UNITED INSURANCE COMPANY LIMITED

AMAR STOCK

Thirty Third Annual Report & Accounts: 2017

Our Vision

- To be the leading provider of the highest quality of insurance service.

Our Mission

- To operate in accordance with the law of the land and as per international norms and practices.
- To provide promptly the best possible services ensuring security of our clients
- To extend a professional hand to our clients at all times.
- To serve the interests of shareholders.

AMARSTOCK

NOTICE OF THE 33RD ANNUAL GENERAL MEETING

Notice is hereby given that the 33rd Annual General Meeting of United Insurance Company Limited will be held at Spectra Convention Centre, House # 19, Road # 7, Gulshan # 1, Dhaka # 1212 on Thursday, May 03, 2018 at 10.00 am to transact the following businesses:

1. To receive and adopt the Directors' Report, the Auditors' Report and the Audited Financial Statements for the year ended December 31, 2017 thereon.

2. To declare dividend for the year 2017.

3. To elect Directors as per the Articles of Association of the Company.

4. To appoint Auditors for the year 2018 and to fix their remuneration.

By order of the Board

(Md. Imran Hasan, ACS)
Company Secretary

Dated: Dhaka,
March 22, 2018

Notes:

1. The "**Record Date"** will be **Sunday, April 15, 2018.** Shareholders whose names appear in the members' register of the company on the record date will be eligible to attend the meeting and receive dividend.

2. A member entitled to attend and vote at the Annual General Meeting may appoint a proxy to attend and vote in his/her stead. Duly stamped proxy must be submitted to the Share Department of the company at least 72 hours before the start of the meeting at 06:00 P.M. on Monday, April 30, 2018.

3. Shareholders and Proxies are requested to record their entry at the Annual General Meeting well in time. No entry will be recorded after 11:00 am.

4. Members are advised to update change of address (if any) through their respective Depository Participants.

Members may also note that no gift/gift coupon/food box/benefit in cash or in kind shall be distributed/paid at the AGM as per BSEC Directive.

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FACTS ABOUT THE COMPANY

PARTICULARS	DATE
Incorporated	May 07, 1985
Commenced underwriting	October 19, 1985
First Dividend declared (12%) at 3rd AGM	June 30, 1988
Listing in Dhaka Stock Exchange Limited	April 09, 1990
Paid-up capital raised to Tk. 60 million after public floatation of shares	May 20, 1990
First trading of shares on Dhaka Stock Exchange Limited	October 28, 1990
First Public AGM held at Sonargaon Hotel, Dhaka	May 27, 1991
Paid-up capital raised to Tk. 78 million (30% stock dividend)	May 15, 2007
Electronic transaction of shares	May 22, 2007
Credit rating "A" by CRISL in 2007 on 2006 Accounts	September 24, 2007
Overseas Reinsurance Treaty commenced	April 01, 2008
Paid-up capital raised to Tk. 100 million (28.21% stock dividend)	May 08, 2008
Paid-up capital raised to Tk. 250 million (150% stock dividend)	May 07, 2009
Paid-up capital raised to Tk. 300 million (20% stock dividend)	April 22, 2010
Paid-up capital raised to Tk. 330 million (10% stock dividend)	June 02, 2011
Credit rating "AA-" by CRISL in 2012 on 2010 Accounts	February 07, 2012
Paid-up capital raised to Tk. 363 million (10% stock dividend)	May 07, 2012
Paid-up capital raised to Tk. 400 million (10.19% stock dividend)	May 09, 2013
Credit rating "AA" by CRISL in 2013 on 2012 Accounts	November 14, 2013
Credit rating "AA" by CRISL in 2015 on 2014 Accounts	September 13, 2015
Paid-up capital raised to Tk. 420 million (5% stock dividend)	May 11, 2016
Credit rating "AA" by CRISL in 2017 on 2015 Accounts	March 30, 2017
Credit rating "AA+" by CRISL in 2018 on 2016 Accounts	March 18, 2018

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CORPORATE MANAGEMENT



Prof. Dr. Wahiuddin Mahmood
One of our Directors

BOARD OF DIRECTORS

CHAIRMAN

- Syed Aziz Ahmad

SPONSORS & INSTITUTIONAL DIRECTORS

	NOMINATED BY
M. Saiful Islam	National Brokers Ltd
M. Shah Alam	Amo Tea Company Ltd
M. A. Azim	The Allynugger Tea Company Ltd
Rafi Omar	Macalms Bangladesh Trust

DIRECTORS FROM PUBLIC SUBSCRIBERS

Syed Aziz Ahmad	Camellia Duncan Foundation
Prof. Dr. Wahiuddin Mahmood	Camellia Duncan Foundation

INDEPENDENT DIRECTORS

- M. M. Alam
- M. Hafizullah

CHIEF EXECUTIVE OFFICER

- Khawja Manzer Nadeem

CHIEF FINANCIAL OFFICER

- Ms. Minhaz Shahid, FCA

COMPANY SECRETARY

- Md. Imran Hasan, ACS

HEAD OFFICE & REGISTERED OFFICE

CAMELLIA HOUSE
22, Kazi Nazrul Islam Avenue,
Dhaka-1000, Bangladesh
Tel: PABX: 58611720-2, 58617762
9661397-8, 9662670
Fax: 880-2-58614475, 58615351
E-mail: info@unitedinsurance.com.bd
www:unitedinsurance.com.bd

SHARE DEPARTMENT

SEL ROSE N DALE
Level # 12
116 Kazi Nazrul Islam Avenue,
Banglamotor, Dhaka-1000
Tel: PABX: 58315936-6, 58315934
E-mail: monir@unitedinsurance.com.bd
www:unitedinsurance.com.bd

AMARSTOCK

EXECUTIVE COMMITTEE

❖ Syed Aziz Ahmad	Chairman
❖ M. A. Azim	Member
❖ Khawja Manzer Nadeem	Member

AUDIT COMMITTEE

❖ M. M. Alam	Chairman
❖ M. Hafizullah	Member
❖ M. Saiful Islam	Member
❖ M. Shah Alam	Member
❖ Prof. Dr. Wahiuddin Mahmood	Member

EXECUTIVES, LEGAL ADVISORS, AUDITORS AND BANKERS

CHIEF EXECUTIVE OFFICER

❖ Khawja Manzer Nadeem

DEPUTY MANAGING DIRECTORS

❖ Rafiqul Islam
❖ Md. Anisur Rahman

GENERAL MANAGER

❖ A. T. M. Abdul Matin

ADDITIONAL GENERAL MANAGER

❖ Md. Jashimuddin

SR. DEPUTY GENERAL MANAGERS

❖ Maqsudul Haque
❖ Faiz Jalaluddin Ahmad

DEPUTY GENERAL MANAGERS

❖ Khondaker Fakrul Alam
❖ S. M. Shafi Ullah
❖ Rafiquddin Ahmed
❖ Ms. Minhaz Shahid, FCA
❖ Selim Jahangir

ASSISTANT GENERAL MANAGERS

❖ Md. Sharafat Hossain
❖ Md. Faruk Ahmed Sarker
❖ Shamsuddin Ahmed
❖ Muhammed Tayyeb Mohsin

LEGAL ADVISORS

ORR, DIGNAM & CO.
Advocates & Barristers
Office No: 101-104
Sajan Tower 2 (1st Floor)
3, Segun Bagicha, Dhaka-1000, Bangladesh

AUDITORS

A. Qasem & Co.
Chartered Accountants
Gulshan Pink City (Suites # 01-03)
Level # 7, Plot # 15, Road # 103
Gulshan Avenue, Dhaka-1212, Bangladesh

BANKERS

Standard Chartered Bank
Bank Asia Ltd

SENIOR MANAGERS

❖ Md. Kamruzzaman
❖ Md. Imran Hasan, ACS
❖ Md. Gias Uddin Chowdhury
❖ Mohammad Atiqur Rahman
❖ Khwaja Ali Madani
❖ Md. Mizanur Rahman Bhuiyan
❖ Rashedul Islam
❖ Shahedul Haque
❖ Mohammad Mahfujur Rahman

SHARE DEPARTMENT IN-CHARGE

❖ Md. Monirul Islam

IMAFSTOCK

BRANCH OFFICES

Central Development Unit

CAMELLIA HOUSE
22, Kazi Nazrul Islam Avenue,
Dhaka-1000, Bangladesh
Tel: PABX: 58611720-2, 9661397-8
9662670, 58617762
Fax: 880-2-58614475, 58615351
E-mail: info@unitedinsurance.com.bd
www: unitedinsurance.com.bd

Dhaka Zonal Office

SEL ROSE N DALE
Level # 12
116, Kazi Nazrul Islam Avenue,
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Tel: PABX: 58315935-6
E-mail: dzo@unitedinsurance.com.bd

Agrabad

Makkah Madinah Trade Centre (14th Floor)
78, Agrabad C/A
Chittagong-4000
Tel: 031-716227, 716136, 711143,
Cell: 01713 122 844
FAX: 880-31-721230
E-mail: czo.uicl@gmail.com

Khatunganj

Gazi Tower (3rd Floor)
Shah Amanat Road (Jail Road)
Chittagong-4000
Tel: 031-630039,
Cell: 01711 821 928
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Narayanganj

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Tanbazar,
Narayanganj
Tel: 01817 116 609
E-mail: ngj.uicl@gmail.com

Chapai Nawabganj

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Godgari Road, Masjid Para
Chapai Nawabganj
Tel: 01712 000 026
E-mail: cng.uicl@gmail.com

Sylhet

Madhuban Shopping Complex
7774, Bandar Bazar
Sylhet
Tel: 0821-712301, 01558 360 767
E-mail: syl.uicl@gmail.com

Khulna

Hui House
77, Gagon Babu Road,
Khulna
Tel: 041-730257, 01711 824 433
E-mail: kln.uicl@gmail.com

Jessore

Rashed Center
7/A R. N. Road, Kotwali, Jessore
Tel: 0421-61351, 01712 343 355

Bogra

146, Raja Bazar
Bogra
Tel: 051-64962, 01716 347 386
E-mail: bog.uicl@gmail.com

Rangpur

Sabera Mansion (2nd Floor)
147/1, Station Road, Rangpur
Tel: 0521-64235, 01718 409 643
E-mail: rnp.uicl@gmail.com

Pabna

Rana Shoping Complex (3rd floor)
Pabna Press Club New Road,
Pabna Sadar, Pabna
Tel: 0731-64345, 01729 435 370
E-mail: pbn.uicl@gmail.com

Jamalpur

393/N, Doyamoyee Road
Jamalpur, Sadar, Jamalpur
Tel: 01714 395 601

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CHAIRMAN'S MESSAGE-2017

DEAR SHAREHOLDERS

It is a great pleasure and a privilege for me to welcome you to the 33rd Annual General Meeting of United Insurance Company Limited. I take the opportunity to present the financial performance of the Company for the year 2017.



Syed Aziz Ahmad
Chairman of the Company

ECONOMIC SCENARIO

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

In the year 2017, the country's total exports amounted to USD 34,846.84 million which was 1.72 percent higher than the previous year. Remittance inflow, on the other hand, dipped to USD 12,769.50 million from the previous year's inflow of USD 14,931.10 million with a deceleration rate of 14.48 percent. Low oil price and other geo-political situation slowed down the economy in the Middle-East squeezing the market for expatriate workers thereby resulting in lower remittance. The contribution of the industry sector to GDP stood at 32.42 percent in 2017, while contribution of insurance sector to GDP remained very low at 0.9 percent.

IDRA

"National Insurance Policy" has already been published by the Government for developing the insurance industry of the country. We welcome the initiative taken by IDRA's new Chairman and hope IDRA will take steps for implementing the mandate embodied therein for a steady and sustainable growth of the industry.

প্রিয় শেয়ারহোল্ডারবৃন্দ

ইউনাইটেড ইনসিওরেন্স কোম্পানী লিমিটেড-এর ৩৩তম বার্ষিক সাধারণ সভায় আপনাদেরকে অত্যন্ত আনন্দের সঙ্গে স্বাগত জানাচ্ছি। আপনাদের নিকট কোম্পানীর ২০১৭ সমাপ্ত বছরের আর্থিক প্রতিবেদন উপস্থাপনের সুযোগ পেয়ে আমি গর্বিত।

অর্থনৈতিক চিত্র

বৈশ্বিক অর্থনৈতিক সঙ্কট থাকা স্বত্ত্বেও বাংলাদেশ সুসংহত অর্থনৈতিক প্রবৃদ্ধির ধারা বজায় রাখতে সক্ষম হয়েছে। বছরের শেষ প্রান্তে প্রলয়ংকরী বন্যা এবং রোহিঙ্গা শরণার্থীদের অনুপ্রবেশের চাপ থাকা সত্ত্বেও সুষম রাজস্ব নীতি, অধিকতর সরকারি ও বেসরকারী বিনিয়োগ এবং স্থিতিশীল রাজনৈতিক পরিস্থিতির কারণে ২০১৭ সালে ৭.২৮ শতাংশ হারে জিডিপি'র প্রবৃদ্ধি হয়েছে। মাথাপিছু আয় ১৪৫ মার্কিন ডলার বৃদ্ধি পেয়ে ১,৬১০ মার্কিন ডলারে উন্নীত হয়েছে। কর রাজস্ব ১৭.০৮ শতাংশ বৃদ্ধি পেয়েছে যা সরকারকে বৃহৎ অবকাঠামোগত প্রকল্প গ্রহণে সক্ষমতা প্রদান করেছে।

২০১৭ সালে দেশের মোট রপ্তানির পরিমাণ ছিল ৩৪,৮৪৬.৮৪ মিলিয়ন মার্কিন ডলার যা পূর্ববর্তী বছরের তুলনায় ১.৭২ শতাংশ বেশি। অন্যদিকে প্রবাসী আয় প্রবাহ গত বছরের ১৪,৩৯১.১০ মিলিয়ন মার্কিন ডলার থেকে ১৪.৪৮ শতাংশ হারে কমে এবছর হয়েছে ১২,৭৬৯.৫০ মিলিয়ন মার্কিন ডলার। তেলের নিম্ন মূল্য এবং অন্যান্য ভূ-রাজনৈতিক পরিস্থিতি মধ্যপ্রাচ্যের অর্থনীতিকে মন্থর করেছে, যা প্রবাসী শ্রমিকদের শ্রমবাজারকে সংকুচিত করে ফেলেছে, যার ফলশ্রুতিতে প্রবাসী আয় কমেছে। ২০১৭ সালে জিডিপি'তে শিল্প খাতের অবদান ৩২.৪২ শতাংশ, এ ক্ষেত্রে জিডিপি'তে বীমা খাতের অবদান, খুবই সামান্য, মাত্র ০.৯ শতাংশ।

আই ডি আর এ

দেশের বীমা শিল্পের উন্নয়নের জন্য সরকার জাতীয় বীমা নীতি গ্রহণ করেছে। আইডিআরএ-এর নবনিযুক্ত চেয়ারম্যান-এর উদ্যোগকে আমরা স্বাগত জানাই এবং আশা করি এই শিল্পের স্থিতিশীল ও টেকসই উন্নয়নের জন্য আইডিআরএ উক্ত নীতির লক্ষ্য বাস্তবায়নে পদক্ষেপ গ্রহন করবে।

OUR BUSINESS

Your Company wrote direct insurance business with a premium income of Tk. 447.02 million against Tk. 418.72 million in 2016, registering a growth of 6.76 percent. Bangladesh insurance industry, particularly the non-life sector, has shown a visible growth over last few years, which is also reflected in the performance of your Company.

HEALTH INSURANCE SCHEME

Premium income from health insurance stood at Tk. 6.71 million, which was lower than last year as some corporate houses did not renew their policies for the year under review. Contribution of private health insurance schemes is less than 1 percent of the total healthcare expenditure in Bangladesh, hence, there is an opportunity to develop the insurance market. We hope that your Company's premium income from this sector will grow considerably in 2018.

SME FOCUS

In order to enhance business activities in the rural areas, the Company continues to support the SME initiatives. These are steadily improving the socio-economic condition of the vast underserved population of the country.

ACQUISITION OF OFFICE SPACE

The Company purchased an office space of 6,333 sft at SEL Rose-N-Dale at 116 Kazi Nazrul Islam Avenue, Dhaka at the later part of 2016. Necessary approval was received from the Insurance Development and Regulatory Authority (IDRA) and accordingly the purchase of the said floor space was completed in February 2017. The floor space was incorporated as assets of the Company in the accounts of 2017.

PROFITABILITY

Underwriting profit, which is derived basically from the insurance business of the Company, decreased to Tk. 44.54 million from Tk. 47.60 million in 2016. Investment in the share market improved in 2017 and the company made a profit of Tk. 5.80 million from investment in shares. We now recommend a dividend of eleven percent (11%) Cash for the year 2017.

