ANNUAL REPORT 2021

Towards Prosperity

অগ্রগতি ও নিরাপত্তার প্রতীক

সেন্ট্রাল ইনস্যুরেন্স কোম্পানী লিঃ

CENTRAL INSURANCE COMPANY LTD.

THE GOLDEN JUBILEE OF GLORIOUS VICTORY

The December 16 in 1971, Bangladesh was born as an independent country under the leadership of the Father of the Nation Bangabandhu Sheikh Mujibur Rahman at the cost of the supreme sacrifice of three million people and the honour of nearly half a million women.

The celebration of Victory Day this year has added a new dimension as the day is set to be celebrated coinciding with two giant celebrations - the birth centenary of the Father of the Nation Bangabandhu Sheikh Mujibur Rahman and the golden jubilee of the country's independence.

Bangladesh's journey of five decades since its victory is phenomenal. Throughout its 50 years' journey, Bangladesh has achieved remarkable progress in reducing poverty, riding on sustained economic growth. Life expectancy, literacy rates and per capita food production have also increased significantly. This progress has been possible because of steady growth in GDP. Bangladesh reached the lower middle income country status in 2015. The Country also fulfilled all three eligibility criteria for graduation from the UN's Least Developed Countries (LDC) list for the first time in 2018 and second time in 2021 and is on track for graduation in 2026.

YOUR PRINCIPLES AND IDEALS WILL ALWAYS BE ALIVE.....

CONDOLENCE

NO WORDS CAN ADEQUATELY EXPRESS OUR SADNESS FOR DEMISE OF OUR HON'BLE FORMER CHAIRMAN & CHIEF ADVISOR. ON BEHALF OF THE ENTIRE CENTRAL INSURANCE FAMILY, WE PRAY TO ALLAH (SWT) TO GRANT THEM JANNATUL FERDOUS AND HOPE THAT ALLAH GIVES THE BEREAVED FAMILY MEMBERS THE STRENGTH TO BEAR THE LOSS IN THIS TIME OF GRIEF AND SORROW.

Alhaj Md. Abu Taher Chowdhury
Sponsor & Former Chairman
Central Insurance Company Limited
We lost him on August 02, 2021

Mr. Azizul Haque Chowdhury
Former Chief Advisor
Central Insurance Company Limited
We lost him on November 06, 2021

BANGLADESH ACHIEVED DURING THE YEAR - 2021

$ 2,591
Per Capita Income

6.94%
GDP Growth
During the Pandemic

$ 44.5
Billion Reserve

73 Years
Average Lifetime

22.61
per thousand
Child Mortality Rate
Under 5 Years

98.5%
Primary Education

2
Life and Non-life Insurers (Public)

34
Life Insurers (Private)

45
Non-life Insurers (Private)

HIGHLIGHTS

Highest Claims Paying Ability

AA

Financial Strength Rating by CRISL

Gross Premium Income

467.42

BDT Million

Underwriting Profit

112.31

BDT Million

Profit Before Tax

160.80

BDT Million

Profit After Tax

127.89

BDT Million

Earnings Per Share

2.41

BDT

Investment Income

82.91

BDT Million

AWARDS & ACCOLADES

Central Insurance Company Ltd. has been recognized for excellent results and making momentous value for all. We believe our awards and recognitions will propel us forward and grateful to all those who have carried the torch and showed the way.

We focus both on what we accomplish and how we accomplish it and we are committed to achieve our future target towards achieving the company's goal. We are committed to make our world more productive every day.

Mr. Md. Zahid Anwar Khan, Chief Executive Officer, Central Insurance Company Ltd. is receiving the Best General Insurance Award 2021 from ICC.

Brief history of ICC

Founded in 1925, Indian Chamber of Commerce (ICC) is the leading and only National Chamber of Commerce having headquarter in Kolkata, and one of the most pro-active and forward-looking Chambers in the country today.

Indian Chamber of Commerce (ICC) forte is its ability to anticipate the needs of the future, respond to challenges and prepare the stakeholders in the economy to benefit from these changes and opportunities. Indian Chamber of Commerce (ICC) gives award to the best General Insurance Company. Central Insurance received Best General Insurance Award 2021 from ICC.

Central Insurance Company Ltd. recognized as the Best General Insurance Company of the Year 2021 awarded by the Indian Chamber of Commerce (ICC).

Special Recognition for Best Strategies for Insurance Spreading.

Best Risk Management Strategy is awarded to Central Insurance Company Ltd.

Oustanding performance for Most Effective Adoption of Technology in Bangladesh insurance industry.

LETTER OF TRANSMITTAL

All Shareholders,
Bangladesh Securities & Exchange Commission (BSEC)
Insurance Development and Regulatory Authority (IDRA)
Registrar of Joint Stock Companies & Firms (RJSC)
Dhaka Stock Exchange Limited (DSE) and
Chittagong Stock Exchange Limited (CSE)

Sub: - Annual Report for the year ended December 31, 2021.

Dear Sir(s)

The undersigned has the privilege to forward a copy of Annual Report along with the Audited Financial Statements including the Financial Position, Income Statement, Changes in Shareholders' Equity and Statement of Cash Flows for the year ended December 31, 2021 together with notes thereon of Central Insurance Company Ltd. is being enclosed herewith for kind information, record and necessary action.

With thanks & regards

Sincerely yours,

MD. JAFAR ALI FCS
Company Secretary

VIRTUAL MEETING

Pursuant to the Bangladesh Securities and Exchange Commission's Notification No. SEC/SRMIC/94-231/91 dated March 31, 2021, a listed company can arrange and hold virtual meeting for shareholders, which can be conducted via live webcast by using digital platform. Accordingly, in the light of prevailing COVID-19 situation in Bangladesh, Central Insurance will hold its 34th AGM 2022 virtually by using digital platform ensuring –

- Facilitate shareholder attendance and participation.
- Enable shareholders to participate fully and equally from any location around the world.

We believe the virtual shareholder meeting will increase the ability to engage with all the shareholders, regardless of their number of shares, resources, or physical location.

Access

Central Insurance values the importance of effective communication with its Shareholders. The Company recognizes the rights of Shareholders and the Shareholders' interest are primarily ensured through its AGM. Accordingly, we have designed our virtual format to enhance, rather than constrain, Shareholder access, participation and communication.

Q&A

The Company does not place restrictions on the type or form of questions that may be asked; however, the Company reserves the right to edit profanity or other inappropriate language for publication. During the live Q&A session of the meeting, the Chair or the Management will try to answer the questions as they come in.

Vote

The Shareholders will be able to cast their vote on the Agenda items and the results will be broadcasted in real time at the time of approval on the specific agenda item.

We believe good Corporate Governance involves openness and trustful cooperation between all stakeholders involved in the Company, including the owners of the Company – the Shareholders. We have carefully designed the 34th AGM of the Company to provide continuous and meaningful Shareholder engagement and participation. Our committed Board of Directors and Management Team value these interactions and invest significant time and resources to ensure that it has an open line of communication with Shareholders.

সেন্ট্রাল ইনস্যুরেন্স কোম্পানী লিঃ
CENTRAL INSURANCE COMPANY LIMITED

অগ্রগতি ও নিরাপত্তার প্রতীক

NOTICE OF THE 34TH ANNUAL GENERAL MEETING

Notice is hereby given that the 34th Annual General Meeting (AGM) of Central Insurance Company Ltd. will be held virtually by using digital platform over the link **https://cicl.hisoftcloud.com** on Sunday, the **26th June, 2022 at 11:00 a.m.** to transact the following businesses:

AGENDA

1) To receive, consider and adopt the Directors' Report and Audited Financial Statements for the year ended 31st December 2021 together with the Auditors' Report thereon.
2) To declare dividend for the year ended 31st December, 2021 as recommended by the Board of Directors.
3) To elect/re-elect Directors.
4) To approve the appointment/re-appointment of Independent Directors.
5) To appoint Statutory Auditors for the year 2022 and fix their remuneration.
6) To appoint Compliance Auditor for the year 2022 and fix their remuneration.

By order of the Board of Directors,

MD. JAFAR ALI FCS
Company Secretary

Date: 26th May, 2022

Notes:

a) The Members whose names appeared on the Members/Depository Register as on **Record Date** i.e. 26th May, 2022 are eligible to attend and vote at the 34th Annual General Meeting (AGM) and receive dividend, if any.

b) Pursuant to the Bangladesh Securities Exchange Commission's Order No.SEC/SRMIC/04-231/932 dated 24 March 2020; the AGM will be virtual meeting which will be conducted via live webcast by using Digital Platform.

c) The members will be able to submit their question/comments and vote electronically 24 hours before of the AGM and during the AGM. For logging into the system, the members need to put their 16 digit Beneficial Owner (BO), ID number and other credential as proof of their identify by visiting the link given to the website the Company i.e. www.cicl-bd.com. The link also sent/be sent to the email addresses to the respected shareholders.

d) As per Bangladesh Securities Exchange Commission (BSEC) Gazette Notification No. BSEC/CMRRCD/2006-158/208/admin/81, dated 20th June, 2018, soft copy of Annual Report along with the Attendance Slip, Proxy Form and the Notice will be forwarded to the all members at their respective email addresses available in their Beneficiary owner (BO) accounts as per CDBL record. Shareholder may collect the printed copy of the Annual Report from the Registered Office or Share Division (7-8, Motijheel C/A., 5th floor, Dhaka).

e) Detailed Schedule of election/re-election of Directors is available at the Notice Board of the Company.

f) 12 (Twelve) digit Taxpayer's Identification Number (e-TIN) failing which disbursement of cash dividend will be made (other than a company) after deduction of tax @ 15% (fifteen percent) instead of 10% (Ten percent) as per Section 54 of the income Tax Ordinance, 1984 (Ordinance No.XXXVI of 1984) as amended by Finance Act., 2015.

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COMPANY'S INFORMATION

Central Insurance Company limited (CICL), established in 1987. Central Insurance Company limited is one of the leading non-life insurance companies in Bangladesh with specialized and significant expertise both in traditional and non-traditional insurance businesses ethically with its dynamic leadership in management.

Central Insurance Company limited has an authorised capital of Tk 1,000 million, of which Tk 531.45 million has been fully subscribed and paid-up by its shareholders.

Considering CICL's sound financial performance, high solvency margin, excellent liquidity, prudent underwriting, diversified ownership model, very high claim paying capability, strong protection factors, the Company has been awarded 'AA' Credit Rating by Credit Rating Information and Services Limited (CRISL), one of the accredited Credit Rating Agencies of Bangladesh.

CICL's products include Fire, Marine Cargo, Marine Hull, Engineering, Overseas Mediclaim & Holiday, Motor, Various Liability, Aviation Hull & Liability and Miscellaneous Insurances.

Central deems claims settlement to be greatest way to achieve customers' satisfaction which ultimately results in increased acquisition of business. In order to ensure swiftness in settling claims Central has made use of information technology, skilled surveyors and qualified loss adjusters.

Central Insurance always works hard for all clients to deliver innovative products and services while maintaining a commitment to safety, security and sustainability.

1. General Information about CICL

Corporate Office:
CIC Tower (3rd & 4th Floor), 7-8, Motijheel C/A, Dhaka-1000, Bangladesh.

Company website:
www.cicl-bd.com

Telephone:
09613 777778, 02 223380251-4

Fax:
88-02-9567421-2

Company Contact:
Md. Jafar Ali FCS
Company Secretary

Share Department:
share@cicl-bd.com
01919 049807

Hotline:
09613 878787

Email:
cic@cicl-bd.com

2. Legal Information

Date of Incorporation
12th November, 1987

Registered with IDRA
30th November, 1987

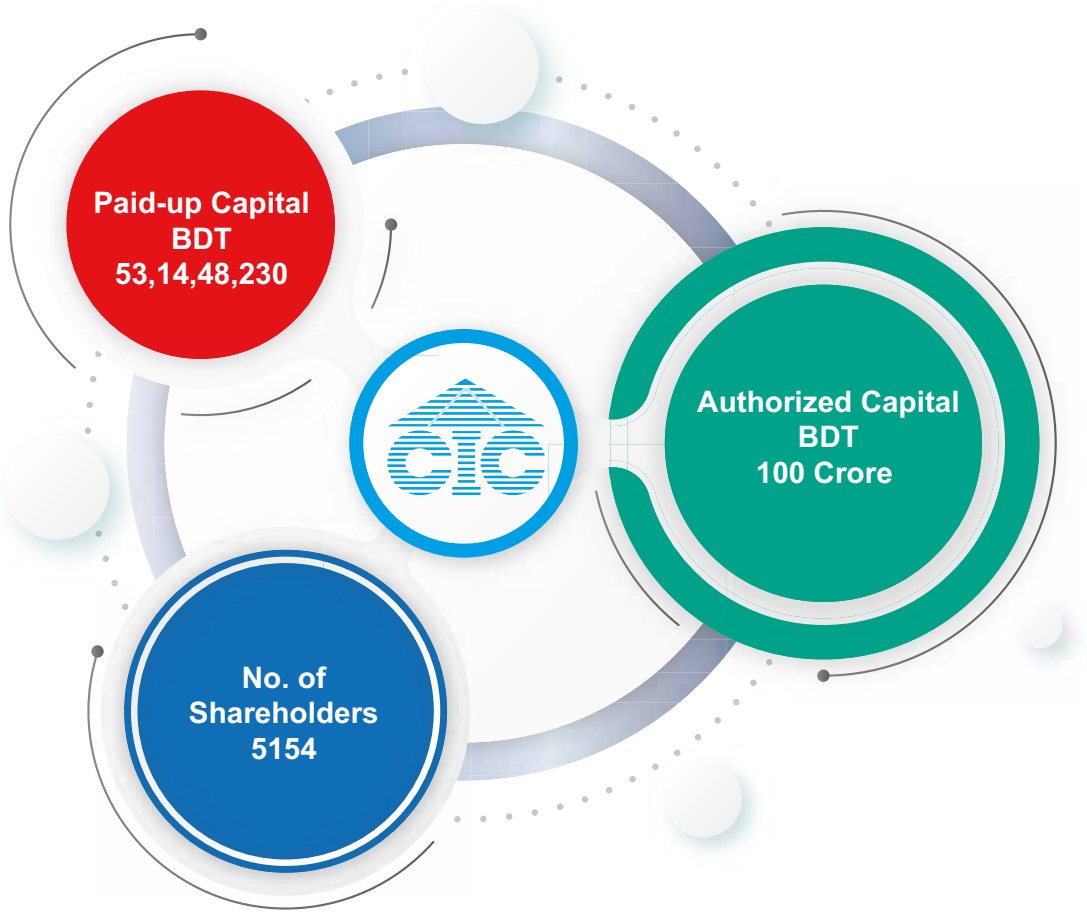
Registration Number
C-16854(840)/87

Commencement of Business
10th December, 1987

Date of Listing in DSE
20th March, 1995

Date of Listing in CSE
22nd October, 1995

3. Share Capital



4. Board of Directors

The Board of Directors

- Total 15 members
- 02 Independent Directors
- All are non-Executive Directors

Sub Committees of the Board & Management

Executive Committee
Total 08 Members

Audit Committee
Total 04 Members including 02 Independent Directors

Nomination & Remuneration Committee
Total 03 Members including 01 Independent Director

Management Committee
Total 05 Members

Digital Transformation Committee
Total 05 Members (under process)

Investment Committee
Total 05 Members (under process)

5. Others Information

Statutory Auditor	**M/s. Shafiq Basak & Co.** Chartered Accountants
Corporate Governance Compliance Auditor	**M/s. Suraiya Parveen & Associates** Chartered Secretaries
Independent Scrutinizer	**M/s. Jasmin & Associates** Chartered Secretaries

CORPORATE OBJECTIVES VALUES & STRUCTURE

VISION

Our vision is to be the most confident and a reliable insurer of the country.

- To uphold status of our Company as one of the most admired, trusted & successful market leaders in the insurance industry of Bangladesh.
- To establish the company as a role model in the insurance sector of Bangladesh.
- To provide our employees a safe and secured working atmosphere.

MISSION

Our mission is to improve the quality of the life style of the people providing security of their trade and hard earned properties through our professional service.

- Providing world class service with supreme security ensuring complete risk management solutions to the clients, maintaining stringently ethical standard in business operation.
- Increasing awareness about insurance in the country and introducing non-traditional social insurance products for the mass people to bring them under the Insurance umbrella for enhancing social security.
- Introducing modern insurance products comparable with international standards.
- To maintain highest level of ethical standard and transparency in all business transactions.
- Enhancing public confidence in the insurance Industry ensuring benefits to the policy holders, shareholders and the society at large.
- To establish good governance for the company and the insurance industry as a whole.
- To be socially responsible and make effective contribution to the national development and national economy.
- To provide a clear vision of the future to all of our employees to maximize their potentials to achieve a high level of performance.

OUR GOALS

Our goal is to be the top insurer in the non-life Insurance sector of the country.

To achieve the goal we aim at:

Maximizing Insurance coverage at a minimum cost.

- Establishing a long term relationship with our clients and Business partnership based on professional service and trust.
- Responding quickly to new opportunities.
- Maintaining strong relationships with a wide variety of partners, like re-insurers, insurance brokers and so on.
- Assessing and managing our business risks carefully.
- Striving for continuous improvement developing performance excellence at all levels.

OUR OBJECTIVES

We focus of our strategic objectives are as follows in brief:

- To carry on in Bangladesh or any part of the world all kinds of Insurance Business like Fire, Lightening, Explosion, Earth Quake, hail, Air Marine, Transit Accident, Employers Liability, Women's Compensation, Disease, Sickness Survivorship, Failure of Issue, Burglary, Robbery, Theft, Fidelity, Motor Car, Livestock, Crops, Glass, Third Party Risk and every kind of Guarantee and Indemnity and generally every kind of insurance and re-insurance business whether now known or hereafter to be devised.
- Provide our Clients and Business partners with the best quality of faster service.
- Speedy and hassle free settlement of claims.
- Maximize insurance coverage at a minimum cost.
- Improve organizational structure.
- Ensure administrative transparency.
- Strengthen Corporate Governance Practices.
- Enhance mass awareness abound General Insurance in Bangladesh.

CORE VALUES

Our Core values consist of eight key elements and these values keep us close with our Business Partner. It helps us to build a strong sense of fraternity among all the executives and employees of the company. These values make us different and these are as follows:

Customer Focus

We are dedicated to satisfying customer needs and honoring commitments that we have made to them. Our customers are our partners and we remain committed to build strong relationship with them and value their loyalty as our best rewards.

Integrity

We believe integrity is the key to success. We are committed to employ the highest ethical standards, demonstrating honesty and fairness in all our actions. We earn the trust and respect of our shareholders, stakeholders, and employees, clients/business partners by our honesty, loyalty and fairness.

Result Focus

We are focused on result. We strive to timely, tenaciously and consistently execute well developed plans, goals and objectives and we accept responsibility for the results they deliver. We focus both on external and internal training programs to increase our efficiency level, while improving continuously against demanding targets for integrity and professionalism.

Quality

We ensure quality both in terms of products and services. We are always open new ideas for raising the Bar.

Service

We strive to add more value to our services that we provide to our clients and stakeholders. To ensure a better and secured service towards them. We are always ready with our online service.

Transparency

We encourage and inculcate total transparency and communicate openly & honesty with all our stakeholders and clients. We accept our individual and team responsibilities and we make support business decisions through experience and good judgment.

Teamwork

We are committed to ensure smart teamwork where every individual is a valued member, treated with respect, encouraged to contribute and recognized and rewarded for his/her efforts. We emphasize on conscious self- improvement provident and information sharing among the employees to ensure a strong teamwork so as to achieve Central Insurance's vision, mission and goal.

Professionalism & Excellence

We believe in developing a highly motivated, valued and diverse workforce. We strive constantly to be the best in quality and in everything we do in order to meet and exceed the highest expectations of our customers.

OUR PRODUCT & SERVICES

Fire Insurance

- Fire Insurance (including Allied Perils)
- Industrial All Risks (IAR) Policy
- Business Interruption Policy
- Comprehensive Machinery Insurance
- Property Damage All Risks

Marine Insurance

- Marine Cargo
- Marine Hull
- Builders Risks Insurance

Engineering Insurance

- Machinery Breakdown Insurance (MBI)
- Electronic Equipment Insurance (EEI)
- Work Plant (WP)
- Deterioration of Stocks (DOS)
- Erection All Risks (EAR)
- Oil & Gas Well Drilling Equipment Package (OGD)
- Boiler and Pressure Vessel (BPV)
- Contractor's All Risks (CAR)
- Contractors Plant & Machinery (CPM)

Motor Insurance

- Comprehensive Insurance
- Act Liability Insurance

Miscellaneous Insurance

- Burglary & House Breaking Insurance
- Money Policy
- Cash in Safe
- Cash in Transit (CIT) Policy
- Cash on Counter (COC) Policy
- Employers Liability Insurance Policy
- Product Liability Policy
- Public Liability Policy
- Professional Liability Policy
- Plate Glass Insurance Policy
- Workman's Compensation (WC) Policy
- Personal Accident (PPA) Policy
- People personal accident Policy
- Overseas Mediclaim Policy
- Fidelity Guarantee Policy

BOARD OF DIRECTORS AND SPONSORS

CHAIRMAN	:	Mr. Mohammed Musa
VICE CHAIRMAN	:	Mr. Zoynal Abedin Chowdhury
DIRECTORS	:	Mrs. Shahida Akhter Mr. Abul Kalam Mr. Md. Tayabur Rahman Alhaj Md. Masud Hossain Mr. Shabbir ul Kabir Mrs. Nurun Nahar Mr. Md. Masud Karim Mr. Ifthehar Maleque Dr. Jahanara Arzu Mr. Md. Nurul Islam Mr. Abu Mohammad
SPONSORS	:	Haji M. A. Malek Alhaj Md. Shafi Alhaj Md. Abdul Maleque Alhaj Md. Yousuf Chowdhury Alhaj Md. Shahjahan Mr. Showkat Alam Mr. Shah Alam Chowdhury Mrs. Shafina Shahreen Mr. Nabab Siraj-Ud-Dowla
INDEPENDENT DIRECTORS	:	Mr. Md. Amirul Islam FCA, FCS Mr. Abu Mohammed Abid Chowdhury
CHIEF EXECUTIVE OFFICER	:	Mr. Md. Zahid Anwar Khan
COMPANY SECRETARY	:	Mr. Md. Jafar Ali FCS

COMPOSITION OF EXECUTIVE, AUDIT, NOMINATION & REMUNERATION AND MANAGEMENT COMMITTEE

EXECUTIVE COMMITTEE

1.	Mr. Zoynal Abedin Chowdhury	-	Chairman
2.	Mrs. Shahida Akther	-	Member
3.	Alhaj Md. Masud Hossain	-	Member
4.	Mr. Shabbir ul Kabir	-	Member
5.	Mr. Ifthehar Maleque	-	Member
6.	Dr. Jahanara Arzu	-	Member
7.	Mr. Md. Nurul Islam	-	Member
8.	Mr. Abu Mohammad	-	Member
9.	Mr. Md. Jafar Ali FCS	-	Member-Secretary

AUDIT COMMITTEE

1.	Mr. Md. Amirul Islam FCA, FCS	-	Chairman
2.	Mr. A.M Abid Chowdhury	-	Member
3.	Mr. Md. Tayabur Rahman	-	Member
4.	Mr. Md. Masud Karim	-	Member
5.	Mr. Md. Jafar Ali FCS	-	Member-Secretary

NOMINATION & REMUNERATION COMMITTEE

1.	Mr. Abu Mohammed Abid Chowdhury	-	Chairman
2.	Mr. Abul Kalam	-	Member
3.	Mrs. Nurun Nahar	-	Member
4.	Mr. Md. Jafar Ali FCS	-	Member-Secretary

MANAGEMENT COMMITTEE

1.	Mr. Md. Zahid Anwar Khan	-	President
2.	Mr. Md. Badrul Amin	-	Member
3.	Mr. Badrul Munir	-	Member
4.	Mr. Md. Mizanur Rahman	-	Member
5.	Mr. Md. Jafar Ali FCS	-	Member-Secretary

BOARD OF DIRECTORS

BRIEF PROFILE OF DIRECTORS

Mohammed Musa
Chairman

Mr. Mohammed Musa, Chairman of the Central Insurance Company Limited. He is also the Managing Director of Madina Garments Limited and Executive Director of Silkway Fashion Limited. He has completed B.Com & M.com from University of Chattogram. He is a Director of Bangladesh Garment Menufacturers and Exporters Association (BGMEA) and has played a vital role for development of garments sector. He is also the Chairman of Management Committee of Nurul Afshar Nuranee Academy at Hathazari in Chattogram. Mr. Musa is a visionary man and leading business personality in garments sector of the Country. He has travelled many countries of the world for the business purpose and to enrich his knowledge and experience. He is also associated with a number of different social welfare organizations as a part of social responsibility.

With an emphasis on embracing the highest governance standards. Mr. Musa has helped the organization in the stewardship of transparency and time disclosure.

BRIEF PROFILE OF DIRECTORS

Zoynal Abedin Chowdhury
Vice Chairman

Mr. Zoynal Abedin Chowdhury is the Vice Chairman at CIC. He has completed his B.Sc in Chemical Engineering, M.Sc in Global Textile Market and MBA in Finance from USA with many years of experience in chemical and finance from reputed foreign institutions. He is the Chief Executive Officer (CEO) of ASM Chemical Industries Limited, Proprietor of RJM Corporation, shareholder of AZM Chemical, AAA Corp, The Grounds of Dhaka - Premium Food Outlet in Tejgaon and DMD of Aziz Group.

He has taken a leading role at CIC to mark the company's presence in the insurance industry. He is also a distinguished member of International Chamber of Commerce in Bangladesh, Bangladesh Small and Captic Power Producer Association, The Dhaka Chamber of Commerce and Industry and American Chamber of Commerce in Bangladesh.

Shahida Akhter
Director

Mrs. Shahida Akhter is the Director of the Central Insurance Company Limited. Mrs. Akhter is also a Director of Orchid Energy Limited, Director of Newaz International Ltd. Mrs. Akhter is a promoter and donor of many organization and well known as social leader and important member of many social welfare organizations and contributed to enhancing the life quality of general people.

She holds numerous important positions to the Company and intends to bring about more innovations and introduce in Insurance Sector. She belives that sustainable business practices are instrumental for holistic growth.

BRIEF PROFILE OF DIRECTORS

Abul Kalam
Director

Mr. Abul Kalam is a Director of the Central Insurance Company Limited. He has been dealing in various businesses successfully for a long period of time with reputation. He is a Proprietor of T. K.Oil, Bay Fishing Corporation Ltd., Shabnam Vegetable Oil Industries Ltd., Super Oil Refinery Ltd. Karnafully (Galv) Mills Ltd., Karnafully Steel Mills Ltd., Super Board Mills Ltd., Super Formica and Lamination Ltd.T. K. Chemical Complex Ltd., T. K. Paper Products Ltd. Chin Hung Fibres Ltd. Bengal Sack Corporation Ltd., Progressive Containers Ltd., Samuda Containers Ltd. T.K. Gas and Gas Cylinder Ltd., Baramasia Tea Estate, Elahinoor Tea Estate, Rangapani Tea Estate, T. K. Shipyard Limited and PUSTI Consumer products. He is socially involved with many organizations.

Mr. Kalam is also patronizes many educational and social welfare institutions. He has sound academic creddentials and is a reputed business leader of the country.

Md. Tayabur Rahman
Director

Mr. Md. Tayabur Rahman is a Director of Central Insurance Company Limited. He has B.Com (Honors) M.Com from University of Chittagong. He is a Freedom fighter and leading business personality as a Chairman of Hazi Nazir Ahmed & Sons Limited & Islamia Products Limited. He is a sponsor of New Group of Garments Limited and he is also associated with many School & College establishment. Mr. Rahman is a Sponsor Director of the Daily News Paper Named "Suprovat Bangladesh".

Mr. Rahman is a life-member of "Ma o Shishu Hospital" Chattogram Cancer Hospital, Chattogram Diabetic Samity, Chattogram Leukemia Society, Chattogram Thalassemia Society & Bangladesh Apex Foundation. He was the founder President of Rotary Club of Khulshi and Chattogram Uttoron Multi-purpose Co-operative Samity.

BRIEF PROFILE OF DIRECTORS

Alhaj Md. Masud Hossain
Director

Alhaj Md. Masud Hossain is the Director of the Central Insurance Company Ltd. He has completed B.Com degree from University of Chittagong. He has been dealing in various businesses successfully for a long period of time with reputation. He is the proprietor of M. N. Trading Co. and Co-Owner of HHH Corporation. Mr. Hossain is also a Promoter & Donner of Amjadia Academy at Nowdoba Shariatpur. He is socially involved with many organizations.

Shabbir ul Kabir
Director

Mr. Shabbir ul Kabir is the Director of the Central Insurance Company Ltd. He obtained Bachelor of Business Administration (BBA) from a renowned University of Bangladesh. He has been dealing in various businesses successfully for a long period of time with reputation. He is also a Director of International Medicare Limited with the service International Medical College and Hospital, Graduate Nursing Unit and International Institute of Medical Technology. He is socially involved with many organizations.

BRIEF PROFILE OF DIRECTORS

Nurun Nahar
Director

Mrs. Nurun Nahar is the Director of the Central Insurance Company Ltd. Born into a business family; she has been making a unique contribution to the country's economy since 1972 by engaging herself in the country's export-oriented garment industry, shipping, C&F and insurance business.

Mrs. Nahar has been involved in various social and cultural organizations and has been playing an important role in the development of the society. She is not only a successful woman entrepreneur but also a majestic woman. She is the mother of 4 daughters. 1st daughter is a chartered accountant 2nd and 3rd daughter is doing research with higher education in medical science in USA. The youngest daughter is doing her PhD in Ireland. Mrs. Nurun Nahar is living in her home in Sugandha residential area of Chattogram city.

Md. Masud Karim
Director

Mr. Mohammed Masud Karim is the Director of the Company who is Canadian Bangladeshi residing in Chattogram. He is a well-travelled individual and had completed his education starting in Singapore then onto the UK Middlesex University as a business graduate. Mr. Karim had taken the chair as DMD of Masud group, and initially started with the primary business in the industries of Commodities Trading and Ready Made Garments, he had initiated a diversification of the company business line, in regards to the innovative creation of new concern companies in the areas of: Real Estate (Masud Properties), Gas Station (Shafis' CNG LPG. & Filling Station, Ruku Garden Convention Hall and Mediterranean Fine Dine Restaurant (El Patron), Exotic Car Importer (e.g. Range Rover and Porsche) and former owner of a BPL Cricket team. As a successful business industrialist entrepreneur, Mr. Karim also takes keen interest in doing charity by being part of 'Protigga Foundation' a Welfare Organization and also members in various prestigious social and golf clubs all over Bangladesh.

BRIEF PROFILE OF DIRECTORS

Ifthehar Maleque
Director

Mr. Ifthehar Maleque is the Director of the Central Insurance Company Limited. He obtained his L.L.M degree from a renowned University of Bangladesh. Mr. Maleque is the Deputy Managing Director of Bengal Group BD. He is a visionary and young energetic entrepreneur in Business and also associated with a number of social and cultural organizations.

He has earned a very good name and fame in the business community for his honesty, intregrity, sincerity of purpose, perseverance, endurance, patience, dedcation hard work and high degree of sense of responsibility.

Dr. Jahanara Arzu
Director

Dr. Jahanara Arzu is a Director of the Company. She is a Professor of Cardiology; Bangabandhu Sheikh Mujib Medical University. She is also Chairman of Muhuri Shipping Ltd and Maple Trade Limited.

She is permanent member of Dhaka Club limited, Gulshan Club Limited, Uttara Club Limited and Officers' Club Dhaka. Dr Arzu is a well known social leader and involves in many social and educational organization, such as Member, Board of Trustees – Port City International University, Chittagong,Member,Salehuddin & Hosneara Chowdhury Foundation Feni,

Life member of Feni Diabetic Society Hospital, Feni Heart Foundation, Parshuram Hosneara Chowdhury Diabetic Hospital and Bangladesh Red Crescent Society. She is also a founder member of Alauddin Ahmed chowdhury Nasim College, parashuram, Feni.

BRIEF PROFILE OF DIRECTORS

Md. Nurul Islam
Director

Mr. Md. Nurul Islam is the Director and former Chairman of the Central Insurance Company Limited. He has been doing business with success and reputation for a long time. He is a Proprietor of M/s. Islamia Auto Traders and N.I Trading house. He is involved in various Social activities.

Abu Mohammad
Director

Mr. Abu Mohammad is the Director of the Central Insurance Company Limited. He is a Business Graduate and an ambitious and dynamic entrepreneur. He is a proprietor of M/S Chittagong Trading House, M/s. Madina Tannery and M/s. Madina Shoe Mfg. Co. He has been doing business with success and reputation for a long time. He is involved in various Social activities.

BRIEF PROFILE OF DIRECTORS

Md. Amirul Islam FCA, FCS

Independent Director &
Chairman of Audit Committee

Mr. Md. Amirul Islam FCA, FCS is an Independent Director and the Chairman of Audit Committee of Central Insurance Company Limited. Mr. Islam has completed his M.Com in Management from Dhaka University, Diploma in Banking from the Institute of Bankers' Bangladesh (IBB). He is a fellow member of the Institute of Chartered Accountants of Bangladesh (ICAB) and the Institute of Chartered Secretaries of Bangladesh (ICSB).

Mr. Islam served in erstwhile BSRS & BDBL for 29 years and retired as General Manager. He is presently a senior partner of K.M. Hasan & Co. Chartered Accountants. Mr. Islam also discharged his responsibilities as Nominated Director & Independent Director of a number of listed and non-listed companies including NCC Bank Ltd.

Mr. Islam Participated in training course on Advance Corporate Banking (Finance) in Karachi, Pakistan. He is associated with various social activities.

A.M Abid Chowdhury

Independent Director
& Chairman of NRC

Mr. Abu Mohammed Abid Chowdhury is an Independent Director and Chairman of Nomination & Remuneration Committee. Mr. Chowdhury has completed his M.Com. and CA (Inter) under ICAB & CA(CC) from S.F. Ahmed & Co, Certified Financial Consultant (CFC) under IFC, Vancouver, Canada. Mr. Chowdhury was selected for The Association for Overseas Technical Scholarship (AOTS) also Completed Course on Solving Human and Organization Problems (SHOP) from AOTS in Japan. He is serving also reputed group of Companies. He is associated with various social activities.

Mr. Chowdhury is performing as consultant in the field of Tax & Cost Analysis in various industries & trading companies. Involved in import & indenting business of Hardware related items.

