

Financial Statements





Pragati Life Insurance Limited

BALANCE SHEET

AS AT DECEMBER 31, 2011

<u>CAPITAL AND LIABILITIES</u>	<u>NOTES</u>	<u>2011 TAKA</u>	<u>2010 TAKA (Restated)</u>
SHAREHOLDERS' CAPITAL			
AUTHORISED			
25,000,000 Ordinary Shares of Tk.10 each		250,000,000	250,000,000
ISSUED, SUBSCRIBED AND PAID-UP			
8,400,000 Ordinary Shares of Tk.10 each fully paid up in cash	4.00	84,000,000	75,000,000
BALANCE OF FUNDS AND ACCOUNTS			
Life Insurance Fund	5.00	2,593,792,187	2,119,107,850
LIABILITIES AND PROVISIONS			
Estimated liabilities in respect of outstanding claims, whether due or intimated	6.00	144,644,146	86,923,963
Amount due to Other Persons or Bodies carrying on insurance business	7.00	37,861,979	15,517,489
Sundry Creditors	8.00	222,987,028	251,118,642
Premium Deposits	9.00	25,210,094	41,430,240
Fair Value Adjustment A/C	10.00	(265,872,730)	15,525,510
Total:		2,842,622,704	2,604,623,694

The annexed Notes 1 to 41 form an integral part of these finance statements.

CHAIRMAN

DIRECTOR

DIRECTOR

MANAGING DIRECTOR

Subject to our separate report of even date.

(A. WAHAB & CO.)
CHARTERED ACCOUNTANTS

Dated: Dhaka, May 07, 2012

BALANCE SHEET

AS AT DECEMBER 31, 2011

PROPERTY AND ASSETS	NOTES	2011 TAKA	2010 TAKA (Restated)
LOANS			
On Insurers' Policies within their surrender values	11.00	4,976,432	4,756,639
INVESTMENT			
Statutory Deposit with Bangladesh Bank	12.00	4,000,000	4,000,000
Bangladesh Govt. Treasury Bond	13.00	708,600,000	528,600,000
Investment in Bond	14.00	36,000,000	40,000,000
Investment in Shares	15.00	407,240,096	636,347,874
Agents' Balances		153,992	153,992
Outstanding Premium	16.00	155,553,585	170,697,018
Interest, Dividends and Rents Accruing but not due	17.00	57,199,113	31,943,364
Advances, Deposits and Sundry Debtors	18.00	99,280,342	125,164,269
CASH, BANK AND OTHER BALANCES			
On Fixed Deposit with Banks & Financial Institutes	19.00	705,849,246	391,789,879
On Short Term Deposit with Banks	20.00	130,593,746	81,212,101
On Current Account with Banks	21.00	67,962,434	101,746,131
Cash in Hand		1,824,750	2,505,646
Collection in Hand	22.00	289,601,282	277,378,872
		1,195,831,458	854,632,629
Stamps, Printing & Stationary in Hand		8,233,557	6,700,071
Fixed Assets (At Cost Less Depreciation)	Sch.-1	165,554,129	201,627,838
Total:		2,842,622,704	2,604,623,694

These financial statement were approved by the Board of Directors on 06-05-2012 and were signed on its behalf by:



CHAIRMAN



DIRECTOR



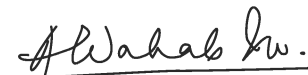
DIRECTOR



MANAGING DIRECTOR

Subject to our separate report of even date.

Dated: Dhaka, May 07, 2012



(A. WAHAB & CO.)

CHARTERED ACCOUNTANTS

REVENUE ACCOUNT

For the year ended December 31, 2011

<u>EXPENDITURE</u>	<u>NOTES</u>	<u>2011 TAKA</u>	<u>2010 TAKA</u>
CLAIMS UNDER POLICIES (INCLUDING PROVISION FOR CLAIMS DUE OR INTIMATED), LESS RE-INSURANCE:	26.00		
By Death		81,801,753	47,867,683
By Maturity		110,938,210	40,665,734
By Disability		1,771,720	5,000
By Surrender		3,946,802	1,408,208
By Survival Benefit		109,059,773	103,022,109
By Survival Profit		97,600	66,378
By Hospitalization		165,376,845	98,892,272
		472,992,703	291,927,384
Profit Commission		10,016,317	5,327,244
		483,009,020	297,254,628
Expenses of Management			
Commissions:			
(a) Commissions to Insurance Agents (Less that on Re-insurance)		407,175,626	573,455,374
(b) Allowances and Commissions (other than commission including in sub-item (a) preceding)		263,228,159	379,783,836
		670,403,785	953,239,210
Salaries etc. (Other than to Agents and those Contained in the allowance and commission)		116,656,280	101,242,263
Companies contribution to employees P.F.		3,997,755	3,386,128
Travelling and Conveyance		3,889,825	6,592,702
Directors' Fees		1,497,000	1,282,250
Auditors' Fees		155,000	155,000
Medical Fees		446,545	533,661
Legal and Professional Fees	27.00	1,591,700	1,050,805
Insurance Policy Stamp		7,709,942	4,428,757
Advertisement and Publicity		7,917,017	3,211,603
Printing and Stationery	28.00	7,196,334	8,777,088
Office Rent	29.00	59,195,318	49,491,791
Bank Charges		39,463,848	22,052,869

A. Wahab Iw.

(A. WAHAB & CO.)
CHARTERED ACCOUNTANTS



Pragati Life Insurance Limited

REVENUE ACCOUNT

For the year ended December 31, 2011

<u>EXPENDITURE</u>	<u>NOTES</u>	<u>2011 TAKA</u>	<u>2010 TAKA</u>
Repairs and Maintenance		8,018,833	4,543,824
Car Fuel, Maintenance & Repairs	30.00	19,913,482	12,693,104
Group Insurance Premium		1,099,341	870,540
Hospitalization Insurance Premium		800,139	699,398
Papers, Periodicals and Books		87,903	184,565
Telephone, Fax and Internet		1,598,491	1,139,002
Electricity & Utility Expenses		2,739,511	2,924,855
Training and Recruitment Expenses		29,849	748,850
Entertainment		1,694,042	1,630,824
General Insurance Premium		7,144	82,245
Postage and Courier		857,613	600,344
Business Development Expenses		588,431	7,449,063
Company Registration Fee	31.00	6,283,482	3,868,565
Stamps & Forms		833,559	1,014,588
Fees, Subscriptions and Donation		877,604	406,328
Conference		3,647,050	854,727
AGM Expenses		1,083,951	1,920,881
Meeting, Seminar & Symposium		2,019,380	1,331,976
Gratuity		19,266,258	-
Staff Welfare Expenses		-	493,091
Depreciation on Fixed Assets	32.00	49,830,230	39,800,291
		370,992,857	285,461,978
Other Expenses:			
Income Tax		13,035,833	-
Dividend		9,000,000	7,500,000
		22,035,833	7,500,000
		1,063,432,475	1,246,201,188
Balance of the fund at the end of the year as shown in the Balance Sheet		2,593,792,187	2,119,107,850
Total:		4,140,233,682	3,662,563,666

These financial statement were approved by the Board of Directors on 06.05.2012 and were signed on its behalf by:

CHAIRMAN

DIRECTOR

DIRECTOR

MANAGING DIRECTOR

Subject to our separate report of even date.

