating the overall risk of healthcare expenses, a routine finance structure (such as a monthly premium or annual tax) can be developed, ensuring that money is available to pay for the healthcare benefits specified in the insurance agreement. The benefit is administered by a central organization such as a government agency, private business, or not-for-profit entity.

MESSAGE FROM THE CHAIRMAN



Bismillahir Rahmanir Rahim

Honorable shareholders – Assalamu Alaikum

I am privileged to welcome you all to the 22nd Annual General Meeting of Bangladesh National Insurance Company Limited. On behalf of the Board of Directors, I express my sincere appreciation to you all for being with us for the year 2017 and feels happy to declare 10% cash dividend for the shareholders. I also take this opportunity for sharing our successes, challenges and directions to be followed for the future to cope up with the economy changes. Besides, I am also delighted to present the Annual Report of Bangladesh National Insurance Company Limited for the year 2017 along with the audited financial statements and Auditors' Report thereon for the year ended 31 December 2017 before you.

The Bangladesh Government has been published the “National Insurance Policy” for developing the insurance industry of the country. We thanked Insurance Development & Regulatory Authority for their initiatives in this regard and hope that under the new chairmanship of Insurance Development & Regulatory Authority, insurance industry further move forward.

Bangladesh has been able to maintain sustained economic growth even in the face of global financial crisis. A well balanced fiscal policy, higher private and public sector investment and stable political situation increase the GDP growth of 7.28 percent in 2017, despite having flood and rohingya refugee crises at the end of the year. Per capita income increased by USD 145 to USD 1,610. Tax revenue increased by 17.08 percent which enabled the government to take up large infrastructure projects.

Under these circumstances, your company posted net profit before tax Tk.94.40 million only. Gross premium income and net premium income stood at Tk.476.73 million and Tk.373.55 million, representing a growth of 8.09 % and 7.47% respectively over the previous year. Total Assets of the company at stood 1,236.00 million as at 31 December 2017 showing a growth of 10.02 % comparing with the last year. We hope that in the year 2018, the performance of the company will be continued in a same profitable manner also.

Your company also established a good market reputation for timely claim settlement and built a strong platform for continuous future growth with the utilization of the merits of experienced management. To increase the branding image of the company, we launched new company logo as well.

I thankfully acknowledge the support and cooperation that the company received from Ministry of Finance, Bangladesh Bank, Insurance Development & Regulatory Authority, Bangladesh Securities and Exchange Commission, Dhaka Stock Exchange Limited, Chittagong Stock Exchange Limited, Sadharan Bima Corporation, overseas brokers and all related Government and private organizations.

Sincere thanks also goes to my fellow colleagues of the management and staff of Bangladesh National Insurance Company Limited whose loyalty, dedication, professionalism, positive attitude and commitment has been fundamental to the performance in the year 2017 and to paving the way forward for smooth growth in the years to come.

Gratefulness also goes to our Board of Directors for their valuable guidance, prudent and timely decisions to drive the company to ultimate destination. Your company has a committed, sincere, hardworking team who can make the dream true for the company.

Finally, I would like to express my heartfelt gratitude also to regulators, sponsors, shareholders, stakeholders, management, policyholder and all well-wishers for their support they have been rendering to us during the year 2017.

Allah Hafez

Thanking you



Abdul Baset Majumder
Chairman
Board of Directors

19 April 2018

চেয়ারম্যান মহোদয়ের বক্তব্য

বিসমিল্লাহির রাহমানির রাহিম

সম্মানিত শেয়ারহোল্ডার বৃন্দ - আসসালামু আলাইকুম

বাংলাদেশ ন্যাশনাল ইন্স্যুরেন্স কোম্পানী লিমিটেড এর ২২তম বার্ষিক সাধারন সভায় আপনাদেরকে স্বাগত জানাতে পেরে আমি অত্যন্ত আনন্দিত। পর্ষদের পক্ষ থেকে সকল সম্মানিত শেয়ারহোল্ডারগণকে ২০১৭ সালে আমাদের সাথে থাকার জন্য আন্তরিক ধন্যবাদ জানাচ্ছি, আমি খুব আনন্দিত যে পরিচালনা পর্ষদ এ বছর আপনাদের জন্য ১০% নগদ লভ্যাংশ ঘোষণা করেছে। তাই আমি আমাদের এই সাফল্য আপনাদের সাথে ভাগ করে নিতে চাই এবং আগামীতে এই সাফল্য ধরে রেখে যে কোন অর্থনৈতিক প্রতিযোগীতাকে মোকাবেলা করার জন্য আপনাদেরকে পাশে চাই। পাশাপাশি, ২০১৭ সালের বার্ষিক প্রতিবেদন এবং নিরীক্ষিত আর্থিক বিবরনী ও অডিটরস রিপোর্ট আপনাদের মাঝে পেশ করতে পেরে আমি আনন্দিত।

গণপ্রজাতন্ত্রী বাংলাদেশ সরকার "জাতীয় বীমা পলিসি" প্রকাশিত করেছে। এই কাজের জন্য বিভিন্ন পদক্ষেপ গ্রহন করায় আমি বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ কে ধন্যবাদ জানাই এবং বিশ্বাস করি যে নতুন নিয়োগপ্রাপ্ত মাননীয় চেয়ারমানের অধীনে বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ আরো সামনের দিকে এগিয়ে যাবে।

বাংলাদেশ ক্রমান্নয়ে টেকসই অর্থনৈতিক উন্নয়ন সাধন করে চলছে যেখানে বিশ্ব অর্থনীতি একটি সংকটময় সময় পার করছে। চমৎকার আর্থিক নীতি, সরকারী এবং বেসরকারী বিনিয়োগের উর্দ্ধগতি এবং স্থির রাজনৈতিক পরিস্থিতির কারনে ২০১৭ সালে বাংলাদেশের জিডিপি প্রবৃদ্ধি ছিল ৭.২৮ শতাংশ, যদিও এ বছর ছিল বন্যা কবলিত এবং শেষ পাক্ষিকের রহিঙ্গা রিফিউজি সংকট। মাথাপিছু আয় বেড়েছে ইউ.এস.ডি. ১৪৫ হতে ইউ.এস.ডি. ১৬১ ডলার। ট্যাক্স ইনকাম বেড়েছে ১৭.০৮ শতাংশ যা সরকারকে সহায়তা করছে সকল যোগাযোগ ব্যবস্থার উন্নয়নে।

এমতাবস্থায়, আপনাদের কোম্পানী ৯৪.৪০ মিলিয়ন টাকা মুনাফা অর্জন করেছে। মোট প্রিমিয়াম আয় এবং নিট প্রিমিয়াম আয় হয়েছে ৪৭৬.৭৩ মিলিয়ন টাকা এবং ৩৭৩.৫৫ মিলিয়ন টাকা, যা ৮.০৯% এবং ৭.৪৭% প্রবৃদ্ধি প্রদর্শন করে। মোট সম্পত্তির পরিমান দাড়িয়েছে ৩১ ডিসেম্বর ২০১৭ইং তারিখে ১,২৩৬ মিলিয়ন যেখানে আছে ১০.০২% প্রবৃদ্ধি। আমরা আশাকরি ২০১৮ সালেও আপনাদের কোম্পানীর ফলাফল এরুপ উন্নতির দিকে থাকবে।

সময়মত বীমা দাবী নিষ্পত্তির মাধ্যমে আপনাদের কোম্পানী সুনাম অর্জন করেছে এবং সেই সাথে অভিজ্ঞ ব্যবস্থাপনা কর্তৃপক্ষের কর্মদক্ষতাকে কাজে লাগিয়ে কোম্পানীর শক্ত ভিত্তি তৈরী হয়েছে। যা ভবিষ্যতে নিয়মিত অগ্রগতি বয়ে নিয়ে আসবে। কোম্পানীর ভাবমূর্তি বৃদ্ধি করার লক্ষ্যে নতুন লোগো এর সূচনা করা হয়েছে।

আমি আন্তরিকভাবে ধন্যবাদ জানাই অর্থ মন্ত্রনালয়, বাংলাদেশ ব্যাংক, বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ, বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন, ঢাকা স্টক এক্সচেঞ্জ লিমিটিড, চিটাগং স্টক এক্সচেঞ্জ লিমিটেড, সাধারন বীমা কর্পোরেশন, বিদেশী পুনঃবীমা প্রতিষ্ঠান ও সংশ্লিষ্ট সকল সরকারী ও বেসরকারী সংস্থাসহ বীমা গ্রাহকদের তাদের সহযোগীতার জন্য।

আমি আরো ধন্যবাদ জানাই বাংলাদেশ ন্যাশনাল ইন্স্যুরেন্স কোম্পানী লিমিটেড এর ব্যবস্থাপনা কর্তৃপক্ষকে এবং সকল কর্মকর্তা কর্মচারীদেরকে যাদের সততা, সহযোগীতা এবং কর্মকান্ডের মাধ্যমে ২০১৭ সালের সাফল্য অর্জিত হয়েছে এবং যা ভবিষ্যতেও একইভাবে চলতে থাকবে।

আমি কৃতজ্ঞতা প্রকাশ করছি পরিচালনা পর্ষদের কাছে যাদের মূল্যবান দিক-নির্দেশনা এবং সঠিক সময়ে সঠিক সিদ্ধান্তের মাধ্যমে কোম্পানী তার গন্তব্যে পৌছাতে সমর্থ হয়েছে। আপনাদের কোম্পানীর আছে একদল সৎ ও সুদক্ষ কর্মী যারা কিনা কোম্পানীর জন্য যেকোন স্বপ্ন বাস্তবে রুপদান করতে পারে।

পরিশেষে আমি ধন্যবাদ জানাই সকল নিয়ন্ত্রণ সংস্থা, স্পন্সর, শেয়ার হোল্ডার, স্টেক হোল্ডার, ব্যবস্থাপনা কর্তৃপক্ষ, বীমা গ্রাহক এবং সকল সুভাকাঙ্খীদরে যাদের সহযোগীতায় ২০১৭ সালের সাফল্য অর্জন হয়েছে।

আল্লাহ হাফেজ

ধন্যবাদান্তে



আবদুল বাসেত মজুমদার
চেয়ারম্যান
পর্ষদ
১৯ এপ্রিল ২০১৮ইং

DIRECTOR'S REPORT TO THE SHAREHOLDERS

Dear Shareholders

It is a great pleasure and privilege on the part of the Board of Directors of Bangladesh National Insurance Company Limited to present the Annual Report for the year 2017 inclusive of the audited financial statements of the Company for the year ended on 31 December 2017 and the Auditor's Report thereon, for consideration and approval of the esteemed Shareholders. Beside, the Board also welcomes all the present shareholders whose presence in this 22nd Annual General Meeting makes enlighten and provide us huge encouragement to work hard for upcoming days for producing good result for the company.

The Board of Directors expresses their sincere thanks to all the shareholders for being with the company over the year 2017 and humbly discloses that during the year 2017 the company was able to unveil net profit of Tk.94,395,347 only and posted Tk.1.64 EPS. The Board also expresses his happiness for recommendation of 10% cash dividend for the year 2017 for the shareholders.

World economy

The global economy has a growth of 3.6 percent in 2017 and 3.7 percent in 2016. Broad upward seen in the euro area, Japan, emerging Asia, emerging Europe, and Russia more than offset downward revisions for the United States and the United Kingdom. But the recovery status was not so good enough throughout the world. Commodity exporters, especially of fuel, are particularly hard hit as their adjustment to a sharp step-down in foreign earnings continues.

Country economy

In 2017, Bangladesh economy has been a mixed year of achievements and challenges. According to the estimates of Bangladesh Bureau of Statistics (BBS), the economy growth is 7.28 percent during FY 2017 compare to 7.12 percent in FY 2016. The major growth has come from the industrial sector followed by the services sectors. Industry accounts for 32.40 percent of GDP, grew 10.20 percent in FY2017, down from 11.10 percent in FY 2016. This growth was supported by strong growth of construction sub-sector and manufacturing sub-sector especially small scale industry. The service sector accounts for the largest share 52.90 percent of GDP and grew by 6.70 percent in FY2017, compared to 6.30 percent in FY 2016. The growth of two major components of service sector, wholesale and retail trade, repair of motor vehicles, motorcycles and personal & household goods and Transport, storage and communication largely contributed to the overall service sector growth. Moreover, hotel & restaurant and transport, storage and communication sub-sector markedly by 7.10 and 6.80 percent respectively. In addition, real estate and other business activities and community, social and personal services sub-sector grew faster in FY 2017.

Insurance industry

The Bangladeshi insurance industry is highly competitive. Key factors affecting the performance of the industry during the review period included fierce competition in the non-life segment, the rising market shares of private insurance companies, and the increasing level of risk being retained by insurers. The gross premium income of the country in non-life insurance in the private sector was Tk.25,321 million in 2017 indicating a little higher growth.

Insurance business in 2017

BNICL earned a gross premium income of Tk.476.73 million as against Tk.441.04 Million in 2016, showing an increase of 8.09 percent.

Product-wise performance

Fire Insurance Business

The Company wrote direct fire insurance business with a gross premium income of Tk. 136.11 million against Tk.123.57 million in 2016. The Company earned an underwriting profit of Tk. 4.89 million from its fire insurance business against Tk. (0.31) million in 2016.

Marine Insurance Business

The gross premium income from underwriting of marine insurance was Tk.134.11 million in 2017 and Tk.149.11 million in 2016. The Company earned an underwriting profit of Tk. 30.85 million in 2017 and Tk. 33.52 million in 2016.

Motor and Miscellaneous Insurance Business

In motor insurance segment, the gross premium income increased to Tk.206.51 million from Tk.168.36 million in 2016. Profit of motor insurance business increased to Tk.11.86 million from Tk. 8.92 million in 2016.

Premium income from miscellaneous underwriting was Tk. 14.45 million in the year 2017.

Income from Investment

Interest income derived from banks and non-banking financial institutions was Tk.57.62 million and Tk.59.12 million was in 2016.

The dividend income increased to Tk.2.05 million from Tk.0.95 million in 2016.

Cost of goods sold and profit margin

The company is a non-life insurance company and hence cost of goods sold and gross profit margin concept is not appropriate for the company. Rather profit of the company is main concerned for the company hence, in the year 2017 the company earned profit of Tk.94,395,347 only.

Claim

The company settled claim of Tk.15.67 Crore indicating 11.74% growth comparing with the year 2016, after recovery from the reinsurance during the year 2017. The company always used to attach due importance on quick settlement of claims of the valued clients.

Continuity of any extra-ordinary gain or loss

In the year 2017 there was no extra ordinary activities and hence there was no continuation of extra ordinary gain or loss in the current year.

Basis of related party transaction

According to the Bangladesh Accounting Standard-24 “Related Party Disclosures” related party disclosure was made in note # 45 of the financial statements.

Remuneration to directors including independent directors

Directors are not empowered to take any remuneration other than attendance fee. In line with that no remuneration except meeting attendance fee has been given to any director in the year 2017. Till date no remuneration was also given to any independent director except the attendance fee.

Corporate and financial reporting framework

In conformity of the BSEC Notification No.SEC/CMRRCD/2006-158/134/Admin/44 dated 7 August 2012; the directors confirm compliance with the financial reporting framework for the following:

- The financial statements prepared by the management of Bangladesh National Insurance Company Limited present fairly its state of affairs, the result of its operations, cash flows and changes in equity.
- Proper books of account of the issuer company have been maintained.
- 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.
- International Accounting Standards and International Financial Reporting Standards as applicable in Bangladesh along with Bangladesh Accounting Standards and Bangladesh Financial Reporting Standards have been followed in preparation of the financial statements and any departure there from has been adequately disclosed.
- The system of internal control is sound in design and has been effectively implemented and monitored.
- There are no significant doubts upon the company’s ability to continue as a going concern.

Significant deviations from the last year's operating result

The company earned profit of Tk.94.40 million in the year 2017. In the year 2016, the company earned profit of Tk.81.61 million. The company earns higher profit comparing with the last year can say that significant profit increased during the period under review.

Key operating and financial data

Key operating and financial data of preceding five years is included in this annual report.

Dividend

For the year 2017 the Board of Directors recommends 10 percent cash dividend hence there is no reason for non declaration of dividend.

Credit Rating

Credit Rating of Bangladesh National Insurance Company Limited was carried out by Emerging Credit Ltd for the year 2017-2018. After assessment they provide "Long Term: A + and Short Term: ST-2" which increase more reliability of the company to the stakeholders. Apart from the above rating agency also highlighted the following salient feature of the Company:

- Steady increase in gross premium income.
- Capacity to meet claim demand of policy holder.
- Decrease in claim due to quality Underwriting expertise.
- Strong reserve base.
- Introduction Corporate governance issues and guidance for Compliance with regulation of IDRA & BSEC.

Utilization of IPO proceeds

The company invested Tk.172,466,000 only in FDR and meet up the IPO expenses of Tk. 4,534,000 only as per use of IPO proceeds published in the Prospectus.

Risk Management

The company is always aware of the risk factors inherent in the industry. To keep the risks at an acceptable level, the company identifies, monitors and reviews the risks inherent in the business from time to time, continuous to update data base for information and takes corrective and or preventive measure to safeguard the stakeholders interest.

Director's meeting

During the year 2017 seven board meetings were held. The attendance in the board meetings by each director is included with this annual report.

Shareholding pattern

According to the clause 1.5 (xxi) of the BSEC's Notification No. SEC/CMRRCD/2006 158/134/Admin/44 dated 7 August 2012 shareholding pattern is included corporate governance guideline.

Directors' appointment and re-appointment

In every year other than first year, one-third of the Directors for the time being or if their number is not three or multiples of three then the number nearest to one-third are required to retire from office. Till date, number of Directors in the Company's Board is 20 and hence four Directors will retire on 25 June 2018 from their office. In line with that, from Group-A, Mr. Abdul Baset Majumder, Mr. Mostafa Kamal, Ms. Beauty Akter and Mr. Yousuf Ali will retire on 25 June 2018 and all of them are eligible for re-election. Besides, from Group-B, Mr. Monjur Md. Shaiful Azam and Md. Ruhul Amin will also retire on 25 June 2018 and all of them are eligible for re-election. On the other hand as per BSEC corporate governance guidelines, shareholders approval for appointment of Professor Dr. Mijanur Rahman, Independent Director is required from the shareholders who is appointed on 7 March 2017 by the Board.

Detail disclosure in this regard is stated under the heading of brief profile of Directors in the annual report.

Auditors

In accordance with regulation 15 (2) and (3), of Dhaka and Chittagong stock Exchange (Listing) Regulations 2015, no audit firm cannot audit three consecutive years at a time, hence Rahman Mostafa Alam & Co. Charterterd Accountants, the existing Auditors of the company completed their last year. So a new audit firm was required to be appointed for the year 2018. Hence, Masih Muhith Haque & Co. Chartered Accountants showed their interest to act as statutory auditors of the company.

Thereafter, the Audit Committee discussed the issue in detail in their meeting and recommended Masih Muhith Haque & Co. Chartered Accountants to the Board for approval and further recommendation to place before the shareholders' meeting for approval at the rate of Tk.90,000 only as audit fee. Now the appointment is placed before the 22nd Annual General Meeting for shareholders approval.

Acknowledgement

We gratefully acknowledge valuable help and advices from the esteemed shareholders at the AGM, Well-wishers, the Insurance Development & Regulatory Authority (IDRA), Bangladesh Insurance Association, Bangladesh Insurance Academy, our Co-insurers and Re-insurers, Registered of Joint Stock Companies, Ministry of Finance, Commercial Banks and Financial Institutions, Bangladesh Bank, Bangladesh Securities & Exchange Commission Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited.

We also like to thank the members of our staffs for their devotion, drive and skill in maintaining the companies high standard of business ethics.