OUR HONORABLE FORMER CHAIRMEN & ADVISOR

Haji MA Malek
4 August, 1990 - 6 August, 1992

Mr. Shah Alam Chowdhury
7 August, 1992 - 5 August, 1993

Mr. Abul Kalam
6 August, 1993 – 4 August, 1994

Alhaj Md. Shafi
5 August, 1994 – 7 August, 1995
28 October, 2011 – 7 August, 2014

OUR HONORABLE FORMER CHAIRMEN & ADVISOR

Alhaj M.A Maleque
8 August, 1995 – 5 November, 1996

Mr. A.K.M Azizur Rahman
6 November, 1996 - 26 December, 1997

Alhaj Md. Yousuf Chowdhury
27 December, 1997 – 25 November, 1998

Mr. Mir Rahmat Ali
29 November, 1999 – 18 March, 2001

OUR HONORABLE FORMER CHAIRMEN & ADVISOR

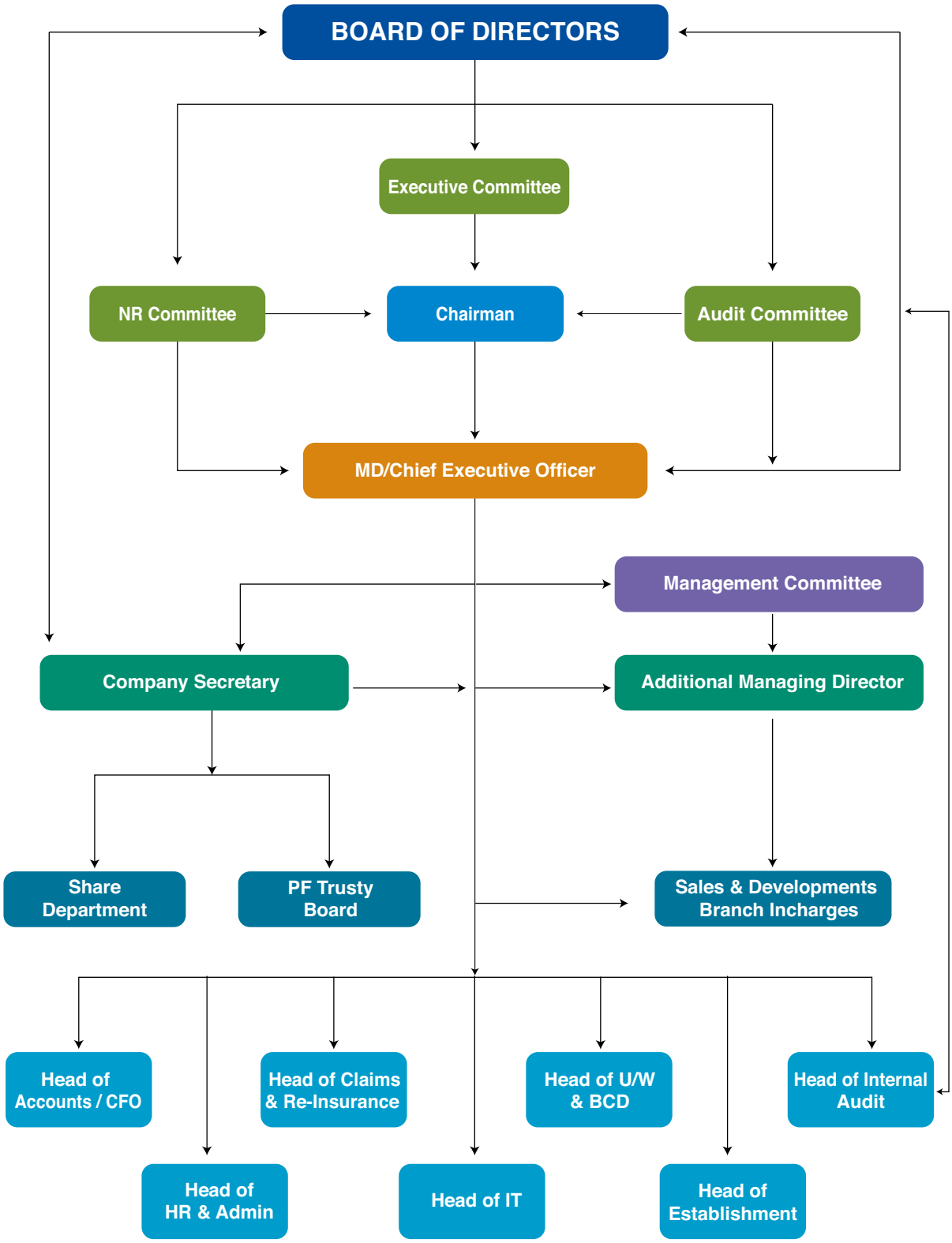
Alhaj Md. Nurun Newaz
19 March, 2001 – 16 September, 2004
25 May, 2007 – 31 October, 2009

Mr. Md. Nurul Islam
17 September, 2004 – 24 May, 2007
08 August, 2014 – 30 March, 2017

Alhaj Md. Abu Taher Chowdhury
26 November, 1998 – 28 November, 1999
01 November, 2009 – 27 October, 2011
31 March, 2017 – 30 April, 2019

Mr. Azizul Haque Chowdhury
Former Chief Advisor of the Company

ORGANOGRAM OF THE COMPANY



LEADERSHIP TEAM

LEADERSHIP TEAM

Standing Position
From Left to Right

Abdullah-Al-Mahmud
Head of HR & Admin

Md. Kabir Hossain
Head of BCD

S.M. Jahir ul Alam
Head of Claims & Re-insurance

S.M. Hasan Akter
Head of Share & Establishment

Sitting Position
From Left to Right

Badrul Munir
DMD & Head of Dev. Div.

Md. Zahid Anwar Khan
Managing Director & CEO

Md. Badrul Amin
Additional Managing Director

Standing Position
From Right to Left

Rezaul Islam
Head of IT

Md. Humayan Kabir Shimul
Head of Internal Audit

Md. Jafar Ali FCS
Company Secretary

Md. Mizanur Rahman
Chief Financial Officer

LEADERSHIP TEAM PROFILE

Md. Zahid Anwar Khan
CEO & President of Man. Com

Mr. Md. Zahid Anwar Khan, the Chief Executive Officer (CEO) of the Central Insurance Company Limited, having 35 years' experience and outstanding insurance professional. He has obtained B.Com (Hon's), M.Com in Management from University of Rajshahi. He has long versatile and outstanding carrier in the field of Insurance sector. Mr. Khan, being the Chief Executive Officer with his most updated knowledge in all the departments of insurance, outstanding professional leadership and excellent managerial charisma, is commanding the company to place itself to the unique height in the insurance industry of Bangladesh.

During his service in Central Insurance Compnay Limited he has worked in various departments and since 2007 he is performing as CEO and solving many critical problems. He participated in many overseas and local training programes on General Insurance business. He is also accredited with the Award from the Indian Chamber of Commerce (ICC).

LEADERSHIP TEAM PROFILE

Md. Badrul Amin
Add. MD & Member of Man. Com

Mr. Md. Badrul Amin, Additional Managing Director (AMD) of the Central Insurance Company Limited. He has obtained his B.Sc (Honors), M.Sc in Physics from University of Dhaka and has been working in Insurance Industry for the last 31 years. He started his career at Pragati Insurance Ltd. on February 1990. He is the life member of Lakshmipur Zila Samity. He also involved with many other local clubs, samity & cultural organizations. He visited several countries i.e. India, Thailand, Malaysia, Singapore, Saudi Arabia several times.

Badrul Munir
DMD & Member of Man. Com

Mr. Badrul Munir is the Deputy Managing Director & Head of Development Division. He is also Chief Anti Money Laundering Compliance Officer of the company. He obtained his BSS (Honors), MSS degree in Economics from University of Dhaka. He started his career with the Federal Insurance Company Limited in 1988 after completing his post graduate studies. Mr. Munir associated with Bangladesh Economic Association (BEA) as Joint-Secretary & Former President of Bangladesh Young Economist Association. He is also performing important responsibilities in many other social organizations including Lions Club International. He attended various training courses, seminars & workshops.

LEADERSHIP TEAM PROFILE

Md. Mizanur Rahman
CFO & Member of Man. Com

Mr. Md. Mizanur Rahman is the Deputy Managing Director and CFO of the Company. He has completed B.Com (Hon's), M.Com in accounting from University of Rajshahi and obtained C.A (Inter) from ICAB and CA (CC) from M. Ahmed & Co. He has vast knowledge in accounting having more than 32 years of experience in Insurance Sector and also attended different Insurance Seminars at home and abroad including England, Thailand, Singapore, Malaysia & India. Mr. Rahman directly involved in many social and well-fare organizations.

S.M. Jahir ul Alam
DMD & Head of C&R

Mr. S.M.Jahir ul Alam is designated as DMD and Head of Claims & Re-Insurance Department of the Company. He has completed BA (Honors) and Master's from the University of Dhaka. He obtained BIA degree (Diploma in Insurance) from Bangladesh Insurance Academy and stood 1st position with TYSER AWARD of the year. Besides, he also participated in various training courses on Underwriting, Claims, Reinsurance, Legal and Economic Aspects of Insurance, Management Techniques organized by Bangladesh Insurance Academy and Asian Reinsurance Corporation, Hong Kong during his last 35 years service with Central Insurance Company Limited.

LEADERSHIP TEAM PROFILE

Md. Kabir Hossain
AMD, Head of U/W & BCD

Mr. Md. Kabir Hossain, ABIA is designated as Assistant Managing Director and Head of Underwriting & Branch Control Department of Central Insurance Company Limited. He has completed Master of Science (M.Sc.) with Honours from the University of Rajshahi. He has awarded "Basic Certificate of Insurance" from BIA and He has passed "Associate ship Examination" of BIA and obtained "ABIA" diploma. Besides, he also participated in various training courses on Underwriting, Foundation Course on General Insurance, English language proficiency in business communication, organized by Bangladesh Insurance Academy Technical aspect of Re-insurance and Accounting organized by J.B. Boda Reinsurance brokers Pvt. Ltd. Prior to joining Central Insurance Company Limited in 2021 he worked as Senior Executive Vice President and Head of Underwriting for 7 years in Crystal Insurance Company Limited and also 12 years in Continental Insurance Limited as Head of Branch Control, MIS & Recovery Cell. Previously also served as a Lecturer in Statistics at Matlab Degree College, Matlab, Chandpur for about 9 Years. He is an associate Member of BIA.

Md. Jafar Ali FCS
Company Secretary

Mr. Md. Jafar Ali is the Company Secretary and acts as member secretary of all committees of the company. He has completed BBA & MBA from University of Chattogram and obtained Certificate on Income Tax Practioner (ITP) from National Board of Revenue (NBR). He is a Fellow Member of the Institute of Chartered Secretaries of Bangladesh (ICSB) and Founder of Shalika Jafar Ali High School at Madhupur, Tangail. He has more than 17 years of experience in Corporate Management, Finance, Secretarial functions and Admin affairs.

Mr. Jafar is also a life member of Tangail Foundation and Tangail Zilla Samity, Dhaka. Mr. Jafar is one of the prominent and dynamic leaders having vast experience in corporate affairs. Some of his other core responsibilities in the company complying sound governance systems towards corporate goals with applicable rules and regulations imposed by the regulatory authorities.

LEADERSHIP TEAM PROFILE

Rezaul Islam
Head of IT

Mr. Rezaul Islam is designated as Executive Vice President & Head of Information Technology department of Central Insurance Company Ltd. He has obtained B.Sc. in Electrical & Electronic Engineering and Post Graduate Diploma in Computer Science. He is ITIL-V3 certified IT professional and multi trained engineer on CISCO, Microsoft, Linux, Oracle and more. He has more than 12 years of experience in IT & Telecommunication field. Before CICL, Mr. Islam worked for Thakral Information Systems Ltd and Metro Global Telecom Services Ltd.

S.M. Hasan Akter
Head of Share & Establishment

Mr. S.M. Hasan Akther is designated as Senior Vice President & Head of Share & Establishment of Central Insurance Company Limited. He obtained BA (Hon's), MA degree from University of Dhaka having 31 years of experience in Insurance Sector. Mr. Akhter is a life member of Mirpur Club, Uttara 3 no. sector Kallayan Samity, Dhaka University 83-84 foundation Alumnai, CZS Alumnai Association and gopalganj Samity.

LEADERSHIP TEAM PROFILE

Abdullah-Al-Mahmud
Head of HR & Administration

Mr. Abdullah-Al-Mahmud is designated as Sr. Vice President & Head of HR & Administration at Central Insurance Company Ltd. Prior to joining CICL he had worked with vivo Bangladesh as Manager - HR & Admin and also worked in Walton Group as Asst. Director. He has Managerial experiences of 10 years in the field of HR & Admin profession in different organizations.

Mr. Mahmud completed his Post Graduate Diploma in HRM from Bangladesh Institute of Management (BIM) and Completed his LL.B. (Hon's) and MBA in HRM from Daffodil International University. Furthermore, he is Certified KPI and Training Needs & Impact Assessment Specialist and attended various training programs and partakes affiliation with different professional organizations.

Md. Humayan Kabir Shimul
Head of Internal Audit

Mr. Md Humayan Kabir Shimul designated as Deputy Vice President and Head of Internal Audit at Central Insurance Company limited. He has been working in this company since June 2020. He has completed his B.B.S. (Hon's) and M.B.S. in Accounting from National University of Bangladesh.

Subsequently, he has obtained CA (CC) from S.F. Ahmed & Co. Chartered Accountants and now he is in professional level. He is an ITP at NBR and member of Dhaka Taxes Bar Association (DTBA). He has vast experience in audit and accounting services in many local and international organizations. Prior to joining in CICL, Mr. Shimul worked at Shakti Foundation for Disadvantaged Women as General Manager and at S.F. Ahmed & Co. Chartered Accountants as Assistant Manager. He is involved in many social organizations and performing different social responsibilities.

HEAD OFFICE EXECUTIVES
DEPARTMENT WISE

Accounts Department

Branch Control Department

HEAD OFFICE EXECUTIVES
DEPARTMENT WISE

Claims & Re-insurance Department

Share & Establishment Department

HEAD OFFICE EXECUTIVES
DEPARTMENT WISE

Internal Audit Department

Information Technology Department

HEAD OFFICE EXECUTIVES
DEPARTMENT WISE

Board Department

HR & Administration Department

HEAD OFFICE EXECUTIVES
DEPARTMENT WISE

Underwriting Department

Development Team

Mohammed Musa
Chairman

"Despite the economic downturns to the unprecedented COVID-19 Pandemic during the financial year 2021, Central Insurance Company Limited was largely able to hold on to its business portfolios and achieved Taka 467 Million Gross Premium and Taka 346 million as Net Premiums.

Based on the operating profits in the year 2021 and making persuasion of reserve for Exceptional Losses, Deferred Tax, Taxation and Gratuity fund, the Board of Directors recommended 18% Cash dividend."

REVIEW FROM THE CHAIRMAN

Dear Valued Shareholders,

I am pleased to write to you as always and I would like to express our gratitude to all our valued shareholders for your continued confidence in Central Insurance to deliver exceptional business performance year-on-year and maximize shareholder value. With sound Corporate Governance, Management Efficiency, Accountability and transparency the Central Insurance is moving ahead. It is on this note, on behalf of the Board; I take pleasure in welcoming you all to the 34th Annual General Meeting of your company and presenting to you the Annual Report for FY'21.

At Central Insurance Company Ltd, our priority and concern during the lethal second wave of the pandemic in early 2021 were to continuously ensure appropriate lines of support to protect the lives and livelihoods of our employees and those in the communities in which we operate. In what continues to be an uncertain year, I would like to express my appreciation to our management team and employees, who worked so diligently and with absolute dedication in maintaining operational momentum and innovative distribution process of our products to the consumers. This made sure that we come out of the most difficult part of the pandemic in a stable place and were ready to go back to normal when the economy started to recover.

Despite the economic downturns to the unprecedented COVID-19 Pandemic during the financial year 2021, Central Insurance Company Limited was largely able to hold on to its business portfolios and achieved Taka 467 Million Gross Premium and Taka 346 million as net premiums.

Based on the operating profits in the year 2021 and making persuasion of reserve for Exceptional Losses, Deferred Tax, Taxation and Gratuity fund, the Board of Directors recommended 18% Cash dividend. I believe, the business of the Company will continue to be increased in the years to come.

Central Insurance has always emphasized on professionalism and relied on the dynamism instilled through our highly qualified personnel, who have rendered dedicated services over the years and moved the Company forward to reach its current status. That's why, our skilled manpower is committed towards responding to customers' requirements with utmost transparency and efficiency, and therefore, fostering apposite human resources remains one of our Key proprieties in order to be able to serve. A customer's better and establishes competitive edge over our competitors. We have equally attentive to launching our latest. Its infrastructure extends network coverage to its optimum capacity.

We would like to thank Banks and Financial Institutions with whom we have extensive dealings along with our Regulators, Stock exchange of Dhaka and Chattogram, BSEC, Sadharan Bima Corporation, Government bodies and stakeholders for the continued co-operation and support.

My sincere gratitude goes to my colleagues on the Board for their wisdom and counsel. Our Board comprises a mix of professionals along with renowned corporate specialists. I would also like to thank our top management team and all categories of employees for their resilience and responsibilities in this difficult year. I also put on record my thanks to the leadership's different initiatives adopted along with drive provided by the Managing Director under the difficult circumstances throughout the year. To all our stakeholders; thank you for your unwavering support.

Finally, I wish to take this opportunity to honor all frontline workers, the true heroes, who stood strong to ensure that our communities were kept safe and healthy, all the while risking their own health and well-being. We have witnessed their commitment, for which we owe them much gratitude. While acknowledging their contribution, I also express our heartfelt sympathy for all whose lives have been impacted by the pandemic.

With thanks and Regards,

Mohammed Musa
Chairman

Zoynal Abedin Chowdhury
Vice Chairman

"We are currently moving ahead with our sound Corporate Governance, Management Efficiency, Accountability and Transparency.

Environmental, Social and Governance (ESG) criteria are standards for a company's behavior used by socially conscious investors to screen potential investments.

Corporate Social Responsibility (CSR) refers to strategies that companies put into action as part of corporate governance that are designed to ensure the company's operations are ethical and beneficial for the society."

REVIEW FROM THE VICE CHAIRMAN

Dear Shareholders,

It gives me immense pleasure to welcome all of you at the 34th AGM of Central Insurance Company Ltd. On behalf of CIC family, I would like to express my sincere thanks and profound appreciations for your great support to the company. We are currently moving ahead with our sound Corporate Governance, Management Efficiency, Accountability and Transparency.

Central Insurance Company has always emphasizes professionalism and rely modifications of dynamism considering the following factors:

A) THE DIGITAL TRANSFORMATION:

The digital transformation uses digital technologies to create new systems or modify existing policies for business process, culture and customer experiences to meet business and market requirements. This re-imagination of business in the digital age is digital transformation.

It transcends traditional roles like sales, marketing and customer service. Instead digital transformation begins and ends with how we think about and engage with customers. As we move from paper to spreadsheets to innovative applications for managing our business, we have the chance to reimage how we do business and how we engage our customers with digital technology on our side.

We have already taken the following initiatives to make successful digital transformation. Like:

- Picking the right team
- Mixing up new team with old team
- Knowledge sharing with customer
- Test and Corroborate

B) ENVIRONMENTAL, SOCIAL AND GOVERNANCE (ESG)

Environmental, Social and Governance (ESG) criteria are standards for a company's behavior used by socially conscious investors to screen potential investments. Environmental criteria consider how a company safeguards the environment, including corporate policies addressing climate change. For example, Social criteria examine how it manages relationship with employees, suppliers, customers and the communities where it operates. Governance deals with a company's leadership, executive, audits, internal controls and shareholder's rights.

In contrast, we look for investments meeting the following ESG criteria:

Environment

- Publishes a carbon or sustainability report
- Limits harmful pollutants and chemicals
- Seeks to lower greenhouse gas emissions
- Uses renewable energy sources

Social

- Operates an ethical logistics support.
- Supports human rights and encourages diversity
- Has policies to protect against sexual harassment
- Pays fair wages, salaries and other benefits

Governance

- Embraces diversity in Board of Directors
- Embraces corporate transparency and accuracy
- Someone other than the CEO is chair of the board

C) CORPORATE SOCIAL RESPONSIBILITY (CSR)

Corporate Social Responsibility (CSR) refers to strategies that companies put into action as part of corporate governance that are designed to ensure the company's operations are ethical and beneficial for the society.

We refer to the following responsibilities regarding fulfillment of Corporate Social Responsibility:

- Environmental responsibility
- Human rights responsibility
- Philanthropic responsibility
- Economic responsibility etc.

It also includes the business benefits as follows:

- Stronger brand image, recognition and reputation
- Increasing customer loyalty and sales
- Operational cost savings
- Retaining key, talented and potential employees
- Easier access to funding
- Reduced regulatory burden

With thanks and Regards,

Zoynal Abedin Chowdhury
Vice Chairman

Md. Zahid Anwar Khan
Chief Executive Officer

"As Non-life insurance, we believe in core competency, which can effectively be converted into key tool to our future growth potentials. We also believe in long term competitive advantages in certain operational aspects such as diversification of customer base, innovation of products, and expanding geographical position."

REVIEW FROM THE CHIEF EXECUTIVE OFFICER

Bismillahir Rahmanir Rahim

Dear Shareholders,

I would like to thank all our shareholders, investors, management team, and other stakeholders of the Company. I also take the privilege to thank you all on behalf of myself and Members of the Board for attending the 34th Annual General Meeting (AGM) of Central Insurance Company Limited.

Indeed, the way the Government, led by Hon'ble Prime Minister Sheikh Hasina has come forward to support industries. Proactive policy supports as well as a careful structured stimulus package have been the highlights thus; regulatory legislative and Policy certainties will continue to weigh positively on business and investor's confidence.

Overview

As a Non-life Insurance Company with major impact on Bangladesh, the Board has remained focused on our purpose, guided by our values in ensuring continued. Support to our customers amidst the challenging times, keeping our employees safe operating the business a regulatory compliant manner and positioning the company for sustainable performance through this challenging period. The commitment of our workforce and resilience of our business model supported by a robust business continuing system has enabled us to continue to navigate through the COVID-19 pandemic with vigilance and ability and to deliver a performance we can take much pride in the pandemic has plagued the Insurance market of Bangladesh in 2021.

Financial Highlights

As always, we maintain a healthy underwriting profit with an increase of 26.09%. Our most premium generating business classes are Fire, Marine, Motor and Miscellaneous. Central is trying its level best in order for enhancing our underwriting capabilities so that we can be generating significant premium from other unexplored niches.

Financial Performance	2021	2020	Movement	Trend
Gross Premium	467.42	379.91	23.03%	↑
Net premium	346.43	245.83	40.92%	↑
Underwriting Profit	112.31	89.07	26.09%	↑
Investment income	82.91	77.78	6.60%	↑
Profit before tax	160.8	143.45	12.09%	↑
Profit after tax	127.89	107.98	18.44%	↑

We believe in core competency, which can effectively be converted into key tool for our future growth potential. We also believe in long term competitive advantages in certain operational aspects such as diversification of customer base, innovation of products, and expanding geographical position.

Opportunities

The year 2022 looks very promising based on several macro developments, including a highly resilient economy that has returned close to normalcy, a large government stimulus package for the private sector, record levels of remittance already starting to flow into Bangladesh from across the world, and increasing expectations of Bangladesh becoming a more integral part of global supply chains. One of the other major reasons of optimism is the government's thrust on infrastructure development which has significant potential to catalyze economic growth.

Gratitude

I would like to take this opportunity to express my heartfelt gratitude to our esteemed shareholders for their continued faith in us, our revered business partners and talented employees for their immense contribution to the outstanding results of this year. Furthermore, I would like to thank the respected Board of Directors of the Company for their continual guidance and support to steer us through numerous challenges.

Take care and stay healthy

Allah Hafez

Md. Zahid Anwar Khan
Chief Executive Officer

CODE OF CONDUCT & ETHICS FOR BOARD OF DIRECTORS

1. Preface:

This Code of Conduct for the Board of Directors is a guide to help Directors on the Board of the Central Insurance Company Limited to live up to Company's ethical standards. The rules and principles set forth in this Code are general in nature and the compliance with the Code shall be ensured read with other applicable policies and procedures of the Company. This code of conduct may be reviewed by the Board from time to time to keep in pace with the regulatory environment and any amendments to this Code, shall be approved by the Board of Directors.

2. Applicability:

The Directors both executive and non executive, are obliged to carry out their duties in an honest, fair, diligent and ethical manner, within the scope of the authority conferred upon them and in accordance with the laws, rules, regulations, agreements, guidelines, standards and internal policies and procedures. The Board of Directors of the Company is entrusted with the fiduciary responsibility of oversight of the affairs of the Company. As Directors of the Company, they have a duty to make decisions and implement policies in the best interests of the Company and its stakeholders.

3. Honest & Ethical Conduct:

The Directors are required to act in accordance with the highest standards of professional integrity, honesty, ethical and legal conduct, when acting on behalf of the Company or in connection with the Company's business or operations and at social events. It contains the following:

- Act honesty, fairly, ethically with integrity and loyalty.
- Act in the best interests of the Company and in a manner to enhance and maintain the reputation of the Company, and fulfill their fiduciary duties to the stakeholders of the Company;
- Act in good faith, with responsibility, due care, competence and diligence.
- Treat their colleagues and other associates of the Company with dignity and shall not harass any of them in any manner.

4. Conflict of Interest:

The Directors are expected to avoid and disclose any activity or association that creates or appears to create a conflict between the personal interests and the Company's business interests. A Conflict of interest exists where the interests or benefits of one person or entity conflict with the interests or benefits of the Company. Relationships with prospective or existing suppliers, contractors, customers, competitors or regulators must not affect the independent and sound judgment on behalf of the Company. General guidelines to better understand several of the most common examples of situations that may cause a conflict of interest are listed below.

(A). Outside Employment

Executives Directors shall not work for or receive payments for services from any competitor, customer, distributor or supplier of the Company without approval of the Board. Any outside activity must be strictly separated from the Company's employment and should not harm job performance at the company.

(B). Board Memberships

Acceptance of Directorship on the Boards of other Companies, which compete, with the Company amounts to conflict of interest. Helping the community by serving on Boards of non-profit or welfare organizations risk encouraged, and does not require prior approval.

(C). Family Members and Close Personal Relationships

Directors shall not use personal influence to make the Company do business with a company/ institution in which his or her relatives are interested. As a general rule, shall avoid conducting Company's business with a relative or with an entity in which a relative is associated in any significant role. In cash of conflicts, disclosure shall be made to the Board of Directors and a prior approval shall be obtained.

(D). Gifts

Gifts are not always physical objects – they might also be services, favors or other items of value. The Directors shall not accept lavish gifts or gratuities or any offer, payment, promise to pay, or authorization to pay any money, or anything of value that could be interpreted to adversely affect business decisions or likely compromise their personal or professional integrity. Gift items of nominal value, such as small promotional items bearing another company's name, business meals, gifts received because of personal relationships and not because of official position, mementos received because of attending a widely held gatherings as panelist/speaker and other customary gifts are allowed.

(E). Investments

Directors may not allow their investments to influence, appear to influence, their independent judgment on behalf of the Company. This could happen in many ways, but it is most likely to create the appearance of a conflict of interest if a Director has a significant investment in a competitor, supplier, customer, or distributor and his decisions may have a business impact on this outside party.

(F). Diversion of Business:

Directors shall not divert business opportunities of the Company, by exploiting for their own personal gain. However the Directors can pursue such business opportunities once they are fully disclosed to the company and the company declines to pursue such opportunities.

(G). Use of Company's Assets:

The assets of the Company shall be used for legitimate business purpose and shall not be used for personal purposes. Incidental personal use, if reasonable, does not amount to violation of the code.

(H). Others:

It would be impracticable to attempt to list all possible conflict of interest situations and it is possible that other such situations, which are not enumerated above, May arise. All such situations, which arise any questions or doubts, may please be brought to the notice of the Board for appropriate decision.

5. Legal Compliance:

It is the general obligation of the Directors to conduct the business and operations of the Company in accordance with the laws, rules, regulations, agreements, guidelines; standards including accounting standards governing its operations in the geographies the Company operate. The Directors shall acquire appropriate knowledge of the legal requirements relating to their duties sufficient to enable

them to perform their obligations diligently. The Directors shall also comply with the internal policies and procedures of the Company to the extent applicable to them including but not limited compliance with Prohibition of Insider Trading policy of the Company.

6. Corporate Disclosure Policy:

It is the Company's policy to ensure continuous, timely and adequate disclosure of Company's information. The Company is committed to full, fair, accurate, timely and understandable disclosure in reports and documents it files with or submits to the regulatory authorities and in other public communications. The Directors shall provide only public information to the analyst/ research person/large investors like institutions. Alternatively, the information given to the analyst should be simultaneously made public at the earliest. The Directors must maintain the confidentiality of information relating to the affairs of the Company until and unless authorized or legally required to disclose such information; and shall not use confidential information for their personal advantage.

7. Competition and Fair Dealing:

The Directors are obligated to deal fairly and honestly with each other, the Company's associates and with the Company's customers, suppliers, competitors and other third parties. Directors and Senior Management personnel shall not take unfair advantage of anyone through manipulation, concealment, abuse of privileged information, misrepresentation or any other unfair dealing or practice. The Company is committed to free and open competition in the marketplace.

It is the duty and obligation of every Director to comply with this code of conduct and he/she shall acknowledge and affirm ongoing compliance with the code on an annual basis. Any violation of the code shall be reported to the Chairman of the Board and to the Compliance Officer of the Company. This code of conduct shall be posted on the website of the Company.

8. Acknowledgement:

The Directors shall read and fully understand this model code of conduct any comply with the policies procedures and principles contained therein. Appear to influence, their independent judgment on behalf of the Company. This could happen in many ways, but it is most likely to create the appearance of a conflict of interest if a Director has a significant investment in a competitor, supplier, customer, or distributor and his decisions may have a business impact on this outside party.

CEO & CFO'S DECLARATION & CERTIFICATION TO THE BOARD OF DIRECTORS

Date: 31st May, 2022

The Board of Directors
Central Insurance Company Ltd.
CIC Tower, 7-8 Motijheel C/A, Dhaka

Sub: Declaration on Financial Statements for the year ended on 31st December, 2021.

Dear Sirs,

Pursuant to the condition No. 1(5) (xxvi) imposed vide the Commission's Notification No. BSEC/CMRRCD/206-158/207/Admin/80 Dated June 3, 2018 under section 2CC of the Securities and exchange Ordinance, 1969, we do hereby declare that:

(1) Financial Statements of Central Insurance Company Ltd. for the year ended on 31st December, 2021 have been prepared in compliance with International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in the Bangladesh and any departure there from has been adequately disclosed;

(2) The estimates and judgment related to the financial statements were made on a prudent and reasonable basis, in order for the financial statements to reveal a true and fair view;

(3) The form and substance of transactions and the Company's state of affairs have been reasonably and fairly presented in its financial statements;

(4) To ensure above, the Company has taken proper and adequate care in installing a system of internal control and maintenance of accounting records;

(5) Our internal auditors have conducted periodic audits to provide reasonable assurance that the established policies and procedures of the Company were consistently followed; and

(6) The management's use of the going concern basis of accounting in preparing the financial statements is appropriate and there exists no material uncertain doubt on the Company's ability to continue as a going concern.

In this regard, we also certify that --

(i) We have reviewed the Financial Statement for the year ended on December 31, 2021 and that to the best of our knowledge and belief;

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

(b) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws.

(ii) There are no transactions entered into by the Company during the year of 2021 which are fraudulent, illegal or violation of the Company's code of conduct.

Sincerely yours,

Md. Zahid Anwar Khan
Chief Executive Officer

Md. Mizanur Rahman
Chief Financial Officer

REPORT ON AUDIT COMMITTEE

(For the year ended as on 31st December, 2021)

Background and purpose

The Audit Committee is a sub-committee of the Board of Directors charged with oversight of financial reporting and disclosure. It assists the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company.

Bangladesh Securities and Exchange Commission (BSEC) has issued a notification regarding Corporate Governance Guidelines (Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 dated June 03, 2018). The Conditions of these are imposed on 'comply basis aiming to enhance corporate governance in the interest of investors and the capital market.

This report is presented in accordance with the Code which sets out the role of the Committee and the functions carried out during the year ended December 31, 2021. The Committee is a central pillar of effective corporate governance and fulfills its oversight responsibilities mandated by law and its Charter approved by the Board. The Committee plays a critical role in enhancing audit quality, assurance in the integrity of financial reporting and creating an environment that promotes transparency. The Committee's primary responsibilities are:

- To oversee the financial reporting process
- To oversee appointment, remuneration, and evaluation of auditors
- To evaluate internal financial controls, internal audit function, and risk management systems
- To evaluate the standards of corporate governance, transparency and disclosures

Composition of the Committee

The Committee presently comprises of 4 Members of whom 2 are Independent Directors and other 2 are Non-Executive Directors. The Chairman of the Committee is an Independent Director. Mr. Md. Amirul Islam FCS, FCA acted as Chair of the Committee. The Company Secretary functions as the Secretary to the Committee. All Committee Members are financially literate and able to interpret financial statements and assess the adequacy of the internal control processes.

Responsibilities and Duties

The Audit Committee shall be responsible for the following duties:

A) Financial Reporting

- To oversee the financial reporting process of the company.
- To monitor choice of accounting process of the company
- To monitor internal Control and Risk management processes
- To oversee hiring (appointment) of external auditors
- To oversee the performance of external auditors
- To review, along with the management the annual financial statements before submission to The Board for approval.
- To review the adequacy of Internal Audit function
- To review management report provided by the Statutory Auditor
- To review, along with the management, the quarterly, half yearly and annual financial statements

B) Audit Reports

1) To prepare the annual Committee report and submit to the Board, which includes summary of its activities and review the Board's statements on compliance with the BSEC Codes of Corporate Governance for inclusion in the Annual Report.

2) To review the Charter of the Committee and make necessary revisions for the year. The Committee affirms that all responsibilities outlined in the charter have been carried out. In addition, the charter is reviewed, and proposed updates presented to the Board for approval. As adherence to best practices, evaluation of Committee activities is carried out; this is a key tool in achieving and maintaining a high degree of effectiveness.

C) Internal Control

- To evaluate the Company's internal financial controls and risk management framework commensurate with the size, scale and complexity of its operations. The Committee reviews whether Management is adhering to the appropriate compliance culture by communicating the importance of internal controls and risk management to ensure that all members have a clear understanding of their respective roles and responsibilities.
- To consider whether internal control strategies recommended by internal and external auditors have been implemented in a timely manner by the management thereby ensuring that the system of internal control is soundly embedded, effectively administered and regularly monitored.
- To recommend to the Board steps to improve the system of internal control derived by the Committee from the findings of the internal and external auditors.

D) Compliance Issue

The Audit Committee shall review whether all the applicable Rules, Regulations, Guidelines, Notifications, Directives etc framed/issued by the regulatory authorities have been complied with.

Meetings of the Audit Committee

The meetings of the Audit Committee shall be presided over by its Chairman.

- The quorum of a meeting of the Audit Committee shall constitute by majority of members and shall not constitute without at least 1 (one) independent director
- The Audit Committee shall hold at least 4 (four) meetings in a year to perform its duties and responsibly
- The Audit Committee may invite the Chief Executive Officer, Head of Internal Audit or any other officials to attend the meeting.
- The Audit Committee may request the internal or external auditor to submit valuation/evaluation report(s) on any specific issue.
- All the observations/findings/recommendations of the Audit Committee shall be recorded in the minutes of the Company.
- The Secretary shall minute the proceedings and resolutions of all committee meetings, including the names of those present and in attendance and shall circulate the minutes of meetings of the Committee to all members of the Committee.

Attendance at meetings of Audit Committee

Sl.No.	Composition of Audit Committee	Designation	Meeting Held	Attended	%
01.	Mr. Md. Amirul Islam FCA, FCS	Chairman	4 (Four)	4 (Four)	100%
02.	Mr. Md. Tayabur Rahman	Member	4 (Four)	2 (Two)	50%
03.	Mr. Md. Masud Karim	Member	4 (Four)	4 (Four)	100%
04.	Mr. Abu Mohammed Abid Chowdhury	Member	4 (Four)	4 (Four)	100%

Performance of the Audit Committee

The Audit Committee held 4 (four) meetings during the year. The meeting focused, among others on the following activities:

1. Reviewed the reliability and consistency of the financial statements of the Company to ensure that the internal control and compliance procedures are adequate to present a true and fair wiew of the Company's state of affairs for the year 2021.

2. Reviewed the annual financial statements for the year 2021 with statutory auditors. Ensured that proper disclosure required under Accounting Standards as adopted in Bangladesh have been made and also complied with the Companies Act and various rules and regulations applicable to insurance business.

3. Reviewed the unaudited quarterly and half-yearly financial statements for their proper presentation to the shareholders and regulatory authorites.

4. Reviewed the various reports of the Internal Auditor and recommended appropriate actions to the management where needed.

5. Reviewed the audit plan-2021 and also make sure other nenessary policies with ensure proper control & compliance as per appropriate directions to the internal auditors.

The minutes of the Committee meetings were placed subsequently before the Board for its approval, on a regular basis, which contained all issues along with various suggestions and recommendations to the Management and the Board.

The Committee is of the opinion that adequate controls, procedures, risk management and compliance monitoring systems are in place to provide reasonable assurance that the Company's assets are safeguarded and that the financial position of the Company is satisfactorily managed.

With thanks and best regards

Md. Amirul Islam FCA, FCS
Chairman, Audit Committee

REPORT ON NOMINATION AND REMUNERATION COMMITTEE

(For the year ended as on 31st December, 2021)

The Nomination and Remuneration Committee ("the Committee") is a sub-committee of the Board which is independent but appointed by and accountable to the Board of Directors of the Company and to the shareholders according to the conditions of the "Corporate Governance Code, 2018" of the Bangladesh Securities and Exchange Commission dated June 03, 2018 ("the Code"). This report is presented in accordance with the Code which sets out the role of the Committee and the functions carried out during the year ended December 31, 2021 ("the year under review").