(A. WAHAB & CO.)
CHARTERED ACCOUNTANTS

Dated: Dhaka, May 07, 2012

FORM-"AA" Classified Summary of the Assets in Bangladesh

As at December 31, 2011

<u>CLASS OF ASSETS</u>	<u>BOOK VALUE</u>	<u>MARKET VALUE</u>	<u>REMARKS</u>
Investment :			
Statutory Deposit with Bangladesh Bank	4,000,000	4,000,000	At cost
Bangladesh Govt. Treasury Bond	708,600,000	708,600,000	At cost
Investment in Shares	673,112,825	407,240,096	Market Value
Investment in Bond	36,000,000	36,000,000	At cost
Loans (on Policies within their surrender value)	4,976,432	4,976,432	Realizable Value
Cash, Bank & Other Balances:			
On Fixed Deposit with Banks	705,849,246	705,849,246	Realizable Value
Cash in Hand, STD & Current Account with Banks	200,380,930	200,380,930	Realizable Value
Collection in Hand	289,601,282	289,601,282	Realizable Value
Agents' Balances	153,992	153,992	Realizable Value
Interest, Dividends & Rents accrued but not due	57,199,113	57,199,113	Realizable Value
Other Assets:			
Stamps, Printing & Stationery in Hand	8,233,557	8,233,557	At Cost
Outstanding Premium	155,553,585	155,553,585	Realizable Value
Advances, Deposits, Loans & Sundry Debtors	99,280,342	99,280,342	Realizable Value
Fixed Assets (At cost less depreciation)	165,554,129	165,554,129	Depreciated Value
Taka :	3,108,495,433	2,842,622,704	



CHAIRMAN



DIRECTOR



DIRECTOR



MANAGING DIRECTOR

Dated: Dhaka, May 07, 2012



(A. WAHAB & CO.)
CHARTERED ACCOUNTANTS



Pragati Life Insurance Limited

STATEMENT OF LIFE INSURANCE FUND

As Per Sub-Section-2 of Section-10 of Insurance Act 1938

As at December 31, 2011

"Annexure-1"

	Amount 2011	Amount 2010 (Restated)
Assets:		
Loans- on Policies within their surrender Value	4,976,432	4,756,639
Investment-National Investment Bond (NIB)	-	4,000,000
Statutory Deposit with Bangladesh Bank	4,000,000	-
Investment- Bangladesh Govt. Treasury Bond	708,600,000	528,600,000
Investment in Shares	407,240,096	636,347,874
Investment in Bond	36,000,000	40,000,000
Agents' Balance	153,992	153,992
Outstanding Premium	155,553,585	170,697,018
Interest, Dividends & Rents accrued but not due	57,199,113	31,943,364
Advances, Deposits & Sundry Debtors	99,280,342	125,164,269
Cash & Bank Balances	1,195,831,458	854,632,629
Stamps, Printing and Stationery in hand	8,233,557	6,700,071
Fixed Assets (at cost less depreciation)	165,554,129	201,627,838
	2,842,622,704	2,604,623,694
Less: Liabilities		
Amount due to Other Persons or Bodies	37,861,979	15,517,489
Carrying on insurance business		
Estimated liabilities in respect of		
Outstanding Claim whether due or intimated	144,644,146	86,923,963
Sundry Creditors	222,987,028	251,118,642
Premium Deposits	25,210,094	41,430,240
Fair Value Adjustment A/C	(265,872,730)	15,525,510
	164,830,517	410,515,844
Gross Fund	2,677,792,187	2,194,107,850
Less: Shareholders' Capital (Paid-up Capital)	84,000,000	75,000,000
Life Insurance Fund as on 31 December 2011	2,593,792,187	2,119,107,850

Note: Accretion to Life Insurance Fund during the year was Tk. 474,684,337


CHAIRMAN


DIRECTOR


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MANAGING DIRECTOR

Dated: Dhaka, May 07, 2012


(A. WAHAB & CO.)
CHARTERED ACCOUNTANTS

STATEMENT OF CASH FLOW

For the year ended December 31, 2011

	2011 TAKA	2010 TAKA (Restated)
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Collection from Premium	1,932,867,044	1,799,557,925
Other Income received	112,992	3,057,670
Payment for Claims	(425,288,837)	(238,172,311)
Payment for management expenses, commission, re-insurance and others	(1,025,799,840)	(1,009,210,179)
Source Tax (Income Tax) deducted	(14,177,390)	(3,536,733)
Net Cash Flow from operating activities	467,713,969	551,696,372
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Acquisition of Fixed Assets	(14,946,766)	(158,328,245)
Disposal of Fixed Assets	853,000	456,794
Loan against Policies paid (Net of Realization)	(219,793)	(1,009,706)
Investments made	37,582,268	(449,590,966)
Interest, Dividends and Rents Received	116,314,727	371,847,172
Fair Value Adjusted A/C	(265,872,730)	15,525,510
Net Cash Flow from investing activities	(126,289,294)	(221,099,441)
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Dividend Paid	(225,846)	(6,962,303)
Excess Subscription against IPO refunded	-	(15,000)
Net Cash Flow from financing activities	(225,846)	(6,977,303)
D. Net increase in cash and cash Equivalents (A+B+C)	341,198,829	323,619,628
E. Cash and Cash Equivalents at the beginning of the year	854,632,629	531,013,001
F. Cash and Cash Equivalents at the end of the year (D+E)	1,195,831,458	854,632,629

The annexed Notes 1 to 41 form an integral part of these finance statements. These financial statement were approved by the Board of Directors on 06.05.2012 and were signed on its behalf by:



CHAIRMAN



DIRECTOR



DIRECTOR



MANAGING DIRECTOR



(A. WAHAB & CO.)
CHARTERED ACCOUNTANTS

Dated: Dhaka, May 07, 2012

Statement of Change in Shareholder's Equity

For the year ended December 31, 2011

Particulars	Share Capital	Share Premium	General Reserve	Retained Earnings	Other Reserve	Total
Balance as on 01 January 2011	75,000,000	-	-	-	-	75,000,000
Bonus Share for the Year 2010	9,000,000	-	-	-	-	9,000,000
Balance as on 31 December 2011	84,000,000	-	-	-	-	84,000,000

The annexed Notes 1 to 41 form an integral part of these finance statements. These financial statement were approved by the Board of Directors on 06.05. 2012 and were signed on its behalf by:



CHAIRMAN



DIRECTOR



DIRECTOR



MANAGING DIRECTOR

Subject to our separate report of even date.



(A. WAHAB & CO.)
CHARTERED ACCOUNTANTS

Dated: Dhaka, May 07, 2012

NOTES TO THE FINANCIAL STATEMENTS

For the year ended December 31, 2011

1.00 LEGAL STATUS AND NATURE OF BUSINESS

1.01 Status

Pragati Life Insurance Limited is a third generation life insurance company established on 30th January 2000 as a public limited company under the Companies Act 1994 and registered under the Department of Insurance on 11th April 2000. The Company went for public issue in November 2005 and its shares are listed in both Dhaka Stock Exchange Ltd. and Chittagong Stock Exchanges Ltd.

The registered office of the Company is situated at Pragati Insurance Bhaban, 20-21 Kawranbazar (3rd, 4th, 5th, 6th and 8th floor) Dhaka-1215.

