

**INDEPENDENT AUDITOR'S REPORT
&
Audited Financial Statements
Of
Asia Insurance Limited
For the year ended December 31, 2019**

INDEPENDENT AUDITOR'S REPORT
To The Shareholders of Asia Insurance Limited
Report on the Audit of the Financial Statements

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Opinion

We have audited the financial statements of Asia Insurance Company Limited (the company), which comprise the Statement of Financial Position as at 31 December 2019, the Statement of Comprehensive Income, Profit and Loss Appropriation Account, related Revenue Accounts, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view, in all material respects, of the financial position of the company as at 31 December 2019, 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 Matters

Without qualifying our opinion, we draw attention to the following matter:

Initial application of **IFRS-16 Leases** came into effect in 1st January 2019. IFRS 16 introduces new or amended requirements with respect to lease accounting. It introduces significant changes to lessee accounting by removing the distinction between operating and finance lease and requiring the recognition of a right-of-use asset and a lease liability at commencement for all leases, except for short-term leases and leases of low value assets.

However, the management of the company opted not to adopt the new standard in the current financial year leading to the understatement of Assets and Liabilities, understatement of expense, overstatement of profit and will lead the Office Rent expense into zero, further references in note 31.A.

In addition to above, the Company has not recognized the leases of Right-of-use assets and its Depreciation. Finally, the Company has not transferred Lease Liabilities at Net Present Value from Office Rent Expense, interest expense on lease liabilities total cash outflow of the leases, the carrying amount of right-of-use assets at the end of the reporting period by class of underlying asset, which is a non-compliance of para-47 & 53 of IFRS-16.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in the audit of the financial statements for 2019. These matters were addressed in the context of the audit of the financial statements as a whole, and in forming the auditor's opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matter described in the Basis for Qualified Opinion section we have determined the matters described below to be the key audit matters to be communicated in our report.

Risk	Our response to the risk
<p>Premium Income:</p> <p>Gross general insurance premium comprise the total premium 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>At year end the 2019, the group reported total gross Premium income of Tk. 631,903,211 (2018: Tk. 617,032,654)</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 the premium register. ▪ Ensured on a sample basis that the premium income was being deposited in the designated bank account. ▪ 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.

Fair value adjustment of shares

Insurance company makes a number of investments in the listed and unlisted capital market with required regulatory permission. Income generated from the investments (realized gain and dividend received) is credited to the Profit & Loss Account. Unrealized capital gain or loss if any is transferred to the Investment Fluctuation Fund subsequently or as per the policy of the company.

This item has significant impact on the earnings performance of the company and return to the shareholders and 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.

At year end the 2019, the company reported total balance as at 31st December 2019 TK 81,751,708 (2018: BDT 88,707,927) under the head of provision for fair value adjustment of shares of BDT 12,751,273 (2018: BDT 31,383,858).

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 perform the following:

- 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>Estimated Liability in respect of outstanding claims whether due or intimated and claim payment:</p> <p>This account represents the claim due or intimated from the insured and involves significant management judgment and risk of understatement. In extreme scenario this item may have going concern implications for the company. At year end the 2019, the Company reported total balance under the head of estimated liability in respect of outstanding claims whether due or intimated and claim payment of BDT 48,721,396 (2018: BDT 29,989,877).</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 incase of discrepancy carried out further investigation. ▪ Obtained and discussed with management about their basis for estimation and challenged their assumptions where appropriate. ▪ Reviewed the claim committee 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.
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Materiality

The scope of our audit was influenced by our application of materiality. We set certain quantitative thresholds for materiality. These together with qualitative considerations, helped us to determine the scope of our audit and the nature, timing and extent of our audit procedures on the financial statements, disclosures and in evaluating the effect of misstatements, the financial statements.

Based on our professional judgement, we determined materiality for the financial statements as a whole as follows:

	Financial Statements
Overall materiality	BDT 4,933,973 (2018: BDT 4,502,230)
How we determined it	5% average of Total Net Profit of the last 5 years.
Rational for benchmark applied	Based on the benchmarks used in the Annual Audited Financial Statements, total revenue is a key measure used by the shareholders in assessing the performance of the company, and is a generally accepted auditing benchmark.

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

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- 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 issues by Bangladesh Securities and Exchange Commission, we also report that:

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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;
- d) As per section 63(2) of the Insurance Act 2010, in our opinion to the best of our knowledge and belief and according to the information and explanation given to us, all expenses of management wherever incurred and whether incurred directly or indirectly, in respect of insurance business of the company transacted in Bangladesh during the year under report have been duly debited to the related Revenue Accounts and the Statement of Comprehensive Income of the Company;
- e) We report that to the best of our information and as shown by its books, the company during the year under report has not paid any person any commission in any form, outside Bangladesh in respect of any its business re-insured abroad;
- f) The 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.

Dhaka;
Date: 12 July 2020

Syful Shamsul Alam & Co.
Syful Shamsul Alam & Co.
Chartered Accountants

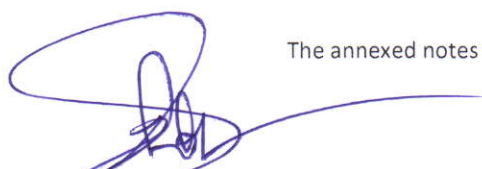
ASIA INSURANCE LIMITED


Statement of Financial Position (Balance Sheet)

As at December 31, 2019

Shareholders Equity & Liabilities	Notes	December, 2019 Amount (Taka)	December, 2018 Amount (Taka)
Authorised Share Capital	2	1,000,000,000	1,000,000,000
Issued, Subscribed and Paid up Capital	3	470,698,580	470,698,580
Share Premium	4	116,288,920	116,288,920
Reserve or Contingency Account		331,056,119	304,876,746
Reserve for Exceptional Losses	5	275,273,532	250,273,532
General Reserve	6	7,771,100	6,771,100
Profit or Loss Appropriation Account	7	48,011,487	47,832,114
Lease Liabilities	8	-	752,860
Current Maturity		-	752,860
Long Term Maturity		-	-
Balance of Fund & Account	9	164,398,700	169,256,193
Fire insurance business		47,363,327	58,682,126
Marine insurance business		78,436,572	67,706,795
Marine hull insurance business		1,537,777	602,026
Motor insurance business		17,156,808	16,922,334
Miscellaneous insurance business		19,904,216	25,342,912
Estimated liability in respect of outstanding claims whether due or intimated	10	48,721,396	29,989,877
Amount due to other persons or bodies carrying on insurance business	11	214,863,066	150,609,518
Deposit Premium	12	79,857,512	49,922,699
Provision for Taxation	13	287,472,025	258,201,937
Deferred Tax	14	3,072,237	2,646,560
Sundry Creditors	15	52,778,148	63,557,792
Total Liabilities and shareholder's equity		1,769,206,702	1,616,801,682

The annexed notes form an integral part of this financial statements.


Md. Imam Shaheen
Chief Executive Officer


M. Kamal Hossain
Director


Yussuf Abdullah Harun, FCA
Chairman


Md. Rafiqul Islam
Chief Financial Officer


Atique Ullah Majumder
Company Secretary

Signed as per annexed report on even date

Date: July 12, 2020
Dhaka


Syful Shamsul Alam & Co.
Chartered Accountants


ASIA INSURANCE LIMITED

Statement of Financial Position (Balance Sheet) As at December 31, 2019

Property & Assets:	Notes	December, 2019 Amount (Taka)	December, 2018 Amount (Taka)
Investment	16	165,028,937	202,904,939
Government Treasury Bond		25,000,000	25,000,000
Investment in Shares		140,028,937	177,904,939
Interest, Dividends & Rent Outstanding	17	30,492,725	23,164,062
Amount due from others persons or Bodies	18	209,359,869	115,315,083
Carrying on Insurance Business			
Sundry Debtors	19	18,797,904	61,561,112
Advance, Deposit and Prepayments	20	313,544,373	282,078,760
Security deposit	21	758,714	758,714
Fixed Deposit Account	22	789,771,363	687,065,213
Cash on Hand and with Banks	23	39,042,678	28,506,255
Others Account			
Property of Plant and Equipment (At Cost Less Depreciation)	24	201,783,547	214,686,473
Stock of Printing and Stationery	25	626,592	761,070
Total Properties and Assets		1,769,206,702	1,616,801,682
Net Assets Value (NAV) per Share.	37	19.50	18.95

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Md. Imam Shaheen
Chief Executive Officer


M. Kamal Hossain
Director



Yussuf Abdullah Harun, FCA
Chairman


Md. Rafiqul Islam
Chief Financial Officer


Atique Ullah Majumder
Company Secretary

Signed as per annexed report on even date

Date: July 12, 2020
Dhaka


Syful Shamsul Alam & Co.
Chartered Accountants

ASIA INSURANCE LIMITED

Profit or Loss Appropriation Account For the year ended December, 2019

Particulars	Notes	December, 2019	December, 2018
		Amount (Taka)	Amount (Taka)
Balance brought forward from last year		47,832,114	56,525,161
Net Profit for the year ended (Transferred from profit or loss account)		105,235,339	93,787,357
Total		153,067,453	150,312,518
Appropriation			
Reserve for Exceptional Losses	5	25,000,000	25,000,000
Provision for General Reserve	6	1,000,000	1,000,000
Provision for Taxation	39	29,270,088	25,352,603
Provision for Deferred Tax	14	425,677	2,057,944
Reserve for Gratuity		2,290,343	2,000,000
Paid Dividend (Cash -2018 @10%)		47,069,858	47,069,858
Balance Transferred to Balance Sheet		48,011,487	47,832,114
Total		153,067,453	150,312,518
Earnings per Share (EPS)	36	1.60	1.41
(Basic earnings per share at per value Tk.10 each)			

The annexed notes form an integral part of this financial statements.


Md. Imam Shaheen
Chief Executive Officer


M. Kamal Hossain
Director


Yussuf Abdullah Harun, FCA
Chairman


Md. Rafiqul Islam
Chief Financial Officer


Atique Ullah Majumder
Company Secretary

Signed as per annexed report on even date

Date: July 12, 2020
Dhaka


Syful Shamsul Alam & Co.
Chartered Accountants

ASIA INSURANCE LIMITED
Statement of Profit or Loss Account and Other Comprehensive Income
For the year ended December 31, 2019

For the year ended December 31, 2019			
Particulars	Notes	December, 2019	December, 2018
		Amount (Taka)	Amount (Taka)
Interest & dividends :			
(Not Applicable to any particular fund or Account)			
Interest, dividend and rents	26	65,932,734	53,943,958
Non Operative Income	27	2,067,059	723,393
Discount on Govt Treasury Bond	28	141,502	-
Profit/(Loss) on Sale of Share	29	-	1,362,439
		76,734,995	96,622,817
Profit or (Loss) transferred from			
Fire Revenue Account		(42,050,317)	19,743,872
Marine Revenue Account		70,453,824	29,637,893
Marine Hull Revenue Account		(848,366)	(1,809,930)
Motor Revenue Account		17,083,066	19,899,129
Miscellaneous Revenue Account		32,096,787	29,151,852
		144,876,289	152,652,607
Total			
Expenses of Management			
(Not Applicable to any particular fund or Account)			
Advertisement & Publicity	31B	1,927,321	866,642
AGM & Conference Expenses		618,107	817,317
Audit Fee		287,500	230,000
Commission of Govt Treasury Bond		100,960	-
Legal & Professional Fees		138,000	426,750
Directors Fees		898,800	716,250
Lease Finance Cost		37,787	260,355
Donation & Subscription		410,000	30,000
Levy on Premium Income		100,000	100,000
Fees & Charges		890,320	982,718
Registration Renewal Fee		1,606,814	1,024,759
Depreciation	24.01	16,874,069	18,026,602
Provision for Incentive		3,000,000	4,000,000
Provision for diminution value of share	16.4	12,751,273	31,383,858
Net Profit (Transferred to Profit or Loss Appropriation Acc.)		105,235,339	93,787,357
Total		144,876,289	152,652,607

The annexed notes form an integral part of this financial statements.