Abdul Baset Majumder
Chairman
19 April 2018

AMAR STOCK

পরিচালক মন্ডলীর প্রতিবেদন

প্রিয় শেয়ারহোল্ডারবৃন্দ:

বাংলাদেশ ন্যাশনাল ইন্স্যুরেন্স কোম্পানি লিমিটেডের পরিচালনা পর্ষদের পক্ষ থেকে ৩১শে ডিসেম্বর ২০১৭ইং তারিখের সমাপ্ত বছরের নিরীক্ষিত আর্থিক বিবরনী, বার্ষিক প্রতিবেদন এবং অডিটরস রির্পোট শেয়ারহোল্ডারদের বিবেচনা ও অনুমোদনের জন্য উপস্থাপন করতে পেরে আমরা খুব আনন্দিত। পাশাপাশি পর্ষদ উপস্থিত সকল শেয়ারহোল্ডারদের স্বাগত জানায়, যারা ২২ তম বার্ষিক সাধারণ সভায় উপস্থিত হয়েছেন এবং এই সভাকে আলোকিত করেছেন এবং প্রচুর সাহস জুগিয়েছেন যাতে আমরা আগামী দিন গুলোতে কঠোর পরিশ্রমের মাধ্যমে কোম্পানীর জন্য ভালো ফলাফল বয়ে আনতে পারি।

২০১৭ইং সাল জুড়ে কোম্পানীর সাথে থাকার জন্য উপস্থিত সম্মানিত শেয়ারহোল্ডারদের পর্ষদ এর পক্ষ থেকে ধন্যবাদ জ্ঞাপন করছি এবং বিনয়ের সাথে অবগত করছি যে ২০১৭ইং সালে কোম্পানী ৯৪,৩৯৫,৩৪৭ টাকা মুনাফা অর্জন করে এবং ইপিএস অর্জন করে ১.৬৪ টাকা। পর্ষদ ২০১৭ইং সালের জন্য ১০% নগদ লভ্যাংশ প্রদানের সুপারিশ করতে পেরে আনন্দিত।

বিশ্ব অর্থনীতি:

বিশ্ব অর্থনীতির প্রবৃদ্ধি ছিল ২০১৭ইং সালে ৩.৬ শতাংশ এবং ২০১৬ইং সালে ছিল ৩.৭ শতাংশ। বেশি প্রবৃদ্ধি দেখা গিয়েছে ইউরো অঞ্চল, জাপান, উন্নয়নশীল এশিয়া, উন্নয়নশীল ইউরোপ এবং রাশিয়ার বিভিন্ন অঞ্চল। অন্যদিকে আমেরিকা যুক্তরাষ্ট ও ইংল্যান্ড এর অর্থনীতিতে নিম্নগামী অবস্থা পরিলক্ষিত হয়। কিন্তু বিশ্ব ব্যাপি অর্থনীতিতে বিনিয়োগের বিপরীতে রিকোভারীর অবস্থাতে মন্দাভাব দেখা গিয়েছে। বৈদেশিক মুদ্রা অর্জনের দিকে তেল রপ্তানীর মাধ্যমে অতিরিক্ত মুদ্রা অর্জনের ক্ষেত্রেও কিছুটা মন্দাভাব দেখা গিয়েছে।

বাংলাদেশের অর্থনীতি:

২০১৭ইং সাল ছিল বাংলাদেশের অর্থনীতির অর্জন এবং প্রতিযোগিতার সংমিশ্রনের বছর। বাংলাদেশ পরিসংখ্যান ব্যুরোর হিসাব মতে, ২০১৭ইং সালে দেশের অর্থনৈতিক প্রবৃদ্ধি ছিল ৭.২৮% যা ২০১৬ সালে ৭.১২%। এই প্রবৃদ্ধির অধিকাংশই এসেছে শিল্প ও সেবা খাত থেকে যেখানে শিল্প খাত ছিল জিডিপির ৩২.৪%, প্রবৃদ্ধির ১০.২% যা ২০১৬ইং তে ছিল ১১.১%এবং এই প্রবৃদ্ধি এসেছে, নির্মান খাত ও বিশেষ করে ক্ষুদ্র শিল্প উৎপাদন খাত থেকে। জিডিপিতে সেবা খাত এর অবদান সর্বোচ্চ ৫২.৯% যা ৬.৭% বেড়েছে ২০১৭ইং সালে এবং ২০১৬ইং বেড়েছিল ৬.৩%। সেবা খাতের প্রবৃদ্ধির প্রধান দুটি খাত হল খুচরা ও পাইকারী ব্যবসা, মটর গাড়ি মেরামত এবং ব্যক্তিগত ও গৃহস্থালীর কাজে ব্যবহৃত পন্য ও যানবাহন থেকে। এছাড়া হোটেল ও রেস্টুরেন্ট এবং যানবাহন, সংরক্ষন ও যোগাযোগ খাত যথাক্রমে ৭.১% ও ৬.৮% হারে দেশের অর্থনৈতিক প্রবৃদ্ধিতে অবদান রেখেছে। দেশের গৃহ নির্মান, বাসাভাড়া ও অন্যান্য ব্যবস্থা এবং ব্যক্তিগত ও সামাজিক সেবা খাতও ২০১৭ইং সালে দ্রুত বেড়েছে।

বীমা শিল্প:

বাংলাদেশের বীমা শিল্প খুবই প্রতিযোগিতামূলক। ২০১৭ইং সালের ইন্স্যুরেন্স ব্যবসায়ের প্রতিযোগীতায়, নন-লাইফ ব্যবসায়ের দ্রুতগামী প্রতিযোগিতা, মার্কেট শেয়ারের প্রবৃদ্ধিতে বেসরকারী বীমা কোম্পানীর অতিরিক্ত অর্ন্তভূক্তি এবং অতিরিক্ত ঝুঁকি বৃদ্ধি ছিল মূল উপাদান। ২০১৭ইং সালে দেশের বেসরকারী নন-লাইফ বীমা খাতে মোট প্রিমিয়াম আয় ছিল ২৫,৩২১ মিলিয়ন টাকা যা ২০১৬ইং সালের তুলনায় সামান্য বেশি প্রবৃদ্ধি প্রদর্শন করে।

২০১৭ইং সালের বীমা ব্যবসা:

বাংলাদেশ ন্যাশনাল ইন্স্যুরেন্স কোম্পানি লিমিটেডের ২০১৭ইং সালের মোট প্রিমিয়াম আয় ছিল ৪৭৬.৭৩ মিলিয়ন টাকা এর স্থলে ২০১৬ইং সালে মোট প্রিমিয়াম আয় ছিল ৪৪১.০৪ মিলিয়ন টাকা।গত বছরের তুলনায় ৮.০৯ শতাংশ প্রবৃদ্ধি প্রদর্শন করে।

পন্য ভিত্তিক ব্যবসায়িক সফলতা

অগ্নি বীমা ব্যবসা:

কোম্পানী প্রত্যক্ষ অগ্নি বীমা ব্যবসা থেকে ২০১৭ইং সালে মোট প্রিমিয়াম আয় ছিল ১৩৬.১১ মিলিয়ন টাকা এর বিপরীতে ২০১৬ইং সালে আয় ছিল ১২৩.৫৭ মিলিয়ন টাকা। কোম্পানী অগ্নি বীমা ব্যবসা থেকে ২০১৭ইং সালে ৪.৮৯ মিলিয়ন টাকা অবলিখন মুনাফা অর্জন করে এর বিপরীতে ২০১৬ইং সালে এই আয় ছিল (০.৩১) মিলিয়ন টাকা।

নৌ বীমা ব্যবসা:

নৌ বীমা ব্যবসা থেকে কোম্পানীর মোট প্রিমিয়াম আয় ২০১৭ইং সালে ছিল ১৩৪.১১ মিলিয়ন টাকা এবং ২০১৬ইং সালে ছিল ১৪৯.১১ মিলিয়ন টাকা। কোম্পানী নৌ বীমা ব্যবসা থেকে ২০১৭ইং সালে অবলিখন মুনাফা ছিল ৩০.৮৫ মিলিয়ন টাকা এবং ২০১৬ইং সালে ছিল ৩৩.৫২ মিলিয়ন টাকা।

মোটর ও বিবিধ বীমা ব্যবসা:

মোটর বীমা ব্যবসা থেকে ২০১৭ইং সালে মোট আয় হয়েছে ২০৬.৫১ মিলিয়ন টাকা যা ২০১৬ইং সালে ছিল ১৬৮.৩৬ মিলিয়ন টাকা। মোটর বীমা ব্যবসা থেকে ২০১৭ইং সালে লাভ হয়েছে ১১.৮৬ মিলিয়ন টাকা যা ২০১৬ইং সালে ছিল ৮.৯২ মিলিয়ন টাকা।

বিবিধ অবলিখন থেকে ২০১৭ইং সালে মোট প্রিমিয়াম আয় হয়েছে ১৪.৪৫ মিলিয়ন টাকা।

বিনিয়োগ থেকে আয়:

বিভিন্ন ব্যাংক ও আর্থিক প্রতিষ্ঠানে গচ্ছিত বিনিয়োগ থেকে ২০১৭ইং সালের মুনাফা ছিল ৫৭.৬২ মিলিয়ন টাকা এবং তা ২০১৬ইং সালে ছিল ৫৯.১২ মিলিয়ন টাকা।

ডিভিডেন্ট আয় ২০১৭ইং সালে ২.০৫ মিলিয়ন টাকা যা ২০১৬ইং সালে ছিল ০.৯৫ মিলিয়ন টাকা।

কষ্ট অব গুডস সোল্ড এবং মুনাফা অর্জন:

বাংলাদেশ ন্যাশনাল ইন্স্যুরেন্স কোম্পানি লিমিটেড একটি নন-লাইফ ইন্স্যুরেন্স কোম্পানী যে কারনে কষ্ট অব গুডস সোল্ড এক্ষেত্রে প্রযোজ্যে নয়। অন্য দিকে কোম্পানীর মুনাফা অর্জন বিশেষ অর্থ বহন করেএবং ২০১৭ইং সালে ৯৪,৩৯৫,৩৪৭ টাকা মুনাফা অর্জন করে।

বীমা দাবী:

২০১৭ইং সালে কোম্পানী নেট ১৫.৬৭ কোটি টাকার বীমা দাবি নিষ্পতি করেছে যা গত বছরের তুলনায় ১১.৭৪% প্রবৃদ্ধি প্রদর্শন করে। সম্মানিত গ্রাহকদের দাবি পূরনে কোম্পানী সর্বদাই অত্যন্ত আন্তরিক ও যত্নশীল।

অস্বাভাবিক হঠাৎ মুনাফা অর্জন বা ক্ষতি:

২০১৭ইং সালে এরুপ কোনো হঠাৎ মুনাফা অর্জন বা ক্ষতি হয়নি।

বেসিস অব রিলেটিভ পার্টি ট্রানজেকশন:

বাংলাদেশ একাউনটিং স্টান্ডার্ড - ২৪ "রিলেটিভ পার্টি ডিসক্লোজার অনুযায়ী" ২০১৭ইং সালের আর্থিক প্রতিবেদন এর নোট # ৪৫ এ রিলেটিড পার্টি ট্রানজেকশন প্রদর্শন করা হয়েছে।

পরিচালকদের সম্মানী (স্বতন্ত্র পরিচালক সহ):

পরিচালকগন পর্ষদ মিটিং এর উপস্থিতির জন্য সম্মানী ব্যাতীত অন্য কোন প্রকার বেতন বা সম্মানী ভাতা দেয়া হয় না। সে অনুযায়ী ২০১৭ইং সালে পর্ষদ মিটিং সম্মানী ব্যাতীত অন্য কোন প্রকার বেতন বা সম্মানী কোনো পরিচালক বা স্বতন্ত্র পরিচালককে প্রদান করা হয়নি।

কর্পোরেট এবং আর্থিক প্রতিবেদন:

বিএসইসি নোটিফিকেশন # এসইসি/ সিএমআরআরসিডি/২০০৬-১৫৮/১৩৪/এডমিন/৪৪ তারিখ ৭ আগষ্ট ২০১২ অনুযায়ী পর্ষদ আর্থিক প্রতিবেদনের ক্ষেত্রে নিমোক্ত বিষয়গুলো পরিপালন বিধায় নিশ্চিত করেন ঃ

- বাংলাদেশ ন্যাশনাল ইন্স্যুরেন্স কোম্পানির ম্যানেজমেন্ট কমিটি আর্থিক প্রতিবেদন তৈরি করেছে এবং এ প্রতিবেদন সমূহ কোম্পানীর আর্থিক অবস্থা, সমাপ্ত বছরের কার্যক্রমের ফলাফল এবং নগদ অর্থ প্রবাহের সুষ্ঠু প্রতিফলন করে।
- কোম্পানীর হিসাব বহিসমূহ সঠিকভাবে সংরক্ষিত হয়েছে।
- আর্থিক বিবরনীসমূহ তৈরিতে সঠিক হিসাব নীতিমালাসমূহ যথাযথভাবে প্রয়োগ করা হয়েছে।
- বাংলাদেশে প্রযোজ্য আন্তরজাতিক হিসাবমান অনুযায়ী আর্থিক বিবরনীসমূহ প্রস্তুত করা হয়েছে।
- অভ্যন্তরীন নিয়ন্ত্রন ব্যবস্থা সুদৃঢ়ভাবে প্রনীত এবং যার প্রয়োগ এবং পর্যবেক্ষন অতীব কার্যকর।
- চলমান প্রতিষ্ঠান হিসাবে কোম্পানীর স্বক্ষমতায় বিন্দুমাত্র কোন সন্দেহ নেই।

গত বছরের মুনাফার তুলনামূলক পার্থক্য:

কোম্পানী ২০১৭ইং সালে ৯৪.৪০ মিলিয়ন টাকা মুনাফা অর্জন করে। ২০১৬ইং সালে মুনাফা অর্জন করে ৮১.৬১ মিলিয়ন টাকা। এটি প্রতিয়মান হয় যে, ২০১৬ইং সালের তুলনায় ২০১৭ইং সালে তুলনামূলক মুনাফা বৃদ্ধি পেয়েছে।

আর্থিক তথ্য:

গত পাঁচ বছরের আর্থিক তথ্য এই বার্ষিক প্রতিবেদনে সংযুক্ত করা হয়েছে।

লভ্যাংশ:
পরিচালনা পর্ষদ ২০১৭ইং সালের জন্য ১০ শতাংশ লভ্যাংশ ঘোষনা করেছে। সুতরাং এ বছরের জন্য লভ্যাংশ ঘোষনা হয়নি এরুপ কিছু বর্ণনার প্রয়োজন নেই।

ক্রেডিট রেটিং:
বাংলাদেশ ন্যাশনাল ইন্স্যুরেন্স কোম্পানি লিমিটেডের ২০১৭-২০১৮ইং সালের ক্রেডিট রেটিং করে ইমারজিং ক্রেডিট রেটিং লিমিটেড এবং তাদের রেটিং অনুযায়ী কোম্পানী এ+ রেটিং পেয়েছে। এই রেটিং কোম্পানীর সন্তোষজনক আর্থিক ব্যবস্থাপনা, আর্থিক স্বচ্ছলতা, তারল্যের প্রবাহ ইত্যাদি প্রর্দশন করে।

আই.পি.ও- এর অর্থ ব্যবস্থাপনা:
কোম্পানী আই.পি.ও. প্রসপেকটাসের বর্ননা অনুযায়ী ১৭,২৪,৬৬,০০০ টাকা এফ.ডি.আর. হিসেবে বিনিয়োগ করা হয় এবং ৪৫,৩৪,০০০ টাকা আই.পি.ও- এর খরচ হিসাবে বহন করা হয়।

ঝুঁকি ব্যবস্থাপনা:
কোম্পানী সবসময় ইন্স্যুরেন্স ব্যবসায়ের ঝুঁকি নিয়ে সজাগ থাকে। ঝুঁকিকে সহনীয় পর্যায়ে রাখার জন্য, কোম্পানী সবসময় ঝুঁকি নিরসন ও পর্যবেক্ষন করে এবং সে অনুযায়ী তথ্য সংগ্রহ করে এবং সে ভাবে কর্মকান্ড পরিচালনা করে যাতে শেয়ারহোল্ডারদের স্বার্থ রক্ষা পায়।

পর্ষদ মিটিং:
২০১৭ইং সালে সর্বমোট সাতটি পর্ষদ মিটিং অনুষ্ঠিত হয়। সে অনুযায়ী পর্ষদ মিটিং এ পরিচালকদের উপস্থিতির বিবরন এই বার্ষিক প্রতিবেদনে লিপিবদ্ধ করা আছে।

শেয়ারধারন অবস্থা:
বিএসইসি নোটিফিকেশন # এসইসি/সিএমআরআরসিডি/২০০৬/১৫৮/১৩৪/এডমিন/৪৪ তারিখ ৭ আগষ্ট ২০১২ এর ক্লজ ১.৫ (xxi) অনুযায়ী কোম্পানীর শেয়ার ধারন অবস্থা এই বার্ষিক প্রতিবেদনে লিপিবদ্ধ করা আছে।

পরিচালকদের নিয়োগ:
প্রথম বছর ব্যাতীত পরবর্তী প্রতি বছরে ১/৩ ভাগ পরিচালক পর্ষদ হতে অবসর গ্রহন করবে। বর্তমানে কোম্পানীর পরিচালকের সংখ্যা ২০ জন, তাই ৪ জন পরিচালক ২৫ জুন ২০১৮ইং তারিখে অবসর গ্রহন করবে। সে অনুযায়ী গ্রুপ 'এ' থেকে জনাব আবদুল বাসেত মজুমদার, জনাব মোস্তফা কামাল, মিসেস বিউটি আক্তার এবং জনাব ইউসুফ আলী ২৫ জুন ২০১৮ইং তারিখে অবসর গ্রহন করবেন এবং তারা যোগ্য বিধায় পুনরায় নির্বাচিত হওয়ার অধিকার রাখেন।

পাশাপাশি, গ্রুপ 'বি' হতে জনাব মঞ্জুর মো: সাইফুল আজম এবং মো: রুহুল আমিন ২৫ জুন ২০১৮ইং তারিখে অবসর গ্রহন করবে তারা যোগ্য বিধায় পুনরায় নির্বাচিত হবার অধিকার রাখেন। অন্যদিকে বিএসইসি এর কর্পোরেট গভর্নেন্স এর নিয়োমানুযায়ী স্বতন্ত্র পরিচালক প্রফেসর ড: মিজানুর রহমান এর ৭ মার্চ ২০১৭ইং সালে নিযুক্ত হওয়ার জন্য শেয়ারহোল্ডারদের নিকট হতে অনুমোদন প্রয়োজন।

এই মর্মে সকল পরিচালকদের জীবন বৃত্তান্ত এই বার্ষিক প্রতিবেদনের সাথে সংযুক্ত করা হয়েছে।

অডিটর নিয়োগ:
ঢাকা ও চট্রগ্রাম স্টক এক্সচেঞ্জ (লিস্টিং) রেগুলেশন ২০১৫ এর (২) ও (৩) নং রেগুলেশন অনুযায়ী কোনো চার্টাড একাউন্টটেন্টস ফার্ম পরপর তিন বছর কোনো কোম্পানীর অডিট কাজ পরিচালনা করতে পারবে না। সে অনুযায়ী বর্তমান অডিটর রহমান মোস্তফা আলম এন্ড কোং চার্টাড একাউন্টটেন্টস তিন বছর সমাপ্ত হবার ফলে একটি নতুন অডিট ফার্ম কে ২০১৮ইং সালের অডিট কাজ পরিচালনা করার জন্য নিয়োগ দিতে হবে। এমতাবস্থায় মসিহ্ মুহিত হক এন্ড কোং চার্টাড একাউন্টটেন্টস ২০১৮ইং সালের অডিট করার জন্য ইচ্ছা প্রকাশ করেছে।

অতঃপর, অডিট কমিটি উক্ত বিষয়টি নিয়ে তাদরে মিটিং-এ বিস্তারিত আলোচনা করেন এবং মসিহ্ মুহিত হক এন্ড কোং চার্টার্ড একাউন্টেস কে সুপারিশ করেন। পর্ষদও তার মিটিং এ উক্ত বিষয় নিয়ে আলোচনা করেন এবং মসিহ্ মুহিত হক এন্ড কোং চার্টার্ড একাউন্টেসকে ২০১৮ইং সালের জন্য কোম্পানীর অডিট কাজ করার জন্য শেয়ার হোল্ডারদের মিটিংএ অনুমোদনের জন্য সুপারিশ করেন। এখানে অডিট ফি হবে ৯০,০০০ টাকা মাত্র। সে অনুযায়ী অডিটর নিয়োগের বিষয়টি শেয়ার হোল্ডারদের অনুমোদনের জন্য ২২তম বার্ষিক সাধারন সভায় পেশ করা হল।

কৃতজ্ঞতা স্বীকার:
সকলের সহযোগীতা এবং সু-পরামর্শের জন্য আমরা কৃতজ্ঞতা প্রকাশ করি। আমাদের উপস্থিত সম্মানিত শেয়ার হোল্ডার বৃন্দ, শুভানুধ্যায়ী, বীমা

উন্নয়ন ও নিয়ন্ত্রন কর্তৃপক্ষ, বাংলাদেশ ইন্স্যুরেন্স একাডেমী, রেজিষ্ট্রার অব জয়েন্ট স্টক কোম্পানীজ এন্ড ফার্মস, অর্থ মন্ত্রণালয়, বানিজ্যিক ব্যাংক, বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন, ঢাকা স্টক এক্সচেঞ্জ লিমিটেড এবং চিটাগং স্টক এক্সচেঞ্জ লিমিটেড কে কৃতজ্ঞতা জানাই ।

আমরা আরো কৃতজ্ঞতা জানাই আমাদের সকল কর্মকর্তা ও কর্মচারীদের যাদের দক্ষতা ও কর্মকান্ডের মাধ্যমে কোম্পানী তার অবস্থাকে ধরে রেখেছে ।

ধন্যবাদান্তে

পরিচালক মন্ডলীর পক্ষে

(আবদুল বাসেত মজুমদার)
চেয়ারম্যান

AMAR STOCK

FROM THE DESK OF CHIEF EXECUTIVE OFFICER



Bangladesh National Insurance Co. Ltd.

Bismillahir Rahmanir Rahim

Honorable shareholders – Assalamu Alaikum

This is my immense pleasure to inform you that being with the Bangladesh National Insurance Company Limited as a Chief Executive Officer I have completed the year 2017 successfully overcoming many business obstacles. Besides, I convey my warm wishes to all the shareholders presences in the 22nd Annual General Meeting from the part of the employees of the company and inform you that the board recommends 10 percent cash dividend for the year 2017 for your continuous trust, encouragement and support. We hope that in coming year we can put more profits in the accounts of the company.

You know that Non-Life insurance industry has traditional insurance services, with them; companies are trying to cover business throughout the country. Currently, we are trying to add more features to our services that may attract more clients in coming years. We believe that with new service's dimension, clients will feel more comfort with us.

In Competition with other companies, we have covered a large number of clients in the year 2017 comparing with the year 2016. Many clients were also showed their interest to grow with us by covering their risks with our products. Thus after listing with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited, our reliability in the insurance market is increased.

Now we look forward to improving our branding image in the market. As a result, we launched our new corporate logo which looks so eye catching and indicate modern corporate style. We begin to changing; new changes will come in our business.

Having overcome many challenges, your company able to put some profit of Tk.94,395,347 only and the Board of Directors recommended 10 % cash dividend for the year 2017. If we always receive your faith and support, we hope that in future we can also be able to declare more dividends.

In 2017 our Gross premium income and net premium income stood at Tk.476.73 million and Tk.373.55 million, representing a growth of 8.09 % and 7.87% respectively over the previous year. Total Assets of the company at stood 1,236.00 million as at 31 December 2017 showing a growth of 10.02 % comparing with the last year.

Our credit rating status is A+ (pronounced as single A plus) by Emerging Credit Rating Limited (ECRL) which reflects our good financial strength and claim paying ability.

On the other hand, we believe that strong internal database system is very much essential for continuous growth of the company. Keeping that in mind, we were established branch wise computer network system with software that can provide information promptly as per business requirement. Continuous development in IT infrastructures is also one of our core objectives.

I express my profound gratitude to the Board of Directors for their active support and proper guidance.

Finally, on behalf of the management of Bangladesh National Insurance Company Limited, would like to express my heartfelt gratitude to our shareholders/stakeholders, Insurance Development & Regulatory Authority (IDRA), Bangladesh Bank, Bangladesh Insurance Association, Bangladesh Insurance Academy, Sadharan Bima Corporation, Bangladesh Securities & Exchange Commission, Dhaka and Chittagong Stock Exchange Limited, our co-insurers and re-insurers for the support they have been rendering to us for a long time.