1.02 Nature of Business

The Company is engaged in the life insurance, pension and health business since its incorporation. The Company offers a wide variety of insurance products which fulfils the requirements of present and prospective policy holders. The product portfolio of the Company feeds the following insurance lines:

a) Individual Life Insurance, b) Group Insurance, c) Urban Project d) Health Insurance, e) Micro-Insurance (Rural Insurance), f) Islami Jibon Bima (Takaful), g) Islami Deposit pension scheme (IDPS).

2.00 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

2.01 Statement of compliance

The basis of presentation and disclosures of information are based on the relevant and applicable requirement of the:

Insurance Act, 2010,

Insurance Rules, 1958,

Companies Act, 1994,

Securities and Exchange Commission (SEC) Rules, 1987,

Income Tax Ordinance 1984,

Listing Regulations of Dhaka and Chittagong Stock Exchanges and

Bangladesh Accounting Standards (BAS).

2.02 Basis of Presentation

Financial Statements have been prepared on the historical cost basis except as disclosed in the accounting policies mentioned below.

2.03 Reporting currency and level of precision

The financial statements are prepared in Bangladeshi Taka, which is the Company's functional currency. All financial information presented has been rounded off to the nearest taka. Figures in brackets indicate deduction.

2.04 Use of estimates and judgment

The preparation of financial statements requires Management to make judgments, estimates and assumptions that effect the application of accounting policies and the reported amount of assets, liabilities, income and expenses.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised. The areas where required assumptions and estimates are significant to the Company's financial statements or where Judgment was exercised in application of accounting policies are as follows:



Pragati Life Insurance Limited

- a) Useful life of depreciable assets.
- b) Impairment of assets.
- c) Reinsurance recoveries against outstanding claims.
- d) Provision for income taxes.

However, assumptions and judgment made by Management in the application of accounting policies that have significant effect on the financial statement are not expected to result in material adjustment to the carrying amount of assets and liabilities in the next year.

2.05 Reporting Period

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

2.06 Components of the financial statements

The Financial Statements include the following components:

- a) Balance Sheet, b) Revenue Account, c) Cash Flow statement
- d) Statement of Changes in Shareholders' Equity, e) Accounting policies and Explanatory Notes.

2.07 Impairment

An impairment loss is the amount by which the carrying amount of an asset or a cash generating unit exceeds its recoverable amount.

The recoverable amount of an asset or a cash generating unit is the higher of its fair value less costs to sell and its value in use.

A cash generating unit is the smallest identifiable group of asset that generates cash inflows that are largely independent of the cash inflows from other assets or group of assets.

The carrying amounts of the Company's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If such indication exists the asset recoverable amount is estimated.

An impairment loss is recognized wherever the carrying amount of the asset exceeds its recoverable amount.

3.00 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently in these financial statements.

3.01 Revenue Recognitions

3.1.1 Premium

3.1.1.1 Individual life policies

First year premium is recognized when premium is received and the relevant policy is issued. Subsequent premium falling due under the policy is recognized as Renewal premium.

3.1.1.2 Group policies

The premiums of Group policies are recorded after receipt of the premiums.

3.1.2 Investments-Interest, Dividends and Rents

Interest, dividends and rents etc. are accounted at gross value (before deduction of Income tax)

Investments in Government securities Bangladesh Government Treasury Bond (BGTB) and Fixed Deposit Receipt (FDR) are stated at face values and investment in Shares are stated at their cost of acquisition with adequate provision for fluctuation in share price on the basis of the year-end all share price index of Dhaka Stock Exchange (DSE).

Interest incomes on investments are recognized on accrual basis for the number of days these are held taking into account effective yield on the instruments.

Dividend income is accounted for when the dividend is received.

Profit/ (loss) arising on the sale of listed equity shares is recognized on the basis of the settlement date.

Loans against the security of life insurance policies are allowed to the policyholders to the extent of 90% of surrender value of the respective policy provided the policy has been in force for not less than two years.

Interest on policy loans is accounted on cash basis.

3.02 Re-insurance

The Company maintains reinsurance arrangement with Munich Reinsurance Company of Germany since its inception. The net retention of the company for individual life is Tk. 2 lac per policy and for Group life Tk. 7 lac per person of risk. Reinsurance premium is recorded as an expense evenly over the period of the reinsurance contract and off-set against the premium income of respective year.

The claim recoveries arising out of reinsurance contracts are off-set against the claims expenses of respective year.

3.03 Recognition of fixed Assets-Tangible

These are capitalized at cost of acquisition and subsequently stated at cost less accumulated depreciation and impairment losses.

3.04 Depreciation on fixed Assets-Tangible

Depreciation is calculated on straight-line method to write off the assets over their expected useful lives.

Depreciation on additions made during the year is charged from the following month in which the new assets are acquired.

Depreciation on disposal of assets is made up to the month prior to the disposal.

Gains and losses on disposal of Fixed Assets are included in current year's income and expenses respectively.

Major repairs and renewals are capitalized in the year in which these are incurred.

Methods and rates of computing depreciations are consistently applied.

The annual depreciation rates applied to the principal categories of assets are as follows:

Category of assets	Rate of Depreciation
Furniture & Fixture	10% and (20% for signboards only)
Electrical & office Equipment	20% and 15%
Vehicles	20%
Computer	20%
Other Equipment	20%

3.05 Stamps, printing and stationary in hand

Stocks of stamps, printing and stationary materials etc in hand are valued at cost determined on average basis.



Pragati Life Insurance Limited

3.06 Taxation

- i) The Company is engaged in life insurance business and its taxation is based on taxable income determined under the fourth schedule of the income Tax ordinance, 1984.
- ii) As the profits and gains of the insurance business from all sources are to be computed in accordance with the provision in the fourth schedule of the income Tax Ordinance and not under different heads of income, the Management feels it is not necessary to make estimate of deferred tax assets/liabilities at this stage as per the provision of BAS-12.

3.07 Commission

These are direct cost incurred in acquiring and maintaining insurance policies.

Commission to insurance agents (less that on re-insurance) is classified under first year commission, Renewal commission and Group business commission.

Allowance and commission (other than commission to insurance agents) represent all forms of remuneration and incentives paid to certain development officers, field force staff and insurance agents.

3.08 Claims

Claim costs consist of the policy benefit amount and claims settlement costs, where applicable.

Claims by maturity and survival are recorded when these become due for payment.

Death claims are accounted for when intimated.

Group Insurance claims are paid according to the terms of policy of the individual agreement.

Provision for outstanding death claims less any reinsurance thereof is made for those policies where the intimation of death has been received up to 31 December 2011.

3.09 Premium Deposits

Premium deposit represents premium received but risk has not yet been accepted because of pending underwriting decision as on 31 December 2011.

3.10 Provisions

A provision is recognized on the balance sheet date if, as a result of past events, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.

3.11 Cash flow statement

Cash flow statement has been prepared on direct method in accordance with BAS-7.

Cash flows from operating activities have been presented under direct method.

Cash and cash equivalents comprise cash in hand, cash at banks including FDRs, which were held available for use of the Company without any restriction and it also includes collection in hand which were collected in full.

3.12 Contingencies

Contingencies arising from claim, litigation, assessment, fines, penalties, etc. are recorded when it is probable that a liability has been incurred and the amount can reasonably be measured.

3.13 Employees Benefit plans

3.13.1 Provident fund

The Company operates a recognized contributory provident fund for all its permanent employees. The provident fund is administered by the Board of Trustee and is funded by contributions from employees and from the Company @ 10% of the basic pay each. These contributions are invested separately from the Company's business.

