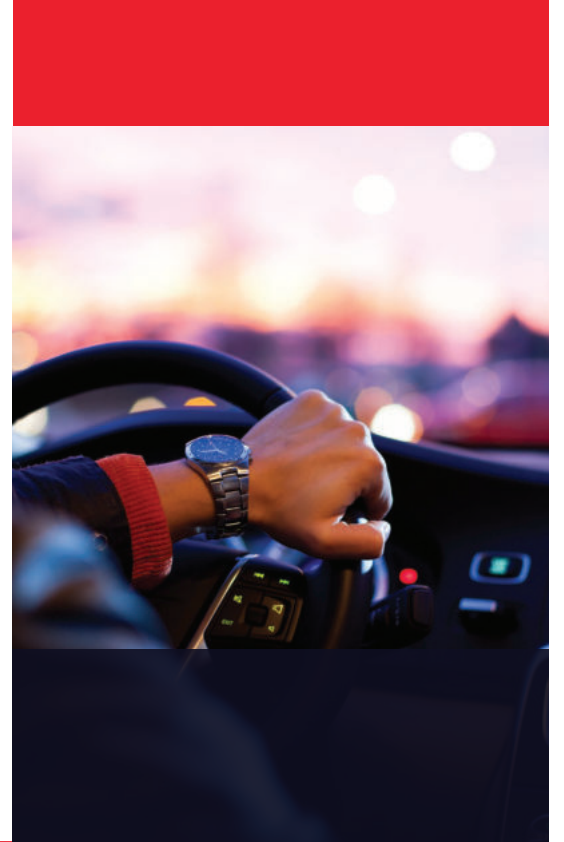




Dosh General Insurance Company Ltd
দেশ জেনারেল ইন্সুরেন্স কোম্পানি লিমিটেড



ANNUAL REPORT 2020



VISION & MISSION

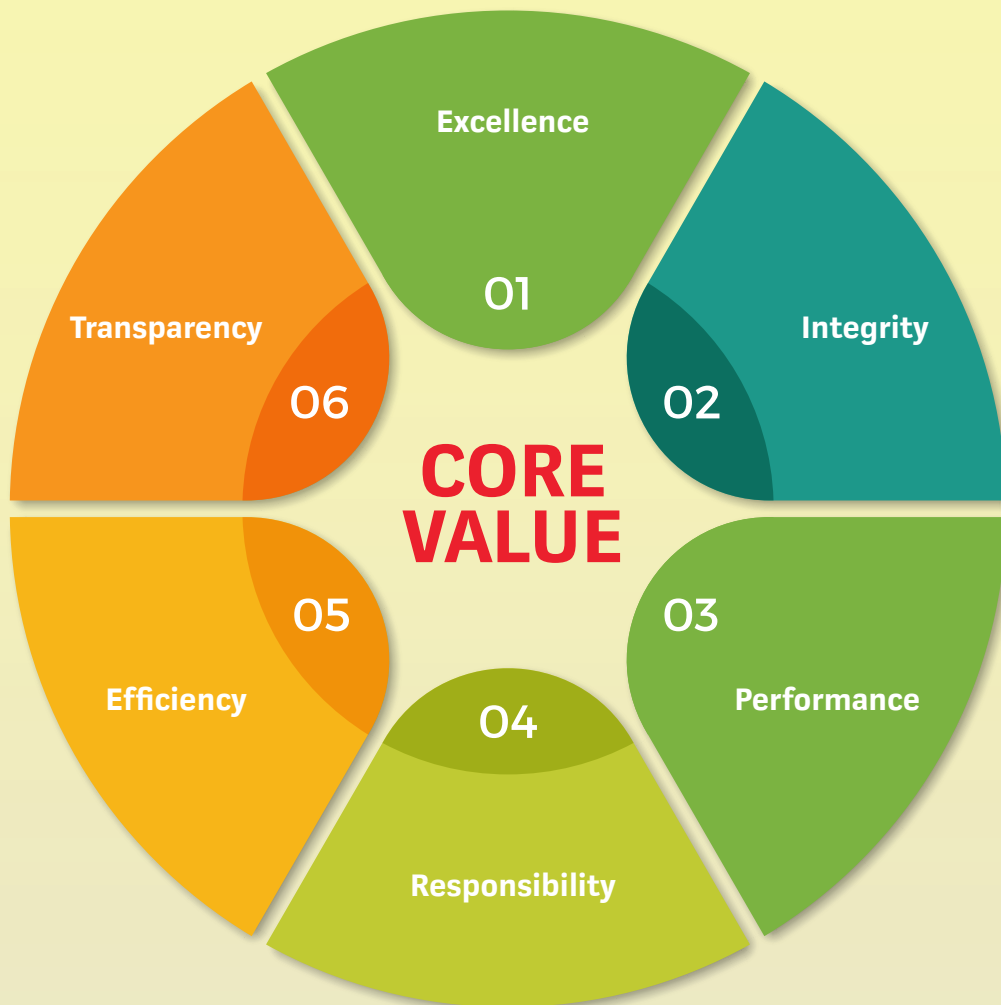
Vision

To be the industry leader by building customers satisfaction through fairness, transparency and quick response.

Mission

To provide peace of mind to our customers through sound insurance and outstanding service.





Corporate Ethical Values:

It is our policy to conduct our affairs consistent with the highest moral, legal and ethical standards, as well as to comply with all laws governing our operations. We value our associates, agents and policy holders. It is associate performance and customer satisfaction that determine our success. We believe in the free enterprise system and pledge to treat our associates, agents, policy holders, claimants, suppliers and community with honesty, dignity, fairness and respect.

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BRIEF COMPANY PROFILE

Name of the Company

Desh General
Insurance Company
Limited

Legal Form

A Public Limited Company
incorporated in Bangladesh on
February 08, 2000 under the
Companies Act-1994 and
Insurance Act 1938(Replaced by
Insurance Act, 2010).

Chairman

Md. Jashim Uddin

Chief Executive Officer (cc)

Mohd. Abul Kashem

Company Secretary (cc)

Md. Aktaruzzaman

Registered Office

Jiban Bima Bhaban, Front Block, Level 5,
10 Dilkusha C/A, Dhaka-1000.

Phone : + 880 2223390997-9, 2223391001

Fax : + 880 2-9561920

E-mail : dgic.bd@gmail.com,

deshinsurancebd@gmail.com

Website: www.deshinsurancebd.com

Auditor

*Rahman Mostafa Alam & Co.
Chartered Accountants*

Legal Advisor

*Advocate Md. Mashodur Rahman
Mashodur & Associate*

Tax Consultant

JK Associates.