COMPOSITION OF THE COMMITTEE

The Committee as at 31 December 2021, comprises of 3 (Three) Members. The Chairman of the Committee is an Independent Director. Mr. Abu Mohammed Abid Chowdhury acted as Chairperson of the Committee. The Company Secretary functions as the Secretary to the Committee. All permanent members of the Committee are non-executive directors.

RESPONSIBILITIES AND DUTIES

The Committee assists the Board in formulation of the nomination criteria or policy for determining qualifications, positive attributes, experiences and independence of directors and top level executives as well as the remuneration philosophy of the Company. The Committee oversees, among others, the following matters and makes recommendations for review/approval to the Board:

- NRC shall be independent and responsible or accountable to the Board and to the shareholders
- To oversee the preparation and maintenance of a remuneration philosophy and policy to promote performance culture
- To monitor the remuneration structure and levels of Top Executives, Senior Managers and all other Officers
- To review the effectiveness of remuneration policy to ensure that whether the Board's set objectives and expectations are being met
- To ensure that the structure and mix of fixed and variable pay and other elements are in alignment with the overall business objectives
- To guide and provide proper directives to HRD during preparation and review of any policy or process related to compensation and benefits
- To review the annual salary increment for all employees
- To ensure that all benefits, including retirement benefits and other financial arrangements are justified, appropriately valued and promoting performance based reward & recognition.
- The Committee shall report to the Board and disclose the nomination and remuneration policy and the evaluation criteria and activities of NRC during the year at a glance in its annual report.

MAJOR ACTIVITIES DURING THE YEAR

The Committee carried out its functions in accordance with its Charter and applicable laws in key areas of the annual financial reporting cycle. During the year under review, the Committee carried out the following activities:

- Reviewed and recommended to the Board for adoption the updated Code of Conduct for the Board, Key Management Personnel and all members of the Company
- Reviewed the compensation and talent management principles of the Company
- Reviewed and confirmed the appointment of the Director
- Review and recommend to the Board for approval revisions to the Charter of the Committee
- Review and approved the calendar of business of the Committee
- Reviewed and recommended to the Board for approval the Policy on Board Diversity

Attendance at Nomination and Remuneration Committee Meetings:

Sl. No.	Composition of Audit Committee	Designation	Meeting Held	Attended	%
01.	Mr. Abu Mohammed Abid Chowdhury	Chairman	01	01	100%
02.	Mr. Md. Abul Kalam	Member	01	01	100%
03.	Mrs. Nurun Nahar	Member	01	01	100%
04.	Mr. Md. Jafar Ali FCS	Member Secretary	01	01	100%

The minutes of the Committee meetings were placed subsequently before the Committee for its approval, on a regular basis, which contained all issues along with discussions and recommendations to the Management and the Board. The matters recommended by the Committee to the Board were considered by the Board and resolutions of the Board were recorded capturing the Committee's recommendations.

With thanks and best regards

Abu Mohammed Abid Chowdhury
Chairman, NR Committee

DIRECTORS' REPORT TO THE SHAREHOLDERS

FOR THE YEAR ENDED 31ST DECEMBER 2021

Dear Shareholders,

Ladies and Gentlemen,

With great pleasure I would like to welcome you to the 34th Annual General Meeting of Central Insurance Company Ltd. and also place before you the Director's Report along with the Audited Financial Statements and the Audited Report for the year ended 31st December 2021 for your kind review and approval.

Before reviewing the performance of the Company for the year 2021, we would like to briefly review the Global & Bangladesh economy.

GLOBAL ECONOMY

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

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

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

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

BANGLADESH ECONOMY

According to Bangladesh Bank Statistics, Bangladesh GDP was 5.2% in 2020 and is forecast to be 8.2% in 2021 and 8.3% in 2022. The country has already passed through 2 years' period of uncertainties and difficulties created by COVID-19 pandemic. However, people of this country have courageously faced the adverse situation, so created, by carrying on economic activities with inborn resilience, with which we have been blessed. The government's adoption of a policy of mass vaccination at the early stage of the pandemic has effectively contained a situation which otherwise could have been worse. This has put Bangladesh ahead of many developing countries. Exports continue to rise and there is an expansion of economic activities in all spheres, the forecast of significant growth in the country's GDP in the coming years no doubt realistically reflects this optimistic situation.

Bangladesh non-life insurance industry continues to operate as one of the smallest in the world (holding 86th position in the world ranking). It has been reported that in the year 2020 Bangladesh insurance market contracted: Life -0.898% and non-life 0.866%. The rate of insurance penetration has reduced to: Life 0.3% and non-life 0.1% from 0.4% and 0.2% respectively. The situation is particularly dismal for the non-life insurance sector where 45 private insurers and 1 state-owned corporation earned estimated TK 37,373.82 million in premium income.

Our non-life insurance market continues to be extremely overcrowded when compared with developing countries including our neighbors. The situation has obviously given rise to intense and unhealthy competition among the existing players. At the same time, with deteriorating standard of clients' services, public trust in insurance continue to diminish. Much need to be done to remedy the situation. There is no reason why, in line with the country's impressive GDP growth, the insurance industry should also not grow by remedying its manifold problems and, most important, by tapping the hitherto untapped segments of the market.

PERCEPTION OF OUR CUSTOMERS AND CONSUMERS:

The regulatory reforms in Bangladesh which started with the introduction of the Insurance Act 2010 are yet to be completed as the important regulations under the act. It is obligatory for insurance companies in Bangladesh to charge premium rates as determined by the Central Rating Committee (CRC) of IDRA, the Regulatory. However, although the process of reviewing the tariff rates has already started in the light of up dated loss expenses obtained over the years, this needs to be completed. Otherwise many clients tend to feel that they are being overcharged. This has negatively impacted on the public perception of the insurance industry at large, thereby hindering its growth. The future progress of Bangladesh Insurance Industry predominantly depends on how the consumers' perception of insurance as an useful and efficient vehicle of risk transfer can be bolstered.

OPERATING RESULT OF THE COMPANY

During the year 2021, Central Insurance attained Gross Premium income of Tk. 467.42 million as against Tk. 379.91 million in 2020 an increase of 23.03%. The reasonable growth in Gross Premium income is attributable due to writing new business from private sector and small growth of net premium caused by low retention of larger risks.

Class wise Financial Achievement in 2021 compared to 2020 is shown below:

	Gross Premium		Net Premium	
Class	**2021**	**2020**	**2021**	**2020**
Fire	201.22	162.06	151.64	99.27
Marine	185.91	132.90	151.39	101.68
Motor	31.91	34.19	31.82	34.10
Miscellaneous	48.38	50.74	11.58	10.75
Total	**467.42**	**379.90**	**346.43**	**245.82**

Underwriting profit achievment was Tk. 112.31 million as against Tk. 89.07 million in 2020.

Investment income was Tk. 82.91. million as against Tk. 77.78 million in 2020.

Net pre-tax profit stood at Tk. 160.80 million as against Tk. 143.45 million in 2020.

Net profit after tax profit amount Tk. 127.89 million as against Tk. 127.89 million in 2020.

Some important statistics relating to the performance of the Company in the year 2021 are shown in the accounts part.

DIVIDEND & OTHER RESERVES

The Board of Directors of the Company has recommended 18% cash dividend for the year ended 31st December, 2021 from the net profit of Tk.160.8 million. The Board of Directors of our Company recommended transfer of Tk. 34.64 million for exceptional loss account, Tk.33.59 million as income tax. The policy of the Directors is to pay dividends to the heights possible extent from the surplus after being considered tax & reserve for exceptional loss subject to normal business condition. On 31st December, 2021 total investments in Bank & Other financial instruments are Tk.229.13 Million. This progress undoubtedly shall create hopes in the mind of valued shareholders.

INFORMATION TECHNOLOGY

Central Insurance has been able to successfully build up its own IT Division managed by highly experienced and trained professionals, working on maintaining and developing the Company's IT infrastructure. The IT professionals are constantly innovating and producing in house programs to meet the needs of the Company's even increasing and diversified products and services. The IT division has successfully implemented a Wide Area Network (WAN) to connect the entire branch offices situated all over the Country on real time basis, that's why providing seamless connectivity and prompt customer services.

We have also acquired a new high configured server to build up three tier applications and hardware architecture.

HUMAN RESOURCE MANAGEMENT

It has been fundamental practice in Central Insurance to always emphasize on professionalism and the development of appropriate human resource management policies to enhance the quality of its employees and to ensure their optimum contribution towards the achievement of corporate goals.

The Board believes that employees are the most valuable resource and key to the success of an organization. The Company strives to attract, develop, compensate and retain the most qualified people in a work environment characterized by discipline and attention. The Board also endorses the betterment and productivity of its employees.

Through a good number of facilities and measures, financial and non-financial which are as follows:-

- Attractive Compensation Package
- Gratuity
- Provident Fund (With 10% on basic salary of employees)
- Leave Facilities
- Group Insurance
- Festival Bonus
- Training and Workshop
- Car Finance Scheme (Hire Purchase Policy)
- Annual Increment
- Promotion and Career Growth Opportunities
- Hygienic Work Environment

SOUND CORPORATE GOVERNANCE:

As a public listed entity and leading insurance company in Bangladesh led by professional people, Central Insurance Company Limited is committed to adopting the highest governance standard and adjusting them as required in profiting the interest of Shareholders and Policyholders.

Our Supervisions have a keen interest in our sound corporate governance as it is our essential element in the safe functioning of the company and may adversely affect the company's risk profile if not operating effectively.

Corporate Governance determines the allocation of authority and responsibility by which the business and affairs of an insurance are carried out by its Shareholders, Board and Senior Management including how they

- Set the company's strategy and objections
- Select and oversee personnel.
- Operate the Insurance's Business a day-to-day basis.
- Perfect the interests of depositories meet Shareholder obligations and take into account the interests of other recognized Stakeholders.
- Align Corporate culture, corporate activities and behavior with the expectation that.
- The Insurance will operate in a safe and Sound manner, with integrity and in compliance with applicable laws and regulations; and
- Establish Control Functions.

Practices we admire:

- The Chairman leads the Board of CICL.
- Representation of women on the Board is encouraging.
- The Company is being run in line with Corporate Governance Policy of the Regulation.
- Shareholders vote for individual directors.
- All Boards Committee meet independent guidelines in respect of composition.
- The Board conducts an annual review of its performance and that of its Committees.
- An orientation program is in place for all new directors.
- All directors, executives/officers and employees of CICL are required to acknowledge their adherence annually to Insurance guidelines for business conduct.

CORPORATE SOCIAL RESPONSIBILITY (CSR):

The Company has continued its Endeavour to deliver economic and social benefits to the community in discharge of its CSR and has extended financial assistance to society and our employees. Central Insurance Company Limited is quite animate on its role of Corporate Social Responsibilities (CSR). Alike last year the Company during the year has contributed the following Corporate Social Responsibilities (CSR) activities:

- Donation towards BGMEA Hospital for the patient of COVID-19
- Donation for Treatment of Government Employee
- Donation for Employees Treatment
- Donation for Education

RETIREMENT OF DIRECTORS

Group-'A'

In accordance with the provision of the Articles of Association of the Company, three directors from Group-A namely Mr. Abul Kalam, Mr. Md. Tayabur Rahman & Mr. Nurul Islam will retire from office by rotation at the 34th Annual General Meeting and be eligible for re-appointment.

Group-'B'

In accordance with the provision of the Articles of Association of the Company two directors from 'Group-B name Mrs. Nurun Nahar & Mr. Ifthehar Maleque will retire from office by rotation at the 34th Annual General Meeting. In place of two vacant posts of Directors, General Shareholder has offered their candidature for the appointment as Director.

In pursuance of the Insurance Rules 1958, necessary arrangements have been made for election of two Directors from 'Group-B' shareholders and notice has been published in two daily newspapers inviting nominations from the eligible candidates in this respect Mr. Syed Md. Waziullah, Advocate & partner of M/s. Noble Law Associates, Law Firm has been appointed as Election Commissioner as per the decision of the Board of Directors.

DIRECTORS' FEE

The Directors including Independent Directors, all being Non-Executive Directors, are given only Meeting Attendance Fee of BDT 8,000 (BDT eight thousand only) per head per Meeting of the Board and Committees. During the year 2021, a total amount of BDT 976,800 was given to the Directors as Remuneration/Meeting Attendance Fees, Travel expenses and others.

APPOINTMENT OF AUDITORS

M/s. Shafiq Basak & Co, Chartered Accountants, External Auditor of the Company, retire at the 34th Annual General Meeting and being eligible offer themselves for appointment as External Auditors for the year 2022 & our Board recommended their remuneration of Tk. 2,25,000/- only for approval by the shareholders in the Annual General Meeting.

ACKNOWLEDGEMENTS

This year's performance is a testament to the hard work and dedication of our people around the country. With an agile workforce and work ethics that emphasizes on constant learning and adaptability, I am confident in the skills and commitment of my colleagues to deliver for our customers and our shareholders in 2022 and beyond.

On behalf of the Board of Directors, Executives, Officers and Staff of all ranks of the Company for continued growth of the Company.

Mohammed Musa
Chairman

MEMBERSHIP CERTIFICATE FROM BAPLC

BANGLADESH ASSOCIATION OF PUBLICLY LISTED COMPANIES

BAPLC

Ref. No: CI-2022/039

Date of issue : January 19, 2022

Renewed Certificate

This is to certify that

CENTRAL INSURANCE COMPANY LIMITED

is an Ordinary Member of Bangladesh Association of Publicly Listed Companies and is entitled to all the rights and privileges appertaining thereto.

This certificate remains current until 31st December 2022.

Secretary General

BUSINESS LICENSE FROM IDRA

INSURANCE DEVELOPMENT AND REGULATORY AUTHORITY

IDRA

BANGLADESH

নিবন্ধন নবায়নের সনদ

(প্রবিধান ৭(৩) দ্রষ্টব্য)

নিবন্ধন নম্বর ঃ সিআর- ২/৮৭ (বীমা অধিদপ্তর)

নিবন্ধন নবায়নের তারিখ ঃ ০১ জানুয়ারি, ২০২২ ইং।

বীমা আইন, ২০১০ (২০১০ সনের ১৩ নং আইন) এর ধারা ১১ মোতাবেক ০১ জানুয়ারি, ২০২২ ইং হতে ৩১ ডিসেম্বর, ২০২২ ইং সাল পর্যন্ত সেন্ট্রাল ইনস্যুরেন্স কোম্পানী লিমিটেড এর নিবন্ধন সনদ এতদ্বারা নবায়ন করা হলো।

ইস্যুর তারিখঃ ১৯-০১-২০২২

চেয়ারম্যান

বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ

ঢাকা

MEMBERSHIP CERTIFICATE FROM BIA

বাংলাদেশ ইন্স্যুরেন্স এসোসিয়েশন

BIA

বাংলাদেশ ইন্স্যুরেন্স এসোসিয়েশন-এর সদস্যপদ

হালনাগাদ এর জন্য প্রত্যয়ন পত্র

এতদ্বারা প্রত্যয়ন করা যাচ্ছে যে, সেন্ট্রাল ইন্স্যুরেন্স কোম্পানী লিমিটেড বাংলাদেশ ইন্স্যুরেন্স এসোসিয়েশন-এর সদস্য।

এই প্রত্যয়ন পত্র ২০২২ সালের জন্য লাইফ/নন-লাইফ বীমা ব্যবসা করার নিমিত্তে বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ-এর নিকট থেকে নিবন্ধন নবায়নের জন্য হালনাগাদ সনদ।

তারিখ ঃ ২২.১১.২০২১

বাংলাদেশ ইন্স্যুরেন্স এসোসিয়েশন-এর পক্ষে

(নিশীথ কুমার সরকার)
সেক্রেটারী জেনারেল

মুখ্য নির্বাহী কর্মকর্তা
সেন্ট্রাল ইন্স্যুরেন্স কোম্পানী লিমিটেড
সিআইসি টাওয়ার (লেভেল-৩ এবং ৪)
৭-৮, মতিঝিল বা/এ,
ঢাকা-১০০০

VIEW OF CSR ACTIVITIES

At Central Insurance Company Limited (CICL), corporate social responsibility (CSR) demonstrates our action of doing well across our arch of influence. It demonstrates our deep commitment to continue to serve our clients, communities, Shareholders and Government in good and in difficult times. It articulates our responsible stewardship for a more equitable future. The Company's CSR emphasis is embedded into the culture of the Company, not only enabling the enhancement of business sustainability but also ensuring commitment to long-term stakeholder value creation. Some of the notable and regular CSR activities of Central Insurance Company Ltd. are as follows:

Seminar & Prayer on the occasion of Mujib Borsho-2021

Birthday Celebration of Sheikh Rasel (Youngest son of Bangabandhu Sheikh Mujibur Rahman)

Donation for Treatment

Tree plantation

Distribution of blankets by Central Insurance Company Limited among the helpless people

Awarnance Programe on Global Climate Change and significant effect on business

Seminar on Anti-Money Laundering organized by CAMLCO, CICL

AA RATING

HAS BEEN ENDORSED BY CRISL

Credit Rating Information and Services Ltd. (CRISL) confirmed very "High Claims Paying Ability" (HCPA) i.e. AA (pronounced as double A) for the year 2022 based on the financial and other relevant qualitative and quantitative information.

Credit Rating in this category is adjudged as very high claim paying ability where protection factors for the insured's, investors and stakeholders are recognized and established. This rating reflects a good financial and underwriting performance, sound liquidity, good fixed assets, efficient investment, experienced board members and prudent management team of the Company.

The aforementioned rating from 2020 to 2021 confirmed that the Company operates its finical activities in a very professional, transparent and ethical manner which results in steady growth of the company's business and goodwill.

Last three years CRISL rating at a glance:

2021 AA- (double A minus) CPA Rating

2020 AA- (double A minus) CPA Rating

2019 AA- (double A minus) CPA Rating

CREDIT RATING REPORT

CRISL

Setting global standard at national level

Credit Rating Information and Services Limited

First ISO 9001 : 2015 Certified Credit Rating Company in Bangladesh Operating Since 1996

CREDIT RATING REPORT
On
CENTRAL INSURANCE COMPANY LIMITED

REPORT: RR/50494/22

This is a credit rating report as per the provisions of the Credit Rating Companies Rules 1996. CRISL's Claim Paying Ability Rating is valid for only one year from the date of rating. After the above period, the rating will not carry any validity unless the company goes for rating surveillance. ***CRISL followed Insurance Rating Methodology published in CRISL website www.crislbd.com***

	Claim Paying Ability
CPA Rating	AA
Outlook	Stable
Date of Rating: January 27, 2022	**Valid up to:** January 26, 2023

Address:
CRISL
Nakshi Homes
(4th & 5th Floor)
6/1A, Segunbagicha,
Dhaka-1000
Tel: 9530991-4
Fax: 88-02-9530995
Email:
crisldhk@crislbd.com

Rating Contact:
Md. Asiful Huq
Chief Rating Officer
asif@crislbd.com

Analysts:

Reaz Uddin Ahmed
reaz@crislbd.com

Md. Farukul Islam
faruk@crislbd.com

Entity Rating:
CPA Rating: AA

Outlook: Stable

Rating:
Based on Financials up to December 31, 2020

CENTRAL INSURANCE COMPANY LIMITED

ACTIVITY
Non-Life Insurance

DATE OF INCORPORATION
November 12, 1987

COMMENCEMENT OF BUSINESS
December 10, 1987

CHAIRMAN
Mohammed Musa

CHIEF EXECUTIVE OFFICER
Md. Zahid Anwar Khan

EQUITY
TK.1,236.83 million

TOTAL ASSETS
TK.2,025.17 million

1.0 RATIONALE

CRISL has upgraded the Claim Paying Ability (CPA) rating of Central Insurance Company Limited (CICL) to 'AA' (Very High claims paying ability) based on the financials up to December 31, 2020 and other relevant qualitative and quantitative information up-to the date of rating. The rating has been upgraded on the basis of CICL's profitable underwriting performance, good capital base, good FDR base, experienced and professional management team etc. CICL sources significant business from renowned group of companies and banks. The company continues to deliver improved and innovative product and services taking due care of the compliance requirements. Based on the financial statement of 2020, its underwriting profit stood at Tk.89.07 million. Profit after Tax (PAT) moved upward to Tk.111.07 million in YE2020 from Tk. 100.90 million in YE2019. Pre-tax operating margin increased to 53.10% in YE2020 from 50.44% in YE2019. CRISL views CICL's investment strategy is well diversified having around 87.57% of its funds remaining in cash and deployed in fixed deposits as well as in fixed income instruments and rest 12.43% in capital market investment.

On the other hand, CICL faces challenges from high expense ratio, unrealized loss on capital market exposure, small market share, decline in market capitalization etc. However, reduction of management expense will enhance its overall performance. CRISL expects the company to continue to adopt a prudent underwriting approach, improve business and investment portfolio.

CPA rated in this category is adjudged to offer very high claims paying ability. Protection factors are strong. Risk is modest but may vary slightly over time due to underwriting and/or economic condition.

CRISL also views the company with "Stable Outlook" from the industry viewpoint for overall industry growth and policy and regulations implicated by regulatory authority. CRISL believes that the company will be able to maintain its fundamentals in foreseeable future.

2.0 CORPORATE PROFILE

2.1 Background

Central Insurance Company Limited (CICL) is non-life insurance company. It was incorporated on November 12, 1987 as a public limited company. CICL was incorporated with the initiative of some renowned business personalities of the country having involvement in diversified businesses with the vision "to be leading and most confident and a reliable insurer of the country". It obtained the Certificate of Registration for carrying on insurance business from the Chief Controller of Insurance on November 30th, 1987. The company started its business with an authorized capital of Tk.1,000.00 million and paid-up capital of Tk.494.37 million. CICL went into initial public offering in 1994. The shares of the company are listed with both the bourses of the country and are being traded as 'A' category issue. The company has been operating its business with a network of 34 branches located at different districts of the country. CICL earned a gross premium of Tk.379.91 million in YE2020 and reported net underwriting profit of Tk.89.07 million during the same period. Mr. Mohammed Musa is the Chairman of the Board while Management team is headed by Mr. Md. Zahid Anwar Khan as Managing Director & CEO. The company carries out its business operation from its Head Office located at CIC Tower (3rd & 4th Floor), 7-8 Motijheel C/A, Dhaka-1000.

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Muzaffar Ahmed, FCMA,FCS
President and CEO
Credit Rating Information and Services Ltd

CLAIMS MANAGEMENT AND OUR ANALYSIS

The essence of insurance contract contemplates efficient service when distress falls upon the insured and renders assistance in no time most effectively to refill loss suffered. Central achieved built-in reputation for its expeditious settlement of claim. Central Claims Department is fully equipped with devoted and efficient professionals capable of providing personalized services to the valued clients round the clock. The claims handling process starts with the notification of loss to Central Insurance and the company appoints a licensed loss adjuster immediately upon receipt of intimation. Central Insurance undertakes all necessary steps expeditiously in an orderly sequence: to contact the insured, arrange to inspect the loss through a loss adjuster, ascertain quantum of loss and company's liability etc. Central Insurance also suggests to their clients the preventive measures to be adopted to minimize the loss and to take steps to protect salvage.

Simple procedures and formalities are followed in settlement of claims at the earliest. Partial on account payment on the preliminary survey report is also paid to the insured considering severity of loss. In order to ensure speedy disposal of claims, the insured and/or their agent are always requested to submit all available supporting documents without delay. A list of minimum requirement of supporting papers for claims arising under each class of business is maintained at the Head Office. As soon as Central Insurance receives all necessary papers along with survey report from the loss adjuster, the company quickly scrutinizes all documents against its check list of requirements; verifies the loss adjustment made by the Surveyor and, if in order, proceeds with settlement of claim without loss of time.

Underwriting and claims settlement are the two vital aspects of the functioning of any insurance company. An insurance client obtains an insurance policy by paying a price called premium with the objective of obtaining financial indemnification upon happening of a loss to the subject matter of insurance. Out of any insurance contract, the client therefore has the following expectations:

- Adequate insurance coverage, which does not leave him high and dry in time of need, with right pricing.
- Timely delivery of defect free policy documents with relevant endorsements/ warranties/ conditions/ guidelines.
- Should a claim happen, quick settlement to his Satisfaction

Central Insurance has a corporate philosophy on claims management setting out broad approach aiming to provide high quality service and expeditious settlement of claims. It specifies the nature of claim service at each stage of the claim process, the speed of the claim service and also the IT enabled interactive process to know the status of the claim. Central Insurance manages the claims rather than handling them.

INCURRED BUT NOT REPORTED (IBNR) LOSSES

IBNR refers to the losses that are not filed with the insurer or reinsurer until years after the insurance policy is sold. It is a reserve to provide for claims in respect of claim events that have occurred before the accounting date but had still to be reported to the insurer by that date. In the case of a reinsurer, the reserve needs also to provide for claims that have not yet been reported to the reinsurer as being liable to involve the reinsurer.

Some liability claims may be filed long after the event that caused the injury to occur. Asbestos-related diseases, for example, do not show up until decades after the exposure. IBNR also refers to estimates made about claims already reported but where the full extent of the injury is not yet known, such as a workmen's compensation claim where the degree to which work-related injuries prevents a worker from earning what he or she earned before the injury unfolds over time. Central Insurance regularly adjusts reserves for such losses as new information becomes available.

INCURRED BUT NOT ENOUGH REPORTED (IBNER) RESERVE

IBNER refers a reserve reflecting expected changes (increases and decreases) in estimates for reported claims only (i.e. excluding any "true" or "pure" IBNR claims). The abbreviation is sometimes stated as applying to "incurred but not enough reserved."

IBNR and IBNER - these are two terms can be regarded as identical meaning. In some types of work, especially in reinsurance and in the London market, IBNR provisions include any IBNER provisions. Sometimes the provision for claims incurred on or before the valuation date and reported after the valuation date is referred to as the True IBNR or the Pure IBNR.

Under the current Insurance laws of Bangladesh, it is not yet obligatory to provide reserves for IBNR and/ or IBNER claims. However, under solvency margin regulations proposed under Insurance Act 2010, such reserves will be required to be maintained in the manner to be prescribed by the relevant Rules.

STATEMENT OF CORPORATE GOVERNANCE

Central Insurance endeavors to ensure benchmark corporate governance processes and practices. The Company has a strong legacy of following fair, transparent and ethical governance practices. Our Corporate Governance policy is based on the belief that:

- Good governance results in better business results
- Good governance converts plans into performance
- Good governance maximizes shareholder value

At Central Insurance, good governance practices form part of business strategy, which includes, focus on long term value creation and protecting stakeholders' interests by applying due care and diligence in business decisions. Shareholder value as an objective is embedded into all aspects of corporate governance. Our Corporate Governance is therefore a set of principles which ensures we are governed in the best interest of all the stakeholders—the shareholders, society, employees and the government.

At Central Insurance, our business is driven on the foundation of strong ethics and sound corporate governance. Our corporate governance philosophy stems from our value of openness and transparency which is fundamental to our decisionmaking process and one of our core management beliefs. Our corporate governance is further strengthened by the adoption of a uniform Code of Conduct for the Board members and senior management, the Board processes, the Rules on Prevention of Insider Dealing and transparent disclosures.

This statement presents the Company's governance framework and the structures and processes that strive to ensure a continued commitment to sound governance.

CORPORATE GOVERNANCE FRAMEWORK

A high-level of ethics, compliance and governance culture is fundamental to the effective delivery of our business and ensures long-term business growth. Our governance principles are:

- Adherence to the letter and spirit of the law
- Complete transparency in our operations
- Pro-active communication with our stakeholders

We have a tri-faceted governance framework which is as follows:

Governance by Shareholders

Shareholders appoint and authorize the Board of Directors, approve the audited financial accounts, appointment of statutory auditors and hold the Board accountable in their oversight and conduct of business.

Governance by Board & Sub-Committees

The Board and its Committees take up specific responsibilities as per the law and their charters to determine the right level of delegation, control measures, approve strategies, investments and targets for the business. The Board exercises oversight over the executive management to ensure that they fulfill their duties in accordance with the recommendations and targets set by the Board.

Governance by Management Team

The Executive Leadership Team or Management Team of the Company leads the day-to-day affairs and management of the business with full compliance to the laws of the land, the mandates of the Board and adherence to the Code of Conduct of the Company.

The governance framework aims to deliver management effectiveness, reduction in risk and promotion of best corporate culture. Dedicated towards standing true to the highest level of integrity and exemplifying the highest standard of business conduct, good Corporate Governance is the underlying force for the Company, driving sustainable and responsible business operations with transparency, accountability and compliance.

STATUTORY ADHERENCE

The legal and regulatory standards underlying this framework are the Companies Act 1994, Insurance Act 2010, Insurance Rules 1958, the Listing Regulations of the Dhaka and Chittagong Stock Exchanges, Notification on Corporate Governance of the Bangladesh Securities and Exchange Commission (BSEC), Corporate Governance Code, 2018 and other applicable laws of the land. Apart from this there is a robust set of internal controls, risk management processes and Code of Conduct further strengthening the Company's corporate governance. There is also a robust process of compliance management where compliance is recorded, audited and certified at the granular level to ensure full adherence to the laws of the land.

BOARD OF DIRECTORS

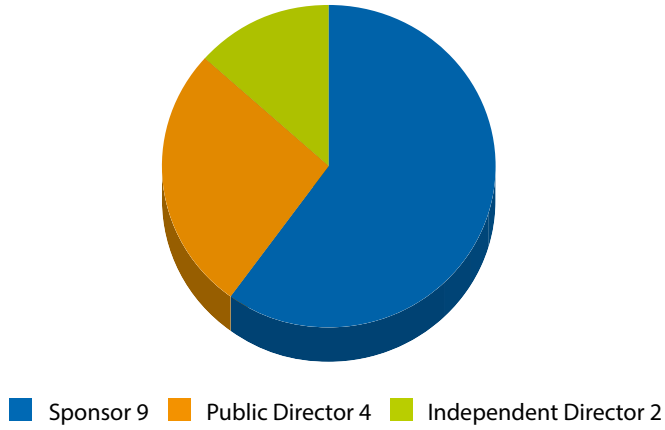
The Board of Directors is the apex authority of the Company, responsible for policy formulation, approving the business plan, business sustainability, facilitates highperformance culture, providing guidance, and supporting the management to run the organization effectively within the framework of internal controls ensuring the interests of stakeholders.

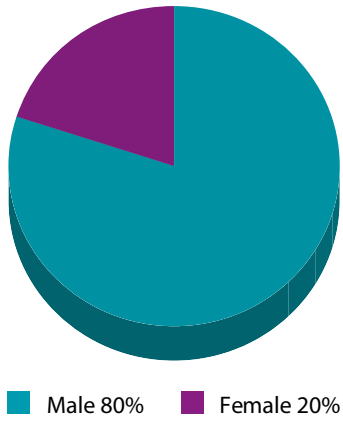
The Company's Board, in fostering a responsible culture, ensures that it adopts practices and policies that are in accordance with the principles and recommendations of the Corporate Governance Guidelines of Bangladesh Securities and Exchange Commission, and the Company's own governing principles. A qualified fellow Chartered Secretary performs the function of Company Secretary to assist the board.

COMPOSITION OF THE BOARD:

Name	Board	Executive Committee	Audit Committee	NRC
Mr. Mohammed Musa Director	Chairman	-	-	-
Mr. Zoynal Abedin Chowdhury Director	Vice-chairman	Chairman	-	-
Ms. Shahida Akhter Director	Member	Member	-	-
Mr. Abul Kalam Director	Member	-	-	Member
Mr. Md. Tayabur Rahman Director	Member	-	Member	-
Alhaj Md. Masud Hossain Director	Member	Member	-	-
Mr. Shabbir ul Kabir Director	Member	Member	-	-
Ms. Nurun Nahar Director	Member	-	-	Member
Mr. Md. Masud Karim Director	Member	-	Member	-
Mr. Ifthehar Maleque Director	Member	Member	-	-
Dr. Jahanara Arzu Director	Member	Member	-	-
Mr. Md. Nurul Islam Director	Member	Member	-	-
Mr. Abu Mohammad Director	Member	Member	-	-
Mr. Md. Amirul Islam FCA, FCS Independent Director	Member	-	Chairman	-
Mr. Abu Mohammed Abid Chowdhury Independent Director	Member	-	Member	Chairman

DIVERSIFIED COMPOSITION OF THE BOARD





THE CHAIRMAN

The Board of Directors elects the Chairman of the Company who will lead the Company according to the article of the Company. All meetings of the Company and the Board are presided over by the Chairman. Mr. Mohammed Musa is the Chairman of Central Insurance Company Limited, a role he has assumed since 2019.

Roles and responsibilities of the Chairman

- The Chairman's responsibility is defined through the Articles guided by the Board, the Company's Code of Conduct and the Code of Corporate Governance.
- As Chairman of the Board of Directors (or Chairman of any Committee formed by the Board) he does not personally possess the jurisdiction to apply policy-making or executive authority, neither does he participate in or interfere with the administration or operational and routine affairs of the Company.
- The Board functions as per the Memorandum & Articles of Association of the Company, along with other applicable laws which must be ensured by the Chairman.
- The Chairman presides over meetings of the Board and Company (at the AGM) and ensures good corporate governance in the conduct of the Board and the Company.
- Representing the Company (whilst in consultation with the Board and Managing Director), the Chairman liaisons with relevant stakeholders representing the Company as a responsible corporate citizen.
- The Chairman may assume any responsibility that the Board assigns within the purview of the relevant rules, regulations, acts and articles.

RESPONSIBILITIES OF THE BOARD

The Board carries out decision-making role in critical matters, monitoring role to prevent corporate failure and the relational role to balance the interests of all stakeholders. Accordingly, strong governance frameworks are established not only to ensure maximum shareholder value but also to contribute positively to the society at large and ensure maximum value for all stakeholders in the eco-system of the Company. The Board establishes structures and processes to fulfill Board responsibilities that consider the interests of investors, regulators, management and employees among others. The major responsibilities of the Board are as follows:

- Oversee management and set goals and direction
- Evaluate strategy and review management performance
- monitor and manage potential conflicts of interest

- monitor the effectiveness of board governance practices
- ensure compliance to laws and regulations
- ensure adherence to company polices and guidelines
- perform risk assessment and ensure integrity of company's financial reporting.

COMMITTEE(S)

To effectively dispense its obligations, the Board has constituted various committees that are listed below. Each committee has its terms of reference as a charter:

Committee	Responsibilities
Executive Committee	· Act as a liaison for the board · Make decisions on the board's behalf · Function as a collaboration outlet
Audit Committee	· Oversee financial reporting process · Oversee appointment, remuneration, and evaluation of auditors · Evaluate internal financial controls, internal audit function, and risk management systems
Nomination and Remuneration Committee	· Review and approve the remuneration philosophy for Directors and other employees · Review and approve policies on board diversity and effectiveness · Oversee the talent management and HR processes and principles of the Company
Management Committee	· Setting the strategic direction to guide and direct the activities of the organization · Ensuring the effective management of the organization and its activities · Monitoring the activities of the organization to ensure they are in keeping with the founding principles, objects and values

MANAGEMENT TEAM

The senior management plays a significant role in managing the business as per the norms of corporate governance, the Company's Code of Conduct and ensures that adequate internal controls are in place and supported through a strong internal control framework. In addition to the legal framework guiding the discharge of functions of the management team, the values underlie and functions as the moral compass of the organization. The implementation of the Board's plans, strategies and policies are carried out by the management team lead by the CEO.

The management team reports to the Board and has the responsibility of implementing the policies and decisions of the Board, overseeing the day-to-day business operations as well as developing, coordinating and implementing business and corporate strategies. The management team is accountable to the Board for achieving the business performance as per the annual operating plan approved by the Board and delivering maximum return for all stakeholders.

CHIEF EXECUTIVE OFFICER

The Chief Executive Officer ("CEO") is responsible for leading the development and execution of the Company's long term strategy with a view to creating shareholder value. The CEO's leadership role also entails being ultimately responsible for all day-to-day management decisions and for implementing

the Company's long and short term plans. The CEO acts as a direct liaison between the Board and management of the Company and communicates to the Board on behalf of management. The CEO also communicates on behalf of the Company to shareholders, employees, Government authorities other stakeholders and the public.