আমাদের ব্যবসা

প্রত্যক্ষ বীমা ব্যবসা থেকে আপনাদের কোম্পানী ২০১৬ সালের ৪১৮.৭২ মিলিয়ন এর বিপরীতে এ বছর প্রিমিয়াম আয় করেছে প্রায় ৪৪৭.০২ মিলিয়ন টাকা, যার প্রবৃদ্ধির হার ৬.৭৬ শতাংশ। বাংলাদেশের বীমা শিল্প, বিশেষ করে নন-লাইফ বীমা খাত, গত কয়েক বছরে দৃশ্যমান প্রবৃদ্ধি অর্জন করছে, যা আপনাদের কোম্পানীর কার্যক্রমে ও প্রতিফলিত হচ্ছে।

স্বাস্থ্য বীমা প্রকল্প

স্বাস্থ্য বীমা থেকে এ বছর প্রিমিয়াম আয় হয়েছে ৬.৭১ মিলিয়ন টাকা, কতিপয় ব্যবসায়িক প্রতিষ্ঠান এ বছর তাদের স্বাস্থ্য বীমা পলিসি নবায়ন না করার কারণে এ খাতের প্রিমিয়াম আয় গত বছরের চেয়ে কম হয়েছে। বাংলাদেশে মোট স্বাস্থ্য সেবা ব্যয়ে বেসরকারি স্বাস্থ্য বীমা খাতের অবদান ১ শতাংশেরও কম, অতএব এ খাতে বীমা বাজার সম্প্রসারণের যথেষ্ঠ সুযোগ রয়েছে । আমরা আশাকরি ২০১৮ সালে এই খাতে আপনার কোম্পানীর প্রিমিয়াম আয় উল্লেখযোগ্যহারে বৃদ্ধি পাবে।

এসএমই-এর গুরুত্ব

গ্রামীণ এলাকায় ব্যবসা কার্যক্রম বাড়ানোর জন্য কোম্পানি এসএমই উদ্যোগকে সমর্থন করে চলেছে। যা ক্রমাগতভাবে এই দেশের সেবা বঞ্চিত বিশাল জনগোষ্ঠীর আর্থ-সামাজিক অবস্থার উন্নতি সাধন করছে ।

অফিস স্পেস ক্রয়

কোম্পানী ২০১৬ সালের শেষের দিকে ১১৬ কাজী নজরুল ইসলাম এভিনিউ, ঢাকা-তে অবস্থিত SEL Rose-N-Dale-এ ৬,৩৩৩ বর্গফুটের অফিস স্পেস ক্রয়ের উদ্যোগ নেয়। বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ-এর নিকট থেকে প্রয়োজনীয় অনুমোদন প্রাপ্তির পর উক্ত অফিস স্পেস ক্রয়ের যাবতীয় কার্যক্রম ২০১৭ সালের ফেব্রুয়ারী মাসে সম্পন্ন করা হয়। ২০১৭ সালের আর্থিক প্রতিবেদনে উপরোক্ত অফিস স্পেসটি কোম্পানীর সম্পত্তি খাতে অন্তর্ভূক্ত করা হয়েছে।

মুনাফা

কোম্পানীর বীমা ব্যবসা থেকে উদ্ভুত অবলিখন মুনাফা ২০১৬ সালের ৪৭.৬০ মিলিয়ন টাকা থেকে সামান্য হ্রাস পেয়ে এ বছর হয়েছে ৪৪.৫৪ মিলিয়ন টাকা। ২০১৭ সালে শেয়ার বাজারের বিনিয়োগে উন্নতি হয়েছে এবং কোম্পানী শেয়ার বিনিয়োগ থেকে এ বছর ৫.৮০ মিলিয়ন টাকা মুনাফা করেছে। আমরা ২০১৭ অর্থবছরের জন্য এগারো শতাংশ (১১%) নগদ লভ্যাংশের সুপারিশ করছি।

PROSPECT OF 2018

The economy of Bangladesh is set to grow propelled by strong domestic demand, strengthening of exports, execution of large infrastructure projects, setting up of special economic zones and most importantly by the forthcoming initiatives in the energy sector. The growth, as predicted by Asian Development Bank (ADB), will be resilient of over 7 percent in 2018. We hope that your Company will also grow in line with the country's growth.

ACKNOWLEDGEMENT

We would like to thank the Ministry of Finance, all our esteemed stakeholders, well-wishers, Insurance Development & Regulatory Authority (IDRA), Bangladesh Bank, Bangladesh Insurance Association, Bangladesh Insurance Academy, Bangladesh Securities & Exchange Commission, Dhaka Stock Exchange Ltd., our co-insurers and re-insurers for the support to the company. I am grateful to all of my colleagues on the Board for their valuable advices from time to time. I would also like to thank the members of staff for their loyalty and the devotion in maintaining the Company's high standard of business ethics.

Dated: Dhaka,
March 22, 2018

Syed Aziz Ahmad
Chairman

২০১৮ এর প্রত্যাশা

ক্রমবর্ধমান দেশীয় চাহিদা, রপ্তানীর প্রবৃদ্ধি, বৃহৎ অবকাঠামোগত প্রকল্পসমূহের বাস্তবায়ন, বিশেষ অর্থনৈতিক অঞ্চল প্রতিষ্ঠা এবং বিদ্যুৎ খাতে গৃহীত অত্যন্ত গুরুত্বপূর্ণ কতিপয় উদ্যোগের ফলে বাংলাদেশ দ্রুততার সাথে অর্থনৈতিক প্রবৃদ্ধি অর্জন করছে। এশিয়ান উন্নয়ন ব্যাংক (এডিবি) এর পূর্বাভাস অনুযায়ী ২০১৮ সালে প্রবৃদ্ধির হার ৭ শতাংশের বেশী হবে। আমরা আশাবাদী যে, আপনার প্রতিষ্ঠানের প্রবৃদ্ধিও দেশের প্রবৃদ্ধির সঙ্গে সঙ্গতিপূর্ণ হবে।

কৃতজ্ঞতা স্বীকার

অর্থ মন্ত্রণালয়, আমাদের সকল সম্মানিত স্টেকহোল্ডার, শুভানুধ্যায়ী, বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ, বাংলাদেশ ব্যাংক, বাংলাদেশ ইন্স্যুরেন্স এসোসিয়েশন, বাংলাদেশ ইন্স্যুরেন্স একাডেমী, বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন, ঢাকা স্টক এক্সচেঞ্জ, সহ-বীমাকারী এবং পুনঃবীমাকারীদেরকে অত্র কোম্পানীকে সহযোগীতার জন্য আমরা কৃতজ্ঞতা জানাচ্ছি। মূল্যবান পরামর্শ প্রদানের জন্য আমি পরিচালনা পর্ষদের সকলের নিকট কৃতজ্ঞ। কোম্পানীর কর্মকর্তা-কর্মচারীদেরকে তাদের একান্ত আনুগত্য এবং নিষ্ঠার সাথে ব্যবসায়িক নৈতিক মান বজায় রেখে ব্যবসা করার জন্য ধন্যবাদ জানাই।

তারিখ: ঢাকা,
মার্চ ২২, ২০১৮

সৈয়দ আজিজ আহমদ
চেয়ারম্যান

REPORT OF THE BOARD OF DIRECTORS OF UNITED INSURANCE COMPANY LIMITED FOR THE YEAR ENDED DECEMBER 31, 2017

DEAR SHAREHOLDERS

The Directors have great pleasure in presenting the 33rd Annual Report with the Audited Financial Statements of the Company for the year ended December 31, 2017.

INSURANCE INDUSTRY

The gross premium income of the country in non-life insurance in the private sector was Tk. 25,321 million in 2016 indicating a little higher growth rate. Large part of insurance sector still remains untapped in our country, as a result, insurance penetration rate is below 1 percent to GDP growth.

INSURANCE BUSINESS IN 2017

Your Company earned a gross premium income of Tk. 447.02 million as against Tk. 418.72 million in 2016, showing an increase of 6.76 percentage.

CREDIT RATING

In 2007, the Company was rated "A" by the Credit Rating Information and Services Limited (CRISL). Gradually it's rating was upgraded to "AA-" (Double A minus) in 2010 and "AA" in 2013. You will be glad to know that CRISL

ইউনাইটেড ইনসিওরেন্স কোম্পানী লিমিটেড এর ২০১৭ সালের ৩১ ডিসেম্বর তারিখে সমাপ্ত বছরের পরিচালকমন্ডলীর প্রতিবেদন

প্রিয় শেয়ারহোল্ডারবৃন্দ

ডিসেম্বর ৩১, ২০১৭ সমাপ্ত বছরের নিরীক্ষিত আর্থিক প্রতিবেদনসহ ৩৩তম বার্ষিক প্রতিবেদন সভায় উপস্থাপন করতে পেরে ইউনাইটেড ইনসিওরেন্স কোম্পানী লিমিটেড এর পরিচালকবৃন্দ অত্যন্ত আনন্দিত।

বীমা শিল্প

দেশের বেসরকারী নন-লাইফ বীমা খাতে ২০১৬ সালের মোট প্রিমিয়াম আয় ছিল ২৫,৩২১ মিলিয়ন টাকা, যা বিগত বছরের তুলনায় সামান্য বৃদ্ধি পেয়েছে। আমাদের দেশের একটি বৃহৎ অংশ এখনো বীমা খাতের আওতা বহির্ভূত রয়ে গেছে, যার প্রেক্ষিতে জিডিপি'তে বীমা শিল্পের অবদানের হার ১ শতাংশেরও কম।

বীমা ব্যবসা-২০১৭

আপনার কোম্পানীর প্রিমিয়াম আয় ৬.৭৬ শতাংশ হারে বৃদ্ধি পেয়ে এ বছর হয়েছে ৪৪৭.০২ মিলিয়ন টাকা, যা ২০১৬ সালে ছিল ৪১৮.৭২ মিলিয়ন টাকা ।

ক্রেডিট রেটিং

ক্রেডিট রেটিং ইনফরমেশন এন্ড সার্ভিসেস লিমিটেড (CRISL) ২০০৭ সালে কোম্পানীকে "A" রেটিং প্রদান করেছিল। কালক্রমে কোম্পানীর রেটিং ২০১০ সালে "AA-" এবং ২০১৩ সালে "AA"-তে উন্নীত হয়েছে। আপনারা জেনে আনন্দিত হবেন যে



Directors along with the Company Secretary at the 32nd Annual General Meeting

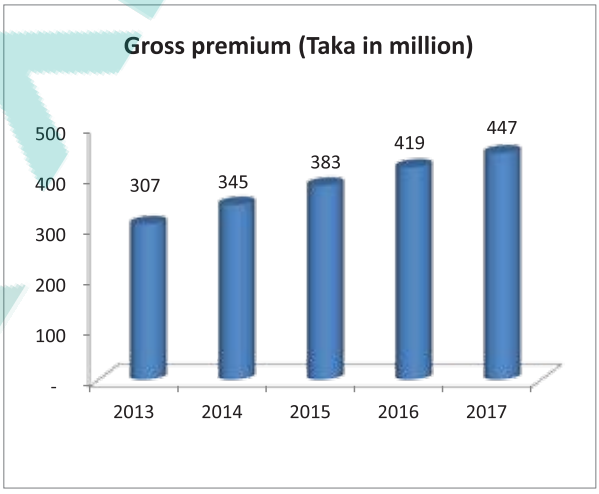


Shareholders at the 32nd Annual General Meeting

has further upgraded the rating of UICL to "AA+" (Double A Plus) because of business growth, very high grade of claim paying ability, prudent financial management, good solvency, diversified investment portfolio, sound liquidity and experienced management. We hope that the enhanced rating will continue to help the Company to negotiate better terms from the reinsurers abroad.

RISKS MANAGEMENT

Your Company is always aware of the risk factors inherent in this industry. To keep the risks at an acceptable level, your Company identifies, monitors and reviews the risks inherent in the business from time to time, continues to update data base for information and takes corrective and or preventive measures to safeguard the stakeholders interest.



SOCIAL AND OTHER ACTIVITIES

At the later part of the year 2017, a devastating flood affected the major part of the country. As a part of the society, your Company donated Tk. 200,000.00 to

CRISL কোম্পানীর ব্যবসায়ের প্রবৃদ্ধি, বীমাদাবী পরিশোধের আর্থিক সক্ষমতা, বিচক্ষণ আর্থিক ব্যবস্থাপনা, স্বচ্ছলতা, বহুমুখী বিনিয়োগ, তারল্য এবং অভিজ্ঞ ব্যবস্থাপনা ইত্যাদির ভিত্তিতে রেটিং-কে আরও একধাপ বাড়িয়ে "AA+" প্রদান করেছে। বিদেশী পূনঃবীমাকারীদের নিকট থেকে অনুকূল শর্তাবলী প্রাপ্তির ক্ষেত্রেও এই উন্নীত রেটিং অব্যাহত ভাবে সাহায্য করে যাবে বলে আশা করছি।

ঝুঁকি ব্যবস্থাপনা

বীমা শিল্পে বিদ্যমান ঝুঁকি সমূহ সম্পর্কে আপনার কোম্পানী সবসময়ই সচেতন। ঝুঁকিসমুহকে গ্রহণযোগ্য পর্যায়ে রাখতে আপনাদের কোম্পানী প্রতিনিয়ত ব্যবসায়-এ বিদ্যমান ঝুঁকিসমূহ চিহ্নিতকরণ, পর্যবেক্ষণ ও পর্যালোচনা, তথ্য-ভান্ডার হাল-নাগাদকরণ এবং গ্রাহক, শুভ্যানুধায়ী ও শেয়ারহোল্ডাদের স্বার্থ সংরক্ষণের জন্য সংশোধনমূলক বা সতর্কতামূলক ব্যবস্থা গ্রহণ করে থাকে।

সামাজিক ও অন্যান্য কার্যক্রম

২০১৭ সালের শেষের দিকের প্রলয়ংকরি বন্যায় দেশের অধিকাংশ অংশই ক্ষতিগ্রস্ত হয়। সমাজের একটি অংশ হিসেবে আপনার কোম্পানী মাননীয় প্রধানমন্ত্রীর



Sponsoring Hospital Bed at BIHS General Hospital of Diabetic Association of Bangladesh

the Prime Minister's Relief & Welfare Fund and Tk. 20,000.00 to the Bangladesh Insurance Association for the flood affected people. Your Company also made a donation of Tk. 500,000.00 for sponsoring a hospital bed at BIHS General Hospital under the Diabetic Association of Bangladesh to facilitate treatment of patients from impoverished strata of the society.

The Company also participated in International Art Program and Exhibition, organised by Zainul Abedin Art School, Dhaka, for promoting the young artists of the country.

ত্রাণ ও কল্যাণ তহবিল-এ ২,০০,০০০ টাকা এবং বন্যার্ত মানুষের সাহায্যের জন্য বাংলাদেশ ইনসিওরেন্স এসোসিয়েশন-কে ২০,০০০ টাকার সাহায্য প্রদান করেছে। সমাজের দরিদ্র স্তরের রোগীদের চিকিৎসা সেবার সাহায্যার্থে আপনার কোম্পানী একটি শয্যার খরচ বাবদ ৫,০০,০০০ টাকা বাংলাদেশ ডায়াবেটিক সমিতির অর্ন্তভূক্ত বি.আই.এইচ.এস জেনারেল হাসপাতালকে দান করেছে।

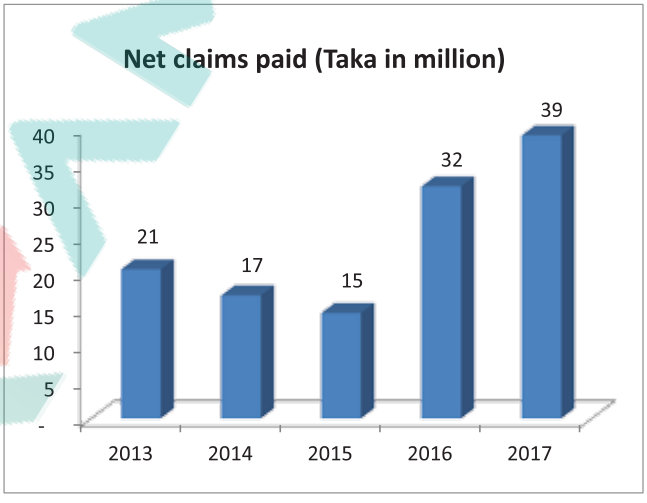
কোম্পানী দেশের শিশু ও তরুণ শিল্পীদের উন্নয়নের জন্য জয়নুল আবেদিন আর্ট স্কুল, ঢাকা কর্তৃক আয়োজিত আন্তর্জাতিক আর্ট প্রোগ্রাম ও প্রদর্শনীর পৃষ্ঠপোষকতা করেছে।

BUSINESS PERFORMANCE

ব্যবসা কর্মক্ষমতা

Fire Insurance Business:

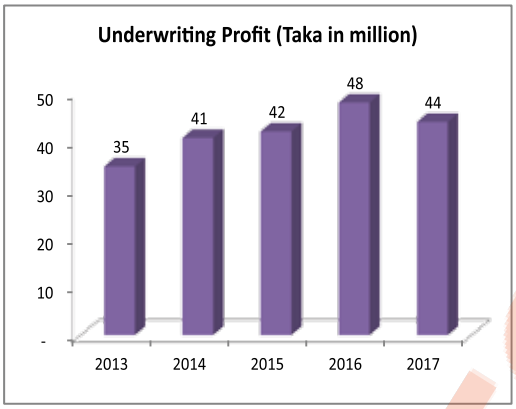
The Company wrote direct fire insurance business with a gross premium income of Tk. 147.65 million against Tk. 158.89 million in 2016. After ceding of the re-insurance premium, the net premium of the fire insurance business amounted to Tk. 61.01 million. The Company earned an underwriting profit of Tk. 12.55 million from its fire insurance business against Tk. 11.54 million in 2016.



