

AUDIT REPORT 2020

AUDITOR'S REPORT

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF MEGHNA INSURANCE COMPANY LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Meghna Insurance Company Limited (the "Company"), which comprise the Statement of Financial Position as at 31 December 2020, the Statement of Comprehensive Income, Profit and Loss Appropriation Account, related Revenue Accounts, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

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

Basis for Opinion

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

Emphasis of Matter

We draw attention to Note # 35 of the financial statements, which describes the Expense of Management of BDT. 296,769,272 has been charged against the different types of insurance during the year. As per SRO no. 280-Ain/2-18 dated 26th September 2018, the maximum limit of management expense that can be incurred is BDT. 200,860,669; this results in an excess management expense of BDT. 95,908,602. This results in a non-compliance of the particular SRO. Our opinion is not modified in respect of this matter.

Key Audit Matters

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

| Key Audit Matters | Our responses to the Key Audit Matters |
|---|--|
| Premium Income | |
| <p>Premium income is the most financially significant item in the statement of profit and loss account & profit and loss appropriation account. The company has reported gross premium income of Taka 619,402,772 for the year ended 31 December 2020.</p> <p>Gross general insurance premium comprises the total premium received during the accounting period for the entire period of cover for which insurance policy has been issued by contracts with Meghna Insurance Company Limited. As the premium income recognition, due to the significance of the balance to the financial statements as a whole, we regard this as a key audit matter.</p> | <p>Our procedures included obtaining an understanding of management's premium income recognition process. We tested a sample of transactions to verify whether the revenue was accounted for in accordance with the revenue recognition policy as disclosed in Note-3.12 of the financial statements. In addition, we assessed whether the disclosed revenue recognition policy was in accordance with relevant Insurance Act & Rules.</p> <p>For the revenue recognized throughout the year, we tested selected key controls, including results reviews by management, for their operating effectiveness and performed procedures to gain sufficient audit evidence on the accuracy of the accounting for customer contracts and related financial statement captions.</p> <p>Our audit approach was a combination of test of internal controls and substantive procedures which included the following:</p> <ul style="list-style-type: none"> • Evaluated the design of internal controls relating to recording of efforts incurred and estimation of efforts required to complete the performance obligations. • We conducted analytical procedures & recalculation of premium income. • On a sample basis, we reviewed policy to ensure the appropriate policy stamp was affixed to the contract and amount for deposit premium along with amount for policy stamp & VAT has been reflected in the premium register. • We ensured that premium income was being deposited in the designated bank account on a sample basis. • We carried out on a sample basis if appropriate re-insurance has been done on treaty basis and moreover, appropriate re-insurance premium was deducted from the gross premium. • We tested on a sample basis that appropriate VAT was collected & deposited through Treasury Challan to Bank. • We conducted substantive testing of premium income recorded over the year using sampling techniques by examining the relevant supporting documents including policy, premium register, bank reconciliation report, bank statement and also, we confirmed selected customers' out standing premium at the financial position date, selected on a sample basis by considering the amount out standing with those customers. • We specifically put emphasis on those transactions occurring close before or after the financial position date to obtain sufficient evidence over the accuracy of cut-off to ensure unearned premium income has not been included in the premium income. • Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards, Insurance Act, 1938(as amended in 2010) Insurance Rules, 1958 and other applicable rules and regulations and regulatory guidelines. |

Estimated liability in respect of outstanding claims whether due or intimated and claim payment

| | |
|---|---|
| <p>Meghna Insurance Company Limited has represented the amount related with the claim due or intimated from the insured which involves management judgment& risk of over & under statement of the value.</p> <p>As a result, financial statements may show distorted amount which may also concern going concern issue for the company.</p> <p>At year end 31 December 2020, the Group reported total balance under the head of estimated liability in respect of outstanding claims whether due or in timated and claim payment of Taka 141,604,092.</p> | <p>We tested design and operating effectiveness of control around the due and intimated claim recording process. We additionally carried out the following substantive testing around this item:</p> <ul style="list-style-type: none"> • Obtained the claim register and tested for completeness of claim recorded in the register on a sample basis. • Obtained a sample of claimed policy copy and cross checked it with claim. • Obtained a sample of survey report and cross checked those against respective ledger balances. • Obtained and discussed with management about their basis of estimation and challenged their assumption where appropriate. • Tested a sample of claims payments with intimation letter, survey report, bank statement, claim payment, register and general ledger. • Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards, Insurance Act, 1938 (as amended in 2010), Insurance Rules, 1958 and other applicable rules and regulations and regulatory guidelines. |
|---|---|

Fair value reserve on Investment of marketable securities

| | |
|--|--|
| <p>The company makes a number of investments in the listed securities in the stock exchange. Income generated from the investment (realized gain and dividend received) is credited to the profit or loss account, Unrealized capital gain or loss is transferred to the fair value reserve as per policy of the company and maintains adequate deferred tax on such reserve.</p> <p>This item has significant impact on net asset value of the company and equity balance might be prone to misreporting as large unreported fall in the value of any holding may wipe out the portfolio and hamper the distribution capability of the company.</p> | <p>We tested the design and operating effectiveness of controls around monitoring, valuation and updating of prices of position held by the company from trusted sources. Additionally, we performed the following;</p> <ul style="list-style-type: none"> • Obtained year-end share holding positions from the company and through directional testing assessed the completeness of the report. • Ascertained the valuation of the holding as per IFRS 13. • Reviewed and challenged the assumptions used for the valuation models for any unquoted securities. • Recalculated unrealized gain or loss at the year end. • Carried out cut-off testing to ensure unrealized gain or loss was recognized in correct period. • Obtained the CDBL report and share portfolio and cross checked against each other to confirm unrealized gain or loss • Check the subsequent positioning of this unrealized amount after the year-end. • Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards, Insurance Act, 1938 (as amended in 2010), Insurance Rules, 1958 and other applicable rules and regulations and regulatory guidelines. |
|--|--|

Other Information

Management is responsible for the other information. The other information comprises all of the information in the Annual Report but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company's to cease to continue as a going concern.

- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

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

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



MABS & J Partners

Chartered Accountants

Signed by: JagadishChandra Biswas FCA
Partner

Enrollment No: 199

DVC: 2109130199AS788030

Dated: 10 August, 2021

Place: Dhaka

Meghna Insurance Company Limited

Statement of Financial Position

As at December 31, 2020

| Particulars | Notes | Amount in Taka | |
|---|-------|----------------|---------------|
| | | 31.12.20 | 31.12.19 |
| Shareholder's equity and liabilities | | | |
| Share capital | | | |
| Authorized share capital | 4.00 | 1,000,000,000 | 1,000,000,000 |
| Issued, subscribed and paid-up-capital | 4.00 | 79,350,000 | 69,000,000 |
| Reserve, surplus or contingency account | 5.00 | 127,286,806 | 128,101,382 |
| Reserve for exceptional losses | 5.01 | 114,734,663 | 104,734,663 |
| Reserve for unrealized gain/(Loss) | | 1,895,674 | -566,089 |
| Profit or Loss Appropriation Account | 5.02 | 10,656,469 | 23,932,808 |
| Total shareholders' equity | | 206,636,806 | 197,101,382 |
| Balances of fund and accounts | | | |
| Fire insurance business | 6.00 | 176,133,377 | 156,461,771 |
| Marine insurance business (Cargo) | | 52,557,990 | 44,221,872 |
| Marine insurance business (Hull) | | 44,587,061 | 42,247,370 |
| Motor insurance business | | 590,268 | 48,669 |
| Miscellaneous insurance business | | 53,922,242 | 46,989,426 |
| | | 24,475,816 | 22,954,434 |
| Liabilities and provisions | | 551,791,077 | 446,044,966 |
| Estimated liability in respect of outstanding claims whether due or intimated | 7.00 | 141,604,092 | 62,241,208 |
| Amount due to other persons or bodies carrying on insurance business | 8.00 | 155,432,323 | 181,075,394 |
| Long term loan | 9.00 | 33,532,603 | 49,499,449 |
| Short term loan | 10.00 | 17,441,247 | 49,483,137 |
| Lease Liability | 11.00 | 14,384,190 | - |
| Premium deposit | 12.00 | 50,484,267 | 27,701,156 |
| Sundry creditors | 13.00 | 81,406,747 | 22,876,633 |
| Provision for income tax | 14.01 | 55,340,774 | 52,354,164 |
| Provision for deferred tax | 14.03 | 2,164,834 | 813,825 |
| Total liabilities, fund and provisions | | 727,924,454 | 602,506,737 |
| Total shareholders' equity and liabilities | | 934,561,261 | 799,608,119 |
| Assets and properties | | | |
| Non-current assets | | | |
| Property, plant & equipments | 15.00 | 269,715,352 | 233,498,779 |
| Intangible Assets | 16.00 | 244,564,272 | 208,309,930 |
| Investments in treasury bond | 17.00 | 151,079 | 188,849 |
| | | 25,000,000 | 25,000,000 |
| Right-of-use asset | 18.00 | 16,621,263 | - |
| Current assets | | 648,224,646 | 566,109,340 |
| Stock of printing, stationery & stamps | 19.00 | 2,719,142 | 2,006,124 |
| Amount due from other persons or bodies carrying on insurance business | 20.00 | 111,275,061 | 99,494,593 |
| Advance, deposit & prepayments | 21.00 | 125,057,055 | 113,475,379 |
| Interest and dividend receivable | 22.00 | 5,964,680 | 6,124,216 |
| Short term investment | 23.00 | 258,871,484 | 228,419,882 |
| Cash and cash equivalents | 24.00 | 144,337,223 | 116,589,146 |
| Total assets and properties | | 934,561,261 | 799,608,119 |
| Net asset value per share | 29.00 | 26.04 | 28.57 |

The accompanying notes 1 to 42 and Annexure A,B,C form an integral part of these financial statements.

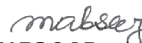

Chief Executive Officer


Director


Vice Chairman


Chairman

Date: 10.08.2021
Place: Dhaka


MABS & J Partners
Chartered Accountants
Signed by: Jagadish Chandra Biswas FCA
Partner
Enrollment No: 199
DVC: 2109130199AS788030

Meghna Insurance Company Limited
Statement of Profit or Loss and Other Comprehensive Income
For the year ended December 31, 2020

| Particulars | Notes | Amount in Taka | |
|--|-------|-------------------|-------------------|
| | | 31.12.20 | 31.12.19 |
| Operating profit/(loss) transferred from: | | 26,912,912 | 33,345,755 |
| Fire insurance revenue account | | (40,683,968) | (30,546,578) |
| Marine cargo insurance revenue account | | 21,234,869 | 31,185,810 |
| Marine hull insurance revenue account | | (743,704) | (70,621) |
| Motor insurance revenue account | | 25,319,774 | 22,782,266 |
| Miscellaneous insurance revenue account | | 21,785,941 | 9,994,878 |
| Non-operating income | | | |
| Interest /profit | 27.00 | 24,677,204 | 10,786,781 |
| Dividend income | 27.00 | - | 45,102 |
| Miscellaneous income | 27.00 | 185,228 | 17,438 |
| Profit / (Loss) on sale of share | 27.00 | (200,442) | - |
| Profit / (Loss) on sale of assets | 27.00 | (185,137) | - |
| Total Income | | 51,389,764 | 44,195,076 |
| Less: Management Expenses | | | |
| Expenses of Management (not applicable to any particular fund or account) | 25.00 | 30,628,005 | 11,665,864 |
| Finance Cost | 26.00 | 8,251,398 | 12,858,704 |
| Net Profit/(Loss) before tax and WPPF | | 12,510,362 | 19,670,507 |
| Workers' Profit Participation Fund | 13.01 | 595,732 | 936,691 |
| Net Profit after WPPF | | 11,914,630 | 18,733,816 |
| Provision for taxation: | | 4,337,619 | 807,568 |
| Current tax | 14.02 | 2,986,610 | 1,502,547 |
| Deferred tax | 14.03 | 1,351,009 | (694,979) |
| Profit after tax transferred to profit or loss appropriation account | | 7,577,012 | 17,926,248 |
| Other comprehensive income | | | |
| Changes in fair value of shares | 23.02 | 2,180,626 | -179,598 |
| Total comprehensive income | | 9,757,638 | 17,746,650 |
| Earning Per Share (EPS) | 28.00 | 0.95 | 2.60 |

The accompanying notes 1 to 42 and Annexure A,B,C form an integral part of these financial statements.



Chief Executive Officer


Director


Vice Chairman


Chairman

Date: 10.08.2021
Place: Dhaka


MABS & J Partners
Chartered Accountants
Signed by: Jagadish Chandra Biswas FCA
Partner
Enrollment No: 199
DVC: 2109130199AS788030

Meghna Insurance Company Limited
Profit or Loss Appropriation Account
For the year ended December 31, 2020

| Particulars | Notes | Amount in Taka | |
|--|-------|-------------------|-------------------|
| | | 31.12.20 | 31.12.19 |
| Net profit after tax for the year brought down | | 7,577,012 | 17,926,248 |
| Balance brought forward from last year | | 23,932,808 | 21,006,560 |
| TOTAL | | 31,509,820 | 38,932,808 |
| Reserve for exceptional losses | | 10,000,000 | 15,000,000 |
| Stock Dividend | | 10,350,000 | - |
| Prior year's adjustment | | 503,351 | - |
| Balance transferred to statement of financial position | | 10,656,469 | 23,932,808 |
| TOTAL | | 31,509,820 | 38,932,808 |

The accompanying notes 1 to 42 and Annexure A,B,C form an integral part of these financial statements.



Chief Executive Officer


Director


Vice Chairman


Chairman

Date: 10.08.2021
Place: Dhaka


MABS & J Partners
Chartered Accountants
Signed by: Jagadish Chandra Biswas FCA
Partner
Enrollment No: 199
DVC: 2109130199AS788030

Consolidated Revenue Account

For the year ended December 31, 2020

| Particulars | Notes | Fire | Marine Cargo | Marine Hull | Motor | Miscellaneous | Total 2020 | Total 2019 |
|---|-------|--------------------|--------------------|----------------|--------------------|--------------------|--------------------|--------------------|
| CLAIMS UNDER POLICIES LESS RE-INSURANCE : Paid during the period: Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated. Less: Outstanding claims at the end of the Previous year (if any) Total Claims under Policies less Reinsurances: | 33.00 | (39,368,113) | 3,793,329 | - | 7,794,425 | 1,201,173 | (26,579,186) | 55,196,420 |
| | | 132,729,110 | 5,346,125 | - | 3,361,217 | 167,640 | 141,604,092 | 62,241,208 |
| | | 93,360,997 | 9,139,454 | - | 11,155,642 | 1,368,813 | 115,024,906 | 117,437,628 |
| | | 46,720,096 | 4,512,691 | - | 498,421 | 10,510,000 | 62,241,208 | 38,939,446 |
| Total Claims under Policies less Reinsurances: | | 46,640,901 | 4,626,763 | - | 10,657,221 | (9,141,187) | 52,783,698 | 78,498,182 |
| Agency Commission Management Expenses | 35.00 | 34,406,243 | 19,905,205 | - | 26,429,364 | 9,166,340 | 89,907,152 | 75,656,100 |
| | | 116,114,305 | 73,890,525 | 858,452 | 65,503,198 | 40,402,791 | 296,769,272 | 203,287,897 |
| | | (40,683,968) | 21,234,869 | (743,704) | 25,319,774 | 21,785,941 | 26,912,912 | 33,345,755 |
| Profit/(Loss) transferred to Statement of Profit or Loss and Other Comprehensive income | | | | | | | | |
| Reserve for Unexpired Risks transferred to Balance of Funds and Account at the end of the year in the Statement of Financial Position | 6.00 | 52,557,990 | 44,587,061 | 590,268 | 53,922,242 | 24,475,816 | 176,133,377 | 156,461,771 |
| Total : | | 209,035,471 | 164,244,423 | 705,016 | 181,831,799 | 86,689,702 | 642,506,411 | 547,249,705 |
| Reserve for Unexpired Risks in the Balance of Funds and Account at the beginning of the year : | | | | | | | | |
| Premium Less Re-insurance | 32.00 | 131,394,974 | 111,467,653 | 590,268 | 134,805,605 | 61,189,541 | 439,448,041 | 391,081,424 |
| Commission on Re-insurance ceded | | 33,418,625 | 10,529,400 | 66,079 | 36,768 | 2,545,727 | 46,596,599 | 48,202,134 |
| Total : | | 209,035,471 | 164,244,423 | 705,016 | 181,831,799 | 86,689,702 | 642,506,411 | 547,249,705 |

The accompanying notes 1 to 42 and Annexure A,B,C form an integral part of these financial statements.



Chief Executive Officer



Vice Chairman



Chairman



MABS & J Partners
Chartered Accountants
Signed by: Jagadish Chandra Biswas FCA
Partner
Enrollment No: 199
DVC: 2109130199AS788030

Date: 10.08.2021
Place: Dhaka

Meghna Insurance Company Limited
Fire Insurance Revenue Account
For the year ended December 31, 2020

| Particulars | Notes | Amount in Taka | |
|--|-------|--------------------|--------------------|
| | | 31.12.20 | 31.12.19 |
| Balance of account at the beginning of the year | | | |
| Reserve for unexpired risk | | 44,221,872 | 24,482,513 |
| Premium less re-insurance | 33.00 | 131,394,974 | 110,554,680 |
| Commission on re-insurance ceded | | 33,418,625 | 30,020,204 |
| Total | | 209,035,471 | 165,057,397 |
| Claims under policies less re-insurance | | | |
| Paid during the period: | | (39,368,113) | 24,564,848 |
| Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated. | | 132,729,110 | 46,720,096 |
| | | 93,360,997 | 71,284,944 |
| Less: Outstanding claims at the end of the Previous year (if any) | | 46,720,096 | 24,806,071 |
| Total Claims under Policies less Reinsurances: | 33.00 | 46,640,901 | 46,478,873 |
| Agent commission | | 34,406,243 | 30,158,832 |
| Expenses of management | 35.00 | 116,114,305 | 74,744,398 |
| Profit/(loss) transferred to profit or loss account | | (40,683,968) | (30,546,578) |
| Balance of accounts at the end of the year | | | |
| Reserve for unexpired risk | 6.00 | 52,557,990 | 44,221,872 |
| Total | | 209,035,471 | 165,057,397 |

The accompanying notes 1 to 42 and Annexure A,B,C form an integral part of these financial statements.



Chief Executive Officer


Director


Vice Chairman


Chairman

Date: 10.08.2021
Place: Dhaka


MABS & J Partners
Chartered Accountants
Signed by: Jagadish Chandra Biswas FCA
Partner
Enrollment No: 199
DVC: 2109130199AS788030

Meghna Insurance Company Limited
Marine Cargo Insurance Revenue Account
For the year ended December 31, 2020

| Particulars | Notes | Amount in Taka | |
|--|-------|--------------------|--------------------|
| | | 31.12.20 | 31.12.19 |
| Balance of account at the beginning of the year | | | |
| Reserve for unexpired risk | | 42,247,370 | 38,442,703 |
| Premium less re-insurance | 33.00 | 111,467,653 | 105,618,424 |
| Commission on re-insurance ceded | | 10,529,400 | 11,731,945 |
| Total | | 164,244,423 | 155,793,072 |
| Claims under policies less re-insurance | | 3,793,329 | 9,668,524 |
| Paid during the period: | | | |
| Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated. | | 5,346,125 | 4,512,691 |
| | | 9,139,454 | 14,181,215 |
| Less: Outstanding claims at the end of the Previous year (if any) | | 4,512,691 | 2,550,607 |
| Total Claims under Policies less Reinsurances: | 33.00 | 4,626,763 | 11,630,608 |
| Agent commission | | 19,905,205 | 18,946,136 |
| Expenses of management | 35.00 | 73,890,525 | 51,783,148 |
| Profit/(loss) transferred to profit or loss account | | 21,234,869 | 31,185,810 |
| Balance of accounts at the end of the year | | | |
| Reserve for unexpired risk | 6.00 | 44,587,061 | 42,247,370 |
| Total | | 164,244,423 | 155,793,072 |

The accompanying notes 1 to 42 and Annexure A,B,C form an integral part of these financial statements.