Md. Imam Shaheen
Chief Executive Officer


M. Kamal Hossain
Director


Yussuf Abdullah Harun, FCA
Chairman


Md. Rafiqul Islam
Chief Financial Officer


Atique Ullah Majumder
Company Secretary

Signed as per annexed report on even date

Date: July 12, 2020
Dhaka


Syful Shamsul Alam & Co.
Chartered Accountants

ASIA INSURANCE LIMITED

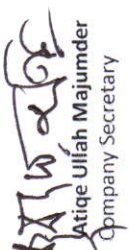
Consolidated Revenue Account

For the year ended December, 2019

Particulars	Notes	December, 2019 Amount (Taka)	December, 2018 Amount (Taka)	Particulars	Notes	December, 2019 Amount (Taka)	December, 2018 Amount (Taka)
Claim under policies less re-insurance		139,226,214	116,733,175	Balance of fund account at the beginning of the year		169,256,193	136,838,758
Paid during the year		120,494,694	105,828,692				
Total estimated liability in respect of outstanding claim at the end of the year whether due or intimated		48,721,357	29,989,877	Premium less re-insurance	32	408,690,083	422,237,443
Less: Outstanding at the beginning of the year		29,989,877	19,085,393	Commission on re-insurance ceded	33	50,850,590	49,025,751
Agency Commission	30	98,321,911	90,962,371	Profit Commission	34	558,134	9,443,815
Expenses of Management	31	150,262,862	143,577,586				
Insurance Stamp Consumption		410,318	393,626				
Balance of fund account at the end of the year as shown in the balance sheet (Reserve for un-expired risk for the year)		164,398,699	169,256,193				
Profit/(Loss) Transferred to Profit or Loss Account		76,734,995	96,622,817				
Fire Revenue Account		(42,050,317)	19,743,872				
Marine Revenue Account		70,453,824	29,637,893				
Marine Hull Revenue Account		(848,366)	(1,809,930)				
Motor Revenue Account		17,083,066	19,899,129				
Miscellaneous Revenue Account		32,096,787	29,151,852				
Total		629,354,999	617,545,767	Total		629,354,999	617,545,767

The annexed notes form an integral part of this financial statements


Md. Rafiqul Islam
Chief Financial Officer


Atiqe Ullah Majumder
Company Secretary

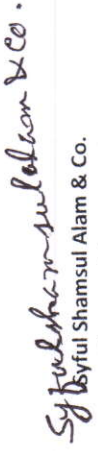

Md. Imam Shaheen
Chief Executive Officer


M. Kamal Hossain
Director


Yussuf Abdullah Harun, FCA
Chairman

Date: July 12, 2020
Dhaka

Signed as per annexed report on even date


Syed Shahar Hossain & Co.
Chartered Accountants

ASIA INSURANCE LIMITED

Fire Insurance Revenue Account

For the year ended December, 2019

Particulars	Notes	December, 2019 Amount (Taka)	December, 2018 Amount (Taka)	Particulars	Notes	December, 2019 Amount (Taka)	December, 2018 Amount (Taka)
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Claim under policies less re-insurance		106,110,891	64,434,801	Balance of fund account at the beginning of the year		58,682,126	50,686,637
Paid during the year		75,854,069	64,497,714				
Total estimated liability in respect of outstanding claim at the end of the year whether due or intimated		42,225,975	11,969,153	Premium less re-insurance	32	118,408,318	146,705,314
Less: Outstanding at the beginning of the year		11,969,153	12,032,066	Commission on re-insurance ceded	33	33,914,783	31,543,689
Agency Commission	30	38,454,283	36,588,691	Profit Commission	34	-	8,825,023
Expenses of Management	31	60,851,888	58,050,429				
Insurance Stamp Consumption		275,154	260,745				

Balance of fund account at the end of the year as shown in the balance sheet (Reserve for unexpired risk @ 40% of premium income of the year).


Profit/(Loss) Transferred to Profit or Loss Account

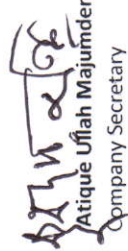
(42,050,317) 19,743,872

Total 211,005,227 237,760,663

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The annexed notes form an integral part of this financial statements


Md. Rafiqul Islam
Chief Financial Officer


Atique Ullah Majumder
Company Secretary

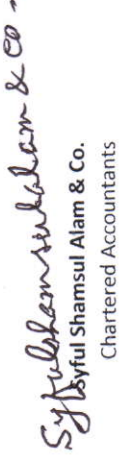

Md. Imam Shaheen
Chief Executive Officer


M. Kamal Hossain
Director


Yussuf Abdullah Harun, FCA
Chairman

Signed as per annexed report on even date

Date: July 12, 2020
Dhaka



Sybil Shamsul Alam & Co.
Chartered Accountants


ASIA INSURANCE LIMITED
Marine Cargo Insurance Revenue Account

For the year ended December, 2019

Particulars	Notes	December, 2019 Amount (Taka)	December, 2018 Amount (Taka)	Particulars	Notes	December, 2019 Amount (Taka)	December, 2018 Amount (Taka)
Claim under policies less re-insurance		24,414,013	44,575,398	Balance of fund account at the beginning of the year		67,706,795	48,096,087
Paid during the year		24,436,209	42,592,438				
Total estimated liability in respect of outstanding claim at the end of the year whether due or intimated		5,463,245	5,485,441	Premium less re-insurance	32	196,091,428	169,266,988
Less: Outstanding at the beginning of the year		5,485,441	3,502,481	Commission on re-insurance ceded	33	8,787,251	9,840,386
Agent Commission	30	44,621,077	37,254,204	Profit Commission	34	-	-
Expenses of Management	31	54,659,988	48,029,171				
Insurance Stamp Consumption							
Balance of fund account at the end of the year as shown in the balance sheet (Reserve for unexpired risk @40% on Marine Cargo hull of the year).		78,436,571	67,706,795				
Profit/(Loss) Transferred to Profit or Loss Account		70,453,824	29,637,893				
Total		272,585,474	227,203,461	Total		272,585,474	227,203,461

The annexed notes form an integral part of this financial statements


Md. Rafiqul Islam
Chief Financial Officer


Atique Ullah Majumder
Company Secretary



Md. Imam Shaheen
Chief Executive Officer


M. Kamal Hossain
Director


Yussuf Abdullah Harun, FCA
Chairman

Signed as per annexed report on even date

Date: July 12, 2020
Dhaka



Syful Shamsul Alam & Co.
Chartered Accountants


ASIA INSURANCE LIMITED
Marine Hull Insurance Revenue Account

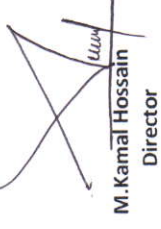
For the year ended December, 2019

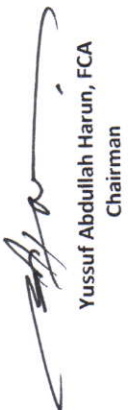
Particulars	Notes	December, 2019		Particulars	Notes	December, 2018	
		Amount (Taka)	Amount (Taka)			Amount (Taka)	Amount (Taka)
Claim under policies less re-insurance			(6)			1,918,807	Balance of fund account at the beginning of the year
Paid during the year		10,990,919				(9,072,118)	
Total estimated liability in respect of outstanding claim at the end of the year whether due or intimated		-				10,990,925	Premium less re-insurance
Less :Outstanding at the beginning of the year		10,990,925				-	Commission on re-insurance ceded
Agent Commission	30	641,767		Profit Commission	34	480,814	
Expenses of Management	31	2,146,722				1,363,364	
Insurance Stamp Consumption						-	
Balance of fund account at the end of the year as shown in the balance sheet (Reserve for unexpired risk @ 100% marine hull of the year).		1,537,777				602,026	
Profit/(Loss) Transferred to Profit or Loss Account		(848,366)				(1,809,930)	
Total	Total	3,477,894			Total	3,477,894	2,555,082

The annexed notes form an integral part of this financial statements


Md. Rafiqul Islam
 Chief Financial Officer

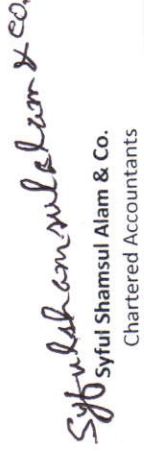

Atique Ullah Majumder
 Company Secretary


M. Kamal Hossain
 Director


Yussuf Abdullah Harun, FCA
 Chairman

Signed as per annexed report on even date

Date: July 12, 2020
 Dhaka


Syful Shamsul Alam & Co.
 Chartered Accountants

ASIA INSURANCE LIMITED

Motor Insurance Revenue Account

For the year ended December, 2019

Particulars	Notes	December, 2019 Amount (Taka)	December, 2018 Amount (Taka)	Particulars	Notes	December, 2019 Amount (Taka)	December, 2018 Amount (Taka)
Claim under policies less re-insurance		8,492,724	7,277,513	Balance of fund account at the beginning of the year		16,922,334	17,802,270
Paid during the year		8,904,906	7,483,117				
Total estimated liability in respect of outstanding claim at the end of the year whether due or intimated		1,032,176	1,444,358	Premium less re-insurance	32	42,892,020	42,305,835
Less: Outstanding at the beginning of the year		1,444,358	1,649,962	Commission on re-insurance ceded	33	912,544	425,720

Agent Commission

30

6,920,519

Expenses of Management

31

10,973,208

Insurance Stamp Consumption

100,573

100,072

Balance of fund account at the end of the year as shown in the balance sheet (Reserve for unexpired risk @ 40% of premium income of the year).

17,156,808

16,922,334

Profit/(Loss) Transferred to Profit or Loss Account

17,083,066

19,899,129

Total

60,726,898


60,533,825


Total

60,726,898

60,533,825

The annexed notes form an integral part of this financial statements


Md. Rafiqul Islam
Chief Financial Officer


Atique Ullah Majumder
Company Secretary

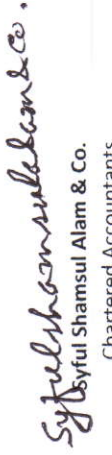

Md. Imam Shaheen
Chief Executive Officer


M. Kamal Hossain
Director


Yussuf Abdullah Harun, FCA
Chairman

Signed as per annexed report on even date

Date: July 12, 2020
Dhaka


Syfulshan Shamsul Alam & Co.
Chartered Accountants


ASIA INSURANCE LIMITED
Miscellaneous Insurance Revenue Account

For the year ended December, 2019

Particulars	Notes	December, 2019 Amount (Taka)	December, 2018 Amount (Taka)	Particulars	Notes	December, 2019 Amount (Taka)	December, 2018 Amount (Taka)
Claim under policies less re-insurance		208,591	(1,473,344)	Balance of account at the beginning of the year		25,342,912	18,827,196
Paid during the year		308,591	327,540				
Total estimated liability in respect of outstanding claim at the end of the year whether due or intimated		-	100,000	Premium less re-insurance	32	49,760,540	63,357,279
Less: Outstanding at the beginning of the year		100,000	1,900,884	Commission on re-insurance ceded	33	5,926,348	6,712,991
Agent Commission	30	7,684,265	10,635,250	Profit Commission	34	529,707	595,269
Expenses of Management	31	21,631,057	25,803,257				
Insurance Stamp Consumption		34,591.00	32,809				
Balance of fund account at the end of the year as shown in the balance sheet (Reserve for unexpired risk @ 40% of premium income of the year).		19,904,216	25,342,912				
Profit/(Loss) Transferred to Profit or Loss Account		32,096,787	29,151,852				
Total		81,559,507	89,492,736	Total		81,559,507	89,492,736

The annexed notes form an integral part of this financial statements


Md. Rafiqul Islam
Chief Financial Officer

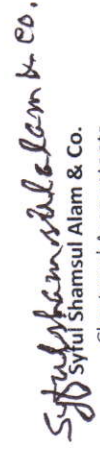

Atique Ullah Majumder
Company Secretary


Md. Imam Shaheen
Chief Executive Officer


M. Kamal Hossain
Director


Yussuf Abdullah Harun, FCA
Chairman

Signed as per annexed report on even date


Sydul Shamsul Alam & Co.
Chartered Accountants

Date: July 12, 2020
Dhaka

Asia Insurance Limited
Statement of Cash Flows (Direct Method)
For the year ended December 31, 2019

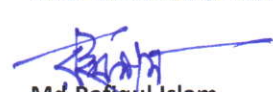
	Amount in Taka	
	December, 2019	December, 2018 Re-stated
A. Cash Flows from Operating Activities:		
Collection from Premium	570,577,072	528,437,413
Interest & Others Income	54,849,938	44,047,544
Total Collection :	625,427,010	572,484,957
Less: Payment for Cost & Expenses		
Expenses of Management	148,518,325	140,428,142
Claims Paid	201,299,270	154,164,179
Agency Commission	98,321,911	90,587,045
Re-insurance payments	49,927,188	56,645,432
Total Payments :	498,066,694	441,824,798
Net Cash Flows from Operating Activities	127,360,316	130,660,159
B. Cash Flows from Investing Activities:		
Dividend Income	4,675,226	2,646,400
Purchases of Share	(4,799,670)	(4,313,420)
Advance, Deposit & Prepayments	(31,465,615)	(30,393,036)
Disposal of Fixed Assets	828,527	-
Purchases of Share	(6,996,175)	(12,418,987)
Sale proceed of Share	32,120,904	1,729,040
Investment in Fixed Deposit	(102,706,150)	(35,298,564)
Net Cash used in Investing Activities	(108,342,953)	(78,048,567)
C. Cash Flows from Financing Activities:		
Dividend Paid-2018	(47,069,858)	(47,069,858)
Payments of Liability for Dividend	(11,036,461)	(34,353)
Sundry Creditors Payment	(11,172,943)	(4,711,952)
Sundry Debtors realised	61,551,183	4,000
Re-payment of lease loan	(752,860)	(2,319,195)
Net Cash used in Financing Activities	(8,480,939)	(54,131,358)
D. Net increase in Cash and Bank balance : (A+B+C)	10,536,423	(1,519,766)
E. Cash and Bank balance at beginning of the year January 01, 2019	28,506,255	30,026,022
F. Cash and Bank balance at the end of the year December 31, 2019	39,042,678	28,506,255
Net operating cash flows per share (NOCFPS)	2.71	2.78
Weighted Average No. of outstanding shares	47,069,858	47,069,858

