SYMBOL OF SECURITY

Pragati Insurance Limited

Annual Report 2017

AMAR STOCK


PEOPLES INSURANCE BANGLADESH
পিপলস ইন্সুরেন্স বাংলাদেশ

Annual Report **2017**



Pragati Insurance Ltd. achieved "AAA" in the Credit Rating. Photo shows Mr. Md. Asaduzzaman Khan, Managing Director & CEO of National Credit Ratings Limited handing over the Certificate to Mr. Md. Rezaul Karim, Managing Director & CEO of Pragati Insurance Limited. The senior officials of both the organizations are also seen in the picture.

SYMBOL OF SECURITY

Pragati Insurance
Limited

Contents















Letter of Transmittal	3
Notice of the 32nd Annual General Meeting	4
Company Profile	5
Vision & Mission Statement	7
Core Values	8
Business Strategy	9
Pragati Services	10
Insurance Services	11
Chairman's Report	12
Directors' Profile	16
Executives	27
Executives Images in Group	28
Company's Performance	35
Value Added Statement	37
Directors' Report	38
Directors' Report to the Shareholders	47
Corporate Governance	48
Ownership Status	57
Compliance Report & Certificate	58
Report of the Audit Committee	59
Responsibility Statement of CEO And CFO	60
Auditors' Report	61
Notes to the Financial Statements	74
Fixed Assets	87
Form 'AA'	88
Revenue Account	89
Directors' Certificate	90
List of Branches	91
Events	95
Glimpses of 31st AGM	96
Images of Board/Committee Meetings	98
Our Achievements	102
A view of the Mothjheel Area Branches	103
Training activites of the Company	105
Pragati Annual Picnic	106

Letter of Transmittal

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

Sub: Annual Report for the year ended 31st December 2017

Dear Sir(s)

The undersigned has the privilege to forward a copy of Annual Report of Pragati Insurance Limited together with the Auditors' Report & Audited Financial Statements including Balance Sheet as at 31st December, 2017 and Income statement (Profit & Loss Account) & Cash Flow Statement for the year ended 31st December 2017 along with notes thereon for your kind information and record.

Thanking you,

Yours Sincerely,

(Syed Anisul Hoque)
Company Secretary (CC)



Pragati Insurance Limited

Head office: Pragati Insurance Bhaban, 20-21,Kawran Bazar, Dhaka-1215.
Tel: PABX: 9133680-2 Fax: 880-2-55013694

NOTICE OF THE 32ND ANNUAL GENERAL MEETING

Notice is hereby given to all the shareholders of Pragati Insurance Limited that the **32nd** Annual General Meeting of the company will be held on **Sunday,the 29th July, 2018 at 11.00 a.m. at the BIAM Foundation, 63, New Eskaton, Dhaka-1000** to transact the following businesses.

1. To receive, consider and adopt the Directors' Report and the Audited Financial Statements of the company for the year ended 31st 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 retire, elect/re-elect Directors.
4. To consider & approve appointment of Independent Director.
5. To appoint Auditors for the year 2018 and fix their remuneration. By order of the Board of Directors

Dated Dhaka , the 24th June,2018

(Syed Anisul Hoque)
Company Secretary (CC)

Notes: -

1) The record date : 6th June, 2018.

2) Members of the Company whose names appear in the Register of members upto the record date will be entitled to dividend for the year 2017 to be approved by the shareholders in the 32nd Annual General Meeting.

3) A member wishing to appoint a Proxy, must deposit the Proxy Form duly stamped to the Company's Registered Office at least 48 hours before the meeting.

4) Only the shareholders or their appointed proxies can attend the meeting. A proxy must be a member of the company.

5) Entry to the Annual General Meeting is reserved only for the shareholders or his/her Proxy. No guests & children shall be allowed for entrance in the meeting.

6) Shareholders bearing BO IDs are requested to update their respective 12 digit E-TIN number through their Depository Participant (DP)and shareholders those who are bearing Folio Numbers are requested to submit their 12 digit E-TIN Number to the Share Department of the Company latest by 2nd July, 2018 failing of which income tax at source will be deducted@15% instead of 10% from the cash dividend.

৭) সকল ডিপোজেটরি পার্টিসিপেন্টদের অবগতির জন্য জানানো যাচেছ যে, যারা প্রগতি ইন্স্যুরেন্স লিঃ এর শেয়ার মার্জিন লোন অধিভুক্ত তাদের বিবরণী আগামী জুলাই ২, ২০১৮ এর মধ্যে কোম্পানী সচিব বরাবরে পৌঁছানোর জন্য অনুরোধ করা হলো। অন্যথায় লভ্যাংশ, বোনাস শেয়ার ইত্যাদি প্রদানে কোন ধরনের ভুল-ভ্রান্তির দায় কোম্পানী বহন করবে না ।

8) In compliance with the Bangladesh Securities and Exchange Commission's Circular No. SEC/CMRRCD/2009-193/154 dated October 24, 2013, **no gift/ gift Coupon/ Food Box shall be distributed at the 32nd AGM** of the Company.

Company Profile

Incorporation	January 27,1986
Commencement	January 30,1986
Listing with DSE	April 04,1996
Listing with CSE	April 06,1996



Auditor
Hoda Vasi Chowdhury & Co
Chartered Accountants



Registered Office :

Pragati Insurance Bhaban
20-21, Kawran Bazar
Dhaka-1215 Bangladesh
Phone : PABX : 880-02-9133680-2
Fax : 880-2-55013694
E-mail : info@pragatiinsurance.com
www.pragatiinsurance.com


INSURANCE

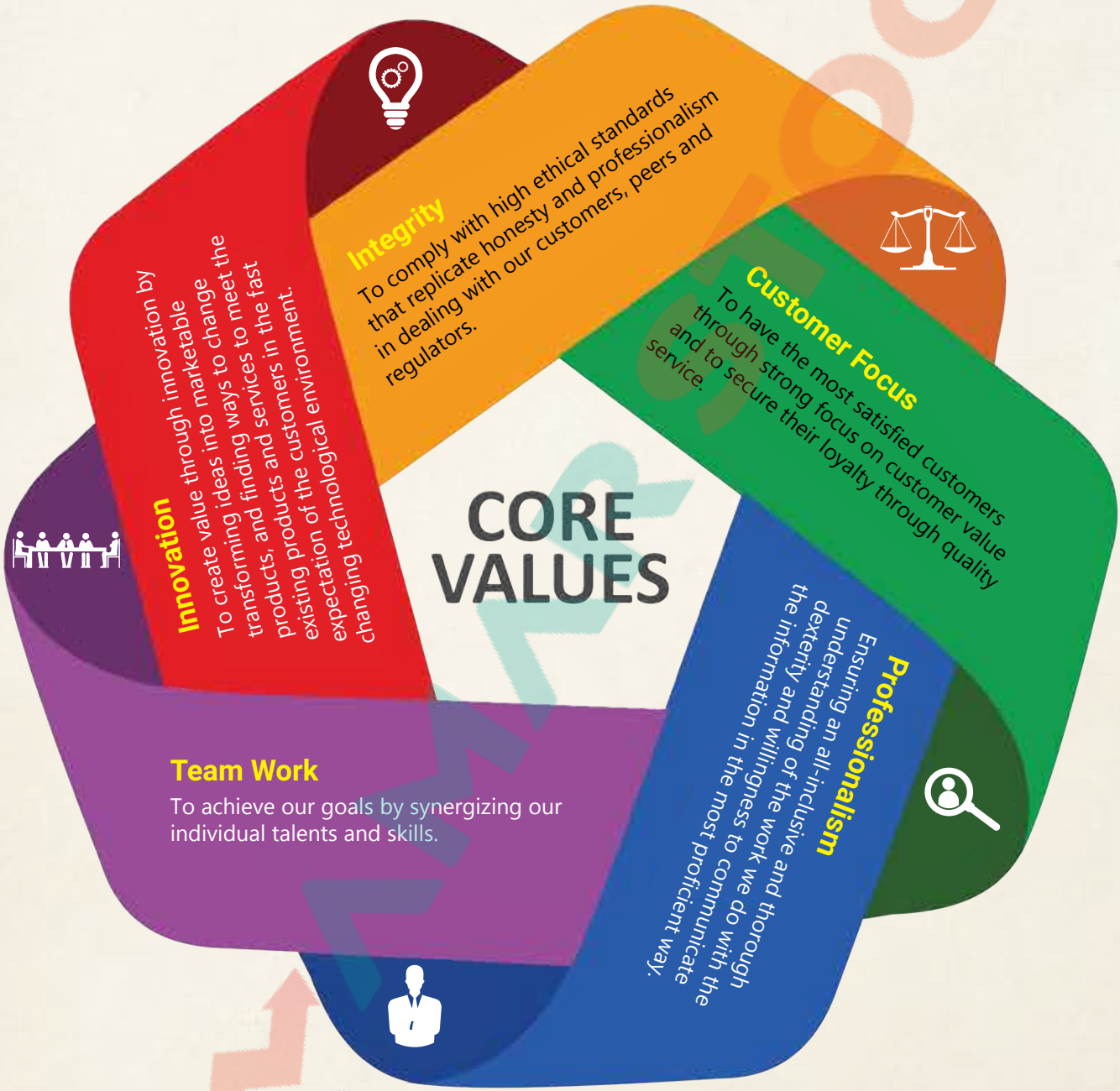
Our Vision

Our vision is to be the leaders in non-life insurance industry in the country by way of providing expeditious and courteous services to all our clients; to operate by code of conduct motivated by a value system that promotes integrity, performance and personal growth, and to maintain our leading edge in the industry by striving to boost our financial strength and profitability.



Our Mission

Our Mission is to provide innovative and cost effective non-life insurance solutions to our clients and an acceptable return to our shareholders through committed and professional staff.


CORE VALUES
Integrity
To comply with high ethical standards that replicate honesty and professionalism in dealing with our customers, peers and regulators.
Customer Focus
To have the most satisfied customers through strong focus on customer value and to secure their loyalty through quality service.
Professionalism
Ensuring an all-inclusive and thorough understanding of the work we do with the dexterity and willingness to communicate the information in the most proficient way.
Team Work
To achieve our goals by synergizing our individual talents and skills.
Innovation
To create value through innovation by transforming ideas into marketable products, and finding ways to meet the existing products and services to meet the expectation of the customers in the fast changing technological environment.

Business Strategy

Our strategy is designed to achieve sustainable and profitable growth for all our stakeholders. To realize this, our fundamental goal is to have a deep understanding of our customer's need and provide them with high quality insurance services. We believe that by attending this vital goal the success will trickle down to all our stakeholders.




Pragati
Services

Insurance Services

Fire Insurance
- Fire & Allied Perils Insurance

Motor Insurance
- Comprehensive Insurance
- Act Liability Insurance

Health and Accident Insurance
- Overseas Mediclaim Insurance
- Personal Accident Insurance
- Peoples Personal Accident Insurance
- Health Care & Hospitalization Insurance

Marine Insurance
- Marine Cargo Insurance
- Marine Hull Insurance

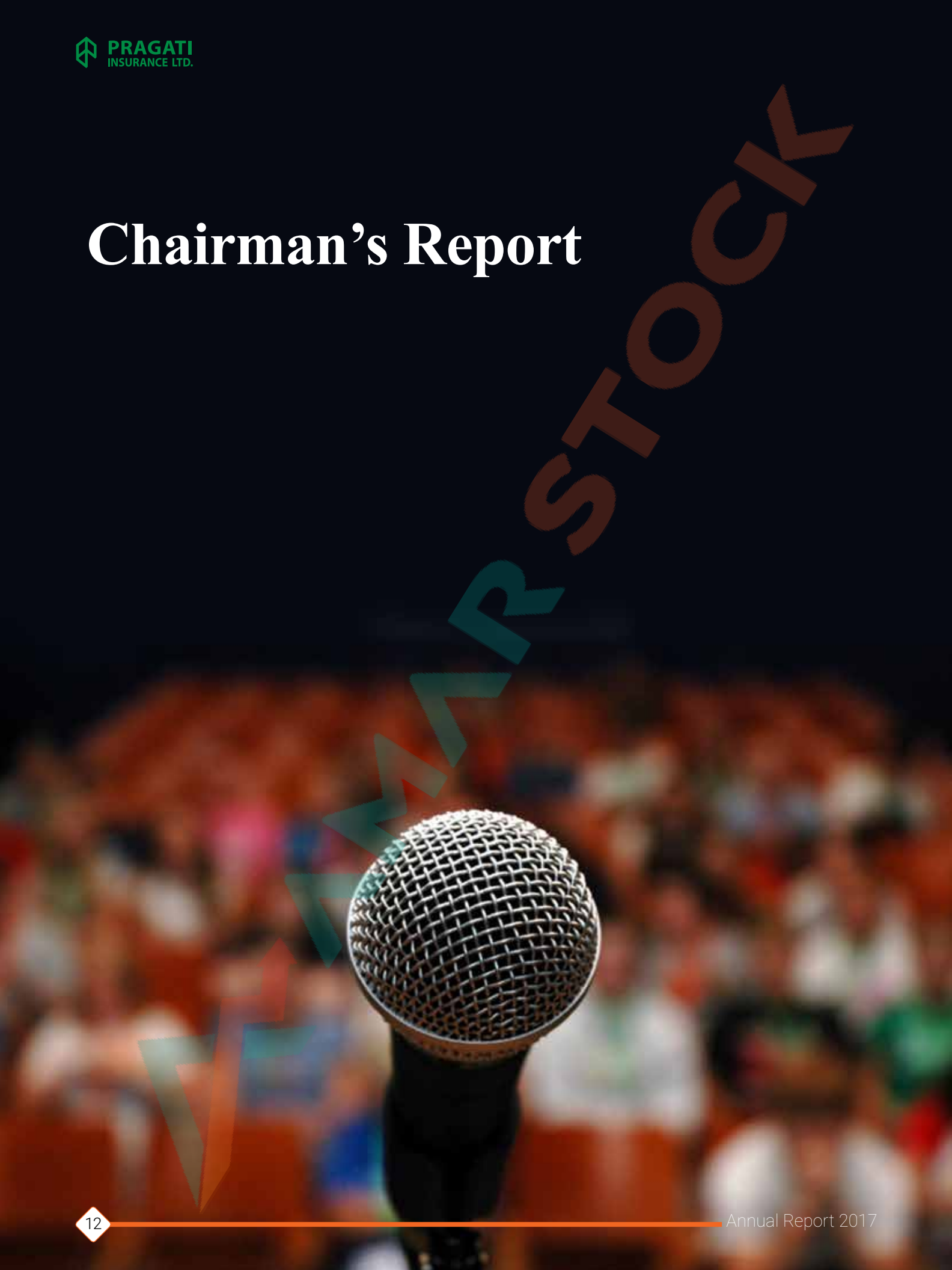
All Risk Insurance
- Industrial All Risk Insurance
- Erection All Risk Insurance
- Hotel All Risk Insurance
- Machinery Breakdown Insurance
- Electronic Equipment Insurance
- Boiler & Pressure Vessels Insurance
- Power Plant Insurance
- Deterioration of Stock Insurance
- Contractor's All Risk Insurance

Aviation Insurance
- General Aviation Insurance
- Personal Accident Airline Insurance
- Air Travel Insurance

Miscellaneous Insurance
- Fidelity Guarantee Insurance
- Public Liability Insurance
- Products Liability Insurance
- Burglary & Housebreaking Insurance
- Cash-in-Safe Insurance
- Cash-in-Transit Insurance
- Cash-in-ATM Insurance
- Safe Deposit Box (Bank Lockers) Insurance
- Credit Shield Insurance Policy
- SME Insurance
- Tournament Insurance
- Replacement of Lost Card/Fraud Insurance
- Consquential Loss/Business Interrpution Insurance
- Workman's Compensation Insurance
- Hotel All Risk Insurance
- Weather Index-Based Insurance

MAR STOCK

Chairman's Report





CHAIRMAN'S REPORT

A MESSAGE FROM THE CHAIRMAN

Bismillahir Rahmanir Raheem
Assalamu Alaikum

Dear Esteemed Shareholders,

With great honor, we present to you our Company's Annual Report for the financial year ended 31 December 2017. This Report sets out a general overview of our Company's performance, objectives and goals for the forthcoming year. 2017 was a year full of challenges for the insurance sector. However, despite the severe operating environment, we were able to endure and demonstrate resilience by improving on our 2016 financial results.

World economy in 2017

World economy continues to show broad-based momentum. International Monetary Fund (IMF) updated their Global growth forecast to 3.7%. This growth has been triggered by a strong performance in the Eurozone, United States, Japan and China, which exceeded all expectation in 2017. According to the report published in April 2018, improvement in many other emerging Markets and developing economies is projected. The overall growth is attributed to the robust progress in investment and trade. The global economic situation was volatile during fiscal 2017 with several key developments like the United Kingdom's decision to withdraw from the European Union and the presidential elections in the United States. The anticipated growth in 2018 is credited largely due to the recently approved U.S. tax policy changes.

Global Insurance Industry in 2017

Global Insurance Industry grew by 3% in 2017 and 3.1% in 2018, which is in tandem with the overall world economic growth. The insurance premium growth is projected to grow further in the upcoming years with the Asian emerging markets share almost equaling that of Insurance premium growth in Western Europe.

According to Swiss Re, 2017 was by far a year of record breaking losses. Man-made disasters and natural Catastrophe cost USD 144 billion in 2017. Among these were a cluster of back to back cyclones (Harvey, Irma and Maria) which caused huge destruction across the Caribbean Islands, Puerto Rico, Texas and the western part of Florida. Furthermore in 2017, heavy and long running rains during the monsoon season took its toll on lives and material damage in Bangladesh India and Nepal.

Bangladesh economy in 2017

According to Bangladesh Bureau of Statistics, our economy (GDP) is predicted to be 7.65% in 2017-18 fiscal year, which is up from 7.28% from the previous year. This is heartening when coupled with the fact that we have recently been upgraded from low income country (LIC) to lower-middle income country (LMIC) as per the World Bank's classification.

The services sector made the highest contribution to the GDP growth. It contributed 52.85% to the GDP and grew 6.33% in 2017 year, slightly down from 6.69% registered a year earlier.

The industrial sector, whose contribution to the GDP is 33.71%, grew 11.99% against 10.22% in fiscal 2016-17.

Our agriculture sector, whose contribution to the GDP is 14.10%, grew 3.06% in 2017, up from 2.97% in 2016.

Bangladesh Non-life Insurance Sector 2017

The overall industry-wise non-life insurance premium statistics for 2017 are not yet available.

The gross premium of non-life private sector insurance companies increased from BDT 24,307.85 million in 2015 to BDT 25,392.52 million in 2016, a growth rate of 4.46%. The growth rate of premium of non-life insurance companies was 1.98% in 2015.

Looking forward

Even though the insurance industry has been privatized for more than 3 decades now, it is yet to find its true face in the financial sector in Bangladesh. The challenges in the insurance sector are many, among which the market saturation scenario imposes the biggest threat. Currently there are 45 insurance companies operating in a very small market i.e. BDT 25,392.52 million according to 2016 statistics. This has resulted in a cut throat competition, which has given birth to myriad of bad business ethics and malpractices. The government's decision to set up the Insurance Development and Regulatory Authority (IDRA) was much needed and, therefore, was welcomed by all at its formation a few years back. However, IDRA, which became operational in January 2011 is severely understaffed to oversee the reforms in the industry. It is therefore heartening to see the USD65 million Insurance Sector Development Project undertaking, signed recently between the Government and the World Bank, which will help strengthen the regulatory and supervisory capacity of IDRA.

Our Business Performance 2017

Despite a challenging business setting in a small market, I am happy to announce to you that the company was able to perform well and has registered growth in 2017. Our Gross Premium earning stood at Tk.1664 million in 2017 corresponding to Tk.1542 million in 2016. This constitutes a growth of approximately 8 percent.

A summarized position of our Company's operation in the year 2017 will help you appreciate the performance of the company during the year under review:

Million Taka

Particulars	2017	2016	Increase (+)
Gross Premium	1664	1542	+7.91%
Retained Premium (RP)	702	638	+10.03%
Claims- retained portion	76	93	(18.2%)
Underwriting Profit	124.89	93.6	+33.5%
Net Profit Gross	210.3	186.2	12.92%

I am extremely pleased to announce a cash dividend of 13% and a stock dividend of 5%, which I hope will get your ratification. A detailed performance for the year, including the Directors' Report, the Audited Financial Statements and the Auditors' Report for the year ended on 31st December 2017 has been presented in the Annual Report.

I express my sincere gratitude to all our stakeholders and reiterate my deep appreciation for the continuous guidance and support extended to us by the Ministry of Finance, IDRA, Securities and Exchange Commission, Dhaka Stock Exchange, Chittagong Stock Exchange, Sadharan Bima Corporation, our overseas Reinsurers and Brokers, Bangladesh Insurance Association, Local Banks, Insurance Companies and other Financial Institutions.

I extend my sincere appreciation to the Managing Director and to all the employees of the Company for their tireless dedication, devotion and effort made to continually improve the Company's performance.

I also take the opportunity to express my gratefulness to our discerning customers, business associates and stakeholders for their support and inspiration. I sincerely thank my fellow members of the Board of Directors for their wisdom and guidance.

I would like to thank all our employees, our clients, our stakeholders, our directors and all of you for being with us through these years and we are looking forward to sharing company's success with you all also in the future.

Thank you to everyone who has been a part of our development and for your steadfast support and trust which has strengthened the company to its present glory.

Thank you.

Syed M. Altaf Hussain
Chairman

Directors' Profile



Chairman



Syed M. Altaf Hussain

Syed M. Altaf Hussain is the present Chairman of Pragati Insurance Ltd. He is one of the promoters and a sponsor Director of the company. He was elected Chairman of Pragati Insurance Ltd. in December, 2015 and continuing this position. He represents Pragati Insurance Ltd. in the Bangladesh Insurance Association as its member. He has got a long and distinguished career in the fields of food grains, crop nutrition, business development, high-rise building development, technology, business operations and financial institutions with over 36 years of experience. He is a sponsor director and notably the founding Chairman of Pragati Life Insurance Ltd. As Chairman and CEO of WW Grains Corp. representing Cargill Inc., USA, he pioneered large-scale trading of food grains and fertilizer commodities over three decades. Through his work, he has spent considerable time traveling internationally and had the opportunity to attain an Engineering degree from the University of Texas as well as successfully completed Grain Marketing & Agroceutical courses from North Dakota State University and Harvard Business School. Additionally, he holds the Chairman title in the following businesses: Sonic Allied Industries Ltd., WW Properties Ltd. and the editorial board of 'The Daily Janata'. He is also Co-Chairman of Jamuna Resort Ltd. and was former Chief Advisor of ATDP-II projects funded by the USAID. Several social, governmental and educational institutions at home and abroad have acknowledged his agro-based expertise.

Vice Chairman



Khan Mohammed Ameer

Mr. Khan Mohammed Ameer is the Vice Chairman of Pragati Insurance Limited. Mr. Ameer obtained his Graduation degree from the Jagannath College, Dhaka and then he started his business Career to joined with his father's printing business "The Art Press". Besides business he studied in Graphic Arts, Photography and Iscanner operation from Dr. Hell Institute, Kiel, Germany in 1967. Presently, he is the Chairman and Managing Director of Padma Group of Companies, Managing Director of Eunoos Trade Center Limited, Padma Polly Cotton & Knit Fabrics Limited, Cheque Bureau Centre Limited, Tex Print Limited, Padma Printers & Color Limited, Color Trade Limited, Padma Spintex Limited, Padma Real Estate Limited, Color Process Limited and Ameertex Limited. He is also a Director of Pragati Life Insurance Limited. He is also associated with other Social and educational organizations. He is a widely travelled person and has traveled all most all over the world for business and other purposes.

