

**AUDITORS' REPORT
AND
STATEMENT OF ACCOUNTS
OF**

REPUBLIC INSURANCE COMPANY LIMITED
DHAKA
FOR THE YEAR ENDED DECEMBER 31, 2021

মালেক সিদ্দিকী ওয়ালী
MALEK SIDDIQUI WALI
CHARTERED ACCOUNTANTS



মালেক সিদ্দিকী ওয়ালী, চার্টার্ড একাউন্টেন্টস

৯-জি, মতিঝিল বাণিজ্যিক এলাকা, ঢাকা-১০০০

Malek Siddiqui Wali

CHARTERED ACCOUNTANTS

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Independent Auditor's Report

To the Shareholders of Republic Insurance Company Limited
Report on the Audit of the Financial Statements

Opinion:

We have audited the financial statements of Republic Insurance Company Limited, 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.

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 its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

Basis for Opinion:

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

Emphasis of Matter:

In reference to the Insurance Act 2010 sponsors & directors of non-life insurance company should hold 60% of total paid up capital. But, the sponsors & directors of the company have just hold 31.67% of total paid-up capital. (Please see note number 3.03). Our report is not qualified in this respect.

Key Audit Matters:

Risk	Our response to the risk
<p>Premium Income:</p> <p>Gross general insurance premiums comprise the total premiums received for the whole period of cover provided by contracts entered into during the accounting period.</p> <p>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 audit risk.</p>	<p>With respect to Premium income in respect of various types of insurance we carried out the following procedures:</p> <ul style="list-style-type: none">➤ The design and operating effectiveness of key controls 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 stamp was affixed to the contract and the same has been reflected in the premium register.➤ Ensured on a sample basis that the premium income was being deposited in the designated bank account.

Risk	Our response to the risk
	<ul style="list-style-type: none"> ➤ Tested on a sample basis to see that appropriate VAT was being collected and deposited to bank through Treasury Challan. ➤ For a sample of insurance contracts tested to see if appropriate level of reinsurance was done and whether that re insurance premium was deducted from the gross premium. ➤ Applying specialist judgment ensured if there is any impairment of the reinsurer. ➤ 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.
<p>Fair value reserve on Investment of marketable securities:</p> <p>The company makes a number of investments in the listed securities in stock exchange. Income generated from the investments (realized gain and dividend received) is credited to the Profit & Loss Account. Unrealized capital gain or loss is transferred to the fair value reserve as per the policy of the company and maintain adequate deferred tax on such reserve.</p> <p>This item has impact on net asset value of the company and equity balances might be prone to misreporting as large unreported fall in the value of any holding may wipe out the value of the portfolio and hamper the distribution capability of the company.</p>	<p>We tested the design and operating effectiveness of key controls around monitoring, valuation and updating of prices of the positions held by the company from trusted sources. Additionally, we performed the following:</p> <ul style="list-style-type: none"> ➤ Obtained year-end share holding positions from the company and through directional testing assessed the completeness of the report. ➤ Ascertained the valuation of the holding as per IFRS 13. ➤ Reviewed the assumptions used for the valuation models for any unquoted securities. ➤ Recalculated unrealized gain or loss at the year end. ➤ Carried out cut-off testing to ensure unrealized gain or loss was recognized in correct period. ➤ Obtained the CDBL report and share portfolio and cross checked against each other to confirm unrealized gain or loss. ➤ Check the subsequent positioning of this unrealized amount after the year end. ➤ Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards, Insurance Act 1938 (as amended in 2010), Insurance Rules, 1958 and other applicable rules and regulations and regulatory guidelines.
<p>Please see the note 16.00 in this financial statements.</p>	
<p>Estimated liability in respect of outstanding claims whether due or intimated and claim payment:</p> <p>This account represents the claim due or intimated and related balance of recoverable from reinsurer, 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.</p>	<p>We tested the design and operating effectiveness of controls around the due and intimated claim recording process.</p> <p>We additionally carried out the following substantive testing's around this item:</p> <ul style="list-style-type: none"> ➤ 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 reports cross checked those against respective ledger balances and in case of discrepancy carried out further

Risk	Our response to the risk
	investigation. > Obtained and discussed with management about their basis for estimation and challenged their assumptions where appropriate. > Reviewed the claim committee meeting minutes about decision about impending claims. > 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.
Please see the note 07.00 in this financial statements.	

Other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditor's report thereon. We have not been provided the Director's report and other information contained within the annual report except the financial statements to the date of our auditor's report. We expect to obtain the remaining reports of the Annual report after the date of our auditor's report. Management is responsible for the other information.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available 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.

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

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

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements:

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

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

Report on other Legal and Regulatory Requirements:

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

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) In our opinion, proper books of accounts, records and other statutory books as required by law have been kept by the Company so far as it appeared from our examinations of those books;

- c) The Company management has followed relevant provisions of laws and rules in managing the affairs of the Company and proper books of accounts, records and other statutory books have been properly maintained and (where applicable) proper returns adequate for the purposes of our audit have been received from branches not visited by us;
- d) As per section 63(2) of the Insurance Act 2010, in our opinion to the best of our knowledge and belief an 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 Statement of Financial Position, Statement of Comprehensive Income, Profit and Loss Appropriation Account, related Revenue Accounts, Statement of Changes in Equity and Statement of Cash Flows of the Company together with the annexed notes dealt with by the report are in agreement with the books of account and returns; and
- g) The expenditure was incurred for the purpose of the Company's business.

Dated, Dhaka
April 27, 2022
Data Verification Code (DVC) No:

Malek Siddiqui Wali
Chartered Accountants

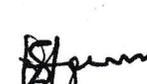
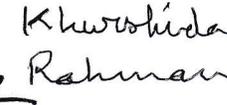


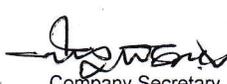
Md. Waliullah, FCA
Enrolment No: 0247
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Republic Insurance Company Limited
Statement of Financial Position
As at December 31, 2021

Particulars	Notes	Amount in Taka	
		December 31, 2021	December 31, 2020
Shareholders equity and liabilities			
Share capital			
Authorized share capital			
10,000,000 ordinary shares of Tk.10 each	3.01	1,000,000,000	1,000,000,000
Issued, subscribed and paid up capital	3.04	496,182,830	463,722,280
4,96,18,283 ordinary shares of Tk.10 each			
Reserve and contingent account	4.00	339,967,477	286,646,023
Reserve for exceptional losses	4.01	243,349,613	202,200,769
General reserve	4.02	10,500,000	9,750,000
Retained earnings	4.03	86,117,864	74,695,254
Total shareholders' equity		836,150,307	750,368,303
Balance of funds and accounts	5.00	169,056,357	211,444,231
Fire insurance revenue account		36,330,802	74,628,274
Marine cargo insurance revenue account		99,818,630	86,824,927
Marine hull insurance revenue account		7,434,964	14,813,996
Motor insurance revenue account		12,657,037	16,469,228
Misc. insurance revenue account		12,814,924	18,707,806
Premium deposits	6.00	22,700,595	18,915,055
Liabilities and provisions		487,928,529	386,729,208
Estimated liability in respect of outstanding claims whether due or intimated	7.00	104,904,250	52,082,235
Amount due to other persons or bodies carrying on insurance business	8.00	31,548,371	38,468,308
Lease liabilities (operating leases)	9.00	11,130,066	9,470,896
Payable for WPPF	10.00	40,052,131	31,773,576
Provision for taxation	11.00	261,887,429	215,031,507
Sundry creditors	12.00	37,385,897	39,445,530
Unclaimed dividend	13.00	1,020,385	457,156
Total liabilities		679,685,481	617,088,494
Total shareholder's equity and liabilities		1,515,835,788	1,367,456,797
Net Assets Value Per share (NAV)	33.00	16.85	16.18

The accompanying notes 1 to 35 & Annexure-A to E form an integral part of the financial statements.




Chairman Vice Chairman Director Chief Executive Officer Company Secretary Chief Financial Officer

Signed in terms of our separate report of even date.

Firm's Name : Malek Siddiqui Wali. Chartered Accountants

Signature :

Auditor's Name : Md. Waliullah, FCA, Partner/Enr No.: 0247

Date : April , 27, 2022

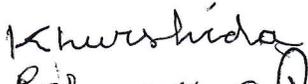
Place : Dhaka

DVC : 2205100297 AS832157

Republic Insurance Company Limited
Statement of Financial Position
As at December 31, 2021

Particulars	Notes	Amount in Taka	
		December 31, 2021	December 31, 2020
Property and Assets			
Non-current assets		167,245,541	145,366,802
Property, plant and equipment	14.00	52,337,159	57,041,066
Intangible assets	14.01	1,155,090	1,443,862
Right-of-use assets	14.02	11,573,817	10,136,204
Investment in government treasury bond and securities	15.00	79,300,000	57,300,000
Deferred tax	26.00	3,789,783	4,262,393
Investment in shares at market value	16.00	19,089,692	15,183,277
Current assets		1,262,007,850	1,109,604,330
Stock of printing & stationery and stamp in hand	17.00	3,597,535	3,289,163
Amount due from other person or bodies carrying on insurance business	18.00	255,980,813	244,490,895
Interest accrued	19.00	18,834,629	17,802,200
Sundry debtors (including advances, deposits and pre-payments)	20.00	495,686,273	389,301,948
Fixed deposit with banks	21.00	487,908,600	454,720,124
Cash and cash equivalents	22.00	86,582,397	112,485,665
Cash at bank		79,769,134	109,703,176
Cash in hand		6,813,263	2,782,489
Total assets		1,515,835,788	1,367,456,797

The accompanying notes 1 to 35 & Annexure-A to E form an integral part of the financial statements.

 Chairman
 Vice Chairman
 Director
 Chief Executive Officer
 Company Secretary
 Chief Financial Officer

Signed in terms of our separate report of even date.

Firm's Name : Malek Siddiqui Wali. Chartered Accountants

Signature :

Auditor's Name : Md. Waliullah, FCA, Partner/Enr No.: 0247

Date : April , 27, 2022

Place : Dhaka

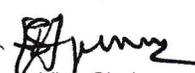
DVC : 2205100247AS832157

Republic Insurance Company Limited
Profit and Loss Appropriation Account
For the year ended on December 31, 2021

Particulars	Notes	Amount in Taka	
		January 01, 2021 to December 31, 2021	January 01, 2020 to December 31, 2020
Balance brought forward from previous year		74,695,254	62,102,610
Profit after tax		118,242,573	109,463,857
Total profit after tax		192,937,827	171,566,467
Appropriation:			
Reserve for exceptional losses	4.01(a)	41,148,844	35,447,271
General reserve	4.02	750,000	750,000
Issuance of bonus share for the year 2020		32,460,550	30,336,970
Cash dividend paid for the year 2020		32,460,569	30,336,972
Retained earnings transferred to Statement of Financial Position		86,117,864	74,695,254
Total		192,937,827	171,566,467

Earnings per share (Restated for 2020) 32.00 2.38 2.21

The accompanying notes 1 to 35 & Annexure-A to E form an integral part of the financial statements.

 Chairman
 Vice Chairman
 *K. Washida* Director
 *Rahman* Chief Executive Office
 Company Secretary
 Chief Financial Officer

Signed in terms of our separate report of even date.

Firm's Name : Malek Siddiqui Wali. Chartered Accountants

Signature : 

Auditor's Name : Md. Waliullah, FCA, Partner/Enr No.: 0247

Date : April, 27, 2022

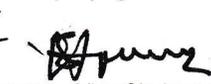
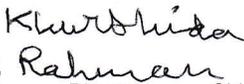
Place : Dhaka

DVC : 2205/00297AS 83 2157

Republic Insurance Company Limited
Statement of Profit or Loss and Other Comprehensive Income
For the year ended on December 31, 2021

Particulars	Notes	Amount in Taka	
		January 01, 2021 to December 31, 2021	January 01, 2020 to December 31, 2020
Operating profit /(loss) transferred from		160,537,787	142,384,097
Fire insurance revenue account		(2,088,855)	43,153,481
Marine cargo insurance revenue account		102,832,113	87,168,904
Marine hull insurance revenue account		31,259,382	(35,231,335)
Motor insurance revenue account		18,630,077	22,617,905
Misc. insurance revenue account		9,905,070	24,675,142
Non-operating income		40,666,662	44,937,234
Interest income	23.00	33,606,609	39,254,373
Share investment and dividend income	24.00	4,250,825	3,395,491
Other income	25.00	2,809,228	2,287,370
Total Income		201,204,449	187,321,331
Less: Expenses of management (not applicable to any particular fund or account)		27,354,789	25,511,410
Advertisement		2,199,906	7,373,455
Audit fees		1,209,000	467,250
Directors fees		968,000	556,800
Donation and subscriptions		798,000	755,000
Fees and charges		7,937,943	3,283,919
Renewal and registration fees		1,166,618	1,037,070
AGM expenses		314,487	435,000
Corporate social responsibility		1,563,000	-
Provision for gratuity expenses	12.00(b)	2,497,572	2,433,456
Depreciation	Annexure-A	8,700,263	9,169,460
Net Profit before tax & WPPF		173,849,660	161,809,921
Expenses for WPPF		(8,278,555)	(7,705,234)
Profit before tax		165,571,105	154,104,687
Income tax expenses:			
Provision for income tax	11.00	(46,855,922)	(45,118,957)
Deferred tax (expenses) / income	26.00	(472,610)	478,127
Profit after tax		118,242,573	109,463,857
Other comprehensive income		-	-
Total comprehensive income		118,242,573	109,463,857
Earnings per share (Restated for 2020)	32.00	2.38	2.21
Weighted average number of outstanding shares		49,618,283	49,618,283

The accompanying notes 1 to 35 & Annexure-A to E form an integral part of the financial statements.




