

**Asia Insurance Limited**

**Auditor's Report  
&  
Financial Statements**

for the year ended 31 December 2021

## INDEPENDENT AUDITOR'S REPORT

To the Shareholders of Asia Insurance Limited

### REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

#### Opinion

We have audited the financial statements of Asia Insurance Limited (the company), which comprise the Statement of Financial Position as at 31 December 2021, the profit or loss Account, Profit or 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 2021, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

#### Basis for Opinion

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

#### Emphasis of Matters

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

1. Shareholding position of the sponsors need be maintained at 60% rather than 40% now appearing, in order to maintain compliance under section 21 schedule 1 of the Insurance Act 2010.
2. Worker's Profit Participation Fund (WPPF) should be introduced under section 232 & 234 of The Bangladesh Labor Act 2006 (amended in 2018), considering the amount of paid-up capital and permanent assets figure more than Tk.47 crore & 19 crore respectively, but the matter of treatment of the workers of Insurance Company under labor law appears questionable as per IDRA observation vide Ref. No. 53.03.0000.075.22.29.2021.30 Dated: 02 June 2021.



## Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in the audit of the financial statements. We do not provide a separate opinion on these matters. 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><b>Premium Income:</b></p> <p>Gross premium of non-life insurance comprise the total premium received for the whole period of cover provided by contracts entered into during the accounting year.</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 2021, the group reported total Premium income of <b>Tk. 757,807,986 (2020: Tk.702,133,218)</b></p> <p><b>See note no # 31 to the financial statements</b></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"> <li>• The design and operating effectiveness of key controls around premium income recognition process.</li> <li>• Carried out analytical procedures and recalculated premium income for the period.</li> <li>• Carried out cut-off testing to ensure unearned premium income has not been included in the premium income.</li> <li>• 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.</li> <li>• Ensured on a sample basis that the premium income was being deposited in the designated bank account.</li> <li>• Tested on a sample basis to see that appropriate VAT was being collected and deposited to bank through Treasury Challan.</li> <li>• 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.</li> <li>• Applying specialist judgment ensured if there is any impairment of the reinsurer.</li> <li>• 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.</li> </ul>

Risk	Our response to the risk
<p><b>Estimated Liability in respect of outstanding claims whether due or intimated and claim payment:</b></p> <p>Estimated Liability in respect of outstanding claims has been increased by BDT 162,162,151 from the previous year. This estimated liability of outstanding claim includes the amount BDT 283,499,347 which has been details in note no # 10 of financial statement for the year ended 2021. Considering the volume, Nature &amp; extend with sensitivity to the financial statement we would justify the head of estimated liability of outstanding claim as a high level of audit risk. As at 31<sup>st</sup> December 2021. The group report of estimated liability of outstanding claim.</p> <p><b>See note no # 10 to the financial statements</b></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"> <li>• Obtained the claim register and tested for completeness of, claims recorded in the register on a sample basis.</li> <li>• Obtained a sample of claimed policy copy and cross check it with claim.</li> <li>• Obtained a sample of survey reports cross checked those, against respective ledger balances and incase of discrepancy, carried out further investigation.</li> <li>• Obtained and discussed with management about their basis for estimation and challenged their assumptions where appropriate.</li> <li>• Reviewed the claim committee minutes about decision about impending claims.</li> <li>• Tested a sample of claims payments with intimation letter, survey report, bank statement, claim payment register and general ledger.</li> <li>• 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.</li> </ul>



Risk	Our response to the risk
<p><b>IT System and Controls:</b></p> <p>Our audit procedures have a focus on IT systems and controls due to the pervasive nature and complexity of the IT environment, the large volume of transactions processed in numerous locations daily and the reliance on automated and IT dependent manual controls.</p> <p>Our area of audit focus included user access management, developer access to the production environment and changes to the IT environment. These are key to ensuring IT dependent and application based controls are operating effectively.</p> <p>The Company's disclosures relating to its IT systems and controls are included in note #1.3.19 of the financial statements.</p>	<ul style="list-style-type: none"> <li>• We tested the design and operating effectiveness of the Company's IT access controls over the information systems that are critical to financial reporting.</li> <li>• We tested IT general controls (logical access, changes management and aspects of IT operational controls) on a sample basis. This included testing that requests for access to systems were appropriately reviewed and authorized. We tested the Company's periodic review of access rights. We inspected requests of changes to systems for appropriate approval and authorization</li> <li>• Where deficiencies were identified, we tested compensating controls or performed alternate procedures. In addition, we understood where relevant changes were made to the IT landscape during the audit period and tested those changes that had a significant impact on financial reporting.</li> </ul>

Risk	Our response to the risk
<p><b>Legal &amp; Regulatory Matters:</b></p> <p>We focused on this area because the Company operates in a legal and regulatory environment that is exposed to significant litigation and similar risks arising from disputes and regulatory proceedings.</p> <p>Significant Legal &amp; Regulatory matters pertaining to the Company were:</p> <ul style="list-style-type: none"> <li>• Compliance of rules &amp; regulations, including submission returns to various regulators;</li> <li>• Carrying out business activities in line with the prescribed rules &amp; regulations; and</li> <li>• Safeguarding of adequate assets maintain adequate Balance of fair value adjustment of asset of reserve as required.</li> </ul> <p>The Company's disclosures relating to its Legal &amp; Regulatory Matters are included in Note #1 of the financial statements.</p>	<ul style="list-style-type: none"> <li>• We obtained an understanding, evaluated the design and tested the operational effectiveness of the Group's key controls over the legal provision and contingencies process.</li> <li>• We enquired to those charged with governance to obtain their view on the status of all significant litigation and regulatory matters.</li> <li>• We enquired of the Group's internal legal counsel for all significant litigation and regulatory matters and inspected internal notes and reports.</li> <li>• We reviewed the compliance reports submitted and tested the completeness and accuracy of the underlying information on test basis. Furthermore, we reviewed the correspondences between different regulators pertaining to the preparation of the financial statements of the Company.</li> </ul>

## Other Information

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

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

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



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

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSS, the Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, the Securities and Exchange Rules 1987 and read 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.
- Taking into consideration the impact of the outbreak of the coronavirus pandemic (Covid-19) and suggesting to the company to make any required financial adjustments and any relative disclosures to consider the view on the possible impacts of covid-19.

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.

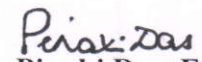


### Report on other Legal and Regulatory Requirements

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:

- 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;
- 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;
- 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;
- 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;
- 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;
- The Statement of Financial Position, Statement of Comprehensive Income, Profit or 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
- The expenditure was incurred for the purpose of the Company's business.

Date : 10 May 2022  
Dhaka


  
**Pinaki Das, FCA**  
Senior Partner  
Enrolment Number: 151  
**Pinaki & Company**  
Chartered Accountants


DVC	2205180151AS 243421
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**ASIA INSURANCE LIMITED**  
**Statement of Financial Position (Balance Sheet)**  
As at December 31, 2021

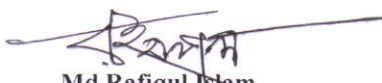
Shareholders Equity & Liabilities	Notes	Amount in taka	
		December 2021	December 2020
Authorised Share Capital	2	1,000,000,000	1,000,000,000
Issued, Subscribed and Paid up Capital	3	470,698,580	470,698,580
Share Premium	4	116,288,920	116,288,920
<b>Reserve or Contingency Account</b>		<b>480,814,961</b>	<b>388,183,450</b>
Reserve for Exceptional Losses	5	364,503,836	319,443,522
General Reserve	6	19,271,100	11,771,100
<b>Profit or Loss Appropriation Account</b>	7	<b>97,040,025</b>	<b>56,968,828</b>
<b>Lease Liabilities</b>	8	<b>11,290,801</b>	<b>8,406,413</b>
Current Maturity		5,513,386	5,046,391
Long Term Maturity		5,777,415	3,360,022
<b>Balance of Fund &amp; Account</b>	9	<b>183,006,227</b>	<b>178,900,516</b>
Fire insurance business		29,866,366	54,592,316
Marine insurance business		108,484,636	72,021,314
Marine hull insurance business		4,608,283	3,700,926
Motor insurance business		18,874,499	20,408,805
Miscellaneous insurance business		21,172,442	28,177,155
Estimated liability in respect of outstanding claims whether due or intimated	10	283,499,347	121,337,196
Amount due to other persons or bodies carrying on insurance business	11	327,792,567	232,887,945
Deposit Premium	12	245,931,404	133,228,085
Provision for Taxation	13	335,272,380	327,469,726
Deferred Tax	14	1,056,593	3,766,999
Sundry Creditors	15	64,871,394	51,786,561
<b>Total Liabilities and shareholder's equity</b>		<b>2,520,523,173</b>	<b>2,032,954,390</b>

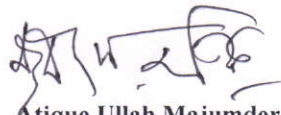
The annexed notes from an integral part of this financial statements.

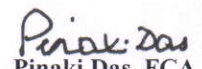
  
**Md. Imam Shaheen**  
Chief Executive Officer

  
**Director**

  
**Yussuf Abdullah Harun, FCA**  
Chairman

  
**Md. Rafiqul Islam**  
Chief Financial Officer

  
**Atique Ullah Majumder**  
Company secretary

  
**Pinaki Das, FCA**  
Senior Partner

Enrollment Number: 151

**Pinaki & Company**

Chartered Accountants

**Date: 10 May 2022**

**Dhaka**

**DVC: 2205180 151 AS 243421**

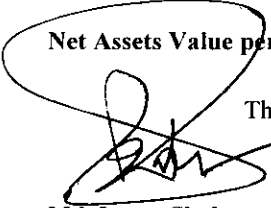


**ASIA INSURANCE LIMITED**  
**Statement of Financial Position (Balance Sheet)**  
As at December 31, 2021

Property & Assets:	Notes	Amount in taka	
		December 2021	December 2020
Investment	16	477,665,310	210,723,002
Government Treasury Bond		25,000,000	25,000,000
Investment in Shares		452,665,310	185,723,002
Interest, Dividends & Rent Outstanding	17	25,588,578	24,571,806
Amount due from others persons or Bodies	18	450,389,868	212,305,031
Carrying on Insurance Business			
Sundry Debtors	19	64,355,481	13,559,905
Advance, Deposit and Prepayments	20	324,751,545	360,823,554
Security deposit	21	583,314	794,715
Fixed Deposit Account	22	920,659,201	870,859,201
Cash on Hand and with Banks	23	65,517,581	130,987,311
<b>Others Account</b>			
Property of Plant and Equipment (At Cost Less De	24	190,147,132	207,626,926
Stock of Printing and Stationery	25	865,163	702,940
<b>Total Properties and Assets</b>		<b>2,520,523,173</b>	<b>2,032,954,390</b>

<b>Net Assets Value per Share</b>	<b>38</b>	<b>26.57</b>	<b>24.52</b>
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The annexed notes from an integral part of this financial statements.