LETTER OF TRANSMITTAL

All Shareholders,

Insurance Development and Regulatory Authority,
Bangladesh Securities and Exchange Commission,
Registrar of Joint Stock Companies & Firms,
All Concerned Authorities.

Subject: ***Annual report for the year ended December 31, 2020***

Dear Sir (s)

We are pleased to enclose herewith a copy of the Annual Report together with the Audited Financial Statements including Balance sheet, Revenue Account cash flow Statement and notes to the accounts for the year ended December 31, 2020 for your kind information and record.

Sincerely Yours,



Md. Aktaruzzaman
Company Secretary (cc)

PROFILE OF THE HONORABLE CHAIRMAN ON THE BOARD



Md. Jashim Uddin
CHAIRMAN

Mr. Md. Jashim Uddin, son of late Al-Hajj Idris Miah & late Tahera Begum, was born in a respectable Muslim family of Sonaimury, Noakhali on 1st January 1965. He is the Vice Chairman of Bengal Group of Industries. He is also the honorable president of Bangladesh Chambers of Commerce and Industries (FBCCI). He has awarded CIP in the year 1999, 2009-2010 & 2010- 2011 by the Government of Bangladesh for contributing to Bangladesh's economy and business arena. He has also received Prime Minister National Export Trophy- silver during the FY 1997-1998 & FY 2009-2010, FY 2010-2011, FY 2012-2013, FY 2013-2014, and gold during the FY 2000-2001, FY 2006-2007, FY 2012-2013 & FY 2013-2014. He also received Prime Minister's Export trophy- Bronze during the FY 2010-2011. He received Best Enterprise Award 2007.

Mr. Md. Jashim Uddin has started his business career in 1983 as a Director of Bengal Group of Industries. The Group is made up of a number of different industries that operate in diversified fields like plastic processing, chemicals, food processing, and trading.

Mr. Md. Jashim Uddin has a deep affinity and also attached to a number of socio-cultural organizations and educational institutes such as:

- Founder of Jashim Uddin Kinder Garden at Nateswar, P.S. Sonaimury, District Noakhali
- Founder of Morshed Alam, High School at Nateswar, P.S. Sonaimury, District Noakhali
- Donated and constructed a few Madrasahs & Masjids in Nateswar, P.S. Sonaimury, District Noakhali, and other Districts
- Actively involved with organizations in his native area under P.S. Sonaimury, District Noakhali for the improvement of Living Standards of the people and Eradication of Poverty in the Neighborhood.

PROFILE OF THE DIRECTORS ON THE BOARD



Md. Akbor Hossain
Vice- Chairman

Mr. Md. Akbor Hossain, son of Akram Hossain & Ferdousi Begum, was born in a respectable Muslim family on 31st December 1978. He has completed his Masters' in Information System from the University of Ballarat, Melbourne, Australia. He is the Director of FARS Holdings & Associates Ltd. He is a business person by profession.

Sakif Nazran Bhuiyan
Director

Mr. Sakif Nazran Bhuiyan, son of Mr. Shawkat Ali Bhuiyan was born in 1987 to a respectable Muslim family. He earned his Bachelor's Degree in International Business and Finance from Elizabethtown College, USA. He is a business person by profession and well regarded in the community. He has worked extensively in the financial sector, international trading, and real estate. He is the Managing Director of Luxor Holding Limited and also Director of R & R Potato Cold Storage Pvt. Limited, K Trade overseas Limited. He is the Proprietor of SNB Trading Corporation.



Aminur Rahman
Director



Mr. Aminur Rahman, is a reputed Businessman. He has established a good number of Industries, Financial institutes, Insurance Company. He is the Director at the Earth Engineering and Construction and Vice Chairman at FCTB Technology Limited. He is the Chairman of NIRIKKHA Software Ltd, Director of SARINCO Ltd.

Mr. Aminur Rahman son of late Abdul Wadud & late Fazilatun Nesa, was born in a respectable family on 6th December 1964. He completed graduation from Chittagong University. He is the life member of Chattogram Mohanagor Kira Songstha, Chittagong Diabetic Association, Bangladesh Red Crescent Society and Ma-O-Shisu Hospital, Vice Chairman and Life member of Phonix Amity Global Cyber Lions. He is recognized as an Entrepreneur by DIPLOMATS (The Only Diplomatic Magazine in Bangladesh).



Priti Kana Bose

Director

Mrs. Priti Kana Bose, the wife of Mukul Bose & daughter of Renuka Dev, was born in a respectable Hindu family on 31st December 1964. She has completed B.Com. By profession She is a business woman.

Murad Mohammed Taj

Director

Mr. Murad Mohammed Taj, son of Sufi Taj Islam & Syeda Kashmiri, was born in a respectable family on 16th December 1965. He has completed graduation from Chittagong University. He is the Proprietor of Dakkhina Multipurpose Project; an agro based firm. He is the Patron Member of Mirsarai Association, Chittagong. He is the life member of Bangladesh Red Crescent Society, Chittagong Diabetic Association and Chattogram Mohanagor Kira Songstha. He is a business person by profession. He has a great contribution to the formation of the Company. He holds multiple positions within the company, not only he is the member of the board of directors but is also a member of the Executive Committee and the Claims Committee. Amongst many activities he is heavily involved in numerous social welfare projects and is the president of Alekjan Bibi Orphanage, Bishwa Darbar Government Primary School, Bishwa Darbar High School and Syeda Kashmiri Memorial Library.



Tahrin Aman

Director

Mr. Tahrin Aman, son of M. Amanullah & Tazneen Aman, was born in a respectable Muslim family on 7th January 1980. He has completed his Masters' from Boston College, USA. He is a business personality. He is the Managing Director of Aman Spinning Mills Ltd. & Arena Securities Ltd. and Director of Mousumi Enterprises Ltd. & Arena Industries Ltd.