Roles and Responsibilities

- The Managing Director is responsible for driving business operations and entrusted with the responsibility of developing and executing the Company's long-term strategies with a view to creating sustainable shareholder value.
- The Managing Directors leadership role entails being ultimately responsible for all day-to-day management decisions and for implementing the Company's long- and short-term plans.
- The Managing Director acts as a direct liaison between the Board and the management of the Company, and communicates to the Board on behalf of the management.
- The Managing Director also engages on behalf of the Company with shareholders, employees, other stakeholders and the public at large.
- Oversees fundraising planning and implementation, including identifying resource requirements, researching funding sources, establishing strategies to approach funders, submitting proposals and administrating fundraising records and documentation.
- The CEO has to maintain the proper liaison with the authorities like, IDRA, BSEC, DSE, CSE, Bangladesh Bank, NBR and other Authority. The CEO must be able to maintain their laws, rules, regulations, circulars and other order.

CHIEF FINANCIAL OFFICER (CFO)

CFO is responsible for financial strategy, financial condition and position of the Company that requires personnel with extensive knowledge and experience to strengthen financial discipline in Company's operation. He /She will be responsible for successful implementation of financial system as per international standard, Bangladesh Bank guidelines and Bank Companies Act, Insurance Act-2010 and other related Rules and Regulations.CFO will have to work in close consultation with the CEO and report to him.

Roles and Responsibilities

- To oversee asset liability management and fund management.
- To review the Company's financial conditions, financial position and recommend viable alternatives for cost effective operation.
- To develop and expand financial strategy of the Company management in order to develop and strengthen the financial capacity.
- To participate in the strategic planning process, to lead the budgeting and forecasting of the Company and to build a strong financial discipline and accountability foundation for budgeting and forecasting.
- To establish a powerful and effective financial system in the bank and help to prepare all accounts & financial statements of the Company timely and review periodically.
- To implement the policy & procedures relating to financial management, accounting and budget planning and to improve the quality of Company's operation.
- To assist the Company in the field of financial and management accounting, costing and auditing. Other fields of importance will include developing and implementing computerized financial system and management accounting system.
- To ensure achievement of revenue targets on interest income and off-balance sheet earnings. Ensure adherence to policies for control of assets and expenses.

- To plan, direct and coordinate the implementation of effective accounting and financial administration policies, procedures and reports to ensure meticulous compliance of Company's financial policy for sound financial management and control of the Company.
- Tax management – Corporate Tax, Employee Tax and VAT.
- To prepare, present and interpret financial reports to the management, Board of Directors, shareholders and government authorities and to direct and supervise preparation of all fiscal reporting, such as cost accounting, budgets, regulatory authorities and government reports.

COMPANY SECRETARY

A qualified Company Secretary assists the Board. The Company Secretary is appointed for maintaining the essential link and liaison with both internal and external agencies and at the same time ensuring active aggregation, compilation and timely flow of information to and from the Board. The BSEC Corporate governance code also provides that a Company Secretary is to be appointed. The Company Secretary, being a governance official, drives the corporate compliance agenda, while also providing support to the Chairman and other members of the Board for ensuring its effective functioning. Apart from the core roles, the Company Secretary also performs the responsibilities of public affairs and is the authorized representative/signatory of the Company.

Roles and Responsibilities

- Maintaining linkage between the Board, Management, Shareholders and other stakeholders on Matters of corporate interests in a transparent.
- Driving policy compliance awareness among the Company employees.
- Compliance of the Acts, rules regulations, notifications, guidelines, orders/directives, etc. As issued by BSEC or Stock Exchange (s) applicable to the conduct of business activities of the Company so as to protect the interests of the investors and other stakeholders.
- Disclosure of the Company's price sensitive information (PSI) and other capital market related issues.
- Ensuring that appropriate Board procedures are followed as per given guidelines and best practices, and advises the Board on matters as such.

INTERNAL AUDIT

An internal audit offers risk management and evaluates the effectiveness of a company's internal controls, corporate governance, and accounting processes. Internal audits provide management and board of directors with a value-added service where flaws in a process may be caught and corrected prior to external audits.

Roles and Responsibilities

- Maintain and administer internal control and compliance policy ensuring that all key risks are covered by appropriate rules and that line management has an effective system in place to Identify, monitor and measures risk management framework of the Company and to introduce and implement risk based internal audit system.
- Understand and mitigate key elements of the company's risk profile.
- Devise and monitor reliable control systems.
- Ensure that record keeping meets the requirements of auditors and government agencies.
- Report risk issues to the audit committee of the Board of Directors.
- Maintain relations with external auditors and investigate their findings and recommendations.
- To lead the Risk Management Division and report the risks to the CEO.
- Review the findings and recommendations made by the internal & external auditors.

- Meet the requirements of the regulatory authority regarding internal control, compliance and internal audit; provide suitable directions and leadership to the audit and inspection unit, monitoring unit and compliance unit; ensure compliance to Government Commercial audit, statutory audit (CA firms) and Bangladesh Bank audit and IDRA Audit.
- Submit report to the CEO, Audit Committee and Board of Directors periodically with assurance that risk-based audit concept is being implemented effectively and bank's asset & liabilities and other factors are free from risks to a great extent.

SHAREHOLDER MEETINGS

The Company values and places great emphasis on shareholder meetings. The Annual General Meetings give the Board and management the opportunity to connect with shareholders and get their feedback on the performance and governance of the business. The Company ensures timely and adequate notices and disclosures for all shareholder meetings. Given the covid-19 pandemic, the Company held the 33rd Annual General Meeting via digital platform which enabled shareholders to participate effectively and place their questions and comments to the Board. The 34th Annual General Meeting will also be held via digital platform.

OUR CORPORATE RESPONSIBILITIES

- Commitment to conduct business in an honest, ethical and lawful manner. A Code of Conduct guides ethical decisions for all members of the Board which dictates our ethical behavior and manifests our value system that promotes business transparency and builds shareholder trust.
- Commitment to protect the health and safety of our members, the environment, and our communities.
- Commitment to provide a workplace where all employees can fulfill their potential based on merit and ability.
- To transform in a sustainable manner the lives of all those we touch, by nurturing and empowering them to maximize their true potential which is reflected in our commitment to sustainable development and to constantly add value for the benefit of our shareholders, employees and the society.
- Create value for our stakeholders while continually improving our performance as a good corporate citizen with active engagement in CSR activities

FINANCIAL REPORTING

The pillars of a successful information structure are crucial for any organization is its financial reporting system. The Company has a robust financial reporting procedure with all financial statements made in accordance with International/Bangladesh Financial Reporting Standards (IFRS/ BFRS), Companies Act, 1994, Securities and Exchange Rules, 1987, and other applicable financial legislation. Financial data is captured from the financial reports segment of the enterprise resource planning system. Financial statements are reviewed by the CFO, CEO and Audit Committee on a regular basis. External auditors examine the financial reports in accordance with local financial reporting policies and Company procedures. Upon completion of internal scrutiny, financial reports are placed before the Board for final review and approval.

STATUTORY AUDIT

On the basis of the Audit Committee's suggestions, the Board endorses the appointment of an auditor upon shareholders' approval at the Annual General Meeting. Appointment of the statutory auditor is regulated by the Companies Act, 1994, Securities & Exchange Rules, 1987, and BSEC Codes of Governance, 2018. Shareholders not only approve the appointment of the statutory auditor, but also fix their remuneration. As per BSEC order, a statutory auditor cannot remain in office for more than three consecutive years. CICL maintains full independence of the statutory auditor. Prior to submission of the financial statements to the Board for approval, the Audit Committee meets with the statutory auditor to

ensure the independence of the statutory auditor. Further, to ensure adequate regulatory alignment, a Compliance Certificate is obtained from a licensed practicing professional who certifies on the basis of his audit that the Company has duly complied with all the regulatory requirements, as stipulated in the CG Code of Bangladesh Securities and Exchange Commission (BSEC). Such a report is presented to the shareholders and forms a part of the Annual Report of the Company. The appointment of the compliance auditor is also subject to approval of shareholders at the Annual General Meeting.

TRANSPARENT DISCLOSURES

Financial statements are prepared in accordance with the various applicable laws and regulations, some which include:

- International/Bangladesh Financial Reporting Standards (I/BFRS)
- Companies Act, 1994
- Securities and Exchange Rules, 1987
- BSEC directives (issued from time to time)

The management is responsible for designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error. Accounting estimates are made which are rational as per circumstances, with use of correct accounting policies and interpretations. The reports are then reviewed accordingly by respective authorities on a regular basis. The external auditor attends the Audit Committee meetings to review the quarterly financial statements, prepared in accordance with Bangladesh Financial Reporting Standards (BFRS) and Company policies. The Board reviews the financial statements of the Company at the end of every quarter. The quarterly financial statements, along with the notes, are published in two leading daily newspapers, as well as on the Company's website. Furthermore, half-yearly and annual financial statements are also dispatched to all shareholders on a timely basis. Directors prepare the Directors Report, which is an essential part of the Annual Report, as it discloses the financial performance as well as non-financial information regarding the Company's growth, productivity, responsibilities and other information, in compliance with BSEC notification. The Company also abides by the applicable regulations in respect to price sensitive information (PSI).

WELL-DEFINED SHAREHOLDERS' RIGHTS

For managing successful and productive relationships with shareholders, it is imperative to reinforce the importance of maintaining transparency and accountability. The Board ensures through the Company Secretary that shareholders of the Company are treated justly and honorably, and their rights are firmly protected. The Company Secretary is the bridge between shareholders and the Board of Directors of the Company, delivering services to its valued shareholders and conforming to applicable laws and Articles of Association of the Company to safeguard the well-defined rights of shareholders. Shareholders are informed on all material developments in a routine manner on all major issues and changes in business, catering to the continuous requirement of disclosures so that shareholders can make informed decisions.

Overall, at CICL, we uphold our commitment to good corporate governance and pledge to continue to work in meeting the best interests of our shareholders and all other stakeholder groups.

On behalf of the Board,

Md. Zahid Anwar Khan
Chief Executive Officer

CERTIFICATE OF CORPORATE GOVERNANCE CODE

Suraiya Parveen & Associates
(Chartered Secretaries, Financial & Management Consultants)

[Certificate as per condition No.1 (5) (XXVII)]

Report to the Shareholders of
Central Insurance Company Ltd. on compliance on the Corporate Governance Code

We have examined the compliance status to the Corporate Governance Code by Central Insurance Company Limited for the year ended on 31st December 2021. This Code relates to the Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 dated 3 June, 2018 of the Bangladesh Securities and Exchange Commission.

Such compliance with the Corporate Governance Code is the responsibility of the Company. Our examination was limited to the procedures and implementation thereof as adopted by the Management in ensuring compliance to the conditions of the Corporate Governance Code.

This is a scrutiny and verification and an independent audit on compliance of the conditions of the Corporate Governance Code as well as the provisions of relevant Bangladesh Secretarial Standards (BSS) as adopted by Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Corporate Governance Code.

We state that we have obtained all the information and explanations, which we have required, and after due scrutiny and verification thereof, we report that, in our opinion:

(a) The Company has complied with the conditions of the Corporate Governance Code as stipulated in the above mentioned Corporate Governance Code issued by the Commission;

(b) The Company has complied with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) as required by this Code;

(c) Proper books and records have been kept by the company as required under the Companies Act, 1994, the securities laws and other relevant laws; and

(d) The Governance of the company is satisfactory.

Dhaka, Dated
June 04, 2022

Suraiya Parveen & Associates

For Suraiya Parveen & Associates
Chartered Secretaries

Suraiya Parveen, FCS
Chief Executive Officer

Avalon Serabella, (5th Floor), 09, Dilu Road, New Eskaton, Ramna, Dhaka-1000
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E-mail : suraiyaparveenfcs@gmail.com, musfiquefcs@gmail.com

STATUS OF COMPLIANCE OF CORPORATE GOVERNANCE

[As per condition No. 1(5)(xxvii)]

Status of compliance with the conditions imposed by the Commission's Notification No. SEC/CMRRCD/2006-158 /207/Admin/80 dated 3 June 2018 issued under section 2CC of the Securities and Exchange Ordinance, 1969.
(Report under Condition No. 9)

Condition No.	Title	Compliance Status		Remarks (If any)
		Complied	Not Complied	
1.00	Board of Directors			
1.(1)	Size of the Board of Directors	√		
1.2	Independent Directors			
1(2)(a)	At least one-fifth (1/5) of the total number of directors in the company's Board shall be Independent directors	√		2 Independent Directors as per Insurance Act, 2010
1(2)(b)(i)	Shareholding position of Independent Director	√		
1(2)(b)(ii)	Independent Director is not sponsor, nor any family member/ family relationship of the sponsor	√		
1(2)(b)(iii)	Independent Director has not been Executive of the Company in immediately preceding 2(two) financial years	√		
1(2)(b)(iv)	Independent Director does not have any other relationship with the Company or its' subsidiary associates companies	√		
1(2)(b)(v)	Independent Director is not a member or TREC holder, director or officer of any stock exchange	√		
1(2)(b)(vi)	Independent Director is not a shareholder, director or officer of any member or TREC holder of stock exchange or an intermediary of the capital market	√		
1(2)(b)(vii)	Independent Director is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of the concerned company's statutory audit firm	√		
1(2)(b)(viii)	Independent Director shall not be an independent director in more than 5 (five) listed companies	√		
1(2)(b)(ix)	Independent Director has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a NBFI	√		
1(2)(b)(x)	Independent Director has not been convicted for a criminal offence involving moral turpitude.	√		
1(2)(c)	The Independent Director(s) shall be appointed by the board, and approved by the shareholders in the Annual General Meeting (AGM)	√		
1(2)(d)	The post of Independent Director(s) cannot remain vacant for more than 90 (ninety) days.			No. Vacancy occurred
1(2)(e)	The tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) term only.	√		
1.3	Qualification of Independent Director (ID)			
1(3)(a)	Independent Director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial laws, regulatory requirements and corporate laws and can make meaningful contribution to the business	√		
1(3)(b)(i)	Independent director of an unlisted company having minimum paid-up cpital of Tk.100.00 million or any listed company or a member of any national or Intrnational chamber of commerce or business association.	√		

STATUS OF COMPLIANCE OF CORPORATE GOVERNANCE

Condition No.	Title	Compliance Status		Remarks (if any)
		Complied	Not Complied	
1(3)(b)(ii)	Corporate Leader who is or was a top level executive not lower than Chief Executive Officer or Managing Director or Deputy Managing Director of Chief Financial Officer or Head of Internal Audit and Compliance or Head of Legal Service or a candidate with equivalent position of an unlisted company having minimum paid up capital of Tk.100.00 million or of a listed company; or	√		
1(3)(b)(iii)	Independent Director has at least educational background of bachelor degree in economics orcommerce or business or law.	√		
1(3)(b)(iv)	University Teacher Independent Director who has educational background in Economics or Commerce or Business Studies or Law.	√		
1(3)(b)(v)	Professional Independent Director is an Advocate, Supr- me Court or a Chartered Accountant or Cost and Management Accountant or Chartered Secretary or Chartered Financial Analyst or equivalent qualification.	√		
1(3)(c)	The independent director shall have at least 10 (ten) years of experiences in any field mentioned in clause (b);	√		
1(3)(d)	In special cases, the above qualification of experiences may be relaxed subject to prior approval of the commission			Not applicable
1.4	Duality of Chairperson of the Board of Directors and Managing Director of Chief Executive Officer			
1(4)(a)	The Chairperson of the Board and Chief Executive Officer (CEO) of the company shall be filled by different individuals	√		
1(4)(b)	The Chief Executive Officer (CEO) of a listed company shall not hold the same position in another listed company	√		
1(4)(c)	The Chairperson of the Board shall be elected from among the non-executive directors of the company	√		
1(4)(d)	The Board shall clearly define respective roles responsibilities of the Chairperson and the Chief Executive Officer (CEO)	√		
1(4)(e)	In the absence of the Chairperson of the Board, remaining members may elect one of themselves from non-executive directors as Chairperson for that particular Board Meeting			No such situation occured
1.5	Directors reports to Shareholders	√		
1(5)(i)	Industry outlook and possible future developments in the industry	√		
1(5)(ii)	Segment-wise or product-wise performance	√		
1(5)(iii)	Risks and concerns	√		
1(5)(iv)	A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin	√		
1(5)(v)	Discussion on continuity of any Extra-Ordinary gain or loss.			Not applicable
1(5)(vi)	Basis for related party transactions-a statement or all related party transactions should be disclosed in the annual report			Not applicable
1(5)(vii)	Utilization of proceeds from public issues, rights issues and/or through any others instruments.			Not applicable

STATUS OF COMPLIANCE OF CORPORATE GOVERNANCE

Condition No.	Title	Compliance status		Remarks (If any)
		Complied	Not Complied	
1(5)(viii)	An explanation if the financial results deteriorate after the company goes IPO, RPO, Rights Offer, Direct Listing, etc.			Not applicable
1(5)(ix)	Significant variance occurs between Quarterly Financial Performance and Annual Financial Statements			No such significant variance occurs
1(5)(x)	Remuneration to directors including independent director	√		
1(5)(xi)	Financial statements present fairly state of affairs, the result of its operations, cash flows and changes in Shareholders' equity of the company	√		
1(5)(xii)	Proper books of account of the issuer company have been maintained	√		
1(5)(xiii)	Appropriate accounting policies have been consistently applied in preparation of the financial statement and that the accounting estimates are based on reasonable and prudent judgment.	√		
1(5)(xiv)	International Accounting Standards (IAS) or International Financial Reporting Standard (IFRS), as applicable in Bangladesh	√		
1(5)(xv)	The system of internal control is sound in design and has been effectively implemented and monitored	√		
1(5)(xvi)	The minority shareholders have been protected from abusive actions by or in the interest of,controlling shareholders acting either directly or indirectly			No such situation occured
1(5)(xvii)	There are no significant doubts upon the issuer Company's ability to continue as a going concern.	√		
1(5)(xviii)	Significant deviations from the last year's operating results of the company shall be highlighted			Not applicable
1(5)(xix)	Key operating and financial data of at least preceding 5 (five) years shall be summarized	√		
1(5)(xx)	If the issuer company has not declared dividend (cash or stock) for the year			Declared dividend regularly (Cash & Bonus)
1(5)(xxi)	The effect that no bonus share or stock dividend has been or shall be declared as interim dividend;	√		
1(5)(xxii)	The number of Board meeting held during the year and attendance by each director shall be disclosed	√		
1(5)(xxiii) (a)	Share holding position parent/ Subsidiary/ Associated Companies and other related parties	√		
1(5)(xxiii) (b)	Share holding position of Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children	√		
1(5)(xxiii) (c)	Share holding position of Executives of the Company	√		
1(5)(xxiii) (d)	Share holding ten percent (10%) or more voting interest in the Company	√		
1(5)(xxiv) (a)	A brief resume of the appointed/re appointed director	√		
1(5)(xxiv) (b)	Expertise is specific functional are as of the appointed/ reappointed director	√		

STATUS OF COMPLIANCE OF CORPORATE GOVERNANCE

Condition No.	Title	Compliance status		Remarks (if any)
		Complied	Not Complied	
1(5)(xxiv)(c)	Names of companies in which the person also holds the directorship and the membership of committees of the board	√		
1(5)(xxv)	Management's Discussion and Analysis signed by CEO			
1(5)(xxv (a)	Estimation for preparation of financial statements;	√		
1(5)(xxv)(b)	Changes in accounting policies and estimation if any clearly describing the effect on financial performance or results and financial position as well as cash flows in absolute figure for such changes.	√		
1(5)(xxv)(c)	Comparative analysis of financial performance or results and financial position as well as cash flows for current financial year with immediate preceding five years explaining reasons thereof	√		
1(5)(xxv)(d)	Financial performance or results and financial position as well as cash folws with the peer industry scenario;	√		
1(5)(xxv)(e)	Briefly explain the financial and economic scenario of the country and the globe;	√		
1(5)(xxv)(f)	Risk and concerns mitigation plan of the company	√		
1(5)(xxv)(g)	Future plan or projection or forecast for company's operation, performance and financial position, with justification thereof, i.e. actual position shall be explained to the shareholders in the next AGM	√		
1(5)(xxvi)	Declaration or certification by the CEO and the CFO to the Board as required under condition No. 3(3) shall be disclosed as Annexure-A;	√		
1(5)(xxvii)	The report as well as certificate regarding compliance of conditions of this Code as required under condition No. 9 shall be disclosed as per Annexur e-B and Annexure-C	√		
1.6	Meetings of the Board of Directors			
1(6)	Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Code.	√		
	Code of Conduct for the Chairperson, other Board members and Chief Executive Officer			
1(7)(a)	Remuneration Committee (NRC) at condition No. 6, for the Chairperson of the Board, other board members and Chief Executive Officer of the Company;	√		
1(7)(b)	Confidentiality conflict of interest compliance with laws, rules and regulations; phohibition of insider trading; relationship with environment, employees, customers and wuppliers and independency	√		
2.00	Governance of Board of Directors of Subsidiary Company			
2(a)	The Board of the holding company shall be made applicable to the composition of the Board of the subsidiary company	√		
2(b)	At least 1 (one) independent director on the Board of the holding company shall be a director on the Board of the subsidiary company	√		
2(c)	The minutes of the Board meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company	√		

STATUS OF COMPLIANCE OF CORPORATE GOVERNANCE

Condition No.	Title	Compliance status		Remarks (if any)
		Complied	Not Complied	
2(d)	The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also;	√		
2(e)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company	√		
3.00	Managing Director (MD) or Chief Executive Officer (CEO), Chief Financial Officer (CFO), Head of Internal Audit and Compliance (HIAC) and Company Secretary (CS)			
3.1	Appointment			
3(1)(a)	The Board of Directors appointed a Chief Executive Officer (CEO), a Company Secretary (CS), a Chief Financial Officer (CFO) and a Head of Internal Audit and Compliance (HIAC)	√		
3(1)(b)	Chief Executive Officer (CEO),Company Secretary (CS), Chief Financial Officer (CFO) and a Head of Internal Audit and Compliance (HIAC) shall be filled by different individuals;	√		
3(1)(c)	The MD or CEO, CS, CFO and HIAC of a listed company shall not hold any executive position in any other company at the same time;	√		
3(1)(d)	The Board shall clearly define respective roles, responsibilities and duties of the CFO, the HIAC and the CS;	√		
3(1)(e)	The MD or CEO, CS, CFO and HIAC shall not be removed from their position without approval of the Board as well as immediate dissemination to the Commission and stock exchange(s).			No such situation occured
3.2	Requirement to attend Board of Directors' Meeting			
3(2)	The CS, CFO and/or the HIAC shall attend such part of a meeting of the Board which involves consideration of an agenda item relating to their personal matters.	√		
3.3	Duties of Managing Director (MD) or Chief Executive Officer or CEO and CFO Chief Financial Officer (CFO)			
3(3)(a)(i)	The CEO and CFO shall certify to the Board that Financial statements do not contain any materially unture statement or omit any material fact or contain statements that might be misleading	√		
3(3)(a)(ii)	Financial statements together present a ture and fair view the Company's affairs and are in compliance existing accounting standards and applicable laws	√		
3(3)(b)	To the best of knowledge and belief, no transaction entered into by the Company during the year which fraudulent, illegal or violation of the Company's code of conduct.	√		
3(3)(c)	The certification of the MD or CEO and CFO shall be disclosed in the Annual Report	√		
4.	Board of Directors' Committee : For ensuring good governance in the company, the Board shall have at least following sub-committees :			
4(i)	Audit Committee	√		
4(ii)	Nomination and Remuneration Committee	√		
5.	Audit Committee			
5.1	Responsibility to the Board of Directors			

STATUS OF COMPLIANCE OF CORPORATE GOVERNANCE

Condition No.	Title	Compliance status		Remarks (if any)
		Complied	Not Complied	
5(1)(a)	The Company has an Audit Committee as a subcommittee of the Board of Directors	√		
5(1)(b)	The Audit Committee assist the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business;	√		
5(1)(c)	The Audit Committee is responsible to the Board; the duties of the Audit Committee clearly set forth in writing	√		
5.2	Constitution of the Audit Committee			
5(2)(a)	The Audit Committee shall be composed of at least 3(three) members;	√		
5(2)(b)	The Board of Directors appointed members of the Audit Committee who shall be non-executive directors of the company excepting Chairperson of the Board and shall indlude at least 1(one) independent director	√		
5(2)(c)	All members of the audit committee are "financially literate" and 1(one) member have accounting or related financial management background and 10(ten) years of such experience	√		
5(2)(d)	Board of Directors appoint the new Committee member(s) to fill up the vacancy immediately or not later than 1 (one) month from the date vacancies in the Committee	√		
5(2)(e)	The Company Secretary shall act as the secretary of the Committee	√		
5(2)(f)	The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent director	√		
5.3	Chairperson of the Audit Committee			
5(3)(a)	Independent Director is the Chairman of the Audit Committee	√		
5(3)(b)	In the absence of the Chairperson of the Audit Committee, the remaining members may elect one of themselves as Chairperson for that particular meeting, in that case there shall be no problem of constituting a quorum as required under condition No.5(4)(b) and the reason of absence of the regular Chairperson shall be duly recorded in the minutes.			No such situation occured
5(3)(c)	Chairman of the Audit Committee shall remain present in the Annual General Meeting (AGM)	√		
5.4	Meeting of the Audit Committee			
5(4)(a)	The Audit Committee shall conduct at least its four meetings in financial year	√		
5(4)(b)	The quorum of the meeting of the Audit Committee shall be constituted in presence of either two members or two-third of the members of the Audit Committee, whichever is higher, where presence of an independent director is a must.	√		
5(5)	Role of Audit Committee			
5(5)(a)	Audit Committee oversees the financial reporting process	√		
5(5)(b)	Audit Committee monitor choice of accounting policies and principles	√		

STATUS OF COMPLIANCE OF CORPORATE GOVERNANCE

Condition No.	Title	Compliance status		Remarks (if any)
		Complied	Not Complied	
5(5)(c)	Audit Committee monitor Internal Audit and Compliance Plan and review of the Internal Audit and Compliance Report	√		
5(5)(d)	Audit Committee oversee hiring and performance of external auditors	√		
5(5)(e)	Audit Committee hold meeting with the external or statutory auditors for review of the annual financial statements before submission to the Board for approval or adoption	√		
5(5)(f)	Audit Committee review along with the management, the annual financial statements before submission to the board for approval	√		
5(5)(g)	Audit Committee review the quarterly and half yearly financial statements before submission to the board for approval	√		
5(5)(h)	Audit Committee review the adequacy of internal audit function	√		
5(5)(i)	Audit Committee review Management's Discussion and Analysis before disclosing in the Annual Report	√		
5(5)(j)	Audit Committee review statements of significant related party transactions submitted by the management	√		
5(5)(k)	Audit Committee review Management Letters/Letter of Internal Control weakness issued by statutory auditors.	√		
5(5)(l)	Review the Management's Discussion and Analysis befor disclosing in the Annual Report.	√		
5(5)(m)	Money is raised through IPO. RPO/Rights Issue the company shall disclose to the Audit Committee about the uses/ applications of funds.			Not applicable
5.6	Reporting of the Audit Committee			
5(6) (a)	Reporting to the Board of Directors			
5(6)(a)(i)	The Audit Committee shall report on its activities to the Board of Directors	√		
5(6)(a)(ii) (a)	The Audit Committee shall immediately report on conflict of interest.			No conflict of interest
5(6)(a)(ii) (b)	Suspected or presumed fraud or irregularity or material defect in the internal control system.			No such situation occured
5(6)(a)(ii) (c)	Suspected infringement of laws, including securities related laws, rules and regulations.			No such case raised
5(6)(a)(ii) (d)	Any other matter which shall be disclosed to the Board of Directors immediately			No such situation occured
5(6)(b)	If the Audit Committee reported to the Board of directors about anything which has material impact on the financial condition as result of operation. Audit Committee funds that such rectification has been unreasonably ignored; the Audit Committee shall report such finding to the Commission.			No such situation occured
5(7)	Report on activities carried out by the Audit Committee, under condition 5.6.(a)(ii) above during the year, shall be signed by the Chairman of the Audit Committee	√		
6.	Nomination and Remuneration Committee (NRC)			
6(1)(a)	The Company shall have a Nomination and Remuneration Committee (NRC) as a sub-committee of the Board;	√		

STATUS OF COMPLIANCE OF CORPORATE GOVERNANCE

Condition No.	Title	Compliance status		Remarks (if any)
		Complied	Not Complied	
6(1)(b)	The NRC shall assist the Board in formulation of the nomination criteria or policy for determining qualifications, positive attributes, experiences and independence of directors and top level executive as well as a policy for formal process of considering remuneration of directors, top level executive;	√		
6(1)(c)	The Terms of Reference (ToR) of the NRC shall be clearly set forth in writing covering the areas stated at the condition No.6(5)(b).	√		
6(2)	Constitution of the NRC			
6(2)(a)	The Committee shall comprise of at least three members including an independent director;	√		
6(2)(b)	All members of the Committee shall be non-executive directors;	√		
6(2)(c)	Members of the Committee shall be nominated and appointed by the Board;	√		
6(2)(d)	The Board shall have authority to remove and appoint any member of the Committee;	√		
6(2)(e)	In cash of death, resignation, disqualification, or removal of any member of the Committee or in any other cases of vacancies, the board shall fill the vacancy within 180 (one hundred eighty) days of occurring such vancy in the Committee;			No such situation occured
6(2)(f)	The Chairperson of the Committee may appoint or co-opt any external expert and/or member(s) of staff to the Committee as advisor who shall be nonvoting member, if the Chairperson feels that advice or suggestion from such external expert and/or member(s) of staff shall be required or valuable for the Committee;			No such expert appointed
6(2)(g)	The company secretary shall act as the secretary of the Committee;	√		
6(2)(h)	The quorum of the NRC meeting shall not constitute without attendance of at least an independent director;	√		
6(2)(i)	No member of the NRC shall receive either directly or indirectly, any remuneration for any advisory or consultancy role or otherwise, other than Director's fees or honorarium from the company.	√		
6.3	Chairman of the NRC			
6(3)(a)	The Board shall select 1(one) member of the NRC to be Chairperson of the Committee, who shall be an independent director.	√		
6(3)(b)	In the absence of the Chairperson of the NRC, the remaining members may elect one of themselves as Chairperson for that particular meeting, the reason of absence of the regular Chairperson shall be duly recorded in the minutes;			No such situation occured
6(3)(c)	The Chairperson of the NRC shall attend the annual general meeting (AGM) to answer the queries of the shareholders; In absence of Chairperson of the NRC, any other member from the NRC shall be selected to be present in the AGM for answering the shareholder's queries and reason for absence of the Chairperson of the NRC shall be recorded in the mnutes of the AGM			No such situation occured

STATUS OF COMPLIANCE OF CORPORATE GOVERNANCE

Condition No.	Title	Compliance status		Remarks (if any)
		Complied	Not Complied	
6.4	Meeting of the NRC			
6(4)(a)	The NRC shall conduct at least one meeting in a financial year;	√		
6(4)(b)	The Chairperson of the NRC may convene any emergency meeting upon request by any member of the NRC.			No such situation occured
6(4)(c)	The quorum of the meeting of the NRC shall be constituted in presence of either two members or two third of the members of the Committee, whichever is higher, where presence of an independent director is must as required under condition No.6(2)(h)	√		
6(4)(d)	The proceedings of each meeting of the NRC shall duly be recorded in the minutes and such minutes shall be fonfirmed in the next meeting of the NRC.	√		
6. 5	Role of the NRC			
6(5)(a)	NRC shall be independent and responsible or accountable to the Board and to the shareholders;	√		
6. 5(b)	NRC shall oversee, among others, the following matters and make report with recommendation to the Board:	√		
6. 5(b)(i)	Formulating the criteria for determining qualifications, positive attributes and independence of a director and recommend a policy to the Board, relating to the remuneration of the directors, top level executive, considering the following:	√		
6(5)(b)(i)(a)	The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate suitable directors to run the company successfully;	√		
6(5)(b)(i)(b)	The relationship of remuneration of performance is clear and meets appropriate performance benchmarks;	√		
6(5)(b)(i)(c)	Remuneration to directors, top level executive involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals;	√		
6(5)(b)(ii)	Devising a policy on Board's diversity taking into consideration age, gender, experience, ethnicity educational background and nationality;			Under Process
6(5)(b)(iii)	Identifying persons who are qualified to become directors and who may be appointed in top level executive position in accordance with the criteria laid down, and recommend their appointment and removal to the Board;			Under Process
6(5)(b)(iv)	Formulating the criteria for evaluation of performance in independent directors and the Board			Under Process
6(5)(b)(v)	Identifying the company's needs for employees at different levels and determine their selection, transfer or replacement and promotion criteria;			Under Process
6(5)(b)(vi)	Developing, recommending and reviewing annually the Compay's human reources and training policies	√		
6(5)(c)	The company shall disclose the nomination and remuneration policy and the evaluation criteria and activities of NRC during the year at a glance in its annual report.	√		
7.	External or statutory Auditors			
7.1	The issuer company shall not engage its external or statutory auditors to perform the following services of the company namely :			

STATUS OF COMPLIANCE OF CORPORATE GOVERNANCE

Condition No.	Title	Compliance status		Remarks (if any)
		Complied	Not Complied	
7(1)(i)	Appraisal or valuation services or fairness opinions;	√		
7(1)(ii)	Financial information systems design and implementation;	√		
7(1)(iii)	Book-keeping or other services related to the accounting records or financial statements;	√		
7(1)(iv)	Broker-dealer services;	√		
7(1)(v)	Actuarial services;	√		
7(1)(vi)	Internal audit services or special audit services;	√		
7(1)(vii)	Any services that the Audit Committee determines;	√		
7(1)(viii)	Audit or certification services on compliance of corporate governance as required under condition No.9(1);	√		
7(1)(ix)	Any other service that creates conflict of interest	√		
7(2)	No partner or employees of external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company; his or her family members also shall not hold any shares in the said company; Provided that spouse, son, daughter, father,mother, brother, sister, son-in law and daughter-in-law shall be considered as family member.	√		
7(3)	Representative of external or statutory auditors shall remain present in the Shareholders' Meeting (AGM or EGM) to answer the queries of the shareholders	√		
8.	Maintaining a website by the Company			
8(1)	The Company shall have an official website linked with the website of the stock exchange	√		
8(2)	The Company shall keep the website functional from the date of listing	√		
8(3)	The Company shall make available the detiled disclosures on its website as required under the listing regulations of the concerned stock exchange(s)	√		
9.	Reporting and Compliance of Corporate Governance			
9(1)	The company shall obtain a certificate from a practicing Professional Accountant or Secretary (CharteredAccountant or Cost and Management Accountant or Chartered Secretary) other than its statutory auditors or audit firm on yearly basis regarding compliance of conditions of Corporate Governance Code of the Commission	√		
9(2)	The professional who will provide the certificate on compliance of this Corporate Governance Code shall be appointed by the shareholders in the annual general meeting.			To be complined upcoming AGM
9(3)	The directors of the company shall state, in accordance with the Annexure-C attached, in the directors' report whether the company has complied with these conditions or not.	√		

SHARE HOLDING POSITION OF DIRECTORS, SPONSORS & TOP EXECUTIVES (AS ON 31ST MAY 2022)

Sl.N	Name	Designation	Number of shares held
1	Mr. Mohammed Musa	Chairman	1,063,181
2	Mr. Zoynal Abedin Chowdhury	Vice-Chairman	1,064,687
3	Mrs. Shahida Akhter	Director	1,063,282
4	Mr. Abul Kalam	Director	2,214,337
5	Mr. Md. Tayabur Rahman	Director	1,3 28,596
6	Alhaj Md. Masud Hossain	Director	1,328,596
7	Mr. Shabbir ul Kabir	Director	1,303,6 95
8	Mrs. Nurun Nahar	Director	1,199,897
9	Mr. Md. Masud Karim	Director	1,071,798
10	Mr. Ifthehar Maleque	Director	1,064,573
11	Dr. Jahanara Arzu	Director	1,073,387
12	Mr. Md. Nurul Islam	Director	1,064,449
13	Mr. Abu Mohammad	Director	1,063,145
14	Mr. Md. Amirul Islam FCA , FCS	Ind. Director	-
15	Mr. Abu Mohammed Abid Chowdhury	Ind. Director	-
16	Hazi M. A. Malek	Sponsor	40
17	Alhaj Md. Shafi	Sponsor	52,917
18	Alhaj Md. Abdul Maleque	Sponsor	274,248
19	Alhaj Md. Yousuf Chowdhury	Sponsor	89,240
20	Alhaj Md. Shahjahan	Sponsor	74,190
21	Mr. Showkat Alam	Sponsor	145,326
22	Mr. Shah Alam Chowdhury	Sponsor	228,054
23	Mrs. Shafina Shahreen	Sponsor	3,034
24	Mr. Nabab Siraj-ud-Dowla	Sponsor	1,063,398
25	Mrs. Rosy Rahman	Former Director	1,064,660
26	Mr. Golam Kibria	Former Director	290,000
27	Mr. S. M. Shafiul Bari	Former Director	1,009,318