Chief Executive Officer


Director


Vice Chairman


Chairman

Date: 10.08.2021
Place: Dhaka


MABS & J Partners
Chartered Accountants
Signed by: Jagadish Chandra Biswas FCA
Partner
Enrollment No: 199
DVC: 2109130199AS788030

Meghna Insurance Company Limited
Marine Hull Insurance Revenue Account
For the year ended December 31, 2020

| Particulars | Notes | Amount in Taka | |
|--|-------|----------------|----------------|
| | | 31.12.20 | 31.12.19 |
| Balance of account at the beginning of the year | | | |
| Reserve for unexpired risk | | 48,669 | 39,948 |
| Premium less re-insurance | 33.00 | 590,268 | 48,669 |
| Commission on re-insurance ceded | | 66,079 | 17,448 |
| Total | | 705,016 | 106,065 |
| Claims under policies less re-insurance | | | |
| Paid during the period: | | - | - |
| Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated. | | - | - |
| Less: Outstanding claims at the end of the Previous year (if any) | | - | - |
| Total Claims under Policies less Reinsurances: | 33.00 | - | - |
| Agent commission | | - | - |
| Expenses of management | 35.00 | 858,452 | 128,017 |
| Profit/(loss) transferred to profit or loss account | | (743,704) | (70,621) |
| Balance of accounts at the end of the year | | | |
| Reserve for unexpired risk | 6.00 | 590,268 | 48,669 |
| Total | | 705,016 | 106,065 |

The accompanying notes 1 to 42 and Annexure A,B,C form an integral part of these financial statements.

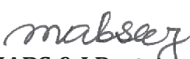

Chief Executive Officer


Director


Vice Chairman


Chairman

Date: 10.08.2021
Place: Dhaka


MABS & J Partners
Chartered Accountants
Signed by: Jagadish Chandra Biswas FCA
Partner
Enrollment No: 199
DVC: 2109130199AS788030

Meghna Insurance Company Limited
Motor Insurance Revenue Account
For the year ended December 31, 2020

| Particulars | Notes | Amount in Taka | |
|--|-------|--------------------|--------------------|
| | | 31.12.20 | 31.12.19 |
| Balance of account at the beginning of the year | | | |
| Reserve for unexpired risk | | 46,989,426 | 28,912,058 |
| Premium less re-insurance | 33.00 | 134,805,605 | 117,473,565 |
| Commission on re-insurance ceded | | 36,768 | 986,733 |
| Total | | 181,831,799 | 147,372,356 |
| Claims under policies less re-insurance | | | |
| Paid during the period: | | | |
| Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated. | | | |
| | | 7,794,425 | 20,877,202 |
| | | 3,361,217 | 498,421 |
| | | 11,155,642 | 21,375,623 |
| Less: Outstanding claims at the end of the Previous year (if any) | | 498,421 | 4,072,768 |
| Total Claims under Policies less Reinsurances: | 33.00 | 10,657,221 | 17,302,855 |
| Agent commission | | 26,429,364 | 17,816,617 |
| Expenses of management | 35.00 | 65,503,198 | 42,481,192 |
| Profit/(loss) transferred to profit or loss account | | 25,319,774 | 22,782,266 |
| Balance of accounts at the end of the year | | | |
| Reserve for unexpired risk | 6.00 | 53,922,242 | 46,989,426 |
| Total | | 181,831,799 | 147,372,356 |

The accompanying notes 1 to 42 and Annexure A,B,C form an integral part of these financial statements.



Chief Executive Officer


Director


Vice Chairman


Chairman

Date: 10.08.2021
Place: Dhaka


MABS & J Partners
Chartered Accountants
Signed by: Jagadish Chandra Biswas FCA
Partner
Enrollment No: 199
DVC: 2109130199AS788030

Meghna Insurance Company Limited
Miscellaneous Insurance Revenue Account
For the year ended December 31, 2020

| Particulars | Notes | Amount in Taka | |
|--|-------|--------------------|-------------------|
| | | 31.12.20 | 31.12.19 |
| Balance of account at the beginning of the year | | | |
| Reserve for unexpired risk | | 22,954,434 | 16,088,925 |
| Premium less re-insurance | 33.00 | 61,189,541 | 57,386,086 |
| Commission on re-insurance ceded | | 2,545,727 | 5,445,804 |
| Total | | 86,689,702 | 78,920,815 |
| Claims under policies less re-insurance | | | |
| Paid during the period: | | 1,201,173 | 85,846 |
| Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated. | | 167,640 | 10,510,000 |
| | | 1,368,813 | 10,595,846 |
| Less: Outstanding claims at the end of the Previous year (if any) | | 10,510,000 | 7,510,000 |
| Total Claims under Policies less Reinsurances: | 33.00 | (9,141,187) | 3,085,846 |
| Agent commission | | 9,166,340 | 8,734,515 |
| Expenses of management | 35.00 | 40,402,791 | 34,151,142 |
| Profit/(loss) transferred to profit or loss account | | 21,785,941 | 9,994,878 |
| Balance of accounts at the end of the year | | | |
| Reserve for unexpired risk | 6.00 | 24,475,816 | 22,954,434 |
| Total | | 86,689,702 | 78,920,815 |

The accompanying notes 1 to 42 and Annexure A,B,C form an integral part of these financial statements.



Chief Executive Officer


Director


Vice Chairman


Chairman

Date: 10.08.2021
Place: Dhaka


MABS & J Partners
Chartered Accountants
Signed by: Jagadish Chandra Biswas FCA
Partner
Enrollment No: 199
DVC: 2109130199AS788030

Meghna Insurance Company Limited
Statement of Changes in Equity
For the year ended December 31, 2020

(Amount in Taka)

| Particulars | Share Capital | Reserve for Exception Losses | Reserve for unrealized gain/(loss) | Profit or Loss Appropriation | Total |
|---|-------------------|------------------------------|------------------------------------|------------------------------|---------------------|
| Balance as on January 01, 2020 | 69,000,000 | 104,734,663 | (566,089) | 23,932,808 | 197,101,382 |
| Reserve for exceptional losses for the year | - | 10,000,000 | | (10,000,000) | - |
| Prior year adjustment | | | | (503,351) | (503,351) |
| Stock dividend | 10,350,000 | - | | (10,350,000) | - |
| Unrealized gain/ (loss) for Investment | | | 2,180,626 | - | 2,180,626 |
| Adjustment on sale of share | | | 281,137 | | 281,137 |
| Profit for the year | - | - | | 7,577,012 | 7,577,012 |
| Balance as on December 31, 2020 | 79,350,000 | 114,734,663 | 1,895,674 | 10,656,469 | 20,66,36,806 |
| Balance as on January 01, 2019 | 69,000,000 | 89,734,663 | (386,491) | 21,006,560 | 179,354,732 |
| Reserve for exceptional losses for the year | - | 15,000,000 | | (15,000,000) | - |
| Prior year adjustment | | | - | - | - |
| Unrealized gain/ (loss) for Investment | | | (179,598) | - | (179,598) |
| Profit for the year | - | - | | 17,926,248 | 17,926,248 |
| Balance as on December 31, 2019 | 69,000,000 | 104,734,663 | (566,089) | 23,932,808 | 197,101,382 |



Chief Executive Officer


Director


Vice Chairman


Chairman

Date: 10.08.2021
Place: Dhaka


MABS & J Partners
Chartered Accountants
Signed by: Jagadish Chandra Biswas FCA
Partner
Enrollment No: 199
DVC: 2109130199AS788030

Meghna Insurance Company Limited

Statement of Cash Flows

For the year ended December 31, 2020

| Particulars | Notes | Amount in Taka | |
|---|-------|----------------------|---------------------|
| | | 31.12.20 | 31.12.19 |
| Cash flows from operating activities : | | | |
| Collections of premium and other income | | 471,404,212 | 441,285,870 |
| Payments for management expense, re-insurance and claims | | (315,212,957) | (333,505,268) |
| Income tax paid | | (4,485,419) | (4,176,129) |
| Net Cash from operating activities | | 151,705,836 | 103,604,473 |
| Cash flows from Investing activities : | | | |
| Acquisition of property, plant & equipment | | (44,219,200) | (1,622,564) |
| Discposal of property, plant & equipment | | 453,900 | - |
| Investment & others income | | 25,021,968 | 15,276,243 |
| Other advance paid | | (1,09,29,070) | 2,787,263 |
| Investment in share | | (878,481) | - |
| Sales of Investment | | 888,200 | - |
| Short term investment | | (28,200,000) | (23,500,000) |
| Net Cash used in Investing activities | | (5,78,62,683) | (7,059,058) |
| Cash flows from Financing activities : | | | |
| Receipt of Long Term Loan | | - | - |
| Repayment of Long Term Loan | | (15,966,846) | (14,488,595) |
| Receipt of Short Term Loan | | 2,288,752 | 32,895,962 |
| Repayment of Short Term Loan | | (34,330,642) | (29,157,023) |
| Lease Liability | | 98,34,943 | |
| Interest Expenses | | (8,251,398) | (12,858,704) |
| Cash dividend paid | | - | - |
| Net cash from financial activities | | (66095076) | (23,608,360) |
| Net Increase/(Decrease) in cash & cash equivalents during the year | | 27,748,077 | 72,937,055 |
| Cash and cash equivalents at the beginning of the year | | 116,589,146 | 43,652,091 |
| Cash and cash equivalents at the end of the year | | 144,337,223 | 116,589,146 |
| Net Operating Cash Flows per Share (NOCFS) | | 19.12 | 15.02 |

The accompanying notes 1 to 42 and Annexure A,B,C form an integral part of these financial statements.


Chief Executive Officer


Director


Vice Chairman


Chairman

Date: 10.08.2021

Place: Dhaka



MABS & J Partners

Chartered Accountants

Signed by: Jagadish Chandra Biswas FCA
Partner

Enrollment No: 199

DVC: 2109130199AS788030

Meghna Insurance Company Limited

Notes to the Financial Statements

For the year ended December 31st, 2020

1. The company and its activities

1.1 Legal form of the company

Meghna Insurance Company Limited was incorporated with Registrar of Joint Stock Companies & Firms, Bangladesh as a public company limited by shares bearing certificate of incorporation number C- 30434(1650)/96 March 18, 1996 under the Companies Act (XVIII)1994.

1.2 Registered office of the company

The registered office of the company is located at, Pritom Zaman Tower, 37/2 Purana Palton Dhaka-1000.

1.3 Principal activities and nature of the business

The principal activities of the company are to carry on all kinds of insurance, guarantee and indemnity business other than life insurance business.

2. Basis of preparation and presentation of financial statements

2.1 a) Statement of compliance

The financial statements of the Company have been prepared in conformity with the International Accounting Standards (IASs), International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Insurance Act 1938 (as amended in 2010), the Insurance Rules 1958, and other rules & regulations applicable in Bangladesh. The policies, wherever appropriate, are explained in the succeeding notes.

b) Compliance of International Accounting Standards (IASs) And International Financial Reporting Standards (IFRS)

In preparing and presenting financial statements, considering relevant for the significant accounting issues of the company, following IASs & IFRS have been implemented by the company, which were issued by the Institute of Chartered Accountants (ICAB) formulated in the light of the IASs & IFRS issued by the International Accounting Standards Board and the conditions and practices prevailing in Bangladesh, and valid as on the balance sheet date:

| Sl No. | Name of IAS | No of IAS / IFRS | | Status |
|--------|---|------------------|----|----------|
| 1 | Presentation of Financial Statements | IAS | 1 | Complied |
| 2 | Statements of Cash Flows | IAS | 7 | Complied |
| 3 | Accounting Policies, Changes in Accounting Estimates and Errors | IAS | 8 | Complied |
| 4 | Events after the Reporting Period | IAS | 10 | Complied |
| 5 | Income Tax | IAS | 12 | Complied |
| 6 | Property, plant and equipment | IAS | 16 | Complied |

Meghna Insurance Company Limited

Notes to the Financial Statements

For the year ended December 31st, 2020

| | | | | |
|----|---|------|----|----------|
| 7 | Insurance Contracts | IFRS | 4 | Complied |
| 8 | Financial Instruments: Disclosures | IFRS | 7 | Complied |
| 9 | Financial Instruments | IFRS | 9 | Complied |
| 10 | Fair Value Measurement | IFRS | 13 | Complied |
| 11 | Leases | IFRS | 16 | Complied |
| 12 | Related party transaction | IAS | 24 | Complied |
| 13 | Financial instruments' presentation | IAS | 32 | Complied |
| 14 | Earnings per share | IAS | 33 | Complied |
| 15 | Impairment of Assets | IAS | 36 | |
| 16 | Provision, Contingent Liabilities and Contingent Assets | IAS | 37 | Complied |
| 17 | Intangible Assets | IAS | 38 | Complied |
| 18 | Financial Instruments: Recognition and Measurement | IAS | 39 | Complied |

2.2 Other regulatory compliance

The company also required to comply with the following laws and regulations in addition to the above-mentioned compliances:

- i) The Income Tax Ordinance, 1984
- ii) The Income Tax Rules, 1984
- iii) The Value Added Tax Act, 1991
- iv) The Value Added Tax Rules, 1991
- v) Stamp Act, 1899

2.3 Implication of Covid-19 on our business:

The outbreak of the pandemic caused by the novel coronavirus (COVID -19) in 2020, has triggered an immense change in terms of lifestyle, economical drift and the behavior of customer across the world. The grievous impact of the pandemic had hit hard the global economy including global share markets, job market, travels, health care industries, insurance industry, different service industries and had many economies plunge into recession in 2020. The International Monetary Fund estimated that the global economy has shrunk by 4.4% in 2020 and claimed that it the worst since Great Depression of the 1930s is a clear indication where the global economy is heading.

Due to the outbreak of pandemic the real GDP growth of Bangladesh has decelerated 5.2% in FY 2019-2020 only for the sharp fall in RMG sector's revenue, decrease private investments and business interruption. The insurance industry of Bangladesh has always been struck with many pullbacks, even without the pandemics. Yet only 6% of the population of the country is protected by a range of insurance products. In the year 2019, the insurance penetration of the country was around only 0.6% whereas the global average is 2.8%. Though the insurance penetration was consistently low over the years, the industry has observed a gradual growth over the last few years starting from 2011 till 2019 in terms of premium income and claim payment as well.

Meghna Insurance Company Limited

Notes to the Financial Statements

For the year ended December 31st, 2020

The insurance gap, which indicates assets at risk that are not covered by insurance, stands at \$5.5 billion, or 2.1% of the GDP. The high economic development of Bangladesh seems to have no relation with the insurance sector, a puzzle that needs to be solved to take the country towards a path of sustainable growth. In a recent analysis, research firm Light Castle Partners found that Bangladesh is the most underinsured country in the non-life insurance category, despite standing to lose as much as 0.8% of its GDP to natural disasters a year. Data by Swiss Re Institute, a leading global re-insurer, also shows overall insurance penetration in Bangladesh stood at a meagre 0.57% in 2018 – the lowest among emerging Asian countries. Penetration rate is measured as the ratio of premium underwritten in a particular year to the GDP.

Insurance penetration was 5.27% in Thailand in 2018, followed by 4.77% in Malaysia, 4.22% in China, 3.70% in India, 2.42% in Vietnam, 1.95% in Indonesia, 1.82% in the Philippines and 1.15% in Sri Lanka. Taiwan has the highest penetration rate with 18%.

Main impact of Covid-19 on MICL relates to decline commission income in 2020. Lockdown resulted to deferral in policy renewals and auto renewal of motor policies were renewed later post lockdown. Management expenses has been increased due to nonperformance of several branches. However, 6.60% growth was achieved in overall all class wise business.

Business continuity activity to move to home working has been put in place with a focus on maintaining acceptable levels of service for claims and existing customer renewals without material customer detriment. The Company continues to work closely with its suppliers to understand and manage the impact of COVID-19 on our supply chain. The COVID-19 development has led to significant reductions in market values in the early part of 2020 and heightened volatility. Management are regularly assessing the impact on the financial, liquidity and solvency position with actions in place to respond where appropriate. The impact of COVID-19 is continuing to evolve at a fast pace, and therefore it is not practicable to quantify the potential financial impact on the Company at the time of writing.

2.4. Going Concern

The accompanying financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business. The accompanying financial statements does not include any adjustments should the Meghna Insurance Company Limited be unable to continue as a going concern.

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

2.5 Accrual Basis:

The Company prepares its financial statements, except for cash flow information, using the accrual

Meghna Insurance Company Limited

Notes to the Financial Statements

For the year ended December 31st, 2020

basis of accounting. Since the accrual basis of accounting is used, the Company recognizes items as assets, liabilities, equity, income and expenses (the elements of financial statements) when it satisfies the definitions and recognition criteria for those elements in the Framework

2.6 Basis of preparation

The financial statements of the Company have been prepared under historical cost convention in a going concern concept and on accrual basis in accordance with Generally Accepted Accounting Principles and practice in Bangladesh except property, plant & equipment. Disclosure of financial information as required by Insurance Act 2010 have been complied with while preparing statement of financial position, statement of comprehensive income and revenue accounts for specific classes of insurance business in the form set forth in the first, second and third schedule of the Insurance Act and also in compliance with the Companies Act 1994. In addition, International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB).

2.7 Branch accounting

The company has 47 branch offices with no overseas branch as on 31st December 2020. Accounts of the branches are maintained at the head office.

2.8 SEGMENT-WISE PERFORMANCE

Segment reporting

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

In line with the general practices, the underwriting business of the company covers fire insurance, marine insurance, motor insurance and miscellaneous insurance businesses. Out of total premium earned, it is found that major contribution is made by the fire insurance, followed by marine insurance and miscellaneous insurance. Over-all and segment-wise performance of your company is shown in tables below:

Gross Premium Income

| Year | Gross premium (in Million Taka) | Growth (%) |
|------|------------------------------------|------------|
| 2020 | 619.40 | 6.60% |
| 2019 | 581.04 | 25.79% |
| 2018 | 461.91 | 12.02% |
| 2017 | 412.34 | -12.54% |
| 2016 | 471.47 | 12.30% |

Meghna Insurance Company Limited

Notes to the Financial Statements

For the year ended December 31st, 2020

Business Segment-wise Gross Premium Income (in Million Taka)

| Business Segments | 2020 | 2019 | Growth (%) |
|-------------------------|--------|--------|------------|
| Fire Insurance | 242.35 | 213.64 | 13.44% |
| Marine Insurance | 156.01 | 148.01 | 5.15% |
| Motor Insurance | 136.72 | 121.42 | 12.60% |
| Miscellaneous Insurance | 84.33 | 97.61 | -13.61% |

Segregation of Net Premium

| Business Segments | 2020 | | 2019 | | Growth (%) |
|-------------------------|--------------------------|---------------------------------|--------------------------|------------------------|---------------|
| | Amount (in Million Taka) | Business Mix of Net Premium (%) | Amount (in Million Taka) | % of Total Net Premium | |
| Fire Insurance | 131.17 | 29.94% | 110.55 | 28.27% | 18.65% |
| Marine Insurance | 110.80 | 25.29% | 105.67 | 27.02% | 4.85% |
| Motor Insurance | 134.41 | 30.68% | 117.47 | 30.04% | 14.42% |
| Miscellaneous Insurance | 61.66 | 14.08% | 57.39 | 14.67% | 7.45% |
| Total | 438.04 | 100.00% | 391.08 | 100.00% | 12.01% |

2.8 Responsibility for preparation and presentation of financial statements

The Management is responsible for the preparation and presentation of financial statements under section 183 of the Companies Act, 1994 and as per the provisions of the framework for the "Presentation of Financial Statements" of International Accounting Standard (IAS)-1.

