

ANNUAL REPORT 2016



Bangladesh National Insurance Co. Ltd.
বাংলাদেশ ন্যাশনাল ইন্স্যুরেন্স কোম্পানী লিমিটেড



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COMPANY PROFILE

Company Name

Bangladesh National Insurance Company Limited

Date of Incorporation

May 21, 1996

Date of Commencement

June 01, 1996

Date of Registration to Carry on General Insurance & Business

June 01, 1996

Authorized Capital

Tk. 100,00,00,000.00

Issued, Subscribed & Paid-up capital

Tk. 44,25,00,000.00

Head Office:

Rashid Tower (3rd Floor) Plot # 11, Road # 18

Gulshan-1, Dhaka -1212

Phon : (PABX) 8832234-5, 8832215, 8832217

Fax : 88-02-8832154.

Registered Office:

W.W Tower (Level-15)

68,Motijheel C/A, Dhaka-1000.

Nature of Business

All Kinds of General Insurance Business

Auditors

Rahman Mostafa Alam & Co.

Chartered Accountants



LETTER OF TRANSMITTAL

To

All the Shareholders ;

Bangladesh Securities & Exchange Commission ;

Registrar of Joint Stock Companies and Firms ;

Dhaka Stock Exchange Limited ;

Chittagong Stock Exchange Limited ;

Insurance Development & Regulatory Authority (IDRA)

Sub: Annual Report for the year ended December 31, 2016

Dear Sir (s)

We are Pleased to enclose a copy of Annual Report along with the Audited Financial Statements as at December 31, 2016 and profit or less Account, consolidated and separate revenue account, cash flow statements and changes of equity statement for the year ended December 31, 2016 including notes thereon of Bangladesh National Insurance Company Limited for your record and necessary action.

Thanking You

Sincerely Yours

A handwritten signature in black ink, appearing to read 'Mirza Md. Alaüddin'.

Mirza Md. Alaüddin
Company Secretary



Bangladesh National Insurance Company Limited

Rashid Tower (3rd Floor), Plot#11, Road#18, Gulshan-1, Dhaka-1212

Notice of the 21st Annual General Meeting

Notice is hereby given that the 21st Annual General Meeting of Bangladesh National Insurance Company Limited will be held on June 14, 2017 at 12.00 Noon at Spectra Convention Centre Limited, House-19, Road-7, Gulshan-1, Dhaka-1212 to transact the following business.

- 1 . To receive consider and adopt the Directors Report and the Audited Financial Statements of the Company for the year ended 31 December 2016 together with the Auditors Report thereon.
- 2 . To declare Dividend for the year 2016 as recommended by the Board of Directors.
- 3 . To elect/re-elect Directors in place of retiring Directors from Group-A Shareholders & Group-B Shareholders.
- 4 . To consider and approve the appointment of Independent Director.
- 5 . To appoint Auditors for the year 2017 and fix their remuneration.

Dated: Dhaka
May 16, 2017

By Order of the Board

Mirza Md. Alauddin
Company Secretary

Notes:

- a) The record date : 18th May 2017.
- b) Members of the Company whose names appear in the register of members upto the record date will be entitled to dividend for the year 2016 to be approved by the Shareholders in the 21st Annual General Meeting.
- c) A member wishing to appoint a Proxy, must deposit the Proxy Form duly stamped at Tk. 20/- to the Company's Head Office at least 48 hours before the meeting.
- d) Entry to the Annual General Meeting is reserved only for the shareholders or his/her Proxy. No guests & children shall be allowed for entrance in the meeting.
- e) Member are requested to update particulars of their Bank Account, change of Address (if any) and 12 digit tax payer's Identification Number (E-TIN) through their respective Depository Participants (DP).
- f) In compliance with the Bangladesh Securities & Exchange commission's Circular No. SEC/CMRRCD/2009-193/154 dated 24 October 2013, No Gift/Gift Coupon/Food Box shall be distributed at the ensuing 21st Annual General Meeting.



BOARD OF DIRECTORS

CHAIRMAN

Abdul Baset Majumder

VICE CHAIRMAN

Mostafa Kamal

DIRECTORS

Beauty Akter
Md. Abdur Rouf
Tahmina Binthe Mostafa
Tanjima Binthe Mostafa
Tanveer Ahmed Mostafa
Taif Bin Yousuf
Yousuf Ali
Tasnim Binthe Mostafa
Wasikur Rahman

INDEPENDENT DIRECTORS

Professor Dr. Mijanur Rahman
Mohammed Salim, FCMA
Professor Dr. Goutam Buddha Das
Fakhruddin Ahmed, FCMA, FCA

CHIEF EXECUTIVE OFFICER

Md. Sana ullah

COMPANY SECRETARY

Mirza Md. Alauddin

AUDITORS

Rahman Mostafa Alam & Co.
Chartered Accountants

PHOTOGRAPHS OF BOARD OF DIRECTORS



Abdul Baset Majumder
Chairman



Mostafa Kamal
Vice Chairman



Beauty Akter
Director



Md. Abdul Rouf
Director



Tahmina Binthe Mostafa
Director



Tanjima Binthe Mostafa
Director



Tanveer Ahmed Mostafa
Director



Taif Bin Yousuf
Director



Yousuf Ali
Director



PHOTOGRAPHS OF BOARD OF DIRECTORS



Tasnim Binthe Mostafa
Director



Wasikur Rahman
Director



Professor Dr. Mijanur Rahman
Independent Director



Mohammad Salim, FCMA
Independent Director



Professor Dr. Goutam Buddha Das
Independent Director



Fakruddin Ahmed, FCA, FCMA
Independent Director



Md. Sana Ullah
Chief Executive Officer

From the Desk of the Chairman



Bismillahir Rahmanir Rahim

Honorable Shareholders – Assalamu Alaikum.

It is a great pleasure to welcome you all at the 21st Annual General Meeting of Bangladesh National Insurance Company Limited. At the very beginning, I would like to express my heartfelt thanks for your continuous support and co-operation to the Company. The Company has always driven to maintain an acceptable balance between increasing shareholders' value, high ethical standard and operation within the framework or regulatory norms as prescribed by Insurance Development and Regulatory Authority. The Board of Directors is very much cordial and oversee the activities day to day of the management and the Chief Executive Officer. We have established a good corporate governance which is vital for a sound management system.

In spite of stiff market competition, the performance of Bangladesh National Insurance Company Limited during the year 2016 was noteworthy. Gross premium income and net premium income stood at Tk. 441.04 million and Tk. 346.29 million, registering a growth 21.70% and 28.18% respectively over the previous year. Total assets of the Company stood at Tk. 1123.34 million as at 31st December, 2016 showing a growth of 34.98% than that of the last year.

In spite of various negative factors, the year ahead looks bright. We are fully prepared for the challenges and opportunities that lie ahead. We have a good market reputation for timely claim settlement. We have built a strong platform for future growth with our experienced management.

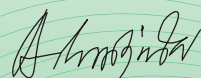
I express my sincere gratitude to all our stakeholders and reiterate my deep appreciation for the continuous guidance and support to us by the Ministry of Finance, IDRA, Bangladesh Securities and Exchange Commission, Dhaka Stock Exchange Ltd, Chittagong Stock Exchange Ltd, Sadharan Bima Corporation, our overseas brokers and insurers.

I extend my sincere gratitude to all the employees of the company for their tireless dedication, devotion and effort made to continually improve company's performance. The company now operates with 31 branches all over the country. After 21 years of dedication and commitment to the insurance industry, it is a matter of great pride for us. Looking into the future, we see new challenges. But we also see new development opportunities. We firmly believe that challenges are everywhere, thus, we should be prepared anytime anywhere, as opportunities always come hand in hand with challenges, and opportunities only favour those who are prepared. We are prepared and will strive to be even better prepared.

I would like to thank all our employees, our clients, our stockholders and all of you for being with us through these years. We look forward to your kind co-operation in the future.

Allah Hafez

With warm regard



Abdul Basit Majumder
Chairman

চেয়ারম্যান মহোদয়ের বক্তব্য

বিসমিল্লাহির রাহমানির রাহিম

প্রিয় শেয়ারহোল্ডারবৃন্দ-আসসালামু আলাইকুম

বাংলাদেশ ন্যাশন্যাল ইনসিওরেন্স কোম্পানীর ২১ তম বার্ষিক সাধারণ সভায় আপনাদের সবাইকে স্বাগত জানাই। বক্তব্যের শুরুতেই কোম্পানীর সার্বিক উন্নয়নের অংশীদার হিসাবে আপনাদের সার্বক্ষণিক সাহায্য ও সহযোগিতা আমি গভীর শ্রদ্ধা ও কৃতজ্ঞতার সাথে স্মরণ করছি। আমাদের কোম্পানী সবসময় শেয়ারহোল্ডারদের স্বার্থ সংরক্ষনের সাথে উচ্চ মূল্যবোধ ও নিয়মনীতির প্রতিপালন করে। আমাদের পরিচালনা পর্ষদ খুব আন্তরিক এবং তারা দৈনিক কর্মকাণ্ড পর্যবেক্ষণ করে। আমরা ভালো কর্পোরেট সুশাসনে বিশ্বাসী এবং মানসম্পন্ন ব্যবস্থাপনার জন্য এর প্রয়োজন রয়েছে।

বাজারে তীব্র প্রতিযোগিতা সত্ত্বেও ২০১৬ সালে আমাদের কোম্পানীর কার্যক্রম ছিলো উল্লেখযোগ্য। মোট প্রিমিয়াম আয় ও নীট প্রিমিয়াম আয় দাঁড়ায় ৪৪১.০৪ মিলিয়ন এবং ৩৪৬.২৯ মিলিয়ন, আগের বছরের তুলনায় বৃদ্ধির হার যথাক্রমে ২১.৭০% ও ২৮.১৮%, কোম্পানীর মোট সম্পদ ৩১ ডিসেম্বর ২০১৬ তারিখে দাঁড়ায় ১১২৩.৩৪ মিলিয়ন আগের বছরের তুলনায় বৃদ্ধি পেয়েছে ৩৪.৯৮%।

কিছু নেতিবাচক উপাদান থাকার পরেও আগামী বছরে ভালো করার উজ্জ্বল সম্ভাবনা আমাদের রয়েছে। আমরা চ্যালেঞ্জ মোকাবেলা করতে প্রস্তুত আছি। আমাদের সামনে যা সুযোগ আসবে, আমরা তা কাজে লাগাবো। দ্রুত দাবি নিষ্পত্তির জন্য বাজারে আমাদের সুনাম আছে। বছরের পর বছর ধরে নিষ্ঠাসহকারে কাজের দ্বারা আমাদের অভিজ্ঞ ব্যবস্থাপনা ও সুদৃঢ় মূলধন ভিত্তির সাহায্যে ভবিষ্যৎ প্রবৃদ্ধির ভিত রচনা করেছি।

আমি সকল শেয়ারহোল্ডারবৃন্দকে তাঁদের সুবিবেচিত পরামর্শ ও অব্যাহত সমর্থনের জন্য আন্তরিক ধন্যবাদ জানাই। একই সাথে আমি অর্থ মন্ত্রণালয়, বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ, বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন, ঢাকা স্টক এক্সচেঞ্জ লিঃ, চট্টগ্রাম স্টক এক্সচেঞ্জ লিঃ, সাধারণ বীমা কর্পোরেশন এর প্রতি তাদের নির্দেশনা ও পরামর্শের জন্য কৃতজ্ঞতা প্রকাশ করছি। কোম্পানীর সকল কর্মকর্তা-কর্মচারী নিষ্ঠা, উৎসাহ ও আন্তরিকতার সাথে কোম্পানিকে এগিয়ে নিতে নিরন্তর প্রচেষ্টা চালিয়েছেন। আমি তাঁদের এই আন্তরিকতাকে সাধুবাদ জানাই।

বর্তমানে আমাদের কোম্পানী দেশজুড়ে ৩১ টি শাখায় ব্যবসা পরিচালনা করছে। আমরা একুশ বছর ধরে দায়বদ্ধতা ও অত্যন্ত সুনামের সাথে বীমা খাতে নিয়োজিত রয়েছি। এটা আমাদের জন্য অত্যন্ত সম্মানের বিষয়।

ভবিষ্যতে আমাদের জন্যে চ্যালেঞ্জ রয়েছে। তবে আমাদের সামনে নতুন সুযোগও রয়েছে। আমরা বিশ্বাস করি চ্যালেঞ্জ সবখানেই থাকে, তবে আমাদের এর জন্য নিজেদের প্রস্তুত করতে হবে। আমরা সকল প্রতিকূলতা মোকাবেলার জন্য তৈরি আছি এবং ভবিষ্যতে নিজেদের অধিকতর যোগ্য করে তুলবো।

পরিশেষে আমি পরিচালকমণ্ডলীর সদস্য, সম্মানিত শেয়ারহোল্ডারবৃন্দ এবং সর্বস্তরের কর্মকর্তা কর্মচারীদের প্রতি তাদের অব্যাহত সমর্থন, নির্দেশনা ও পরামর্শের জন্য কৃতজ্ঞতা প্রকাশ করছি।

আব্লাহ হাফেজ

ধন্যবাদান্তে



আব্দুল বাসেত মুজুমদার
চেয়ারম্যান

Chief Executive Officer's Message



Bismillahir Rahmanir Rahim

Dear Shareholders- Assalamu Alaikum

It is my absolute delight to welcome you all to the 21st Annual General Meeting (AGM) of Bangladesh National Insurance Company Limited. On behalf of all of us related to the company. I would like to express my sincere thanks & profound appreciation for the continued interest and support to the company.

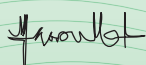
Bangladesh National Insurance Company Limited has remained a testimony of growth spread across almost two decades. As we strive to act as a responsible steward of our shareholders' capital by analyzing opportunities in light of our ability to deliver profitable growth at an appropriate level of risk, we remain thankful to you and all other stakeholders for extending their ceaseless support to the company.

We have always emphasized on professionalism through our highly qualified personnel, who have rendered dedicated services over the years and helped the company to reach its current position. Carefully nurturing and maintaining human resources remains one of our key priorities, so that we are able to serve customers in a more efficient way.

Dear Shareholders, we believe that the company is poised to surmount the challenges in the future and retain the momentum for business growth in the years to come. We are grateful to you for the unrelenting support and patronage received from you; as we look forward to the continuation of the same. In particular, I would like to thank the banking authorities with whom we have extensive dealings; along with the regulators, Stock exchanges of Dhaka and Chittagong, BSEC, Insurance Development & Regulatory Authority (IDRA), Sadharan Bima Corporation and government bodies for their incessant co-operation and support.

In fine, I would like to thank our employees for their dedication and commitment during the year 2016. I would also like to thank and express my gratitude to our honorable Board of Directors for their valuable guidance and support, and the management team for their commitment to implement our corporate strategy.

Thanking you with best regards



Md. Sana Ullah
Chief Executive Officer

মূখ্য নির্বাহী কর্মকর্তা মহোদয়ের বক্তব্য

বিসমিল্লাহির রাহমানির রাহিম

প্রিয় শেয়ারহোল্ডারবৃন্দ- আসসালামু আলাইকুম

বাংলাদেশ ন্যাশন্যাল ইনসিওরেন্স কোম্পানী লিমিটেড এর ২১ তম বার্ষিক সাধারণ সভায় সবাইকে স্বাগত জানাই। আপনারা কোম্পানীর প্রতি যে অব্যাহত আগ্রহ ও সর্মথন দিয়ে যাচ্ছেন এজন্য আমি আপনাদের সকলকে আন্তরিক কৃতজ্ঞতা ও ধন্যবাদ জ্ঞাপন করছি।

বাংলাদেশ ন্যাশন্যাল ইনসিওরেন্স কোম্পানী লিমিটেড বিগত দুই দশক ধরে প্রবৃদ্ধির স্বাক্ষ্য রেখেছে। শেয়ারহোল্ডারদের মূলধন নিয়ে আমরা সদা সচেতন, তাই আমরা আমাদের সাধের মধ্যে নতুন নতুন সুযোগ অনুসন্ধানে ব্রতী হই এবং আমাদের সহনীয় মাত্রার ঝুঁকি ঠিক রেখে শেয়ারহোল্ডারদের লাভজনক প্রবৃদ্ধি নিশ্চিত করি। আমরা আপনাদের এবং কোম্পানীর সকল শেয়ারহোল্ডারদের তাঁদের অব্যাহত সহযোগিতার জন্য ধন্যবাদ জানাই। আমরা সর্বদাই পেশাদারিত্বকে গুরুত্ব দেই। আমরা একদল দক্ষ ও মেধাবী কর্মকর্তার মাধ্যমে এই পেশাদারিত্ব নিশ্চিত করি, যাঁরা এতগুলো বছর ধরে কোম্পানীর সেবায় নিজেদের উৎসর্গ করেছেন এবং কোম্পানিকে আজকের এই সুদৃঢ় অবস্থানে পৌঁছাতে সাহায্য করেছেন। মানবসম্পদ ব্যবস্থাপনা আমাদের একটা মুখ্য অগ্রাধিকার ছিলো, যাতে আমরা গ্রাহকদের আরো ভালো সেবা প্রদান করতে পারি।

প্রিয় শেয়ারহোল্ডারবৃন্দ- আমরা বিশ্বাস করি যে আপনাদের সহযোগিতা অব্যাহত থাকলে কোম্পানী সকল বাধাই অতিক্রম করতে পারবে এবং আগামী দিনগুলোতেও প্রবৃদ্ধির ধারা বজায় রাখবে। আমরা আপনাদের সহযোগিতা পেয়ে কৃতজ্ঞ, ভবিষ্যতেও তা বজায় থাকবে বলে আশা করছি। আমি ধন্যবাদ জানাতে চাই ব্যাংকিং কর্তৃপক্ষকে, যাদের সাথে আমাদের নিয়মিত লেনদেন হয়। আরো ধন্যবাদ জানাই ঢাকা ও চট্টগ্রাম স্টক এক্সচেঞ্জ, বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ, আর সরকারী কর্তৃপক্ষকে - তাঁদের নির্দেশনা ও সুবিবেচিত পরামর্শ প্রদানের জন্যে।

পরিশেষে আমি কোম্পানীর সকল কর্মকর্তা-কর্মচারীকে ২০১৬ সালে কঠোর পরিশ্রম ও নিষ্ঠার সাথে কাজ করার জন্য ধন্যবাদ জানাই। আমি বোর্ড অফ ডিরেক্টরকে তাঁদের মূল্যবান নির্দেশনা ও সদয় সহযোগিতার জন্য ধন্যবাদ জানাই। দক্ষতার সাথে আমাদের কর্পোরেট কৌশল বাস্তবায়নের জন্য ম্যানেজমেন্ট টিমকেও ধন্যবাদ জানাই।

শ্রদ্ধান্তে সকলকে ধন্যবাদ



মোঃ সানা উল্লাহ
মূখ্য নির্বাহী কর্মকর্তা



DIRECTORS' REPORT

Report of the Board of Directors' of Bangladesh National Insurance Company Limited for the year ended December 31, 2016.

Bismillahir Rahmanir Rahim

Assalamu Alaikum

Dear Shareholders,

On behalf of the Board of Directors of Bangladesh National Insurance Company Limited, I am delighted to extend a warm welcome to you at the 21st Annual General Meeting of the Company. I furthermore take the pleasure of placing to you the Annual Report, the Audited Financial Statements and the review of your company's activities for the year ended at 31st December 2016.

Global economic scenario

Global growth is expected to be tepid at 3.1 percent in 2016, down from 3.2 percent in 2015 (World Economic Outlook, October 2016). Growth, however, is projected to rise up to 3.4 percent in 2017. Advanced economies are expected to grow by 1.6 percent in 2016, 0.5 percentage points lower than in 2015, edging up to 1.8 percent in 2017. However, emerging markets and developing economies are projected to grow by 4.2 percent in 2016, 0.2 percentage points higher than in 2015, and rising further to 4.6 percent in 2017.

The downward growth revisions in advanced economies reflect a deterioration of economic activities in Euro zone following the exit process of UK from EU (Brexit) and its subsequent impact on the US and the Japanese economies. US growth is expected to decrease to 1.6 percent in 2016 from 2.6 percent in 2015 and increase to 2.2 percent in 2017. Reflecting the adverse impact from Brexit, growth in the Euro area has been revised downward to 1.7 percent and 1.5 percent in 2016 and 2017 respectively from 2.0 percent in 2015. Japan is projected to grow by 0.5 percent in 2016 as in 2015 and is expected to grow by 0.6 percent in 2017.

Economy of Bangladesh

Bangladesh has experienced a high and steady growth for more than a decade, with an average growth of over 6.0 percent. Growth exceeded 7 percent in FY16, a decade high, and higher than the average in peer Asian economies, making Bangladesh the 3rd best growth performer in Asia.