SHAREHOLDING POSITION OF THE CORPORATE HIGH OFFICIALS

Name of the Executives	Designation	Number of Share held
Mr. Md. Zahid Anwar Khan	Managing Director/CEO	Nil
Mr. Md. Mizanur Rahman	DMD & CFO	Nil
Mr. Md. Jafar Ali FCS	Company Secretary	Nil
Mr. Md. Humayun Kabir Shimul	Head of Internal Audit	Nil
Spouses & minor children's of executives		Nil

SHAREHOLDING POSITION OF THE EXECUTIVES (TOP FOUR SALARIED EMPLOYEES)

Name of the Executives	Designation	Number of Share held
Mr. S.M. Jahirul Alam	DMD & Head of Claims	Nil
Mr. Md. Kabir Hossain	AMD & Head of BCD	Nil
Mr. Md. Rezaul Islam	EVP & Head of IT	Nil
Mr. Abdullah-Al-Mahmud	SVP & Head of HR	Nil
Spouses & minor childrens of executives		Nil

BOARD MEETING HELD IN THE YEAR 2021

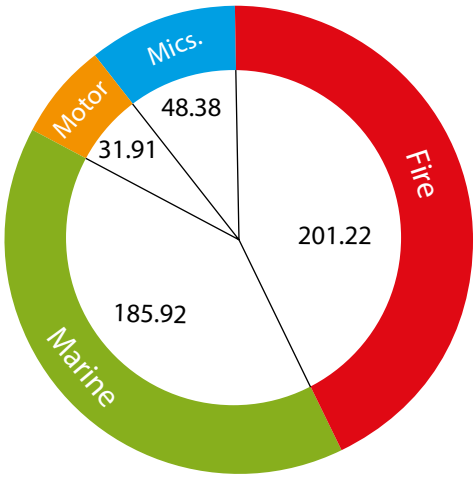
Name of Meeting	Meeting Date	Director Present	Independent Director	Total Present
227th Board Meeting	28/01/2021	13	2	15
228th Board Meeting	20/05/2021	13	2	15
229th Board Meeting	10/06/2021	13	2	15
230th Board Meeting	26/08/2021	13	2	15
231st Board Meeting	15/11/2021	10	2	12

KEY FINANCIAL HIGHLIGHTS – 2021

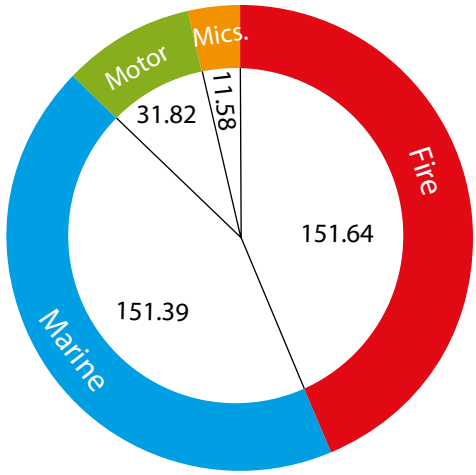
Financial Performance	**2017**	**2018**	**2019**	**2020**	**2021**
Gross Premium	346.96	350.83	362.12	379.91	467.42
Net Premium	243.2	243.4	235.26	245.83	346.43
Net Claim	31.95	39.65	30.05	8.87	40.42
Underwriting Profit	52.41	41.27	45.95	89.07	112.31
Investment & Other Income	68.87	104.47	99.08	77.78	82.91
Net Profit before Tax	111.98	128.69	130.34	143.45	160.80
Net Profit after Tax	83.04	101.16	100.90	107.98	127.89
Share Capital and Reserve					
Paid up Capital	470.83	470.83	470.83	494.37	531.45
Shareholders' Equity	1073.75	1,117.41	1,161.81	1,236.83	2,622.64
Total Reserves	489.14	525.98	564.51	589.09	1,887.42
Assets					
Investment	224.48	236.11	226.07	234.09	229.13
Cash, FDR and Bank balances	554.42	579.98	587.12	665.23	749.26
Land and Building	411.59	412.18	459.88	460.18	1,855.38
Fixed Assets	19.18	26.14	29.76	60.95	77.50
Other Assets	492.83	552.18	556.77	604.72	704.55
Total Assets	1702.5	1806.59	1859.60	2025.17	3615.83
Ratios					
Dividend in Percent	12% Cash	12% Cash	7% Cash & 5% Bonus	6% Cash & 7.5% Bonus	18% Cash
Earnings per Share (Weight average)	1.73	2.13	2.14	2.18	2.41
Return on assets (ROA)	0.05	0.06	0.06	0.06	0.04
Return on Equity (ROE)	0.08	0.09	0.09	0.09	0.05
Current Ratio	1.67	1.64	1.64	1.61	1.46
Quick Ratio	1.18	1.15	1.14	1.14	1.03
Calim Ratio	0.13	0.16	0.13	0.04	0.12
Underwriting Profit Ratio	0.15	0.12	0.13	0.23	0.24
Net assets value per Share	22.81	23.73	24.68	23.27	49.35

GRAPHICAL PRESENTATION

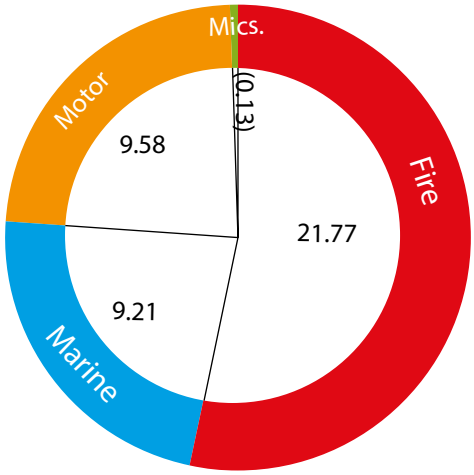
Class Wise Gross Premium Income BDT in Million



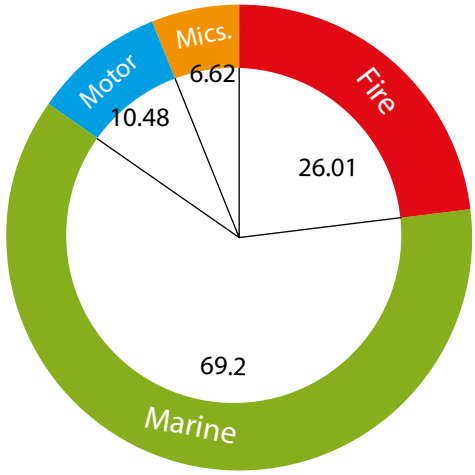
Class Wise Net Premium Income BDT in Million



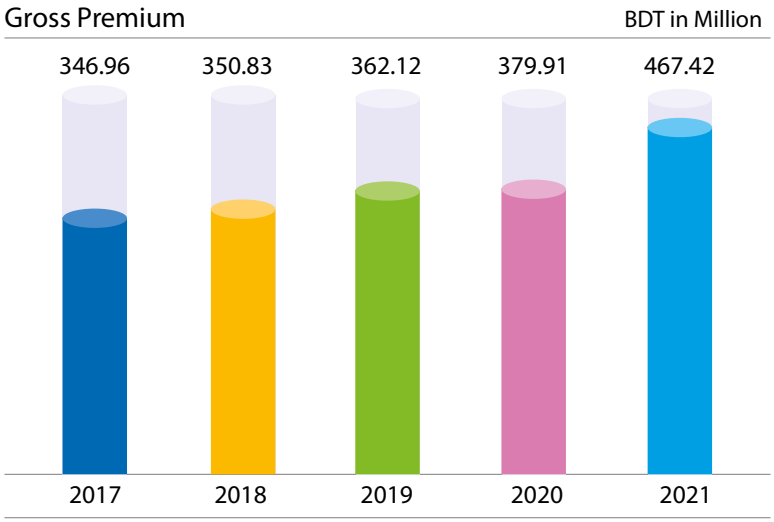
Class Wise Net Claim BDT in Million

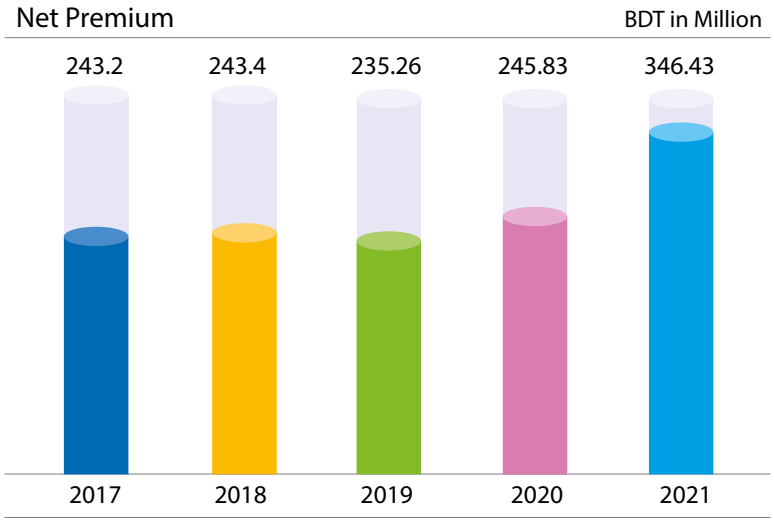


Class Wise Underwritting Profit BDT in Million

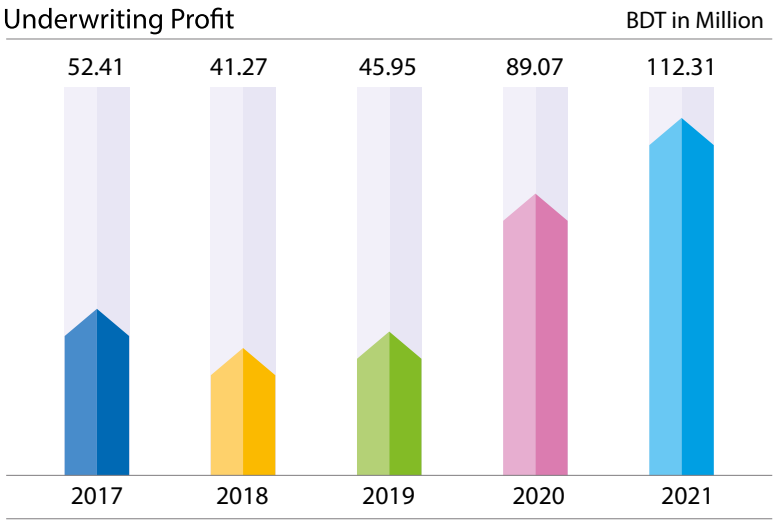


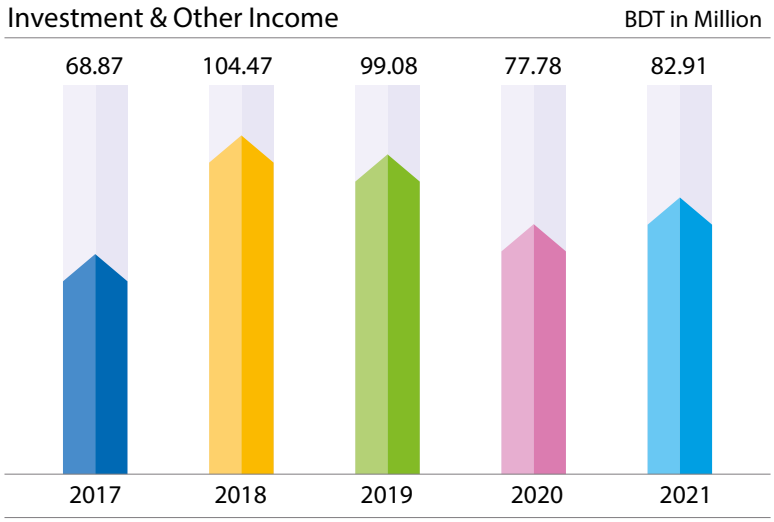
OUR LAST 5 YEAR'S FINANCIAL HIGHLIGHTS



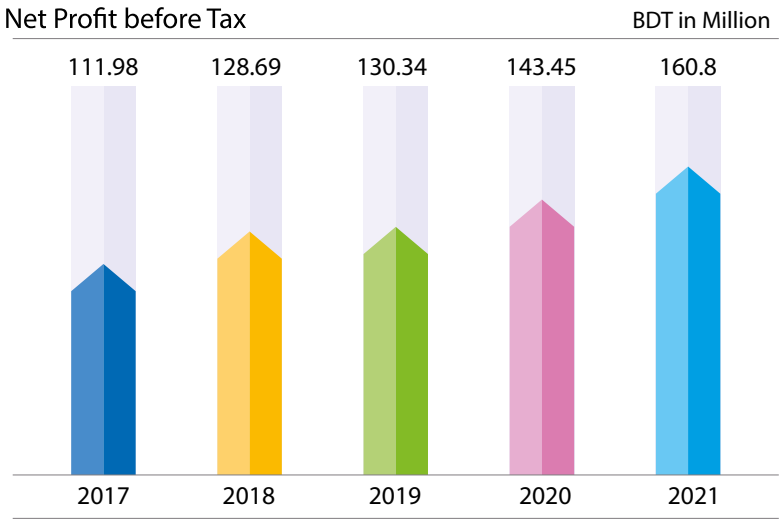


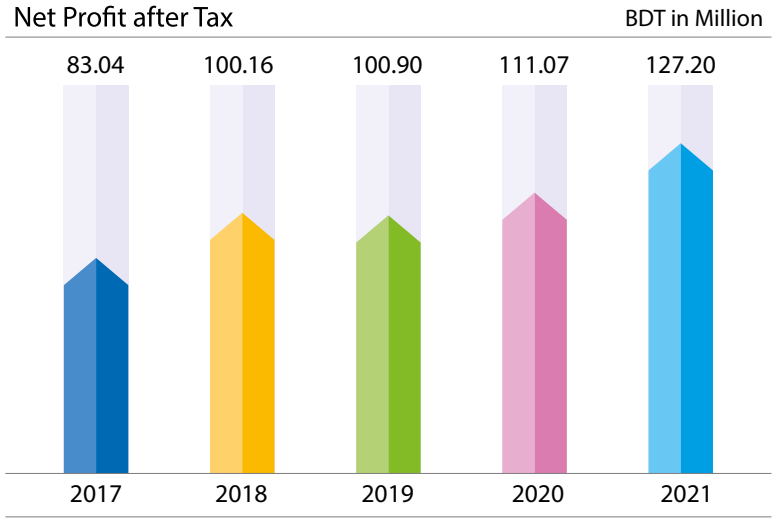
OUR LAST 5 YEAR'S FINANCIAL HIGHLIGHTS



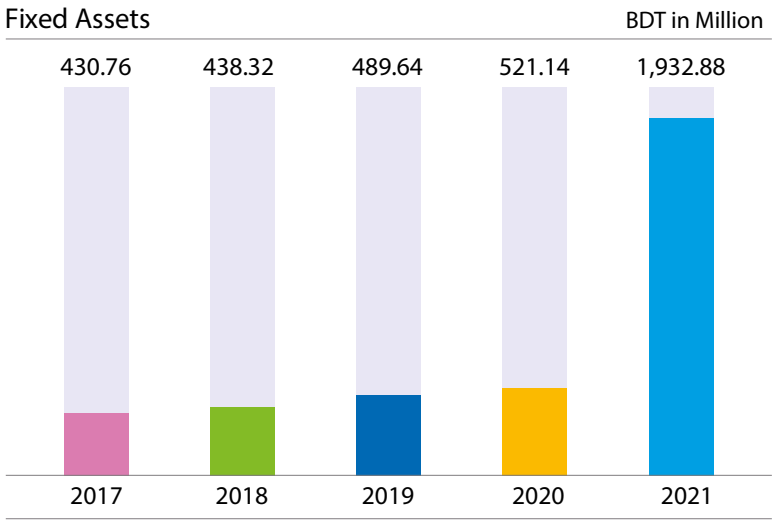


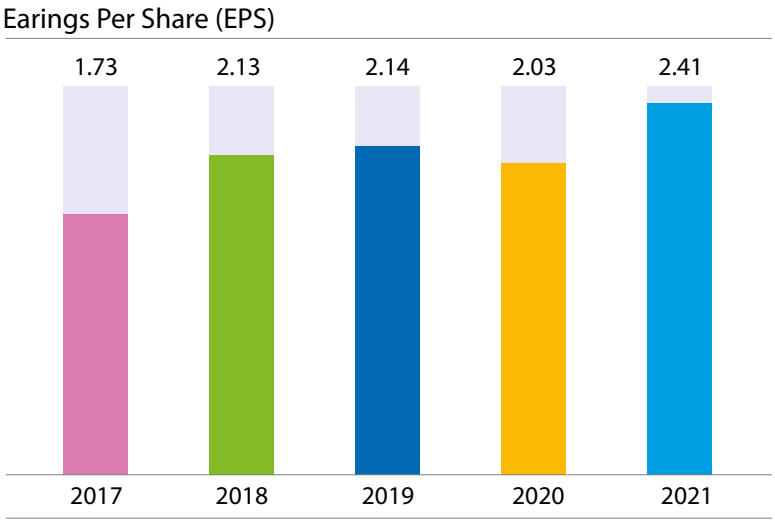
OUR LAST 5 YEAR'S FINANCIAL HIGHLIGHTS



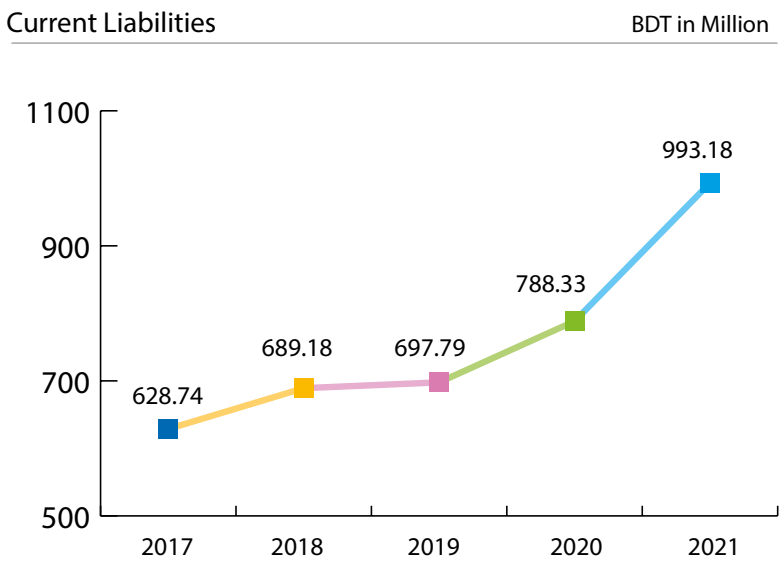


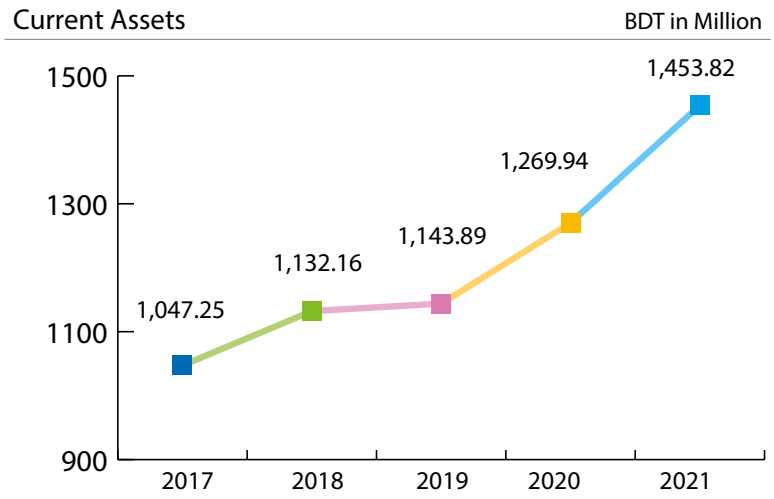
OUR LAST 5 YEAR'S FINANCIAL HIGHLIGHTS





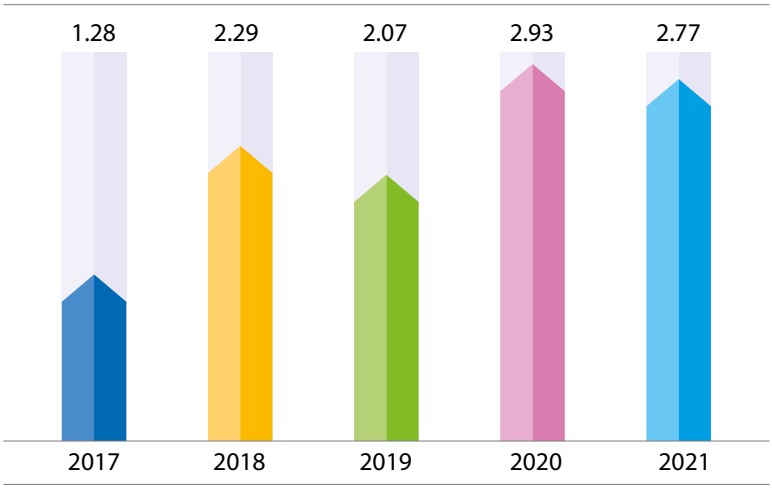
OUR LAST 5 YEAR'S FINANCIAL HIGHLIGHTS



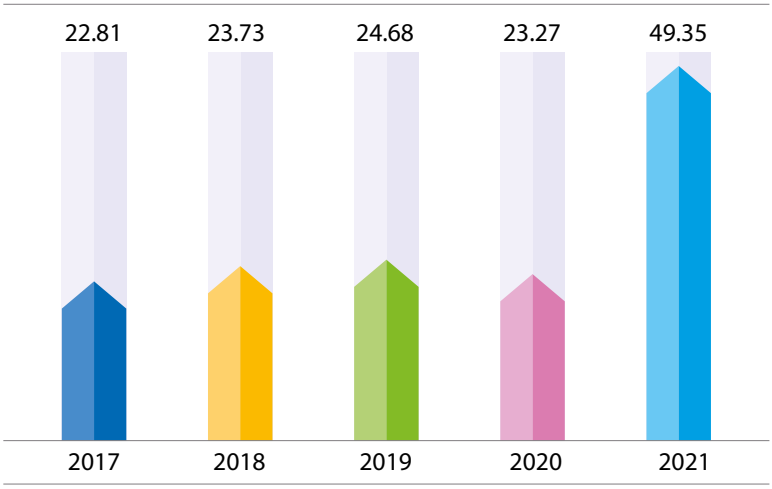


OUR LAST 5 YEAR'S FINANCIAL HIGHLIGHTS

Net Operating Cash Flow Per Share

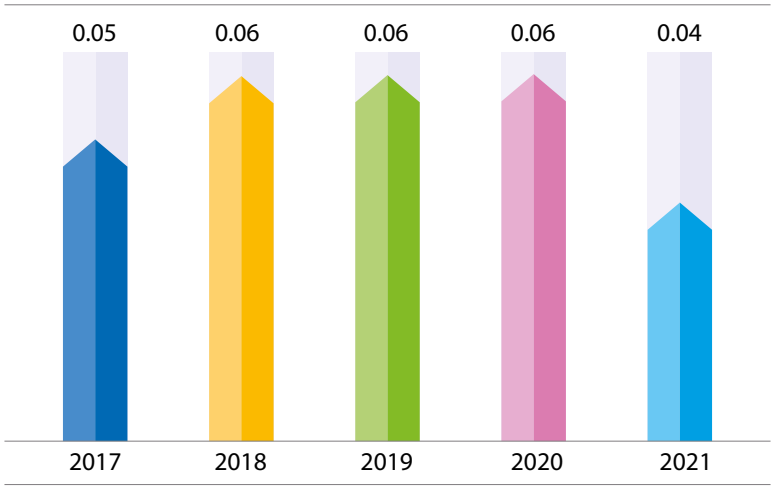


Net Assets Value Per Share

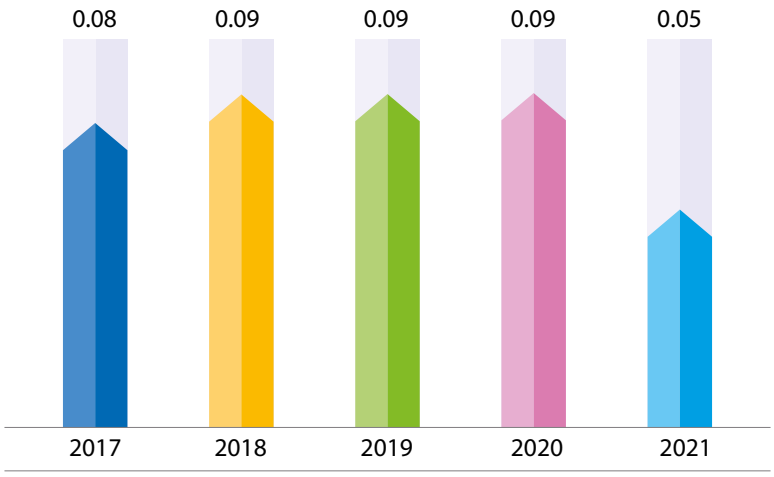


OUR KEY RATIOS

Return on Assets (ROA)

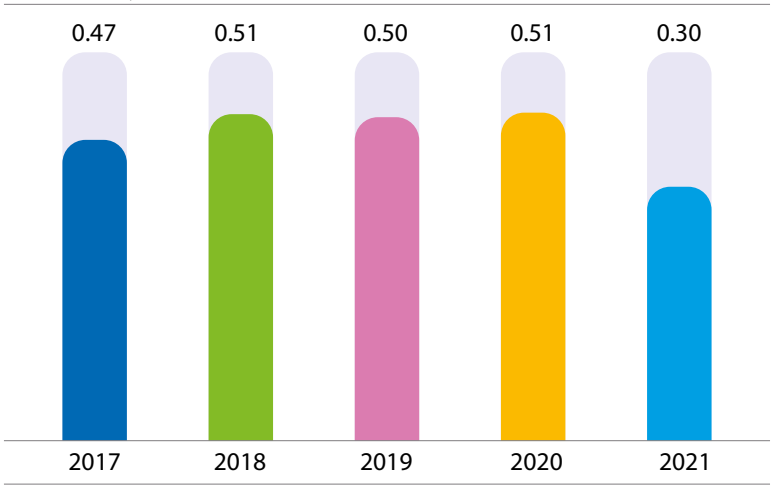


Return on Equity (ROE)

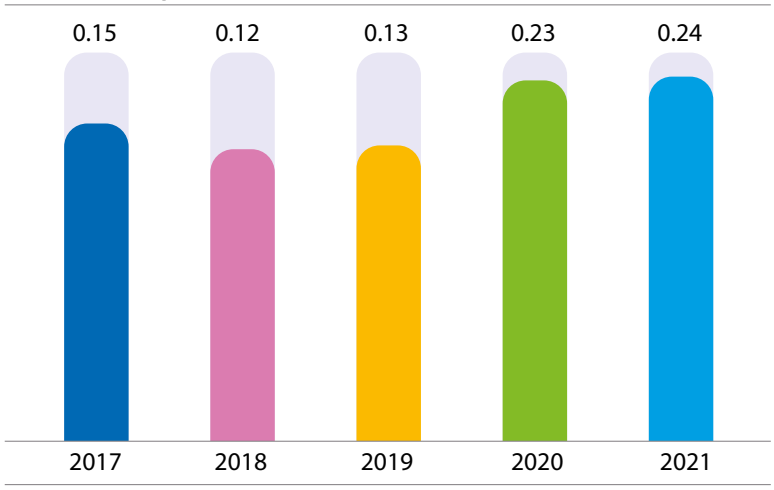


OUR KEY RATIOS

Debt Equity Ratio

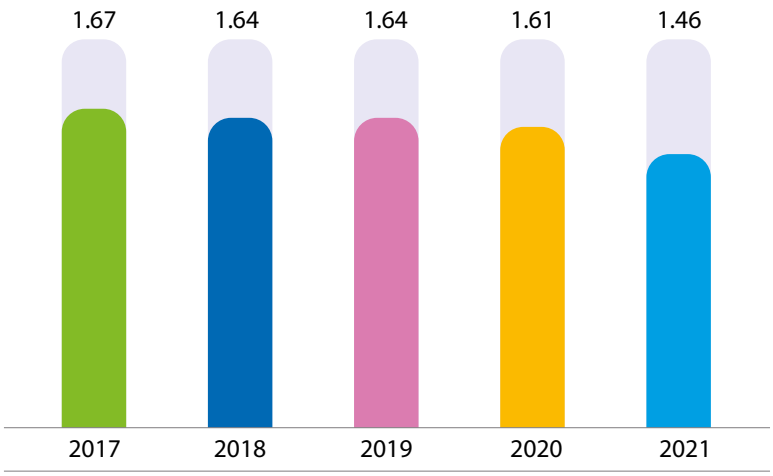


Underwriting Profit Ratio

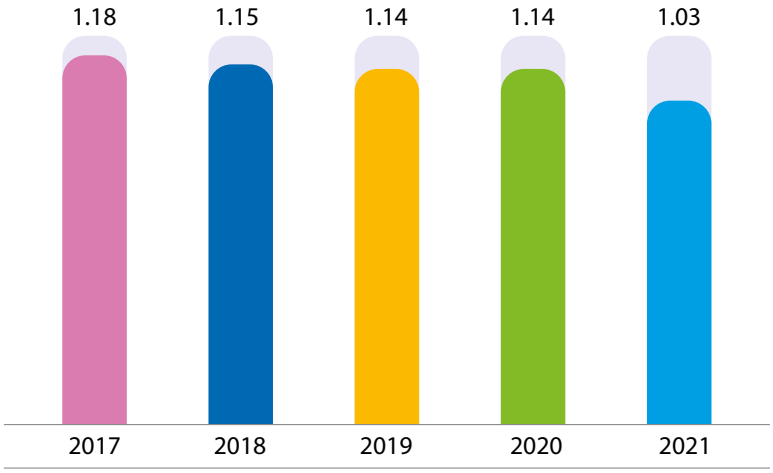


OUR KEY RATIOS

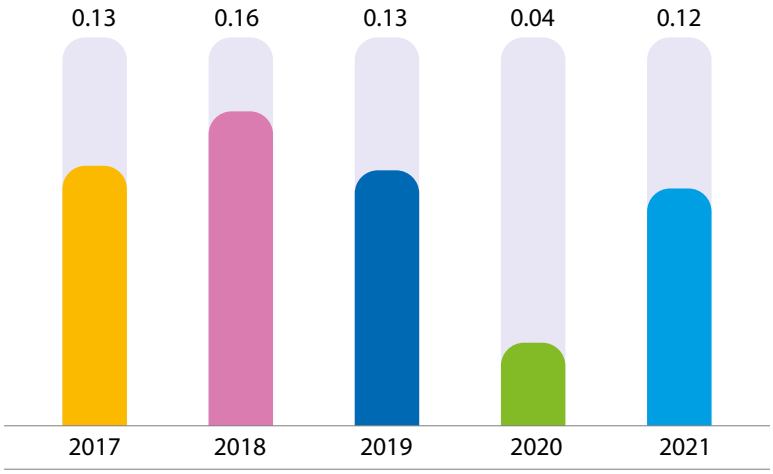
Current Ratio



Quick Ratio



Calim Ratio



MANAGEMENT DISCUSSION & ANALYSIS

In compliance with code 1(5) (XXV) of the BSEC codes of Corporate Governance, the management discussion and analysis is presented here under.

(A) ACCOUNTING POLICIES AND ESTIMATION FOR PREPARATION OF FINANCIAL STATEMENTS:

The financial statements have been prepared in accordance with the (International Financial Reporting Standards (IFRS), the Companies Act, 1994, the Securities and Exchange Rules, 2020, and other applicable laws and regulations in Bangladesh. Cash flows from operating activities are prepared under direct method as prescribed by the Securities and Exchange Rules, 2020.

The financial statements have been prepared on a historical cost basis, except for debt and equity financial assets and contingent consideration that have been measured at fair value. The financial statements provide comparative information in respect of the previous period.

In January 2018, the Institute of Chartered Accountants of Bangladesh (ICAB) adopted International Financial Reporting Standards issued by the International Accounting Standards Board as IFRSs. As the ICAB previously adopted such standards as Bangladesh Financial Reporting Standards without any modification, this recent adoption will not have any impact on the financial statements of the Company, going forward.

The details of the significant accounting policies are available in Note 1 (D) of the financial statements.

(B) CHANGES IN ACCOUNTING POLICIES AND ESTIMATION:

In 2021, there was no major change in accounting policies and estimations except for some amendments and interpretations applied. However, this does not have any material impact on the financial statements of the Company. The Company has not adopted early any standards, interpretations or amendments that have been issued, but even those that are not yet effective.

(C) COMPARATIVE ANALYSIS OF FINANCIAL PERFORMANCE:

Financial Performance	2017	2018	2019	2020	2021
Gross Premium	346.96	350.83	362.12	379.91	467.42
Net Premium	243.2	243.4	235.26	245.83	346.43
Net Claim	31.95	39.65	30.05	8.87	40.42
Underwriting Profit	52.41	41.27	45.95	89.07	112.31
Investment & Other Income	68.87	104.47	99.08	77.78	82.91
Net Profit before Tax	111.98	128.69	130.34	143.45	160.80
Net Profit after Tax	83.04	101.16	100.90	107.98	127.89

The Company's gross premium for the year 2021 increased by 23.03%. We maintain a healthy underwriting profit with an increase of 26.09%. Our most premium generating business classes are Fire, Marine, Motor and Miscellaneous. Central is trying its level best in order for enhancing our underwriting capabilities so that we can be generating significant premium from other unexplored niches.

Cash flows movement

Cash flow	2017	2018	2019	2020	2021
Collection from premium and other income	369.44	407.08	382.99	406.76	484.79
Income Tax paid	(25.47)	(19.32)	(18.41)	(24.76)	(38.56)
Payment for Management Exp. Re-Insurance & Claim	(283.79)	(279.82)	(267.12)	(226.17)	(299.12)
Net cash flow from operating activities	60.17	107.94	97.46	155.82	147.11
Net cash flow from investing activities	(37.7)	(23.17)	(2.67)	(48.31)	(43.16)
Net cash flow from Financing activities	(14.53)	(59.2)	(87.65)	(29.4)	(19.93)
Net inflows/(out flows) for the year	7.94	25.57	7.14	78.11	84.03
Opening Cash and Bank balance	546.48	554.42	579.98	587.12	665.23
Closing Cash and Bank balances	554.42	579.98	587.12	665.23	749.26

Dividend

In view of the performance of the Company, the Board of Directors has recommended 18% cash dividend for the year ended 31st December 2021, to be approved at the ensuing 34th Annual General Meeting.

(D) COMPARISON OF FINANCIAL PERFORMANCE WITH THE PEER INDUSTRY SCENARIO

The financial performance of the Central insurance is increasing day by day as compared to other non-life insurance companies.

(E) FINANCIAL AND ECONOMIC SCENARIO OF THE COUNTRY AND THE GLOBAL ECONOMY

Global Economy

The global economy showed signs of recovery in 2021 (5.9%) amidst the pandemic after hitting its lowest point in 2020 since the 'Great Depression'. However, the pace by which recovery was taking place has been weakened by the deadly Delta variant and highly transmissible Omicron variant. Vaccinations have proven to be effective against COVID-19. However, unequal access to vaccines is a major concern as 60% of the population in advance economies were fully vaccinated while for low-income countries it was 4%.