Chairman Vice Chairman Director Chief Executive Officer Company Secretary Chief Financial Officer

Signed in terms of our separate report of even date.

Firm's Name : Malek Siddiqui Wali, Chartered Accountants

Signature :

Auditor's Name : Md. Waliullah, FCA, Partner/Enr No.: 0247

Date : April, 27, 2022

Place : Dhaka

DVC : 2205100247AS 832157

Republic Insurance Company Limited

Consolidated Revenue Account

For the year ended on December 31, 2021

Particulars	Notes	Amount in Taka		Particulars	Notes	Amount in Taka	
		January 01, 2021 to December 31, 2021	January 01, 2020 to December 31, 2020			January 01, 2021 to December 31, 2021	January 01, 2020 to December 31, 2020
Claims under policies less re-insurance		69,642,573	55,657,460	Balance of fund account at the beginning of the year		211,444,231	177,407,059
Claims paid during the year		16,820,558	44,127,131				
Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated		104,904,250	52,082,235	Premium less re-insurance	27.00	411,488,446	506,389,584
Less: Outstanding claims at the end of the previous year		52,082,235	40,551,906	Commission on re-insurance ceded	28.00	57,776,087	60,952,397
				Profit commission	29.00	16,448,499	-
Insurance stamps consumed		344,337	667,623				
Agency commission		53,003,252	112,978,326				
Expenses of management	30.00	244,572,957	221,617,303				
Profit transferred to Statement of Profit or Loss and Other Comprehensive Income		160,537,787	142,384,097				
Balance of account at the end of the year as shown in the Financial Position being reserve for unexpired risks		169,056,357	211,444,231				
Total		697,157,263	744,749,040	Total		697,157,263	744,749,040

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Chairman

Khwashida Rahman
Director

Q
Chief Executive Officer

Shyba
Company Secretary

Mosses
Chief Financial Officer

Signed in terms of our separate report of even date.

Firm's Name : Malek Siddiqui Wali, Chartered Accountants

Signature : *Mold*

Auditor's Name : Md. Waliullah, FCA, Partner/Enr No.: 0247

Date : April, 27, 2022

Place : Dhaka

DVC : 2205100297 AS 832157



Republic Insurance Company Limited

Fire Insurance Revenue Account

For the year ended on December 31, 2021

Particulars	Amount in Taka		Notes	Amount in Taka	
	January 01, 2021 to December 31, 2021	January 01, 2020 to December 31, 2020		January 01, 2021 to December 31, 2021	January 01, 2020 to December 31, 2020
Claims under policies less re-insurance	71,200,903	12,575,584		74,628,274	59,730,574
Claims paid during the year					
Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	7,533,385	30,333,829			
Less: Outstanding claims at the end of the previous year	79,343,128	15,675,610	30.00	90,827,005	186,570,686
	15,675,610	33,433,855		42,420,960	46,487,270
Insurance stamps consumed	245,949	379,427		15,077,032	-
Agency commission	24,766,980	57,337,588			
Expenses of management	92,497,492	104,714,176			
Profit/(loss) transferred to Statement of Profit or Loss and Other Comprehensive Income	(2,088,855)	43,153,481			
Balance of account at the end of the year as shown in the Financial Position being reserve for unexpired risks @40% of premium income of the year	36,330,802	74,628,274			
Total	222,953,271	292,788,530		222,953,271	292,788,530

Chairman
Chairman

Vice Chairman
Vice Chairman

Director
Director

Chief Executive Officer
Chief Executive Officer

Company Secretary
Company Secretary

Chief Financial Officer
Chief Financial Officer

Signed in terms of our separate report of even date.

Firm's Name : Malek Siddiqui Wali. Chartered Accountants

Signature : *Malek Siddiqui Wali*

Auditor's Name : Md. Waliullah, FCA, Partner/Enr No.: 0247

Date : April, 27, 2022

Place : Dhaka

DVC : 2205100297AS832157



Republic Insurance Company Limited
Marine Cargo Insurance Revenue Account
 For the year ended on December 31, 2021

Particulars	Notes	Amount in Taka		Particulars	Notes	Amount in Taka	
		January 01, 2021 to December 31, 2021	January 01, 2020 to December 31, 2020			January 01, 2021 to December 31, 2021	January 01, 2020 to December 31, 2020
Claims under policies less re-insurance		28,402,515	1,149,103	Balance of fund account at the beginning of the year		86,824,927	57,650,750
Claims paid during the year				Premium less re-insurance	27.00	249,546,574	217,062,318
Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated		5,266,093	4,257,762	Commission on re-insurance ceded	28.00	8,092,537	9,377,443
Less: Outstanding claims at the end of the previous year		23,136,422	-	Profit commission	29.00	1,371,467	-
Agency commission							
Expenses of management	30.00	22,602,700	36,855,468				
Profit transferred to Statement of Profit or Loss and Other Comprehensive Income		92,179,547	72,092,109				
Balance of account at the end of the year as shown in the Financial Position being reserve for unexpired risks @40% of premium income of the year		102,832,113	87,168,904				
		99,818,630	86,824,927				
Total		345,835,505	284,090,511	Total		345,835,505	284,090,511

H-t-i-f-e
 Chairman

Khwashida Rehman
 Director

[Signature]
 Chief Executive Officer

[Signature]
 Company Secretary

[Signature]
 Chief Financial Officer

Signed in terms of our separate report of even date.

Firm's Name : Malek Siddiqui Wali, Chartered Accountants

Signature : *[Signature]*

Auditor's Name : Md. Walilullah, FCA, Partner/Enr No.: 0247

Date : April, 27, 2022

Place : Dhaka

DVC : 2205100247 AS 83 2157



Republic Insurance Company Limited

Marine Hull Insurance Revenue Account

For the year ended on December 31, 2021

Particulars	Amount in Taka		Notes	Amount in Taka	
	January 01, 2021 to December 31, 2021	January 01, 2020 to December 31, 2020		January 01, 2021 to December 31, 2021	January 01, 2020 to December 31, 2020
Claims under policies less re-insurance	(33,836,659)	35,445,300		14,813,996	15,963,070
Claims paid during the year					
Added: Total estimated liabilities in respect of outstanding claims at the end of the year whether due or intimated	1,608,641	-		7,434,964	14,813,996
Less: Outstanding claims at the end of the previous year	35,445,300	-		2,860,867	1,452,462
Agency commission	759,675	5,345,041			
Expenses of management	19,492,465	11,856,526	30.00		
Profit/(loss) transferred to Statement of Profit or Loss and Other Comprehensive Income	31,259,382	(35,231,335)			
Balance of account at the end of the year as shown in the Financial Position being reserve for unexpired risks @100% of premium income of the year	7,434,964	14,813,996			
Total	25,109,827	32,229,528		25,109,827	32,229,528

Balance of fund account at the beginning of the year

Premium less re-insurance

Commission on re-insurance ceded

Total

Khurshida Rahman
Director

[Signature]
Chief Executive Officer

[Signature]
Chairman

[Signature]
Company Secretary

[Signature]
Chief Financial Officer

signed as per our separate report of same date.

Firm's Name : Malek Siddiqui Wali. Chartered Accountants

Signature : *[Signature]*

Auditor's Name : Md. Waliullah, FCA, Partner/Enr No.: 0247

Date : April, 27, 2022

Place : Dhaka

A/C No : 2205100247AS832157



Republic Insurance Company Limited
Motor Insurance Revenue Account
 For the year ended on December 31, 2021

Particulars	Amount in Taka		Notes	Amount in Taka	
	January 01, 2021 to December 31, 2021	January 01, 2020 to December 31, 2020		January 01, 2021 to December 31, 2021	January 01, 2020 to December 31, 2020
Claims under policies less re-insurance	3,637,856	7,006,508		16,469,228	24,296,735
Claims paid during the year					
Add: Total estimated liabilities in respect of outstanding claims at the end of the year whether due or intimated	2,174,481	8,917,280			
Less: Outstanding claims at the end of the previous year	2,424,700	961,325	27.00	31,642,593	41,173,070
Insurance stamps consumed	74,817	259,975			
Agency commission	2,582,641	7,234,074			
Expenses of management	10,932,411	13,252,714	28.00	403,018	1,370,599
Profit transferred to Statement of Profit or Loss and Other Comprehensive Income	18,630,077	22,617,905			
Balance of account at the end of the year as shown in the Financial Position being reserve for unexpired risks @40% of premium income of the year	12,657,037	16,469,228			
Total	48,514,839	66,840,404		48,514,839	66,840,404

Heifc
 Chairman

K. Hushida Rahman
 Director

[Signature]
 Chief Executive Officer

[Signature]
 Company Secretary

[Signature]
 Chief Financial Officer

Signed in terms of our separate report of even date.

Firm's Name : Malek Siddiqui Wali, Chartered Accountants

Signature : *[Signature]*

Auditor's Name : Md. Waliullah, FCA, Partner/Enr No.: 0247

Date : April, 27, 2022

Place : Dhaka

DVC : 2205100297 AS 832157



Republic Insurance Company Limited
Miscellaneous Insurance Revenue Account
 For the year ended on December 31, 2021



Particulars	Amount in Taka		Notes	Amount in Taka	
	January 01, 2021 to December 31, 2021	January 01, 2020 to December 31, 2020		January 01, 2021 to December 31, 2021	January 01, 2020 to December 31, 2020
Claims under policies less re-insurance	237,958	(519,035)		18,707,806	19,765,930
Claims paid during the year					
Add: Total estimated liabilities in respect of outstanding claims at the end of the year whether due or intimated previous year	237,958	618,260		32,037,310	46,769,514
Less: Outstanding claims at the end of the previous year	-	1,137,295		3,998,705	2,264,623
Insurance stamps consumed	23,571	28,221			
Agency commission	2,291,256	6,206,155			
Expenses of management	29,471,042	19,701,778			
Profit/(loss) transferred to Statement of Profit or Loss and Other Comprehensive Income	9,905,070	24,675,142			
Balance of account at the end of the year as shown in the Financial Position being reserve for unexpired risks @40% of premium income of the year	12,814,924	18,707,806			
Total	54,743,821	68,800,067		54,743,821	68,800,067

Balance of fund account at the beginning of the year

Premium less re-insurance

Commission on re-insurance ceded

[Signature]
Chief Financial Officer

[Signature]
Company Secretary

[Signature]
Chief Executive Officer

[Signature]
Director

[Signature]
Vice Chairman

[Signature]
Chairman

Signed as per our separate report of same date.

Firm's Name : Malek Siddiqui Wali, Chartered Accountants

Signature : *[Signature]*

Auditor's Name : Md. Waliullah, FCA, Partner/Enr No.: 0247

Date : April, 27, 2022

Place : Dhaka

DVC : 2205100297AS832157

Republic Insurance Company Limited

Statement of Changes in Shareholders Equity

For the year ended on December 31, 2021

Particulars	Share Capital	General Reserve	Reserve for Exceptional Losses	Retained Earnings	Total
Balance as at January 01, 2021	463,722,280	9,750,000	202,200,769	74,695,254	750,368,303
Issuance of bonus share for the year 2020	32,460,550	-	-	(32,460,550)	-
Cash dividend paid for the year 2020	-	-	-	(32,460,569)	(32,460,569)
Profit after tax during the year	-	-	-	118,242,573	118,242,573
Appropriation made during the year	-	750,000	41,148,844	(41,898,844)	-
Balance as at December 31, 2021	496,182,830	10,500,000	243,349,613	86,117,864	836,150,307

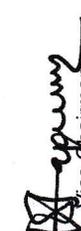
Statement of Changes in Shareholders Equity

For the year ended December 31, 2020

Particulars	Share Capital	General Reserve	Reserve for Exceptional Losses	Retained Earnings	Total
Balance as at January 01, 2020	433,385,310	9,000,000	166,753,498	62,102,610	671,241,418
Issuance of bonus share for the year 2019	30,336,970	-	-	(30,336,970)	-
Cash dividend paid for the year 2019	-	-	-	(30,336,972)	(30,336,972)
Profit after tax during the year	-	-	-	109,463,857	109,463,857
Appropriation made during the year	-	750,000	35,447,271	(36,197,271)	-
Balance as at December 31, 2020	463,722,280	9,750,000	202,200,769	74,695,254	750,368,303

The accompanying notes 1 to 35 & Annexure-A to E form an integral part of the financial statements.


 Chairman


 Vice Chairman


 Director


 Chief Executive Officer


 Company Secretary


 Chief Financial Officer

Signed as per our separate report of same date.

Firm's Name : Malek Siddiqui Wali. Chartered Accountants

Signature : 

Auditor's Name : Md. Waliullah, FCA, Partner/Enr No.: 0247

Date : April, 27, 2022

Place : Dhaka

DVC

: 2205100247AS 832157

Republic Insurance Company Limited Form "AA"

Classified Summary of Assets As at December 31, 2021

SL. No.	Class of Assets	Book Value 2021 (Tk.)	Book Value 2020 (Tk.)	Remarks
A)	Non-current assets:			
i)	Property, plant & equipment	65,066,066	68,621,132	At cost less depreciation
	Computer	2,213,553	2,238,871	
	Furniture & fixtures	9,053,069	9,899,695	
	Office equipments	2,141,340	2,206,012	
	Vehicles	17,915,505	20,243,162	
	Crockeries & cutleries	71,717	76,138	
	Air conditioner	2,206,063	2,468,358	
	Telephone	243,037	270,041	
	Office decoration	12,238,305	13,380,215	
	Land and land development	6,238,556	6,238,556	
	Sundry assets	16,014	20,018	
	Computer software	1,155,090	1,443,862	
	Right-of-use assets	11,573,817	10,136,204	
ii)	Investment:	98,389,692	72,483,277	
	a) Investment in government treasury bond	25,000,000	25,000,000	Not quoted in Market
	b) Investment in government securities	54,300,000	32,300,000	Not quoted in Market
	c) Investment in shares at market value	19,089,692	15,183,277	At Market price
	Total non-current assets (i+ii)	163,455,758	141,104,409	
B)	Current Assets:	1,348,590,247	1,222,089,995	
	a) Invstment in fixed deposits with banks	487,908,600	454,720,124	Realizable value
	b) Cash at bank	79,769,134	109,703,176	Realizable value
	c) Cash in hand	6,813,263	2,782,489	Realizable value
	d) Interest accrued	18,834,629	17,802,200	Realizable value
	e) Sundry debtors	495,686,273	389,301,948	Realizable value
	f) Amount due from other persons or bodies carrying on insurance business	255,980,813	244,490,895	Realizable value
	g) Stock of printing & stationery and stamp in hand	3,597,535	3,289,163	At cost
C)	Other assets			
	Deferred tax assets	3,789,783	4,262,393	Realizable value
	Total assets (A+B+C)	1,515,835,788	1,367,456,797	


 Chairman Vice Chairman Director Chief Executive Officer Company Secretary Chief Financial Officer

Signed as per our separate report of same date.