Director



Abdul Awal Mintoo

Mr. Abdul Awal Mintoo is a Sponsor Director of Pragati Insurance Limited and past Chairman of the company. He obtained his B.Sc. and M.Sc. degree from the State University of New York. He also obtained M.Sc. in Agricultural Economics from the University of London. Mr. Mintoo is a visionary man and leading business personality in the country. He is the CEO of Multimode Group, Director of Dula Mia Cotton and Spinning Mills, Kay & Que (BD) Limited, Lal Teer Seeds Limited, North South Seeds Limited, M.F. Consumer Limited, NFM Limited, NFM Energy Limited, A & A Investment Limited and Multimode Limited. He is also a Director of Heidelberg Cement Bangladesh Ltd, United Hospital Limited and Pragati Life Insurance Limited. He is the former Chairman of National Bank Limited and Past Chairman of Bangladesh Association of Banks. He is the Chairman of Jamuna Resort Limited. He is associated with a number of Social and Trade bodies. He was elected President of FBCCI, the Apex Trade Body for two terms and has been recognized through numerous awards. He is the founder of Iqbal Memorial College in his village. He is associated with number of Social and educational institutions.

Mr. Mintoo is very widely traveled person and he already traveled most of the countries of the world. He is fond of reading and writing and has already authored few books i, e, Bangladesh Anatomy of change (Published by Athena press, London.) বাংলাদেশঃ পরিবর্তনের রেখাচিত্র, সন্তানকে-পিতার কথামালা এবং বাংলাদেশ রাজনীতি ও রাজনৈতিক অর্থনীতি ইত্যাদি।

Director



Abdul Monem

Mr. Abdul Monem is a Sponsor Director of Pragati Insurance Limited. He was the former Chairman of the Company. He is a leading business personality in the country. He is the Chairman and Managing Director of Abdul Monem Limited (AML), one of the leading business group of the country. Abdul Monem Limited is specialized in the construction of Highways, Bridges, Airports and Flyovers. AML is the authorized bottler of Coca Cola, manufacturer of IGLOO Ice Cream. Abdul Monem Sugar Refinery Limited a sister concern of AML. He has keen interest in sports and was the former President of Dhaka Mohammadan Sporting Club. He is the Promoter of many Social and educational institutions.

Director



Mohammed Abdul Awwal

Mr. Mohammed Abdul Awwal is a Sponsor Director of Pragati Insurance Limited and the former Chairman of the Company. He is a renowned shipping personality. Mr. Awwal joined business from early 1968. He is the Chairman of MKR Group and Bengal Shipping Line Limited, Khalil and Sons Limited, Royal Bengal Shipping, Beacon Shipping Lines Limited, Adam Garments Sourcing Limited and Beacon Engineering Limited. He is also a Director of Pragati Life Insurance Limited, Jamuna Resort Limited and Padma Oil Limited. He is the Member of Chittagong Club Limited and Gulshan Club Limited. He is the past District Governor of Rotary International, District-3280, Bangladesh. Besides, he is associated with many Social and Professional Organizations.

He is the Honorary Consul of the Republic of the Philippines in Chittagong.

Director



Alhaj Khalilur Rahman

Alhaj Khalilur Rahman is a Sponsor Director of Pragati Insurance Limited and Former Chairman of the Company. He is the Chairman and Managing Director of KDS Group, a renowned business house in the country. He is the Chairman of Pragati Life Insurance Limited. He is a Director of National Bank Limited.

He is the Founder President of Chittagong Metropolitan Chamber of Commerce and Industries. He is the Chairman of Bangladesh CR Coil Manufacturer and Exporters Association and is the Vice-President of Bangladesh Inland Container Depot Association (BICDA).He is the Life Member of Bhatiary Golf & Country Club, Chittagong & a Member of Chittagong Club Ltd.

As an Industrialist, Businessman and Entrepreneur, he achieved a good number of Awards in different categories. He achieved President Gold Trophy 9 times for High Export of Ready Made Garments & he also achieved a number of awards.

He is the Founder Chairman of Southern University Bangladesh. Besides he has set up a number of social and educational institutions in his native village in Chittagong i.e. Khalilur Rahman Mohila College, Khalil Mir Degree College, Khalilur Rahman Girls' High School, Khalil Mir Girls High School & Shaindair Al-Haj Abul Khair Sunnia Senior Madrasha .

Director



Md. Syedur Rahman Mintoo

Mr. Md. Syedur Rahman Mintoo is a Sponsor Director and former Vice Chairman of Pragati Insurance Limited. He is the Managing Director of Pro-Star Group. He is the Chairman of K-Tex Industrial Company Limited and Process Industrial Company Limited. He is the Honorary Consul of Laos People's Democratic Republic. He is a member of Dhaka Club Limited, Gulshan Club Limited and Kurmitola Golf Club, Dhaka. He is associated with many Social and Educational institutions.

Director



Md. Sarwar Kamal

Mr. Md. Sarwar Kamal is a Sponsor Director of Pragati Insurance Limited and a former Vice Chairman of the Company. He graduated in Economics from the North East Missouri State University of USA and obtained Masters of Human Resource Management from the North East Missouri State University of USA. He is the Managing Director of McDonald Bangladesh (Pvt.) Limited, McDonald Steel Building Products Limited, McDonald Seeds Limited, Polymer Agro Industries Limited, One Steel Limited and he is also an Independent Director of National Tea Company Limited. He is the member of Kurmitola Golf Club, Dhaka Club, Gulshan Club Limited, Uttara Club, Dhaka and Army Golf Club, Dhaka. He is an active Social worker engaged with various activities to bring positive changes among under privileged people.

Director



Mohammed A. Malek

Mr. Mohammed A. Malek is a Director of Pragati Insurance Limited. He graduated in Marine Engineering from the Merchant Navy College, London. He also obtained DTP Class-1 Marine Engineering Certificate from England. Presently, he is engaged in Marine Technology Consultancy, Ship Owning, Ship Management and Shipping Agency. He is the Managing Director of Bengal Shipping Lines Limited, Associated Traders and Marines Limited, ADAMS Garments Sourcing Limited, Bencon Seatrans Limited and a Director of Khalil & Sons Limited. He is the Chairman of The New School, Dhaka. He was a freedom fighter in Liberation War of Bangladesh in 1971. He is a member of Chittagong Club Limited and Bhatiary Golf and Country Club, Chittagong. He is associated with many Social and educational Organizations.

Director



Tabith Mohammed Awal

Mr. Tabith Mohammed Awal is a Director of Pragati Insurance Limited and a member of the Directors' Audit Committee. He obtained a Bachelor of Business Administration and Masters of Science from George Washington University, USA. He is a Director of Multimode Group and presently serves as the Deputy Chief Executive Officer of Multimode Group. He is the Managing Director of Kay & Que(BD) Limited and Jongboo Multimode Chemicals Limited. He sits on the Board of all Multimode Group and Associate Concerns. He is also a Director of Pragati Life Insurance Limited. He has keen interest in Sports, Music and associated with many social and cultural Organizations. He is the President of Soccer Club, Feni and also elected the Vice President of Bangladesh Football Federation Consecutive for two terms. Mr. Tabith Awal is an elected member of the Executive Committee of the Metropolitan Chamber of Commerce and Industry (MCCI) Dhaka, for three Consecutive terms.

Director



A.S.M. Mohiuddin Monem

Mr. A.S.M. Mohiuddin Monem is a Director of Pragati Insurance Limited and a member of the Directors' Audit Committee. He is one of the most successful industrialists of Bangladesh. He represents the new generation of business leaders in Bangladesh. Mr. Monem received his Bachelor's degree in Industrial Engineering from North Eastern University, Boston, USA in 1991 and Master Degree in Engineering Management from the same institution in 1994, where he graduated with Honors with CUMLAUDE. After his graduation, Mr. Monem joined Abdul Monem Limited (AML). Since then he has revolutionized the way of doing business at AML. His dedication, commitment and passion for business have transformed the fortune of Abdul Monem Empire. Under his leadership, the business process at AML has gained clockwork efficiency which has been translated into unprecedented growth in Beverage, Ice-Cream, Food, Sugar and Construction units. He is also a Director of Pragati Life Insurance Limited. He has a keen eye for identifying opportunities and transforming them into profitable ventures. He has successfully set-up the first USA-Bangladesh joint venture operation in Information Technology sector through Service Engine, where he serves as the Chairman. This is true reflection of his remarkable business acumen. He has been awarded CIP (Commercially Important Person)-Export in 2009 and 2011 by the Government of Bangladesh for his great contribution to export in the Information Technology sector.

Mr. Monem is a great believer in community development. He takes pride in taking the extra step to go beyond business activities in order to become a Socially responsible citizen. In this spirit, he has set-up AML foundation, a non- profit organization with a view to helping the less privileged people of the society with their education, healthcare and other amenities.

Director



Nasir Latif

Mr. Nasir Latif is a Director of Pragati Insurance Limited and a member of the Directors' Audit Committee. He is the Chairman of Concord Pragatee Consortium Limited, the Concord Builders Limited, Cosmos Properties Limited, Engreen Limited and Prudent Super Mall. He is associated with many Social and educational Organizations.

Director



Md. Mushfiqur Rahman

Mr. Md. Mushfiqur Rahman a Electrical Engineer by Profession is a sponsor Director of Pragati Insurance Limited. He is the Managing Director of Concord Pragatee Consortium Limited, the Concord Builders Limited, Cosmos Properties Limited, Engreen Limited and Prudent Super Mall. He is associated with a number of social and educational instutions.

Director



Ms. Nahreen Siddiqua

Ms. Nahreen Siddiqua is a sponsor Director of Pragati Insurance Limited. She obtained her MSS Degree from the University of Dhaka. She joined her husband's business and she hold the position of Chairperson of Purbachal Steel Mills Limited and Purbachal Exclusive Limited. She has much interest in Industry and share business. She visited many Countries of the World. She is associated with a number of Social and Cultural Organizations.

Director



Nigar Jahan Chowdhury

Mrs. Nigar Jahan Chowdhury is a Director of Pragati Insurance Limited. She is the wife of Alhaj Younus Chowdhury of Chittagong, a renowned Industrialist. She is also a Director of Chowdhury P & D Industries Limited, Chittagong and a Director of Pragati Life Insurance Ltd. She is associated with many social organizations.

Director



Ms.Tahsina Rahman

Ms. Tahsina Rahman is a Director of Pragati Insurance Limited. She obtained her BBA from USTC and MBA in IUB. She is a dynamic, results-oriented professional with experience and visible achievements in business development startup, strategic business, partnerships and emerging markets including childcare arenas. Out-of-box thinker with visionary leadership strengths, having resourceful team player characterized by innovative entrepreneurial spirit.

She is also associated with number of Social Organizations.

Independent Director



Md. Akbar Hossain

Mr. Md. Akbar Hossain is an Independent Director of Pragati Insurance Limited. and member of the Directors Audit Committee. He is a Graduate. He is the Director of Dula Mia Cotton Spinning Mills Ltd., Kay & Que (Bangladesh) Ltd. and also a Director of Pragati Life Insurance Ltd.

He is associated with many social and educational institutions in his native village in Feni. He has keen interest in sports and social work.

Independent Director



Santosh Sharma

Mr. Santosh Sharma is an Independent Director of Pragati Insurance Limited and a Member of the Director's Audit Committee. He obtained M.S.S. degree in Political Science. He also obtained post graduate diploma in Journalism and secured First Class First position .

He is a professional journalist and involved with this profession more than 25 years. Presently he is associated with the Daily Amader Shomoy as Managing Editor.

He is associated with number of professional , social and cultural organization.

Managing Director & CEO



Md. Rezaul Karim

Mr. Md. Rezaul Karim started his career in private insurance sector with Pragati Insurance Limited as Managing Director & CEO since 16th July,2017. He obtained B.Com (Hon's) and M.Com from Dhaka University in 1976. He joined Sadharan Bima Corporation, a state owned Corporation, in 1981 as Trainee Officer. He retired from Sadharan Bima Corporation after completion of four terms as Managing Director in 2016.

During his service in Sadharan Bima Corporation, he worked in various departments such as Underwriting, Claims & Re-insurance and gathered vast knowledge and experience. He attended many insurance related seminars, symposiums and workshops. He participated in various professional training courses at home and abroad. Mr. Karim is a renowned insurance personality. Mr. Karim was the Vice Chairman of Asian Reinsurance Corporation, Bangkok.

Apart from insurance Industry, Mr. Karim is well associated with various social organizations.

AMAR STOCK

Pragati Insurance Limited
Executives

Office

Md. Rezaul Karim
Managing Director & CEO

Mr. Kaiser Rahman
Deputy Managing Director & Head of Development Department

Syed Sehab Ullah Al-Manjur
Deputy Managing Director & Head of Underwriting & Claim Department

Major (Retd) S.M. Aminul Hasan
Deputy Managing Director & Head of Administration & Human Resource Department

Mrs. Papia Rahman ACII(UK)
Deputy Managing Director & Head of NT, Health, Training & PRD Department

Kabir Ahmed.
Assistant Managing Director & Head of Branch Control Department

Md. Shafiqul Islam
Chief Financial Officer

Kabir Ahmed
Sr. Executive Vice President & Head of Legal Department

Bikash Chandra Pal
Executive Vice President Underwriting Department, Head Office, Dhaka

Mahtabuzzaman Chowdhury
Executive Vice President & In-Charge of Re-Insurance Department

Md. Manjur Hussain
Executive Vice President Branch Control Department, Head Office, Dhaka

Kazi Nakibul Islam
Executive Vice President Finance & Accounts Department, Head Office, Dhaka

Md. Abu Sufian Akhand
Senior Vice President & Head of IT Department

Mostaque Ahmed
Senior Vice President
Claim Department, Head Office, Dhaka

Mamunul Hassan ACII(UK)
Senior Vice President
Special Underwriting, Head Office Dhaka

Md. Moniruzzaman Khan
Vice President & Head of Internal Audit Department

M. Abdullah
Vice President
Underwriting Department, Head Office, Dhaka

Nahid Akhter Chowdhury
Vice President
Branch Control Department, Head Office, Dhaka

S.M.Shaheen Akther
Vice President
Branch Control Department, Head Office, Dhaka

Mr. Md. Abdur Rahim
Vice President (Underwriting)
VIP Road Branch

Mr. Md. Akkas Ali
Vice President
Administration Department, Head Office, Dhaka

Mr. Golam Sabur Chowdhury
Vice President
Re-Insurance Department, Head Office, Dhaka

Mrs. Farida Akhter
Vice President
Re-Insurance Department, Head Office, Dhaka

Mr. A.N.M. Abul Quasem.
Vice President
Claim Department, Head Office, Dhaka

Marketing

Deputy Managing Director
i) **M. A. Hasan**
ii) **Sharif Mustaba**
iii) **Md. Nazrul Islam**
iv) **SMB Shameem**
v) **Md. Golam Faruque**
vi) **Ali Fathker Kallol**
vii) **Md. Sirajul Islam Bhuiyan (Babu)**

Sr. Executive Vice President
i) **Bahauddin Ahmed**
ii) **Ahmed Faruk**
iii) **Syed Anisur Rob Chowdhury**

Executive Vice President
i) **Abdus Salam**
ii) **Md. Kazi Golam Haider (Dablu)**
iii) **Md. Abu Sarwar Hossain**
iv) **Delwar Hossain**
v) **Humayun Kabir Majumder**
vi) **Md. Azizul Hoque**
vii) **Syed Saidul Islam**
viii) **Md. Habibur Rahman**
ix) **Murad Ahmed**

Senior Vice President
i) **Md. Mujtaba Ali Mahmood**
ii) **Md. Shakhawath Hossain**
iii) **Md. Abdul Mottaleb**
iv) **G.M. Saidur Rahman**
v) **Ashis Kumar Barua**
vi) **Abdul Alim Khan**
vii) **A.S.M. Emdadul Hoque**

Vice President
i) **S. M. Shamsul Alam**
ii) **Md. Mojibur Rahman Salim**
iii) **Nazmul Alam Khan**
iv) **Mahbubul Hoque Chowdhury**
v) **Amjad Hossain Talukder**
vi) **Md. Belayet Hossain**
vii) **A.S. M. Jubair**
viii) **Md. Razzaqul Haider Chowdhury**
ix) **Ekramul Hoque**
x) **Md. Kamrul Ahsan Khan Himu**
xi) **Md.Kamrul Islam (Srabon).**
xii) **Monwar Ahmed.**

Business Consultant
i) **Md. Rafiqul Alam Chowdhury**

Syed Anisul Hoque
Company Secretary (CC)

Executives Images in Group



Management Team



Senior Management Team



All Female Officers and Employees of Head Office



Branch Managers, Dhaka City



Branch Managers, Chittagong City

Images of Departments-wise Officers & Executive of Head Office

Admin & HR





Board Department

Development Department





Accounts & Finance

Audit





Underwriting

STOCK

Claims





Re-insurance

IT Department





Branch Control

Special Underwriting





Training

COMPANY'S PERFORMANCE

5 Years at a glance

Taka in Millon

	2017	2016	2015	2014	2013
Financial Performance					
Gross premium	1,664.78	1,542.60	1,512.62	1,387.83	1,269.14
Net Premium	702.35	638.52	607.55	558.07	629
Net claim	82.48	76.72	92.59	136.72	143.02
Underwriting profit	124.89	93.66	23.63	1.2	104.45
Investment income	21.03	5.00	15.24	15.85	15.32
Income from financial service	48.13	63.54	58.32	81.34	68.4
Net profit before tax	210.33	186.27	121.71	109.31	197.66
Net profit after tax	117.78	84.48	48.41	53.1	82.79
Dividend in percent	13+5 (Stock)	10+5 (Stock)	10	10	12.5+5 (Stock)
Share Capital and Reserve					
Paid up Capital	583.8	556.00	556.00	556.00	529.52
Total Reserves & Surplus	2600.17	2507.22	2326.69	2242.42	2242.78
Share Holders Equity	3183.97	3063.22	2882.69	2798.42	2772.3
Assets					
Investment in Shares and Securities	416.66	407.66	409.89	394.11	396.97
Cash, FDR and Bank balance	586.92	552.38	582.35	528.65	562.55
Land and Building	2227.24	2205.57	2191.79	2174.56	2086.92
Total Assets	4310.59	4200.13	4065.18	3967.98	3647.11
Ratios					
EPS	2.66	2.38	1.74	1.67	2.75
P/E (Times)	11.16	13.4	15.57	24.73	19.56
Solvency Surplus	2146.31	2143.12	2008	2484.41	2678.45
Net Asset Value Per Share	54.54	55.03	51.85	50.34	52.35
Net Cash Flow Per Share	0.54	0.08	0.20	0.18	1.17
Credit Rating					
Long Term	AAA	AA1	AA1	AA1	AA1
Short Term	ST1	ST1	ST1	ST1	ST1

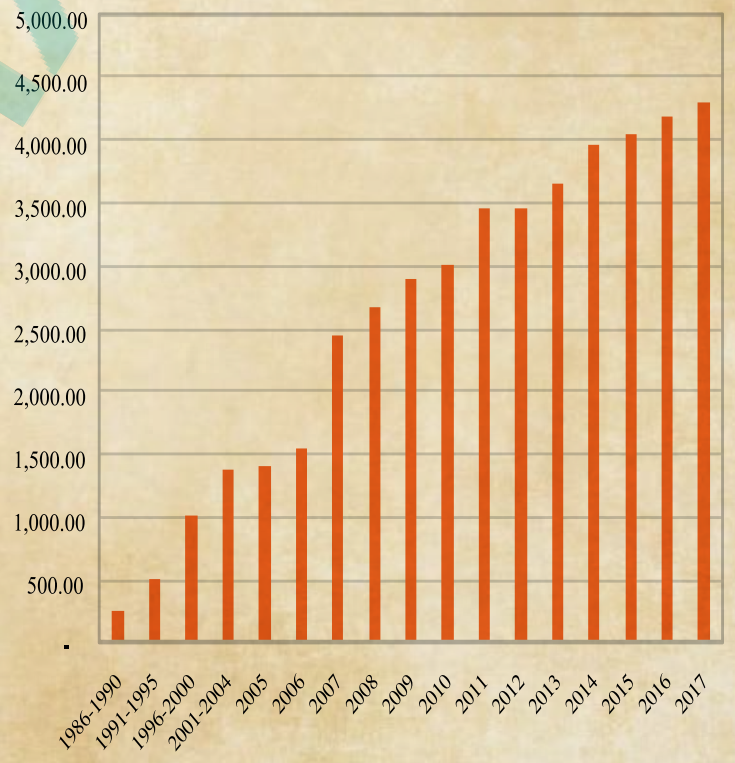
Growth of Capital

Year		Amount
1986-1995	Sponsor's Capital	30.00
1196	IPO of TK.31 million	61.00
1197	20% Stock Dividend	73.20
2001	30% Stock Dividend	95.16
2002	25% Stock Dividend	118.95
2003	27% Stock Dividend	151.07
2004	25% Stock Dividend	188.84
2005	15% Stock Dividend	217.16
2006	15% Stock Dividend	249.73
2007	35% Stock Dividend	337.13
2008	15% Stock Dividend	387.70
2009	10% Stock Dividend	426.47
2010	5% Stock Dividend	447.80
2011	10% Stock Dividend	492.58
2012	7.5% Stock Dividend	529.52
2013	5% Stock Dividend	556.00
2014		556.00
2015		556.00
2016		556.00
2017	5% Stock Dividend	583.80



Growth of Asset

Year	Amount
1986-1990	260.35
1991-1995	495.23
1996-2000	1,014.53
2001-2004	1,380.25
2005	1,404.54
2006	1,546.01
2007	2,449.50
2008	2,662.46
2009	2,900.93
2010	3,012.47
2011	3,461.34
2012	3,459.61
2013	3,647.11
2014	3,967.98
2015	4,045.17
2016	4,200.13
2017	4,310.59

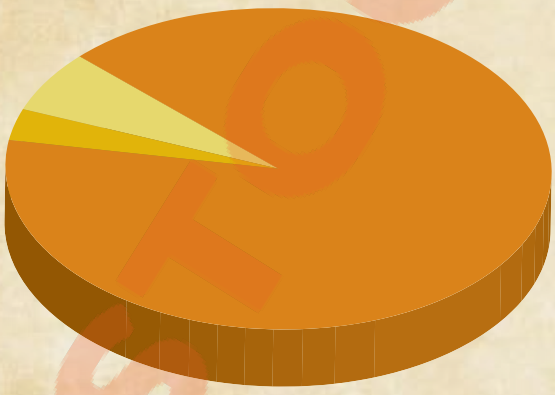


AMARSTOCK

Value Added Statement

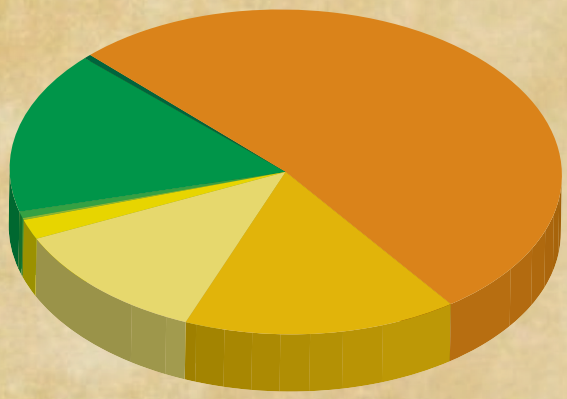
VALUE ADDED

Gross Premium	1,664.74
Commission on Reinsurance	58.64
Interest, Dividend & Other Income	115.56
Total	1,838.94



APPLICATION

Net Claim	8.25
Re-Insurance Premium	962.39
Management Expenses	295.98
Commission	221.09
Unexpired Risk Adjustment	36.28
Income tax to Government	3.61
Dividend for Distribution	11.77
Reserve & Surplus.	299.57
Total	1,838.94



SMARTSTOCK



Directors' Report

Directors' Report 2017

Bismillahir Rahmanir Raheem
Assalamu Alaikum

Dear Shareholders,

On behalf of the Board of Directors, I take this opportunity to express our gratitude and welcome you all to the 32nd Annual General Meeting of Pragati Insurance Limited as we present before you the Directors' Report along with the Audited Financial Statements and the Auditors' Report for the year ended on 31st December 2017 for your prudent assessment and approval.