3.13.2 Gratuity

The Company has an unfunded gratuity scheme for all its permanent employees under which an employee is entitled to the benefit depending on length of services with the Company.

3.13.3 Group & Health Insurance

The Company operates Group and Health insurance schemes for its permanent employees. Defined benefits are provided to cover employees at death, hospitalization, accident and incapacitation.

3.14 Investment in Share

The valuation methods of investment in Share used is Available for Sale. Available for sale investment are those non-derivative financial assets that are designated as available for sale or are not classified as (a) loan and receivables (b) held-to-maturity or (c) financial assets at fair value through profit or loss.

3.15 Responsibility for Preparation and Presentation of Financial Statements

The Board of Directors is responsible for preparation and presentation of financial statements U/S 183 of the Companies Act,1994 and as per the provision of " the framework for the preparation and presentation of financial statements " issued by the International Accounting Standards Committee (IASC)as adopted by ICAB.

4.00 Issued, subscribed & paid up-share capital : Tk. 84,000,000

	2011	2010
8400,000 Ordinary shares of Tk. 10 each fully paid in cash	84,000,000	75,000,000
Taka	84,000,000	75,000,000

4.01 Classification of shareholders by holding as on December 31, 2011

Group	No. of Shares		Percentage (%)	
	2011	2010	2011	2010
i) Sponsor				
a. Local	3,373,320	300,000	40.16	40.00
b. Foreign	-	-	-	-
ii) General Public	2,594,790	305,738	30.89	40.76
iii) Institutions	2,431,890	144,262	28.95	19.24
Total	8,400,000	750,000	100.00	100.00

4.02 Distribution Schedule of Shareholdings

Shareholding Range As on December 31	No. of Shareholders		No. of Shares		Percentage (%)	
	2011	2010	2011	2010	2011	2010
1 – 499	142	998	8,880	82,280	0.11	10.97
500 – 999	416	82	230,490	51,650	2.74	6.89
1000 – 1999	180	46	217,570	59,800	2.59	7.97
2000 – 2999	78	22	185,080	47,650	2.20	6.35
3000 – 3999	33	13	117,000	43,100	1.39	5.75
4000 – 4999	14	02	62,030	9,000	0.74	1.20
5000 and above	159	33	7,578,950	456,520	90.23	60.87
Total	1,022	1,180	8,400,000	750,000	100.00	100.00



Pragati Life Insurance Limited

5.00 Life Insurance Fund: Tk.2,593,792,187

This consists of the accumulated balance of revenue surplus up to 31 December 2011

Particulars	31-12-2011	31-12-2010
Opening balance	2,119,107,850	1,511,229,566
Add: Increase in Life Revenue A/C during the year	474,684,337	607,878,284
Closing balance	2,593,792,187	2,119,107,850

The detailed break up is shown in (Annexure-1)

6.00 Estimated Liabilities in Respect of Outstanding Claims Whether Due or Intimated: Tk. 144,644,146

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
Outstanding Death Claim	40,990,556	23,902,135
Outstanding Maturity Claim	39,576,151	16,741,622
Outstanding Survival Benefit	53,033,247	41,080,010
Outstanding Survival Profit	40,000	120,309
Outstanding Hospitality Claim	11,004,192	5,079,887
Taka:	144,644,146	86,923,963

7.00 Amount Due to Other Persons or Bodies Carrying on Insurance Business: Tk. 37,861,979

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
Munich Reinsurance Company	37,860,940	15,516,450
Shadharan Bima Corporation	1,039	1,039
Taka:	37,861,979	15,517,489

8.00 Sundry Creditors: Tk. 222,987,028

The above balance is made up as follows:

Particulars		31-12-2011	31-12-2010
Auditors Fee	8.01	345,400	275,400
Income Tax and VAT	8.02	14,111,406	21,723,741
Insurance Policy Stamp		150,000	150,000
License Stamp		4,507,435	4,185,592
Commission & Allowance	8.03	159,606,706	213,984,387
Utility Bills	8.04	273,161	854,226
Staff Salary & Allowances		1,118,978	-
Office Rent	8.05	1,016,512	3,129,840
Other Deposits (Short Deposit)		222,894	238,413
Advance against ID Card		8,000	8,000
Other Liabilities		1,425,009	68,639
Other Creditors		216,967	216,967
Employees Provident Fund		1,904,016	190,724
Group Endowment Scheme Payable		27,475	27,475
Security Deposit-Employee		1,555,000	1,655,000
Share Application Money Deposit		2,126,242	2,126,242
Security Deposit-Supplier		233,000	223,000
Unpaid Dividend	8.06	1,544,382	1,770,228
Unidentified Deposits		123,566	123,566
Service Charge		33,686	167,202
Car Maintenance Expenses		135,102	-
Income Tax (Company)		13,035,833	-
Gratuity		19,266,258	-
Taka:		222,987,028	251,118,642

8.01 Auditors Fee: Tk. 345,400

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
Special Audit	260,400	190,400
External Audit	85,000	85,000
Taka:	345,400	275,400

8.02 Income Tax (IT) and VAT: Tk. 14,111,406

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
i) IT -Employee Salaries	19,764	33,144
ii) IT -Commission	13,808,697	20,908,847
iii) IT -Rent	56,598	72,430
iv) IT -Supplier	2,999	62,592
v) VAT -Suppliers	223,348	646,728
Taka:	14,111,406	21,723,741

IT and VAT deducted at source has been deposited subsequently.

8.03 Commission & Allowances: Tk. 159,606,706

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
Commission-IPL & Takaful	89,218,289	139,970,108
Development Allowance-PB	21,385,129	14,668,332
Development Salary-PB	-	624,646
Development Salary/Release-IPL	17,669,047	16,571,422
Bonus -IPL & Takaful	24,390,578	39,308,731
Development Salary & Allowances -IDPS	6,943,663	2,841,148
Taka:	159,606,706	213,984,387

8.04 Utility Bills: Tk. 273,161

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
Electricity	226,123	758,231
WASA	30,803	87,712
Telephone	16,235	8,283
Taka:	273,161	854,226

The above amount have been subsequently paid in full.

8.05 Office Rent: Tk. 1,016,512

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
Office Rent -HO	152,812	2,950,740
Office Rent -IPL	863,700	179,100
Taka:	1,016,512	3,129,840

The above amount have been subsequently paid in full.

8.06 Unpaid Dividend: Tk. 1,544,382

This represents dividend warrant issued against dividend for the year 2006-2009 which were not encashed within 31.12.2011.

Particulars	31-12-2011	31-12-2010
Year - 2006	208,212	209,832
Year - 2007	499,672	500,122
Year - 2008	265,208	267,008
Year - 2009	571,290	793,266
Taka:	1,544,382	1,770,228



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9.00 Premium Deposit: Tk. 25,210,094

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
Individual Product Line (IPL)	25,095,836	39,415,126
Islami Jibon Bima (Takaful)	114,258	-
Islamic Deposit Pension Scheme (IDPS)	-	880,600
Pragati Bima & Pragati Islamic Bima Division (PB & PIBD)	-	153,158
Group Life & Health	-	981,356
Taka:	25,210,094	41,430,240

10.00 Fair value Adjustment A/C : Tk. (265,872,730)

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
Fair value of the investment	407,240,095	636,347,874
Less: Cost price of the investment	673,112,825	620,822,364
Fair value reserve at end of the Year	(265,872,730)	15,525,510

In compliance with the BAS 39 - *Financial Instruments: Recognition and Measurement*, investment made in the shares of different Companies is recorded at fair value which was earlier recorded at cost. As a consequence of adopting BAS 39 the value of the investments has been adjusted to bring it at par with the fair market value. The difference between fair market value and cost price has been booked under Fair Value Adjustment Account in the Balance Sheet.