Economies have slowly opened-up in the latter half of the year causing demand to rise. Simultaneously pandemic outbreaks and weather disruptions have resulted in supply shortages causing consumer price inflation to increase rapidly in countries like US, Germany, and many emerging market and developing economies. This followed by the ongoing retrenchment of China's real estate sector and slower-than-expected recovery of private consumption also have limited growth prospects.

Each economic unit has already started preparing for the post pandemic outlook of their respective economies and restores it to its previous state.

Bangladesh Economy

Even amid a pandemic struck economy, the GDP growth of Bangladesh stood at 5.5% driven by record remittance inflows, increase in global demand for RMG (especially from second half) and resumption of work on national projects. With the current pace of economic recovery, Bangladesh GDP is expected to be 6.8% in the upcoming year.

Despite having highest ever FX reserve till date, demand of USD for foreign payments was not met by the supply of USD in the market causing BDT to depreciate against USD.

Bangladesh's government has taken great steps in establishing relationship with foreign countries. Due to increased participation in infrastructure development projects, Bangladesh teamed up with both Japan and China. Under its "Look East" policy, Bangladesh will explore partnership with other countries from the same belt. Countries from the Middle East, especially Saudi Arabia and UAE are the biggest source of remittance while US, UK and Germany remain the main exporters.

(F) RISKS AND CONCERNS ISSUES RELATED TO THE FINANCIAL STATEMENTS

The Company has a series of policies, practices and controls in place in relation to the financial reporting and consolidation process, which are designed to address key financial reporting risks, including risks arising from changes in the business or accounting standards. The Chief Financial Officer is required to confirm annually that all information relevant to the Company's audit has been provided to the Board of Directors through the Audit Committee and that reasonable steps have been taken to ensure full disclosure in response to requests for information from the external auditor.

(G) FUTURE PLAN OR PROJECTION OR FORECASTS

Looking ahead in 2022 and beyond, Central Insurance aims to continue with the same passion that it had started over 35 years ago, to establish the company as a role model in the insurance sector of Bangladesh.

Md. Zahid Anwar Khan
Chief Executive Officer

GLIMPSES OF 33RD AGM

Mr. Mohammed Musa, Chairman of the company delivering his speech at the 33rd Annual General Meeting held on 29th July, 2021 by using digital platform.

Managing Director & CEO Mr. Md. Zahid Anwar delivering his Welcome speech at the 33rd Annual General Meeting held on 29th July, 2021 by using digital platform.

Mr. Md. Jafar Ali FCS, Company Secretary conducting the 33rd Annual General Meeting.

GLIMPSES OF 33RD AGM

Photo shows the Honorable Chairman, Vice-chairman, Directors and Independent Scrutinizer in the 33rd Annual General Meeting.

Photo shows the Honorable, Chairman, Vice-chairman, Directors, Managing Director & CEO, CFO, Company Secretary during 33rd Annual General Meeting.

VIEW OF STRATEGIC PLAN

Board of Directors Meeting

Executive Committee Meeting

Audit Committee Meeting

VIEW OF STRATEGIC PLAN

A meeting with all top executives on stretegic growth of the company

Confidential meeting for internal control and compliance

TOP MANAGEMENT

Photo shows the Honorable Chairman & Vice-chairman with Management Committee

A meeting with corporate high official

MANAGER'S CONFERENCE

VIEW OF CIC IN ACTION

Organizing Bima Rally on the occasion of National Insurance Day - 2022

Employee's Fairwell

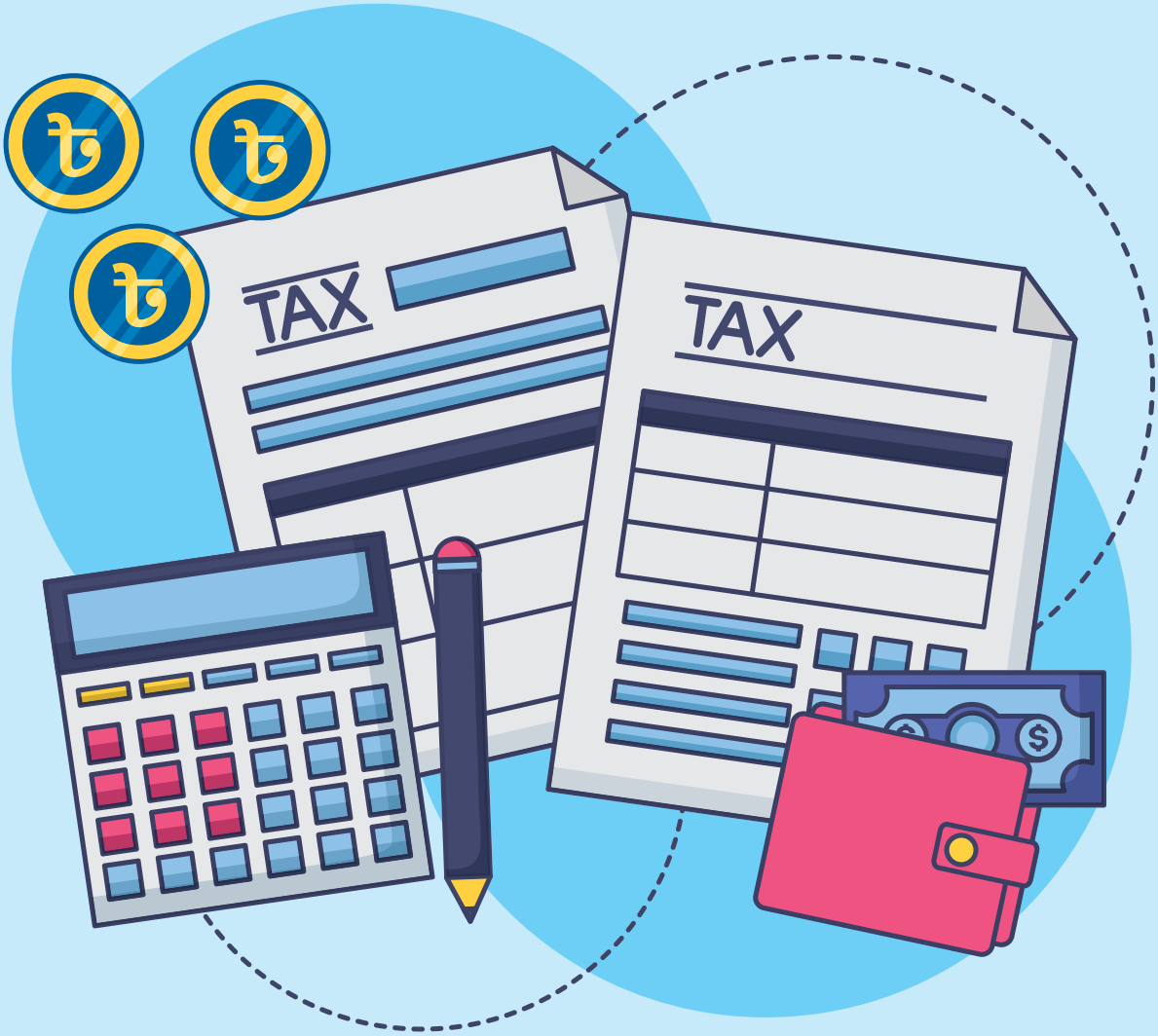
Cheque handover to Babylon Group against insurance claim

DIRECTORS' CERTIFICATE

As per Regulations contained in the First Schedule of the Insurance Act, 1938 as amended and as per Section 40-C of the said Act, we certify that:

1. The value of investments as shown in the Balance Sheet has been taken at cost.
2. The values of all assets as shown in the Balance Sheet and as classified on Form "AA" annexed have been duly reviewed as at 31st December, 2021 and in our belief, the said assets have been set forth in the Balance Sheet at amounts not exceeding their realizable or market values under the Several headings as enumerated in the annexed form.
3. All expenses of Management, wherever incurred and whether incurred directly or indirectly in respect of Fire, Marine, Motor and Miscellaneous insurance business have been duly debited to the related Revenue Accounts and Profit or Loss and other comprehensive Income.

(Md. Zahid Anwar Khan)	**(Sabbirul Kabir)**	**(Zoynal Abedin Chowdhury)**	**(Mohammed Musa)**
Chief Executive Officer	Director	Vice Chairman	Chairman



FINANCIAL STATEMENTS

শফিক বসাক এন্ড কোং
SHAFIQ BASAK & CO.
CHARTERED ACCOUNTANTS

CHATTOGRAM OFFICE:
National House (1st Floor),
109, Agrabad Commercial Area,
Chattogram-4100, Bangladesh,
Phone : 88-031-711561
Pho/Fax : 88-031-723680
Web : www.shafiqbasak.com
E-mail : basak_sbc@yahoo.com
basak@shafiqbasak.com

Partners :
Md. Shafiqul Islam, FCA
Sampad Kumar Basak, FCA
Sarwar Mahmood, FCA
Sheikh Zahidul Islam,MBA,FCA

DHAKA OFFICE-(1):
Shatabdi Centre (6th & 8th Floor)
292, Inner Circular Road,
Fakirapool, Motijheel, Dhaka.
Phone : 88-02-7194870
Pho/Fax : 88-02-7192098
Web : www. shafiqbasak.com
E-mail : basak_sbc@yahoo.com
basak@shafiqbasak.com

Independent Auditor's Report

to the Shareholders of
Central Insurance Company Limited

Report On the Audit of the Financial Statements

Opinion

We have audited the financial statements of Central Insurance Company Limited (the "Company), which comprise the Statement of Financial Position as at 31 December 2021, the Statement of Profit or Loss and Other 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 2021, and 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.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were most significant in the audit of the financial statements for the year 2021. These matters were addressed in the context of the

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Phone : 88-02-9859602-3, 01819-285196, E-mail-mahmoods.bd@gmail.com

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SHAFIQ BASAK & CO.
CHARTERED ACCOUNTANTS

audit of the financial statements as a whole, and in forming the auditors' opinion thereon, and we do not provide a separate opinion on these matters. For each matter below our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the auditors' responsibilities for the audit of the financial statements section of our report, including in relation to these matters.

Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatements of the financial statements. These results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements.

Key Audit Matters	Our responses to the Key Audit Matters
Premium Income	
Gross general insurance premiums comprise the total premiums received form the whole period of cover provided by contract entered into during the accounting period. Given the important nature, connections to other items to the financial statements and sensitivity of the item we believe this area pose high level of risk.	With respect to premium income in respect of various types of insurance we carried out the following procedures: • The design and operating effectiveness of key control around premium income recognition process. • Carried out analytical procedures and recalculated premium income for the period. • Carried out cut-off testing to ensure unearned premium income has not been included in the premium income. • On a sample basis reviewed policy to ensure appropriate policy stamps was affixed to the contract and same has been reflected in the premium register. • Ensure on a sample basis that the premium income was being deposited in the designated bank account. • Tested on a sample basis to see the appropriate VAT was being collected and deposited to bank through Treasury Challan. • 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.

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Estimated liability in respect of outstanding claims whether due or intimated	
This account represents the claim due to intimated from the insured and involves significant management judgment and risk of understatement. In extreme scenario this item may have going concern implications for the company At the year end, the company reported total balance under the head of estimated liability in respect of outstanding claims whether due or intimated of **BDT 33,066,396 (2020: BDT. 30,217,168)**	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: • Obtained the claim register and tested for completeness of claims recorded in the register on a sample basis. • Obtained a sample of claimed policy copy and cross check it with claim. • Obtained a sample of survey report and crossed check those against respective ledger balances. • Obtained and discussed with management about their basis for 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.

Emphasis of Matter

We draw attention to note # 42 of these financial statements, which describes matters related to non-consolidation of subsidiary (Central Insurance Investment Limited). Our opinion is not modified in respect of this matter.

Other Matters

The financial statements of the Company for the year ended December 31, 2020, were audited by **Kazi Zahir Khan & Co.**, Chartered Accountants, who expressed an unmodified opinion on those statements on May 20, 2021.

Moreover, In accordance with clause # 6 of BSEC Notification SEC/CMRRCD/2009-193/150/Admin dated August 18, 2013, related accounting entries of revaluation of fixed assets, as the report annexed

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along with these financial statements and disclosed in note # D.04, have been effected as per International Financial Reporting Standard (IFRS) although working papers in support of the revaluation were not provided with us and we do no opine on the fairness of the revaluation.

Other Information

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

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that if there is a material misstatement of this other information, we are required to report that fact.

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

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 .

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CHARTERED ACCOUNTANTS

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

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

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

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

From the matters communicated with those charged with governance, we determine those matters that we were most significant in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' 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.

ABACUS
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CHARTERED ACCOUNTANTS

Report on other` Legal and Regulatory Requirements

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

a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes 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 these 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 receipt 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 and according to the information and explanation given to us, all expenses of management wherever incurred and whether incurred directly or indirectly, in respect of insurance business of the company transacted in Bangladesh during the year under report have been duly debited to the related Revenue Accounts and the Statement of Comprehensive income of the Company;

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

f) The Statements of Financial Position and statement of Comprehensive Income, Profit and loss Appropriation Account, Related Revenue Accounts, Statements of Changes in Equity and Statement of Cash Flows of the company together with the annexed notes dealt with by the report are in agreement with the books of account and returns; and

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

Dated: Dhaka
April 25, 2022

Md. Shafiqul Islam FCA
Enrolment # 595
Partner
SHAFIQ BASAK & CO.
Chartered Accountants
DVC: 2204250595AS680501

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Central Insurance Company Ltd.

STATEMENT OF FINANCIAL POSITION (Balance Sheet) AS

CAPITAL & LIABILITIES	NOTES	Taka 2021	Taka 2020
SHARE CAPITAL			
AUTHORISED	2.00	1,000,000,000	1,000,000,000
100,000,000 Ordinary shares of Tk.10 each			
ISSUED, SUBSCRIBED AND PAID UP		531,448,230	494,370,450
53,144,823 Ordinary shares of Tk.10 each			
SHARE PREMIUM		56,167,900	56,167,900
11,233,580 Ordinary shares of Tk.5 each			
RESERVE OR CONTINGENCY ACCOUNT	3.00	2,035,025,019	686,295,296
Reserve for Exceptional Losses		346,035,510	311,393,000
General Reserve		29,000,000	29,000,000
Reserve for Fair Value of Shares	10.01	(25,292,289)	19,600,000
Dividend Equalization Reserve		22,500,000	22,500,000
Revaluation Reserve	3.01	1,515,174,398	206,599,638
Profit & Loss Appropriation Account		147,607,400	97,202,658
BALANCE OF FUND & ACCOUNT	4.00	139,671,757	100,723,630
Fire Insurance Business Account		60,655,576	39,710,450
Marine Insurance Business Account		61,657,652	43,066,671
Motor Insurance Business Account		12,726,977	13,643,234
Misc. Insurance Business Account		4,631,552	4,303,275
DEPOSIT PREMIUM	5.00	57,866,227	50,677,273
LIABILITIES & PROVISIONS		171,675,858	134,414,750
Estimated liability in respect of outstanding-claims whether due or intimated	6.00	33,066,396	30,217,168
Amount due to other persons or bodies-carrying on insurance business	7.00	138,609,462	104,197,582
SUNDRY CREDITORS (Including provision for expenses & taxes)	8.00	597,653,078	487,959,529
OTHER LIABILITIES (Bank Overdraft)	9.00	26,317,586	14,558,197
Total Taka :		**3,615,825,655**	**2,025,167,025**

The annexure notes form an integral part of these Financial Statements.

Date: April 25, 2022

(Md. Zahid Anwar Khan)
Chief Executive Officer

(Sabbirul Kabir)
Director

Central Insurance Company Ltd.

AT DECEMBER 31, 2021

PROPERTY & ASSETS	NOTES	Taka 2021	Taka 2020
INVESTMENT	10.00	229,131,969	234,087,682
INTEREST, DIVIDEND & RENT OUTSTANDING	11.00	27,600,020	23,867,785
AMOUNT DUE FROM OTHER PERSONS OR BODIES CARRYING ON INSURANCE BUSINESS	12.00	244,509,418	204,935,475
SUNDRY DEBTORS	13.00	429,989,213	374,676,792
CASH AND CASH EQUIVALENTS	14.00	749,262,763	665,232,919
Fixed Deposit Accounts		727,450,000	641,325,000
Current and STD Accounts		21,532,290	23,763,975
Cash in hand		280,473	143,944
FIXED ASSETS	15.00	1,932,877,319	521,136,259
Properties, Plant and Equipments		643,385,601	521,136,259
Investment Properties		1,289,491,718	-
OTHER ASSETS		2,454,953	1,230,113
Stock of Stationery	16.00	573,567	398,518
Security Deposit	17.00	207,175	207,175
Insurance Stamps in hand	18.00	1,674,211	624,420
Total Taka :		**3,615,825,655**	**2,025,167,025**

Signed in terms of our separate report of even date

(Zoynal Abedin Chowdhury)
Vice Chairman

(Mohammed Musa)
Chairman

(Md. Shafiqul Islam FCA) , Enrolment # 595
Partner
Shafiq Basak & Co. Chartered Accountants
DVC: 2204250595AS680501

Central Insurance Company Ltd.

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR

	Taka 2021	Taka 2020
Expenses of Management		
(Not Applicable to any particular Fund or Account)	34,423,392	23,401,243
Advertisement & Publicity	1,024,384	627,181
Directors Fee	976,800	660,000
Audit Fee	230,000	201,250
Legal and Professional	1,167,694	785,002
Contribution and Subscription	720,000	1,172,937
Fees, Registration & Renewal	1,469,560	1,466,935
Group Insurance Premium	777,815	629,961
Gratuity	2,557,400	5,123,434
Repair and Financial expenses of Properties	6,802,841	2,029,953
Depreciation	18,696,898	10,704,590
Profit/(Loss) for the year transferred to Profit & Loss Appropriation Account	160,795,671	143,453,506
Total Taka :	**195,219,063**	**166,854,749**

PROFIT AND LOSS APPROPRIATION ACCOUNT FOR

	Taka 2021	Taka 2020
Reserve for Exceptional Losses	34,642,510	24,582,644
Provision for Taxation	33,594,585	32,383,751
Deferred Income Tax	(685,128)	3,090,695
Dividend Paid	66,740,007	56,499,479
Balance transferred to Financial Position	147,607,400	97,202,658
Total Taka :	**281,899,374**	**213,759,227**

OTHER COMPREHENSIVE INCOME FOR

	Taka 2021	Taka 2020
Amount net of Fair Value of Shares (Note-10.01)	44,892,289	-
Total Comprehensive Income for the year	1,602,469,368	-
Total Taka :	**1,647,361,657**	**-**
Earnings Per Share (EPS) (Restated) (Note # 22.00)	**2.41**	**2.03**

The annexure notes form an integral part of these Financial Statements.

Date: April 25, 2022

(Md. Zahid Anwar Khan)
Chief Executive Officer

(Sabbirul Kabir)
Director

Central Insurance Company Ltd.

THE YEAR ENDED DECEMBER 31, 2021

	Taka 2021	Taka 2020
INTEREST, DIVIDEND AND RENTS		
(Not Applicable to any particular Fund or Account)		
Interest Received and Accrued	40,231,224	41,463,999
Income from Properties	17,007,104	29,904,848
Dividend Income	8,112,121	2,779,271
Capital Gain/(Loss) on Sale of Share	16,976,411	3,326,237
Gain on Sale of Car	582,630	309,603
PROFIT OR (LOSS) TRANSFERRED FROM	112,309,573	89,070,791
Fire Revenue Account	26,014,987	33,856,734
Marine Revenue Account	69,199,433	38,395,650
Motor Revenue Account	10,478,726	10,505,311
Miscellaneous Revenue Account	6,616,428	6,313,095
Total Taka :	**195,219,063**	**166,854,749**

THE YEAR ENDED DECEMBER 31, 2021

	Taka 2021	Taka 2020
Balance brought forward from last year	97,202,658	70,305,721
Revaluation Surplus Transferred to Retained Earnings	4,301,045	-
Fair Value Reserve Transferred to Retained Earnings	19,600,000	-
Net Profit for the year (Transferred from Profit or Loss and other comprehensive income)	160,795,671	143,453,506
Total Taka :	**281,899,374**	**213,759,227**

THE YEAR ENDED DECEMBER 31, 2021

	Taka 2021	Taka 2020
Net Profit after tax	127,886,214	-
Amount net of Revaluation Reserve	1,519,475,443	-
Total Taka :	**1,647,361,657**	**-**

Signed in terms of our separate report of even date

(Zoynal Abedin Chowdhury)
Vice Chairman

(Mohammed Musa)
Chairman

(Md. Shafiqul Islam FCA) , Enrolment # 595
Partner
Shafiq Basak & Co. Chartered Accountants
DVC: 2204250595AS680501

Central Insurance Company Ltd.

CONSOLIDATED BUSINESS REVENUE ACCOUNT FOR

	TAKA 2021	TAKA 2020
CLAIMS UNDER POLICIES LESS RE-INSURANCE	40,423,916	8,869,686
Paid during the year	37,574,688	13,483,678
Total estimated liability in respect of outstanding claim at the end of the year whether due or intimated	33,066,396	30,217,168
	70,641,084	43,700,846
Less: Outstanding at the beginning of the year	30,217,168	34,831,160
Agent Commission	40,516,066	45,059,551
Expenses of Management (Note-19.00)	135,146,298	122,988,364
BALANCE OF ACCOUNT AT THE END OF THE YEAR as shown in the Balance Sheet :		
Reserve for unexpired risks being 100% for Marine Hull & 40% for other insurance of premium income of the year	139,671,757	100,723,630
Profit/(Loss) Transferred To Profit or Loss Account	112,309,573	89,070,791
Total Taka :	**468,067,610**	**366,712,022**

The annexure notes form an integral part of these Financial Statements.

Date: April 25, 2022

(Md. Zahid Anwar Khan)
Chief Executive Officer

(Sabbirul Kabir)
Director

Central Insurance Company Ltd.

THE YEAR ENDED DECEMBER 31, 2021

	TAKA 2021	TAKA 2020
Balance of Account at the Beginning of the year	100,723,630	96,563,582
Premium Less Re- Insurance (Note-20.00)	346,425,102	245,826,440
Commission on Re- Insurance ceded	20,918,878	24,322,000
Total Taka :	**468,067,610**	**366,712,022**

Signed in terms of our separate report of even date

(Zoynal Abedin Chowdhury)
Vice Chairman

(Mohammed Musa)
Chairman

(Md. Shafiqul Islam FCA) , Enrolment # 595
Partner
Shafiq Basak & Co. Chartered Accountants
DVC: 2204250595AS680501

Central Insurance Company Ltd.

FIRE INSURANCE REVENUE ACCOUNT FOR

	TAKA 2021	TAKA 2020
CLAIMS UNDER POLICIES LESS RE- INSURANCE	21,774,834	(4,469,731)
Paid during the year	17,213,392	2,029,198
Total estimated liability in respect of outstanding claims- at the end of the year whether due or intimated	20,202,029	15,640,587
	37,415,421	17,669,785
Less: Outstanding at the end of the previous year	15,640,587	22,139,516
Agent Commission	19,240,852	22,538,980
Expenses of Management (Note-19.00)	74,005,982	59,388,165
BALANCE OF ACCOUNT AT THE END OF THE YEAR		
Reserve for unexpired risks being 40 % of premium income of the year	60,655,576	39,710,450
Profit /(Loss) transferred to Profit or Loss Account	26,014,987	33,856,734
Total Taka	**201,692,231**	**151,024,598**

The annexure notes form an integral part of these Financial Statements.

Date: April 25, 2022

(Md. Zahid Anwar Khan)
Chief Executive Officer

(Sabbirul Kabir)
Director

Central Insurance Company Ltd.

THE YEAR ENDED DECEMBER 31, 2021

	TAKA 2021	TAKA 2020
Balance of Account at the beginning of the year	39,710,450	39,047,641
Premium Less Re- Insurance (Note-20.00)	151,638,941	99,276,126
Commission on Re- Insurances ceded	10,342,840	12,700,831
Total Taka	**201,692,231**	**151,024,598**

Signed in terms of our separate report of even date

(Zoynal Abedin Chowdhury)
Vice Chairman

(Mohammed Musa)
Chairman

(Md. Shafiqul Islam FCA) , Enrolment # 595
Partner
Shafiq Basak & Co. Chartered Accountants
DVC: 2204250595AS680501

Central Insurance Company Ltd.

MARINE INSURANCE REVENUE ACCOUNT FOR

	TAKA 2021	TAKA 2020
CLAIMS UNDER POLICIES LESS RE- INSURANCE	**9,205,200**	**4,923,973**
Paid during the year	8,959,980	3,994,860
Total estimated liability in respect of outstanding claim- at the end of the year whether due or intimated	11,786,760	11,541,540
	20,746,740	15,536,400
Less: Outstanding at the end of the previous year	11,541,540	10,612,427
Agent Commission	**17,163,233**	**16,146,052**
Expenses of Management (Note-19.00)	**44,938,794**	**43,843,015**
BALANCE OF ACCOUNT AT THE END OF THE YEAR		
Reserve for unexpired risks being 40 % of Marine Cargo- and 100 % of Marine Hull premium income of the year	61,657,652	43,066,671
Porfit/(Loss) transferred to Profit or Loss Account	69,199,433	38,395,650
Total Taka	**202,164,312**	**146,375,361**

The annexure notes form an integral part of these Financial Statements.

Date: April 25, 2022

(Md. Zahid Anwar Khan)
Chief Executive Officer

(Sabbirul Kabir)
Director

Central Insurance Company Ltd.

THE YEAR ENDED DECEMBER 31, 2021

	TAKA 2021	TAKA 2020
Balance of Account at the beginning of the year	43,066,671	37,874,984
Premium Less Re- Insurance (Note-20.00)	151,389,838	101,684,042
Commission on Re- Insurance ceded	7,707,803	6,816,335
Total Taka	**202,164,312**	**146,375,361**

Signed in terms of our separate report of even date

(Zoynal Abedin Chowdhury)
Vice Chairman

(Mohammed Musa)
Chairman

(Md. Shafiqul Islam FCA) , Enrolment # 595
Partner
Shafiq Basak & Co. Chartered Accountants
DVC: 2204250595AS680501

Central Insurance Company Ltd.

MOTOR INSURANCE REVENUE ACCOUNT FOR

	TAKA 2021	TAKA 2020
CLAIMS UNDER POLICIES LESS RE- INSURANCE	9,577,626	7,778,043
Paid during the year	11,335,060	7,022,219
Total estimated liability in respect of outstanding claim- at the end of the year whether due or intimated	992,890	2,750,324
	12,327,950	9,772,543
Less: Outstanding at the beginning of the year	2,750,324	1,994,500
Agent Commission	2,963,125	4,690,480
Expenses of Management (Note-19.00)	9,714,223	12,398,138
BALANCE OF ACCOUNT AT THE END OF THE YEAR		
Reserve for unexpired risks being 40 % of premium income of the year	12,726,977	13,643,234
Profit/(Loss) transferred to Profit or Loss Account	10,478,726	10,505,311
Total Taka	**45,460,677**	**49,015,206**

The annexure notes form an integral part of these Financial Statements.

Date: April 25, 2022

(Md. Zahid Anwar Khan)
Chief Executive Officer

(Sabbirul Kabir)
Director

Central Insurance Company Ltd.

THE YEAR ENDED DECEMBER 31, 2021

	TAKA 2021	TAKA 2020
Balance of Account at the beginning of the year	13,643,234	14,907,122
Premium Less Re- Insurance (Note-20.00)	31,817,443	34,108,084
Commission on Re- Insurance ceded	-	-
Total Taka	**45,460,677**	**49,015,206**

Signed in terms of our separate report of even date

(Zoynal Abedin Chowdhury)
Vice Chairman

(Mohammed Musa)
Chairman

(Md. Shafiqul Islam FCA) , Enrolment # 595
Partner
Shafiq Basak & Co. Chartered Accountants
DVC: 2204250595AS680501

Central Insurance Company Ltd.

MISCELLANEOUS INSURANCE REVENUE ACCOUNT FOR

	TAKA 2021	TAKA 2020
CLAIMS UNDER POLICIES LESS RE- INSURANCE	(133,744)	637,401
Paid during the year	66,256	437,401
Total estimated liability in respect of outstanding claim- at the end of the year whether due or intimated	84,717	284,717
	150,973	722,118
Less: Outstanding at the beginning of the year	284,717	84,717
Agent Commission	1,148,856	1,684,039
Expenses of Management (Note-19.00)	6,487,299	7,359,046
BALANCE OF ACCOUNT AT THE END OF THE YEAR		
Reserve for unexpired risks being 40 % of premium income of the year	4,631,552	4,303,275
Porfit/(Loss) transferred to Profit or Loss Account	6,616,428	6,313,095
Total Taka:	**18,750,391**	**20,296,856**

The annexure notes form an integral part of these Financial Statements.

Date: April 25, 2022

(Md. Zahid Anwar Khan)
Chief Executive Officer

(Sabbirul Kabir)
Director

Central Insurance Company Ltd.

THE YEAR ENDED DECEMBER 31, 2021

	TAKA 2021	TAKA 2020
Balance of Account at the beginning of the year	4,303,275	4,733,835
Premium Less Re- Insurance (Note-20.00)	11,578,880	10,758,188
Commission on Re- Insurance ceded	2,868,236	4,804,833
Total Taka:	**18,750,391**	**20,296,856**

Signed in terms of our separate report of even date

(Zoynal Abedin Chowdhury)
Vice Chairman

(Mohammed Musa)
Chairman

(Md. Shafiqul Islam FCA) , Enrolment # 595
Partner
Shafiq Basak & Co. Chartered Accountants
DVC: 2204250595AS680501

Central Insurance Company Ltd.

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

Particulars	Share Capital	Share Premium	Reserve for Exceptional Loss	General Reserve	Reserve for Fair Value of Shares	Revaluation Reserve	Dividend Equalization Reserve	Retained Earnings	Total
Balance as on 01-01-2021	494,370,450	56,167,900	311,393,000	29,000,000	19,600,000	206,599,638	22,500,000	97,202,658	1,236,833,646
Dividend Paid (Stock)	37,077,780		-	-				(37,077,780)	-
Dividend Paid (Cash)								(29,662,227)	(29,662,227)
Net Profit (after taxation)								127,886,214	127,886,214
Reserve for Exceptional Lossess			34,642,510					(34,642,510)	-
Reserve for Fair Value of Shares	-				(44,892,289)			19,600,000	(25,292,289)
Revaluation Reserve						1,308,574,760		4,301,045	1,312,875,805
Balance as on 31-12-2021	**531,448,230**	**56,167,900**	**346,035,510**	**29,000,000**	**(25,292,289)**	**1,515,174,398**	**22,500,000**	**147,607,400**	**2,622,641,149**
Balance as on 01-01-2020	470,829,000	56,167,900	286,810,356	29,000,000	19,600,000	206,599,638	22,500,000	70,305,721	1,161,812,615
Dividend Paid (Stock)	23,541,450		-	-				(23,541,450)	-
Dividend Paid (Cash)			-	-				(32,958,029)	(32,958,029)
Net Profit (after taxation)			-	-				107,979,060	107,979,060
Reserve for Exceptional Lossess			24,582,644	-				(24,582,644)	-
Balance as on 31-12-2020	**494,370,450**	**56,167,900**	**311,393,000**	**29,000,000**	**19,600,000**	**206,599,638**	**22,500,000**	**97,202,658**	**1,236,833,646**

The annexure notes form an integral part of these Financial Statements.

Signed in terms of our separate report of even

(Md. Zahid Anwar Khan)
Chief Executive Officer

(Sabbirul Kabir))
Director

(Zoynal Abedin Chowdhury)
Vice Chairman

(Mohammed Musa)
Chairman

(Md. Shafiqul Islam FCA) , Enrolment # 595
Partner
Shafiq Basak & Co. Chartered Accountants
DVC: 2204250595AS680501

Date: May 20, 2001

Central Insurance Company Ltd.

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2021

		2021 Taka	2020 Taka
A.	**CASH FLOWS FROM OPERATING ACTIVITIES**		
	Collection from premium and other income	484,794,509	406,756,269
	Payment for Management Exp. Re-Insurance & Claim	(299,121,684)	(226,171,991)
	Income Tax paid	(38,555,256)	(24,764,928)
	Net cash flow from operating activities	**147,117,569**	**155,819,350**
B.	**CASH FLOWS FROM INVESTING ACTIVITIES**		
	Purchase of Fixed Assets	(23,125,903)	(40,649,322)
	Sale of Fixed Assets	770,390	362,000
	Investment Enhancement	(20,800,134)	(8,018,968)
	Net cash flow from investing activities	**(43,155,647)**	**(48,306,290)**
C.	**CASH FLOWS FROM FINANCING ACTIVITIES**		
	Secured Overdraft	11,759,389	3,553,566
	Dividend Paid	(31,691,467)	(32,958,029)
	Net cash flow from Financing activities	**(19,932,078)**	**(29,404,463)**
D.	**Net inflows/(out flows) for the year (A+B+C)**	**84,029,844**	**78,108,597**
E.	**Opening Cash and Bank balance**	665,232,919	587,124,322
F.	**Closing Cash and Bank balances (D + E)**	**749,262,763**	**665,232,919**
	Net operating cash flow per share (NOCFPS) (Restated Note-23.00	**2.77**	**2.93**

The annexure notes form an integral part of these Financial Statements.

Signed in terms of our separate report of even date

(Md. Zahid Anwar Khan)
Chief Executive Officer

(Sabbirul Kabir)
Director

(Zoynal Abedin Chowdhury)
Vice Chairman

(Mohammed Musa)
Chairman

Date: April 25, 2022

(Md. Shafiqul Islam FCA) , Enrolment # 595
Partner
Shafiq Basak & Co. Chartered Accountants
DVC: 2204250595AS680501

Form "AA"

CLASSIFIED SUMMARY OF ASSETS AS ON DECEMBER 31, 2021

(IN TAKA)

PARTICULARS	BOOK VALUE AS PER BALANCE SHEET	MARKET VALUE	REMARKS
Bangladesh Government Treasury Bond	27,446,696	27,446,696	Realisable value
Investment in Share	101,685,573	101,685,574	Market Value
Investment in CIC Investment Ltd.	99,999,700	99,999,700	Realisable value
In Fixed deposit with Banks	727,450,000	727,450,000	do
In STD A/C. with Banks	19,444,231	19,444,231	do
Cash in Hand	280,473	280,473	do
Accrued interest	27,600,020	27,600,020	do
At call on short notice	2,088,059	2,088,059	do
OTHER ASSETS:			
Amount due from other Persons or bodies carrying on insurance business	244,509,418	244,509,418	do
Sundry Debtors	429,989,213	429,989,213	do
Stock of Stationery	573,567	573,567	At cost
Security Deposit	207,175	207,175	At cost
Insurance Stamps in hand	1,674,211	1,674,211	At cost
Fixed Assets, net of depreciation	1,932,877,319	1,932,877,319	Depreciated value (Except Land)
Total	**3,615,825,655**	**3,615,825,656**	

Certificate u/s 7 (a) of part of the first schedule to the Insurance Act, 1938.

Certified that the value of all assets have been reviewd, that the said costs have been set forth in the balance sheet at amounts not exceeding their realizable or market value.

(Md. Zahid Anwar Khan)
Chief Executive Officer

(Sabbirul Kabir)
Director

(Zoynal Abedin Chowdhury)
Vice Chairman

(Mohammed Musa)
Chairman

Date: April 25, 2022

(Md. Shafiqul Islam FCA) , Enrolment # 595
Partner
Shafiq Basak & Co. Chartered Accountants
DVC: 2204250595AS680501

Central Insurance Company Ltd.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2021

1.00 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICES:

A. NOTES GENERAL

A.01 BACKGROUND

The Central Insurance Company Ltd. was incorporated as a Public Limited Company on 12th November, 1987 under the Companies Act, 1913 and obtained the certificate of commencement of business on 10th December, 1987. The company obtained the registration from the Chief Controller of Insurance, Government of Bangladesh on 30th November,1987 concurrently. Being registered with the Insurance Development & Regulatory Authority (IDRA) under the Insurance Act, in 2010 the company has been providing non-life insurance services as per the Insurance Act, 2010 and the directives issued by the IDRA from time to time.

The Company was listed with Dhaka Stock Exchange Ltd and Chittagong Stock Exchange Ltd as a publicly traded company in the year 1995.