Global Outlook

A recent World Economic Update by the International Monetary Fund (IMF) shows that global economic activity continues to strengthen, with global output estimated to grow by 3.7% in 2017, or 0.1% quicker than expected. This growth has been mainly due to a strong performance in the Eurozone, United States, Japan and China, which was beyond all expectation. Emerging markets & developing economies are expected to grow at 4.6%, while advanced economies are expected to grow at 2.2%.

The growth forecast for 2018 and 2019 shows stronger growth in advanced economies of Asia, including the growth forecast for Japan being revised up. Emerging and developing Asia is estimated to grow at around 6.5% over 2018-19, the Update says, highlighting that the region continues to account for over half of world growth. Development is expected to moderate gradually in China, pick up in India, and remain broadly stable in the ASEAN-5 region.

Bangladesh Outlook

According to a report by Bangladesh Bureau of Statistics (BBS), Bangladesh economy in terms of GDP is expected to achieve a growth of 7.65% in the FY2017-18, as opposed to the GDP growth of 7.28% in FY2016-17. This growth is observed to be broadly contributed by service and industrial sectors. This is the third consecutive year that the economic growth was above 7% after dwelling in the neighborhood of 6% for many years.

The highest impact to the growth was made by the services sector, which contributed 52.18% to the GDP in FY2017-18.

The industrial sector contributed 33.71% to the GDP in FY2017-18 while our agriculture sector contributed 14.10% to the GDP in 2017-18.

পরিচালক মন্ডলীর প্রতিবেদন ২০১৭

বিস্‌মিল্লাহির রাহমানির রাহিম
আসসালামু আলাইকুম

প্রিয় শেয়ারহোল্ডারবৃন্দ,

প্রগতি ইন্স্যুরেন্স লিমিটেডের ৩২তম বার্ষিক সাধারণ সভায় কোম্পানীর পরিচালনা পর্ষদের পক্ষ থেকে আপনাদেরকে আমাদের কৃতজ্ঞতা ও স্বাগত জানাচ্ছি। আমি আপনাদের সম্মুখে কোম্পানীর ২০১৭ সালের বার্ষিক প্রতিবেদন, নিরীক্ষিত হিসাব বিবরণী এবং কোম্পানীর কার্যক্রমের প্রতিবেদন আপনাদের সদয় বিবেচনা এবং অনুমোদনের জন্যে তুলে ধরছি।

বিশ্ব অর্থনীতির চালচিত্র

আন্তর্জাতিক মুদ্রা তহবিলের (আইএমএফ) একটি সাম্প্রতিক বিশ্ব অর্থনৈতিক সমীক্ষায় দেখা যায় যে, বিশ্বব্যাপী অর্থনৈতিক কার্যক্রম জোরদার হচ্ছে। ২০১৭ সালের মধ্যে বিশ্বব্যাপী বৃদ্ধির আনুমানিক হার ৩.৭% হতে পারে। অথবা প্রত্যাশার চেয়ে ০.১% বেশি।

ইউরো জোন, মার্কিন যুক্তরাষ্ট্র, জাপান এবং চীনে একটি শক্তিশালী কর্মদক্ষতার কারনে এই প্রবৃদ্ধি হয়েছে। যা সকল প্রত্যাশার উর্দ্ধে। উদীয়মান বাজার এবং উন্নয়নশীল অর্থনীতি ৪.৬% এ দাড়াতে পারে বলে আশা করা হচ্ছে, তবে উন্নত অর্থনীতি ২.২% এ বৃদ্ধি পাবে বলে আশা করা হচ্ছে।

২০১৮-২০১৯ সালের প্রবৃদ্ধির পূর্বাভাসে দেখা যায় যে, এশিয়ায় উন্নত অর্থনীতিতে শক্তিশালী বৃদ্ধি ঘটবে। পাশাপাশি জাপানেও সংশোধিত বৃদ্ধির পূর্বাভাস রয়েছে। উদীয়মান এবং উন্নয়শীল এশিয়াতে প্রবৃদ্ধির হার ৬.৫% ধরা হয়েছে ২০১৮-২০১৯ সালে। সাম্প্রতিক সমীক্ষায় দেখা যায় যে, এ অঞ্চলের অর্ধেকেরও বেশি বিশ্ব উন্নয়নের জন্য এ অঞ্চলটি হিসেবে করে চলেছে। চীনে ধীরে ধীরে উন্নয়ন প্রত্যাশা করা যায় ভারতকে বাছাই করে এবং এ উন্নয়ন আশিয়ান - ৫ অঞ্চলে বিস্তৃতভাবে স্থিতিশীল থাকবে।

বাংলাদেশ অর্থনীতির চিত্র

বাংলাদেশ পরিসংখ্যান ব্যুরো (বিবিএস) এর একটি প্রতিবেদন অনুযায়ী ২০১৭-২০১৮ অর্থবছরে বাংলাদেশ অর্থনীতিতে আর্থিক প্রবৃদ্ধির হার ছিল ৭.৬৫%। যা ২০১৬-২০১৭ অর্থবছর ছিল ৭.১৮% এই বৃদ্ধি ব্যাপকভাবে সেবা এবং শিল্পখাতের অবদান বলে পরিলক্ষিত হয়। এটা পরপর তৃতীয় বছর যে, অর্থনৈতিক প্রবৃদ্ধির হার ছিল ৭% এর উপর যা অনেক বছর ধরে ৬% এর আশেপাশে ছিল।

২০১৭-২০১৮ অর্থবছর প্রবৃদ্ধিতে সর্বোচ্চ অবদান ছিল সেবা খাতের, যা অর্থনৈতিক প্রবৃদ্ধিতে ৫২.৮৫% অবদান রাখে। অর্থনৈতিক প্রবৃদ্ধিতে শিল্পখাত ৩৩.৭১% অবদান রাখে। ২০১৭-২০১৮ সালে অর্থনৈতিক প্রবৃদ্ধিতে আমাদের কৃষি খাতে অবদান ছিল ১৪.১০%।

Bangladesh's remittance earnings slumped down to a six-year low to $13.53 billion in 2017. Remittance inflows have been restrained recently due to fiscal consolidation and growth slowdowns in the Middle East, which represents roughly half of remittances to South Asia.

The work of various mega projects including the Padma Bridge and metro-rail have advanced rapidly and investment in both the public and private sectors rose during the year.

According to a World Bank report it is estimated that the economic growth of Bangladesh will increase in 2018-20 fiscal year, and the country will have a stronger export sector. Investment will also increase due to infrastructural development and low interest rates for loans.

Non-Life Insurance Industry Outlook

Although insurance industry statistics are not published yet, it is assumed that a modest growth will be achieved in 2017.

The gross premium of non-life private sector insurance companies increased from BDT 24,307.85 million in 2015 to BDT 25,392.52 million in 2016, a growth rate of 4.46%. The growth rate of premium of non-life insurance companies was 1.98% in 2015.

Company's Performance Review

Amid stiff and competitive market environment, Pragati Insurance Limited achieved moderate success in 2017. The gross premium increased by 8% to Tk. Tk.1664 million as compared to Tk. 1542 million in 2016. Company's Retained premium rose approximately 10% to Tk.702 million compared to Tk.638 million in 2016.

A summarized position of your Company's operation in the year 2017 will help you appreciate the performance of the company during the year under review:

Million Taka

Particulars	2017	2016	Increase (+)
Gross Premium	1664	1542	+7.91%
Retained Premium (RP)	702	638	+10.03%
Claims- retained portion	82	76	(18.2%)
Underwriting Profit	124.89	93.6	+33.42%
Net Profit Gross	210.33	186.26	12.94%

Gross Premium Income

In 2017 Pragati Insurance Limited achieved significant success in earning gross premium of Tk.1664 million. Gross premium income increased by Tk.122 million registering a growth of 8% compared to previous year.

২০১৭ সালে বাংলাদেশের রেমিটেন্স উপার্জন ছয় বছরের মধ্যে সবচেয়ে কমে গিয়ে ১৩.৫৩ বিলিয়ন ইউএস ডলারে নেমেছে। মধ্যপ্রাচ্যে রাজস্ব একত্রীকরণ এবং বৃদ্ধির গতির কারনে সম্প্রতি রেমিটেন্স প্রবাহ নিয়ন্ত্রণে চলেছে। যা দক্ষিণ এশিয়ার প্রায় অর্ধেক রেমিটেন্সের প্রতিনিধিত্ব করে।

আলোচ্য বছরে, পদ্মা সেতু এবং মেট্রোরেলসহ বিভিন্ন মেগা প্রকল্পের কাজ দ্রুত এগিয়ে চলছে এবং সরকারী ও বেসরকারী খাত উভয় ক্ষেত্রেই বিনিয়োগ বাড়ছে।

বিশ্বব্যাংকের একটি রিপোর্ট অনুযায়ী ধারনা করা হচ্ছে যে, ২০১৮-২০২০ অর্থ বছরে বাংলাদেশে অর্থনৈতিক প্রবৃদ্ধি বৃদ্ধি পাবে। কম সূদের ঋণের কারণে অবকাঠামো উন্নয়ন এবং বিনিয়োগ বৃদ্ধি পাবে।

বাংলাদেশে নন-লাইফ বীমা শিল্পের চিত্র

যদিও এ পর্যন্ত বাংলাদেশে নন-লাইফ বীমাখাতের পরিসংখ্যান প্রকাশিত হয়নি, তার পরও ২০১৭ সনে এ খাতে প্রবৃদ্ধির হার সামান্য হবে বলে অনুমান করা হচ্ছে। ব্যক্তি মালিকানাধীন নন-লাইফ বীমা খাতে ২০১৬ সালে গ্রস প্রিমিয়াম ২৫৩৯২.৫২ মিলিয়ন এবং ২০১৫ সালে গ্রস প্রিমিয়াম ছিল ২৪৩০৭.৮৫ মিলিয়ন এ ক্ষেত্রে প্রবৃদ্ধির হার ৪.৪৬%। তথাপি এখানে ২০১৫ সালে প্রবৃদ্ধির হার ছিল ১.৯৮%।

অর্জিত ফলাফল

বীমা খাতে অস্থির ও প্রতিযোগিতামূলক বাজার থাকা সত্ত্বেও প্রগতি ইন্সুরেন্স লিঃ ২০১৭ সালে ভালো উন্নতি করেছে। গ্রস প্রিমিয়াম গত বছরের তুলনায় ৮% বৃদ্ধি পেয়েছে।
২০১৬ সনের তুলনায় ২০১৭ সনে অর্জিত ফলাফলের সংক্ষিপ্ত তথ্যচিত্র নিম্নে দেওয়া হলোঃ

মিলিয়ন টাকায়

বিবরণ	২০১৭	২০১৬	% (তারতম্য)
গ্রস প্রিমিয়াম	১৬৬৪	১৫৪২	+৭.৯১%
নীট প্রিমিয়াম	৭০২	৬৩৮	+১০.০৩%
নীট দাবি	৮২	৭৬	(১৮.২%)
অবলেখন মুনাফা	১২৪.৮৯	৯৩.৬	+৩৩.৪২%
নীট মুনাফা	২১০.৩৩	১৮৬.২৬	১২.৯৪%

গ্রস প্রিমিয়াম আয়

নানাবিধ প্রতিবন্ধকতা সত্ত্বেও প্রগতি ইন্স্যুরেন্স লিমিটেড ২০১৭ সনে ১৬৬৫ মিলিয়ন টাকা গ্রস প্রিমিয়াম আয় করেছে, যা এ যাবৎ কালের সর্বোচ্চ । এক্ষেত্রে প্রবৃদ্ধির হার ৭.৯১%। আমাদের কর্মকর্তা ও কর্মচারীদের আন্তরিক প্রচেষ্টার ফলে এ অর্জন সম্ভব হয়েছে ।

CLASS WISE PREMIUM

Fire Insurance

The Company had underwritten a total fire insurance premium of Tk. 695.08 million in 2017 as against Tk. 676.44 million last year, registering an increase of 2.76% in this portfolio. After payment/provision for re-insurance premiums, claims and management expenses the company has incurred underwriting loss of Tk.25.87 million against underwriting loss Tk. 38.95 million last year.

Marine Insurance

In the year 2017 gross premium earning in Marine insurance including Marine Hull was Tk. 618.28million against Tk.528.11 million of the year 2016, registering an increase of 17.07% in this portfolio. After providing for re-insurance and claims, we have earned underwriting profit of Tk.59.50 million against last year's underwriting profit of Tk.38.63 million.

Miscellaneous Insurance

From miscellaneous insurance business our total gross premium income in 2017 was Tk.351.37 million (both in Motor and Miscellaneous departments) against Tk. 338.04 million in 2016, registering an increase of 3.94% in this portfolio. After payment/provision for re-insurance premiums, claims and management expenses the company has incurred underwriting loss of Tk.91.25 million against underwriting profit Tk. 93.98 million last year.

Investment Operation

Pragati Insurance Limited has concentrated its focus on diversifying its investment portfolio. Despite facing all the odds the company has earned Tk.21.03 million as capital gain out of share trading in 2017 against Tk.0.50 million in 2016.

Contribution National Exchequer

During the year under report Pragati Insurance Limited has deposited Tk.272.97 million to the Government Exchequer as Corporate Income Tax, Withholding Tax, Stamp Duty and VAT.

Income Distribution

Underwriting Profit of non- life insurance Company is not at desired level due to ever increasing operational and other expenses. Growth of insurance company is also dependent on in its investment income. It is therefore important to explore all avenues to raise the return from investment. However, due to increase in income from share trading business and rental income

শ্রেণী অনুযায়ী প্রিমিয়াম

অগ্নি বীমা

এ খাতে ২০১৬ সনে ৬৭৬.৪৪ মিলিয়ন টাকার বিপরীতে ২০১৭ সনে কোম্পানী ৬৯৫.০৮ মিলিয়ন টাকা গ্রস প্রিমিয়াম আয় করেছে। এক্ষেত্রে প্রবৃদ্ধির হার ২.৭৬%। রি-ইন্স্যুরেন্স প্রিমিয়াম, বীমা দাবি এবং ব্যবস্থাপনা ব্যয় মিটিয়ে/সমন্বয় করার পর ২০১৭ সালে অবলেখন ক্ষতির পরিমাণ দাঁড়িয়েছে ২৫.৮৭ মিলিয়ন টাকা যেখানে গত বছর ক্ষতি ছিল ৩৮.৯৫ মিলিয়ন টাকা।

নৌ বীমা

নৌ বীমা বিভাগে মেরীন হাল সহ গ্রস প্রিমিয়াম অর্জিত হয়েছে ৬১৮.২৮ মিলিয়ন টাকা যা ২০১৬ সনে ছিল ৫২৮.১১ মিলিয়ন টাকা। এক্ষেত্রে প্রবৃদ্ধির হার ১৭.০৭%। বীমা দাবী মিটানোর পর ২০১৭ সনে এ খাতে অবলেখন মুনাফার পরিমাণ ৫৯.৫০ মিলিয়ন টাকা যা গত বছরে ছিল ৩৮.৬৩ মিলিয়ন টাকা। প্রিমিয়াম আয় কমা সত্বেও এ খাতে এ বছর অবলেখন মুনাফা আশাতীত ভাবে বৃদ্ধি পেয়েছে।

বিবিধ বীমা

২০১৭ সনে কোম্পানী মটর ও অন্যান্য খাতে গ্রস প্রিমিয়াম আয় করেছে ৩৫১.৩৭ মিলিয়ন টাকা যা ২০১৬ সনে ছিল ৩৩৮.০৪ মিলিয়ন টাকা। এক্ষেত্রে প্রবৃদ্ধির হার ৩.৯৪%। রি-ইন্স্যুরেন্স প্রিমিয়াম, ব্যবস্থাপনা ব্যয় এবং বীমা দাবি মিটানোর পর ২০১৭ সনে এ খাতে অবলেখন মুনাফার পরিমান ৯১.২৫ মিলিয়ন টাকা, যা গত বছরে ছিল ৯৩.৯৮মিলিয়ন টাকা।

বিনিয়োগ কার্যক্রম

প্রগতি ইন্স্যুরেন্স লিমিটেড বিনিয়োগ কার্যক্রম জোরদার পূর্বক এ খাতে আয় বৃদ্ধির দিকে মনোনিবেশ করেছে। বিরাজমান ও বিভিন্ন সময়ে উদ্ভুত প্রতিকূলতা মোকাবেলা করে কোম্পানী ২০১৭ সনে মূলধনী আয় খাতে ২১.০৩ মিলিয়ন টাকা আয় করেছে যা ২০১৬ সনে ছিল ০.৫০ মিলিয়ন টাকা।

সরকারী কোষাগারে প্রগতির অবদান

১৯৮৬ সনে কোম্পানীর শুরু থেকে প্রগতি ইন্স্যুরেন্স লিমিটেড জাতীয় কোষাগারে জমার ক্ষেত্রে গুরুত্বপূর্ণ ভূমিকা পালন করে আসছে। আলোচ্য বছরে কর্পোরেট ইনকাম ট্যাক্স, স্ট্যাম্প ডিউটি এবং ভ্যাট হিসাবে প্রগতি ইন্স্যুরেন্স জাতীয় কোষাগারে মোট ২৭২.৯৭ মিলিয়ন টাকা জমা দিয়েছে।

আয় বন্টন

সাধারণ বীমা কার্যক্রম পরিচালনা ও অন্যান্য ক্ষেত্রে ব্যয় বৃদ্ধি পাওয়ায় অবলেখন খাতে কাম্য সাফল্য অর্জিত হয় নাই। বীমা কোম্পানীর সংখ্যা বৃদ্ধির ও অসুস্থ প্রতিযোগিতা পুঁজি বিনিয়োগের মাধ্যমে মুনাফা অর্জনের ক্ষেত্রে কিছুটা হলেও অনিশ্চতয়তা সৃষ্টি করছে। তারপরও কোম্পানীর সকল প্রকার ব্যয় মিটানোর পর শেয়ার ব্যবসা থেকে আয় বৃদ্ধি এবং ভাড়া থেকে আয়সহ ২০১৭

the company's net profit before tax stood at Tk.210.33 million in 2017 against Tk. 186.26 million in the year 2016. The net profit before tax has been proposed for appropriation as follows:

Particulars	Million Taka
Reserve for Exceptional Losses	38.63
Provision for Income Tax	55.00
Balance available for distribution	117.78

Taking into consideration the financial position and working capital requirement for smooth running of the company, and with the goal to have a steady growth in per share dividend, the Board of Directors of Pragati Insurance Limited recommended 13% cash dividend and 5% stock dividend to the shareholders of the company for the year 2017. The whole scenario will look as follows:

Particulars	Taka
Divisible Profit	117,789,414.00
Less: Cash & Stock Dividend for the year	105,084,639.00
Balance to be carried forward for the next year	12,704,775.00

Credit Rating

Credit Rating of Pragati Insurance Ltd. was carried out by National Credit Ratings Limited for the year 2017-2018 and their assessments are as follows:

Long Term	AAA
Short Term	ST-1

Apart from the above, the rating Agency also highlighted the following salient features of the Company:

- Steady increase in Gross Premium income
- Capacity to meet claim demand of policyholder
- Decrease in claim due to Quality underwriting expertise
- Strong reserve base
- Introducing corporate governance issues and guidelines for compliance with the regulations of IDRA and BSEC.

Board of Directors

In accordance with Articles 105, 106 & 107 of the company's Articles of Association, the under-noted Directors from Group-A shareholders shall retire from the office by rotation and eligible for re-election :

1. Mr. Khan Mohd. Ameer
2. Mr. Md. Sarwar Kamal
3. Mr. Md. Mushfiqur Rahman

সনে কর পূর্ববর্তী নীট মুনাফা হয়েছে ২১০.৩৩ মিলিয়ন টাকা,যা পূর্ববতী বছরে ছিল ১৮৬.২৬ মিলিয়ন টাকা। নীট মুনাফার উপর প্রস্তাবিত ট্যাক্স নিম্নরূপ:

মিলিয়ন টাকা

বিবরণ	টাকা
অস্বাভাবিক ক্ষতির জন্য সংরক্ষিত তহবিল	৩৮.৬৩
আয়করের জন্য তহবিল	৫৫.০০
বিতরণযোগ্য টাকার পরিমাণ	১১৭.৭৮

প্রগতি ইন্স্যুরেন্স লিমিটেড এর পরিচালনা পর্ষদ কোম্পানীর শেয়ারহোল্ডারদের প্রতি সর্বদাই শ্রদ্ধাশীল এবং তারা যাতে তাদের বিনিয়োগের উপর সর্বোচ্চ মুনাফা লাভ করতে পারে সেদিকে অত্যন্ত সচেতন। প্রগতির পরিচালনা পর্ষদ ২০১৭ সনের মুনাফা থেকে শেয়ারহোল্ডারদের জন্য নগদ ১৩% ক্যাশ ডিভিডেন্ট এবং ৫% স্টক লভ্যাংশ প্রদানের সুপারিশ করেছেন। সংক্ষিপ্ত চালচিত্রটি নিম্নরূপ :

বিবরণ	টাকা
নীট মুনাফা ২০১৭	১১৭,৭৮৯,৪১৪.০০
বাদঃ নগদ ও স্টক লভ্যাংশ	১০৫,০৮৪,৬৩৯.০০
মোট স্থিতি পরবর্তী বছর	১২,৭০৪,৭৭৫.০০

ক্রেডিট রেটিং

২০১৭-২০১৮ সনে প্রগতি ইন্স্যুরেন্স লিমিটেড এর ক্রেডিট রেটিং এ National Credit Ratings Ltd. এর মূল্যায়ন নিম্নরূপঃ

Long Term	AAA
Short Term	ST-1

তা ছাড়া প্রগতি ইন্স্যুরেন্স লিমিটেড এর নিম্নলিখিত বৈশিষ্টগুলো উল্লেখ করেছেঃ

- গ্রস প্রিমিয়াম আয় উত্তরোত্তর বৃদ্ধি
- প্রয়োজনের তুলনায় অধিক সলভেন্সি মার্জিন
- বীমা দাবী পরিশোধের সক্ষমতা
- Strong franchise value
- কোম্পানীর অবলেখনে গুণগত পরিবর্তনের ফলে বীমার দাবি হ্রাস
- সুদৃঢ় রিজার্ভ কাঠামো
- SEC এবং IDRA এর বিধি অনুযায়ী কর্পোরেট গভর্নেন্স প্রবর্তন ও নিশ্চিত করন

পরিচালকমন্ডলী

কোম্পানীর আর্টিকেলস অব এসোসিয়েশনের ১০৫, ১০৬ এবং ১০৭ ধারা অনুযায়ী "এ" গ্রুপের নিম্নলিখিত উদ্যোক্তা পরিচালকবৃন্দ এ বছর অবসর গ্রহণ করবেন। তারা সবাই পুনঃ নির্বাচনের যোগ্য বিধায় কোম্পানীর স্মারক সংঘের ১০৭ ধারা অনুযায়ী তারা পুনঃ নির্বাচনের ইচ্ছা প্রকাশ করেছেন।

১. জনাব খান মোহাম্মদ আমীর
২. জনাব মোঃ সরওয়ার কামাল
৩. জনাব মোঃ মুশফিকুর রহমান

In accordance with the Article 107 the above mentioned 3(three) Directors are eligible for re-election .
Accordingly, this was placed before the Board of Directors for their kind approval. The Board already approved the same and this will be placed in the ensuing 32nd Annual General Meeting of the company for approval of the Group-A shareholders.
In accordance with Articles 105 &106 of the company's Articles of Association, the under-noted Directors from Group-B shareholders shall retire from the office by rotation.