Allah Hafez



Md. Sana Ullah
Chief Executive Officer
19 April 2018

মূখ্য নির্বাহী কর্মকর্তা মহোদয়ের বক্তব্য

বিসমিল্লাহির রাহমানির রাহিম

সম্মানিত শেয়ারহোল্ডার বৃন্দ - আসসালামু আলাইকুম

বাংলাদেশ ন্যাশনাল ইন্স্যুরেন্স কোম্পানীর লিমিটেড এর ২২তম বার্ষিক সাধারন সভায় আমি আনন্দের সাথে জানাচ্ছি যে, ২০১৭ সাল আমরা সাফল্যের সাথে অতিক্রম করেছি। সেই সাথে আমি কর্মকর্তা ও কর্মচারীদের পক্ষ হতে উপস্থিত সকল সম্মানিত শেয়ার হোল্ডারদের শুভেচ্ছা জানাচ্ছি। পর্ষদ ২০১৭ সালের জন্য ১০ শতাংশ নগদ লভাংশ প্রদানের সুপারিশ করেছে যা সম্ভব হয়েছে আপনাদের আস্থা ও সহযোগিতার জন্যে। আমরা বিশ্বাস করি যে আগামী দিনগুলিতে আমরা আরো বেশি মুনাফা অর্জন করতে পারব।

আপনারা জানেন যে নন-লাইফ ইন্স্যুরেন্স ব্যবসায় এখনো প্রচলিত বীমা সেবা প্রদানের মাধ্যমে দেশব্যাপী বীমা ব্যবসা পরিচালনা করছে। বর্তমানে আমরা, আমাদের সেবাগুলোতে নতুন মাত্রা সংযোজন করার চেষ্টা করছি যা আরো অধিক পরিমাণে গ্রাহকদের আকর্ষন করবে। আমরা বিশ্বাস করি যে, এই নতুন সেবার মাধ্যমে গ্রাহকগণ আরো অধিক স্বাচ্ছন্দ বোধ করবে।

প্রতিযোগীতামূলক বীমা বাজারে ২০১৬ সালের তুলনায় ২০১৭ সালে আমরা আরো অধিক গ্রাহক সেবা প্রদান করেছি। অনেক নতুন গ্রাহক আমাদের বীমা সেবার মাধ্যমে ঝুঁকি নিরোসনের জন্য আগ্রহ প্রকাশ করেছে। পাশাপাশি ঢাকা স্টক এক্সচেঞ্জ লিমিটেড এবং চিটাগং স্টক এক্সচেঞ্জ লিমিটেডের সাথে তালিকা ভুক্তি হওয়ার ফলে ব্যবসায়ে আমাদের উপর গ্রাহকদের আস্থা অনেক বেড়েছে।

এখন আমরা আমাদের সুনাম আরো উন্নত করার দিকে বিশেষ ভাবে নজর দিয়েছি। তারই ফল স্বরূপ আমরা আমাদের কোম্পানীর নতুন কর্পোরেট লোগো এর প্রচলণ করেছি যা দেখতে অনেক দৃষ্টি নন্দন ও আধুনিক। আমরা পরিবর্তন শুরু করেছি, পরিবর্তন আসছে আমাদের ব্যবসায়ের পরিধিতে।

অনেক বাঁধা বিপত্তি পার করে কোম্পানী ২০১৭ সালে ৯৪,৩৯৫,৩৪৭ টাকা মুনাফা অর্জন করেছে, সেই সাথে পর্ষদ ১০% নগদ লভ্যাংশ ঘোষণা করেছে। আমরা যদি সব সময় আপনাদের আস্থা ও সহযোগিতা পাই, ভবিষ্যতেও আমরা নিশ্চয় আরো বেশি লভ্যাংশ ঘোষনা করতে পারবো। ২০১৭ সালে মোট প্রিমিয়াম আয় এবং নেট প্রিমিয়াম আয় ছিল ৪৭৬.৭৩ মিলিয়ন টাকা এবং ৩৭৩.৫৫ মিলিয়ন টাকা যা কিনা একাধারে ৮.০৯% এবং ৭.৮৭% প্রবৃদ্ধি প্রদর্শন করে। ২০১৭ সালে মোট সম্পত্তির পরিমাণ ছিল ১,২৩৬ মিলিয়ন টাকা যা বিগত বছরের তুলনায় ১০.০২% প্রবৃদ্ধি প্রদর্শন করে।

কোম্পানীর ক্রেডিট রেটিং অবস্থান হল "এ+", যা কোম্পানীর ভালো আর্থিক ভিত্তি এবং বীমা দাবী প্রদানের অধিক স্বক্ষমতা প্রকাশ করে।

অন্যদিকে, আমরা বিশ্বাস করি যে, কোম্পানীর গতিময় উন্নয়নের জন্য প্রয়োজন একটি শক্ত অভ্যন্তরীণ তথ্য ভান্ডার, সে দিক বিবেচনা করে, আমরা সকল শাখা অফিসগুলোকে অনলাইন নেটওয়ার্ক সিস্টেম এর আওতায় এনেছি। যার ফলে এখন অতি সহজে যে কোনো ব্যবসায়িক তথ্য পাওয়া সম্ভব হচ্ছে।

আমি ধন্যবাদ জানাই বাংলাদেশ ন্যাশনাল ইন্স্যুরেন্স কোম্পানী লিমিটেড এর পর্ষদকে, তাদের সর্বদা সহযোগিতা এবং প্রয়োজনীয় দিক নির্দেশনা প্রদানের জন্য।

সর্বশেষে বাংলাদেশ ন্যাশনাল ইন্স্যুরেন্স কোম্পানী লিমিটেড এর ব্যবস্থাপনা কর্তৃপক্ষ পক্ষ থেকে আন্তরিক ধন্যবাদ জানাই সকল শেয়ারহোল্ডার/ স্টেক হোল্ডার, বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ (আইডিআরএ), বাংলাদেশ ব্যাংক,বাংলাদেশ ইন্স্যুরেন্স এসোসিয়েসন্স, বাংলাদেশ ইন্স্যুরেন্স একাডেমি, সাধারণ বীমা কর্পোরেশন, বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন, ঢাকা ও চিটাগং স্টক এক্সচেঞ্জ লিমিটেড, রেজিস্ট্রার অব জয়েন্ট স্টক কোম্পানীজ এন্ড ফার্মস কে যাদের সার্বিক সহযোগিতার জন্য আমরা আমাদের এই গন্তব্যে পৌছাতে পেরেছি।

আল্লাহ হাফেজ

মোঃ সানা উল্লাহ
মূখ্য নির্বাহী কর্মকর্তা
১৯ এপ্রিল ২০১৮

CORPORATE GOVERNANCE

Corporate governance is the mechanisms, processes and relations by which corporations are controlled and directed. Governance structures and principles identify the distribution of rights and responsibilities among different participants in the corporation such as the board of directors, managers, shareholders, creditors, auditors, regulators, and other stakeholders. It also includes the rules and procedures for making decisions in corporate affairs. Corporate governance includes the processes through which company's objectives are set and pursued in the context of the social, regulatory and market environment. Governance mechanisms include monitoring the actions, policies, practices, and decisions of corporations, their agents, and affected stakeholders. Corporate governance practices are affected by attempts to align the interests of stakeholders.

Compliance of corporate governance

Pursuant to BSEC Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 7 August 2012, the Board of Directors of Bangladesh National Insurance Company Limited is responsible to company's shareholders for the policies and their implementation, activities regarding the effective corporate governance practices in the company. Implementation and improvement in the corporate governance is a continuous process. Keeping that in mind the Board is marching ahead with the formulation and implementation of clear structure and accountabilities supported by well understandable policies in the company.

Composition of the Board

The Board of Directors of Bangladesh National Insurance Company Limited composed of 20 Directors where 11 are Directors 4 are Independent Directors and 5 are Public Directors having highly professionalism in insurance area and other also. A brief profile of the directors is also presented in this annual report. The Board also considers that its composition carries a suitable sense of equilibrium of experience and expertise in following the corporate governance in the company.

Responsibilities of the Board

The board of directors is appointed to act on behalf of the shareholders to run the day to day affairs of the business. The boards are directly accountable to the shareholders and each year the company will hold an annual general meeting (AGM) at which the directors must provide a report to shareholders on the performance of the company, what its future plans and strategies are and also submit themselves for re-election to the board.

The objects of the company are defined in the Memorandum of Association and regulations are laid out in the Articles of Association.

The board of directors' key purpose is to ensure the company's prosperity by collectively directing the company's affairs, whilst meeting the appropriate interests of its shareholders and stakeholders. In addition to business and financial issues, boards of directors must deal with challenges and issues relating to corporate governance, corporate social responsibility and corporate ethics. Thus the responsibilities of the BNICL are as follows:

- Determination of strategic mission/vision of the company.
- Fixation of business goal, growth and excellence on annual basis.
- Establish, observe and evaluate the policies, planning, management performance criteria.
- Discussion regarding change/extension/modification/up-to-date of policies.
- Regular review of the operational success and failure and point out the reason for failure.
- The delegation of authority has been fully supervised through close supervision in different issues
- Approval and monitor timely completion of all annual budget, capital expenditure and statutory reports of the company.
- Review on regular basis the financial statements, overdue situation, financial performance, provisioning, capital adequacy and legal steps against the default cases.

- Policy regarding purchase.
- Decision regarding purchase of land, building, vehicle.
- Evaluation of proposal which requires Board approval and/or suggestions.
- Appointment of CEO and increase of remuneration under approval of Bangladesh Bank.
- Ensuring the necessary skills and experience of the senior management team, to perform their responsibilities, functions effectively, in the best interest of the company.
- Formation of different committees.
- Review of the reports of external auditor, Bangladesh Bank auditor and audit committee.
- Any other activities as required beneficial for the company.

Board meeting

During the period under review, 7 number of Board meeting held in the head office of the Bangladesh National Insurance Company Limited. Meetings are scheduled with consent of the Chairman of the Board and the Company Secretary gives the notice of each Board meeting in writing to each Director.

Independent Directors

In compliance with BSEC notification # SEC/CMRRCD/2006-158/134 dated 07 August 2012, four Independent Directors are appointed in the Board of directors of the Company. In terms of their experience and education, they are highly qualified to perform the duties of Independent Directors.

The Chairman and the Chief Executive Officer

The Chairman and the Chief Executive Officer of the company are different bodies and their duties & responsibilities are separated as mentioned in the Articles of Association of the company. The Chairman is the Non Executive Director and Managing Director is performed as Executive Director. The Chairman ensures to comply the policy of the company through the Board and the Managing Director confirmed to the Board about the implementation of the policy with the support of the management team.

The Executive Committee

The Board of Directors formed the Executive Committee as a subcommittee of the Board to works in line with the policies and guidelines approved by the Board and in requirement of smooth operation of the company. The committee is composed of as follows:

Name of Directors	Executive Committee
Abdul Baset Majumder	Chairman
Mostafa Kamal	Member
Beauty Akter	Member
Taif Bin Yousuf	Member
Tahmina Binthe Mostafa	Member

Board Audit Committee

The Board Audit Committee comprises of three members of the Board as follows:

Name of Directors	Audit Committee
Mohammed Salim, FCMA	Chairman
Yousuf Ali	Member
Tanjima Binthe Mostafa	Member

During the year 2017, four meetings were held by the Board Audit Committee. Functions and responsibilities of the Committee are as under:

- Examine any matter relating to the financial and other connected to the company.
- Review all internal & external Audit of the company
- Review the efficiency of internal control systems and procedures.
- Review the quality of Accounting Policies to statutory and regulatory compliance.
- Ensure that a well managed sound financial reporting system is in place within the company
- Review the quarterly financial statement and annual financial statements
- Review all the disclosures are presented in the financial statements etc.

Claim Committee:

The claim committee is constituted with five members. The committee ensures and monitors the proper management of the claim related issues. The committee's main responsibility is to investigate and approve any claim that exceeds BOT 0.50 million. The insured are given the loss voucher on the approved claim amount and after everything if finalized, cheque is being issued to the insured. The claim are approved and settled on its claim merit with a time limit of 90 days upon receiving all of the relevant documents.

Internal Control Committee:

The Company's internal committee formed by board with seven members. Entire internal control has been monitored by the committee. The committee meets at least once in a month to explore the day-to-day development and also recommend and record their findings for further decision/approval and its implementation. Decisions are taken collectively to further enhance the expertise in the best interest of the members in serving the needs of its clients.

Underwriting Team

The team is responsible for dealing all the issues regarding the underwriting of the risk of specific policyholders. This team consists of headed by Senior General Manager, Head of Reinsurance, Claims, Branch control and Underwriting Department), has more than 28 years of experience on underwriting process. Officers and staffs on underwriting department have more than sixteen years of working experience. All of them have participated in elementary course of under writing and specialized underwriting

Investment Team

The Investment team comprises five experienced and qualified members. This committee assists the board through regular meetings with investment managers in creating, modifying, and monitoring the company investment policy. The global financial crisis in 2008 highlighted the Importance of having a dear investment policy as well as a structured and disciplined investment process. It also underlined the need for insurance companies to manage their assets relative to their liabilities. The application and success of this activity have been a major differentiate across the insurance industry in recent years.

Appointment of Chief Financial Officer, Head of the Internal Audit and Company Secretary

In compliance with BSEC notification # SEC/CMRRCD/2006-158/134 dated 07 August 2012 and establish a good corporate governance, the company appointed Chief Financial Officer, Head of the Internal Audit and Company Secretary. They are separate individual and have respective set forth responsibilities.

Internal Control Framework

The Management recognizes its responsibilities to present a balanced and understandable assessment of the company's position and prospect. The management has accountability for reviewing and approving the effectiveness of internal controls operated by the company, including financial and operational compliance.

Delegation of authority

The Board of Directors delegated financial and operational powers to the company management and Executive Committee with set of guidelines and limits to ensure effective, prompt and growth oriented business. The management of BNICL strongly believes that accurate delegation of authority helped a lot the organization which causes betterment of the company.

Human Resource Management

Non-life (general) insurance Company's success depends on its right, professional skilled human resource towards better service and revenue increase. BNICL is practicing proper HR functions through Human resource planning, recruitment, selection, training & development. BNICL knows efficient people can change work environment and increase the trust of the people. BNICL periodically reviews salary and benefits of the employees; besides this, the company has also decided to introduce workers profit participation policy. Like other Insurance company BNICL's also having commission based Insurance agent and permanent employee. The company nominates its employees in training programs to improve their performance conducted by Bangladesh Insurance Academy (BIA), insurance firm & others.

External auditor

According to The Companies Act, 1994 and the Articles of Association of the company the external auditor of the company is appointed by the shareholders in the AGM along with the fee in quantum. The auditor will be selected from the panel lawyer of Bangladesh Securities and Exchange Commission in this regard.

Financial reporting

According to The Companies Act, 1994, the Board is responsible to prepare the financial statements of the company following the applicable accounting standards, rules and regulations etc. The Board is also responsible to present the financial statements before the shareholders in the annual general meeting for getting approval.
Regarding the financial position, the BNICL Board confirms the following:

- The company's financial statements has been prepared in compliance with the International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) as adopted by ICAB, the requirements of The Companies Act, 1994, Securities and Exchange Commission Rules 1987 and The Financial Institutions Act 1993.
- The financial statements represent the fair view of the state of affairs of the company and will enable the shareholders and other users to form their independent opinion with reasonable accuracy of the financial position.

Compliance with the requirement of Dhaka Stock Exchange Limited, Chittagong Stock Exchange Limited and Bangladesh Securities & Exchange Commission

In compliance with the requirement of Dhaka Stock Exchange Limited (DSE), Chittagong Stock Exchange Limited (CSE) and Bangladesh Securities & Exchange Commission (BSEC) BNICL submitted all type of shareholdings' reports to the DSE, CSE and BSEC on monthly basis. BNICL follows all other compliance of the notifications, orders, rules etc. of DSE, CSE and BSEC and especially the Listing Regulations of Dhaka and Chittagong Stock Exchange Limited, 2015for approval of quarterly accounts and publication, declaration of financial performance, publication of price sensitive information, fixation of record date, Annual General Meeting, Extra Ordinary General Meeting etc. as a best practice of the corporate governance.

Communication with shareholders

All the shareholders have the right to attend the annual general meeting and to express their views on the company's business and financial performances. If any shareholder is unable to attend the annual general meeting, he may appoint a proxy on his behalf. The shareholder can also exchange his ideas and thoughts regarding company's betterment in future. The Chairman and the Directors are always makes them available in the annual general meeting, so that they can also exchange their views.

SHAREHOLDING STRUCTURE

Shareholding structure of Bangladesh National Insurance Company Limited as on December 31, 2017 is as follows:

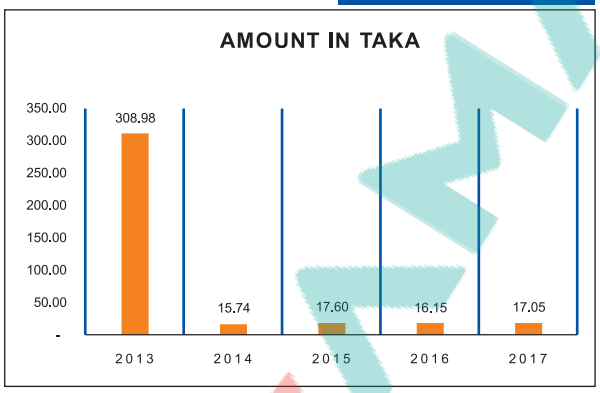
Amount in Taka

Particulars	2017	2016
Authorized capital: 100,000,000 ordinary share of Tk.10 each	1000,000,000	1,000,000,000
Issued, subscribed and paid up capital: 44,250,000 ordinary shares of Tk.10 each	442,500,000	442,500,000

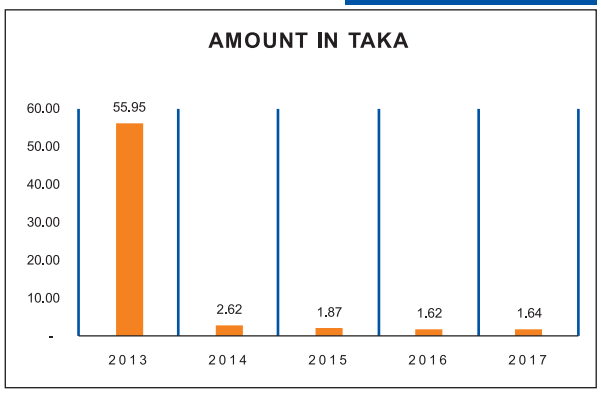
Composition of the shareholding as on 31 December 2017

Shareholdings	Number of shares	Percentage of paid up capital
Directors and sponsors shareholders	22,457,094	50.74%
Government	00.00	00.00%
Institute	468,422	1.06%
Foreign	81,842	0.18%
Public	21,242,642	48.02%
Total	44,250,000	100.00

Book Value Per Share



Earning Per Share



N.B From 2014 to 2017 Earning Per Share and book value per share has been calculated on per value of TK. 10.00 and EPS and BPS in 2013 are calculted based on book value of per share TK. 100.

BNICL IT INFRASTRUCTURE

Centralized ERP Systems

All in all, having multiple ERPs in place can make for extremely expensive infrastructure, software, maintenance and contracting capabilities. This, in turn, means that the organization lacks agility to adapt to market changes, adopt the latest best practice, adhere to standards across the board and remain consistent in conforming to regulatory control.

Redundant network systems

The term redundant can describe computer or network system components, such as fans, hard disk drives, servers, operating systems, switches and telecommunication links that are installed to back up primary resources in case they fail.

Face detractor attendance systems

Face Recognition attendance system - A Powerful Biometric User Identification based on Innovative, Deep Learning Technology. It accepts the user's mobile as a credential and evolves as per regular user interaction in different conditions. The technology checks liveness of a face with 99.53% accuracy. It is a facial recognition attendance system that ensures contactless authentication and identifies user's face in < 1 Sec.

Fully CCTV Monitoring systems

When a CCTV system is combined with a professional remote CCTV monitoring service, the effectiveness of the CCTV is raised to a new level by providing all the benefits of a manned on-site presence at a fraction of the cost. In the event of an intrusion at the customer's site, our dedicated CCTV Monitoring operators will be able to view live images from site whilst simultaneously transmitting audio messages to deter intruders where possible. Where appropriate, they will contact the relevant emergency services and key holders.

Centralized Branches Network systems

A VPN connection can be used to securely connect your branch offices to the corporate network, and to exchange data with partner companies. The access rights are controlled by virtual networks (VLAN), which ensure that each and every network participant only has access to the corporate data that is relevant to them.

Barcode Systems

For documents security reason BNICL is the company who introduced Barcode systems in non-life insurance company for the 1st time.

VARIOUS EVENTS













VARIOUS EVENTS













VARIOUS EVENTS













RISK MANAGEMENT

Risk management is the process, whereby organizations methodically address the risks attaching to their activities with the goal of achieving sustainable benefit. Bangladesh National Insurance Company Limited always tried to reduce the risk of the portfolio in controllable position that push up the profit of the company. Good risk management strategy always increases the operational result and reduces unusual cost rising. Therefore BNICL get the benefit from the underwriting returns by relocating its portfolio by risk management.

Risks of Insurance Operations

BNICL faces many risks, which the company managed successfully, but its core competences and main contribution to society is to accept the risks underwritten by businesses and individuals, hence the strategic importance for citizens and governments that protect their assets and revenues, and that policies and scientific methods are established to ensure a minimum financial solvency and the continuity of its operations. Operational risk also includes market or credit risks. The management of BNICL always tried to minimize its operational risks.

Risk Management Plan

The BNICL management developed its risk management plant and established with the organization to achieving the objectives of the company. All the employees are cordially worked/control/overseeing the plan that can effect properly. The Company's risk management of components, the approach, and the resources that will be used to manage the risk are setforth sequentially. It includes procedures, practices, responsibilities, and activities to implement the plans.

Risk Concentrations

The BNICL takes the risk concentration in its overall business coverage. Estimating the maximum loss, the management tried to control the property risk, business risk etc. The estimation includes reinsurance coverage also. Earthquakes are excluded within the risk here. BNICL concentrated on the risk associated with other natural disasters, such as storms and floods.

Risk Analysis

Risk analysis is very important for insurance business. BNICL takes over risks from customers. Insurers consider every available quantifiable factors to develop profiles of high and low insurance risk. Level of risk determines insurance premiums. Generally, insurance policies involving factors with greater risk of claims are charged at a higher rate. With much information at hand, insurers can evaluate risk of insurance policies at much higher accuracy. To this end, insurers collect a vast amount of information about policy holders and insured objects.

Underwring Risks

Underwriting risk is the risk of loss borne by an underwriter and refers to the risk of loss from underwriting activity. In insurance, underwriting risk may arise from an inaccurate assessment of the risks associated with writing an insurance policy or from uncontrollable factors. As a result, the insurer's costs may significantly exceed earned premiums. In line with that BNICL diversifies the company operates in the region with a perceived relatively low risk of natural catastrophes, enabling the company to protect against the risk through reinsurance.

Reinsurance Risk

Reinsurance risk refers to the inability of the ceding company or the primary insurer to obtain insurance from a reinsurer at the right time and at an appropriate cost. The inability may emanate from a variety of reasons like unfavorable market conditions, etc. Default risk by a reinsurer also affects the ceding insurance company in an adverse manner as it may affect their profitability. Insurers transfer a part of their portfolio to a reinsurer in exchange for a premium. However, the unavailability of reinsurance at the right time and cost has ramifications for the ceding company. A default on the part of the reinsurer can lead to adverse impacts on the profitability and solvency of the ceding insurer. In line with that BNICL makes reinsurance agreements with the local and foreign companies.

Comprehensive Motor Insurance Risk

Moor insurance also known as car insurance is insurance for cars, trucks, motorcycles, and other road vehicles. Its primary use is to provide financial protection against physical damage or bodily injury resulting from traffic collisions and

against liability that could also arise from incidents in a vehicle. Vehicle insurance may additionally offer financial protection against theft of the vehicle, and against damage to the vehicle sustained from events other than traffic collisions, such as keying, weather or natural disasters, and damage sustained by colliding with stationary objects. BNICL covers the comprehensive Motor Insurance Risk.