The annexed notes form an integral part of this financial statements


Md. Imam Shaheen
Chief Executive Officer


M. Kamal Hossain
Director


Yussuf Abdullah Harun, FCA
Chairman


Md. Rafiqul Islam
Chief Financial Officer


Atique Ullah Majumder
Company Secretary

Date: July 12, 2020
Dhaka



Asia Insurance Limited
Cash Flows Statement (Indirect Method)
For the year ended December 31, 2019

Particulars

Amount (Taka)	
2019	2018 Re-stated
105,235,339	93,787,357
12,751,273	31,383,858
-	(30,726)
(2,290,343)	(2,000,000)
16,874,069	18,026,602
42,763,208	(13,088,440)
(31,465,613)	(33,137,241)
134,478	297,754
(7,328,663)	(1,298,461)
(94,044,786)	(23,920,571)
64,253,549	10,356,801
18,731,519	10,904,484
(752,860)	(2,319,195)
29,934,813	(23,710,249)
(4,857,494)	32,417,434
(10,779,644)	(2,343,058)
(102,706,150)	(35,281,001)
(6,996,175)	(12,418,987)
32,120,904	1,729,040
(4,799,670)	(4,318,412)
828,528	513,102
(47,069,858)	(47,069,858)
10,536,423	(1,519,767)

Net Profit

Provision for Fair Value of Share

Provision for Gain Tax

Provision for Gratuity

Depreciation

(Increase)/Decrease of Sundry Debtors

(Increase)/Decrease of Advance, Deposit and Prepayments

(Increase)/Decrease of Printing and Stationery in Hand

(Increase)/Decrease of Interest, Dividends & Rent Outstanding

(Increase)/Decrease of Amount due from others persons or Bodies

Increase/(Decrease) of Amount due to other persons or Bodies

Increase/(Decrease) of Estimated liability of outstanding claims

Increase/(Decrease) of Lease Liabilities

Increase/(Decrease) of Deposit Premium

Increase/(Decrease) Balance of Fund Account

Increase/(Decrease) of Sundry Creditors

(Increase)/Decrease of Fixed Deposit Account

Purchases of Share

Sale proceed of Share

Acquisition of Fixed Assets

Disposal of Fixed Assets

Dividend Paid

Net increase in Cash & Cash Equivalent:

Cash and Bank balance at beginning of the year January 01, 2019

28,506,255	30,026,022
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Cash and Bank balance at the end of the year December 31, 2019

39,042,678	28,506,255
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The annexed notes form an integral part of this financial statements

Md. Imam Shaheen
Chief Executive Officer

M. Kamal Hossain
Director

Yussuf Abdullah Harun, FCA
Chairman

Md. Rafiqul Islam
Chief Financial Officer

Atique Ullah Majumder
Company Secretary

Date: July 12, 2020

Dhaka





ASIA INSURANCE LIMITED

Statement of Changes in Shareholders Equity For the year ended December 31, 2019

Particulars	Share Capital	Share Premium	Reserve for Exceptional Losses	General Reserve	Retained Earnings	Total
Balance at 1st January 2019	470,698,580	116,288,920	250,273,532	6,771,100	47,832,114	891,864,246
Net profit-during the year	-	-	-	-	105,235,339	105,235,339
Reserve for Exceptional losses	-	-	25,000,000	1,000,000	(26,000,000)	-
Provision for Gratuity	-	-	-	-	(2,290,343)	(2,290,343)
Dividend Paid -2018	-	-	-	-	(47,069,858)	(47,069,858)
Provision for Taxation	-	-	-	-	(29,695,765)	(29,695,765)
Balance at December 31, 2019	470,698,580	116,288,920	275,273,532	7,771,100	48,011,487	918,043,619
Balance at December 31, 2018	470,698,580	116,288,920	250,273,532	6,771,100	47,832,114	891,864,246

The annexed notes form an integral part of this financial statements


Md. Rafiqul Islam
Chief Financial Officer


Atique Ullah Majumder
Company Secretary


Md. Imam Shafeen
Chief Executive Officer


M. Kamal Hossain
Director


Yussuf Abdullah Harun, FCA
Chairman

Date: July 12, 2020
Dhaka

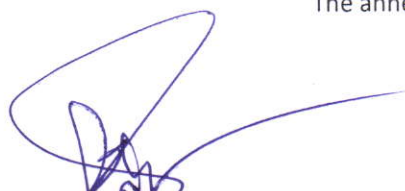


ASIA INSURANCE LIMITED


FORM "AA" Classified Summary of Assets as at 31 December 2019

Class of Assets	Amount in Taka	Remarks
	2019	
Bangladesh Govt. Treasury Bond	25,000,000	Realizable value
Investment in share of listed securities	140,028,937	Realizable value
In Fixed Deposit with Bank	789,771,363	Cash
Cash on Hand & With Banks	39,042,678	Cash
Accrued Interest	30,492,725	Realizable value
Amount due from other persons or bodies carrying on insurance business	209,359,869	Realizable value
Sundry Debtors	18,797,904	Realizable value
Advance, Deposit and Pre-payments	313,544,373	Realizable value
Security Deposit	758,714	Realizable value
Stock of Printing & Stationery	626,592	At cost
Property of Plant and Equipment (Fixed Assets)	201,783,547	At cost less depreciation
	<u>1,769,206,702</u>	

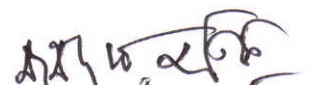
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Md. Imam Shaheen
Chief Executive Officer


M. Kamal Hossain
Director


Yussuf Abdullah Harun, FCA
Chairman


Md. Rafiqul Islam
Chief Financial Officer


Atique Ullah Majumder
Company Secretary

Date: July 12, 2020
Dhaka

ASIA INSURANCE LIMITED
Notes to the Financial Statements
For the year ended 31 December 2019

1. SIGNIFICANT ACCOUNTING POLICIES AND OTHER MATERIAL INFORMATION:

1.1 Status of the Reporting Entity:

1.1.1 Legal Status:

The Asia Insurance Limited was incorporated as a Public Limited Company in Bangladesh on April 30, 2000 under the Companies Act, 1994. The Company, within the stipulated lay down by Insurance Act 2010 and directives as received from Insurance Development & Regulatory Authority (IDRA) time to time, provides Non-Life Insurance Business. The Company is listed with Dhaka Stock Exchange and Chittagong Stock Exchange as Publicly Traded Company. The Corporate Head Quarter of the Company is located at Rupayun Trade Center (14th floor), 114-115 Kazi Nazrul Islam Avenue, Bangla Motor Dhaka-1000 and carried its Insurance activities through twenty two (22) branches throughout the country.

1.1.2 Nature of business:

The principal activity of the Company continued to be carrying on Insurance Business. There were no significant changes in the nature of the principal activities of the Company during the year 2019 under review.

1.2 Basis of Preparation:

1.2.1 Statement of Compliance:

As per the requirements of IAS 1: "Presentation of Financial Statements" the Financial Statements have been prepared on the basis of going-concern concept under generally accepted accounting principles according to the historical cost convention. Requirements as to disclosure of financial information warranted by the Insurance Act 2010 have been adhered to in presenting financial statements. Such financial statements comprises the Balance Sheet, Profit and Loss Account 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 1938 as amended 2010 in compliance with the Companies Act, 1994.

In addition, the Securities and Exchange rules, 1987 (as amended in 1997) requires the production of Statement of Cash Flow and Statement of Changes in Shareholders' Equity as a part of the Annual Report . The Bangladesh Securities and Exchange Commission (BSEC) of Bangladesh regulates financial reporting practices of listed Companies. Listed Companies are required to comply with BSEC's accounting and disclosure requirements. The Rules 1987 as amended in 1997, requires listed Companies to follow International Accounting Standards (IAS) International Financial Reporting Standards (IFRS) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB).

1.2.2 Public Sector Business:

As per Government decision with effective from 1st April 1990, all the Public Sector Insurance Business is being underwritten jointly by Sadharan Bima Corporation and 45 other private sector Insurance Companies on Co-insurance basis. Out of total general insurance business, 50% being underwritten by Sadharan Bima Corporation and the balance are shared



equally by 43 private sector Insurance Companies in the year 2013 and 45 Private Insurance Companies in the year 2019.

The Company's share of Public Sector Business is accounted for in the year in which the complete statement of account from Sadharan Bima Corporation is received. As such the Company's share of public sector insurance business has been considered and accounted for on the basis of certified statement received from Sadharan Bima Corporation for the year 2018-2019.

1.2.3 Underwriting Business:

Gross underwriting business as well as re-insurance thereof and claim settled etc. have been recorded separate for each class of business and net underwriting results have been reflected in the revenue accounts after due consideration of re-insurance ceded.

1.2.4 Functional and presentational currency and level of precision:

The financial statements are prepared and presented in Bangladesh Currency (Taka), which is the Company's functional currency. All financial information presented has been rounded off to the nearest Taka except where indicated otherwise.

1.2.5 Reporting period:

The financial period of the Company covers one year from 1st January to 31st December and followed consistently.

1.2.6 Components of the Financial Statements:

According to the International Accounting Standard (IAS) 1 as adopted by ICAB as IAS 1 "Presentation of Financial Statements" the complete set of financial statements includes the following components:

- i) Statement of Financial Position (Balance Sheet);
- ii) Statement of Profit or Loss and Other Comprehensive Income;
- iii) Statement of Changes in Equity
- iv) Statement of Cash Flows and
- v) Notes to the Financial Statements.

In accordance with Insurance Rules 1958 Balance Sheet and Profit or Loss Account Other Comprehensive Income have been prepared instead of Statement of Financial Position and Statement of Comprehensive Income consecutively.

1.2.7 Going Concern:

The Company has adequate resources to continue its operation for the foreseeable future. For this reason, the directors continue to adopt going concern basis in preparing the accounts. The current credit facilities and resources of the Company provides sufficient fund to meet the present requirements of its existing business.

1.2.8 Date of Authorization:

This financial statement has been authorized for by the Board of Directors of Asia Insurance Limited on 12 July, 2020.



1.2.9 Segment Reporting:

A business segment is a distinguishable component of the Company that is engaged in providing services that are subject to risks and returns that are different from those of other business segments. The Company accounts for segment reporting of operating results using the classes of business. The performance of segments is evaluated on the basis of underwriting results of each segment. The Company has five primary business segments for reporting purposes namely Fire, Marine, Marine-Hull, Motor and Miscellaneous.

1.2.10 Branch Accounting:

Asia Insurance Limited now has 22 (Twenty Two) branches with no overseas branch as of December 31, 2019. Accounts of the branches are maintained at the Head Office from which these accounts drawn up.

1.3 Principal Accounting Policies:

The accounting policies set out below have been applied in preparations of these financial statements and followed consistently.

1.3.1 Property, Plant and Equipment:

Owned Assets:

Items of own property and equipments are measured at cost less accumulated depreciation and any accumulated impairment losses. The cost of an asset comprises its purchase price and directly attributable cost bringing the assets to its working condition for its intended use as per International Accounting Standard (IAS-16) "Property, Plant and Equipment".

Leasehold Assets:

Leasehold assets of which the Company assumes substantially all the risk and rewards of ownership are accounted for as finance leases and capitalized at the inception of the lease at fair value of lease property or at the present value of minimum lease payments, whichever is lower as per International Accounting Standard (IAS-17). The corresponding obligation under the lease is accounted for as liability.

1.3.1.1 Recognition and Measurement:

Property, plant and equipment including Building (Office Space) are measured at cost less accumulated depreciation and impairment losses, if any. The cost of an item of property, plant and equipment comprises its purchase price and any directly attributable inward freight, duties and non-refundable taxes.

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 within the item will flow to the entity and the cost of the item can be measured reliably. All other costs are recognized in the income statement as an expense as incurred.

1.3.1.2 Disposal of Fixed Assets:

On disposal of fixed assets, the cost and accumulated depreciation are eliminated and gain or loss on such disposal is reflected in the income statement, which is determined with reference to the net book value of the assets and net sales proceeds.

1.3.1.3 Depreciation on Fixed Assets:

Depreciation is recognized in profit and loss account on diminishing balance method. Depreciation on fixed assets has been charged from the time of available for use of asset and date of disposal during the year.

Rates of depreciation on various classes of fixed assets are as under:

Category	Rate
Vehicle	20%
Office Decoration	10%
Telephone Installation & PABX System	20%
Furniture & Fixture	10%
Computer, Printer, Fax and Copier	30%
Office Equipment	10%
Crockeries	25%
Air Condition	20%
Building (Office Space)	05%
Software installation	10%

1.3.1.4 Impairment of Assets:

The carrying amount of the Company's non financial asset 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 Profit and Loss Account. Considering the present condition of the assets, management concludes that there is no such indication exists.

1.3.1.5 Investments (financial assets)

Financial assets under a Hold to collect business model, with contractual cash flows that are solely payments of principal and interest (SPPI) are classified and measured at amortized cost. Financial assets under a Hold to Collect and Sell business model, with contractual cash flows that are SPPI, are classified and measured at fair value through other comprehensive income (FVOCI).

Financial assets that have contractual cash flows that are not SPPI, are designated as trading or do not fit the business model criteria for hold to collect and hold to collect and sell share measured at fair value through profit and loss (FVTPL). Equity instruments are always measured at FVTPL unless an irrevocable option is elected at initial recognition to present fair value changes in OCI. Fair value changes recorded in OCI for equity instruments are not recycled to profit and loss.