- Mr. Mohammed A. Malek
- Mr. Tabith Mohd. Awal

The election to fill up the 2 (two) vacancies will be held on the day of the 32nd AGM (i.e.29th July, 2018) of the Company.
As per Insurance Act 2010, Rules 1958 clause No.15B(3), the Election Notice has been published in the two national dailies.
The 2(two) shareholders i.e. (i) Mr. Mohammed A. Malek & (ii) Mr. Tabith Mohd. Awal submitted their nomination papers within the stipulated time. Since no-body else has submitted any nomination papers other than above 2(two) candidates so, they will be taken as elected Directors from Group-B shareholders in the ensuing 32nd AGM schedule to be held on 29th July, 2018 at BIAM Foundation, Dhaka.

Board meeting and Audit Committee meetings
13(thirteen) meetings of the Board of Directors and 4(four) meeting of the Director's Audit Committee were held during the year 2017. Details are given below in comparison to last 3 years.

Name of the Meeting	2017	2016	2015
Board of Director's	13	10	6
Directors Audit Committee	4	7	6

Audit Committee
The Audit Committee of the company met 4 (four) times during the year and reviewed the followings with special emphasis on compliance of respective recommendations:

1. Audit and inspection Report(s) of the Audit Team and External Auditors.
2. Ensuring an effective Risk Management system of the Company through ongoing review of the company's internal control system.
3. The financial statements of the company for the year 2017 audited by the External Auditors.

সে আনুযায়ী পরিচালনা পর্ষদ তাদেরকে পরিচালক হিসেবে পূনঃনির্বাচনের অনুমোদন দিয়েছেন যা আসন্ন বার্ষিক সাধারণ সভায় চূড়ান্ত অনুমোদনের জন্য পেশ করা হবে ।

কোম্পানীর আর্টিকেলস অব এসোসিয়েশনের ১০৫ এবং ১০৬ ধারা অনুযায়ী নিম্নলিখিত পরিচালকবৃন্দ "বি" গ্রুপ হতে এ বছর অবসর গ্রহণ করবেনঃ

১. জনাব মোহাম্মদ এ মালেক
২. জনাব তাবিদ মোহাম্মদ আউয়াল

উপরোক্ত ২ জন অবসর গ্রহণকারীর শূন্য স্থান পূরণের জন্য বীমা আইন ২০১০ এবং ইন্স্যুরেন্স রুল ১৯৫৮ এর ধারা ১৫ বি (৩) অনুয়ায়ী "পাবলিক শেয়ারহোল্ডার পরিচালক" নির্বাচনের জন্য দুইটি দৈনিক পত্রিকায় বিজ্ঞপ্তি প্রকাশ করা হয় ।

নির্দিষ্ট সময়ের মধ্যে ১) জনাব মোহাম্মদ এ মালেক ২) জনাব তাবিদ মোহাম্মদ আউয়াল "বি" গ্রুপ পরিচালক নির্বাচনের জন্য নমিনেশন পত্র দাখিল করেন । অন্য কেহ নমিনেশন পত্র দাখিল না করায় উক্ত ২ (দুই) জন আগামী ২৯ জুলাই,২০১৮ ইং তারিখে অনুষ্ঠিতব্য ৩২তম বার্ষিক সাধারণ সভায় পাবলিক শেয়ারহোল্ডার পরিচালক হিসেবে নির্বাচিত বলে গণ্য হবেন ।

বোর্ড মিটিং এবং অডিট কমিটি মিটিং
আলোচ্য বছরে কোম্পানীর ১৩টি পরিচালনা পর্ষদ সভা এবং ৪ টি নিরীক্ষা কমিটির সভা অনুষ্ঠিত হয় । বিগত তিন বছরের সভা সমূহের তুলনামূলক প্রতিবেদন নিম্নে দেয়া হলোঃ

সভার নাম	২০১৭	২০১৬	২০১৫
পরিচলনার পর্ষদ সভা	১৩	১০	৬
নিরীক্ষা কমিটির সভা	৪	৭	৬

অডিট কমিটি
আলোচ্য বছরে অডিট কমিটি ৪ (চার) টি সভায় মিলিত হয়েছে এবং প্রতিটি সুপারিশ বাস্তবায়নের উপর বিশেষ গুরুত্ব আরোপ সহ নিম্ন লিখিত বিষয়াদি বিশেষভাবে বিবেচনা করেছেঃ

১. অডিট টিম ও বহিঃ নিরীক্ষকের অডিট ও ইন্সপেকশন রিপোর্ট ।
২. কোম্পানীর আভ্যন্তরীন নিয়ন্ত্রন ও নিরীক্ষা কার্যক্রমের নিয়মিত পুণর্মূল্যায়নের মাধ্যমে কোম্পানীর কার্যকরি ঝুঁকি ব্যবস্থাপনা নিশ্চিত করন ।
৩. বহিঃনিরীক্ষক দল কর্তৃক কোম্পানীর ২০১৭ সনের আর্থিক বিবরণীর উপর নিরীক্ষা প্রতিবেদন ।

4. Stressing on the importance of the Compliance Culture within the Company.

This is to confirm that the company's Audit Committee is constituted as per terms & condition of BSEC'S Circular# CMRRCD/2006-/158/Admin/4308 dated August 7, 2012.

Corporate Governance Compliance status

Pursuant to the clause 7(ii)of the BSEC's Notification No. SEC/CMRRCD/2006-/158/ 134/ Admin/44 dated August 7, 2012 we attached the company's compliance status as annexure-1

Auditors

M/S. Hoda Vasi Chowdhury & Co., Chartered Accountants was appointed as External Auditors of the company for the year 2017 at the 31st Annual General Meeting. They have audited the books of account for the period covering 1st January, 2017 to 31st December 2017. This is the 1st year that Hoda Vasi Chowdhury & Co has audited the Financial Statements of the company.

M/S. Hoda Vasi Chowdhury & Co., Chartered Accountants, have consented to continue in office and being eligible, automatically qualify for reappointment under section 210 (3) of the Companies Act,1994. A resolution will be placed at the ensuing AGM for their reappointment.

৪. কোম্পানীতে সুপারিশ বাস্তবায়নের (Compliance) প্রয়োজনীয়তার উপর গুরুত্ব আরোপের অভ্যাস গড়ে তোলা।

সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন এর সার্কুলার নং সিএমআরআরসিডি/২০০৬-/১৫৮/প্রশাসন/৪৩০৮ তারিখ ৭ই আগষ্ট,২০১২ এর নির্দেশনা অনুযায়ী কোম্পানীর অডিট কমিটি গঠিত হয়েছে।

কর্পোরেট গভর্নেন্স পরিপালন প্রতিবেদন

বিএসইসি নোটিফিকেশন নং এসইসি /সিএমআরআরসিডি /২০০৬-১৫/১৩৪/এডমিন/৪৪/ তারিখঃ আগষ্ট ৭, ২০১২-এর ক্লজ ৭ (ii) অনুযায়ী কোম্পানীর কর্পোরেট গভর্নেন্স পরিপালন প্রতিবেদন (Annexure-1) এ দেখানো হ'ল।

নিরীক্ষক

কোম্পানীর ৩১তম সাধারণ বার্ষিক সভায় মেসার্স হুদা ভাসি চৌধুরী এন্ড কোং, চার্টার্ড এ্যাকাউন্টেন্টসকে কোম্পানীর ২০১৭ সনের বহিঃনিরীক্ষক হিসাবে নিয়োগ প্রদান করা হয়। তাঁরা ১লা জানুয়ারী হতে ৩১শে ডিসেম্বর, ২০১৭ সময়ের হিসাব নিরীক্ষা করেছে। মেসার্স হুদা ভাসি এন্ড কোং, চার্টার্ড এ্যাকাউন্টেন্টস এর ২০১৭ সন নিরীক্ষার ১ম বছর। মেসার্স হুদা ভাসি চৌধুরী এন্ড কোং ২০১৮ সালের জন্য নিরীক্ষক হিসেবে পূনঃ নিয়োগের জন্য ইচ্ছা প্রকাশ করেছেন। কোম্পানী আইন ১৯৯৪ এর সেক্শন ২১০ (৩) অনুযায়ী পূনঃ নিয়োগের যোগ্য বিধায় তাদেরকে নিয়োগের জন্য আগামী ২৯ জুলাই, ২০১৮ই তারিখে অনুষ্ঠিতব্য কোম্পানীর ৩২তম বার্ষিক সাধারণ সভায় অনুমোদনের জন্য পেশ করা হবে।

Acknowledgement

On behalf of the Board Directors, we humbly take this opportunity to express our heartfelt gratitude to all of our valued clients, shareholders and well-wishers in home and abroad for their wholehearted co-operation. We are especially thankful to all Banks both in the private and public sector and the management of Multimode Group, Beximco Group, KDS Group, Abdul Monem Group, W & W Group, Square Group, Bata Shoe (BD) Ltd, Novartis (Bangladesh) Ltd, Heidelberg Cement Bangladesh, International Television Channel Ltd (NTV), National Television Ltd (RTV), Maasranga Television, ICDDR,B, Pacific Jeans Group of Companies, HKD Group of Companies, Jayson Group, Aristopharma Ltd, Karim Group, Square Air, DBL Group, MJL Bangladesh, MJL (Mobil), Saad Musa Group, Grameen phone Ltd, Esquire Group, Mir Group, Pedrollo (NK) Ltd, PHP Group, Rahimafrooz Group, Envoy Group, Maksons Group, M.I. Cement Factory Ltd. (Crown Cement), Olympic Group, Robintex Group, Shanta Group, T.K. Group, Healthcare Pharmaceuticals Ltd. Khulna Power Company Ltd, Khan Jahan Ali Power Co. Ltd, NEPC Consortium Power Ltd, Summit Group, United Group, High-Speed Navigation Co. Ltd, RZ Power, G.B.B Power Ltd, Desh Engergy Ltd, Eurostar Shipping Ltd, Peoples Shipping Ltd, Summit Shipping Ltd, Sealink Shipping Co, Poseidon Enterprise, Brave Royal Shipping, Central Navigation, Ace Bi Cycle (BD) Ltd, Denim Plus (BD) Ltd, Excelsior Shoes Ltd, Jay Jay Mills (BD) Pvt Ltd, J & J Industries Ltd, Jemina Accessories Ltd, Luna Lite Co. (BD) Ltd, Mamiya Op (BD) Ltd, Meghna Accessories Ltd, Merim Co. Ltd, Mitali Textile Industries (BD) Ltd, Modern Towels (BD) Ltd, Multi Safh Bags Ltd, MZM Textile Ltd, Padma Industries Ltd, Papella Shoe Ltd, Sanko Optical Co. (BD) Ltd, U-Jin Led Co. (BD) Ltd, Van Green (BD) Ltd, Kadena Sports Wear (BD) Ltd, Nawab Abdul Malek Jute Mills (BD) Ltd, Quality Feeds Ltd, Grameen Shakti, National Polymer Industries Ltd, Paxar (BD) Ltd, Care Bangladesh, Bangladesh Edible Oil Ltd, CEAT Bangladesh Ltd, Ruby Food Products, Ahad Jute Spinners Ltd, State Bank of India, Embassy of the United Arab Emirates, Alliance Francaise De Dhaka, Berger Paints (BD) Ltd, Asian Paints Bangladesh Ltd, Sanofi Aventis Bangladesh Ltd, Dhakarea Ltd., EXSACO Ltd., Renata Ltd., Nuvista Pharma Ltd., ECPV Chittagong Ltd., Modele De Capital Ltd., North South University, Al-Muslim Group, Energypac Bangladesh, Independent Television, Paragon Group, Armana Group, IDLC, MGH Group, Pran Group, Trendex Furniture Industries Ltd., etc –কে আমাদের উপর আস্থা ও বিশ্বাস স্থাপনের জন্য ধন্যবাদ জ্ঞাপন করছি।

কৃতজ্ঞতা স্বীকার

এ মূহুর্তে আমি কোম্পানীর পরিচালনা পর্ষদের পক্ষ থেকে দেশে - বিদেশে আমাদের সমস্ত সম্মানিত গ্রাহক, শেয়ারহোল্ডারবৃন্দ ও শুভানুধ্যায়ীদের নিকট তাদের আন্তরিক সহয়োগিতার জন্য কৃতজ্ঞতা জানাচ্ছি। আমরা বিশেষভাবে সকল সরকারি ও বেসরকারি ব্যাংকসমূহ সহ Multimode Group, Beximco Group, KDS Group, Abdul Monem Group, W & W Group, Square Group, Bata Shoe (BD) Ltd, Novartis (Bangladesh) Ltd, Heidelberg Cement Bangladesh, International Television Channel Ltd (NTV), National Television Ltd (RTV), Maasranga Television, ICDDR,B, Pacific Jeans Group of Companies, HKD Group of Companies, Jayson Group, Aristopharma Ltd, Karim Group, Square Air, DBL Group, MJL Bangladesh, MJL (Mobil), Saad Musa Group, Grameen phone Ltd, Esquire Group, Mir Group, Pedrollo (NK) Ltd, PHP Group, Rahimafrooz Group, Envoy Group, Maksons Group, M.I. Cement Factory Ltd. (Crown Cement), Olympic Group, Robintex Group, Shanta Group, T.K. Group, Healthcare Pharmaceuticals Ltd. Khulna Power Company Ltd, Khan Jahan Ali Power Co. Ltd, NEPC Consortium Power Ltd, Summit Group, United Group, High-Speed Navigation Co. Ltd, RZ Power, G.B.B Power Ltd, Desh Engergy Ltd, Eurostar Shipping Ltd, Peoples Shipping Ltd, Summit Shipping Ltd, Sealink Shipping Co, Poseidon Enterprise, Brave Royal Shipping, Central Navigation, Ace Bi Cycle (BD) Ltd, Denim Plus (BD) Ltd, Excelsior Shoes Ltd, Jay Jay Mills (BD) Pvt Ltd, J & J Industries Ltd, Jemina Accessories Ltd, Luna Lite Co. (BD) Ltd, Mamiya Op (BD) Ltd, Meghna Accessories Ltd, Merim Co. Ltd, Mitali Textile Industries (BD) Ltd, Modern Towels (BD) Ltd, Multi Safh Bags Ltd, MZM Textile Ltd, Padma Industries Ltd, Papella Shoe Ltd, Sanko Optical Co. (BD) Ltd, U-Jin Led Co. (BD) Ltd, Van Green (BD) Ltd, Kadena Sports Wear (BD) Ltd, Nawab Abdul Malek Jute Mills (BD) Ltd, Quality Feeds Ltd, Grameen Shakti, National Polymer Industries Ltd, Paxar (BD) Ltd, Care Bangladesh, Bangladesh Edible Oil Ltd, CEAT Bangladesh Ltd, Ruby Food Products, Ahad Jute Spinners Ltd, State Bank of India, Embassy of the United Arab Emirates, Alliance Francaise De Dhaka, Berger Paints (BD) Ltd, Asian Paints Bangladesh Ltd, Sanofi Aventis Bangladesh Ltd, Dhakarea Ltd., EXSACO Ltd., Renata Ltd., Nuvista Pharma Ltd., ECPV Chittagong Ltd., Modele De Capital Ltd., North South University, Al-Muslim Group, Energypac Bangladesh, Independent Television, Paragon Group, Armana Group, IDLC, MGH Group, Pran Group, Trendex Furniture Industries Ltd., etc –কে আমাদের উপর আস্থা ও বিশ্বাস স্থাপনের জন্য ধন্যবাদ জ্ঞাপন করছি।

of India, Embassy of the United Arab Emirates, Alliance Francaise De Dhaka, Berger Paints (BD) Ltd, Asian Paints Bangladesh Ltd, Sanofi Aventis Bangladesh Ltd, Dhakarea Ltd., EXSACO Ltd., Renata Ltd., Nuvista Pharma Ltd., ECPV Chittagong Ltd., Modele De Capital Ltd., North South University, Al-Muslim Group, Energypac Bangladesh, Independent Television, Paragon Group, Armana Group, IDLC, MGH Group, Pran Group, Trendex Furniture Industries Ltd., etc. for reposing their confidence in the company.

We would also like to convey our sincerest thanks to Insurance Development and Regulatory Authority, Bangladesh Securities and Exchanges Commission, Dhaka Stock Exchange, Chittagong Stock Exchange and Re-Insurers - Sadharan Bima Corporation, General Insurance Corporation of India (GIC) Best Re. Malaysia and Trust International and Re-Insurance Brokers- J.B. Boda, Protection Bahrain, Willis and others for their support and assistance. The Board also expresses its appreciation to M/s. Hoda Vasi Chowdhury & Co., Chartered Accountants, the Auditor of the Company.

I wish to acknowledge the commitment and diligence of my fellow Directors, the executive team and all the employees of the Company for their hard work and dedication throughout the year. The Board of Directors has been pleased to reward its staff including Executives, Officers and Employees 2(Two) Incentive Bonus based on their individual performance to be decided by the management.

Lastly, with best regards to all our valuable shareholders, we promise to continue the growth of the company with your continued support.

Thank you all.
On behalf of the Board of Directors

Syed M. Altaf Hussain
Chairman

আমরা গণপ্রজাতন্ত্রী বাংলাদেশ সরকার, বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ, সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন, ঢাকা স্টক এক্সচেঞ্জ, চট্টগ্রাম স্টক এক্সচেঞ্জ, সাধারণ বীমা কর্পোরেশন, জেনারেল ইন্স্যুরেন্স কর্পোরেশন অব ইন্ডিয়া (GIC), বেস্ট রি-মালয়েশিয়া ও ট্রাস্ট ইন্টারন্যাশনাল রি-ইন্স্যুরার এবং জেবি ভোদা, প্রোটেকসান বাহরাইন, উইলিস রি-ইন্স্যুরেন্স ব্রোকার সহ অন্যান্য রি-ইন্স্যুরার ও ব্রোকারদেরকে তাদের সমর্থন ও সহযোগিতার জন্য ধন্যবাদ জানাচ্ছি। পরিচালনা পর্ষদ কোম্পানীর নিরীক্ষক মেসার্স হুদা ভাসি চৌধুরী এন্ড কোং, চার্টার্ড এ্যাকাউন্টেন্টসকেও ধন্যবাদ জ্ঞাপন করছে।

ব্যবস্থাপনা পরিচালককে এবং তাঁর মাধ্যমে কোম্পানীর সমস্ত নির্বাহী, কর্মকর্তা ও কর্মচারীদেরকে তাঁদের প্রশংসনীয় কাজের জন্য পরিচালনা পর্ষদ ধন্যবাদ জ্ঞাপন করছে। তাদের আন্তরিক উৎসর্গের মনোভাব, কর্মনিষ্ঠা, অক্লান্ত পরিশ্রম, ও সেবার মাধ্যমে আগামী দিনগুলোতে কোম্পানী আরো ভাল ফলাফল অর্জন করবে বলে দৃঢ় প্রত্যাশা ব্যক্ত করছি। আন্তরিক এবং প্রশংসনীয় কর্মোদ্যমের জন্য সকল শ্রেণীর কর্মকর্তা ও কর্মচারীবৃন্দকে তাদের কাজের মূল্যায়নের ভিত্তিতে পরিচালকমন্ডলী মূল বেতনের সমপরিমান ২টি উৎসাহ বোনাস অনুমোদন করেছেন।

আমাদের সম্মানিত শেয়ারহোল্ডারবৃন্দের নিকট আন্তরিক শ্রদ্ধা জ্ঞাপনপূর্বক তাঁদের আন্তরিক সহয়োগিতার মাধ্যমে কোম্পানীর প্রবৃদ্ধি অব্যাহত রাখার দৃঢ় প্রত্যয় ব্যক্ত করছি।

ধন্যবাদ
পরিচালকমন্ডলীর পক্ষে

সৈয়দ এম. আলতাফ হোসাইন
চেয়ারম্যান।

Directors' Report to the Shareholders

(Under Section 184 of the Companies Act 1994)

We report that:

i. The financial statements prepared by the management of the company present fairly its state of affairs, the result of its operations, cash flows and changes in equity.

ii. Proper books of account of the company have been maintained.

iii. 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.

iv. International Accounting Standards, as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there from has been adequately disclosed.

v. The system of internal control is sound in design and has been effectively implemented and monitored.

vi. There are no significant doubts upon the company's ability to continue as a going concern.

vii. There are no significant deviations from last year operating result of the company.

viii. During the year ended 31 December 2017 the Board of Directors held 13 (Thirteen) meetings and the Directors serving on the Board attended in aggregate 52.56% of the total number of meetings.

ix. At 31 December 2017, the pattern of shareholding are given below:

a) Shareholding of Parent/Subsidiary/ Associate companies and other related parties: Nil.

b) Shareholdings of Directors, CEO, Company Secretary, CFO and Head of Internal Audit and their spouses and minor children: Nil.


IMPACT
SYSTEMS
EXISTENCE
CREDITORS
JURISDICTION
JURISDICTIONS
RELATIONSHIPS
GENERAL
CONTROL
EMPLOYEES
POLICY
STAKEHOLDERS
CONTEMPORARY
OBJECTIVES
LENDERS
CORPORATIONS
EXECUTIVE
COMPANIES
PARTICULAR
EXTERNAL
REGULATION
CONTROLLED
INFORMATION
CONCERNED
CORPORATION'S
SERVICES
LARGE
INVESTORS
BUSINESS
CUSTOMERS
SHAREHOLDER
EXAMPLE
CORPORATE
GOVERNANCE
REGULATORY
GOALS
VARY
AGENT
STRONG
RELATED
PERSON
LEGAL
CASE
SUPPLIERS
CORPORATION
ARISE
CONFLICTS
SYSTEM
INTERESTS
MANY
COMPENSATION
PARTIES
COMPANY
CONSTITUTION
BEHAVIOR
MANAGEMENT
ALSO
INFLUENTIAL
SHAREHOLDERS
EFFICIENCY
AUDITORS
DIRECTORS
RETURNS
ENTITY'S
VARIOUS
FIRMS
FIRM
FINANCIAL
LAWS
REPORTING
STATUTORY
STATUTE
MONITORING
PROVIDE
ARISES
EXECUTIVES
BOARD
PERSONNEL
COUNTRIES
PERFORMANCE
REGULATIONS
GOODS
INTERNAL
STOCK
POLICIES
ENTITY
MECHANISMS
INCLUDE
CAPITAL
INTEREST
RECEIVE
PROCEDURES

Compliance Report on SEC Notification

Annexure-I

Status of compliance with the conditions imposed by the Commission's Notification No. SEC/ CMRRCD/ 2006-158/ 134/ Admin/44 dated 7th August, 2012 .