  
**Md. Imam Shaheen**  
Chief Executive Officer

  
**Director**

  
**Yussuf Abdullah Harun, FCA**  
Chairman

  
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Enrollment Number: 151  
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Chartered Accountants


**Date: 10 May 2022**  
**Dhaka**

**DVC: 2205180151AS243421**

**ASIA INSURANCE LIMITED**  
**Profit or Loss Appropriation Account**  
For the year ended December 31, 2021


Particulars	Notes	Amount in Taka	
		1st January 2021 to 31st December 2021	1st January 2020 to 31st December 2020
Balance brought forward from last year		56,968,828	48,011,487
Net Profit for the year ended (Transferred from profit or loss account)		214,786,745	151,048,898
	<b>Total</b>	<b>271,755,573</b>	<b>199,060,385</b>
Reserve for Exceptional Losses	5	45,060,314	44,169,990
Provision for General Reserve	6	7,500,000	4,000,000
Provision for Taxation	40	62,425,344	39,997,702
Provision for Deferred Tax	14	(2,710,407)	694,762
Reserve for Gratuity		5,956,468	6,159,245
Proposed Dividend Cash -2020 @10%		-	-
Dividend paid (Cash -2020 @12%)		56,483,830	47,069,858
<b>Balance Transferred to Balance Sheet</b>		<b>97,040,025</b>	<b>56,968,828</b>
	<b>Total</b>	<b>271,755,573</b>	<b>199,060,385</b>
Earnings per Share	37	3.29	2.34
(Basic earnings per share at per value Tk.10 each)			


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

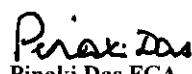
  
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**Dhaka**


**DVC: 2205180151A5243421**



**ASIA INSURANCE LIMITED**  
**Statement of Profit or Loss Account and Other Comprehensive Income Account**  
For the year ended December 31, 2021

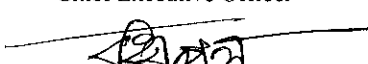
Particulars	Notes	Amount in Taka	
		1st January 2021 to 31st December 2021	1st January 2020 to 31st December 2020
<b>Interest &amp; dividends :</b>			
(Not Applicable to any particular fund or			
Interest, dividend and rents	26	66,416,429	74,680,661
Non Operative Income	27	105,775	2,181,217
Revenue Gain	28	2,998,747	-
<b>Profit or (Loss) transferred from</b>		<b>193,378,910</b>	<b>85,401,701</b>
Fire Revenue Account		17,321,463	(7,053,636)
Marine Revenue Account		129,947,891	40,930,713
Marine Hull Revenue Account		58,702	(1,233,766)
Motor Revenue Account		4,051,440	23,632,029
Miscellaneous Revenue Account		41,999,414	29,126,361
		<b>262,899,861</b>	<b>162,263,579</b>
<b>Expenses of Management</b>	30B		
(Not Applicable to any particular fund or			
Account)			
		<b>8,761,026</b>	<b>9,288,777</b>
Advertisement & Promotional Expenses		683,366	972,946
AGM & Conference Expenses		347,115	367,500
Audit Fee		787,750	270,250
Directors Fees		451,200	499,200
Donation & Subscription		1,077,264	878,086
Fees & Charges		1,178,270	1,109,701
Legal & Professional Fees		168,750	669,000
Lease Finance Cost		2,384,476	2,508,845
Levy on Premium Income		100,000	100,000
UMP Expenses		322,730	296,986
Registration Renewal Fee		1,260,105	1,616,263
Income Tax Payment		22,290,794	-
Depreciation	24.01	27,706,295	26,157,374
Performance Bonus		4,000,000	3,500,000
Provision for diminution value of share	16.04	(14,644,999)	(27,731,470)
Profit for the period transferred to Profit or		<b>214,786,745</b>	<b>151,048,898</b>
Loss Appropriation Account			
<b>Total</b>		<b>262,899,861</b>	<b>162,263,579</b>

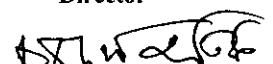
The annexed notes form an integral part of this financial statements.

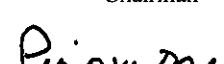
  
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Enrollment Number: 151  
**Pinaki & Company**  
Chartered Accountants

Date: 10 May 2022

Dhaka

DVC: 2205180151A5243421

# ASIA INSURANCE LIMITED

## Consolidated Revenue Account

For the year ended December 31, 2021

Particulars	Notes	Amount in Taka	
		1st January 2021 to 31st December 2021	1st January 2020 to 31st December 2020
Balance of fund account at the beginning of the year		178,900,516	164,398,700
Premium less re-insurance	31	450,603,142	441,699,901
Commission on re-insurance ceded	32	68,848,302	67,736,182
Profit Commission	33	4,533,224	1,088,903
<b>Total</b>		<b>702,885,185</b>	<b>674,923,686</b>
<b>Claim under policies less re-insurance</b>		<b>127,394,552</b>	<b>171,158,863</b>
Paid during the year		(34,767,598)	98,543,063
Total estimated liability in respect of outstanding claim at the end of the year whether due or intimated		283,499,347	121,337,196
Less: Outstanding at the beginning of the year		121,337,197	48,721,396
Agency Commission	29	49,082,263	93,872,241
Expenses of Management	30	149,589,188	145,146,871
Insurance Stamp Consumption		434,044	443,493
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).		183,006,227	178,900,516
<b>Profit/(Loss)/Transferred to Profit or Loss Account</b>		<b>193,378,910</b>	<b>85,401,701</b>
Fire Revenue Account		17,321,463	(7,053,636)
Marine Revenue Account		129,947,891	40,930,713
Marine Hull Revenue Account		58,702	(1,233,766)
Motor Revenue Account		4,051,440	23,632,029
Miscellaneous Revenue Account		41,999,414	29,126,361
<b>Total</b>		<b>702,885,185</b>	<b>674,923,686</b>

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

Signed as per annexed report on even date

**Md. Imam Shaheen**  
Chief Executive Officer

**Director**

**Yussuf Abdullah Harun, FCA**  
Chairman

**Md. Rafiqul Islam**  
Chief Financial Officer

**Atique Ullah Majumder**  
Company secretary

**Pinaki Das**  
Senior Partner

Enrollment Number: 151

**Pinaki & Company**

Chartered Accountants

**Date: 10 May 2022**

**Dhaka**

**DVC: 2205180151AS243421**



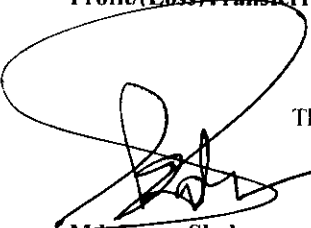
# ASIA INSURANCE LIMITED

## Fire Insurance Revenue Account

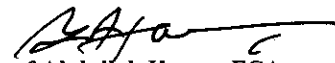
For the year ended December 31, 2021

Particulars	Notes	Amount in Taka	
		1st January 2021 to 31st December 2021	1st January 2020 to 31st December 2020
Balance of fund account at the beginning of the year		54,592,316	47,363,327
Premium less re-insurance	31	74,665,915	136,480,789
Commission on re-insurance ceded	32	45,696,529	50,014,844
Profit Commission	33	4,073,492	661,793
<b>Total</b>		<b>179,028,253</b>	<b>234,520,753</b>
<b>Claim under policies less re-insurance</b>		<b>64,223,122</b>	<b>82,470,838</b>
Paid during the year		(23,791,537)	18,450,249
Total estimated liability in respect of outstanding claim		194,261,224	106,246,564
Less: Outstanding at the beginning of the year		106,246,565	42,225,975
Agency Commission	29	18,304,125	39,162,226
Expenses of Management	30	49,024,188	65,055,344
Insurance Stamp Consumption		288,989	293,666
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).		29,866,366	54,592,316
<b>Profit/(Loss) Transferred to Profit or Loss Account</b>		<b>17,321,463</b>	<b>(7,053,636)</b>
<b>Total</b>		<b>179,028,253</b>	<b>234,520,753</b>


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


  
Md. Imam Shaheen  
Chief Executive Officer

  
Director

  
Yussuf Abdullah Harun, FCA  
Chairman

  
Md. Rafiqul Islam  
Chief Financial Officer

  
Atique Ullah Majumder  
Company secretary

  
Pinaki Das FCA  
Senior Partner  
Enrollment Number: 151  
Pinaki & Company  
Chartered Accountants

Date: 10 May 2022

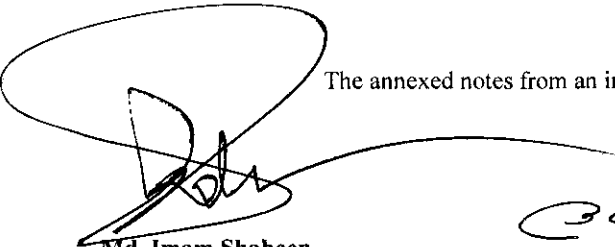
Dhaka

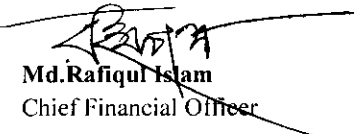
DVC: 2205180151AS243421

**ASIA INSURANCE LIMITED**  
**Marine Cargo Insurance Revenue Account**  
For the year ended December 31, 2021


Particulars	Notes	Dec,2021	Dec,2020
		Amount (Taka)	Amount (Taka)
Balance of fund account at the beginning of the year		72,021,314	78,436,572
Premium less re-insurance	31	271,211,591	180,053,285
Commission on re-insurance ceded	32	13,893,009	11,787,267
<b>Total</b>		<b>357,125,914</b>	<b>270,277,124</b>
<b>Claim under policies less re-insurance</b>		<b>30,398,552</b>	<b>75,510,618</b>
Paid during the year		(47,940,058)	75,081,446
Total estimated liability in respect of outstanding claim at the end of the year whether due or intimated		84,231,027	5,892,417
Less: Outstanding at the beginning of the year		5,892,417	5,463,245
Agent Commission	29	24,187,098	35,744,614
Expenses of Management	30	64,107,736	46,069,865
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).		108,484,636	72,021,314
<b>Profit/(Loss) Transferred to Profit or Loss Account</b>		<b>129,947,891</b>	<b>40,930,713</b>
<b>Total</b>		<b>357,125,914</b>	<b>270,277,124</b>

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

  
**Md. Imam Shaheen**  
Chief Executive Officer

  
**Md. Rafiqul Islam**  
Chief Financial Officer

  
**Director**

  
**Atique Ullah Majumder**  
Company secretary

  
**Yussuf Abdullah Harun, FCA**  
Chairman

  
**Pinaki Das FCA**

Senior Partner  
Enrollment Number: 151  
**Pinaki & Company**  
Chartered Accountants

Date: 10 May 2022

Dhaka

**DVC : 2205180151 AS243421**



**ASIA INSURANCE LIMITED**  
**Marine Hull Insurance Revenue Account**  
For the year ended December 31, 2021

Particulars	Notes	Dec,2021	Dec,2020
		Amount (Taka)	Amount (Taka)
Balance of fund account at the beginning of the year		3,700,926	1,537,777
Premium less re-insurance	31	4,608,284	3,700,926
Commission on re-insurance ceded	32	1,587,722	1,324,432
Profit Commission	33	29,588	26,524
<b>Total</b>		<b>9,926,520</b>	<b>6,589,659</b>

**Claim under policies less re-insurance**

Paid during the year

Total estimated liability in respect of outstanding claim at the end of the year whether due or intimated

Less :Outstanding at the beginning of the year

450,626	-
260,626	-
190,000	-
-	-

Agent Commission

29

1,606,902

1,427,168

Expenses of Management

30

3,202,006

2,695,331

Insurance Stamp Consumption

-

-

Balance of fund account at the end of the year as

4,608,284

3,700,926

shown in the balance sheet (Reserve for unexpired risk @ 100% marine hull of the year).