Based on the above the basis of recognition and measurement are as follows:

Amortized cost

The asset is measured at the amount recognized at initial recognition minus principal repayments, plus or minus the cumulative amortization of any difference between that initial amount and the maturity amount, and any loss allowance. Interest income is calculated using the effective interest method and is recognized in profit and loss. Changes in fair value are recognized in profit and loss when the asset is derecognized or reclassified.

At fair value through profit or loss:

A financial asset is classified as at fair value through profit or loss if it is classified as held for trading or is designated as such on initial recognition. Financial assets are designated as at fair value through profit or loss if the bank manages such investment and makes purchase or sale decisions based on their fair value in accordance with the Company's documented risk management or investment strategy. Attributable transactions costs are recognized in profit and loss as incurred. Financial assets at fair value through profit or loss are measured at fair value and changes therein which take into account and dividend income are recognized in profit or loss.

At fair value through other comprehensive income

The asset is measured at fair value and changes in value are transferred through other comprehensive income.

1.3.2 Advance, Deposits and Prepayments:

Advances are initially measured at cost. After initial recognition advances are carried at cost less deductions, adjustments or charges to other account heads such as prepayment expenses or inventory etc. Deposits are measured at payment value. Prepayments are initially measured at cost. After initial recognition prepayments are carried at cost less charges to Profit and Loss Account.

1.3.3 Cash and Cash Equivalents:

Cash On Hand and Cash with Banks have been considered as the Cash and Cash equivalents for preparation of these financial statements as there was insignificant risk of changes in value of these current assets.

1.3.4 Reserve for Contingencies:

Reserve for Exceptional Losses

As per Para 6 of the 4th schedule, to meet the exceptional losses, Company sets aside ten (10%) percent of the premium income of the year in which it is set aside from the balance of the Profit to the Reserve for Exceptional Losses.



1.3.5 Balance of Fund and Accounts:

These have been arrived at after making provision for un-expired risks @ 40% of net premium income on all business except Marine Hull Insurance where provision has been made @ 100% on net premium income.

1.3.6 Lease Liability:

The leased liability is considered as a Finance Lease as per IAS-17. As such, the interest expense on Lease liability is charged to profit and loss account under finance cost.

1.3.7 Loans and Borrowing:

Principal amounts of loans and borrowings are stated at their outstanding amount. Borrowings repayable after twelve months from the reporting date are classified as non-current liabilities whereas the portion payable within twelve months, unpaid interest and other charges are classified as current liabilities.

1.3.8 Estimated Liability in respect of outstanding claim-(No Claims).

An amount of Tk. 7,26,615 (Taka, Seven lac twenty six thousand six hundred and fifteen) only No-claims which is adjusted during the year from Estimated Liability in respect of outstanding claim in the Statement of Financial Position as at 31 December 2019.

1.3.9 Provision for Liabilities:

According to IAS 37: "Provision, Contingent Liabilities and Contingent Assets" the Company recognizes the provision in the balance sheet when the Company has a legal or constructive obligation as a result of past event and it is probable that an outflow of economic benefit will be required to settle the obligations.

1.3.10 Provision for Income Tax:

IAS 12: "Income Taxes" and Income Tax Ordinance 1984 have been used for the calculation of deferred tax and current tax expense respectively. Provision for income tax represents the sum of the current tax expense and deferred tax expenses.

A. Current Tax Expenses:

The Companies Income tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in succeeding years and it further excludes items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted on the balance sheet date. Calculation of Current Tax provision is stated in Note-39.

B. 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 differences. 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 has been calculated and charged or credited to profit or loss appropriation account. Calculation of Current Tax provision is stated in Note-14.



1.3.11 Revenue Recognition:

The revenue is recognized after satisfying all the conditions for revenue recognition as provided in IFRS 15 'Revenue from Contracts with Customers' in compliance with IFRS 4 "Insurance Contract". Detailed income wise policy for revenue recognition is given as under:

A. Premium Income;

The income from premium is comprised of the total amount of premium earned on various classes of insurance business during the year, the gross amount of premium earned against various policies, the amount of re-insurance premium due to Private and Public Sector, the amount of re-insurance commission earned and the amount of claims less re-insurance settled during the year have all been duly accounted for in the books of account of the Company. While preparing the final statement of accounts, the effect of re-insurance accepted and re-insurance ceded as well as the effect of total estimated liabilities in respect of outstanding claims at the end of the year, whether due or intimated have also been duly reflected in order to arrive at the net underwriting profit for the year.

Premium is recognized when insurance policies are issued, but the premium of the company's share of public sector insurance business (PSB) is accounted for in the year in which the statements of account from Sadharan Bima Corporation are received. Up to 31st December, 2019 statements of account for the period 1st July, 2018 to 30th June, 2019 have been received and, accordingly, the company's share of PSB for that period has been recognized in this financial statements

B. Investment Income;

Interest income on investments is recognized on accrual basis using effective interest rate as per IFRS-15 'Revenue from Contracts with Customers'. Portfolio gain on investments in shares is recognized as income and credited to investment income in the profit and loss account as per IFRS-9 "Financial Instrument: Recognition". Capital gain is recognized when it is realized and recognized as income and credited to investment income in the profit and loss account as per IFRS-9 "Financial Instrument: Recognition". Capital gain is recognized when it is realized.

B.1 Interest and Dividend:

Interest on Bangladesh Government Treasury Bond and FDRs are recognized on accrual basis. Interest on STD/SND account, cash dividend on investment in share and other income are recognized as a when the amount is credited to our account. For stock dividend that received by the Company against its investment, number of shares increased and average cost of investment decreased.

1.3.11.1 Earnings Per Share (EPS):

The Company calculates Earning per Share (EPS) in accordance with IAS 33: Earning per Share, which has been shown on the face of Profit or Loss Account, and the computation of EPS is stated in Note-36.

Basic Earnings:

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



Weighted average number of ordinary shares outstanding during the year:

This represents the number of ordinary shares outstanding at the beginning of the year plus the number of shares issued during the year multiplied by a time-weighting factor. The time weighting factor is the numbers of days the specific shares are outstanding as a proportion of the total number of days in the year.

Basic Earnings per Share:

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

1.3.12 Statement of Cash Flows:

Statement of Cash Flows is prepared in accordance with IAS-7 "Statement of Cash Flows". The cash flows from the operating activities have been presented under Direct Method as prescribed by the Securities and Exchange Rules 1987 and considering the provisions of Paragraph 18(b) of IAS-7 which provides that "Enterprises are encouraged to report Cash Flow from Operating Activities using the Direct Method". The reconciliation of operating cash flow on operating activities into indirect method has been performed as per BSEC notification no- BSEC/CMRRCD/2006-158/208/Admin/81 dated 20 June, 2018. Operating cash flows per share (NOCFS) is stated in Note-38.

1.3.13 Uncertainties for use of estimates in preparation of Financial Statements:

The preparation of financial statements in conformity with the Bangladesh Accounting Standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of other information at the date of the financial statements and revenues and expenses during the period reported. Actual results could differ from those estimates. Estimates are used for accounting of certain items such as depreciation on fixed assets, accrued expenses and income taxes.

1.3.14 Comparative Amounts:

Certain comparative amounts have been re-classified & rearranged to confirm with the current year's presentation.

1.3.15 Related Party Disclosure:

Asia Insurance Limited, in normal course of business, carried out a number of transactions with other entities that fall within the definition of related party contained in International Accounting Standard 24: Related Party Disclosures. All transactions involving related parties arising in normal course of business are conducted on an arm's length basis at commercial rates on the same terms and conditions as applicable to the third parties. Detail of the related party disclosures have been given in Note 40.

1.3.16 Event after the reporting period:**a) Proposed Dividend:**

The proposed dividend is not recognized as a liability in the Balance Sheet in accordance with the IAS-10 Events after the Reporting Period. Dividend payable to the Company's shareholders are recognized as a liability and deducted from shareholders equity in the period in which the shareholders right to receive payment is established. The Company has disclosed the same in the notes to the financial statements in Note-44.

***In the aftermath of the outbreak of the **COVID-19** pandemic, till to the date of authorized for issue of the Financial Statements of AIL, we observed the following known events which might have impact on revenue, profitability and cash flow:

b) Premium Income

Due to the outbreak of COVID-19 we have compared the premium income of the first quarter of 2019 and the first quarter of 2020. There has been significant decrease in insurance business made and premium collection as the Income decreased by almost 3.50%. This will in turn likely have an impact on the profitability and Earnings per Share (EPS) for the year ended 31 December 2020.

c) Loss on investment in shares

Due to significant changes in macro-economic assumptions as well as entity specific conditions from COVID-19, there is a reduction in share price causing the unrealized loss at 25th March, 2020 increased by the amount of BDT. 23,854,196.00 From 1st January, 2020 It might reduce more afterwards.

d) Interest income

The government has been trying to set a uniform deposit rate at 6.0 per cent to make a 9.0 per cent lending rate for last one year till 29th February, 2020 in the month of February by Bangladesh Bank. Income from investment will get affected in the future as well.

In this situation, the premium income of life & non-life will fall drastically in 2020 Specially the Marine, Fire & Motor premium income will be decreased due to Covid-19 affect in the globe. Besides the loss in investment in capital market will be a threat and stipulated interest rate on fixed deposit will affect seriously in the investment income.

Response to address the COVID-19 Effects:

COVID-19 poses existential threats on the ability of a business to survive, which in turn have significant financial reporting impacts – from going concern and liquidity to recoverability and valuation of assets.

AIL has taken and will take various measures to keep the Company's going concern status:

i) to ensure the safety of the employees company ensuring adequate safety and health measures for the employees like social distancing and working from home to ensure the safety of the employees;

II) For regular monitoring AIL has introduced and implemented contingency plans for liquidity and putting into controls;

III) Effective cost control measures are already in place to combat the unprecedented situation;

IV) Reduce certain expenses which is required in normal business scenario but not 100% applicable during overall slowdown of macroeconomic and industry specific environment;

Furthermore, the management is continuously monitoring AIL's key ratios and is confident enough to undertake all crisis management and business continuity measures. Through conducting a stringent review and an assessment of the levels of facilities expected to be available to the company, the management strongly believes that the AIL has adequate resources for a period of at least 12 months from the date of authorized for issue of the financial statements.

So, based on the facts and circumstances known at this moment, the management believes there is no material uncertainty that may cast any doubt upon the AIL's ability to continue as a going concern.



1.4 Status of Compliance of International Accounting Standards and International Financial Reporting Standards:

In preparing Financial Statements, we applied following IAS and IFRS:

Name of the IAS	IAS No.	Status of Application
Presentation of Financial Statements	1	Applied
Inventories	2	N/A
Cash flow Statements	7	Applied
Accounting Policies, Changes on accounting estimates and errors	8	Applied
Event after Balance sheet date	10	Applied
Construction Contracts	11	N/A
Income Tax	12	Applied
Property, Plant & Equipments	16	Applied
Employee Benefits	19	Applied
Accounting for Govt. Grants and Discloser of Govt. Assistants	20	N/A
The effects of Changes in Foreign Exchange Rates	21	Applied
Borrowing Costs	23	Applied
Related Party Disclosures	24	Applied
Consolidated Financial Statements and Accounting for Investment in subsidiary	27	N/A
Accounting for Investment in Associates	28	N/A
Interests in Joint Venture	31	N/A
Earnings Per Share	33	Applied
Provisions, Contingent Liabilities and Contingent Assets	37	Applied
Intangible Assets	38	Applied
Investment Property	40	N/A
Agriculture	41	N/A
Name of the IFRS	IFRS No.	
First Adoption of IFRSs	1	N/A
Share based payment	2	N/A
Business Combination	3	N/A
Insurance Contracts	4	Applied
Non-Current assets Held for Sales and Discontinued Operations	5	N/A
Explorations for and Evaluation of Mineral Resources	6	N/A
Financial Instruments: Disclosure	7	Applied
Operating Segments	8	Applied
Financial Instruments	9	Applied
Fair Value Measurement	13	Applied
Revenue from Contracts with Customers	15	Applied
Lease**	16	Not Applied

** IFRS-16 become applicable from 1st January 2019 as adopted by ICAB. However the management of Asia Insurance Limited has decided not to adopt the standard during the financial year.

In addition to above, AIL has not recognized the leases of Right-of-use assets and its Depreciation. Finally, has not transferred Lease Liabilities at Net Present Value from Office Rent Expense (turning Rent expense into zero), interest expense on lease liabilities, total cash outflow of the leases, the carrying amount of right-of-use assets at the end of the reporting period by class of underlying asset according to para-47 & 53 of IFRS-16.