(Report under Condition No.7.00)

Condition No.	Title	Compliance Status		Remarks (if any)
		Put ✓ in the appropriate column		
		Complied	Not complied	
1.1	**Board's size** (Shall not be less than 5(five) and more than 20 (twenty)	✓	–	–
1.2(i)	**Independent Directors** (at least 1/5) of the total number of Directors in the company's Board shall be independent Directors)	✓	–	Complied as per Insurance Act 2010.
1.2(ii)(a)	**Independent Director means** (who either does not hold any share in the company or holds less than one percent (1%) shares of the total paid-up shares of the company;)	✓	–	-
1.2(ii)(b)	who 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: Provided that spouse, son, daughter, father, mother, brother, sister, son-in-law and daughter-in-law shall be considered as family members.	✓	–	–
1.2(ii)(c)	who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary/associated companies;	✓	–	–
1.2(ii)(d)	who is not a member, director or officer of any stock exchange;	✓	–	–
1.2(ii)(e)	who is not a shareholder, director or officer of any member of stock exchange or an intermediary of the capital market;	✓	–	–
1.2(ii)(f)	who is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of any statutory audit firm;	✓	–	–
1.2(ii)(g)	who shall not be an independent director in more than 3 (three) listed companies;	✓	–	–
1.2(ii)(h)	who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a Non-Bank Financial Institution (NBFI);	✓	–	–
1.2(ii)(i)	who has not been convicted for a criminal offence involving moral turpitude.	✓	–	–
1.2(iii)	the independent director(s) shall be nominated 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) cannot 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.	✓	–	–

Condition No.	Title	Compliance Status		Remarks (if any)
		Put ✓ in the appropriate column		
		Complied	Not complied	
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(i)	Qualification of Independent Director (ID) 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)	The person 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	–	–	No such deviation occurred.
1.4	**Chairman of the Board & Chief Executive Officer** (The positions of the Chairman of the Board and the Chief Executive Officer of the companies shall be filled by different individuals. The Chairman of the company 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(i)	**The Directors' Report to Shareholders** (The directors of the companies shall include the following additional statements in the Directors' Report prepared under section 184 of the Companies Act, 1994) :- 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.	✓	–	–
1.5(v)	Discussion on continuity of any Extra-Ordinary gain or loss.			No such item exists.
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, rights issues and/or through any others instruments.	–	–	No such item exists.
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.	–	–	No such event occurred.

Condition No.	Title	Compliance Status		Remarks (if any)
		Put ✓ in the appropriate column		
		Complied	Not complied	
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.	–	–	No such event occurred.
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 judgement.	✓	–	–
1.5(xiv)	International Accounting Standards (IAS)/Bangladesh Accounting Standards (BAS)/International Financial Reporting Standards (IFRS)/Bangladesh Financial Reporting Standards (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.	–	–	N/A
1.5 (xviii)	Key operating and financial data of 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.	–	–	N/A
1.5 (xx)	The number of Board meetings held during the year and attendance by each director shall be disclosed.	✓	–	13 meeting with average 52.56% attendance

Condition No.	Title	Compliance Status		Remarks (if any)
		Put ✓ in the appropriate column		
		Complied	Not complied	
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:-.	✓	–	–
	(a) Parent/Subsidiary/Associated Companies and other related parties (name wise details);	–	–	N/A
	(b) Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children (name-wise details);	✓	–	–
	(c) Executives;	✓	–	–
	(d) Shareholders holding ten percent (10%) or more voting interest in the company (name wise details).	–	–	N/A
	Explanation: For the purpose of this clause, the expression "executive" means top 5 (five) salaried employees of the company, other than the Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer and Head of Internal Audit			
1.5(xxii)	In case of the appointment/re-appointment of a director the company shall disclose the following information 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.	✓	–	–
2.1	Appointment of Chief Financial Officer (CFO), Head of Internal Audit & Company Secretary (CS) Appointment: The company shall appoint a Chief Financial Officer (CFO), a Head of Internal Audit(Internal Control and Compliance) and a Company Secretary (CS). The Board of Directors should clearly define respective roles, responsibilities and duties of the CFO, the Head of Internal Audit and the CS.	✓	–	–
2.2	Requirement to attend the Board Meetings The CFO and the Company Secretary of the companies shall attend the meetings of the Board of Directors, provided that the CFO and/or the Company Secretary shall not attend such part of a meeting of the Board of Directors which involves consideration of an agenda item relating to their personal matters.	✓	–	–
3(i)	Audit Committee: 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.	✓	–	–

Condition No.	Title	Compliance Status		Remarks (if any)
		Put ✓ in the appropriate column		
		Complied	Not complied	
3(iii)	The Audit Committee shall be responsible to the Board of Directors. The duties of the Audit Committee shall be clearly set forth in writing.	✓	–	–
3.1(i)	Constitution of the Audit Committee The Audit Committee shall be composed of at least 3 (three) members.	✓	–	–
3.1(ii)	(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)	(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. Explanation: The term "financially literate" means the ability to read and understand the financial statements like Balance Sheet, Income Statement and Cash Flow Statement and a person will be considered to have accounting or related financial management expertise if (s)he possesses professional qualification or Accounting/ Finance graduate with at least 12 (twelve) years of corporate management/ professional experiences.	✓	–	–
3.1(iv)	(iv) When the term of service of the Committee members expires or there is any circumstance causing any Committee member to be unable to hold office until expiration of the term of service, thus making the number of the Committee members to be lower than the prescribed number of 3 (three) persons, the Board of Directors shall appoint the new Committee member(s) to fill up the vacancy(i.e) immediately or not later than 1 (one) month from the date of vacancy(i.e) in the Committee to ensure continuity of the performance of work of the Audit Committee.	✓	–	–
3.1(v)	(v) The company secretary shall act as the secretary of the Committee.	✓	–	–
3.1.(vi)	(vi) The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent director.	✓	–	–
3.2(i)	**Chairman of the Audit Committee** 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(i)	**Role of Audit Committee** Role of audit committee shall include the following:- 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.	✓	–	–

Condition No.	Title	Compliance Status		Remarks (if any)
		Put ✓ in the appropriate column		
		Complied	Not complied	
3.3(vi)	Review along with the management, the quarterly and half yearly financial statements 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	–	–	N/A
3.4.1(i)	**Reporting of the Audit Committee to the Board of Directors** The Audit Committee shall report on its activities to the Board of Directors.	✓	–	–
3.4.1(ii) (a)	The Audit Committee shall immediately report to the Board of Directors on the following findings, if any:- report on conflicts of interests;	–	–	No such event occurred
3.4.1.(ii) (b)	suspected or presumed fraud or irregularity or material defect in the internal control system;	–	–	No such event occurred
3.4.1(ii) (c)	suspected infringement of laws, including securities related laws, rules and regulations;	–	–	No such event occurred
3.4.1(ii) (d)	any other matter which shall be disclosed to the Board of Directors immediately.	–	–	No such event occurred
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 of Directors for three times or completion of a period of 6 (six) months from the date of first reporting to the Board of Directors, whichever is earlier.	–	–	No such event occurred
3.5	**Reporting to the Shareholders and General Investors** 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 issuer company.	–	–	No such event occurred

Condition No.	Title	Compliance Status		Remarks (if any)
		Put ✓ in the appropriate column		
		Complied	Not complied	
4(i)	EXTERNAL/STATUTORY AUDITORS: The issuer company should not engage its external/ statutory auditors to perform the following services of the company; namely:- (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)	Broker-dealer services.	✓	–	–
4(v)	Actuarial services.	---	–	N/A
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.	✓	–	–
5(i)	SUBSIDIARY COMPANY: Provisions 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.	–	–	N/A
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 Directors of the subsidiary company.	–	–	N/A
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	–	–	N/A
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.	–	–	N/A
5(v)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company.	–	–	N/A
6(i)(a)	DUTIES OF CHIEF EXECUTIVE OFFICER (CEO) AND CHIEF FINANCIAL OFFICER (CFO): The CEO and CFO shall certify to the Board that:- (i) They have reviewed financial statements for the year and that to the best of their knowledge and belief: a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;	✓	–	–
6(i)(b)	these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.	✓	–	–

Condition No.	Title	Compliance Status		Remarks (if any)
		Put ✓ in the appropriate column		
		Complied	Not complied	
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(i)	REPORTING & COMPLIANCE OF CORPORATE GOVERNANCE: The company shall obtain a certificate from a Professional Accountant/Secretary (Chartered Accountant/Cost & 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. Explanation : Chartered Accountant means Chartered Accountant as defined in the Chartered Accountants Act, 1949 (Act No. XXXVIII Of 1949); Cost and Management Accountant means Cost and Management Accountant as defined in the Cost and Management Accountants Ordinance, 1977 (Ordinance No. LIII of 1977); Chartered Secretary means Chartered Secretary as defined in the চার্টার্ড সেক্রেটারীজ আইন, ২০১০ (২০১০ সনের ২৫ নং আইন) ।	✓	–	–
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.	✓	–	–

Ownership Status

Shares: 58,380,355 Nos.

Paid up Capital: Tk.583,803,550.00

Sl. No.	Name of Director	No. shares	Spouse	Minor Children	Total	% of share
1	**Syed M. Altaf Hussain**	1,691,883	11,997	N/A	1,703,880	2.92
2	**Mr. Khan Mohd. Ameer**	1,435,574	-	N/A	1,435,574	2.46
3	**Mr. Abdul Awal Mintoo**	1,170,804	452,263	N/A	1,623,067	2.78
4	**Mr. A. Monem**	1,537,236	41,587	N/A	1,578,823	2.70
5	**Mr. Khalilur Rahman**	2,952,385	-	N/A	2,952,385	5.06
6	**Mr. Mohd. A. Awwal**	1,272,351	425,075	N/A	1,697,426	2.91
7	**Mr. Md. Syedur Rahman Mintoo**	1,175,093	11,503	N/A	1,186,596	2.03
8	**Mr. Md. Sarwar Kamal**	1,213,886	340,999	N/A	1,554,885	2.66
9	**Mr. Mushfiqur Rahman**	1,167,675	-	N/A	1,167,675	2.00
10	**Mrs. Nahreen Siddiqua**	1,168,711	-	N/A	1,168,711	2.00
11	**Mrs. N. J. Chowdhury**	1,248,310	-	N/A	1,248,310	2.14
12	**Mr. Mohd. A. Malek**	994,999	368,426	N/A	1,363,425	2.34
13	**Mr. Nasir A. Latif**	914,710	-	N/A	914,710	1.57
14	**Mr. Tabith Mohd. Awal**	1,171,167	-	N/A	1,171,167	2.01
15	**Mr. ASM Mohiuddin Monem**	144,697	-	N/A	144,697	0.25
16	**Ms. Tahsina Rahman** (On behalf of KIY Steel Industries Ltd.)	13,426	-	N//A	13,426	0.02
17	**Mr. Md. Akbar Hossain**	37,605	-	N/A	37,605	0.06
18	**Mr. Santosh Sharma**	-	-	-	-	0.00
19	**Managing Director**	-	-	N/A	-	0.00
20	**Company Secretary**	-	-	N/A	-	0.00
21	**Chief Financial Officer**	-	-	N/A	-	0.00
22	**Head Of Internal Audit**	-	-	N/A	-	0.00

Mahfel Huq & Co.
Chartered Accountants
The first registered accounting firm in independent Bangladesh
An independent member firm of AGN International

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Web: www.mahfelhuq.com

Certificate on Compliance with Conditions of Corporate Governance Guidelines to the Shareholders of Pragati Insurance Limited

We have been engaged by Pragati Insurance Limited (the "Company") to certify whether the company has complied with the conditions of corporate governance guidelines issued by the Bangladesh Securities and Exchange Commission (BSEC) under notification number SEC/CMRRCD/2006-158/134/Admin/44 dated 7th August, 2012 and subsequent amendment SEC/CMRRCD/2006-158/147/Admin/48 dated 21st July, 2013 as at 31st December, 2017.

The Management Responsibilities

Those charged with governance and management of the Company are responsible for complying with the conditions of corporate governance guidelines as stipulated in the aforesaid notifications' Those charged with the governance of the Company are also responsible for reporting in the directors' report whether the Company has complied with the conditions of corporate governance guidelines.

Our Responsibilities

Our responsibility is to comply with the ethical and independence requirements, to examine the Company's status of compliance with the conditions of corporate governance and to certify thereon. Our examination for the purpose of issuing this certificate were limited to the checking of the procedures and implementations thereof, adopted by the Company for ensuring the compliance of conditions of corporate governance and appropriate reporting of compliance status in the attached statement on the basis of evidence obtained and representations received.

Conclusion

To the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of corporate governance guidelines stipulated in the above mentioned BSEC notifications and reported thereon.

Date: Dhaka
31th May, 2018

MAHFEL HUQ & CO.
Chartered Accountants

Report of the Audit Committee

The Audit committee of the Pragati Insurance Limited is a sub-committee of the Board of Directors appointed by the Board of the company. The Audit Committee comprise of the following Directors:

1.	Mr. Santosh Sharma	Independent Director and Chairman of meeting
2.	Mr. A.S.M. Mohiuddin Monem	Co- Chairman and Director
3.	Mr. Tabith Mohd. Awal	Member and Director
4.	Mr. Md. Sarwar Kamal	Member and Director
5.	Mr. Nasir Latif	Member and Director
6.	Mr. Akbar Hossin	Member and Independent Director

The Committee operates according to the terms of reference approved by the Board and in compliance with section 3.00 of the Bangladesh Securities and Exchange Commission's notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 7th August, 2012. The committee is accountable for all audit activities and report to the Board of Directors of the company. The key role of the Audit Committee is to monitor, review and examine the financial statements, corporate governance practices, internal control systems and risk management activities related with the insurance.

Resolutions of the Audit Committee meeting

During the year 2017 under review 04 (Four) meetings of the Audit Committee were held and the Committee focused on the following activities:

1. Reviewed the reliability and consistency of the financial statements of the company to ensure that the internal control and compliance procedures are adequate to present a true and fair view of the company's state of affairs for the year 2017.
2. Reviewed that draft annual financial statement of accounts for the year 2017 that audited by the external auditors. Ensured that proper disclosure required under Accounting Standards as adopted in Bangladesh have been made and also complied with the companies Act and various rules and regulations applicable to insurance business.
3. Reviewed the unaudited quarterly and half yearly financial statement of accounts for their proper presentation to the shareholders and regulatory authorities.
4. Reviewed the various reports of the internal Auditor and their recommendations to take appropriate actions to the management where needed.
5. Reviewed the audit plan 2017 and also approved the internal audit plan 2018 with appropriate directions to the Internal Auditor.
6. Reviewed the appointment of external auditors.

Approval of Financial Statement

The Audit Committee reviewed and examined the annual financial statements 2017 prepared by the management and audited by the external auditors and recommended the same before the Board for consideration.

Acknowledgement

The Directors Audit Committee expressed their sincere thanks to the members of the Board, management of the company and the auditors for their support to carry out its duties and responsibilities effectively.

Chairman
Directors Audit Committee

Responsibility Statement of CEO and CFO

The financial statements are prepared in accordance with Bangladesh Accounting Standards issued by the Institute of Chartered Accountants of Bangladesh (ICAB) and in compliance with Insurance Act 2010, Company Act 1994, the Securities and Exchange rules 1987 and the Listing Regulations of the Dhaka and Chittagong Stock Exchanges.

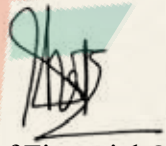
We are responsible for establishing and maintaining proper internal control system. We have designed such control or caused such control to be designed under our supervision, to ensure that material information relating to the Company is made known to us and for safeguarding the Company's assets and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

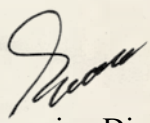
We certify to the Board that:-

(i) We have reviewed financial statements for the year and that to the best of our knowledge and belief:
   a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
   b) these statements together present 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 our 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.



Chief Financial Officer



Managing Director



AUDITORS' REPORT



Hoda Vasi Chowdhury & Co
Chartered Accountants

BTMC Bhaban (7th & 8th Floor)
7-9 Kazi Nazrul Islam Avenue
Karwan Bazar C/A Dhaka - 1215

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF
PRAGATI INSURANCE LIMITED

We have audited the accompanying Financial Statements of Pragati Insurance Limited (the Company) which comprise the financial position as of 31 December 2017 and the related revenue accounts as well as the profit and loss account, profit and loss appropriation account, statement of changes in share holders equity and statement of cash flows for the year then ended and a summary of significant accounting policies and explanatory information.

Management's responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Accounting Standards (BAS), Bangladesh Financial Reporting Standards (BFRSs), the Companies Act (#18)1994, the Insurance Act 2010, the Bangladesh Securities and Exchange Rules 1987, and other applicable laws and regulations and for such internal control as management, determines is necessary to enable the preparation of these financial statements that are free from material misstatement, whether due to fraud or error.

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 (BSA). 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, auditors' consider internal control relevant to the entity'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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, 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 prepared in accordance with Bangladesh Financial Reporting Standards (BFRSs), give a true and fair view of the state of the Company's affairs as of 31 December

2017 and the results of its Operations and its Cash Flows for the year then ended and comply with the Companies Act (#18) 1994, the Insurance Act 2010, and in some applicable cases. the Insurance Act 1938, the Insurance Rules 1958, the Bangladesh Securities and Exchange Rules 1987 and other applicable laws and regulations.

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 purposes 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;

c) the Company management has followed relevant provisions of laws and rules in managing the affairs of the Company and proper books of account, records and other statutory books have been properly maintained and (where applicable) proper returns adequate for the purpose of our audit have been received from branches not visited by us;

d) as per section 63(2) of the Insurance Act 2010, we certify that to the best of our knowledge and belief and according to the information and explanations given to us, all expenses of management wherever incurred and whether incurred directly or indirectly, in respect of insurance business of the company transacted in Bangladesh during the year under report have been duly debited to the related revenue accounts and the statement of comprehensive income of the company;

e) as per regulation 11 of part 1 of the third schedule of the Insurance Act 1938 as amended, we report that to the best of our information and as shown by its books, the company during the year under report has not paid any person any commission in any form outside Bangladesh in respect of any of its business re-insured abroad.

f) the Company's statement of financial position and statement of comprehensive income and its statement of cash flows dealt with by the report are in agreement with the books of account and returns;

g) the expenditure incurred were for the purposes of the Company's business;

Dated:
Dhaka, 30th April, 2018

Hoda Vasi Chowdhury & Co
Chartered Accountants

STATEMENT OF FINANCIAL POSITION

(BALANCE SHEET)

AS AT 31 DECEMBER, 2017

CAPITAL & LIABILITIES	Note(s)	2017	2016
Authorised capital			
200,000,000 Ordinary shares of Tk.10 each		2,000,000,000	2,000,000,000
Issued, Subscribed & Paid-up capital			
583,803,55 Ordinary shares of Tk. 10 each	4	583,803,550	556,003,390
Reserve or Contingency account		2,600,169,569	2,507,225,263
Reserve for Exceptional Losses	5	796,704,685	758,075,593
Contingency Reserve for Insurance Guarantees and Tail ended Insurance Business		105,869,651	105,869,651
Revaluation Reserve	7	1,412,133,735	1,412,133,735
General Reserve	8	243,578	243,578
Investment Fluctuation Fund (Fair Value Changes)	18.1.(i)	167,428,506	146,419,446
Profit & Loss Appropriation Account	9	117,789,414	84,483,260
Balance of fund & account		363,221,915	326,939,838
Fire Insurance Business		69,354,798	63,500,481
Marine Insurance Business		162,244,840	125,785,066
Misc. Insurance Business		131,622,278	137,654,291
Premium Deposit	10	4,664,409	16,878,346
Liabilities & provision		66,423,463	134,312,199
Estimated liabilities in respect of outstanding Claims whether due or intimated.	11	57,026,144	77,856,514
Amount due to other persons or bodies for carrying on insurance business.	12	9,397,319	56,455,685
Loan from Bank	13	136,042,270	198,032,083
Sundry Creditors	14	124,667,628	84,145,921
Provision for Income Tax	15	414,254,453	359,254,453
Provision for Deferred Tax	16	17,340,000	17,340,000
		4,310,587,254	4,200,131,492
Net Asset Value Per Share	34	54.54	55.09

The annexed notes from 1 to 38 form an integral part of these financial statements.

Md. Rezaul Karim
Managing Director

Santosh Sharma
Director

Dated: Dhaka, 30th April, 2018

STATEMENT OF FINANCIAL POSITION

(BALANCE SHEET)

AS AT 31 DECEMBER, 2017

PROPERTY & ASSETS	Note(s)	2017	2016
Investment		416,658,212	407,668,020
Bangladesh Government Treasury Bond	17	25,106,960	25,086,755
Shares & debentures	18	391,551,252	382,581,265
Fair Value Changes Account	18.1.(i)	167,428,506	146,419,446
Amount due from other persons or bodies carrying on insurance business	19	452,169,839	467,397,010
Interest, Dividend & Rent outstanding	20	576,426	576,426
Sundry Debtors	21	80,287,703	82,489,826
Premium Control Account	22	14,393,736	-
Advance Payment of Tax	23	289,643,031	253,548,640
Cash and Bank Balances	24	586,918,464	552,383,589
Fixed Deposit Accounts		434,676,850	425,246,850
STD & Current Accounts		140,284,091	117,185,665
Cash, Cheque in hand & Stamp		11,957,523	9,951,074
Other accounts		2,302,511,337	2,289,648,535
Land (freehold)	25	887,115,023	887,115,023
Holiday Homes	26	4,130,090	4,130,090
Fixed Assets(at cost less accumulated depreciation)	27	73,736,050	83,056,547
Building	28	1,302,008,743	1,283,666,113
Panthapath building (Under Construction)	29	33,982,698	30,660,452
Stock of printing materials		1,538,733	1,020,310
		4,310,587,254	4,200,131,492

Tabith Mohd. Awal
Director

Syed M. Altaf Hussain
Chairman

Subject to our separate report of even date

Hoda Vasi Chowdhury & Co
Chartered Accountants

AMAR STOCK

STATEMENT OF COMPREHENSIVE INCOME
(PROFIT AND LOSS ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER, 2017

Particulars	Notes	2017	2016
Expenses of Management			
(not applicable to any fund or account)		8,843,480	7,035,765
Director Fees & Expenses		1,246,250	1,443,402
Registration Renewal Fee	32	6,225,741	6,088,333
Audit Fees	33	361,250	456,375
Depreciation	Annex-A	13,427,779	12,792,077
Profit for the year transferred to Profit & Loss Appropriation Account		210,335,746	186,266,849
		240,440,246	214,082,801

PROFIT AND LOSS APPROPRIATION ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER, 2017

Particulars	Notes	2017	2016
Reserve for Exceptional Losses		38,629,092	47,889,287
Provision for Income Tax	15	55,000,000	53,900,000
Balance transferred to Balance Sheet		117,789,414	84,483,260
		211,418,506	186,272,547
Earning Per Share	35	2.66	2.38

The annexed notes from 1 to 38 form an integral part of these financial statements.