অগ্নি বীমা ব্যবসাঃ

কোম্পানী প্রত্যক্ষ অগ্নি বীমার ব্যবসা থেকে ২০১৬ সালে মোট ১৫৮.৮৯ মিলিয়ন এর বিপরীতে এ বছর প্রিমিয়াম আয় করেছে প্রায় ১৪৭.৬৫ মিলিয়ন টাকা। পুনঃবীমা প্রিমিয়ামের যথাযথ সংস্থানের পর অগ্নি বীমা ব্যবসায়ে নীট প্রিমিয়াম হয়েছে ৬১.০১ মিলিয়ন টাকা। কোম্পানী অগ্নি বীমা ব্যবসা থেকে ২০১৬ সালের ১১.৫৪ মিলিয়ন টাকা অবলিখন মুনাফার স্থলে এবছর মুনাফা অর্জন করেছে ১২.৫৫ মিলিয়ন টাকা।

Marine Insurance Business:



The gross premium income from underwriting of marine insurance increased to Tk. 167.08 million from Tk. 142.79 million in 2016, yielding a net premium of Tk. 116.38 million, after payment for re-insurance. The Company earned an underwriting profit of Tk. 16.63 million against Tk. 19.06 million in 2016. Underwriting profit on this head came down this year mainly because of settling some big claims.

Motor and Miscellaneous Insurance Business:

In motor insurance segment, the gross premium income increased to Tk. 57.15 million from Tk. 49.24 million in 2016. Profit of motor insurance business decreased to Tk. 12.71 million from Tk. 14.28 million in 2016.

Premium income from miscellaneous underwriting was Tk. 75.14 million and the profit of the year was slightly lower than the previous year.

Income from Investment:

Interest income derived from banks and non-banking financial institutions decreased to Tk. 28.30 million from Tk. 35.59 million in 2016. This was the outcome of a lower interest rate prevailing in the market. Available fund for investment was also less this year because of payment for new office space and for settling of some large claims.

The dividend income, other than from our associate company, United Finance Limited, decreased to Tk. 1.10 million from Tk. 1.50 million in 2016. In addition to dividend income from investment in shares, the Company's profit through trading of shares was Tk. 5.80 million in 2017 against Tk. 0.14 million in 2016.

From United Finance Limited, we received a cash dividend of Tk. 35.03 million and 1,751,330 bonus shares in 2017 against the cash dividend of Tk. 15.92 million and 3,184,236 bonus shares in 2016.

নৌ বীমা ব্যবসাঃ

নৌ বীমা ব্যবসায় থেকে কোম্পানীর মোট প্রিমিয়াম আয় ২০১৬ সালের ১৪২.৭৯ মিলিয়ন টাকা থেকে বৃদ্ধি পেয়ে এ বছর হয়েছে ১৬৭.০৮ মিলিয়ন টাকা, যথাযথ পুনঃবীমা প্রিমিয়াম প্রদান-এর পর নীট প্রিমিয়াম আয় হয়েছে ১১৬.৩৮ মিলিয়ন টাকা। কোম্পানী নৌ বীমা ব্যবসা থেকে ২০১৬ সালের ১৯.০৬ মিলিয়ন টাকা অবলিখন মুনাফার স্থলে এবছর মুনাফা অর্জন করেছে ১৬.৫৩ মিলিয়ন টাকা। কতিপয় বড় বীমা দাবী পরিশোধের কারণেই এ বছর এই খাতের অবলিখন মুনাফা কিছুটা কম হয়েছে।

মোটর ও বিবিধ বীমা ব্যবসাঃ

মোটর বীমা ব্যবসা থেকে ২০১৬ সালের ৪৯.২৪ মিলিয়ন টাকার স্থলে বৃদ্ধি পেয়ে এবছর মোট প্রিমিয়াম আয় হয়েছে ৫৭.১৫ মিলিয়ন টাকা। ২০১৬ সালের মোটর বীমা ব্যবসার মুনাফা ১৪.২৮ মিলিয়ন টাকা থেকে হ্রাস পেয়ে এ বছর হয়েছে ১২.৭১ মিলিয়ন টাকা।

বিবিধ অবলিখন থেকে প্রিমিয়াম আয় হয়েছে ৭৫.১৪ মিলিয়ন টাকা এবং গত বছরের তুলনায় এ বছরের মুনাফা সামান্য হ্রাস পেয়েছে।

বিনিয়োগ থেকে আয়ঃ

বিভিন্ন ব্যাংক ও আর্থিক প্রতিষ্ঠানে গচ্ছিত বিনিয়োগ থেকে প্রাপ্ত মুনাফা ২০১৬ সালে ৩৫.৫৯ মিলিয়ন টাকা থেকে কমে এ বছর হয়েছে ২৮.৩০ মিলিয়ন টাকা। এর কারণ ছিল গচ্ছিত টাকার উপর মুনাফার হার কমে যাওয়া। এছাড়াও নতুন ক্রয়কৃত অফিস স্পেস এর মূল্য ও কতিপয় বড় বীমাদাবি পরিশোধের ফলে এই বছর বিনিয়োগযোগ্য তহবিলের পরিমাণও গতবছরের চেয়ে কম ছিল।

আমাদের সহযোগী প্রতিষ্ঠান ইউনাইটেড ফাইন্যান্স লিমিটেড থেকে প্রাপ্ত লভ্যাংশ ব্যতীত, ২০১৬ সালে লভ্যাংশ আয় ছিল ১.৫০ মিলিয়ন টাকা যা কমে ২০১৭ সালে হয়েছে ১.১০ মিলিয়ন টাকা। শেয়ার বিনিয়োগের লভ্যাংশ আয় ছাড়াও শেয়ার ক্রয়-বিক্রয় এর মাধ্যমে ২০১৬ সালের ০.১৪ মিলিয়ন টাকার বিপরীতে ২০১৭ সালে কোম্পানীর মুনাফা হয়েছে ৫.৮০ মিলিয়ন টাকা।

ইউনাইটেড ফাইন্যান্স লিমিটেড থেকে ২০১৬ সালে নগদ লভ্যাংশ হিসেবে ১৫.৯২ মিলিয়ন টাকা এবং ৩,১৮৪,২৩৬ টি বোনাস শেয়ার এর বিপরীতে ২০১৭ সালে নগদ লভ্যাংশ হিসেবে পেয়েছি ৩৫.০৩ মিলিয়ন টাকা এবং ১,৭৫১,৩৩০টি বোনাস শেয়ার।

PROFIT AND LOSS ACCOUNT

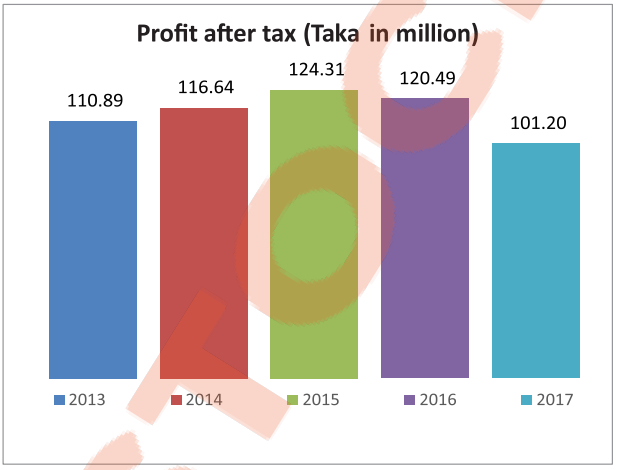
The salient features are given below:

	2017 Taka	2016 Taka
Gross Premium	447,022,051	418,722,604
Net Premium	267,644,882	250,504,664
Underwriting profit	44,542,256	47,597,528
Interest income	28,297,944	35,592,208
Dividend income (including associate company's dividend)	36,129,511	17,419,401
Profit before tax	127,401,280	146,488,938
Provision for tax	26,200,000	26,000,000
Transfer to Reserve for exceptional losses	26,764,488	25,050,466
Divisible profit	50,465,798	47,115,043

The Company adopted IFRS-9: Financial Instruments for recording and presentation of investment in shares at fair value as at December 31, 2017. The difference between market value of the securities and their cost has been reflected in the profit and loss account of the Company.

Owing to application of BAS-28: Investment in Associates, the balance of profit in the profit and loss appropriation account amounted to Tk. 438.73 million. However, after necessary adjustment of accumulated unrealised profit and dividend received so far from the associate, United Finance Ltd, and with other income and deductions, the divisible profit for the year 2017 stood at Tk. 50.47 million.

লাভ ক্ষতি হিসাব



কোম্পানীর শেয়ারে বিনিয়োগ ২০১৭ সালের ৩১ ডিসেম্বর তারিখ সমাপ্ত বছরে 'ফেয়ার ভ্যালু' বা ন্যায্য মূল্যে হিসাবভুক্ত করণ ও প্রকাশের জন্য হিসাব মান 'আইএফআরএস-৯: ফিনান্সিয়াল ইন্সট্রুমেন্টস' গ্রহন করেছে । শেয়ারে বিনিয়োগ সমূহের বাজারমূল্য ও ক্রয়মূল্যের মধ্যে যে পার্থক্য তা কোম্পানীর লাভ-লোকসান হিসাবে প্রদর্শিত হয়েছে।

আপনারা জানেন যে, বাংলাদেশ হিসাব মান ' বিএএস-২৮: ইনভেস্টমেন্ট ইন এসোসিয়েটস' প্রয়োগের ফলে এবছর লাভ-লোকসান আবন্টন হিসাবের উদ্বৃত্ত দাঁড়িয়েছে ৪৩৮.৭৩ মিলিয়ন টাকা। তবে কোম্পানীর সহযোগী প্রতিষ্ঠান ইউনাইটেড ফাইন্যান্স লিমিটেড থেকে প্রাপ্ত পুঞ্জিভূত অনগদায়নকৃত মুনাফা বাদ দিয়ে এবং তা থেকে প্রাপ্ত নগদ লভ্যাংশ সমন্বয়ের পর ২০১৭ সালে কোম্পানীর বন্টনযোগ্য মুনাফা দাঁড়িয়েছে ৫০.৪৭ মিলিয়ন টাকা।



Participants at the 25th Branch Managers' Conference at Camellia House



A social gathering on the occasion of 25th Branch Managers' Conference at Camellia House

COMPANY'S VEHICLES: USAGE & MAINTENACE

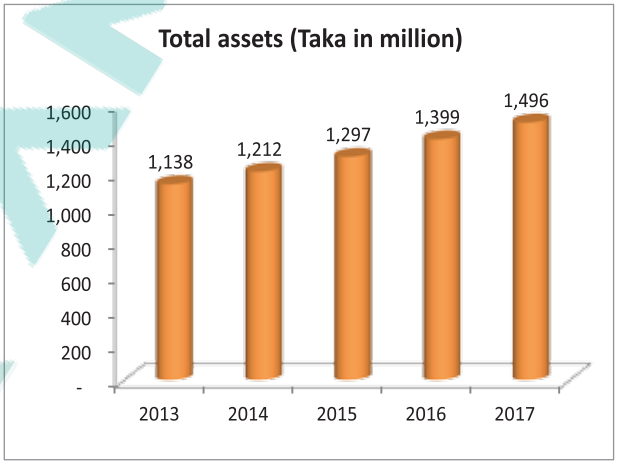
In compliance with the directive no: 5 of Circular No:Bi:U:Ni:Ka/GAD/1003/2011-554 dated 24 April 2015 by the Insurance Development and Regulatory Authority (IDRA), we confirm that the Company's total expenses relating to usage and maintenance of its vehicles in 2017 was Tk. 0.24 million. The total number of vehicles was 4 for which total cost was Tk. 7.11 million and the written down value as at December 31, 2017 was Tk. 1.52 million.

কোম্পানীর মোটরযান: ব্যবহার ও পরিচালন ব্যয়

বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ (বীঃউঃনিঃক) কর্তৃক বিলাসবহুল যানবাহনে উচ্চ ব্যয় পরিহার প্রসঙ্গে জারিকৃত সার্কুলার নং বীঃউঃনিঃক/জিএডি/১০০৩/২০১১-৫৫৪ তারিখঃ এপ্রিল ২৪, ২০১৪-এর নির্দেশনা নম্বর ৫ এর পরিপালন অনুসারে উল্লেখ করা যাচ্ছে যে ২০১৭ সালে কোম্পানীর মোটরযান সমূহের ব্যবহার ও পরিচালন ব্যয় হয়েছে ০.২৪ মিলিয়ন টাকা। কোম্পানীর মোট যানবাহন সংখ্যা ছিল ০৪টি যার ক্রয়মূল্য ছিল মোট ৭.১১ মিলিয়ন টাকা এবং ডিসেম্বর ৩১, ২০১৭ সমাপ্ত বছরে যেগুলোর অবচিতি মূল্য ছিল ১.৫২ মিলিয়ন টাকা।

ASSETS

The assets of the Company, including 6,333 sft floor space at SEL Rose-N-Dale at 116 Kazi Nazrul Islam Avenue, Dhaka, increased to Tk. 1,496.15 million from Tk. 1,398.85 million in 2016. The value of the assets increased mainly due to increase in the value of our investment in the United Finance Limited in view of the application of the equity method as per BAS-28: Investment in Associates.



পরিসম্পদ

১১৬ কাজী নজরুল ইসলাম এভিনিউতে অবস্থিত SEL Rose-N-Dale এর ১২তম তলায় ৬,৩৩৩ বর্গফুটের অফিস স্পেস সহ কোম্পানীর পরিসম্পদ ২০১৬ সালের ১,৩৯৮.৮৫ মিলিয়ন টাকা থেকে বেড়ে এবছর হয়েছে ১,৪৯৬.১৫ মিলিয়ন টাকা। পরিসম্পদের মূল্য বৃদ্ধি পাওয়ার প্রধান কারণ হচ্ছে বাংলাদেশ হিসাব মান 'বিএএস-২৮: ইনভেস্টমেন্ট ইন এসোসিয়েটস' অনুসারে এ্যাকুইটি মেথড প্রয়োগের ফলে আমাদের সহযোগী কোম্পানী ইউনাইটেড ফাইনান্স লিঃ-এর শেয়ারে বিনিয়োগের মূল্য বৃদ্ধি।



Staff at the Dhaka Zonal Office (DZO) at SEL Rose N Dale, the newly procured office space of the Company

DIVIDEND

The Board of Directors of the Company is pleased to recommend cash dividend of TK. 1.10 per ordinary share (face value of Tk. 10 each) amounting to Tk. 46.20 million for 42 Million ordinary shares held on record date ie. April 15, 2018 for the year ended on December 31, 2017.

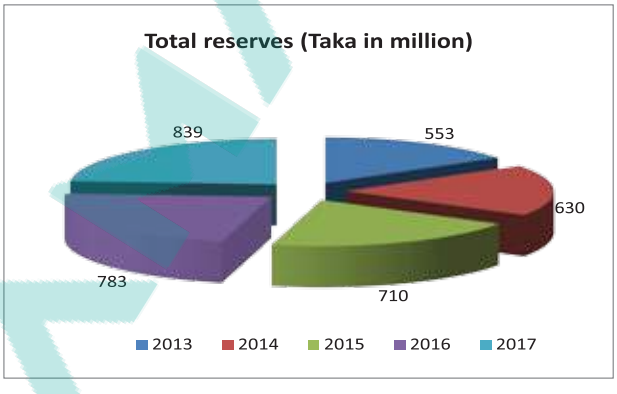
লভ্যাংশ

কোম্পানীর পরিচালনা পর্ষদ ডিসেম্বর ৩১, ২০১৭ সমাপ্ত বছরের জন্য নির্ধারিত রেকর্ড তারিখ অর্থাৎ এপ্রিল ১৫, ২০১৮ মোতাবেক প্রতিটি সাধারণ শেয়ারের (১০ টাকা অভিহিত মূল্য) বিপরীতে ১.১০ টাকা হারে নগদ লভ্যাংশ হিসেবে ৪২ মিলিয়ন শেয়ারের বিপরীতে ৪৬.২০ মিলিয়ন টাকা প্রদানের সুপারিশ করতে পেরে আনন্দিত।

DIRECTORS

Sponsor Directors:

In accordance with the provision of articles 153, 154 and 155 of the Articles of Association of the Company, Mr. M. Saiful Islam nominated by M/s. National Brokers Limited retire and being eligible offers himself for re-election.



পরিচালকমন্ডলী

উদ্যোক্তা পরিচালকঃ

কোম্পানীর সংঘ বিধি এর ১৫৩, ১৫৪ ও ১৫৫ অনুযায়ী উদ্যোক্তা পরিচালক মেসার্স ন্যাশনাল ব্রোকার্স লিঃ এর প্রতিনিধি, জনাব এম. সাইফুল ইসলাম অবসর গ্রহণ করেছেন এবং যোগ্য বিধায় তিনি পুনঃনির্বাচনের আগ্রহ ব্যক্ত করেছেন।

Directors from Public Subscribers:

In accordance with the provisions of articles 153, 154 and 155 of the Articles of Association of the Company, Prof. Dr. Wahiuddin Mahmood, nominated by M/s. Camellia Duncan Foundation, Director from amongst the public subscribers also retires and being eligible offers himself for re-election as nominee of M/s. Camellia Duncan Foundation.