Risk of Cargo Insurance

Cargo Insurance applies mainly to Companies transport risks, transport risks, covering loss of or damage to goods in transit. This line of Insurance also contains luggage and boat/yacht Insurance whose policyholder is mainly a private individual. In addition, weather conditions may involve accumulation risks covering a geographically large region, such as storms and floods, and the risk of snow and icy roads during the winter pertains to comprehensive Insurance. The BNICL has taken out reinsurance coverage against major loss of or damage to cargoes.

Market Risk

Market risk relates to the volatility of the market price of assets. It involves exposure to movements in the level of financial variables, such as stock prices, interest rates, exchange rates or commodity prices. It also includes the exposure of options to movements in the underlying asset price. Market risk also involves exposure to other unanticipated movements in financial variables or to movements in the actual or implied volatility of asset prices and options. It is obvious that this volatility affects the actual market value of the company's assets, including those needed to cover the liabilities, and therefore also affects the company's actual surplus. In line with that BNICL always take appropriate measures to control the market risk.

Investment Risks

In insurance business, investments comprise assets covering technical provisions and shareholder's equity. Through controlled investment risks, BNICL aims is to achieve the best possible return on the investment portfolio at an acceptable risk level while taking account of the structure of technical provisions and the solvency targets. The Company applies the Asset/Liability Management (ALM) model used to determine the basic allocation of the risk.

Interest Rate Risk

Usually general insurance companies have good amount of liquid investment and the investment kept in the form of FDR. The FDR interest is one of the main incomes of the company. Decrease of interest rate may reduce from income from the FDRs. Thus, BNICL takes early precaution to control the risk.

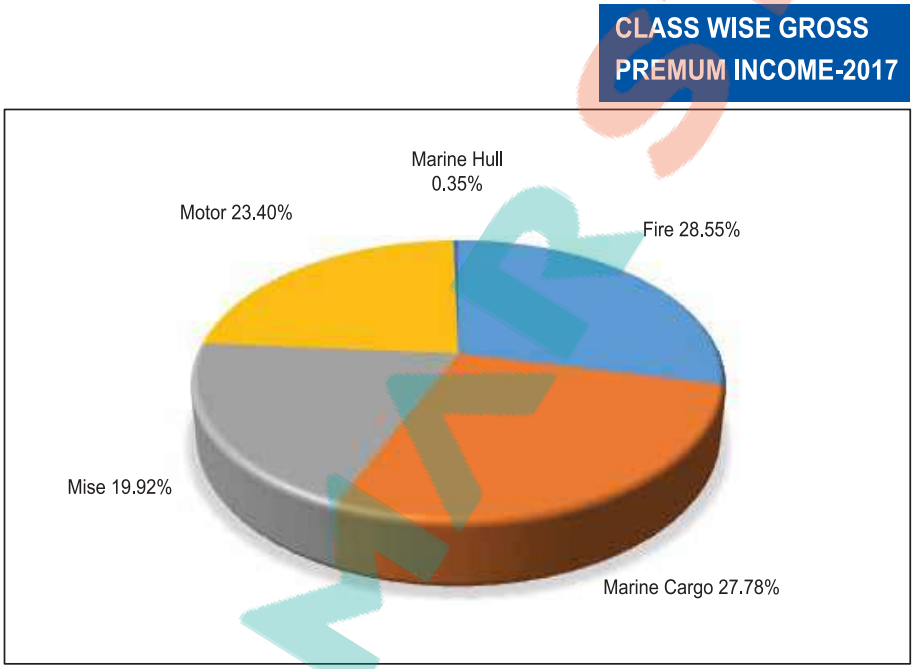
Legal Compliance Risks

In general insurance business, legal compliance risk is a vital one. Non compliance of legal procedure may rise lose thus BNICL always take early safety controlling over the legal compliance risk.



REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR)

The management of Bangladesh National Insurance Company Limited believes that besides maximizing the profit of the company, every organization should have some responsibilities towards the society as a part of corporate social responsibility (CSR). In line with that the company voluntarily contributes to different socio-economics activities for the development of the country. To do so, the company shared some part of profit to develop the society in the year 2017.



BNICL HUMAN RESOURCES STATUS

BNICL beliefs on the utilization of high quality of human resources within the company. Currently, the management trying to develop the existing employees through inside training program. Because good human capital always produce good output. Keeping that in mind, the management developing the service rule of the company in conjunction with the market requirement. It is all about developing and managing the knowledge, skills, creativity, aptitude and talent of the employees.

The company encourages open communication, feedback and discussions about any matter of importance to employees; so that they are well informed and can contribute to the change happening across the organization. BNICL's main strength is the right employee at right place. The principal strength of the company is the eminence and devotion of its employees and their shared sense of being part of a team. The company always concentrates on equitable distribution of human resources development opportunities and benefits to its employees.

BNICL welcome recruitment of employees from different cultures, regions, ethnic groups and generations. Besides, creating good environment for the employees is also taken a key objective of the company. Happy life of the employees increases the fellow relationship of the company.

Current human resource status of Bangladesh National Insurance Company Limited as on December 31, 2017 was under:

Designation	Numbers
Chief Executive Officer	01
Chief Financial Officer	01
Company Secretary	01
Head of Internal Audit	01
Additional Managing Director	01
Deputy Managing Director	10
Assistant Managing Director	03
Senior General Manager	10
General Manager	25
Senior Deputy General Manager	02
Deputy General Manager	22
Assistant General Manager	59
Senior Manager	16
Manager	80
Deputy Manager	28
Assistant Manager	47
Senior Executive Officer	16
Executive Officer	30
Senior Officer	01
Junior Officer	26
Officer	22
Attendance & Others	69
Total	**471 Nos**

Nurul Azim & Co.
Chartered Accountants

Certification to the Board of Directors of the
Bangladesh National Insurance Company Limited under Section 2CC of the Securities and Exchange Ordinance, 1969

This is to certify that the management of the Bangladesh National Insurance Company Limited has complied with the necessary requirements of Corporate Governance for the year ended 31st December, 2017 as per compliance requirements of the conditions imposed by Bangladesh Securities and Exchange Commission's Notification No.SEC/CMRRCD/2016 158/134/Admin/44 dated 07 August, 2012 issued under Section 2CC of the Bangladesh Securities and Exchange Ordinance 1969.

Dated: 19 April 2018
Place : Dhaka, Bangladesh

Nurul Azim & Co. Dhaka Chartered Accountants

(Nurul Azim & Co.)
Chartered Accountants

Nam Village, Building # 06 (Level -C/4), Road # 02, Banani, Dhaka-1213, Bangladesh.
Phone: 8813302, 9860571, Cell: 01817044586, 01819238628, Fax: 02-8813491, E-mail: bmnazim@citechco.net

BANGLADESH NATIONAL INSURANCE COMPANY LIMITED

Compliance Status of Corporate Governance Guideline

For the year ended 31 st December 2017

Status of compliance with the conditions imposed by the Bangladesh Securities and Exchange Commission Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 issued under section 2CC of the Securities and Exchange Ordinance, 1969 is as follows:

Report under condition no. 7.00 of above referred notification

Condition No.	Title	Compliance Status		Remark
		Complied	Not Complied	
1	**BOARD OF DIRECTORS**			
1.1	Board's Size: The Number of the Board members of the company shall not be less than 5 (Five) and more than 20 (Twenty).	√		
1.2	**Independent Directors:**			
1.2(i)	At least One Fifth (1/5) of the total number of directors in the company's Board shall be independent directors	√		
1.2(ii) a)	Independent director does not hold any share or holds less than one percent (1%) shares of the total paid up shares of the company	√		
1.2(ii) b)	Independent director is not a sponsor of the company and is not connected with the company's any sponsor or director or shareholder who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship. His/her family members also should not hold above mentioned shares in the company .	√		
1.2(ii) c)	Independent director does not have any other relationship, whether pecuniary or otherwise,with the company or it's subsidiary/associated companies	√		
1.2(ii) d)	Independent Director is not a member,director or officer of any stock exchange	√		
1.2(ii) e)	Independent director is not a shareholder,director or officer or any memberof stock exchange or an intermediary of the capital market	√		
1.2(ii) f)	Independent director is not a partner or an executive or was not a parter or an executive during the preceding 3 (three) years of the concerned company,s statutory audit firm	√		
1.2(ii) g)	Independent director shall not be an independent director in more than 3 (three) listed companies	√		
1.2(ii) h)	Independent director has not been convicted by a court of competent jurisdiction as a defulter in payment of any loan to a bank or a non bank financial institution (NBFI)	√		
1.2(ii)(i)	Independent director has not been convicted for a criminal offence involving moral turpitude	√		

Condition No.	Title	Compliance Status		Remark
		Complied	Not Complied	
1.2(iii)	The independent director(s) shall be appointed by the board of directors and approved by the shareholders in the Annual General Meeting (AGM)	√		
1.2(iv)	The post of independent director(s) can not remain vacant for more than 90 (ninety) days	√		
1.2(v)	The Board shall lay down a code of conduct of all Board members and annual compliance of the code to be recorded.	√		
1.2(vi)	The tenure of office of an independent director shall be for a period of 3 (three) years , which may be extended for 1 (one) term only .	√		
1.3	**Qualification of Independent Director (ID)**			
1.3(i)	Independent Director Shall be a knowledgeable individual with integrity who is able to ensure compliance with financial, regulatory and corporate laws and can make meaningful contribution to business.	√		
1.3(ii)	Independent Director should be a business Leader/ corporate Leader/ Bureaucrat/ University Teacher with Economics or Business Studies or Law background / professionals like Chartered Accountants Cost, & Management Accountants , Chartered Secretaries . The independent director must have at least 12 (twelve) years of corporate management/ professional experiences.	√		
1.3(iii)	In special cases the above qualifications may be relaxed subject to prior approval of the Commission.	√		
1.4	**Chairman of the Board and Chief Executive Officer**			
1.4	The Chairman of the Board and the Chief Executive Officer of shall be filled by different individuals. The Chairman shall be elected from among the directors of the company. The Board of Directors shall clearly define respective roles and responsibilities of the Chairman and the Chief Executive Officer.	√		
1.5	**The Directors Report to Shareholders shall include the following additional statements:**			
1.5(i)	Industry outlook and possible future developments in the industry.	√		
1.5(ii)	Segment -wise or product- wise performance.	√		
1.5(iii)	Risks and concerns.	√		
1.5(iv)	A Discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin.	√		

Condition No.	Title	Compliance Status		Remark
		Complied	Not Complied	
1.5(v)	Discussion on continuity of any Extra - Ordinary gain or loss.	√		
1.5(vi)	Basis for related party transactions - a statement of all related party transactions should be disclosed in the annual report	√		
1.5(vii)	Utilization of proceeds from public issues, right issues and / or through any others instruments.	√		
1.5(viii)	An explanation if the financial results deteriorate after the company goes for initial public Offering (IPO) , Repeat public offering (RPO), Rights Offer, Direct Listing, etc.	√		
1.5(ix)	If significant variance occurs between quarterly Financial performance and annual Financial Statements the management shall explain about the variance on their annual Report.	√		
1.5(x)	Remuneration to directors including independent directors.	√		
1.5(xi)	The financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations,cash flows and changes in equity.	√		
1.5(xii)	Proper books of account of the issuer company have been maintained.	√		
1.5(xiii)	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.	√		
1.5(xiv)	IAS/BAS/IFRS/BFRS, as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there from has been adequately disclosed	√		
1.5(xv)	The system of internal control is sound in design and has been effectively implemented and monitored.	√		
1.5(xvi)	There are no significant doubts upon the issuer company's ability to continue as a going concern. If the issuer company is not considered to be a going concern, the fact along with reasons thereof should be disclosed	√		
1.5(xvii)	Significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof should be explained	√		
1.5(xviii)	Key operating and financial data for at least preceding 5 (five) years shall be summarized	√		
1.5(xix)	If the issuer company has not declared dividend (cash or stock) for the year, the reasons thereof shall be given.			Dividend has been recommended for declaration.
1.5(xx)	The number of Board meeting held during the year and directors attendance	√		
1.5(xxi)	The pattern of shareholding shall be reported to disclose the aggregate number of shares along with name wise details where stated below) held by:			
1.5(xxi) a)	Parent / Subsidiary/ Associated Companies and other related parties (name wise details):	√		

Condition No.	Title	Compliance Status		Remark
		Complied	Not Complied	
1.5(xxi) b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor Children (name wise details);	√		
1.5(xxi) c)	Executives;	√		
1.5(xxi) d)	Shareholders holding ten percent(10%) or more voting interest in the company (name wise details)	√		
1.5(xxii)	The company shall disclose the information of appointment/re-appointment of a director to the shareholders:			
1.5(xxii) a)	A brief resume of the director ;	√		
1.5(xxii) b)	Nature of his /her expertise in specific functional areas;	√		
1.5(xxii) c)	Names of companies in which the person also holds the directorship and the membership of committees of the board	√		
2	**CHIEF FINANCIAL OFFICER (CFO), HEAD OF INTERNAL AUDIT AND COMPANY SECRETARY (CS):**			
2.1	Appointment of Chief Financial Officer (CFO), Head of Internal Audit and a Company Secretary (CS). The Board of Directors should clearly define respective roles, responsibilities and duties of the CFO,the Head of Audit and the CS.	√		
2.2	The CFO and CS shall attend the meetings of the Board of Directors	√		
3	**AUDIT COMMITTEE:**			
3.(i)	The company shall have an Audit Committee as a sub-committee of the Board of Directors	√		
3.(ii)	The Audit Committee shall assist the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business.	√		
3.(iii)	"The Audit Committee shall be responsible to the Board ofDirectors. The duties of the Audit Committee shall be clearlyset forth in writing"	√		
3.1	**Constitution of the Audit Committee:**			
3.1(i)	The audit Committee shall be composed of at least 3 (three) members	√		
3.1(ii)	The Board of Directors shall appoint members of the Audit Committee who shall be directors of the company and shall include at least 1 (one) independent director	√		
3.1(iii)	All members of the audit committee should be " financially literate" and at least 1 (One) member shall have accounting or related financial management experience	√		
3.1(iv)	When the term of service of the committee members expires or any committee member to be unable to hold office, the Board of Directors shall appoint the new Committee Member(s) to fill up the vacancy (ies) within 1 month from the date of vacancy(ies) that the number of Committee	√		Not applicable

Condition No.	Title	Compliance Status		Remark (If any)
		Complied	Not Complied	
	members never be lower than the prescribed number of 3 (three) persons to ensure continuity of the performance of work of the Audit Committee			
3.1(v)	The company secretary shall act as the secretary of the Committee	√		
3.1(vi)	The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) Independent director	√		
3.2	**Chairman of the Audit Committee:**			
3.2(i)	The Board of Directors shall select 1 (one) member of the Audit Committee to be Chairman of the Audit Committee, who shall be an independent director.	√		
3.2(ii)	Chairman of the audit committee shall remain present in the Annual General Meeting (AGM).	√		
3.3	**Role of Audit Committee:**			
3.3(i)	Oversee the financial reporting process	√		
3.3(ii)	Monitor choice of accounting policies and principles	√		
3.3(iii)	Monitor Internal Control Risk Management process	√		
3.3(iv)	Oversee hiring and performance of external auditors	√		
3.3(v)	Review along with the management, the annual financial statements before submission to the Board for approval	√		
3.3(vi)	Review along with the management, the quarterly and half yearly financial statement before submission to the board for approval	√		
3.3(vii)	Review the adequacy of internal audit function	√		
3.3(viii)	Review statement of significant related party transactions submitted by the management.	√		
3.3(ix)	Review management Letters/ Letter of Internal Control weakness issued by statutory auditors	√		
3.3(x)	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 document/prospectus	√		
3.4	**Reporting of the Audit Committee:**			
3.4.1	**Reporting to the Board of Directors:**			
3.4.1(i)	The Audit Committee shall report on its activities to the Board of Directors	√		
3.4.1(ii)	The Audit Committee shall immediately report to the Board of Directors on the following findings, if any:			
3.4.1 (ii)(a)	Report on conflicts of interests	√		No such matters to report

Condition No.	Title	Compliance Status		Remark (If any)
		Complied	Not Complied	
3.4.1 (ii) b)	Suspected or presumed fraud or irregularity or material defect in the internal control system			No such matters to report
3.4.1(ii) c)	Suspected infringement of laws, including securities related laws, rules and regulations;			No such matters to report
3.4.1(ii) d)	Any other matter which shall be disclosed to the Board of Directors immediately.			No such matters to report
3.4.2	**Reporting to the Authorities**			
	"If the Audit committee has reported to the Board of Directors about anything which has material impact on the financial condition and results of operation and has discussed with the Board of Directors and the management that any rectification is necessary and if the Audit committee finds that such rectification has been unreasonably ignored, the Audit committee shall report such finding to the commission, upon reporting of such matters to the Board ofDirectors for three times or completion of a period of 6 (six) monthsfrom the date of first reporting to the Board of Directors, whichever is earlier"			No such matters to report
3.5	**Reporting to the Shareholders and General Investors**			
3.4.1(ii) d)	Report on activities carried out by the Audit committee, including any report made to the Board of Directors under condition 3.4.1(ii) above during the year, shall be signed by the Chairman of the Audit Committee and disclosed in the annual report of the company.	√		
4	**EXTERNAL/STATUTORY AUDITORS:**			
	"The issuer company should not engage its external/statutory auditors to perform the following services"			
4(i)	Appraisal or valuation services or fairness opinions	√		
4(ii)	Financial information systems design and implementation	√		
4(iii)	Book keeping or other services related to the accounting records or financial statements	√		
4(iv)	Borker-dealer services	√		
4(v)	Actuarial services	√		
4(vi)	Internal audit Services	√		
4(vii)	Any other service that the Audit Committee determines	√		
4(viii)	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company	√		
4(ix)	Audit/certification services on compliance of corporate governance as required under clause (i) of condition No. 7	√		
5	**SUBSIDIARY COMPANY:**			

Condition No.	Title	Compliance Status		Remark (If any)
		Complied	Not Complied	
5(i)	Provision relating to the composition of the Board of Directors of the holding company shall be made applicable to the composition of the Board of Directors of the subsidiary company	-	-	"There is no subsidiarycompany, hence not applicable for the company"
5(ii)	At least 1 (one) independent director on the Board of Directors of the holding company shall be a director on the Board of Director s of the subsidiary company	-	-	Do
5(iii)	The minutes of the Board meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company.	-	-	Do
5(iv)	The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also	-	-	Do
5(v)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company	-	-	Do
6	**DUTIES OF CHIEF EXECUTIVE OFFICER (CEO) AND CHIEF FINANCIAL OFFICER (CFO):**			
3.4.1(ii) d)	**The CEO and CFO shall certify to the Board that:-**			
6 (i)	**They have reviewed financial statements for the year and that to the best of their knowledge and belief:**			
6(i)a	These statement do not contain any materially untrue statement or omit any material fact or contain statement that might be misleading	√		
6 (i) b	These statement together present a true and fair view of the company`s affairs and are in compliance with existing accounting standards and applicable laws	√		
6 (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 violation of the company`s code of conduct.	√		
7	**REPORTING AND COMPLIANCE OF CORPORATE GOVERNANCE:**			
7(i)	The company shall obtain a certificate from a practicing professional Accountant /Secretary (Chartered Accountant /Cost and Management Accountant/ Chartered Secretary) regarding compliance of conditions of corporate Governance Guidelines of the Commission and shall send the same to the shareholders along with the Annual Report on a yearly basis.	√		
7(ii)	The directors of the company shall state, in accordance with the Annexure attached, in the directors' report whether the company has complied with these conditions.	√		
7(iii)	Right shares were not issued by the company in case of non-compliance with the SEC notification # non-SEC/CMRRCD/2006-158/134/Admin/44, dated 07 August,2012 in line with BSEC Notification # SEC/CMRRCD/2009-193/151/Admin/52 dated August 18, 2013	-		

1.5(xx) The number of Board Meeting held during the year 2017 and attendance by each Director is as under:

Name of Directors	Position	"Total nos. of Meeting from 01.01.17 to 31.12.17	Total Attendance	Remarks
Mr. Abdul Baset Mojumder	Chairman	7	7	-
Mr. Mostafa Kamal	Vice Chairman	7	7	-
Mrs. Beauty Akter	Director	7	6	-
Mr. Abdur Rouf	Director	7	7	-
Mrs. Tahmina Binthe Mostafa	Director	7	7	-
Mrs. Tanjima Binthe Mostafa	Director	7	7	-
Mr. Tanveer Ahmed Mostafa	Director	7	6	-
Mr. Taif Bin Yousuf	Director	7	7	-
Mr. Yousuf Ali	Director	7	7	-
Ms. Tasnim Binthe Mostafa	Director	7	6	-
Mr. Wasikur Rahman	Director	7	6	-
Professor Dr.Mijanur Rahman	Independent Director	7	6	-
Mr. Mohammed Salim, FCMA	Independent Director	7	7	-
Professor Dr.Goutam Buddha Das	Independent Director	7	7	-
Mr. Fakhruddin Ahmed, FCMA, FCA	Independent Director	7	7	-
Mr. Monjur Md. Shaiful Azam	Public Director	7	3	-
Mr. Md. Ruhul Amin	Public Director	7	3	-
Mr. Md Hasan Rajib Prodhan	Public Director	7	3	-
Mr. Mohd. Naim Akhter	Public Director	7	3	-
Md. Mozaffar Hossain	Public Director	7	3	-
Md. Sana Ullah	Chief Executive Officer	7	7	-

1.5(xxi) Pattern of Shareholdings:
As at December 31, 2017 the pattern of Shareholdings is given below:

Particulars	No. of Shares	Remarks
Sponsors & Directors	22,457,094	--
General Public Including Unit Fund, Mutual Fund, Financial Institutions etc.	21,792,906	--
Total Shares	**44,250,000**	

1.5(xxi) (a) Shareholding of Parent/Subsidiary/Associated Companies and other related parties as on December 31, 2017: Nil

1.5(xxi) (b) Shareholdings of Directors & Sponsors as on December 31, 2017 are as under:

Shareholdings of Directors /Sponsor Shareholders	Designation	Shareholding status	
		Shares	%
Mr. Abdul Baset Majumder	Chairman	885,000	2.0000%
Mr. Mostafa Kamal	Vice Chairman	2,424,833	5.4800%
Mrs. Beauty Akter	Director	1,000,000	2.2600%
Mr. Md. Abdur Rouf	Director	1,155,000	2.6100%
Mrs. Tahmina Binthe Mostafa	Director	3,308,334	7.4800%
Mrs. Tanjima Binthe Mostafa	Director	3,208,334	7.2500%
Mr. Tanveer Ahmed Mostafa	Director	4,175,167	9.4400%
Mr. Taif Bin Yousuf	Director	895,833	2.0200%
Mr. Yousuf Ali	Director	895,833	2.0200%
Ms. Tasnim Binthe Mostafa	Director	1,000,000	2.2600%
Mr. Wasikur Rahman	Director	1,000,000	2.2600%
Mr. Professor Dr.Mijanur Rahman	Independent Director	0	0.0000%
Mr. Mohammed Salim, FCMA	Independent Director	0	0.0000%
Mr. Professor Dr.Goutam Buddha Das	Independent Director	0	0.0000%
Mr. Fakhruddin Ahmed, FCMA, FCA	Independent Director	0	0.0000%
Mr. Monjur Md. Shaiful Azam	Public Director	1,500	0.0034%
Mr. Md. Ruhul Amin FCA	Public Director	1,100	0.0025%
Mr. Md Hasan Rajib Prodhan	Public Director	1,170	0.0026%
Mr. Mohd. Naim Akhter	Public Director	1,500	0.0034%
Mr. Md. Mozaffar Hossain	Public Director	103,490	0.2300%
Mr. Muhammad Zakaria	Sponsor	1,200,000	2.7100%
Mr. M.F. Kamal	Sponsor	1,200,000	2.7100%
Other Shareholders		21,792,906	49.2581%
Total		**44,250,000**	**100.0000%**

1.5(xxi) (b) Shareholding of Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children are as under as on December 31, 2017:

Name	Designation	No. of Shares	Holdings %
Md. Sana Ullah	Chief Executive Officer	0	0
Mostafa Jasim Raihani	Chief Financial Officer	0	0
Sheikh Khaled Zahir	Company Secretary	0	0
Sharmin Akhter	Head of Internal Audit	0	0

1.5(xxi) (c) The Shareholdings of the Executives are as on December 31, 2017:

Name	Designation	No. of Shares	Holdings %
Md. Yunus Khan Jasim	Addl.MD	0	0
Md. Emdadul Haque	DMD	0	0
Ishraq Khan	DMD	0	0
Md.Rafiqul Islam	DMD	0	0
Kazi Md.Shafiqul Islam	DMD	0	0
S. M. Khurshid Alam	DMD	0	0
Md. Shakur Elahi	DMD	0	0
Md. Jahangir Alam	DMD	0	0
Md. Anisur Rahman	DMD	0	0
Tarafdar Mizanur Rahman	DMD	0	0
Pavel Rahman	DMD	0	0

1.5(xxi) (d) The List of Shareholders holding ten percent (10%) or more voting interest in the company as on December 31, 2017: Nil

3.00 Audit Committee:

The Audit Committee lastly has been formed in the meeting held as on March 07, 2017

(Abdul Baset Majumder)
Chairman
Date: April 19, 2018

AMAR STOCK

RESPONSIBILITY STATEMENT OF CHIEF EXECUTIVE OFFICER AND CHIEF FINANCIAL OFFICER

Including Duties as Per Condition No. 6 of Corporate Governance Guidelines #SEC/CMRRCD/2006-158/134/Admin/44

The financial statements are prepared in accordance with Bangladesh Accounting Standards issued by The Institute of Chartered Accountants of Bangladesh and in compliance with Insurance Act 2010, Company Act 1944, the Securities and Exchange Rules 1987 and the Listing Regulations of the Dhaka and Chittagong Stock Exchange Limited.