Growth accelerated to 7.1 percent in FY16, up from 6.6 percent in FY15, with support from both domestic and external demand. On the supply side, industry and services sectors contributed to the growth.

According to the Bangladesh Bureau of Statistics (BBS), GDP at current market price was Taka 17328.6 billion for FY16 which was 14.3 percent higher than that of the preceding fiscal year. In FY16, per capita real GDP and GNI were estimated at Taka 55259 and Taka 58442, respectively. Per capita nominal GDP and per capita real GDP grew faster in FY16 than in the previous fiscal year.

Business Achievement

Now I take this opportunity to present before you some of the prime aspects of the Company's Audited Accounts & Financial Statements 2016 compared to those of 2015.

Gross Premium income of the company for the Year 2016 at TK. 44.10 crore which was TK. 36.24 crore in the year 2015. The total premium income increased by 21.70% Compared to that of previous year. The net premium income of the year under review at TK. 34.63 crore which was TK. 27.02 crore in the previous year. Increase in the rate of the net premium is 28.18% over the previous year. In bank and others financial instruments we have investment of TK. 85.69 crore. Business of the company includes our company's share of premium on account of public sector business of reviewed through the Sadharan Bima Corporation for the year ended at December 31, 2016.

Now-a-days we are facing hard competition to procure business with limited scope of business opportunity and it has ultimately affected the business of our company like others.

However, at the direction of the Board of Directors, our management has taken all out efforts within legal norms to increase the business and the income as well.

Class wise financial achievements from 2012 to 2016.

(Figures in Crore Taka)

Particulars	2016	2015	2014	2013	2012
Gross Premium Income	44.10	36.24	32.61	31.30	14.24
Net Premium Income	34.63	27.01	24.94	24.27	8.49
EPS	1.62	1.87	2.62	5.60	2.50
Dividend	10%	-----	15%	15%	-----
Net Asset Value Per Share	16.15	17.60	15.74	30.90	26.80
Net Operating Cash Flow Per Share	2.34	3.70	8.66	15.50	7.58

Claim

The company settled claim of TK. 14.03 crore, after recovery from the reinsurance during the year 2016. The Company always used to attach due importance on quick settlement of claims of the valued clients.

Corporate Governance

Corporate governance is a widely discussed topic in recent time. The objective of corporate governance is to promote integrity and ethical behavior, while providing the stakeholders with a level of accountability. Referring the notification of Bangladesh Securities and Exchange Commission, the Board of Directors of Bangladesh National Insurance Company Limited has decided to implement the set of rules of corporate governance.

The Financial Statements of the Company present a clear picture of the Company's state of affairs, result of its operations, cash flows and changes in equity.

Appropriate accounting policies have been followed in formulating the Financial Statements.

The Financial Statements are prepared in accordance with International Accounting Standard (IAS) as applicable in Bangladesh.

The integrity of the independent audit has been insured.

Bangladesh Securities & Exchange Commission's Compliance Report is enclosed herewith

Key Operating and financial data of last five years have been presented in summarized form in this report under the head "5 Years at a Glance"

A formal and transparent board member nomination and election process has been ensured.

The Board of Directors of the Company has formed an "Audit Committee" in compliance with guidelines of BSEC's notification.

Where committees of the board are established, their mandate, composition and working procedures have been well-defined and disclosed.

Board members were informed and acted ethically and in good faith, with due diligence and care, in the best interest of the company and the shareholders.

Corporate strategy, objective setting, major plans of action, risk policy, capital plans, and annual budgets were reviewed and guided.

The CEO and the CFO had duly endorsed the Financial Statements of the Company before placing them for approval of Board.



The meetings of the Board of Directors were presided over by the Chairman. Written notices of the Board meeting mentioning agenda along with working papers were circulated ahead of the meeting; minutes were correctly recorded, signed by the Chairman and circulated. Minutes were also shared with IDRA.

Credit Rating

Credit Rating of Bangladesh National Insurance Company Limited was carried out by Emerging Credit Ltd for the year 2016-2017 and their assessments are as follows:

Long Term : A+

Short Term : ECRL-2

Apart from the above rating agency also highlighted the following salient feature of the Company.

Steady increase in gross Premium income.

Capacity to meet claim demand of policy holder.

Decrease in claim due to quality underwriting expertise.

Strong reserve base.

Introducing corporate governance issues and guidance complying with the regulations of IDRA & BSEC.

Digitalization

Current world is moving very fast with the development of Information Technology. Bangladesh Government has taken initiatives to digitalize the whole country through technological uses and developments.

Bangladesh National Insurance Company Limited computerization of activities of all levels. Most of the branches all over Bangladesh already connected through IT network. Our dynamic website contains comprehensive information; Annual Report and other information are also available for our valued Shareholders and Customers.

Board Meeting and Audit Committee Meetings.

7 (Seven) meeting of the Board of Directors and 3 (three) meetings of the Directors Audit Committee were held during the year 2016. Details are given below in comparison to last 2 years:

Name of the meeting	Years	
	2016	2015
Board of Directors	7	6
Directors' Audit Committee	3	2

Auditor

The Auditor of the company Rahman Mostafa Alam & Co., Chartered Accountants will retire at 21st Annual General Meeting and being eligible qualifies for re-appointment under Section 210 (3) of the Companies Act 1994.

Dividend

The Board of Directors of the Company has recommended 10% cash dividend for the year ended at 31st December 2016 from the net Profit of TK. 7.78 crore. After transfer of TK. 3.46 crore for exceptional loss account and TK. 1.86 crore as income Tax.

Outlook for 2017

At Present, forty five General Insurance Companies are operating in the market creating tremendous competition among themselves. We have put strenuous effort to achieve the business volumes targeted by all the branch In-charges as well as to realize our Corporate objectives. Innovative and relentless marketing drive will continue to attain quality asset growth while maintaining and improving existing portfolio quality.

You will be glad to know that the Board of Directors has already taken necessary steps to face the challenges in future and your company would succeed in maintaining its profit ratio to a satisfactory level despite adverse business environment.

Retirement & Election of Directors'

In terms of Article- 113 of Articles of Association of the Company, the under noted Directors retire by rotation from the Board in the 21st Annual General Meeting. Being eligible under Article -115 of the Articles of Association of the Company, the retired Directors offered themselves for re-election.

Retiring Sponsor Directors.

- 1 . Mr. Md. Abdur Rouf
- 2 . Mrs. Tahmina Binte Mostafa
- 3 . Mr. Tanveer Ahmed Mostafa
- 4 . Mr. Taif Bin Yousuf

In pursuance of the Insurance Rules 1958, necessary arrangements have been made for the election of 5 (Five) Directors from Group-B Shareholders and notice has been published in two national daily news papers inviting nominations from the eligible candidates. In this respect, Mr. Mustafijur Rahman Principal of M/S Rahman Mostafa Alam & Co., Chartered Accountants has been appointed as the Election Commissioner as per the decision of the Board of Directors.

Independent Director

In Compliance with Notification No-SEC/CMRRCD/2006-158/134/Admin/44, dated 7, August 2012 regarding Corporate Governance Guide lines issued by Bangladesh Securities & Exchange Commission (BSEC) Mr. Fakruddin Ahmed, FCA, FCMA, Professor Dr. Goutam Buddha Das & Mr. Mohammad Salim, FCMA has been working as Independent Director of the company from 20.09.2015 .

Professor Dr. Mijanur Rahman appointed as Independent Director of our company on 7 March, 2017. His appointment is subject to confirmation by the Share holders in the 21st Annual General Meeting, Which will be held on 14-06-2017.

Conclusion

The Board of Directors also express its gratitude and deep appreciation to various nationalized and private banks, financial institutions and private sector enterprise for the support and co-operation during the year under review. The Board of Directors also express its sincere thanks and gratitude to the Ministry of Finance, Ministry of Commerce, Insurance Development and Regulatory Authority, Sadharan Bima Corporation, Dhaka Stock Exchange Limited, Chittagong Stock Exchange Limited, Bangladesh Insurance Association, Registrar of Joint Stock Companies & Firms, Bangladesh Securities and Exchange Commission, Central Depository Bangladesh Limited, Government & Non-government organizations and all the schedule banks & leasing companies for extending their assistance and co-operation during the year . Finally The Board of Directors place on record the application for the valuable Contribution made by the executive, officers and staff of all ranks of the company for its continued growth.

On behalf of the Board of Directors`



(Abdul Basat Majumder)
Chairman

পরিচালক মন্ডলীর প্রতিবেদন

৩১শে ডিসেম্বর ২০১৬ইং তারিখে সমাপ্ত বছরে বাংলাদেশ ন্যাশনাল ইন্সুরেন্স কোম্পানী লিমিটেডের পরিচালনা পর্ষদের প্রতিবেদন।

বিসমিল্লাহির রাহমানির রহিম

আসসালামু আলাইকুম

প্রিয় শেয়ারহোল্ডারবৃন্দ

বাংলাদেশ ন্যাশনাল ইন্সুরেন্স কোম্পানী লিমিটেডের ২১ তম বার্ষিক সাধারণ সভায় কোম্পানীর পরিচালনা পর্ষদের পক্ষ থেকে আপনাদেরকে আনন্দের সাথে স্বাগত জানাচ্ছি। আমি আর ও আনন্দের সাথে আপনাদের সামনে কোম্পানীর ২০১৬ সনের বার্ষিক প্রতিবেদন, নিরীক্ষিত হিসাব বিবরণী এবং কোম্পানীর কার্যক্রমের মূল্যায়ন প্রতিবেদন উপস্থাপন করছি।

বিশ্ব অর্থনৈতিক পরিস্থিতি

২০১৬ সালে বিশ্ব অর্থনৈতিক প্রবৃদ্ধি শতকরা ৩.১ ভাগ বলে প্রাক্কলন করা হয়েছে, যা ২০১৫ সালের শতকরা ৩.২ ভাগ প্রবৃদ্ধি থেকে কিছুটা কম। (ওয়ার্ল্ড ইকোনোমিক্‌ আউটলুক, অক্টোবর, ২০১৬)। ২০১৭ সালে এই প্রবৃদ্ধি শতকরা ৩.৪ ভাগে উন্নীত হবে বলে প্রক্ষেপণ করা হয়। উন্নত অর্থনীতির দেশগুলোতে ২০১৬ সালে অর্থনৈতিক প্রবৃদ্ধি শতকরা ১.৬ ভাগ হবে বলে প্রত্যাশা করা হয়, যা ২০১৫ সালের থেকে শতকরা ০.৫ ভাগ কম। তবে ২০১৭ সালে অর্থনৈতিক প্রবৃদ্ধি বেড়ে শতকরা ১.৮ ভাগ হবে। উদীয়মান ও উন্নয়নশীল দেশগুলোতে অর্থনৈতিক প্রবৃদ্ধি ২০১৬ সালে শতকরা ৪.২ ভাগ বলে প্রাক্কলন করা হয়েছে। যা ২০১৫ সালের অর্থনৈতিক প্রবৃদ্ধি থেকে শতকরা ০.২ ভাগ কম। ২০১৭ সালে এই অর্থনৈতিক প্রবৃদ্ধি শতকরা ৪.৬ ভাগ হবে।

ব্রেস্কিট অথ্যাং ইউরোজোন থেকে যুক্তরাজ্য বের হয়ে যাওয়ার প্রক্রিয়া শুরু করার ফলে ইউরোপীয় অর্থনীতিতে অর্থনৈতিক কর্মকাণ্ড ক্ষতিগ্রস্ত হয়েছে। এর নেতিবাচক প্রভাব মার্কিন যুক্তরাষ্ট্র এবং জাপানের অর্থনীতিতেও পড়েছে। মার্কিন যুক্তরাষ্ট্রের অর্থনৈতিক প্রবৃদ্ধি ২০১৫ সালের শতকরা ২.৬ ভাগ থেকে হ্রাস পেয়ে ২০১৬ সালে শতকরা ১.৬ ভাগ হয়েছে। ২০১৭ সালে অর্থনৈতিক প্রবৃদ্ধি বেড়ে শতকরা ২.২ ভাগ হবে। ব্রেস্কিট এর নেতিবাচক প্রভাবে ইউরো এলাকাতে অর্থনৈতিক প্রবৃদ্ধি ২০১৫ সালের শতকরা ২ ভাগ থেকে কমে গিয়ে ২০১৬ ও ২০১৭ সালে যথাক্রমে শতকরা ১.৭ ভাগ ও শতকরা ১.৫ ভাগ হয়েছে। জাপানের অর্থনৈতিক প্রবৃদ্ধি ২০১৬ সালে পূর্ববর্তী বছরের ন্যায় শতকরা ০.৫ ভাগ বৃদ্ধি পাবে এবং ২০১৭ সালে অর্থনৈতিক প্রবৃদ্ধি শতকরা ০.৬ ভাগ বৃদ্ধি পাবে।

বাংলাদেশের অর্থনীতি

বিগত এক দশক ধরে বাংলাদেশের অর্থনৈতিক প্রবৃদ্ধি উচ্চ ও স্থিতিশীল রয়েছে। এই সময়ে গড়ে শতকরা ৬ ভাগ প্রবৃদ্ধি হয়েছে। অর্থবছর ২০১৬ তে অর্থনৈতিক প্রবৃদ্ধি শতকরা ৭ ভাগ অতিক্রম করেছে, যা গড়ে এশিয়ার অন্যান্য অর্থনীতির চেয়ে বেশি। বাংলাদেশ এশিয়াতে শীর্ষ প্রবৃদ্ধিতে তৃতীয় স্থানে রয়েছে।

অভ্যন্তরীণ ও বাহ্যিক চাহিদার ফলে অর্থনৈতিক প্রবৃদ্ধি অর্থবছর ২০১৫ তে শতকরা ৬.৬ ভাগ থেকে বৃদ্ধি পেয়ে অর্থবছর ২০১৬ তে শতকরা ৭.১ ভাগ হয়েছে। শিল্প ও সেবা খাতে প্রবৃদ্ধির ফলে সার্বিক প্রবৃদ্ধি অর্জিত হয়েছে।

বাংলাদেশ পরিসংখ্যান ব্যুরোর হিসাব অনুযায়ী অর্থবছর ২০১৬ তে জিডিপি ছিলো ১৭৩২৮.৬ বিলিয়ন যা পূর্ববর্তী অর্থবছরের তুলনায় শতকরা ১৪.৩ ভাগ বেশি। অর্থবছর ২০১৬ তে মাথাপিছু প্রকৃত জিডিপি এবং মোট জাতীয় আয় যথাক্রমে ৫৫২৫৯ টাকা এবং ৫৮৪৪২ টাকা প্রাক্কলন করা হয়েছে। অর্থবছর ২০১৬ তে নামিক মাথাপিছু জিডিপি এবং প্রকৃত মাথাপিছু জিডিপি বৃদ্ধি পেয়েছে।

ব্যবসায়িক সফলতা

২০১৬ইং সালের ৩১শে ডিসেম্বর তারিখে সমাপ্ত বছরে কোম্পানীর হিসাব ও নিরীক্ষকের প্রতিবেদন এবং পরিচালনা পর্ষদের প্রতিবেদনের কিছু গুরুত্বপূর্ণ তথ্যাদি আপনাদের পর্যালোচনার জন্য নিম্নে উপস্থাপন করছি।

কোম্পানী ২০১৬ সালে ৪৪.১০ কোটি টাকা মোট প্রিমিয়াম আয় করেছে। যার পরিমাণ ২০১৫ইং সালে ছিল ৩৬.২৪ কোটি টাকা। পূর্ববর্তী বছরের তুলনায় মোট প্রিমিয়াম আয় ২১.৭০% বৃদ্ধি পেয়েছে। এ বছরে নীট প্রিমিয়াম আয় হয়েছে ৩৪.৬৩ কোটি টাকা। পূর্ববর্তী বছরে ছিল ২৭.০২ কোটি টাকা। নীট প্রিমিয়াম আয় বৃদ্ধি পেয়েছে ২৮.১৮%। ব্যাংক ও অন্যান্য আর্থিক প্রতিষ্ঠানে কোম্পানীর মোট বিনিয়োগের পরিমাণ প্রায় ৮৫.৬৯ কোটি টাকা। এখানে উল্লেখ্য যে, ৩১শে ডিসেম্বর ২০১৬ইং সমাপ্ত বছরে উপরোক্ত ব্যবসার মধ্যে সরকারী খাত হতে আয়কৃত সাধারণ বীমার মাধ্যমে প্রাপ্ত কোম্পানীর অংশ বিদ্যমান রয়েছে। আমরা বর্তমানে অন্যান্য কোম্পানীর মত সীমিত সুযোগের মধ্যে ব্যবসা সংগ্রহে তীব্র প্রতিযোগিতার সম্মুখীন হচ্ছি। যাহোক, এ অবস্থা হতে উত্তোরনের লক্ষে আয় এবং মুনাফা বৃদ্ধি করার উদ্দেশ্যে আমরা প্রয়োজনীয় পদক্ষেপ গ্রহণ করছি।

২০১২ থেকে ২০১৬ইং পর্যন্ত কোম্পানীর ব্যবসার তুলনামূলক সংক্ষিপ্ত ফলাফল নিম্নরূপ: (কোটি টাকায়)

বিবরণ	২০১৬	২০১৫	২০১৪	২০১৩	২০১২
মোট প্রিমিয়াম	৪৪.১০	৩৬.১৪	৩২.৬১	৩১.৩০	১৪.২৪
নীট প্রিমিয়াম	৩৪.৬৩	২৭.০১	২৪.৯৪	২৪.২৭	৮.৪৯
					(টাকায়)
ইপিএস	১.৬২	১.৮৭	২.৬২	৫.৬০	২.৫০
লভ্যাংশ	১০%	-----	১৫%	১৫%	-----
শেয়ার প্রতি মোট সম্পদের পরিমাণ	১৬.১৫	১৭.৬০	১৫.৭৪	৩০.৯০	২৬.৮০
নেট অপারেটিং ক্যাশ ফ্লো প্রতি শেয়ার	২.৩৪	৩.৭০	৮.৬৬	১৫.৫০	৭.৫৮

বীমা দাবী:

২০১৬ইং সালে কোম্পানী পুনঃ বীমা কারীদের নিকট হতে বীমা দাবীর অংশ আদায়ের পর ১৪.০৩ কোটি টাকার দাবী নিষ্পত্তি করেছে। সম্মানিত গ্রাহকদের দাবী পূরণে কোম্পানী সর্বদাই অত্যন্ত আন্তরিক ও যত্নশীল।

কর্পোরেট সু-শাসন

সাম্প্রতিক কালে কর্পোরেট গভর্নেন্স একটি বহুল আলোচিত বিষয়ে পরিণত হয়েছে। সততা ও নৈতিকতার উৎকর্ষতা চর্চার পাশাপাশি দায়গ্রহীতাদের কাছে স্বচ্ছতা নিশ্চিত করাও এর উদ্দেশ্য। বাংলাদেশ ন্যাশনাল ইন্স্যুরেন্স কোম্পানী লিমিটেড এর সম্মানিত পরিচালকবৃন্দ বাংলাদেশ সিকিউরিটিস এন্ড একচেঞ্জ কমিশন এর নোটিফিকেশন অনুযায়ী কর্পোরেট গভর্নেন্স নিশ্চিত করার বিষয়টি আন্তরিকতার সাথে বাস্তবায়ন করছেন। আর্থিক বিবরণীতে কোম্পানীর প্রকৃত অবস্থা, পরিচালনা, ক্যাশ ফ্লো এবং ইকুইটি পরিবর্তনের বিষয়াদি সঠিকরূপে প্রতিফলিত হয়।

আইন অনুযায়ী হিসাবসমূহ সংরক্ষিত হয়।

আর্থিক বিবরণী প্রণয়নকালে হিসাববিজ্ঞানের উপযুক্ত নীতি যথাযথভাবে অনুসরণ করা হয়।

অভ্যন্তরীণ নিয়ন্ত্রণ ব্যবস্থা কার্যকরভাবে পরিবীক্ষণ করা হয়।

বিগত পাঁচ বছরের পরিচালনা ও আর্থিক তথ্যাদি প্রতিবেদনের সাথে প্রদত্ত হয়েছে।

বাংলাদেশ সিকিউরিটিস এন্ড একচেঞ্জ কমিশন কর্তৃক জারীকৃত নির্দেশনা অনুসরণে অডিট কমিটি গঠিত হয়েছে।

সভার কার্যবিবরণী লিপিবদ্ধ ও সভাপতি কর্তৃক স্বাক্ষরিত হওয়ার পরে তা বিতরণ করা হয়। কার্যবিবরণী বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষকেও প্রদান করা হয়।

ক্রেডিট রেটিং

২০১৬-২০১৭ সনে বাংলাদেশ ন্যাশনাল ইন্স্যুরেন্স কোম্পানী লিমিটেড এর ক্রেডিট রেটিং এ ইমাজিং ক্রেডিট লিমিটেড এর মূল্যায়ন নিম্নরূপ:

Long Term : A+

Short Term : ECRL-2

তাছাড়া বাংলাদেশ ন্যাশনাল ইস্যুরেন্স কোম্পানী লিমিটেড এর নিম্নলিখিত বৈশিষ্ট্যগুলি উল্লেখ করা হল:

গ্রস প্রিমিয়াম আয় উত্তরোত্তর বৃদ্ধি

প্রয়োজনের তুলনায় অধিক সলভেন্সি মার্জিন

বীমা দাবি পরিশোধের সক্ষমতা

Strong franchise Value.