সাধারণ শেয়ারহোল্ডারদের পরিচালকঃ

কোম্পানীর সংঘ বিধি এর ১৫৩, ১৫৪ ও ১৫৫ অনুযায়ী সাধারণ শেয়ারহোল্ডারদের মধ্য থেকে নির্বাচিত পরিচালক মেসার্স ক্যামেলিয়া ডানকান ফাউন্ডেশন এর প্রতিনিধি অধ্যাপক ডাঃ ওয়াহিউদ্দিন মাহ্‌মুদ অবসর গ্রহণ করেছেন এবং যোগ্য বিধায় তিনি পুনঃনির্বাচনের জন্য মেসার্স ক্যামেলিয়া ডানকান ফাউন্ডেশন এর মনোনীত প্রতিনিধি হিসেবে আগ্রহ ব্যক্ত করেছেন।

The relevant notice dated February 27, 2018 regarding the election of Director from public subscribers was published in two national dailies where the last date of submission of nomination was March 11, 2018. The Election of Director from public subscribers will be held at the AGM.

AUDITORS

Pursuant to Section 210 of the Companies Act 1994, the Company's Statutory Auditors M/s. A. Qasem & Co., Chartered Accountants, retire and being eligible have offered their services for another year.

CORPORATE AND FINANCIAL REPORTING

The Company has complied with all the requirements of Corporate Governance as required by the Bangladesh Securities and Exchange Commission (BSEC).

Accordingly, the Directors are pleased to confirm the following:

(a) The financial statements together with notes thereon have been prepared in conformity with the Companies Act, 1994, Insurance Act, 2010 and in some applicable cases Insurance Act, 1938 and Securities & Exchange Commission Rules, 1987. These statements present fairly its state of affairs, the result of its operations, cash flows and changes in equity.

(b) Proper books of account of the Company have been maintained.

সাধারণ শেয়ারহোল্ডারদের মধ্য থেকে পরিচালক নির্বাচন সংক্রান্ত তথ্যসম্বলিত বিজ্ঞপ্তিটি ফেব্রুয়ারী ২৭, ২০১৮ তারিখের দুটি জাতীয় দৈনিক পত্রিকায় প্রকাশিত হয়, যেখানে নির্বাচনের জন্য মনোনয়নপত্র জমাদানের সর্বশেষ তারিখ ছিল মার্চ ১১, ২০১৮। সাধারণ শেয়ারহোল্ডারদের মধ্য থেকে পরিচালক নির্বাচন কোম্পানীর বার্ষিক সাধারণ সভায় অনুষ্ঠিত হবে।

নিরীক্ষকবৃন্দ

কোম্পানী আইন, ১৯৯৪ এর ধারা-২০১ অনুযায়ী কোম্পানী বিধিবদ্ধ নিরীক্ষক মেসার্স এ. কাসেম এন্ড কোং, চার্টার্ড একাউন্ট্যান্টস অবসর গ্রহণ করেছেন এবং যোগ্য বিধায় পুনঃনিয়োগের আগ্রহ ব্যাক্ত করেছেন।

কপোরেট এবং আর্থিক প্রতিবেদন

কোম্পানী বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন (বিএসইসি) কর্তৃক প্রণীত কর্পোরেট গভার্নেন্স এর আবশ্যিক গুলো যথাযথ ভাবে পালন করেছে।

তদানুরূপ পরিচালকমন্ডলী নিম্নলিখিত বিষয়গুলো নিশ্চিত করেন ঃ

ক) কোম্পানী আইন, ১৯৯৪, বীমা আইন, ২০১০ এবং প্রযোজ্য ক্ষেত্রে বীমা আইন, ১৯৩৮ ও সিকিউরিটি ও এক্সচেঞ্জ কমিশন বিধিমালা, ১৯৮৭ অনুযায়ী আর্থিক বিবরণীসমূহ এবং সংযুক্ত টীকাসমূহ তৈরী করা হয়েছে। এ বিবরণীসমূহ কোম্পানীর আর্থিক অবস্থা, সমাপ্ত বছরের কার্যক্রমের ফলাফল এবং নগদ অর্থ প্রবাহের সুষ্ঠু প্রতিফলন করে।

খ) কোম্পানীর হিসাব বহিসমূহ সঠিকভাবে সংরক্ষিত হয়েছে।



Prize giving ceremony of 1st International Childrens' Art Competition organised by Zainul Abedin Art School held at Bangladesh Shilpakala Academy, Dhaka.

(c) Appropriate accounting policies have been consistently applied in preparation of the financial statements and the accounting estimates are based on reasonable and prudent judgment.

(d) International Accounting Standards, as applicable in Bangladesh, have been followed in preparation of the financial statements.

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

(f) There are no significant doubts about the Company's ability to continue as a going concern.

(g) There are no significant deviations from the operating result of the last year.

BOARD MEETING ATTENDANCE

During the year, six Board Meetings were held. The attendance of the Directors are shown in **Annexure-1.**

PATTERN OF SHAREHOLDING

Pattern of shareholding as per clause 1.5(xxi) of the BSEC Notification No: SEC/CMRRCD/2006-158/134/Admin/44 dated August 07, 2012 are shown in **Annexure-2.**

KEY OPERATING AND FINANCIAL DATA

The Companys' summarised key operating and financial data for the last five years are shown in **Annexure-3.**

BRIEF RESUME OF THE DIRECTORS

Brief resume of the Directors as per clause 1.5(xxii) of the BSEC Notification No: SEC/CMRRCD/2006-158/134/Admin/44 dated August 07, 2012 are shown in **Annexure-4.**

REPORT OF THE CHIEF EXECUTIVE OFFICER AND CHIEF FINANCIAL OFFICER

The Chief Executive Officer and Chief Financial Officer have performed their duties as per the Rules, responsibilities and duties as prescribed by the board. The report is placed in **Annexure-5.**

গ) আর্থিক বিবরণীসমূহ তৈরীতে সঠিক হিসাব নীতিমালাসমূহ যথাযথভাবে প্রয়োগ করা হয়েছে। তবে যেখানে এর ব্যত্যয় ঘটেছে তা প্রকাশ করা হয়েছে। হিসাব অনুমানসমুহ যুক্তি সঙ্গতভাবে ও বিচক্ষণতার সাথে করা হয়েছে।

ঘ) বাংলাদেশে প্রযোজ্য আর্ন্তজাতিক হিসাবমান অনুযায়ী আর্থিক বিবরণীসমূহ প্রস্তুত করা হয়েছে।

ঙ) অভ্যন্তরীন নিয়ন্ত্রণ ব্যবস্থা সুদৃঢ়ভাবে প্রণীত এবং যার প্রয়োগ এবং পর্যবেক্ষণ অতীব কার্যকর।

চ) চলমান প্রতিষ্ঠান হিসাবে কোম্পানীর সক্ষমতায় বিন্দুমাত্র কোন সন্দেহ নেই।

ছ) বিগত বছরের কার্যক্রমের তুলনায় তেমন গুরত্বপূর্ণ কোন বিচ্যুতি নেই।

পর্ষদ সভায় উপস্থিতি

আলোচ্য বছরে কোম্পানীর ৬ টি পর্ষদ সভা অনুষ্ঠিত হয়। উক্ত সভা সমূহে পরিচালকদের উপস্থিতি **Annexure-1** এ দেখানো হলো।

শেয়ারহোল্ডিং ধরণ

বিএসইসি নোটিফিকেশন নং এসইসি/সিএমআরআরসিডি/২০০৬-১৫৮/১৩৪/এডমিন/৪৪/ তারিখঃ আগস্ট ০৭, ২০১২-এর ক্লজ ১.৫ (xxi) অনুযায়ী শেয়ারহোল্ডিং ধরণ **Annexure-2** দেখানো হলো।

উল্লেখযোগ্য আর্থিক তথ্য

কোম্পানীর বিগত পাঁচ বছরের সংক্ষিপ্ত ও উল্লেখযোগ্য আর্থিক তথ্যসমূহ **Annexure-3** দেখানো হ'ল ।

পরিচালকদের সংক্ষিপ্ত জীবনী

বিএসইসি নোটিফিকেশন নং এসইসি/সিএমআরআরসিডি/২০০৬-১৫৮/১৩৪/এডমিন/৪৪/ তারিখঃ আগস্ট ০৭, ২০১২-এর ক্লজ ১.৫(xxii) অনুযায়ী কোম্পানীর পরিচালকদের সংক্ষিপ্ত জীবনী **Annexure-4** এ সংযুক্ত করা হয়েছে।

মুখ্য নির্বাহী কর্মকর্তা ও প্রধান হিসাবরক্ষণ কর্মকর্তার প্রতিবেদন

কোম্পানীর মুখ্য নির্বাহী কর্মকর্তা ও প্রধান হিসাবরক্ষণ কর্মকর্তাগণ পরিচালনা পর্ষদকর্তৃক প্রদত্ত নিয়মনীতি অনুযায়ী তাদের কার্যক্রম পরিচালনা করেছেন। এ সংক্রান্ত প্রতিবেদন **Annexure-5** এ সংযুক্ত করা হয়েছে ।

REPORT ON THE ACTIVITIES OF THE AUDIT COMMITTEE

Pursuant to the clause 3.5 of the BSEC Notification No: SEC/CMRRCD/2006-158/134/Admin/44 dated August 07, 2012, the activities of the Audit Committee have been shown in **Annexure-6.**

CORPORATE GOVERNANCE AND COMPLIANCE REPORT OF CORPORATE GOVERNANCE

The Board of Directors of United Insurance Company Limited is committed, as before, to adopting the highest governance standards and improving those standards as required to protect the interest of stakeholders and policy holders of the Company. The Board continues to provide direction to the management, approve strategic decision and policies to attain predetermined goals and objectives of the Company.

Certificate from auditors on compliance of the conditions as per clause 7(i) of the BSEC notification no: SEC/CMRRCD/2006-158/134/Admin/44 dated August 07, 2012 are shown in **Annexure-7.**

Pursuant to the clause 7(ii) of the BSEC Notification No: SEC/CMRRCD/2006-158/134/Admin/44 dated August 07, 2012, we attach the Company's Corporate Governance compliance status as **Annexure-8.**

ACKNOWLEDGEMENT

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

We also like to thank the members of our staff for their devotion, drive and skill in maintaining the Company's high standard of business ethics.

For the Board of Directors

Syed Aziz Ahmad
Chairman

Dated: Dhaka,
March 22, 2018

নিরীক্ষা কমিটির কার্যক্রমের উপর প্রতিবেদন

বিএসইসি নোটিফিকেশন নং এসইসি/সিএমআরআরসিডি/২০০৬-১৫৮/১৩৪/এডমিন/৪৪/ তারিখঃ আগস্ট ০৭, ২০১২-এর ক্লজ ৩.৫ অনুযায়ী কোম্পানীর নিরীক্ষা কমিটির প্রতিবেদন **Annexure-6** এ সংযুক্ত করা হয়েছে।

কর্পোরেট গভার্নেন্স ও কর্পোরেট গভার্নেন্স পরিপালন প্রতিবেদন

ইউনাইটেড ইনসিওরেন্স কোম্পানী লিমিটেড-এর পরিচালনা পর্ষদ আগের মতই সর্ব্বোচ্চমানের সুশাসন প্রতিষ্ঠায় সচেষ্ট এবং কোম্পানীর শেয়ারহোল্ডার ও নীতিনির্ধারকদের স্বার্থ রক্ষার জন্য ঐ সকল মানের উন্নতিসাধন করতে দৃঢ় প্রতিজ্ঞ। কোম্পানীর ব্যবস্থাপনাকে পূর্ব নির্ধারিত লক্ষ্য অর্জনের জন্য পরিচালনা পর্ষদ সবসময়ই নির্দেশ প্রদান, কৌশলগত সিদ্ধান্ত গ্রহণ ও নীতিমালা অনুমোদন করে থাকে।

বিএসইসি নোটিফিকেশন নং এসইসি/সিএমআরআরসিডি/২০০৬-১৫৮/১৩৪/এডমিন/৪৪/ তারিখঃ আগস্ট ০৭, ২০১২-এর ক্লজ ৭(র) অনুযায়ী কোম্পানীর কর্পোরেট গভার্নেন্স পরিপালন সনদ **Annexure-7** এ দেখানো হলো।

বিএসইসি নোটিফিকেশন নং এসইসি/সিএমআরআরসিডি/২০০৬-১৫৮/১৩৪/এডমিন/৪৪/ তারিখঃ আগস্ট ০৭, ২০১২-এর ক্লজ ৭(রর) অনুযায়ী কোম্পানীর কর্পোরেট গভার্নেন্স পরিপালন সংক্রান্ত নিরীক্ষক-এর প্রতিবেদন **Annexure-8** এ দেখানো হলো।

কৃতজ্ঞতা স্বীকার

আমরা আমাদের বার্ষিক সাধারণ সভায় উপস্থিত সকল সম্মানিত গ্রাহক, শুভানুধ্যায়ী, বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ (আইডিআরএ), বাংলাদেশ ইন্স্যুরেন্স এসোসিয়েশন, বাংলাদেশ ইন্স্যুরেন্স একাডেমী, সহ-বীমাকারী ও পুনঃবীমাকারী প্রতিষ্ঠান, যৌথ মূলধনী কারবার ও ফার্ম, অর্থ মন্ত্রনালয়, বাণিজ্যিক ব্যাংক ও আর্থিক প্রতিষ্ঠানসমূহ, বাংলাদেশ ব্যাংক, বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন এবং ঢাকা স্টক এক্সচেঞ্জ-কে মূল্যবান সহযোগিতা এবং পরামর্শের জন্য ধন্যবাদ জ্ঞাপন করছি।

আমরা আরও ধন্যবাদ জানাতে চাই, কর্মকর্তা ও কর্মচারীদের একান্ত আনুগত্য, নিষ্ঠা, কর্মশক্তি এবং দক্ষতার সাথে কোম্পানীর উচ্চ মানসম্মত ব্যবসায়িক নীতি বজায় রাখার জন্য।

পরিচালনা পর্ষদের পক্ষে

সৈয়দ আজিজ আহম্মদ
চেয়ারম্যান

তারিখ: ঢাকা,
মার্চ ২২, ২০১৮

Annexure-1

BOARD MEETING ATTENDANCE

Name of Directors	Attendance
Syed Aziz Ahmad	6
M. Hafizullah	6
M.M. Alam	5
M. Saiful Islam	3
M. A. Azim	6
M. Shah Alam	6
Prof. Dr. Wahiuddin Mahmood	6
Rafi Omar	5

The Directors who could not attend the meetings were granted leave u/s 108(f) of the Companies Act, 1994.