11.00 Loans (On Insurers' Policies within their Surrender Value) : Tk. 4,976,432

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
Policy Loan(IPL)	3,651,383	3,313,313
Policy Loan(PB)	1,325,049	1,443,326
Taka:	4,976,432	4,756,639

12.00 Statutory Deposit with Bangladesh Bank: Tk. 4,000,000

In compliance with section 23(1) of Insurance Act,2010, the amount has been deposited into Bangladesh Bank for which The Bangladesh Bank has issued 10 years Bangladesh Govt Treasury Bond (BGTB) in favour of the Company with interest @ 11.72% per annum subject to renewal for future term. Interest earned and received during the year has been duly accounted for.

13.00 Investment in Bangladesh Govt. Treasury Bond (BGTB): Tk. 708,600,000

The above balance is made up as follows:

Sl.No.	Opening Date	Maturity Date	BGTB No.	2011	2010
01	01.09.2004	07.06.2014	BDH000000103	5,000,000	5,000,000
02	03.02.2005	06.12.2014	BDH000000426	6,000,000	6,000,000
03	07.03.2005	06.12.2014	BDH000000426	4,000,000	4,000,000
04	05.05.2005	04.04.2015	BDH000000707	10,000,000	10,000,000
05	18.05.2005	04.04.2015	BDH000000707	2,000,000	2,000,000
06	18.08.2005	18.08.2015	BDH000000707	1,000,000	1,000,000
07	16.11.2005	16.11.2015	BDH000000624	10,000,000	10,000,000
08	26.01.2006	26.01.2016	BDH000000939	7,500,000	7,500,000
09	14.05.2006	14.05.2016	BDH000000970	10,000,000	10,000,000
10	23.07.2006	23.07.2016	BDH000001069	4,000,000	4,000,000
11	04.11.2006	04.11.2016	BDH000001424	8,000,000	8,000,000
12	10.01.2007	10.01.2017	BDH000001762	15,000,000	15,000,000
13	10.01.2007	10.01.2017	BDH000001762	5,000,000	5,000,000
14	05.12.2007	05.12.2017	BDH000002265	50,000,000	50,000,000
15	03.09.2008	03.09.2018	BDH000002356	20,000,000	20,000,000
16	05.11.2008	05.11.2018	BDH000002372	35,000,000	35,000,000
17	04.03.2009	04.03.2019	BDH000002414	12,000,000	12,000,000
18	07.01.2009	07.01.2019	BDH000002398	7,000,000	7,000,000
19	04.03.2009	04.03.2019	BDH000002414	9,400,000	9,400,000
20	03.09.2009	03.09.2018	BDH000002356	30,000,000	30,000,000
21	22.07.2009	22.07.2014	BDH000002382	50,000,000	50,000,000
22	07.10.2009	07.10.2019	BDH000002497	20,000,000	20,000,000
23	18.11.2009	18.11.2014	BDH000002424	10,000,000	10,000,000
24	18.11.2009	18.11.2014	BDH000002424	15,400,000	15,400,000
25	17.12.2009	17.12.2014	BDH000002432	30,000,000	30,000,000
26	17.12.2009	17.12.2014	BDH000002432	10,000,000	10,000,000
27	17.12.2009	17.12.2014	BDH000002432	20,000,000	20,000,000
28	17.12.2009	17.12.2014	BDH000002432	6,000,000	6,000,000
29	17.12.2009	17.12.2014	BDH000002432	5,000,000	5,000,000
30	17.12.2009	17.12.2014	BDH000002432	25,000,000	25,000,000
31	17.03.2010	17.03.2015	BDH000002465	19,600,000	19,600,000
32	20.01.2010	20.01.2015	BDH000002440	16,000,000	16,000,000
33	21.04.2010	21.04.2015	BDH000002473	700,000	700,000
34	08.12.2010	08.12.2020	BDH000002588	50,000,000	50,000,000
35	04.08.2010	04.08.2020	BDH000002589	35,000,000	-
36	08.09.2010	08.09.2020	BDH000002590	25,000,000	-
37	06.10.2010	06.10.2020	BDH000002591	10,000,000	-
38	08.09.2010	08.09.2020	BDH000002592	10,000,000	-
39	10.08.2011	10.08.2021	BDH000002593	20,000,000	-
40	05.01.2011	05.01.2021	BDH000002594	30,000,000	-
41	12.10.2011	12.10.2021	BDH000002595	50,000,000	-
Taka:				708,600,000	528,600,000

14.00 Investment in Bond :Tk. 36,000,000

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
Orascom Telecom Bangladesh Ltd.	16,000,000	20,000,000
Mutual Trust Bank Ltd.	20,000,000	20,000,000
Taka:	36,000,000	40,000,000



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15.00 Investment in Shares: Tk. 407,240,096

The above balance is made up as follows:

Sl. No	Name of the Company	Number of Share	*Average cost per unit(Tk.)	Total Book Value at cost (Tk.)	** Average Market Value per unit as on 31-12-11	Total Market Value (Tk.)
1	Apex Weaving Limited	5,300	334.23	1,771,419.00	154.00	816,200
2	BD Thai Limited	300	88.50	26,550.67	62.00	18,600
3	Bxemico Pharma Limited	51,150	111.94	5,725,897.56	93.60	4,787,640
4	Bxemico Limited	52,650	208.66	10,986,113.08	113.00	5,949,450
5	BIFC Limited	1,266,500	85.30	108,037,516.60	44.00	55,726,000
6	Continental Insurance Limited	260	50.53	13,137.24	43.30	11,258
7	Confidence Cement Limited	126,017	267.00	33,646,227.73	124.50	15,689,117
8	Daffodil Com	48,880	38.82	1,897,447.26	21.90	1,070,472
9	EXIM Bank Limited	67,500	45.27	3,055,930.00	27.80	1,876,500
10	Eastern Cables	1,000	75.80	75,803.00	57.10	57,100
11	Fareast Islami Life Insurance Limited	406,420	295.44	120,073,729.20	162.00	65,840,040
12	FAS Finance	143,470	77.39	11,103,574.49	57.50	8,249,525
13	Fuwang Foods	22,220	20.70	459,946.50	50.80	1,128,776
14	Glaxo Smith Limited	1,000	1,482.66	1,482,664.00	664.50	664,500
15	Green Delta Insurance Ltd	2,000	282.85	565,692.00	152.40	304,800
16	IBBL Bond	2,890	1,077.22	3,113,165.80	1,005.75	2,906,618
17	Islamic Insurance Limited	415,800	70.26	29,214,006.45	44.10	18,336,780
18	ILFSL	44,800	87.53	3,921,254.40	46.80	2,096,640
19	Jamuna Oil Limited	11,700	255.52	2,989,632.06	179.20	2,096,640
20	Kay & Que Limited	192,000	40.69	7,813,427.98	42.90	8,236,800
21	Keya Cosmetic Limited	6,050	114.30	691,500.00	71.30	431,365
22	Lafarge Surma Cement Limited	754,000	34.69	26,156,714.13	26.60	20,056,400
23	Lanka Bangla Finance Limited	36,425	323.77	11,793,374.82	170.20	6,199,535
24	Lanka Bangla Securities Limited	35,000	142.86	5,000,000.00	-	5,000,000
25	Meghna Cement Limited	11,500	304.92	3,506,575.49	139.60	1,605,400
26	Midas Finance Limited	229,900	158.68	36,480,894.79	64.40	14,805,560
27	Metro Spinning Limited	5,175	80.91	418,685.95	37.30	193,028
28	Marcantile Insurance Limited	110	48.01	5,281.02	44.80	4,928
29	National Bank Limited	20,000	66.60	1,331,993.21	66.80	1,336,000
30	Nitol Insurance Limited	1,593,370	85.71	136,568,594.44	51.80	82,536,566
31	Niloy Cement Limited	35,850	98.61	3,535,049.00	98.61	3,535,169
32	Olympic Industries Limited	123,000	181.60	22,336,319.44	130.50	16,051,500
33	Orion Infusion Ltd	54,000	69.48	3,752,082.00	56.40	3,045,600
34	Pragati General Insurance Limited	217,760	101.64	22,134,020.60	78.80	17,159,488
35	People Insurance Limited	100	75.09	7,509.29	39.00	3,900
36	Phoenix Insurance Limited	31,250	134.84	4,213,681.00	82.00	2,562,500
37	Phoenix Finance Ltd	56,000	173.08	9,692,289.78	69.60	3,897,600
38	Power Grid Bd Ltd	123,000	85.56	10,523,977.54	63.00	7,749,000
39	Square Pharma Ltd.	14,850	280.08	4,159,141.34	237.10	3,520,935
40	Summit Power Ltd.	72,267	109.13	7,886,626.52	74.40	5,376,665
41	Titas Gas Transmission & Distribution Ltd	42,000	82.01	3,444,629.27	67.60	2,839,200
42	United Commercial Bank Ltd.	25	179.49	4,487.26	43.90	1,098
43	Usmania Glass Limited	1,152	159.56	183,813.60	132.60	152,755
44	CDBL	256,945	10.00	2,569,450.00	-	2,569,450
45	Jamuna Resort Limited	94,000	114.29	10,743,000.00	-	10,743,000
	Total:			673,112,825.51		407,240,096

* Total book value at cost has been divided by the number of unit.

** The total market value (as per price index of DSE) of the above shares as on 29 December 2011 stood at Tk. 407,240,096 against the book value of Tk. 673,112,825.51

*** Investment in Shares that does not have any quoted market price in the active market and whose fair value can not be measured reliably, were recognized at cost.

16.00 Outstanding Premium: Tk. 155,553,585

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
Outstanding Premium- IPL	113,922,499	90,409,793
Outstanding Premium- PB	-	26,990,477
Outstanding Premium- Group Life	5,135,375	3,363,916
Outstanding Premium- Group Health	1,155,950	10,876,698
Outstanding Premium- Takaful	35,339,761	24,353,166
Outstanding Premium- IDPS	-	14,702,968
Taka:	155,553,585	170,697,018

The amount represents premium receivable as on 31 December 2011 for which grace periods did not expire as on the above date. The outstanding premium amount have been realized subsequently.

17.00 Interest, Dividends and Rents Accruing but not Due: Tk. 57,199,113

The above balance is made up as follows:

Particulars	Note	31-12-2011	31-12-2010
Interest on Fixed Deposit Receipt (FDR)	17.01	37,550,037	18,380,740
Interest on Bangladesh Government Treasury Bond (BGTB)		15,897,194	10,268,022
Interest on term loan to Jamuna Resort Limited		616,466	1,247,935
Interest on Bond		1,704,000	2,046,667
Commission Receivable		1,431,416	-
Taka:		57,199,113	31,943,364

17.01 Interest on FDR: Tk. 37,550,037

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
Opening balance	18,380,740	14,960,485
Add: Interest accrued during the year	33,828,076	22,240,382
	52,208,816	37,200,867
Less: Received during the year	14,658,779	18,820,127
Closing balance	37,550,037	18,380,740
Taka:	37,550,037	18,380,740

18.00 Advances, Deposits and Sundry Debtors: Tk. 99,280,342

The above balance is made up as follows:

Particulars	Notes	31-12-2011	31-12-2010
Advance Income Tax	18.01	30,861,846	16,684,456
Tax Refund Due	18.02	1,783,600	1,783,600
Advance against Office Rent	18.03	29,413,799	28,328,422
Advance against Tender Security		209,000	209,000
Advance against Development Salary		1,227,039	1,173,653
Advance Release A-Scheme		50,042	50,042
Advance for Purchases of Furniture		124,669	124,669
Advance against Mobile Phone		55,432	55,432
Advance against Expenses		28,906,565	20,264,056
Advance against Salary		75,959	124,056
Advance to Development Staff		868,109	1,070,951
Short Term Loan	18.04	443,000	2,500,000
Revolving Fund		11,000	11,000
Bi-Cycle Loan		2,589	17,297
Motor Cycle Loan		684,176	1,653,743
Advance Commission (Group)		100,000	100,000
Advance against Stationary		2,000	2,000
Postal Security		209,793	209,793
Security Deposit		68,660	68,660
Earnest Money		287,500	130,000
Jamuna Resort Ltd.	18.05	-	3,086,000
Advance against Land Purchases	18.06	500,000	500,000
Advance against Share		50,000	577,800
Eminent Securities Ltd.	18.07	50,921	35,861,226
Lanka Bangla Securities Ltd.		94,040	38,338
Multi Securities Ltd.	18.08	6,693	4,965,573
A.M. Securities Ltd.	18.09	499,982	2,845,635
Others Receivables		2,659,762	2,726,201
Advance against Garage Rent		2,666	2,666
Advance against Traveling & Tour		31,500	-
Taka:		99,280,342	125,164,269



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18.01 Advance Income Tax : Tk. 30,861,846

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
FDR	12,895,954	8,526,568
STD	3,732,219	3,192,634
NIB	306,000	306,000
BGTB	4,241,500	3,595,500
Dividend	1,434,803	1,063,754
Bond	247,233	-
Vehicles	175,000	-
Premium	7,829,137	-
Taka:	30,861,846	16,684,456

18.02 Income Tax Refund Due: Tk. 1,783,600

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
Income Tax Refund Due	1,783,600	1,783,600
Taka:	1,783,600	1,783,600

This represents net income tax refundable to the Company for the assessment years up to 2009-2010 as per tax assessment orders to the Company. The assessments of the income tax of the Company for the assessment years 2010-2011 and 2011-2012 are in progress.

18.03 Advance Against Office Rent: Tk. 29,413,799

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
Opening balance	28,328,422	33,595,139
Add: Advance paid during the year	33,864,838	7,449,559
	62,193,260	41,044,698
Less: Adjustment during the year	32,779,461	12,716,276
Closing balance	29,413,799	28,328,422
Taka:	29,413,799	28,328,422

18.04 Short Term Loan: Tk. 443,000

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
Jamuna Resort Ltd.	2,500,000	2,500,000
Less: Share received	2,057,000	-
Taka:	443,000	2,500,000

This represents short-term loan paid to Jamuna Resort Ltd. @ 11% interest per annum up to full adjustment. Provision for interest income has been made during the year.