Asia Insurance Limited
Notes to the Financial Statements
For the year ended December 31, 2019

Amount in Taka	Amount in Taka
2019	2018

2.00 Authorized Capital

100,000,000 ordinary shares of Tk. 10/- each

Total	1,000,000,000	1,000,000,000
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3.00 Issued, subscribed & paid-up capital

Total	470,698,580	470,698,580
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3.00 Issued, subscribed & paid-up capital

4,70,69,858 ordinary shares of Tk. 10/- each

Total	470,698,580	470,698,580
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Particulars	2019		2018	
Category of Shareholders	No. of Shareholding	% of Shareholding	No. of Shareholding	% of Shareholding
1. Sponsors & Directors (Group-A)	18,827,934	40.00	18,827,934	40.00
2. General Public (Group-B)	28,241,924	60.00	28,241,924	60.00
Total:	47,069,858	100.00	47,069,858	100.00

Classification of shareholders as per Shareholdings-2019

Group- A (Sponsors & Directors)

Class interval	No. of Shareholder	No. of Share	% of Total Shares holding	% of 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	2	110,250	0.59	0.23
100001 to 1000000	-	-	-	-
1000001 to 10000000	10	18,717,684	99.41	39.77
TOTAL	12	18,827,934	100.00	40.00

Group- B (General Public)

Class interval	No. of Shareholder	No. of Share	% of Total Shares holding	% of Total Paid up Capital
Less than 500 share	1877	284,355	1.01	0.60
501 to 5000	2889	4,790,380	16.96	10.18
5001 to 10000	400	3,024,929	10.71	6.43
10001 to 20000	258	3,849,153	13.63	8.18
20001 to 30000	78	1,990,557	7.05	4.23
30001 to 40000	38	1,335,536	4.73	2.84
40001 to 50000	24	1,095,187	3.88	2.33
50001 to 100000	41	3,085,713	10.93	6.56
100001 to 1000000	27	5,980,349	21.18	12.71
1000001 to 10000000	2	2,805,765	9.93	5.96
TOTAL	5634	28,241,924	100.00	60.00



Asia Insurance Limited
Notes to the Financial Statements
For the year ended December 31, 2019

	Amount in Taka 2019	Amount in Taka 2018
4.00 Share Premium	Total 116,288,920	116,288,920
Reserve or Contingency Account (5+6+7)	Total 331,056,119	304,876,746
5.00 Reserve for exceptional losses	275,273,532	250,273,532
The above amount is arrived at as under :		
Opening balance	250,273,532	222,518,699
Re-adjustment of Tax payment for final settlement(2011-2012)	-	2,754,833
Add: Reserve made during the year @ 6.12% on Net premium Income.	25,000,000	25,000,000
* Reserve for exceptional losses is appropriated out of current year profit about 10% of premium earned during the year. The above amount is eligible for tax relief under the 4th schedule of ITO 1984.		
6.00 General reserve	7,771,100	6,771,100
Opening balance	6,771,100	5,771,100
Add: Reserve made during the year	1,000,000	1,000,000
7.00 Profit & Loss Appropriation Account	48,011,487	47,832,114
8.00 Lease Liabilities	Total -	752,860
Opening balance(Current Maturity)	752,860	2,319,195
Payment for Current Liability	(752,860)	(2,319,195)
Transfer from long term Maturity	-	752,860
Current Maturity	-	752,860
Opening balance(Non-Current Maturity)	-	752,860
Add. New Lease Finance	-	-
Less. Adjustment for Current Liability	-	-
Less. Adjustment for Current Liability	-	(752,860)
	-	-
*Lease was relating to Motor Car and this was the last year of the payment which lead the balance become zero. The ownership was transferred to AIL during this year after the termination of contract.		
9.00 Balance of Fund & Account	Total 164,398,700	169,256,193
Fire Insurance business	47,363,327	58,682,126
Marine Cargo Insurance business	78,436,572	67,706,795
Marine Hull Insurance business	1,537,777	602,026
Motor Insurance business	17,156,808	16,922,334
Miscellaneous Insurance business	19,904,216	25,342,912
*As the company must reserve 100% of Premium Income from Marine hull insurance business (as per Insurance Act 2010), this year it has increased by 155%.		
10.00 Estimated liability in respect of outstanding claim whether due or intimated	Total 48,721,396	29,989,877
Fire	42,225,975	11,969,153
Marine Cargo	5,463,245	5,485,441
Marine Hull	-	10,990,925
Motor	1,032,176	1,444,358
Miscellaneous	-	100,000
*Estimated liability in respect of outstanding claim- Surveyors submitted many reports (They call it Surveyors report) of claim to AIL in between the month of November 2019 to December 2019. Basically it takes time to fulfil the claim amount. AIL was not able to settle those claims in 2019 so they identified those claims as outstanding claims and the amount is bigger than the previous year.		



Asia Insurance Limited
Notes to the Financial Statements
For the year ended December 31, 2019

Amount in Taka	Amount in Taka
2019	2018

*AIL may face some difficulties regarding Insurance claims after COVID-19, might face lower policy renewal, refund of premium for business cancellation, higher claims, and lower returns from investment.

AIL, taking insurance policy, may need to assess whether it is entitled to any claim/ compensation from loss of profits and business disruption, including timing of recognition of such claim or compensation.

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

Total	214,863,066	150,609,518
Opening balance Sadharan Bima Corporation	149,457,365	138,281,716
Paid during the year-2019	(34,625,723)	(24,241,164)
Add, Payable to SBC (RI Ceded premium during the year-2019)	99,297,643	35,416,813
Closing Balance (Payable to Sadharan Bima Corporation)	214,129,285	149,457,365
Opening balance (Protection-Re)	1,152,153	1,971,001
Add, Payable to Protection-Re (RI Ceded premium during the year-2019)	13,530,098	9,775,896
10% Tax Payable	1,352,995	1,174,364
Paid during the year (Protection-Re)	(13,910,446)	(10,699,485)
Paid 10% Tax Payable (Protection-Re)	(1,391,019)	(1,069,623)
Closing Balance (Payable to Protection-Re)	733,781	1,152,153

*AIL is doing the reinsurance business with Sadharan Bima Corporation. This years Reinsurance Ceded premium is higher than the last year resulting in the fluctuation.

12.00 Deposit Premium

Total	79,857,512	49,922,699
Fire Insurance business	-	1,953,994
Marine Cargo Insurance business *	69,009,825	36,174,201
Marine Hull Insurance business	237,124	(263,125)
Motor Insurance business	3,074	-
Miscellaneous Insurance business	-	-
Excess Deposit	594,922	1,134,655
Stamp duty	9,659,604	10,881,153
VAT	352,963	41,821

This represents the amount of premium deposited with Company against cover notes for which no policies have been issued up to the end of the year. And will be adjusted after issuance of policies.

* As this year the number of cover notes has increased, Deposit Premium of Marine Cargo Insurance has increased by 90.77%.

13.00 Provision for Taxation

Total	287,472,025	258,201,937
Provision for Taxation 2007-08 (Pending in High Court)	6,538,392	6,538,392
Provision for Taxation 2008-09 (Pending in High Court)	8,833,548	8,833,548
Provision for Taxation 2009-10 (Pending in High Court)	8,421,256	8,421,256
Provision for Taxation 2010-11 (Pending in High Court)	11,728,117	11,728,117
Provision for Taxation 2011-12 (Settled)	-	-
Provision for Taxation Unadjusted Provision for Taxation	5,899,836	5,899,836
Provision for Taxation 2012-13 (Pending in High Court)	16,800,000	16,800,000
Provision for Taxation 2013-14 (Pending in High Court)	37,230,000	37,230,000
Provision for Taxation 2014-15 (Pending in High Court)	47,164,364	47,164,364
Provision for Taxation 2015-16 (Pending in High Court)	10,330,169	10,330,169
Provision for Taxation 2016-17 (Pending in Appeal)	20,834,803	20,834,803
Provision for Taxation 2017-18 (Assessment Under Process)	25,120,900	25,120,900
Provision for Taxation 2018-19 (Assessment Under Process)	33,947,949	33,947,949
Provision for Taxation 2019-20 (Assessment Under Process)	25,352,603	25,352,603
Provision for Taxation 2020-21	29,270,088	-



Asia Insurance Limited
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For the year ended December 31, 2019

Amount in Taka	Amount in Taka
2019	2018

14.00 Calculation of Provision for Deferred Tax

A. Provision for Deferred Tax on Property, Plant & Equipment

Carrying Value of Property, Plant & Equipment

Tax Base of Property, Plant & Equipment

Taxable Temporary Deference

Rate of Taxation

Deferred Tax Liability on Property, Plant & Equipment

B. Provision for Deferred Tax on Provision for Gratuity

Carrying Value of Provision for Gratuity

Tax Base of Provision for Gratuity

Rate of Taxation

Deferred Tax on Provision for Gratuity

Deferred Balance

Closing Deferred Tax Liability

Opening Deferred Tax Liability

Deferred Tax Charges during the year.

201,783,547	214,686,473
191,300,573	205,628,980
10,482,974	9,057,493
37.50%	37.50%
3,931,115	3,396,560

2,290,343	2,000,000
-	-
37.50%	37.50%
858,879	750,000

3,072,237	2,646,560
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3,072,237	2,646,560
(2,646,560)	(588,616)
425,677	2,057,944

** Deferred Tax has been calculated for the year ended December 31, 2019 in compliance to IAS - 12.

15.00 Sundry Creditors

Total **52,778,148** **63,557,792**

M/s.Syful Shamsul Alam & Company
M/s.Hasan & Company
Employees Contribution of Provident Fund
Employers Contribution of Provident Fund
Provident Fund Loan recovery (Principal Amount)
Provident Fund Loan (Interest realised)
Dividend payable
Refund Warrant (IPO)
Refund Warrant (Right share)
IPO Differed Income
Deposit against Car Lease
Provision for Incentive
Provision for Gratuity
Provision for Office rent
Provision for Expenses
Liability for Salary & Allowance
VAT (December-2019)
VAT (Deduction at source)
TAX(Deduction at source)
Insurance Stamp Payable

200,000	175,000
30,000	25,000
924,547	289,987
924,547	289,987
97,838	48,535
19,468	8,006
13,081,823	24,118,284
1,226,595	1,226,595
216,640	216,640
446,416	446,416
2,148,132	2,813,240
4,639,186	4,977,133
8,530,782	8,928,894
275,203	207,258
259,540	322,185
1,658,512	1,229,947
4,839,174	4,743,916
393,177	327,528
759,498	817,139
12,107,069	12,346,103

*In responding to the significant deterioration in economic conditions and increased uncertainty as a result of COVID-19 coronavirus, AIL may make changes to or introduce new remuneration policies, implementing a restructure plan that includes employee redundancies, lower estimate considering lower income, paid absence in addition to any sick or annual leave entitlement, payment of termination benefits.

16.00 Investment

Total **165,028,937** **202,904,939**

All investments of AIL are initially recognized at cost, being the fair value of the consideration given which include transaction cost and these are classified in to the following categories:

- Held for Trading
- Held to Maturity
- Available for sale

-	-
25,000,000	25,000,000
140,028,937	177,904,939



Asia Insurance Limited
Notes to the Financial Statements
For the year ended December 31, 2019

Amount in Taka	Amount in Taka
2019	2018

16.1 Held for Trading

These financial assets are acquired principally for the purpose of generating profit from short term fluctuation in prices.

16.2 Held to Maturity

Investments with fixed maturity that the management has the intent and ability to hold maturity are classified as held to maturity and are initially measured at cost.

Ten Years Government Treasury Bond

Total	25,000,000	25,000,000
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16.3 Investment in Share :

Available for Sale

(Fair Market Value)

140,028,937	177,904,939
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Available for sale investments are those non-derivative investments that are designated as available for sale or are not classified in any other category. These are primarily those investments that are intended to be held for an undefined period of time or may be sold in response to the need for the liquidity are classified as available for sale. The Company follows trade date accounting for 'regular way purchase and sales' of investments.

Company designated the following shares as available for sale. Details Cost and Market Value of Investment as on 31.12.2019 are as follows :

Name of the Listed Company	Cost Price (Dec.31.2019)	Fair Market Value (Dec.31.2019)	2019	2018
			Difference (Dec.31.2019)	Difference (Dec.31.2018)
Southeast Bank Ltd.	115,556,321	72,092,000	(43,464,321)	(39,260,870)
Bay Leasing & Investment Co. Ltd.	82,263,310	29,808,000	(52,455,310)	(38,003,026)
National Life Insurance Co. Ltd.	18,198,896	33,516,000	15,317,104	7,768,100
Rupali Life Insurance Co. Ltd.	2,921,501	2,341,750	(579,751)	
Lafarge Holsim BD Ltd	1,900,568	1,680,000	(220,568)	-
Bashundhara Paper Mills Ltd				82,129
Esquire Knit Composite Ltd	940,050	591,187	(348,863)	-
Prime Bank Limited	-	-	-	(19,294,260)
	221,780,645	140,028,937	(81,751,708)	(88,707,927)

16.4 Changes in fair value of the shares available for sale:

Fair value of the Investment in Share

Less. Cost of the Investment

Fair value reserve at December 31, 2019

	2019	2018
	140,028,937	177,904,939
	221,780,645	266,612,866
Total	(81,751,708)	(88,707,927)

Less. Fair value reserve opening 1. January, 2019

Loss adjustment against Sale of Share

Provision for Fair value adjustment during the year

	2019	2018
	88,707,926	57,324,069
	(19,707,491)	-
	12,751,273	31,383,858
Total	81,751,708	88,707,927

*Sale of Share was made during the year leading the amount of investment decreased during the year. The loss of Sale of share has been adjusted with the Fair Value Reserve.

*AIL might suffer from aftereffect of Covid 19. It might adversely affect the value of investment, due to fall in market price and increase in volatility.