কোম্পানীর অবলিখন ও গুনগত পরিবর্তনের ফলে বীমার দাবি নিশ্চিতকরন ।

সুদৃঢ় রিজার্ভ কাঠামো

SEC এবং IDRA এর বিধি অনুযায়ী কর্পোরেট গভর্নেন্স প্রবর্তন ও নিশ্চিতকরন ।

ডিজিটাইজেশন

তথ্য প্রযুক্তির উন্নয়নের স্বার্থে বর্তমান বিশ্ব দ্রুত এগিয়ে যাচ্ছে । এ লক্ষ্যকে সামনে রেখে বাংলাদেশ সরকার সারাদেশকে ডিজিটালের আওতায় আনার জন্য তথ্য প্রযুক্তির ব্যবহার ও এর উন্নয়নে ব্যাপক কর্মসূচি গ্রহন করেছে । বাংলাদেশ ন্যাশনাল ইস্যুরেন্স কোম্পানী লিমিটেড সর্বস্তরে কম্পিউটার ব্যবহারে গুরুত্ব দিয়েছে । আমাদের প্রায় সকল শাখা অফিস গুলি আইটি নেট ওয়াকে যুক্ত । এছাড়া আমাদের একটি সমৃদ্ধ ওয়েবসাইট রয়েছে । যেখানে সম্মানিত গ্রাহকগন ও শেয়ার হোল্ডারগন তাত্ক্ষনিক ভাবে কোম্পানীর তথ্যাদি সহজে পেয়ে থাকেন ।

বোর্ড মিটিং এবং অডিট কমিটি মিটিং

আলোচ্য বছরে কোম্পানীর ৭ টি পরিচালনা পর্ষদ সভা এবং ৩ টি নিরীক্ষা কমিটির সভা অনুষ্ঠিত হয় । বিগত ২ বছরের সভা সমূহের তুলনামূলক প্রতিবেদন নিম্নে দেয়া হল ।

সভার নাম	বছর		
	২০১৬	২০১৫	
পরিচালনা পর্ষদের সভা-	৭	৬	
নিরীক্ষা কমিটির সভা-	৩	২	

নিরীক্ষক

বিধি মোতাবেক কোম্পানীর নিরীক্ষক রহমান মোস্তফা আলম এন্ড কোং চার্টার্ড একাউন্টেন্টস ২১ তম বার্ষিক সাধারণ সভায় অবসর গ্রহন করবেন এবং পুনঃনিয়োগের যোগ্য বিধায় উক্ত নিরীক্ষক কোম্পানী আইন ১৯৯৪ এর ২১০ (৩) ধারা মোতাবেক পুনঃনিয়োগ প্রাপ্তির সম্মতি প্রকাশ করেছেন ।

লভ্যাংশ

২০১৬ইং সালে পর্ষদ ১০ শতাংশ লভ্যাংশ অনুমোদনের জন্য সুপারিশ করেছেন । নীট মুনাফা ৭.৭৮ কোটি টাকা থেকে ৩.৪৬ কোটি টাকা অস্বাভাবিক ক্ষতি খাতে, আয়কর খাতে ১.৮৬ কোটি টাকা স্থানান্তর করেছে ।

২০১৭ইং সনের সম্ভাবনা

৪৫ টা বীমা কোম্পানীর বাজারে বিদ্যমান থাকায় বীমা ব্যবসা তীব্র প্রতিযোগিতার সম্মুখীন । এ স্বত্বেও আমরা বিশ্বাস করি বিভিন্ন শাখা কর্তৃক ব্যবসায়ের লক্ষ্যমাত্রা অর্জনে আমরা সক্ষম হবো । কোম্পানীর মোট সম্পদকে একটি সম্মানজনক অবস্থানে পৌঁছে দেওয়া এবং সেই সঙ্গে বর্তমান পোর্টফোলিও এর মান ধরে রাখার পাশাপাশি এর উন্নতি বিধান করতে আমাদের ব্যবসার বহুমুখী করনের নিরবিচ্ছিন্ন মার্কেটিং প্রচেষ্টা অব্যাহত থাকবে ।

আপনারা জেনে আনন্দিত হবেন যে, আমাদের পরিচালনা পর্ষদ ভবিষ্যতের চ্যালেঞ্জ মোকাবিলার জন্য প্রয়োজনীয় পদক্ষেপ নিয়েছে এবং আগামী দিনে আশাব্যঞ্জক মুনাফা অর্জনে আমরা সফলকাম হবো বলে আশাবাদ ব্যক্ত করছি ।

পরিচালকগণের অবসর ও নির্বাচন

কোম্পানীর সংঘবিধির ১১৩ নং- বিধি মোতাবেক নিম্নলিখিত পরিচালকগণ ২১ তম বার্ষিক সাধারণ সভায় পর্ষদ থেকে পর্যায়ক্রমে অবসর গ্রহণ করবেন । কোম্পানীর সংঘবিধির ১১৫ নং- বিধির অধীনে অবসর গ্রহণকারী পরিচালকগণ পুনঃনিয়োগের জন্য নিজেদের ইচ্ছা প্রকাশ করেছেন ।

অবসর গ্রহণকারী স্পনসর পরিচালক:

- ১। মোঃ আব্দুল রউফ
- ২। মিসেস তাহমিনা বিনতে মোস্তফা
- ৩। তানভীর আহমেদ মোস্তফা
- ৪। জনাব তায়েফ বিন ইউসুফ

পাবলিক শেয়ারহোল্ডার পরিচালক:

২১ তম বার্ষিক সাধারণ সভায় গ্রুপ-বি অংশের পরিচালক পদের ৫ (পাঁচ) টি শূন্য আসনে নির্বাচনের উদ্দেশ্যে আগ্রহী যোগ্য সদস্যদের নিকট থেকে মনোনয়ন জমা দেওয়ার জন্য বীমা বিধিমালা ১৯৫৮ এর সংশ্লিষ্ট ধারা মোতাবেক যথারীতি দুইটি জাতীয় দৈনিক পত্রিকায় বিজ্ঞপ্তি প্রকাশ করা হয়েছে । নির্বাচন কমিশনার হিসাবে মের্সাস রহমান মোস্তফা আলম এন্ড কোম্পানী চার্টার্ড একাউন্টেন্টস এর প্রিন্সিপাল জনাব মোস্তাফিজুর রহমানকে পর্ষদের সিদ্ধান্তক্রমে নির্বাচন কমিশনার হিসাবে নিয়োগ দেয়া হয়েছে ।

নিরপেক্ষ পরিচালক

বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন কর্তৃক ৭ই আগস্ট ২০১২ তারিখে জারীকৃত প্রজ্ঞাপন নং- এসইসি/সিএম আর আর সিডি/২০০৬-১৫৮/১৩৪/প্রশাসন /৪৪ এর বিধান পরিপালনের নিমিত্তে কোম্পানীর পরিচালনা পর্ষদ জনাব ফখরুদ্দিন আহমেদ, এফসিএ, এফসিএমএ, প্রফেসর ড. গৌতম বুদ্ধ দাস এবং জনাব মোহাম্মদ সেলিম, এফসিএমএ কে ২০.০৯.২০১৫ তারিখ থেকে কোম্পানীর নিরপেক্ষ পরিচালক হিসাবে নিয়োগ প্রদান করে এবং যথারীতি তারা কাজ করে আসছে ।

প্রফেসর ড. মীজানুর রহমান গত ০৭-০৫-২০১৭ইং তারিখে পরিচালনা পর্ষদ কোম্পানীর নিরপেক্ষ পরিচালক পদে নিয়োগ প্রদান করে এবং আগামী ১৪ই জুন ২০১৭ইং তারিখে অনুষ্ঠিত বার্ষিক সাধারণ সভায় শেয়ার হোল্ডারগণ কর্তৃক উক্ত নিয়োগ অনুমোদিত হবে ।

উপসংহার

পরিশেষে পরিচালনা পর্ষদ কোম্পানীর কার্যক্রমে সাহস ও সহযোগীতা প্রদানের জন্য সরকারী ও বেসরকারী ব্যাংক সমূহ, বিভিন্ন আর্থিক প্রতিষ্ঠান, ব্যক্তি মালিকানা প্রতিষ্ঠান ও সর্বোপরি কোম্পানীর শেয়ারহোল্ডারদের প্রতি কৃতজ্ঞতা জানাচ্ছে । পরিচালনা পর্ষদ ধন্যবাদ জ্ঞাপন করছে অর্থ মন্ত্রণালয়, বানিজ্য মন্ত্রণালয়, বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ, সাধারণ বীমা করপোরেশন, ঢাকা স্টক এক্সচেঞ্জ লিমিটেড, চট্টগ্রাম স্টক এক্সচেঞ্জ লিমিটেড, বাংলাদেশ ইস্যুরেন্স এসোসিয়েশন, রেজিষ্টার অব জয়েন্ট স্টক কোম্পানীজ এন্ড ফার্মস, বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন, সেন্ট্রাল ডিপোজিটরি অব বাংলাদেশ লিমিটেড, সকল সরকারী ও বেসরকারী সংস্থা এবং সকল তফসিলি ব্যাংক ও লিজিং কোম্পানী সমূহকে তাদের সহযোগীতা প্রদানের জন্য । পরিশেষে কোম্পানীর চলমান উন্নতিতে পরিচালনা পর্ষদ সকল শ্রেনীর কর্মকর্তা ও কর্মচারীদের আন্তরিক কর্মনিষ্ঠা, অক্লান্ত পরিশ্রম ও নিবেদিত সেবার প্রশংসা করে কৃতজ্ঞতা ও ধন্যবাদ জানাচ্ছে ।

পরিচালক মন্ডলীর পক্ষে

(আব্দুল বাসেত মজুমদার)
চেয়ারম্যান

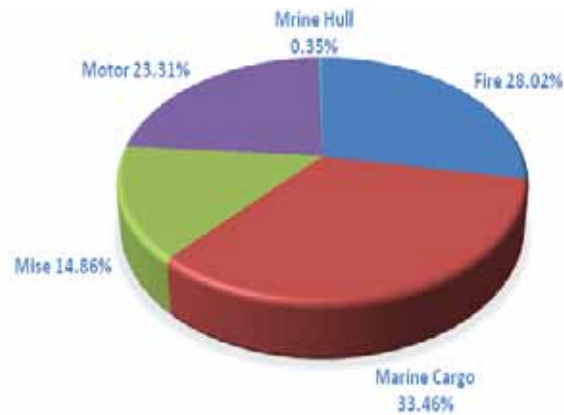
FINANCIAL HIGHLIGHTS

(Amount in Million)

Sl. No.	Particulars	2016	2015	2014	2013	2012
01	Gross Premium	441.04	362.39	326.12	312.98	142.44
02	Net Premium	346.29	270.15	249.43	242.72	84.86
03	Claims Paid	157.17	87.47	122.48	94.32	28.26
04	Investment & Other Income (Gross)	60.06	58.64	43.00	25.16	14.60
05	Underwriting Profit/Loss	49.08	26.11	25.73	23.63	11.48
06	Net Profit Before Tax	81.61	74.35	59.07	40.35	19.97
07	Paid up Capital	442.50	265.50	265.50	60.00	60.00
08	Deposit Premium	7.36	27.66	13.70	23.66	15.22
09	Total Reserves	411.30	310.00	252.15	222.56	134.88
10	Total Assets	1123.40	832.25	723.65	437.88	348.81
11	Total Liabilities	262.24	229.09	192.31	131.67	138.70
12	Cash & Bank Balances	857.78	609.90	522.69	253.12	197.23
13	Face Value Per Share (In Taka)	10.00	10.00	10.00	100.00	100.00
14	Earning Per Share (In Taka)	1.62	1.87	2.62	55.95	25.03
15	Book Value Per Share (In Taka)	16.15	17.60	15.74	308.98	268.03

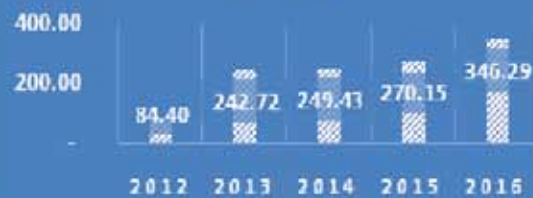
Company Performance at a Glance

CLASS WISE GROSS PREMIUM INCOME-2016



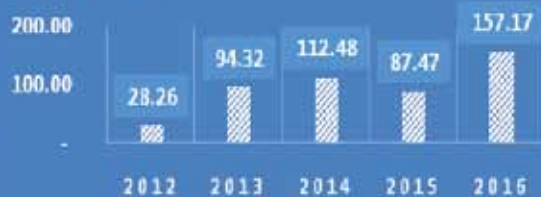
Net Premium Income

AMOUNT IN MILLION (TK.)



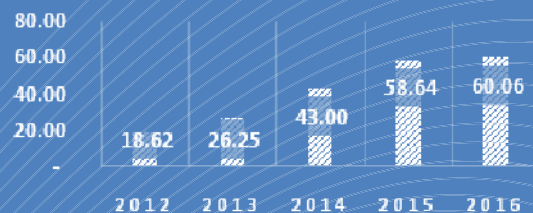
Claims Paid

AMOUNT IN MILLION (TK.)



Investments & Others Income

AMOUNT IN MILLION (TK.)



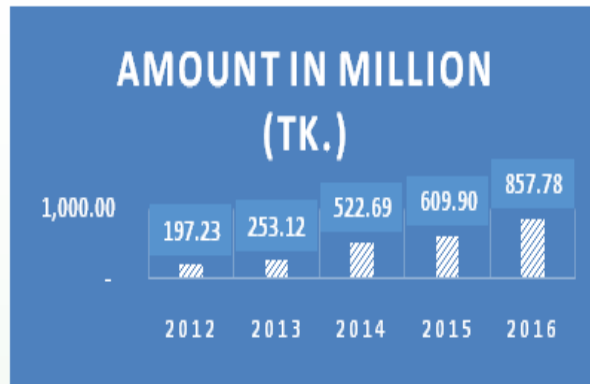
Total Reserve



Total Assets



Cash & Bank Balance



Book Value Per Share



Earning Per Share



N.B From 2014 to 2016 Earning Per Share and book value per share has been calculated on per value of TK. 10.00 and EPS and BPS in previous year from 2012 to 2013 are calculated based on book value of per share TK. 100.

CREDIT RATING REPORT

On

Bangladesh National Insurance Company Limited.

Bangladesh National Insurance Company Limited has been rated by Emerging Credit Rating Ltd. On the basis of audited financial statements for the Period 1st January to 31st December 2015 and other relevant information. The summary of Rating is presented below.\

Long Term Rating	``A+``
Short Term Rating	ECRL-2
Outlook	Stable
Date of Rating	September 30, 2016
Validity of Rating	Till September 29, 2017

Emerging Credit Rating Ltd. has assigned ``A+`` rating in the long Term and ``ECRL-2`` in the short term to Bangladesh National Insurance Company Limited.

The Company rated ``A+``:- Insurance companies rated A possess strong ability to meet their policyholder obligations but are somewhat more susceptible to adverse changes in economic and underwriting conditions than companies in higher-rated categories.

The Company rated ``ECRL-2``:- An institution rated ECRL-2 has a strong capacity to meet its financial commitments in a timely manner; however, it is somewhat susceptible to adverse developments in the economy, and business and other external conditions.

BRANCH MANAGER'S CONFERENCE 2017



INAUGURAL CEREMONY OF NEWLY HEAD OFFICE PREMISES





CERTIFICATION TO THE BOARD OF DIRECTORS OF THE

Bangladesh National Insurance Company Limited under Section 2CC of the Securities and Exchange Ordinance, 1969

This is to certify that the management of the Bangladesh National Insurance Company Limited has complied with the necessary requirements of Corporate Governance for the year ended 31st December, 2016 as per compliance requirements of the conditions imposed by Bangladesh Securities and Exchange Commission's Notification No.SEC/CMRRCD/2006 158/134/Admin/44 dated 07 August, 2012 issued under Section 2CC of the Bangladesh Securities and Exchange Ordinance 1969.

Dated: 25 April, 2017

Place: Dhaka, Bangladesh

(Mahfuz Amin Nowsher & Co.)

Chartered Accountants

BANGLADESH NATIONAL INSURANCE COMPANY LIMITED

Certificate on Compliance Status of Corporate Governance Guideline

by Bangladesh National Insurance Company Limited

For the year ended 31 st December 2016

Status of compliance with the conditions imposed by the Bangladesh Securities and Exchange Commission Notification No. SEC/CMRRCD/ 2006-158/134/Admin/44 dated 07 August 2012 Issued under section 2CC of the Securities and Exchange Ordinance, 1969.

Report under condition no. 7.00 of above referred notification

Condition No.	Title	Compliance Status		Remark (If any)
		Complied	Not Complied	
1	Board of Directors			
1.1	Board's Size: The Number of the Board members of the company shall not be less than 5 (Five) and more than 20 (Twenty).	✓		
1.2	Independent Directors:			
1.2(i)	At least One Fifth (1/5) of the total number of directors in the company's Board shall be independent directors	✓		
1.2(ii) a)	Independent director does not hold any share or holds less than one percent (1%) shares of the total paid up shares of the company	✓		
1.2(ii) b)	Independent director or his family members are not connected with the company's any sponsor or director or shareholder who holds 1% or more shares of the total paid- up -shares on the basis of family relationship	✓		
1.2(ii) c)	Independent director does not have any other relationship, whether pecuniary or otherwise,with the company or it's subsidiary/associated companies	✓		
1.2(ii) d)	Independent Director is not a member,director or officer of any stock exchange	✓		
1.2(ii) e)	Independent director is not a shareholder,director or officer or any memberof stock exchange or an intermediary of the capital market	✓		
1.2(ii) f)	Independent director is not a partner or an executive or was not a parter or an executive during the preceding 3 (three) years of the concerned company,s statutory audit firm	✓		
1.2(ii) g)	Independent director shall not be an independent director in more than 3 (three) listed companies	✓		
1.2(ii) h)	Independent director has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a non bank financial institution	✓		
1.2(ii)(i)	Independent director has not been convicted for a criminal offence involving moral turpitude	✓		

Condition No.	Title	Compliance Status		Remark (If any)
		Complied	Not Complied	
1.2(iii)	The independent director(s) shall be appointed by the board of directors and approved by the shareholders in the Annual General Meeting (AGM)	✓		
1.2(iv)	The post of independent director(s) can not remain vacant for more than 90 (ninety) days	✓		
1.2(v)	The Board shall lay down a code of conduct of all Board members and annual compliance of the code to be recorded.	✓		
1.2(vi)	The tenure of office of an independent director shall be for a period of 3 (three) years , which may be extended for 1 (one) term only .	✓		
1.3	Qualification of Independent Director (ID)			
1.3(i)	Independent Director Shall be a knowledgeable individual with integrity who is able to ensure compliance with financial, regulatory and corporate laws and can make meaningful contribution to business.	✓		
1.3(ii)	The person should be a business Leader/ corporate Leader/ Bureaucrat/ University Teacher with Economics or Business Studies or Law background / professionals like Chartered Accountants Cost, & Management Accountants , Chartered Secretaries . The independent director must have at least 12 (twelve) years of corporate management/ professional experiences.	✓		
1.3(iii)	In special cases the above qualifications may be relaxed subject to prior approval of the Commission.	✓		
1.4	Chairman of the Board and Chief Executive Officer			
1.4	The position of the Chairman of the Board and the Chief Executive Officer of the companies shall be filled by different individuals. The Chairman of the company shall be elected from among the directors of the company. The Board of Directors shall clearly define respective roles and responsibilities of the Chairman and the Chief Executive Officer.	✓		
1.5	The Directors Report to Shareholders shall include the following additional statements:			
1.5(i)	Industry outlook and possible future developments in the industry.	✓		Available in Annual Report