We are responsible for establishing and maintaining proper internal control system. We have designed such control or caused such control to be designed under our supervision, to ensure that material information relating to the Company is made known to us and for safeguarding the company's assets and preventing and detecting fraud and error.

We have evaluated the effectiveness of the Company's internal control system and are satisfied that the internal control system were effective as of the end of the period under review. Moreover significant estimates and accounting policies that involve a high degree of complexity and judgment were discussed with our external auditors and the audit committee of the Board.

We certify to the Board that:-

(i) We have reviewed financial statements for the year 2017 and that to the best of our knowledge and belief:

(a) These statement do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;

(b) These statement represent a 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 bythe company during the year which are fraudulent, illegal or violation of the company's code of conduct.

Dated: Dhaka	Mostafa Jasim Raihani	Md.Sana Ullah
April 19, 2018	Chief Financial Officer	Chief Executive Officer

CREDIT RATING INFORMATION

Credit rating of an insurance company reflects its financial strength and ability to pay policyholders' claims and obligation of time. Rating provides an opinion on the financial strength of the insurer, from a policyholder's perspective which may act as an important input influencing the consumer's choice of insurance companies and products. Credit rating also gives an idea to the investors about the credibility of the company, and the risk factor attached to a particular instrument. So the investors can decide whether to invest in such companies or not. Higher the rating, the more will be the willingness to invest in the instruments and vise-versa. Current credit rating of Bangladesh National Insurance Company Limited is as under issued by Emerging Credit Rating Limited:

Description	Information
Long term rating	A+
Short term rating	ST-2
Date of rating	September 30, 2017
Validity of Rating	Till September 29, 2018

Emerging Credit Rating Limited (ECRL) has reaffirmed the ratings to Bangladesh National Insurance Company Limited based on its financials as well as other relevant qualitative and quantitative information. ECRL has affirmed to A+ as long term credit rating and affirmed ST-2 as short term credit rating to the BNICL. The outlook of the rating is Stable. The ratings are consistent with ECRL's methodology for this type of company. The ratings are based on audited financial statements from FY2010 to FY2016, site visit and other qualitative along with quantitative information up to the date of rating.

REPORT OF THE AUDIT COMMITTEE

The Audit Committee of Bangladesh National Insurance Company Limited is an operating committee of the Board charged with oversight of financial reporting and disclosure. Committee members are drawn from members of the company's board of directors, with a Chairman (Independent Director) selected from among the members of the directors. BNICL Audit Committees empowered to acquire the consulting resources and expertise deemed necessary to perform their responsibilities.

The Company's management has the primary responsibility for the financial statements, for maintaining effective internal control over financial reporting, and for assessing the effectiveness of internal control over financial reporting. In fulfilling its oversight responsibilities, the Committee reviewed and discussed the quarterly un-audited and yearly audited financial statements with related issues including of the accounting principles; the reasonableness of significant accounting treatment; and the clarity of disclosures in the financial statements. The Committee is governed by a board approved terms of reference.

A qualifying audit committee is required in a publicly listed company in accordance with the BSEC Notification # SEC/CMRRCD/2006-158/134/Admin/44 dated 7 August 2012.

Reporting to the Shareholders and General Investors

As per clause 3.5 of BSEC Notification # SEC/CMRRCD/2006-158/134/Admin/44 dated 7 August 2012, this Board Audit Committees' report is placed before the Shareholders and general investors through the Annual Report 2017.

Composition

The Board of Directors of Bangladesh National Insurance Company Limited formed the Audit Committee with following three members:

Name of Directors	Board Audit Committee
Mohammed Salim, FCMA	Chairman
Yousuf Ali	Member
Tanjima Binthe Mostafa	Member

The Chairman of the Audit committee is an Independent Director having accounting and financial management experience.

Meeting of the Audit Committee

During the period under review a total of 04 (four) Audit Committee meetings were held at the head office of the company.

The Board Audit Committee has been constituted with an Independent Director having accounting and Financial Management experience as Chairman. The Head of Internal Audit Department and Chief Financial Officer (CFO) attended the meeting(s) by invitation.

Role of the Audit Committee

Audit Committee of the Board can play an effective role in providing a bridge between the Board and Management, Shareholders and other Stakeholders. The Board of Directors of Bangladesh National Insurance Company Limited recognized the importance of the Audit Committee. The Key role of the Committee is to assist the Board in discharging its responsibilities for financial and business discipline, financial reporting, corporate governance and internal control. The following are the prime responsibilities for the Audit Committee.

- To evaluate whether management is setting the appropriate compliance culture of internal control and ensuring that all employees have good understanding of their roles and responsibilities.
- To review the existing risk management policies and procedures for ensuring an effective internal check and control system.

- To review the financial statements and determine whether they are complete and consistent with the accounting standard set by the regulatory authorities.
- To review the efficiency and effectiveness of internal audit function.
- To review the findings and recommendations made by the internal auditors for removing the irregularities detected.
- To review the auditing performance of external auditors and their audit reports and recommending to the Board for appointment or removal of external auditors.

Activities

During the period under review, the committee, interalia, focused on the following activities:

- Reviewed quarterly financial statement of the company to measure the performance.
- Reviewed significant internal audit findings and advised the management to rectify the deficiencies and improve operational performance and compliance.
- The Audit Committee recommended strengthening of Internal Audit Department with skill manpower to increase capacity and efficiency of the Audit Department.
- Reviewed and examined the Draft Annual Financial Statements 2017 made out in line with accounting standard set by the regulatory authorities and recommended to place the same before the Board for consideration.

Acknowledgement

The audit committee would like to express their sincere thanks to the members of the Board, key management personnel, internal audit Division and all employees for their utmost co-operation extended by them.



Mohammed Salim, FCMA
Chairman
Board Audit Committee

18 April 2018

AMAR STOCK

Bangladesh National Insurance Company Limited

For the year ended December 31, 2017

Auditors' Report to the Shareholders Of Bangladesh National Insurance Company Limited

We have audited the accompanying Financial Statements of **Bangladesh National Insurance Company Limited** ("the Company"), which comprise the Statement of Financial Position as at December 31, 2017, the Statement of Profit or Loss Account, Statement of Other Comprehensive Income, Statement of Profit or Loss Appropriation Account, Consolidated Revenue Account, Fire Insurance Revenue Account, Marine Cargo Insurance Revenue Account, Marine Hull Insurance Revenue Account, Motor Insurance Revenue Account, Miscellaneous Insurance Revenue Account, Statement of Changes in Shareholders' Equity, Statement of Cash Flows for the year then ended, Form "AA" as at December 31, 2017 and a summary of significant accounting policies and other explanatory information disclosed in Notes 1 to 49 and Annexure A to D.

Management's Responsibility for the Financial Statements

Management of the company is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRSs),along with Rules & Regulation Issued by the Insurance Development and Regulatory Authority (IDRA) and Insurance Act 2010, Insurance Rules 1958, Securities and Exchange Commission (SEC) Rules 1987 and the Companies Act 1994 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; selecting and applying appropriate accounting policies and making accounting estimates that are responsible in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSAs). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation and fair presentation of the financial statements 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management of the company, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit Opinion

Opinion

In our opinion, the Financial Statements present fairly in all material respects, Statement of Financial Position of the Company as at December 31, 2017 and of its Financial Performance and its Statement of Cash Flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRSs), Insurance Act 2010, Insurance Rules 1958, Securities and Exchange Commission Rules 1987, the Companies Act 1994 and comply with the other applicable rules and regulations.

Report on Other Legal and Regulatory Requirements

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 account as required by law have been kept by the company so far as it appeared from our examination of those books and (where applicable) proper returns adequate for the purpose of our audit have been received from branches visited by us and incorporated in the accompanying accounts;

c) The company's Statement of Financial Position, Statement of Profit or Loss and Other Comprehensive Income and Statements of Cash Flows dealt with by the report are in agreement with the books of accounts and drawn as per Insurance Act , 2010 ;

d) The expenditure incurred and payments made during the year were for the purposes of the company's business;

e) As per section 63(2) of the Insurance Act, 2010 as amended, we certify that to the best of our knowledge and belief and according to the information and explanation given to us, all expenses of management wherever incurred and whether incurred directly or indirectly, in respect of insurance business of the company transacted in Bangladesh during the year under audit have been duly debited to the related Revenue Accounts and the Statement of Profit or Loss and Other Comprehensive Income of the Company;

f) As per section 59(5) of the Insurance Act 2010 as amended rule 1958, we also certify that to the best of our information and as shown by its books, the Company during the year under report has not paid any person any commission in any form outside Bangladesh in respect of any of its business re-insured abroad.

Dated : Dhaka
April 19, 2018

Rahman Mostafa Alam & Co.
Chartered Accountants

AMAR STOCK

BANGLADESH NATIONAL INSURANCE COMPANY LIMITED

Statement of Financial Position

As at December 31, 2017

Particulars	Notes	Amount in Taka	
		31.12.2017	31.12.2016
A. Shareholder's Equity and Liabilities:			
Share Capital:			
Authorized Share Capital	19	1,000,000,000	1,000,000,000
Issued, Subscribed and Paid up Capital	20	442,500,000	442,500,000
Reserve or Contingency Account	21	312,085,666	272,255,184
Reserve for Exceptional Losses		231,762,034	194,407,101
Profit or Loss Appropriation Account		80,323,632	77,848,083
Total Shareholders' Equity		**754,585,666**	**714,755,184**
Balance of Funds and Accounts:	22	**150,360,198**	**139,041,662**
Fire Insurance Business Account		34,246,564	32,706,849
Marine Cargo Insurance Business Account		42,497,253	48,620,778
Marine Hull Insurance Business Account		1,567,441	877,913
Motor Insurance Business Account		44,059,201	39,447,228
Miscellaneous Insurance Business Account		27,989,739	17,388,894
Premium Deposits Account	23	10,303,234	7,362,702
Liabilities and Provisions		**320,752,602**	**262,236,409**
Sundry Creditors-Including Provision for Expenses and Taxes	24	120,474,677	95,983,641
Amount due to other persons or bodies			
Carrying on Insurance Business	25	45,972,566	31,198,835
Deferred Tax Liability	26	4,785,589	5,160,015
Estimated liabilities in respect of outstanding			
Claims whether due or intimated	27	149,519,771	129,893,918
Total Shareholders' Equity and Liabilities		**1,236,001,700**	**1,123,395,957**

The accompanying notes from 1 to 49 & Annexure-A to D form an integral part of the financial statements.

BANGLADESH NATIONAL INSURANCE COMPANY LIMITED

Statement of Financial Position

As at December 31, 2017

Particulars	Notes	Amount in Taka	
		31.12.2017	31.12.2016
B. Property and Assets:			
Non-Current Assets		**184,289,507**	**151,104,615**
	28	**100,561,350**	**90,488,119**
Fixed Assets -At Cost		168,237,270	147,351,493
Less: Accumulated Depreciation		67,675,920	56,863,374
		83,728,157	**60,616,496**
Investment-At cost (BGTB)	29	25,000,000	25,000,000
Investment in Shares	30	58,728,157	35,616,496
Current Assets		**1,051,712,193**	**972,291,342**
Interest Accrued but not Due	31	24,746,014	26,152,887
Amount Due from Other Persons or Bodies Carrying on Insurance Business	32	1,200,851	1,200,851
Sundry Debtors-Including Advances, Deposits & Prepayments	33	103,491,537	86,726,425
Stock of Stationery	34	655,420	428,402
Cash and Bank Balances	35	921,618,371	857,782,777
Total Property and Assets		**1,236,001,700**	**1,123,395,957**

The accompanying notes from 1 to 49 & Annexure-A to D form an integral part of the financial statements.

Chief Executive Officer **Director** **Director** **Chairman**

Signed in terms of our separate report of even date.

Dated : Dhaka
April 19, 2018

Rahman Mostafa Alam & Co.
Chartered Accountants

BANGLADESH NATIONAL INSURANCE COMPANY LIMITED

Statement of Profit or Loss Account

For the year ended December 31, 2017

Particulars	Notes	Amount in Taka	
		31.12.2017	31.12.2016
Expenses of Management (Not Applicable to any particular Fund or Account)			
Directors' Fees		678,500	488,750
Meeting Expenses		240,815	6,280
Advertisement & Publicity		525,510	554,311
Subscription & Registration		2,275,179	1,608,621
Depreciation		12,797,956	10,911,341
Audit Fees		132,250	120,750
Provision for Co-Ins Receivable		-	730,857
IPO Expenses		-	9,029,526
		16,650,210	**23,450,436**
Worker's Profit Participation Fund		4,719,767	4,080,493
Net Profit before tax		94,395,347	81,609,871
Total		**115,765,324**	**109,140,800**
Interest on FDR, STD and BGTB	36	57,615,097	59,106,349
Gain on Sales of Fixed Assets		1,073,410	-
Dividend Income in Share Business		2,053,510	955,267
Rental Income		1,728,000	-
Loss on sale of shares		(8,762,099)	-
Profit /(Loss) Transferred from:		**62,057,406**	**49,079,184**
Fire Insurance Revenue Account		4,890,285	(3,117,236)
Marine Insurance (Cargo) Revenue Account		30,479,064	33,751,904
Marine Insurance (Hull) Revenue Account		374,073	(230,522)
Motor Insurance Revenue Account		11,861,211	8,922,894
Miscellaneous Insurance Revenue Account		14,452,773	9,752,144
Total		**115,765,324**	**109,140,800**
Earnings Per Share (EPS)	**41**	**1.64**	**1.62**

The accompanying notes from 1 to 49 & Annexure- A to D form an integral part of the financial statements.

Chief Executive Officer **Director** **Director** **Chairman**

Signed in terms of our separate report of even date.

Dated : Dhaka
April 19, 2018

Rahman Mostafa Alam & Co.
Chartered Accountants

BANGLADESH NATIONAL INSURANCE COMPANY LIMITED

Statement of Other Comprehensive Income

For the year ended December 31, 2017

Particulars	Notes	Amount in Taka	
		31.12.2017	31.12.2016
Profit Before Tax		94,395,347	81,609,871
Other comprehensive income			
Unrealized Profit /(Loss) on Investment in Share		11,447,820	4,953,836
Total Comprehensive Income		**105,843,167**	**86,563,707**

The accompanying notes from 1 to 49 & Annexure-A to D form an integral part of the financial statements.

Chief Executive Officer **Director** **Director** **Chairman**

Signed in terms of our separate report of even date.

Dated : Dhaka
April 19, 2018

Rahman Mostafa Alam & Co.
Chartered Accountants

BANGLADESH NATIONAL INSURANCE COMPANY LIMITED

Statement of Profit or Loss Appropriation Account

For the Year ended December 31, 2017

Particulars	Notes	Amount in Taka	
		31.12.2017	31.12.2016
Balance brought forward from last year		77,848,083	42,088,498
Net Profit before Tax b/d		105,843,167	86,563,707
Deferred Tax Income/expenses		374,427	2,426,011
		184,065,677	**131,078,216**
Reserve for Exceptional Losses		37,354,933	34,628,729
Income Tax Expenses:		**146,710,744**	**96,449,487**
Current Tax	42	22,137,112	18,601,404
Dividend Paid		44,250,000	
Balance Transferred to Statement of Financial Position		80,323,632	77,848,083
Total		**184,065,677**	**131,078,216**
Earnings Per Share (EPS)	41	**1.64**	**1.62**

The accompanying notes from1 to 49 & Annexure-A to D form an integral part of the financial statements.

Chief Executive Officer **Director** **Director** **Chairman**

Signed in terms of our separate report of even date.

Dated : Dhaka
April 19, 2018

Rahman Mostafa Alam & Co.
Chartered Accountants

BANGLADESH NATIONAL INSURANCE COMPANY LIMITED

Consolidated Revenue Account

For the Year ended December 31, 2017

Particulars	Notes	Amount in Taka	
		31.12.2017	31.12.2016
Claims under the policies less Reinsurance:			
Paid during the year		156,723,118	140,261,476
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	27	149,519,771	129,893,918
		306,242,889	**270,155,394**
Less: Outstanding claims at the end of the previous year		129,893,918	114,788,709
		176,348,971	**155,366,685**
Agency Commission	38	64,178,331	59,786,719
Expenses of Management	37	79,981,947	72,049,412
Reserve for un-expired risks of Premium Income for the year	22	150,360,197	139,041,662
Profit Transferred to Statement of profit or loss account		62,057,405	49,079,184
Total		**532,926,852**	**475,323,662**
Balance of Account at the beginning of the year		139,041,662	108,132,357
Premium Less Reinsurance	40	373,549,333	346,287,285
Commission on Reinsurance ceded		20,335,858	20,904,020
Total		**532,926,852**	**475,323,662**

The accompanying notes from 1 to 49 & Annexure-A to D form an integral part of the financial statements.

Chief Executive Officer **Director** **Director** **Chairman**

Signed in terms of our separate report of even date.

Dated : Dhaka
April 19, 2018

Rahman Mostafa Alam & Co.
Chartered Accountants

BANGLADESH NATIONAL INSURANCE COMPANY LIMITED

Fire Insurance Revenue Account

For the Year ended December 31, 2017

Particulars	Notes	Amount in Taka	
		31.12.2017	31.12.2016
Claims under the policies less Reinsurance:			
Paid during the year		40,309,587	47,586,987
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	27	27,857,742	21,000,747
		68,167,329	**68,587,734**
Less: Outstanding claims at the end of the previous year		21,000,747	20,161,227
		47,166,582	**48,426,507**
Agency Commission	38	19,636,292	18,050,592
Expenses of Management	37	22,834,845	20,188,245
Reserve for un-expired risks being 40% of Premium Income for the year	22	34,246,564	32,706,849
Profit Transferred to Statement of profit or loss account		4,890,285	(3,117,236)
Total		**128,774,568**	**116,254,957**
Balance of Account at the beginning of the year		32,706,849	23,973,689
Premium Less Reinsurance	40	85,616,410	81,767,123
Commission on Reinsurance ceded		10,451,309	10,514,145
Total		**128,774,568**	**116,254,957**

The accompanying notes from 1 to 49 & Annexure-A to D form an integral part of the financial statements.

Chief Executive Officer **Director** **Director** **Chairman**

Signed in terms of our separate report of even date.

Dated : Dhaka
April 19, 2018

Rahman Mostafa Alam & Co.
Chartered Accountants

BANGLADESH NATIONAL INSURANCE COMPANY LIMITED

Marine Cargo Insurance Revenue Account

For the year ended December 31, 2017

Particulars	Notes	Amount in Taka	
		31.12.2017	31.12.2016
Claims Under The Policies Less Reinsurance:			
Paid during the year		58,290,999	46,639,190
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	27	68,436,855	78,379,856
		126,727,854	**125,019,046**
Less: Outstanding claims at the end of the previous year		78,379,856	77,340,984
		48,347,998	**47,678,062**
Agency Commission	38	17,214,689	19,586,642
Expenses of Management	37	22,218,985	24,107,733
Reserve for un-expired risks being 40% of premium income for the year	22	42,497,253	48,620,778
Profit Transferred to Statement of profit or loss account		30,479,064	33,751,904
Total		**160,757,989**	**173,745,119**
Balance of Account at the beginning of the year		48,620,778	46,420,879
Premium Less Reinsurance	40	106,243,133	121,551,944
Commission on Reinsurance ceded		5,894,078	5,772,296
Total		**160,757,989**	**173,745,119**

The accompanying notes from 1 to 49 & Annexure-A to D form an integral part of the financial statements.

Chief Executive Officer **Director** **Director** **Chairman**

Signed in terms of our separate report of even date.