2.9 Reporting period

Generally, the accounting period of the company is from January to December of every Gregorian calendar year. Here, the financial statements of the company have been prepared for the period ended 31st December, 2020.

2.10 Components of the financial statements

According to the International Accounting Standards (IASs) 1 "Presentation of Financial Statements", the complete set of financial statements includes the following components:

- Statement of Financial Position
- Statement of Profit or Loss and other Comprehensive Income.
- Profit or loss Appropriation Account.
- Statement of Cash Flows
- Statement of Changes in Equity
- Notes to the financial statements
- Other following statements are included:

Meghna Insurance Company Limited

Notes to the Financial Statements

For the year ended December 31st, 2020

1. Consolidated Revenue Account
2. Fire Insurance Revenue Account
3. Marine Cargo Insurance Revenue Account
4. Marine Hull Insurance Revenue Account
5. Motor Insurance Revenue Account
6. Miscellaneous Insurance Revenue Account

2.11 Use of estimates and judgment

The preparation of financial statements in conformity with IASs/IFRSs require management to make judgments, estimates and assumptions that may affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates and assumptions. Estimates and underlying assumptions are reviewed on going concern basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

2.12 Functional & presentation currency

These financial statements are prepared in Bangladeshi Taka, which is the company's functional currency as well as the presentational currency.

2.13 Materiality and aggregation

Each material class of similar items is presented separately in the financial statements. Items of a dissimilar nature of the function are presented separately unless are immaterial.

3.0 Significant accounting policies & applications

Specific accounting policies were selected and applied by the company's management for significant transactions and events that have a material effect within the framework of IAS-1 "Presentation of Financial Statements" in preparation and presentation of financial statements. Accounting and valuation methods are disclosed for reasons of clarity. The company classified the expenses using the function of expenses method as per IAS-1.

3.1 Changes in accounting policies:

Accounting policies must be applied consistently to promote comparability between financial statements of different accounting periods. However, a change in accounting policy may be necessary to enhance the relevance and reliability of information contained in the financial statements. As per IAS 8 changes in accounting policies must be applied retrospectively and adjust all comparative amounts in the statements for each prior period presented.

Meghna Insurance Company Limited

Notes to the Financial Statements

For the year ended December 31st, 2020

3.2 Foreign Currency Transaction:

Transaction in foreign currencies are translated into Bangladeshi Taka at the rate prevailing on the date of transaction in accordance with IAS-21 "The Effect of changes in foreign Exchange Rate"

3.3 Statement of Cash Flows

Statement of Cash Flows has been prepared in accordance with IAS 7 "Statement of Cash Flows" and the cash flow from operating activities have been presented under direct method as considering the provision of paragraph 19 of IAS 7 which provides that "enterprises are encouraged to report cash flow from operating activities using the direct method".

3.2 Cash and cash equivalents

According to IAS 7 "Statement of Cash Flows", cash in hand and demand deposit, and cash equivalents are short-term highly liquid investment that are ready to convertible to known amounts to cash and which are to an insignificant risk of changes in value. IAS 1 "Presentation of Financial Statements" provides that Cash and Cash Equivalents are not restricted in use. Considering the provisions of IAS 1 and IAS 7, cash in hand and bank balances has been considered as cash and cash equivalents.

3.4. Events after the Reporting Period

In compliance with the requirements of IAS 10: Events after the Reporting period, post balance sheet event that provide additional information about the company's position at the balance sheet date are reflected in the financial statements where applicable and events after the balance sheet date that are disclosed in the notes when material. There is no material adjusting or not-adjusting events after the reporting period.

3.5 Non-current asset

a) Property, plant and equipment

Recognition and measurement

Items of property, plant and equipment are measured initially at cost and subsequently at cost less accumulated depreciation in compliance with International Accounting Standard (IAS) 16 Property, Plant and Equipment. The cost of acquisition of an asset comprises its purchase price and any direct cost for bringing the asset to its working condition for its intended use. Expenditures incurred after the assets have been put into use, such as repairs and maintenance is normally charged off as revenue expenditure in the period in which it is incurred. Software and all up gradation/enhancement are generally charged off as revenue expenditure unless they bring similar significant additional benefits.

Meghna Insurance Company Limited

Notes to the Financial Statements

For the year ended December 31st, 2020

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Subsequent expenditure on property, plant and equipment

The cost of replacing part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant and equipment are recognised in the statement of comprehensive income as incurred.

Depreciation

Property, plant & equipment are stated at their historical cost less accumulated depreciation and accumulated impairment loss in accordance with IAS 16 "Property, Plant and Equipment".

Depreciation is recognised in profit or loss on a diminishing balance method over the estimated useful lives of each component of an item of property, plant and equipment. For addition to property, plant and equipment, depreciation has been charged on additions from the date of the asset available for use. Land is not depreciated.

The rates at which property, plant and equipment are depreciated for current years are as follows:

| Particulars | Depreciation rate |
|------------------------|-------------------|
| Furniture & fixture | 10% |
| Motor Vehicles | 20% |
| Office Decoration | 20% |
| Computer & Accessories | 30% |
| Air-Conditioner | 20% |
| Office Equipment | 15% |
| Crockeries | 25% |
| Office Space | 20% |
| Software | 20% |

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

Disposal of property, plant and equipment

Sales price of fixed assets are determined on the basis of fair value of the assets. Gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between sales proceeds and carrying amount of the asset and is recognized in profit or loss account as per provision of IAS 16: property, plant and equipment.

Meghna Insurance Company Limited

Notes to the Financial Statements

For the year ended December 31st, 2020

Impairment of assets

Property, plant and equipment are reviewed for impairment whenever events indicate that the carrying amount of a cash-generating unit (smallest identifiable group of assets that generates cash flows which are largely independent of the cash flows from other assets or groups of assets) may not be recoverable. In addition, assets that have indefinite useful lives are tested annually for impairment. An impairment loss would be recognized in the statement of comprehensive income to the extent that the carrying value exceeds the higher of the asset's fair value less costs to sell and its value in use.

3.6 Intangible assets

As per IAS-38 Intangible assets (computer software) are recorded at historical cost less accumulated amortization, these are amortized on reducing balancing method using the rate at 20%.

3.7 Short term investment:

3.7.1 Investment in FDR:

The investment in fixed deposits with different banks which is not matured within the period of three months are considered as short-term investment as they are not highly liquid investment with convertible to known amount to cash.

3.7.2 Investment in share

Investments are initially recognized at cost including acquisition charges with the investments. After initial recognition investments in marketable ordinary shares have been valued at market price on an aggregate portfolio basis. Investment in non-marketable shares have been valued at cost. Full provision for diminution in value of shares as on closing of the year on aggregate portfolio basis is made in the financial statements

3.8. Lease

Financial Reporting Principles IFRS 16 Leases effective from annual periods beginning on or after January 1, 2019 has changed how the company accounts for its lease contracts. IFRS 16 requires all contracts that contain a lease to be recognized on the balance sheet as a right-of-use asset and lease liability. Only certain short-term and low-value leases are exempted.

Implementation of IFRS 16 is replacing IAS 17 Leases. Meghna Insurance Co. Ltd has no material financial leases as well as operating lease. Accordingly, the implementation of IFRS 16 has not any material impact on the financial result and position.

As per IFRS 16 Leases, the company has made recognition, measurement and disclosure in the financial statements-2020 as Lessee. Meghna Insurance Company Ltd applies a single recognition and measurement approach for all leases, except for short-term leases, or, and lease of low value of assets. The company recognizes lease liabilities to make lease payment and right-of-use assets

Meghna Insurance Company Limited

Notes to the Financial Statements

For the year ended December 31st, 2020

representing the right to use the underlying assets. If tenor of a lease contract does not exceed twelve months from the date of initiation/application, the company considers the lease period as short term in line with the recognition threshold of ROU assets as per FA policy of the company. In case of low value.

Lease Liabilities:

At the commencement of the lease, the company recognizes lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed and variable lease payment (less any adjustment for initial payment), and amount is expected to be paid under residual value of guarantees. The lease payments also include the exercise price of purchase option reasonably certain to be exercised by the company and payment of penalties for terminating the lease. In 2020, the company reassessed all lease payment of existing contracts for remaining period considering a cut-off date i.e. 01 January 2020.

Right-of-use assets (ROU):

Right of (Rou) assets comprise of lease liabilities which is the present value of lease payments against rented premises less incentive plus initial direct payment and dismantling cost etc. Any contractual obligation for use of any rented / leased premises or assets for a period exceeding twelve months and/ or exceeding the threshold for low value asset and substantially risks and benefits related to ownership of those rented premises/assets transfer to the bank are recognized as Rou assets as per IFRS 16 Leases

3.9 Financial Instruments

As per IAS 32.11 - Financial instrument means a contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

IFRS -9 sets out requirements for recognizing and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items. This standard replaces IAS 39 Financial Instruments: Recognition and Measurement. The details of new significant accounting policies and the nature and effect of the changes to previous accounting policies are set out below.

a. Classification and measurement of financial assets

Under IFRS 9, on initial recognition, a financial asset is classified as measured at: amortized cost; Fair Value through Other Comprehensive Income (FVOCI), equity investment; or Fair Value through Profit or Loss (FVTPL). The classification of financial assets under IFRS 9 is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics.

b. Equity investments at FVOCI

These assets are subsequently measured at fair value. Dividends are recognized as income in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment.

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For the year ended December 31st, 2020

Unrealized gains and losses are recognized in OCI and are never reclassified to profit or loss, as per para 5.7.10 of IFRS-9. Details have been shown in Note No. 23.02

c. Amortized cost

IFRS 7 para 25 requires the disclosure of the fair value of financial assets and financial liabilities by class in a way that permits it to be compared with its carrying amount for each class of financial asset and financial liability. An entity should disclose for each class of financial instrument the methods and, when valuation techniques are used, the assumptions applied in determining fair values of each class of financial asset or financial liability. If a change in valuation technique has been made, the entity should disclose that change and the reasons for making it [IFRS 7 para 27]

Moreover, a financial asset shall be measured at amortized cost if both of the following conditions are met:

- i) the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and
- ii) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

d. Reclassification

The financial assets measured at FVOCI are reclassified as profit or loss statements as per para 5.7.10 of IFRS 09, at the time of disposal of such investments.

3.10 Financial Risk Management:

The company management has overall responsibility for the establishment and oversight of the company's risk management framework. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the company's activities.

3.11 Premium and claim

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

3.12 Revenue recognition

a) Premium recognition

Premium is recognized as revenue when it is received against any insurance policies issued after satisfying the following conditions as prescribed by IFRS 4 "Insurance Contracts":

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

The sum of premium income as appeared in classified Revenue Account in net of the refund made, Re-insurance ceded and Re-insurance premium on Public Sector Insurance Business (PSB). The premium in respect of the company's share of Public Sector Business (PSB) as well as re-insurance business is accounted for in the year with the relevant statements of the accounts from Shadharan Bima Corporation are received.

Amounts received against issue of Cover Notes which have not been converted into Policy are recognized as income at the earlier of Cover Notes converted into Policy or after expiry of two years of Cover Notes in accordance with Shadharan Bima Corporation's Circular.

b) Re-insurance Commission

Re-insurance commission are recognized as revenue over the period in which the related services are performed. Necessary adjustment in respect of re-insurance ceded and accepted in Bangladesh has been made in respect of Revenue Accounts as per Agreement made between the company and Shadharan Bima Corporation (SBC).

C) Investment Income

Interest on Short Term Deposit/Fixed Deposit Receipts (FDR) and treasury Bond are recognized as revenue on accrual basis. Dividend income is recognized on accrual basis in the period in which the dividend is declared and approved in AGM whereas profit or loss arising from the sale of securities is accounted for only when shares are sold in the market and profit is realized and loss is incurred. Interest on Fixed Deposit Interest income from fixed deposit is recognized on an accrual base in the period in which the income is accrual.

3.13 Benefits, Claims and expenses recognition

a) Gross benefits and claims

General insurance claims include all claims occurring during the year and related internal and external claims handling costs that are directly related to the processing and settlement of claims, a reduction for the value of salvage and other recoveries and any adjustments to claims outstanding from previous year.

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Notes to the Financial Statements

For the year ended December 31st, 2020

b) Re-insurance Claims

Re-insurance claims are recognized when the related gross insurance claim is recognized according to the terms of the relevant contract.

3.14 Employee benefit schemes

Contributory provident fund

The company has a contributory provident fund for its regular employees. The fund is approved by the National Board of Revenue (NBR), administered separately by a Board of Trustees and is contributed equally by the company and the employees.

Workers' Profit Participation Fund :

Section 234 of chapter 15 of Labor Law 2006 (as amended in 2013) requires every company to establish a workers' Participation Fund and Welfare Fund. However, BFID, on behalf of the financial institution sector, clarification from the labor ministry regarding the applicability of the provisions for the sector. Similarly, Bangladesh Insurance Association has corresponded with Financial Ministry on this matter requesting for exemption for Insurance Companies. As no decision has been yet concluded on such communications, we are yet to provide for the said provision.

Medical assistance:

The Company has been operating a Health Plan Policy for all Permanent employees for the supporting of medical assistance as per health plan policy terms & condition.

Performance bonus

The company has a policy namely performance bonus scheme for its employees who meets certain criteria based on their annual performance bonus is ascertained on net profit with approval in the Annual General Meeting and the expense is accounted for in the year to which same relates.

Gratuity Scheme:

The company is going to introduce gratuity scheme as "Employee's Retirement Benefit Scheme" as soon as possible.

3.15 Provisions

A provision is recognized in the statement of financial position when the company has a legal or constructive obligation as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provision is ordinarily measured at the best estimate of the expenditure required to settle the present obligation at the reporting date. Where the company expects some or all of a provision to be reimbursed, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. If the effect of the time value of money is material, provisions are discounted.

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Notes to the Financial Statements

For the year ended December 31st, 2020

3.16 Taxation

Income tax on earnings for the year comprise current and deferred tax and is based on the applicable tax law in Bangladesh. It is recognized in the income statement as tax expense.

Current tax

Current tax is the expected tax payable on the taxable income for the year, based on tax rates (and tax law) which are enacted at the reporting date, including any adjustment for the tax payable in previous periods. Current tax for current and prior periods is recognized as a liability (or asset) to the extent that it is unpaid (or refundable). Provision for income tax has been made at best estimate keeping in view the provisions of Income Tax Ordinance 1984 and amendment made thereto from time to time.

Deferred tax

The Company has accounted for deferred tax as per IAS – 12 “Income Taxes”.

3.17 Provision, reserve and contingencies

a) Provision for outstanding claims

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

b) Provision for un-expired risk

Surplus/(Deficit) on Revenue Accounts has been arrived at after making necessary provision for un-expired risk @ 40% of net premium income on all business except Marine Hull insurance for which provision has been made @ 100% on net premium income concerned.

c) Reserve for exceptional losses

A reserve is maintained as requirement of paragraph 6(2) of 4th Schedule of the Income Tax Ordinance 1984.

3.18 Amount due to other persons or bodies carrying on Insurance business:

As per treaty agreement company's Re-insurance ceded premium for the period from 1st October 2019 to 30th September 2020 as well as Fire Excess of loss treaty, Fire Catastrophe X/L Facultative premium confirmed by Sadharan Bima Corporation (SBC) has been incorporated in the accounts for the period ended 31 December 2020. During the period the company has included 4 (Four) Quarters of surplus treaty accounts in the following manner:

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Notes to the Financial Statements

For the year ended December 31st, 2020

| Period | Particulars of Quarter | No |
|--|---------------------------------|---------|
| 1 st October 2019 to 31 st December 2019 | 3 rd Quarter of 2019 | 1 (One) |
| 1 st January 2020 to 31 st March 2020 | 4 th Quarter of 2019 | 1 (One) |
| 1 st April 2020 to 30 th June 2020 | 1 st Quarter of 2020 | 1 (One) |
| 1 st July 2020 to 30 th September 2020 | 2 nd Quarter of 2020 | 1 (One) |

3.19 Allocation of total management expense

As per section 63 of Insurance Act 2010 all relevant management expenses have been allocated amongst the different Revenue Accounts in respect of Fire, Marine, Motor and Miscellaneous insurance business on pro-rata basis at their respective gross premium income.

3.20 Earnings Per Share

Earnings per Share (EPS) has been calculated in accordance with International Accounting Standard – 33 “Earnings Per Share” and shown on the face of profit and loss appropriation account and computation thereof is shown in note no. 28.

Basic Earnings Per Share:

This has been calculated by dividing the basic earning by the weighted average number of ordinary shares outstanding for the year.

Basic Earnings:

This represents earnings for the year ended on December 31, 2020 attributable to the ordinary shareholders.

Diluted Earnings Per Share:

Diluted EPS is calculated if there is any commitment for issuance of equity shares in foreseeable future i.e, potential shares, without inflow of resources to the company against such issue. There was no such commitment during the year and accordingly no dilution is required in the year 2020.

3.21 Related party disclosure

As per International Accounting Standards (IAS) 24 “Related Party Disclosures”, parties are considered to be related if one of the party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The company carried out transactions in the ordinary course of business on an arm’s length basis at commercial rates with its related parties.

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Notes to the Financial Statements

For the year ended December 31st, 2020

3.22 Contingent liability and contingent assets

The company does not recognize contingent liability and contingent assets but discloses the existence of contingent liability in the financial statements. A contingent liability is probable obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of uncertain future events not within the control of the company or present obligation that is not recognized because outflow of resources is not likely or obligation cannot be measured reliably.

3.23 Consistency of presentation

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

3.24 Comparative Information

Comparative information has been disclosed in respect of the period ended December 31, 2019 for all numerical data in the financial statements and also the narrative and descriptive information when it is relevant for better understanding of the current year's financial statements.

3.25 General

Figures appearing in these Financial Statements have been rounded off to the nearest taka.