Condition No.	Title	Compliance Status		Remark (If any)
		Complied	Not Complied	
1.5(ii)	Segment -wise or product- wise performance.	✓		Available in Annual Report
1.5(iii)	Risks and concerns.	✓		Available in Annual Report
1.5(iv)	A Discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin.	✓		Available in Annual Report
1.5(v)	Discussion on continuity of any Extra - Ordinary gain or loss.	✓		No such Extra ordinary gain or loss in accounts
1.5(vi)	Basis for related party transactions a statement of all related party transactions should be disclosed in the annual report	✓		Available in Annual Report
1.5(vii)	Utilization of proceeds from public issues, right issues and / or through any others instruments.	✓		Not applicable
1.5(viii)	An explanation if the financial results deteriorate after the company goes for initial public Offering (IPO) , Repeat public offering (RPO), Rights Offer, Direct Listing, etc.	✓		
1.5(ix)	If significant variance occurs between quarterly Financial performance and annual Financial Statements the management shall explain about the variance on their annual Report.	✓		
1.5(x)	Remuneration to directors including independent directors.	✓		Available in Annual Report
1.5(xi)	The financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations,cash flows and changes in equity.	✓		
1.5(xii)	Proper books of account of the issuer company have been maintained.	✓		
1.5(xiii)	Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment.	✓		
1.5(xiv)	International Accounting Standards (IAS)/ Bangladesh Accounting Standards (BAS)/ International Financial Reporting Standards (IFRS) / Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there from has been adequately disclosed .	✓		

Condition No.	Title	Compliance Status		Remark (If any)
		Complied	Not Complied	
1.5(xv)	The system of internal control is sound in design and has been effectively implemented and monitored.	✓		
1.5(xvi)	There are no significant doubts upon the issuer company's ability to continue as a going concern. If the issuer company is not considered to be a going concern , the fact along with reasons thereof should be disclosed	✓		Details furnished in Annual Report
1.5(xvii)	Significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof should be explained.	✓		No such significant deviation observed.
1.5(xviii)	Key operating and financial data of at least preceding 5 (five) years shall be summarized.	✓		Available in Annual Report
1.5(xix)	If the issuer company has not declared dividend (cash or stock) for the year, the reasons thereof shall be given.	✓		Not declared dividend 2015
1.5(xx)	The number of Board meeting held during the year and attendance by each director shall be disclosed.	✓		Available in Annual Report
1.5(xxi)	Pattern of Shareholdings:			
1.5(xxi) a)	Parent / Subsidiary/ Associated Companies and other related parties (name wise details):	✓		Nil
1.5(xxi) b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor Children (name wise details);	✓		Available in Annual Report
1.5(xxi) c)	Executives;	✓		Available in Annual Report
1.5(xxi) d)	Shareholders holding ten percent(10%) or more voting interest in the company (name wise details).	✓		Available in Annual Report
1.5(xxii)	Appointment /Re-appointment of director:			
1.5(xxii) a)	A brief resume of the director ;	✓		
1.5(xxii) b)	Nature of his /her expertise in specific functional areas;	✓		
1.5(xxii) c)	Names of companies in which the person also holds the directorship and the membership of committees of the board.	✓		
2	CFO,Head of Internal Audit And CS			

Condition No.	Title	Compliance Status		Remark (If any)
		Complied	Not Complied	
2.1	The company shall appoint a chief Financial Officer (CFO), A Head of Internal Audit (Internal Control and compliance) and a Company Secretary (CS). The Board of Directors should clearly define respective roles, responsibilities and duties of the CFO,the Head of Audit and the CS.	✓		
2.2	Attendance of CFO and Company Secretary at the meeting of the Board of Directors	✓		
3	Audit Committee			
3(i)	The audit Committee shall be composed of at least 3 (three) members	✓		
3.1(ii)	The Board of Directors shall appoint members of the Audit Committee who shall be directors of the company and shall include at least 1 (one) independent director.	✓		
3.1(iii)	All members of the audit committee should be " financially literate" and at least 1 (One) member shall have accounting or related financial management experience.	✓		
3.1(iv)	When the term of service of the committee members expires or there is any circumstance causing any committee member to be unable to hold office until expiration of the term of service, thus making the number of the committee members to be lower than the prescribed number of 3 (three) person , the Board of Directors shall appoint the new Committee member(s) to fill up the vacancy (ies) immediately or not later than 1 (one) month from the date of vacancy (ies) in the Committee to ensure continuity of the performance of work of the Audit Committee.	✓		
3.1(v)	The company secretary shall act as the secretary of the Committee	✓		
3.1(vi)	The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) Independent director.	✓		
3.2	Chairman of the Audit Committee			
3.2(i)	The Board of Directors shall select 1 (one) member of the Audit Committee to be Chairman of the Audit Committee , who shall be an independent director.	✓		
3.2(ii)	Chairman of the audit committee shall remain present in the Annual General Meeting (AGM).	✓		

Condition No.	Title	Compliance Status		Remark (If any)
		Complied	Not Complied	
3.3	Role of Audit Committee			
3.3(i)	Oversee the financial reporting process.	✓		
3.3(ii)	Audit committee monitor choice of accounting policies and principles	✓		
3.3(iii)	Audit committee monitor internal Control Risk Management process.	✓		
3.3(iv)	Audit committee oversee hiring and performance of external auditors.	✓		
3.3(v)	Audit committee review alongwith the management, the annual financial statements before submission to the board for approval.	✓		
3.3(vi)	Review along with the management, the quarterly and half yearly financial statement before submission to the board for approval.	✓		
3.3(vii)	Review the adequacy of internal audit function.	✓		
3.3(viii)	Review statement of significant related party transactions submitted by the management.	✓		
3.3(ix)	Review management Letters/ Letter of Internal Control weakness issued by statutory auditors.	✓		
3.3(x)	When money is raised through initial public offering(IPO)/ Repeat Public Offering(RPO)/Rights issue the company shall disclose to the Audit Committee about the uses/applications of funds by major category (capital expenditure, sales and marketing expenses, working capital, etc.), on a quarterly basis, as a part of their quarterly declaration of financial results. Further, on an annual basis, the company shall prepare a statement of funds utilized for the purposes other than those stated in the offer document/prospectus.	✓		
3.4	Reporting of the Audit Committee			
3.4.1	Reporting to the Board of Directors			
3.4.1(i)	The Audit Committee shall report on its activities to the Board of Directors.	✓		
3.4.1 (ii)(a)	report on conflicts of interests;	✓		
3.4.1 (ii) b)	Suspected or presumed fraud or irregularity or material defect in the internal control system;	✓		

Condition No.	Title	Compliance Status		Remark (If any)
		Complied	Not Complied	
3.4.1(ii) c)	Suspected infringement of laws, including securities related laws, rules and regulations;	/		
3.4.1(ii) d)	any other matter which shall be disclosed to the Board of Directors immediately.	/		
3.4.2	If the Audit committee has reported to the Board of Directors about anything which has material impact on the financial condition and results of operation and has discussed with the Board of Directors and the management that any ratification is necessary and if the Audit committee finds that such rectification has been unreasonably ignored, the Audit committee shall report such finding to the commission,	/		
3.5	Report on activities carried out by the Audit committee, including any report made to the Board of Directors under condition 3.4.1(ii) above during the year, shall be signed by the Chairman of the Audit Committee	/		
4	Engagement of External / Statutory Auditors:			
4(i)	Non-engagement of external/statutory auditors in appraisal or valuation services or fairness opinions.	/		
4(ii)	Non-engagement of external/statutory auditors in financial information systems design and implementation.	/		
4(iii)	Non-engagement of external/statutory auditors in book keeping or other services related to the accounting records or financial statements.	/		
4(iv)	Non-engagement of external/statutory auditors in broker-dealer services.	/		
4(v)	Non-engagement of external/statutory auditors actuarial services.	/		
4(vi)	Non-engagement of external/statutory auditors in internal audit Services.	/		
4(vii)	Non-engagement of external/statutory auditors in Any other service that the Audit Committee determines.	/		
4(viii)	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company.	/		
4(ix)	Non-engagement of external/statutory auditors in Any other service that the Audit Committee determines. / certification services on compliance of corporate governance as required under clause (i) of condition No. 7	/		

Condition No.	Title	Compliance Status		Remark (If any)
		Complied	Not Complied	
5	Subsidiary Company			
5(i)	Provision relating to the composition of the Board of Directors of the holding company shall be made applicable to the composition of the Board of Directors of the subsidiary company.	N/A	N/A	No holding / subsidiary exists
5(ii)	At least 1 (one) independent director on the Board of Directors of the holding company shall be a director on the Board of Directors of the subsidiary company.	N/A	N/A	No holding / subsidiary exists
5(iii)	The minutes of the Board meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company.	N/A	N/A	No holding / subsidiary exists
5(iv)	The minutes of the respective Board meeting of the holding company shall state that they reviewed the affairs of the subsidiary company also.	N/A	N/A	No holding / subsidiary exists
5(v)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company.	N/A	N/A	No holding / subsidiary exists
6	Duties of Chief Executive Officer (CEO) and Chief Financial Officer (CFO)			
6(i)a	The CEO and CFO shall certify to the Board that:- (i) They have reviewed financial statements for the year and that to the best of their knowledge and belief: a) these statement do not contain any materially untrue statement or omit any material fact or contain statement that might be misleading	✓		
6 (i) b	these statement together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws	✓		
6(ii)	There are, to the best of knowledge and belief , no transactions entered into by the company during the year which are fraudulent, illegal or violation of the company's code of conduct.	✓		
7	Reporting and Compliance of Corporate Governance:			
7(i)	The company shall obtain a certificate from a practicing professional Accountant /Secretary (Chartered Accountant /Cost and Management Accountant/ Chartered Secretary) regarding compliance of conditions of corporate Governance Guidelines of the Commission and shall send the same to the shareholders along with the Annual Report on a yearly basis.	✓		



Condition No.	Title	Compliance Status		Remark (If any)
		Complied	Not Complied	
7 (ii)	The directors of the company shall state, in accordance with the Annexure attached, in the directors' report whether the complied with these conditions.	✓		
7 (iii)	Right shares were not issued by the company in case of non-compliance with the SEC notification non-SEC/CMRRCD/2006-158/134/Admin/44, dated 07 August,2012 regarding Corporate GovernanceThe directors of the company shall state, in accordance with the Annexure attached, in the directors' report whether the complied with these conditions	—		

1.05(xx) The number of Board Meeting held during the year and attendance by each Director is as under:

SL.	Name of Directors	Position	Total nos. of Meeting from 01.01.16 to 31.12.16	Total Attendance	Remarks
1	Mr. Abdul Baset Mojumder	Chairman	7	7	
2	Mr. Mostafa Kamal	Vice Chairman	7	7	
3	Mrs. Beauty Akter	Director	7	7	
4	Mr. Abdur Rouf	Director	7	7	
5	Mrs. Tahmina Binthe Mostafa	Director	7	6	
6	Mr. Yousuf Ali	Director	7	7	
7	Mrs. Tanjima Binthe Mostafa	Director	7	7	
8	Mrs. Farida Akter	Director	7	7	
9	Mr. Taif Bin Yousuf	Director	7	6	
10	Mr. Abdul Baten	Director	7	7	
11	Mr. Tanveer Ahmed Mostafa	Director	7	7	
12	Mrs. Hasina Begum	Director	7	7	
13	Professor Dr.Goutam Buddha Das	Independent Director	7	7	
14	Fakhruddin Ahmed, FCMA, FCA	Independent Director	7	7	
15	Mohammed Salim, FCMA	Independent Director	7	7	
16	Md. Sana Ullah	Chief Executive Officer	7	4	
17	Md.Omar Farooq	Chief Executive Officer (Acting)	7	3	

1.05(xxi) Pattern of Shareholdings:

As at December 31, 2016 the pattern of Shareholdings is given below:

Particulars	No. of Shares	Remarks
Sponsors & Directors	26,550,000	--
General Public Including Unit Fund, Mutual Fund, Financial Institutions etc.	17,700,000	
Total Shares	44,250,000	

1.05(xxi) (a) Shareholding of Parent/Subsidiary/Associated Companies and other related parties: Nil

1.05(xxi) (b) Shareholdings of Directors & Sponsors are as under:

Sl. No	Shareholdings of Directors /Sponsor Shareholders	Designation	After IPO		Before IPO	
			Shares	%	Shares	%
1	Mr. Abdul Baset Mojumder	Chairman	8,850,000	2.00%	8,850,000	3.33%
2	Mr. Mostafa Kamal	Vice Chairman	24,248,330	5.48%	24,248,330	9.13%
3	Mrs. Beauty Akter	Director	10,000,000	2.26%	10,000,000	3.77%
4	Mr. Abdur Rouf	Director	11,550,000	2.61%	11,550,000	4.35%
5	Mrs. Tanjima Binthe Mostafa	Director	32,083,340	7.25%	32,083,340	12.08%
6	Mrs. Tahmina Binthe Mostafa	Director	33,083,340	7.48%	33,083,340	12.46%
7	Mr. Taif Bin Yousuf	Director	8,958,330	2.02%	8,958,330	3.37%
8	Mr. Tanveer Ahmed Mostafa	Director	41,751,670	9.44%	41,751,670	15.73%
9	Mr. Yousuf Ali	Director	8,958,330	2.02%	8,958,330	3.37%
10	Tasnim Binthe Mostafa	Director	10,000,000	2.26%	10,000,000	3.77%
11	Mr. Wasikur Rahman	Director	10,000,000	2.26%	10,000,000	3.77%
12	Mr. Muhammad Zakaria	Sponsor Shareholder	12,000,000	2.71%	12,000,000	4.52%
13	Mr. M.F Kamal	Sponsor Shareholder	12,000,000	2.71%	12,000,000	4.52%
14	Mr. Md. Abu Taher	Sponsor Shareholder	1,000,000	0.23%	1,000,000	0.38%
15	Mrs. Farida Akter	Sponsor Shareholder	10,750,000	2.43%	10,750,000	4.05%
16	Mr. Abdul Baten	Sponsor Shareholder	11,408,330	2.58%	11,408,330	4.30%
17	Mrs. Hasina Begum	Sponsor Shareholder	8,958,330	2.02%	8,958,330	3.37%
18	Mr. Nasir Uddin	Sponsor Shareholder	8,900,000	2.01%	8,900,000	3.35%
19	Mr. Belayet Hossain	Sponsor Shareholder	1,000,000	0.23%	1,000,000	0.38%
20	Public Share		177,000,000	40.00%	-	0.00%
			442,500,000	100.00%	265,500,000	100.00%

1.05(xxi) (b) Shareholding of Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children are as under as on 31.12.2016:

Name	Designation	No. of Shares	Holdings (%)
Md. Sana Ullah	Chief Executive Officer	0	0
Mostafa Jasim Raihani	Chife Financial Officer	0	0
Mirza Md. Alauddin	Company Secretary	0	0
Sharmin Akhter	Head of Internal Audit	0	0

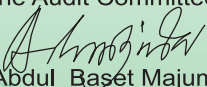
1.05(xxi) (c) The Shareholdings of the Executives are as under:

Sl. No	Name	Designation	No. of Shares	Holdings (%)
1	Md.Omar Farooq	Addl.MD	0	0
2	Md. Yunus Khan Jasim	Addl.MD	0	0
3	Md. Emdadul Haque	DMD	0	0
4	Ishraq Khan	DMD	0	0
5	Md.Rafiqul Islam	DMD	0	0
6	Kazi Md.Shafiqul Islam	DMD	0	0
7	Bahauddin Ahmed	DMD	0	0
8	S. M. Khurshid Alam	DMD	0	0
9	Md. Shakur Elahi	DMD	0	0
10	Mr. Jahangir Alam	DMD	0	0

1.05(xxi) (d) The List of Shareholders holding ten percent (10%) or more voting interest in the company: Nil

3.00 Audit Committee:

The Audit Committee has been formed in the meeting held on date 08.06.2015.


(Abdul Baset Majumder)
Chairman
Date: 25 April, 2017



AUDIT COMMITTEE REPORT

The Audit Committee: The Audit Committee of Bangladesh National Insurance Company Limited comprise of 03 (Three) members nominated by the Board of Directors which is as under:

- | | |
|--------------------------------|----------|
| 1. Mr. Mohammed Salim, FCMA | Chairman |
| 2. Mr. Yousuf Ali | Member |
| 3. Mrs. Tahmina Binthe Mostafa | Member |

As per regulatory requirement, the Company Secretary Mirza Md. Alauddin as the Secretary of the Board Audit Committee.

A total of 03 (Three) meetings were held since the last Annual General Meeting of Bangladesh National Insurance Company Limited held on March 14, 2016.

The Board Audit Committee has been constituted with an Independent Director having accounting and Financial Management experience as Chairman.

The Head of Internal Audit Department and Chief Financial Officer (CFO) attended the meeting(s) by invitation.

Role of Audit Committee Audit Committee of the Board can play an effective role in providing a bridge between the Board and Management, Shareholders and other Stakeholders. The Board of Directors of Bangladesh National Insurance Company Limited recognized the importance of the Audit Committee. The Key role of the Committee is to assist the Board in discharging its responsibilities for financial and business discipline, financial reporting, corporate governance and internal control. The following are the prime responsibilities for the Audit Committee

- i) To evaluate whether management is setting the appropriate compliance culture of internal control and ensuring that all employees have good understanding of their roles and responsibilities.
- ii) To review the existing risk management policies and procedures for ensuring an effective internal check and control system.
- iii) To review the financial statements and determine whether they are complete and consistent with the accounting standard set by the regulatory authorities.
- iv) To review the efficiency and effectiveness of internal audit function.
- v) To review the findings and recommendations made by the internal auditors for removing the irregularities detected.
- vi) To review the auditing performance of external auditors and their audit reports and recommending to the Board for appointment or removal of external auditors.

Activities: During the period under review, the committee, interalia, focused on the following activities:

- i) Reviewed quarterly financial statement of the company to measure the performance.
- ii) Reviewed significant internal audit findings and advised the management to rectify the deficiencies and improve operational performance and compliance.
- iii) The Audit Committee recommended strengthening of Internal Audit Department with skill manpower to increase capacity and efficiency of the Audit Department.
- iv) Reviewed and examined the Draft Annual Financial Statements 2016 made out in line with accounting standard set by the regulatory authorities and recommended to place the same before the Board for consideration.

Acknowledgment: The audit committee would like to express their sincere thanks to the members of the Board, key management personnel, internal audit Division and all employees for their utmost co-operation extended by them.

Mohammed Salim, FCMA
Chairman
Board Audit Committee



RESPONSIBILITY STATEMENT OF CHIEF EXECUTIVE OFFICER AND CHIEF FINANCIAL OFFICER Including Duties as Per Condition No. 6 of Corporate Governance Guidelines

The financial statement are prepared in accordance with Bangladesh Accounting Standards issued by The Institute of Chartered Accountants of Bangladesh and in compliance with Insurance Act 2010, Company Act 1944, the Securities and Exchange Rules 1987 and the Listing Regulations of the Dhaka and Chittagong Stock Exchanges.

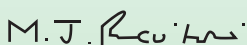
We are responsible for establishing and maintaining proper internal control system. We have designed such control or caused such control to be designed under our supervision, to ensure that material information relating to the Company is made known to us and for safeguarding the company's assets and preventing and detecting fraud and error.

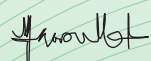
We have evaluated the effectiveness of the Company's internal control system and are satisfied that the internal control system were effective as of the end of the period under review. Moreover significant estimates and accounting policies that involve a high degree of complexity and judgment were discussed with our external auditors and the audit committee of the Board.

We certify to the Board that:-

- (i) We have reviewed financial statements for the year 2016 and that to the best of our knowledge and belief:
 - (a) These statement do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (b) These statement represent a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.
- (ii) There are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violation of the company's code of conduct.

Dated April 25, 2017
Dhaka


Mr. Mostafa Jasim Raihani
Chief Financial Officer


Md. Sana Ullah
Chief Executive Officer



Bangladesh National Insurance Company Limited

For the year ended December 31, 2016

Auditors' Report to the Shareholders Of Bangladesh National Insurance Company Limited

We have audited the accompanying Financial Statements of **Bangladesh National Insurance Company Limited** ("the Company"), which comprise the Statement of Financial Position as at December 31, 2016, the Statement of Profit or Loss, Statement of Other Comprehensive Income, Profit or Loss Appropriation Account, Consolidated Revenue Account, Fire Insurance Revenue Account, Marine Cargo Insurance Revenue Account, Marine Hull Insurance Revenue Account, Motor Insurance Revenue Account, Miscellaneous Insurance Revenue Account, Statement of Changes in Equity, Statement of Cash Flows for the year then ended, Form "AA" as at December 31, 2016 and a summary of significant accounting policies and other explanatory information disclosed in Notes 1 to 50 and Annexure A to D.