Dated : Dhaka
April 19, 2018

Rahman Mostafa Alam & Co.
Chartered Accountants

BANGLADESH NATIONAL INSURANCE COMPANY LIMITED

Marine Hull Insurance Revenue Account

For the Year ended December 31, 2017

Particulars	Notes	Amount in Taka	
		31.12.2017	31.12.2016
Claims under the policies less Reinsurance:			
Paid during the year		621	129
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	27	-	-
		621	129
Less: Outstanding claims at the end of the previous year		-	-
		621	**129**
Agency Commission	38	228,938	179,149
Expenses of Management	37	279,937	252,173
Reserve for un-expired risks being 100% of premium income for the year	22	1,567,441	877,913
Profit Transferred to Statement of profit or loss account		374,073	(230,522)
Total		**2,451,010**	**1,078,842**
Balance of Account at the beginning of the year		877,913	120,753
Premium Less Reinsurance	40	1,567,441	877,913
Commission on Reinsurance ceded		5,656	80,176
Total		**2,451,010**	**1,078,842**

The accompanying notes from 1 to 49 & Annexure-A to D form an integral part of the financial statements.

Chief Executive Officer **Director** **Director** **Chairman**

Signed in terms of our separate report of even date.

Dated : Dhaka
April 19, 2018

Rahman Mostafa Alam & Co.
Chartered Accountants

BANGLADESH NATIONAL INSURANCE COMPANY LIMITED

Motor Insurance Revenue Account

For the Year ended December 31, 2017

Particulars	Notes	Amount in Taka	
		31.12.2017	31.12.2016
Claims under the policies less Reinsurance:			
Paid during the year		32,974,395	35,273,174
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	27	50,245,580	24,277,000
		83,219,975	**59,550,174**
Less : Outstanding claims at the end of the previous year		24,277,000	11,600,183
		58,942,975	**47,949,991**
Agency Commission	38	16,347,758	15,099,212
Expenses of Management	37	18,715,776	16,794,718
Reserve for un-expired risks being 40% of premium income for the year	22	44,059,201	39,447,228
Profit Transferred to Statement of profit or loss account		11,861,211	8,922,894
Total		**149,926,921**	**128,214,043**
Balance of Account at the beginning of the year		39,447,228	28,545,509
Premium Less Reinsurance	40	110,148,001	98,618,070
Commission on Reinsurance ceded		331,692	1,050,464
Total		**149,926,921**	**128,214,043**

The accompanying notes from 1 to 49 & Annexure-A to D form an integral part of the financial statements.

Chief Executive Officer **Director** **Director** **Chairman**

Signed in terms of our separate report of even date.

Dated : Dhaka
April 19, 2018

Rahman Mostafa Alam & Co.
Chartered Accountants

BANGLADESH NATIONAL INSURANCE COMPANY LIMITED

Miscellaneous Insurance Revenue Account

For the year ended December 31, 2017

Particulars	Notes	Amount in Taka	
		31.12.2017	31.12.2016
Claims under the policies less Reinsurance:			
Paid during the year		25,147,516	10,761,996
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	27	2,979,594	6,236,315
		28,127,110	16,998,311
Less: Outstanding claims at the end of the previous year		6,236,315	5,686,315
		21,890,795	**11,311,996**
Agency Commission	38	10,750,654	6,871,124
Expenses of Management	37	15,932,404	10,706,543
Reserve for un-expired risks being 40% of premium income for the year	22	27,989,739	17,388,894
Profit Transferred to Statement of profit or loss account		14,452,773	9,752,144
Total		**91,016,365**	**56,030,701**
Balance of Account at the beginning of the year		17,388,894	9,071,527
Premium Less Re-Insurance	40	69,974,348	43,472,235
Commission on Re-insurance ceded		3,653,123	3,486,939
Total		**91,016,365**	**56,030,701**

The accompanying notes from 1 to 49 & Annexure-A to D form an integral part of the financial statements.

Chief Executive Officer **Director** **Director** **Chairman**

Signed in terms of our separate report of even date.

Dated : Dhaka
April 19, 2018

Rahman Mostafa Alam & Co.
Chartered Accountants

BANGLADESH NATIONAL INSURANCE COMPANY LIMITED

Statement of Changes in Shareholders' Equity

For the year ended December 31, 2017

(Amount in Taka)

Particulars	Share Capital	Reserve for Exceptional Losses	Profit or Loss Appropriation Account	Total Shareholders Equity
Balance on January 01, 2017	442,500,000	194,407,101	77,848,083	714,755,184
Net Profit before Tax	-	-	105,843,167	105,843,167
Deferred Tax Income/expenses			374,427	374,427
Provision for Income Tax	-	-	(22,137,112)	(22,137,112)
Reserve for Exceptional Losses	-	37,354,933	(37,354,933)	-
Dividend Paid			(44,250,000)	(44,250,000)
Balance on December 31, 2017	**442,500,000**	**231,762,034**	**80,323,632**	**754,585,666**

(Amount in Taka)

Particulars	Share Capital	Reserve for Exceptional Losses	Profit or Loss Appropriation Account	Total Shareholders Equity
Balance on January 01, 2016	265,500,000	159,778,372	42,088,498	467,366,870
Public Share	177,000,000			177,000,000
Net Profit before Tax	-	-	86,563,707	86,563,707
Deferred Tax income/Expenses	-	-	2,426,011	2,426,011
Provision for Income Tax	-	-	(18,601,404)	(18,601,404)
Reserve for Exceptional Losses	-	34,628,729	(34,628,729)	-
Balance on December 31, 2016	**442,500,000**	**194,407,101**	**77,848,083**	**714,755,184**

Chief Executive Officer **Director** **Director** **Chairman**

BANGLADESH NATIONAL INSURANCE COMPANY LIMITED

Statement of Cash Flows

For the year ended December 31, 2017

Particulars	Amount in Taka	
	31.12.2017	31.12.2016
Cash Flows from operating activities:		
Collection from premium & other income	478,175,108	422,315,873
Less: Payments for management expenses, re-insurance & claims	(329,408,833)	(306,445,839)
Less: Income Tax and other source Taxes paid	(19,494,428)	(21,385,824)
Less: Payment of WPPF	(4,080,493)	-
Interest received on STD/SND	1,467,897	-
	126,659,251	**94,484,210**
Cash Flows from investing activities:		
Acquisition of Fixed Assets	(23,200,777)	(23,601,632)
Sale Proceeds of Fixed Assets	1,403,000	-
Investment in Shares	(21,500,000)	-
Encashment of FDR	26,888,537	-
Investment in FDR	(63,500,000)	-
Interest received on FDR	54,596,573	-
Interest received on BGTB	2,957,500	-
Rental Income	1,728,000	-
Dividend Income	2,053,510	-
	(18,573,657)	**(23,601,632)**
Cash Flows from financing activities:		
Public Share	-	177,000,000
Dividend Paid	(44,250,000)	-
	(44,250,000)	**177,000,000**
Net Cash inflow/outflow for the year	**63,835,594**	**247,882,578**
Opening Cash and Bank balances	857,782,777	609,900,199
Cash and Bank balances	**921,618,371**	**857,782,777**
Net operating Cash Flow per share	**2.86**	**2.34**

Chief Executive Officer **Director** **Director** **Chairman**

BANGLADESH NATIONAL INSURANCE COMPANY LIMITED

FORM "AA"

Classified Summary Of Assets as at December 31, 2017

Class of Assets	Book Value		Remarks
	31.12.2017	31.12.2016	
Deposit against Bangladesh Govt.Treasury Bond	25,000,000	25,000,000	At Cost
Investment in Shares	58,728,157	35,616,496	Market Value
Cash on Fixed Deposit and STD Account with Bank	915,322,389	855,314,912	Book Value
Cash in Hand	5,917,514	2,096,497	Do
Stamp in Hand	378,468	371,368	Do
Interest Accrued but not due	24,746,014	26,152,887	Do
Amount due from other persons or bodies Carrying on Insurance business	1,200,851	1,200,851	Do
Sundry Debtors Including Advances, Deposits & Prepayments	103,491,537	86,726,425	Do
Fixed Assets (At Cost less Depreciation)	100,561,350	90,488,119	Written Down Value
Stock of Stationery	655,420	428,402	At Cost
Total	**1,236,001,700**	**1,123,395,957**	

Chief Executive Officer **Director** **Director** **Chairman**

BANGLADESH NATIONAL INSURANCE COMPANY LIMITED

Notes to the Financial Statements

For the year ended December 31, 2017

1.00 Corporate Information–Domicile, Legal Form and Country of Incorporation

The Company was incorporated in Bangladesh as a Public Company Limited by Shares on the 21 day of May, 1996 under the Companies Act, 1994 and its commencement of business was started from 21 day of May, 1996 and the registration from the Controller of Insurance was received to start general insurance business on 18th day of June, 1996 which has been renewed upto December 31, 2017.

Address of Registered Office

The registered office of the Company is located at 68,Motijheel Commercial Area (Level-15), Dhaka-1000. The operation of the company are being carried out through its 31 nos. of branches located all over Bangladesh with Head office at Rashid Tower(3rd Floor), Plot #11, Road # 18, Gulshan #1, Dhaka-1212.

Principal Activities and Nature of Operation

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

2.00 Basis of Preparation

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

Going Concern
Accrual Basis
Historical Cost Convention
Generally Accepted Accounting Principles (GAAP) and practices in Bangladesh
The Companies Act, 1994
Insurance Act, 2010
Insurance Rules ,1958 followed for the purpose of prescribed format.
The Securities and Exchange Rules, 1987
The Accounting Standards adopted by the Institute of Chartered Accountants of Bangladesh (ICAB).

2.01 Premium Recognition

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

3.00 Compliance of Bangladesh Financial Reporting Standards (BFRSs)

The Financial Statements have been prepared in accordance with the Bangaladesh Financial Reporting Standards (BFRSs), including Bangladesh Accounting Standards (BASs).

4.00 Risk and Uncertainty for use of Estimates and Judgments

In conformity with the Bangladesh Financial Reporting Standards (BFRSs) including the Bangladesh Accounting Standards (BASs) in preparation of financial statements the management is required to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses, and for contingent assets and liabilities that require disclosure during and at the date of financial statements.

Actual results could differ from those estimates. Estimates and underlying assumptions are used for accounting of certain items such as long-term contracts, provision for doubtful accounts, depreciation and amortization, taxes, reserves and contingencies.

5.00 Compliance of Bangladesh Accounting Standards (BASs)

Considering relevant significant accounting issues, in preparing and presenting these financial statements, the company implemented the following Bangladesh Accounting Standards BASs issued and revised by the ICAB in light of the International Accounting Standards Board (IASB) as per current practices prevailing in Bangladesh as on the balance sheet date:

SL.	Name of BAS	No. of BAS	Status
1	Presentation of Financial Statements	1	Complied
2	Statement of Cash Flows	7	Complied
3	Events after the Balance Sheet Date	10	Complied
4	Income Tax	12	Complied
5	Property, Plant and Equipment	16	Complied
6	Revenue	18	Complied
7	Related Party Disclosure	24	Complied
8	Financial Instruments Presentation	32	Complied
9	Earnings Per Share	33	Complied
10	Provision, Contingent Liabilities and Contingent Assets	37	Complied

6.00 Specific Accounting Policies Selected and Applied for Significant Transactions and Events

For significant transactions and events that have material effect, the Company's Director's selected and applied specific accounting policies within the framework of BAS 1 ["Preparation and Presentation of Financial Statements"], in preparation and presentation of financial statements have been consistently applied throughout the year and were also consistent with those used in earlier years.

For proper understanding of the financial statements, accounting policies set out below in one place as prescribed by the BAS 1 "Preparation and Presentation of Financial Statements".

(a) Revenue Recognition

Revenue represents invoiced value of policies. Revenue is recognized when policies are made. Invoices were made after satisfying the following conditions as prescribed by BAS 18 "Revenue Recognition":

(i) the significant risks and rewards of ownership of the policies have been transferred to the policyholder;
(ii) the amount of revenue was measured reliably;
(iii) it was probable that the economic benefits relating to the transactions will flow to the Company;
(iv) neither continuing managerial involvement nor effective control usually associated with ownership of the policy was retained by the Company; and
(v) cost relating to the transactions was measured reliably.

(b) Materiality and aggregation

Each material class of similar items is presented separately in the Financial Statements. Item of a dissimilar nature or function are presented separately unless are immaterial.

(c) Revenue Account

While preparing the Revenue Account, the effect of necessary adjustment has duly been given in to accounts

in respect of re-insurance business ceded and accepted. Re-Insurance Premium ceded has been accounted for into accounts.

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

(d) Premium and Claim

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

(e) Management Expenses

The management expenses charged to Revenue Account amounting to Tk 79,981,947 represent approximately 16.78% of Gross Premium of Tk 476,733,434 (including public sector business). The said management expenses have been apportioned 28.55% to fire,28.13% to marine (cargo & hull), 23.40% to motor,19.92% to miscellaneous business as per activity/Premium Income.

Property , Plant & Equipment

(f) Recognition & measurement

These are capitalized at the cost of acquisition and subsequently stated at cost less accumulated depreciation in compliance with the benchmark treatment of BAS 16 "Property, Plant and Equipment". The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use and other related incidental charges. Expenditure incurred after the assets have been put into operation, such as repairs & maintenance is normally charged off as revenue expenditure in the period in which it is incurred. In situation where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefit expected to be obtained from the use of the fixed assets, the expenditure is capitalized as an additional cost of the assets.

(g) Subsequent Cost

The cost of replacing a component of an item of property , plant and equipment is recognized in the carrying amount of the item 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.

(h) Depreciation

In respect of all fixed assets, depreciation is provided to amortize the cost of the assets after commissioning, over their expected useful economic lives in accordance with the provision of BAS 16 "Property, Plant and Equipment"

Depreciation on Fixed Assets has been charged at a reducing balance method. 12 month's depreciation has been charged on the book value of Fixed Assets excluding Land at the rates varying from 5% to 30%. Depreciation is charged at the rate shown below:

Class of Assets	Rate of Depreciation
Office Equipment	20%
Books & Periodicals	20%
Car/Motor Vehicles	25%
Office Decoration	30%
Furniture & Fixture	10%
Telephone Installation	15%
Building	5%

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

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 assets is included in the statement of comprehensive income in the year the asset is de-recognized.

(i) Disposal of Fixed Assets

On disposal of Fixed assets ,the cost and accumulated depreciation are eliminated and gain or loss on such disposal is reflected in the Profit or Loss Account ,which is determined with reference to the net book value of the assets and net sales proceeds.

(j) Investment in FDR and Shares

Investment is stated at its cost of acquisition and interest earned on statutory deposits lying with the Bangladesh Bank in the form Bangladesh Govt. Treasury Bond and the interest and profit earned on term deposit have been duly accounted for on accrual basis. The Statement of Profit or Loss Account also reflects the income on account of interest on investment in FDR,Bond, Shares and Miscellaneous Income.

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

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

(l) Cash and Cash Equivalents

For the purpose of Statement of Financial Position and Statement of Cash Flows, cash in hand, fixed deposit with other banks, collection in hand, stamp in hand and bank balances represent Cash and Cash Equivalents considering the BAS 1 "Preparation and Presentation of Financial Statements" and BAS 7 "Statement of Cash Flows", which provide, that cash and cash equivalents are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value and are not restricted as to use.

(m) Other Current Assets

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

(n) Income Tax

Current Tax

Current Tax has been provided on the estimated taxable profit for the year under review at 40.00% tax rate being the tax rate applicable for Insurance Company. It also includes adjustments for earlier year's short/excess provision.

Deferred Tax

The company has adopted deferred Tax during the year under review in compliance with the provisions of Bangladesh Accounting Standards (BAS-12) 'income Taxes ' the company's policy of recognition of deferred Tax assets/Liabilities is based on temporary differences (Taxable or Deductable) between the carrying amount (Book Value) of assets and liabilities for financial reporting purposes and its tax base, and accordingly, deferred tax income/expenses has been considered to determine net profit after tax and Earning Per Share (EPS).

Provision for Income Tax

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

(o) Dividend

10% Cash Dividend has been paid for the year 2016.

(p) Cost of Post Employment Benefits

(i) Defined Contribution Plan

There is no defined contribution plan.

(ii) Defined Benefits Plan

There is no defined benefits plan.

(iii) Insurance Scheme

There is no Insurance scheme covering personal accident or death or partial or full disability.

(iv) Number of Employees

There were 471 Employees at the period ended for December 31, 2017 whose salary exceeds Tk. 6,000 per month.

Particulars	No. of Employees
Chief Executive Officer	1
Additional Managing Director	1
Deputy Managing Director	10
Assistant Managing Director	3
Senior General Manager	2
General Manager	25
Sr. Deputy General Manager	2
Deputy General Manager	22
Sr. Assistant General Manager	1
Assistant General Manager	62
Officers	175
Other Employees	167
Total	**471**

(q) Other Corporate Debt, Accounts Payable, Trade and Other Liabilities

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

(r) Provisions

Provisions are liabilities of uncertain timings or amount. Provisions are recognized when the company has a present legal or constructive obligation as a result of past events. As per BAS 37 it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount of the obligation can be made.

(s) Earnings per Share (EPS)

The Company calculates earnings per share (EPS) in accordance with BAS 33 Earnings Per Share" which has been shown on the face of Statement of Profit or Loss Account. The disclosure has been made in the Note 42 in respect of numerator (net profit) and denominator (weighted average number of shares) used in the calculation of basic EPS with necessary computation and reconciliation.

Basic Earnings

This represents earnings for the year attributable to ordinary shareholders, as there was no preference dividend, minority interest and extra ordinary items, the net profit for the year has been considered as fully attributable to the ordinary shareholders.

Diluted Earnings per Share

No diluted Earnings Per Share (EPS) is required to be calculated for the year as there was no scope for dilution during the year under review.

(t) Reserve for Exceptional Losses

Provision for exceptional losses has been made during the year under audit.

(u) Share of Public Sector Business

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

Period	Particulars of Quarter	No.
1st July, 2016 to 30th Sept, 2016	3rd Quarter of 2016	1 (One)
1st Oct, 2016 to 31st December, 2016	4th Quarter of 2016	1 (One)
1st Jan, 2017 to 31st March , 2017	1st Quarter of 2017	1 (One)
1st April, 2017 to 30 th June , 2017	2nd Quarter of 2017	1 (One)
Total		**4 (Four)**

(v) Recognized Gains and Losses

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

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

(w) Historical Cost Income and Expenditure

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

(x) Statement of Profit or Loss Account

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

(a) transactions of a nature not usually undertaken by the company:

(b) circumstances of an exceptional or non-recurring nature:

(c) charges or credits relating to prior years:

7.00 Classified Summary of Assets

The valuation of all assets as at December 31, 2017 as shown in the Statement of Financial Position and in the classified summary of assets in **Form "AA"** annexed with the report has been reviewed and the said assets have been set-forth in the Statement of Financial Position at amount not exceeding their realizable or market value in aggregate.

8.00 Financial Instruments and Derivatives Primary Financial Instruments (Financial Assets and Liabilities)

The disclosure of primary financial instruments carried at the Statement of Financial Position date alongwith the recognition methods and risks involved are summarized in Note 44 in accordance with the provisions of BAS 32 Financial Instruments: "Disclosure and Presentation.

9.00 Derivative Financial Instruments

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

10.00 Information by Industry Segments and Geographical Areas Industry Segment Information

No mention is made because the company does not have any segment other than the general insurance business.

Geographic Segment Information

Not applicable as the company does not have any business unit outside Bangladesh.

11.00 Reporting Currency

The Financial Statements are presented in Bangladeshi Taka which is the Company's functional currency. No Foreign Currency Transactions was transacted during the year and thus the conversion of Foreign Currency into Bangladeshi Taka Currency is not required the year ended December 31, 2017.

12.00 Comparative Information and Re-Arrangement thereof

Comparative information have been disclosed in respect for the year December 31, 2017 for all numerical information in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current year's financial statements

Figures of the year 2016 have been rearranged whenever considered necessary to ensure comparability with the current year.

13.00 Transactions with Related Parties

During the year under review the Company carried out the transactions with the related parties in the normal course of business and on arm's length basis.

14.00 Events after Reporting Period

The Board of Directors has recommended 10% cash dividend on paid up capital for the year ended December 31, 2017 at its 137th Board Meeting held on 19.04.2018 subject to approval of the Annual General Meeting.

15.00 Approval of the Financial Statements

The financial statements were approved by the Board of Directors on 19.04.2018.

16.00 Reporting Period

The Financial Statements of the Company cover for the year from January 01, 2017 to December 31, 2017.

17.00 Statement of Cash Flows

Statement of Cash Flows is prepared principally in accordance with BAS 7 "[Statement of Cash Flows]" and the Cash Flow from the operating activities have been presented under direct method as required by the Securities and Exchange Rules 1987 and considering the provisions of Paragraph 19 of BAS 7 which provides that " Enterprises are Encouraged to Report Cash Flow from Operating Activities Using the Direct Method.

18.00 Components of the Financial Statements

According to the International Accounting Standards (BAS) 1 "Presentation and Preparation of Financial Statements", the complete set of Financial Statements includes the following components:

(i) Statement of Financial Position as at December 31, 2017;
(ii) Statement of Profit or Loss Account for the year ended December 31, 2017;
(iii) Statement of Other Comprehensive Income for the year ended December 31, 2017;
(iv) Statement of Profit or Loss Appropriation Account for the year ended December 31, 2017;
(v) Consolidated Revenue Account for the year ended December 31, 2017;
(vi) Revenue Accounts (Fire, Marine Cargo, Marine Hull, Motor, Miscellaneous) for the year ended December 31, 2017:
(vii) Statement of Changes in Shareholders' Equity for the year ended December 31, 2017:
(viii) Statement of Cash Flows for the year ended December 31, 2017:
(ix) Form "AA": Classified Summary of Assets;
(x) Accounting Policies and Explanatory Notes 1 to 49 and Annexure -A to D.