Meghna Insurance Company Limited

Notes to the Financial Statements

For the year ended December 31st, 2020

| | Particulars | Amount in Taka | |
|-------------|---|----------------|---------------|
| | | 31.12.20 | 31.12.19 |
| 4.00 | Share Capital | | |
| 4.01 | Authorized Capital | | |
| | 100,000,000 ordinary shares of Tk 10 each | 1,000,000,000 | 1,000,000,000 |
| 4.02 | Issued, subscribed & paid up capital | | |
| | 79,35,000 ordinary shares of Tk 10 each fully paid up | 79,350,000 | 69,000,000 |

| | | | | | |
|-------------|--------------|-----------------------------|-----------------------|---------------------|-------------------|
| 4.03 | SL | Name of Shareholders | Position | Shareholding | Percentage |
| | 1 | Mr. Javed Kaiser Ally | Director | 317,400 | 4.00% |
| | 2 | Mr. Aiman Barik Choudhury | Shareholder | 269,790 | 3.40% |
| | 3 | Ms Ainab Choudhury | Shareholder | 269,790 | 3.40% |
| | 4 | Mr. Anisuzzaman Chowdhury | Shareholder | 317,400 | 4.00% |
| | 5 | M/S. NAMSS motors Limited | Corporate Shareholder | 294,975 | 3.72% |
| | 6 | Barrister Sadat Khan | Shareholder | 165,312 | 2.08% |
| | 7 | Mr. Zeeshan Khan | Shareholder | 165,313 | 2.08% |
| | 8 | Ms. Farida Akhter | Shareholder | 330,625 | 4.17% |
| | 9 | Ms. Jotsna Ara Begum | Shareholder | 661,250 | 8.33% |
| | 10 | Mr. Zoynal Abedin Chowdhury | Shareholder | 330,625 | 4.17% |
| | 11 | Mrs. Marina Ahmed | Shareholder | 330,625 | 4.17% |
| | 12 | Mr. M.A. Hannan | Shareholder | 462,875 | 5.83% |
| | 13 | Mr. Mohammad Didarul Husain | Shareholder | 238,050 | 3.00% |
| | 14 | Mr. Mohammad Enayetullah | Shareholder | 330,625 | 4.17% |
| | 15 | Mr. Azizul Haque | Shareholder | 66,125 | 0.83% |
| | 16 | Late Abdul Wahid | Shareholder | 66,125 | 0.83% |
| | 17 | IFAD Venture Limited | Corporate Shareholder | 632,960 | 7.98% |
| | 18 | SW Holdings Ltd | Corporate Shareholder | 317,400 | 4.00% |
| | 19 | M/S. Runner Trading | Corporate Shareholder | 786,025 | 9.91% |
| | 20 | M/S. Matsy Enterprises Ltd. | Corporate Shareholder | 66,125 | 0.83% |
| | 21 | ZAMORED Investment LLC | Corporate Shareholder | 753,825 | 9.50% |
| | 22 | BARWAZ Investment LLC | Corporate Shareholder | 761,760 | 9.60% |
| | Total | | | 7,935,000 | 100.00% |

4.04 Distribution schedule of shares

A distribution schedule of each class of equity setting out the number of holders and percentage of holding in the different categories as on 31.12.2020 is given as follows:

| Range of share holding | No. of shares | No. of shareholders | Shareholdings % |
|------------------------|------------------|---------------------|-----------------|
| 50001-200000 | 529,000 | 5 | 6.67% |
| 200001-350000 | 3,347,305 | 11 | 42.18% |
| 350001-500000 | 462,875 | 1 | 5.83% |
| 500001-650000 | 632,960 | 1 | 7.98% |
| 650001-800000 | 2,962,860 | 4 | 37.34% |
| | 7,935,000 | 22 | 100.00% |

5.00 Reserve or contingency account

| | | | |
|--------------------------------------|-------------------|--------------------|--------------------|
| Reserve for exceptional losses | [Note No. : 5.01] | 114,734,663 | 104,734,663 |
| Profit or loss appropriation account | [Note No. : 5.02] | 10,656,469 | 23,932,808 |
| | | 125,391,132 | 128,667,471 |

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| Particulars | | Amount in Taka | | | |
|---|---|--------------------|--------------------|--------------------|--------------------|
| | | 31.12.20 | 31.12.19 | | |
| 5.01 | Reserve for Exceptional losses | | | | |
| | Opening balance | 104,734,663 | 89,734,663 | | |
| | Addition during the year | 10,000,000 | 15,000,000 | | |
| | | 114,734,663 | 104,734,663 | | |
| As per Income Tax Ordinance-1984 paragraph 6(2) of Schedule-IV , maximum 10% of net premium could be transfer to statutory reserve . | | | | | |
| | Classwise Reserve for Exceptional losses | | | | |
| | Fire Insurance Business | 2,990,000 | 4,240,345 | | |
| | Marine Cargo Insurance Business | 2,536,538 | 4,051,014 | | |
| | Marine Hull Insurance Business | 13,432 | 1,867 | | |
| | Motor Insurance Business | 3,067,612 | 4,505,720 | | |
| | Miscellaneous Insurance Business | 1,392,418 | 2,201,054 | | |
| | | 10,000,000 | 15,000,000 | | |
| 5.02 | Profit or loss appropriation account | | | | |
| | Balance brought forward from last year | 23,932,808 | 21,006,560 | | |
| | Add: Net profit during the year | 7,577,012 | 17,926,248 | | |
| | | 31,509,820 | 38,932,808 | | |
| | Less: Reserve for exceptional losses | 10,000,000 | 15,000,000 | | |
| | Stock Dividend | 10,350,000 | - | | |
| | Prior year adjustment | 503,351 | - | | |
| | Surplus carried forward | 10,656,469 | 23,932,808 | | |
| 6.00 | Balances of fund & accounts (Un-Expired Risk Reserve) | | | | |
| | Fire insurance business | 52,557,990 | 44,221,872 | | |
| | Marine insurance business (Cargo) | 44,587,061 | 42,247,370 | | |
| | Marine insurance business (Hull) | 590,268 | 48,669 | | |
| | Motor insurance business | 53,922,242 | 46,989,426 | | |
| | Miscellaneous insurance business | 24,475,816 | 22,954,434 | | |
| | | 176,133,377 | 156,461,771 | | |
| These balances of fund have been arrived at after making necessary provision for un-expired risk based on following percentages on premium income including public sector business and excluding re-insurance ceded at the following rates. | | | | | |
| Particulars | | Net Premium | % | Balance of Fund | |
| | | | | 31.12.20 | 31.12.19 |
| Fire insurance business | | 131,394,974 | 40% | 52,557,990 | 44,221,872 |
| Marine insurance business (Cargo) | | 111,467,653 | 40% | 44,587,061 | 42,247,370 |
| Marine insurance business (Hull) | | 590,268 | 100% | 590,268 | 48,669 |
| Motor insurance business | | 134,805,605 | 40% | 53,922,242 | 46,989,426 |
| Miscellaneous insurance business | | 61,189,541 | 40% | 24,475,816 | 22,954,434 |
| | | 439,448,041 | | 176,133,377 | 156,461,771 |

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For the year ended December 31st, 2020

| | Particulars | Amount in Taka | |
|--------------|---|------------------------|--------------------|
| | | 31.12.20 | 31.12.19 |
| 7.00 | Estimated liability in respect of outstanding claims claims whether due or intimated | | |
| | The break-up of the amount is noted below: | | |
| | Fire | 132,729,110 | 46,720,096 |
| | Marine (Cargo) | 5,346,125 | 4,512,691 |
| | Marine (Hull) | - | - |
| | Motor | 3,361,217 | 498,421 |
| | Miscellaneous | 167,640 | 10,510,000 |
| | | 141,604,092 | 62,241,208 |
| 8.00 | Amount due to other persons or bodies carrying on insurance business | | |
| | Amount due to Sadharan Bima Corporation (SBC) | | |
| | Opening Balance | 181,075,394 | 175,107,688 |
| | Add: Addition for the year | 128,855,221 | 124,209,377 |
| | | 309,930,615 | 299,317,065 |
| | Less: Adjustment for the year | 154,498,292 | 118,241,671 |
| | | 155,432,323 | 181,075,394 |
| | This represents the amount payable to Sadharan Bima Corporation on account of re-insurance premium as December 31, 2020 | | |
| 9.00 | Long term loan | | |
| | Opening balance | 49,499,449 | 63,988,044 |
| | Add: Loan taken during the year | - | - |
| | | 49,499,449 | 63,988,044 |
| | Less: Loan repaid during the year | 15,966,846 | 14,488,595 |
| | Closing balance | 33,532,603 | 49,499,449 |
| | This represent loan from IDLC Finance Ltd which is repayable within 7 years. The loan is secured against registered mortgage of Flat value tk.18,06,07,468.00 | | |
| | Detail of the long terms loan is as under: | | |
| | <u>Account No</u> | <u>Amount</u> | <u>Amount</u> |
| | 1026102041641001 | 3,243,710 | 7,298,765 |
| | 1026102041641002 | 2,960,721 | 6,256,928 |
| | 1026102041641003 | 23,965,869 | 31,590,313 |
| | 1026102041641004 | 3,362,303 | 4,353,443 |
| | | 33,532,603 | 49,499,449 |
| 10.00 | Short term loan : | | |
| | Opening balance | 49,483,137 | 45,744,198 |
| | Add: Loan taken during the year | 2,288,752 | 32,895,962 |
| | | 51,771,889 | 78,640,160 |
| | Less: Loan repaid during the year | 34,330,642 | 29,157,023 |
| | Closing balance | 17,441,247 | 49,483,137 |
| | Details of short term loan is as under | <u>Account No</u> | |
| | Short term loan with SIBL | SIBL/COR/INV/2020/1392 | 11,455,577 |
| | Short term loan with BASIC | 0250-01-0000575 | 5,985,670 |
| | Short term loan with IFIC | 1008-139810-001 | - |
| | Short term loan with Bank Asia | BA/PO/CR/2019/7533 | - |
| | Short term loan with Al Arafah | 0158910002503 | - |
| | Short term loan with Southeast | 74900003278 | - |
| | Short term loan with Exim | EXIM/MOJ/INV/2019 | - |
| | Short term loan with MTB | 0002219141 | - |
| | Short term loan with UCB | 0012747000000036 | - |
| | | | 2,915,470 |
| | | 17,441,247 | 49,483,137 |

The loan is secured against lien of fixed deposit value tk 1.08.78,111.00 (Basic Bank) & Tk. 221.00,000.00 (SIBL)

Meghna Insurance Company Limited

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| Particulars | | Amount in Taka | |
|--|-------|-------------------|-------------------|
| | | 31.12.20 | 31.12.19 |
| 11.00 Lease Liability | | | |
| Opening balance | | - | - |
| Add: Addition for the period | | 24,438,322 | - |
| | | 24,438,322 | - |
| Less : Adjustment for the period | | 10,054,132 | - |
| Closing balance | | 14,384,190 | - |
| Short Term Lease Liability | | 7,814,654 | - |
| Long Term Lease Liability | | 6,566,536 | - |
| | | 14,381,190 | - |
| 12.00 Premium deposit | | | |
| Marine cargo | | 50,484,267 | 27,701,156 |
| | | 50,484,267 | 27,701,156 |
| This represents amount received against cover notes for which risks have not been initiated and such amount will be adjusted upon initiation of risk and issuance of policy in due course. | | | |
| 13.00 Sundry Creditors | | | |
| The balance is made-up as follows: | | | |
| Salary payable | | 25,208,847 | 7,440,663 |
| Audit fees payable | | 214,950 | 190,100 |
| Office rent payable | | 603,299 | 425,168 |
| Others bill payable | | - | 535,080 |
| Utility Bill Payable: | | 74,437 | - |
| Stamp payable | | 26,306,286 | - |
| Excess deposit | | 100,685 | - |
| Provision for company con. to PF. | | 103,072 | 447,194 |
| Provision for employee con. to PF. | | 275,528 | 602,347 |
| Tax Payable : | | 3,557,366 | 1,060,775 |
| VAT Payable: | | 10,647,111 | 7,150,071 |
| Security Deposit | | 213,999 | 313,999 |
| EMKLEY Enterprise Ltd | | 4,794,200 | - |
| Performance Bonus payable | | 4,000,000 | - |
| Contribution to WPPF | 13.01 | 5,306,967 | 4,711,236 |
| | | 81,406,747 | 22,876,633 |
| 13.01 Contribution to WPPF | | | |
| This is made up as follows: | | | |
| Opening Balance | | 4,711,236 | 3,774,545 |
| Add: Contribution this year | | 595,732 | 936,691 |
| | | 5,306,967 | 4,711,236 |
| Profit before WPPF | | 12,510,362 | 19,670,507 |
| Contribution to WPPF | | 595,732 | 936,691 |
| The amount is computed @ 5% of net profit before Income Tax (but after charging such contribution) as per provision of Bangladesh labour Law,2006 (as amended in July 2013) has been provided in the year. | | | |
| 13.02 Allocation of WPPF | | | |
| A.Workers' Participation Fund (80%) | | 4,245,574 | 3,768,989 |
| B.Workers' Welfare Fund (10%) | | 530,697 | 471,124 |
| C.Bangladesh Labour Welfare Foundation (10%) | | 530,697 | 471,124 |
| | | 5,306,967 | 4,711,236 |

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For the year ended December 31st, 2020

| Particulars | | Amount in Taka | |
|----------------|---|----------------------|----------------------|
| | | 31.12.20 | 31.12.19 |
| 14.00 | Provision for income tax | | |
| | Current tax [Note-14.01] | 55,340,774 | 52,354,164 |
| | Deffer tax [Note-14.03] | 2,164,834 | 813,825 |
| | | 57,505,608 | 53,167,989 |
| 14.01 | Provision for current income tax | | |
| | Opening Balance | 52,354,164 | 50,851,617 |
| | Add: Addition during the year [Note - 14.02] | 2,986,610 | 1,502,547 |
| | | 55,340,774 | 52,354,164 |
| | Less: Adjustment during the year | - | - |
| | | 55,340,774 | 52,354,164 |
| 14.02 | Provision for current income tax during the year | | |
| | As per Income Tax Ordinance 1984 under section 82c(4a) | | |
| | <u>Classes of income</u> Tax Rate | 2020 | 2019 |
| | Business income 0.60% | 2,986,610 | 1,493,527 |
| | Dividend income 20.00% | - | 9,020 |
| | Share income 10.00% | - | - |
| | | 2,986,610 | 1,502,547 |
| 14.03 | Provision for deferred income tax | | |
| | Opening Balance | 813,825 | 1,508,804 |
| | Add: Addition during the year 14.04 | 1,351,009 | -694,979 |
| | | 2,164,834 | 813,825 |
| | Less: Adjustment during the year | - | - |
| | | 2,164,834 | 813,825 |
| 14.04 | Deferred Tax Liability | | |
| a | Deferred Tax liability is arrived at as follows: | | |
| | | Amount (Taka) | Amount (Taka) |
| | Particulars | 31.12.20 | 31.12.19 |
| | Book Value of Depreciable Fixed Assets | 241,425,786 | 208,498,779 |
| | Less: Tax base Value | 238,194,329 | 206,284,619 |
| | Taxable Temporary difference | 3,231,457 | 2,214,160 |
| | Unrealized gain/(loss) in investment in share | 2,180,626 | -179,598 |
| | Less: Tax base Value | - | - |
| | Deductable Temporary difference | 2,180,626 | -179,598 |
| | Net Taxable Temporary Difference | 5,412,083 | 2,034,562 |
| | Applicable Tax Rate | 40.00% | 40.00% |
| | Deferred Tax Liabilities | 2,164,833 | 813,825 |
| b | Deferred Tax | | |
| | | Amount (Taka) | Amount (Taka) |
| | Particulars | 31.12.20 | 31.12.19 |
| | Closing Deferred Tax Liabilities | 2,164,833 | 813,825 |
| | Opening Deferred Tax Liabilities | 813,825 | 1,508,804 |
| | Deferred Tax | 1,351,009 | (694,979) |
| 15.00 | Property, plant and equipment | | |
| A. Cost | | | |
| | Opening balance | 276,344,131 | 274,721,567 |
| | Add: Addition during the period | 44,219,200 | 1,622,564 |
| | | 320,563,331 | 276,344,131 |
| | Less: Sales during the period | 2,732,600 | - |
| | | 317,830,731 | 276,344,131 |

Meghna Insurance Company Limited

Notes to the Financial Statements

For the year ended December 31st, 2020

| Particulars | Amount in Taka | |
|---|--------------------|--------------------|
| | 31.12.20 | 31.12.19 |
| B. Accumulated depreciation | | |
| Opening balance | 68,034,201 | 61,638,905 |
| Add: Charged during the period | 7,325,821 | 6,395,296 |
| | 75,360,022 | 68,034,201 |
| Less: Adjustment during the period | 2,093,563 | - |
| | 73,266,459 | 68,034,201 |
| C. Written down value (A-B) | 244,564,272 | 208,309,930 |
| 16.00 Intangible Assets | | |
| A. Cost | | |
| Opening balance | 910,000 | 910,000 |
| Add: Addition during the period | - | - |
| | 910,000 | 910,000 |
| Less: Sales during the period | - | - |
| | 910,000 | 910,000 |
| B. Amortization | | |
| Opening balance | 721,151 | 673,939 |
| Add: Charged during the period | 37,770 | 47,212 |
| | 758,921 | 721,151 |
| Less: Adjustment during the period | - | - |
| | 758,921 | 721,151 |
| C. Written down value (A-B) | 151,079 | 188,849 |
| As per IAS-38 Intangible assets are recorded at historical cost less accumulated amortization,ther are amortized on reducing balancing method using the rate at 20% | | |
| 17.00 Investment in Treasury Bond | | |
| Bangladesh Government Treasury Bond (15 Years) | 9,000,000 | 9,000,000 |
| Bangladesh Government Treasury Bond (10 Years) | 16,000,000 | 16,000,000 |
| | 25,000,000 | 25,000,000 |
| This amount represents investment in 15 years & 10 Years Treasury Bond at the simple interest rate of 12.10% and 7.79% p.a. which is considered as statutory deposit under section 23 and 24 of the Insurance Act, 2010 (The First Schedule item 2(B)). | | |
| 18.00 Right-of-use asset | | |
| A. | | |
| Opening balance | - | - |
| Add: Addition during the period | 28,051,946 | - |
| | 28,051,946 | - |
| Less: Adjustment during the period | - | - |
| | 28,051,946 | - |
| B. Accumulated depreciation | | |
| Opening balance | - | - |
| Add: Charged during the period | 11,430,683 | - |
| | 11,430,683 | - |
| Less: Adjustment during the period | - | - |
| | 11,430,683 | - |
| C. Written down value (A-B) | 16,621,263 | - |
| A schedule of right-of-use assets is given in Annexure - A. | | |
| The Right-of-use asset has been measured following the paragaph 24 of IFRS-16 (Leases) | | |
| 19.00 Stock of printing, stationery & stamps | | |
| Stationery | 457,295 | 840,296 |
| Insurance stamp | 2,261,847 | 1,165,828 |
| | 2,719,142 | 2,006,124 |

Meghna Insurance Company Limited

Notes to the Financial Statements

For the year ended December 31st, 2020

| Particulars | | Amount in Taka | |
|--------------|--|---------------------------|---------------------------|
| | | 31.12.20 | 31.12.19 |
| 20.00 | Amount due from other persons or bodies carrying on insurance business | | |
| | Receivable from Sadharan Bima Corporation (SBC) | | |
| | Opening Balance | 99,494,593 | 85,360,420 |
| | Add: addition for the year | 11,780,468 | 14,134,173 |
| | | <u>111,275,061</u> | <u>99,494,593</u> |
| | Less: adjustment for the year | - | - |
| | | <u>111,275,061</u> | <u>99,494,593</u> |
| | This amount represents the receivable from commission, claim and other receivable from Sadharan Bima Corporation as at December 31, 2020 | | |
| 21.00 | Advance, deposit & prepayments | | |
| | Advance income tax 21.01 | 97,769,134 | 93,283,715 |
| | Security deposit | 2,314,768 | 6,181,836 |
| | Advance against salary | 12,950,333 | 2,413,841 |
| | Advanced to head of branch | 5,076,469 | 5,076,469 |
| | Advanced to branch | 93,321 | 182,312 |
| | Agent balance | 3,768,946 | 4,155,173 |
| | Security deposits with T& T | 122,863 | 122,863 |
| | Green Delta Financial Services | 558 | 558 |
| | Elegant Stock & Securities Ltd. | 1,663 | -388 |
| | Moltitude architect | 459,000 | 459,000 |
| | Prime Finance Capital Mgt Ltd | 300,000 | 300,000 |
| | Advance-codesign Ltd | 600,000 | 600,000 |
| | Dot Printing & Packaging | 700,000 | 700,000 |
| | MANAS | 800,000 | - |
| | Kazi & Khan Associates | 100,000 | - |
| | | <u>125,057,055</u> | <u>113,475,379</u> |
| 21.01 | Advance tax : | | |
| | Income tax | 82,562,156 | 80,957,368 |
| | Tax on FDR Interest | 10,518,930 | 8,584,059 |
| | Tax on STD interest | 607,433 | 352,298 |
| | Tax on interest on treasury bond | 428,636 | 293,011 |
| | Tax on car registration | 3,628,321 | 3,073,321 |
| | Tax on dividend | 23,658 | 23,658 |
| | | <u>97,769,134</u> | <u>93,283,715</u> |
| 22.00 | Interest receivable | | |
| | The balance is made up as follows: | | |
| | Opening Balance | 6,124,216 | 10,551,138 |
| | Add: Addition during the year | 5,964,680 | 6,124,216 |
| | | <u>12,088,896</u> | <u>16,675,354</u> |
| | Less: Adjustment during the year | 6,124,216 | 10,551,138 |
| | | <u>5,964,680</u> | <u>6,124,216</u> |
| 23.00 | Short term investment | | |
| | Investment in FDR [Note-23.01] | 253,350,000 | 225,150,000 |
| | Investment in share [Note-23.02] | 5,521,484 | 3,269,882 |
| | | <u>258,871,484</u> | <u>228,419,882</u> |
| 23.01 | Investment in FDR | | |
| | The balance is made up as follows: | | |
| | Opening Balance | 225,150,000 | 201,650,000 |
| | Add: Addition during the year | 42,500,000 | 31,200,000 |
| | | <u>267,650,000</u> | <u>232,850,000</u> |
| | Less: Encashment during the year | 14,300,000 | 7,700,000 |
| | | <u>253,350,000</u> | <u>225,150,000</u> |

Meghna Insurance Company Limited

Notes to the Financial Statements

For the year ended December 31st, 2020

| Particulars | Amount in Taka | |
|---|--------------------|--------------------|
| | 31.12.20 | 31.12.19 |
| This represents the amount invested in fixed deposits with banks which are to be matured over the period of three months, break-up of which is given below: | | |
| 6 months term FDR | 59,100,000 | 59,100,000 |
| 12 months term FDR | 194,250,000 | 166,050,000 |
| | 253,350,000 | 225,150,000 |

A schedule of short term investment is given in Annexure -B.