Firm's Name : Malek Siddiqui Wali. Chartered Accountants

Signature : 

Auditor's Name : Md. Waliullah, FCA, Partner/Enr No.: 0247

Date : April , 27, 2022

Place : Dhaka

Republic Insurance Company Limited
Notes to the Financial Statements
For the year ended on December 31, 2021

1.00 Legal form of the Company:

The Company was incorporated on the 18th of May, 2000 as a Public Limited Company under the Companies Act, 1994 having registered office in Bangladesh, with the object of carrying all kinds of insurance business other than life insurance and obtained permission to commence insurance business from the Chief Controller of Insurance, Directorate of Insurance, Government of the People's Republic of Bangladesh on May 31, 2000. The Company is registered with an authorized capital of Tk. 50(Fifty) Crore and had issued fully subscribed initial paid up capital of Tk.6 (Six) Crore.

The Company with the permission of Securities and Exchange Commission had issued 900,000 Ordinary Shares of Tk. 100.00 each on December 1, 2008 and was listed with Dhaka Stock Exchange on 14.01.2009 & Chattogram Stock Exchange on 07.01.2009.

Pursuant to section 21 of Insurance Act-2010 (The first Schedule), and Rule 4(A) of Insurance Rules 1958 and the Memorandum & Articles of Association of the Company, The Company with the permission of Bangladesh Securities and Exchange Commission raised its Paid up Capital from Tk.6.00Crore to Tk.15.00Crore through Initial Public Offering (IPO) of 900,000 Ordinary Shares of Tk.100 each as per in October, 2008. Company issued 10% stock dividend on 2009,2010, 2011&12% on 2012, 12.50% stock dividend on 2013 ,10% stock dividend on 2014, 13% stock dividend on 2015,12% stock dividend on 2016,12.50% stock dividend on 2017, 10% stock dividend on 2018 , 7% cash dividend & 7% stock dividend on 2019, 7% cash dividend & 7% stock dividend on 2020 and 10% cash dividend & 5% stock dividend on 2021.

So total Paid up Capital increased from Tk.15.00Crore to Tk.49.62Crore. In the year 2011 the Company increased its authorized capital Tk.50.00Crore to Tk.100.00Crore and changed the per share value from Tk.100.00 to Tk.10.00 in the 3rd Extra Ordinary General Meeting held on 15th November 2011. The Company also got the necessary permission from Bangladesh Securities and Exchange Commission and maintained the all formalities required by the Register of Joint Stock Companies & Firm.

1.01 Address of registered office and place of business of the Company:

The head office of the Company is located at HR Bhaban (6th & 9th floor), 26/1, Kakrail, Dhaka-1000, Bangladesh. The business operation of the Company is being carried out through 30(thirty) branches located in all over Bangladesh.

1.02 Principal activities of the Company :

The principal activities of the Company are to carry on all kinds of insurance business, guarantee, and indemnity business other than life insurance business. There were no significant changes in the nature of the principal activities of the Company during the year 2021 under review.

1.03 Authorization date for issuing financial statements :

Financial statements of the Company for the year ended December 31, 2021 were authorized for issue on April 27, 2022 in accordance with a resolution of the Board of Directors of the Company.

2.00 Basis of presenting accounts and significant accounting policies:

2.01 Basis of accounting preparation:

The financial statements of the Company under reporting have been prepared under historical cost convention in going concern concept and on accrual basis in accordance with Generally Accepted Accounting Principles (GAAP) and practices in Bangladesh. Disclosures of financial information as required by Insurance Act- 2010 have been complied 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 set forth in the first, second and third schedule of the Insurance Act and also in compliance with the Companies Act-1994. In addition, Bangladesh Securities and Exchange Commission Rules-1987, Listing Regulations of Dhaka Stock Exchange Ltd(DSE) & Chattogram Stock Exchange Ltd(CSE), International Accounting Standards(IAS) and International Financial Reporting Standards(IFRS) as adopted by the Institute of Chartered Accountants of Bangladesh(ICAB) and other applicable laws & regulations in Bangladesh.

2.02 Management responsibility:

The management of the Company is responsible to reporting and preparation of financial statements true and fair view of the Company's affairs in compliance with International Financial Reporting Standards (IFRS) and existing accounting standards and applicable laws.

2.03 Directors responsibility:

The Board of Directors are also responsible for the preparation and presentation of financial statements under section 183 of the Companies Act-1994, the Bangladesh Securities and Exchange Rules 1987, listing regulation of Dhaka Stock Exchange Limited and Chattogram Stock Exchange Limited and as per the provision of "The International Accounting Standards Committee" (IASC). According to the "International Accounting Standard (IAS-I)" as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB). Presentation of financial statements the complete set of financial statements includes the following components:

- i) Statement of financial position as at December 31, 2021
- ii) Statement of profit or loss and other comprehensive income for the year ended on December 31, 2021
- iii) Statement of consolidated revenue account for the year ended on December 31, 2021
- iv) Statement of changes in equity for the year ended on December 31, 2021
- v) Statement of cash flows for the year ended on December 31, 2021
- vi) Notes, comprising a summary of significant accounting policies and other explanatory information to the financial statements for the year ended on December 31, 2021

2.04 Basis of presentation:

The financial position has been prepared in accordance with the 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 general insurance business has been prepared in accordance with the regulations as contained in Part-I of the Third Schedule and as per Form 'F' as set forth in Part-II of that Schedule of Insurance Act-1938 as amended and adopted Insurance Act-2010. The classified summary of the assets has been prepared in accordance with Form "AA" as set forth in Part-II of the aforesaid Act.

2.05 Regulatory compliances:

The financial statements have been prepared and disclosures of information have been made in accordance with the requirements of Insurance Act-1938 (New Act, 2010), Insurance rules-1958, the Companies Act-1994, the Securities and Exchange Rules-1987, the listing rules of Dhaka Stock Exchange and Chattogram Stock Exchange, Income Tax Ordinance-1984, Income Tax Rules-1984 and time to time Guidelines from Insurance Development and Regulatory Authority rules and regulations. To comply with the International Accounting Standards and International Financial Reporting Standards as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) and other applicable laws and regulations.

2.06 Comparative information:

Comparative information have been disclosed in respect of the year ended on December 31, 2021 for all numerical information in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current year's financial statements. The comparative information or prior period information is restated, rearranged or revised when they necessary in accordance with IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors.

2.07 Reporting currency and level of precision:

The figures in the financial statements represent Bangladesh currency (Taka), which have been rounded off to the nearest taka except where indicates otherwise.

2.08 Going concern basis:

The Company has adequate resources to continue in the operation for the foreseeable future. For this reason, the Company continues 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.

2.09 Reporting period:

Financial statements of the Company consistently cover one calendar year from January 01, 2021 to December 31, 2021.

2.10 Interim financial reporting:

In accordance with International Accounting Standard (IAS-34) interim financial reporting publicly traded entities encourages providing interim financial reports that confirm to the recognition, measurement and disclosure principles set out in this standard. Timely and reliable interim financial reporting improves the ability of investors, creditors, and others to understand an entity's capacity to generate earnings and cash flows and its financial condition and liquidity.

2.11 Branch accounting:

The Company has 30 (thirty) branches in Bangladesh. The accounts of the branches are maintained at the head office level. Only petty cash books are maintained at the branch level for maintaining its day to day office expenses.

2.12 Risk and uncertainty for use of estimates in preparation of financial statements:

The preparation of financial statements is in conformity with the International Financial Reporting Standards (IFRS's) including the International Accounting Standards (IAS's) require management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets liabilities, income and for contingent assets and liabilities that require disclosure during and at the date of financial statements.

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

2.13 Significant accounting policies and relevant information:

- a) Revenue from contracts with customers(IFRS-15):
Revenue recognized in accordance with International Financial Reporting Standard (IFRS-15) revenue unless otherwise mentioned or otherwise guided by the separate IAS.
- b) Underwriting premium income:
Premium income is recognized 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 re-insurance premium on PSB.
- c) Public sector business (PSB) :
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 Shadharan Bima Corporation is received. The statements of account for the period from July 2020 to June 2021 have been received from SBC and the Company's share of PSB for the aforesaid period has been recognized in these financial statements accordingly. Such method of account for the public sector insurance business (PSB) has been consistently followed.
- d) Re-insurance ceded and accepted :
 - 1) 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 Shadharan Bima Corporation (SBC) and Foreign re-insurer.
 - 2) Re-insurance with Foreign re-insurer :
Fifty percent of the re-insurable general insurance business shall be re-insured with the Sadharan Bima Corporation and the remaining fifty percent of such business may be re-insured either with the Sadharan Bima Corporation and the remaining fifty percent of such business may be re-insured either with the Corporation or with any other insurer whether in or outside Bangladesh.
- e) Cover notes converted into policy (CCP) :
Amounts received against issue of cover notes that have not converted into policy are not recognized as income. The cover note which was previously issued is converted into insurance policy at the expiry of nine months from the date of issue of such cover notes as per circular of the then Chief Controller of Insurance.

- f) Premium deposit:
Premium deposit represents amount of premium deposited with the Company against cover notes for which policies are yet to be issued.
- g) Investment in shares:
Investments are initially recognized at cost including acquisition charges with the investments. After initial recognition investments in marketable ordinary shares have been valued at market price on an aggregate portfolio basis.
- h) Investment in Bangladesh government treasury bond and securities:
10 (Ten) years Bangladesh Government Treasury bond and securities are valued at cost price.
- i) Investment income:
- i. Interest on fixed deposit and 10 (Ten) years Bangladesh government treasury bond and securities are accounted for on accrual basis after making provision for income tax deductible at source. Interest on STD account and other income are recognized on cash basis.
 - ii. Portfolio gain /loss on investment in shares are recognized in the statement of profit or loss and other comprehensive income on realization basis.
 - iii. Dividend income on share investments if any, are recognized on cash basis and shown in statement of profit or loss and other comprehensive income account. For stock dividend, received by the Company against its investment, number of shares increased and average cost of investment decreased.
- j) Balance of funds and accounts:
These have been arrived at after making provision for unexpired risks @ 40% of net premium income on all business except marine hull insurance where provision has been made at 100% on net premium income.
- k) Reserves for exceptional losses:
As per para 6 of 4th schedule of income tax ordinance, 1984 to meet the exceptional losses, Company sets aside maximum ten percent 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 law 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 under review of the Company sets aside 10% of net premium income.
- l) General reserve:
The Company creates a general reserve fund from the current year profit to avoid future contingency.
- m) Statement of cash flows:
Statement of cash flows is prepared in accordance with IAS-7 and International Accounting Standard (IAS) -7 statements of cash flows and the cash flow from the operating activities has been presented under direct method as prescribed by the Securities and Exchange Rules-1987. Statement of cash flows in broken down into operating activities, investing activities and financing activities.
- n) Cash and cash equivalents :
According to IAS-7 statement of cash flows cash comprises cash in hand and demand deposits and cash equivalents are short term, highly liquid investments that are readily convertible to amounts of cash and which are subject to an insignificant risk of changes in value. IAS-1 "Presentation of Financial Statements" provides that cash and cash equivalents are not restricted in use. Considering the

provisions of IAS-7 and IAS-1, cash in hand and bank balances have been considered as cash and cash equivalents.

o) Foreign currency transactions:

All foreign currency transactions are converted into equivalent taka at the ruling exchange rates on the respective date of such transactions as per International Accounting Standard (IAS-21): "The Effects of Changes in Foreign Exchange Rates". Any gain/(loss) arisen on such transaction is shown in the statement of profit or loss and other comprehensive income.

p) Inventories:

In Compliance with the requirement of IAS-2 Inventories are stated at the lower of cost and net realizable value. Net realizable value is based on estimated selling price less any further cost expected to be incurred to make the sale.

q) Segment reporting:

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

2.14: Taxation

Current tax

The Company makes provision of current tax based on the taxable income as per the Income Tax Ordinance 1984. Taxable profits differ from profits as reported in the statement of profit or loss and other comprehensive income because it excludes items of income or expenses that are taxable or deductible in other year or are never taxable or deductible. Company's liability for current tax is calculated using tax rates that have been enacted the statement of financial position date.

Deferred tax

Deferred tax is recognized 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 liabilities are generally recognized for all taxable temporary difference. Deferred tax assets are generally recognized 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 is charged or credited to the statement of profit or loss and other comprehensive income.

2.15 Allocation of management expenses:

As per section 40 (C-2) insurance Act-1938 as amended insurance Act-2010 all relevant management expenses have been allocated amongst different revenue account in respect of fire, marine, motor and miscellaneous insurance business on pro-rata basis at their respective gross premium income. Management expenses as charged to revenue accounts amounting to tk.24,45,72,957 represents approximately 32.68% of tk.74,84,47,578 (Including public sector business of tk.9,74,28,413). The expenses have been apportioned 37.82% to fire, 37.69% to marine cargo, 7.97% to marine hull, 4.47% to motor and 12.05% to miscellaneous business as per management decision.