**Profit/(Loss)Transferred to Profit or Loss Account**

58,702

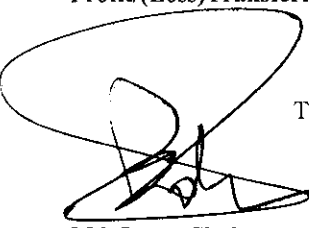
(1,233,766)

**Total**

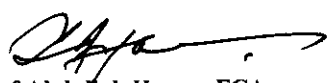
**9,926,520**

**6,589,659**


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

  
**Md. Imam Shaheen**  
Chief Executive Officer

  
**Director**

  
**Yussuf Abdullah Harun, FCA**  
Chairman

  
**Md. Rafiqul Islam**  
Chief Financial Officer

  
**Atique Ullah Majumder**  
Company secretary

  
**Pinaki Das**  
Pinaki Das FCA  
Senior Partner

Enrollment Number: 151

**Pinaki & Company**

Chartered Accountants

Date: 10 May 2022

Dhaka

**DVC : 220518015145243421**

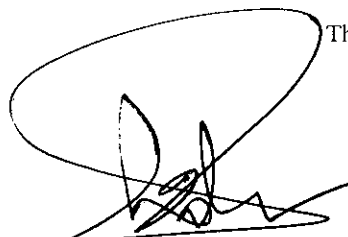
# ASIA INSURANCE LIMITED

## Motor Insurance Revenue Account

For the year ended December 31, 2021

Particulars	Notes	Dec,2021	Dec,2020
		Amount (Taka)	Amount (Taka)
Balance of fund account at the beginning of the year		20,408,805	17,156,808
Premium less re-insurance	31	47,186,247	51,022,012
Commission on re-insurance ceded	32	144,302	1,032,274
<b>Total</b>		<b>67,739,354</b>	<b>69,211,094</b>
<b>Claim under policies less re-insurance</b>		<b>32,268,582</b>	<b>6,782,877</b>
Paid during the year		30,633,985	4,632,554
Total estimated liability in respect of outstanding claim at the end of the year whether due or intimated		4,817,096	3,182,499
Less: Outstanding at the beginning of the year		3,182,499	1,032,176
Agent Commission	29	2,195,081	7,057,101
Expenses of Management	30	10,268,369	11,223,826
Insurance Stamp Consumption		81,383	106,455
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).		18,874,499	20,408,805
<b>Profit/(Loss) Transferred to Profit or Loss Account</b>		<b>4,051,440</b>	<b>23,632,029</b>
<b>Total</b>		<b>67,739,354</b>	<b>69,211,094</b>

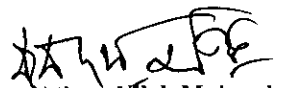
The annexed notes from an integral part of this financial statements.

  
Md. Imam Shaheen  
Chief Executive Officer

  
Director

  
Yussuf Abdullah Harun, FCA  
Chairman

  
Md. Rafiqul Islam  
Chief Financial Officer

  
Atique Ullah Majumder  
Company secretary

  
Pinaki Das FCA  
Senior Partner

Enrollment Number: 151

Pinaki & Company

Chartered Accountants

Date: 10 May 2022

Dhaka

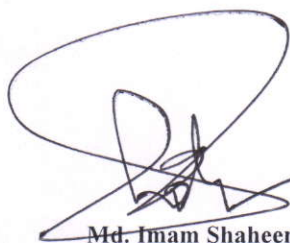
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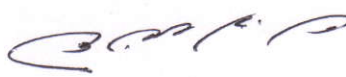
**ASIA INSURANCE LIMITED**  
**Miscellaneous Insurance Revenue Account**  
For the year ended December 31, 2021

Particulars	Notes	Dec,2021	Dec,2020
		Amount (Taka)	Amount (Taka)
Balance of account at the beginning of the year		28,177,155	19,904,216
Premium less re-insurance	31	52,931,106	70,442,888
Commission on re-insurance ceded	32	7,526,740	3,577,365
Profit Commission	33	430,144	400,586
<b>Total</b>		<b>89,065,144</b>	<b>94,325,055</b>
<b>Claim under policies less re-insurance</b>		<b>53,670</b>	<b>6,394,530</b>
Paid during the year		6,069,386	378,814
Total estimated liability in respect of outstanding claim		-	6,015,716
Less: Outstanding at the beginning of the year		6,015,716	-
Agent Commission	29	2,789,057	10,481,132
Expenses of Management	30	22,986,889	20,102,505
Insurance Stamp Consumption		63,672	43,372
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).		21,172,442	28,177,155
<b>Profit/(Loss) Transferred to Profit or Loss Account</b>		<b>41,999,414</b>	<b>29,126,361</b>
<b>Total</b>		<b>89,065,144</b>	<b>94,325,055</b>

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



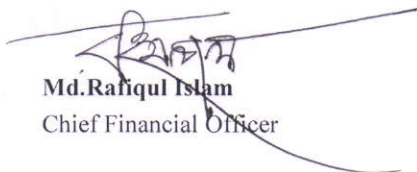
**Md. Imam Shaheen**  
Chief Executive Officer



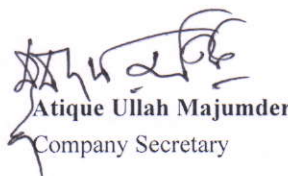
**Director**




**Yussuf Abdullah Harun, FCA**  
Chairman



**Md. Rafiqul Islam**  
Chief Financial Officer



**Atique Ullah Majumder**  
Company Secretary



**Pinaki Das FCA**  
Senior Partner

Enrollment Number: 151

**Pinaki & Company**

Chartered Accountants

Date: 10 May 2022

Dhaka

DVC : 22051 80 151 AS 243921

**ASIA INSURANCE LIMITED**  
**Cash Flows Statement Direct Method**  
For the year ended December 31, 2021

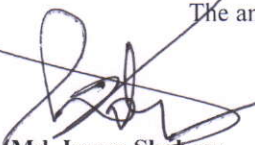
Particulars	Jan. to Dec.2021 Amount (Taka.)	Jan. to Dec. 2020 Amount (Taka.)
<b>A Cash flows from operating activities</b>	<b>321,415,390</b>	<b>282,151,741</b>
Total Collection from Premium & Others:	786,484,096	754,258,148
Collection from Premium Income	727,736,698	677,587,687
Interest & Others Income	58,747,398	76,670,461
Less :		
Payment for Cost and Expenses	465,068,706	472,106,407
Agent Commission Payment	41,760,200	93,872,241
Claims Payment	210,208,707	158,463,983
Lease Liabilities Payment	8,317,995	-
Management Expenses	148,860,678	160,265,207
Re-Insurance Payment	55,921,126	59,504,976
<b>B. Cash flows from investing activities</b>	<b>(331,312,538)</b>	<b>(155,406,896)</b>
Advance Payments	(40,609,952)	(47,362,477)
Fixed Deposit	(49,800,000)	(81,087,838)
Dividend Income	7,140,335	6,112,335
Investment In Share	(378,393,781)	(45,365,706)
Security Deposit Realised	211,400	(36,000)
Sale Proceed Of Share	126,096,472	27,403,111
Sale Proceed Of Vehicles	4,333,936	-
Acquisition of Fixed Assets	(290,948)	(15,070,321)
<b>C. Cash flows from financial activities</b>	<b>(55,572,583)</b>	<b>(34,800,212)</b>
Un-claimed Dividend Paid to CMSF	(11,078,255)	-
Dividend Paid-2020	(56,065,007)	(49,073,426)
Sundry Creditors Payments	(15,846,897)	(4,366,657)
Claims Recovered From Re-Insurer	13,962,152	-
Sundry Debtors Realised	13,455,423	18,639,871
<b>D. Cash and cash equivalents (A+B+C)</b>	<b>(65,469,731)</b>	<b>91,944,633</b>
<b>E. Opening cash and cash equivalents</b>	<b>130,987,311</b>	<b>39,042,678</b>
<b>F. Closing cash and cash equivalents</b>	<b>65,517,581</b>	<b>130,987,311</b>

Net Operating Cash flows per Share (NOCFS)

6.83


5.99

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

  
**Md. Imam Shaheen**  
Chief Executive Officer

  
**Director**

  
**Yussuf Abdullah Harun, FCA**  
Chairman

  
**Md. Rafiqul Islam**  
Chief Financial Officer

  
**Atique Ullah Majumder**  
Company secretary





# Asia Insurance Limited

## Cash Flows Statement (Indirect Method)

For the year ended December 31, 2021

Particulars	Jan. to Dec.2021 Amount (Taka.)	Jan. to Dec. 2020 Amount (Taka.)
<b>A Cash flows from operating activities</b>	<b>321,415,390</b>	<b>282,151,742</b>
Net Profit	214,786,746	151,048,898
Income from Dividend on Investment	(7,140,335)	(6,112,335)
Liability Dividend Paid to CMSF	11,078,255	2,003,568
Provision for Gratuity	(5,956,468)	(6,159,245)
Depreciation	27,706,295	26,157,374
Interest on Income Tax payment	-	83,295
Sundry Creditors Payment	21,324,427	4,366,657
Sundry Debtors Realised	(13,455,423)	(18,639,871)
Right of Used (Office Rent)	(12,068,727)	(16,930,431)
Provision for Fair Value of Share	(14,644,999)	(27,731,470)
(Increase)/Decrease of Sundry Debtors	(50,795,576)	5,237,999
(Increase)/Decrease of Amount due from others persons or Bodies carrying on insurance business	(238,084,838)	(2,945,162)
Increase/(Decrease) of Amount due to other persons or Bodies carrying on insurance business	94,904,622	18,024,879
Increase/(Decrease) of Estimated liability of outstanding claims	162,162,152	72,615,800
Increase/(Decrease) of Deposit Premium	112,703,318	53,370,573
Increase/(Decrease) of Lease Liabilities	2,884,389	8,406,413
Increase/(Decrease) of Sundry Creditors	13,084,833	(991,587)
Increase/(Decrease) Balance of Fund Account	4,105,712	14,501,816
(Increase)/Decrease of Printing and Stationery in Hand	(162,223)	(76,348)
(Increase)/Decrease of Interest, Dividends & Rent Outstanding	(1,016,770)	5,920,918
<b>B. Cash flows from investing activities</b>	<b>(331,312,537)</b>	<b>(155,406,896)</b>
Advance Payments	(40,609,952)	(47,362,477)
Security Deposit	211,401	(36,000)
Increase of Fixed Deposit Account	(49,800,000)	(81,087,838)
Income from Dividend on Investment	7,140,335	6,112,335
Purchases of Share	(378,393,781)	(45,365,706)
Sale of Share	126,096,471	27,403,111
Sale Proceed of Vehicles	4,333,936	-
Acquisition of Fixed Assets	(290,948)	(15,070,321)
<b>C. Cash flows from financial activities</b>	<b>(55,572,583)</b>	<b>(34,800,212)</b>
Dividend Paid	(56,065,007)	(47,069,858)
Un-claimed Dividend Paid to CMSF	(11,078,255)	(2,003,568)
Sundry Creditors Payment	(15,846,897)	(4,366,657)
Claims recovered from Re-Insurer	13,962,152	-
Sundry Debtors Realised	13,455,423	18,639,871
<b>D. Cash and cash equivalents (A+B+C)</b>	<b>(65,469,730)</b>	<b>91,944,634</b>
<b>E. Opening cash and cash equivalents</b>	<b>130,987,311</b>	<b>39,042,678</b>
<b>F. Closing cash and cash equivalents</b>	<b>65,517,581</b>	<b>130,987,312</b>
<b>Net Operating Cash flows per Share (NOCFS)</b>	<b>6.83</b>	<b>5.99</b>

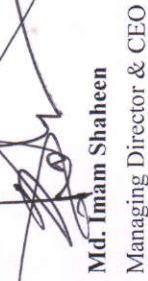




**ASIA INSURANCE LIMITED**  
**Statement of Changes in Shareholders Equity**  
For the year ended December 31, 2021

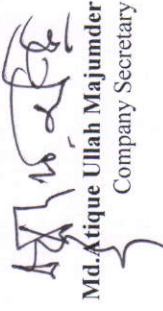
Particulars	Share Capital	Share Premium	Reserve for Exceptional Losses	General Reserve	Retained Earnings Account	Total
Balance at 1st January 2021	470,698,580	116,288,920	319,443,522	11,771,100	56,968,828	975,170,950
Net Profit-during the year	-	-	-	-	214,786,746	214,786,746
Proposed Dividend-2020	-	-	-	-	(56,483,830)	(56,483,830)
Reserve & Provision	-	-	45,060,314	7,500,000	(52,560,314)	-
Provision for Gratuity	-	-	-	-	(5,956,468)	(5,956,468)
Provision for Taxation	-	-	-	-	(59,714,937)	(59,714,937)
<b>Balance at December 31,2021</b>	<b>470,698,580</b>	<b>116,288,920</b>	<b>364,503,836</b>	<b>19,271,100</b>	<b>97,040,025</b>	<b>1,067,802,461</b>
<b>Balance at December 31,2020</b>	<b>470,698,580</b>	<b>116,288,920</b>	<b>319,443,522</b>	<b>11,771,100</b>	<b>56,968,829</b>	<b>975,170,951</b>

  
**Md. Rafiqul Islam**  
Chief Financial Officer

  
**Md. Imam Shaheen**  
Managing Director & CEO

  
**Director**

  
**Yussuf Abdullah Harun, FCA**  
Chairman

  
**Md. Atique Ullah Majumder**  
Company Secretary



**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 (14<sup>th</sup> 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 2021 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).