23.02 Investment in shares

This represents company's investment in shares of the following public limited company:

| Share in Public Limited Company | No.of Share | Cost as on 31.12.2020 | Fair Value as on 31.12.2020 | Un-realized gain/ (loss) | Fair Value as on 31.12.19 |
|---------------------------------|---------------|--------------------------|--------------------------------|--------------------------|------------------------------|
| BSCCL | 30,640 | 3,158,984 | 5,089,304 | 1,930,320 | 2,874,032 |
| ILFSL | 54,650 | 354,066 | 327,900 | (26,166) | 395,850 |
| NORTHRNINS | 2,200 | 112,760 | 104,280 | (8,480) | - |
| | 87,490 | 3,625,810 | 5,521,484 | 1,895,674 | 3,269,882 |

23.03 Investment in shares

This represents company's investment in shares of the following public limited company:

| Share in Public Limited Company | No.of Share | Cost as on 31.12.2019 | Fair Value as on 31.12.2019 | Un-realized gain/ (loss) | Fair Value as on 31.12.18 |
|---------------------------------|---------------|--------------------------|--------------------------------|--------------------------|------------------------------|
| BSCCL | 30,640 | 3,158,984 | 2,874,032 | (284,952) | 2,864,840 |
| Peninsula | 20,300 | 676,987 | 395,850 | (281,137) | 584,640 |
| | 50,940 | 3,835,971 | 3,269,882 | (566,089) | 3,449,480 |

Investment in listed securities have been presented in the fair value as per IFRS-09 through **Other Comprehensive Income** unrealized gain /(loss) has been charged in Reserved for unrealized gain

24.00 Cash and cash equivalents

| | | | |
|--------------|--------------------|--------------------|--------------------|
| Cash in hand | [Note No. : 24.01] | 19,097,789 | 22,729,489 |
| Cash at bank | [Note No. : 24.02] | 125,239,434 | 93,859,657 |
| | | 144,337,223 | 116,589,146 |

The management has furnished certificate confirming the position.

24.01 Cash in hand

| | | |
|---------------|-------------------|-------------------|
| Head office | 269,941 | 263,928 |
| Branch office | 18,827,848 | 22,465,561 |
| | 19,097,789 | 22,729,489 |

24.02 Cash at bank

| | | | |
|--------------------|---------------|--------------------|-------------------|
| Fixed Deposit | [Annexure-B] | 1,500,000 | 1,500,000 |
| Short term deposit | [Annexure-C] | 113,231,004 | 90,235,807 |
| Current deposit | [Annexure-C] | 10,508,430 | 2,123,850 |
| | | 125,239,434 | 93,859,657 |

A schedule of Bank Balance is given in Annexure -C.

Meghna Insurance Company Limited

Notes to the Financial Statements

For the year ended December 31st, 2020

| | Particulars | Amount in Taka | |
|---|---|-------------------|-------------------|
| | | 31.12.20 | 31.12.19 |
| 25.00 | Expenses of management (not applicable to any particular fund or account) | | |
| | Board Meeting fee & expenses | 225,000 | 405,000 |
| | Audit fees | 268,200 | 237,350 |
| | Depreciation | 7,363,590 | 6,442,508 |
| | Depreciation on right of use asset | 11,430,683 | - |
| | Advertisement and publicity | 381,300 | 1,583,366 |
| | AGM Expenses | - | 232,067 |
| | Donation and subscription | 940,000 | 595,000 |
| | Corporate social responsibility | 7,565,119 | - |
| | Legal and professional fees | 1,214,900 | 453,500 |
| | Meeting and conference | 218,220 | 743,791 |
| | Registration fees | 800,994 | 653,276 |
| | Credit Rating Fee | 140,000 | 252,500 |
| | Web page Development | 80,000 | 67,504 |
| | | 30,628,005 | 11,665,864 |
| 26.00 | Finance Cost : | | |
| | Interest on loan | 7,376,089 | 12,858,704 |
| | Interest on Lease Liability | 875,309 | - |
| | | 8,251,398 | 12,858,704 |
| At the commencement date, a lessee shall measure the lease liability at the present value of the lease payments that are not paid at that date. The lease payments shall be discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the lessee shall use the lessee's incremental borrowing rate. Here incremental borrowing rate has been considered. | | | |
| 27.00 | Investment & others income | | |
| | Interest /profit | 24,677,204 | 10,786,781 |
| | (not applicable to any particular fund or account) | | |
| | Dividend income | - | 45,102 |
| | Miscellaneous income | 185,228 | 17,438 |
| | Profit / (Loss) on sale of share | (200,442) | - |
| | Profit / (Loss) on sale of assets | (185,137) | - |
| | | 24,476,853 | 10,849,321 |
| 28.00 | Earning Per share (EPS) | | |
| The earning per share of the company is as follows: | | | |
| A. Number of shares: | | | |
| | Shares outstanding at the beginning of the year | 6,900,000 | 6,900,000 |
| | Stock dividend issued during the year | 1,035,000 | - |
| | | 7,935,000 | 6,900,000 |
| Weight: | | | |
| | Shares outstanding at the beginning of the year | 100.00% | 100.00% |
| | Stock dividend issued during the year | 0.00% | 0.00% |
| Weighted average number of shares: | | | |
| | Shares outstanding at the beginning of the year | 6,900,000 | 6,900,000 |
| | Stock dividend issued during the year | 1,035,000 | - |
| | | 7,935,000 | 6,900,000 |
| B. Earnings attributable to shareholders | | | |
| | Earning attributable to ordinary share holders (profit after tax) | 7,577,012 | 17,926,248 |
| C. Basic Earning per share [B/A] | | | |
| | | 0.95 | 2.60 |

Earning per share is calculated in accordance with IAS 33 "Earning Per Share" which has been shown on the face on Profit & Loss Appropriation Accounts.

Meghna Insurance Company Limited

Notes to the Financial Statements

For the year ended December 31st, 2020

| Particulars | Amount in Taka | |
|-------------|----------------|----------|
| | 31.12.20 | 31.12.19 |

29.00 Net Assets value per share (NAV)

Net asset value Per Share has been calculated on weighted average number of 6,90,000 shares outstanding as at December 31, 2020 after giving the effect of 15% stock dividend declared for the year 2019. based on 79,35,000 shares Net asset value Per Share as at December 31, 2020 has also been restated. Details calculations are as follows:

| Net Assets | 206,636,806 | 197,101,382 |
|--|--------------|--------------|
| Ordinary Shares at 1st January | 6,900,000 | 6,900,000 |
| Stock dividend Issued | 1,035,000 | - |
| Weighted average number of ordinary shares outstanding during the year | 7,935,000 | 6,900,000 |
| Weighted average number of ordinary shares | 7,935,000 | 6,900,000 |
| Net asset value Per Share | 26.04 | 28.57 |

Due to reduction of market value of investment in securities, value of investment as well as net asset value (NAV) of MICL as of December 31, 2020 has been decreased.

30.00 Net operating cash flows per share (NOCPS)

Net Operating Cash Flows Per Share(NOCFPS) has been calculated based on Weighted average number 79,35,000 shares outstanding during the period . Details calculation are as follows:

| | | |
|--|--------------|--------------|
| Net cash generated from operating activities | 151,705,836 | 103,604,473 |
| Weighted average number of ordinary shares | 7,935,000 | 6,900,000 |
| Net Operating Cash Flows per Share | 19.12 | 15.02 |

Net Operating Cash Flows Per Share increased due to increase of premium collection, claim recovery and others.

31.00 Reconciliation of net profit with cash flow from operating activities

| Reconciliation of net profit to net operating cash flow | 2020 | 2019 |
|---|--------------------|--------------------|
| Net Profit before tax | 11,914,630 | 18,733,817 |
| Depreciation | 7,363,591 | 6,442,508 |
| (Increase)/decrease in provision for taxation | (402,931) | (1,502,548) |
| Increase/(decrease) in deferred tax | 1,351,009 | (694,979) |
| Increase/(decrease) the balance of fund | 19,671,606 | 48,495,624 |
| Increase/(decrease) the premium deposit | 22,783,111 | 10,168,779 |
| Increase/(decrease) of amount due to other person or body | (25,643,071) | 5,967,706 |
| Increase/(decrease) in estimated liabilities in respect of outstanding claims whether | 79,362,885 | 23,301,762 |
| Increase/(decrease) in sundry creditors | 51,105,918 | 18,153,764 |
| Increase/(decrease) in Lease Liability | 11,947,528 | - |
| (Increase)/decrease of stock of stamps | (1,096,019) | 376,792 |
| (Increase)/decrease of stock of printing | 383,001 | 533,608 |
| (Increase)/decrease in Advance, deposit & prepayment | (10,929,070) | 2,787,263 |
| (Increase)/decrease in advance income tax | (4,485,419) | (4,176,129) |
| (Increase)/decrease of amount due from other person or body | (11,780,468) | (14,134,173) |
| (Increase)/decrease in interest outstanding | 159,536 | 4,426,922 |
| Net cash flow from operating activities | 151,705,837 | 118,880,716 |

Meghna Insurance Company Limited

Notes to the Financial Statements

For the year ended December 31st, 2020

| | Particulars | Amount in Taka | |
|--|-------------|----------------|----------|
| | | 31.12.20 | 31.12.19 |

32.00 Disclosure as per requirement of Schedule XI, Part II of the Companies Act, 1994:

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

Employee position of the company as on 31st December 2020:

| Salary (Monthly) | Total Employees |
|------------------|-----------------|
| Below Tk. 3,000 | - |
| Above Tk. 3,000 | 600 |
| Total | 600 |

B. Remuneration of Directors, Managers, Executives and Officers

Remuneration of Directors, Managers, Executives and Officers have been described as under:

| Empolyess | Amount in Taka | |
|------------|-------------------|-------------------|
| | 2020 | 2019 |
| Directors | Nil | Nil |
| Executives | 67,177,179 | 55,913,132 |
| Managers | 8,471,615 | 8,086,696 |
| Officer | 4,658,339 | 4,354,375 |
| | 80,307,133 | 68,354,203 |

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

| Name of Directors | Designation | Remuneration | Festival Bonus | Total Payment |
|-----------------------------|-------------|--------------|----------------|---------------|
| Sabrina Choudhury | Chairman | Nil | Nil | Nil |
| Musfiq Rahman | Director | Nil | Nil | Nil |
| Javed Kasier Ally | Director | Nil | Nil | Nil |
| Farida Akter | Director | Nil | Nil | Nil |
| Col. Md. Abdul matin (Retd) | Director | Nil | Nil | Nil |
| Shahnaz Matin Shupti | Director | Nil | Nil | Nil |
| Mohammed Alais Miah | Director | Nil | Nil | Nil |
| Ishtiaque Ahmed Chowdhury | Director | Nil | Nil | Nil |
| Total | | | | |

Period of payment to Directors is from 01 January 2020 to 31 December 2020

The above Directors of the Company did not take any benefit from the company except attendance fees for Board meeting and others are as follows:

| | |
|---|-----|
| a. Expenses reimbursed to the managing agent | Nil |
| b. Commission or other remuneration payable separately to a managing agent or his associate | Nil |
| c. Commission received or receivable by the managing agent or his associate as selling or buying agent of other concerns in respect of contracts entered into such concerns with company | Nil |
| d. The money value of the contracts for the sale or purchase of goods and materials or supply of services, enter into by the company with the managing agent or his associate during the financial year | Nil |
| e. Any other perquisites or benefits in cash or in kind statting | Nil |
| f. Other allowances and commission including guarantee commission | Nil |

Pensions, etc.

| | |
|---|-----|
| 1) pensions | Nil |
| 2) Gratuities | Nil |
| 3) Payment from provided fund | Nil |
| 4) Compensation | Nil |
| 5) Consideration in connection with rettement from office | Nil |

Meghna Insurance Company Limited

Classified Summary of Assets Form "AA"

For the year ended December 31, 2020

| Class of assets | Amount in Taka | | Remarks |
|--|--------------------|--------------------|--------------------|
| | 31.12.20 | 31.12.19 | |
| Investments in treasury bond | | | |
| i) Bangladesh Treasury Bond. | 25,000,000 | 25,000,000 | At Cost |
| (10 years Investment Bond @ 12.10% Interest) | 16,000,000 | 16,000,000 | |
| (15 years Investment Bond @ 7.79% Interest) | 9,000,000 | 9,000,000 | |
| iii) Amount due from other persons or bodies | 111,275,061 | 99,494,593 | Book Value |
| Cash, cash equivalent & short term investment: | 403,208,707 | 345,009,028 | |
| i) Short term investment | 258,871,484 | 228,419,882 | Book Value |
| ii) Cash at Bank | 125,239,434 | 93,859,657 | Book Value |
| iii) Cash in hand | 19,097,789 | 22,729,489 | Book Value |
| Interest and dividend receivable | 5,964,680 | 6,124,216 | Book Value |
| Advance, deposit & prepayments | 125,057,055 | 113,475,379 | Book Value |
| Property, plant & equipments | 244,564,272 | 208,309,930 | Written down value |
| Intangible Assets | 151,079 | 188,849 | Written down value |
| Right-of-use asset | 16,621,263 | - | Written down value |
| Stock of printing, stationery & stamps | 2,719,142 | 2,006,124 | Book Value |
| | 934,561,261 | 799,608,119 | |


Chief Executive Officer


Director


Vice Chairman


Chairman



Date: 10.08.2021
Place: Dhaka

MABS & J Partners
Chartered Accountants
Signed by: Jagadish Chandra Biswas FCA
DVC: 2109130199AS788030

Meghna Insurance Company Limited
Schedule of Fixed Asset
As at December 31, 2020

Annexure - A

| Sl. No. | Particulars | Cost | | | Rate of Dep. (%) | Amount before charging depreciation | Depreciation | | | Written Down Value as on 31.12.2020 | Written Down Value as on 31.12.2019 |
|---------|-----------------------|--------------------|----------------------------|----------------------------|------------------|-------------------------------------|---------------------------|----------------------------|-------------------|-------------------------------------|-------------------------------------|
| | | As at 01.01.2020 | Addition during the period | Sale / Adjustment the year | | | Charged during the period | Sale / Adjustment the year | As at 31.12.2020 | | |
| 1. | Furniture and Fixture | 6,624,078 | 9,914,532 | 579,900 | 10% | 15,958,710 | 526,503 | 331,786 | 3,298,275 | 12,660,435 | 3,520,520 |
| 2. | Motor Vehicles | 60,489,163 | 6,100,000 | 86,800 | 20% | 66,502,363 | 4,324,629 | 72,237 | 48,098,686 | 18,403,677 | 16,642,869 |
| 3. | Office Decoration | 8,565,369 | 13,154,519 | 695,000 | 20% | 21,024,888 | 898,364 | 601,719 | 6,567,089 | 14,457,799 | 2,294,925 |
| 4. | Computer | 3,912,198 | 1,045,010 | 476,400 | 30% | 4,480,808 | 437,211 | 449,604 | 2,896,326 | 1,584,482 | 1,003,479 |
| 5. | Air Conditioner | 5,264,113 | 4,703,125 | 805,000 | 20% | 9,162,238 | 396,070 | 576,002 | 3,876,947 | 5,285,291 | 1,207,234 |
| 6. | Office Equipment | 10,731,419 | 9,302,014 | 89,500 | 15% | 19,943,933 | 739,066 | 62,215 | 8,390,742 | 11,553,191 | 3,017,528 |
| 7. | Crockeries | 150,323 | - | - | 25% | 150,323 | 3,977 | - | 138,393 | 11,930 | 15,907 |
| 8. | Land | 162,045,034 | - | - | 0% | 162,045,034 | - | - | - | 162,045,034 | 162,045,034 |
| 9. | Office Space | 18,562,434 | - | - | 10% | 18,562,434 | - | - | - | 18,562,434 | 18,562,434 |
| | Total-2020 | 276,344,131 | 44,219,200 | 2,732,600 | | 317,830,731 | 7,325,821 | 2,093,563 | 73,266,459 | 244,564,272 | 208,309,930 |
| | Total-2019 | 274,721,567 | 1,622,564 | - | | 276,344,131 | 6,395,296 | - | 68,034,201 | 208,309,931 | |

Schedule of Intangible Assets
As at 31 December 2020

| Sl. No. | Particulars | Cost | | | Rate of Dep. | Amount before charging depreciation | Amortization | | | Written Down Value as on 31.12.2020 | Written Down Value as on 31.12.2019 |
|---------|-------------------|------------------|----------------------------|-------------------|--------------|-------------------------------------|---------------------------|-------------------|------------------|-------------------------------------|-------------------------------------|
| | | As at 01.01.2020 | Addition during the period | Sale / Adjustment | | | Charged during the period | Sale / Adjustment | As at 31.12.2020 | | |
| 1 | Software | 910,000 | - | - | 20% | 910,000 | 37,770 | - | 758,921 | 151,079 | 188,850 |
| | Total-2019 | 910,000 | - | - | | 910,000 | 47,212 | - | 721,151 | 188,850 | |