A.02 ADDRESS OF REGISTERED OFFICE AND PLACE OF BUSINESS OF THE COMPANY

The registered office of the company is located at Central Insurance Bhaban (3rd & 4th Floor), 7-8, Motijheel C/A, Dhaka-1000, Bangladesh. The business operations of the Company are being carried out through its 33 branches located in all over Bangladesh through which company's business operations are being carried out.

The Company has formed another subsidiary company viz; Central Insurance Investment Ltd. with a view to carrying out business activity of Merchant Bank, but the permission for operating business as Merchant Bank not yet obtained.

A.03 PRINCIPLE ACTIVITIES OF THE COMPANY

The principal activity of the company is to carry on all kinds of non-life insurance business. There were no significant changes in the nature of the principal activities of the Company during the year 2021 under review.

A.04 DATE OF FINANCIAL STATEMENTS AUTHORISED FOR ISSUE

Financial statements of the company for the year ended December 31, 2021 were authorised for issue on April 25, 2022 in accordance with a resolution of the Board of Directors of the company.

B SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER RELATED POLICY INFORMATION

B.01 BASIS OF PREPARATION OF FINANCIAL STATEMENTS AS PER IAS-01

The financial statements have been prepared on the basis of going concern concept under Generally Accepted Accounting Principles (GAAP) according to historical cost convention in Bangladesh in compliance with the Companies Act 1994, the Securities and Exchange Rules 2020, Listing Regulations of Dhaka Stock Exchange Ltd. & Chittagong Stock Exchange Ltd. Disclosure of financial information as required by Insurance Act 2010 have been compiled with while preparing statement of financial position, statement of profit or loss and other comprehensive income and revenue accounts for specific classes of insurance business in the form of set forth in the first, second and third schedule of the Insurance Act and also in compliance with the Company Act 1994.These statements have also been prepared in accordance with applicable International Financial Reporting Standards (IFRS) and as were adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh (ICAB) with reference to disclosures of accounting policies and valuation of investment both.

B.02 MANAGEMENT'S RESPONSIBILITY

The management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRS), the Companies Act 1994, the Insurance Act 2010, the Insurance rules 1958, the Securities and Exchange Rules 2020 and other applicable laws and regulations for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

B.03 DIRECTOR'S RESPONSIBILITY

The Board of Directors is also responsible for the preparation and fare presentation of financial statements under section 183 of the Companies Act 1994, the Bangladesh Securities and Exchange Rules 2020, Listing Regulations of Dhaka Stock Exchange Ltd and Chittagong Stock Exchange Ltd .

B.04 BASIS OF PRESENTATION

The balance sheet has been prepared in accordance with regulations as contained in Part -I of the First Schedule and as per Form "A" as set forth in Part-II of that schedule. Revenue Account of each class of non-life insurance business has been prepared in accordance with the regulations as contained in Part -I of the Third Schedule as per Form 'F' as set forth in Part-II of that schedule of the Insurance Act,1938, in absence of such Forms in the Insurance Act of 2010. The classified summary of the assets has also been prepared in accordance with form "AA" as set forth in Part-II of the aforesaid Act.

C METHOD OF PREPARATION

C.01 LAST YEAR'S FIGURES REARRANGED AND ADJUSTED (IAS # 1)

Previous year's figures have been rearranged wherever considered necessary to conform to the current year's presentation.

C.02 FUNCTIONAL AND PRESENTATIONAL CURRENCY

These financial statements has been prepared in Bangladesh Taka which is company's functional currency. All information presented in Taka has been rounded off to the nearest Taka (BDT).

C.03 REPORTING PERIOD

Financial statements of the company consistently cover one year from 1 January 2021 to 31 December 2021.

C.04 GOING CONCERN BASIS (IAS # 10)

The Company has adequate resources to continue in the operation for the foreseeable future. For this reason, the Directors continue to adopt going concern basis in preparing the financial statements. The current credit facilities and adequate resources for providing sufficient funds to meet the present requirements of its existing business and operations.

C.05 BRANCH ACCOUNTING

The company has 33 branches under its umbrella without having any overseas branch up to the year ended December 31, 2021. The accounts of the branches are maintained at the Head Office level. Only petty cash books are maintained at the branch level for meeting day to day cash expenses.

C.06 SEGMENT REPORTING (IFRS # 10)

A business segment is a distinguishable component of the company that is engaged in providing services that are subject to risks and returns and are different from those of other business segments. The company accounts for segment reporting of operating result of each segment. The company has four primary business segments for reporting purposes namely Fire, Marine, Motor and Miscellaneous.

C.07 ACCOUNTING POLICIES, CHANGES IN ACCOUNTING ESTIMATES AND ERRORS (IAS # 8)

Comparative information has been disclosed in respect of the previous year for all numerical information in the financial statements including narrative and descriptive information when it is relevant for understanding of the current year financial statements. Previous year figure's have been restated and rearranged wherever necessary, to confirm to current year presentation as per IAS-8 "Accounting Policies, Changes in Accounting Estimates and Errors".

D. SIGNIFICANT ACCOUNTING POLICIES

D.01 INVESTMENT:

i. Investment is stated at cost of acquisition.
ii. Income on Investment, other than shares are accounted for on accrual basis.
iii. Dividend income on Investment in shares is accounted for in the year of receipt of such dividend.
iv. Gain on sale of shares is accounted for on actual realization basis.

D.02 PROPERTY, PLANT & EQUIPMENTS (IAS # 16)

All fixed assets are stated at cost less accumulated depreciation as per IAS-16 "Property, Plant & Equipments". The cost of acquisition of an asset comprises of purchase price and directly attributable cost of bringing the asset to its working condition for its intended use inclusive of inward freight, duties and non-refundable taxes.

Property, Plant and Equipment are depreciated following the reducing balance method on the basis of economic life expectancy of the assets in accordance with IAS-16. Depreciation on addition of fixed assets has been charged when it is available for use.

Land, Building and Floor Space stated at revalued value during the year [Note 15.00] and no depreciation has been charged on the value of land. The property, plant & equipments are depreciated at the following rates :

Items	Rate %	Items	Rate %
a) Furniture and fixtures	10%	g) Sign Board	25%
b) Office Equipment	15%	h) Electrical Equipments	15%
c) Office Decoration	10%	i) Computer & Software	25%
d) Air Conditioner	15%	j) Building	2.5%
e) Motor Vehicles	20%	k) Floor Space	2.5%
f) Telephone Installation	20%		

D.03 DE-RECOGNITION

An item of property, plant and equipment is de-recognized upon disposal or when no future economic benefits are expected from its use. Any gain or loss arising on de-recognition of the asset is included in the statement of profit or loss and other comprehensive income in the year the asset is de-recognized.

D.04 REVALUATION RESERVE

The Revaluation surplus is transferred to revaluation reserve after restating the asset at the revalued amount. Any revaluation loss is directly recognized in the Statement of Comprehensive Income but any revaluation loss arising from an asset which has been previously recognized in the revaluation reserve is debited to the extent of any credit balance existing in the revaluation reserve in respect of that asset. The excess depreciation, if any, of revalued asset, difference between depreciation at revalued amount and depreciation on original cost of that asset, is transferred, after making appropriate adjustment of deferred tax from revaluation reserve to retain earning. No dividend is payable out of any revaluation surplus.

D.05 IMPAIRMENT OF ASSETS (IAS # 36)

All assets of the company shown in financial statement that are within the scope of IAS-36, are in physical existence and valued on more than their recoverable amount following international accounting standards adopted by ICAB, disclosures with regards to “Impairment of Assets” as per IAS-36 have not been considered necessary.

D.06 PROVISION FOR INCOME TAXES (IAS # 12)

The value of all assets as shown in the balance sheet and in the annexed classified summary of assets drawn up in accordance with Form “AA” of part II of the First Schedule of the Insurance Act 1938, have been reviewed and the balances are in agreement with the balance sheet amount and Form “AA” amount.

D.07 CLASSIFIED SUMMARY OF ASSETS:

The value of all assets as shown in the balance sheet and in the annexed classified summary of assets drawn up in accordance with Form “AA” of part II of the First Schedule of the Insurance Act 1938, have been reviewed and the balances are in agreement with the balance sheet amount and Form “AA” amount.

D.08 EMPLOYEE’S BENEFIT PLAN:

The Company operates a provident fund, recognized by the Income Tax Authorities, Confirm employees of the Company are eligible for the said provident fund. Employees of the Company will contribute ten percent of their basic salary and the employer will make a matching contribution. The provident fund is wholly administered by a Board of Trustees and no part of the fund is included in the assets of the Company.

The Company also introduced gratuity benefit for its permanent employees as per board decision those who has been working since 1st April, 2006 are entitled to get this benefit.

D.09 Earning Per Share (EPS) (IAS # 33)

The company calculates Earning Per Share (EPS) in accordance with the International Accounting Standards - IAS-33 "Earning Per share" as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB).

D.10 General Reserve Fund

The company has been maintaining a general reserve fund from the current year profit to meet future contingencies.

D.11 Reserve for Exceptional Losses:

As per Para 6 of 4th Schedule of Income Tax Ordinance,1984 to meet the exceptional losses, the company sets aside maximum 10% of the net premium income of the year in which it is set aside from the balance of the profit to Reserve for exceptional losses. As per Insurance Act 2010, maximum 10% statutory reserve be maintained out of profit by the company to meet any possible future claims on net premium income during the year. In the year under review, the Company sets aside 10% of net premium.

D.12 Revenue Recognition (IFRS#15)

Gross underwriting business and Re-insurance thereof as well as claim settled have been recorded separately for each class of business and the net underwriting results thereof have been reflected in the revenue accounts after due consideration of re-insurance ceded, agency commission and expenses of management recognized as well as transfer of reserve of unexpired risk.

Dividend income on investment in shares are recognized when the company is entitled to get dividend from the investee and shown in the statement of profit or loss and other comprehensive income. For stock dividend, the number of related shares of investee increases effecting decrease in average cost of investment.

Interest on FDR is recognized on accrual basis after making provision for income tax deductible at source. Interest on STD account, cash dividend on investment in share and other income are recognized on cash basis.

D.13 UNDERWRITING PREMIUM INCOME

Premium income is recognised on when insurance policies are issued and premium collected. The sum of premium income as appeared in classified revenue accounts is net of the refund made, re-insurance ceded and premium on Public Sector Business (PSB).

D.14 Public Sector Business (PSB)

As per government decision effective from April 1990, 100% public sector insurance business is being underwritten by Sadharan Bima Corporation (SBC), 50% premium being retained by SBC and the remaining balance is equally distributed among private sector insurance companies. The premium in respect of company's share of Public Sector insurance Business (PSB) is accounted for in the year in which the relevant statement of accounts from Sadharan Bima Corporation is received. The statements of accounts for the period from January 1, 2020 to December 31, 2020 have been received from SBC and the company's share of PSB for the aforesaid has been recognised in this financial statements accordingly. Such method of account for the Public Sector insurance Business (PSB) has been consistently followed.

D.15 RE-INSURANCE CEDED AND ACCEPTED WITH SADHARAN BIMA CORPORATION

Necessary adjustment in respect of re-insurance ceded and accepted in Bangladesh has duly been made in respective revenue account as per treaty between the company and Sadharan Bima Corporation (SBC).

D.16 COVER NOTES CONVERTED INTO POLICY (CCP)

Amounts received against issue of cover note that have not been converted into policy are not recognised as income. The cover notes which were previously issued are converted into insurance policy at the expiry of the date of issue of such cover notes as per circular of the then chief controller of insurance.

D.17 INVESTMENT INCOME

Interest on FDR's and Bangladesh Government Treasury Bond (BGTB) are recognised on accrual basis, interest on STD/SND account and other income are recognised as and when amount is credited to company's account.

D.18 CASH & CASH EQUIVALENTS :

Cash comprises of cash in hand and demand deposit and cash equivalents are short term, high liquid investments that are readily convertible to know amount of cash and which are subject to an insignificant risk of changes in value, IAS-1 "Presentation of Financial Statements" also provides that cash equivalents are those which have no restriction in use considering the provision of IAS-7 and IAS-1, cash in hand and bank balance have been considered as cash and cash equivalents.

D.19 DEFERRED TAXES :(IAS# 12)

Deferred tax is recognised on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and are accounted for using the balance sheet liability method. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which such differences can be utilized. Deferred tax liabilities are generally recognized for all taxable temporary differences. Accordingly tax liability is created and provided in the profit & loss appropriation account. Deferred tax calculation are shown in note no. 8.01.

D.20 STATEMENT OF CASH FLOWS : (IAS #7)

Cash flows statement is prepared in accordance with IAS-7 "Statement of Cash Flows" and the cash flow from operating activities has been presented under direct method as prescribed by the Securities and Exchanges Rules - 2020. Cash flow statement is broken down into operating activities, investing activities and financing activities.

D.21 BORROWING COSTS (IAS #23)

Interest on borrowing of fund from bank against secured overdrafts is recognized as financial expenses according to IAS 23. "Borrowing Costs". Interest represented amount paid & accrued up to the end of the reporting year.

D.22 WORKERS' PROFIT PARTICIPATION AND WELFARE FUND:

Section 234 of chapter 15 of Labor law 2006 (as amended in 2013) requires every company to establish a Workers' Profit Participation and Welfare Fund. However, BFID, on behalf of the financial institution sector, requested 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.

D.21 RISK ANALYSIS:

Risk analysis for insurance business is difficult to estimate the uncertainty in taking and managing the risk by chronological identification of unascertained risk, mitigating approach of risk and continuing efforts to equate the risk at reasonable level. This, inter alia, includes

(a) Insurance Product Risk:

In non-life insurance business, the product selection is one of the important factors for the company. Product with less uncertainty with lower cost can facilitate to secure more risk coverage. Accordingly, high risk is more related to the capital strength and credit rating of the company 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.

(b) Operational Risk:

This is in association of all departmental effort within the company to ensure sufficient coverage for the uncertainty of particular policy selection. It varies in accordance with the nature of products offered to the insured. Guideline for selection of offered product and monitoring the same are effective when fencing the risk at the level of estimate.

(c) Strategic Market Risk:

This indicates to identify and quantify the inherent risk of the products for the insured competitive market. Product with low risk should be encouraged to minimize risk.

(d) Underwriting Risk:

This is involved in loss events coverable under contract or agreement with the insured and the volume or size of the coverable loss. It relates to selection, pricing, monitoring and technical provision. However, risk with excessive volume is jointly shared by two or more insurers. In such circumstances, non-life insurance business with different products has been carried out with approved guideline.

(e) Reinsurance Risk:

Reinsurance has an influence basing the capital strength and rating aspects. Treaty limit is outlined by the amount of risk which can be ceded to other re-insurer. It depends on the nature of risk to be taken by the company. As such, technical provision has been estimated by way of covering the reasonable and probable obligations with respect to claims for known or un-known uncertainty.

(f) Investment Risk:

This relates to market, credit and liquidity of the company and as such, investments consist of assets covering the technical provisions and shareholders' equity. Accordingly, investment plan has been designed in such manner to accommodate inherent risk.

(g) Liquidity Risk:

This indicates to pay the claim on demand and the company needs to liquidate or convert assets to meet the obligation as and when arise.

h) Credit Risk:

The Company follows IDRA instructions with respect to issuing of policies, that is, policies were not issued on credit.

(i) Default Risk:

It indicates default in paying off the claims on demand when third party involved in such approach. At the time, the company needs to have sufficient liquidity to pay off the claims on demand and to fulfill the contractual obligation.

(j) Legal and Regulatory Risk:

There is legal and regulatory obligation to follow and abide by the restricted rules and regulation in carrying out the business which do not conform to the competitive market for procuring business. As such, non-compliance to rules and regulation may invite risk to the employment of the company.

2.00 SHARE CAPITAL :

Authorized shares capital Tk. 1,000,000,000

100,000,000 Ordinary Shares of Tk. 10 each.

Issued, Subscribed & Paid-up Capital : Tk. 531,448,230

53,144,823 ordinary shares of Tk.10 each

The Category wise shareholding position as on 31 December, 2021 are noted below :

Category of Shareholders	No. of Shares	% of Holdings	Amount Tk.
1. Sponsors & Directors (Group -A)	17,987,015	33.85	179,870,150
2. ICB & Institutions (Group -B)	5,765,081	10.85	57,650,810
3. General Public (Group-B)	29,392,727	55.31	293,927,270
Total	**53,144,823**	**100.00**	**531,448,230**

Classification of Shareholders according to holding of shares :

i) Group -A

Class Interval	No. of Shares	No. of Shareholders	Total Holding%	% of Total Paid Up-Capital
Less than 5000 Shares	3,074	2	0.02	0.01
5001-10,000	-	-	-	-
10,001-50,000	-	-	-	-
50,001-100,000	216,347	3	1.20	0.41
100,001-200,000	305,368	2	1.70	0.57
200,001-500,000	502,302	2	2.79	0.95
500,001-1,000,000	-	-	-	-
1,000,001-2,000,000	14,745,587	13	81.98	27.74
2,000,001-3,000,000	2,214,337	1	12.31	4.17
Total of (A)	**17,987,015**	**23**	**100.00**	**33.85**

ii) Group -B

Class Interval	No. of Shares	No. of Shareholders	Total Holding%	% of Total Paid Up-Capital
Less than 5000 Shares	6,518,390	4,423	18.54	12.26
5001-10,000	2,375,225	315	6.76	4.47
10,001-50,000	7,084,087	336	20.15	13.33
50,001-100,000	3,144,732	43	8.95	5.92
100,001-200,000	2,283,022	17	6.49	4.30
200,001-500,000	6,127,919	20	17.43	11.53
500,001-1,000,000	2,690,865	3	7.65	5.06
1,000,001-2,000,000	4,933,568	4	14.03	9.28
Total of (B)	**35,157,808**	**5,161**	**100.00**	**66.15**
Grand Total (A +B)	**53,144,823**	**5,184**		**100.00**

This shares are listed with both DSE and CSE.

	2021	2020
3.00 RESERVE OR CONTINGENCY ACCOUNT:		
A. Reserve or contingency account :		
Opening Balance	589,092,638	564,509,994
Add: Reserve for Exceptional Loss for the year	34,642,510	24,582,644
Add: Reserve for Fair Value of Shares	(44,892,289)	-
Add: Revaluation Reserve	1,308,574,760	-
Sub Total	**1,887,417,619**	**589,092,638**
B. Profit & Loss Appropriation Account :		
Undistributed Profit up to financial statement Date	147,607,400	97,202,658
Grand Total	**2,035,025,019**	**686,295,296**

3.01 REVALUATION RESERVE:

Total Revalued Amount	1,609,824,409
Less: Deferred Tax for Revaluation Reserve	91,961,858
Less: Revaluation Reserve to Retained Earnings	2,688,153
	1,515,174,398

4.00 BALANCE OF FUND & ACCOUNT:

This has been made up as under:

Fire Revenue Account	60,655,576	39,710,450
Marine Revenue Account	61,657,652	43,066,671
Motor Revenue Account	12,726,977	13,643,234
Miscellaneous Revenue Account	4,631,552	4,303,275
Total Taka	**139,671,757**	**100,723,630**

5.00 DEPOSIT PREMIUM : Tk. 57,866,227 Tk. 50,677,273

The above balance represents the premium and stamp duty received against cover-notes for which policies have not yet been issued.

6.00 ESTIMATED LIABILITY IN RESPECT OF OUTSTANDING CLAIMS AT THE END OF THE YEAR WHETHER DUE OR INTIMATED:

Fire Insurance	20,202,029		15,640,587
Marine Insurance	11,786,760		11,541,540
Motor Insurance	992,890		2,750,324
Miscellaneous Insurance	84,717		284,717
Total Taka	**33,066,396**		**30,217,168**

7.00 AMOUNT DUE TO OTHER PERSONS OR BODIES CARRYING ON INSURANCE BUSINESS :

Sadharan Bima Corporation	136,274,358	102,645,505
Other Insurance Companies of Bangladesh	2,335,104	1,552,077
Total Taka :	**138,609,462**	**104,197,582**

8.00 SUNDRY CREDITORS :

Provision for Income Tax	374,413,207	340,818,622
Security Deposit (Open Cover)	-	250,000
Advance Rent Receive	13,272,125	20,380,878
Provision for Audit Fee	235,000	206,250
Income Tax Deduction at source	2,002,284	1,608,055
VAT deducted at source	1,515,394	1,309,449
Dividend Payable	6,109,912	8,140,698
Deferred Tax (Note no.8.01)	89,203,282	2,349,698
Provision for Bonus	-	3,500,000
Excess Deposit Premium	18,569	38,569
Premium Payable on Co-Ins. Share	-	2,863,203
Advance Received Against sale of car	-	350,000
Loan from Central Insurance Investment Ltd.	99,245,000	99,245,000
Security Deposit (Printing)	30,000	-
Provident Fund (Employees Cont.)	263,446	437,439
Advance Against PF Loan	36,730	166,409
VAT Payable on Premium	1,610,220	58,608
Lease Liability/Rental Lease Obligation (Note no.8.02)	3,241,558	-
Provision for Gratuity	6,456,351	6,236,651
Total Taka	**597,653,078**	**487,959,529**

8.01 DEFERRED TAX :

A. Fixed Assets:		
Carrying Amount	210,006,259	148,754,581
Tax Base	203,740,397	150,730,571
Taxable/(Deductable) Temporary Difference	**6,265,862**	**(1,975,990)**
B. Right-of-use-Assets:		
Carrying Amount	3,306,256	
Tax Base	4,149,665	
Taxable/(Deductable) Temporary Difference	**(843,409)**	
C. Gratuity Provision:		
Carrying Amount	6,456,351	
Tax Base	-	
Taxable/(Deductable) Temporary Difference	**(6,456,351)**	
Net Taxable/(Deductable) Temporary Difference (A+B+C)	4,438,856	6,265,862
Applicable tax rate	**37.50%**	**37.50%**
Deferred Tax Liability/(Assets) :	**1,664,571**	**2,349,698**
Add : Deferred Tax for Revaluation Reserve	**87,538,711**	
Total Taka	**89,203,282**	

8.02 LEASE LIABILITY/RENTAL LEASE OBLIGATION :

IFRS-16 becomes applicable form 1st January 2019 as adopted by ICAB. However, management of the Company has decided to adopt the standard during the accounting year 2021. Previously, the Company used to charge the consideration paid in its books as rent expenses. IFRS 16 introduced a single, on balance sheet accounting model for leases. As a result, the Company, as a lease, has recognized the right- of- use- assets representing its right to use underlying assets and lease liabilities representing its obligation to make lease payments. The company applied IFRS 16 from 01 January 2021 for new lease agreement.

9.00 BANK OVERDRAFT :

Mercantile Bank Ltd. Nayabazar Br. A/c # 219143	26,317,586	14,558,197
Total Taka:	**26,317,586**	**14,558,197**

The above mentioned overdrawn facility was allowed by the bank as mentioned below against lien of Fixed Deposit of the Company.

10.00 INVESTMENT:

Bangladesh Government Treasury Bond (BGTB)	27,446,696	25,000,000
Investment in Share (Note-10.01)	101,685,573	109,087,982
Investment in Central Insurance Investment Ltd.	99,999,700	99,999,700
Total Taka:	**229,131,969**	**234,087,682**

Value of share has been shown at market price which is less than Tk. 28,102,543 of cost price as on 31.12.2021 shown in annexure-1.

10.01 PROVISION FOR FAIR VALUE OF SHARES :

Fair (Market) value of Shares as on 31/12/2021	101,685,574
Less: Cost price of listed companies shares as on 31/12/2021	129,788,116
Fair value reserve as on 31/12/2021	(28,102,543)
Deferred Tax	2,810,254
	(25,292,289)

OTHER COMPREHENSIVE INCOME :

Fair value reserve as on 31/12/2021	(28,102,543)
Fair value reserve as on 01/01/2021	19,600,000
Other Comprehensive Income/(Loss) as on 31/12/2021	(47,702,543)
Deferred Tax	2,810,254
	(44,892,289)

11.00 INTEREST, DIVIDEND & RENT OUTSTANDING: Tk.

Fixed Deposit Receipt (FDR)	26,732,040	23,012,169
Bangladesh Government Treasury Bond (BGTB)	867,980	855,616
Total Taka:	**27,600,020**	**23,867,785**

The amount represents interest receivable on Bangladesh Government Treasury Bond (BGTB) and Fixed Deposit Receipts (FDR) as on the date of financial statement.

12.00 AMOUNT DUE FROM OTHER PERSONS OR BODIES CARRYING ON INSURANCE BUSINESS:

Sadharan Bima Corporation	241,801,329	201,421,751
Other Insurance Companies of Bangladesh	2,708,089	3,513,724
Total Taka:	**244,509,418**	**204,935,475**

13.00 SUNDRY DEBTORS :

Advance Against Salary	1,046,123	1,382,182
Advance Against Office Rent	1,478,233	1,773,556
Advance Income Tax	326,158,354	288,453,453
Advance Against Professional Fee	500,000	-
Advance Against Printing	1,591,040	1,437,500
Advance Against Car on HP	679,594	1,580,249
Advance Against Motor Cycle on HP	214,411	240,571
Advance Income Tax Against House Rent	11,367,572	10,517,217
Advance Against CIC Investment	669,066	2,726,066
Agent Balance	35,516,866	49,900,753
Bank Guarantee	50,757,954	16,655,245
Bills Receivable	10,000	10,000
Total Taka:	**429,989,213**	**374,676,792**

The above debts are considered good for realization / adjustment.

14.00 CASH AND CASH EQUIVALENTS :

A) Cash at Bank		
Short Term Deposit	19,444,231	21,213,626
Current Deposit	2,088,059	2,550,349
Fixed Deposit	727,450,000	641,325,000
	748,982,290	**665,088,975**
B) Cash in hand	280,473	143,944
Total Taka:	**749,262,763**	**665,232,919**

15.00 FIXED ASSETS : TK. 1,932,877,319 Tk. 521,136,259

15.01 LAND AND BUILDING:

AT COST :

Land at 7-8 Motijheel	94,618,362	94,618,362
Land at Kawran Bazar Area	9,912,000	9,912,000
Building 7-8 Motijheel	4,738,073	4,859,562
Building KB Bhaban	104,815,025	107,502,590
Floor Space at Agrabad	35,771,321	36,688,534
Total Taka:	**249,854,781**	**253,581,048**

VALUATION :

Land at 7-8 Motijheel	1,349,226,638	173,311,638
Land at Kawran Bazar Area	173,488,000	33,288,000
Building 7-8 Motijheel	66,664,897	-
Building KB Bhaban	15,282,816	-
Floor Space at Agrabad	861,013	-
Total Taka:	**1,605,523,364**	**206,599,638**

TOTAL OF LAND AND BUILDING :

Land at 7-8 Motijheel	1,443,845,000	267,930,000
Land at Kawran Bazar Area	183,400,000	43,200,000
Building 7-8 Motijheel	71,402,970	4,859,562
Building KB Bhaban	120,097,841	107,502,590
Floor Space at Agrabad	36,632,334	36,688,534
Total Taka:	**1,855,378,145**	**460,180,686**

15.02	**OTHER FIXED ASSETS**	**77,499,174**	**Tk.**	**60,955,573**
	Total Taka:	**1,932,877,319**		**521,136,259**

That is above noted the Land, Building and Floor Spaces has been classified under IAS-16 and IAS-40 which has been shown in Schedule-A & B respectively also noted that the above value represents the revalued amount of Land, Building and Floor Space at the financial statement date. Fames & R, Chartered Accountants, an independent valuer revalued the Land, Building and Floor Space during the year 2020 and the revaluation report is approved by the Board of Directors on its 231st meeting held on 15-11-2021. The revalued amount of the assets will be in effect as at 31-12-2021 and also the revalued amount transferred to Revaluation Reserve.

Building 7-8 Motijheel : The Building is situated five (5) storied first class constructed building at 7-8 Motijheel C/A, Dhaka-1000 as the name of building “Central Insurance Bhaban-1”

Building KB Bhaban : The Building is situated seven (7) storied first class construction building at plot no. 31, Ward no. 26, Bir Uttam C.R. Datta Road, Bipanon C/A, Bangla Motor, Shahabag, Dhaka as the name of building “ Central Insurance Bhaban”.

Floor Spaces : The Floor Space in CDA Agrabad C/A, name of the building “Atlas Rangs Plaza”, 2529 sft of East side of 7th floor.

16.00	**STOCK OF STATIONERY :**	**Tk. 573,567**	**Tk.**	**398,518**

The stock of stationery was valued at cost price or net realizable value whichever is lower.

17.00	**SECURITY DEPOSIT :**	**Tk. 207,175**	**Tk.**	**207,175**

This represents the security money deposited against Bangladesh Telephone & Telegraph Board (BTTB), Bangladesh Power Development Board (BPDB) and Dhaka Electric Supply Authority (DESA).

18.00	**INSURANCE STAMP IN HAND :**	**Tk. 1,674,211**	**Tk.**	**624,420**

This represents unused insurance stamp in hand at the end of the period and was valued at cost price.

19.00 EXPENSES OF MANAGEMENT :

Class of Business	Expenses of Management	Expenses of Management
Fire Insurance Business Account	74,005,982	59,388,165
Marine Insurance Business Account	44,938,794	43,843,015
Motor Insurance Business Account	9,714,223	12,398,138
Miscellaneous Insurance Business Account	6,487,299	7,359,046
Total Taka:	**135,146,298**	**122,988,364**

Expenses of Management represents salary, office rent, telephone bill, printing & stationery, electric bill, public sector business expenses and other revenue expenses.

20.00 PREMIUM LESS RE-INSURANCE :

Class of Business	Gross Premium	Re-Insurance Accepted	Re-Insurance Ceded	Net Premium -2021	Net Premium -2020
Fire	201,216,556	-	49,577,615	151,638,941	99,276,126
Marine	185,915,098	-	34,525,260	151,389,838	101,684,042
Motor	31,911,966	-	94,523	31,817,443	34,108,084
Misc.	48,380,782	-	36,801,902	11,578,880	10,758,188
Total Tk.	**467,424,402**	**-**	**120,999,300**	**346,425,102**	**245,826,440**

This represents net premium from Direct Business and Government Business.

21.00 NET ASSETS VALUE (NAV) :

The Computation of NAV is given below:

a) Total Assets	3,615,825,655	2,025,167,025
b) Current Liabilities	993,184,506	788,333,379
c) Net Assets Value (a -b)	**2,622,641,149**	**1,236,833,646**
d) Number of Ordinary Shares	53,144,823	53,144,823
e) Net Assets Value (NAV) Per Share (c / d)	**49.35**	**23.27**

22.00 EARNING PER SHARES-BASIS:

The Computation of EPS is given below:

a) Earnings attributable to ordinary share holders (Net profit after taxation)	127,886,214	107,979,059.54
b) Weighted average no. of shares outstanding during the year	53,144,823	53,144,823
c) Earnings Per Share (EPS) (a/b)	**2.41**	**2.03**

23.00 NET OPERATING CASH FLOW PER SHARE (NOCFPS) :

a) Cash flow from operating activities	147,117,569	155,819,350
b) Weighted Avarage Number of Ordinary shares	53,144,823	53,144,823
c) Net operating cash flow per share (NOCFPS) (a/b)	**2.77**	**2.93**

24.00 RECONCILIATION OF CASH FLOWS (OPERATING ACTIVITIES)

Net Profit/(Loss) before Income Tax	160,795,671	143,453,506
Add: Non Cash and Non Operating Expenses and Income	1,107,164	(19,509,861)
(Increase)/Decrease in current assets	(63,634,879)	(15,401,717)
Increase/(Decrease) in current liabilities	87,404,869	72,042,350
Less : Income tax paid	(38,555,256)	(24,764,928)
Net cash flows from operating activities	**147,117,569**	**155,819,350**

25.00 POST EVENT OF FINANCIAL STATEMENT :

The Board of Director of Central Insurance Company Ltd. in its 233rd meeting held on April 25, 2022 has recommended cash dividend @ 18% for the year 2021, out of the surplus available for the year 2021 subject to approval of shareholders in the ensuing 34th Annual General Meeting.

26.00 CLAIMS AGAINST COMPANY NOT ACKNOWLEDGED AS DEBT:

There was no claim against Company, which is not acknowledged as debt other than normal course of business.

27.00 CONTINGENT LIABILITIES:

There was no contingent liabilities other than normal course of business.

28.00 CREDIT FACILITIES

There was no credit facility available to the Company under any contract and availed of as on December 31, 2021 other than trade available in the ordinary course of business.

29.00 MISC. EXPENSES

No single transaction under this head of accounts miscellaneous exceeded Tk. 5,000.

30.00 CAPITAL EXPENDITURE COMMITMENT :

There was no capital expenditure commitment as at 31st December 2021.

31.00 There were 397 numbers of employees.

32.00 There was no bank guarantee issued by the company on behalf of their directors.

33.00 Statutory Auditors were paid only audit fee duly approved by the shareholders in the last AGM.

34.00 There was capital work in progress at the end of the accounting year (Note no. 15).

35.00 No expenses were paid as royalty and salary to technical experts etc.

36.00 During the year the company was not entered into any agreement with the third party.

37.00 No remuneration was given to the director except the board meeting fees.

38.00 INTERNAL CONTROL :

The following steps have been taken for implementation of an effective internal control procedure of the Company:

i) A strong internal control and compliance division has been formed with a view to establish a well designated system of internal control.

ii) Regular review of internal audit reports with view to implement the suggestion of internal auditors in respect if internal control technique.

iii) To establish an effective management system that includes planning, organizing and supervising culture in branches of the company as well as at head office.

39.00 Subsequent Disclosure of Events after the Reporting Period (IAS # 10) :

There is no non-adjusting post financial statement event of such importance, non disclosure of which would affect the ability to the users of the financial statements to proper evaluation and decision.

40.00 Credit Rating Report :

Credit Rating Information and Services Limited (CRISL) has assigned the Claim Paying Ability (CPA) rating of the company to 'AA' (very high claims paying ability) based on the audited Financial Statements up to December 31, 2020 and other relevant qualitative and quantitative information up-to the date of rating. The rating has been upgraded on the basis of profitable underwriting performance, good capital base, good FDR base, experienced and professional management team etc.

41.00 Related Party Transactions (IAS # 24) :

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

Name Of The Related Party	Relationship	Nature Of Transaction	Opening Balance	Addition During The Year	Closing Balance (31.12.2021)
Central Insurance Investment Ltd.	Subsidiaries	Intercompany	99,245,000	-	99,245,000
Madina Group	Common Director	Insurance Premium	0	187,723	187,723
Aziz Group	Common Director	Insurance Premium	0	11,726,452	11,726,452
A.s Trading Co.	Common Director	Insurance Premium	0	1,293,885	1,293,885
Royal Group	Common Director	Insurance Premium	0	8,900,986	8,900,986
Ksrm Group	Common Director	Insurance Premium	0	52,929,081	52,929,081

42.00 DISCLOSURE OF CONSOLIDATED FINANCIAL STATEMENTS (IFRS # 10) :

Investment in Central Insurance Investment Ltd (CIIL) meet the definition criteria of subsidiary company and thus consolidation becomes necessary. The CIIL is yet to get licenses from related regulatory bodies and management intends to dissolve the CICL in near future. Moreover, the CIIL does not have any financial activities except some regulatory expenses being a company. In view of this, financial statement has not been consolidated considering the requirements of IFRS-10.