Rokeya Quader

Director



Mrs. Rokeya Quader, is a renowned industrialist and businesswoman. She is the wife of late Noorul Quader & daughter of late Afia Khatun, was born in a respectable Muslim family on 27th April 1952. She has completed LLM from the University of Dhaka. She is the Chairman of very popular Desh Garments Ltd., Jenk Industries Ltd., and Tutelar Oil Services Co. (Pvt) Ltd. & Desh Agencies Ltd. She is also member of both Bangladesh Bar Council and Bangladesh Law Association. She is an honorary member of the Bangladesh Human Rights Commission. She is a member of numerous Bangladeshi business and social welfare organizations including SMC (Social Marketing Company), BAPLC (Bangladesh Association of Publicly Listed Companies), MCCI (Metropolitan Chamber of Commerce and Industry, Dhaka), and BGMEA (Bangladesh Garment Manufacturers and Exporters Association), among others.

Engr A.K.M. Ahsanul Haque

Director

Engr. A.K.M Ahsanul Haque, son of late Lahoruddin Mirdha & late Asirun Begum, was born in a respectable Muslim family on 1st November 1957. He has completed B.Sc Engineering (Civil) from Rajshahi Engineering College. He is the Managing Director of Galaxy Color Ltd. and Proprietor of ASSA Trading & M/S. AKM Ahsanul Haque.





Engr. Tarikul Alam Rahimi

Director

Engr. Tarikul Alam Rahimi, son of late Abdul Quasem & late Khodeza Quasem, was born in a respectable Muslim family on 1st October 1953. He has completed B.Sc Engineering (Mechanical) from BUET. He is a reputed business personality. He was the Asst. Engineer of Airports Development Agency, Ministry of Civil Aviation, Executive Engineer of Polash Urea Fertilizer Factory, BCIC and Engineer of Ministry of Municipal & Village, KSA. He is also the Chairman of Apon Properties, Managing Director of The Nirmitee & Mother Care Clinic, and Director of First Lead Securities Limited.

Nauzat Begum

Director

Mrs. Nauzat Begum, the wife of Dr. Mustafa Jalal Mohiuddin & daughter of late Safia Khatun, was born in a respectable Muslim family on 27th September 1955. She has completed her Hon's from the University of Dhaka.



Nihar Kumar Roy

Director

Mr. Nihar Kumar Roy is son of Late Mr. Nil Kantha Roy & Mrs. Puspa Roy. He came from respected huge family of Sylhet. They have history of 100 years of gold jewellery business. Mr. Roy is Managing Director of Kamala Vander Group, which started its business journey on 1885 . Mr. Nil Kantha Roy father of Nihar Kumar Roy was a sponsor Director of Desh General Insurance Company Ltd. Mr. Roy is now seventh generation to continue this business. Mr. Roy also involved with some social and business community.

Md. Kamal Uddin FCA

Independent Director

Mr. Md. Kamal Uddin FCA was born in the year of 1948 in a respected Muslim family. He obtained a Bachelor of Commerce degree (B.Com) from Dhaka University in 1967. He qualified as Chartered Accountant in the year of 1978. He became a fellow member (FCA) of the Institute of Chartered Accountants of Bangladesh from June 1986.

Mr. Md. Kamal Uddin FCA has vast experience in the field of Accounting and Finance. He started his career as Audit Manager of Toha Anwar Rouf & Co., Chartered Accountants, Chittagong in the year 1976 and continuing till 1979. After that Mr. Md. Kamal Uddin FCA has joined Bangladesh Jute Mills Corporation and worked there for more than 26 years in different positions in the area of Finance, Accounts, Cost, and Budget. In his long career, he served in UMC Jute Mills Limited, Amin Jute Mills Limited, Adamjee Jute Mills Limited in different senior management positions from 1980 to 2006. Since January 2007 he started public practice as Chartered Accountant as Partner of Toha Khan Zaman & Co., Chartered Accountants. He is a widely traveled person and visited many countries such as India, Singapore, Philippines, Malaysia, Syria, Iraq, Egypt, Sudan, Dubai, Saudi Arabia, China, Sri Lanka, Turkey, Indonesia, UK, and Canada.



Shahedul Islam

Independent Director



Mr. Shahedul Islam was born in the year of 1953 in a respected Muslim family. He completed his SSC and HSC from Mirzapur Cadet College from 1965 to 1972. Then he moved to Australia for higher education and completed Accountancy and Company Law from Ebbels School of Accountancy, Melbourne, Australia in the year 1978 and became Chartered Secretary from the Institute of Chartered Secretary and Administrators, Melbourne, Australia.

In his long career in business, he served in many organizations at higher management positions such as Chairman of Promises Medical Limited, Managing Director of Bengal Pacific (Pvt) Ltd, and Bengal Braided Rugs Limited.

Syed Javed Iqbal

Independent Director



Syed Javed Iqbal, 56, MBA, started his career as a banker with an International Bank. Later he became a full-time lecturer at Assumption University in Thailand. In 1994, he joined IPDC of Bangladesh Ltd., an IFC affiliate, and became its Head of Investments where he led investments in many development/infrastructure projects. In 2002, he joined Khulna Power Company Ltd. (KPCL) as the Vice President and Chief Operating Officer. KPCL was the first independent power producer (IPP) in Bangladesh, a subsidiary of a major US Power company (El Paso Corp, later acquired by Kinder Morgan).

Mr. Iqbal was involved in various business ventures such as power generation, real estate, and commodity trading. He is currently the Group Director of Dipon Group and a part-time faculty at North South University.

Mohd. Abul Kashem ABIA

Chief Executive Officer(CC)

Mr. Mohd. Abul Kashem is the Additional Managing Director & Chief Executive Officer (CC) of the Company. He has been in the profession of general insurance for about 28 years and more. He stepped throughout the lines of profession and showed capabilities to ride the organizational ladder almost to the utmost height and presently working in Desh General Insurance Company Limited as the Additional Managing Director & Chief Executive Officer (CC). In the organization with diversified fields of business(s) in the line of non-life insurance and he is leading the operative teams at the Head Office of the Company to ensure the best professional atmosphere in releasing the contracts accomplishment of assignments and the functional flowchart is effectively followed up. He also have worked hugely in the line of shipping and gathered a good bunch of ideas and experiences in shipping terms; chartering terms; INCO terms; owners liability; PNI matters; SOF/LTC matters; logistics and legal affairs thereof and more.

He always keeps himself in integrity of his responsibilities and has the capabilities to manage with high volume atmosphere with full dedication. He is so comfortable in interactions with peoples with efficient flexibility.