2.16 Employees benefit (IAS-19)

Republic Insurance Company Limited offers a number of benefit plan for all permanent employees of the company which includes contributory provident fund, gratuity fund, earn leave benefit festival bonus which have been accounted for in accordance with the provision of International Accounting standard (IAS)-19, "Employees Benefit".

i) Contributory provident fund

The Company operates a contributory provident fund for its permanent employees, provision for which are being made annually as per rules administered by a Board of Trustees in which eligible employees contribute @ 8% of basic salary. The Company also makes contribution of the same amount to the said provident fund.

ii) Provision for gratuity

The Company has made provision for employee's gratuity fund during the year as per provision of service Rules of the Company under Sec 5.12. The service rule of Republic Insurance Company Limited was approved by the Board of Directors in January 03, 2013. As per the Sec 5.12 of the service rules gratuity shall be reckoned from July 01, 2004 & IAS-19 under employees' retirement benefit schemes.

2.17 Workers profit participation fund and welfare fund

As per Section 234 of Bangladesh Labor (Amendments) Act-2013 & requirement of Dhaka Stock Exchange Ltd vide letter No.DSE/CGFRC/LC-363/2014-5574 Dt.22 June 2014, Company made provision for WPPF @5% on net profit before tax during the year.

2.18 Property, plant & equipment's and Depreciation:

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

Recognition of property, plant and equipment's:

The Company recognizes in the carrying amount of an item of property, plant and equipment the cost of replacing part of such an item when that cost is incurred if it is probable that the future economic benefits embodied with the item will flow to the company and the cost of the items can be measured reliably. Normal expenditure incurred after the assets have been put into operation such as repairs and maintenance other than major replacements, renewals and/or betterment of the assets are charged off as revenue expenditure in the period in the period in which it is incurred.

Depreciation on property, plant & equipment's:

Property, plant & equipment's 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. The property, plant & equipment's are depreciated at the following rates:

Category of Assets	Rate of Depreciation
Computer	30%
Furniture & fixtures	10%
Office equipment's	20%
Vehicles	20%
Crockeries & cutleries	20%
Air conditioner	20%
Telephone	10%
Office decoration	10%
Sundry assets	20%
Computer software	20%
Lease car	10%

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.

Impairment of assets

As per IAS-36 Impairment of assets: The carrying amounts of the company's non-current assets, other than deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment, if any such indication exists, then the asset's recoverable amount is estimated. An impairment loss is recognized if the carrying amount of an asset or its cash generating unit exceeds its estimated recoverable amount. Impairment losses are recognized in the statement of profit or loss and other comprehensive income. Considering the present conditions of the assets, management concludes that there is no such indication exists.

2.19 Leases

The Company applied IFRS-16 Leases for the first time with the date of initial application of 01 January 2019. As IFRS 16-supersedes IAS-17 Lease, the Company has made recognition, measurement and disclosure in the financial statements-2020 as per IFRS-16.

Right-of-use assets (ROU)

The Company recognizes the right-of-use assets (ROU) at the commencement date of the lease. ROU assets are measured at cost less any accumulated depreciation and impairment of losses and adjusted cost incurred, and lease payment made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight line basis over the lease term, or remaining period of the lease term. The Company assessed all lease contracts live in 2020 and recognized as ROU of assets of all leases. As leases under IFRS-16 first time adopted by the Company, the Company has followed modified retrospective approach of adoption with the date of initial application of 01 January 2019. Therefore, the Company considered a cut-off date beginning of the year 2019 and reassessed unadjusted advance payment

and remaining lease period of each contract, and recognized those in the financial statements for the year ended on 31 December 2020 without giving retrospective impact in earlier presentation.

Lease liabilities

At the commencement of the lease, the Company recognizes lease liabilities measured at the present value of lease payments initial payment, and amount is expected to be paid under residual value of guarantees. The lease payments also include the exercise price of purchase option reasonably certain to be exercised by the Company and payment of penalties for terminating the lease to be made over the lease term. The lease payments include fixed and variable lease payment (less any adjustment for terminating the lease term).

2.20 Financial risk management (IFRS-7)

2.20.1 Introduction

The Company's activities expose it to a variety of financial risks: credit risk, market risk, and liquidity risk. The Company's risk management focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Company's financial performance.

Financial risk management is carried out by Accounts and Finance Department under policies approved by Board of Directors Accounts and Finance Department identifies, evaluates, and hedges financial risks in close co-operation with the Company's operating units.

This note presents information about the Company's exposure to each of the risks arising from financial instruments and the Company's objectives, policies, and processes for measuring and managing risk. Further quantitative disclosures are included throughout these financial statements.

2.20.2 Carrying amounts of financial instruments by category

The following table shows the carrying amounts of financial instruments by category at the end of December:

	Maturity analysis				
	Current	>30 days	>90 days	>1 year	Total
Cash and cash equivalents, receivables and Advances, Deposits & Prepayments					
Cash and cash equivalents	8,65,82,397	-	-	-	8,65,82,397
Trade and other receivable	-	-	10,23,92,325	15,35,88,488	25,59,80,813
Advances, Deposits and Prepayments	-	9,91,37,255	14,87,05,882	24,78,43,136	49,56,86,273
Non-current financial assets	-	-	-	9,83,89,692	9,83,89,692
Balance at December 31, 2021	8,65,82,397	9,91,37,255	25,10,98,207	49,98,21,316	93,66,39,175

	Maturity analysis				
	Current	>30 days	>90 days	>1 year	Total
Financial liabilities measured at amortized cost					
Trade and Other Payable	-	47,32,256	78,87,093	1,89,29,022	3,15,48,371
Liability for expenses	-	1,72,82,827	1,15,21,885	96,01,570	3,84,06,282
Balance at December 31, 2021	-	2,20,15,083	1,94,08,978	2,85,30,592	6,99,54,653

2.20.3 Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to financial instruments fails to meet its contractual obligations, and arises principally from cash and cash equivalents, time deposits, and trade accounts receivable.

The credit risk with trade and other receivable is limited, as the Company has numerous clients located in various geographical regions. The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. For risk control, the customers are as follows governmental organizations, listed public limited companies, and other customers.

The maximum exposure to credit risk is represented by the carrying amount of each financial asset, including derivative financial instruments, in the balance sheet. There are no commitments that could increase this exposure to more than the carrying amounts.

2.20.4 Market risks

Market risk is the risk that changes in market prices, foreign exchange rates, and other prices will affect the Company's result or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters while optimizing the return on risk.

2.20.5 Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. Accounts and Finance manages the Company's liquidity to ensure sufficient liquidity to meet all liabilities when due, under both normal and stressed conditions, without facing unacceptable losses or risking damage to the Company's reputation.

The following are the contractual maturities of financial liabilities:

BDT	Carrying amount	Contractual cash flows	Between 1 and 90 days	Between 91 and 360 days	Between 1 and 2 years	Over 2 years
Non-derivative financial liabilities						
Trade and Other Payable	3,15,48,371	-	1,10,41,930	78,87,093	1,26,19,348	-
Liability for expenses	3,84,06,282	-	1,34,42,199	96,01,571	1,53,62,512	-
Balance at December 31, 2021	6,99,54,653	-	2,44,84,129	1,74,88,664	2,79,81,860	-

2.21 Sale of fixed assets

Sale price of fixed assets are determined on the basis of fair value of assets, gain or loss arising on the disposal of an item of property, plant and equipment is determined as the difference between sales proceeds and carrying amount of the assets and recognized on the statement of profit or loss and other comprehensive income as per provision of IAS-16 "Property, Plant and Equipment".

2.22 Earnings per share (EPS):

The Company calculates earnings per share (EPS) in accordance with IAS-33 "Earnings Per Share" which has been shown on the statement of profit or loss and other comprehensive income in the financial statements.

2.23 Basic earnings per share (BEPS):

This has been calculated by dividing the basic earnings by the weighted average number of ordinary shares outstanding during the year (Net profit after taxation).

2.24 Basic earnings:

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

2.25 Diluted earnings per share:

Diluted earnings per share reflects the potential dilution that could occur if additional ordinary shares assumed to be issued under securities or contracts that entitle their holders to obtain ordinary shares in future, to the extents such entitlement is not subject unresolved contingencies.

At December 31, 2021 there was no scope for dilution and hence no dilution EPS is required to be calculated.

2.26 Key Management benefits:

The aggregate amount paid/provided during the year in respect of Directors and Executives of the Company is as follows:

Benefits	2021		2020	
	Directors	Executives	Directors	Executives
Salary	-	3,81,19,510	-	39,015,179
Festival bonus	-	28,63,962	-	2,791,434
Provident fund	-	10,76,967	-	1,066,163
Gratuity	-	-	-	-
Group insurance	-	3,59,640	-	-
Directors fee	9,68,000	-	556,800	-
Total	9,68,000	4,24,20,079	556,800	42,872,776

2.27 Related party disclosure:

As per International Accounting Standard (IAS) 24 "Related Party Disclosures" parties are considered to be related if one of the party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The Company carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with its related parties. Related party disclosures have been given in Notes: 35.00.

2.28 Events after the reporting period (financial position date):

The Board of Directors has recommended 15% dividend (5% stock dividend and 10% cash dividend) on paid up capital for the year ended on December 31, 2021 as per approval of Board Meeting held on April 27, 2022 as dividend on paid up capital of Tk. 496,182,830 subject to the approval in the Annual General Meeting (AGM) to be held on June 27, 2022. Events after the reporting period, dividend declared should not be classified as a liability in the financial statements which is in compliance with the International Accounting Standards (IAS-10) Para 12.

2.29 General:

- Number of employees received salary up to taka 10,000 per month are nil.
- Number of employees received salary above taka 10,000 per month are 690.
- The Company has no contingent liability.
- The Board of Directors received no remuneration from the Company other than fees for attending the Board Meetings.
- During the year 06 (six) numbers of Board Meeting were held.
- All shares have been fully called and paid up.
- Statutory audit fee for the year ended December 31, 2021 is TK. 385,000
- There was no preference share issued by the Company.
- There were no bank guarantees issued by the Company on behalf of their directors or the Company itself.

Republic Insurance Company Limited
Notes to the Financial Statements
For the year ended on December 31, 2021

Notes	Particulars	Amount in Taka	
		December 31, 2021	December 31, 2020
3.00	Share capital		
3.01	Authorized capital		
	100,000,000 ordinary shares of Tk.10 each	<u>1,000,000,000</u>	<u>1,000,000,000</u>
3.02	Issued, subscribed and paid up capital		
	Issued, subscribed and paid up capital consists of	496,182,830	463,722,280
	4,96,18,283 ordinary shares of Tk.10 each fully paid	<u>496,182,830</u>	<u>463,722,280</u>

3.03 Shareholdings

Pursuant to section 21 of Insurance Act, 2010 (The First Schedule), and Rule 4-A of Insurance Rules 1958 and the Memorandum and Articles of Association of the Company, The Company with the permission of Bangladesh Securities and Exchange Commission raised its Paid up Capital from Tk.6.00 Crore to Tk.15.00 Crore through Initial Public Offering (IPO) of 900,000 Ordinary Shares of Tk.100 each as per in October, 2008. Company issued 10% Stock dividend on 2009,2010,2011,12% on 2012, 12.5% on 2013, 10% on 2014, 13% on 2015, 12% on 2016, 12.50% on 2017, 10% on 2018, 7% stock & 7% cash dividend on 2019 and 7% stock & 7% cash dividend on 2020. So total paid capital increase from Tk.15.00 crore to Tk.49.62 crore. In the year 2011 the Company increased its authorized capital Tk.50.00 crore to Tk.100.00 crore and changed the per share value from Tk.100 to Tk.10 in the 3rd Extra Ordinary General Meeting held on 15th November 2011. The Company also got the necessary permission from Securities and Exchange Commission and maintained the all formalities required by the Register of Joint Stock Companies & Firms. The category-wise share holding position as on 31st December, 2021 is as under.

Particulars	2021		2020	
	No. of shares	% of holding	No. of shares	% of holding
1. Sponsors & Directors (Group-A)	15,711,649	31.67	14,683,790	31.67
2. General Public (Group-B)	33,906,634	68.33	31,688,438	68.33
Total	49,618,283	100.00	46,372,228	100.00

The sponsors & directors are shareholding 31.67% against 60% as required by Insurance Act 2010 section 21(3) and Schedule 1. On the other hand the sponsors and directors of the company are holding more than the 30% shares of the paid up capital required under gazette notification no. BSEC/CMRCD/2009-193/217/Admin/90. Dated: 15 July 2019 of Bangladesh Securities and Exchange Commission.