Annexure-2

PATTERN OF SHAREHOLDINGS

Shareholdings of Parent/Subsidiary/Associate companies and other related parties

Name of shareholders	Number of shares (31 December 2017)	Ratio of Holdings (31 December 2017)
Camellia Duncan Foundation	6,691,261	15.93
Macalms Bangladesh Trust	4,199,935	10.00
United Finance Limited	4,200,000	10.00
Amo Tea Company Ltd.	3,190,320	7.60
National Brokers Ltd	2,799,961	6.67
The Allynugger Tea Company Ltd	2,449,935	5.83
The Chandpore Tea Co. Limited	2,379,910	5.67
The Mazdehee Tea Company Ltd	2,194,435	5.22
The Lungla (Sylhet) Tea Company Ltd	2,099,935	5.00
Duncan Brothers (Bangladesh) Ltd	769,960	1.83
Duncan Products Ltd	455,635	1.08
Octavius Steel & Company of BD Ltd	419,935	1.00

Shareholding of the Directors, CEO, Company Secretary, CFO, Head of Internal Audit and their spouses and minor children

Name of shareholders	Number of shares (31 December 2017)	Ratio of Holdings (31 December 2017)
Syed Aziz Ahmad, Director	30,760	0.07
M. Hafizullah, Director	12,534	0.03
Prof. Dr. Wahiuddin Mahmood, Director	29,293	0.07
Khawja Manzer Nadeem, Managing Director & CEO	-	-
Ms. Minhaz Shahid, FCA (Chief Financial Officer)	-	-
Md. Imran Hasan, ACS (Company Secretary)	-	-
Rashedul Islam (Head of Internal Audit)	-	-

Shareholding of Executives: Nil

10% or more voting interest in the Company as on 31 December 2017

Name of shareholders	Number of shares	Ratio of Holdings
Camellia Duncan Foundation	6,691,261	15.93
Macalms Bangladesh Trust	4,199,935	10.00
United Finance Limited	4,200,000	10.00

Annexure-3

KEY OPERATING AND FINANCIAL DATA
(Figures in million Taka)

PARTICULARS	YEAR				
	2017	2016	2015	2014	2013
Gross premium	447.02	418.72	383.37	345.28	307.08
Net premium	267.64	250.50	217.10	179.64	172.55
Net claims	48.66	31.59	16.55	16.83	20.59
Investment & other income	91.50	104.87	120.18	119.38	109.24
Underwriting profit	44.54	47.60	42.04	40.71	34.82
Net profit before tax	127.40	146.49	154.31	148.64	138.89
Net profit after tax	101.20	120.49	124.31	116.64	110.89
Divisible profit	50.47	47.11	48.21	45.07	50.06
Paid-up capital	420.00	420.00	400.00	400.00	400.00
Total reserves	838.77	782.85	709.82	630.30	552.65
Cash & bank balances	436.77	481.91	491.80	495.48	494.06
Net operating cash flow	44.93	(35.48)	(10.30)	(28.64)	(1.77)
Total assets	1,496.15	1,398.85	1,297.23	1211.77	1137.82
Total liabilities	237.38	196.00	187.41	181.46	185.17
Shareholders' equity	1,258.77	1,202.85	1109.82	1030.31	952.65
No. of shares (in million)	42.00	42.00	40.00	40.00	40.00
Solvency Margin Available	957.79	907.82	879.37	792.32	754.99
Solvency Margin Required	60.20	56.30	50.04	45.67	40.63

DATA PER SHARE	2017	2016	2015	2014	2013
Earnings per Share (EPS)= Net profit after tax/ No. of shares	2.41	2.87	2.96	2.78	2.64
Net asset value (Book value)= Equity/ no. of share	29.97	28.64	26.42	24.53	22.68
Net operating cash flow	1.07	(0.84)	(0.25)	(0.68)	(0.04)
Market value on 31 December	29.80	26.00	25.00	33.90	43.00
Market value on 31 December (re-stated)	29.80	26.00	23.81	32.29	40.95
Price Earnings Ratio = Market value/ EPS	12.37	9.06	8.04	11.63	15.51
Stock dividend	-	-	5.00%	-	-
Stock dividend (re-stated)	-	-	4.76%	-	-
Cash dividend	11.00%	11.00%	6.00%	10.00%	10.00%
Cash dividend (re-stated)	-	11.00%	5.71%	9.52 %	9.52 %

Annexure-4

BRIEF RESUME OF THE DIRECTORS



Mr. Syed Aziz Ahmad

A Bachelor of Science from F.C. College, Lahore, Mr. Syed Aziz Ahmad has a vast experience in management and administration of tea estates. A former Director of United Finance Limited, he was the Managing Director of United Insurance Company Limited from 2001 to 2005 and also worked later as Director Corporate Affairs of the Company. He is also a Director of Duncan Brothers (Bangladesh) Ltd, Octavius Steel & Co. of Bangladesh Ltd, Eastland Camellia Ltd and Duncan Products Ltd. Mr. Ahmad was elected Chairman of the Company following the death of the founder Chairman late M. Moyeedul Islam.



Mr. M. Saiful Islam

A graduate from Chittagong University with distinctions, Mr. M. Saiful Islam, was associated with Brooke Bond Commodities Ltd., London for nearly twenty years. He was in Unilever as the Head of Tea and Exports. He joined the Board of Directors of National Brokers Ltd. in 1991. He has been the Managing Director of National Brokers Ltd, a leading Chittagong-based tea broking company since 2010. He was the Chairman of Tea Traders Association, a Member of Bangladesh Tea Board, President and Assistant Governor of Rotary Club and Chairman of Old Faujians Association.



Mr. M. Shah Alam

Mr. M. Shah Alam started his career in tea having completed Honours in Political Science and M. A. in Public Administration from the University of Dhaka and a degree in Management from the Cranfield University, United Kingdom (UK). He has been in tea plantation for over 45 years and represents Amo Tea Company Limited in the Board of Directors of United Insurance Company Limited. He is also a Director of Duncan Brothers (Bangladesh) Limited. He is the Senior Vice Chairman of Bangladesh Tea Association and a Member of Bangladesh Tea Board and Bangladesh Rubber Board. He is also a Member of Bangladesh Sramik Kallan Foundation and Tripartite Consultation Committee, Ministry of Labour, Govt. of Peoples Republic of Bangladesh. He is also a Trustee of Plantation Employees' Provident Fund and Vice Chairman of Agro Food Industry Skills Council. He is a Governing Body Member, Federation of Bangladesh Chamber of Commerce and Industry and a Rotarian. Mr. Alam has widely travelled person.



Mr. M. A. Azim

A graduate with honours in Economics from Dhaka University and then an M. A. in Economics from the University of Karachi, Mr. Azim joined Duncan Brothers (Bangladesh) Limited in 1969 and worked in their gardens in Sylhet till 1982. He relocated to Dhaka and worked for a Canadian consulting firm, Northwest Hydraulics Consultants Ltd., for three years from 1982 to 1985 as its Manager of Administration and Finance and then rejoined Duncan Brothers in 1985 in their Dhaka office. He moved to United Finance Limited as its General Manager in 1989 and became its Deputy Managing Director in 2006, a position he held till end of December 2017. He was a director on the board of Duncan Brothers (Bangladesh) Ltd from 1996 to 2006 and United Finance Limited from 2009 to 2012. Having been with United Finance Limited for over 28 years, he developed a wide network of contacts with entrepreneurs, both large and medium, in different sectors of industries of the country.



Mr. M. M. Alam

A member of the Canadian Institute of Chartered Accountants, an M.A in Economics from University of Dhaka and an MBA from American University of Beirut. Mr. M. M. Alam is an Independent Director & the Chairman of the Audit Committee of the Company. He was Managing Director of United Finance Limited (then United Leasing Company Limited) from 1995 to 2005 and a Director of the said Company from 2000 to 2011. He has over 40 years experience in marketing, banking and financial services.



Mr. M. Hafizullah

A Senior Advocate of the Supreme Court of Bangladesh, Mr. M. Hafizullah is the head of Orr, Dignam & Company, Advocates and Barristers, a leading law firm of the country. He was enrolled in the High Court in 1966 upon passing the Chambership examination securing first position. Mr. Hafizullah was elected as the Secretary of the Bangladesh Supreme Court Bar Association for 1978-79. He was nominated by the Chief Justice of the Supreme Court of Bangladesh to attend the Academy of American & International Law in 1982 conducted by International & Comparative Law Centre in Dallas, USA. He was elected as the President of the Bangladesh Supreme Court Bar Association for the year 1994-95.

He is an Independent Director of United Insurance Company Ltd and also a member of the Audit Committee of the Company.



Prof. Dr. Wahiuddin Mahmood

Prof. Wahiuddin Mahmood graduated from Chittagong Medical College under the University of Chittagong in 1983. He did his Diploma from University of Dhaka in 1990 and obtained his fellowship FCPS (Anesthesiology) from the Bangladesh College of Physicians and Surgeons (BCPS) in 1991. He worked as Assistant Professor and Associate professor of Anesthesiology at Dhaka Medical College till 2004.

In 2004 he joined Shaheed Suhrawardy Hospital as professor of Anesthesiology. He obtained advanced training on Alternative Fluid Therapy (Korea) and attended international conferences periodically across the world. He also attended a training course organised by Sriraj Hospital, Mahidol University, Bangkok on the latest advancement on Critical Care Management in 2006. Prof. Mahmood is a Member of Board of Trustees Bangladesh University, Dhaka, and Executive Council Member of National Heart Foundation Hospital & Research, Institute. A Life Member of Bangladesh Medical Association Dr. Mahmood is also a Life Member of Bangladesh Society of Anesthesiology and Bangladesh College of Physicians & Surgeons, Mohakhali Dhaka. He retired from government service and has been the Consultant, Department of Anesthesiology in Square Hospital Ltd, Dhaka.



Mr. Rafi Omar

A graduate in Science majoring in Physics from Notre Dame College under University of Dhaka in 1969, Mr. Rafi Omar was, before retiring in May 2015, the Managing Director of Kuehne + Nagel Ltd, Dhaka, Bangladesh. An Executive Director of Karnaphuli Limited, Mr. Omar was the Managing Director of Arkay Shipping Co. Ltd and Interocean Agencies Limited. He was an Assistant Manager of Birds (Bangladesh) Ltd, Dhaka, Bangladesh and was also the Chief Operating Officer of Omnitrans International Ltd and was the Shipping Clerk, Detjen Schiffasagentaur, Humburg, West Germany and Shipping Assistant, Mackinnon Mckenzie & Co. Pakistan Ltd, Karachi. Mr. Omar has been a Member of the Executive Committee of the FICCI and the President of the International Freight Forwarders Association (IFFAB) now renamed as Bangladesh Freight Forwarders Association (BAFFA). He was the resource person for training for Multimodal Transport under UNESCAP.



Mr. Khawja Manzer Nadeem

Mr. Khawja Manzer Nadeem joined as Chief Executive Officer (CEO) of United Insurance Company Limited (UICL) after necessary approval from the Insurance Development & Regulatory Authority (IDRA) on 01 March 2017. Before joining UICL, Mr. Nadeem was CEO of Paramount Insurance Company Limited and Continental Insurance Company Limited. He completed his graduation and post-graduation under the department of Management from the University of Dhaka. Mr. Nadeem is a prominent sportsman & played Hockey in Bangladesh National Team. He was honoured with "Dhaka University Blue" in Hockey. He is in the insurance industry for the last 30 years having practical experience in Underwriting, Re-insurance, Accounts, Marketing and claims of various exposure and complexity. Mr. Nadeem has attended different training courses, seminars and symposiums in insurance and re-insurance both at home and abroad. During his long association with the industry, he has developed strong bondage with the overseas re-insurers and brokers and also a wide network of tacts with the local entrepreneurs of large and medium in different sectors of industries of the ountry.

Annexure-5

REPORT OF THE CHIEF EXECUTIVE OFFICER AND CHIEF FINANCIAL OFFICER

In compliance with the condition no 6 imposed by the Bangladesh Securities and Exchange Commission (BSEC) notification no SEC/CMRCD/2006-158/134/Admn/44 dated August 07, 2012 issued under Section 2CC of the Securities and Exchange Ordinance 1969, we do hereby certify to the Board that-

1) We have reviewed the Financial Statements for the year ended on December 31, 2017 of United Insurance Company Limited and 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; and

   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.

2) There are, to the best of our knowledge and belief, no transaction entered into by the company during the year which are fraudulent, illegal or violation of the company's code of conduct.

Yours Sincerely,

(Ms. Minhaz Shahid, FCA)
Chief Financial Officer

(Khawja Manzer Nadeem)
Chief Executive Officer

AMARSTOCK

Annexure-6

REPORT OF THE AUDIT COMMITTEE-2017

The Committee comprises of five directors. The members of the Committee are as follows:

1.	Mr. M. M. Alam (Independent Director)	Chairman
2.	Mr. M. Hafizullah (Independent Director)	Member
3.	Mr. M. Saiful Islam	Member
4.	Mr. M. Shah Alam	Member
5.	Prof. Dr. Wahiuddin Mahmood	Member

Mr. Khawja Manzer Nadeem, the Chief Executive Officer of the Company attended at meetings as an invitee. Other invitees to the meetings were the Chief Financial Officer and the relevant head of departments who attended the meeting as and when required by the Committee.

A total of 4 (four) meetings were held during 2017.

The following matters were discussed in the meetings and decisions taken were communicated to the Board of Directors:

- Review of the auditors' report and audited financial statements for the year 2016.
- Review of the management letter of 2016 submitted by the external auditors.
- Review of the un-audited first quarter report of 2017.
- Review of the un-audited half-yearly report of 2017.
- Review of the un-audited third quarter report of 2017.
- Review of internal audit reports of the Head Office/Branches.
- The committee was not aware of any issues in the following areas, which needed to be reported to the Board:
  - (i) Report on conflict of interest;
  - (ii) Suspected or presumed fraud or irregularity or material defect in the internal control system; and
  - (iii) Suspected infringement of laws, including securities related laws, rules and regulations.

Dated: Dhaka,
March 22, 2018

Chairman
Audit Committee

Annexure-7

CERTIFICATE IN COMPLIANCE WITH THE CONDITIONS OF CORPORATE GOVERNANCE GUIDELINES

[Issued under Condition No.7(i) of Corporate Governance Guidelines of Bangladesh Securities and Exchange Commission (BSEC) vide Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated August 07, 2012 issued under Section 2CC of the Securities and Exchange Ordinance 1969 and as amended by the BSEC Notification and published in the gazette on July 21, 2013 and August 20, 2013 respectively.]

We have reviewed the accompanying Status of Compliance with conditions of Corporate Governance Guidelines of the Bangladesh Securities and Exchange Commission (BSEC) by United Insurance Company Limited (the Company) for the year ended on December 31, 2017. Such compliances are the responsibilities of the Company as stipulated in the above-mentioned notification issued by Bangladesh Securities and Exchange Commission (BSEC).

We have conducted our review in a manner that has provided us a reasonable basis for expressing our opinion on compliance conditions. The review has been limited to the measures so far adopted by the Company to ensure such compliances and this has not encompassed any opinion on the financial statements of the Company.

According to the information and explanations provided by the Company, we hereby certify that in our opinion the management of the Company has complied with the necessary conditions of Corporate Governance Guidelines issued by Bangladesh Securities and Exchange commission (BSEC).

Dated: Dhaka,
March 29, 2018

Hoque Bhattacharjee Das & Co.
Chartered Accountants

Annexure-8

STATUS OF COMPLIANCE OF CORPORATE GOVERNANCE

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

Condition No.	Title of the Condition	Compliance Status		Remarks
		Complied	Not Complied	
1	**Board's Size:**			
1.1	The number of the Board members of the Company shall not be less than 5 (five) and more than 20 (twenty)	√		
1.2	**Independent Directors:**			
1.2(i)	At least one fifth (1/5) of the total number of directors in the Company's Board	√		
1.2(ii)(a)	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 a sponsor of the company and is not connected with the company's any sponsor/director/shareholder who holds one percent (1%) or more shares of the total paid-up shares on the basis of family relationship	√		
1.2(ii)(c)	Who does not have any other relationship, weather pecuniary or otherwise, with the company or its subsidiary/associated companies	√		
1.2(ii)(d)	"Who is not a member, director or officerof 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 the concerned company's 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)	Shall be appointed by the Board of Directors and approved by the Shareholders in the Annual General Meeting (AGM)	√		
1.2(iv)	Post of independent director(s) can not remain vacant for more than 90 (ninety) days	√		
1.2(v)	Board shall lay down a code of conduct of all Board members and annual compliance of the code to be recorded	√		
1.2(vi)	Tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) term only	√		
1.3	**Qualification of Independent Director:**			
1.3(i)	"Independent Director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial, regulatory and corporate laws and can make meaningful contribution tobusiness"	√		
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 qualifications may be relaxed subject to prior approval of the Commission			Not applicable
1.4	**Chairman of the Board and 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.	√		

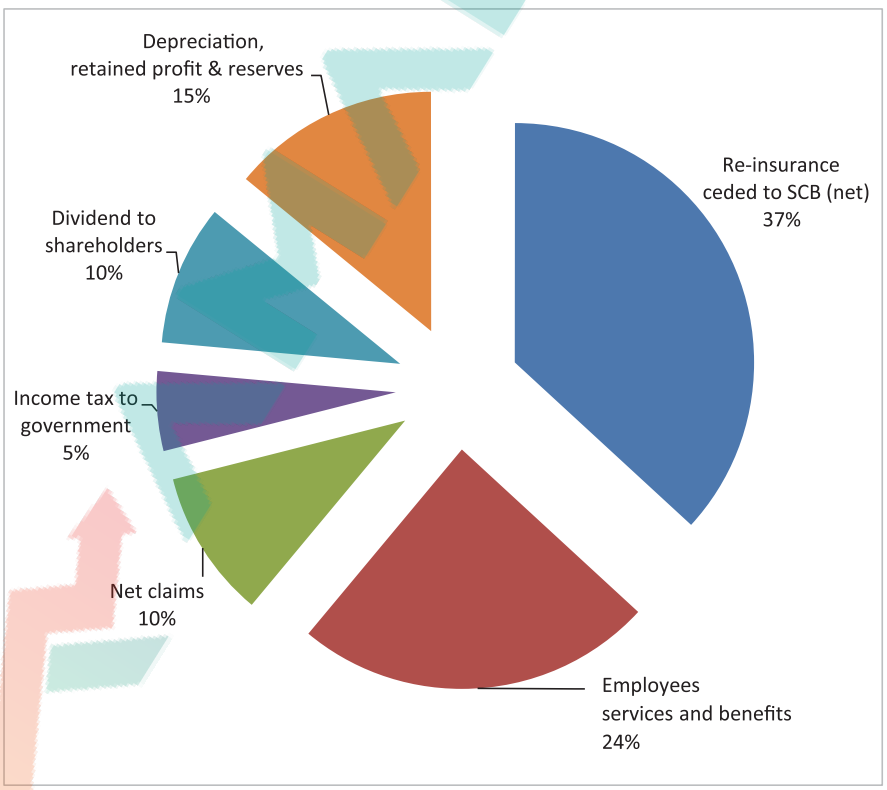
Condition No.	Title of the Condition	Compliance Status		Remarks
		Complied	Not Complied	
	The Chairman of the company shall be elected from among the directors of the company. The Board of Directors shall clearly define respective roles and responsibilities of the Chairman and the Chief Executive Officer			
1.5	**The Directors' Report to Shareholders:**			
1.5(i)	Industry outlook and possible future developments in the industry	√		
1.5(ii)	Segment-wise or product-wise performance	√		
1.5(iii)	Risks and concerns	√		
1.5(iv)	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			Not applicable
1.5(vi)	Basis for Related Party transaction- a statement of all related party transactions should be disclosed	√		
1.5(vii)	Utilization of proceeds from public issues, rights issues and/or through any others instruments			Not applicable
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.			Not applicable
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			Not applicable
1.5(x)	Remuneration to directors including independent directors	√		
1.5(xi)	The financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations,cash flows and changes in equity	√		
1.5(xii)	Proper books of account of the issuer company have been maintained	√		
1.5(xiii)	Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment	√		
1.5(xiv)	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 issuer company is not considered to be a going concern, the fact along with reasons thereof should be disclosed	√		
1.5(xvii)	Significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof should be explained	√		
1.5(xviii)	Key operating and financial data 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			Not applicable
1.5(xx)	The number of Board meetings held during the year and attendance by each director shall be disclosed	√		
1.5(xxi)	The pattern of shareholding:			
1.5(xxi)(a)	Parent/Subsidiary/Associated Companies and other related parties	√		
1.5(xxi)(b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children	√		
1.5(xxi)(c)	Executives	√		
1.5(xxi)(d)	Shareholders holding ten percent (10%) or more voting interest in the company (name wise details)	√		
1.5(xxii)	Appointment/ reappointment of a director:			
1.5(xxii)(a)	A brief resume of the director	√		
1.5(xxii)(b)	Expertise in specific functional areas	√		
1.5(xxii)(c)	Holding of directorship and membership of committees of the board other than this Company	√		