Md. Rezaul Karim
Managing Director

Santosh Sharma
Director

Dated: Dhaka, 30th April, 2018

STATEMENT OF COMPREHENSIVE INCOME

(PROFIT AND LOSS ACCOUNT)

FOR THE YEAR ENDED 31 DECEMBER, 2017

Particulars	Notes	2017	2016
Interest, Dividend and Rent			
(Not applicable to any fund or account)	30	48,126,361	63,536,152
Interest received & accrued		25,400,862	35,953,475
Dividend and Debenture interest		22,725,499	27,582,677
Profit transferred from :		124,886,360	93,663,781
Fire revenue account		(25,872,705)	(38,953,579)
Marine revenue account		59,502,121	38,631,118
Misc. revenue account		91,256,945	93,986,242
Other income :	31	67,427,525	56,882,868
Sundry Income		808,812	589,076
Profit/(loss)on sale of investment (shares)		21,030,787	5,007,157
Building Rent		45,587,926	51,286,635
		240,440,246	214,082,801

PROFIT AND LOSS APPROPRATION ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER, 2017

Particulars	Notes	2017	2016
Net profit for the year transferred from Profit and Loss Account		210,335,746	186,266,849
Balance brought forward from previous period		1,082,760	5,698
		211,418,506	186,272,547

Tabith Mohd. Awal
Director

Syed M. Altaf Hussain
Chairman

Subject to our separate report of even date

Hoda Vasi Chowdhury & Co
Chartered Accountants

CONSOLIDATED REVENUE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER, 2017

Particulars	Fire	Marine Cargo	Marine Hull	Motor	Misc	Total 2017	Total 2016
Balance of Account at the beginning of the year :							
Reserve for unexpired risk	63,500,482	110,429,217	15,355,849	106,010,854	31,643,437	326,939,839	313,143,453
Premium, Less Re-insurance	138,709,598	276,296,264	24,096,708	207,900,446	55,344,109	702,347,125	638,523,828
Commission on Re-Insurance ceded	33,074,521	17,865,900	2,481,942	-	4,942,029	58,364,392	68,256,071
Total	**235,284,601**	**404,591,381**	**41,934,499**	**313,911,300**	**91,929,575**	**1,087,651,356**	**1,019,923,352**
Claim under policies less Re-insurance :							
Claim paid during the year	31,738,350	16,101,395	1,390,070	42,970,602	11,109,507	103,309,924	117,325,338
Total Estimated liability in respect of outstanding claims at the end of the year under due or intimated	15,695,510	12,820,819	251,660	8,815,000	19,443,155	57,026,144	77,856,514
	47,433,860	28,922,214	1,641,730	51,785,602	30,552,662	160,336,068	195,181,852
Less : Outstanding Claim at the end of the previous year	42,162,276	3,864,115	1,346,300	7,450,000	23,033,823	77,856,514	118,464,329
	5,271,584	25,058,099	295,430	44,335,602	7,518,839	82,479,554	76,717,523
Expenses for management	109,535,345	108,148,419	6,843,414	48,218,131	23,231,517	295,976,826	309,511,810
Commission	76,995,578	79,742,720	4,690,837	41,494,839	18,162,725	221,086,699	213,090,399
Profit transfer to Profit & Loss Account	(25,872,705)	53,494,011	6,008,110	75,912,505	15,344,440	124,886,360	93,663,781
Balance on Account at the end of the year as shown in Balance Sheet :							
Reserve for unexpired risks being 50% of Fire, Marine Cargo, Motor & Misc. and 100% of Marine Hull Premium income of the year.	69,354,799	138,148,132	24,096,708	103,950,223	27,672,055	363,221,916	326,939,839
Total	**235,284,601**	**404,591,381**	**41,934,499**	**313,911,300**	**91,929,575**	**1,087,651,356**	**1,019,923,352**

The annexed notes from 1 to 38 form an integral part of these financial statements.

Md. Rezaul Karim
Managing Director

Santosh Sharma
Director

Tabith Mohd. Awal
Director

Syed M. Altaf Hussain
Chairman

Independent Auditors' Report
As per our report of same date

Hoda Vasi Chowdhury & Co
Chartered Accountants

Dated, Dhaka, 30th April, 2018

FIRE INSURANCE REVENUE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER, 2017

Particulars	2017	2016
Balance of account at the beginning of the year :		
Reserve for unexpired risk	63,500,482	66,633,477
Premium less : Re-Insurance	138,709,598	127,000,964
Commission on Re-insurance ceded	33,074,521	38,153,973
	235,284,601	231,788,414
Claims under policies Less : Re-insurance : Paid during the year	31,738,350	22,934,305
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	15,695,510	42,162,276
	47,433,860	65,096,581
Less : Outstanding claims at the end of the previous year	42,162,276	91,780,374
	5,271,584	(26,683,793)
Expenses of management	109,535,345	138,900,043
Commission	76,995,578	95,025,261
Profit transferred to Profit & (Loss) Account	(25,872,705)	(38,953,579)
Balance of account at the end of the year as shown in Balance Sheet		
Reserve for unexpired risks, being 50% of the fire premium income of the year	69,354,799	63,500,482
	235,284,601	231,788,414

The annexed notes from 1 to 38 form an integral part of these financial statements.

Md. Rezaul Karim
Managing Director

Santosh Sharma
Director

Tabith Mohd. Awal
Director

Syed M. Altaf Hussain
Chairman

Independent Auditors' Report
As per our report of same date

Dated, Dhaka, 30th April, 2018

Hoda Vasi Chowdhury & Co
Chartered Accountants

MARINE INSURANCE REVENUE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER, 2017

Particulars	CARGO	HULL	Total 2017	Total 2016
Balance of Account at the beginning of the year :				
Reserve for unexpired risk	110,429,217	15,355,849	125,785,066	112,483,462
Premium Less : Re-Insurance	276,296,264	24,096,708	300,392,972	236,214,283
Commission on Re-Insurance Ceded	17,865,900	2,481,942	20,347,842	25,749,780
	404,591,381	41,934,499	446,525,880	374,447,525
Claims under Policies Less : Re-Insurance:				
Paid during the year	16,101,395	1,390,070	17,491,465	36,953,372
Total estimated liability in respect of Outstanding Claims at the end of the year whether due or intimated	12,820,819	251,660	13,072,479	5,210,415
	28,922,214	1,641,730	30,563,944	42,163,787
Less : Outstanding Claims at the end of the previous year	3,864,115	1,346,300	5,210,415	12,158,222
	25,058,099	295,430	25,353,529	30,005,565
Expenses of Management	108,148,419	6,843,414	114,991,833	105,383,545
Commission	79,742,720	4,690,837	84,433,557	74,642,231
Profit transferred to Profit & (Loss) Account	53,494,011	6,008,110	59,502,121	38,631,118
Balance of Account at the end of the year as shown in Balance Sheet :				
Reserve for unexpired risks being 50% of the Marine Cargo Premium income 100% of the Marine Hull Premium Income of the year	138,148,132	24,096,708	162,244,840	125,785,066
	404,591,381	41,934,499	446,525,880	374,447,525

The annexed notes from 1 to 38 form an integral part of these financial statements.

Md. Rezaul Karim
Managing Director

Santosh Sharma
Director

Tabith Mohd. Awal
Director

Syed M. Altaf Hussain
Chairman

Independent Auditors' Report
As per our report of same date

Dated, Dhaka, 30th April, 2018

Hoda Vasi Chowdhury & Co
Chartered Accountants

MISCELLANEOUS INSURANCE REVENUE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER, 2017

Particulars	MOTOR	MISC.	Total 2017	Total 2016
Balance of account at the beginning of the year : Reserve for unexpired risks	106,010,854	31,643,437	137,654,291	134,026,515
Premium less : Re-insurance	207,900,446	55,344,109	263,244,555	275,308,581
Commission on Re-insurance ceded (including profit commission)	-	4,942,029	4,942,029	4,352,318
	313,911,300	91,929,575	405,840,875	413,687,414
Claims under policies				
Less : Re-Insurance: paid during the year	42,970,602	11,109,507	54,080,109	57,437,662
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	8,815,000	19,443,155	28,258,155	30,483,823
	51,785,602	30,552,662	82,338,264	87,921,485
Less : Outstanding claims at the end of the previous year	7,450,000	23,033,823	30,483,823	14,525,733
	44,335,602	7,518,839	51,854,441	73,395,752
Expenses of management	48,218,131	23,231,517	71,449,648	65,228,222
Commission	41,494,839	18,162,725	59,657,564	43,422,907
Profit transferred to Profit & (Loss) Account	75,912,505	15,344,440	91,256,945	93,986,242
Balance of account at the end of the year as shown in Balance Sheet :				
Reserve for unexpired risks being 50% of the motor and misc. premium income of the year	103,950,223	27,672,055	131,622,278	137,654,291
	313,911,300	91,929,575	405,840,875	413,687,414

The annexed notes from 1 to 38 form an integral part of these financial statements.

Md. Rezaul Karim
Managing Director

Santosh Sharma
Director

Tabith Mohd. Awal
Director

Syed M. Altaf Hussain
Chairman

Independent Auditors' Report
As per our report of same date

Dated, Dhaka, 30th April, 2018

Hoda Vasi Chowdhury & Co
Chartered Accountants

PRAGATI INSURANCE LIMITED

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE YEAR ENDED 31 DECEMBER, 2017

Particulars	Share capital	Reserve for exceptional losses	Contingency Reserve for Insurance Gurantees	Revaluation Reserve	General reserve	Profit & loss appropriation	Total equity
	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Balance at 1 January 2017	556,003,390	758,075,593	105,869,651	1,412,133,735	243,578	84,483,260	2,916,809,207
Dividend paid (Stock)	27,800,160	-	-	-	-	(27,800,160)	-
Dividend paid (Cash)					-	(55,600,339)	(55,600,339)
Transferred to Reserve for exceptional losses	-	38,629,092	-		-	-	38,629,092
Transferred to Revaluation reserve	-	-	-		-		-
Transferred to profit & loss appropriation account	-	-	-	-	-	116,706,654	116,706,654
Balance at 31 December 2017	583,803,550	796,704,685	105,869,651	1,412,133,735	243,578	117,789,415	3,016,544,614

The annexed notes from 1 to 38 form an integral part of these financial statements.

Md. Rezaul Karim
Managing Director

Santosh Sharma
Director

Tabith Mohd. Awal
Director

Syed M. Altaf Hussain
Chairman

Subject to our separate report of even date

Dated: Dhaka, 30th April, 2018

Hoda Vasi Chowdhury & Co
Chartered Accountants

FMARSTOCK

STATEMENT CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER, 2017

Particulars		2017	2016
A.	**Cash Flow from operating Activities**		
	Collection from Premium & Other income	1,700,771,241	1,591,314,924
	Less: Payment for Expenses of Management, Re-insurance, Claim and Commission etc.	1,633,343,355	1,569,060,433
	Less: Tax paid/or deducted	36,094,391	17,681,187
	Net Cash Flow From Operating Activities	31,333,495	4,573,304
B.	**Cash Flow from Investing Activities**		
	Interest & other Income	26,209,674	36,542,551
	Dividend Income	22,725,499	27,582,677
	Rental Income	45,587,926	51,286,635
	Purchase of Fixed Assets	(1,549,767)	(4,125,593)
	Land & Building	(21,664,876)	(15,031,195)
	Net Fund adjustment with Brokers house	49,483,082	(66,299,341)
	Net Cash Flow From Investing Activities	120,791,538	29,955,734
C.	**Cash Flow from Financing Activities**		
	Increase/(Decreased) of bank Overdraft	(61,989,813)	(8,900,889)
	Dividend Paid	(55,600,339)	(55,600,339)
	Net Cash Flow From Financing Activities	(117,590,152)	(64,501,228)
	Increase/Decrease in Cash Flow(A+B+C)	34,534,881	(29,972,190)
	Opening Cash In hand & At Banks	552,383,589	582,355,779
	Closing Cash In hand & At Banks	586,918,464	552,383,589
	Net operating cash flow per share	0.54	0.08

The annexed notes from 1 to 38 form an integral part of these financial statements.

Md. Rezaul Karim
Managing Director

Santosh Sharma
Director

Tabith Mohd. Awal
Director

Syed M. Altaf Hussain
Chairman

Dated, Dhaka, 30th April,2017

Hoda Vasi Chowdhury & Co
Chartered Accountants

PRAGATI INSURANCE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER, 2017

1.0 Background

The Company was incorporated as a public company on 27 January 1986 and obtained the Certificate of Commencement i.e C-15249/815 of Business from the Registrar of Joint Stock Companies, Bangladesh with effect from30 January 1986. The Company is listed with both Dhaka Stock Exchange and Chittagong Stock Exchange Limited as a Public Limited Company. The primary objectives of the company are to carry on all kinds of insurance, guarantee and indemnity business other than life insurance business.

1.1 Application of Standards

The following BAS and BFRS are applicable for the Financial Statements for the year under review:

BAS 7 Statement of Cash Flows
BAS 8 Accounting Policies, Changes in Accounting Estimates and Errors
BAS 10 Events After the reporting periods
BAS 12 Income Taxes
BAS 16 Property, Plant and Equipment
BAS 18 Revenue
BAS 19 Employees Benefits
BAS 21 Foreign exchanges gain or loss
BAS 23 Borrowing Cost
BAS 24 Related Parties Disclosers
BAS 33 Earning per share
BAS 37 Provision, Contingent liabilities and Assets
BAS 38 Intangible Assets
BFRS 7 Financial Instruments, Disclosers

2.0 Basis of presenting accounts and significant accounting policies

2.1 Basis of presenting accounts

a. These accounts have been prepared under Generally Accepted Accounting Principles (GAAP) on historical cost convention. These statements are also prepared in accordance with applicable Accounting Standards as adopted by the Institute of Chartered Accountants of Bangladesh and where relevant with presentational requirement of the law.

b. The Balance Sheet has been prepared in accordance with the regulations contained in Part I of the First Schedule and as per Form "A" as set forth in Part II of that Schedule and the Revenue Account of each class of general insurance business has been prepared in accordance with the regulations as contained in Part I of the Third Schedule and as per Form "F" as set forth in Part II of that Schedule of the Insurance Act 2010 as amended.

2.2 Significant accounting policies

a) Premium Income:

The total amount of premium earned on various classes of insurance business underwritten during the year, the gross amount of premium earned against various policies, the amount of re-insurance premium due to Sadharan Bima Corporationand General Insurance Corporation of India (GIC), the amount of re-insurance commission earned and the amount of claims less re-insurance settled during

the year have all been duly accounted for in the books of account of the Company and while preparing the final accounts, the effect of re-insurance accepted and re-insurance ceded as well as the effect of total estimated liabilities in respect of outstanding claims at the end of the year, whether due or intimated have also been duly reflected in order to arrive at the net underwriting profit for the year.

b) Interest on Statutory and other Investments :

The interest received during the year from banks on STD account and FDR Accounts has been duly credited to the Statement of Comprehensive Account.

c) Gain and Loss on Shares and Debentures

Gain and loss on sale of shares and dividend income earned during the year have been shown in the Statement of Comprehensive Account and the tax relief as well as the concession on the rate of tax as availed under the existing income tax law, have been given effect in the accounts.

d) Management Expenses

Management expenses as charged to Revenue Accounts amounting to Tk.295,976,826 represents approximately 17.77% of gross premium of Tk.1,664,737,211.The expenses have been apportioned @41.75% to Fire, 37.14% to Marine and 21.11% to miscellaneous business as per Management decision.

e) Provision for Unexpired Risks

Before arriving at the surplus of each class of business necessary provision for unexpired risks have been created at the rate of 50% on all business except on Marine Hull business for which the provision was made @ 100% of the total premium for the year 2017.

f) Reserve for Exceptional Loss

Reserve for Exceptional Losses as appropriated out of current year's profit before tax provision amounts to Tk. 38,629,092 being 5.5% of the net premium earned during the year.

g) Depreciation on Fixed Assets

Depreciation on Fixed Assets has been charged on cost for full year as per Straight Line Method at the following rates:

Category of Assets	Rate of Depreciation
Furniture	10%
Fixtures	15%
Motor Vehicles	20%
Office & Electrical Equipment	15%
Miscellaneous Items	20%

h) Use of Estimate

Preparation of financial Statements in conformity with International Accounting Standards requires management to make estimate and assumptions that affect the reported amounts of asset and liabilities and disclosure of the contingent asset and liabilities if any at the date of the financial statements and revenues and expenses during the year reported. Actual result could differ from those estimates. Estimates are used in accounting for certain items such as depreciation, outstanding claims, taxes reserve etc.

i) Operation

During the year under audit, the gross premium earned by the company amounted to Tk.1,664,737,211 including public sector business of Tk.48,973,726. After ceding for re-insurance premium the net premium for the year amount to Tk.702,347,125 and after charging direct expenses therefrom the net Underwriting profit stood at Tk. 124,886,360 as against Tk. 93,663,781 of previous year.

j) Public Sector Business

Public Sector Business up to June 2017 has been accounted for on the basis of statement received from Sadharan Bima Corporation.

k) Taxation

Provision for income tax has been made @ 40% as per Finance Act 2017 of the profit made by the company considering taxable add-back of income and disallowance of expenditure.

l) Tax Assessment Position

Management has filed appeals with the Hon'ble High Court Division of Supreme court against the order of Tax Appellate Tribunal for the assessment year 2006-2007,2007-2008, 2008-2009, 2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-2014 and 2014 2015.Tax authority filed appeal to the High Court against Tribunal order for assessment year 2011-2012 which lying to Appellate Tribunal and hearing completed but decision is pending. The Department has filed appeal against the assessment order of Assessment Year 2013-2014 and 2014-2015 and Tribunal has given the order in favor of the Department. Now the company has filed appeal to the Hon'ble High Court Division of Supreme Court against the order. Assessment of Income year 2014 (assessment year 2015-2016) now pending with the DCT. Sufficient provision made for excess imposed Taxes.

m) Foreign currency translation

Foreign currency transactions are converted into equivalent Taka currency at the ruling exchange rates on the respective date of such transaction as per BAS-21.

n) Basic Earnings per Share

This has been calculated by dividing the basic earning by the weighted average number of ordinary shares outstanding during the year as per BAS-33.

o) Employees' Benefit Scheme:

Pragati Insurance ltd provided employees' benefit as per BAS-19 as under :

i) Gratuity Fund :

The company has a funded Gratuity scheme for all eligible employees who completed minimum 5 years of confirmed service with the company. The scheme is approved by the National Board of Revenue (NBR) and administrated by an independent Board of Trustee.

ii) Contributed Provident Fund :

The company has a contributed provident Fund for its regular employee. The fund is approved by Commissioner of Taxes.

iii) Other Benefit's :

In addition to above, the company provides other benefits to its employees like group insurance scheme, Incentive bonus, House building loan etc.

iv) Workers profit participation fund(WPPF):

The board refers the matter of provision for Workers Profit Participation Fund (WPPF) and like to clarify as per provision of para (A to G) section 233 of Bangladesh Labour Amendments Act 2013,funtions of Non-Life Insurance companies are not similar to the functions of Industrial relating workers' as mention in the aforesaid section.

Therefore, provision for Workers Profit Participation and Welfare Fund (WPPF) is not applicable for the company. It may be mentioned here that Pragati Insurance Ltd. has been maintaining a recognized Employees Provident fund, Gratuity Scheme, Group Insurance Scheme (GIS), performance bonus as per provision of BAS-19.

p) Related parties' disclosure

Pragati Insurance in normal course of business carried out a number of transactions with other entities that fall within the definition of related parties contained in Bangladesh Accounting Standard 24: 'Related Parties Disclosers'. All transactions involving related parties arising the normal course of business and on a arm's length basis at commercial rates on the same terms and conditions as applicable to the third parties. Details transactions with related parties and balances with them as at December 31,2017 were as follows:

Name of the Client	Relationship	Nature of Business	Net Premium income 2016	Premium Outstanding upto 31-12-2016	Amount Realized Subsequently	Claim Paid-2016
W & W Grains Corporation	Common Director	Insurance	1,628,114	Nil	Nil	-
Multimode Group	Common Director	Insurance	20,489,063	Nil	Nil	998,666
Abdul Monem Ltd.	Common Director	Insurance	37,128,453	Nil	Nil	1,133,466
KDS Group	Common Director	Insurance	58,300,611	Nil	Nil	282,416
McDonaid Group	Common Director	Insurance	704,109	Nil	Nil	-
Prostar Group	Common Director	Insurance	1,977,944	Nil	Nil	2,833,086
Armana Group	Common Director	Insurance	32,024,091	Nil	Nil	1,568,500
Chowdhury Group	Common Director	Insurance	211,825	Nil	Nil	-
Concord Pragatee Consortium	Common Director	Insurance	751,466	Nil	Nil	-
MKR Group	Common Director	Insurance	60,308	Nil	Nil	-
Total			**153,275,984**			**6,816,134**

q) Others

Figures have been rounded off to the nearest Taka and previous year's figures have been re-arranged for comparison purpose where felt necessary.

3. Valuation of Assets

The value of all assets at 31 December 2017 as shown in the Balance Sheet and in the Classified Summary of Assets on Form 'AA' annexed have been reviewed and the said assets have been set forth in the Balance Sheet at amounts at their respective book values which in the aggregate do not exceed their aggregate market value.