Management's Responsibility for the Financial Statements

Management of the company is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRSs), along with Rules & Regulation Issued by the Insurance Development and Regulatory Authority (IDRA) and Insurance Act 2010, Insurance Rules 1958, SEC Rules 1987 and the Companies Act 1994 and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies and making accounting estimates that are responsible in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management of the company, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the Financial Statements of Bangladesh National Insurance Company Limited ("the Company") present fairly in all material respects, the financial position of the company as at December 31, 2016 and their Financial Performance and Cash Flows for the year then ended in accordance with Bangladesh Financial Reporting Standard (BFRSs), Insurance Act 2010, Insurance Rules 1958, SEC Rules 1987 and the Companies Act 1994 and comply with the other applicable laws and regulations.



Report on Other Legal and Regulatory Requirements

We also report that:

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) In our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books and (where applicable) proper returns adequate for the purpose of our audit have been received from branches visited by us and incorporated in the accompanying accounts;
- c) The company's Statement of Financial Position, Statement of Profit or Loss, Statement of Other Comprehensive Income and Statements of Cash Flows dealt with by the report are in agreement with the books of accounts and drawn as per Insurance Act, 2010 ;
- d) The expenditure incurred and payments made during the year were for the purposes of the company's business;
- e) As per section 63(2) of the Insurance Act 2010 as amended, we certify that 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 audit have been duly debited to the related Revenue Accounts and the Statement of Profit or Loss and Statement of Other Comprehensive Income of the Company;
- f) As per section 59(5) of the Insurance Act 2010 as amended rule 1958, we also certify 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 of its business re-insured abroad.

Dated : Dhaka
April 25, 2017


Rahman Mostafa Alam & Co.
Chartered Accountants



BANGLADESH NATIONAL INSURANCE COMPANY LIMITED

Statement of Financial Position

As at December 31, 2016

Particulars	Notes	Amount in Taka	
		31.12.2016	31.12.2015
A. Shareholder's Equity and Liabilities:			
Share Capital:			
Authorized Share Capital	19	1,000,000,000	1,000,000,000
Issued, Subscribed and Paid up Capital	20	442,500,000	265,500,000
Reserve or Contingency Account	21	272,255,184	201,866,870
Reserve for Exceptional Losses	21.01	194,407,101	159,778,372
Profit or Loss Appropriation Account	21.02	77,848,083	42,088,498
Total Shareholders' Equity		714,755,184	467,366,870
Balance of Funds and Accounts:	22	139,041,662	108,132,357
Fire Insurance Business Account		32,706,849	23,973,689
Marine Cargo Insurance Business Account		48,620,778	46,420,879
Marine Hull Insurance Business Account		877,913	120,753
Motor Insurance Business Account		39,447,228	28,545,509
Miscellaneous Insurance Business Account		17,388,894	9,071,527
Premium Deposits Account	23	7,362,702	27,664,912
Liabilities and Provisions		262,236,409	229,088,868
Sundry Creditors-Including Provision for Expenses and Taxes	24	95,983,641	76,620,890
Deferred Tax Liability	26	5,160,015	7,586,026
Amount due to other persons or bodies Carrying on Insurance Business	25	31,198,835	30,093,243
Estimated liabilities in respect of outstanding Claims whether due or intimated	27	129,893,918	114,788,709
Total Shareholders' Equity and Liabilities		1,123,395,957	832,253,007

The accompanying notes from 1 to 50 & Annexure- A to D form an integral part of the financial statement.

**BANGLADESH NATIONAL INSURANCE COMPANY LIMITED****Statement of Financial Position**

As at December 31, 2016

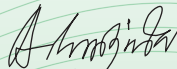
Particulars	Notes	Amount in Taka	
		31.12.2016	31.12.2015
Non-Current Assets		151,104,615	133,460,487
Property, Plant & Equipment	35	90,488,119	77,797,828
Fixed Assets -At Cost		147,351,493	123,749,861
Less: Accumulated Depreciation		56,863,374	45,952,033
		60,616,496	55,662,659
Investment-At cost (BGTB)	28	25,000,000	25,000,000
Investment in Shares	29	35,616,496	30,662,659
Current Assets		972,291,342	698,792,520
Outstanding Premium	30	-	-
Interest Accrued but not Due	31	26,152,887	29,120,679
Amount Due from Other Persons or Bodies			
Carrying on Insurance Business	32	1,200,851	1,931,708
Sundry Debtors-Including Advances, Deposits & Prepayments	33	86,726,425	57,435,761
Stock of Stationery	36	428,402	404,173
Cash and Bank Balances	34	857,782,777	609,900,199
Total Assets		1,123,395,957	832,253,007

The accompanying notes from 1 to 50 & Annexure- A to D form an integral part of the financial statement.


Chief Executive Officer

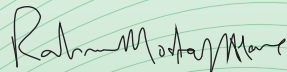

Director


Director


Chairman

Signed in terms of our separate report of even date.

Dated : Dhaka
 April 25, 2017

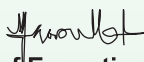

Rahman Mostafa Alam & Co
 Chartered Accountants

**BANGLADESH NATIONAL INSURANCE COMPANY LIMITED****Profit or Loss Appropriation Account**

For the Year ended December 31, 2016

Particulars	Notes	Amount in Taka	
		31.12.2016	31.12.2015
Balance brought forward from last year		42,088,498	19,561,894
Net Profit before Tax b/d		86,563,707	74,345,384
Deferred Tax Income	26	2,426,011	-
		131,078,216	93,907,278
Reserve for Exceptional Losses	21.01	34,628,729	27,014,976
Income Tax Expenses:		96,449,487	66,892,302
Current Tax	43	18,601,404	19,960,592
Deferred Tax Expenses	26	-	1,125,943
Worker's Profit Participation Fund		-	3,717,269
Balance Transferred to Statement of Financial Position	21.02	77,848,083	42,088,498
Total		131,078,216	93,907,278
Earnings Per Share (EPS) (2015 Restated)	42	1.62	1.87

The accompanying notes from 1 to 50 & Annexure- A to D form an integral part of the financial statement.


Chief Executive Officer

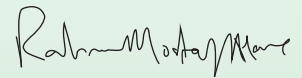

Director


Director


Chairman

Signed in terms of our separate report of even date.

Dated : Dhaka
April 25, 2017


Rahman Mostafa Alam & Co
Chartered Accountants

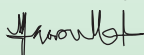
**BANGLADESH NATIONAL INSURANCE COMPANY LIMITED****Statement of Profit or Loss**

For the Year ended December 31, 2016

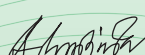
Particulars	Notes	Amount in Taka	
		31.12.2016	31.12.20115
Expenses of Management (Not Applicable to any particular Fund or Account)			
Directors' Fees		488,750	369,000
Meeting Expenses		6,280	7,320
Advertisement & Publicity		554,311	91,161
Subscription & Registration		1,608,621	1,511,417
Depreciation	35	10,911,341	8,306,952
Audit Fees		120,750	123,500
Provision for Co-Ins Receivable		730,857	-
IPO Expenses		9,029,526	-
		23,450,436	10,409,350
Worker's Profit Participation Fund	24.01	4,080,493	-
Net Profit before tax		81,609,871	74,345,384
Total		109,140,800	84,754,734
Interest on FDR, STD and BGTB	37	59,106,349	57,951,678
Dividend Income in Share Business		955,267	688,136
Profit /(Loss) Transferred from:		49,079,184	26,114,920
Fire Insurance Revenue Account		(3,117,236)	(4,905,372)
Marine Insurance (Cargo) Revenue Account		33,751,904	18,669,824
Marine Insurance (Hull) Revenue Account		(230,522)	(181,275)
Motor Insurance Revenue Account		8,922,894	7,089,409
Miscellaneous Insurance Revenue Account		9,752,144	5,442,334
Total		109,140,800	84,754,734

Earning per share (EPS) (2015 Restated) 42. 1.62 1.87

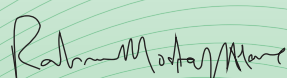
The accompanying notes from 1 to 50 & Annexure- A to D form an integral part of the financial statement.


Chief Executive Officer

Director

Director

Chairman

Signed in terms of our separate report of even date.

Dated : Dhaka
April 25, 2017

Rahman Mostafa Alam & Co
Chartered Accountants

**BANGLADESH NATIONAL INSURANCE COMPANY LIMITED****Statement Of Other Comprehensive Income**

For the Year ended December 31, 2016

Particulars	Notes	Amount in Taka	
		31.12.2016	31.12.2015
Profit Before Tax		81,609,871	74,345,384
Other comprehensive income			
Unrealized Profit /(Loss) on Investment in Share		4,953,836	(622,651)
Total Comprehensive Income		86,563,707	73,722,733

The accompanying notes from 1 to 50 & Annexure- A to D form an integral part of the financial statement.


Chief Executive Officer


Director


Director


Chairman

Signed in terms of our separate report of even date.

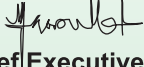
Dated : Dhaka
April 25, 2017


Rahman Mostafa Alam & Co
Chartered Accountants

**BANGLADESH NATIONAL INSURANCE COMPANY LIMITED****Consolidated Revenue Account**
For the Year ended December 31, 2016

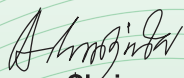
Particulars	Notes	Amount in Taka	
		31.12.2016	31.12.2015
Claims under the policies less Reinsurance:			
Paid during the year		140,261,476	81,574,906
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	27	129,893,918	114,788,709
		270,155,394	196,363,615
Less: Outstanding claims at the end of the previous year		114,788,709	82,025,022
		155,366,685	114,338,593
Agency Commission	39	59,786,719	48,675,907
Expenses of Management	38	72,049,412	91,423,587
Reserve for un-expired risks of Premium Income for the year	22	139,041,662	108,132,357
Profit Transferred to Statement of Profit or Loss		49,079,184	26,114,920
Total		475,323,662	388,685,364
Balance of Account at the beginning of the year		108,132,357	99,821,335
Premium Less Reinsurance	41	346,287,285	270,149,763
Commission on Reinsurance ceded		20,904,020	18,714,266
Total		475,323,662	388,685,364

The accompanying notes from 1 to 50 & Annexure- A to D form an integral part of the financial statement.


Chief Executive Officer

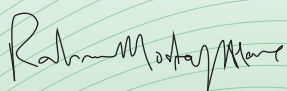

Director


Director


Chairman

Signed in terms of our separate report of even date.

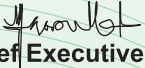
Dated : Dhaka
April 25, 2017


Rahman Mostafa Alam & Co
Chartered Accountants

**BANGLADESH NATIONAL INSURANCE COMPANY LIMITED****Fire Insurance Revenue Account**
For the Year ended December 31, 2016

Particulars	Notes	Amount in Taka	
		31.12.2016	31.12.2015
Claims under the policies less Reinsurance:			
Paid during the year		47,586,987	34,751,916
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	27	21,000,747	20,161,227
		68,587,734	54,913,143
Less: Outstanding claims at the end of the previous year		20,161,227	19,034,698
		48,426,507	35,878,445
Agency Commission	39	18,050,592	15,017,060
Expenses of Management	38	20,188,245	26,101,434
Reserve for un-expired risks being 40% of Premium Income for the year	22	32,706,849	23,973,689
Profit Transferred to Statement of Profit or Loss		(3,117,236)	(4,905,372)
Total		116,254,957	96,065,256
Balance of Account at the beginning of the year		23,973,689	27,108,715
Premium Less Reinsurance	41	81,767,123	59,934,223
Commission on Reinsurance ceded		10,514,145	9,022,318
Total		116,254,957	96,065,256

The accompanying notes from 1 to 50 & Annexure- A to D form an integral part of the financial statement.


Chief Executive Officer

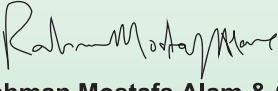

Director


Director


Chairman

Signed in terms of our separate report of even date.

Dated : Dhaka
April 25, 2017


Rahman Mostafa Alam & Co
Chartered Accountants

**BANGLADESH NATIONAL INSURANCE COMPANY LIMITED****Marine Cargo Insurance Revenue Account**

For the Year ended December 31, 2016

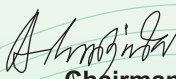
Particulars	Notes	Amount in Taka	
		31.12.2016	31.12.2015
Claims Under The Policies Less Reinsurance:			
Paid during the year		46,639,190	13,382,611
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	27	78,379,856	77,340,984
		125,019,046	90,723,595
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated		77,340,984	49,849,856
		47,678,062	40,873,739
Agency Commission	39	19,586,642	19,203,725
Expenses of Management	38	24,107,733	36,203,740
Reserve for un-expired risks being 40% of premium income for the year	22	48,620,778	46,420,879
Profit/(Loss) transferred to Statement of Profit or Loss		33,751,904	18,669,824
Total		173,745,119	161,371,907
Balance of Account at the beginning of the year		46,420,879	39,083,686
Premium Less Reinsurance	41	121,551,944	116,052,197
Commission on Reinsurance ceded		5,772,296	6,236,024
Total		173,745,119	161,371,907

The accompanying notes from 1 to 50 & Annexure- A to D form an integral part of the financial statement.


Chief Executive Officer

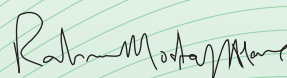

Director


Director


Chairman

Signed in terms of our separate report of even date.

Dated : Dhaka
April 25, 2017


Rahman Mostafa Alam & Co
Chartered Accountants

**BANGLADESH NATIONAL INSURANCE COMPANY LIMITED****Marine Hull Insurance Revenue Account**

For the Year ended December 31, 2016

Particulars	Notes	Amount in Taka	
		31.12.2016	31.12.2015
Claims under the policies less Reinsurance:			
Paid during the year		129	159,010
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	27	-	-
		129	159,010
Less: Outstanding claims at the end of the previous year		-	-
		129	159,010
Agency Commission	39	179,149	-
Expenses of Management	38	252,173	127,993
Reserve for un-expired risks being 100% of premium income for the year	22	877,913	120,753
Profit/(Loss) transferred to Statement of Profit or Loss		(230,522)	(181,275)
Total		1,078,842	226,481
Balance of Account at the beginning of the year		120,753	84,043
Premium Less Reinsurance	41	877,913	120,753
Commission on Reinsurance ceded		80,176	21,685
Total		1,078,842	226,481

The accompanying notes from 1 to 50 & Annexure- A to D form an integral part of the financial statement.


Chief Executive Officer


Director


Director


Chairman

Signed in terms of our separate report of even date.

Dated : Dhaka
April 25, 2017


Rahman Mostafa Alam & Co
Chartered Accountants

**BANGLADESH NATIONAL INSURANCE COMPANY LIMITED****Motor Insurance Revenue Account**
For the Year ended December 31, 2016

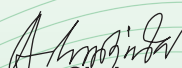
Particulars	Notes	Amount in Taka	
		31.12.2016	31.12.20115
Claims under the policies less Reinsurance:			
Paid during the year		35,273,174	27,992,727
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	27	24,277,000	11,600,183
		59,550,174	39,592,910
Less : Outstanding claims at the end of the previous year		11,600,183	7,454,153
		47,949,991	32,138,757
Agency Commission	39	15,099,212	10,799,462
Expenses of Management	38	16,794,718	18,696,124
Reserve for un-expired risks being 40% of premium income for the year	22	39,447,228	28,545,509
Profit/(Loss) transferred to Statement of Profit or Loss		8,922,894	7,089,409
Total		128,214,043	97,269,261
Balance of Account at the beginning of the year		28,545,509	25,231,193
Premium Less Reinsurance	41	98,618,070	71,363,772
Commission on Reinsurance ceded		1,050,464	674,296
Total		128,214,043	97,269,261

The accompanying notes from 1 to 50 & Annexure- A to D form an integral part of the financial statement.

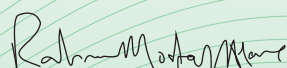

Chief Executive Officer


Director


Director


Chairman

Dated : Dhaka
April 25, 2017

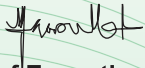

Rahman Mostafa Alam & Co
Chartered Accountants

**BANGLADESH NATIONAL INSURANCE COMPANY LIMITED****Miscellaneous Insurance Revenue Account**

For the Year ended December 31, 2016

Particulars	Notes	Amount in Taka	
		31.12.2016	31.12.20115
Claims under the policies less Reinsurance:			
Paid during the year		10,761,996	5,288,642
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	27	6,236,315	5,686,315
		16,998,311	10,974,957
Less: Outstanding claims at the end of the previous year		5,686,315	5,686,315
		11,311,996	5,288,642
Agency Commission	39	6,871,124	3,655,660
Expenses of Management	38	10,706,543	10,294,296
Reserve for un-expired risks being 40% of premium income for the year	22	17,388,894	9,071,527
Profit/(Loss) transferred to Statement of Profit or Loss		9,752,144	5,442,334
Total		56,030,701	33,752,459
Balance of Account at the beginning of the year		9,071,527	8,313,698
Premium Less Re-Insurance	41	43,472,235	22,678,818
Commission on Re-insurance ceded		3,486,939	2,759,943
Total		56,030,701	33,752,459

The accompanying notes from 1 to 50 & Annexure- A to D form an integral part of the financial statement.

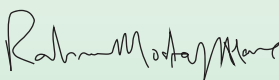

Chief Executive Officer


Director


Director


Chairman

Dated : Dhaka
April 25, 2017


Rahman Mostafa Alam & Co
Chartered Accountants

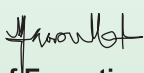
**BANGLADESH NATIONAL INSURANCE COMPANY LIMITED****Statement Of Changes in Equity**
For the Year ended December 31, 2016

(Amount in Taka)

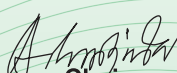
Particulars	Share Capital	Reserve for Exceptional Losses	Profit or Loss Appropriation Account	Total Shareholders Equity
As at January 01, 2016	265,500,000	159,778,372	42,088,498	467,366,870
Public Share	177,000,000			177,000,000
Net Profit before Tax	-	-	86,563,707	86,563,707
Deferred Tax Income			2,426,011	2,426,011
Provision for Income Tax	-	-	(18,601,404)	(18,601,404)
Reserve for Exceptional Losses	-	34,628,729	(34,628,729)	-
As at December 31, 2016	442,500,000	194,407,101	77,848,083	714,755,184

(Amount in Taka)

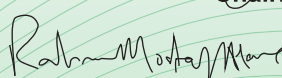
Particulars	Share Capital	Reserve for Exceptional Losses	Profit or Loss Appropriation Account	Total Shareholders Equity
As at January 01, 2015	265,500,000	132,763,396	19,561,894	417,825,290
Net Profit before Tax	-	-	74,345,384	74,345,384
Provision for Income Tax	-	-	(19,960,592)	(19,960,592)
Reserve for Exceptional Losses	-	27,014,976	(27,014,976)	-
Deferred Tax Expenses	-	-	(1,125,943)	(1,125,943)
Worker's Profit Participation Fund	-	-	(3,717,269)	(3,717,269)
As at December 31, 2015	265,500,000	159,778,372	42,088,498	467,366,870


Chief Executive Officer

Director

Director

Chairman

Dated : Dhaka
April 25, 2017

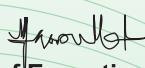

Rahman Mostafa Alam & Co
Chartered Accountants

**BANGLADESH NATIONAL INSURANCE COMPANY LIMITED****Statement Of Cash Flows**

For the Year ended December 31, 2016

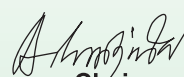
Particulars	Amount in Taka	
	31.12.2016	31.12.2015
Cash Flows from Operating Activities:		
Cash Receipts from Insurers and Others	422,315,873	345,101,490
Cash Paid for Claims and Management Expenses	(306,445,839)	(229,892,934)
Income Tax Paid & Deducted at Source	(21,385,824)	(17,041,351)
Net Cash Generated from Operating Activities	94,484,210	98,167,205
Cash Flows from Investing Activities		
Investment in Bonds / Shares	-	-
Acquisition of Property, Plant & Equipments etc.	(23,601,632)	(10,956,229)
Net Cash used in Investing Activities	(23,601,632)	(10,956,229)
Cash Flows from Financing Activities		
Proceeds from Issuing of Shares	177,000,000	-
Net Cash Generated/ (Used) in Financing Activities	177,000,000	-
Net Increase in Cash and Bank Balances	247,882,578	87,210,976
Cash and Cash Equivalent at the Beginning of the Year	609,900,199	522,689,223
Cash and Cash Equivalent at the End of the Year	857,782,777	609,900,199
Net Operating Cash Flow per Share (NOCFPS)	2.34	3.70

The accompanying notes from 1 to 50 & Annexure- A to D form an integral part of the financial statement.