Condition No.	Title of the Condition	Compliance Status		Remarks
		Complied	Not Complied	
2	**Chief Financial Officer (CFO), Company Secretary (CS) and Head of Internal Audit (HIA):**			
2.1	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	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	**Audit Committee:**			
3(i)	The company shall have an Audit Committee as a sub-committee of the Board	√		
3(ii)	The Audit Committee shall assist the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business	√		
3(iii)	The Audit Committee shall be responsible to the Board of Directors	√		
3.1	**Constitution of the Audit Committee:**			
3.1(i)	The Audit Committee shall be composed of at least 3 (three) members	√		
3.1(ii)	The Board of Directors shall appoint members of the Audit Committee who shall be director of the company and shall include at least 1 (one) Independent Director	√		
3.1(iii)	All members of the Audit Committee should be "financially literate" and at least 1 (one) member shall have accounting or related financial management experience	√		
3.1(iv)	Filling of casual vacancy in the Audit Committee	√		
3.1(v)	Secretary of the Committee	√		
3.1(vi)	The quorum of the Audit meeting shall not constitute without Independent Director	√		
3.2	**Chairman of the Audit Committee:**			
3.2(i)	The Board of Directors shall select 1 (one) member of the Audit Committee to be Chairman of the Audit Committee, who shall be an Independent Director	√		
3.2(ii)	Chairman of the Audit Committee shall remain present in the Annual General Meeting (AGM)	√		
3.3	**Role of Audit Committee:**			
3.3(i)	Oversee the financial reporting process	√		
3.3(ii)	Monitor choice of accounting policies and principles	√		
3.3(iii)	Monitor Internal Control Risk management process	√		
3.3(iv)	Oversee hiring and performance of external auditors	√		
3.3(v)	Review along with the management,the annual financial statements before submission to the board for approval	√		
3.3(vi)	Review along with the management, the quarterly and half yearly financial statements before submission to the Board for approval	√		
3.3(vii)	Review 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 / letterof internal control weakness issuedby statutory auditors"	√		
3.3(x)	Declaration of Audit Committee by the company regarding utilization of IPO/PRO, Right Issue money			Not applicable
3.4	**Reporting of the audit committee:**			
3.4.1	Reporting to the Board of Directors:			
3.4.1(i)	The Audit Committee shall report on its activities to the Board of Directors	√		
3.4.1(ii)	Activities of Audit Committee:			
3.4.1(ii)(a)	Report on conflicts of interests	√		No such event found

Condition No.	Title of the Condition	Compliance Status		Remarks
		Complied	Not Complied	
3.4.1(ii)(b)	Suspected or presumed fraud or irregularity or material defect in the internal control system	√		No such event found
3.4.1(ii)(c)	Suspected infringement of laws, including securities related laws, rules and regulations	√		No such event found
3.4.1(ii)(d)	Any other matter which shall be disclosed to the Board of Directors immediately	√		No such event found
3.4.2	Reporting to the authorities	√		
3.5	Reporting to the Shareholders and General Investors	√		
4.0	**External/Statutory Auditors:**			
	The issuer company should not engage its external/statutory auditors to perform the following services of the company:			
4(i)	Appraisal or valuation services or fairness opinions	√		
4(ii)	Financial information systems design and implementation	√		
4(iii)	Book-keeping or other services related to the accounting records or financial statements	√		
4(iv)	Broker-dealer services	√		
4(v)	Actuarial services	√		
4(vi)	Internal audit service	√		
4(vii)	Any other services that the Audit Committee determines	√		
4(viii)	No partner on employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company	√		
4(ix)	Audit/certification services on compliance of corporate governance	√		
5	**Subsidiary Company:**			
5(i)	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			Not applicable
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			Not applicable
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			Not applicable
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			Not applicable
5(v)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company.			Not applicable
6	**Duties of Chief Executive Officer (CEO) and Chief Financial Officer (CFO):**			
	The CEO and CFO shall certify to the Board that:			
6(i)	They have received financial statements for the year and that to the best of their knowledge and belief:			
6(i)(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.	√		
6(ii)	There are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violation of the company's code of conduct.	√		
7	**Reporting and Compliance of Corporate Governance:**			
7(i)	Obtain a certificate regarding compliance of conditions of Corporate Governance Guidelines of the Commission and the same shall send to the shareholders on a yearly basis.	√		
7(ii)	Attachment of annexure in the Director's Report of the company	√		

VALUE ADDED STATEMENT -2017

Head of Accounts	Taka in million	
Gross Premium income	447.02	
Investment and other income	38.62	
Share of profit of associate	52.88	
Commission on Re-insurance ceded	53.95	
	592.47	
Less : Purchase of Supplies and Services	105.79	
	486.68	
Applied as follows		%
Re-insurance ceded to SCB (net)	179.38	37%
Employees Services and Benefits	117.75	24%
Net Claims	48.66	10%
Income tax	26.20	5%
Dividend to Shareholders	46.20	9%
Depreciation, Retained profit and reserve	68.49	15%
	486.68	**100%**



STAR STOCK

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF UNITED INSURANCE COMPANY LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of United Insurance Company Limited which comprise the balance sheet as at December 31, 2017, profit and loss account, profit and loss appropriation account, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements of the Company that give a true and fair view in accordance with Bangladesh Financial Reporting Standards (BFRSs) and for such internal control as management determines is necessary to enable the preparation of financial statements of the Company that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements of the Company. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements of the Company, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of financial statements of the Company that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. 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 of the Company.

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 of the Company give a true and fair view of the financial position of the Company as at December 31, 2017 and of its financial performance and cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRSs), give a true and fair view of the state of the company's affairs as at December 31, 2017 and of the results of its operations and cash flows for the year then ended and complies with the Companies Act 1994, the Insurance Act 2010, Insurance Rules 1958, the 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 purpose of our audit and made due verification thereof;

b) in our opinion, proper books of accounts as required by law have been kept by the company so far as it appeared from our examinations of those books;

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

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

e) We report that to the best of our information and as shown by its books, the company during the year under report has not paid any person any commission in any form outside Bangladesh in respect of any of its business re-insured abroad;

f) the balance sheet, profit and loss account, profit and loss appropriation account, statement of changes in equity and statement of cash flows of the Company together with the annexed notes dealt with by the report are in agreement with the books of account and returns; and

g) the expenditure incurred was for the purpose of the Company's business.

Dated: Dhaka,
March 22, 2018

A. Qasem & Co.
Chartered Accountants

AMAR STOCK

BALANCE SHEET

CAPITAL & LIABILITIES	Notes	Amount in BDT 2017	2016
Share capital:	4		
Authorised:			
50,000,000 ordinary shares of Tk 10 each		500,000,000	500,000,000
Issued, subscribed and paid-up:			
42,000,000 ordinary shares of Tk 10 each	4	420,000,000	420,000,000
Reserve or contingency accounts:			
Reserve for exceptional losses		308,688,335	281,923,847
General reserve	18	91,350,000	87,350,000
Profit and loss appropriation account balance		438,730,804	413,579,018
Balances of funds and accounts:			
Fire insurance business		24,403,049	26,674,951
Marine insurance business		48,942,280	43,852,851
Motor insurance business		22,477,628	19,292,340
Miscellaneous insurance business		13,625,343	11,855,008
		109,448,301	101,675,150
Premium deposits	5	17,263,393	12,072,553
Estimated liability in respect of outstanding claims whether due or intimated	6	22,661,766	12,567,411
Amount due to other persons or bodies carrying on insurance business	7	26,574,795	13,735,427
Sundry creditors (including provision for expenses and taxes)	8	50,304,568	48,408,329
Unclaimed dividend	21	8,545,877	7,539,048
Lease obligations	26	2,580,793	-
		1,496,148,632	**1,398,850,783**

AMAR STOCK

AS AT DECEMBER 31, 2017

PROPERTY & ASSETS	Notes	Amount in BDT 2017	2016
Statutory deposit: Bangladesh Govt. Treasury Bond		25,000,000	25,000,000
Shares - at market value	9(a)	20,330,357	27,511,954
Investment in Associate	9(b)	589,141,126	571,287,824
Deferred tax assets	10	3,790,439	2,875,445
Outstanding premium	11	42,513,183	33,800,728
Accrued interest		10,317,556	10,139,411
Amount due from other persons or bodies carrying on insurance business		198,967,217	200,652,550
Debtors (including advances, deposits and prepayments and others)	12	29,671,511	26,390,692
Cash and cash equivalents:	13		
Cash in hand		1,055,773	1,351,512
Cash at bank		35,861,519	54,909,803
Fixed deposit receipt (FDR)		399,850,000	425,650,000
		436,767,292	481,911,315
Other accounts:			
Property, plant and equipment (at cost less accumulated depreciation)	14	138,712,057	18,257,555
Stationery and forms		937,894	1,023,309
		1,496,148,632	**1,398,850,783**
Net asset value per share (NAVPS)		29.97	28.67

1. The annexed notes 1 to 29 form an integral part of these financial statements.
2. Auditors' report to the shareholders, see annexed report of the same date.

Syed Aziz Ahmad
Chairman

M. Hafizullah
Director

M. Shah Alam
Director

Khawja Manzer Nadeem
Chief Executive Officer

Dated: Dhaka,
March 22, 2018

A. Qasem & Co.
Chartered Accountants

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

	Notes	Amount in BDT	
		2017	2016
Balance brought forward from last year		413,579,018	365,595,898
Deferred tax income	10	914,994	-
Profit for the year brought down from profit and loss account		127,401,280	146,488,938
		541,895,292	**512,084,836**
Reserve for exceptional losses		26,764,488	25,050,466
Provision for income taxes		26,200,000	26,000,000
Deferred tax expenses	10	-	3,455,351
Issuance of bonus share		-	20,000,000
Cash dividend paid		46,200,000	24,000,000
Balance transferred to general reserve		4,000,000	-
Balance transferred to balance sheet		438,730,804	413,579,018
		541,895,292	**512,084,836**
Earnings per share (EPS)		2.41	2.87

1. The annexed notes 1 to 29 form an integral part of these financial statements.
2. Auditors' report to the shareholders, see annexed report of the same date.

Syed Aziz Ahmad
Chairman

M. Hafizullah
Director

M. Shah Alam
Director

Khawja Manzer Nadeem
Chief Executive Officer

Dated: Dhaka,
March 22, 2018

A. Qasem & Co.
Chartered Accountants

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

	Notes	Amount in BDT	
		2017	2016
Expenses of management (not applicable to any particular fund or account):			
Audit fees	17	1,220,000	410,000
CDBL expenses		275,659	175,587
Directors' fees		280,000	350,000
Depreciation	14	4,801,747	2,936,724
Publicity and advertisement		717,324	904,796
Registration renewal fees		1,341,782	1,208,473
		8,636,512	5,985,580
Profit for the year carried down to profit & loss appropriation account		127,401,280	146,488,938
		136,037,792	**152,474,518**
Interest and dividend income	15	29,400,853	37,090,426
Fair value gain on investment in shares	9(a)	2,661,941	2,837,853
Share of profit of associate	9(b)	52,879,904	64,611,548
Gain on sale of fixed assets		514,298	-
Gain on sale of investment in shares		5,800,706	140,339
Other income	16	237,834	196,824
		91,495,536	104,876,990
Profit transferred from:			
Fire revenue account		12,549,703	11,541,984
Marine revenue account		16,633,117	19,058,203
Motor revenue account		12,714,280	14,277,430
Miscellaneous revenue account		2,645,155	2,719,911
		44,542,256	47,597,528
		136,037,792	**152,474,518**

1. The annexed notes 1 to 29 form an integral part of these financial statements.
2. Auditors' report to the shareholders, see annexed report of the same date.

Syed Aziz Ahmad
Chairman

M. Hafizullah
Director

M. Shah Alam
Director

Khawja Manzer Nadeem
Chief Executive Officer

Dated: Dhaka,
March 22, 2018

A. Qasem & Co.
Chartered Accountants

CONSOLIDATED REVENUE ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2017

	Amount in BDT	
	2017	2016
Claims under policies less re-insurance :		
Paid during the year	38,564,298	29,351,297
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	22,661,766	12,567,411
	61,226,064	41,918,708
Less : Outstanding at the end of previous year	12,567,411	10,331,590
	48,658,653	31,587,118
Agency commission	59,721,624	56,439,388
Expenses of management	160,903,527	159,679,237
Profit transferred to profit and loss account	44,542,256	47,597,528
Balance of accounts at the end of the year as shown in the balance sheet:		
Reserve for unexpired risk being		
40% premium income of the year except Marine Hull	105,464,388	99,219,676
100% premium income of the year on Marine Hull	3,983,913	2,455,473
	109,448,301	101,675,149
	423,274,360	**396,978,420**
Balance of account at beginning of the year :		
Reserve for unexpired risk	101,675,149	87,550,041
Premium less re-insurance	267,644,882	250,504,664
Commission on re-insurance ceded	53,954,329	58,923,715
	423,274,360	**396,978,420**

All expenses of management wherever incurred whether directly or indirectly in respect of fire, marine and miscellaneous insurance business transacted in Bangladesh have been fully debited in the respective revenue accounts as expenses in the ratio of gross premium income.

1. The annexed notes 1 to 29 form an integral part of these financial statements.
2. Auditors' report to the shareholders, see annexed report of the same date.

Syed Aziz Ahmad
Chairman

M. Hafizullah
Director

M. Shah Alam
Director

Khawja Manzer Nadeem
Chief Executive Officer

Dated: Dhaka,
March 22, 2018

A. Qasem & Co.
Chartered Accountants

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

	Amount in BDT	
	2017	2016
Claims under policies less re-insurance:		
Paid during the year	1,478,198	3,631,919
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	6,457,288	1,857,111
	7,935,486	5,489,030
Less : Outstanding at the end of previous year	1,857,111	3,719,458
	6,078,375	1,769,572
Agency commission	21,366,774	23,349,422
Expenses of management	53,128,248	60,621,849
Profit/(Loss) transferred to profit and loss account	12,549,703	11,541,984
Balance of account at the end of the year as shown in the balance sheet :		
Reserve for unexpired risk being 40% premium income for the year	24,403,049	26,674,951
	117,526,150	**123,957,778**
Balance of account at the beginning of the year:		
Reserve for unexpired risk	26,674,951	21,801,945
Premium less re-insurance	61,007,623	66,687,377
Commission on re-insurance ceded	29,843,576	35,468,456
	117,526,150	**123,957,778**

1. The annexed notes 1 to 29 form an integral part of these financial statements.
2. Auditors' report to the shareholders, see annexed report of the same date.

Syed Aziz Ahmad
Chairman

M. Hafizullah
Director

M. Shah Alam
Director

Khawja Manzer Nadeem
Chief Executive Officer

Dated: Dhaka,
March 22, 2018

A. Qasem & Co.
Chartered Accountants

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

	Amount in BDT	
	2017	2016
Claims under policies less re-insurance:		
Paid during the year	22,071,511	15,761,334
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	10,323,581	6,355,476
	32,395,092	22,116,810
Less : Outstanding at the end of previous year	6,355,476	3,072,442
	26,039,616	19,044,368
Agency commission	22,389,717	18,817,194
Expenses of management	59,932,048	54,316,170
Profit transferred to profit and loss account	16,633,117	19,058,203
Balance of account at the end of the year as shown in the balance sheet:		
Reserve for unexpired risk being		
40% premium income of the year Marine Cargo	44,958,367	41,397,378
100 % Premium income of the year on Marine Hull	3,983,913	2,455,473
	48,942,280	43,852,851
	173,936,779	**155,088,786**
Balance of account at beginning of the year:		
Reserve for unexpired risk	43,852,851	37,734,791
Premium less re-insurance	116,379,831	105,948,917
Commission on re-insurance ceded	13,704,097	11,405,078
	173,936,779	**155,088,786**

1. The annexed notes 1 to 29 form an integral part of these financial statements.
2. Auditors' report to the shareholders, see annexed report of the same date.