Schedule of Right-of-use asset
As at 31 December 2020

| Sl. No. | Particulars | Cost | | | Depreciation | | Written Down Value as on 31.12.2020 |
|---------|--------------------|------------------|----------------------------|------------------|---------------------------|------------------|-------------------------------------|
| | | As at 01.01.2020 | Addition during the period | As at 31.12.2020 | Charged during the period | As at 31.12.2020 | |
| 1. | Right-of-use asset | - | 28,051,946 | - | 11,430,683 | 11,430,683 | 16,621,263 |
| | Total-2019 | - | - | - | - | - | - |

Meghna Insurance Company Limited

Schedule of Fixed Deposit Receipt

As at 31 December, 2020

Annexure - B

| SL | Bank Name | Branch Name | FDR Number | 2020 | 2019 |
|----|--------------------------|----------------------------|------------------------|-----------|-----------|
| 1 | AB Bank Ltd | Kakrail Branch | 3372115 | 1,000,000 | 1,000,000 |
| 2 | | Kakrail Branch | 3454209 | 500,000 | 500,000 |
| 3 | | Khatungonj Branch | 3458887/06/2017 | | 500,000 |
| 4 | | Khulshi Branch | 3247234 | 500,000 | 500,000 |
| 5 | | Khulshi Branch | 3374147 | 2,000,000 | 2,000,000 |
| 6 | | Mirpur Branch | 3289353 | 1,000,000 | 1,000,000 |
| 7 | | Nazu Miah Hat Branch | 3368859 | 1,000,000 | 1,000,000 |
| 8 | | Port Connecting Road Bran | 3288659 | 500,000 | 500,000 |
| 9 | | Principal Branch | 3147775 | 1,500,000 | 1,500,000 |
| 10 | | Principal Branch | 3545246 | 200,000 | 200,000 |
| 11 | | Principal Branch | 3703719 | 500,000 | - |
| 12 | | Imamgong Branch | 3613524 | 500,000 | 500,000 |
| 13 | | Imamgonj Branch | 3613660 | 500,000 | 500,000 |
| 14 | | Nawabpur Road Branch | 3580896 | 500,000 | 500,000 |
| 15 | Agrani Bank | Principal Branch | 0272380/90693/10057800 | 2,000,000 | 2,000,000 |
| 16 | AL Araf Islami Bank Ltd. | Nawabpur Branch | 0814335/1213208748 | 500,000 | 500,000 |
| 17 | | Gollamari Branch | 961320003589 | | 500,000 |
| 18 | | Gollamari Branch | 961320003995 | | - |
| 19 | | Nababpur Branch. | 121320874988 | 1,000,000 | - |
| 20 | | South Jatrabari Branch | 771320002745 | 500,000 | 500,000 |
| 21 | | Banani Branch | 0070905/0201330012672 | 500,000 | 500,000 |
| 22 | | Bhairab Branch | 177693/521320000392 | 500,000 | 500,000 |
| 23 | | Bhairab Branch | 177761 / 521320000428 | 1,000,000 | 1,000,000 |
| 24 | | Motijheel Corporate Branch | 93706/0151330217652 | 500,000 | 500,000 |
| 25 | | Gulshan Branch | 302910/1320000624 | 500,000 | 500,000 |
| 26 | | Jatrabari Branch(West) | 253253 /511330001391 | 300,000 | 300,000 |
| 27 | | Jatrabari Branch(West) | 253763/511330001601 | 400,000 | 400,000 |
| 28 | | Jatrabari Branch(West) | 457544/ 51132000221 | 500,000 | 500,000 |
| 29 | | Jessore Branch | 301320099616 | 500,000 | - |
| 30 | | Kalatia Branch | 400282/ 811320000084 | 500,000 | 500,000 |
| 31 | | Maulabibazar Branch | 144899/31330007190 | 200,000 | 200,000 |
| 32 | | Maulabibazar Branch | 31330008018 | 500,000 | 500,000 |
| 33 | | Mirpur Branch | 0135986/18188 | 100,000 | 100,000 |
| 34 | | Mirpur Branch | 0174442/18998 | 200,000 | 200,000 |
| 35 | | Mohakhali Branch | 15178/ 1261330000118 | 500,000 | 500,000 |
| 36 | | Motijheel Corporate Branch | 391362/ 151320017923 | 1,000,000 | 1,000,000 |
| 37 | | Nawabpur branch | 0246771/ -121320871794 | 500,000 | 500,000 |
| 38 | | North South Road Branch | 336124/191320062786 | 500,000 | 500,000 |
| 39 | | North South Road Branch | 62734/ 0191330063532 | 200,000 | 200,000 |
| 40 | | Panthapath Branch | 505455/ 0841330000617 | 500,000 | 500,000 |
| 41 | | Pragati Sarani Branch | 0243249/ 451330005057 | 500,000 | 500,000 |
| 42 | | Pragati Sarani Branch | 242826/451330004855 | 250,000 | 250,000 |
| 43 | | Pragati Sarani Branch | 243589/451330005248 | 500,000 | 500,000 |
| 44 | | Pragati Sarani Branch | 243994/ 451320001366 | 1,000,000 | 1,000,000 |
| 45 | | Progati Sharani Branch | 762447/ 451330010075 | 500,000 | 500,000 |
| 46 | | South Jatrabari Branch | 0771330001723 | 1,000,000 | 1,000,000 |
| 47 | | South Jatrabari Branch | 232913/771320000160 | 500,000 | 500,000 |
| 48 | | South Jatrabari Branch | 452364/771320000277 | 500,000 | 500,000 |
| 49 | | Station Road Branch,Ctg | 225290/881320000341 | 1,000,000 | 1,000,000 |
| 50 | | Station Road Branch,Ctg | 0717707/0881330002175 | 1,000,000 | 1,000,000 |
| 51 | | Bhagyakul Branch | 1111320001808 | 500,000 | - |
| 52 | | VIP Road Branch | 674317/141330017563 | 500,000 | 500,000 |
| 53 | | Station Road Branch,Ctg | 0717918/20003197 | 500,000 | - |
| 54 | | Kawranbazar Branch | 20005168 | 500,000 | - |
| 55 | | Benapole Branch | 20005409 | 1,000,000 | - |
| 56 | | Motijheel Branch | 000065/0021330000654 | 500,000 | 500,000 |
| 57 | | Bangshal Branch | 552/0618010005621/ | 500,000 | 500,000 |

Meghna Insurance Company Limited

Schedule of Fixed Deposit Receipt

As at 31 December, 2020

Annexure - B

| SL | Bank Name | Branch Name | FDR Number | 2020 | 2019 |
|-----|------------------------|-------------------------|-------------------------|-----------|-----------|
| 58 | BASIC Bank Ltd | Bangshal Branch | 628/0618010006020 | 500,000 | 500,000 |
| 59 | | Bangshal Branch | 22762/10007123 | 500,000 | 500,000 |
| 60 | | Basundhara Branch | 043815/49180100010 | 1,000,000 | 1,000,000 |
| 61 | | Bogra Branch | 040809/03002052 | 1,000,000 | 1,000,000 |
| 62 | | Bogra Branch | 040816/1218010000263 | 1,000,000 | 1,000,000 |
| 63 | | Bogra Branch | 040836 | 500,000 | 500,000 |
| 64 | | Bogra Branch | 1076/ 1218010010888 | 2,000,000 | 2,000,000 |
| 65 | | Dilkusha Branch | 017264/03002563 | 400,000 | 400,000 |
| 66 | | Dilkusha Branch | 017302/03002949 | 300,000 | 300,000 |
| 67 | | Jessore Branch | 118018 | 500,000 | 500,000 |
| 68 | | Jessore Branch | 118187/1818010013876 | 500,000 | 500,000 |
| 69 | | Tanbazar Branch | 1418--01-0007420 | 500,000 | - |
| 70 | | Jhikargacha Branch | 71258/481801000717 | 500,000 | 500,000 |
| 71 | | Jikorgaca Branch | 99040/4818010009561 | 500,000 | 500,000 |
| 72 | | Kawranbazar Branch | 40069/677 | 500,000 | 500,000 |
| 73 | | Kawranbazar Branch | 040089/31180100008 | 500,000 | 500,000 |
| 74 | | Khatungong Branch | 2696/2418010002531 | 1,000,000 | 1,000,000 |
| 75 | | Madabdi Branch | 048142/42/2012 | 500,000 | 500,000 |
| 76 | | Madabdi Branch | 097765/07/2013 | 500,000 | 500,000 |
| 77 | | Main Branch | 038229/03021986 | 200,000 | 200,000 |
| 78 | | Main Branch | 049293/03024014 | 500,000 | 500,000 |
| 79 | | Main Branch | 50337/0218-01-000323 | 500,000 | 500,000 |
| 80 | | Rangpur Branch | 054481/3218010008071 | 500,000 | 500,000 |
| 81 | | Rangpur Branch | 49146/321801000120 | 500,000 | 500,000 |
| 82 | | Rangpur Branch | 9045/3218010002719 | 500,000 | 500,000 |
| 83 | | Shantinagar Branch | 000936/03003428 | 500,000 | 500,000 |
| 84 | | Syedpur Branch | 26410/201801000112 | 500,000 | 500,000 |
| 85 | | Muk tarpul Branch | 26410/7318010000011 | 500,000 | 500,000 |
| 86 | | Narayangonj Branch | 116858/40/19 | 500,000 | 500,000 |
| 87 | BCBL | Banglabazar Branch | 0102319/10 | 200,000 | - |
| 88 | | Bandura Branch | 192442/808 | | 500,000 |
| 89 | | Bangla bazar Branch | 0102319/10 | | 200,000 |
| 90 | | Bandura Branch | 192373/741 | | 500,000 |
| 91 | | Bangshal Branch | 131527/603 | 500,000 | 500,000 |
| 92 | | Chaktai Branch | 165392/1064 | 500,000 | 500,000 |
| 93 | | Chaktai Branch | 165397/1069 | 500,000 | 500,000 |
| 94 | | Dholaikhal Branch | 165648/1524 | 500,000 | 500,000 |
| 95 | | Dholaikhal Branch | A154108/1386 | 500,000 | 500,000 |
| 96 | | Principal Branch | 168572/4370 | 500,000 | 500,000 |
| 97 | | A.K Khan Moor Br. Ctg | 213942/232/3000232 | 500,000 | - |
| 98 | | A.K Khan Moor Br. Ctg | 5333000214 | 500,000 | - |
| 99 | | Sonargaon Road Branch | 184844/142 | 500,000 | 500,000 |
| 100 | BRAC Bank Ltd. | Bijoy nagar Branch | 1532300131870001 | 500,000 | 500,000 |
| 101 | | Gulshan Branch | 1501300131870004 | 500,000 | 500,000 |
| 102 | Bangladesh Krishi Bank | Local Principal Office | 284649 | 500,000 | 500,000 |
| 103 | | Savar Branch | 433371 | 500,000 | - |
| 104 | | Local Principal Office | 590807/14916 | 500,000 | 500,000 |
| 105 | | Anderkill Branch | 210901/03055004498 | 1,000,000 | 1,000,000 |
| 106 | | Aganagar Branch | 61855000140 | 500,000 | - |
| 107 | | North South Road Branch | 0042388/01755000887 | 500,000 | 500,000 |
| 108 | | North South Road Branch | 1755003006/0314410/3006 | 500,000 | 500,000 |
| 109 | | Dilkusha Branch, | 0303882/00855014121 | 500,000 | 500,000 |
| 110 | | Satmosjid Road Branch | 338320 | 500,000 | 500,000 |
| 111 | | Satmosjid Road Branch | 338469/1070 | 500,000 | 500,000 |

Meghna Insurance Company Limited

Schedule of Fixed Deposit Receipt

As at 31 December, 2020

Annexure - B

| SL | Bank Name | Branch Name | FDR Number | 2020 | 2019 |
|-----|-----------------------|--------------------------|----------------------|-----------|-----------|
| 112 | Bank Asia Ltd. | Elephant Road Branch | 375387 | | 500,000 |
| 113 | | Kazipara Branch | 0328426/60555000027 | 500,000 | 500,000 |
| 114 | | Konabari Branch | 0291937/1635 | | 500,000 |
| 115 | | Konabari Branch | 0115294/894 | | 1,000,000 |
| 116 | | Mitfort Branch | 349164 | | 500,000 |
| 117 | | Mogbazar Branch | 0128623/04455000023 | 500,000 | 500,000 |
| 118 | | Mymensing Branch | 0337869/60655000168 | 500,000 | 500,000 |
| 119 | | Nimtola Branch | 0294474/07055000474 | 500,000 | 500,000 |
| 120 | | Principal Branch | 0164158/00355018099 | 500,000 | 500,000 |
| 121 | | Ring Road Branch | 0300808/08655000008 | 500,000 | 500,000 |
| 122 | | Rupnagar Branch | 15755004681 | 500,000 | 500,000 |
| 123 | | Rupnagar Branch | 0427795/15755005390 | - | - |
| 124 | | Shirajdekhan SME Centre | 0157172/15155000472 | 200,000 | 200,000 |
| 125 | | Shirajdekhan SME Centre | 15155000809 | 600,000 | 600,000 |
| 126 | | Bashundhara Branch. | 2355005307 | 500,000 | - |
| 127 | | Gazipur Branch. | 7955000673 | 1,500,000 | - |
| 128 | | Lamatia Branch | 430050/2159 | 500,000 | - |
| 129 | | Bashundhara Branch. | 23355005418 | 500,000 | - |
| 130 | | Rupnagar Branch | 400568/5603 | 500,000 | - |
| 131 | City Bank Ltd. | Tejgaon Link Road Branch | 0188740/05655000040 | 500,000 | 500,000 |
| 132 | | Banani Branch | 4852121268001 | - | 500,000 |
| 133 | | Nawabpur Branch | 47521212681 | | 500,000 |
| 134 | | Sonargaon Road Branch | 4751958462002 | 1,000,000 | - |
| 135 | Dutch Bangla Bank Ltd | VIP Road Branch | 4751958462001 | 500,000 | 500,000 |
| 136 | | Local Office Branch | 0175944/101-504-225 | 1,100,000 | 1,100,000 |
| 137 | Dhaka Bank Ltd | Nawabpur Road Branch | 292604 | 500,000 | 500,000 |
| 138 | | Bangshal Branch | 064942/08 | 500,000 | 500,000 |
| 139 | | Bangshal Branch | 115065/08 | 500,000 | 500,000 |
| 140 | | Bangshal Branch | 115207/08 | 500,000 | 500,000 |
| 141 | | Foreign Exchange Branch | 2033135095 | 500,000 | 500,000 |
| 142 | | Board Bazar Branch | 281935 | 500,000 | 500,000 |
| 143 | | Imamgonj Branch | 003525/5312/03 | 500,000 | 500,000 |
| 144 | Eastern Bank Ltd. | Khilgaon Branch | 1295610091204 | 500,000 | 500,000 |
| 145 | | Motijheel Branch | 016203/01024040000 | 500,000 | 500,000 |
| 146 | | Sonargaon Road Branch | 001909/104/1 | 400,000 | 400,000 |
| 147 | | Hemayet Pur Branch | 679443 | 500,000 | 500,000 |
| 148 | EXIM Bank Ltd | Gajipur Branch | 740772 | 500,000 | 500,000 |
| 149 | | Gazipur Branch | 0740254/0056010038 | 1,000,000 | 1,000,000 |
| 150 | | Gazipur Chowrasta Branch | 00560100395956 | 500,000 | 500,000 |
| 151 | | Gazipur Chowrasta Branch | 00560100489544 | 500,000 | - |
| 152 | | Imamgonj Branch | 00660100110379 | 200,000 | 200,000 |
| 153 | | Imamgonj Branch | 00660100154591 | 500,000 | 500,000 |
| 154 | | Imamgonj Branch | 00660100196279 | 500,000 | 500,000 |
| 155 | | Khulna Branch | 739661 | 500,000 | 500,000 |
| 156 | | Tangail Branch | 0693044/23927 | 500,000 | 500,000 |
| 157 | | Mawna Chowrasta Branch | 02060100294687 | 500,000 | 500,000 |
| 158 | | Motijheel Branch | 043659/410033110 | 300,000 | 300,000 |
| 159 | | Motijheel Branch | 0446428/24300060631 | 1,000,000 | 1,000,000 |
| 160 | | Motijheel Branch | 160100525312 | 1,000,000 | 1,000,000 |
| 161 | | Narayangonj Branch | 0671289/0116010031 | 500,000 | 500,000 |
| 162 | | Nawabpur Branch | 015668/41003681 | 500,000 | 500,000 |
| 163 | | Nawabpur Branch | 037248/ 24300008218 | 500,000 | 500,000 |
| 164 | | Nayarhat Branch. | 0837925/0816010013 | 500,000 | - |
| 165 | | New Eskaton Branch | 023225/4100224/2 | 500,000 | 500,000 |
| 166 | | CDA Avenue Branch | 2660403061 | 500,000 | - |
| 167 | First Lease Finance & | Pansaboti Branch | 46027/05360100031452 | 300,000 | 300,000 |
| 168 | | Head Office | 2266/0100320140073 | 500,000 | 500,000 |