**ASIA INSURANCE LIMITED**  
**Notes to the Financial Statements**  
**For the year ended 31 December 2021**

**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 2021.

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 2020-2021.

**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.





**ASIA INSURANCE LIMITED**  
**Notes to the Financial Statements**  
**For the year ended 31 December 2021**

**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 10 May 2022.

**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, 2021. 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 Equipments"

**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.



### **Lease liability, Right-of-use-asset, Depreciation of Right-of-use-asset**

This is the first year of the application of IFRS-16 as adopted by ICAB. An entity can be a first-time adopter if, in the preceding year, its financial statements: [IFRS 1.3] asserted compliance with some but not all IFRS or included only a reconciliation of selected figures from previous GAAP of IFRS. Lease liability has been recognized from 1st January 2020 as per Para 8C (a) which states, **"The lessee shall measure that lease liability at the present value of the remaining lease payments, discounted using the lessee's incremental borrowing rate."** And Right-of-use-asset has been recognized from 1st January 2020 as per Para 8C (a).

#### **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 or 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:

<b>Category</b>	<b>Rate</b>
Vehicle	20%
Office Decoration	10%
Telephone Installation & PABX System	10%
Furniture & Fixture	10%
Computer, Printer, Fax and Copier	30%
Office Equipment	10%
Crockeries	25%
Air Condition	10%



**ASIA INSURANCE LIMITED**  
**Notes to the Financial Statements**  
**For the year ended 31 December 2021**

Building (Office Space)	10%
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.

**At fair value through profit or loss Account:**

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.

**Derivative:**

According to IFRS 7: "Financial Instruments: Disclosures", the company was not a party to any derivative contract (financial instruments) at the Balance Sheet date, such as forward exchange contracts, currency swap agreement or contract to hedge currency exposure related to import of capital machinery to be leased to lessees in future.





**Non-Derivative:**

Non-derivative financial instruments comprise accounts and other receivable, borrowings and other payables and are shown at transaction cost as per IAS 39 "Financial Instruments: Recognition and Measurement".

**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 or Loss & Other comprehensive Income 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 Lease Liability:**

The leased liability is considered as a Finance Lease as per IFRS-16. As such, the interest expense on lease liability is charged to the Profit or Loss and Other Comprehensive Income under finance cost. (Note-08)

The initial application of IFRS-16 made the following changes:

**A) Statement of Financial Position:**

Additions were made in the name of Right-of-use-asset (ROU) which have included in Property, Plant Equipment, and the amount of ROU was measured at total NPV of total rent by taking the incremental borrowing rate from the date from 1st January 2020. Carrying value of Right-of-use-asset at the end of the reporting period classified by office rent is shown in note-8 & 24.

Lease liabilities presented separately under the name of Non-current lease obligation and current lease obligation.

**B) Statement of Profit or Loss Accounts:**

Depreciation of Right-of-use-assets (ROU) were calculated as per company policy, in straight line method divided by its remaining useful life (Note-24)

Interest expense on lease liabilities were calculated by taking the Incremental borrowing rate 9% (Note-30 B)



**C) Statement of Cash Flows:**

Cash payments for the principal portion of the lease liabilities as cash flow from financing activities,

Cash payments for the interest portion consistent with presentation of interest payments chosen by the group, Variable lease payments that is not included in the measurement of the lease liabilities as cash flows from operating activities.

**1.3.6 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 in Note- 09.

**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. 1000.00 (Taka, One thousand) 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 2021.

**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.





**ASIA INSURANCE LIMITED**  
**Notes to the Financial Statements**  
**For the year ended 31 December 2021**

**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.

**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, 2021 statements of account for the period 1st July, 2020 to 30th June, 2021 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.





**1.3.12 Employee Benefits:**

Asia Insurance Limited offers a number of benefit plans which includes Contributory Provident Fund, Gratuity and also Group Insurance and Festival Bonus which have been accounted for in accordance with the provision of International Accounting Standard-19," Employee Benefit. "Bases of enumerating the above benefits schemes operated by the company are outlined below:

**Contributory Provident Fund:**

The Company operates a contributory provident fund for its permanent employees .The fund is administered separately by a Board of Trustees and is funded by equal contribution from the Company and the Employees. This fund is invested separately from the Company's assets.

**Workers Profit Participation Fund (WPPF):**

As per sec 232 of The Bangladesh Labor Act 2006 Chapter XV "Workers" is not clearly defined. Besides, Bangladesh Insurance Association (BIA) deems it as, unjustified Imposition for the Bank and financial institution, like Insurance Company too. In this connection, BIA has taken the initiative for not applying the WPPF in our final accounts.

**1.3.13 Foreign currency transaction:**

**a) Functional and presentational currency**

Financial statements of the company are presented in Bangladeshi Taka that reflects both the functions and presentation of the currency.

**b) Foreign currency translation**

Foreign currency transactions are converted into equivalent Taka currency at the ruling exchange rate on the respective date of such transaction as per IAS 21: "The Effects of Changes in Foreign Exchange Rates".

**1.3.14 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-37.

**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.



**ASIA INSURANCE LIMITED**  
**Notes to the Financial Statements**  
**For the year ended 31 December 2021**

**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.

**1.3.15 Statement of Operating Cash flow per share:**

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

**1.3.16 Uncertainties for use of estimates in preparation of Financial Statements:**

The preparation of financial statements in conformity with the International 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.

**1.3.17 Comparative Amounts:**

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

**1.3.18 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 41.

**1.3.19 Information Technology:**

Asia Insurance Limited IT department is engaged in continuous development of software system and network infrastructure of the Company and the company has invested significantly in IT and IS pertaining to insurance policies and its associated accounting procedures. Furthermore the company has implemented software for its accounting and record keeping purpose





**ASIA INSURANCE LIMITED**  
**Notes to the Financial Statements**  
**For the year ended 31 December 2021**

**1.3.20 Event after the reporting period:**

**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-46.

**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
Accounting for Investments	25	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
<b>Name of the IFRS</b>	<b>IFRS No.</b>	
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 : Recognition & Measurement	9	Applied
Revenue from Contracts with Customers	15	Applied
Lease	16	Applied





# ASIA INSURANCE LIMITED

## Notes to the Financial Statements

As on December 31,2021

		Amount in Taka	
		2021 (Dec)	2020(Dec)
<b>2 Authorized Capital</b>			
100,000,000 ordinary shares of Tk. 10/- each	<b>Total</b>	<b>1,000,000,000</b>	<b>1,000,000,000</b>
<b>3 Issued, subscribed &amp; paid-up capital</b>			
4,70,69,858 ordinary shares of Tk. 10/- each	<b>Total</b>	<b>470,698,580</b>	<b>470,698,580</b>

Particulars	2021		2020	
	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
<b>Total:</b>	<b>47,069,858</b>	<b>100.00</b>	<b>47,069,858</b>	<b>100.00</b>

### Classification of shareholders as per Shareholdings-2021

#### Group- A (Sponsors & Directors)

Class interval	No. of Shareholder	No. of Share	% of Total Shares holding	% of Total Paid up Capital
0000000001 to 0000010000	-	-	-	-
0000010001 to 0000020000	-	-	-	-
0000020001 to 0000030000	-	-	-	-
0000030001 to 0000040000	-	-	-	-
0000040001 to 0000050000	-	-	-	-
0000050001 to 0000060000	-	-	-	-
0000060001 to 0000070000	-	-	-	-
0000070001 to 0000080000	-	-	-	-
0000080001 to 0000090000	-	-	-	-
0000090001 to 1000000000	13	18,827,934	100.00	40.00
<b>TOTAL</b>	<b>13</b>	<b>18,827,934</b>	<b>100.00</b>	<b>40.00</b>

#### Group- B ( General Public )

Class interval	No. of Shareholder	No. of Share	% of Total Shares holding	% of Total Paid up Capital
0000000001 to 0000010000	3031	3,155,043	11.17	6.70
0000010001 to 0000020000	106	1,571,704	5.57	3.34
0000020001 to 0000030000	35	891,549	3.16	1.89
0000030001 to 0000040000	26	941,948	3.34	2.00
0000040001 to 0000050000	18	837,316	2.96	1.78
0000050001 to 0000060000	7	390,938	1.38	0.83
0000060001 to 0000070000	7	455,774	1.61	0.97
0000070001 to 0000080000	3	227,700	0.81	0.48
0000080001 to 0000090000	4	336,183	1.19	0.71
0000090001 to 1000000000	41	19,433,769	68.81	41.29
<b>TOTAL</b>	<b>3278</b>	<b>28,241,924</b>	<b>100</b>	<b>60.00001955</b>



# ASIA INSURANCE LIMITED

## Notes to the Financial Statements

As on December 31,2021

		Amount in Taka	
		2021 (Dec)	2020(Dec)
<b>4 Share Premium</b>	<b>Total</b>	<b>116,288,920</b>	<b>116,288,920</b>
<b>Reserve or Contingency Account (5+6+7)</b>	<b>Total</b>	<b>480,814,961</b>	<b>388,183,450</b>
<b>5 Reserve for exceptional losses</b>		<b>364,503,836</b>	<b>319,443,522</b>
The above amount is arrived at as under :			
Opening balance		319,443,522	275,273,532
Add:Reserve made during the year		45,060,314	44,169,990
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 U/Sec-6(2) & 6(3) of ITO 1984.			
<b>6 General reserve</b>		<b>19,271,100</b>	<b>11,771,100</b>
Opening balance		11,771,100	7,771,100
Add:Reserve made during the year		7,500,000	4,000,000
<b>7 Profit &amp; Loss Appropriation Account</b>		<b>97,040,025</b>	<b>56,968,828</b>
<b>8 Lease Liabilities</b>	<b>Total</b>	<b>11,290,801</b>	<b>8,406,413</b>
<b>Current Maturity</b>			
Opening balance(Current Maturity)		5,046,391	5,046,391
Payment for Current Liability		(8,317,995)	-
Add. Addition of New Lease Finance		3,466,356	
Less Disposal of Lease Liabilities		(194,752)	
Add:Transfer from Non Current Lease Liabilities		5,513,386	
		<b>5,513,386</b>	<b>5,046,391</b>
<b>Long Term Maturity</b>			
Opening balance(Non-Current Maturity)		3,360,022	3,360,022
Add. Addition of New Lease Finance		8,602,371	-
Less Disposal Lease Liabilities		(671,592)	
Less: Transfer to Current Lease Liabilities		(5,513,386)	
		<b>5,777,415</b>	<b>3,360,022</b>
<b>9 Balance of Fund &amp; Account</b>	<b>Total</b>	<b>183,006,227</b>	<b>178,900,516</b>
Fire Insurance business		29,866,366	54,592,316
Marine Cargo Insurance business		108,484,636	72,021,314
Marine Hull Insurance business		4,608,283	3,700,926
Motor Insurance business		18,874,499	20,408,805
Miscellaneous Insurance business		21,172,442	28,177,155