AMAR STOCK

	AMOUNT (TK.)	
	31.12.2017	31.12.2016

19.00 SHARE CAPITAL

AUTHORIZED SHARE CAPITAL

100,000,000 Ordinary Shares of Tk. 10/= each.	**1,000,000,000**	**1,000,000,000**

20.00 ISSUED, SUBSCRIBED AND PAID UP CAPITAL

44,250,000 Ordinary Shares of Tk. 10/- each fully paid up in cash	**442,500,000**	**442,500,000**

As detailed below :

Sl. No.	Name of Directors /Shareholders	Status	Class of Share	No. of Shares Subscribed	No. of Shares Subscribed
1	Mr. Abdul Baset Majumder	Chairman	Ordinary	885,000	885,000
2	Mr. Mostafa Kamal	Vice Chairman	Ordinary	2,424,833	2,424,833
3	Mrs. Beauty Akter	Director	Ordinary	1,000,000	1,000,000
4	Mr. Abdur Rouf	Do	Ordinary	1,155,000	1,155,000
5	Mrs.Tahmina Binthe Mostofa	Do	Ordinary	3,308,334	3,308,334
6	Mrs.Tanjima Binthe Mostofa	Do	Ordinary	3,208,334	3,208,334
7	Mr.Tanveer Ahmed Mostofa	Do	Ordinary	4,175,167	4,175,167
8	Mr. Taif bin Yousuf	Do	Ordinary	895,833	895,833
9	Mr. Yousuf Ali	Do	Ordinary	895,833	895,833
10	Tasnim Binthe Mostafa	Do	Ordinary	1,000,000	1,000,000
11	Mr. Wasekur Rahman	Do	Ordinary	1,000,000	1,000,000
12	Mr. Muhammad Zakaria	Shareholder	Ordinary	1,200,000	1,200,000
13	Mr. M.F. Kamal	Do	Ordinary	1,200,000	1,200,000
14	Mr. Md. Abu Taher	Do	Ordinary	100,000	100,000
15	Mrs. Farida Akter	Do	Ordinary	1,075,000	1,075,000
16	Mr. Abdul Baten	Do	Ordinary	1,140,833	1,140,833
17	Mrs. Hasina Begum	Do	Ordinary	895,833	895,833
18	Mr. Nasir Uddin	Do	Ordinary	890,000	890,000
19	Mr. Belayet Hossain	Do	Ordinary	100,000	100,000
20	Public Share			17,700,000	17,700,000
Total				**44,250,000**	**44,250,000**

21.00 RESERVE OR CONTINGENCY ACCOUNT

This is made up as follows:

Reserve for Exceptional Losses (21.01)	231,762,034	194,407,101
Profit & Loss Appropriation Account (21.02)	80,323,631	77,848,083
	312,085,666	**272,255,184**

21.01 RESERVE FOR EXCEPTIONAL LOSSES

This is made up as follows:

Opening Balance	194,407,101	159,778,372
Add: During the year	37,354,933	34,628,729
Total	**231,762,034**	**194,407,101**

	AMOUNT (TK.)	
	31.12.2017	31.12.2016

This represents profit set-aside up to the year under review as expenses to meet exceptional losses. Thisreserve has been created as per requirement of paragraph 6(2) of 4th Schedule of the Income Tax Ordinance, 1984. The company has made the reserve for exceptional losses amounting to Tk 373,549,333 of net premium income earned during the year as detailed below:

Fire Insurance	85,616,410	81,767,123
Marine Cargo Insurance	106,243,133	121,551,944
Marine Hull Insurance	1,567,441	877,913
Motor Insurance	110,148,001	98,618,070
Miscellaneous Insurance	69,974,348	43,472,235
Total	**373,549,333**	**346,287,285**

21.02 PROFIT OR LOSS APPROPRIATION ACCOUNT

This is made up as follows:

Opening Balance	77,848,083	42,088,498
Add: Profit for the year	105,843,167	86,563,707
Add : Deferred Tax Income (Note: 26.00)	374,427	2,426,011
	184,065,677	**131,078,216**
Less: Reserve & Provisions:	**103,742,046**	**53,230,133**
Reserve for Exceptional Losses	37,354,933	34,628,729
Provision for Income Tax	22,137,112	18,601,404
Dividend Paid	44,250,000	-
	80,323,631	**77,848,083**

22.00 BALANCE OF FUNDS AND ACCOUNTS

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

CLASSES OF BUSINESS	Percentage		
Fire	40%	34,246,564	32,706,849
Marine Cargo	40%	42,497,253	48,620,778
Marine Hull	100%	1,567,441	877,913
Motor	40%	44,059,201	39,447,228
Miscellaneous	40%	27,989,739	17,388,894
Total		**150,360,198**	**139,041,662**

23.00 PREMIUM DEPOSITS ACCOUNT

Class of Business :	10,303,234	7,362,702
Marine Cargo	**10,303,234**	**7,362,702**

Balance on this account represents net premium received against cover notes for which no policy has been issued within 31 December , 2017.

	AMOUNT (TK.)	
	31.12.2017	31.12.2016

24.00 SUNDRY CREDITORS INCLUDING PROVISION FOR EXPENSES AND TAXES

The balance is made as under:

Liability for Agency Commission	3,965,536	1,898,217
Income Tax Deducted on Salary	157,500	304,800
Provision for Audit Fees	132,250	262,500
Provision for Income Tax (Company)	104,310,034	82,172,922
Provision for VAT/ VAT Payable	2,537,640	2,284,986
Liability for Insurance Stamp	1,210,470	1,485,609
Provision for Bills Payable	3,441,479	3,494,114
Worker's Profit Participation Fund (24.01)	4,719,767	4,080,493
	120,474,677	**95,983,641**

24.01 WORKER'S PROFIT PARTICIPITATION FUND

This is made up as follows

Opening Worker's Profit Participitation Fund	4,080,493	3,717,269
Add: During the year worker's profit participitation fund	4,719,767	4,080,493
	8,800,260	7,797,762
Less: Paid	4,080,493	3,717,269
	4,719,767	**4,080,493**

25.00 AMOUNT DUE TO OTHER PERSONS OR BODIES CARRYING ON INSURANCE BUSINESS

This represents balance of account with various Private/Public Sector Insurance Companies in respect of co-insurance/ re-insurance transactions and amount payable to co-insurer/re-insurer. The break up of the above amount is noted below:

NAME OF THE PERSON OR BODIES		
A. Co-Insurance Premium Payable:		
Phoenix Insurance Co. Ltd.	16,022	16,022
Provati Insurance Co. Ltd.	84,735	84,735
Eastern Insurance Co. Ltd.	97,649	97,649
Bangladesh General Insurance Co. Ltd.	47,040	47,040
Mercantile Insurance Co. Ltd.	24,555	24,555
Global Insurance Co. Ltd.	101,600	101,600
Janata Insurance Co. Ltd.	16,926	16,926
Sub Total	**388,527**	**388,527**
B. Re-Insurance Creditors (SBC)	**45,584,039**	**30,810,308**
Sub Total	**45,584,039**	**30,810,308**
Total (A+B)	**45,972,566**	**31,198,835**

		AMOUNT (TK.)	
		31.12.2017	31.12.2016
26.00	**DEFERRED TAX LIABILITY**		
a)	Deferrd Tax Liability are arrived at as follows :		
	Book value of Depreciable Fixed Assets	100,561,348	90,488,119
	Less: Tax Base Value	88,597,376	77,588,083
	Taxable Temporary Difference	**11,963,972**	**12,900,036**
	Applicable Tax Rate	40.00%	40.00%
	Deferred Tax (Assets) / Liabilites	**4,785,589**	**5,160,015**
b)	Deferred Tax Expenses/ (Income)		
	Opening Deferred Tax Liabilites	5,160,015	7,586,026
	Closing Deferred Tax Liabilites	4,785,588	5,160,015
	Deferred Tax Income/(Expenses)	**374,427**	**2,426,011**

27.00 ESTIMATED LIABILITIES IN RESPECT OF OUTSTANDING CLAIMS WHETHER DUE OR INTIMATED

The break up of the above amount is noted below:

CLASSES OF BUSINESS	PRIVATE SECTOR	PUBLIC SECTOR	TOTAL 31.12.2017	TOTAL 31.12.2016
Fire	27,857,742	-	27,857,742	21,000,747
Marine Cargo	68,436,855	-	68,436,855	78,379,856
Motor	50,245,580	-	50,245,580	24,277,000
Miscellaneous	2,979,594	-	2,979,594	6,236,315
Total	**149,519,771**	**-**	**149,519,771**	**129,893,918**

B. PROPERTY AND ASSETS:

28.00	**Fixed Assets Less Depreciation (Annexure - D)**		
	This is arrived at as under:		
	Cost as on January 01,2017	147,351,493	123,749,861
	Add: Addition during the year	23,200,777	23,601,632
	Less: Sales during the year	2,315,000	-
		168,237,270	**147,351,493**
	Less: Depreciation:		
	Dep. as on January 01,2017	56,863,374	45,952,033
	Depreciation charged during the year	12,797,956	10,911,341
	Accumulation depreciation	1,985,410	-
		67,675,920	**56,863,374**
	Balance as on December 31, 2017	**100,561,350**	**90,488,119**

29.00 INVESTMENTS AT COST

The above amount represents the value of 10 (Ten) years Bangladesh Govt. Treasury Bond at cost kept with NCC Bank according to the provision of Section 23 (B) of Insurance Act,2010 (The 1st Schedule item 2 (B) as detailed below

	1 No. 10 (Ten) years Bangladesh Govt. Treasury Bond at Face Value of Tk. 90,00,000 each vide instrument ID BD0922301108 Date 15-02-2012 & instrument ID BD0923341103 Date 13-03-2013 BP ID BDNICCNCC BP Tk. 1,60,00,000.00	**25,000,000**	**25,000,000**

30.00 INVESTMENT IN SHARES:

	58,728,157	35,616,496

The market price of investment in shares as per requirement of BAS-39 has been shown as under:

Name of the Company	31.12.2017				Market Value
	No. of Shares	Face Value per share	Acquisition cost	Market value	31.12.2017
A. Listed Securities at cost:					
Bd Fin & Inv Co Ltd	27702	10	2,77,020	21.60	598,363
Al-Hajtex	4100	10	41,000	83.70	343,170
Doreenpwr	17121	10	171,210	100.20	1,715,524
Jamunaoil	10101	10	101,010	190.80	1,927,271
Mjlbd	119652	10	1,196,520	107.70	12,886,520
Naheeacp	6847	10	68,470	47.70	326,602
Oimex	7188	10	71,880	39.60	284,645
Squrpharma	75	10	750	308.90	23,168
One Bank Ltd	50000	10	500,000	21.00	1,050,000
Rsrmsteel	14600	10	146,000	54.80	800,080
Saifpower	6560	10	65,600	27.00	177,120
Singerbd	2000	10	20,000	179.50	359,000
Spcl	13633	10	136,330	97.40	1,327,854
Uttara Bank Ltd	195795	10	1,957,950	29.40	5,756,373
IPO Share :					428,430
Balance with Stock Broker			-		8,724,037
Sub total			**4,753,740**		36,728,157
B.Unlisted Securities at cost:					
Energyprima Ltd	200000	110	22,000,000		22,000,000
Total (A+B)			**26,753,740**		**58,728,157**

AMOUNT (TK.)	
31.12.2017	31.12.2016

31.00 INTEREST ACCRUED BUT NOT DUE (On FDR & Bangladesh Govt. Treasury Bond)

This is made up as follows:

Interest on FDR	23,762,944	25,169,817
Interest on BGTB	983,070	983,070
Total	**24,746,014**	**26,152,887**

	AMOUNT (TK.)	
	31.12.2017	31.12.2016

32.00 AMOUNT DUE FROM OTHER PERSONS OR BODIES CARRYING ON INSURANCE BUSINESS

The above amount represents the total receivable from various persons or bodies carrying on insurance business as co-insurance as on December 31, 2017. The details of which are given below:

NAME OF THE PERSON OR BODIES		
Green Delta Insurance Co. Ltd.	211,917	211,917
Rupali Insurance Co. Ltd.	20,151	20,151
Karnaphuli Insurance Co. Ltd.	-	95,642
Continental Insurance Co. Ltd.	-	207,937
Reliance Insurance Co. Ltd.	-	64,392
Federal Insurance Co. Ltd.	-	21,046
Central Insurance Co. Ltd.	807,750	807,750
Prime Insurance Co. Ltd.	19,927	19,927
Eastland Insurance Co. Ltd.	-	133,512
United Insurance Co. Ltd.	-	8,125
Takaful Insurance Co. Ltd.	-	844
Agrani Insurance Co. Ltd.	-	59,044
United Insurance Co. Ltd.	-	2,815
Standard Insurance Ltd.	-	137,500
Northern General Insurance Co. Ltd.	141,106	141,106
Total	**1,200,851**	**1,931,708**
Less: Provision For Co-Insurance	**-**	**730,857**
Grand Total	**1,200,851**	**1,200,851**

33.00 SUNDRY DEBTORS (INCLUDING ADVANCES DEPOSITS & PREPAYMENTS)

The break up of the above is as under:

Security Deposits Against Telephone	58,000	58,000
Advance against Office Rent	5,349,628	7,794,792
Advance Income Tax (Company)	93,689,197	74,594,769
Income Tax Paid Against Protest	870,000	470,000
Advance against Salary	-	8,678
Deposit Clearing	3,524,712	3,800,186
Total	**103,491,537**	**86,726,425**

34.00 Stock of Stationery

This is made up as follows:

Balance as on 01-01-2017	428,402	404,173
Add : Purchase during the year	779,590	435,949
	1,207,992	**840,122**
Less : Consumed during the year	552,572	411,720
Balance as on 31-12-2017	**655,420**	**428,402**

	AMOUNT (TK.)	
	31.12.2017	31.12.2016

35.00 CASH AND BANK BALANCES

The above amount is made up as follows:		
Fixed Deposit Receipts (Annexure-A)	853,492,295	796,301,052
Short Term Deposit Account (Annexure-B)	61,830,094	59,013,860
Cash in Hand (Annexure-C)	5,917,514	2,096,497
Stamps in Hand	378,468	371,368
Total	**921,618,371**	**857,782,777**

35.01 Fixed Deposit Receipts (FDR) :

1) FDR issued by different Bank in favour of the Company.

35.02 Short Term Deposit Account & Cash in Hand

a) STD Balances are in agreement with Bank balance of respective account, where necessary reconciliation was done.

b) Cash Balances have been certified by the local management.

36.00 INTEREST ON FDR, STD AND BGTB

This is made up as follows:		
Interest on STD Account	1,467,897	2,007,531
Interest on FDR	53,189,700	54,141,318
Interest on BGTB	2,957,500	2,957,500
Total	**57,615,097**	**59,106,349**

37.00 ALLOCATION OF MANAGEMENT EXPENSES (APPLICABLE TO FUND)

NAME OF BUSINESS	APPORTIONED EXPENSES	DIRECT CHARGE	AMOUNT (TK.) 31.12.2017	AMOUNT (TK.) 31.12.2016
Fire	22,834,845	-	22,834,845	20,188,245
Marine Cargo	22,218,985	-	22,218,985	24,107,733
Marine Hull	279,937	-	279,937	252,173
Motor	18,715,776	-	18,715,776	16,794,718
Miscellaneous	15,932,404	-	15,932,404	10,706,543
Total	**79,981,947**	**-**	**79,981,947**	**72,049,412**

38.00 AGENCY COMMISSION

Class wise Agency Commission are as follows:

CLASS OF BUSINESS	DIRECT	GOVT.	AMOUNT (TK.) 31.12.2017	AMOUNT (TK.) 31.12.2016
Fire	19,636,292	-	19,636,292	18,050,592
Marine Cargo	17,214,689	-	17,214,689	19,586,642
Marine Hull	228,938	-	228,938	179,149
Motor	16,347,758	-	16,347,758	15,099,212
Miscellaneous	10,750,654	-	10,750,654	6,871,124
Total	**64,178,331**	**-**	**64,178,331**	**59,786,719**

AMOUNT (TK.)	
31.12.2017	31.12.2016

39.00 GROSS PREMIUM INCOME

Class wise Private & Govt. Gross Premium Income are as follows:

CLASS OF BUSINESS	DIRECT	GOVT.	AMOUNT (TK.) 31.12.2017	AMOUNT (TK.) 31.12.2016
Fire	130,908,616	5,203,263	136,111,879	123,564,550
Marine Cargo	114,764,592	17,674,168	132,438,760	147,556,437
Marine Hull	1,526,250	144,018	1,670,268	1,555,476
Motor	108,985,055	2,552,342	111,537,397	102,819,886
Miscellaneous	71,671,026	23,304,104	94,975,130	65,541,792
Total	**427,855,539**	**48,877,895**	**476,733,434**	**441,038,141**

40.00 NET PREMIUM INCOME

AMOUNT (TK.)
31.12.2017

Premium Income	Fire	Marine	Marine (H)	Motor	Miscellanious	Amount
PSB	5,203,263	17,674,168	144,018	2,552,342	23,304,104	48,877,895
Private Business: Less Refund	130,908,616	114,764,592	1,526,250	108,985,055	71,671,026	427,855,539
	136,111,879	132,438,760	1,670,268	111,537,397	94,975,130	476,733,434
R/I Premium Accepted	-	-	-	-	-	-
	136,111,879	132,438,760	1,670,268	111,537,397	94,975,130	476,733,434
R/I Premium Ceded	50,495,469	26,195,627	102,828	1,389,396	25,000,782	103,184,101
Premium Less Reinsurance	**85,616,410**	**106,243,133**	**1,567,441**	**110,148,001**	**69,974,348**	**373,549,333**

NET PREMIUM INCOME

AMOUNT (TK.)
31.12.2016

Premium Income	Fire	Marine	Marine (H)	Motor	Miscellanious	Amount
PSB	3,227,271	16,978,825	361,151	2,158,473	19,734,297	42,460,017
Private Business: Less Refund	120,337,279	130,577,612	1,194,325	100,661,413	45,807,495	398,578,124
	123,564,550	147,556,437	1,555,476	102,819,886	65,541,792	441,038,141
R/I Premium Accepted	-	-	-	-	-	-
	123,564,550	147,556,437	1,555,476	102,819,886	65,541,792	441,038,141
R/I Premium Ceded	41,797,427	26,004,493	677,563	4,201,816	22,069,557	94,750,856
Premium Less Reinsurance	**81,767,123**	**121,551,944**	**877,913**	**98,618,070**	**43,472,235**	**346,287,285**

	AMOUNT (TK.)	
	31.12.2017	31.12.2016

41.00 EARNINGS PER SHARE (EPS) AS PER BAS 33

Basic Earnings Per Share (EPS)

$$\text{Basic EPS} = \frac{\text{Net profit after tax}}{\text{No. of Shares during the year}}$$

EPS	**1.64**	**1.62**
Computation of Earnings Attributable to Ordinary Shareholders:		
Net Profit before Tax	94,395,347	81,609,871
Add : Deferred Tax Income	374,427	2,426,011
Less: Provision for Income Tax	22,137,112	18,601,404
Profit After Tax	**72,632,662**	**65,434,478**

Computation of weighted average number of Shares Outstanding.

Particulars	No. of shares	Outstanding Period	Daily Product for the period	Weighted Average No. of Shares for the Year-2017
Opening Balance	44,250,000	January to December		44,250,000
Total	**44,250,000**			**44,250,000**

Computation of weighted average number of Shares Outstanding.

Particulars	No. of shares	Outstanding Period	Daily Product for the period	Weighted Average No. of Shares for the Year-2017
Opening Balance	26,550,000	January to December	-	26,550,000
Issued for the Year	17,700,000	March to December	286 days	13,869,041
Total	**44,250,000**			**40,419,041**

42.00 CALCULATION OF PROVISION FOR INCOME TAX

	AMOUNT (TK.)	
	31.12.2017	31.12.2016
This is made up as follows:		
Profit before Tax	94,395,347	81,609,871
Less: Reserve for Exceptional Losses	37,354,933	34,628,729
Less: Dividend Income	2,053,510	955,267
Less: Gain on Sales of Fixed Assets	1,073,410	-
	40,481,853	35,583,996
Taxable business income	**53,913,495**	**46,025,875**
Tax on Profit	21,565,398	18,410,350
Tax on Dividend Income	410,703	191,054
Tax on Gain on Sales of Fixed Assets	161,012	
Provision for Income Tax	**22,137,112**	**18,601,404**

	AMOUNT (TK.)	
	31.12.2017	31.12.2016
43.00 INTRINSIC VALUE OR NET ASSETS VALUE		
A. ASSETS:		
Investment at cost	25,000,000	25,000,000
Investment in Shares	58,728,157	35,616,496
Outstanding Premium	-	
Interest Accrued but not due	24,746,014	26,152,887
Amount due from other persons or bodies carrying on Insurance Business	1,200,851	1,200,851
Sundry Debtors (Including Advances, Deposits & Prepayments)	103,491,537	86,726,425
Cash and Bank Balances (including stock of stamp)	921,618,371	857,782,777
Fixed Assets and Stock of Stationary	101,216,770	90,916,521
Sub Total	**1,236,001,699**	**1,123,395,957**
B. LIABILITIES:		
Balance of Funds and Accounts	150,360,198	139,041,662
Estimated Liabilities in respect of outstanding claims whether due or intimated	149,519,771	129,893,918
Amount due to other persons or bodies carrying on Insurance Business	45,972,566	31,198,835
Sundry Creditors (Including provision for expenses, Taxes)	120,474,677	95,983,641
Premium Deposit Account	10,303,234	7,362,702
Deferred Tax Liability	4,785,589	5,160,015
Sub Total	**481,416,034**	**408,640,773**
Total Net Assets (A-B)	**754,585,665**	**714,755,184**
No. of Shares	44,250,000	44,250,000
Intrinsic Value/ Net Assets Value per Share (NAV)	17.05	16.15

44.00 FINANCIAL INSTRUMENTS AND RELATED DISCLOSURE UNDER BAS 32 "FINANCIAL INSTRUMENTS: DISCLOSURE AND PRESENTATION".

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

Particulars	Interest Bearing		Non Interest Bearing	Total
	Maturity within one year	Maturity after one year		
Financial Assets				
Bangladesh Govt. Treasury Bond	-	25,000,000	-	25,000,000
Investment in FDR	853,492,295	-	-	853,492,295
Interest accrued but not due	24,746,014	-	-	24,746,014
Sundry Debtors	-	-	103,491,537	103,491,537
Investment in Shares	-	-	58,728,157	58,728,157
Stamp in Hand	-	-	378,468	378,468
Cash at Bank	61,830,094	-	-	61,830,094
Cash and Cash Equivalents	-	-	5,917,514	5,917,514
Total	**940,068,403**	**25,000,000**	**168,515,675**	**1,133,584,080**
Financial Liabilities				
Outstanding Claims	-	-	149,519,771	149,519,771
Sundry Creditors	-	-	120,474,677	120,474,677
Deferred Tax Liability	-	-	4,785,589	4,785,589
Total	**-**	**-**	**274,780,036**	**274,780,036**
Net Fin. Assets/Liabilities	**940,068,403**	**25,000,000**	**(106,264,361)**	**858,804,043**

	AMOUNT (TK.)	
	31.12.2017	31.12.2016

45.00 RELATED PARTY TRANSACTIONS-DISCLOSURE UNDER BAS 24 "RELATED PARTY DISCLOSURE"

During the year under review the Company carried out the transactions with the related parties in the normal course of business and on arm's length basis.