Chief Executive Officer


Director


Director


Chairman

Dated : Dhaka
April 25, 2017


Rahman Mostafa Alam & Co
Chartered Accountants

**BANGLADESH NATIONAL INSURANCE COMPANY LIMITED****FORM "AA"**

Classified Summary Of Assets as at December 31, 2016

Class of Assets	Book Value		Remarks
	31.12.2016	31.12.2015	
Deposit against Bangladesh Govt. Treasury Bond	25,000,000	25,000,000	At Cost
Investment in Shares	35,616,496	30,662,659	Realisable Value
Cash on Fixed Deposit and STD Account with Bank	855,314,912	605,039,984	Book Value
Cash in Hand	2,096,497	4,618,277	Do
Stamp in Hand	371,368	241,938	Do
Interest Accrued but not due	26,152,887	29,120,679	Do
Amount due from other persons or bodies Carrying on Insurance business	1,200,851	1,931,708	Do
Sundry Debtors Including Advances, Deposits & Prepayments	86,726,425	57,435,761	Do
Fixed Assets (At Cost less Depreciation)	90,488,119	77,797,828	Written Down Value
Stock of Stationery	428,402	404,173	At Cost
Total	1,123,395,957	832,253,007	

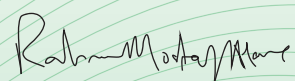

Chief Executive Officer


Director


Director


Chairman

Dated : Dhaka
 April 25, 2017


Rahman Mostafa Alam & Co
 Chartered Accountants

**BANGLADESH NATIONAL INSURANCE COMPANY LIMITED****Notes to the Financial Statements**

For the Year ended December 31, 2016

1.00 Corporate Information–Domicile, Legal Form and Country of Incorporation

The Company was incorporated in Bangladesh as a Public Company Limited by Shares on the 21 day of May, 1996 under the Companies Act, 1994 and its commencement of business was started from 21 day of May, 1996 and the registration from the Controller of Insurance was received to start general insurance business on 18th day of June, 1996 which has been renewed upto December 31, 2016

Address of Registered Office

The registered office of the Company is located at 68, Motijheel Commercial Area (Level-15), Dhaka-1000. The operation of the company are being carried out through its 31 nos. of branches located all over Bangladesh with Head office at Rashid Tower(3rd Floor), Plot #11, Road # 18, Gulshan #1, Dhaka-1212

Principal Activities and Nature of Operation

The main objective of the Company is to carry on all kinds of insurance, guarantee and indemnity business other than life insurance business.

2.00 Basis of Preparation

The following underlying assumptions, measurement base, laws, rules, regulations and accounting pronouncements have been considered in preparing and presenting the financial statements:

Going Concern

Accrual Basis

Historical Cost Convention

Generally Accepted Accounting Principles (GAAP) and practices in Bangladesh

The Companies Act, 1994

Insurance Act, 2010

Insurance Rules ,1958 followed for the purpose of prescribed format.

The Securities and Exchange Rules, 1987

The Accounting Standards adopted by the Institute of Chartered Accountants of Bangladesh (ICAB).

2.01 Premium Recognition

Premium is recognized when insurance policies are issued, but the premium of company's share of public sector insurance business (PSB) is accounted for in the year in which the statements are received from Sadharan Bima Corporation.

3.00 Compliance of Bangladesh Financial Reporting Standards (BFRSs)

The Financial Statements have been prepared in accordance with the Bangladesh Financial Reporting Standards (BFRSs), including Bangladesh Accounting Standards (BASs).

4.00 Risk and Uncertainty for use of Estimates and Judgments

In conformity with the Bangladesh Financial Reporting Standards (BFRSs) including the Bangladesh Accounting Standards (BASs) in preparation of financial statements the management is required to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses, and for contingent assets and liabilities that require disclosure during and at the date of financial statements.

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

5.00 Compliance of Bangladesh Accounting Standards (BASs)

Considering relevant significant accounting issues, in preparing and presenting these financial statements, the company implemented the following Bangladesh Accounting Standards BASs issued and revised by the ICAB in light of the International Accounting Standards Board (IASB) as per current practices prevailing in Bangladesh as on the balance sheet date:

SL.NO	Name of BAS	No. of BAS	Status
1	Presentation of Financial Statements	1	Complied
2	Statement of Cash Flows	7	Complied
3	Events after the Balance Sheet Date	10	Complied
4	Income Tax	12	Complied
5	Property, Plant and Equipment	16	Complied
6	Revenue	18	Complied
7	Related Party Disclosure	24	Complied
8	Financial Instruments Presentation	32	Complied
9	Earnings Per Share	33	Complied
10	Provision,Contingent Liabilities and Contingent Assets	37	Complied

6.00 Specific Accounting Policies Selected and Applied for Significant Transactions and Events

For significant transactions and events that have material effect, the Company's Director's selected and applied specific accounting policies within the framework of BAS 1 ["Preparation and Presentation of Financial Statements"], in preparation and presentation of financial statements have been consistently applied throughout the year and were also consistent with those used in earlier years.

For proper understanding of the financial statements, accounting policies set out below in one place as prescribed by the BAS 1 "Preparation and Presentation of Financial Statements".

(a) Revenue Recognition

Revenue represents invoiced value of policies. Revenue is recognized when policies are made.

Invoices were made after satisfying the following conditions as prescribed by BAS 18 "Revenue Recognition":

- the significant risks and rewards of ownership of the policies have been transferred to the policyholder;
- the amount of revenue was measured reliably;
- it was probable that the economic benefits relating to the transactions will flow to the Company;
- neither continuing managerial involvement nor effective control usually associated with ownership of the policy was retained by the Company; and
- cost relating to the transactions was measured reliably.

(b) Materiality and aggregation

Each material class of similar items is presented separately in the Financial Statements. Item of a dissimilar nature or function are presented separately unless are immaterial.

(c) Revenue Account

While preparing the Revenue Account, the effect of necessary adjustment has duly been given in to accounts in respect of re-insurance business ceded and accepted. Re-Insurance Premium ceded has been accounted for into accounts.

Surplus or deficit on revenue has been arrived at after providing for un-expired risks @ 40% on all business except Marine Hull Insurance for which 100% provision has been created for un-expired risks.

(d) Premium and Claim

The total amount of premium earned on various classes insurance business underwritten during the period has been duly accounted for in the books of account of the Company and while preparing the financial statements the effect of re-insurance ceded as well as the effect of total estimated liabilities in respect of outstanding claims at the end of the period whether due or intimated have also been reflected in order to arrive at the net underwriting profit for the period.

(e) Management Expenses

The management expenses charged to Revenue Account amounting to Tk 72,049,412 represent approximately 16.37% of Gross Premium of Tk 44,10,38,141 (including public sector business). The said management expenses have been apportioned 28.02% to fire, 33.81% to marine (cargo & hull), 23.31% to motor, 14.86% to miscellaneous business as per activity/Premium Income.

Property , Plant & Equipment

(f) Recognition & measurement

These are capitalized at the cost of acquisition and subsequently stated at cost less accumulated depreciation in compliance with the benchmark treatment of BAS 16 "Property, Plant and Equipment". The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use and other related incidental charges. Expenditure incurred after the assets have been put into operation, such as repairs & maintenance is normally charged off as revenue expenditure in the period in which it is incurred. In situation where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefit expected to be obtained from the use of the fixed assets, the expenditure is capitalized as an additional cost of the assets.

(g) Subsequent Cost

The cost of replacing a component of an item of property , plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits associated with the part will flow to the company and its cost can be measured reliably.

(h) Depreciation

In respect of all fixed assets, depreciation is provided to amortize the cost of the assets after commissioning, over their expected useful economic lives in accordance with the provision of BAS 16 "Property, Plant and Equipment"

Depreciation on Fixed Assets has been charged at a reducing balance method. 12 month's depreciation has been charged on the book value of Fixed Assets excluding Land at the rates varying from 5% to 30%. Depreciation is charged at the rate shown below:

Class of Assets	Rate of Depreciation
Office Equipment	20%
Books & Periodicals	20%
Car/Motor Vehicles	25%
Office Decoration	30%
Furniture & Fixture	10%
Telephone Installation	15%
Building	5%

Full month Depreciation is charged during the month of acquisition and no depreciation is charged during the month of disposal.

De-recognition

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

(i) 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.

(j) Investment in FDR and Shares

Investment is stated at its cost of acquisition and interest earned on statutory deposits lying with the Bangladesh Bank in the form Bangladesh Govt. Treasury Bond and the interest and profit earned on term deposit have been duly accounted for on accrual basis. The Statement of Comprehensive Income also reflects the income on account of interest on investment in FDR,Bond, Shares and Miscellaneous Income. The market value or cost price of investment in share whichever is lower have been taken as investment of share

(k) Sundry Debtors (Including Advance, Deposits and Pre-Payments)

These are carried at original invoice amounts, which represent net realizable value.

(l) Cash and Cash Equivalents

For the purpose of Statement of Financial Position and Statement of Cash Flows, cash in hand, fixed deposit with other banks, collection in hand, stamp in hand and bank balances represent Cash and Cash Equivalents considering the BAS 1 "Preparation and Presentation of Financial Statements" and BAS 7 "Statement of Cash Flows", which provide, that cash and cash equivalents are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value and are not restricted as to use.

(m) Other Current Assets

Other current assets have a value on realization in the ordinary course of the company's business which is at least equal to the amount at which they are stated in the Statement of Financial Position .

(n) Income Tax

Current Tax

Current Tax has been provided on the estimated taxable profit for the year under review at 40.00% tax rate being the tax rate applicable for Insurance Company. It also includes adjustments for earlier year's short/excess provision.

Deferred Tax

The company has adopted deferred Tax during the year under review in compliance with the provisions of Bangladesh Accounting Standards (BAS-12) 'Income Taxes ' the company's policy of recognition of deferred Tax assets/Liabilities is based on temporary differences (Taxable or Deductable) between the carrying amount (Book Value) of assets and liabilities for financial reporting purposes and its tax base, and accordingly,deferred tax income/expenses has been considered to determine net profit after tax and Earning Per Share (EPS).

Provision for Income Tax

Basis of Provision for Income Tax: Net Profit -Reserve for exceptional loss x tax rate.

(o) Dividend

No Dividend has been paid for the year 2015 by The Board of Directors.

(p) Cost of Post Employment Benefits

(i) Defined Contribution Plan

There is no defined contribution plan.

(ii) Defined Benefits Plan

There is no defined benefits plan.

(iii) Insurance Scheme

There is no Insurance scheme covering personal accident or death or partial or full disability.

(iv) Number of Employees

There were 419 Employees at the period ended for December 31, 2016 whose salary exceeds Tk. 6,000 per month.

Particulars	No. of Employees
Chief Executive Officer	1
Additional Managing Director	2
Deputy Managing Director	8
Assistant Managing Director	2
Senior General Manager	6
General Manager	15
Deputy General Manager	12
Sr. Assistant General Manager	1
Assistant General Manager	24
Officers	143
Other Employees	205
Total	419

(q) Other Corporate Debt, Accounts Payable, Trade and Other Liabilities

These liabilities are carried at the anticipated settlement amount in respect of policies and services received, whether or not billed by the policyholder and the supplier.

(r) Provisions

Provisions are liabilities of uncertain timings or amount. Provisions are recognized when the company has a present legal or constructive obligation as a result of past events. As per BAS 37 it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount of the obligation can be made.

(s) Earnings per Share (EPS)

The Company calculates earnings per share (EPS) in accordance with BAS 33 Earnings Per Share" which has been shown on the face of Statement of Profit or Loss Account. The disclosure has been made in the Note 42 in respect of numerator (net profit) and denominator (weighted average number of shares) used in the calculation of basic EPS with necessary computation and reconciliation.

Basic Earnings

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

Diluted Earnings per Share

No diluted Earnings Per Share (EPS) is required to be calculated for the year as there was no scope for dilution during the year under review.

(t) Reserve for Exceptional Losses

Provision for exceptional losses has been made during the year under audit.

(u) Share of Public Sector Business

Company's Share of Public Sector business is accounted for in the period in which the complete set of accounts from Sadharan Bima Corporation (SBC) is received. During the period the company has included 4 (Four) quarters of its share of the Public Sector business as confirmed by the Sadharan Bima Corporation (SBC) in the following manner:

Period	Particulars of Quarter	No.
1st July, 2015 to 30th Sept, 2015	3rd Quarter of 2015	1 (One)
1st Oct, 2015 to 31st December, 2015	4th Quarter of 2015	1 (One)
1st Jan, 2016 to 31st March , 2016	1st Quarter of 2016	1 (One)
1st April, 2016 to 30 th June , 2016	2nd Quarter of 2016	1 (One)
Total		4 (Four)

(v) Recognized Gains and Losses

No gain or loss was directly dealt with though the shareholders equity without being recognized in the Statement of Comprehensive Income.

Therefore, net profit after tax for the year is the total recognized gains.

(w) Historical Cost Income and Expenditure

As there was no extra ordinary item, there was no difference in profit from ordinary activities before taxation and the net profit before tax. Furthermore, as there was no revaluation of fixed assets in previous years and during the year under review, there was no factor like the differences between historical cost depreciation and depreciation on revalued amount, realization of revenue surplus on retirement or disposal of assets etc. Therefore, no separate note of historical cost profit and loss has been presented.

(x) Statement of Profit or Loss

The results for the year were not materially affected by the following:

- (a) transactions of a nature not usually undertaken by the company:
- (b) circumstances of an exceptional or non-recurring nature:
- (c) charges or credits relating to prior years:

7.00 Classified Summary of Assets

The valuation of all assets as at December 31, 2016 as shown in the Statement of Financial Position and in the classified summary of assets in Form AA annexed with the report has been reviewed and the said assets have been set-forth in the Statement of Financial Position at amount not exceeding their realizable or market value in aggregate.

8.00 Financial Instruments and Derivatives Primary Financial Instruments (Financial Assets and Liabilities)

The disclosure of primary financial instruments carried at the Statement of Financial Position date alongwith the recognition methods and risks involved are summarized in Note 44 in accordance with the provisions of BAS 32 Financial Instruments: "Disclosure and Presentation.

9.00 Derivative Financial Instruments

The Company is not a party to any derivative contract at the Statement of Financial Position date, such as forward exchange contract, currency swap agreement or interest rate option contract to hedge currency exposure related to import of raw materials and others or principal and interest obligations of foreign currency loans.

10.00 Information by Industry Segments and Geographical Areas Industry Segment Information

No mention is made because the company does not have any segment other than the general insurance business.

Geographic Segment Information

Not applicable as the company does not have any business unit outside Bangladesh.

11.00 Reporting Currency

The Financial Statements are presented in Bangladeshi Taka which is the Company's functional currency. No Foreign Currency Transactions was transacted during the year and thus the conversion of Foreign Currency into Bangladeshi Taka Currency is not required the year ended December 31,2016.

**12.00 Comparative Information and Re-Arrangement thereof**

Comparative information have been disclosed in respect for the year December 31, 2016 for all numerical information in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current year's financial statements.

Figures of the year 2015 have been rearranged whenever considered necessary to ensure comparability with the current year.

13.00 Transactions with Related Parties

During the year under review the Company carried out the transactions with the related parties in the normal course of business and on arm's length basis.

14.00 Events after Reporting Period

The Board of Directors in its meeting held on 25.04.2017 has approved the Financial Statement for the year ended December 31, 2016 and decided to recommend stock / Cash dividend for the period than ended. The Board of Directors recommended @ 10% Cash dividend to all the Shareholders only subject to necessary approval in the upcoming AGM.

15.00 Approval of the Financial Statements

The financial statements were approved by the Board of Directors on 25.04.2017

16.00 Reporting Period

The Financial Statements of the Company cover for the period from January 01, 2016 to 31 December 2016.

17.00 Statement of Cash Flows

Statement of Cash Flows is prepared principally in accordance with BAS 7 "[Statement of Cash Flows]" and the Cash Flow from the operating activities have been presented under direct method as required by the Securities and Exchange Rules 1987 and considering the provisions of Paragraph 19 of BAS 7 which provides that "Enterprises are Encouraged to Report Cash Flow from Operating Activities Using the Direct Method.

18.00 Components of the Financial Statements

According to the International Accounting Standards (BAS) 1 "Presentation and Preparation of Financial Statements", the complete set of Financial Statements includes the following components:

- (i) Statement of Financial Position as at December 31, 2016:
- (ii) Profit or Loss Appropriation Account for the year ended December 31, 2016:
- (iii) Statement of Profit or Loss for the year ended December 31, 2016:
- (iv) Statement Of Other Comprehensive Income for the year ended December 31, 2016:
- (v) Revenue Accounts (Fire, Marine Cargo, Marine Hull, Motor, Miscellaneous Insurance Revenue Account) for the year ended December 31, 2016:
- (vi) Statement of Changes in Equity for the year ended December 31, 2016:
- (vii) Statement of Cash Flows for the year ended December 31, 2016:
- (viii) Accounting Policies and Explanatory Notes:



19.00 SHARE CAPITAL

AUTHORIZED SHARE CAPITAL

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

20.00 ISSUED, SUBSCRIBED AND FULLY PAID UP CAPITAL

44,250,000 Ordinary Shares of Tk. 10/- each fully paid up in cash

As detailed below :

Sl. No.	Name of Directors /Shareholders	Status	Class of Share	No. of Shares Subscribed	No. of Shares Subscribed
1	Mr. Abdul Baset Majumder	Chairman	Ordinary	885,000	885,000
2	Mr. Mostafa Kamal	Vice Chairman	Ordinary	2,424,833	2,424,833
3	Mrs. Beauty Akter	Director	Ordinary	1,000,000	1,000,000
4	Mr. Abdur Rouf	Do	Ordinary	1,155,000	1,155,000
5	Mrs.Tahmina Binthe Mostofa	Do	Ordinary	3,308,334	3,308,334
6	Mrs.Tanjima Binthe Mostofa	Do	Ordinary	3,208,334	3,208,334
7	Mr.Tanveer Ahmed Mostofa	Do	Ordinary	4,175,167	4,175,167
8	Mr. Taif bin Yousuf	Do	Ordinary	895,833	895,833
9	Mr. Yousuf Ali	Do	Ordinary	895,833	895,833
10	Tasnim Binthe Mostafa	Do	Ordinary	1,000,000	1,000,000
11	Mr. Wasikur Rahman	Do	Ordinary	1,000,000	1,000,000
12	Mr. Muhammad Zakaria	Shareholder	Ordinary	1,200,000	1,200,000
13	Mr. M.F. Kamal	Do	Ordinary	1,200,000	1,200,000
14	Mr. Md. Abu Taher	Do	Ordinary	100,000	100,000
15	Mrs. Farida Akter	Do	Ordinary	1,075,000	1,075,000
16	Mr. Abdul Baten	Do	Ordinary	1,140,833	1,140,833
17	Mrs. Hasina Begum	Do	Ordinary	895,833	895,833
18	Mr. Nasir Uddin	Do	Ordinary	890,000	890,000
19	Mr. Belayet Hossain	Do	Ordinary	100,000	100,000
20	Public Share			17,700,000	-
Total				44,250,000	26,550,000

21.00 RESERVE OR CONTINGENCY ACCOUNT

This is made up as follows:

Reserve for Exceptional Losses (21.01)

Profit & Loss Appropriation Account (21.02)

21.01 RESERVE FOR EXCEPTIONAL LOSSES

This is made up as follows:

Opening Balance

Add: During the year

Total

AMOUNT (TK.)	
31.12.2016	31.12.2015
1,000,000,000	1,000,000,000
442,500,000	265,500,000

194,407,101	159,778,372
77,848,083	42,088,498
272,255,184	201,866,870
159,778,372	132,763,396
34,628,729	27,014,976
194,407,101	159,778,372

AMOUNT (TK.)	
31.12.2016	31.12.2015

This represents profit set-aside up to the year under review as expenses to meet exceptional losses. This reserve has been created as per requirement of paragraph 6(2) of 4th Schedule of the Income Tax Ordinance, 1984.