# ASIA INSURANCE LIMITED

## Notes to the Financial Statements

As on December 31,2021

		Amount in Taka	
		2021 (Dec)	2020(Dec)
<b>10 Estimated liability in respect of outstanding claim whether due or intimated</b>	<b>Total</b>	<b>283,499,347</b>	<b>121,337,196</b>
Fire Insurance business		194,261,224	106,246,564
Marine Cargo Insurance business		84,231,027	5,892,417
Marine Hull Insurance business		190,000	-
Motor Insurance business		4,817,096	3,182,499
Miscellaneous Insurance business		-	6,015,716
<b>11 Amount due to other persons or bodies carrying on insurance business</b>	<b>Total</b>	<b>327,792,567</b>	<b>232,887,945</b>
Opening balance Sadharan Bima Corporation		231,371,756	214,129,285
Less:Payment to SBC during the year-11(1)		(40,851,073)	(47,479,967)
Add:Payable to SBC (RI Ceded premium during the year-2021)		133,131,049	64,722,438
<b>Closing Balance (Payable to Sadharan Bima Corporation)</b>		<b>323,651,732</b>	<b>231,371,756</b>
Opening balance (Protection-Re)		1,516,189	733,781
Paid during the year (Protection-Re)		(1,378,355)	
Paid 10% Tax Payable (Protection-Re)		(137,836)	
Add, Payable to Protection-Re (RI Ceded premium during the year-2021)		16,086,090	11,643,106
10% Tax Payable		1,608,609	1,164,311
Paid during the year (Protection-Re)		(12,321,694)	(10,931,826)
Paid 10% Tax Payable (Protection-Re)		(1,232,169)	(1,093,183)
<b>Closing Balance (Payable to Protection-Re)</b>		<b>4,140,835</b>	<b>1,516,189</b>
<b>12 Deposit Premium</b>	<b>Total</b>	<b>245,931,404</b>	<b>133,228,085</b>
Fire Insurance business		-	-
Marine Cargo Insurance business		190,808,958	111,735,043
Marine Hull Insurance business		203,214	203,374
Motor Insurance business		400,190	-
Miscellaneous Insurance business		636,209	-
Excess Deposit		1,502,254	787,300
Stamp duty		46,491,041	20,300,078
VAT		5,889,537	202,290

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, which will be adjusted after issuance of policies.





# ASIA INSURANCE LIMITED

## Notes to the Financial Statements

As on December 31, 2021

		Amount in Taka	
		2021 (Dec)	2020(Dec)
<b>13 Provision for Taxation</b>	<b>Total</b>	<b>335,272,380</b>	<b>327,469,726</b>
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 High Court)	20,834,803	20,834,803
Provision for Taxation 2017-18	(Pending in High Court)	25,120,900	25,120,900
Provision for Taxation 2018-19	(Pending in Appeal)	33,947,949	33,947,949
Provision for Taxation 2019-20	(Settled)	-	25,352,603
Provision for Taxation 2020-21	(Settled)	-	29,270,087
Provision for Taxation 2021-22	Return Submitted	39,997,702	39,997,702
Provision for Taxation 2022-23		62,425,344	-

### 14 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

Tax rate

#### 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

Tax Rate

#### Deferred Tax on Provision for Gratuity

#### Deferred Balance

Closing Deferred Tax Liability

Opening Deferred Tax Liability

Deferred Tax adjust during the year.

190,147,132	207,626,926
181,373,084	197,581,594
<b>8,774,048</b>	<b>10,045,332</b>
37.50%	37.50%
<b>3,290,268</b>	<b>3,766,999</b>
5,956,468	6,159,245
-	(6,159,245)
37.50%	37.50%
<b>2,233,676</b>	-
<b>1,056,593</b>	<b>3,766,999</b>
1,056,593	3,766,999
3,766,999	(3,072,237)
<b>(2,710,407)</b>	<b>694,762</b>

\*\* Deferred Tax has been calculated for the year ended December 31, 2021 in compliance to IAS - 12.



# ASIA INSURANCE LIMITED

## Notes to the Financial Statements

As on December 31,2021

### 15 Sundry Creditors

Total

Amount in Taka	
2021 (Dec)	2020(Dec)

64,871,394	51,786,561
------------	------------

M/s.Syful Shamsul Alom & Company	-	225,000
M/s.Pinaki & Company	250,000	-
M/s.G.Kibria & Company	400,000	-
M/s.Hasan & Company	35,000	30,000
Employees Contribution of Provident Fund	837,420	282,250
Employers Contribution of Provident Fund	837,420	282,250
Provident Fund Loan recovery (Principal Amount)	56,617	21,646
Provident Fund Loan (Interest realised)	12,002	4,711
Dividend payable-2020	418,822	11,078,255
Refund Warrant (IPO)	1,226,595	1,226,595
Refund Warrant (Right share)	216,640	216,640
Deposit against Car Lease	1,876,335	2,809,536
IPO Differed Income	446,416	446,416
Provision for Performance Bonus	4,890,949	8,139,186
Provision for Gratuity	8,630,782	8,530,782
Provision for Electri,Wasa & Gas Bill-Dec-21	33,976	-
Provision for Internet Bill Dec-21	67,617	-
Provision for Software Maintence Bill Dec-21	30,000	-
Provision for Expenses	-	244,499
Rupayan Trade Center Owners Association	86,028	-
Liability for Salary & Allowance	770,634	2,155,626
Liability for Vat (Audit-2019)	816,544	-
Liability for Agent Commission	7,322,063	-
Liability for Income Tax onAgent Commission	385,372	-
VAT (December-2021)	6,834,713	8,059,285
VAT (Deduction at source)	451,001	378,689
TAX(Deduction at source)	777,230	1,053,258
Insurance Stamp Payable	27,161,218	6,601,937

#### 15.01 Dividend (Un-claimed) paid to BSEC

Year -2010	-	11,078,254
Year -2011	3,608,695	3,608,695
Year -2012	3,728,225	3,728,225
Year -2013	2,022,760	2,022,760
	1,718,574	1,718,574
	11,078,254	-
Dividend Paid to BSEC	(11,078,255)	

#### 15.02 Proposed Dividend -@12.00% 2020

Dividend paid during the year-2021

#### Dividend (Un-claimed) payable Year -2020

56,483,830	47,069,858
(56,065,007)	(47,069,858)
418,822	-

### 16 Investment

Total

477,665,310	210,723,002
-------------	-------------

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	25,000,000	25,000,000
· Available for sale	452,665,310	185,723,002





# ASIA INSURANCE LIMITED

## Notes to the Financial Statements

As on December 31,2021

		Amount in Taka	
		2021 (Dec)	2020(Dec)
<b>16.2 Held to Maturity</b>			
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.			
<b>Ten Years Government Treasury Bond</b>	<b>Total</b>	<b>25,000,000</b>	<b>25,000,000</b>
<b>Cost of Purchases</b>		<b>25,000,000</b>	<b>25,000,000</b>
<b>16.3 Investment in Share :</b>			
Available for Sale	Fair Market Value)	452,665,310	185,723,002
<b>16.4 Changes in fair value of the shares available for sale:</b>		<b>2021 (Dec)</b>	<b>2020(Dec)</b>
Opening cost of Share		239,743,240	221,780,645
Purchases of Share		378,393,781	45,365,706
		618,137,021	267,146,351
Less. Sale of Share		(126,096,472)	(27,403,111)
Cost of Share		492,040,549	239,743,240
Fair value of the Investment in Share		452,665,310	185,723,002
<b>Fair value reserve at December 31,2021</b>		<b>39,375,239</b>	<b>54,020,238</b>
<b>Fair value reserve opening 1.January,2021</b>		<b>54,020,238</b>	<b>81,751,708</b>
Provision for Fair value adjustment during the year 2021		14,644,999	(27,731,470)
<b>17 Interest,Dividend,Rent Outstanding</b>	<b>Total</b>	<b>25,588,578</b>	<b>24,571,806</b>
<b>Accrued Interest on FDR</b>			
Opening balance		23,921,316	29,842,234
Accrued during the year		54,049,998	62,446,315
Interest received during the year		(53,033,227)	(68,367,233)
		24,938,087	23,921,316
<b>Accrued Interest on Govt. Treasury Bond</b>			
Opening balance		650,491	650,490
Accrued during the year		2,603,480	2,603,480
Interest received during the year		(2,603,480)	(2,603,480)
		650,491	650,490
<b>18 Amount due from other persons or bodies carrying on insurance business:</b>	<b>Total</b>	<b>450,389,868</b>	<b>212,305,031</b>
<b>(SBC)</b>			
Opening balance		212,305,031	209,359,869
Add. Receivable against PSB Account during the year		11,706,763	11,785,656
Add. Receivable against Paid claims (SBC Share) during the year		-	99,507,496
Add. Receivable against outstanding claims (SBC Share) during the year		240,340,226	1,018,439
Add. Receivable against outstanding claims (Protection re Share)		-	16,901,639
Less. Adjustment of recovered Marine & Fire Claim-2013		-	(12,157,803)
Less. Adjustment of Non-coverable Marine Claim-2013		-	(44,257,332)
Less. Received outstanding Motor claims (Protection-re Share)2019		-	(282,735)
Less. Realised from SBC (Fire.Outstanding claim)		-	(61,765,011)
Less. Realised from (Protection-re Share) outstanding claim (Marine ca		(13,962,152)	(7,805,188)