Meghna Insurance Company Limited

Schedule of Fixed Deposit Receipt

As at 31 December, 2020

Annexure - B

| SL | Bank Name | Branch Name | FDR Number | 2020 | 2019 |
|-----|---------------------------------------|-------------------------|---------------------------|-----------|-----------|
| 169 | First Lease Finance & Investment Ltd. | Head Office | 2960/0010032014000 | 500,000 | 500,000 |
| 170 | First Security Islami Bank Ltd. | Kawranbazar Branch | 1311410 | | 500,000 |
| 171 | IBBL | Bangshal Branch | 80507/2818 | 500,000 | 500,000 |
| 172 | | Benapole Branch | 1643851/263802 | 500,000 | 500,000 |
| 173 | | Benapole Branch | 1980790/313110 | 500,000 | 500,000 |
| 174 | | Benapole Branch | 861288/143010 | 500,000 | 500,000 |
| 175 | | Bogra Branch | 0014535/1661817 | 1,000,000 | 1,000,000 |
| 176 | | Bogra Branch | 1114356/1364716 | 500,000 | 500,000 |
| 177 | | Daulutpur Branch | 1541934/806 | 500,000 | 500,000 |
| 178 | | Daulutpur Branch | 1798995/9516 | 1,000,000 | 1,000,000 |
| 179 | | Foreign Exchange Branch | 232586/532718 | 500,000 | 500,000 |
| 180 | | Gendaria Branch | 1187084/148604 | 1,000,000 | 1,000,000 |
| 181 | | Gendaria Branch | 1187229/1630 | 500,000 | 500,000 |
| 182 | | Gendaria Branch | 1187230/1631 | 500,000 | 500,000 |
| 183 | | Gendaria Branch | 1399670/1722 | 500,000 | 500,000 |
| 184 | | Gendaria Branch | 20503370500220800 | 1,000,000 | - |
| 185 | | Gendaria Branch | 1693658/2268 | | 1,000,000 |
| 186 | | IDB Bhaban Branch | 219191 | 500,000 | 500,000 |
| 187 | | Islampur Branch | 1079968/5167 | 800,000 | 800,000 |
| 188 | | Jatrabari Branch | 830121/649502 | 500,000 | 500,000 |
| 189 | | Jessore Branch | 1036192/2050125500712312 | 1,000,000 | 1,000,000 |
| 190 | | Jhikorgacha Branch | 1559813/3873 | 500,000 | 500,000 |
| 191 | | Mouchak Branch | 318730/7430217 | 500,000 | 500,000 |
| 192 | | Nawabpur Branch | 75635/72832 | 1,000,000 | 1,000,000 |
| 193 | | Satkhira Branch | 1860466/1193114 | 500,000 | 500,000 |
| 194 | | Sherpur Branch | 1347452/386707 | 500,000 | 500,000 |
| 195 | | Sherpur Branch | 1347481/389609 | 500,000 | 500,000 |
| 196 | | Zinzira Branch | 1353029/20501270500398507 | 500,000 | 500,000 |
| 197 | | Lalbagh Branch | 1829549/314801 | 500,000 | 500,000 |
| 198 | | Mongla Branch, Khulna | 1903008/426312 | 500,000 | 500,000 |
| 199 | | Daulutpur Branch | 2232388/12770 | 1,000,000 | - |
| 200 | | Daulutpur Branch | 2017661/11541 | 500,000 | - |
| 201 | | Daulutpur Branch | 2231824/12267 | 1,000,000 | - |
| 202 | | Elephant Road Branch | 2268887/6242 | 500,000 | - |
| 203 | | Dumuria Branch | 2359072/266 | 500,000 | - |
| 204 | | Nawabpur Branch | 1631991/953302 | 1,000,000 | 1,000,000 |
| 205 | ICB Islami Bank | Agrabad Branch | 26996 | 500,000 | 500,000 |
| 206 | | Agrabad Branch | 33846 | 500,000 | 500,000 |
| 207 | | Jubilee Road Branch | 300160006372/2 | 500,000 | - |
| 208 | | Khatungonj Branch | 24567 | 500,000 | 500,000 |
| 209 | IFIC Bank Ltd | Mirpur Road Branch | 5120/ 22115 | 500,000 | 500,000 |
| 210 | | Agrabad Branch | 1094503/2030000443200 | 2,000,000 | 2,000,000 |
| 211 | | Bagerhat Branch | 1210044/4212702740200 | 500,000 | 500,000 |
| 212 | | Bangshal Branch | 1024623/19974 | 500,000 | 500,000 |
| 213 | | Islampur Branch | 1123345/1005111421-200 | 500,000 | 500,000 |
| 214 | | Manikgonj Branch | 1166813/691479 | 500,000 | 500,000 |
| 215 | | Moulavibazar Branch | 1136416/135/1004681582 | 500,000 | 500,000 |
| 216 | | Nawabpur Branch | 1005925/120 | 500,000 | 500,000 |
| 217 | | Nawabpur Branch | 1152294/1143 | 500,000 | 500,000 |
| 218 | | Nawabpur Branch | 1152402/1151 | 500,000 | 500,000 |
| 219 | | Rupgang Branch | 1107857 | 1,000,000 | 1,000,000 |
| 220 | | Rupgang Branch | 1193428 | 1,000,000 | 1,000,000 |
| 221 | | Federation Branch | 072441/4236/96 | 1,000,000 | 1,000,000 |

Meghna Insurance Company Limited

Schedule of Fixed Deposit Receipt

As at 31 December, 2020

Annexure - B

| SL | Bank Name | Branch Name | FDR Number | 2020 | 2019 |
|-----|--------------------------|--------------------------|-------------------------|-----------|-----------|
| 222 | IDLC | Dilkusha Branch | 1.02522E+13 | - | - |
| 223 | Jamuna Bank Ltd. | Agrabad Branch | 56125/330038020 | 500,000 | 500,000 |
| 224 | | Bahaddar Hat | 45661/280330007619 | 500,000 | 500,000 |
| 225 | | Elephant Road Branch | 245308/01110330000 | 500,000 | 500,000 |
| 226 | | Elephant Road Branch | 245459/111-1588 | 200,000 | 200,000 |
| 227 | | kadomtoli Br | 0302838/ 0330020159 | 1,000,000 | - |
| 228 | | Lalmatia Branch | 0136218/0330000183 | 500,000 | 500,000 |
| 229 | Janata Bank Ltd. | Janata Bank Bhaban Corp | 275494/003030805 | 2,000,000 | 2,000,000 |
| 230 | Marcantile Bank Ltd | Gazipur Branch | 0295974/01846 | 500,000 | 500,000 |
| 231 | | Gazipur Branch | 130741317682281 | 500,000 | 500,000 |
| 232 | | Imamgonj Branch | 116941321289847 | 500,000 | 500,000 |
| 233 | | Jessore Branch | 0184419/114641321105888 | 500,000 | 500,000 |
| 234 | | Jessore Branch | 0184832/114641233454317 | - | - |
| 235 | | Kalaya Branch | 119941321280673 | 500,000 | 500,000 |
| 236 | | Kawranbazar Branch | 002794/41007782 | 500,000 | 500,000 |
| 237 | | Main Branch | 0008272/4/033433 | 500,000 | 500,000 |
| 238 | | Nayabazar Branch | 1111-412-14380748 | 500,000 | 500,000 |
| 239 | Meghna Bank Ltd | Uttara Branch | 10451/1112255000001 | 500,000 | 500,000 |
| 240 | | EPZ Asulia Branch | 13497 | 500,000 | 500,000 |
| 241 | | Dhaka Epz Br | 1104254131 | 1,000,000 | - |
| 242 | | Barisal Branch | 30604/254-112 | 1,000,000 | - |
| 243 | | Dhaka Epz Br | 1104254130 | 1,000,000 | - |
| 244 | | Principal Branch | 37793/110125400000597 | - | - |
| 245 | | Madabdi Branch | 0014555/255029 | 500,000 | 500,000 |
| 246 | Midas Financing Ltd. | Dhanmondi Branch | D024667 | 500,000 | 500,000 |
| 247 | Mutual Trust Bank Ltd. | Dhokora Branch | 280267/0330022907 | 500,000 | 500,000 |
| 248 | | Dolaikhal Branch | 0330013193 | 1,000,000 | 1,000,000 |
| 249 | | Dolaikhal Branch | 184745/033-11882 | 1,000,000 | 1,000,000 |
| 250 | | Kakrail Branch | 196271/0330004838 | 500,000 | 500,000 |
| 251 | | Malibag Chowdhurypara Br | 367 | 500,000 | 500,000 |
| 252 | | Principal Branch | 330074092 | 500,000 | 500,000 |
| 253 | | Jamirdia Br | 0076-0330002438 | 500,000 | - |
| 254 | | Monohordi Br | 355941/257 | 500,000 | - |
| 255 | | Principal Branch | 291202/124662/16 | 2,000,000 | 2,000,000 |
| 256 | | Uttara Model Town Branch | 015603/6348 | 250,000 | 250,000 |
| 257 | NCC Bank Ltd | Nawabpur Road Branch | 8474 | 500,000 | 500,000 |
| 258 | | Progoti Sarani Branch | 0016329/337/18 | | 500,000 |
| 259 | | Babu Bazar Branch | 0311123/90/19 | 500,000 | 500,000 |
| 260 | | Barisal Branch | 0019820 | 500,000 | 500,000 |
| 261 | | Barisal Branch | 202976 | 500,000 | 500,000 |
| 262 | | Islampur Branch | 0028289/63/05 | 500,000 | 500,000 |
| 263 | | Jubilee Road Branch | 0017744/2925 | 500,000 | 500,000 |
| 264 | | Madam Bibirhar Branch | 158004 | 1,000,000 | 1,000,000 |
| 265 | | Madhupur Br | 0028171/0064003319586 | 500,000 | - |
| 266 | | Mitfort Branch | 0185452/152/12 | 500,000 | 500,000 |
| 267 | NRB Commercial Bank Ltd. | O R Nizam Road Branch | 0118500/8423 | 500,000 | 500,000 |
| 268 | | Uttara Branch | 31757/ 131 | 500,000 | 500,000 |
| 269 | | Board Bazar Branch | 3179/1097060000001 | | 500,000 |
| 270 | | Jubilee Road Branch | 137473361 | 500,000 | - |
| 271 | | Mograpara Branch | 0110-712-57 | 500,000 | 500,000 |
| 272 | NRB Global Bank Ltd | Hatirpool Branch | 34023/0144712000007 | 500,000 | 500,000 |
| 273 | | Nawabpur Branch | 0537520 | 500,000 | 500,000 |
| 274 | NRB bank Ltd | O R Nizam Road Branch | 2023030069585 | 1,000,000 | - |
| 275 | National Bank Ltd. | Bangshal Branch | 046300/2668 | 500,000 | 500,000 |
| 276 | | CDE Avenue Branch | 0270297/55002919 | | 1,000,000 |
| 277 | | CDE Avenue Branch | 0270345/55003388 | | 1,000,000 |

Meghna Insurance Company Limited

Schedule of Fixed Deposit Receipt

As at 31 December, 2020

Annexure - B

| SL | Bank Name | Branch Name | FDR Number | 2020 | 2019 |
|-----|------------------------|--------------------------|-----------------------|-----------|-----------|
| 278 | National Bank Ltd. | Gulshan Corporate Branch | 0650194/120003651360 | 500,000 | 500,000 |
| 279 | | Gulshan Corporate Branch | 1200003948976 | 500,000 | - |
| 280 | | Kawranbazar Branch | 0134486/33/33559 | 500,000 | 500,000 |
| 281 | | Motijheel Branch | 5855768441 | 1,000,000 | 1,000,000 |
| 282 | One Bank | Nandipara Branch | 254615/ | 500,000 | - |
| 283 | | Uttara Branch,Dhaka | 199030 | - | 500,000 |
| 284 | | Elephant Road Branch | 0274140000551 | 500,000 | 500,000 |
| 285 | | Jatrabari Branch | 064180 | 500,000 | 500,000 |
| 286 | | pragatisarani Br | 194239/025-4130000400 | 500,000 | - |
| 287 | | Motijheel Branch | 034363/3160755007 | 500,000 | 500,000 |
| 288 | | Motijheel Branch | 066313/3160755015 | 500,000 | 500,000 |
| 289 | | Principal Branch | 14130003123/ 213883 | 500,000 | 500,000 |
| 290 | | Ashulia Branch,saver | 251098 | 500,000 | 500,000 |
| 291 | Premier Bank Ltd | Ashulia Branch,saver | 251135 | 500,000 | 500,000 |
| 292 | | New Elephant Road Branc | 0170580/10975 | 500,000 | 500,000 |
| 293 | | Bangshal Branch | 269498 | 1,000,000 | 1,000,000 |
| 294 | | Dilkusha Branch | 007403/41007979 | 200,000 | 200,000 |
| 295 | | Elephant Road Branch | 10975 | 500,000 | - |
| 296 | | Pahartoli Branch | 24400000079 | 500,000 | 500,000 |
| 297 | | Garib E Newaz avenue Br. | 24400000105 | 500,000 | - |
| 298 | | Feni Br. | 0297681/244-53 | 500,000 | - |
| 299 | | Bhaluka Br. Mymensing | 15625200000003 | 500,000 | - |
| 300 | | Zinzira Branch | 102436 | 500,000 | 500,000 |
| 301 | Prime Bank Ltd. | Mouchak Branch | 006293/41002926 | 500,000 | 500,000 |
| 302 | | Islami Banking Branch | 41016901/02431/169 | 1,000,000 | 1,000,000 |
| 303 | | Maulivibazar Branch | 002141/1408 | 500,000 | 5,000,000 |
| 304 | | Motijheel Branch | 000502/299/9 | 500,000 | 500,000 |
| 305 | | Motijheel Branch | 0038246/41056229 | 1,000,000 | 1,000,000 |
| 306 | | Prabartak More Br | 0240931/12141 | 500,000 | - |
| 307 | | Pragati Sharani Branch | 0039778/41001740 | 500,000 | 500,000 |
| 308 | Pubali Bank Ltd | Bazar Road Branch | 6343 | 500,000 | 500,000 |
| 309 | | Bazar Road Branch | 663384 | 500,000 | 500,000 |
| 310 | | Gulshan Model Town Branc | 480501/10548 | 500,000 | 500,000 |
| 311 | | Hospital Road Branch | 76774/ 9100 | 500,000 | 500,000 |
| 312 | | Jalkahati Branch | 584056 | 500,000 | 500,000 |
| 313 | | Ashulia Branch,saver | 1025759/ 6611 | 1,000,000 | - |
| 314 | | Principal Branch | 398285 | 1,000,000 | 1,000,000 |
| 315 | Padma Bank Ltd | Dumki Branch | 20887/0124300409525 | - | - |
| 316 | Rupali Bank Ltd. | Nayapalton branch | 318499/27/45 | 500,000 | 500,000 |
| 317 | SBAC | Bhatiary Branch | 80035/ 5243002590 | 1,000,000 | - |
| 318 | | Jubilee Road Branch | 0010487/87/15 | - | 1,000,000 |
| 319 | | Hemayet Pur Branch | 71902/3243001324 | 500,000 | - |
| 320 | | Hemayet Pur Branch | 71966/3243001379 | 500,000 | - |
| 321 | | Dhanmondi Branch | 64960 | 500,000 | - |
| 322 | | Narayangonj Branch | 38244000448/ 29290 | 500,000 | 500,000 |
| 323 | | Bhola Branch | 71222 | 500,000 | 500,000 |
| 324 | | Bhola Branch | 0071210 | 500,000 | 500,000 |
| 325 | | Bogra Branch | 0065087 | 2,000,000 | - |
| 326 | | Jubilee Road Branch | 18243000088 | 1,000,000 | - |
| 327 | | Principal Branch | 01243000043625/05310 | 500,000 | 500,000 |
| 328 | Social Islami Bank Ltd | Babu Bazar Branch | 10404504 | 500,000 | 500,000 |
| 329 | | Babubazar Branch | 006292 | 250,000 | 250,000 |
| 330 | | Bagerhat Branch | 088533403 | 500,000 | 500,000 |
| 331 | | Banani Branch | 0275330005254 | 300,000 | 300,000 |
| 332 | | Banani Branch | 0275330005265 | 200,000 | 200,000 |
| 333 | | Bangshal Branch | 10066248/532177 | 1,000,000 | 1,000,000 |
| 334 | | Barisal Branch | 10064395/95 | 500,000 | 500,000 |

Meghna Insurance Company Limited

Schedule of Fixed Deposit Receipt

As at 31 December, 2020

Annexure - B

| SL | Bank Name | Branch Name | FDR Number | 2020 | 2019 |
|-----|----------------------------|---------------------------|---------------------|-----------|-----------|
| 335 | Social Islami Bank Limited | Barisal Branch | 10064408/108/53379 | 500,000 | 500,000 |
| 336 | | Barisal Branch | 10064532/232 | 500,000 | 500,000 |
| 337 | | Barisal Branch | 10126374/674 | 500,000 | 500,000 |
| 338 | | Barisal Branch | 10177672/872/53212 | 1,000,000 | 1,000,000 |
| 339 | | Barisal Branch | 10297288/533957 | 500,000 | 500,000 |
| 340 | | Bhulta Branch | 10090402/53235 | 500,000 | 500,000 |
| 341 | | Dania Branch | 10132678/5321647 | 1,000,000 | 1,000,000 |
| 342 | | Dania Branch | 10186734/5332166 | 500,000 | 500,000 |
| 343 | | Dania Rasulpur Branch | 10132775/5321682 | 500,000 | 500,000 |
| 344 | | Dania Rasulpur Branch | 325320004516 | 500,000 | 500,000 |
| 345 | | Demra Branch | 10369810/5332284 | 500,000 | 500,000 |
| 346 | | Dumuria Branch | 10284935/533-636 | 500,000 | 500,000 |
| 347 | | GEC Moor Branch | 10158502/5321626 | 500,000 | 500,000 |
| 348 | | Garibe Newaz Branch | 10422854/532-1175 | 500,000 | 500,000 |
| 349 | | Garibe Newaz Branch | 10119937/53273 | 500,000 | 500,000 |
| 350 | | Garibe Newaz Branch | 10176822/533581 | 500,000 | 500,000 |
| 351 | | Gausia, Elephant Road Bra | n 598533685 | 500,000 | 500,000 |
| 352 | | Gopaldi Bazar Branch | 36532707 | 500,000 | 500,000 |
| 353 | | Gulshan Branch | 10088360/5324396 | 500,000 | 500,000 |
| 354 | | Hasnabad Branch | 10180414/5322173 | 500,000 | 500,000 |
| 355 | | Keranigonj Branch | 5330001675 | 500,000 | 500,000 |
| 356 | | Khulna Branch | 033845/364 | 200,000 | 200,000 |
| 357 | | Lohagora Branch | 10113969/532524 | 500,000 | 500,000 |
| 358 | | Madabdi Branch | 10022178/532167 | 500,000 | 500,000 |
| 359 | | Maulavibazar Branch | 0105330007123 | 500,000 | 500,000 |
| 360 | | Maulavibazar Branch | 0105330007382 | 200,000 | 200,000 |
| 361 | | Mirpur Branch | 10029058/5338662 | 500,000 | 500,000 |
| 362 | | Mohakhali Branch | 0705331663 | 500,000 | 500,000 |
| 363 | | Mohakhali Branch | 10352072/070533238 | 500,000 | 500,000 |
| 364 | | Mohakhali Branch | 10352555/533-3079 | 500,000 | 500,000 |
| 365 | | Mohakhali Branch | 10352633/533-2776 | 500,000 | 500,000 |
| 366 | | Nawabpur Branch | 032562 | 500,000 | 500,000 |
| 367 | | Nawabpur Branch | 10042997 | 1,000,000 | 1,000,000 |
| 368 | | New Eskaton Branch | 10030161/533351 | 1,000,000 | 1,000,000 |
| 369 | | Norsingdi Branch | 40807/125533000026 | 500,000 | 500,000 |
| 370 | | Pachdona Branch | 10220553/53231 | 1,000,000 | 1,000,000 |
| 371 | | Principal Branch | 016226 | 250,000 | 250,000 |
| 372 | | Principal Branch | 224003 | 500,000 | 500,000 |
| 373 | | Principal Branch | 224011 | 500,000 | 500,000 |
| 374 | | Principal Branch | 036116 | 500,000 | 500,000 |
| 375 | | Rokeya Sarani Branch | 10043515 | 200,000 | 200,000 |
| 376 | | Safa Bondor Branch | 10311004/04 | 500,000 | 500,000 |
| 377 | | Vatara Branch | 10419599/532-00005 | 500,000 | 500,000 |
| 378 | | Charfassion Branch | 10392684/121532735 | 1,000,000 | 1,000,000 |
| 379 | | Charfassion Branch | 10525833/532-779 | 500,000 | - |
| 380 | | Dumuria Branch, Bagerhat. | 10450315 | 500,000 | 500,000 |
| 381 | | Jessore Branch | 10437803/532-1619 | 500,000 | 500,000 |
| 382 | | Mohakhali Branch | 0705320001627/1035 | 1,000,000 | 1,000,000 |
| 383 | | Vatara Branch | 111532947 | 500,000 | - |
| 384 | | Mohakhali Branch | 10439809/4407 | 500,000 | - |
| 385 | | Mohakhali Branch | 10439816 | 500,000 | - |
| 386 | | Mohakhali Branch | 10439071/2066 | 500,000 | - |
| 387 | | Vatara Branch | 10483920 | 500,000 | 500,000 |
| 388 | | Chinishpur Branch | 0351830/40565330002 | 500,000 | 500,000 |
| 389 | | Joydebpur Chowrasta bran | 180984/2844 | 500,000 | 500,000 |
| 390 | | Kawran Bazar Branch | 037221/533300000657 | 500,000 | 500,000 |