		2017	2016
4	**Share capital**	Taka	Taka
	Authorized:		
	200,000,000 ordinary shares of Tk 10 each	2,000,000,000	2,000,000,000
	Issued, subscribed and paid up:		
	58,380,355 ordinary Shares of Tk 10 each Fully	583,803,550	556,003,390
	6,100,000 Ordinary shares of Tk.10 each Fully paid up in cash	61,000,000	61,000,000
	1,220,000 Ordinary shares of Tk.10 each Fully paid up as bonus share(20%) allotted in 1997	12,200,000	12,200,000
	2,196,000 Ordinary shares of Tk.10 each Fully paid up as bonus share(30%) allotted in 2002 (out of general reserve as at 31st December 2001)	21,960,000	21,960,000
	2,379,000 Ordinary shares of Tk.10 each Fully paid up as bonus share(25%) allotted in 2003(out of general reserve as at 31st December 2002)	23,790,000	23,790,000
	3,211,650 Ordinary shares of Tk.10 each Fully paid up as bonus share(27%) allotted in 2004 (out of Share Premium)	32,116,500	32,116,500
	3,776,650 Ordinary shares of Tk.10 each Fully paid up as bonus share(25%) allotted in 2005 (out of Share Premium)	37,766,500	37,766,500
	2,832,500 Ordinary shares of Tk.10 each Fully paid up as bonus share(15%) allotted in 2006(out of Share Premium & General reserve)	28,325,000	28,325,000
	3,257,370 Ordinary shares of Tk.10 each Fully paid up as bonus share(15%) allotted in 2007(out of Share Premium & General reserve)	32,573,700	32,573,700
	8,740,600 Ordinary shares of Tk.10 each Fully paid up as bonus share(35%) allotted in 2008(out of net Profit)	87,406,000	87,406,000
	50,570,600 Ordinary shares of Tk.10 each Fully paid up as bonus share(15%) allotted in 2008(out of net Profit)	50,570,600	50,570,600
	38,770,830 ordinary Shares of Tk 10 each Fully Paid up bonus share (10%) allotted in 2009 (Out of General Reserve and Dividend Equalization Reserve)	38,770,700	38,770,700
	42,647,900 ordinary Shares of Tk 10 each Fully Paid up bonus share (5%) allotted in 2010 (Out of Net Profit)	21,323,950	21,323,950
	4,478,0295 ordinary Shares of Tk 10 each Fully Paid up bonus share (10%) allotted in 2011 (Out of Net Profit & General Reserve)	44,780,350	44,780,350
	3,694,374 ordinary shares of Tk.10 each fully paid up bonus share(7.5%) allotted in 2012 (out of Net profit & General reserve)	36,943,740	36,943,740
	2,647,635 ordinary shares of Tk.10 each fully paid up bonus share(5%) allotted in 2013 (out of Net profit & General reserve)	26,476,350	26,476,350
	2,780,016 ordinary shares of Tk.10 each fully paid up bonus share(5%) allotted in 2016 (out of Net profit & General reserve)	27,800,160	
		583,803,550	556,003,390

	2017	2016

Clarification of shareholding position of the Company at 31 December

Holding of shares	Number of shareholders		Percentage (%) of total holdings	
	2017	2016	2017	2016
Less than 500	2,098	2,383	0.40	0.47
500 to 5,000	1,009	1,021	3.16	3.06
5,001 to 10,000	117	121	1.47	1.54
10,001 to 20,000	70	81	1.78	2.07
20,001 to 30,000	24	28	1.01	1.19
30,001 to 40,000	19	15	1.21	0.96
40,001 to 50,000	15	12	1.24	0.95
50,001 & above	102	112	89.73	89.76
	3,454	3,773	100.00	100.00

5	**Reserve for Exceptional Losses Tk. 796,704,685**		
	Opening balance	758,075,593	710,186,306
	Add: Addition during the year	38,629,092	47,889,287
		796,704,685	758,075,593
6	**Contingency Reserve for Insurance Guarantees & tail ended Insurance Business Tk.105,869,651**		
	Reserve for unexpired Guarantees	87,080,441	87,080,441
	Reserve against Tail ended insurance business	18,789,210	18,789,210
		105,869,651	105,869,651
7	**Revaluation Reserve Tk. 1,412,133,735**		
	Opening balance	1,412,133,735	1,412,133,735
	Closing balance	1,412,133,735	1,412,133,735
8	**General Reserve Tk. 243,578**		
	Opening balance	243,578	7,433,917
	Less: Dividend paid	-	7,190,339
		243,578	243,578
9	**Balance of Profit & Loss Appropriation Account Tk. 117,789,414**		
	Underwriting Profit as per revenue Account	124,886,360	93,663,781
	Interest Income & Dividend	48,126,361	63,536,152
	Other Income(Including gain/(loss) on Sale of Share	67,427,525	56,882,868
		240,440,246	214,082,801
	Less: Expenses of Management (Not related to any fund or account)	30,104,500	27,815,952
	Net profit for the year	210,335,746	186,266,849
	less :Reserve for Exceptional losses(5.50% of Net Premium) Tax free	38,629,092	47,889,287
	(In 2016 it was 7.5%)	171,706,654	138,377,562
	Add: Surplus Brought forward:	1,082,760	5,698
		172,789,414	138,383,260
	Less: Tax provision	55,000,000	53,900,000
	Surplus Carried forward	117,789,414	84,483,260

		2017	2016
10	**Premium deposits**	4,664,409	16,878,346

Balance on this account represents premium received against cover notes which were not converted into policy within 31 December 2017 because of the period of nine months from the dates of issue of cover notes had not elapsed

11 Estimated liability in respect of outstanding claims whether due or intimated Tk. 57,026,144

Fire	15,695,510	42,162,276
Marine	13,072,479	5,210,415
Motor	8,815,000	7,450,000
Miscellaneous	19,443,155	23,033,823
	57,026,144	77,856,514

All the claims of which the management is aware of as per intimation up to the year-end have been taken into consideration.

12 Amounts due to other persons or bodies carrying on insurance business Tk: 939,7319

The following to the balance payable under co-insurance scheme for payment to other insurance companies and other parties.

Co-insurers	9,397,319	10,199,886
Payable to other Parties	-	46,255,799
	9,397,319	56,455,685

13	**Loan from Bank for office Building (Secured)**	136,042,270	198,032,083
13.1	**Sonali Bank Tk. 86,902,791**		
	Opening Balance	151,593,831	142,389,795
	Loan Taken during the year	75,367,421	119,449,294
	Interest charged during the year	16,440,686	16,518,750
		243,401,938	278,357,839
	Less. Re-payment during the year	156,499,147	126,764,008
		86,902,791	151,593,831
13.2	**IFIC Bank Tk. (860,521)**		
	Opening Balance	46,438,252	64,543,177
	Loan Taken during the year	103,807,036	133,020,394
	Interest charged during the year	4,043,127	5,737,304
		154,288,415	203,300,875
	Less. Re-payment during the year	155,148,936	156,862,623
		(860,521)	46,438,252
13.03	IDLC	50,000,000	-

		2017	2016
14	**Sundry creditors (including provision for expenses and taxes) TK. 124,667,628**		
	Payable against expenses	26,034,706	26,957,402
	Provident fund deduction	2,298,981	2,142,116
	Provident fund Loan	22,971	501,661
	Income tax deduction(14.1)	217,818	221,612
	Received against security	32,030,819	2,608,160
	Tax deduction against Bill	350,050	186,154
	VAT deduction against Bill	148,183	214,371
	Un-paid dividend (14.2)	23,329,037	17,574,172
	Vat payable (14.3)	10,917,360	9,402,742
	Hospitalization Insurance Claim	569,312	634,136
	Advance Rent Received	28,748,390	23,703,396
		124,667,628	84,145,921

14.01 Income Tax deduction Tk. 217,818

Income Tax deduction at source amounting to Tk.217,818 including income tax deduction from salary during the year which has been deposited into Bangladesh Bank subsequently.

14.02 Unpaid Dividend Tk.23,329,037

This represent the balance of unpaid dividend from year to year TK.23,329,037

14.03 VAT Payable Tk.10,917,360

VAT payable as Tk.10,917,360 represent the Vat for the month of December 2017 which has been deposited into Bangladesh Bank subsequently.

15 Provision for Income Tax Tk. 414,254,453

The amount includes Tk. 55,000,000 being Income tax provision made for the accounting year ended on 31 December.2017(Assessment Year 2018-2019) in accordance with the best estimate of the management on lump sum basis but without considering the admissible and inadmissible expenses

Opening Balance	359,254,453	305,354,453
Add. Provision made during the year	55,000,000	53,900,000
	414,254,453	359,254,453

16 Provision for Deferred Tax Tk 17,340,000		
Opening Balance	17,340,000	17,340,000

17 Bangladesh Government Treasury Bond	25,106,959.87	25,086,755.00

The amount represents 5 years Bangladesh Government Treasury Bond (BGTB) with a face value of Tk. 25,086,755 held with Bangladesh Bank as statutory Deposit under Insurance Act ,2010.

18 Shares and Debentures Tk. 391,551,252		
Shares (18.1)	387,051,252	378,081,265
Debentures (18.2)	4,500,000	4,500,000
	391,551,252	382,581,265

		2017	2016
18.1	**Break up of Share and debentures of 2017**		
	Amra Net	1,426,450	3,699,606
	BD Industrial Finance Ltd.	167,320	171,200
	BD Submarine Cable	5,451,589	2,920,308
	DELTA LIFE INSURANCE	11,739,688	6,534,656
	DELTA SPEINER LTD	1,993,622	1,137,400
	Eastland Insurance	662,203	409,098
	ENVOY TEXTILE	2,073,990	1,544,807
	Eastern Cables Limited	755,137	674,049
	Family Tex	1,746,709	553,014
	Golden son	8,176,157	2,352,000
	HWA WELL TEXTILES BD LTD	2,279,081	1,855,000
	Int. Leasing And FSL	2,746,580	1,765,238
	KAY & QUE.	4,501,005	10,489,425
	LAFSURCEML	7,573,510	4,893,000
	LANKABANGLA FINANCE LTD	6,806,358	4,780,000
	Mobile Jamuna BD Ltd.	4,955,823	4,364,000
	Nahee Aluminum	62,246	502,570
	Monno Fabrics	27,125	271,250
	NATIONAL BANK	30,428,301	16,860,337
	NCC BANK LTD	13,905,253	13,207,988
	Olympic Industries Limited	24,416,449	23,064,000
	OIMEX	64,800	464,745
	PADMA OIL	8,741,421	7,989,531
	Phoenix Finance	1,763,556	1,688,960
	PRIME BANK LTD	7,668	8,220
	Saif Powrtec	14,878,428	6,374,400
	Samorita Hospital Ltd.	1,937,754	1,814,459
	Square Pharmaceuticals Limited	3,713,851	4,562,914
	Saiham Cotton Mills Limited	2,332,877	1,301,300
	Southeast Bank	7,259,127	6,992,711
	Shahjibazar Power Co. Ltd. (SPCL)	5,341,784	4,632,390
	Unique Hotel & Resort	6,829,647	3,124,000
	National Housing Finance & Investment Ltd	49,932,168	261,382,680
		234,697,677	402,385,255
18.1.(i)	**Changes in fair value of the shares available for sale**		
	Fair Value of the Investment	402,385,255	381,376,195
	Fair value reserve as at December 31,2017	(234,956,749)	(234,956,749)
		167,428,506	146,419,446

	At cost	Market Value
Non- Tradable		
Central Depository Bangladesh. Ltd	3,138,890	3,138,890
Ind. & Infrastructure Dev. Finance Co.	31,183,820	31,183,820
Jamuna Resort Ltd.	43,900,895	43,900,895
United Hospital Ltd.	54,337,500	54,337,500
Non- Tradable	132,561,105	132,561,105
Total	367,258,782	534,946,360
Brokerage Balance	19,792,470	19,792,470
Total (Tradable+ Non-Tradable+ Brokerage balance)	387,051,252	

The company has made investment in capital market in a large port folio and income generated from investment (realized gain and dividend received) is credited to Statement of Comprehensive Income. Unrealized capital gain if any is transferred to investment Fluctuation Fund subsequently. Investment in shares that do not have any quoted market price in the active market and whose fair value can not be measured reliably, where recognized at cost

18.2 **Debentures**	2017	2016
Bangladesh Luggage Industries Ltd	4,500,000	4,500,000
	4,500,000	4,500,000

19 **Amount due from other persons or bodies carrying on insurance business Tk452,169,839**		
Co-Insurance premium receivable	23,204,412	22,763,974
Co-Insurance claim receivable	15,967,935	16,601,015
Refund Co-Insurance premium receivable	3,870,342	3,865,537
Sadharan Bima Corporation	230,893,740	259,251,388
Overseas re-insurer	178,233,410	164,915,096
	452,169,839	467,397,010

20 **Interest, Dividend & Rent Outstanding Tk 576,426**		
Dividend (20.1)	51,426	51,426
Debenture Interest (20.2)	525,000	525,000
	576,426	576,426

20.01 **Dividend**		
Metro Spinning Mills Ltd.	510	510
Beximco Fisheries Ltd.	50,916	50,916
	51,426	51,426

20.02 **Debenture Interest**		
Bangladesh Luggage Industries Ltd	525,000	525,000
	525,000	525,000

21 **Sundry Debtors (including advances, deposits and prepayments and others) Tk. 802,877,039**		
Advance against Salary	3,879,429	2,930,773
Advance against Rent	17,849,839	6,105,088
Advance against Expenses	11,586,277	9,236,286
House Building Loan	1,623,268	3,389,433
Jamuna Resort Ltd.	20,229,708	12,223,656
Security Deposits	6,044,306	1,825,905

		2017	2016
	Group Insurance	2,920,984	1,457,591
	Advance against Insurance Management Software	15,060,700	15,060,700
	GA Adjuster receivable	-	30,260,394
	Rent Receivable	1,093,191	-
		80,287,703	82,489,826
22	**Premium Control Account TK. 14,393,736**		
	Fire	4,114,789	-
	Marine (Cargo & Hull)	9,413,183	-
	Motor	-	-
	Misc.	865,764	-
		14,393,736	-

Total amount of premium control account was realized within February 2018.

23	**Advance Payments of Tax Tk.289,643,031**		
	Opening balance	253,548,640	235,867,453
	Add: Advance Tax paid/Deduction at source during the year (23.1)	36,094,391	17,681,187
		289,643,031	253,548,640
23.01	**Advance Tax paid/Deduction at source during the year**		
	Deduction At Source from FDR Interest	2,277,864	3,310,302
	Deduction At Source from STD Interest	217,578	370,543
	Deduction At Source from Dividend Income	4,545,068	5,210,700
	Deduction At Source from office Rent	2,063,020	2,698,854
	Tax against Motor Maintenance	60,691	90,787
	Advance Income Tax Paid	26,930,170	6,000,000
		36,094,391	17,681,187
24	**Cash and Bank balances Tk. 586,918,464**		
	In hand		
	Cash (Head Office and Branch)	11,462,782	9,532,378
	Stamps	494,741	418,696
		11,957,523	9,951,074
	At banks		
	Fixed deposits (FDR)	434,676,850	425,246,850
	Short term deposit (STD)& Current accounts	140,284,091	117,185,665
		574,960,941	542,432,515
		586,918,464	552,383,589
25	**Land : Tk. 887,115,023**		
	Opening balance	887,115,023	887,050,023
	Add.: Sundry cost	-	65,000
		887,115,023	887,115,023
26	**Holiday Homes: Tk. 4,130,090**		
	Opening balance	4,130,090	4,130,090
		4,130,090	4,130,090

		2017	2016
27	**Fixed Asset ; Tk. 73,736,050**		
	Cost	215,909,621	221,317,854
	Less: Accumulated depreciation	142,173,571	138,261,307
	Written down value as per Annexure 'A'	73,736,050	83,056,547
28	**Office Building : TK. 1,302,008,743**		
	Head Office Building is yet to be registered in the name of the Company and hence no depreciation Charged so far except electrical equipment.		
	Opening Balance	1,283,666,113	1,269,634,138
	Add: Interest on Sonali Bank SOD A/C-32008293	16,440,686	16,459,492
	Add. Other expenses	4,459,461	130,000.00
		1,304,566,260	1,286,223,630
	Less: Depreciation	2,557,517	2,557,517
	Closing Balance	1,302,008,743	1,283,666,113
29	**Panthapath Building (Under Construction) : TK. 33,982,698**		
	Two Storied Commercial Building under construction at Panthapath land		
	Opening Balance	30,660,452	29,726,232
	Add: Rate, legal & other expenses.	3,322,246	934,220
		33,982,698	30,660,452
30	**Interest and dividend income: Tk. 48,126,361**		
	Interest on:		
	Fixed deposit receipts (FDR)	24,382,999	38,214,785
	Short term deposit (STD) accounts	4,503,476	3,004,178
	House Building Loan Interest	557,514	471,816
		29,443,989	41,690,779
	Less: Overdraft interest	4,043,127	5,737,304
		25,400,862	35,953,475
	Dividend received during the year	22,725,499	27,582,677
		48,126,361	63,536,152
31	**Other income : Tk. 67,427,525**		
	Profit on sale of Investment	21,030,787	5,007,157
	Building Rent	45,587,926	51,286,635
	Sundry Income	808,812	589,076
		67,427,525	56,882,868
32	**Registration Renewal Fee**	6,225,741	6,088,333
	The balance represents the amount deposited to Bangladesh Bank against renewal of registration for carrying on fire, marine and miscellaneous insurance business as per Section- 3A of Insurance Act-2010. Such expense amounts to Tk. 6,225,741		
33	**Audit fees Tk. 361,250**		
	Statutory audit fee (Including Vat)	361,250	456,375
		361,250	456,375

AMAR STOCK

		2017	2016
34	**Net Asset Value**		
	(Total Asset-Current Liabilities)	3,183,973,119	3,063,228,653
	Number of Share	58,380,355	55,600,339
	Net Asset Value per share	54.54	55.09
	Total Asset-Current Liabilities	3,183,973,116	3,063,228,652
	Total Assets	4,310,587,254	4,200,131,492
	Current Liabilities	1,126,614,138	1,136,902,840
	Fire Insurance Business	69,354,798	63,500,481
	Marine Insurance Business	162,244,840	125,785,066
	Misc. Insurance Business	131,622,278	137,654,291
	Premium Deposit	4,664,409	16,878,346
	Estimated liabilities in respect of outstanding Claims whether due or intimated	57,026,144	77,856,514
	Amount due to other persons or bodies for carrying on insurance business	9,397,319	56,455,685
	Loan from Bank	136,042,270	198,032,083
	Sundry Creditors	124,667,628	84,145,921
	Provision for Income Tax	414,254,453	359,254,453
	Provision for Deferred Tax	17,340,000	17,340,000
35	**Earning Per Share**		
	Profit after Tax	155,335,746	132,366,849
	Number of Share	58,380,355	55,600,339
	Basic Earning Per Share	2.66	2.38

36 Number of Employees

The number of permanent employees of the company drawing salaries below and above TK.3,000 per month is as under:

a) Salaries drawing above TK.3,000 526 Nos.

b) Salaries drawing Below TK.3,000 Nil

37	**Payments/ perquisites/ to Directors/Officers during the year**		
	Directors' Fees	1,246,250	1,443,402
	MD's Salary & Emoluments	4,200,000	3,600,000
	Officers Salary	173,986,222	183,866,279
	Meeting Fees	1,143,341	739,248

38 Post Balance Sheet Events

There was no significant event that has occurred between the balance sheet date and the date when the Financial Statements are authorized for issue by the board of Directors of Pragati Insurance Ltd in its 266th meeting held on 30th April ,2018 other than the fact that it has recommended Cash Dividend @ 13% and Stock Dividend @ 5% out of surplus subject to approval of shareholders in the 32nd Annual General Meeting.

Md. Rezaul Karim
Managing Director

Santosh Sharma
Director

Tabith Mohd. Awal
Director

Syed M. Altaf Hussain
Chairman

Dated: Dhaka, 30th April, 2018

Hoda Vasi Chowdhury & Co
CHARTERED ACCOUNTANTS

Fixed Assets

(at cost less accumulated depreciation)

	Particulars	Cost				Rate	Depreciation				WDV as at 31 December 2017	WDV as at 31 December 2016
		Opening balance	Additions during the year	Disposal during the year	Closing balance 31.12.2007		Opening balance	Charged during the year	Disposal	Closing balance 31.12.2007		
1	FURNITURE & FIXTURE	31,734,081	194,884		31,928,965	10%	28,706,201	621,097	-	29,327,298	2,601,667	3,027,880
2	FIXTURE (PLISTIC SIGN)	1,990,128	36,950		2,027,078	15%	1,960,617	64,961		2,025,578	1,500	29,511
3	MOTOR VEHICLE	99,050,771	324,273	6,958,000	92,417,044	20%	49,040,059	2,122,171	6,958,000	44,204,230	48,212,814	50,010,712
4	ELECTRICAL EQUIPMENT	62,452,788	916,210		63,368,998	15%	45,201,481	6,175,580	-	51,377,061	1,991,937	17,251,307
5	OFFICE EQUIPMENT	3,182,220	27,350		3,209,570	15%	3,182,221	-	-	3,182,221	27,349	-
6	CURTAIN & CARPETS	679,018	-		679,018	20%	679,018	-	-	679,018	-	-
7	BI-CYCLE	23,175	-		23,175	20%	23,175	-	-	23,175	-	-
8	TELEPHONE (INTERCOM)	492,093	-		492,093	20%	492,093	-	-	492,093	-	-
9	OFFICE DECORATION	21,713,580	50,100		21,763,680	10%	8,976,444	1,886,453	-	10,862,897	10,900,783	12,737,137
	TOTAL : TAKA	**221,317,854**	**1,549,767**	**6,958,000**	**215,909,621**		**138,261,309**	**10,870,262**	**6,958,000**	**142,173,571**	**73,736,050**	**83,056,547**
	Building:											
	ELECTRICAL EQUIPMENT	25,575,170	2,636,778	-	28,211,948	10%	11,253,136	2,557,517		13,810,653	11,764,517	14,322,034
	Total : Taka 2017	246,893,024	4,186,545	6,958,000	244,121,569		149,514,445	13,427,779	6,958,000	155,984,224	85,500,567	97,378,581
	Total : Taka 2016	245,237,431	4,125,593	2,470,000	246,893,024		139,192,367	12,792,076	2,470,000	149,514,443	97,378,581	106,045,066

STANDARD STOCK

FORM 'AA'

CLASSIFIED SUMMARY OF ASSETS AS AT 31 DECEMBER, 2017

	2017	2016
Bangladesh Government Treasury Bond	25,106,960	25,086,755
Shares - at cost	387,051,252	378,081,265
Debenture(At Cost)	4,500,000	4,500,000
Fixed deposit, STD and current A/C with Banks	574,960,941	542,432,515
Cash in hand and Stamp in hand	11,957,523	9,951,074
Amount due from other persons or bodies carrying on insurance business	619,598,345	613,816,456
Accrued interest	576,426	576,426
Debtors (including advances, deposits and prepayments)	80,287,703	82,489,826
Stock of Printing material	1,538,733	1,020,310
Land	887,115,023	887,115,023
Holiday homes	4,130,090	4,130,090
Fixed Asset	73,736,050	83,056,547
Building	1,335,991,441	1,314,326,565
	4,006,550,487	3,946,582,852

Md. Rezaul Karim
Managing Director

Santosh Sharma
Director

Tabith Mohd. Awal
Director

Syed M. Altaf Hussain
Chairman

AMARSTOCK

REVENUE ACCOUNT

FOR THE YEAR ENDED 31st DECEMBER, 2017

Summarized position of net underwriting profit earned during the year 2017 is as follows.

Particular	FIRE	MARINE	MOTOR & MISC	2017	2016
Premium Income					
A) Gross Premium	695,081,411	618,277,907	351,377,893	1,664,737,211	1,542,602,305
B) Re-insurance premium	556,371,812	317,884,936	88,133,338	962,390,086	904,078,477
C) Net Premium (A-B)	138,709,599	300,392,971	263,244,555	702,347,125	638,523,828
Direct Expenses					
D) Commission (Net of Re-insurance Accepted and Ceded)	43,921,057	64,085,715	54,715,535	162,722,307	144,834,328
E) Claim Settled & provide	5,271,584	25,353,536	51,854,501	82,479,621	76,717,524
F) Management Expenses	109,535,345	114,991,833	71,449,648	295,976,826	309,511,810
G) Allocation Of Management Expenses	43.85%	34.24%	21.91%	100%	100%
H) Total Direct Expenses (D+E+F)	158,727,986	204,431,084	178,019,684	541,178,754	531,063,662
I) Adjustment Fund Balance for Un-expired risk (Opening Balance Less closing Balance)	(5,854,317)	(36,459,774)	6,032,014	(36,282,077)	(13,796,386)
Net Underwriting Profit (C-H+I)	(25,872,704)	59,502,113	91,256,885	124,886,294	93,663,780
Commission(Net)					
Commission paid on Direct Business	76,995,578	84,433,557	59,657,564	221,086,699	213,090,399
Commission paid on Re-insurance Accepted	76,995,578	84,433,557	59,657,564	221,086,699	213,090,399
Less: Commission earned on re-insurance ceded	33,074,521	20,347,842	4,942,029	58,364,392	68,256,071
Net Commission	43,921,057	64,085,715	54,715,535	162,722,307	144,834,328
Claim Settled					
Gross Claim	195,105,914	116,444,256	99,983,194	411,533,364	602,687,587
less. Salvage received	-	-	-	-	-
	195,105,914	116,444,256	99,983,194	411,533,364	602,687,587
Less : Re-insurance claim Recovery	163,367,564	98,952,784	45,903,025	308,223,373	485,362,248
Paid During The Year	31,738,350	17,491,472	54,080,169	103,309,991	117,325,339
Add: Outstanding Claim at the end of the year whether due or Intimated (Company's Share)	15,695,510	13,072,479	28,258,155	57,026,144	77,856,514
	47,433,860	30,563,951	82,338,324	160,336,135	195,181,853
Less: Outstanding claim at the end of the previous Year	42,162,276	5,210,415	30,483,823	77,856,514	118,464,329
Net Claim	5,271,584	25,353,536	51,854,501	82,479,621	76,717,524

Directors' Certificate

As per regulations contained in the first schedule of the Insurance Act, 2010 as amended and as per section 40 of the said Act we certify that :-

The value of investment in shares and debentures have been taken at cost and the quoted value thereof mentioned wherever available.