17.00 Interest, Dividend, Rent Outstanding

Total	30,492,725	23,164,062
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Accrued Interest on FDR

Opening balance as on January 01, 2019

Accrued during the year

Interest received during the year

29,842,234	22,244,910
22,244,910	20,946,449
56,544,405	46,517,758
(48,947,081)	(45,219,297)

Asia Insurance Limited
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	Amount in Taka 2019	Amount in Taka 2018
Accrued Interest on Govt. Treasury Bond	650,491	919,152
Opening balance as on January 01, 2019	919,152	919,152
Accrued during the year	2,754,219	2,990,800
Interest received during the year	(3,022,880)	(2,990,800)
18.00 Amount due from other persons or bodies carrying - on insurance business	Total 209,359,869	115,315,083
SBC	209,359,869	115,315,083
Opening balance	106,751,380	91,394,512
Add. Receivable against PSB Account during the year	14,180,562	11,528,237
Add. Receivable against outstanding claims (SBC Share) during the year	40,688,606	3,828,631
Add. Adjusted against outstanding claims (SBC Share) 2018	(683,400)	-
Add. Adjusted against recovered claims (SBC Share) 2018	(28,109,938)	-
Add. Receivable against paid claims (SBC Share) 2019	76,532,659	-
Add. Receivable against outstanding claims (Protection re Share) during the year	-	9,094,226
Less. Realised from protection -Re (Misc. outstanding claim)	-	(530,524)
Protection-Re	-	-
Opening balance as on January 01, 2019	8,563,702	-
Less. Realised from protection -Re (Misc. outstanding claim)	-	-
Less. Realised from protection -Re	(8,563,702)	-
*No amount has been realised from re-insurance in 2019 and made receivable during the year, causing a fluctuation in the balance compared to last year.		
19.00 Sundry Debtors (Deposit clearing)	Total 18,797,904	61,561,112
Opening balance as on January 01, 2019	61,561,112	48,472,672
Add. During the year	18,787,975	18,998,791
Less. Deposit clearing realised	(61,551,183)	(5,910,351)
*There was significant payments made against outstanding balance in relation to cover notes resulting in a much lower outstanding balance compared to the previous financial year.		
20.00 Advance, deposit and prepayments	Total 313,544,373	282,078,760
Advance Salaries	243,527	506,064
Advance Office rent	4,440,295	6,446,497
Advance tax payments - (2007-2008 to 2019-2020) 20(g)	241,954,118	219,354,118
Advance tax Car 20(b)	2,595,000	2,205,000
Advance tax FDR A/c 20(c)	31,309,153	26,400,681
Advance tax STD A/c 20(d)	947,331	777,398
Advance tax Dividend A/c 20(e)	10,656,588	9,721,543
Advance tax Deduction at source 20(f)	13,998,429	13,998,429
Advance Procurement Provider (Calendar)	713,000	700,000
Advance Office Decoration (Journyman)	6,000,000	-
Advance against Air condition	598,625	-
Advance against Share Esquire Knit Composite Ltd	-	1,885,145
Interest on Income Tax-2013	83,296	83,296
Receivable from BLI Securities Ltd.	5,011	588
20(b) Advance tax Car	Total 2,595,000	2,205,000
Advance tax Car 2013	1,155,000	1,155,000
Advance tax Car 2016 (2017-2018)	300,000	300,000
Advance tax Car 2017 (2018-2019)	420,000	420,000
Advance tax Car 2018 (2019-2020)	330,000	330,000
Advance tax Car 2019 (2020-2021)	390,000	-

Asia Insurance Limited
Notes to the Financial Statements
For the year ended December 31, 2019

	Amount in Taka 2019	Amount in Taka 2018
20(c) Advance tax FDR A/c	Total	31,309,153
Advance tax FDR A/c	13,174,421	13,174,421
Advance tax FDR A/c 2016(2017-2018)	4,766,602	4,766,602
Advance tax FDR A/c 2017 (2018-2019)	3,926,808	3,926,808
Advance tax FDR A/c 2018 (2019-2020)	4,532,850	4,532,850
Advance tax FDR A/c 2019 (2020-2021)	4,908,472	-
20(d) Advance Tax STD A/c	Total	947,331
Advance tax STD A/c 2016(2017-2018)	540,779	540,779
Advance tax STD A/c 2017(2018-2019)	121,272	121,272
Advance tax STD A/c 2018(2019-2020)	115,347	115,347
Advance tax STD A/c 2019 (2010-2021)	169,933	-
20(e) Advance Tax Dividend A/c	Total	10,656,588
Advance tax Dividend A/c (2016-2017)	3,549,165	3,549,165
Advance tax Dividend A/c (2017-2018)	2,490,678	2,490,678
Advance tax Dividend A/c (2018-2019)	3,020,100	3,020,101
Advance tax Dividend A/c (2019-2020)	661,600	661,600
Advance tax Dividend A/c (2020-2021)	935,045	-
20(f) Advance Tax Deduction at source	Total	13,998,429
Advance tax Deduction at source 2012 (2013-2014)	5,128,656	5,128,656
Advance tax Deduction at source 2013 (2015-2016)	8,869,773	8,869,773
20(g) Advance Tax Payment	Total	241,954,118
Advance tax paid - 2007-2008	5,447,700	5,447,700
Advance tax paid - 2008-2009	4,925,053	4,925,053
Advance tax paid - 2009-2010	8,170,317	8,170,317
Advance tax paid - 2010-2011	13,275,415	13,275,415
Advance tax paid - 2011-2012	-	-
Advance tax paid - 2012-2013	26,290,484	26,290,484
Advance tax paid - 2013-2014	42,165,891	42,165,891
Advance tax paid - 2014-2015	38,113,199	38,113,199
Advance tax paid - 2015-2016	10,111,200	10,111,200
Advance tax paid - 2016-2017	18,809,921	18,809,921
Advance tax paid - 2017-2018	20,259,557	20,259,557
Advance tax paid - 2018-2019	21,785,381	21,785,381
Advance tax paid - 2019-2020	22,600,000	10,000,000
Advance tax paid - 2020-2021	10,000,000	-
21.00 Security Deposit	Total	758,714
Against Office Rent	390,000	390,000
Against Telephone	58,714	58,714
Against Electricity	10,000	10,000
Security Deposit(CDBL)	300,000	300,000
22.00 Fixed Deposit with Banks	Total	789,771,363
Opening balance as on January 01, 2019	687,065,213	651,784,213
Add. New FDR Account open during the year	206,862,050	181,300,000
Less. Encashment during the year	(104,155,900)	(146,019,000)

*New FDR account has been opened during the year leading significant increase in Fixed Deposit with Banks.



Asia Insurance Limited
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	Amount in Taka 2019	Amount in Taka 2018
23.00 Cash on Hand and with Banks	Total	39,042,678
Current Account Deposit	18,635,964	3,733,564
STD SND SB Account with Banks	19,550,810	23,231,676
Cash on Hand	855,904	1,541,015
24.00 Property of Plant and Equipment	Total	201,783,547
Vehicles	15,279,425	16,640,121
Office Decoration	24,763,572	26,345,931
Telephone Inst. & PABX System	329,248	411,560
Furniture & Fixture	9,190,862	10,194,038
Computer, Printer, Fax and Copier	1,240,846	1,550,827
Cookeries	33,800	45,067
Office Equipment	3,167,172	3,306,410
Air Conditioner	3,857,854	4,649,299
Land & Building	142,618,299	150,124,525
Software	1,302,470	1,418,696
24.01 Cost of Property of Plant and Equipment		
Opening balance as on January 01, 2019	306,268,527	304,075,115
Add. Addition during the year 2019 (Annexure-A)	4,799,670	4,318,412
Less. Disposal during the year 2019 (Annexure-A)	(4,810,000)	(2,125,000)
Total Cost	306,258,197	306,268,527
Less: Accumulated Depreciation		
Opening Balance	91,582,054	75,167,350
Add. Charge during the year 2019 (Annexure-A)	16,874,069	18,026,602
Less. Adjustment of Disposal during the year 2019	(3,981,473)	(1,611,898)
Total Accumulated Depreciation	104,474,650	91,582,054
Written down value	201,783,547	214,686,473
** Schedule of (Property of Plant and Equipment) has been given in Annexure-A		
25.00 Stock of Printing, Stationery	Total	626,592
Printing	621,916	755,874
Stationery	4,676	5,196
26.00 Interest, Dividend & Rents:	Total	65,932,734
Interest on STD Account	1,712,840	1,115,370
Dividend against Investment of Share	4,675,226	3,308,000
Interest on Loan Account	246,044	12,030
Interest on FDR Account	26,702,171	24,272,848
Accrued Interest on FDR Account	29,842,234	22,244,910
Interest on Govt Treasury Bond	2,103,728	2,071,648
Accrued Interest on Govt Treasury Bond	650,491	919,152

*As number of FDR accounts has increased during the year, Interest income has increased significantly.



Asia Insurance Limited
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For the year ended December 31, 2019

For the year ended December 31, 2019

		Amount in Taka 2019	Amount in Taka 2018	
27.00 Non Operating Income	Total	2,067,059	723,393	
Miscellaneous Income:		149,445	173,990	
Sale of old goods		48,910	4,000	
Tender Money		6,000	-	
Notice Pay		94,535	169,990	
Profit on Sale of Property Plant & Equipment		1,917,614	549,403	
Sale value of Property Plant & Equipment		1,559,633	1,062,504	
Deposit against Car lease scheme		1,186,508		
Written down value of Property Plant & Equipment		828,527	(513,102)	
28.00 Discount on Govt Treasury Bond		141,502	-	
29.00 (Loss)/Profit on Sale of Share	Total	-	1,362,439	
Cost value of sale of share		51,828,395	(1,729,040)	
Sale value of share		(32,120,904)	3,091,479	
Adjustment for Denomination of value of share		(19,707,491)	-	
*To meet up with some operational expenditures, some shares were during the year at losses.				
30.00 Agency Commission	Total	98,321,911	90,962,371	
Fire		38,454,283	36,588,691	
Marine Cargo		44,621,077	37,254,204	
Marine Hull		641,767	480,814	
Motor		6,920,519	6,003,411	
Miscellaneous		7,684,265	10,635,250	
31.00 Allocation of Management Expenses.				
Particulars	Gross Premium Income	%	Amount in Taka	
			2019	2018
Fire	255,901,576	40.50	60,851,888	58,050,429
Marine Cargo	229,862,665	36.38	54,659,988	48,029,171
Marine Hull	9,027,651	1.43	2,146,722	1,363,364
Motor	46,145,834	7.30	10,973,208	10,331,365
Miscellaneous	90,965,485	14.40	21,631,057	25,803,257
Total	631,903,211	100.00	150,262,862	143,577,586

Asia Insurance Limited
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	Amount in Taka 2019	Amount in Taka 2018
31.A. Management Expenses	Total 150,262,862	143,577,586
Bank Charge	408,977	363,748
Business Expenses (PSB)	48,889	48,889
Board Meeting Exp.	85,505	60,765
Conveyance	922,475	929,281
Crookeries	-	5,760
Car Maintenance	3,381,920	3,309,549
Charge Allowance	880,855	757,274
Conveyance Allowance	973,371	881,210
Driver Allowance	3,017,500	3,206,000
Electric & Office Equipment Maintenance	849,717	610,170
Entertainment	634,016	607,858
Expenses of Management(PSB)	5,750,030	5,013,768
Excise Duty	1,170,999	1,084,148
Fuel & Lubricant	771,120	795,529
Festival Bonus	7,186,757	7,858,647
Generator Fuel	42,750	41,640
Gas, Water & Electricity	2,314,678	2,994,533
Garage Rent	122,000	99,000
Insurance Premium	361,104	334,545
Group & Hospitality Insurance	1,091,833	1,231,267
Internet,Fax,E mail & Website Expenses	1,203,248	1,357,311
Leave Encashment (note-31.A.1)	426,615	780,183
Mobile Expenses	682,386	698,780
Misce. Expenses	262,014	166,695
Office Rent (note-31.A.2)	10,996,836	10,941,040
Office Rent (Service Charge)	1,268,544	1,351,072
Office Maintenance	514,778	638,578
Provident Fund (Employer's Contribution) (note-31.A.1)	3,563,611	3,662,789
Pre Inspection Fee	-	32,956
Printing (Consumption)	254,006	685,963
Postage, Stamp & Currier	246,436	266,928
Paper & Periodicals	102,942	100,778
Procurement Provider	2,684,374	3,310,541
Repair & Maintenance Others	-	28,907
Repair & Maintenance Car	1,402,023	1,541,559
Revenue Stamp	252,880	262,890
Software Maintenance	585,910	556,225
Service Charge (Co-Insurance)	263,919	513,451
Staff Tea & Refreshment	614,735	626,388
Salary & Allowances (note-31.A.1)	92,608,145	84,021,294
Stationery (Consumption)	472,351	445,112
Telephone Bill	290,989	286,056
TA & DA	534,066	520,452
Tax on Commission	413,582	
Training Fee	70,825	20,130
Uniform	4,200	9,600
Wages	528,951	518,327



Asia Insurance Limited
Notes to the Financial Statements
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Amount in Taka	Amount in Taka
2019	2018

31.A.1 In responding to the significant deterioration in economic conditions and increased uncertainty as a result of COVID-19 coronavirus, AIL may make changes to or introduce new remuneration policies, implementing a restructure plan that includes employee redundancies, lower estimate considering lower income, paid absence in addition to any sick or annual leave entitlement, payment of termination benefits.