# ASIA INSURANCE LIMITED

## Notes to the Financial Statements

As on December 31,2021

		Amount in Taka	
		2021 (Dec)	2020(Dec)
<b>19 Sundry Debtors</b>	<b>Total</b>	<b>64,355,481</b>	<b>13,559,905</b>
Opening balance		13,559,905	18,797,904
Add. Deposit Clearing During the year		64,250,999	13,401,872
Less. Adjustment Deposit Clearing		(13,455,423)	(18,639,871)
<b>20 Advance, deposit and prepayments</b>	<b>Total</b>	<b>324,751,545</b>	<b>360,823,554</b>
Advance Salaries		185,776	214,169
Advance Office rent		62,200	62,200
Advance Lease Liability		982,419	2,882,439
Advance Tax Car 20(b)		2,897,500	3,030,000
Advance Tax FDR A/c 20(c)		34,057,075	38,164,287
Advance Tax STD A/c 20(d)		1,282,753	1,300,055
Advance Tax Dividend A/c 20(e)		11,710,477	11,879,055
Advance Tax Govt Treasury Bond		195,261	65,087
Advance Tax Deduction at source 20(f)		13,998,429	13,998,429
Advance Tax payments - (2007-2008 to 2021-2022) 20(g)		257,716,407	273,116,407
Advance Procurement Provider (Calendar)		1,000,000	1,000,000
Advance Share Beat Lub-Ruef BD Limited		-	15,000,000
Advance realised Share Beat Union Insurance Ltd		-	-
Advance Share Beat (BD Thai Food Ltd)		637,500	-
Receivable from BLI Securities Limited.		25,748	111,426
<b>20(b) Advance tax Car</b>	<b>Total</b>	<b>2,897,500</b>	<b>3,030,000</b>
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
Advance tax Car 2019 (2020-2021)		-	390,000
Advance tax Car 2020 (2021-2022)		435,000	435,000
Advance tax Car 2021 (2022-2023)		587,500	-
<b>20(c) Advance tax FDR A/c</b>	<b>Total</b>	<b>34,057,075</b>	<b>38,164,287</b>
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
Advance tax FDR A/c 2019 (2020-2021)		-	4,908,472
Advance tax FDR A/c 2020 (2021-2022)		6,855,134	6,855,134
Advance tax FDR A/c 2021 (2022-2023)		5,334,110	-
<b>20(d) Advance Tax STD A/c</b>	<b>Total</b>	<b>1,282,753</b>	<b>1,300,055</b>
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
Advance tax STD A/c 2019 (2020-2021)		-	169,933
Advance tax STD A/c 2020 (2021-2022)		352,724	352,724
Advance tax STD A/c 2021 (2022-2023)		267,978	-





# ASIA INSURANCE LIMITED

## Notes to the Financial Statements

As on December 31, 2021

		Amount in Taka	
		2021 (Dec)	2020(Dec)
<b>20(e) Advance Tax Dividend A/c</b>	<b>Total</b>	<b>11,710,477</b>	<b>11,879,055</b>
Advance tax Dividend A/c 2015 (2016-2017)		3,549,165	3,549,165
Advance tax Dividend A/c 2016 (2017-2018)		2,490,678	2,490,678
Advance tax Dividend A/c 2017 (2018-2019)		3,020,100	3,020,100
Advance tax Dividend A/c 2018 (2019-2020)		-	661,600
Advance tax Dividend A/c 2019 (2020-2021)		-	935,045
Advance tax Dividend A/c 2020 (2021-2022)		1,222,467	1,222,467
Advance tax Dividend A/c 2021 (2022-2023)		1,428,067	-
<b>20(f) Advance Tax Deduction at source</b>	<b>Total</b>	<b>13,998,429</b>	<b>13,998,429</b>
Advance tax Ded at source 2012 (2013-2014)		5,128,656	5,128,656
Advance tax Ded at source 2013 (2015-2016)		8,869,773	8,869,773
<b>20g) Advance Tax Payment</b>	<b>Total</b>	<b>257,716,407</b>	<b>273,116,407</b>
Advance tax paid -2006 (2007-2008)		5,447,700	5,447,700
Advance tax paid -2007 (2008-2009)		4,925,053	4,925,053
Advance tax paid -2008 (2009-2010)		8,170,317	8,170,317
Advance tax paid -2009 (2010-2011)		13,275,415	13,275,415
Advance tax paid -2010 (2011-2012)		-	-
Advance tax paid -2011 (2012-2013)		26,290,484	26,290,484
Advance tax paid -2012 (2013-2014)		42,165,891	42,165,891
Advance tax paid -2013 (2014-2015)		38,113,199	38,113,199
Advance tax paid -2014 (2015-2016)		10,111,200	10,111,200
Advance tax paid -2015 (2016-2017)		21,694,765	21,694,765
Advance tax paid -2016 (2017-2018)		25,037,002	25,037,002
Advance tax paid -2017 (2018-2019)		21,785,381	21,785,381
Advance tax paid -2018 (2019-2020)		-	22,600,000
Advance tax paid -2019 (2020-2021)		-	21,000,000
Advance tax paid -2020 (2021-2022)		28,000,000	12,500,000
Advance tax paid -2021 (2022-2023)		12,700,000	-
<b>21 Security Deposit</b>	<b>Total</b>	<b>583,314</b>	<b>794,715</b>
Against Office Rent		214,600	426,001
Against Telephone		58,714	58,714
Against Electricity		10,000	10,000
Security Deposit(CDBL)		300,000	300,000
<b>22 Fixed Deposit with Banks</b>	<b>Total</b>	<b>920,659,201</b>	<b>870,859,201</b>
Opening balance		<b>870,859,201</b>	<b>789,771,363</b>
Add. New FDR Account Open during the year		180,000,000	148,800,000
Less. Encashment during the year		(130,200,000)	(67,712,162)
<b>23 Cash on Hand and with Banks</b>	<b>Total</b>	<b>65,517,581</b>	<b>130,987,311</b>
Current Account Deposit		18,094,846	36,627,665
STD SND SB Account with Banks		46,748,106	93,498,208
Cash on Hand		674,629	861,438



# ASIA INSURANCE LIMITED

## Notes to the Financial Statements

As on December 31,2021

		Amount in Taka	
		2021 (Dec)	2020(Dec)
<b>24 Property of Plant and Equipment</b>	<b>Total</b>	<b>190,147,132</b>	<b>207,626,926</b>
Vehicles		10,373,865	14,317,439
Office Decoration		28,996,562	32,218,402
Telephone Inst. & PABX System		210,719	263,399
Furniture & Fixture		7,717,986	8,555,484
Computer, Printer, Fax and Copier		778,471	937,728
Cookeries		19,013	25,350
Office Equipment		3,074,513	3,334,847
Air Conditioner		4,431,109	4,872,675
Land & Building		115,520,823	128,356,470
Software		1,080,709	1,200,788
Right of Use(Office Rent)		17,943,363	13,544,345

### 24.01 Cost of Property of Plant and Equipment

Opening Balance	338,258,949	306,258,197
Add. Addition during the year 2021	12,359,675	32,000,752
Less. Disposal during the year 2021	(10,676,791)	-
<b>Total Cost</b>	<b>339,941,833</b>	<b>338,258,949</b>
<b>Less: Accumulated Depreciation</b>		
Opening Balance	130,632,023	104,474,649
Add. Charge during the year 2021	27,706,295	26,157,374
Less. Adjustment of Disposal during the year 2021	(8,543,617)	-
<b>Total Accumulated Depreciation</b>	<b>149,794,701</b>	<b>130,632,023</b>
<b>Written down value</b>	<b>190,147,132</b>	<b>207,626,926</b>

**\*\* Schedule of (Property of Plant and Equipment) has been given in Annexure-A**

<b>25 Stock of Printing,Stationery</b>	<b>Total</b>	<b>865,163</b>	<b>702,940</b>
Printing		862,951	700,737
Stationery		2,212	2,203





# ASIA INSURANCE LIMITED

## Notes to the Financial Statements

For the year ended December 31, 2021

		Amount in Taka		
		1st January 2021 to 31st December 2021	1st January 2020 to 31st December 2020	
26 Interest,Dividend & Rents:	Total	66,416,429	74,680,661	
Interest on STD Account		2,622,616	3,518,531	
Dividend against Investment of Share		7,140,335	6,112,335	
Interest received on FDR Account		29,111,911	38,524,999	
Accrued Interest on FDR Account		24,938,087	23,921,316	
Interest received on Govt Treasury Bond		1,952,990	1,952,989	
Accrued Interest on Govt Treasury Bond		650,491	650,491	
27 Non Operating Income	Total	105,775	2,181,217	
Sale of old goods		3,500	14,800	
Penalty 3rd Party		-	5,000	
Provident Fund Forfeited Account- (2014-2019)		-	2,120,869	
Misce,Receipt(Tender security money)		56,000	-	
Notice Pay		46,275	40,548	
28 Revenue Gain (Disposal of Vehicle)		2,998,747	-	
Cost of Vehicles		9,719,209	-	
Depreciation of disposal vehicles		8,384,020	-	
Written down value		1,335,189		
Disposal Value		4,333,936		
Sale of Vehicles		2,889,331	-	
Adjusted against Deposit of Car lease scheme		1,444,605	-	
29 Agency Commission	Total	49,082,263	93,872,241	
Fire		18,304,125	39,162,226	
Marine Cargo		24,187,098	35,744,614	
Marine Hull		1,606,902	1,427,168	
Motor		2,195,081	7,057,101	
Miscellaneous		2,789,057	10,481,132	
30 Allocation of Management Expenses.				
Particulars	Gross Premium Income	%	Amount in Taka	
			2021 (Dec)	2020(Dec)
Fire	248,352,983	32.77	49,024,188	65,055,344
Marine Cargo	324,765,146	42.86	64,107,736	46,069,865
Marine Hull	16,221,129	2.14	3,202,006	2,695,331
Motor	52,018,816	6.86	10,268,369	11,223,826
Miscellaneous	116,449,913	15.37	22,986,889	20,102,505
Total	757,807,986	100	149,589,188	145,146,871



# ASIA INSURANCE LIMITED

## Notes to the Financial Statements

For the year ended December 31, 2021

Amount in Taka	
1st January 2021 to 31st December 2021	1st January 2020 to 31st December 2020

### Schedule of Management Expenses (Revenue Accounts)

30.A. Particulars	Amount in Taka			
	Actual Cost	Vat & Tax	2021(Dec)	2020(Dec)
Bank Charge	339,002	-	339,002	245,061
Sadharan Bima Corp. Business Expenses (PSB)	48,889	-	48,889	48,889
Board Meeting Expenses	-	-	-	-
Bima Mela Expenses	325,500	-	325,500	501,732
Cookeries	5,700	-	5,700	20,464
Conveyance	1,574,246	-	1,574,246	1,084,716
Conveyance Allowance	887,849	-	887,849	989,225
Car Allowance	3,183,000	-	3,183,000	3,140,342
Charge Allowance	791,500	-	791,500	864,823
Commission on Share Trading	1,956,560	-	1,956,560	-
Electric & Office Equipment Maint..	890,054	71,979	962,033	900,450
Entertainment	685,293	-	685,293	543,238
Sadharan Bima Corp. Expenses of Management(PSB)	7,307,131	-	7,307,131	4,634,209
Excise Duty	1,432,195	-	1,432,195	1,111,682
Fuel & Lubricant	799,516	-	799,516	600,682
Festival Bonus	7,351,332	-	7,351,332	7,345,040
Generator Fuel	36,370	-	36,370	48,120
Gas, Water & Electricity	1,997,825	-	1,997,825	2,026,304
Garage Rent	76,500	-	76,500	72,000
Insurance Premium	262,171	-	262,171	381,993
Group & Hospitality Insurance	1,063,708	-	1,063,708	1,117,746
Gift Branch Conference	474,000	-	474,000	-
Internet, Fax ,E mail & Website Exp.	1,115,880	43,854	1,159,734	1,188,887
Income Tax Agency Commission	-	2,213,279	2,213,279	5,060,854
Liability for Income Tax Agency Comm	385,372	-	385,372	-
Leave encashment	1,558,679	-	1,558,679	926,829
Mobile bill	504,036	-	504,036	618,910
Miscellaneous Exp.	70,655	-	70,655	131,250
Medical Expenses	384,900	-	384,900	-
Office Maintenance	878,311	24,328	902,639	789,015
P.Fund (Employer's Contribution)	3,343,830	-	3,343,830	3,318,475
Procurement Provider Printing	2,765,968	215,559	2,981,527	3,258,540
Postage, Stamp & Carrier	233,576	16,062	249,638	273,989
Revenue stamp	325,958	-	325,958	294,295
Paper & Periodicals	90,100	-	90,100	89,126
Photocopy	70,803	-	70,803	92,314
Pre-Inspection Fee	261,820	34,301	296,121	137,023
Repair & Maintenance	36,415	1,712	38,127	38,600
Repair & Maintenance Car	1,236,178	101,106	1,337,284	855,836
Telephone Bill	199,586	-	199,586	216,616
TA/DA Allowance - Officials	152,823	-	152,823	101,286
Training Fee	22,365	3,023	25,388	23,665
Software Maintenance (ITES)	404,500	18,000	422,500	516,361
Service charge Office Rent	1,512,765	290,431	1,803,196	1,544,044
Service Charge (Co-Ins.)	504,078	-	504,078	552,174
Salary & Allowances	92,670,521	-	92,670,521	92,400,687
Salary & Allowances Driver	3,297,500	-	3,297,500	3,066,742
Staff Tea & refreshment	678,424	-	678,424	616,738
Stationery (consumption)	556,046	18,827	574,873	534,584
Vat Payment against Audit 2019	816,544	-	816,544	2,256,898
Wages	970,753	-	970,753	537,668
Uniform	-	-	-	28,749
<b>Total (M-Exp )Revenue Account</b>	<b>146,536,727</b>	<b>3,052,461</b>	<b>149,589,188</b>	<b>145,146,871</b>