Qualifications:

- | | |
|-------------------------------|-------------------------------------------------------------------------------------------------------|
| 1. Academic Qualification | : MSS (Economics)- CU 1985(1986) |
| 2. Professional Qualification | : Associate of Bangladesh Insurance Academy
ABIA (Holding Tyser awards for Certificate & Diploma). |

দেশ জেনারেল ইন্স্যুরেন্স কোম্পানী লিমিটেড

প্রধান কার্যালয়ঃ জীবন বীমা ভবন, ফ্রন্ট ব্লক, (৬ষ্ঠ তলা)
১০ দিলকুশা বানিজ্যিক এলাকা

২১তম বার্ষিক সাধারণ সভার বিজ্ঞপ্তি

দেশ জেনারেল ইন্স্যুরেন্স কোম্পানী লিমিটেডের মাননীয় শেয়ারহোল্ডারগণের সদয় অবগতির জন্য জানানো যাচ্ছে যে ২১তম বার্ষিক সাধারণ সভা আগামী ২৮ সেপ্টেম্বর, ২০২১, মঙ্গলবার, সকাল ১১:০০ ঘটিকায় ভার্চুয়াল ডিজিটাল প্ল্যাটফর্ম- Link: <https://tinyurl.com/dgiclagm2021> এর মাধ্যমে অনুষ্ঠিত হবে।

AGM QR Code Link:



আলোচ্যসূচী :

১. ৩১ ডিসেম্বর ২০২০ তারিখে সমাপ্ত বছরের পরিচালকমন্ডলীর প্রতিবেদন এবং নিরীক্ষকদের রিপোর্ট ও নিরীক্ষিত আর্থিক প্রতিবেদন গ্রহণ, বিবেচনা ও অনুমোদন;
২. ৩১ ডিসেম্বর ২০২০ তারিখে সমাপ্ত বছরের পরিচালনা পর্ষদের সুপারিশকৃত লভ্যাংশ অনুমোদন;
৩. পরিচালক নির্বাচন/পুনঃনির্বাচন;
৪. কোম্পানীর নিরীক্ষক নিয়োগ ও তাদের পারিশ্রমিক নির্ধারণ।
৫. কোম্পানীর কমপ্ল্যায়ান্স নিরীক্ষক নিয়োগ ও তাদের পারিশ্রমিক নির্ধারণ।

ঢাকা

২৮, সেপ্টেম্বর, ২০২১

পরিচালনা পর্ষদের আদেশক্রমে

মোঃ আকতারুজ্জামান
কোম্পানী সচিব(সিসি)

দ্রষ্টব্যঃ

১. রেকর্ড ডেটঃ ১৩ সেপ্টেম্বর, ২০২১
২. কোম্পানীর শেয়ারহোল্ডার যাদের নাম রেকর্ড ডেট এ কোম্পানীর সদস্য বইতে নিবন্ধিত অথবা সিডিবিএল এ রেকর্ড ভুক্ত থাকবে কেবলমাত্র তারাই বার্ষিক সাধারণ সভায় যোগদান, ভোটদান এবং লভ্যাংশ পাওয়ার যোগ্য হবেন।
৩. কোম্পানীর পরিচালনা পর্ষদ ২০২০ সালের জন্য ১০% হারে নগদ লভ্যাংশ প্রদানের সুপারিশ করেছে।
৪. সাধারণ সভায় যোগদান এবং ভোট প্রদানের জন্য যোগ্য একজন শেয়ারহোল্ডার তার পক্ষে সাধারণ সভায় যোগদান ও ভোট প্রদানের জন্য একজন প্রক্সি নিয়োগ দিতে পারবেন। প্রক্সিকে কোম্পানীর একজন শেয়ারহোল্ডার হতে হবে এবং যথাযথ ভাবে পূরণকৃত ও ২০/- টাকার স্ট্যাম্প লাগানো প্রক্সি ফরম কোম্পানীর নিবন্ধিত কার্যালয়ে সভা শুরুর ৪৮ ঘন্টা পূর্বে জমা দিতে হবে।
৫. সম্মানিত শেয়ারহোল্ডারগণের অবগতির জন্য জানানো যাচ্ছে যে, বিএসএসসি এর সার্কুলার মোতাবেক বার্ষিক সাধারণ সভায় কোন প্রকার উপহার/খাবার/কুপন প্রদানের ব্যবস্থা থাকবে না।
৬. বার্ষিক সাধারণ সভা (AGM) অনুষ্ঠানের ২৪ ঘন্টা পূর্বে, ইলেকট্রনিক ভোটিং (E-voting) উন্মুক্ত থাকবে।

20TH ANNUAL GENERAL MEETING HIGHLIGHTS



OUR PRODUCT & SERVICES



Marine Insurance

- Marine Cargo Insurance
(Import/Export by Sea, Air,
Road including Inland transit)
- Marine Hull Insurance



Motor Insurance

- Motor Vehicle Insurance (Private)
- Motor Vehicle Insurance (Commercial)



Fire Insurance

- Fire Insurance (Including Allied Perils)
- Property All Risk Insurance
- Industrial All Risk (IAR) Insurance
- Power plant Operational Package
Insurance including Business
Interruption & Third Party Liability

Engineering Insurance

- Machinery Breakdown Insurance
- Deterioration of Stock (DOS)
- Boiler and Pressure Vessel (BPV)
- Electronic Equipment Insurance (EEI)
- Erection All Risks (EAR)
- Contractor's All Risks (CAR)



Miscellaneous Insurance

- Burglary Insurance
- Cash in ATM Booth
- Money Insurance
- Cash in Private /Commercial Premises
- Fidelity Guarantee
- Workmen's Compensation
- Personal Accident
- Safe Deposit Box (Bank Lockers) All Risk Insurance
- Product Liability Insurance Policy
- Public Liability Insurance Policy
- Rubber Plantation (Input) Insurance Policy
- Plate Glass Policy



COMPOSITION OF BOARD & Its COMMITTEES

Board of Directors

Chairman

Mr. Md. Jashim Uddin

Vice Chairman

Mohammed Akbor Hossain

Directors

Sakif Nazran Bhuiyan
Mr. Aminur Rahman
Mrs. Priti Kana Bose
Mr. Murad Mohammed Taj
Mr. Tahrin Aman
Mrs. Rokeya Quader
Engr. A.K.M. Ahsanul Haque
Engr. Tarikul Alam Rahimi
Mrs. Nauzat Begum
Mr. Nihar Kumar Roy

Independent Directors

Mr. Md. Kamal Uddin FCA
Mr. Shahedul Islam
Syed Javed Iqbal

Chief Executive Officer(CC)