Syed Aziz Ahmad
Chairman

M. Hafizullah
Director

M. Shah Alam
Director

Khawja Manzer Nadeem
Chief Executive Officer

Dated: Dhaka,
March 22, 2018

A. Qasem & Co.
Chartered Accountants

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

	Amount in BDT	
	2017	2016
Claims under policies less re-insurance:		
Paid during the year	10,200,803	4,770,102
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	5,170,968	4,072,030
	15,371,771	8,842,132
Less : Outstanding at the end of previous year	4,072,030	2,838,628
	11,299,741	6,003,504
Agency commission	8,190,103	7,061,796
Expenses of management	20,804,659	18,886,773
Profit transferred to profit and loss account	12,714,280	14,277,431
Balance of account at the end of the year as shown in the balance sheet:		
Reserve for unexpired risk being 40% premium income of the year	22,477,628	19,292,340
	75,486,411	**65,521,844**
Balance of account at the beginning of the year:		
Reserve for unexpired risk	19,292,340	17,286,460
Premium less re-insurance	56,194,071	48,230,851
Commission on re-insurance ceded	-	4,533
	75,486,411	**65,521,844**

1. The annexed notes 1 to 29 form an integral part of these financial statements.
2. Auditors' report to the shareholders, see annexed report of the same date.

Syed Aziz Ahmad
Chairman

M. Hafizullah
Director

M. Shah Alam
Director

Khawja Manzer Nadeem
Chief Executive Officer

Dated: Dhaka,
March 22, 2018

A. Qasem & Co.
Chartered Accountants

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

	Amount in BDT	
	2017	2016
Claims under policies less re-insurance:		
Paid during the year	4,813,786	5,187,942
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	709,929	282,794
	5,523,715	5,470,736
Less : Outstanding at the end of previous year	282,794	701,062
	5,240,921	4,769,674
Agency commission	7,775,030	7,210,975
Expenses of management	27,038,572	25,854,445
Profit / (Loss) transferred to profit and loss account	2,645,155	2,719,910
Balance of account at the end of the year as shown in the balance sheet:		
Reserve for unexpired risk being 40% premium income of the year	13,625,343	11,855,008
	56,325,021	**52,410,012**
Balance of account at the beginning of the year:		
Reserve for unexpired risk	11,855,008	10,726,845
Premium less re-insurance	34,063,357	29,637,519
Commission on re-insurance ceded	10,406,656	12,045,648
	56,325,021	**52,410,012**

1. The annexed notes 1 to 29 form an integral part of these financial statements.
2. Auditors' report to the shareholders, see annexed report of the same date.

Syed Aziz Ahmad
Chairman

M. Hafizullah
Director

M. Shah Alam
Director

Khawja Manzer Nadeem
Chief Executive Officer

Dated: Dhaka,
March 22, 2018

A. Qasem & Co.
Chartered Accountants

STATEMENT OF CHANGES IN SHAREHOLDERS EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2017

Particulars	Amount in BDT				
	Share capital	Reserve for exceptional losses	General reserve	Profit & loss appropriation	Total equity
Balance at January 01, 2016	**400,000,000**	**256,873,381**	**87,350,000**	**365,595,898**	**1,109,819,279**
Issue of share capital (Bonus share)	20,000,000	-	-	(20,000,000)	-
Dividend paid	-	-	-	(24,000,000)	(24,000,000)
Transferred to/(from) general reserve	-	-	-	-	-
Deferred tax income /(Expenses)	-	-	-	(3,455,351)	(3,455,351)
Profit after tax for the year 2016	-	-	-	120,488,938	120,488,938
Appropriation made during the year	-	25,050,466	-	(25,050,466)	-
Balance at December 31, 2016	**420,000,000**	**281,923,847**	**87,350,000**	**413,579,018**	**1,202,852,866**
Issue of share capital (Bonus share)	-	-	-	-	-
Dividend paid	-	-	-	(46,200,000)	(46,200,000)
Transferred to/(from) general reserve	-	-	4,000,000	(4,000,000)	-
Deferred tax income /(Expenses)	-	-	-	914,994	914,994
Profit after tax for the year 2017	-	-	-	101,201,280	101,201,280
Appropriation made during the year	-	26,764,488	-	(26,764,488)	-
Balance at December 31, 2017	**420,000,000**	**308,688,335**	**91,350,000**	**438,730,804**	**1,258,769,140**

1. The annexed notes 1 to 29 form an integral part of these financial statements.
2. Auditors' report to the shareholders, see annexed report of the same date.

Syed Aziz Ahmad
Chairman

M. Hafizullah
Director

M. Shah Alam
Director

Khawja Manzer Nadeem
Chief Executive Officer

Dated: Dhaka,
March 22, 2018

A. Qasem & Co.
Chartered Accountants

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2017

		Amount in Taka	
		2017	2016
A	**Cash flows from operating activities**		
	Collection from premium and other income	331,217,980	328,231,886
	Management expenses, re-insurance and claims	(245,059,007)	(330,731,084)
	Income taxes paid	(41,229,620)	(32,979,067)
	Net cash from/(used in) operating activities	**44,929,353**	**(35,478,265)**
B	**Cash flows from investing activities**		
	Purchase of fixed assets	(125,256,253)	(6,995,958)
	Purchase of shares	(17,673,336)	(5,534,918)
	Sale proceeds of fixed assets	514,300	131,068
	Sale proceeds of shares	33,317,581	13,614,277
	Interest received	28,297,944	35,592,208
	Dividend received from investees	892,957	1,498,218
	Dividend received from associate	35,026,602	15,921,183
	Net cash from/(used in) investing activities	**(44,880,205)**	**54,226,078**
C	**Cash flows from financing activities**		
	Dividend paid	(45,193,171)	(28,633,933)
	Net cash from/(used in) financing activities	**(45,193,171)**	**(28,633,933)**
	Net (decrease)/increase in cash or cash equivalents (A+B+C)	**(45,144,023)**	**(9,886,121)**
	Cash and cash equivalents at the beginning of the year	481,911,315	491,797,436
	Cash and cash equivalents at the end of the year	**436,767,292**	**481,911,315**
	Net operating cash flows per share (NOCFPS)	1.07	(0.84)

1. The annexed notes 1 to 29 form an integral part of these financial statements.
2. Auditors' report to the shareholders, see annexed report of the same date.

Syed Aziz Ahmad
Chairman

M. Hafizullah
Director

M. Shah Alam
Director

Khawja Manzer Nadeem
Chief Executive Officer

Dated: Dhaka,
March 22, 2018

A. Qasem & Co.
Chartered Accountants

NOTES TO THE FINANCIAL STATEMENTS
AS AT AND FOR THE YEAR ENDED DECEMBER 31, 2017

1 Background

United Insurance Company Limited (hereinafter referred to as "The Company") was incorporated on 7 May 1985 and obtained the Certificate of Commencement of Business from the Registrar of Joint Stock Companies, Bangladesh with effect from 12 October 1985. However, the Certificate of Registration was obtained on 15 October 1985 from the Department of Insurance, Government of the People's Republic of Bangladesh. The Company was listed in Dhaka Stock Exchange Limited on 9 April 1990.

1.1 Application of standards

The following BAS & BFRS are applicable for the financial statement 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 Period
BAS 12	Income Taxes
BAS 16	Property, Plant and Equipment
BAS 17	Leases
BAS 18	Revenue
BAS 19	Employee Benefits
BAS 24	Related Party Disclosures
BAS 33	Earnings Per Share
BAS 37	Provisions, Contingent Liabilities and Contingent Assets
BAS 38	Intangible Assets
BFRS 7	Financial Instruments disclosures

1.2 Basis of presenting accounts

i) These accounts have been prepared under Bangladesh Financial Reporting Standards (BFRSs) on historical cost convention.

ii) The accompanied financial statements have been prepared and presented in accordance with Bangladesh Financial Reporting Standards (BFRSs), Bangladesh Accounting Standards (BASs), the Insurance Act 2010, Insurance Rules 1958, the Companies Act 1994, and other applicable laws and regulations as much as practicable. In certain cases where rules and regulations are yet to be framed by the Insurance Development and Regulatory Authority (IDRA), the relevant provisions of the Insurance Act 1938 have been resorted to. Accordingly, 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 non-life 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 1938 as amended.

iii) The Insurance Act, 2010 was promulgated on 18 March 2010. The Insurance Development & Regulatory Authority Act, 2010 was also promulgated on 18 March 2010. But necessary rules & regulations have not yet been gazetted by the Government for the application of the said Acts. As a result, in the absence of any formats, the Balance Sheet and Revenue Accounts have been prepared in accordance with the prescribed formats in the Insurance Act, 1938 and provisions in the Insurance Rules, 1958.

2 Significant accounting policies

2.1 Public sector business

Company's share of public sector business is accounted for in the year in which the statement of accounts from the Sadharan Bima Corporation are received. As at 31 December 2017, statement of accounts for the period from 1 July 2016 to 30 June 2017 had been received from the Sadharan Bima Corporation and accordingly, the Company's share of public sector business for that period had been accounted for in the accompanying accounts. This practice is being followed consistently.

2.2 Property, plant and equipment (PPE)

i) Recognition & Measurement

Items of property, plant and equipment are measured at cost, net of accumulated depreciation and/or accumulated impairment losses, if any in accordance with BAS-16. Cost includes any costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the intended manner.

Fully depreciated assets are carried in the books at nominal value of Tk. 1.00 for the purpose of identification.

ii) Subsequent cost

The cost of replacing or upgrading of an item of property, plant and equipment is capitalized if it is probable that the future economic benefits embodied in it will flow to the company and its cost can be measured reliably. The cost of the day to day servicing of property, plant and equipment are recognized in the profit or loss accounts as incurred.

iii) Depreciation of property, plant & equipment

Depreciation on property, plant & equipment is charged on straight line method over the estimated useful lives of the assets. Depreciation rate on building has been changed from 10% to 2.5% from the year 2017 as the estimated useful life of the newly acquired building estimated for 40 years lifetime. Depreciation on different categories of assets are, charge at the rates, shown below:

Category of PPE	Rate
Building	2.50%
Furniture & fixtures	10%
Office Equipment	15%
Office Decoration	10%
Computer	15%
Air Conditioners	15%
Motor vehicles	20%
Computer Software	20%
PABX	15%

Depreciation on addition to property, plant & equipment made during the year is charged from the month in which the newly acquired assets are available for use. While depreciation on disposal of property, plant & equipment is made up to the month prior to the disposal.

2.3 Basis of recognition of income in respect of premium deposit

Amounts received against issuance of cover notes are recognised as income. The cover notes are converted into policies within nine months following the issuance of cover notes in accordance with the issuance of Circular by the then Chief Controller of Insurance.

2.4 Recognition of income from associate

The Company holds 20.64% in the equity of United Finance Limited, an associate of the Company. Pursuant to provision of relevant accounting standard, the proportionate income of the associate company has been accounted for under equity method and recognised in the company's books of account. Accordingly, during the year under review, an amount of Tk. 52,879,904 has been recognised as income and reflected in the accompanying profit and loss account.

2.5 Income tax

i) Current tax

Provision for income tax has been made at 40% on the basis of Finance Act, 2017. Advance income tax including tax deducted at source (TDS) has been shown and appearing in the financial statements after deduction of provision for taxes.

ii) Deferred tax

Deferred income tax is provided in full, using balance sheet method, on temporary differences arising between the tax base values of assets and liabilities and their carrying amounts in the financial statements in accordance with BAS-12. Currently enacted tax rate of 40% is used in the determination of deferred income tax. Deferred tax liabilities are recognised for all temporary taxable differences. Deferred tax assets are recognised on the carry forward of unabsorbed tax losses and other deductible temporary differences to the extent that is probable that future taxable profit will be available against which the temporary differences can be utilised.

2.6 Cash and cash equivalents

Cash and cash equivalents comprise of cash in hand, cash at banks, deposits held at financial institutions and short-term highly liquid investments with maturities of three months or less from the date of acquisition.

2.7 Retirement benefit scheme

i) Provident Fund:

The Company operates a recognised provident fund scheme, managed by independent Board of Trustees, with equal contribution by the employees and the company @10% on monthly basic salary. The Company's contributions to the scheme are charged to profit and loss account in the year in which they relate.

ii) Gratuity:

The Company operates a funded gratuity scheme in accordance with the rules of gratuity fund which is approved by the National Board of Revenue (NBR). Employees having completed six months of service with the company are eligible to get one months last drawn basic salary and for employees having completed more than ten years of service are entitled to receive one and a half months last drawn basic salary. Provision in respect of gratuity has been made in the accompanying accounts covering all of its eligible employees. Actuarial valuation of the fund is to be done in due course.

2.8 Investment in shares

Investment in shares which are actively traded on a quoted market are designated at fair value through profit and loss account. Gains or losses arising from a change in the fair value of such financial assets are recognised in the profit and loss account as per BFRS 7: Financial Instruments Disclosure.

2.9 Statement of cash flows

The statement of cash flows has been prepared in accordance with the requirement of BAS-7: Statement of Cash Flows. The cash generated from operating activities has been reported using the direct method as prescribed by the Securities and Exchange Rules 1987 and the following benchmark treatment of BAS-7, whereby major classes of gross cash receipts and gross cash payments from operating activities are disclosed.

2.10 Reporting period

The reporting period of the company covers one year from January 01 to December 31 consistently.

2.11 Valuation of assets

The value of all assets at December 31, 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.

3 General

i) Figures appearing in these financial statements have been rounded off to the nearest Taka; and

ii) Previous years figures have been rearranged, whenever considered necessary, to conform current year presentation.

		Amount in BDT	
		2017	2016
4	**Share capital**		
	Authorised:		
	50,000,000 ordinary shares of Tk 10 each	**500,000,000**	**500,000,000**
	Issued, subscribed and paid-up:		
	42,000,000 ordinary shares of Tk 10 each fully paid-up	**420,000,000**	**420,000,000**

Classification 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	2,465	2,290	0.67	0.66
500 to 5,000	1,235	1,019	3.11	2.78
5,001 to 10,000	77	63	1.30	1.07
10,001 to 20,000	41	38	1.36	1.14
20,001 to 30,000	16	19	0.93	1.13
30,001 to 40,000	11	10	0.88	0.80
40,001 to 50,000	4	7	0.44	0.80
50,001 & above	46	43	91.31	91.62
	3,895	**3,489**	**100.00**	**100.00**

5 Premium deposits

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

6 Estimated liability in respect of outstanding claims whether due or intimated

Fire	6,457,288	1,857,111
Marine	10,323,581	6,355,476
Motor	5,170,968	4,072,030
Miscellaneous	709,929	282,794
	22,661,766	**12,567,411**

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

7 Amounts due to other persons or bodies carrying on insurance business

Co-insurers	26,574,795	13,735,427
	26,574,795	**13,735,427**

This amount represents insurance premium collected from policy holders and payable to co-insurers.

8 Sundry creditors (including provision for expenses and taxes)

Liabilities for management expenses	8,770,921	8,819,384
Provision for gratuity (Note-8.1)	10,073,890	9,350,530
Advance received from policyholder against Open Marine Cover note	2,843,394	3,094,013
VAT payable	4,015,973	2,161,305
Provision for taxation - net of advance tax and TDS	-	10,849,529
Other Sundry creditors	24,600,390	14,133,568
	50,304,568	**48,408,329**

8.1 Gratuity scheme of the company was converted to a funded scheme on effective from 12 January 2015. The above noted amount of Taka 10,073,890 has been arrived at after deducting Taka 20,000,000 transferred in 2015, Taka 10,000,000 in 2016 and Taka 2,000,000 in 2017 respectively to the fund and the remaining balance is being transferred gradually.