Group "A" Shareholders (Sponsors)

Class interval	No. of shareholders	No. of share	% Total holding	% Total paid-up capital
1 to 500	-	-	-	-
501 to 5000	-	-	-	-
5001 to 10000	-	-	-	-
10001 to 20000	-	-	-	-
20001 to 30000	-	-	-	-
30001 to 40000	-	-	-	-
40001 to 50000	-	-	-	-
50001 to 100000	-	-	-	-
100001 to 1000000	4	3,972,041	25.28	8.01
1000001 to 10000000	7	11,739,608	74.72	23.66
Total	11	15,711,649	100.00	31.67

Group "B" Shareholders (Public)

Class interval	No. of shareholders	No. of share	% Total holding	% Total paid-up capital
1 to 500	3,095	602,462	1.78	1.21
501 to 5000	2,660	5,188,575	15.30	10.46
5001 to 10000	440	3,203,768	9.45	6.46
10001 to 20000	266	3,851,388	11.36	7.76
20001 to 30000	100	2,454,894	7.24	4.95
30001 to 40000	32	1,140,252	3.36	2.30
40001 to 50000	30	1,392,695	4.11	2.81
50001 to 100000	39	2,548,188	7.52	5.14
100001 to 1000000	29	6,311,751	18.62	12.72
1000001 to 10000000	5	7,212,661	21.27	14.54
Total	6,696	33,906,634	100.00	68.33

Notes	Particulars	Amount in Taka	
		December 31, 2021	December 31, 2020
3.04	Share capital (paid up)		
	Opening balance		
	Add: bonus share issued during the year	463,722,280	433,385,310
	Total share capital (paid up)	<u>463,722,280</u>	<u>433,385,310</u>

4.00 Reserve and contingent account

The company has been made some exceptional reserves from net profit to meet any future contingencies like claims losses or any sudden future fund crisis. Details are as hereunder:

Particulars	Notes No.	Amount in Taka	
		31.12.2021	31.12.2020
Reserve for exceptional losses	4.01	243,349,613	202,200,769
General reserve	4.02	10,500,000	9,750,000
Retained earnings	4.03	86,117,864	74,695,254
Total reserves & surplus		<u>339,967,477</u>	<u>286,646,023</u>

4.01 Reserve for exceptional losses

As per paragraph 6 of fourth schedule of Income Tax ordinance 1984. as earlier for the year 2020, 7% of the net premium income was transferred to reserve for exceptional losses. Details of calculation as hereunder:

Opening balance		202,200,769	166,753,498
Add: reserve made during the year (tax exempted)	4.01(a)	41,148,844	35,447,271
Closing balance as on December 31, 2021		<u>243,349,613</u>	<u>202,200,769</u>

4.01(a) Class wise reserve for exceptional losses

This represents profit set aside during the year under review at 10% of net premium allowed as expenses to meet exceptional losses. The aforesaid set aside of profit has been allowed as expenses by paragraph 6 of 4th schedule of the Income Tax Ordinance, 1984.

Particulars	Net Premium	% on Net Premium	Amount in Taka	
			31.12.2021	31.12.2020
01. Fire insurance business	90,827,005	10.00%	9,082,701	13,059,948
02. Marine cargo insurance business	249,546,574	10.00%	24,954,657	15,194,362
03. Marine hull insurance business	7,434,964	10.00%	743,496	1,036,980
04. Motor insurance business	31,642,593	10.00%	3,164,259	2,882,115
05. Miscellaneous insurance business	32,037,310	10.00%	3,203,731	3,273,866
Total	411,488,446		41,148,844	35,447,271

4.02 General reserve

The company has created a general reserve fund for avoiding any sudden fund crisis and contingency in future.

Opening balance		9,750,000	9,000,000
Add: reserve made during the year		750,000	750,000
Closing balance as on December 31, 2021		<u>10,500,000</u>	<u>9,750,000</u>

4.03 Retained earnings

Opening balance of undistributed profit		74,695,254	62,102,610
Less: issuance of bonus share for the year 2020		32,460,550	30,336,970
Less: cash dividend paid for the year 2020		32,460,569	30,336,972
Retained earnings from previous year		9,774,135	1,428,668
Add: net profit during the year		118,242,573	109,463,857
Total undistributed profit		<u>128,016,708</u>	<u>110,892,525</u>

Appropriation

Less: reserve for exceptional losses		41,148,844	35,447,271
Less: general reserve		750,000	750,000
Closing balance of undistributed profit		<u>86,117,864</u>	<u>74,695,254</u>

5.00 Balance of funds and accounts

As per para 27A (2)(b) Insurance Act, 1938 for the purpose of sub-section (1) the company has made necessary provision for un-expired risk reserve during the year @40% of net premium on Fire, Marine Cargo, Motor, Miscellaneous and 100% on Marine Hull business. Class wise un-expired risk reserve is as follows:

Class of business	Net Premium	Percentage	31.12.2021	31.12.2020
Fire	90,827,005	40%	36,330,802	74,628,274
Marine cargo	249,546,574	40%	99,818,630	86,824,927
Marine hull	7,434,964	100%	7,434,964	14,813,996
Motor	31,642,593	40%	12,657,037	16,469,228
Miscellaneous	32,037,310	40%	12,814,924	18,707,806
Total	411,488,446		169,056,357	211,444,231

Notes	Particulars	Amount in Taka	
		December 31, 2021	December 31, 2020

6.00 Premium deposits

The under mentioned amount includes premium received against cover notes for which policies have not been issued within December 31, 2021. While the risks against non-marine and marine hull have been assumed from the issuance of cover notes, risk against marine cargo have not been assumed until shipment advices are provided and accordingly policies are issued.

Fire	2,477,527	1,809,529
Marine cargo	17,473,710	15,024,530
Marine hull	-	-
Motor	-	-
Miscellaneous	-	-
Stamp duty	2,306,707	2,025,834
Excess deposit	442,651	55,162
Total	22,700,595	18,915,055

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

Fire	79,343,128	15,675,610
Marine cargo	23,136,422	-
Marine hull	-	35,445,300
Motor	2,424,700	961,325
Miscellaneous	-	-
Total	104,904,250	52,082,235

All the claims of which the company received intimations within December 31, 2021 have been taken into consideration while estimating the liability in respect of outstanding claims.

8.00 Amount due to other persons or bodies carrying on insurance business

This amount is payable to Shadharan Bima Corporation on account of re-insurance arrangements with them and to other local insurance companies under co-insurance premium. Break up of the amount is as under:

Payable to SBC		30,864,391	37,743,584
Pioneer insurance company limited		561,000	561,000
Others insurance company	8.00(a)	122,980	163,724
Total		31,548,371	38,468,308
8.00(a) Others insurance company			
Express insurance company limited		122,980	122,980
Reliance insurance company limited		-	40,744
		122,980	163,724

9.00 Lease liabilities (operating leases)

Break up of the amount is as under:

Opening balance	9,470,896	13,408,200
Add: addition during the year	9,076,563	4,343,830
Add: finance cost during the year	956,082	904,046
Less: payment during the year	8,373,475	9,185,180
Closing balance as on December 31, 2021	11,130,066	9,470,896

10.00 Payable for WPPF

Opening balance	31,773,576	24,068,342
Add: expenses for the year	8,278,555	7,705,234
Total	40,052,131	31,773,576

WPPF expenses made @5% on net profit before tax during the year as per Sec-234 of Bangladesh Labour (amendment) Act-2013. The Company has not yet established a Trustee Board to administer the Fund and as per Notification of Bangladesh Insurance Association (BIA-3(58)/2021-153 Dated: May 16, 2021) hence no payment was made during this year.

11.00 Provision for income tax

Opening balance	215,031,507	169,912,550
Add: provision made during the year (Note:11.01)	46,855,922	45,118,957
Total tax liability	261,887,429	215,031,507
Less: adjustment made during the year	-	-
Closing balance as on December 31, 2021	261,887,429	215,031,507

Notes	Particulars	Amount in Taka	
		December 31, 2021	December 31, 2020
11.01	Calculation of provision for income tax made during the year :		
	Particulars		Amount in Taka
	Net Profit before tax as per Statement of Profit or Loss and Other Comprehensive Income		December 31, 2021
	Less:reserve for exceptional losses		165,571,105
	Add:accounting depreciation		41,148,844
	Less:tax depreciation		8,700,263
	Add:provision for gratuity fund		8,316,049
	Less:employees gratuity fund paid		2,497,572
	Taxable income		270,832
			127,033,215
	Computation of current tax		
	Particulars of income	Taxable income	Tax rate
	Tax on dividend income	515,891	20%
	Tax on capital gain on sale of shares	2,513,646	10%
	Tax on business income and other income	124,003,678	37.50%
	Total Tk.	127,033,215	46,501,379
12.00	Sundry creditors		46,855,922
	Salaries and allowances	10,043,816	14,216,838
	Security deposit (Against open policy)	969,000	969,000
	Statutory Audit fees payable (Malek Siddiqui Wali)	308,000	308,000
	Compliance Audit fees payable (T.Hussain & Co.)	40,000	40,000
	Audit fees payable (Special Audit)	-	295,500
	Gratuity fund		
	Withholding tax deduction at source	12.00(b) 8,185,828	5,959,088
	Withholding tax against agent commission	776,878	652,967
	Withholding vat deduction at source	1,046,967	756,171
	Liability vat December, 2021	906,056	895,195
	Provident fund employees contribution	7,022,367	8,315,443
	Provident fund employers contribution	258,283	279,775
	Provident fund loan recovery	258,283	279,775
	HR Holdings Limited (Electric and wasa bill)	303,573	210,434
	Share application money (GP & NRB)	177,933	197,083
	Lease advance realization	12.00(a) 3,371,353	3,371,353
	Total	37,385,897	39,445,530
12.00(a)	As per rules of SEC for IPO issue, RICL issued all refund warrants to the unsuccessful application for the year 2008 out of which Tk.3,371,353 (General Public Tk.3,034,463 & Non-resident Bangladeshi (NRB) equivalent to BDT-336,890) have not been encashed prior to December 31, 2021.		
12.00(b)	Provision for gratuity fund		
	Opening balance	5,959,088	3,740,221
	Add: provision made during the year	2,497,572	2,433,456
		8,456,660	6,173,677
	Less: paid during the year	270,832	214,589
	Total provision for gratuity fund	8,185,828	5,959,088
	The company has made provision for employees gratuity fund during the year "As per provision of service rules of the company under Sec.5.12 ".The service rules of Republic insurance company limited approved by the Board of Directors on January 03, 2013 as per service rules Sec 5.12 (Note-A) gratuity shall be recognized from 1st July, 2004) & IAS-19 under employees retirement benefit scheme. Balance of Tk.81,85,828 shown on Sundry Creditors Account.		
13.00	Unclaimed dividend		
	Unclaimed dividend amounting to tk.10,20,385 payable to the Shareholders to whom dividend warrants were issued but not placed for collection up to date of Statement of Financial Position.		
	A) Unclaimed dividend for the year 2020	626,582	-
	B) Unclaimed dividend for the year 2019	393,803	457,156
	Total unclaimed dividend	1,020,385	457,156
14.00	Property, plant & equipment		
	A. Cost price:		
	Cost of Fixed Assets as on January 1, 2021	111,168,919	104,301,409
	Add: addition during the year	3,707,584	6,867,510
	Less: adjustment / disposal during the year	-	-
	Cost of fixed assets as on December 31, 2021	114,876,503	111,168,919
	B. Accumulated Depreciation:		
	Accumulated depreciation balance as on January 1, 2021	54,127,853	45,227,268
	Add: depreciation during the year	8,411,491	8,900,585
	Less: adjustment/ disposal during the year	-	-
	Accumulated depreciation balance as on December 31, 2021	62,539,344	54,127,853
	Written down value as on December 31, 2021 (A-B)	52,337,159	57,041,066
	A schedule of Property, Plant & Equipment has been given in Annexure-A.		

Notes	Particulars	Amount in Taka	
		December 31, 2021	December 31, 2020

14.01 Intangible assets

Opening balance as on January 01, 2021	2,690,230	2,270,230
Add: addition during the year	-	420,000
	<u>2,690,230</u>	<u>2,690,230</u>
Less: accumulated amortization	1,535,140	1,246,368
Written down value as on December 31, 2021	<u>1,155,090</u>	<u>1,443,862</u>

A schedule of Intangible assets has been given in Annexure-B.

14.02 Right-of-use assets

A. Cost	28,644,887	24,181,056
Add: addition during the year	9,682,563	4,463,831
Cost of right-of-use assets as on December 31, 2021	<u>38,327,450</u>	<u>28,644,887</u>
B. Accumulated Depreciation:		
Accumulated depreciation balance as on January 01, 2021	18,508,683	9,278,463
Add: depreciation charged during the year	8,244,950	9,230,220
Accumulated depreciation as on December 31, 2021	<u>26,753,633</u>	<u>18,508,683</u>
Written down value as on December 31, 2021 (A-B)	<u>11,573,817</u>	<u>10,136,204</u>

A schedule of Right-of-use assets has been given in Annexure-C.

15.00 Investment in government treasury bond and securities
15.01 Investment in government treasury bond

A sum of Tk.25,000,000 was invested in Bangladesh bank govt. treasury bond at cost kept with Jamuna bank Limited as statutory deposit as required under section 23 and 24 of the Insurance Act. 2010 (The First schedule item 2 (B)). The details of the investment is as follows:

Nature of Security	ISIN No.	Interest Rate	Issue date	Maturity date	Amount (Tk.)
10YBGTB	BD0923301107	12%	13.02.2013	13.02.2023	16,000,000
10YBGTB	BD0929061101	9.27%	21.08.2019	21.08.2029	9,000,000
Total (a)					<u>25,000,000</u>

15.02 Investment in government securities

Nature of Security	ISIN No.	Interest Rate	Issue date	Maturity date	Amount (Tk.)
10YBGTB	BD0930261104	9.15%	22.01.2020	22.01.2030	5,000,000
10YBGTB	BD0929221101	9.23%	18.12.2019	18.12.2029	3,200,000
10YBGTB	BD0929221101	9.23%	18.12.2019	18.12.2029	2,100,000
10YBGTB	BD0930431103	8.66%	17.06.2020	17.06.2030	5,000,000
10YBGTB	BD0930031101	7.89%	22.07.2020	22.07.2030	5,000,000
10YBGTB	BD0930141108	5.63%	21.10.2020	21.10.2030	12,000,000
10YBGTB	BD0931401105	5.80%	19.05.2021	19.05.2031	22,000,000
Total (b)					<u>54,300,000</u>
Grand Total (a+b)					<u>79,300,000</u>

Above mentioned amount represent investment in Bangladesh Bank Govt. securities with Jamuna bank Limited as required under section 41 & 148 of the Insurance Act. 2010 and S.R.O.No.353-Act/2019.