Mohd. Abul Kashem

Executive Committee

Chairman

Mr. Sakif Nazran Bhuiyan

Member

Mohammed Akbor Hossain
Mr. Murad Mohammed Taj
Mr. Tahrin Aman
Mr. Aminur Rahman
Engr. A.K.M. Ahsanul Haque
Mrs. Rokeya Quader
Mrs. Priti Kana Bose



Claims Committee

Chairman

Mr. Aminur Rahman

Member

Mr. Sakif Nazran Bhuiyan
Mr. Murad Mohammed Taj
Mrs. Rokeya Quader

Audit Committee

Chairman

Mr. Md. Kamal Uddin FCA

Member

Mohammed Akbor Hossain
Mr. Sakif Nazran Bhuiyan
Engr. A.K.M. Ahsanul Haque
Mrs. Nauzat Begum

Nomination and Remuneration Committee

Chairman

Mr. Shahedul Islam

Member

Mr. Murad Mohammed Taj
Mr. Aminur Rahman



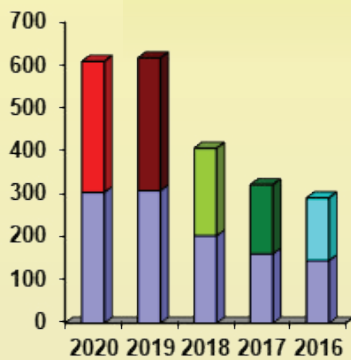
FINANCIAL HIGHLIGHTS

(Tk. in Million)

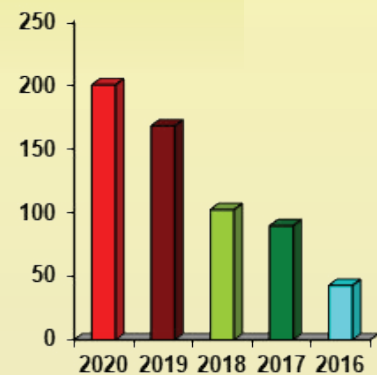
Particulars	Year 2020	Year 2019	Year 2018	Year 2017	Year 2016
Gross Premium Income	304.20	308.19	203.39	161.06	145.69
Net Premium Income	200.17	167.95	102.22	89.56	81.24
Underwriting Profit	77.06	65.93	48.31	49.43	27.34
Investment Income	18.40	18.37	17.22	10.73	5.55
Profit after Tax	36.22	32.58	24.01	20.99	12.27
Deposit Premium	3.87	2.73	2.39	2.90	2.56
Total Reserves	80.80	72.87	46.02	41.05	42.54
Total Assets	705.75	693.74	573.42	526.86	322.44
Total Liabilities	419.53	414.94	302.85	256.30	197.42
Share Holders Equity	286.22	278.80	272.58	272.56	125.01
Earnings Per Share (EPS)	1.51	1.36	1.00	1.14	1.20
Fixed Assets	126.70	131.84	121.71	108.13	78.49

KEY PERFORMANCE INDICATORS

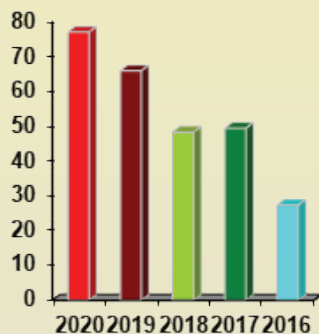
Gross Premium Income



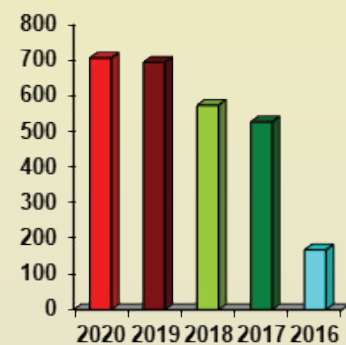
Net Premium Income



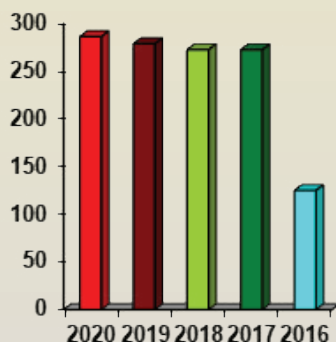
Underwriting Profit



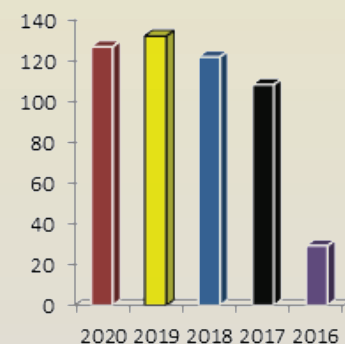
Total Assets



Shareholders Equity



Fixed Assets



CHAIRMAN'S MESSAGE

Bismillahir Rahmanir Rahim
Dear Shareholders
Assalamualaikum Wa Rahmatullahi Wa Barkatuhu



Year 2020 has been a challenging year for the whole world as it has not witnessed such a destruction of lives and livelihood in this century. Life and economic activity around the world was halted for a major part of the year. In Bangladesh also social and economic activity of people was stopped for a larger part of the year. The unprecedented economic disruption across the globe caused the global GDP to shrink by 4.3% in 2020 according to IMF data. Bangladesh was not insulated against this devastation. It's GDP slumped to 3.8% in 2020 from 8.15% in 2019 (which was 7.86% in 2018)- the least since 2009. The challenge for the businesses and lives were to learn to be resilient to the ravages of COVID-19 pandemic and to live and perform in what is called the new normal. Thanks to all our stakeholders for their confidence and trust that helped us not only to withstand this calamity but also to move forward towards achieving our goal and successfully close our annual accounts.

On behalf of the Board of Directors I am pleased to present the Annual Report along with the Audited Accounts of our company for the year ending on December 31, 2020. Although lives and economy were in misery yet 2020 was remarkable for the nation. The nation celebrated the 50th anniversary of its independence and our glorious war of liberation. While combating COVID-19 pandemic and acquiring the ability to perform, the nation didn't lose the spirit to prepare for celebrating the birth centenary of its father of nation-Bangabondhu Sheikh Mujibur Rahman in 2021.