Meghna Insurance Company Limited

Schedule of Fixed Deposit Receipt

As at 31 December, 2020

Annexure - B

| SL | Bank Name | Branch Name | FDR Number | 2020 | 2019 |
|-----|---------------------------|-----------------------------|-------------------------|-----------|-----------|
| 391 | Shahjalal Islami Bank Ltd | Khatungonj Branch | 027850/1250/5333436 | 750,000 | 750,000 |
| 392 | | Manikgonj Branch | 40515323/ 0264045 | 500,000 | 500,000 |
| 393 | | khulna Branch | 56781/276/11015330 | 200,000 | 200,000 |
| 394 | | Elephant Road Branch | 263913/51 | 500,000 | 500,000 |
| 395 | | Baluka Branch | 328059/ 642 | 500,000 | 500,000 |
| 396 | | Chuknagar Branch | 344154 | 500,000 | 500,000 |
| 397 | | Haluagat Branch | 216754 | 500,000 | 500,000 |
| 398 | | Maowna Branch | 329233/ 403453242 | 500,000 | 500,000 |
| 399 | | Maowna Branch | 328806 / 29 | 500,000 | 500,000 |
| 400 | | Maowna Branch | 329137 /39 | 500,000 | 500,000 |
| 401 | | Maowna Branch | 403453252 | 500,000 | - |
| 402 | | Gafargaon Br | 407053213 | 1,000,000 | - |
| 403 | | Mitfort Branch | 40025323997 | 500,000 | - |
| 404 | | Nababpur Branch. | 507624 | 500,000 | - |
| 405 | | Narayangonj Branch | 427083 | 500,000 | 500,000 |
| 406 | Sonali Bank Ltd. | Local Office | 2655001875 | 2,000,000 | 2,000,000 |
| 407 | South East Bank. | Aganagar Branch | 7069965/2450000156 | 1,000,000 | 1,000,000 |
| 408 | | Bogra Branch | 7146118/24500000306 | 500,000 | 500,000 |
| 409 | | Gulshan Branch | 70540141/24500023805 | 250,000 | 250,000 |
| 410 | | Joydebpur chowrasta Branch | 7313914/24400000023 | 500,000 | 500,000 |
| 411 | | Joydebpur chowrasta Branch | 7415536/24594 | 500,000 | 500,000 |
| 412 | | Jubilee Road Branch | 000824500027732 | 500,000 | 500,000 |
| 413 | | Jubilee Road Branch | 244000012087 | 1,000,000 | 1,000,000 |
| 414 | | Jubilee Road Branch | 7090633/24500022036 | 500,000 | 500,000 |
| 415 | | Jubilee Road Branch | 7441931/24400012088 | 500,000 | - |
| 416 | | Kawranbazar Branch | 7036580/24500002389 | 400,000 | 400,000 |
| 417 | | Kawranbazar Branch | 7036581/24500002395 | 100,000 | 100,000 |
| 418 | | Khulna Branch | 1124516384 | 500,000 | 500,000 |
| 419 | | New Eskaton Branch | 7045383/2450000905 | 250,000 | 250,000 |
| 420 | | Agargaon Branch | 7366686/245000008509 | 1,000,000 | 1,000,000 |
| 421 | | Ghior Branch | 7446069/24505 | 500,000 | 500,000 |
| 422 | Standard Bank Ltd | Narayangonj Branch | 7431954/244 | 500,000 | - |
| 423 | | Jubilee Road Branch | 7518324/12096 | 500,000 | - |
| 424 | | Pahartoli Branch | 24500001385 | 500,000 | 500,000 |
| 425 | | Rokeya Sarani Branch | 7255671/24400000077 | 500,000 | 500,000 |
| 426 | | Foreing Exchange Branch | 189878/01355016277 | 500,000 | 500,000 |
| 427 | | Gulshan Branch | 007487/55004771/07 | 200,000 | 200,000 |
| 428 | | Khulna Branch | 55016702 | 100,000 | 100,000 |
| 429 | | Jessore Branch | 1155012835 | 1,000,000 | - |
| 430 | | Nawabpur Branch | 081941/04255000938 | - | - |
| 431 | | Principal Branch | 026986/55025958 | 500,000 | 500,000 |
| 432 | | Pahartoli Branch | 162415/03655001317 | 1,000,000 | - |
| 433 | | Uttara Branch | 155501547070 | 500,000 | 500,000 |
| 434 | | Gulshan South Avenue Branch | 0124400240937 | 500,000 | 500,000 |
| 435 | | Imamgonj Branch | 0124400250652 | 500,000 | 500,000 |
| 436 | Padma bank Ltd | Kalashakti Branch | 20074/0124300334264 | 500,000 | 500,000 |
| 437 | | Mirpur Branch | 0020571/01244-3846 | 500,000 | 500,000 |
| 438 | | Mirpur Branch | 0020615/124400161508 | 500,000 | 500,000 |
| 439 | State Bank of India | Chittagong Br | 014883/05220495930201 | 1,000,000 | 1,000,000 |
| 440 | Trust Bank Ltd | Sena Kalyan Branch | 0003-0330022717 | 1,000,000 | 1,000,000 |
| 441 | | Chashara Branch | 342098/0931103000000018 | 200,000 | 200,000 |
| 442 | | Dania Branch | 1011692 | - | 300,000 |
| 443 | | Enayat Bazar Branch | 1057449 | - | - |
| 444 | | Foreign Exchange Branch | 0457789/0721403023 | 500,000 | 500,000 |
| 445 | | Khan Jahan Ali Road Branch | 0127912/44/06 | 300,000 | 300,000 |
| 446 | | Mohakhali Branch | 0527195/078240400128 | 500,000 | 500,000 |

Meghna Insurance Company Limited

Schedule of Fixed Deposit Receipt

As at 31 December, 2020

Annexure - B

| SL | Bank Name | Branch Name | FDR Number | 2020 | 2019 |
|-------|------------------|---------------------|-----------------------|-------------|-------------|
| 447 | UCBL | Mohakhali Branch | 782410000000097 | 500,000 | 500,000 |
| 448 | | Mohammadpur Branch | 0501404000000408 | 500,000 | 500,000 |
| 449 | | Narayangonj Branch | 8261/0332404000000063 | 200,000 | 200,000 |
| 450 | | Nayabazar Branch | 091502/19/99 | 400,000 | 400,000 |
| 451 | | Pahartoli Branch | 0550420/0029 | 500,000 | 500,000 |
| 452 | | Pahartoli Branch | 10522156/097140401 | 500,000 | 500,000 |
| 453 | | Principal Branch | 0294634/4130023943 | 200,000 | 200,000 |
| 454 | | Principal Branch | 407495 | 500,000 | 500,000 |
| 455 | | Jessore Branch | 37240354 | 500,000 | - |
| 456 | | Station Road Branch | 205175/2011 | 500,000 | 500,000 |
| 457 | Uttara Bank Ltd. | Banijya Branch | 0258310/52/97 | 300,000 | 300,000 |
| 458 | | Rikabi Bazar Branch | 0443624/1872 | 500,000 | 500,000 |
| 459 | | Gulshan Branch | 0253879/79 | 400,000 | 400,000 |
| 460 | | Local Office Branch | 0256306/21/12196 | 1,000,000 | 1,000,000 |
| - | | | | | |
| Total | | | | 253,350,000 | 225,150,000 |

Meghna Insurance Company Limited

Schedule of Bank Balance

As at 31 December, 2020

Annexure - C

| List of Short Notice Deposit | | | | Amount in Taka | |
|------------------------------|------------------------|-------------------------|--------------------|--------------------|-------------------|
| SL | Bank Name | Branch Name | Account Number | 2020 | 2019 |
| 01 | BASIC Bank Ltd | Main Branch | # 216-01-0000443 | 1,524,336.00 | 680,773.00 |
| 02 | BASIC Bank Ltd | Main Branch | # 0216-01-0001531 | 35,659,388.00 | 27,456,674.00 |
| 03 | NCC Bank Ltd | NCC Bhaban Branch | # 0103-032-5000535 | 31,947,705.00 | 44,003,396.00 |
| 04 | Social Islami Bank Ltd | Corporate office Branch | # 127-136-0000-258 | 44,095,544.00 | 18,041,980.00 |
| 05 | IFIC Bank Ltd | Gulshan Branch | # 0180048947041 | 4,031.00 | - |
| 06 | AB Bank Ltd | Kakrail Branch | # 4009-780993-430 | - | 52,984.00 |
| Total | | | | 113,231,004 | 90,235,807 |

| List of Current Deposit | | | | Amount in Taka | |
|-------------------------|------------------------|-------------------|------------------|----------------|-----------|
| SL | Bank Name | Branch Name | Account Number | 2020 | 2019 |
| 01 | BASIC Bank Ltd | Main Branch | 0210-01-0012310 | 168.00 | 4,381.00 |
| 02 | BASIC Bank Ltd | Main Branch | 0210-01-0012297 | 366,189.00 | 69,219.00 |
| 03 | BASIC Bank Ltd | Bogura Br | 1210-01-0005302 | 108.00 | 1,055.00 |
| 04 | BASIC Bank Ltd | Feni Br | 721-01-0000-260 | 4,298.00 | 1.00 |
| 05 | BASIC Bank Ltd | Jashore Br | 1810-01-0015030 | 1.00 | 480.00 |
| 06 | BASIC Bank Ltd | Jubilee Rd | 1310-01-0003385 | 1,121.00 | 5,431.00 |
| 07 | BASIC Bank Ltd | Kawran Bazar Br | 3110-01-0007734 | - | 52,837.00 |
| 08 | BASIC Bank Ltd | Main Branch | 0210-01-0012304 | 3,328.00 | - |
| 09 | BASIC Bank Ltd | Tan Bazar Br | 1410-01-0003790 | 6,166.00 | 5,644.00 |
| 10 | BASIC Bank Ltd | Main Branch | 0210-01-0012281 | 2,838.00 | 5,000.00 |
| 11 | NCC Bank Ltd | NCC Bhaban Branch | 01030210004481 | 900.00 | - |
| 12 | NCC Bank Ltd | Agrabad | 0003-0210031336 | 111.00 | 2,159.00 |
| 13 | NCC Bank Ltd | Banani Br | 0050-0210009604 | 2,747.00 | - |
| 14 | NCC Bank Ltd | Nawabpur Br | 0047-0210039765 | 4,299.00 | 23,847.00 |
| 15 | NCC Bank Ltd | Kadamtoli Br | 00190210021492 | 1,422.00 | 1,160.00 |
| 16 | NCC Bank Ltd | Dilkusha Br | 0028-0210021339 | 7,552.00 | - |
| 17 | NCC Bank Ltd | Elephant Rd | 00430210014188 | 7,652.00 | 10,195.00 |
| 18 | NCC Bank Ltd | faridpur br | 0115-02-10001408 | 2,316.00 | 4,045.00 |
| 19 | NCC Bank Ltd | Darus-Salam Br | 01020210007881 | 6,886.00 | 8,126.00 |
| 20 | NCC Bank Ltd | Bhaban Br | 0103-0210004276 | 2,516.00 | 4,046.00 |
| 21 | NCC Bank Ltd | Dilkusha Br | 0028-0210021348 | - | 2,236.00 |
| 22 | NCC Bank Ltd | Maghbazar Br | 00110210031354 | 724.00 | 3,011.00 |
| 23 | NCC Bank Ltd | Motijheel Main Br | 00020210033657 | 1,502.00 | 3,464.00 |
| 24 | NCC Bank Ltd | Mymensingh Br | 00720210010990 | 2,765.00 | 5,045.00 |
| 25 | NCC Bank Ltd | Bangshal Br | 00220210022816 | 3,521.00 | 5,966.00 |
| 26 | NCC Bank Ltd | Motijheel Br | 0002-0210033675 | 1,000.00 | 1,145.00 |
| 27 | NCC Bank Ltd | Foreign Exchange | 0031-021-0024528 | 2,730.00 | 14,614.00 |
| 28 | NCC Bank Ltd | Toynbee Br | 0031-0210024537 | 6,943.00 | 4,420.00 |
| 29 | NCC Bank Ltd | Foreign Exchange | 0031-021-0024500 | 1,364.00 | 6,522.00 |
| 30 | Social Islami Bank Ltd | Bagerhat | 0881330006135 | 1,606.00 | 3,538.00 |
| 31 | Social Islami Bank Ltd | Barishal Br | 0731330005521 | 6,075.00 | 8,755.00 |
| 32 | Social Islami Bank Ltd | corporate Br | 1271330003495 | 6,775.00 | 73,286.00 |

| | | | | | |
|--------------|------------------------|------------------------|-------------------|-------------------|------------------|
| 33 | Social Islami Bank Ltd | dewanhat br | 0801330005809 | 930.00 | -240.00 |
| 34 | Social Islami Bank Ltd | Joydebpur Chowrasta Br | 1231330002433 | 2,381.00 | - |
| 35 | Social Islami Bank Ltd | Moulvi Bazar Br | 0101330015059 | -2,632.00 | 4,416.00 |
| 36 | Social Islami Bank Ltd | Foreign Exchange | 0181330018232 | 1,743.00 | 2,363.00 |
| 37 | Social Islami Bank Ltd | Khatungong Br | 0141330020735 | 8,440.00 | 6,081.00 |
| 38 | Social Islami Bank Ltd | khulna br | 0051330019159 | 4,226.00 | 120.00 |
| 39 | Social Islami Bank Ltd | Kakrail Br | 1031330002431 | 3,600.00 | 759.00 |
| 40 | Social Islami Bank Ltd | Mohakhali Br | 0701330007081 | 2,080.00 | 5,046.00 |
| 41 | Social Islami Bank Ltd | Bangshal Br | 0711330010794 | 1,269.00 | -471.00 |
| 42 | Social Islami Bank Ltd | Gausia Br | 0981330005877 | 13,688.00 | 1,800.00 |
| 43 | Social Islami Bank Ltd | Foreign Exchange | 0181330018287 | 170.00 | 3,541.00 |
| 44 | Social Islami Bank Ltd | Rangpur Br | 0681330006739 | 70.00 | 2,000.00 |
| 45 | Social Islami Bank Ltd | Savar Br | 0301330014692 | 2,790.00 | 700.00 |
| 46 | Social Islami Bank Ltd | Tongi Br | 0741330007355 | 2,717.00 | 4,900.00 |
| 47 | Social Islami Bank Ltd | corporate Br | 1271330000356 | - | 133.00 |
| 48 | Agrani Bank Ltd | Manikgonj Br | 0200009018675 | 216 | 7.00 |
| 49 | Islami Bank BD Ltd | Matuail Br | 20507770101040600 | 2,068 | 3,501.00 |
| 50 | Islami Bank BD Ltd | Kurigram Br | 1950100262214 | 1,960 | -1,180.00 |
| 51 | Southeast Bank | Motijheel Branch | # 002711100007108 | 0 | 156965.13 |
| 52 | Exim Bank Ltd | Motijheel Branch | # 00111101088412 | 0 | 3922 |
| 53 | Mutual Trust Bank | Principal Branch | # 00020210034147 | 214872 | 149018 |
| 54 | Premier Bank | Motijheel Branch | # 111-17656 | 9737648 | 1384192.5 |
| 55 | Sonali Bank Ltd | NCTB Branch | # 1601402000657 | 54571 | 66648 |
| Total | | | | 10,508,430 | 2,123,850 |

Statement Showing Details of Re-Insurance Ceded and Accepted of the Meghna Insurance Ltd., for the year ended 31st December, 2020

| CLASS OF BUSINESS | PREMIUM | | | | | COMMISSION | | | | | CLAIMS | | | | |
|-------------------------|-----------------------------|---------------------------------|---------------------|--------------------|--------------------|-------------------------|---------------------------------|---------------------|--------------------|-------------------|---------------------------------|---------------------|--------------------|---------------------------|---------------------|
| | Received on Direct Business | Paid on Re-Ins. Ceded | | | NET | Paid on Direct Business | Received on Re-Ins. Ceded | | | NET | PAID ON | | | Received on Re-Ins. Ceded | |
| | | Re-Insurance Accepted In B.desh | Out side Bangladesh | In Bangladesh | | | Re-Insurance Accepted In B.desh | Out side Bangladesh | In Bangladesh | | Re-Insurance Accepted In B.desh | Out side Bangladesh | Direct Business | In Bangladesh | Out side Bangladesh |
| FIRE | | | | | | | | | | | | | | | |
| Private | 229,374,555 | - | - | 99,683,707 | 129,691,548 | 34,406,243 | - | - | 32,157,365 | 2,248,878 | 55,611,804 | - | 95,060,743 | - | (39,448,939) |
| Public | 12,973,324 | - | - | 11,269,598 | 1,703,726 | - | - | - | 1,261,260 | (1,261,260) | 170,846 | - | 90,020 | - | 80,826 |
| Total | 242,348,779 | - | - | 110,953,305 | 131,394,974 | 34,406,243 | - | - | 33,418,625 | 987,618 | 55,782,650 | - | 95,150,763 | - | (39,368,113) |
| MARINE | | | | | | | | | | | | | | | |
| Private | 133,266,868 | - | - | 26,383,602 | 106,883,266 | 19,905,205 | - | - | 7,255,494 | 12,649,711 | 4,091,217 | - | 471,293 | - | 3,619,924 |
| Public | 22,745,658 | - | - | 17,571,003 | 5,174,655 | - | - | - | 33,39,988 | (33,39,988) | 770,321 | - | 596,916 | - | 173,405 |
| Total | 156,012,526 | - | - | 43,954,605 | 112,057,921 | 19,905,205 | - | - | 10,595,482 | 9,309,723 | 4,861,538 | - | 1,068,209 | - | 3,793,329 |
| MOTOR | | | | | | | | | | | | | | | |
| Private | 133,862,575 | - | - | 1,909,569 | 131,953,006 | 26,429,364 | - | - | - | 26,429,364 | 7,725,532 | - | - | - | 7,725,532 |
| Public | 2,852,599 | - | - | - | 2,852,599 | - | - | - | 36,768 | (36,768) | 68,893 | - | - | - | 68,893 |
| Total | 136,715,174 | - | - | 1,909,569 | 134,805,605 | 26,429,364 | - | - | 36,768 | 26,392,596 | 7,794,425 | - | - | - | 7,794,425 |
| MISC. | | | | | | | | | | | | | | | |
| OTHER THAN MOTOR | | | | | | | | | | | | | | | |
| Private | 61,108,924 | - | - | 603,802 | 60,505,122 | 9,166,340 | - | - | 281,107 | 8,885,233 | 708,650 | - | (1,674) | - | 710,324 |
| Public | 23,217,869 | - | - | 22,533,450 | 684,419 | - | - | - | 2,664,625 | (2,664,625) | 14,377,834 | - | 13,886,985 | - | 490,849 |
| Total | 84,326,793 | - | - | 23,137,252 | 61,189,541 | 9,166,340 | - | - | 2,545,732 | 6,620,608 | 15,086,484 | - | 13,885,311 | - | 1,201,173 |
| TOTAL | | | | | | | | | | | | | | | |
| Private | 557,613,322 | - | - | 128,580,680 | 429,032,642 | 89,907,152 | - | - | 39,693,966 | 50,213,186 | 68,137,203 | - | 95,530,362 | - | (27,393,159) |
| Public | 61,789,450 | - | - | 51,374,051 | 10,415,399 | - | - | - | 69,02,641 | (69,02,641) | 15,387,894 | - | 14,573,921 | - | 813,973 |
| GRAND TOTAL | 619,402,772 | - | - | 179,954,731 | 439,448,041 | 89,907,152 | - | - | 4,65,96,607 | 43,310,545 | 83,525,097 | - | 110,104,283 | - | (26,579,186) |