31.A.2 IFRS-16 become applicable from 1st January 2019 as adopted by ICAB. However the management of Asia Insurance Ltd., has decided not to adopt the standard during this financial year.

31.B. Expenses of Management (Profit or Loss Account)
(Not applicable to any particular Fund or Account)

Advertisement & Publicity
AGM & Conference Expenses
Audit Fee
Commission of Govt Treasury Bond
Legal & Professional Fees
Directors Fee
Lease Finance Cost
Donation & Subscription
Levy on premium Income
Fees & Charges*
Renewal & Registration Fees*

7,015,609	5,454,792
1,927,321	866,642
618,107	817,317
287,500	230,000
100,960	-
138,000	426,750
898,800	716,250
37,787	260,355
410,000	30,000
100,000	100,000
890,320	982,718
1,606,814	1,024,760

Fees & Charges*

Fees (Others)
Credit Rating Fee
CDBL Charge
Listing Fee (CDBL,DSE,CSE)
Appeal Fee
Bima Agent Fee

39,400	-
267,500	287,500
-	106,000
576,698	576,698
-	7,000
6,722	5,520
890,320	982,718

Sub total:

Renewal & Registration Fees*

Renewal & Registration website
Renewal & Registration Fee Company License
Registration Renewal Fee Car

26,148	11,500
1,317,061	738,969
263,605	274,291
1,606,814	1,024,760

Sub total:



Premium less Re-Insurance:	January to December, 2019						Total (Tk)
	Particulars	Fire	Marine Cargo	Marine Hull	Motor	Miscellaneous	
Premium earned:							
Own	243,324,695	208,162,731	8,661,750	43,502,786	51,584,187	555,236,149	550,183,617
PSB	12,576,881	21,699,934	365,901	2,643,048	39,381,298	76,667,061	66,849,037
	255,901,576	229,862,665	9,027,651	46,145,834	90,965,485	631,903,211	617,032,654
Less: Re-insurance Ceded							
Own	127,150,095	17,317,370	7,172,644	3,165,625	2,500,597	157,306,331	137,228,711
PSB	10,343,163	16,453,867	317,230	88,189	38,704,348	65,906,797	57,566,501
	137,493,258	33,771,237	7,489,874	3,253,814	41,204,945	223,213,128	194,795,212
Net premium earned	118,408,318	196,091,428	1,537,777	42,892,020	49,760,540	408,690,083	422,237,443

Particulars	January to December, 2019		Total (Tk) December, 2019	Total (Tk) December, 2018
	Own	PSB		
Fire	32,772,819	1,141,964	33,914,783	31,543,689
Marine cargo	5,548,564	3,238,687	8,787,251	9,840,386
Marine Hull	1,292,217	17,448	1,309,665	502,965
Motor	912,544	-	912,544	425,720
Miscellaneous	753,690	5,172,658	5,926,348	6,712,991
Taka.	41,279,834	9,570,756	50,850,590	49,025,751

Particulars	January to December, 2019		Total (Tk) December, 2019	Total (Tk) December, 2018
	Own	PSB		
Fire	-	-	-	8,825,023
Marine cargo	-	-	-	-
Marine Hull	28,427	-	28,427	23,523
Miscellaneous	529,707	-	529,707	595,269
Total:	558,134	-	558,134	9,443,815



Notes to the Financial Statements
For the year ended December 31, 2019

35.00

Fixed deposit with banks

Sl.No.	Name of Banks	Amount in Taka	Amount in Taka
		2019	2018
	The balance is made up as follows :		
1	Agrani Bank Limited	8,000,000	7,500,000
2	AB Bank Limited	2,500,000	14,155,900
3	Al-Arafah Islami Bank Limited	39,100,000	38,100,000
4	Basic Bank Limited	4,000,000	4,500,000
5	Bay Leasing & Investment Limited	94,927,050	84,565,000
6	Bangladesh Commerce Bank Limited	1,000,000	500,000
7	Bangladesh Krishi Bank	1,000,000	1,300,000
8	Bank Asia Limited	11,200,000	13,800,000
9	BRAC Bank Limited	8,500,000	2,500,000
10	City bank Limited	1,500,000	4,000,000
11	Dhaka Bank Limited	14,300,000	12,700,000
12	Dutch Bangla Bank Limited	2,000,000	2,000,000
13	Eastern Bank Limited	2,000,000	2,000,000
14	Exim Bank Limited	26,900,000	21,900,000
15	First Security Bank Limited	500,000	500,000
16	Farmers Bank Limited	-	1,000,000
17	IFIC Bank Limited	93,111,150	77,111,150
18	IDLC Finance Limited	-	1,000,000
19	Islami Bank (Bangladesh) Limited	20,900,000	16,400,000
20	Jamuna Bank Limited	9,000,000	13,000,000
21	Janata Bank Limited	1,000,000	1,000,000
22	Midland Bank Limited	6,000,000	4,500,000
23	Mercantile Bank Limited	14,400,000	13,400,000
24	Meghna Bank Limited	9,000,000	7,500,000
25	Mutual Trust Bank Limited	13,900,000	17,900,000
26	National Bank Limited	7,000,000	7,000,000
27	NCC Bank Limited	5,500,000	6,700,000
28	NRB Commercial Bank Limited	6,500,000	-
29	NRB Bank Limited	1,000,000	-
30	One Bank Limited	7,911,805	8,411,805
31	Premier Bank Limited	7,000,000	4,500,000
32	Prime Bank Limited	2,300,000	2,300,000
33	Pubali Bank Limited	5,300,000	3,700,000
34	Rupali Bank Limited	3,500,000	2,000,000
35	Southeast Bank Limited	292,940,707	233,440,707
36	Standard Bank Limited	5,200,000	6,200,000
37	Social Islami Bank Limited	17,400,000	15,000,000
38	Shahjalal Islami Bank Limited	9,080,650	11,580,650
39	South Bangla Agricultural & Commerce Bank Ltd.	18,500,000	9,000,000
40	Sonali Bank Limited	500,000	500,000
41	Trust Bank Limited	1,800,000	1,800,000
42	United Commercial Bank Limited	9,600,000	9,100,000
43	Union Bank Limited	4,000,000	3,000,000
Total		789,771,363	687,065,213



Notes to the Financial Statements
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36.00 Earnings Per Share

(Based on financial statement for the year ended 31.December.2019)

Net Profit before Tax
Less. Provision for Current Taxation
Provision for Deferred Tax
Net Profit after Tax
No. of Share
EPS (Earnings Per Share)

(Basic earnings per share at per value Tk.10 each)

Amount in Taka	Amount in Taka
2019	2018
105,235,339	93,787,357
(29,270,088)	(25,352,603)
(425,677)	(2,057,944)
75,539,574	66,376,810
47,069,858	47,069,858
1.60	1.41

37.00 Calculation of Net Assets Value per Share

(Based on financial statement for the year ended 31.December.2019)

Total Assets
Total Current Liabilities
Net Assets
No. of Shares
Net Assets Value (NAV) per Share

Amount in Taka	Amount in Taka
2019	2018
1,769,206,702	1,616,801,682
851,163,083	724,937,436
918,043,619	891,864,246
47,069,858	47,069,858
19.50	18.95

38.00 Calculation of Net Operating Cash flows per Share (NOCFS)

(Based on financial statement for the year ended 31.December.2019)

Net Cash Flows From Operating Activities.
No. of Shares.
Net Operating Cash Flows per Share (NOCFS)

Amount in Taka	Amount in Taka
2019	2018 (Re-stated)
127,360,316	130,660,159
47,069,858	47,069,858
2.71	2.78

39.00 Calculation of Current Tax Provision

Net profit (Profit or Loss Account)
Less. Reserve for Exceptional Loss
N/P -Less Reserve
Dividend Income
Taxable Operating Income
Rate of Tax
Provision for Tax on Taxable Income
Tax on Capital gain @ 15%
Tax on profit on Sale os Share @ 10%
Tax on Dividend Income @ 20%
Total Provision of Current Tax
Provision for Deferred Tax

Total Provision for Tax

Amount in Taka	Amount in Taka
2019	2018
105,235,339	93,787,357
25,000,000	25,000,000
80,235,339	68,787,357
4,675,226	3,308,000
75,560,113	65,479,357
37.50%	37.50%
28,335,042	24,554,759
-	-
-	136,244
935,045	661,600
29,270,088	25,352,603
425,677	2,057,944
29,695,765	27,410,547



Notes to the Financial Statements
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40.00 Related Party

Asia Insurance Limited in normal course of business carried out a number of transaction with the other entities that fall with in the definition of related party contained in International Accounting Standard (IAS)-24" Related Party Disclosure". all transaction involving related parties arising in normal course of business are conducted on and arms' length basis at commercial rates on the same terms and condition as applicable to the third parties. The name of related parties, nature of these transactions and their value have been shown in **Annexure -C**

40(A) Directors Interest in other Companies:

Name	Designation with AIL	Entities where they have Interest	Position
Yussuf Abdullah Harun FCA	Chairman	Incontrad Incontrade Limited Goldcrest Holdings Limited	Managing Partner Chairman Chairman
Mahbubul Alam	Vice Chairman	Alam Trading Corporation Diamond Life Insurance Limited Stare allied venture Ibadah Bangladesh Limited M.Alam Gas Station	Proprietor Chairman Director MD Partner
Md. Jahangir Alam	Director	M.I Cement Factory Ltd. Chittagong Capital Ltd. Premier Cement Mills Ltd. National Cements Mills Ltd. Jahangir & Others Limited GPH Ispat Ltd. GPH Ship Builders Ltd. GPH Power Generation Ltd. Crown Power Generation Ltd. Crown Cement Concrete & Building Products Ltd. Premier Power Generation Ltd. Crown Polymer Bagging Limited Crown Mariners Limited Crown Transportation & Logistics Limited Chartered Life Insurance GPH Steels Ltd. Imperial Hospital Limited	Chairman M.D. Director Director M.D. M.D. Chairman M.D. M.D. Director Director Chairman Chairman Chairman Director M.D. Director

Notes to the Financial Statements
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40(B) Directors Interest in other Companies:

Name	Designation with AIL	Entities where they have Interest	Position
Abul Bashar Chowdhury	Director	Mashud & Brothers Modern Hatchery Ltd B.K Capital Management Ltd Mutual Shipping Ltd Ruby food Products Ltd Premium Assets Ltd BSM Basic Products Ltd BSM Food Products Ltd BSM Essential Ltd Mogbular Rahman Jute Mills Ltd	Proprietor Chairman Chairman Chairman Chairman & MD Chairman & MD Chairman & MD Chairman & MD Chairman & MD Chairman & MD
Mohammad Ali Khokon	Director	Metro Spinning Ltd. Maksons Spinning Mills Ltd. Maksons Textiles Limited Maksons Denim & Apparels Limited Maksons Properties & Development Limited Makcot International La-Muni Apparels Limited Mark Fashion Mak Sourcing Limited Gardenia Wears Limited Mutual Capital Limited	Chairman M.D. M.D. M.D. M.D. M.D. Chairman M.D MD Chairman Chairman
Tarik Sujat	Nominated Director	Bay Leasing & Investment Ltd. Desh Television Limited Media Scene Ltd I-Media Info Limited	Director Director Managing Director Managing Director
Mr.M.Kamal Hossain	Nominated Director	Southeast Bank Limited.	Managing Director
Dr.Zaidi Sattar	Independent Director	Policy Research Institute Bay Leasing & Investment Ltd.	Chairman Independent Director

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40(C) Directors Interest in other Companies:

Name	Designation with AIL	Entities where they have Interest	Position
Mrs. Khaleda Begum	Director	Bengal Mines Development Corporation	Director
		BD.Timber & Plywood Ind.Co.Ltd	Director
		N.R. Steel Galvanizing Plant Limited	Director
		Samuda Containers Limited	Director
		Progressive Containers Limited	Director
		T.K. Gas & Gas Cylinder Limited	Director
		Marshal Oil Limited	Director
		Super Coconut Oil Limited	Director
		T.K. Particle Board Mills(Pvt) Limited	Director
		Papya Chemical Industries Ltd.	Director
		G.B.Paper Products Ltd	Director
		Shabnam Vegetable Oil Industries Ltd.	Director
		Riff Leather Ltd.	Director
		T.K. Chemical Complex Ltd.	Director
		Polytex Yarn Product Ltd.	Director
		Ching Hung Fibers Ltd.	Director
		T.K Oil Refinery Limited	Director
		T.K Re-Rolling Mills Limited	Director
		T.K Steel Industries Limited	Director
		Farhana Oil Mills Limited	Director
		T.K. Polypropylene Products Limited	Director
		T.K. Plastic Products Limited	Director
		T.K. Agro Products Limited	Director
		Shiblee Vanaspati Products Limited	Director
		Comimpax Wood Cemair Limited	Director
		Samuda Beverage Limited	Director
		Samuda Oil Refinery Limited	Director
		T.K. Drum Industries Limited	Director
		T.K. Shares and Securities Limited	Director
		Karnaphuli Galv.Mills Ltd	Director
		Chattala Footwear Ltd	Director
		Farzana Stills Mills Limited	Director
		Modern Security Allied & Paper Mills Ltd	Director
		Baramasia Poultry Farms Ltd	Director
		Polytex Yarn Product Ltd.	Director
		Elahinoor Tea Estate Co. Ltd	Director
		Aryan Stevedore Limited	Director
		Samuda Feed Mills Ltd	Director
		Samuda Power Limited	Director
		Ali Tannery Limited	Director
		Samuda Chemical Complex Ltd	Director
		Samuda Per Oxide Ltd	Director
		Jalalabad Cement Co. Ltd	Director
		Saif Ship Building & Engg.Pvt.Ltd	Director
		Super Formica Ind.Ltd	Director
		T.K.Footwear Ltd	Director