Despite the economic turndown due to devastating COVID-19 pandemic the company not only succeeded to feather well but also to maintain a sustainable and incremental growth during 2020. This was possible with the outstanding support of our valued stakeholders, strategic direction from the prudent Board of Directors and pragmatic initiatives taken by the competent management team in time. During 2020 DGICL could manage to retain the level of Gross Premium Income of 2019 at Tk 304.20 million. But could successfully increase the Net Premium Income to Tk.200.17 million from Tk. 167.95 million in 2019 registering an impressive growth of 19.18%. The underwriting profit also moderately increased by 16.88% over the preceding year. As a result of efficient management of business and operation by the management Profit After Tax (PAT) of TK. 36.22 million witnessed a modest growth of 11.17% over 2019. Earnings Per Share (EPS) increased to 1.51 in the year under reporting from 1.36 in 2019.

On behalf of the Board of Directors I would like to take the opportunity to thank our shareholders, clients, bankers and patrons for their continued support during this challenging time. My gratitude to all members of the Board of Directors for their time & energy given for meetings, strategy formulation, governance and for the support they had extended to me to discharge my responsibility during the year under reporting. I have no hesitation to mention about the dedication and professionalism that the management team has demonstrated as they helped to ensure that our clients receive the services and support they needed during that difficult time. On behalf of the Board, I would like to express my heartfelt thanks to the management team and all members of the staff for their hard work and exceptional service.

We have sustained the adverse impact of COVID-19 in 2020 and were hoping to do better in 2021. But the second wave of the pandemic has hit hard the economic activities of the country. Businesses again slowed down and investments are still lukewarm. The uncertainty still exists about the outlook of 2021. But I am confident our management with the experiences gathered in combatting this pandemic in 2020 and with greater agility and focus in our set goals will do better in 2021 and better the benefits for shareholders and other stakeholders.

Thanking you

A handwritten signature in blue ink, appearing to be 'Jashim Uddin', written over a light blue horizontal line.

Md. Jashim Uddin
Chairman

পরিচালকমন্ডলীর প্রতিবেদন

বিসমিল্লাহির রাহমানির রাহিম

সম্মানিত শেয়ারহোল্ডারবৃন্দ, আসসালামু আলাইকুম

দেশ জেনারেল ইন্স্যুরেন্স কোম্পানী লিমিটেডের পরিচালকমন্ডলীর পক্ষ থেকে কোম্পানীর ২১তম বার্ষিক সাধারণ সভায় আপনাদের সকলকে স্বাগত জানাচ্ছি। পরিচালকমন্ডলীর প্রতিবেদন এবং ৩১শে ডিসেম্বর, ২০২০ইং সমাপ্ত বছরের জন্য নিরীক্ষকের প্রতিবেদন, নিরীক্ষিত হিসাব বিবরণী, তন্মধ্যে লাভক্ষতির বিবরণী, শ্রেণী ভিত্তিক বীমা আয় ব্যয়ের হিসাব সম্বলিত কোম্পানীর বার্ষিক প্রতিবেদন আপনাদের সুবিবেচনা এবং অনুমোদনের জন্য তুলে ধরা হলো।

বাংলাদেশের অর্থনীতি ২০২০:

যে কোন একটি দেশের অর্থনীতিকে আর্থিক ঝুঁকি থেকে স্থিতিশীল রাখতে একটি বলিষ্ঠ ও প্রাণবন্ত বীমা শিল্পের গুরুত্ব অপরিসীম। যথাযথ ঝুঁকি হস্তান্তর প্রক্রিয়ার মাধ্যমে বীমা শিল্প জাতীয় অর্থনীতিতে এই গুরুত্বপূর্ণ ভূমিকা পালন করে থাকে। বীমা তাত্ক্ষণিক দায় সৃষ্টির পরিবর্তে ভবিষ্যত উদভূত দায় সৃষ্টি করে বিধায় বীমা শিল্প অর্থনীতিতে বড় অংকের বিনিয়োগযোগ্য তহবিলের যোগান দেয়। বিভিন্ন প্রাকৃতিক দুর্যোগের কারণে বাংলাদেশের অর্থনীতির প্রায় প্রতিটি খাতই বড় ধরনের ঝুঁকি ধারণ করে। এছাড়াও বিভিন্ন অর্থনৈতিক সমস্যা যেমন মূল্যস্ফীতি, কর কাঠামো, বিনিয়ন্ত্রণ/উদারীকরণ ইত্যাদি ব্যবসায় ঝুঁকির সৃষ্টি করে।

২০২০ সালে বিশ্বব্যাপি ও বাংলাদেশে কোভিড-১৯ (করোনাভাইরাস) সংক্রমণ দ্রুত হারে বাড়তে শুরু করলে বিশ্ব অর্থনীতিতে অনেক ওলট-পালট ঘটে অর্থনীতিতে এশিয়ার শীর্ষ দেশগুলোর মধ্যে থাকা বাংলাদেশের অর্থনীতি সাময়িকভাবে স্থবির হয়ে পড়ে।

তবে অন্য অনেক দেশে অর্থনৈতিক মন্দা দেখা দিলেও বাংলাদেশ তা এড়াতে পেরেছে। যুক্তরাজ্য-ভিত্তিক সংস্থা সেন্টার ফর ইকোনমিক অ্যান্ড বিজনেস রিসার্চ বলেছিল, কোভিড-১৯ মহামারি সত্ত্বেও ২০২০ সালে বাংলাদেশ অর্থনৈতিক সংকোচনের হাত থেকে বাঁচতে পেরেছিল। ২০২০ সালে বাংলাদেশের অর্থনৈতিক প্রবৃদ্ধি ৩ দশমিক ৮ শতাংশ হবে বলে মনে করা হচ্ছে। অর্থবছর ২০১৯ সালে বাংলাদেশের অর্থনৈতিক প্রবৃদ্ধি হয়েছিল ৮ দশমিক ২ শতাংশ, যা গড়ে এশিয়ার অন্যান্য অর্থনীতির চেয়ে ভালো। জিডিপি শতাংশের তুলনায় সরকারের ঋণ ২০২০ সালে বেড়ে ৩৯ দশমিক ছয় শতাংশে দাঁড়িয়েছে। আন্তর্জাতিক মান অনুযায়ী যা কম বলেই বিবেচিত হয়েছে।

সিইবিআর এর পূর্বাভাসে বলা হচ্ছে, ২০২০ সাল হতে ২০২৫ সালের মধ্যে বাংলাদেশের অর্থনীতির প্রবৃদ্ধি ঘটবে গড়ে ৬ দশমিক ৮ শতাংশ হারে। তবে এর পরের দশ বছরে এই হার কিছুটা কমে গড়ে ৬ দশমিক ৫ শতাংশ হবে। (সূত্র: ওয়ার্ল্ড ইকোনমিক লিগ টেবল-২০২০)