The company has made the reserve for exceptional losses amounting to Tk 346,287,285 @10% of net premium income earned during the year as detailed below:

Fire Insurance	81,767,123	59,934,223
Marine Cargo Insurance Business	121,551,944	116,052,197
Marine Hull Insurance Business	877,913	120,753
Motor Insurance	98,618,070	71,363,772
Miscellaneous Insurance Business	43,472,235	22,678,818
Total	346,287,285	270,149,763

21.02 PROFIT OR LOSS APPROPRIATION ACCOUNT

This is made up as follows:

Opening Balance	42,088,498	19,561,894
Add: Profit for the year	86,563,707	74,345,384
Add : Deferred Tax Income	2,426,011	-
	131,078,216	93,907,278
Less: Reserve & Provisions:	53,230,133	51,818,780
Reserve for Exceptional Losses	34,628,729	27,014,976
Provision for Income Tax	18,601,404	19,960,592
Deferred Tax Expenses (Note: 26.00)	-	1,125,943
Worker's Profit Participation Fund	-	3,717,269
	77,848,083	42,088,498

22.00 BALANCE OF FUNDS AND ACCOUNTS

This represents Reserve for un-expired risks provided against the Net Premium Income including Public Sector Business of the year at the rate of 40% on different classes of business except Marine Hull Insurance for which 100% as shown below:

CLASSES OF BUSINESS	Percentage		
Fire	40%	32,706,849	23,973,689
Marine Cargo	40%	48,620,778	46,420,879
Marine Hull	100%	877,913	120,753
Motor	40%	39,447,228	28,545,509
Miscellaneous	40%	17,388,894	9,071,527
Total		139,041,662	108,132,357

23.00 PREMIUM DEPOSITS ACCOUNT

Class of Business :

Marine Cargo	7,362,702	27,664,912
	7,362,702	27,664,912

Balance on this account represents net premium received against cover notes for which no policy has been issued within 31 December 31, 2016.

24.00 SUNDRY CREDITORS INCLUDING PROVISION FOR EXPENSES AND TAXES

The balance is made as under:

Liability for Agency Commission	1,898,217	2,424,852
Income Tax Deducted on Salary	304,800	106,150
Provision for Audit Fees	262,500	262,500
Provision for Income Tax (Company)	82,172,922	63,571,518
Provision for VAT/ VAT Payable	2,284,986	2,227,150
Liability for Insurance Stamp	1,485,609	1,421,877
Provision for Bills Payable	3,494,114	2,889,574
Worker's Profit Participation Fund (24.01)	4,080,493	3,717,269
	95,983,641	76,620,890

AMOUNT (TK.)	
31.12.2016	31.12.2015

24.01 Worker's Profit Participation Fund

This is made up as follows

Opening Worker's Profit Participation Fund

Add: During the year worker's profit participation fund

Less: Paid

3,717,269	3,717,269.00
4,080,493	-
7,797,762	-
3,717,269	-
4,080,493	3,717,269.00

25.00 AMOUNT DUE TO OTHER PERSONS OR BODIES

CARRYING ON INSURANCE BUSINESS

This represents balance of account with various Private/Public Sector Insurance Companies in respect of co-insurance/ re-insurance transactions and amount payable to co-insurer/re-insurer. The break up of the above amount is noted below:

NAME OF THE PERSON OR BODIES

A. Co-Insurance Premium Payable:

Phoenix Insurance Co. Ltd.

Provati Insurance Co. Ltd.

Eastern Insurance Co. Ltd.

Bangladesh General Insurance Co. Ltd.

Mercantile Insurance Co. Ltd.

Global Insurance Co. Ltd.

Janata Insurance Co. Ltd.

Sub Total

B. Re-Insurance Creditors (SBC)

Sub Total

Total (A+B)

16,022	16,022
84,735	84,735
97,649	97,649
47,040	47,040
24,555	24,555
101,600	101,600
16,926	16,926
388,527	388,527
30,810,308	29,704,716
30,810,308	29,704,716
31,198,835	30,093,243

26.00 DEFERRED TAX LIABILITY

a) Deferrd Tax Liability are arrived at as follows :

Book value of Depreciable Fixed Assets

Less: Tax Base Value

Taxable Temporary Difference

Book value of Gratuity Payable

Less: Tax Base Value

Deductable Temporary Difference

Net Taxable Temporary Difference

Applicable Tax Rate

Deferred Tax (Assets) / Liabilites

b) Deferred Tax Expenses/ (Income)

Opening Deferred Tax Liabilites

Closing Deferred Tax Liabilites

Deferred Tax Income/(Expenses)

90,488,119	77,797,828
77,588,083	59,948,356
12,900,036	17,849,472
-	-
-	-
-	-
12,900,036	17,849,472
40.00%	42.50%
5,160,015	7,586,026
7,586,026	6,460,083
5,160,015	7,586,026
2,426,011	(1,125,943)

AMOUNT (TK.)	
31.12.2016	31.12.2015

27.00 ESTIMATED LIABILITIES IN RESPECT OF OUTSTANDING CLAIMS WHETHER DUE OR INTIMATED

The break up of the above amount is noted below:

CLASSES OF BUSINESS	PRIVATE SECTOR	PUBLIC SECTOR	TOTAL 31.12.2016	TOTAL 31.12.2015
Fire	21,000,747	-	21,000,747	20,161,227
Marine Cargo	78,379,856	-	78,379,856	77,340,984
Motor	24,277,000	-	24,277,000	11,600,183
Miscellaneous	6,236,315	-	6,236,315	5,686,315
Total	129,893,918	-	129,893,918	114,788,709

B. PROPERTY AND ASSETS

28.00 INVESTMENTS AT COST

The above amount represents the value of 10 (Ten) years Bangladesh Govt. Treasury Bond at cost kept with NCC Bank according to the provision of Section 23 (B) of Insurance Act, 2010 (The 1st Schedule item 2 (B)) as detailed below:

1 No. 10 (Ten) years Bangladesh Govt. Treasury Bond at Face Value of Tk. 90,00,000 each vide instrument ID BD0922301108 Date 15-02-2012 & instrument ID BD0923341103 Date 13-03-2013 BP ID BDNICCNCC BP Tk. 1,60,00,000.00 respectively.

25,000,000	25,000,000
35,616,496	30,662,659

29.00 INVESTMENT IN SHARES:

The market price of investment in shares as per requirement of BAS-39 has been shown as under:

Name of the Company	31.12.2016				Market Value as on 31.12.2016	Market Value as on 31.12.2015
	No. of Shares	Face Value per share	Acquisition Cost	Market		
A. Listed Securities at cost:						
ICB Islami Bank Ltd.	147000	10	1,470,000	4.90	720,300	617,400
BD Finance Inv	67158	10	6,010,018	19.70	1,197,093	794,466
Jamuna Bank Ltd	57903	10	1,746,216	19.20	1,111,737	700,626
Lankabangla Finance	52085	10	6,420,280	59.90	3,119,892	1,245,530
One Bank Ltd	32259	10	1,178,760	22.70	732,279	424,390
Prime Bank Ltd	35640	10	1,986,930	18.80	670,032	620,136
SIBL	123585	10	3,266,175	23.40	2,891,889	1,730,190
Southeast Bank Ltd	92610	10	4,474,386	21.10	1,954,071	1,574,370
Trust Bank Ltd	45663	10	1,757,527	26.70	1,219,203	955,551
Right Share			-	-	-	-
Balance with Stock Broker			(2,782)		-	-
Sub total			28,307,510		13,616,496	8,662,659
B. Unlisted Securities at cost:						
Energyprima Ltd	200000	110	22,000,000		22,000,000	22,000,000
Total (A+B)			50,307,510		35,616,496	30,662,659

30.00 OUTSTANDING PREMIUM

-	-
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31.00 INTEREST ACCRUED BUT NOT DUE (On FDR & Bangladesh Govt. Treasury Bond)

This is made up as follows:

Interest on FDR

Interest on BGTB

Total

25,169,817	28,137,609
983,070	983,070
26,152,887	29,120,679



32.00 AMOUNT DUE FROM OTHER PERSONS OR BODIES CARRYING ON INSURANCE BUSINESS

The above amount represents the total receivable from various persons or bodies carrying on insurance business as co-insurance as on December 31, 2016. The details of which are given below:

NAME OF THE PERSON OR BODIES

	AMOUNT (TK.)	
	31.12.2016	31.12.2015
Green Delta Insurance Co. Ltd.	211,917	211,917
Rupali Insurance Co. Ltd.	20,151	20,151
Karnaphuli Insurance Co. Ltd.	95,642	95,642
Continental Insurance Co. Ltd.	207,937	207,937
Reliance Insurance Co. Ltd.	64,392	64,392
Federal Insurance Co. Ltd.	21,046	21,046
Central Insurance Co. Ltd.	807,750	807,750
Prime Insurance Co. Ltd.	19,927	19,927
Eastland Insurance Co. Ltd.	133,512	133,512
United Insurance Co. Ltd.	8,125	8,125
Takaful Insurance Co. Ltd.	844	844
Agrani Insurance Co. Ltd.	59,044	59,044
United Insurance Co. Ltd.	2,815	2,815
Standard Insurance Ltd.	137,500	137,500
Northern General Insurance Co. Ltd.	141,106	141,106
Total	1,931,708	1,931,708
Less: Provision For Co-Insurance	730,857	-
Grand Total	1,200,851	1,931,708

33.00 SUNDRY DEBTORS (INCLUDING ADVANCES DEPOSITS & PREPAYMENTS)

The break up of the above is as under:

Security Deposits Against Telephone	58,000	58,000
Advance against Office Rent	7,794,792	3,543,584
Advance Income Tax (Company)	74,594,769	53,678,945
Income Tax Paid Against Protest	470,000	-
Advance against Salary	8,678	51,299
Deposit Clearing	3,800,186	103,933
Total	86,726,425	57,435,761

34.00 CASH AND BANK BALANCES

The above amount is made up as follows:

Fixed Deposit Receipts (Annexure-A)	796,301,052	556,974,992
Short Term Deposit Account (Annexure-B)	59,013,860	48,064,992
Cash in Hand (Annexure-C)	2,096,497	4,618,277
Stamps in Hand	371,368	241,938
Total	857,782,777	609,900,199

34.01 Fixed Deposit Receipts (FDR) :

- 1) FDR issued by different Bank in favour of the Company.

34.02 Short Term Deposit Account & Cash in Hand

- a) STD Balances are in agreement with Bank balance of respective account, where necessary reconciliation was done.
- b) Cash Balances have been certified by the local management.



35.00 Property, Plan & Equipment (Annexure - D)

This is arrived at as under:

Cost as on January 01,2016

Add: Addition during the year

Less: Adjustment

Less: Depreciation:

Dep. as on January 01,2016

Depreciation charged during the year

Balance as on December 31, 2016

36.00 Stock of Stationery

This is made up as follows:

Balance as on 01-01-2016

Add : Purchase during the year

Less : Consumed during the year

Balance as on 31-12-2016

37.00 INTEREST ON FDR, STD AND BGTB

This is made up as follows:

Interest on STD Account

Interest on FDR

Interest on BGTB

Total

38.00 ALLOCATION OF MANAGEMENT EXPENSES (APPLICABLE TO FUND)

NAME OF BUSINESS	APPORTIONED EXPENSES	DIRECT CHARGE	AMOUNT (TK.) 31.12.2016	AMOUNT (TK.) 31.12.2015
Fire	20,188,245	-	20,188,245	26,101,434
Marine Cargo	24,107,733	-	24,107,733	36,203,740
Marine Hull	252,173	-	252,173	127,993
Motor	16,794,718	-	16,794,718	18,696,124
Miscellaneous	10,706,543	-	10,706,543	10,294,296
Total	72,049,412	-	72,049,412	91,423,587

39.00 AGENCY COMMISSION

Class wise Agency Commission are as follows:

CLASS OF BUSINESS	DIRECT	GOVT.	AMOUNT (TK.) 31.12.2016	AMOUNT (TK.) 31.12.2015
Fire	18,050,592	-	18,050,592	15,017,060
Marine Cargo	19,586,642	-	19,586,642	19,203,725
Marine Hull	179,149	-	179,149	-
Motor	15,099,212	-	15,099,212	10,799,462
Miscellaneous	6,871,124	-	6,871,124	3,655,660
Total	59,786,719	-	59,786,719	48,675,907

AMOUNT (TK.)	
31.12.2016	31.12.2015

40.00 GROSS PREMIUM INCOME

Class wise Private & Govt. Gross Premium Income are as follows:

CLASS OF BUSINESS	DIRECT	GOVT.	AMOUNT (TK.) 31.12.2016	AMOUNT (TK.) 31.12.2015
Fire	120,337,279	3,227,271	123,564,550	103,467,419
Marine CarGo	130,577,612	16,978,825	147,556,437	143,493,392
Marine Hull	1,194,325	361,151	1,555,476	547,995
Motor	100,661,413	2,158,473	102,819,886	74,093,077
Miscellaneous	45,807,495	19,734,297	65,541,792	40,788,290
Total	398,578,124	42,460,017	441,038,141	362,390,173

41.00 NET PREMIUM INCOME

						AMOUNT (TK.) 31.12.2016
Premium Income	Fire	Marine	Marine (H)	Motor	Miscellaneous	Amount
PSB	3,227,271	16,978,825	361,151	2,158,473	19,734,297	42,460,017
Private Business:Less Refund	120,337,279	130,577,612	1,194,325	100,661,413	45,807,495	398,578,124
	123,564,550	147,556,437	1,555,476	102,819,886	65,541,792	441,038,141
R/I Premium Accepted	-	-	-	-	-	-
	123,564,550	147,556,437	1,555,476	102,819,886	65,541,792	441,038,141
R/I Premium Ceded	41,797,427	26,004,493	677,563	4,201,816	22,069,557	94,750,856
Premium Less Reinsurance	81,767,123	121,551,944	877,913	98,618,070	43,472,235	346,287,285

NET PREMIUM INCOME

						AMOUNT (TK.) 31.12.2015
Premium Income	Fire	Marine	Marine (H)	Motor	Miscellaneous	Amount
PSB	3,353,689	15,468,558	547,995	2,096,666	16,417,222	37,884,130
Private Business:Less Refund	100,113,730	128,024,834	-	71,996,411	24,371,068	324,506,043
	103,467,419	143,493,392	547,995	74,093,077	40,788,290	362,390,173
R/I Premium Accepted	-	-	-	-	-	-
	103,467,419	143,493,392	547,995	74,093,077	40,788,290	362,390,173
R/I Premium Ceded	43,533,196	27,441,195	427,242	2,729,305	18,109,472	92,240,410
Premium Less Reinsurance	59,934,223	116,052,197	120,753	71,363,772	22,678,818	270,149,763

42.00 EARNINGS PER SHARE (EPS) AS PER BAS 33

Basic Earnings Per Share (EPS)

$$\text{Basic EPS} = \frac{\text{Net profit after tax}}{\text{No. of Shares during the year}}$$

EPS (2015 Restated)

Computation of Earnings Attributable to Ordinary Shareholders:

Net Profit before Tax

Add : Deferred Tax Income

Less: Provision for Income Tax

Less: Deferred Tax Expenses/Income

Less: Worker's Profit Participation Fund

Profit After Tax

	1.62	1.87
Net Profit before Tax	81,609,871	74,345,384
Add : Deferred Tax Income	2,426,011	
Less: Provision for Income Tax	18,601,404	19,960,592
Less: Deferred Tax Expenses/Income	-	1,125,943
Less: Worker's Profit Participation Fund	-	3,717,269
Profit After Tax	65,434,478	49,541,580



AMOUNT (TK.)	
31.12.2016	31.12.2015

Computation of weighted average number of Shares Outstanding.

Particulars	No. of shares	Outstanding Period	Daily Product for the period	Weighted Average No. of Shares for the period-2016
Opening Balance	26,550,000	January to December	-	26,550,000
Issued for the Period	17,700,000	March to December	286 days	13,869,041
Total	44,250,000			40,419,041
Total	44,250,000			40,419,041

Computation of weighted average number of Shares Outstanding.

Particulars	No. of shares	Outstanding Period	Daily Product for the period	Weighted Average No. of Shares for the Year-2015
Issued for the Year	26,550,000	January to December	365 days	26,550,000
Total	26,550,000			26,550,000

NB: WPPF was shown last year under PL App in Advertently. This year the error was corrected as a result EPS reduced to Tk 1.87 from Published EPS of Tk 2.01.

43.00 CALCULATION OF PROVISION FOR INCOME TAX

This is made up as follows:

Profit before Tax

Less: Reserve for Exceptional Losses

Less: Dividend Income

Tax on Profit

Tax on Dividend Income

Provision for Income Tax

81,609,871	74,345,384
34,628,729	27,014,976
955,267	688,136
35,583,996	27,703,112
4,60,25,875	4,66,42,272
18,410,350	19,822,965
191,054	137,627
18,601,404	19,960,592

44.00 INTRINSIC VALUE OR NET ASSETS VALUE

A. ASSETS:

Investment at cost

Investment in Shares

Outstanding Premium

Interest Accrued but not due

Amount due from other persons or bodies carrying on Insurance Business

Sundry Debtors (Including Advances, Deposits & Prepayments)

Cash and Bank Balances (including stock of stamp)

Fixed Assets and Stock of Stationary

Sub Total

B. LIABILITIES:

Balance of Funds and Accounts

Estimated Liabilities in respect of outstanding claims whether due or intimated

Amount due to other persons or bodies carrying on Insurance Business

Sundry Creditors (Including provision for expenses, Taxes)

Premium Deposit Account

Deferred Tax Liability

Sub Total

Total Net Assets (A-B)

No. of Shares

Intrinsic Value/ Net Assets Value per Share (NAV)

25,000,000	25,000,000
35,616,496	30,662,659
-	
26,152,887	29,120,679
1,200,851	1,931,708
86,726,425	57,435,761
857,782,777	609,900,199
90,916,521	78,202,001
1,123,395,957	832,253,007
139,041,662	108,132,357
129,893,918	114,788,709
31,198,835	30,093,243
95,983,641	76,620,890
7,362,702	27,664,912
5,160,015	7,586,026
408,640,773	364,886,137
714,755,184	467,366,870
44,250,000	26,550,000
16.15	17.60

AMOUNT (TK.)	
31.12.2016	31.12.2015

45.00 FINANCIAL INSTRUMENTS AND RELATED DISCLOSURE UNDER BAS 32 "FINANCIAL INSTRUMENTS: DISCLOSURE AND PRESENTATION".

Setout below is a year-ended balance of carrying amounts (book value) of all financial assets and liabilities (Financial Instruments):

Particulars	Interest Bearing		Non Interest Bearing	Total
	Maturity within one year	Maturity after one year		
Financial Assets				
Bangladesh Govt. Treasury Bond	-	25,000,000	-	25,000,000
Investment in FDR	796,301,052	-	-	796,301,052
Interest accrued but not due	26,152,887	-	-	26,152,887
Sundry Debtors	-	-	86,726,425	86,726,425
Investment in Shares	-	-	35,616,496	35,616,496
Outstanding Premium	-	-	-	-
Stamp in Hand	-	-	371,368	371,368
Cash at Bank	59,013,860	-	-	59,013,860
Cash and Cash Equivalents	-	-	2,096,497	2,096,497
Total	881,467,799	25,000,000	124,810,786	1,031,278,585
Financial Liabilities				
Outstanding Claims	-	-	129,893,918	129,893,918
Sundry Creditors	-	-	95,983,641	95,983,641
Deferred Tax Liability	-	-	5,160,015	5,160,015
Total	-	-	231,037,574	231,037,574
Net Fin. Assets/Liabilities	881,467,799	25,000,000	(106,226,788)	800,241,011

AMOUNT (TK.)	
31.12.2016	31.12.2015

46.00 RELATED PARTY TRANSACTIONS-DISCLOSURE UNDER BAS 24 "RELATED PARTY DISCLOSURE"

During the year under review the Company carried out the transactions with the related parties in the normal course of business and on arm's length basis.

S.I No	Name of Party	Name of Relationship	Nature of Transaction	Transaction Amount (Tk)
1	Unique Cement Industries Ltd	Common Directors	Insurance Premium	1,397,250
2	Tanveer Oils Ltd	Do	Do	535,500
3	United Sugar Mills Ltd	Do	Do	359,860
4	Meghna Pulp & Paper Mills Ltd	Do	Do	481,900
5	United Mineral Water & Pet Industries Ltd	Do	Do	160,300
6	Tanveer Food Ltd	Do	Do	456,615
7	Unique Power Plant Ltd	Do	Do	323,400
8	Global Ad Star Bag Industries Ltd	Do	Do	225,500
9	United Edible Oils Ltd	Do	Do	564,950
10	Tasnim Chemical Complex Ltd	Do	Do	1,145,000
11	Tasnim Condensed Milk Ltd	Do	Do	220,900
12	Meghna Ship Builders & Dockyard Ltd	Do	Do	639,450
13	Sonargaon Flour & Dal Mills Ltd	Do	Do	1,415,500
14	Sonargaon Salt Industries Ltd	Do	Do	196,300
15	Meghna Beverage Ltd	Do	Do	200,700
16	Tanveer Paper Mills Ltd	Do	Do	212,500

47.00 PAYMENT / PERQUISITES TO DIRECTORS

No amount of money was spent by the Company for compensating any member of the Board for services rendered other than Board Meeting Fee.