16.00 Investment in shares at market value

Name of the company	No. of Shares as on 31.12.2021	Average cost as on 31.12.2021	Market price as on 31.12.2021	Value at cost as on 31.12.2021	Fair market value as on 31.12.2021	Profit / (Loss)
ACI Limited	282	-	285.40	-	80,483	80,483
Exim Bank Limited	3,858	1.96	12.70	7,575	48,997	41,422
ICB Islamic Bank Limited	10,900	10.00	5.20	109,000	56,680	(52,320)
IFIC Bank Limited	46,677	16.59	16.90	774,590	788,841	14,251
Mercantile Bank Limited	81,311	14.12	17.10	1,147,770	1,390,418	242,648
Mutual Trust Bank Limited	36,614	9.14	19.60	334,500	717,634	383,134
National Bank Limited	43,200	6.91	7.50	298,300	324,000	25,700
NCC Bank Limited	115,077	17.64	15.30	2,029,534	1,760,678	(268,856)
One Bank Limited	19,590	8.08	13.80	158,350	270,342	111,992
Phoenix Finance & Investment Limited	5,646	86.90	24.80	490,610	140,021	(350,589)
Premier Bank Limited	20,351	6.39	14.90	130,000	303,230	173,230
Pubali Bank Limited	30,207	31.45	26.80	949,880	809,548	(140,332)
Southeast Bank Limited	23,075	10.62	15.50	245,089	357,663	112,574
United Commercial Bank Limited	60,172	18.57	15.30	1,117,260	920,632	(196,628)
The ACME Laboratories Limited	128,561	85.20	86.50	10,953,397	11,120,527	167,130
Total	625,521			18,745,855	19,089,692	343,837

16.00(a) Change in fair value of marketable securities:

Fair value of investment in shares	19,089,692	15,183,277
Less: cost price of the investment	18,745,855	16,060,728
Total unrealised profit/(loss) at the end of the year	343,837	(877,451)
Total unrealised profit/(loss) recognized at the beginning of the year	(877,451)	(3,562,942)
Fair value profit/(loss) made during the year (recognized in profit or loss statement)	1,221,288	2,685,491

Notes	Particulars	Amount in Taka	
		December 31, 2021	December 31, 2020
17.00	Stock of printing & stationery and stamp in hand		
	Printing	889,333	776,166
	Stationery	10,108	14,845
	Stamp in hand	2,698,094	2,498,152
	Total	3,597,535	3,289,163
18.00	Amount due from other persons or bodies carrying on insurance business		
	This balance represents receivable from Sadharan Bima Corporation (SBC) and other insurance companies on account of claims recoverable, Public sector business, Engineering surplus treaty & Co-insurance business. Break up of the amount is as under:		
	Receivable from Sadharan Bima Corporation	255,130,122	243,423,354
	Receivable from others insurance company against co-insurance business	18.00(a) 850,691	1,067,541
	Total	255,980,813	244,490,895
18.00(a)	Details of receivable against co-insurance business		
	Asia Pacific Insurance Company Limited	265,073	265,073
	Karnaphuli Insurance Company Limited	-	14,926
	Reliance Insurance Company Limited	-	39,195
	Green Delta Insurance Company Limited	375,119	375,119
	Progati Insurance Company Limited	-	120,579
	Union Insurance Company Limited	210,499	210,499
	Federal Insurance Company Limited	-	42,150
	Total	850,691	1,067,541
19.00	Interest accrued		
	Accrued interest on FDR		
	Opening balance	16,352,238	16,333,644
	Add: accrued during the year	26,671,821	34,009,673
	Less: received during the year	25,791,463	33,991,079
	Total accrued interest on FDR	17,232,596	16,352,238
	Accrued interest on treasury bond		
	Opening balance	923,224	923,224
	Add: accrued during the year	2,754,300	2,754,300
	Less: received during the year	2,754,300	2,754,300
	Total accrued interest on treasury bond	923,224	923,224
	Accrued interest on Govt. securities		
	Opening balance	526,738	-
	Add: accrued during the year	3,239,861	1,461,178
	Less: received during the year	3,087,790	934,440
	Total accrued interest on Govt. securities	678,809	526,738
	Total	18,834,629	17,802,200
	The amount represents interest earned/accrued but not received during the year.		
20.00	Sundry debtors (including advances, deposits and pre-payments)		
	The following items are unsecured but considered as good and this consists of as follows :		
	Advance office rent (Branches)	138,344	508,340
	Advance office rent (Head office)	-	-
	Advance CNG conversion	-	5,250
	Advance printing	1,385,000	1,800,000
	Advance income tax	19.00(a) 308,494,106	266,866,803
	Advance for office space purchase	20.00(d) 9,422,900	9,422,900
	Advance against legal fees	210,000	210,000
	Advance against salary	380,450	277,000
	Advance against computer software	390,000	390,000
	Advance against office equipment	-	300,000
	Advance against air conditioner	200,000	200,000
	Advance against office decoration	5,550,200	5,550,200
	Advance against vehicle purchase	1,802,675	124,000
	Advance against agent commission and others	-	1,539,479
	Advance against investment in shares	22,037,500	-
	IPO shares receivable against union insurance company limited	46,440	-
	Collection control accounts	131,889,452	88,279,770
	Deposit clearing	5,548,632	5,548,632
	Short deposit	5,636,974	5,636,974
	Security deposit (Telephone)	75,600	75,600
	Security deposit (Office rent)	2,478,000	2,567,000
	Total	495,686,273	389,301,948

Notes	Particulars	Amount in Taka	
		December 31, 2021	December 31, 2020
20.00(a)	Opening balance	266,866,803	218,964,264
	Add: payment during the year		
	Deduction at source during the year, 2021		
	20.00(b) Deduction against assessment year (2022-2023)	3,071,043	3,750,539
	Advance payment against assessment year (2021-2022)	15,000,000	-
	Advance payment against assessment year (2020-2021)	23,000,000	18,000,000
	Advance payment against assessment year (2016-2017)	-	20,000,000
	Advance income tax against car registration	-	5,712,000
	20.00(c) Total advance income tax payment during the year	556,260	440,000
	Balance as at December 31, 2021	41,627,303	47,902,539
		308,494,106	266,866,803
20.00(b)	Deduction at source during the year		
	FDR interest	2,581,865	3,402,429
	STD/SND account interest	94,063	102,907
	Cash dividend income	103,010	141,852
	Government treasury bond	137,715	68,858
	Government securities	154,390	34,493
		3,071,043	3,750,539
20.00(c)	Advance income tax (car registration)		
	Advance income tax car registration-2021	556,260	440,000
20.00(d)	The company paid as advance for purchase of 1289 sft floor space at IPL SF Tower at Agrabad C/A, Chattogram. Total Advance paid up to December 31, 2021 Tk.9,422,900. Which is not yet handed over for use.		
21.00	Fixed deposit with banks		
	Opening balance	454,720,124	436,610,111
	Add: addition during the year	34,188,476	23,110,013
	Less: encashment during the year	1,000,000	5,000,000
	Total	487,908,600	454,720,124
	Statement of bank wise fixed deposit account:		
	A B Bank Ltd	900,000	900,000
	Al Arafah Islami Bank Ltd	28,200,000	23,200,000
	Agrani Bank Ltd	1,000,000	1,000,000
	Bangladesh Commerce Bank Ltd	20,800,000	18,800,000
	Brac Bank Ltd	10,565,192	10,466,625
	Bangladesh Krishi Bank	1,400,000	1,400,000
	Bank Asia Ltd	19,800,500	15,800,500
	The City Bank Ltd	1,700,000	1,700,000
	Dhaka Bank Ltd	2,200,000	3,200,000
	Dutch Bangla Bank Ltd	2,000,699	2,000,699
	EXIM Bank Ltd	40,600,000	39,600,000
	Eastern Bank Ltd	4,087,400	3,997,491
	First Security Bank Ltd	6,700,000	6,700,000
	IFIC Bank Ltd	12,700,000	11,700,000
	Islami Bank (BD) Ltd	20,000,000	20,000,000
	Jamuna Bank Ltd	35,000,000	32,000,000
	Mutual Trust Bank Ltd	6,300,000	6,300,000
	Mercantile Bank Ltd	12,500,000	10,500,000
	NCC Bank Ltd	10,500,000	10,500,000
	National Bank Ltd	6,300,000	6,300,000
	NRB Commercial Bank Limited	16,000,000	14,000,000
	NRB Global Bank Limited	19,000,000	19,000,000
	NRB Bank Limited	1,000,000	1,000,000
	One Bank Ltd	7,000,000	7,000,000
	Prime Bank Ltd	5,854,809	5,854,809
	Pubail Bank Ltd	12,100,000	11,100,000
	The Premier Bank Ltd	12,600,000	10,600,000
	GSP Finance Co.BD Limited	1,000,000	1,000,000
	Lanka Bangla Finance Ltd.	3,000,000	3,000,000
	Social Islami Bank Ltd	66,200,000	62,200,000
	Standard Bank Ltd	29,500,000	27,500,000
	Shahjalal Islami Bank Ltd	20,100,000	19,100,000
	Southeast Bank Limited	14,100,000	13,100,000
	The Trust Bank Ltd	4,000,000	4,000,000
	Uttara Bank Ltd	200,000	200,000
	Janata bank	500,000	500,000
	Rajshai Krishi Unnayan Bank	6,500,000	5,500,000
	State Bank of India	3,000,000	3,000,000
	Bangladesh Development Bank (BDB)	500,000	500,000
	United Commercial Bank Limited	12,000,000	12,000,000
	SBAC Bank Limited	4,500,000	3,500,000
	Madhumoti Bank Limited	2,000,000	2,000,000
	Meghna Bank Limited	3,000,000	3,000,000
	Rupali Bank Limited	1,000,000	-
	Total	487,908,600	454,720,124
22.00	Cash and cash equivalents		
	Cash at bank	79,769,134	109,703,176
	Cash in hand	6,813,263	2,782,489
	Total	86,582,397	112,485,665

Cash at bank is inclusive of Refund warrants of Tk.3,371,353 out of which issued to the unsuccessful applicants against IPO but not encashed prior to December 31, 2021 lying with STD Account of the The city bank Ltd, Principal Branch, Dhaka.

Notes	Particulars	Amount in Taka	
		January 01, 2021 to December 31, 2021	January 01, 2020 to December 31, 2020
23.00	Interest income		
	Interest received:		
	FDR interest	9,439,225	17,657,435
	STD/SND account interest	940,627	1,029,222
	Government treasury bond	1,831,076	1,831,076
	Government securities	2,561,052	934,440
		<u>14,771,980</u>	<u>21,452,173</u>
	Accrued interest:		
	FDR interest	17,232,596	16,352,238
	Government treasury bond	923,224	923,224
	Government securities	678,809	526,738
		<u>18,834,629</u>	<u>17,802,200</u>
	Total	<u><u>33,606,609</u></u>	<u><u>39,254,373</u></u>
24.00	Share investment and dividend income		
	Change in fair value of marketable securities	1,221,288	2,685,491
	Capital gain/(loss) on sale of shares	2,513,646	-
	Cash dividend	515,891	710,000
	Total	<u><u>4,250,825</u></u>	<u><u>3,395,491</u></u>
	Cost value of ACI Limited	39,980	-
	Cost value of Beximco Limited	160,152	-
	Cost value of DESCO	21,550	-
	Cost value of Islami Bank Limited	12,030	-
	Cost value of Lafarge Surma Cement Limited	74,016	-
	Cost value of Standard Bank Limited	29,896	-
	Cost value of Summit Power Limited	2,800	-
	Cost value of ACME Pesticides Limited	133,800	-
	Cost value of Sena Kalyan Insurance Company Limited	69,950	-
	Total cost value of shares (a)	<u><u>544,174</u></u>	<u><u>-</u></u>
	Sale value of ACI Limited	565,116	-
	Sale value of Beximco Limited	1,125,563	-
	Sale value of DESCO	54,716	-
	Sale value of Islami Bank Limited	32,637	-
	Sale value of Lafarge Surma Cement Limited	246,310	-
	Sale value of Standard Bank Limited	85,601	-
	Sale value of Summit Power Limited	35,722	-
	Sale value of ACME Pesticides Limited	458,564	-
	Sale value of Sena Kalyan Insurance Company Limited	453,591	-
	Total sale value of shares (b)	<u><u>3,057,820</u></u>	<u><u>-</u></u>
	Capital gain/(loss) on sale of shares (a-b)	<u><u>2,513,646</u></u>	<u><u>-</u></u>
25.00	Other income		
	Disposal gain/(loss) of fixed assets	-	-
	Service charges (co-insurance)	690,624	1,050,524
	Policy cancelled charges	21,200	22,900
	Foreign currency translation gain/(loss)	4,736	(361)
	Other income	2,092,668	1,214,307
	Total	<u><u>2,809,228</u></u>	<u><u>2,287,370</u></u>
25.00(a)	Disposal gain/(loss) of fixed assets :		
a.	Sale of vehicle:		
	Cost of vehicles	-	-
	Accumulated depreciation	-	-
	Written down value	-	-
	Disposal proceeds	-	-
	Gain/ (loss) on sale of vehicle	<u><u>-</u></u>	<u><u>-</u></u>
b.	Disposal/(transfer) of lease vehicles:		
	Cost of lease vehicles	-	-
	Accumulated depreciation	-	-
	Written down value	-	-
	Disposal proceeds /Lease advance realized	-	-
	Disposal gain/(loss) of lease vehicles	<u><u>-</u></u>	<u><u>-</u></u>
	Total disposal gain/(loss) of fixed assets	<u><u>-</u></u>	<u><u>-</u></u>