9 Investment in shares

a) Shares at market value

Companies/Funds	Quantity in shares	Acquisition cost as at December 31, 2017	Market value as at December 31, 2017	Gain/ (Loss)	Acquisition cost as at December 31, 2016
National Tea Company Ltd	350	122,439	214,865	92,426	3,343
New Dhaka Refractories (BD) Ltd	-	-	-	-	928,600
BRAC Bank Ltd	595	-	64,498	64,498	-
One Bank Ltd	13,000	307,620	312,000	4,380	2,036,329
Premier Bank Limited	320	-	5,024	5,024	1,201,558
Prime Bank Ltd	81,846	2,252,407	2,242,580	(9,827)	2,252,407
Mutual Trust Bank Ltd	-	-	-	-	492,573
Summit Power Limited	31,800	1,299,726	1,141,620	(158,106)	-
Khulna Power Company Ltd	16,143	1,051,069	944,366	(106,703)	284,817
TITAS Gas Transmission & Distribution Company Ltd	29,950	2,265,814	1,323,790	(942,024)	1,770,729
8th ICB Mutual Fund	21,597	202,020	209,491	7,471	202,034
ACI Limited	450	206,066	206,910	844	2,797,485
DBH 1st Mutual Fund	-	-	-	-	1,094,177
Bank Asia Ltd	49	771	1,132	361	1,820,739
Dhaka Electric Supply Company Ltd	17,636	1,074,556	800,674	(273,882)	575,664
EBL 1st Mutual Fund	-	-	-	-	1,018,413
Fortune Shoes Limited	188	-	7,464	7,464	15,740
IDLC Financ Ltd.	17,619	1,542,605	1,502,901	(39,704)	2,503,384
International Leasing & Financial Services Ltd	-	-	-	-	1,028,566
Singer Bangladesh Ltd	-	-	-	-	767,186
Lafarge Surmah Cement Ltd	7,000	976,269	489,300	(486,969)	976,269
Square Pharmanceuticals Ltd.	-	-	-	-	495,682
Grameen Phone Ltd	-	-	-	-	1,251,085
AFC Agro Biotech Ltd.	13,000	586,384	585,000	(1,384)	995,949
Agni Systems Ltd.	-	-	-	-	500,938
BSRM Steel Ltd.	12,805	1,111,255	1,005,193	(106,062)	505,512
Eastern Insurance Co. Ltd.	18,654	630,808	535,370	(95,438)	478,866
Green Delta Insurance Co. Ltd.	3,860	247,432	237,004	(10,428)	190,369
Heidelberg Cement BD Ltd.	2,850	1,494,088	1,210,965	(283,123)	513,134
Ifad Autos Ltd.	-	-	-	-	722,160
Lende BD Ltd.	920	1,203,138	1,181,924	(21,214)	497,287
Reliance Insurance Ltd.	13	498	711	213	487,754
Southeast Bank Ltd.	-	-	-	-	498,471
Trust Bank Ltd.	11,765	501,807	501,189	(618)	-
United Commercial Bank Ltd.	45,927	1,005,477	1,083,877	78,400	1,005,477
Unique Hotel & Resorts Ltd.	12,205	745,099	693,244	(51,855)	244,451
United Power Generation & Distribution Co. Ltd.	-	-	-	-	1,857,385
Active Fine Chemicals Limited	10,000	360,127	352,000	(8,127)	-
Investment Corporation of Bangladesh Limited (ICB)	4,410	773,326	705,440	(67,886)	-
Lanka Bangla Finance Ltd.	21,820	1,047,589	1,042,996	(4,593)	-
Uttara Finance and Investments Limited	6,525	501,625	474,368	(27,257)	-
Islami Bank Bangladesh Limited	14,610	506,688	534,726	28,038	-
National Bank Ltd.	13,032	124,314	169,416	45,102	-
Nurani Dyeing & Sweater Limited	916	8,330	17,129	8,799	-
Pacific Denims Limited	109	970	2,136	1,166	-
Shepherd Industries Limited	2,009	18,270	57,257	38,987	-
Uttara Bank Ltd.	13,422	502,141	473,797	(28,344)	499,733
		22,670,728	**20,330,357**	**(2,340,371)**	**32,514,266**

	Amount in BDT	
	2017	2016
Changes in Market value of the investment in Shares:		
Market value of the investment	20,330,357	27,511,954
Less: Cost of the investment	22,670,728	32,514,266
Market value loss at December 31	**(2,340,371)**	**(5,002,312)**
Market value loss at January 01	**(5,002,312)**	**(7,840,165)**
Market value adjustment for the year	**2,661,941**	**2,837,853**

b) Investment in associate

i) Cost of investment	201,368,050	201,368,050
ii) Share of post acquisition profit		
Balance as on January 01	369,919,774	321,229,409
For the year	52,879,904	64,611,548
Dividend received	(35,026,602)	(15,921,183)
	387,773,076	369,919,774
	589,141,126	**571,287,824**

This represents the cost of 36,777,932 shares including 1,751,330 bonus shares representing 20.64% equity in United Finance Limited. United Finance Limited a publicly traded Company is incorporated on April 27, 1989 under the Companies Act, 1994 and listed with Dhaka Stock Exchange Ltd. Share of profit of United Finance Limited based on audited accounts for the year ended December 31, 2017 has been incorporated under equity method. Market value of the shares quoted in the Dhaka Stock Exchange Ltd amounts to Tk. 875,314,782 as at December 31, 2017.

c) Total Market value of shares quoted in the Dhaka Stock Exchangeand the Over The Counter market in aggregate, amounts to Tk. 895,645,139 as against cost of Tk. 224,039,706 as at December 31, 2017.

10 Deferred tax assets

Carrying amount of property, plant and equipment excluding land	107,676,808	11,320,306
Tax base	107,079,016	9,158,388
Deductible temporary difference	**(597,792)**	**(2,161,918)**
Provision for gratuity	10,073,890	9,350,530
Net deductible temporary difference -Assets/ (Liabilities)	**9,476,098**	**7,188,612**
Tax rate	40.00%	40.00%
Deferred tax assets as at December 31	3,790,439	2,875,445
Deferred tax assets in previous year	2,875,445	6,330,796
Deferred tax (Expense)/Income for the year	**914,994**	**(3,455,351)**

11 Outstanding premium

Private sector:		
Co-insurance	22,922,707	23,931,541
Others	19,399,110	9,704,880
	42,321,817	**33,636,421**
Public sector	191,366	164,307
	42,513,183	**33,800,728**

12 Debtors (including advances, deposits and prepayments and others)

Advances	19,441,979	21,603,648
Security deposits	577,542	577,542
Prepayments	5,261,947	4,209,502
Advance income tax	4,180,091	-
Others Receivable (dividend)	209,952	-
	29,671,511	**26,390,692**

		Amount in BDT	
		2017	2016
13	**Cash and cash equivalents**		
	In hand		
	Cash	330,002	320,000
	Stamps	725,771	1,031,512
		1,055,773	**1,351,512**
	At banks		
	Fixed deposit receipts (FDR)	399,850,000	425,650,000
	STD & current accounts	35,861,519	54,909,803
		435,711,519	**480,559,803**
		436,767,292	**481,911,315**

14 Property, plant and equipment (at cost less accumulated depreciation)

Particulars	Cost				Rate	Depreciation				WDV as at December 31, 2017	WDV as at December 31, 2016
	Opening balance	Additions during the year	Disposal during the year	Closing balance		Opening balance	Charged during the year	Adjustment during the year	Closing balance		
Land-freehold	6,937,249	24,098,000	-	31,035,249	-	-	-	-	-	31,035,249	6,937,249
Building	1,698,750	96,898,974	-	98,597,724	2.5%	1,482,707	1,988,055	-	3,470,762	95,126,962	216,043
Furniture & fixtures	8,872,368	-	-	8,872,368	10%	6,506,269	438,906	-	6,945,175	1,927,193	2,366,099
Office equipments	1,249,123	32,056	-	1,281,179	15%	1,133,901	37,761	-	1,171,662	109,517	115,222
Office decoration	3,415,122	-	-	3,415,122	10%	508,667	341,512	-	850,179	2,564,943	2,906,455
Computers	7,939,109	266,723	-	8,205,832	15%	6,040,761	622,308	-	6,663,069	1,542,763	1,898,348
Computer software	1,000,000	-	-	1,000,000	20%	17,534	200,000	-	217,534	782,466	982,466
Air conditioners	4,588,250	1,072,500	-	5,660,750	15%	3,814,169	289,285	-	4,103,454	1,557,296	774,081
Motor vehicles	9,745,378	2,888,000	2,233,378	10,400,000	20%	7,715,880	864,667	2,233,374	6,347,173	4,052,827	2,029,498
PABX	395,323	-	-	395,323	15%	363,229	19,253	-	382,482	12,841	32,094
Total Taka - 2017	**45,840,672**	**125,256,253**	**2,233,378**	**168,863,547**		**27,583,117**	**4,801,747**	**2,233,374**	**30,151,490**	**138,712,057**	**18,257,555**
Total Taka - 2016	**41,444,714**	**6,995,958**	**2,600,000**	**45,840,672**		**27,115,325**	**2,936,724**	**2,468,932**	**27,583,117**	**18,257,555**	

15 Interest and dividend income

Interest on:		
Term deposits (FDR)	24,452,805	32,720,123
Profit & loss sharing (PLS) accounts	35,821	24,264
Short term deposit (STD) accounts	966,868	1,306,613
Bangladesh Government Treasury Bond (BGTB)	2,842,450	1,541,208
	28,297,944	**35,592,208**
Dividend received from investees	1,102,909	1,498,218
	29,400,853	**37,090,426**

15.1 During the year under review, dividend received from associate amounting to Tk. 35,026,602 has been adjusted against the share of post acquisition profit (Reference Note-9).

16 Other income

Service charges on co-insurance business	-	-
Office rent income	237,834	196,824
	237,834	**196,824**

17 Audit fees

Statutory audit fee	250,000	250,000
Special audit fee	970,000	160,000
	1,220,000	**410,000**

	Amount in BDT	
	2017	2016

18 General reserve

Opening balance	87,350,000	87,350,000
Add: Transferred from profit and loss appropriation account	4,000,000	-
	91,350,000	**87,350,000**
Less: Transferred to profit and loss appropriation account	-	-
Closing balance	**91,350,000**	**87,350,000**

19 Proposed dividend

The Directors in their meeting held on March 22, 2018 have recommended a cash dividend Taka 1.10 per ordinary share of Taka 10 each aggregating Taka 46,200,000 for the year ended December 31, 2017 subject to approval of the shareholders in the Annual General Meeting. The financial statements for the year ended December 31, 2017 do not include the effects of the above cash dividend which will be accounted for in the period when shareholders' right to receive the payment will be established.

20 Related party transactions

The Company has entered into transactions with other entities in normal course of business that fall within the definition of related party as per Bangladesh Accounting Standard-24 "Related Party Disclosures". The terms of related party transactions are not significantly different from those that could have been obtained from third parties. The significant related party transactions are as follows:

Name of the related parties	Description	Receipts during the year	Payments during the year
Duncan Brothers (Bangladesh) Limited	Office rent	-	-
	Office maintenance	-	-
	Premium received	141,676	-
	Claims paid	-	24,000
The Lungla (Sylhet) Tea Company Limited	Premium received	5,231,147	-
	Claims paid	-	285,096
Amo Tea Company Limited	Premium received	2,036,554	-
	Claims paid	-	212,050
The Chandpore Tea Company Limited	Premium received	860,068	-
	Claims paid	-	98,000
The Mazdehee Tea Company Limited	Premium received	1,238,492	-
	Claims paid	-	-
The Allynugger Tea Company Limited	Premium received	2,232,601	-
	Claims paid	-	132,830
Eastland Camellia Limited	Premium received	288,200	-
	Claims paid	-	102,500
The Surmah Valley Tea Company Limited	Premium received	1,996,560	-
	Claims paid	-	-
Camellia Duncan Foundation	Premium received	6,192	-
	Claims paid	-	-
Duncan Products Limited	Premium received	51,620	-
	Claims paid	-	-
United Finance Limited	Premium received	12,774,948	-
	Claims paid	-	1,805,296
	Office rent received	237,834	-

		Amount in BDT	
		2017	2016
21	**Unclaimed dividend**		
	2008	312,559	312,829
	2009	1,060,521	1,064,967
	2010	887,725	888,625
	2011	1,004,069	1,018,262
	2012	930,044	949,480
	2013	1,376,577	1,398,677
	2014	1,182,972	1,371,449
	2015	486,380	534,759
	2016	1,305,030	-
		8,545,877	**7,539,048**

22 Number of employees

The number of permanent employees engaged for the whole year who received a total annual remuneration of Tk. 36,000 and above was 268.

23 Earnings per share

a) Earnings attributable to the ordinary shareholders (Net profit after tax)	101,201,280	120,488,938
b) Weighted average number of ordinary shares outstanding during the year	42,000,000	42,000,000
Earnings per share (EPS)	**2.41**	**2.87**

24 Net assets value per share

Shareholders equity	1,258,769,140	1,202,852,866
Number of ordinary shares	42,000,000	42,000,000
Net assets value per share on shares at Balance Sheet date	**29.97**	**28.64**

25 Net operating cash flows

Net cash from operating activities	44,929,353	(35,478,266)
Number of Ordinary Shares	42,000,000	42,000,000
Net operating cash flows per share on shares at Balance Sheet date	**1.07**	**(0.84)**

26 Lease obligations

Name of asset	1 No. Car
Leasing Company	United Finance Limited
Total lease term	60 Months
Monthly lease rent	Tk. 61,361
Lease obligations	Tk. 2,580,793

Current portion	500,799	-
Long term portion	2,079,994	-
	2,580,793	

27 Foreign currency remittances during the year

This represents reinsurance premium ceded of amount USD 206,543.07 in 2017 and USD 402,139.44 in 2016 against re-insurance premium and received from overseas amount of USD 15,493.05 in 2017.

28 Overdraft with Standard Chartered Bank

The overdraft facility of Tk. 5 million with Standard Chartered Bank, Dhaka Main Branch was renewed for a further period of one year. During the year, the facility has been used and the overdraft balance has been fully liquidated by the Company.

The terms and conditions of the overdraft are as follows:

Interest:	Floating, as determined by the bank from time to time. Interest is calculated on the daily balance of the overdraft, accrued monthly and applied quarterly on March 31, June 30, September 30 and December 31.
Repayment:	Basic facility subject to annual review.
Security:	Lien over a FDR of Tk. 5,000,000 of Standard Chartered Bank.
Validity:	The facility will expire and be subject to annual review on July 31, 2018

29 Contingent liability

i) There are some reference applications and appeals pending against income tax assessments of the company for various years and subject to the outcome of such applications and appeals, contingent liabilities of the company in respect of the disputed tax demands at December 31, 2017 arrives around Tk. 206,560,504. The required provision for tax, if any, in consequence of the pending processes of reference application and appeals will be made in years of disposal thereof.

ii) Claims under litigation appear for an aggregate estimated amount of Tk 3,754,754.

FORM 'AA'
CLASSIFIED SUMMARY OF ASSETS AS AT DECEMBER 31, 2017

	Amount in BDT	
	2017	2016
Bangladesh Govt. Treasury Bond (BGTB)	25,000,000	25,000,000
Shares-at cost	20,330,357	27,511,954
Investment in associate	589,141,126	571,287,824
Cash in hand and at bank in Bangladesh	436,767,292	481,911,315
Outstanding premium	42,513,183	33,800,728
Accrued interest	10,317,556	10,139,411
Land - freehold	31,035,249	6,937,249
Buildings	95,126,962	216,043
Furniture and fixtures	1,927,193	2,366,099
Air conditioners	1,557,296	774,081
Office equipment	109,517	115,222
PABX	12,841	32,094
Office decoration	2,564,943	2,906,455
Computers	1,542,763	1,898,348
Software	782,466	982,466
Motor vehicles	4,052,827	2,029,498
Debtors (including advances, deposits and prepayments)	29,671,511	26,390,692
Stock	937,894	1,023,309
Amounts due from other persons or bodies carrying on insurance business	198,967,217	200,652,550
Deferred tax assets	3,790,439	2,875,445
	1,496,148,632	**1,398,850,783**

Syed Aziz Ahmad
Chairman

M. Hafizullah
Director

M. Shah Alam
Director

Khawja Manzer Nadeem
Chief Executive Officer

Dated: Dhaka,
March 22, 2018

UNITED INSURANCE COMPANY LIMITED
Camellia House
22, Kazi Nazrul Islam Avenue, Dhaka-1000

PROXY FORM

I/We .....
of .....
being a Member of United Insurance Company Limited do hereby appoint
Mr./Ms. .....
of .....
of (failing him/her) Mr./Ms. .....
of .....
as my/our proxy, to vote for me/us and on my/our behalf at the Thirty Third Annual General Meeting of the company to be held on May 03, 2018 and at any adjournment thereof or at any ballot to be taken in consequence thereof.

Signed this ..... day of ..... 2018.

Revenue Stamp Tk. 20.00

Signature of Shareholder .....

Folio No. .....

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

No. of Shares

.....
Signature of Proxy

N.B.: IMPORTANT
1. This form of proxy, duly completed, must be deposited at least 72 hours before the meeting at the Company's Registered Office. Proxy is invalid if not signed and stamped as explaind avove.
2. Signature of the Shareholder should agree with the Specimen Signature registered with the Company Depository Register.

UNITED INSURANCE COMPANY LIMITED
Camellia House
22, Kazi Nazrul Islam Avenue, Dhaka-1000

ATTENDANCE SLIP

I, hereby record my attendance at the Thirty Third Annual General Meeting of the Company being held on Thursday, May 03, 2018 at Spectra Convention Centre, House # 19, Road # 7, Gulshan # 1, Dhaka # 1212.

Name of Member/Proxy .....

Folio No. ..... Signature .....

BO No. | | | | | | | | | | | | | | | | | Date .....

N.B.: 1. Shareholders attending the meeting in person or by Proxy are requested to complete the attendance slip and deposit the same at the entrance of the meeting hall.
2. No gift/gift coupon/food box/bebefit in cash or in kind shall be distributed/paid at the AGM as per BSEC Directives.


AMAR STOCK