18.05 Advance to Jamuna Resort Ltd.: Tk Nil

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
Advance to Jamuna Resort Ltd.	3,086,000	3,086,000
Less: Share received	3,086,000	-
Taka:	-	3,086,000

This advance against the equity participation in the capital of the Company has been adjusted after receive no of 40,000 shares.

18.06 Advance against Land Purchases: Tk. 500,000

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
Advance against Land Purchases	500,000	500,000
Taka:	500,000	500,000

This represents advance paid to Jamuna Resort Ltd. for purchase a plot of land.

18.07 Eminent Securities Ltd. : Tk. 50,921

This balance represents money lying with the brokerage house at the end of routine and normal investment activities in shares as at December 31, 2011.

Particulars	31-12-2011	31-12-2010
Eminent Securities Ltd.	50,921	35,861,226
Taka:	50,921	35,861,226

18.08 Multi Securities Ltd. : Tk. 6,693

This balance represents money lying with the brokerage house at the end of routine and normal investment activities in shares as at December 31, 2011.

Particulars	31-12-2011	31-12-2010
Multi Securities Ltd.	6,693	4,965,573
Taka:	6,693	4,965,573

18.09 A. M. Securities Ltd. : Tk. 499,982

This balance represents money lying with the brokerage house at the end of routine and normal investment activities in shares as at December 31, 2011

Particulars	31-12-2011	31-12-2010
A. M. Securities Ltd.	499,982	2,845,635
Taka:	499,982	2,845,635

19.00 Fixed Deposit with Banks & Financial Institutes (FDR): Tk. 705,849,246

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
NCC Bank Ltd.	23,657,454	12,691,195
Mutual Trust Bank Limited	29,233,711	26,791,505
One Bank Ltd.	31,015,931	25,985,247
Premier Bank Limited	9,311,171	6,757,587
Shahjalal Bank Limited	16,433,881	15,238,505
Dutch Bangla Bank Ltd.	14,949,415	14,949,415
United Commercial Bank Ltd.	30,169,853	18,745,567
ICB Islami Bank Ltd.	3,395,900	3,596,900
Lanka Bangla Finance & Investment Ltd.	7,210,906	7,210,906
Exim Bank Ltd.	11,968,343	6,968,343
Southeast Bank Ltd.	78,628,680	71,112,320
BRAC Bank Ltd.	43,152,230	12,205,538
Prime Bank Ltd.	21,948,065	11,010,150
Bank Al-Falah Ltd.	32,317,940	29,596,701
Delta Brac Housing Finance Corporation Ltd	24,337,764	22,430,000
Social Islami Bank Ltd.	100,165,501	14,000,000
Peoples Leasing & Finance Limited	2,500,000	2,500,000
National Bank Limited	51,700,000	20,000,000
Eastern Bank Limited	78,190,000	70,000,000
Al Arafah Islami Bank Ltd	15,000,000	-
AB Bank Limited	10,000,000	-
IDLC Finance Limited	5,000,000	-
IFIC Bank Limited	20,000,000	-
Jamuna Bank Limited	10,000,000	-
Marcantile Bank Limited	10,562,501	-
Prime Finance & Investment Limited	5,000,000	-
United Leasing Company Limited	20,000,000	-
Taka:	705,849,246	391,789,879



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20.00 Short Term Deposit with Banks : Tk 130,593,746

The said bank balance consisting of 87 number of STD Account maintained with 19 Banks throughout the country.

21.00 Current Account with Banks : Tk 67,962,434

The said bank balance consisting of 472 number of Current Account maintained with 11 Banks throughout the country.

22.00 Collection in Hand: Tk. 289,601,282

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
Collection in Hand	289,601,282	277,378,872
Taka:	289,601,282	277,378,872

This represents premium collection by different servicing cells and agency offices during the year but lying in hand as of 31 December 2011. The entire amount was deposited in to banks subsequently.

23.00 Premium Less Re-insurance (Net): Tk.1,879,779,609

The above balance is made up as follows:

Type of Premiums	Gross Premium	Re-Insurance Ceded	Net Premium 2011	Net Premium 2010
Individual Product Line (IPL) 1st year	261,437,140	-	261,437,140	301,496,456
Individual Product Line (IPL) Renewal	351,685,281	-	351,685,281	202,820,283
Pragati Bima (PB) 1st year	83,378,040	-	83,378,040	93,615,095
Pragati Bima (PB) Renewal	213,524,700	-	213,524,700	204,888,976
Group Life	287,945,476	37,944,002	250,001,474	101,430,500
Group Hospitalization	225,897,859	-	225,897,859	165,020,944
Islami Jibon Bima-Takaful, 1st year	205,156,899	-	205,156,899	431,030,073
Islami Jibon Bima-Takaful, Renewal	120,457,997	-	120,457,997	52,439,715
Pragati Islami Bima Division, 1st year	39,003,265	-	39,003,265	48,727,430
Pragati Islami Bima Division, Renewal	63,500,793	-	63,500,793	54,398,158
Islami Deposit Pension Scheme, 1st Year	20,607,062	-	20,607,062	32,650,791
Islami Deposit Pension Scheme, Renewal	45,129,099	-	45,129,099	50,068,393
Pragati Urban Division-IPL 1st Year	-	-	-	30,184,608
Pragati Urban Division-IPL Renewal	-	-	-	1,310,652
Taka:	1,917,723,611	37,944,002	1,879,779,609	1,770,082,074

24.00 Interests Dividends and Rents: Tk. 141,233,231

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
Interest on FDR	62,883,150	25,109,973
Profit on sale of Shares	6,342,465	296,459,177
Interest on BGTB	53,162,880	42,913,482
Gain on Purchases of BGTB	4,589,734	-
Interest on Short Term Deposit	5,424,245	4,605,878
Profit on MSND Accounts	16,650	163,398
Dividend Received	2,431,666	2,343,305
Interest on Motor Cycle Loan	167,765	301,194
Interest on Bi-Cycle Loan	270	17,694
Interest on Bond	4,867,162	2,735,417
Interest on Loan	24,882	460,727
Interest on Policy Loan	20,711	50,832
Late Fee	1,300,393	2,679,674
Bond Fee	1,258	3,016
Taka:	141,233,231	377,843,767

25.00 Other Income: Tk. 112,992

This balance is made-up as follows:

Particulars	31-12-2011	31-12-2010
Service Charge	92,731	111,168
Miscellaneous Income	20,261	2,946,502
Profit/(Loss) on Sale of Vehicles	-	350,589
Taka:	112,992	3,408,259

26.00 Claims Under Policies (Including Provision for Claims due or Intimated)**Less Re-Insurance: Tk. 483,009,020**

The above balance is made up as follows:

Particulars	31-12-2011	31-12-2010
Gross Claim	474,342,703	294,600,122
Less: Re-Insurance Claim	1,350,000	2,672,738
Net Claim	472,992,703	291,927,384
Add: Profit Commission	10,016,317	5,327,244
Taka:	483,009,020	297,254,628

27.00 Legal & Professional Fees: Tk. 1,591,700

This balance is made-up as follows:

Particulars	31-12-2011	31-12-2010
Professional Fees	912,000	622,000
Legal Fees & Expenses	679,700	428,805
Taka:	1,591,700	1,050,805