Notes	Particulars	Amount in Taka	
		January 01, 2021 to December 31, 2021	January 01, 2020 to December 31, 2020
26.00	Deferred tax		
	The impact on account of changes in the deferred tax assets/liabilities for the year ended December 31,2021 has been recognised in the statement of profit or loss and other comprehensive income and in the statement of financial position as per "IAS-12 Income Taxes".		
	Property, plant and equipment at tax base(excluding land)	45,581,212	50,189,679
	Property, plant and equipment at accounting base(excluding land)	47,253,693	52,246,372
	Taxable temporary difference	(1,672,481)	(2,056,693)
	Permanent difference of vehicles	3,015,680	7,230,000
	Deductible temporary difference	1,343,199	5,173,307
	Tax rate	37.50%	37.50%
	Deferred tax assets/ (liability)	503,700	1,939,990
	Gratuity provision at accounting base	8,185,828	5,959,088
	Gratuity provision at tax base	-	-
	Deductible temporary difference	8,185,828	5,959,088
	Tax rate	37.50%	37.50%
	Deferred tax assets/ (liability)	3,069,686	2,234,658
	Lease at accounting base	12,242,567	-
	Lease at tax base	11,573,817	-
	Deductible temporary difference	668,750	-
	Tax rate	37.50%	37.50%
	Deferred tax assets/ (liability)	250,781	-
	Marketable securities at tax base	18,745,855	16,060,728
	Marketable securities at accounting base	19,089,692	15,183,277
	Deductible temporary difference	(343,837)	877,451
	Tax rate	10.00%	10.00%
	Deferred tax assets/ (liability)	(34,384)	87,745
	Deferred tax assets	3,789,783	4,262,393
	Deferred tax (expenses)/ income for the year	(472,610)	478,127

27.00 Premium less re-insurance

Class of business	Premium earned		Total Premium earned	Less: Re-insurance premium ceded		Amount in Taka 31.12.2021	Amount in Taka 31.12.2020	
	Direct business	Public sector business		Direct business	Public sector business			
1	2	3	4=(2+3)	5	6	7=(5+6)	8=(4-7)	9
Fire	269,432,471	13,666,214	283,098,685	179,710,879	12,560,801	192,271,680	90,827,005	186,570,686
Marine cargo	260,855,366	21,206,676	282,062,042	16,990,811	15,524,657	32,515,468	249,546,574	217,062,318
Marine hull	58,331,166	1,357,439	59,688,605	50,932,502	1,321,139	52,253,641	7,434,964	14,813,996
Motor	30,388,867	3,059,436	33,448,303	1,612,074	193,636	1,805,710	31,642,593	41,173,070
Miscellaneous	32,011,295	58,138,648	90,149,943	1,294,894	56,817,739	58,112,633	32,037,310	46,769,514
Total Taka	651,019,165	97,428,413	748,447,578	250,541,160	86,417,972	336,959,132	411,488,446	506,389,584

28.00 Commission on re-insurance ceded

Class of business	Commission on re-insurance ceded		Amount in Taka	
	Direct business	Public sector business	31.12.2021	31.12.2020
Fire	40,646,309	1,774,651	42,420,960	46,487,270
Marine cargo	5,097,242	2,995,295	8,092,537	9,377,443
Marine hull	2,788,204	72,663	2,860,867	1,452,462
Motor	403,018	-	403,018	1,370,599
Miscellaneous	258,979	3,739,726	3,998,705	2,264,623
Total Taka	49,193,752	8,582,335	57,776,087	60,952,397

29.00 Profit commission

Class of business	Profit commission		Amount in Taka	
	Direct business	Public sector business	31.12.2021	31.12.2020
Fire	15,077,032	-	15,077,032	-
Marine cargo	1,371,467	-	1,371,467	-
Marine hull	-	-	-	-
Motor	-	-	-	-
Miscellaneous	-	-	-	-
Total Taka	16,448,499	-	16,448,499	-

Notes	Particulars	Amount in Taka	
		January 01, 2021 to December 31, 2021	January 01, 2020 to December 31, 2020
30.00	Expenses of management		
	Class of business		
	Fire	92,497,492	104,714,176
	Marine cargo	92,179,547	72,092,109
	Marine hull	19,492,465	11,856,526
	Motor	10,932,411	13,252,714
	Miscellaneous	29,471,042	19,701,778
	Total	244,572,957	221,617,303

Allocation of management expenses:

Class of business	Gross premium income	Percentage (%) 2021	Amount in Taka	Amount in Taka
			31.12.2021	31.12.2020
Fire	283,098,685	37.82	92,497,492	104,714,176
Marine cargo	282,062,042	37.69	92,179,547	72,092,109
Marine hull	59,688,605	7.97	19,492,465	11,856,526
Motor	33,448,303	4.47	10,932,411	13,252,714
Miscellaneous	90,149,943	12.05	29,471,042	19,701,778
Total	748,447,578	100.00	244,572,957	221,617,303

Expenses of management

This consists of the following:

Salary & allowances	168,858,641	150,751,487
Bonus (Eid-ul-Fitre, Eid-ul -Azha'2021)	15,597,173	15,029,137
Photocopy bill	253,705	244,182
Procurement provider	4,955,279	3,884,413
Stationery	768,804	763,346
Postage	300,116	321,801
Revenue stamp	304,810	341,030
Entertainment	1,454,457	1,497,961
Conveyance	1,788,565	850,960
Electric bill	1,991,412	1,838,669
Electric expenses	121,135	108,007
Telephone expenses	26,375	5,350
Telephone bill	237,231	245,616
Computer expenses	686,081	607,120
Currier bill	45,028	12,065
Generator fuel	54,891	49,435
Wasa bill	526,579	457,966
Paper & periodicals	81,160	74,770
Car fuel	1,129,235	1,218,603
Repairs & maintenance (car)	470,971	560,766
Office maintenance	3,066,123	3,214,246
Repairs & maintenance (others)	660,376	473,969
Gift item	231,478	206,387
Miscellaneous expenses	923,352	833,830
Travelling expenses	256,745	1,605,042
Service charges(co-insurance)	778,096	1,093,906
Uniform expenses	5,300	243,870
Internet bill	463,685	337,730
Office rent	13,154,580	10,248,303
Depreciation	8,244,950	9,230,220
Finance cost	956,082	904,046
Service charges (rent)	193,897	150,529
Bank charges	1,051,832	934,161
Insurance premium	689,302	788,794
IT expenses	646,302	794,038
Washing allowance	112,610	93,800
Service benefit	423,242	1,320,664
Amortization on premium on government securities	826,943	405,139
Business promotion expenses	340,000	-
Picnic expenses	-	1,811,622
Group insurance	1,295,003	-
Management expenses (Govt. business)	7,307,130	4,634,209
Business expenses (Govt. business)	48,890	48,888
Provident fund employers contribution	3,245,391	3,381,226
Total	244,572,957	221,617,303

31.00 Schedule of vat payments: Tk.nil

Opening balance	-	-
Add:		
Vat payment to Govt. during the year 2021	51,275,866	61,378,367
Payment against outstanding vat (December, 2021)	7,022,367	8,315,443
	58,298,233	69,693,810
Less: Vat collected during the year 2021	58,298,233	69,693,810
Total	-	-

Notes	Particulars	Amount in Taka	
		December 31, 2021	December 31, 2020

32.00 Earnings per share

32.01 Basic earnings per share

Details calculations are as follows:

Earnings attributable to ordinary shareholders (Net profit after tax)	118,242,573	109,463,857
Ordinary shares as at 1st January	46,372,228	43,338,531
Bonus shares issued	3,246,055	3,033,697
Weighted average number of ordinary shares outstanding during the year	49,618,283	46,372,228
Weighted average number of ordinary shares (Restated)	49,618,283	49,618,283
Basic earnings per share (Restated)	2.38	2.21

The comparative EPS was restated as per paragraph 26 of IAS 33, due to bonus issue during the year.

33.00 Net assets value per share

Net assets per share has been calculated based on weighted average number of 4,96,18,283 shares outstanding as at December 31, 2021 after giving the effect of 7.00% bonus shares declared for the year 2020. Details calculations are as follows :

Net assets	836,150,307	750,368,303
Ordinary shares as at 1st January	46,372,228	43,338,531
Bonus shares issued	3,246,055	3,033,697
Weighted average number of ordinary shares outstanding during the year	49,618,283	46,372,228
Weighted average number of ordinary shares	49,618,283	46,372,228
Net assets value per share	16.85	16.18

34.00 Net operating cash flows per share

Net operating cash flows per share (NOCFPS) has been calculated based on weighted average number of 4,96,18,283 shares outstanding during the year.

Details calculations are as follows :

Net cash generated from operating activities	34.01	88,519,492	137,015,332
Weighted average number of ordinary shares		49,618,283	46,372,228
Net operating cash flows per share		1.78	2.95

Net operating cash flows per share has reduced due to decrease in collection from premium and other income and increase in payments.

34.01 Reconciliation of profit before tax to operating cash flows:

Profit before tax	165,571,105	154,104,687
Adjustment :		
Depreciation	8,700,263	9,169,460
Capital gain on sale of shares	(2,513,646)	-
Changes of fair value gain/(loss) of share investment	(1,221,288)	(2,685,491)
Provision for WPPF	8,278,555	7,705,234
Foreign currency translation gain/(loss)	(4,736)	361
Changes in current assets/liabilities:		
Increase/(decrease) of lease liabilities	1,659,170	(3,937,304)
(Increase)/decrease of right-of-use assets	(1,437,613)	4,766,389
(Increase)/decrease of accrued interest	(1,032,429)	(545,332)
Increase/(decrease) of premium deposit	3,785,540	50,523
Increase/(decrease) of sundry creditors	(2,059,633)	1,300,508
Increase/(decrease) of amount due to other persons or body	(6,919,937)	(2,994,640)
(Increase)/decrease of amount due from other persons or body	(11,489,918)	(10,978,945)
(Increase)/decrease of stock of stamps & others	(308,372)	(57,449)
Increase/(decrease) of estimated liability of claims	52,822,015	11,530,329
Increase/(decrease) of the balance of fund	(42,387,874)	34,037,172
(Increase)/decrease of sundry debtors	(41,294,407)	(16,547,631)
	130,146,795	184,917,871
Income tax paid	(41,627,303)	(47,902,539)
Net cash generated from operating activities	88,519,492	137,015,332

35.00 Related Party Disclosure

Details transactions with related parties and balances with them as at December 31, 2021 are as follows

Name of the Related Party	Nature of Relationship	Nature of Transaction	Premium earned during the year	Premium outstanding during the year	Claims paid during the year
Karnaphuli Group					
Karnaphuli Limited Karnaphuli Industries Limited Karnaphuli Works Limited Holy Crescent Hospital Ltd K & T Logistics	Common Director	Insurance	68,971,006	-	781,718
Unitex Group					
Unitex Spinning Ltd Unitex Composite Mills Ltd Unitex Steel Mills Ltd Unitex LPG Ltd Unitex Petroleum Ltd HS Composite Textile Ltd	Chairman	Insurance	67,617,538	-	265,500
Gazi Group					
Gazi Tyres Gazi Tanks Gazi Pamps & Motors Gazi International Gazi Satellite Television	Common Director	Insurance	2,424	-	1,645,100
Gasmin Limited Show motions Limited	Common Director	Insurance	8,592,693	-	-
Multidrive Limited	Common Director	Insurance	6,125	-	-

Republic Insurance Company Limited
Schedule of Property, Plant & Equipment

As at December 31, 2021

Particulars	Cost				Depreciation				Total as at 31.12.2021	Written down value as at 31.12.2021
	Opening balance as at 01.01.2021	Addition during the year	Disposal during the year	Balance as at 31.12.2021	Rate of depreciation	Disposal during the year	Charged during the year	Total as at 31.12.2021		
1	2	3	4	5=(2+3-4)	6	8	9	10=(7-8+9)	11=(5-10)	
Computer	7,984,830	740,245	-	8,725,075	30.00%	-	765,563	6,511,522	2,213,553	
Furniture & fixtures	18,451,771	153,587	-	18,605,358	10.00%	-	1,000,213	9,552,289	9,053,069	
Office equipments	6,458,253	445,186	-	6,903,439	20.00%	-	509,858	4,762,099	2,141,340	
Vehicles *	36,610,203	1,890,281	-	38,500,484	20% & 10%	-	4,217,938	20,584,979	17,915,505	
Crockeries & cutleries	325,059	11,720	-	336,779	20.00%	-	16,141	265,062	71,717	
Air conditioner	9,681,519	254,570	-	9,936,089	20.00%	-	516,865	7,730,026	2,206,063	
Telephone	584,860	-	-	584,860	10.00%	-	27,004	341,823	243,037	
Office decoration	24,507,306	211,995	-	24,719,301	10.00%	-	1,353,905	12,480,996	12,238,305	
Land and land development	6,238,556	-	-	6,238,556	-	-	-	-	6,238,556	
Sundry assets	326,562	-	-	326,562	20.00%	-	4,004	310,548	16,014	
Total	111,168,919	3,707,584	-	114,876,503	-	-	8,411,491	62,539,344	52,337,159	

Annexure-A

Schedule of Property, Plant & Equipment

As at December 31, 2020

Particulars	Cost				Depreciation				Total as at 31.12.2020	Written down value as at 31.12.2020
	Opening balance as at 01.01.2020	Addition during the year	Disposal during the year	Balance as at 31.12.2020	Rate of depreciation	Disposal during the year	Charged during the year	Total as at 31.12.2020		
1	2	3	4	5=(2+3-4)	6	8	9	10=(7-8+9)	11=(5-10)	
Computer	7,140,623	844,207	-	7,984,830	30.00%	-	755,942	5,745,959	2,238,871	
Furniture & Fixtures	18,306,312	145,459	-	18,451,771	10.00%	-	1,091,340	8,552,076	9,899,695	
Office Equipments	6,071,488	386,765	-	6,458,253	20.00%	-	469,393	4,252,241	2,206,012	
Vehicles *	31,837,860	4,772,343	-	36,610,203	20% & 10%	-	4,519,722	16,367,041	20,243,162	
Crockeries & Cutleries	325,059	-	-	325,059	20.00%	-	19,035	248,921	76,138	
Air Conditioner	9,251,633	429,886	-	9,681,519	20.00%	-	540,937	7,213,161	2,468,358	
Telephone	579,060	5,800	-	584,860	10.00%	-	29,965	314,819	270,041	
Office Decoration	24,224,256	283,050	-	24,507,306	10.00%	-	1,469,247	11,127,091	13,380,215	
Land and Land development	6,238,556	-	-	6,238,556	-	-	-	-	6,238,556	
Sundry Assets	326,562	-	-	326,562	20.00%	-	5,004	306,544	20,018	
Total	104,301,409	6,867,510	-	111,168,919	-	-	8,900,585	54,127,853	57,041,066	

* The lease cars with cost value of Taka 3,350,000 and WDV of taka 1,333,911 as of January 01, 2020 under property, plant and equipment is now being, as per management decision, shown as vehicle under the PPE with the effect in comparative period. It is also mentioned here that the related lease liability has already been paid off. However, as a result of this reclassification, the profit or EPS or NAV per share or NOCFPS in comparative period has not been changed in anyway.