43.00 Status of compliance of International Accounting Standards and International Financial Reporting Standards

Name of IAS	IAS No.	Status
Presentation of Financial Statement	1	**
Inventories	2	Complied
Cash Flow Statement	7	Complied
Accounting Policies, Changes in Accounting Estimates and Errors	8	Complied
Events after the Reporting Period	10	Complied
Income Taxes	12	Complied
Property, Plant & Equipment	16	Complied
Employee Benefits	19	Complied
Accounting for Govt. Grants and Disclosure of Govt. Assistance	20	N/A
The Effects of changes in foreign exchange rates	21	Complied
Borrowing Cost	23	Complied
Related Party Disclosures	24	Complied
Accounting and Reporting by Retirement Benefit Plans	26	Complied
Separate Financial Statement	27	N/A
Investment in associates	28	Complied
Financial Reporting in Hyperinflationary Economics	29	N/A
Financial Instrument Presentation	32	Complied
Earning Per Share	33	Complied
Interim Financial Reporting	34	Complied
Impairment of Assets	36	Complied
Provisions, Contingent Liabilities & Contingent Assets	37	Complied
Intangible Assets	38	N/A
Financial Instrument: Recognition and Mesurement	39	Complied
Investment Property	40	Complied
Agriculture	41	N/A
Name of IFRS	**IFRS No.**	**Status**
First time adoption of IFRSs	1	Complied
Share based payment	2	N/A
Business Combination	3	N/A
Insurance Contracts	4	**
Non-Current Assets Held for Sales & Discontinued Operation	5	N/A
Exploration for and Evaluation of Mineral Resources	6	N/A
Financial Instrument: Disclosure	7	Complied
Operating Segment	8	Complied
Financial Instrument	9	**
Consolidated Finanacial Statement	10	N/A
Joint Arrangement	11	N/A
Disclosure of interest in other Entities	12	Complied
Fiar Value Measurement	13	Complied
Revenue from contracts with customers	15	Complied
Leases	16	Complied

**Central Insurance Company Ltd. management has followed the principles of IASs and IFRSs consistently in the preparation of the financial statements to that extent as applicable to Insurance Company. Some of the standards have not been complied with, about which IDRA has special guideline.

SCHEDULE OF FIXED ASSETS AS ON DECEMBER 31, 2021

Schedule -A

A) Plant, Office Equipments & Other Fixed Assets :

		Cost				Rate of Dep	Depreciation				Written Down Value as on 31/12/2021
Sl #	Particulars	As on 1/1/2021	Addition During the year	Disposal during the year	Total as on 31/12/2021		As on 1/1/2021	Charge During the year	Adjusted during the year	Total as on 31-12-2021	
1	Furniture & Fixture	10,840,187	414,861	(96)	11,254,952	10%	8,055,055	315,244	-	8,370,299	2,884,653
2	Office Decoration	56,226,985	15,809,107		72,036,092	10%	23,616,418	3,919,801		27,536,219	44,499,873
3	Office Equipment	9,449,519	-		9,449,519	15%	8,979,586	70,490		9,050,076	399,443
4	Electrical Equipment	8,058,542	233,859		8,292,401	15%	3,044,519	769,043		3,813,562	4,478,839
5	Motor Vehicle	39,667,990	4,791,836	(1,791,500)	42,668,326	20%	28,644,422	2,733,259	(1,603,836)	29,773,845	12,894,481
6	Telephone Installation	3,216,259	108,513		3,324,772	20%	2,758,535	108,702		2,867,237	457,535
7	Air Cooler	10,193,611	380,599		10,574,210	15%	4,597,025	883,006		5,480,031	5,094,179
8	Computer & Software	7,847,108	1,275,605		9,122,713	25%	4,892,335	878,024		5,770,359	3,352,354
9	Sign Board	842,961	111,523		954,484	25%	799,694	23,229		822,923	131,561
10	Right of use Assets		4,275,044		4,275,044			968,788		968,788	3,306,256
	Total	**146,343,162**	**27,400,947**	**(1,791,596)**	**171,952,513**		**85,387,589**	**10,669,586**	**(1,603,836)**	**94,453,339**	**77,499,174**

B) Properties (At Cost) :

1	Building at 7-8 Motijheel	1,718,373			1,718,373	2.5%	20,999	42,434		63,433	1,654,940
2	Floor Space at Agrabad	38,533,290			38,533,290	2.5%	1,844,756	917,213		2,761,969	35,771,321
3	Land at 7-8 Motijheel	33,048,819			33,048,819						33,048,819
	Total	**73,300,482**	**-**	**-**	**73,300,482**		**1,865,755**	**959,647**	**-**	**2,825,402**	**70,475,080**

C) Valuation of Properties :

1	Building at 7-8 Motijheel	24,494,495			24,494,495	2.5%	-	1,209,416		1,209,416	23,285,079
2	Floor Space at Agrabad	905,734			905,734	2.5%	-	44,721		44,721	861,013
3	Land at 7-8 Motijheel	471,265,254			471,265,254						471,265,254
	Total	**496,665,483**	**-**	**-**	**496,665,483**		**-**	**1,254,136**	**-**	**1,254,136**	**495,411,347**
	Total (A+B+C)	**716,309,127**	**27,400,947**	**(1,791,596)**	**741,918,478**	**-**	**87,253,344**	**12,883,369**	**(1,603,836)**	**98,532,877**	**643,385,601**

Schedule -B

A) Investment Properties (At Cost) :

Sl #	Particulars	Cost				Rate of Dep	Depreciation				Written Down Value as on 31/12/2021
		As on 1/1/2021	Addition During the year	Disposal during the year	Total as on 31/12/2021		As on 1/1/2021	Charge During the year	Adjusted during the year	Total as on 31-12-2021	
1	Building at 7-8 Motijheel	3,201,309			3,201,309	2.5%	39,121	79,055		118,176	3,083,133
2	Building at Kawranbazar	112,769,188			112,769,188	2.5%	5,266,598	2,687,565		7,954,163	104,815,025
3	Land at 7-8 Motijheel	61,569,543			61,569,543						61,569,543
4	Land at Kawranbazar	9,912,000			9,912,000						9,912,000
	Total	**187,452,040**	**-**	**-**	**187,452,040**		**5,305,719**	**2,766,620**	**-**	**8,072,339**	**179,379,701**

B) Valuation of Investment Properties :

1	Building at 7-8 Motijheel	45,632,944			45,632,944	2.5%	-	2,253,127		2,253,127	43,379,817
2	Building at Kawranbazar	16,076,598			16,076,598	2.5%	-	793,782		793,782	15,282,816
3	Land at 7-8 Motijheel	877,961,384			877,961,384						877,961,384
4	Land at Kawranbazar	173,488,000			173,488,000						173,488,000
	Total	**1,113,158,926**	**-**	**-**	**1,113,158,926**		**-**	**3,046,909**	**-**	**3,046,909**	**1,110,112,017**
	Total (A+B)	**1,300,610,966**	**-**	**-**	**1,300,610,966**	**-**	**5,305,719**	**5,813,529**	**-**	**11,119,248**	**1,289,491,718**

	Grand Total	**2,016,920,093**	**27,400,947**	**(1,791,596)**	**2,042,529,444**	**-**	**92,559,063**	**18,696,898**	**(1,603,836)**	**109,652,125**	**1,932,877,319**

Annexture-1

SHARE INVESTMENT POSITION AS ON 31-12-2021

Sl.#	Name of Itemes	No.of Share	Book Value	Market Rate	Market Value as on 31.12.21
A. Quoted Shares :					
1	1st Janata MF	300,000	2,035,765	6.20	1,860,000
2	ABB1STMF	800,000	5,634,720	5.50	4,400,000
3	AIBL1STMF	500,000	5,249,400	8.50	4,250,000
4	BSCCL	25,000	4,417,212	210.10	5,252,500
5	Eastland Insurance	30,381	1,566,240	38.70	1,175,745
6	EBLNRBMF	500,000	3,861,550	6.00	3,000,000
7	FBFIF	200,000	1,383,450	5.20	1,040,000
8	Grameen S-2	5,000	58,676	15.40	77,000
9	Green Delta Mutual Fund	100,000	1,000,000	7.40	740,000
10	IBBL Mudaraba Perpetual Bond	500	460,652	1,111.00	555,500
11	IFIC1STMF	600,000	4,580,899	5.50	3,300,000
12	IFILISLMF1	400,000	2,918,730	6.40	2,560,000
13	Khulna Power Co. Ltd.	210,500	18,501,714	29.90	6,293,950
14	MBL1STMF	500,000	4,748,025	7.90	3,950,000
15	National Life Insurance Co. Ltd.	14,021	3,714,586	220.60	3,093,033
16	NCCBL	14,802	222,427	15.30	226,471
17	NLI 1st MF	16,000	194,983	13.70	219,200
18	PHPMF1	300,000	2,316,930	5.40	1,620,000
19	Reliance 1	914,000	10,489,241	11.60	10,602,400
20	Singer BD Ltd.	100,000	20,451,347	169.90	16,990,000
21	Sumit Power Ltd.	19,198	1,058,517	38.90	746,802
22	United Finance Co. Ltd.	70,875	4,002,943	21.10	1,495,463
23	United Power Generation & Distribution Co Ltd	69,170	19,573,912	244.20	16,891,314
	Sub Total		**118,441,919**		**90,339,377**
B. Unquoted Shares :					
24	Central Depositery Bangladesh Ltd.	571,181	1,569,450		1,569,450
25	GMG Air Lines Ltd.	110,000	5,000,000		5,000,000
26	ICB Islamic Unit Fund	53,610	1,490,175		1,490,175
27	ICB AMCL 1st Unit Fund	124,100	3,286,572		3,286,572
	Sub Total		**11,346,197**		**11,346,197**
	Grand Total (A+B)		**129,788,116**		**101,685,574**

FAMES & R
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Central Insurance Company Limited
Registered Office: Central Insurance Bhaban - 1
7-8 Motijheel C/A, Dhaka –1000

REPORT ON VALUATION OF ASSETS

Background

1. **Central Insurance Company Limited (CICL)** was incorporated in Bangladesh on 12th November, 1987 under the Companies Act, 1994 as a Private Limited Company subsequently the company is listed as a publicly traded Company and its shares are traded on the Dhaka & Chattogram Stock Exchange. The present authorized capital of the company is Taka 1,000,000,000 (One Hundred Core) divided into 100,000,000 (Ten Core) Ordinary shares of Taka 10 each and its Paid up Capital is Taka 470,829,000 divided into 47,082,900 Ordinary shares of Taka 10 each as of 31 December 2019.

2. The registered office of the company is situated at Central Insurance Bhaban – 1, 7-8 Motijheel C/A, Dhaka –1000.

3. Central Insurance Company Limited is a leading and prominent Insurance Company in the country's insurance sector having all kinds of lucrative insurance products and services. It is a first generation insurance company which was established by a group of renowned and enthusiastic business entrepreneurs of the country. Central Insurance Company Limited started its operation with a Paid- Up Capital of Taka 30 million against an authorized capital of Taka 100 million being sponsored by a group of individual linked to reputed business concern.

   As per Financial statement of December 31, 2019, the Company has earned Gross Premium income Taka 362.12 Million. Total assets of the company stand Taka 1,859.60 million and investment becomes Taka 226.07 million. Since inception to December 31, 2019 the Company has paid various claims amounting around Taka 30.05 Billion in favor of the Policy holders as well as to be aligned with recent approaches of the government towards a more digitalized and brighter future of the country. Company has established leading position in country's insurance sector through paying highest dividend to his shareholder's and maximum policy bonuses to his policyholders since inception.

Introduction

4. **Central Insurance Company Limited** contacted with FAMES & R, Chartered Accountants for valuation of their assets as of 31 December 2019. Valuation is required to be done for absolutes internal consumption of the Cycle's existing Directors. CICL's has 30 numbers of Branches/ Offices all over Bangladesh. Out of which major business activities is in Dhaka and Chattogram.

Scope of the Work

5. In the above context the scope of the work has been considered to be as follows:
   - Review of all the legal documents of the company;
   - Review of last three years audit reports;
   - Physical verification of Central Insurance Bhaban land with building, Central Insur ance Bhaban-2 spaces in Kawran Bazar and in Chattogram;
   - Identifying all other assets through verification by manager and also appointed valuer;

6. Basis of Valuation:

There is no hard and fast rule to determine the value of assets. In case of valuation of Floor in different locations of the country consultants considered the current value of the mentioned location in the market, based on the collected information from the local people, information of current sales cost of per square feet floor space and also the information from the local authority and local people. Individual floor space information of the company in Chottogram has given below:

Floor Spaces:

Individual one floor space in CDA Agrabad commercial area of Chottogram, name of the building "Atlas Rangs Plaza", 2529 sft of East side of 7th floor.

7. In case of constructed building of the company consultants considered the current value of the building in the market based on the collected information from the local people, information of current sales cost of per square feet space and also collected information from the local authority and local people. Building cost has been measured by the appointed Surveyors Company considering the communication, utility and the other existing facility, present cost of the construction materials, cost of labor as well as taking into consideration the materials used for construction of the office space and the quality of the building's finishing work, fixture, fittings and also similar types of office space being purchased and sold during the last six months in the locality.

Small structural cost has been measured by the appointed Surveyors Company based on present condition of the building. Building information of the Company in different parts of the Dhaka city has been given below:

Building in Motijheel:

I. Individual five (5) storied first class constructed building at 7-8 Motijheel C/A, Dhaka –1000 as the name of building "Central Insurance Bhaban – 1" and head office is situated in same building. As per approved plan we have seen 5961 square feet in each floor but in our physical verification we found 5738 square feet in each floor. Particulars in details about Land & Building with pictorial views have been given in Annexure – A.

II. Individual single storied first class construction building at 7-8 Motijheel C/A, Dhaka –1000 has been used as Sub-station. Area of the building is 360 square feet. Particulars in details about Land & Building with pictorial views have been in Annexed – B.

III. Individual Single storied second class construction building in 7-8 Motijheel C/A, Dhaka –1000 has been used as Store and total area of the building is 960 Square feet. Particulars in details about Land & Building with pictorial views have been given in Annexed – C.

IV. Individual single storied second class construction building at 7-8 Motijheel C/A, Dhaka –1000 has been used as Security and total area of the building is 1000 Square feet. Particulars in details about Land & Building with pictorial views have been in Annexed –D.

Building in Kawran Bazar:

I. Individual Seven (7) storied first class construction building at Plot # 31, Ward # 26, Bir Uttam C.R. Datta Road, Bipanon C/A, Bangla Motor, Shahabag, Dhaka. Name of the building is "Central Insurance Bhaban". As per approved plan we have seen total area is 17444.59 square feet but in our physical verification we found total area is 20640 square feet. Particulars in details about Land & Building with pictorial views have been given in Annexed –E.

Factors considered for revaluation of building
We have taken into account the following factors:

- Year of construction.
- Useable life, criteria of construction.
- Present cost of construction of identical nature, quantum, and quality.
- The depreciated value of the current cost of construction of the building and.
- Construction rate allowed or charged by the PWD.

The valuation of building belongs to Dhaka, Central Insurance Company Ltd. was conducted using a combination of approaches and accounting valuation technique. In order to evaluate the current market value of the Central Insurance Company's building, the price recently fixed for Building by the government of a similar type, size and purpose in the same location of Dhaka, Central Insurance Company Ltd. was obtained.

Factors considered for revaluation of Building & Accompanying Facilities:

- Location of the building.
- Commercial importance of the building.
- Accessibility/ communication to the building.
- Long term possession right on the building.
- Demand / scarcity of building in the area.
- Size of the building.
- Recent sale prices of the building adjacent to the relevant property.
- Rate of property from the point in view of respective/ concerned authorities and,
- Building actually in possession of the company.

8. In case of Land of the company, consultants considered the current value of the land in the market, based on the collected information from the local people, information of current sales cost of per decimal of land and also collected information from the local authority and local people. On many occasions, it is observed that the value of the plot may vary among the land side by side without any solid reason though both the plots have equal facilities. So, in fact it is difficult task to get the steady price of any land, which may fluctuate customer to customer. We have as such valued the land on the basis of our personal contact with the local people at random basis and also considering its situation, importance, present used, communication facilities, available utilities and similar types of land being purchased and sold during the last six months.

   Other details information of land of the company in two different parts in Dhaka has been given below:

   Land area:

   I. One Plot is located in Dhaka South City Corporation at Motijheel. Total commercial land is 29.77 decimal or 18.04 katha in a high value area demarcated by burnt bricks boundary wall at all sides. Accessibility of the land is very easy and in comfort zone. The land has commercial importance; particulars in details about Building in Land with pictorial views have been given in Annexed – F.

   II. One Plot is located in Dhaka South City Corporation at Plot # 31, Ward # 26, Bir Uttam C.R. Datta Road, Bipanon C/A, Bangla Motor, Shahabag, Dhaka. Total commercial land is 03.175 decimal or 5.24 katha in a high value area demarcated by burnt bricks boundary wall at all side. Accessibility of the land is very easy and in comfort zone. The land has commercial importance; particulars in details about Building in Land with pictorial views have been in Annexed – G.

Identification of the asset revalued

The Land and Building were identified through verification of documents and records, physical examination, other sources and procedures to the possible extent.

Fair Value

The Fair Value of Land and Building & Accompanying Facilities have been shown in the Annexure-A-1.

We confirm that the “Fair Value” reported above, for the purpose of financial reporting under International Financial Reporting Standards (IFRS’s), is effectively the same as “Market Value”. Our opinion of Fair Value and Market Value is based upon the scope of work and source of information attached.

Ownership

Our valuation only pertains to the total value of each property and on the assumption that each asset can be sold under full management control. Our valuation does not take account of any liability to pay guarantees to any co-investors and lender in respect of Land and Building and Accompanying Facilities.

Market Conditions

In respect of the assets located in Bangladesh:

During our valuation work we did not observe any seller who intends to sell the same or similar type of Land, floor space and building in the locality but different types of land and floor space sales information has been collected from the locality.

Without the benefit of stabilized market conditions, lack of liquidity in the market and no transactional evidence, it is very difficult to quantify, with any certainty, the impact such risks associated with the country on the valuation of assets. Whilst we believe the valuation provided with a reasonable assessment of the value of the assets in a more stable market, it would be very difficult to achieve a successful sale of the properties in the short term, and any such sale could potentially achieve a price lower than the figures reported. Our valuations should therefore not be relied upon without further investigation and advice being obtained. We recommend that the situation and the valuations of this asset should be under regular review.

Detail approach of valuation:

Net worth of the Company

9. Net worth of the Company computed from their audited balance sheet as on December 31 2019 is Tk.1,258,376,197. Say Taka 126 Crore. According to our current valuation, revaluated amount of only "Floor Space and Land & Building" comes to Taka 1,863,109,352 as against Written down value of Taka 459,884,581. Item –wise value is as under:

Particular of the Assets	Written Down Value	Amount of Revaluation	Revaluation Surplus
Floor Spaces	37,629,266	38,535,000	905,734
Land (Motijheel)	267,930,000	1,443,845,000	1,175,915,000
Land (Bangla Motor)	43,200,000	183,400,000	140,200,000
Building (Motijheel)	820,561	70,948,000	70,127,439
Building (Bangla Motor)	110,304,754	126,381352	16,076,598
Total :	**459,884,581**	**1,863,109,352**	**1,403,224,771**

10. To determine the current value of Land, Building and floor Spaces, we have considered the following major issues:

- Area of Flat/ Floor spaces & Location of Land Map;
- Accessibility, Connectivity and Communications;
- Commercial importance of Land;
- Long term possession right to the Land;
- Size of the Land in Motijheel C/A area;
- Recent sale prices of the Land adjacent to the relevant property;

- Construction structural design of the building & material used;
- Utilities Facilities availed;
- Fixture & Fittings;
- Demand /Scarcity of the Flat/Floor spaces in that particular areas and
- Scarcity of the Land in that particular area.

Considering the CICL's almost all existing assets like Flat/Floor Spaces, Building and Lands are in posh area in Dhaka & Chattogram Cities. So, the current values of the assets are very much valuable and market sensitive.

The Valuation Report

11. As per assignment the consultant is required to conduct an analysis about the existing business policy and various documents provided by the management of the company. Some other relevant information has been collected from same business community.

    For valuation purpose, Company's audited financial statements of December 31, 2019 have been considered.

12. To reach at the market value of the net worth items as described in the above paragraphs are considered and computation made as follows:

Annexure-A-1

Summary of Fixed Asset Valuation
As at 31st December, 2019

Sl No.	Particular of Assets	Written Down Value	Amount of Revaluation	Revaluation Surplus
	Floor Spaces :			
1	"Atlas Rangs Plaza", Plot # 07, Ward # 36, Agrabad Commercial Area, Doublemoring, Chittagong	37,629,266	38,535,000	905,734
2	**Sub- total (A)**	**37,629,266**	**38,535,000**	**905,734**
3	**Building :**			**-**
4	"Central Insurance Bhaban", Plot # 31, Ward # 26, Bir Uttam C.R. Datta Road, Bipanon C/A, Bangla Motor, Shahabag, Dhaka	110,304,754	126,381,352	16,076,598
5	"CIC Tower", Plot # 7 & 8, Ward # 09, Motijheel C/A, Motijheel, Dhaka-1000	820,561	70,948,000	70,127,439
6	**Sub Total : (B)**	**11,125,315**	**197,329,352**	**86,204,037**
7	**Free Land :**			
8	Motijheel Land	267,930,000	1,443,845,000	1,175,915,000
9	Bangla Motor Land	43,200,000	183,400,000	140,200,000
10	**Sub Total : (C)**	**311,130,000**	**1,627,245,000**	**1,316,115,000**
11	**Grand Total : (A+B+C)**	**459,884,581**	**1,863,109,352**	**1,403,224,771**

13. Re-casted Balance Sheet as on December 31, 2019 giving effect of the above computation is shown below:

Restated Balance Sheet	
as at December 31, 2019	
Particulars	**2019 (Taka)**
CAPITAL AND LIABILITIES	
SHAREHOLDERS CAPITAL	
Authorized:	
100,000,000 Ordinary Shares of Tk. 10 each fully paid up	1,000,000,000
Issued, Subscribed and Paid up:	
47,082,900 Ordinary Shares of Tk. 10 each fully paid up	470,829,000
Share Premium 11,233,580 Ordinary shares of Tk. 5 each	56,167,900
Reserve for Contingency Account Reserve for exceptional losses General Reserve Investment Equalization Fund Dividend Equalization Fund Revaluation Reserve Profit & Loss Appropriation Account	**2,038,040,486** 286,810,356 29,000,000 19,600,000 22,500,000 1,609,824,409 70,305,721
Balance of Fund & Account	**96,563,582**
Fire Insurance Business Account Marine Insurance Business Account Motor Insurance Business Account Misc. Insurance Business Account	39,047,641 37,874,984 14,907,122 4,733,835
Deposit Premium	21,792,362
Liabilities & Provisions	**97,396,411**
Estimated liability in respect of outstanding claims whether due or intimated	34,831,160
Amount due to other persons or bodies carrying on insurance business	62,565,251
Sundry Creditors (Including provisions for expenses & Taxes) Other Liabilities (Bank Overdraft)	471,032,245 11,004,631
Total:	**3,262,826,617**

Particulars	2019 (Taka)
Investment (at cost)	226,068,714
Outstanding Premium	-
Interest, Dividend & Rent Outstanding	25,595435
Accrued Interest	-
Amount due from other persons or bodies carrying on insurance business	189,734,497
Sundry Debtors	340,287,722
Cash and Cash Equivalents	**587,124,322**
Fixed Deposits Accounts	573,925,000
Current and STD Accounts	13,091,538
Cash in Hand	107,784
Fixed Assets	**1,892,868,338**
Property, Building and Land Development	1,863,109,352
Plant, Office Equipments & Other Fixed Assets	29,758,986
Other Assets	**1,147,589**
Stock of Stationery	589,560
Security Deposit	162,175
Insurance Stamps in Hand	395,854
Total:	**3,262,826,617**

14. Composition of team

Considering the importance of the work and the Asset needed to be identified and valued, a team consisting of members with different esteemed professional background and experience was formed. The team consisted of the following professionals:

Name of Professional	Qualification	Assigned position	Experience
Mr. A S Manjurul Hoque, FCA	B.Com (Hon's) M.Com (Acct.), Dhaka University, Dhaka	Review Partner	28 Years
Ms Fouzia Haque, FCA	M.Com, Dhaka University, Dhaka.	Engagement Partner	12 Years
Mr. Al-Amin	B.S.S , National University	Senior Surveyor	14 Years
Mr. Kabir Hossain	CA Part-1 Qualified	Manager	6 Years
Mr. Tahsin Tofa	Asst. Manager	Team Member	5 Years

Concluding declaration with Fairness Opinion, Observation and Limitation

15. The physical inspection and survey was carried out by FAMES & R, Chartered Accountants and Modern Surveyors Limited respectively.

- The valuation has been undertaken in accordance with the International Valuation Standards (IVS) and verified the ownership, possession and use of the assets are due to the Company. In conducting the valuation other relevant standards has also been considered.
- We certify that the valuation as detailed above is fair and reasonable as on date and our responsibility is restricted within the physical existence of the property and the value thereof. Our responsibility is limited to excise of reasonable care.
- In conducting the valuation we have maintained the fundamental principles of ethical conduct. We have tried our best to maintain integrity and objectivity in every step to complete the valuation.
- It is hereby declare that apart from working as professional surveyor and valuator, we FAMES & R, Chartered Accountants and Modern Surveyors Limited have no interest whatsoever directly or indirectly in the subject matter of this report.
- We hereby declare that we have no interest directly or indirectly in any manner whatsoever in the subject matter in this report. We have maintained our professional behavior and also proved our professional competency to complete the report.
- It may be mentioned here that, legal matters of the proposed property(s) have not verified by us. This report does not intend to relieve any party from its contractual obligation and is issued without any prejudice.
- We also hereby declare that we will maintain the confidentiality of the report with a high level of professional manners.

We would like to thank the management and staffs of the company for their assistance and co-operation during the valuation process.

Fouzia Haque, FCA
Partner
FAMES & R
Chartered Accountants

Date : 14th March, 2021
Place : Dhaka

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GENERAL INFORMATION

AGM–DATE, TIME	:	11:00 a.m. Sunday, June 26, 2022 Virtually held by using digital platform.
FINANCIAL YEAR	:	January 01, 2021 – December 31, 2021
RECORD DATE	:	Thursday, May 26, 2022
DIVIDEND PAID & RECOMMENDED	:	Cash Dividend @ 18%
DIVIDEND PAYMENT DATE	:	Dividend will be paid within 30 days from the date of approval by the Shareholders
LISTING ON STOCK EXCHANGES	:	Dhaka Stock Exchange Limited (DSE) Chattogram Stock Exchange Limited (CSE)
STOCK/SCRIP CODE	:	DSE –25709 CSE – 11006
CATEGORY	:	Insurance
NUMBER OF SHAREHOLDERS AS ON 31ST DECEMBER, 2021	:	5184 Nos.
MARKET PRICE – DSE IN 2020	:	High Tk. 69.30 (27/07/2021) Low Tk. 50.3 (30/11/2021)
MARKET PRICE – CSE IN 2020	:	High Tk. 68.90 (27/07/2021) Low Tk. 50 (05/12/2021)
INVESTORS' ENQUIRY	:	+88(02) 9560251-4 Hotline : 09613777778 Email: cic@cicl-bd.com share@cicl-bd.com Website: http://www.cicl-bd.com
OFFICE ADDRESS	:	Corporate Head Office Central Insurance Bhaban-1 7-8 Motijheel C/A, Dhaka-1000

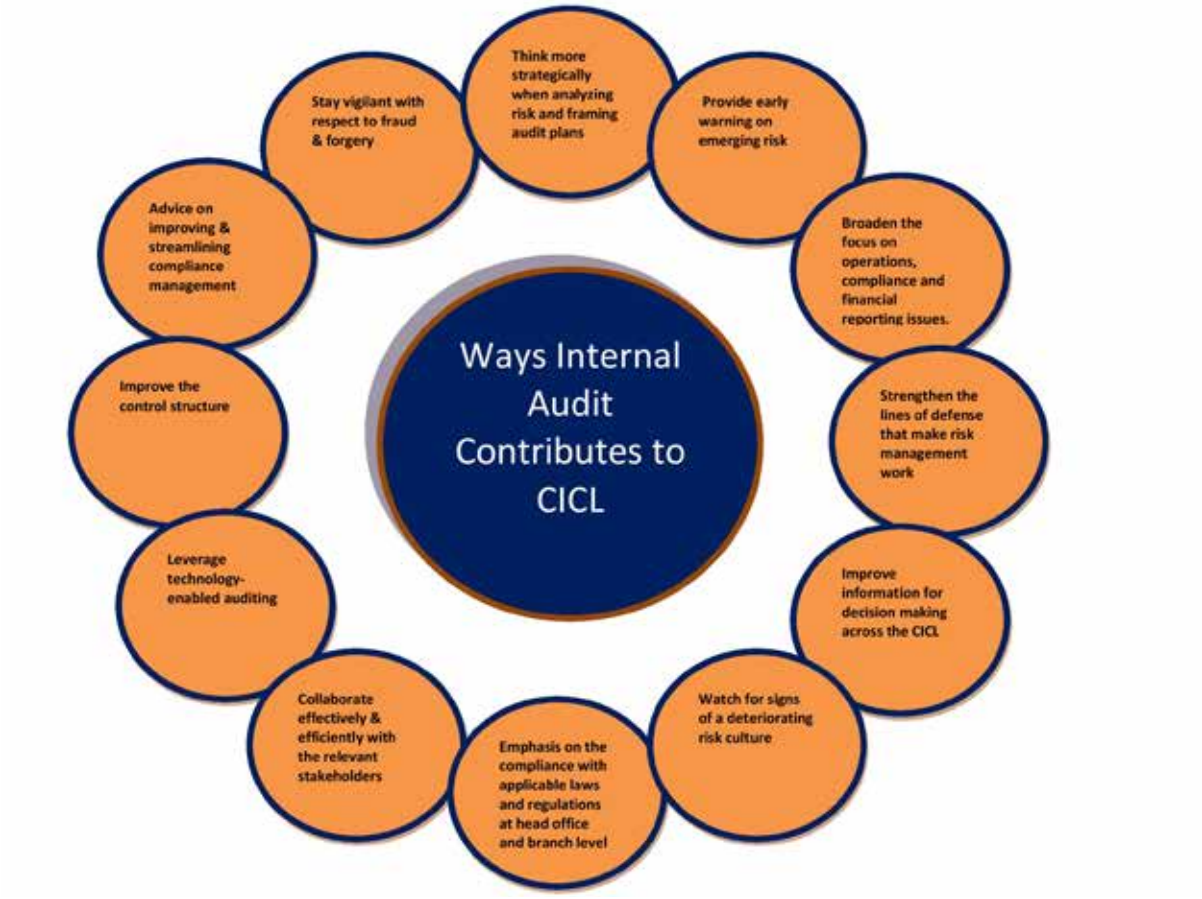
"INTERNAL AUDIT AND COMPLIANCE UNFOLD THROUGH PROFESSIONALISM THAT'S ALWAYS AROUND"

First, let me thank and congratulate whole-heartedly to all shareholders including all internal and external stakeholders of Central Insurance Company Limited (CICL) at its 34th AGM and expressing the surge of great feeling and pleasure for being with such a wide array of professionals of CICL that is invigorating me to film on it with few words about CICL's internal audit and compliance practice, internal control systems that designed, effected, envisaged and aim at achieving the company's goal and objectives.

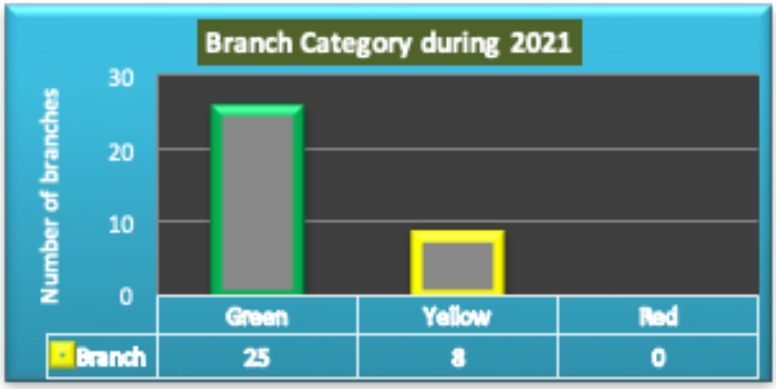
The system of internal control of CICL is designed and effected to provide assurance about the achievement of the company's objective regarding effective and efficient branch operations; accuracy, reliability & relevancy, transparency of financial transactions, administrative transparency, compliance with the different circulars, rules and regulations of IDRA as well as other applicable laws and regulations. Internal audit is designed and conducted to address such identified risks and the report provides recommendation to the audit committee with the best practice in order to mitigate such business and operational risks.

Currently, the CICL is in the pioneer stage of significant positive changes and internal control improvements. I'm pleased to speak to you today about the changes and develop we have underway. As many of you know, I joined the CICL just under two years ago. When I joined, the board had just decided to reconstitute the entire auditing system with my teammates Mr. Sala uddin, AVP; Mr. Anwar Hossain Dewan, Manager and Ms. Arzeman Islam, Deputy Manager. To help with this endeavor and smooth functioning, board, audit committee, honorable chairman, honorable vice chairman and honorable CEO weighed in on the direction we should take.

The internal audit serves an essential role through providing high quality audit, reliable financial information to the CEO, audit committee and other stakeholders that they can take strategic and operational plan as well as decision. We fulfill that commitment through our work in inspections, enforcement, and standard-setting. Now's the time to raise the bar that internal audit team focus on and contributes in the value of CICL:



Despite the unprecedented scale of the pandemic in 2020 & 2021 that squeezed the business and operational plans of maximum entities the outcome of efficient operations, business dealing, effective applications of Information technology in every sphere of operations, compliance status of applicable laws and regulations and strict internal control system depicted the following decent picture of the company's 33 branches across the country:



Branch Category	Rating
Green	**81%-100%**
Yellow	**61%-80%**
Red	**00-60%**

Ratings on branches and category of branches indicates to the degree of compliance of internal and external directives, rules and regulations and effective & efficient operations of branches and the rating consists of marking on different criteria like branch business operations, compliance of laws, efficient IT applications, branch appearances, complying money laundering directives, accuracy and transparency of financial reporting etc.

In a nutshell, although unfolding crisis due to COVID 19 during 2020 and 2021 having structural impact on whole insurance industry and workplace absenteeism, tight restrictions on movement by the government to halt the spread of the virus, blunt money movement as well as deep recessions triggered by the pandemic in export and import, the smart handling measures taken by the government and efficient and effective strategic and operational planning taken by top management of Central Insurance Company faced the situations in a finest way resulting in positive changes in underwriting profit, NPBT,NPAT,EPS,NAV and dynamism and systemic operation in both head office and branch level. Therefore, the Board views a strong system of quality control within the company as crucial to promoting consistency and improvements. We also view it as foundational to our shift towards a more preventive regulatory approach and professionalism that's always around.

Md. Humayan Kabir Shimul
Head of Internal Audit

সেন্ট্রাল ইনস্যুরেন্স কোম্পানী লিঃ
CENTRAL INSURANCE COMPANY LIMITED

অগ্রগতি ও নিরাপত্তার প্রতীক

PROXY FORM

I/We ..... of .....

.....

in the district of ..... being a Member of CENTRAL INSURANCE COMPANY LTD. hereby appoint Mr./Ms. ..... of (Address) .....

.....

as any proxy, to vote for me and on my / our behalf at the 34th Annual General Meeting of the Company to be held on Sunday, the 26 June, 2022 at 11:00 a.m at any adjournment thereof as WITNESS I PUT MY HAND THIS ..... DAY OF 2022

_____	Revenue Stamp (Tk. 20.00)	_____
Signature of Proxy		Signature of Shareholder(s)

Folio / B.O. NO. .....

Folio No./BO ID No. .....
No. of Shares .....

Important

1. This Proxy form, duly stamped, must be deposited at the registered Office of the Company at atleast 48 (Forty Eight) hours before the time for holding the meeting.
2. Signature of the shareholder and the Proxy must confirm to the specimen signature Registered with the Company/Depository Participants).

সেন্ট্রাল ইনস্যুরেন্স কোম্পানী লিঃ
CENTRAL INSURANCE COMPANY LIMITED

অগ্রগতি ও নিরাপত্তার প্রতীক

ATTENDANCE SLIP

I do hereby record my attendance at the 34th Annual General Meeting of the Company to be held on Sunday, the 26 June, 2022 at 11:00 a.m by Virtual/Digital Platform.

Name of Shareholder(s) / Proxy .....

.....

Name

Folio No./BO ID No. .....
No. of Shares .....

Signature
26 June, 2022

Important

1. Shareholders attending the meeting in person or by proxy are requested to complete this Attendance Slip.
2. Signature of Shareholder or Proxy must conform to the specimen signature recorded with the Company.
3. Please bring this Attendance Slip with you. Admission into the Meeting Room may not be permitted without it.
4. Any friend or children accompanying with honorable shareholders/proxy will not be allowed to the meeting.

অগ্রগতি ও নিরাপত্তার প্রতীক

Corporate Head Office
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