28.00 Printing & Stationery: Tk. 7,196,334

This balance is made-up as follows:

Particulars	31-12-2011	31-12-2010
Head Office - Central Accounts	547,470	923,941
Individual Product Line (IPL & Takaful))	4,479,334	5,142,266
Islamic Deposit Pension Scheme (IDPS)	186,852	575,429
Pragati Bima & Pragati Islamic Bima Division (PB & PIBD)	1,759,586	1,998,476
Group Life & Health	223,092	136,976
Taka:	7,196,334	8,777,088

29.00 Office Rent: Tk. 59,195,318

This balance is made-up as follows:

Particulars	31-12-2011	31-12-2010
Head Office - Central Accounts	19,496,153	19,023,118
Individual Product Line (IPL)	30,234,130	18,591,733
Islamic Deposit Pension Scheme (IDPS)	1,412,661	2,270,474
Pragati Bima & Pragati Islamic Bima Division (PB & PIBD)	8,052,374	9,606,466
Taka:	59,195,318	49,491,791

30.00 Car Fuel, Maintenance & Repairs: Tk. 19,913,482

This balance is made-up as follows:

Particulars	31-12-2011	31-12-2010
Head Office - Central Accounts	6,161,137	3,014,791
Individual Product Line (IPL)	11,947,281	7,584,924
Islamic Deposit Pension Scheme (IDPS)	59,356	592,055
Pragati Bima & Pragati Islamic Bima Division (PB & PIBD)	1,247,619	1,088,442
Group Life & Health	498,089	412,892
Taka:	19,913,482	12,693,104



Pragati Life Insurance Limited

31.00 Company Registration Fees: Tk. 6,283,482

This balance is made-up as follows:

Particulars	31-12-2011	31-12-2010
Head Office - Central Accounts	6,283,482	3,868,565
Taka:	6,283,482	3,868,565

This amount was deposited to Bangladesh Bank as Company Registration Fees @ 0.35% on gross premium of previous year.

32.00 Depreciation on Fixed Assets: Tk. 49,830,230

This balance is made-up as follows:

Particulars	31-12-2011	31-12-2010
Head Office - Central Accounts	23,671,152	15,365,864
Individual Product Line (IPL)	20,311,882	18,390,564
Islamic Deposit Pension Scheme (IDPS)	2,133,692	2,060,947
Pragati Bima & Pragati Islamic Bima Division (PB & PIBD)	3,407,717	3,792,416
Group Life & Health	305,787	190,500
Taka:	49,830,230	39,800,291

33.00 Payments/ Perquisites to Directors and Officers

The aggregate amount paid/ provided during the year in respect of 'Directors' and 'Officers' of the Company are as follows:

Particulars	2011		2010	
	Directors	Officers	Directors	Officers
Board and Committee Meeting Fees	1,497,000	-	1,282,250	-
Basic Salary	-	59,699,727	-	60,745,358
Provident Fund	-	3,997,755	-	3,386,128
House Rent	-	29,501,863	-	30,372,678
Other Allowance	-	27,454,690	-	10,124,227
Taka:	1,497,000	120,654,035	1,282,250	104,628,391

i) No compensation/ other allowance/ commission was allowed to Directors including Managing Director, Managers and Officers of the Company except as stated above.

ii) There is no amount payable to Directors including Managing Director, Managers and Officers of the Company for any sort of commission on purchases, profit or guarantee.

iii) Directors' Fee for attending each Board Meeting and Committee Meeting for each Director during the year was Tk.5,000.

34.00 Post Balance Sheet Event

There was no significant event that has occurred between the balance sheet date and the date when the financial statements are authorized for issue by the Board of Directors except the proposed dividend Tk. 10,080,000 as under:

The Board of Directors in its meeting held on 06.05.2012 has recommended for payment of Stock Dividend in the amount of Tk.10,080,000 being @ 12% on paid-up capital out of the surplus available for distribution at the end of the year 2011, as per Actuarial Valuation which is subject to the approval of shareholders in the forthcoming Annual General Meeting of the Company.

35.00 Capital Expenditure Commitment

- There was no capital expenditure contracted or incurred or un provided for at December 31, 2011.
- There was no material capital expenditure authorized by the Board but not contracted for at 31 December 2011.

36.00 Claim not acknowledged

There was no claim not acknowledged as debt as on 31 December 2011.

37.00 Contingent Asset/ Liabilities

There was no contingent assets or liabilities of the company as on 31 December 2011.

38.00 Number of Employees

(Companies Act 1994, Schedule-XI part-II)

Particulars	2011	2010
The number of employees and expenses incurred for employees during the year as follows:		
Number of employees with remuneration:		
(i) Below Tk. 36,000 p.a.	156	318
(ii) Tk. 36,000 p.a. and above	962	928
i) Amount in Taka Below Tk. 36,000 p.a.	3,855,772	10,963,875
ii) Tk. 36,000 p.a. and above	116,798,263	93,664,516

39.00 Credit Facility

There was no credit facility available to the Company under any contract as on 31 December 2011.

40.00 Payment in foreign currency

There was no payment in foreign currency during the year.

41.00 General

- i) Previous year figures have been rearranged, where necessary, to conform to the current year's presentation.
- ii) IPL, PB, IJB (Takaful), PIBD, IDPS, PUD and IHP represents under Individual Product Line, Pragati bima, Islami Jibon Bima (Takaful), Pragati Islami Bima Division, Islami Deposit Pension Scheme, Pragati Urban Division and Individual Health Plan respectively.



Schedule of Fixed Assets

As at 31 December 2011

"Schedule - 1"

Particulars	Cost				Rate	Depreciation			WDV as at 31 December 2010	WDV as at 31 December 2011	
	Opening balance	Additions during the year	Disposal during the year	Closing balance		Opening balance	Charged during the year	Disposal			Closing balance
Furniture & Fixture	50,671,216	9,987,949	-	60,659,165	10%	14,566,807	5,591,758	-	20,158,565	40,500,600	36,104,409
Electrical & Office Equipment	13,134,124	3,266,532	-	16,400,656	15%	7,444,485	2,096,122	-	9,540,607	6,860,049	5,689,639
Computer	19,066,854	1,580,925	-	20,647,779	20%	10,926,840	2,898,388	-	13,825,228	6,822,551	8,140,014
Other Equipment	269,705	-	-	269,705	15%	248,177	18,271	-	266,448	3,257	21,528
Vehicle	210,070,746	111,360	4,217,670	205,994,436	15%	58,398,498	39,225,691	3,027,425	94,596,764	111,367,672	151,672,248
Sub-Total:	293,212,645	14,946,766	4,217,670	303,941,741		91,584,807	49,830,230	3,027,425	138,387,612	165,554,129	201,627,838

CERTIFICATE UNDER THE INSURANCE ACT, 1938

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

1. The value of investment in shares has been taken at market value.
2. The value of all assets as shown in the Balance Sheet and as classified on Form "AA" annexed have been duly reviewed as on 31 December, 2011 and in our belief, the said assets have been set forth in the Balance Sheet at amounts not exceeding their realizable or market value under the several headings as enumerated.
3. All expenses of management in respect of Life Insurance Business transacted by the Company in Bangladesh have been fully debited in the Revenue Account as expenses.


CHAIRMAN


DIRECTOR


DIRECTOR


MANAGING DIRECTOR

Dated: Dhaka, May 07, 2012