S.I No	Name of Party	Name of Relationship	Nature of Transaction	Transaction Amount (Tk)
1	Unique Cement Industries Ltd	Common Directors	Insurance Premium	3,214,965
2	Tanveer Oils Ltd	Do	Do	1,231,390
3	United Sugar Mills Ltd	Do	Do	1,115,520
4	Meghna Pulp & Paper Mills Ltd	Do	Do	1,321,800
5	United Mineral Water & Pet Industries Ltd	Do	Do	369,221
6	Tanveer Food Ltd	Do	Do	1,050,700
7	Unique Power Plant Ltd	Do	Do	744,335
8	Global Ad Star Bag Industries Ltd	Do	Do	518,480
9	United Edible Oils Ltd	Do	Do	1,300,140
10	Tasnim Chemical Complex Ltd	Do	Do	2,133,560
11	Tasnim Condensed Milk Ltd	Do	Do	500,805
12	Meghna Ship Builders & Dockyard Ltd	Do	Do	1,465,900
13	Sonargaon Flour & Dal Mills Ltd	Do	Do	3,256,200
14	Sonargaon Salt Industries Ltd	Do	Do	461,525
15	Meghna Beverage Ltd	Do	Do	453,980
16	Tanveer Paper Mills Ltd	Do	Do	500,920

46.00 PAYMENT / PERQUISITES TO DIRECTORS

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

47.00 CONTINGENT LIABILITIES

The Company is contingently liable as on December 31, 2017 on account of Income Tax, the details of which are given below:

Accounting Year	Assessment Year	Assessed Income (Loss)	Assessed Tax	Provision for Tax as per Audited Accounts	Contingent liabilities against Tax	Remarks
1	2	3	4	5	6 = (4-5)	7
2005	2006-07	24,292,895	12,414,024	419,444	11,994,580	Reference Case filed by the Company against imposition of Tax beyond audited income and same was accepted by the Honorable High Court Division but appeal before Appellate Division filed by Comm issioner of taxes and is still pending for decis
2006	2007-08	27,639,677	13,932,880	1,154,718	12,778,162	
2007	2008-09	12,960,023	6,099,140	2,458,024	3,641,116	
2008	2009-10	8,132,921	3,549,234	2,036,503	1,512,731	
2009	2010-11	25,493,529	11,789,626	7,504,226	4,285,400	Reference Case filed before The Honorable High Court Division
2010	2011-12	13,277,365	6,217,834	3,149,286	3,068,548	
2011	2012-13	12,640,492	5,931,609	1,232,158	4,699,451	
Sub Total		**124,436,902**	**59,934,347**	**17,954,359**	**41,979,988**	
2012	2013-14	20,482,624	9,330,457	4,556,637	4,773,820	Appellate Tribunal under process
2013	2014-15	-	-	6,774,334		Appellate Tribunal under process
2014	2015-16	-		14,325,596		Assessment pending before DCT
2015	2016-17	-	-	19,960,592		Assessment pending before DCT
2016	2017-18	-	-	18,601,404		Assessment pending before DCT
2017	2018-19			22,137,112		Assessment pending
Grand Total		**144,919,526**	**69,264,804**	**104,310,034**	**46,753,808**	

48.00 CREDIT FACILITY NOT AVAILED

There was no credit facility available to the Company under any contract and also not availed as of 31 Dec, 2017 other than trade credit available in the ordinary course of business.

49.00 SUBSEQUENT EVENTS-DISCLOSURES UNDER BAS 10 "EVENTS AFTER THE BALANCE SHEET DATE"

There was no non-adjusting post balance sheet event of such importance, non-disclosure of which would affect the ability of the users of the financial state ments to make proper evaluations and decisions.

Annexure-A

The details bank wise balance of fixed deposit receipts account (FDR) as on 31-12-2017 as per books of accounts are as under:

S.I No	Name of Bank	Amount (Tk.) 31-12-2017	Amount (Tk.) 31-12-2016
1	A.B. Bank Ltd.	38,567,617.00	43,296,436.00
2	Agrani Bank	2,614,008.00	2,327,833.00
3	Al-Arafa Bank Ltd.	140,474,551.00	132,611,961.00
4	Bangladesh Commerce Bank Ltd.	7,573,909.00	5,907,464.00
5	Bank Asia Ltd.	7,429,288.00	5,972,771.00
6	BASIC Bank Ltd.	2,333,358.00	2,236,795.00
7	Dhaka Bank Ltd.	21,755,620.00	20,379,588.00
8	Dutch Bangla Bank Ltd.	19,417,258.00	18,366,905.00
9	Eastern Bnak Ltd.	2,333,450.00	1,772,163.00
10	EXIM Bank Ltd.	22,889,761.00	24,390,065.00
11	First Security Islami Bank Ltd	10,677,500.00	10,000,000.00
12	gsp finance company (BD) Ltd.	-	3,059,529.00
13	IDLC Finance Limited	11,107,882.00	10,427,500.00
14	IFIC Bank Ltd.	18,673,144.00	13,956,000.00
15	Islami Bank B/D Ltd.	22,536,614.00	19,588,001.00
16	Jamuna Bank	19,302,096.00	14,845,915.00
17	Janata Bank	8,293,168.00	7,959,149.00
18	Lanka Bangla Finance Ltd	7,116,286.00	5,265,000.00
19	Mercantile Bank Ltd.	7,442,002.00	3,767,537.00
20	Megna Bank Ltd	1,530,500.00	500,000.00
21	Midland Bank Ltd.	3,547,651.00	3,351,251.00
22	Modhumoti Bank Ltd.	22,512,469.00	25,305,270.00
23	Mutual Trust Bank	18,729,294.00	15,932,986.00
24	National Bank Ltd.	37,020,268.00	37,777,206.00
25	NCC Bank Ltd.	9,238,577.00	6,440,007.00
26	NRB Commercial Bank Ltd.	2,864,129.00	2,697,527.00
27	One Bank Ltd	5,764,900.00	4,537,750.00
28	Prime Bank Ltd.	4,753,041.00	4,082,961.00
29	Pubali Bank Ltd.	7,363,604.00	6,067,541.00
30	Premier Bank Ltd	172,075,406.00	161,132,574.00
31	Rajshahi Krishi Unnayan Bank	1,860,854.00	1,860,854.00
32	Rupali Bank Ltd.	1,202,060.00	1,128,298.00
33	SBAC Bank Ltd	2,210,918.00	2,114,500.00
34	Shajalal Islami Bank Ltd.	2,605,669.00	1,642,972.00
35	Social Islami Bank Ltd.	80,013,599.00	63,792,271.00
36	Southeast Bank Ltd.	10,527,589.00	11,074,102.00
37	South Bangla Agriculture Bank Ltd	24,842,000.00	21,000,000.00
38	Standard Bank Ltd	7,061,895.00	6,687,782.00
39	The City Bank Ltd.	-	2,254,123.00
40	The Farmers Bank Ltd.	4,852,736.00	4,487,978.00
41	UCBL	20,742,912.00	26,541,912.00
42	Union Bank Ltd	39,730,811.00	36,713,200.00
43	Uttara bank Ltd	1,903,901.00	3,047,375.00
		853,492,295.00	**796,301,052.00**

Annexure-B

The details bank wise balance of short term deposit receipts account (STD) as on 31-12-2017 as per books of accounts are as under:

S.I No	Name of Bank	Amount (Tk.) 31-12-2017	Amount (Tk.) 31-12-2016
1	A B Bank Ltd.	2,849,469.00	1,419,383.00
2	Agrani Bank	2,253,646.00	225,074.00
3	Al-Arafa Islami Bank Ltd.	847,025.00	2,031,423.00
4	Bangladesh Commerce Bank Ltd.	85,605.00	84,811.00
5	Bangladesh Krishi Bank	9,281.00	9,281.00
6	Bank Asia Ltd.	13,051.00	6,335.00
7	BASIC Bank Ltd.	2,156,192.00	2,371,229.00
8	Dhaka Bank Ltd.	4,535.00	311,147.00
9	Dutch Bangla Bank, Ltd.	3,777.00	777,416.00
10	Eastern Bank Ltd.	578,133.00	566,649.00
11	Exim Bank Ltd	3,706,755.00	1,172,183.00
12	First Security Islami Bank Ltd	2,596,819.00	1,444,583.00
13	ICB Islami Bank Ltd.	541,433.00	662,783.00
14	IFIC Bank Ltd.	2,416,930.00	6,339,605.00
15	Islami Bank Bangladesh Ltd.	4,759,378.00	4,094,725.00
16	Jamuna Bank	1,593,435.00	1,782,161.00
17	Janata Bank.	140,967.00	255,978.00
18	Midland Bank Ltd	145,045.00	145,044.00
19	Modhumoti Bank Ltd	2,060,035.00	3,325,373.00
20	Mutual Trust Bank ltd.	6,455,057.00	6,024,399.00
21	National Bank Ltd.	484,659.00	1,652,182.00
22	NCC Bank Ltd.	9,483,591.00	5,317,254.00
23	NRB Bank Ltd	80,884.00	80,884.00
24	One Bank Ltd.	935,486.00	796,468.00
25	Premier Bank Ltd	1,137,635.00	2,279,376.00
26	Prime Bank Ltd.	1,856,597.00	3,650,591.00
27	Pubali Bank Ltd.	2,245,020.00	1,659,547.00
28	Rupali Bank Ltd.	9,946.00	894,733.00
29	Shahjalal Islami Bank Ltd.	7,181,769.00	6,461,618.00
30	Social Islami Bank Ltd.	2,272,500.00	1,959,866.00
31	Sonali Bank	373,724.00	232,881.00
32	Southeast Bank Ltd.	25,278.00	25,278.00
33	The Farmers Bank Ltd	359,236.00	620,325.00
34	United Commercial Bank Ltd.	2,079,749.00	140,595.00
35	Uttara Bank Ltd.	87,452.00	192,680.00
		61,830,094.00	**59,013,860.00**

Annexure-C

The details Branch Wise Cash In Hand as on 31-12-2017 are as under:

S.I No	BRANCH NAME	Amount (Tk.) 31-12-2017	Amount (Tk.) 31-12-2016
1	Agrabad Branch	132,690.00	50,963.00
2	B.B.Avenue Branch	150,244.00	150,000.00
3	Bangshal Branch	74,170.00	66,713.00
4	Bagerhat Branch	124,365.00	30,000.00
5	Bogra Branch	50,056.00	2,772.00
6	Chowmuhani Branch	30,000.00	30,047.00
7	Dilkusha Branch	2,452.00	6,716.00
8	DIT Branch	4,508.00	9,314.00
9	Faridpur Branch	-	44,768.00
10	Gulshan Branch	122,874.00	130,779.00
11	Head office	271,659.00	212,367.00
12	Jamalpur Branch	64,605.00	44,129.00
13	Jatrabari Branch	200,034.00	200,570.00
14	Jessore Branch	16,098.00	24.00
15	Jubliroad Branch	1,553.00	130.00
16	Kawrun Bazar Branch	61,365.00	50,369.00
17	Khatungonj Branch	16,036.00	6,961.00
18	Khulna Branch	16,101.00	4,779.00
19	Local Office	133,930.00	52,655.00
20	Motijheel Branch	523.00	65.00
21	Moulvibazar Branch	-	14,947.00
22	Mirpur Branch	-	2,603.00
23	Narayangonj Branch	4,525.00	4,117.00
24	Noapara Branch	27.00	3,664.00
25	Paltan Branch	200,012.00	202,332.00
26	Rajshahi Branch	-	27,044.00
27	Rangpur Branch	30,163.00	32,213.00
28	Sheikh Mujib Road	61,910.00	80,565.00
29	Uttara Branch	21,493.00	4,813.00
30	V.I.P.Road Branch	300,305.00	300,002.00
31	Mymensingn Branch	-	-
32	Principal Branch	1,419.00	
33	Kushtia Branch	99,507.00	
34	Baridhara Branch	1,177.00	
	TOTAL	**2,193,801.00**	**1,766,421.00**

32	Insurance Stamp	223,713.00	330,076.00
33	FDR Transit	3,500,000.00	-
	TOTAL	**3,723,713.00**	**330,076.00**
	GROSS TOTAL	**5,917,514.00**	**2,096,497.00**

BANGLADESH NATIONAL INSURANCE COMPANY LIMITED

Schedule of fixed assets

As at December 31, 2017

Annexure-D

Sl. No.	PARTICULARS	COST				RATE	DEPRECIATION				WRITTEN DOWN VALUE AS ON 31.12.2017
		Balance as on 01.01.2017	Addition during the year	Sales/ Adjustment during the year	Total as on 31.12.2017		Balance as on 01.01.2017	Charged During the year	Adjustment during the year	Total as on 31.12.2017	
1	Land	6,000,000	-	-	6,000,000	-	-	-	-	-	6,000,000
2	Office Equipment	13,877,041	1,122,527	-	14,999,568	20%	6,095,774	1,668,505	-	7,764,279	7,235,288
3	Books & Periodicals	14,000	-	-	14,000	20%	10,697	661	-	11,358	2,642
4	Car / Motor Vehicles	39,296,368	4,200,000	2,315,000	41,181,368	25%	20,333,852	5,265,629	1,985,410	23,614,071	17,567,297
5	Office Decoration	18,748,100	1,668,471	-	20,416,571	30%	10,507,472	2,722,459	-	13,229,931	7,186,640
6	Furniture & Fixtures	6,208,934	309,779	-	6,518,713	10%	1,456,779	490,704	-	1,947,483	4,571,230
7	Telephone Installation	982,300	-	-	982,300	15%	831,436	22,629	-	854,065	128,235
8	Building	62,224,750	15,900,000	-	78,124,750	5%	17,627,364	2,627,369	-	20,254,733	57,870,017
	Total	**147,351,493**	**23,200,777**	**2,315,000**	**168,237,270**		**56,863,374**	**12,797,956**	**1,985,410**	**67,675,920**	**100,561,350**

ARMSTOCK

BANGLADESH NATIONAL INSURANCE COMPANY LIMITED

DIRECTOR'S CERTIFICATE

As per regulations contained in the First Schedule of the Insurance Act, 1938/2010 and as per Section 40-c of the Act we certify that:

01. The value of all assets shown in the Balance Sheet and classified on **Form-"AA"** annexed have been reviewed as at 31st December, 2017 & in our belief, the said assets have been set forth in the Balance Sheet at amount not exceeding their realizable or market value under the several headings enumerated in the annexed form:

02. All expenses of management wherever incurred, whether directly or indirectly in resect of Fire, Marine Cargo, Marine Hull, Motor & Miscellaneous insurance business have been fully debited in the respective Revenue Account as expenses.

CHIEF EXECUTIVE OFFICER **DIRECTOR** **DIRECTOR** **CHAIRMAN**

Dated: 19.04.2018

Place: Dhaka, Bangladesh

AMAR STOCK

BRANCHES



Local Office
58,DilkushaC/A(7thFloor), Dhaka-1000.
Tel:9573524-5,9587886Fax:9573525
E-mail : localoffice@bnicl.net

Uttara Branch
House No.25, Flat-A1, Gorib-E Newaz Avenue, Sector-11, Uttara, Dhaka-1230.
Phone: 88-02-7911545, Fax: 88-02-7911540
E-mail : uttara@bnicl.net

Kadamtoli Branch
Rafique Plaza (4th Floor), 1151 D.T. Road, Kadamtoli, Chattogram
Tel: 031-714223, 714224
E-mail : kadamtoli@bnicl.net

Dilkusha Branch
FazlurRahaman Centre, 72, Dilkusha C/A (6/B Flat), Dhaka-1000.
Tel: 9575392, 9583428 Fax: 9575392
E-mail : dilkusha@bnicl.net

Paltan Branch
Azad Centre, 55, Purana Polton (11/A), Dhaka.
Tel:9586623, 9586624
E-mail : paltan@bnicl.net

KhulnaBranch
58, Loyar Jessore Road (1st Floor), Khulna.Tel: 041-730296
E-mail : khulna@bnicl.net

Motijheel Branch
Amin Court Building (3rd Floor), 62-63, Motijheel C/A,Dhaka-1000. Tel: 9587267, 9573526,E-mail : motijheel@bnicl.net

PrincipalBranch
W.W.Tower (Level-15), 68, Motijheel C/A, Dhaka-1000,Tel: 9555704
E-mail : principal@bnicl.net

Noapara Branch
HazildrishAli Market (2nd floor),Avoynagar, Noapara, Jessore. Mob: 01715-168627
E-mail : noapara@bnicl.net

Gulshan Branch
Islam Mansion House No.39, Road No.126 Gulshan-1, Dhaka,Tel: 9841219
Fax: 9841219, E-mail : gulshan@bnicl.net

Baridhara Branch
Road No.12, House No.04, Flat No.A1, Block-J, Baridhara, Dhaka-1212. Tel:8833670
E-mail : baridhara@bnicl.net

ChowmuhaniBranch
N. S.Tower (3rd Floor), Karimpur Road, Chowmuhani, Noakhali, Mob: 01821988784, 01861987657 Email :howmuhani@bnicl.net

V.I.P. Road Branch
Navana RahimArdent (4th Floor), Flat No.A/4, 185 Shahid Syed Nazrul Islam Sharani, 39 Kakrail, Paltan, Dhaka-1000. Tel: 9337268 Fax: 9343578, E-mail : viproad@bnicl.net

D.I.T.Branch
MotijheelSquare(8thFloor),1/B,D.I.TAvenue MotijheelC/A (DainikBanglaMoor,Dhaka.
Tel:9574631,9574961, E-mail : dit@bnicl.net

RangpurBranch
KudratMansion(Asir Building)2nd Floor, 0039/01 Station Road,Rangpur.
Tel: 0521-65904, E-mail : rangpur@bnicl.net

Karwanbazar Branch
57/E, Kazi Nazrul IslamAvenue (4th Floor), Tejgaon, Dhaka-1215,Tel: 58153197 Fax: 9117629, E-mail : karwanbazar@bnicl.net

Agrabad Branch
World Trade Center (5th Floor), 102/103,Agrabad, Chattogram.Tel: (031) 721408-9 (Off),
Fax: (031) 721409, E-mail : agrabad@bnicl.net

Jamalpur Branch
Bhai Bhai Cloth Store (1st Floor)
Baro Masjid Road, Sakal Bazar, Jamalpur.
Tel: 01716552802, E-mail : jamalpur@bnicl.net

B.B.Avenue Branch
9, B.B.Avenue, Dawn Plaza (10th Floor), Dhaka-1000,Tel: 9585074 Fax: 9584982
E-mail : bbavenue@bnicl.net

Sk. Mujib Road Branch
GausiyaTofayelTower (4th floor),1837 Sk.Mujib Road, Badamtoli, Agrabad,Chattogram,
Tel: 031-251529-4, E-mail : mujibroad@bnicl.net

Jessore Branch
M.K. Road, JessTower (3rd Floor), Jessore.
Tel: (0421) 68505
E-mail : jessore@bnicl.net

Jatrabari Branch
Abdur Rahim Bhuiyan Center (3rd Floor), 80/C/2, Bibirbagicha, Uttar Jatrabari, Dhaka.
Tel: 7554456, 7554458, E-mail : jatrabari@bnicl.net

Khatungonj Branch
SalmaTower (3rd Floor), Chattogram
Tel: 031-2851478, Fax: 031-2851479,
E-mail : khatungonj@bnicl.net

Kushtia Branch
Khan Super Market, N.S. Road (2nd Floor), Kushtia,
Mob: 01714130478, 01730-168713
E-mail : kushtia@bnicl.net

Bangshal Branch
70 Shaheed Nazrul Islam Sharani (3rdFloor), Bangshal, Dhaka 1100, Tel:9586275
Fax: 9586274, E-mail : bangshal@bnicl.net

Jubilee Road Branch
KaderTower (7th floor), 128 Jubilee Road, Tinpool, Chattogram, Tel: 031-635688-99
E-mail : jubileeroad@bnicl.net

Bagerhat Branch
House No.54, Rail Road (Near Bangladesh-Krishi Bank (Suktaragoli), Bagerhat.
Tel: 046864703 E-mail : bagerhat@bnicl.net

NarayangonjBranch
16/1, S. M. Maleh Road (5th floor), TanBazar,, Narayangonj, Tel: 7630454
E-mail : narayanganj@bnicl.net

Moulvi Bazar Branch
Midford Road, Babu bazar Dhaka-1100

Bogura Branch
Sharon Trader, Borogona Tinpotti, Santahar Road, Bogura.

Bangladesh National Insurance Company Limited

Head Office: Rashid Tower (3rd Floor), Plot No-11, Road No-18, Gulshan-1,Dhaka-1212
Phone: 883 2234-5, 883 2215, 883 2217, 883 2227, Fax: 08-883 2154
E-mail: info@bniclimited.com, bniclimited@yahoo.com
Website: www.bniclimited.com

PROXY FORM

I/We .....

of.....

being a member of Bangladesh National Insurance Limited do hereby appoint Mr. / Mrs. / Miss.....

.....

of.....

as my / our proxy, to vote For me / us and on my / our behalf at the 22nd Annual General Meeting of the Company to be held on June 25, 2018 at 12.00 Noon at Spectra Convention Centre Limited, House No. 19, Road No. 7, Gulshan-1, Dhaka-1212 and at any adjournment thereof or at any ballot to be taken in consequence thereof.

Signed this ..... Day of .....

Signature of Proxy ..... Signature of Shareholder .....

BO ID No. | | | | | | | | | | | | | | | | |

Revenue Stamp TK. 20/-

Notes :

01 . This Proxy Form, duly completed, signed and affixed with revenue stamp of TK. 20/- must be deposited at least 48 Hours before the meeting of the company's Head Office. Proxy will be invalid if not signed and Stamp as explained above.

02. Signature of the Shareholder should match with the Specimen Signature Registered with the Company.

Bangladesh National Insurance Company Limited

Head Office: Rashid Tower (3rd Floor), Plot No-11, Road No-18, Gulshan-1,DHAKA-1212
Phone: 883 2234-5, 883 2215, 883 2217, 883 2227, Fax: 08-883 2154
E-mail: info@bniclimited.com, bniclimited@yahoo.com
Website: www.bniclimited.com

ATTENDANCE SLIP

I/We hereby record my/our attendance at the 22nd Annual General Meeting of the Company being held on June 25, 2018 at 12.00 Noon at Spectra Convention Centre Limited, House No. 19, Road No. 7, Gulshan-1, Dhaka-1212.

Name of Member/ Proxy : .....

BO ID No. | | | | | | | | | | | | | | | | |

.....

Signature of Shareholder Date:.....

Note: Shareholder attending meeting in person to by proxy are requested to complete Attendance slip and hand it over at the entrance of the meeting hall.

AMARSTOCK

Thank You
For Believing on us

We will always be your
Companion of Success

AMARSTOCK

AMAR STOCK

bnic
Bangladesh National Insurance Co. Ltd.

Bangladesh National Insurance Co. Ltd.
বাংলাদেশ ন্যাশনাল ইন্স্যুরেন্স কোম্পানী লিমিটেড

Head Office: Rashid Tower (3rd Floor), Plot # 11, Road # 18, Gulshan-1, Dhaka-1212
Phone: PABX - 8832234-5, 8832215, 8832217, 8832232, Fax : 88-02-8832154
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