48.00 CONTINGENT LIABILITIES

The Company is contingently liable as on 31 Dec, 2016 on account of Income Tax, the details of which are given below:

Accounting Year	Assessment Year	Assessed		Assessed Tax	Provision for Tax as per Audited Accounts	Contingent liabilities against Tax	Remarks
		Income					
		(Loss)					
1	2	3	4	5	6 = (4-5)	7	
2005	2006-07	24,292,895	12,414,024	419,444	11,994,580	Reference Case filed by the Company against imposition of Tax beyond audited income and same was accepted by the Honourable High Court Division but appeal before Appellate Division filed by Commissioner of taxes and is still pending for decision.	
2006	2007-08	27,639,677	13,932,880	1,154,718	12,778,162		
2007	2008-09	12,960,023	6,099,140	2,458,024	3,641,116		
2008	2009-10	8,132,921	3,549,234	2,036,503	1,512,731		
2009	2010-11	25,493,529	11,789,626	7,504,226	4,285,400	Reference Case filed before The Honourable High Court Division	
2010	2011-12	13,277,365	6,217,834	3,149,286	3,068,548		
Sub Total		111,796,410	54,002,738	16,722,201	37,280,537		
2011	2012-13	12,640,492	5,931,609	1,232,158	4,699,451	Appellate Tribunal under process	
2012	2013-14	20,482,624	9,330,457	4,556,637	4,773,820	Appellate Tribunal under process	
2013	2014-15	-	-	6,774,334		Assessment pending before DCT	
2014	2015-16	-	-	14,325,596		Assessment pending before DCT	
2015	2016-17	-	-	19,960,592		Assessment pending before DCT	
2016	2017-18	-	-	18,601,404		Assessment pending	
Grand Total		144,919,526	69,264,804	82,172,922	46,753,808		

49.00 CREDIT FACILITY NOT AVAILABLE

There was no credit facility available to the Company under any contract and also not availed as of 31 Dec, 2016 other than trade credit available in the ordinary course of business.

50.00 SUBSEQUENT EVENTS-DISCLOSURES UNDER BAS 10 "EVENTS AFTER THE BALANCE SHEET DATE"

There was no non-adjusting post balance sheet event of such importance, non-disclosure of which would affect the ability of the users of the financial statements to make proper evaluations and decisions.

BANGLADESH NATIONAL INSURANCE CO. LTD.

Annexure-A

Schedule of Fixed Deposit Receipts (FDR)

For the year ended December 31, 2016

The details bank wise balance of fixed deposit receipts account (FDR) as on 31-12-2016 as per books of accounts are as under:

SL. No.	Name of Bank	Amount (Tk.) 31-12-2016	Amount (Tk.) 31-12-2015
1	A.B. Bank Ltd.	43,296,436.00	12,531,393.00
2	Agrani Bank	2,327,833.00	2,327,833.00
3	Al-Arafa Bank Ltd.	132,611,961.00	11,972,012.00
4	Bangladesh Commerce Bank Ltd.	5,907,464.00	5,444,763.00
5	Bank Asia Ltd.	5,972,771.00	5,544,988.00
6	BASIC Bank Ltd.	2,236,795.00	2,034,755.00
7	Dhaka Bank Ltd.	20,379,588.00	19,412,493.00
8	Dutch Bangla Bank Ltd.	18,366,905.00	17,278,367.00
9	Eastern Bank Ltd.	1,772,163.00	1,542,937.00
10	EXIM Bank Ltd.	24,390,065.00	18,035,343.00
11	First Security Islami Bank Ltd	10,000,000.00	-
12	gsp finance company (BD) Ltd.	3,059,529.00	2,500,000.00
13	ICB Islami Bank Ltd.	-	2,630,670.00
14	IDLC Finance Limited	10,427,500.00	5,000,000.00
15	IFIC Bank Ltd.	13,956,000.00	7,482,391.00
16	Islami Bank B/D Ltd.	19,588,001.00	17,702,633.00
17	Jamuna Bank	14,845,915.00	13,970,163.00
18	Janata Bank	7,959,149.00	7,561,700.00
19	Lanka Bangla Finance Ltd	5,265,000.00	3,000,000.00
20	Mercantile Bank Ltd.	3,767,537.00	2,133,555.00
21	Megna Bank Ltd	500,000.00	-
22	Midland Bank Ltd.	3,351,251.00	2,181,250.00
23	Modhumoti Bank Ltd.	25,305,270.00	171,963,389.00
24	Mutual Trust Bank	15,932,986.00	13,504,476.00
25	National Bank Ltd.	37,777,206.00	35,130,998.00
26	NCC Bank Ltd.	6,440,007.00	6,036,353.00
27	NRB Commercial Bank Ltd.	2,697,527.00	1,101,800.00
28	One Bank Ltd	4,537,750.00	500,000.00
29	Prime Bank Ltd.	4,082,961.00	1,488,502.00
30	Pubali Bank Ltd.	6,067,541.00	5,491,100.00
31	Premier Bank Ltd	161,132,574.00	1,066,246.00
32	Rajshahi Krishi Unnayan Bank	1,860,854.00	1,647,254.00
33	Rupali Bank Ltd.	1,128,298.00	1,045,029.00
34	SBAC Bank Ltd	2,114,500.00	2,000,000.00
35	Shajalal Islami Bank Ltd.	1,642,972.00	8,992,166.00
36	Social Islami Bank Ltd.	63,792,271.00	22,048,843.00
37	Southeast Bank Ltd.	11,074,102.00	9,549,079.00
38	South Bangla Agriculture Bank Ltd	21,000,000.00	-
39	Standard Bank Ltd	6,687,782.00	2,787,898.00
40	The City Bank Ltd.	2,254,123.00	2,093,937.00
41	The Farmers Bank Ltd.	4,487,978.00	49,555,875.00
42	UCBL	26,541,912.00	23,992,107.00
43	Union Bank Ltd	36,713,200.00	33,730,000.00
44	Uttara bank Ltd	3,047,375.00	2,962,694.00
		796,301,052.00	556,974,992.00

BANGLADESH NATIONAL INSURANCE CO. LTD.

Annexure-B

Schedule of Short term Deposit (STD)

For the year ended December 31, 2016

The details bank wise balance of short term deposit receipts account (STD) as on 31-12-2016 as per books of accounts are as under:

SL. No.	Name of Bank	Amount (Tk.) 31-12-2016	Amount (Tk.) 31-12-2015
1	A B Bank Ltd.	1,419,383.00	1,248,429.00
2	Agrani Bank	225,074.00	180,424.00
3	Al-Arafa Islami Bank Ltd.	2,031,423.00	1,830,879.00
4	Bangladesh Commerce Bank Ltd.	84,811.00	82,834.00
5	Bangladesh Krishi Bank	9,281.00	9,282.00
6	Bank Asia Ltd.	6,335.00	6,335.00
7	BASIC Bank Ltd.	2,371,229.00	2,905,726.00
8	Dhaka Bank Ltd.	311,147.00	114,525.00
9	Dutch Bangla Bank, Ltd.	777,416.00	762,832.00
10	Eastern Bank Ltd.	566,649.00	16,539.00
11	Exim Bank Ltd	1,172,183.00	1,443,991.00
12	First Security Islami Bank Ltd	1,444,583.00	-
13	ICB Islami Bank Ltd.	662,783.00	670,401.00
14	IFIC Bank Ltd.	6,339,605.00	4,243,745.00
15	Islami Bank Bangladesh Ltd.	4,094,725.00	3,003,079.00
16	Jamuna Bank	1,782,161.00	1,933,302.00
17	Janata Bank.	255,978.00	1,359,761.00
18	Midland Bank Ltd	145,044.00	-
19	Modhumoti Bank Ltd	3,325,373.00	282,799.00
20	Mutual Trust Bank Ltd.	6,024,399.00	3,685,671.00
21	National Bank Ltd.	1,652,182.00	831,882.00
22	NCC Bank Ltd.	5,317,254.00	6,204,047.00
23	NRB Bank Ltd	80,884.00	80,766.00
24	One Bank Ltd.	796,468.00	516,343.00
25	Premier Bank Ltd	2,279,376.00	2,082,160.00
26	Prime Bank Ltd.	3,650,591.00	1,547,111.00
27	Pubali Bank Ltd.	1,659,547.00	2,316,564.00
28	Rupali Bank Ltd.	894,733.00	198,904.00
29	Shahjalal Islami Bank Ltd.	6,461,618.00	6,923,960.00
30	Social Islami Bank Ltd.	1,959,866.00	1,805,609.00
31	Sonali Bank	232,881.00	553,695.00
32	Southeast Bank Ltd.	25,278.00	26,209.00
33	The Farmers Bank Ltd	620,325.00	862,584.00
34	United Commercial Bank Ltd.	140,595.00	141,924.00
35	Uttara Bank Ltd.	192,680.00	192,680.00
		59,013,860.00	48,064,992.00

**BANGLADESH NATIONAL INSURANCE CO. LTD.****Annexure-C****Schedule of Cash in Hand**

For the year ended December 31, 2016

The details Branch Wise Cash In Hand as on 31-12-2016 are as under:

SL. No.	Branch Name	Amount (Tk.) 31-12-2016	Amount (Tk.) 31-12-2015
1	Agrabad Branch	50,963.00	137,775.00
2	B.B.Avenue Branch	150,000.00	161,118.00
3	Bangshal Branch	66,713.00	61,783.00
4	Bagerhat Branch	30,000.00	30,000.00
5	Bogra Branch	2,772.00	-
6	Chowmuhan Branch	30,047.00	30,000.00
7	Dilkusha Branch	6,716.00	5,013.00
8	DIT Branch	9,314.00	-
9	Faridpur Branch	44,768.00	47,317.00
10	Gulshan Branch	130,779.00	185,634.00
11	Head office	212,367.00	118,874.00
12	Jamalpur Branch	44,129.00	38,783.00
13	Jatrabari Branch	200,570.00	200,023.00
14	Jessore Branch	24.00	74,972.00
15	Jubliroad Branch	130.00	215.00
16	Kawrun Bazar Branch	50,369.00	9.00
17	Khatungonj Branch	6,961.00	18.00
18	Khulna Branch	4,779.00	33,194.00
19	Local Office	52,655.00	54,736.00
20	Motijheel Branch	65.00	15,131.00
21	Moulvibazar Branch	14,947.00	4,092.00
22	Mirpur Branch	2,603.00	-
23	Narayangonj Branch	4,117.00	2,496.00
24	Noapara Branch	3,664.00	25,134.00
25	Paltan Branch	202,332.00	200,054.00
26	Rajshahi Branch	27,044.00	50,051.00
27	Rangpur Branch	32,213.00	44.00
28	Sheikh Mujib Road	80,565.00	27,652.00
29	Uttara Branch	4,813.00	2,982.00
30	V.I.P.Road Branch	300,002.00	300,012.00
31	Mymensingh Branch	-	10,015.00
	TOTAL	1,766,421.00	1,817,127.00
32	Insurance Stamp	330,076.00	301,150.00
33	DD Transit	-	2,500,000.00
	TOTAL	330,076.00	2,801,150.00
	GRAND TOTAL	2,096,497.00	4,618,277.00

BANGLADESH NATIONAL INSURANCE COMPANY LIMITED

Schedule of Property, Plant & Equipment

As At December 31, 2016

Sl. No.	PARTICULARS	COST				RATE	DEPRECIATION				Written Down Value As On 31.12.2016
		Balance as on 01.01.2016	Addition during the year	Sales/ Adjustment during the year	Total as on 31.12.2016		Balance as on 01.01.2016	Charged During the year	Adjustment during the year	Total as on 31.12.2016	
1	Land	6,000,000	-	-	6,000,000	-	-	-	-	6,000,000	
2	Office Equipment	9,340,432	4,536,609	-	13,877,041	20%	4,717,534	1,378,240	6,095,774	7,781,267	
3	Books & Periodicals	14,000	-	-	14,000	20%	9,871	826	10,697	3,303	
4	Car / Motor Vehicles	29,990,968	9,305,400	-	39,296,368	25%	15,563,913	4,769,939	20,333,852	18,962,516	
5	Office Decoration	11,640,148	7,107,952	-	18,748,100	30%	8,498,907	2,008,565	10,507,472	8,240,628	
6	Furniture & Fixtures	3,581,263	2,627,671	-	6,208,934	10%	1,074,744	382,035	1,456,779	4,752,155	
7	Telephone Installation	958,300	24000	-	982,300	15%	806,931	24,505	831,436	150,864	
8	Building	62,224,750	-	-	62,224,750	5%	15,280,133	2,347,231	17,627,364	44,597,386	
	Total	123,749,861	23,601,632	-	147,351,493		45,952,033	10,911,341	56,863,374	90,488,119	

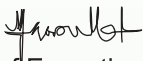


Bangladesh National Insurance Company Limited

DIRECTOR'S CERTIFICATE

As per regulation contained in the First Schedule of the Insurance Act, 1938/2010 and as per Section 40-C of the Act certify that:

01. The value of all Assets shown in the Balance Sheet and classified on Form `` AA `` annexed have been reviewed as at 31st December, 2016 & in our belief, the said assets have been set forth in the Balance Sheet at amount not exceeding their realizable or market value under the several headings enumerated in the annexed form.
02. All expenses of management wherever incurred, whether directly or indirectly in respect of Fire, Marine, Cargo, Marine Hull, Motor & Miscellaneous insurance business have been fully debited in the respective Revenue Account as expenses.


Chief Executive Officer


Director


Director


Chairman

Dated: April 25, 2017

Place: Dhaka, Bangladesh



BRANCHES

Local Office 58, Dilkusha C/A (7th Floor), Dhaka-1000. Tel: 9573524-5, 9587886 Fax: 9573525	D.I.T. Branch Motijheel Square (8th Floor), 1/B, D.I.T Avenue Motijheel C/A (Dainik Bangla Moor, Dhaka. Tel: 9574631, 9574961	Khulna Branch 58, Loyal Jessore Road (1st Floor), Khulna. Tel: 041-730296
Dilkusha Branch Fazlur Rahman Centre, 72, Dilkusha C/A (6/B Flat), Dhaka-1000. Tel: 9575392, 9583428 Fax: 9575392	Uttara Branch House No.25, Flat-A1, Gorib-E-Newaz Avenue, Sector-11, Uttara, Dhaka-1230. Phone: 88-02-7911545, Fax: 88-02-7911540	Bagerhat Branch House No.54, Rail Road (Near Bangladesh Krishi Bank Suktarar goli), P.O+P.S+Dist: Bagerhat. Mob: 01713903897, 0181121246
Motijheel Branch Amin Court Building (3rd Floor), 62-63, Motijheel C/A, Dhaka-1000. Tel: 9587267, 9573526,	Paltan Branch Azad Centre, 55, Purana Polton (11/A), Dhaka. Tel: 9586623, 9586624	Chowmuhani Branch N. S. Tower (3rd Floor), Karimpur Road, Chowmuhani, Noakhali, Mob: 01821988784
Gulshan Branch Islam Mansion House No.39, Road No.126 Gulshan-1, Dhaka, Tel: 9841219 Fax: 9841219	Principal Branch W W Tower (Level-15), 68, Motijheel C/A, Dhaka-1000, Tel: 9555704	Rangpur Branch Kudrat Mansion (Asir Building) 2nd Floor, 0039/01 Station Road, Rangpur. Tel: 0521-65904
V.I.P. Road Branch Navana Rahim Ardent (4th Floor), Flat No. A/4, 185 Shahid Syed Nazrul Islam Sharani, 39 Kakrail, Paltan, Dhaka-1000. Tel: 9337268 Fax: 9343578	Narayangonj Branch 16/1, S. M. Maleh Road (5th floor), Tan Bazar, Narayangonj, Tel: 7630454	Jamalpur Branch Bhai Bhai Cloth Store (1st Floor) Baro Masjid Road, Sakal Bazar, Jamalpur. Tel: 01716552802
Kawran Bazar Branch 57/E, Kazi Nazrul Islam Avenue (4th Floor), Tejgaon, Dhaka-1215, Tel: 9117592 Fax: 9117629	Agrabad Branch Akteruzzaman Center (9th Floor), 21-22, Agrabad C/A, Chittagong. Tel: (031) 721408-9 (Off), Fax: (031) 721409	Jessore Branch M.K. Road, Jess Tower (3rd Floor), Jessore. Tel: (0421) 68505
B.B. Avenue Branch 9, B.B. Avenue, Dawn Plaza (10th Floor), Dhaka-1000, Tel: 9585074 Fax: 9584982	Sk. Mujib Road Branch Gausiya Tofayel Tower (4th floor), 1837 Sk.Mujib Road, Badamtoli, Agrabad, Chittagong, Tel: 031-2515293-4	Bogra Branch Baragola, Tinpotti, Shantahar Road, Saran Trader (2nd Floor), Bogra. Mob: 01717624868
Jatrabari Branch Abdur Rahim Bhuiyan Center (3rd Floor), 80/C/2, Bibirbagicha, Uttar Jatrabari, Dhaka. Tel: 7554456, 7554458	Khatungonj Branch Salma Tower (3rd Floor), 398/A, Khatungonj C/A, Chittagong Tel: 031-2851478, Fax: 031-2851479,	Kushtia Branch Khan Super Market, N.S. Road (2nd Floor), Kushtia, Mob: 01714130478, 01730-168713
Bangshal Branch 70 Shaheed Nazrul Islam Sharani (3rd Floor), Bangshal, Dhaka-1100, Tel: 9586275 Fax: 9586274	Jubilee Road Branch Kader Tower (7th floor), 128 Jubilee Road, Tinpool, Chittagong, Tel: 031-635688-99	Baridhara Branch Road No.12, House No.04, Flat No. A1, Block-J, Baridhara, Dhaka-1212.
Moulvi Bazar Branch Hazi Yousuf Mansion (2nd Floor), 56 Mitford Road, Babu Bazar, Dhaka-1100, Tel: 7342935	Noapara Branch Hazi Idrish Ali Market (2nd floor), Avoy Nagar, Noapara, Jessore. Mob: 01711976511	Faridpur Branch Alipur Moor. Faridpur. Tel: 0631-65782 Mo: 01711423919, 01971423919
Rajshahi Branch 226 Shaheb Bazar, 2nd floor, Moni Chatter, Ghoramara, Boalia, Rajshahi Mob: 017221966980		



Bangladesh National Insurance Company Limited

Head Office: Rashid Tower (3rd Floor), Plot No-11, Road No-18, Gulshan-1, Dhaka-1212

Phone: 883 2234-5, 883 2215, 883 2217, 883 2227, Fax: 08-883 2154

E-mail: info@bniclimited.com, bnichlimited@yahoo.com

Website: www.bniclimited.com

PROXY FORM

I/We
of.....
being a member of Bangladesh National Insurance Limited do hereby appoint Mr. / Mrs. / Miss.....
.....
of.....
as my / our proxy, to vote For me / us and on my / our behalf at the 21st Annual general Meeting of the Company to be held on June 14, 2017 at 12.00 Noon at Spectra Convention Centre Limited, House No. 19, Road No. 7, Gulshan-1, Dhaka-1212 and at any adjournment thereof or at any ballot to be taken in consequence thereof.

Signed this Day of

Signature of Proxy Signature of Shareholder

BO ID No.

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Revenue
Stamp
TK. 20/-

Notes :

- 01 . This Proxy Form, duly completed, Signed and affixed with revenue stamp of TK. 20/- must be deposited at least 48 Hours before the meeting of the company's Head Office. Proxy will be invalid if not signed and Stamp as explained above.
02. Signature of the Shareholder should match with the Specimen Signature Registered with the Company.



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Website: www.bniclimited.com

ATTENDANCE SLIP

I/We hereby record my/our attendance at the 21st Annual general Meeting of the Company being held on June 14, 2017 at 12.00 Noon at Spectra Convention Centre Limited, House No. 19, Road No. 7, Gulshan-1, Dhaka-1212.

Name of Member/ Proxy :

BO ID No.

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Signature Shareholder

Date:.....

Note: Shareholder attending meeting in person to by proxy are requested to complete Attendance slip and hand it over at the entrance of the meeting hall.



Bangladesh National Insurance Co. Ltd.

বাংলাদেশ ন্যাশনাল ইন্স্যুরেন্স কোম্পানী লিমিটেড

Head Office: Rashid Tower (3rd Floor), Plot # 11, Road # 18, Gulshan-1, Dhaka-1212

Phone: PABX - 8832234-5, 8832215, 17, 8832232, Fax : 88-02-8832154

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