সিইবিআর বলেছে, ২০২০ হতে ২০৩৫ সালের মধ্যে বিশ্ব অর্থনীতির সূচকে বাংলাদেশের উলেখযোগ্য উন্নতি হবে। এখন বাংলাদেশের অর্থনীতি আছে ৪১ নম্বরে। (বিবিসি বাংলা-২০২০)

২০২০ সালে বাংলাদেশের মানুষের মাথাপিছু আয় দাঁড়িয়েছে ৫ হাজার ১৩৯ ডলার। এই হিসেবে বাংলাদেশকে এখন একটি নিম্ন মধ্যম আয়ের দেশ বলে গণ্য করা হয়।

কোম্পানীর ব্যবসায়িক কর্মকান্ড:

প্রিয় শেয়ারহোল্ডারবৃন্দ, বীমা প্রতিষ্ঠানসমূহের মধ্যে প্রবল প্রতিযোগিতার মাঝেও ২০২০ সনটি হচ্ছে কোম্পানীর অন্যতম সাফল্যের বছর। এটা সম্ভব হয়েছে আমাদের শক্তিশালী মার্কেটিং জনশক্তি, সুসংহত সাংগঠনিক কাঠামো, উন্নত গ্রাহকসেবা প্রদান এবং ব্যবসায়িক কৌশল নির্ধারণ ও বাস্তবায়নে সার্বক্ষণিক প্রচেষ্টা। ফলে আমাদের কোম্পানীর পূর্বের তুলনায় বীমা প্রিমিয়াম আয় বেড়েছে ফলশ্রুতিতে মুনাফাও বেড়েছে অর্থাৎ ২০১৯ সালে কোম্পানীর মুনাফার পরিমাণ ছিল প্রায় ৫.৪৩ কোটি টাকা যা ২০২০ সালে কোম্পানীর মুনাফার পরিমাণ দাঁড়িয়েছে প্রায় ৬.৩৭ কোটি টাকা। আমরা আশা করছি দেশের সার্বিক পরিস্থিতি সহনীয় মাত্রায় থাকলে দেশের ব্যবসা বাণিজ্য স্বাভাবিক আবহাওয়া থাকবে। সেক্ষেত্রে প্রিমিয়াম আয় আরো বাড়বে যার ফলে কোম্পানীর সম্পদ, রিজার্ভ ও স্থায়ী আমানতের পরিমাণ অব্যাহতভাবে বৃদ্ধি পাবে।

বার্ষিক প্রতিবেদনে গ্রস প্রিমিয়ামের অংশ বিশেষ আর্থিক অর্জন ২০২০ সাল :

বিবরণ	২০২০
গ্রস প্রিমিয়াম আয়	৩০,৪২,০৩,২৫৮
নীট প্রিমিয়াম আয়	২০,০১,৭৮,৪০৫
অবলিখন আয়	৭,৭০,৬৮,৪৫১
কর পরবর্তী নীট আয়	৩,৬২,২৭,৩৪২
অনুভীর্ণ রিজার্ভ	৮,০৮,০৮,৮৮৪
স্থায়ী সম্পদ	১,২৬৭,০২,০২২
ইপিএস	১.৫১
নীট এ্যাসেট ভ্যালু / শেয়ার	১১.৯৩
নীট অপারেটিং ক্যাশ ফ্লো / শেয়ার	২.০৮

দাবী পরিশোধ

বীমা চুক্তির মূল কথা হচ্ছে ক্ষতিগ্রস্ত ব্যক্তি বা প্রতিষ্ঠানকে তার ক্ষতি দ্রুত পুষিয়ে দেয়া, আর সেই কথা মাথায় রেখে বীমা দাবী প্রদানের ক্ষেত্রে আমাদের কোম্পানী সর্বদাই সক্রিয় এবং আন্তরিক। দেশ জেনারেল ইস্যুরেন্স কোম্পানী লিমিটেড দক্ষ ও পেশাদার কর্মীদের নিয়ে দাবী নিষ্পত্তি বিভাগ গঠন করা হয়েছে যারা সর্বদাই দ্রুত ও স্বল্পতম সময়ের মধ্যে দাবী নিষ্পত্তির ক্ষেত্রে অগ্রনী ভূমিকা পালন করে আসছে। যার সুফল বীমা গ্রহীতারা ইতিমধ্যেই পেতে শুরু করেছে এবং ভবিষ্যতেও এর সুফল অব্যাহত থাকবে ইনশাআল্লাহ।

কর্পোরেট সুশাসন

দক্ষ ও কার্যকর ভাবে ব্যবসা পরিচালনা ও প্রাতিষ্ঠানিক সুশাসন প্রতিষ্ঠার জন্য কর্পোরেট গভর্নেন্স খুবই গুরুত্বপূর্ণ ভূমিকা রাখে। আর সেই ধারাবাহিকতা রক্ষায় আমাদের পরিচালনা পর্ষদ নিরলস প্রচেষ্টা অব্যাহত রেখেছে। ডিজিআইসি বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন কর্তৃক প্রবর্তিত কর্পোরেট গাইডলাইন মেনে চলছে এবং কোম্পানীর কার্যক্রমে স্বচ্ছতা ও জবাবদিহিতা নিশ্চিত করার জন্য পরিচালনা পর্ষদ কার্যকর পদক্ষেপ গ্রহণ করেছে।

কর্পোরেট সামাজিক দায়িত্ব (সিএসআর) কর্মকাণ্ড

কর্পোরেট সামাজিক দায়িত্ব (সিএসআর) বিষয়ে দেশ জেনারেল ইস্যুরেন্স কোম্পানী লিমিটেড সচেতন। কোম্পানী ২০১৯ সালের মতোই ২০২০ সালে কর্পোরেট সামাজিক দায়িত্ব (সিএসআর) কর্মক্রম পরিচালনা করেছে এবং ভবিষ্যতেও এইধরনের কর্মকাণ্ড পরিচালনা করে যেতে কোম্পানী দৃঢ়সংকল্পবদ্ধ।

ক্রেডিট রেটিং

আমাদের কোম্পানীর ক্রেডিট রেটিং হচ্ছে “এ+” (A+) যা ২০২০ সালের ৩১শে ডিসেম্বর সমাপ্ত বছরের উপর ভিত্তি করে নির্ধারণ করা হয়েছে। এর অর্থ হচ্ছে বীমা ক্ষেত্রে উচ্চ সক্ষমতা অর্জনকারী প্রতিষ্ঠান হিসাবে মূল্যায়িত হবে।