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

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

Md. Rezaul Karim
Managing Director

Shantosh Sharma
Director

Tabith Mohd. Awal
Director

Syed M. Altaf Hussain
Chairman

List of Branches

Sl.No.	Branch Offices	Branch Incharge Name & Designation	Contact No.		
Dhaka Division					
1	**Elephant Road Branch** 299, Elephant Road, Pearsons Tower, Dhaka-1205	Sharif Mustaba Deputy Managing Director	Mob Tel Fax E-mail	: : : :	01819238198 9661349 58616023 er@pragatiinsurance.com
2	**Biman Bhaban Branch,** " WW Tower" 11th Floor 68, Motijheel C/A, Dhaka-1000.	S.M.B.Shameem Deputy Managing Director	Mob Tel E-mail	: : :	01730441936 /01911351699 9570424,9587652 biman@pragatiinsurance.com
3	**Malibagh Branch,** Manhattan Tower, 83, Siddeswari, Circular Road, Malibagh, Dhaka-1217.	Md.Golam Faruque Deputy Managing Director	Mob Tel Fax E-mail	: : : :	01711566735 48321844 9351265 malibagh@pragatiinsurance.com
4	**Motijheel Branch,** " WW Tower" 11th Floor 68, Motijheel C/A, Dhaka-1000.	Ali Fathker (Kallol) Deputy Managing Director	Mob Tel Fax E-mail	: : : :	01713002412 9556415 /47115066 9556415 motijheel@pragatiinsurance.com
5	**Gulshan Branch,** House No.55, Road No.17 Kamal Ataturk Avenue Banani C/A, Dhaka-1213.	Bahauddin Ahmed Sr. Executive Vice President	Mob Tel Fax E-mail	: : : :	01711696341 9886151 9886151 gulshan@pragatiinsurance.com
6	**Sadarghat Branch,** 32/Ka, Johnson Road Dhalikhal, Dhaka.	Ahmed Faruk Sr. Executive Vice President	Mob Tel Fax E-mail 	: : : : :	01791728428 47113066 9583619 sb@pragatiinsurance.com faruk@pragatiinsurance.com
7	**Savar Branch,** 'Hashem Plaza', 1st Floor DEPZ Gate, Ganak Bari Savar, Dhaka	Abdus Salam Executive Vice President	Mob Tel Fax E-mail	: : : :	01775538552 7790262 7790262 savar@pragatiinsurance.com
8	**Uttara Branch,** House # 18 (4th Floor) Sonargaon Janapath, Sector # 9, Uttara, Model Town, Dhaka-1230	Md. Abu Sarwar Hossain Executive Vice President	Mob Tel Fax E-mail	: : : :	01711901553,01554344748 55080229 55080230 uttara@pragatiinsurance.com
9	**Bangabandhu Avenue Branch,** " WW Tower" 11th Floor 68, Motijheel C/A, Dhaka-1000.	Delwar Hossain Executive Vice President	Mob Tel Fax E-mail	: : : :	01911344900 9566389,9557772 9566911 bangabandhu@pragatiinsurance.com

Sl.No.	Branch Offices	Branch Incharge Name & Designation	Contact No.		
10	**Dilkusha Branch** " WW Tower" 11th Floor 68, Motijheel C/A, Dhaka-1000.	Humayun Kabir Majumder Executive Vice President	Mob Tel Fax E-mail	: : : :	01712296516 9567861 9551685 dilkusha@pragatiinsurance.com
11	**Imamgonj Branch** 31, Mitford Road Imamgonj, Dhaka.	Syed Saidul Islam Executive Vice President	Mob Tel Fax E-mail	: : : :	01552382814,01766146660 57319818 57319818 imamgonj@pragatiinsurance.com
12	**Tejgaon Branch** Pragati Insurance Bhaban (8th Floor), 20-21, Kawran Bazar, Dhaka-1215.	Abdul Alim Khan Senior Vice President	Mob Tel Fax E-mail	: : : :	01711696343 48110073/9117671 9117671 tejgaon@pragatiinsurance.com
13	**VIP Road Branch** 69/1, Purana Paltan Lane Oriental Trade Centre, (3rd Floor) Dhaka-1000.	A.S.M Emdadul Hoque. Senior Vice President	Mob Tel Fax E-mail 	: : : : :	01711155185 48321796,9341840 48316354 vip@pragatiinsurance.com asm.emdadulhaque@pragatiinsurance.com
14	**Hatkhola Branch** " WW Tower" 11th Floor 68, Motijheel C/A, Dhaka-1000.	Md. Abdul Mottaleb Senior Vice President	Mob Tel Fax E-mail	: : : :	01819458976 9560214 9560214 / 9559410 hatkhola@pragatiinsurance.com
15	**Tongi Branch** Jalil Market (2nd Floor) Tongi, Gazipur.	Ekramul Hoque Vice President	Mob Tel E-mail	: : :	01842838694 / 01715100924 9812888 tongi@pragatiinsurance.com
16	**Mirpur Branch** House No.127, Senpara Parbata, Begum Rokeya Sharani, Mirpur-10,Dhaka-1216.	Md. Razzaqul Haider Chowdhury Vice President	Mob Tel E-mail	: : :	01711841175 9026587 mirpur@pragatiinsurance.com
17	**Narsingdi Branch** Bhuiyan Market, (Bajeen More) Sadar Road Narsingdi-1600.	Md.Jasim Uddin Bhuiyan Assistant Vice President	Mob Tel Fax E-mail	: : : :	01817404102 9463009 9463009 narsingdi@pragatiinsurance.com
18	**Faridpur Branch** 169, Mujib Sarak, Faridpur.	Khandoker Zakir Hossain Assistant Vice President	Mob Tel Fax E-mail	: : : :	01715477641 063162691 063162691 faridpur@pragatiinsurance.com
19	**Pragati Sharani Branch** S.M. Bhaban (1st Floor) Cha-75/C, Pragati Sharani North Badda, Dhaka-1212	Md. Ruhul Amin Senior Manager	Mob Tel Fax E-mail	: : : :	01552322986,01730710566 9861745 9846805 ps@pragatiinsurance.com
20	**Narayanganj Branch** 150, B.B. Sarak Jibon Bima Bhabon Narayanganj-1400	Md. Abdul Wadud Senior Manager	Mob Tel Fax E-mail	: : : :	01711561368 7633646 7633646 narayangonj@pragatiinsurance.com

Sl.No.	Branch Offices	Branch Incharge Name & Designation	Contact No.		
21	**Mymensingh Branch** 10, Durgabari Road(1st Floor) Mymensingh-2200	Md. Ashraful Hoque Manager	Mob Tel Fax E-mail	: : : :	01712721794 091-64062 091-64062 mymensingh@pragatiinsurance.com
Chittagong Division					
22	**Agrabad Branch** Ayub Trade Center(5th Floor), 1269/B, Sheikh Mujib Road, Agrabad C/A, Chittagong.	M. A. Hassan Deputy Managing Director	Mob Tel Fax E-mail 	: : : : :	01711749274 713227-8 031-2511948 agrabadbranch@pragatiinsurance.com hassan@pragatiinsurance.com
23	**Jubilee Road Branch** EPIC Ittehad Point (5th Floor) 618, Nur Ahmed Sarak Chittagong.	Md.Nazrul Islam Deputy Managing Director	Mob Tel Fax E-mail	: : : :	01711749273 031-617844/616847 031-616022 jr@pragatiinsurance.com
24	**Feni Branch** Sultan Mansion (2nd Floor) Trunk Road, Feni.	Azizul Hoque Executive Vice President	Mob Tel E-mail	: : :	01770966656,01819638626 0331-74313 feni@pragatiinsurance.com
25	**Khatunganj Branch** 305, Khatunganj C/A Chittagong.	Ashis Kumar Barua Senior Vice President	Mob Tel E-mail	: : :	01819320520 031-637051,031-636121 khatungonj@pragatiinsurance.com
26	**Chowmuhani Branch** Golam Rahman Miar Building 4th Floor, Feni Road Chowmuhani.	Md. Belayet Hossain Vice President	Mob Tel E-mail	: : :	01716390848 0321-52030 chowmuhani@pragatiinsurance.com
27	**Comilla Branch** Comilla Co-operative Super Market, (2nd Floor) Kandirpar, Main Road Comilla.	Md. Zahangir Hossain Manager	Mob Tel E-mail	: : :	01817092502 081-76977 comilla@pragatiinsurance.com
28	**Chandpur Branch** Aslam Mansion, (2nd Floor) J.M.Shengupta Road Chandpur-3600.	Nemai Chandra Paul Manager	Mob Tel Fax E-mail	: : : :	01715044556 0841-63290 0841-63290 chandpur@pragatiinsurance.com
29	**Cox's Bazar Branch** Ahmadia Mansion Purba Bazar Ghata, Main Road, Cox's Bazar.	Jaber Hossain Manager	Mob Tel E-mail	: : :	01818449970 0341-64101 cb@pragatiinsurance.com
Rajshahi Division					
30	**Rajshahi Branch** 78/2, Razia Tower Miapara (Gonokpara) Shaheb Bazar, Rajshahi.	Monowar Ahmed Vice President	Mob Tel Fax E-mail	: : : :	01710968633 721-775926 721-775926 rajshahi@pragatiinsurance.com

Sl.No.	Branch Offices	Branch Incharge Name & Designation	Contact No.		
31	**Bogra Branch** Thana Road, Bogra	Md.Saiful Islam Assistant Vice President	Mob Tel Fax E-mail	: : : :	01717087634 051-66189 051-66189 bogra@pragatiinsurance.com
32	**Pabna Branch** Maspo Sultana Center(4th Floor) Panch-Mathar More Ataikula Road, Pabna Town Pabna.	A.H.M.Raihan Manager	Mob Tel Fax E-mail	: : : :	01712021653 0731-66541 0731-66541 pabna@pragatiinsurance.com
33	**Dinajpur Branch** Northern Plaza (2nd Floor) Holding No.74/69 Dinajpur Town, Dinajpur.	Farid Hossain Sarker Senior Manager	Mob Tel Fax E-mail	: : : :	01712138134 0531-51105 0531-51105 dinajpur@pragatiinsurance.com
34	**Rangpur Branch** Baitus Syed Super Market Central Road, Rangpur.	A.A.Salimur Reza Talukder Assistant Manager	Mob Tel Fax E-mail	: : : :	01819688697 0521-62933 0521-62933 rangpur@pragatiinsurance.com
35	**Natore Branch** Kanai Khali Dhaka Road, Natore.	Priyotosh Kumar Guha Branch In-charge	Mob Tel Fax E-mail	: : : :	01718484412 0771-66761 natore@pragatiinsurance.com
Khulna Division					
36	**Khulna Branch** G. M. Baksh Tower 22, Sir Iqbal Road, Khulna.	Md. Kazi Golam Haider (Dablu) Executive Vice President	Mob Tel E-mail	: : :	01711574966, 01926945313 041-720056, 723724 khulna@pragatiinsurance.com
37	**Jessore Branch** "Jess Tower" (2nd Floor) M. K. Road, Jessore	G.M.Saidur Rahman Senior Vice President	Mob Tel Fax E-mail	: : : :	01711350349 0421-68896 0421-68896 jessore@pragatiinsurance.com
38	**Kushtia Branch** Lovely Tower(5th Floor), 55/1, Sirajuddowla Road, Kushtia-7000.	Md.Mostafijur Rahman Deputy Vice President	Mob Tel E-mail	: : :	01721750886 071-62223 kushtia@pragatiinsurance.com
Barisal Division					
39	**Barisal Branch** Sazrini Super Market (3rd Floor), East Bogra Road Barisal.	Amjad Hussain Talukder Vice President	Mob Tel Fax E-mail	: : : :	01711185353 0431-64286 0431-64286 barisal@pragatiinsurance.com
Sylhet Division					
40	**Sylhet Branch** Laldighir Par, Sylhet.	Debasish Kumar Sinha Deputy Manager	Mob Tel Fax E-mail	: : : :	01723679315 0821-715008 0821-715008 sylhet@pragatiinsurance.com

Events



Glimpses of 31st AGM



Syed M. Altaf Hussain , Chairman of the Company delivering his speech at the 31st Annual General Meeting held on 14th June, 2017.



Photo shows the Honorable Directors are on the dais in the 31st Annual General Meeting held on 14th June, 2017



Photo shows the Honorable Directors are on the dias in the 31st Annual General Meeting held on 14th June, 2017

Shareholders doing their Registration in the 31st Annual General Meeting held on 14th June, 2017.





Partial view of shareholders attending in the 31st Annual General Meeting held on 14th June, 2017

Partial view of shareholders attending in the 31st Annual General Meeting held on 14th June, 2017





Partial view of Honorable Directors and shareholders attending in the 31st Annual General Meeting held on 14th June, 2017.

Images of Board/Committee meeting

253rd Meeting of the Board of Directors' of Pragati Insurance Ltd was held on 20th April, 2017 at the Head office of the Company at 20-21, Kawran Bazar, Dhaka. Photo shows Syed M. Altaf Hussain Chairman of the Company presiding over the meeting. Besides. former Chairmen Mr. Abdul Awal Mintoo, Mr. Mohammed A. Awwal, Vice-chairman Khan Mohd. Ameer; Independent Director Mr.Santosh Sharma; Mr. Md. Manirul Islam, Managing Director of the Company are also seen in the picture and other Directors also present in the meeting.





254th Meeting of the Board of Directors' of Pragati Insurance Ltd was held on 14th May, 2017 at the Head office of the Company at 20-21, Kawran Bazar, Dhaka. Photo shows Syed M. Altaf Hussain Chairman of the Company presiding over the meeting. Besides. former Chairmen Mr. Abdul Awal Mintoo, Mr. Mohammed A. Awwal, Mr. Khalilur Rahman; Directors Mr. Md. Syedur Rahman Mintoo, Mr. Mohammed A. Malek, Mr. Tabith Mohd. Awal; Independent Director Mr.Santosh Sharma; Mr. Md. Manirul Islam, Managing Director of the Company are also seen in the picture and other Directors also present in the meeting.



Syed M. Altaf Hussain , Chairman of the Company presiding over the 256th Meeting of the Board of Directors held on 14th June, 2017 . Photo shows Past Chairman, Mr. Abdul Awal Mintoo, Mr. Mohammed Abdul Awwal, Mr.Khalilur Rahman and Directors Mr. Md. Syedur Rahman Mintoo, Mr. Nasir Latif.



A partial view of the 256th meeting of the Board of Directors held on 14th June, 2017. Photoshows Syed M. Altaf Hussain , Chairman of the Company presiding over the Meeting of the Board of Directors and Past Chairman, Mr. Abdul Awal Mintoo, Mr. Mohammed Abdul Awwal, Mr.Khalilur Rahman and Director, Mr. Md. Syedur Rahman Mintoo at the meeting



Syed M. Altaf Hussain , Chairman of the Company presiding over the 259th Meeting of the Board of Directors held on 21st Sept, 2017 at the Board Room of the Head Office. Photo shows Past Chairman, Mr. Abdul Awal Mintoo, Mr. Mohammed Abdul Awwal and Directors Mr. Md. Syedur Rahman Mintoo, Mr. Nasir Latif at the meeting.

Syed M. Altaf Hussain , Chairman of the Company presiding over the 260th Meeting of the Board of Directors held on 30th October, 2017 at the Board Room of the Head Office. Photo shows Past Chairman, Mr. Abdul Awal Mintoo; Vice Chairman, Mr. Khan Mohd. Ameer, Director, Mr. Nasir Latif and Independent Directors, Mr.Md. Akbar Hossain and Mr. Santosh Sharma, Mr. Md. Rezaul Karim, Managing Director of the Company at the meeting.





Syed M. Altaf Hussain , Chairman of the Company presiding over the 261st Meeting of the Board of Directors held on 27th November, 2017 at the Board Room of the Head Office. Photo shows Past Chairman, Mr. Abdul Awal Mintoo, Mr. Khalilur Rahman; Vice Chairman, Mr. Khan Mohd. Ameer and Directors Mr. Md. Syedur Rahman Mintoo, Mr. Mohd. A. Malek, Mr. Md. Rezaul Karim, Managing Director of the Company at the meeting.

Syed M. Altaf Hussain , Chairman of the Company presiding over the 262nd Meeting of the Board of Directors held on 14th December, 2017 at the Head Office of the Company. Photo shows Past Chairman, Mr. Abdul Awal Mintoo, Mr. Khalilur Rahman, Mr. Mohammed A. Awwal; Vice Chairman, Mr. Khan Mohd. Ameer; Director Mr. Nasir Latif and Independent Director Mr. Santosh Sharma, Mr. Md. Rezaul Karim, Managing Director of the Company at the meeting.





Al-haj Khalilur Rahman, Director and Chairman of the Committee presiding over the meeting of the Directors Finance and Development Committee. Photo shows Chairman of the Company Syed M. Altaf Hussain; Past Chairman Mr. Abdul Awal Mintoo, Vice Chairman, Mr. Khan Mohd. Ameer; Directors Mr. Md. Syedur Rahman Mintoo, Mr. Mohd. A. Malek, Mr. Md. Rezaul Karim, Managing Director of the Company at the meeting.

The Honorable Chairman Syed M. Altaf Hussain greeted Mr. Abdul Awal Mintoo Esq. by flower bouqut for achieving the "AAA" Award from the American Alumni Association.



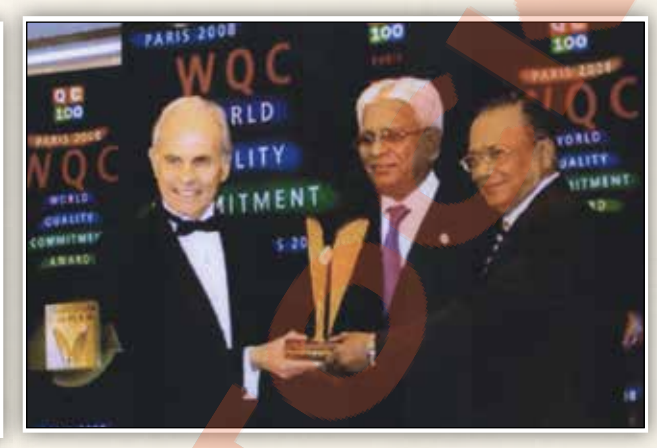


Photo shows Managing Director Mr. Md. Rezaul Karim working at his office

Our Achievements



Al-haj Khalilur Rahman, Chairman of Pragati Insurance Ltd receiving International Star Award, Geneva – 2007. Mr. AKM Rafiqul Islam, Former Managing Director of Pragati Insurance Ltd. is also seen in the picture.



Mr. Abdul Awal Mintoo, Chairman of Pragati Insurance Ltd. receiving The World Quality Commitment Award, Paris – 2008. Mr. AKM Rafiqul Islam, Former Managing Director of Pragati Insurance Ltd is also seen in the picture.



Mr. Jalalul Azim, Former Managing Director of Pragati Insurance Ltd. receiving International ARCH of Europe Award in Germany- 2012.



Pragati Insurance Ltd achieved Certificate of Best Accounts & Reports – 2002 awarded by ICAB.



Pragati Insurance Ltd achieved ICAB National Award - 2003, the Best Published Accounts & Reports.

A view of the Motijheel Area Branches of the Company







A view of the Motijheel Area Branches of the Company







Training Activites of the Company



The Managing Director Mr. Md. Rezaul Karim distributed Certificate to the participants for "Basic Training Course on Non-life Insurance" held on 28th-30th November 2017.



Photo shows Participants and Resource persons on the "Training on Fire Insurance Underwriting" held on 26th-28th February 2018.



Photo shows Managing Director Mr. Md. Rezaul Karim and guest spiker noted Insurance Personality Mr. AKM Azizul Huque are also seen along with Participants of the "Workshop on Liability Insurance Underwriting" held on 4th April 2018.

Annual Picnic of Pragati Insurance Ltd.



Photo shows Mr. Md. Rezaul Karim, Managing Director, Pragati Insurance Ltd. greeted the Honorable Chief Guest Mr. A K M Mozammel Huq MP, Minister for Liberation War Affairs by giving flower bouquet.



Photo shows the Honorable Chief Guest Mr. A K M Mozammel Huq MP, Minister for Liberation War Affairs delivering his speech at the Annual Picnic



Photo shows guest taking their lunch in the Annual Picnic

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Annual Picnic of Pragati Insurance Ltd.



Photo shows guest taking their lunch in the Annual Picnic



The Managing Director, Mr. Md. Rezaul Karim is giving prize of Raffle Draw at the company's Annual Picnic.



Honorable Chief Guest Mr. A K M Mozammel Huq MP, Minister for Liberation War Affairs is giving prize of Raffle Draw at the company's Annual Picnic.



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PRAGATI INSURANCE LTD.

Pragati Insurance Bhaban, 20-21, Kawran Bazar, Dhaka-1215, Bangladesh

PROXY FORM

I / We .....

of .....

being a member of Pragati Insurance Ltd. and entitled to vote, hereby appoint Mr./Mrs./Miss.....of ..... another member of the Company as my/our Proxy to attend and vote for me/us and on my/our behalf at the 32nd Annual General Meeting of the Company to be held on the 29th July, 2018 at any adjournment there of.

Signed this ..... day of 2018

....

Signature of the Shareholder (s) Signature of the Proxy

No. of Shares held :.....

Folio No./Bo. No.																
Folio No./Bo. No.																

N.B : A member entitled to attend and vote at the meeting may appoint another member his/her proxy to attend and vote on his/her behalf.

A Proxy must be a member of the Company

Form of Proxy, duly stamped and signed must be deposited at the Company's Registered Office not later than 48 hours befor time appointed for the meeting. In default, forms of proxy will not be treated as valid.

Revenue Stamp Taka 10.00

Signature Verified

.....

Authorised Signature

PRAGATI INSURANCE LTD.

Pragati Insurance Bhaban, 20-21, Kawran Bazar, Dhaka-1215, Bangladesh

ATTENDANCE SLIP

I hereby record my attendance at the 32nd Annual General Meeting of Pragati Insurance Limited on the 29th Jul, 2018 at 11.00 a.m. at BIAM Foundation at 63, New Eskaton, Dhaka-1000.

Name of Member/ Proxy ..... Signature Verified

Signature of the Proxy																

Mobile No.

.....

Authorised Signature of the Company

N. B. : Please complete the attendance slip and hand it over at the entrance of the meeting hall.

WWW.RSTOCK

PRAGATI
Insurance Limited
PRAGATI STOCK


প্রগতি ইন্স্যুরেন্স ভবন
PRAGATI
INSURANCE BHABAN
ERL 365

SYMBOL OF SECURITY

Pragati Insurance Limited

Celebrating 32nd Anniversary

Pragati Insurance Limited Annual Report 2017

www.pragatiinsurance.com