Republic Insurance Company Limited

Schedule of Intangible Assets
As at December 31, 2021

Particulars	Cost				Depreciation				Written down value as at 31.12.2021	
	Opening balance as at 01.01.2021	Addition during the year	Disposal during the year	Balance as at 31.12.2021	Rate of depreciation	Opening balance as at 01.01.2021	Disposal during the year	Charged during the year		Total as at 31.12.2021
1	2	3	4	5=(2+3-4)	6	7	8	9	10=(7-8+9)	11=(5-10)
Computer software	2,690,230	-	-	2,690,230	20.00%	1,246,368	-	288,772	1,535,140	1,155,090
Total	2,690,230	-	-	2,690,230		1,246,368	-	288,772	1,535,140	1,155,090

Annexure-B

Schedule of Intangible Assets
As at December 31, 2020

Particulars	Cost				Depreciation				Written down value as at 31.12.2020	
	Opening balance as at 01.01.2020	Addition during the year	Disposal during the year	Balance as at 31.12.2020	Rate of depreciation	Opening balance as at 01.01.2020	Disposal during the year	Charged during the year		Total as at 31.12.2020
1	2	3	4	5=(2+3-4)	6	7	8	9	10=(7-8+9)	11=(5-10)
Computer Software	2,270,230	420,000	-	2,690,230	20.00%	977,493	-	268,875	1,246,368	1,443,862
Total	2,270,230	420,000	-	2,690,230		977,493	-	268,875	1,246,368	1,443,862

Republic Insurance Company Limited

Schedule of Right-of-use assets
As at December 31, 2021

Particulars	Cost				Depreciation				Written down value as at 31.12.2021	
	Opening balance as at 01.01.2021	Addition during the year	Disposal during the year	Balance as at 31.12.2021	Rate of depreciation	Opening balance as at 01.01.2021	Disposal during the year	Charged during the year		Total as at 31.12.2021
Right-of-use assets	28,644,887	9,682,563	-	38,327,450	-	18,508,683	-	8,244,950	26,753,633	11,573,817
Total	28,644,887	9,682,563	-	38,327,450		18,508,683	-	8,244,950	26,753,633	11,573,817

Annexure-C

Schedule of Right-of-use assets
As at December 31, 2020

Particulars	Cost				Depreciation				Written down value as at 31.12.2020	
	Opening balance as at 01.01.2020	Addition during the year	Disposal during the year	Balance as at 31.12.2020	Rate of depreciation	Opening balance as at 01.01.2020	Disposal during the year	Charged during the year		Total as at 31.12.2020
Right-of-use assets	24,181,056	4,463,831	-	28,644,887	-	9,278,463	-	9,230,220	18,508,683	10,136,204
Total	24,181,056	4,463,831	-	28,644,887		9,278,463	-	9,230,220	18,508,683	10,136,204

Republic Insurance Company Limited

Schedule of Cash at bank

As at December 31, 2021

Annexure-D

Sl. No.	Name of bank	Account Number	Amount in taka December 31, 2021	Amount in taka December 31, 2020
1	EXIM Bank Ltd. Rajuk Avenue Branch, MSND	01313100035644	2,338,019	15,372,602
2	Standard Bank Ltd. Topkhana Road Branch, SND	00536000929	6,012,351	8,255,495
3	Social Islami Bank Ltd. Kakrail Branch, MND	1031360000588	2,265,912	7,100,377
4	One Bank Ltd. Bijoy Nagar Branch, SND	0225180947002	11,143,962	12,529,355
5	AB Bank Ltd. Kakrail Branch, CD	4009-387959-000	479,423	11,212,141
6	Sonali Bank Ltd. Kakrail Branch, (Current Account General)	4412302001370	7,434,868	3,758,762
7	EXIM Bank Ltd. Shantinagar Branch, MSND	11313100045073	1,328,562	4,422,874
8	First Security Islami Bank Ltd. Dilkusha Branch, MSND	010113100001633	476,159	7,103,959
9	NCC Bank Ltd. Bijoy Nagar Branch, CD	057-0210004371	2,421,080	4,399,079
10	Jamuna Bank Ltd. Shantinagar Branch, SND	00090320000236	26,097,549	14,076,375
11	NCC Bank Ltd. Bijoy Nagar Branch, SND	0057-0325000112	2,247,412	1,716,133
12	Eastern Bank Ltd. English Road Branch, SND	1031220000162	151,859	133,778
13	Prime Bank Ltd. Laldighi Branch, SND	2145313003428	969,940	736,885
14	Jamuna Bank Ltd. Shantinagar Branch, SND	00090320000129	2,677,890	6,828,828
15	The City Bank Ltd. Principal Branch (NRB)SND	3101073999001	3,991,649	3,957,702
16	The City Bank Ltd. Principal Branch Dollar	5121074165001	404,938	401,584
17	UCBL Shantinagar Branch, STD	0242301000000154	9,070,694	7,630,862
18	Jamuna Bank Ltd. Shantinagar Branch, CD	00090210012762	1,660	2,638
19	Premier Bank Ltd. Kakrail Branch, CD	012411100007710	462	497
20	Mutual Trust Bank Ltd. Kakrail Branch, SND	00680320000011	6,090	2,240
21	Southeast Bank Ltd. Kakrail Branch, CD	003411100002491	1,593	4,473
22	Standard Bank Ltd. Topkhana Road Branch, CD	00533011650	799	564
23	The City Bank Ltd. Mouchak Branch, CD	1101073999001	1,195	1,000
24	Bank Asia Ltd. Shantinagar Branch STD	03536000013	879	587
25	Mercantile Bank Ltd. Kawranbazar Branch, SND	110313124891225	902	1
26	EXIM Bank Ltd. Rajuk Avenue Branch, AWCD	01311100124775	1,174	1,082
27	Standard Bank Ltd. Principal Branch, CD	00233005798	2,814	106
28	Social Islami Bank Ltd. Principal Branch, AWCD	0021330059994	4,655	-
29	Al- Arafah Islmi Bank Ltd. Motijheel Branch, AWCD	0021020053707	1,744	12,606
30	Ultra Bank Ltd., B.B Avenue Branch, CD	104012200212266	1,627	1,692
31	Mutual Trust Bank Ltd. Fulbaria Branch, SND	00260320000968	-	1,625
32	Shahjalal Islami Bank Ltd. Bijoy Nagar Branch, SND	4101813100001690	8,441	-
33	Sonali Bank Ltd. Joydevpur Branch, SND	0207240000191	1,611	2,273
34	EXIM Bank Ltd. Agrabad Branch, AWCD	00311100000747	2,199	747
35	Standard Bank Ltd. Khatungonj Branch, CD	000333003264	4,388	189
36	Al- Arafah Islmi Bank Ltd. Jubilee Road Branch, AWCD	0181020011094	2,843	1,733
37	Agrani Bank Ltd. Thana Road Br. Bogra, CD	0200000696349	747	1,050
38	EXIM Bank Ltd. Kushtia Branch, AWCD	03711100102085	715	1,005
39	Mercantile Bank Ltd. Naogaon Branch, SND	010813100001269	7	988
40	Jamuna Bank Ltd. Chapi Nawabgoni Branch, CD	00520210010565	2,669	3,359
41	National Bank Ltd. Rangpur Branch, SND	000636001255	18,770	18,849
42	Prime Bank Ltd. Khulna Branch, CD	2107115021337	610	-
43	Mercantile Bank Ltd. Jashore Branch, CD	114611106228697	912	637
44	Dhaka Bank Ltd. Satkhira Branch, CD	5011000005082	410	200
45	NRB Commercial Bank Ltd., Sylhet Branch, SND	36000000017	4,327	252
46	Meghna Bank Ltd. Barishal Branch SND	51011350000051	3,220	5,000
47	HR Securities & Investments Ltd	1204350033155748	41,891	71
48	HR Securities & Investments Ltd	1204350034157136	137,513	921
Total			79,769,134	109,703,176

Republic Insurance Company Limited

Schedule of Cash in hand

As at December 31, 2021

Annexure-E

Sl. No.	Name of branch	Amount in taka December 31, 2021	Amount in taka December 31, 2020
1	Head Office	6,383,830	2,275,836
2	Local Office	31,603	20,234
3	Principal Branch	5,925	583
4	Paltan Branch	771	619
5	Malibagh Branch	1,414	7,641
6	Dilkusha Branch	172	19,947
7	Head Office Cell	860	586
8	Motijheel Branch	3,768	9,396
9	Motijheel Corporate Branch	4,848	4,822
10	Elephant Road Branch	819	5,532
11	Farmgate Branch	1,207	1,274
12	B.B Avenue Branch	4,617	3,715
13	Rampura Branch	1,709	2,058
14	Imamgonj Branch	264	79
15	VIP Road Branch	12,452	7,879
16	Hatkola Branch	401	2,697
17	Gazipur Branch	-	236
18	Agrabad Branch	14,385	12,784
19	Khatungonj Branch	6,311	2,164
20	Jubilee Road Branch	55,987	109,679
21	Khulna Branch	3,074	2,507
22	Satkhira Branch	964	581
23	Jashore Branch	18	19
24	Kushtia Branch	-	8,468
25	Naogaon Branch	835	4,515
26	Rangpur Branch	276,642	276,182
27	Chapai Nawabgonj Branch	219	1,265
28	Bogra Branch	110	565
29	Sylhet Branch	50	21
30	Barishal Branch	-	144
31	Rajshahi Branch	8	461
Total		6,813,263	2,782,489

Net Assets Value:

The offering price of the common stock of the company has been determined on the basis of net assets value. The breakup is given below:

A. Assets :

a. Fixed assets

Property, plant and equipment
Intangible assets
Right-of-use assets
Investment in government treasury bond and securities
Deferred tax
Investment in shares at market value

Amount in Taka	Amount in Taka
December 31, 2021	December 31, 2020
52,337,159	57,041,066
1,155,090	1,443,862
11,573,817	10,136,204
79,300,000	57,300,000
3,789,783	4,262,393
19,089,692	15,183,277
167,245,541	145,366,802

Total fixed assets

b. Current assets:

Stock of printing & stationery and stamp in hand
Amount due from other person or bodies carrying on insurance business
Interest accrued
Sundry debtors (including advances, deposits and pre-payments)
Fixed deposit with banks
Cash & cash equivalents

3,597,535	3,289,163
255,980,813	244,490,895
18,834,629	17,802,200
495,686,273	389,301,948
487,908,600	454,720,124
86,582,397	112,485,665
1,348,590,247	1,222,089,995

Total current assets

Total assets A= (a+b)

1,515,835,788	1,367,456,797
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B. Liabilities :

a. Non current liabilities :

Paid up share capital
Reserve and contingent account :
Reserve for exceptional losses
General reserve
Profit and loss appropriation account
Total non-current liabilities

496,182,830	463,722,280
243,349,613	202,200,769
10,500,000	9,750,000
86,117,864	74,695,254
836,150,307	750,368,303

b. Current liabilities :

Balance of Funds and Accounts
Premium deposits
Estimated liability in respect of
Outstanding claims whether due or intimated
Amount due to other persons or bodies carrying on insurance business
Lease liabilities (operating lease)
Provision for taxation
Provision for WPPF
Sundry creditors
Unclaimed dividend
Total current liabilities

169,056,357	211,444,231
22,700,595	18,915,055
104,904,250	52,082,235
31,548,371	38,468,308
11,130,066	9,470,896
261,887,429	215,031,507
40,052,131	31,773,576
37,385,897	39,445,530
1,020,385	457,156
679,685,481	617,088,494

Total liabilities B= (a+b)

1,515,835,788	1,367,456,797
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Net asstes value: (A-B)

836,150,307	750,368,303
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Weighted average number of ordinary shares

49,618,283	46,372,228
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Net assets value per share

16.85	16.18
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Republic Insurance Company Limited
FORM-SM
Statement of Solvency Margin
For the year ended on December 31, 2021

SL. No.	Particulars	Amount in Taka	Amount in Taka
		December 31, 2021	December 31, 2020
1	Adjusted Assets(A)	1,252,467,657	1,115,414,346
2	Adjusted Liabilities(B)	510,629,124	405,644,263
3	Available Solvency Margin (ASM) (A-B)	741,838,533	709,770,083
4	Required Solvency Margin (RSM)	186,747,468	202,894,287
5	Solvency Ratio (ASM) /(RSM) times	3.97	3.50