Notes to the Financial Statements
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40(D) Directors Interest in other Companies:

Name	Designation with AIL	Entities where they have Interest	Position
Mohammad Mustafa Haider	Director	Samuda Chemical Complex Ltd.	Managing Director
		Samuda Power Limited	Managing Director
		Samuda Terminal Limited	Director
		Samuda Peroxide Limited	Managing Director
		Samuda Spec.Chem Limited	Managing Director
		Genweb -2 Limited	Managing Director
		Modern Poly Industry Ltd.	Director
		Modern Power Limited	Director
		T.K. Shares and Securities Limited	Managing Director
		Premier Cements Mills Ltd.	Chairman
		Premier Power Generation Ltd.	Managing Director
		National Cement Mills Limited	Chairman
		Rohnoor Navigation Limited	Chairman
		Modern Hatchery Ltd.	
		BSM Textiles Mills Limited	Director
		Super Petrochemical (Pvt.) Limited	Director
		Elahi Noor Tea Company Ltd	Director
		Hafsa Nazir Industrial Complex (Pvt.) Ltd.	Director
		Premium Assets Ltd	Director
		M.R.F Fashion Ltd	Chairman
		Super Knitting & Dyeing Mills Ltd	Director
		Ali Tenery Ltd	Director
		Jalalabad Cement Co.Ltd	Chairman
		Saif Shipbuilding & Eng.Ltd	Director
		T.K. Ship Yard Limited	Director
		Rokenoor Ship Builders Ltd	Chairman
		Rokenoor Maritime Ltd	Chairman
		JS.Oil Refinery & Vegetable Prod (Pvt)Ltd	Director
		Central Navigation Ltd	Managing Director
		Moqbular Rahman Jute Mills Ltd	Director
		Rokenoor Lighterage Ltd	Chairman
		Rupsha Petro Refinery Ltd	Chairman
		Rupsha LPG Ltd	Chairman
		Riverview Terminal Ltd	Chairman
		Rupsha Edible Oil Ltd	Chairman
		Green Board & Fiber Mills Ltd.	Managing Director
		Spi Petrochemical Complex Ltd	Managing Director

Notes to the Financial Statements
For the year ended December 31, 2019

40(E) Directors Interest in other Companies:

Name	Designation with AIL	Entities where they have Interest	Position
Mrs. Farzana Afroze	Director	Samuda Chemicals Complex Ltd	Chairperson & Director
		Samuda Power Limited	Chairperson & Director
		Samuda Caustic Limited	Chairperson & Director
		Samuda Peroxide Limited	Chairperson & Director
		Samuda Real Estate Limited	Chairperson & Director
		Genweb -2 Limited	Chairperson & Director
		Samuda Spec.Chem Limited	Chairperson & Director
		Modern Poly Industry Ltd.	Director
		Rupsha Tank Terminal & Refinery Ltd.	Director
		MRF Fashion Ltd	Director
		Ali Tannery Limited	Director
		T.K Shipard Ltd	Director
		Delta Shipard Ltd	Chairperson
		Green Board & Fiber Mills Ltd.	Chairperson

Notes to the Financial Statements
For the year ended December 31, 2019

40.01 Asia Insurance Limited has not extended any loan or give any guarantee or provide any security in connection with a loan made by a third party.

40.02 Asia Insurance Limited has not, accept with the approval of the general body of its shareholders, enter into any contract for the sale or purchases of assets of 1%(one percent) or above of the total tangible assets as shown in the statements of financial position as of the immediately preceding completed financial year or for supply of goods and materials amounting to 1% (one percent) or above of the revenue for the immediately preceding financial year.

41.00 Payments to the Directors/Officers:

The aggregate amount paid / provided to the Chief Executive Officer and Officers up to Manager Level, during the period having taxable income is given below:

2019	
Amount in Taka	
Chief Executive Officer	Officers up to Manager Level
Managing Director's (CEO) emolument	-
Salary-Officers	24,077,544
Company's Contribution to Provident fund	2,214,042
Bonus	3,933,660
House rent	11,583,300
Medical Allowance	5,430,415
Conveyance & Other Allowance	9,457,449
5,650,000	56,696,410

42.00 Other relevant information's :

- During the period under review an amount of Tk. 898,800.00 was paid to the Directors of the Company as Board meeting attendance fee @ 8,000.00 per meeting.
- During the year under review no compensation was allowed by the Company to the Chief Executive and Officers of the Company except their regular remuneration.
- No amount of money was spent by the Company for compensating any member of the Board for special service rendered.
- No amount was due by the Directors (including Chief Executive Officer) and Officers of the Company or by associated undertaking and by any of them severally or jointly with any other person.
- There was no contract for capital expenditure to be executed and not provided for.

43.00 Credit Facility

No credit facility availed by the company under any contract other than bank credit facility and trade credit which are in the ordinary course of the business.

44.00 Event after the Reporting Period

The Board of Directors in its 141 meeting held on 12. 07.2020 decided to recommend payment of 10.00% Cash dividend for the year 2019.

45.00 Number of Employees Engaged

The number of employees engaged for whole year who received a total remuneration of TK. 36,000 and above per annum was 240.



Notes to the Financial Statements
For the year ended December 31, 2019

46.00 Capital Expenditure Commitment

- No Capital Expenditure contracted or incurred provided for as at December 31, 2019
- There was no material capital expenditure authorized by the Board of Directors or contracted for as at December 31, 2019

47.00 Claim Acknowledgement

There was no claim against the Company not acknowledged as debt as on December 31, 2019

48.00 Credit rating report

Credit Rating Information and Services Limited (CRISL) has reassigned the claim paying ability (CPA) rating of the Company to **AA** based on audited financial statements up to December 31, 2018

49.00 Interim Financial Statements

Asia Insurance Limited publishes its interim financial statements quarterly as required by the Bangladesh Securities and Exchange Commission.



ASIA INSURANCE LIMITED
Notes to the Financial Statements
For the year ended December 31, 2019
Schedule of Fixed Assets (Property of Plant and Equipment)

Annexure-A

Particulars	Rate of dep.	Cost			Depreciation					Total Depreciation	W.D.V. 31.12.2019 K=(D-I)
		As at 01.01.19 A	Addition During the year '19 B	Disposal C	Total as at 31.12.2019 D=(A+B-C)	Depreciation on addition F	Depreciation on WDV-19 G	Depreciation charge H=(E+F+G)	Disposal I		
Vehicles	20%	49,961,297	3,052,000	4,810,000	48,203,297	376,274	3,207,895	3,584,169	3,981,473	32,923,873	15,279,424
Office Decoration	10%	40,834,601	1,154,320	-	41,988,921	102,086	2,634,593	2,736,679		17,225,349	24,763,572
Telephone Inst. & PABX System	20%	1,394,390	-	-	1,394,390	-	82,312	82,312		1,065,142	329,248
Furniture & Fixture	10%	14,368,673	17,500	-	14,386,173	1,273	1,019,404	1,020,677	-	5,195,311	9,190,862
Computer, Printer, Fax and Copier	30%	7,883,708	191,309	-	8,075,017	36,041	465,248	501,289		6,834,171	1,240,846
Crockeries	25%	57,920	-	-	57,920		11,267	11,267		24,120	33,800
Office Equipmen	10%	6,749,798	202,111	-	6,951,909	10,708	330,641	341,349		3,784,737	3,167,172
Air Conditioner	20%	10,366,460	156,430	-	10,522,890	18,015	929,860	947,875		6,665,036	3,857,854
Building*	5%	173,051,680			173,051,680		7,506,226	7,506,226		30,433,381	142,618,299
Software	10%	1,600,000	26,000		1,626,000	356	141,870	142,226		323,530	1,302,470
Total		306,268,527	4,799,670	4,810,000	306,258,197	544,753	16,329,316	16,874,069	3,981,473	104,474,650	201,783,547

* Building consists of Office premises which is situated at Rupayan Trade Center (14th Floor), 114 Kazi Nazrul Islam Avenue, Bangla Motor, Dhaka.

Date: July 12, 2020



ASIA INSURANCE LIMITED
Statement of Investment in Share of the Company
As at December 31, 2019

Annexure-B

SL.No.	Particulars	Quantity of Share	Face Value per share	Book Value per share (At Cost)	Total Cost of Share	Market Price per share (Closing Price on 31.12.2019)	Total Market Value of Share on 31.12.2019	Provision for Denomination value of Share
1	South East Bank Limited	5,380,000	10	21.479	115,556,321	13.40	72,092,000	(43,464,321)
2	Bay Leasing & Investment Limited	2,160,000	10	38.085	82,263,310	13.80	29,808,000	(52,455,310)
3	National Life Insurance Company Limited	120,000	10	151.657	18,198,896	279.30	33,516,000	15,317,104
4	Rupali Life Insurance Limited	47,500	10	61.505	2,921,501	49.30	2,341,750	(579,751)
5	Lafarge Holsim BD Limited	50,000	10	38.011	1,900,568	33.60	1,680,000	(220,568)
6	Esquire Knit Composit Ltd	20,890	10	45.000	940,050	28.30	591,187	(348,863)
	Total	7,778,390			221,780,645		140,028,937	(81,751,708)



ASIA INSURANCE LIMITED

Regarding Related Party Transaction: (From 1st January to December 31,2019)

Annexure-C

Name of the Related Party	Nature of Relationship & Transaction	Amount of Transaction	Amount of Transaction	Balance
		Premium -2019	Claims-2019	
Southeast Bank Limited	Common Directorship	78,098,863		Nil
Maksons Group	Common Directorship	11,574,236		Nil
T.K.Group	Common Directorship	14,642,271	1,680,996	Nil
Bismillah Group	Common Directorship	16,734,231	3,523,352	Nil
GPH Group	Common Directorship	21,043,691		Nil
Samuda Group	Common Directorship	4,952,964	172,500	Nil
Ruby Food Products Ltd	Common Directorship	2,160,737		Nil
Alam Store	Common Directorship	4,225,597		Nil
Anowara Trading	Common Directorship	1,471,282		Nil
Incontrade Group	Common Directorship	561,056		Nil
BSM Syndicate	Common Directorship	382,251		Nil
Policy Research Institute	Common Directorship	37,362		Nil
La Muni Apparels Ltd	Common Directorship	244,999		Nil

Name of the Related Party	Nature of Relationship & Transaction	Amount of Transaction		
		Office Rent & Electricity (Dilkusha Br.& Khatungonj Br.)	Group Insurance Premium	Lease Loan repayment
Bay Leasing & Investment Ltd.	Common Directorship	-	-	752,860
T.K Group Office Space of 56/59 Bitligonj, Khatungonj, Chattogram	Common Directorship	788,264	-	-



ASIA INSURANCE LIMITED
Notes to the Financial Statements
For the year ended December 31, 2019

Annexure-D

Schedule of Fixed Assets (Property of Plant and Equipment) (Tax Based)

Particulars	Rate of dep.	Cost less Depreciation			Tax Based Rate of dep.	Amount (Tk.)	
		As at 01.01.2019	Addition During the year 2019	Disposal Assets		Depreciation	W.D.V 31.12.2019
Vehicles	20%	16,640,120	3,052,000	4,810,000	20%	2,976,424	11,905,696
Office Decoration	10%	26,345,931	1,154,320		10%	2,750,025	24,750,226
Telephone Inst. & PABX System	20%	411,560	-		20%	82,312	329,248
Furniture & Fixture	10%	10,194,038	17,500		10%	1,021,154	9,190,384
Computer, Printer, Fax and Copier	30%	1,550,827	191,309		30%	522,641	1,219,495
Crockeries	25%	45,067	-		25%	11,267	33,800
Office Equipment	10%	3,306,410	202,111		10%	350,852	3,157,669
Air Conditioner	20%	4,649,299	156,430		10%	480,573	4,325,156
Building	5%	150,124,525			10%	15,012,452	135,112,072
Software	10%	1,418,696			10%	141,870	1,276,826
Total		214,686,472	4,773,670	4,810,000		23,349,569	191,300,573

A.Calculation of Provision for Deferred Tax

Carrying Value of Fixed Asset	201,783,547
Tax Base Value of Fixed Asset	191,300,573
Taxable Temporary Difference	10,482,975
Tax rate	37.50%
Deferred Tax Liability	3,931,116

B.Provision for Deferred Tax on Provision for Gratuity

Carrying Value of Provision for Gratuity	2,290,343
Tax Base of Provision for Gratuity	-
Tax Rate	37.50%
Deferred Tax on Provision for Gratuity	858,879

Total Deferred Tax Liability (A-B)

3,072,237

Closing Deferred Tax Liability
Opening Deferred Tax Liability

3,072,237
2,646,560
425,677

Date: July 12, 2020