# ASIA INSURANCE LIMITED

## Notes to the Financial Statements

For the year ended December 31, 2021

Amount in Taka	
1st January 2021 to 31st December 2021	1st January 2020 to 31st December 2020

### Schedule of Management Expenses (P&L Accounts)

30.B Expenses of Management	Amount in Taka			
	Actual Cost	Vat & Tax	2021(Dec)	2020(Dec)
	6,968,497	1,792,529	8,761,026	9,288,777
Advertisement & Publicity.	600,535	82,831	683,366	972,946
AGM & Conference Expenses	331,763	15,352	347,115	367,500
Audit Fee	685,000	102,750	787,750	270,250
Commission of Govt Treasury Bond			-	-
Legal & Professional Fees	145,000	23,750	168,750	669,000
Directors Fee	376,000	75,200	451,200	499,200
Donation & Subscription	1,077,264	-	1,077,264	878,086
Fees & Charges*	1,168,895	9,375	1,178,270	1,109,701
UMP Expenses	293,217	29,513	322,730	296,986
Levy on Premium Income	100,000	-	100,000	100,000
Lease Finance Cost*	930,718	1,453,758	2,384,476	2,508,845
Renewal & Registration Fees*	1,260,105	-	1,260,105	1,616,263

#### Fees & Charges\*

	1,168,895	9,375	1,178,270	1,109,701
Appeal Fee	3,800	-	3,800	4,400
Bima Agent Fee	6,958	-	6,958	7,182
Credit Rating Fee	125,000	9,375	134,375	403,125
Listing Fees(CDBL,DSE,CES)	576,698		576,698	611,698
Interest on Income Tax			-	83,296
Foreign Currency rate fluctuation	397,947		397,947	
RJSC Annual Fee	30,000		30,000	-
Election Fee	28,492		28,492	-

#### Renewal & Registration Fees\*

	1,260,105	-	1,260,105	1,616,263
Renewal & Registration website	22,797	-	22,797	20,398
Renewal & Registration Fee Company I	1,030,087	-	1,030,087	1,327,681
Registration Renewal Fee Car	207,221	-	207,221	268,184

#### Lease Finance Cost

	930,718	1,453,758	2,384,476	2,508,845
VAT on Lease Liabilities*	-	1,387,448	1,387,448	1,402,794
Tax on Office rent **	-	66,310	66,310	57,900
Interest on Lease Liabilities***	999,077	-	999,077	-
Disposal of Interest on Lease Liabilities	(68,359)	-	(68,359)	1,048,151

#### Income Tax Payment against Final Settlement

Excess Assessment of Tax-2019-20	14,189,003	14,189,003	-
Excess Assessment of Tax-2020-21	7,870,267	7,870,267	-
Interest on Income Tax	231,524	231,524	-
	22,290,794	22,290,794	-

\* Vat on leasehold asset paid during the year as per vat & supplementary duty act 2012

\*\* Tax on office rent paid during the year as per Income tax ordinance 1984

\*\*\* AS per IFRS-16, Interest expense on lease liabilities were calculated by taking the Incremental borrowing rate 9% & it's the 12 Month interest expense

\*\*\*\* Schedule of Details Management Expenses has been shown at Annexure -E



**Asia Insurance Limited**  
Notes to the Accounts

Premium less Re-Insurance: Particulars	January to December, 2021						Total (Tk)	
	January to Dec., 2021			Dec, 2021			Dec, 2020	
	Fire	Marine Cargo	Marine Hull	Motor	Miscellaneous			
Premium earned:								
Own	234,686,770	303,558,470	14,863,689	48,959,380	58,311,265	660,379,574	640,343,767	
PSB	13,666,213	21,206,676	1,357,440	3,059,436	58,138,648	97,428,412	61,789,451	
	248,352,983	324,765,146	16,221,129	52,018,816	116,449,913	757,807,986	702,133,218	
Less: Re-insurance Ceded								
Own	161,126,267	38,028,898	10,291,706	4,638,933	6,701,068	220,786,872	209,059,266	
PSB	12,560,801	15,524,657	1,321,139	193,636	56,817,739	86,417,972	51,374,051	
	173,687,068	53,553,555	11,612,845	4,832,569	63,518,807	307,204,844	260,433,317	
Net premium earned	74,665,915	271,211,591	4,608,284	47,186,247	52,931,106	450,603,142	441,699,901	

31

32 Commission on Re-insurance Ceded :

Particulars	January to Dec., 2021		Total (Tk)	
	Dec, 2021		Dec, 2020	
	Own	PSB		
Fire	43,921,878	1,774,651	45,696,529	50,014,844
Marine cargo	10,897,714	2,995,295	13,893,009	11,787,267
Marine Hull	1,515,059	72,663	1,587,722	1,324,432
Motor	144,302	-	144,302	1,032,274
Miscellaneous	3,787,015	3,739,725	7,526,740	3,577,365
Taka.	60,265,968	8,582,334	68,848,302	67,736,182

32

33 Profit Commission:

Particulars	January to Dec, 2021		Total (Tk)	
	Dec, 2021		Dec, 2020	
	Own	PSB		
Fire	4,073,492	-	4,073,492	661,793
Marine cargo	-	-	-	-
Marine Hull	29,588	-	29,588	26,524
Miscellaneous	430,144	-	430,144	400,586
Total:	4,533,224	-	4,533,224	1,088,903

33





**ASIA INSURANCE LIMITED**  
**Notes to the Financial Statements**  
For the for the year ended December 31.2021

**34. Regarding Related Party Transaction:**

Name of the Related Party	Nature of Relationship & Transaction	Amount of Transaction	Amount of Transaction
		<b>Premium -2021(Dec)</b>	<b>Claims-2021(Dec)</b>
Southeast Bank Limited	Common Directorship	81,570,744	101,250
Maksons Group	Common Directorship	4,451,372	2,099,100
Metro Spining Ltd	Common Directorship	1,466,026	-
T.K.Group	Common Directorship	9,766,925	5,434,323
GPH Group	Common Directorship	33,012,458	8,601,318
Samuda Group	Common Directorship	6,286,017	143,500
Incontrade Group	Common Directorship	1,928,057	-
M.Alam Group	Common Directorship	11,830,309	392,669
BSM Syndicate	Common Directorship	2,932,873	-
Policy Research Institute	Common Directorship	31,226	-
Megatrend Logistics Limited	Common Directorship	369,361	-
La Muni Apparels Ltd	Common Directorship	779,362	-

Name of the Related Party	Nature of Relationship & Transaction	Amount
		Office Rent & Electricity ( Khatungonj Br.)
T.K Group Office Space of 56/59 Bitligonj,Khatungonj,Chattogram	Common Directorship	745,200



**ASIA INSURANCE LIMITED**  
**Notes to the Financial Statements**

**Note:35**

**Fixed deposit with banks**

Sl.No.	Name of Banks	Amount in Taka	
		2021	2020
	The balance is made up as follows :		
1	Agrani Bank Limited	9,000,000	8,500,000
2	AB Bank Limited	9,500,000	4,500,000
3	Al-Arafah Islami Bank Limited	48,100,000	42,300,000
4	Basic Bank Limited	5,000,000	5,000,000
5	Bay Leasing & Investment Limited	84,927,050	94,927,050
6	Bangladesh Commerce Bank Limited	500,000	1,000,000
7	Bangladesh Krishi Bank	1,000,000	1,000,000
8	Bank Asia Limited	19,200,000	11,200,000
9	BRAC Bank Limited	-	8,500,000
10	City bank Limited	5,000,000	2,000,000
11	Dhaka Bank Limited	14,000,000	13,900,000
12	Dutch Bangla Bank Limited	2,000,000	2,000,000
13	Eastern Bank Limited	1,000,000	1,000,000
14	Exim Bank Limited	34,300,000	27,300,000
15	First Security Bank Limited	500,000	500,000
16	IFIC Bank Limited	135,411,150	103,911,151
17	Islami Bank (Bangladesh) Limited	17,500,000	20,900,000
18	IDLC Finance Limited	1,000,000	-
19	Jamuna Bank Limited	7,500,000	8,000,000
20	Janata Bank Limited	1,000,000	1,000,000
21	LankaBangla Finance Limited	500,000	-
22	Midland Bank Limited	7,500,000	6,000,000
23	Mercantile Bank Limited	15,500,000	14,200,000
24	Meghna Bank Limited	9,500,000	8,500,000
25	Mutual Trust Bank Limited	11,500,000	19,000,000
26	National Bank Limited	6,000,000	7,000,000
27	NCC Bank Limited	8,000,000	6,000,000
28	NRB Commercial Bank Limited	18,000,000	13,000,000
29	Global Islami Bank Limited	500,000	500,000
30	NRB Bank Limited	1,500,000	2,500,000
31	One Bank Limited	8,000,000	8,300,000
32	Premier Bank Limited	24,500,000	17,500,000
33	Prime Bank Limited	2,000,000	2,300,000
34	Pubali Bank Limited	5,300,000	4,500,000
35	Rupali Bank Limited	8,500,000	4,500,000
36	Southeast Bank Limited	316,021,000	321,621,000
37	Standard Bank Limited	9,500,000	7,600,000
38	Social Islami Bank Limited	25,000,000	21,400,000
39	Shahjalal Islami Bank Limited	7,900,000	9,000,000
40	South Bangla Agricultural & Commerce Bank Ltd.	24,500,000	24,000,000
41	Sonali Bank Limited	500,000	500,000
42	Trust Bank Limited	1,000,000	1,000,000
43	United Commercial Bank Limited	10,500,000	11,000,000
44	Union Bank Limited	2,500,000	3,500,000
		<b>920,659,200</b>	<b>870,859,201</b>





**ASIA INSURANCE LIMITED**  
**HEAD OFFICE, DHAKA**  
Statement of Investment In Share  
For the year ended December 31, 2021

Note: 36

SL No.	Particulars	Amount in Taka	
		Market Price as on 31.12.2021	Cost Price as on 31.12.2021
1	Southeast Bank Limited	372,000,000	418,786,499
2	National Life Insurance Co. Ltd.	26,472,000	18,198,896
3	BABTC	3,178,000	3,104,546
4	Walton Hi-Teck Industries Ltd	49,972,800	51,627,151
5	Sonali Life Insurance Ltd	594,080	99,041
6	ACME Pesticides Limited	402,000	177,988
7	Union Insurance Limited	46,430	46,430
	<b>Total:</b>	<b>452,665,310</b>	<b>492,040,549</b>



**ASIA INSURANCE LIMITED**  
**Notes to the Financial Statements**  
For the year ended December 31,2021

**37.00 Earnings Per Share**

(Based on financial statement for the year ended December 31.2021)

		Amount in Taka 2021(Dec)	Amount in Taka 2020(Dec)
Net Profit before Tax	(Taka)	214,786,746	151,048,898
Less. Provision for Current Taxation	(Taka)	(62,425,344)	(39,997,702)
Provision for Deferred Tax	(Taka)	2,710,407	(694,762)
<b>Net Profit after Tax</b>	<b>(Taka)</b>	<b>155,071,809</b>	<b>110,356,434</b>
No. of Share		47,069,858	47,069,858
<b>EPS (Earnings Per Share)</b>		<b>3.29</b>	<b>2.34</b>
(Basic earnings per share at per value Tk.10 each)			

**38.00 Calculation of Net Assets Value per Share**

(Based on financial statement for the year ended December 31.2021)

		Amount in Taka 2021(Dec)	Amount in Taka 2020(Dec)
Total Assets	(Taka)	2,520,523,172	2,032,954,390
Total Current (Out side) Liabilities	(Taka)	1,269,714,484	878,882,924
<b>Net Assets</b>	<b>(Taka)</b>	<b>1,250,808,688</b>	<b>1,154,071,466</b>
No. of Shares		47,069,858	47,069,858
<b>Net Assets Value per Share</b>		<b>26.57</b>	<b>24.52</b>

**39.00 Calculation of Net Operating Cash flows per Share (NOCFS)**

(Based on financial statement for the year ended December 31.2021)

		Amount in Taka 2021(Dec)	Amount in Taka 2020(Dec)
Net Cash Flows From Operating Activities.	(Taka)	321,415,390	282,151,741
No. of Shares.	(Taka)	47,069,858	47,069,858
<b>Net Operating Cash Flows per Share (NOCFS)</b>	<b>(Taka)</b>	<b>6.83</b>	<b>5.99</b>

**40.00 Calculation of Current Tax Provision**

(Based on financial statement for the year ended December 31.2021)

		Amount in Taka 2021(Dec)	Amount in Taka 2020(Dec)
<b>Net profit (Profit &amp; Loss Account)</b>		<b>214,786,746</b>	<b>151,048,898</b>
<b>Less.Non-Business Income</b>		<b>69,520,951</b>	<b>76,861,878</b>
Dividend Income		7,140,335	6,112,335
Interest Income		59,276,094	68,568,326
Non-Operating Income		3,104,522	2,181,217
<b>Insurance Business Income</b>		<b>145,265,795</b>	<b>74,187,020</b>
<b>Add. Inadmissible Expenses</b>		<b>34,826,313</b>	<b>37,925,952</b>
<b>Depreciation Accounts Base</b>		<b>27,706,295</b>	<b>26,157,374</b>
Interest on Lease Liabilities***		930,718	1,048,151
VAT against Audit 2017-2018		816,544	2,256,898
Provision for Performance Bonus		-	3,500,000
Excess Percusite against Salary & Allowances		5,372,756	4,963,529





**ASIA INSURANCE LIMITED**  
**Notes to the Financial Statements**  
For the year ended December 31, 2021

	Amount in Taka 2021(Dec)	Amount in Taka 2020(Dec)
<b>Taxable Income</b>	<b>180,092,108</b>	<b>112,112,972</b>
<b>Less. admissible Expenses/Provision</b>	<b>79,813,320</b>	<b>79,461,890</b>
Reserve for Exceptional Loss	45,060,314	44,169,990
Lease Payment (Office Rent) as per IFRS-16	8,317,995	9,572,169
Depreciation (Tax Base) as per 3rd Schedule	26,435,011	25,719,731
<b>N/P -Less Reserve</b>		
Taxable Business Income	100,278,788	32,651,082
Interest Income	59,276,094	68,568,326
Non-Operating Income	3,104,522	2,181,217
<b>Total Taxable Income</b>	<b>162,659,404</b>	<b>103,400,625</b>
Tax Rate	37.50%	37.50%
<b>Provision for Taxation on Business Income</b>	<b>60,997,277</b>	<b>38,775,234</b>
Tax on Profit on share @ 10%	-	-
Tax on Dividend Income @ 20%	1,428,067	1,222,467
<b>Provision for Taxation</b>	<b>62,425,344</b>	<b>39,997,701</b>
Provision for Deferred Tax	(2,710,407)	694,762
<b>Total Provision for Taxation</b>	<b>59,714,937</b>	<b>40,692,464</b>
<b>Net Profit (Before Tax)</b>	<b>214,786,746</b>	<b>151,048,898</b>
Total Tax Provision	59,714,937	40,692,464
<b>Net Profit (After Tax)</b>	<b>155,071,809</b>	<b>110,356,434</b>
No. of Share	47,069,858	47,069,858
<b>Earnings Per Share (EPS)</b>	<b>3.29</b>	<b>2.34</b>

**41.00 Regarding Related Party Transaction**

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 Bangladesh Accounting Standard (BAS)-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 **Note-34**

**42.00** 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.

**42.01** 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.

**43.00 Payments to the Directors/Officers:**

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



**ASIA INSURANCE LIMITED**  
**Notes to the Financial Statements**  
For the year ended December 31, 2021

Managing Director's (CEO) emolument
Salary-Officers
Company's Contribution to Provident fund
Bonus
House rent
House up keep
Medical Allowance
Entertainment/Utility
Conveyance & Other Allowance
Total

Amount in Taka	Amount in Taka
2021(Dec)	2020(Dec)
2021(December)	
Chief Executive Officer	Officers up to Managers Level
3,780,000	-
-	22,421,689
-	1,804,673
630,000	3,109,196
1,230,000	10,516,168
210,000	4,713,179
300,000	5,119,572
180,000	1,818,173
-	3,142,068
<b>6,330,000</b>	<b>52,644,718</b>

**44.00 Other relevant information's :**

- During the period under review an amount of Tk.4,51,200.00 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.

**45.00 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.

**46.00 Event after the Reporting Period**

The Board of Directors in its 151 meeting held on 10 May 2022 decided to recommend payment of 15.00% Cash dividend for the year 2021.

**47.00 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 243.

**48.00 Capital Expenditure Commitment**

- No Capital Expenditure contracted or incurred provided for as at December 31, 2021
- There was no material capital expenditure authorized by the Board of Directors or contracted for as at December 31, 2021

**49.00 Claim Acknowledgement**

There was no claim against the Company not acknowledged as debt as on December 31, 2021

**50.00 Credit rating report**

Alpha Credit Rating has reassigned the claim paying ability (CPA) rating of the Company to AA+ based on audited financial statements up to December 31, 2020

**51.00 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 Accounts

For the year ended December, 2021

Annexure-A

### Schedule of Fixed Assets(Property of Plant and Equipment)

Particulars	Rate of dep.	Cost				Depreciation						Total Depreciation	W.D.V. 31.12.2021
		As at 01.01.21	Addition During the year '21	Disposal	Total as at 31.12.2021	Dep. As at 01.01.21	Depreciation on addition	Depreciation on WDV-21	Depreciation charge	Disposal			
		A	B	C	D=(A+B-C)	E	F	G	H=(E+F+G)	I	J=(H-I)	K=(D-J)	
Vehicles	20%	50,689,547	-	9,719,209	40,970,338	36,372,108	-	2,608,385	2,608,385	8,384,020	30,596,473	10,373,865	
Office Decoration	10%	52,228,704	-	-	52,228,704	20,010,302	-	3,221,840	3,221,840		23,232,142	28,996,562	
Telephone Inst. & PABX System	20%	1,394,390	-	-	1,394,390	1,130,991	-	52,680	52,680	-	1,183,671	210,719	
Furniture & Fixture	10%	14,695,325	19,730	-	14,715,055	6,139,841	1,679	855,548	857,227	-	6,997,068	7,717,987	
Computer, Printer, Fax and Copier	30%	8,159,225	144,643	-	8,303,868	7,221,497	22,582	281,318	303,900	-	7,525,397	778,471	
Crockeries	25%	57,920	-	-	57,920	32,570	-	6,338	6,338	-	38,908	19,012	
Office Equipment	10%	7,444,982	76,587	-	7,521,569	4,110,135	3,436	333,485	336,921	-	4,447,056	3,074,513	
Air Conditioner	10%	11,950,845	49,988	-	12,000,833	7,078,170	4,287	487,268	491,555	-	7,569,725	4,431,108	
Building*	10%	173,051,680	-	-	173,051,680	44,695,210	-	12,835,647	12,835,647	-	57,530,857	115,520,823	
Software	10%	1,655,900	-	-	1,655,900	455,112	-	120,079	120,079	-	575,191	1,080,709	
Right of Use(Office Rent)		16,930,431	12,068,727	957,582	28,041,576	3,386,086	3,645,234	3,226,490	6,871,724	159,597	10,098,213	17,943,363	
<b>total</b>		<b>338,258,949</b>	<b>12,359,675</b>	<b>10,676,791</b>	<b>339,941,833</b>	<b>130,632,022</b>	<b>3,677,218</b>	<b>24,029,078</b>	<b>27,706,296</b>	<b>8,543,617</b>	<b>149,794,701</b>	<b>190,147,132</b>	

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



# ASIA INSURANCE LIMITED

## Notes to the Accounts

For the year ended December, 2021

Annexure-B

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

Particulars	Rate of dep.	As at 01.01.2021 (WDV)	Cost less Depreciation		Total as at 31.12.2021	Tax based Rate of dep.	Depreciation	W.D.V 31.12.2021
			Addition During the year, 2021	Disposal Assets				
Vehicles	20%	11,513,557	-	1,335,189	10,178,368	20%	2,035,674	8,142,694
Office Decoration	10%	31,491,008	-	-	31,491,008	10%	3,149,101	28,341,907
Telephone Inst. & PABX System	10%	296,323	-	-	296,323	20%	59,265	237,059
Furniture & Fixture	10%	8,549,582	19,730	-	8,569,312	10%	856,931	7,712,381
Computer, Printer, Fax and Copier	30%	912,592	144,643	-	1,057,235	30%	317,171	740,065
Crockeries	25%	33,800	-	-	33,800	25%	8,450	25,350
Office Equipment	10%	3,285,668	76,587	-	3,362,255	10%	336,226	3,026,030
Air Conditioner	20%	5,177,800	49,988	-	5,227,788	10%	522,779	4,705,009
Building*	5%	121,600,865	-	-	121,600,865	10%	12,160,087	109,440,779
Software	10%	1,176,053	-	-	1,176,053	10%	117,605	1,058,448
Right of Use(Office Rent)		13,544,345	12,068,727	797,985	24,815,087		6,871,724	17,943,363
<b>Total</b>		<b>197,581,594</b>	<b>12,359,675</b>	<b>2,133,174</b>	<b>207,808,095</b>	<b>-</b>	<b>26,435,011</b>	<b>181,373,084</b>

#### Calculation of Provision for Deferred Tax

Carrying Value of Fixed Asset

Tax Base

#### Taxable Temporary Difference

Tax rate

Deferred Tax Liability

190,147,132
181,373,084
8,774,048
37.50%
3,290,268

#### B.Provision for Deferred Tax on Provision for Gratuity

Carrying Value of Provision for Gratuity

Tax Base of Provision for Gratuity

Tax Rate

#### Deferred Tax on Provision for Gratuity

5,956,468
-
37.50%
2,233,676

Closing Deferred Tax Liability

Opening Deferred Tax Liability

1,056,593
3,766,999
(2,710,407)