তথ্য প্রযুক্তি

দেশ জেনারেল ইস্যুরেন্স কোম্পানী লিমিটেড ইতোমধ্যেই আইটি বিভাগ চালু করেছে, যার ফলে কোম্পানীর কাজকর্ম দ্রুততার সাথে করার জন্য কম্পিউটারাইজড সফটওয়্যার সংস্থাপন করা হয়েছে এবং উক্ত সফটওয়্যারের মাধ্যমে কভারনোট, পলিসি ইস্যু ও সার্বিক তদারকীর ব্যবস্থা চালু করা হয়েছে। যার পরিপেক্ষিতে প্রতিদিনের ব্যবসায়িক প্রতিবেদন সঙ্গে সঙ্গে হাতে পাওয়া সহজ হয়েছে। কোম্পানীর সুনাম ও ব্যবসায়িক পরিধি আরো বৃদ্ধির জন্য এই আধুনিক পদ্ধতির মাধ্যমে আমাদের সম্মানিত বীমা গ্রহীতাদেরকে সেবা প্রদান করা হচ্ছে।

ডিভিডেন্ট

দেশ জেনারেল ইন্স্যুরেন্স কোম্পানী লিমিটেডে এর পরিচালনা পর্ষদ ৩১শে ডিসেম্বর, ২০২০ইং সমাপ্ত বছরের অর্জিত মুনাফা হতে লভ্যাংশ ঘোষণা করার প্রস্তাব। যা বার্ষিক সাধারণ সভার কার্যক্রমের মাধ্যমে আপনাদের সুবিবেচনা ও অনুমোদনের জন্য উপস্থাপন করা হবে।

কর্মকর্তা ও কর্মচারীদের সুবিধা:

কর্মকর্তা ও কর্মচারীদের কল্যাণ সাধনে কোম্পানী সবসময় অগ্রাধিকার দিয়ে থাকে। এ লক্ষ্যে কোম্পানীর পরিচালনা পর্ষদ গ্রুপ ইন্স্যুরেন্স চালু করেছে এবং ভবিষ্যৎ তহবিল, গ্র্যাচুয়িটি, WPPF ইত্যাদি কর্মকর্তা ও কর্মচারীদের কল্যাণার্থে চালুর চেষ্টা চালিয়ে যাচ্ছে।

২০২১ সালের পূর্বাভাস:

২০২১ সালে প্রত্যাশিতামূলক বাজারে ব্যবস্থাপনা কর্তৃপক্ষ নিম্নলিখিত ব্যবস্থাদি গ্রহণ করেছে:

১. ব্যবসায়ের প্রবৃদ্ধি ও লাভ জনককরণ করা;
২. বিচক্ষণতার সহিত ব্যবসা পরিচালনা করা,
৩. বিনিয়োগ আয় বৃদ্ধি করা
৪. গ্রাহক সেবার উপর গুরুত্ব আরোপ
৫. ত্বরিত গতিতে দাবি পরিশোধ।

পরিচালকবৃন্দের অবসর গ্রহন:

কোম্পানীর সংঘ বিধির ১১৩ ও ১১৫ ধারা মোতাবেক নিম্ন বর্ণিত উদ্যোক্তা পরিচালকগণ অবসরে যাবেন এবং যোগ্য বিধায় পুনরায় নির্বাচিত হবার জন্য আগ্রহ প্রকাশ করেন।

১. জনাব তাহরিন আমান
২. জনাব আমিনুর রহমান
৩. ইঞ্জিনিয়ার এ.কে.এম. আহছানুল হক
৪. মিসেস রোকেয়া কাদের

নিরীক্ষক নিয়োগ:

কোম্পানীর বর্তমান নিরীক্ষক মেসার্স রহমান মোস্তাফা আলম এন্ড কোং, চার্টার্ড একাউন্ট্যান্টস ২০২১ইং সালের নিরীক্ষক হিসেবে পুনঃ নিয়োগের ইচ্ছা প্রকাশ করেছেন। তারা পুনঃ নিয়োগের যোগ্য বিধায় তাদেরকে নিয়োগের জন্য কোম্পানীর ২১তম বার্ষিক সাধারণ সভায় শেয়ারহোল্ডারগণের অনুমোদনের জন্যে পেশ করা হবে।

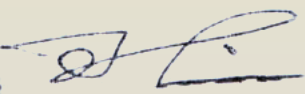
উপসংহার:

পরিশেষে পরিচালকমণ্ডলীর পক্ষ থেকে সম্মানিত ক্লায়েন্ট, শেয়ারহোল্ডার, বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ (আইডিআরএ), বাণিজ্য ও অর্থ মন্ত্রণালয়, ব্যাংক ও আর্থিক প্রতিষ্ঠানসমূহ, বাংলাদেশ ব্যাংক, সাধারণ বীমা কর্পোরেশন, ঢাকা স্টক এক্সচেঞ্জ লি., চট্টগ্রাম স্টক এক্সচেঞ্জ লি., বাংলাদেশ ইন্স্যুরেন্স এসোসিয়েশন, জয়েন্ট স্টক কোম্পানীজ এন্ড ফার্মস, বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশনসহ সকল শুভানুধ্যায়ীদের তাদের সার্বিক সহায়তা ও প্রয়োজনীয় সমর্থন প্রদানের জন্য গভীর কৃতজ্ঞতা ও ধন্যবাদ জ্ঞাপন করছি।

পরিচালকমণ্ডলী প্রতিষ্ঠানের ধারাবাহিক উন্নতির জন্য নির্বাহী কর্মকর্তা ও কর্মচারী যে কঠোর শ্রম, নিষ্ঠা, আন্তরিকতা ও সংকল্প দেখিয়ে চলেছে সেজন্য সকলকে আন্তরিক ধন্যবাদ জ্ঞাপন করছি।

মহান আল্লাহ পাক সকলকে তাঁর দিক নির্দেশিত পথে চলার তৌফিক দিক।

পরিচালনা পর্ষদের পক্ষে



মো: জসিম উদ্দীন
চেয়ারম্যান

MANAGEMENT PROFILE



Chief Executive Officer

Mohd. Abul Kashem

Senior General Manager & CFO
Finance & Accounts Department

Rabindra Nath Karmaker

Assistant General Manager
Re-insurance Department

Md. Ziaul Hoque

Senior Manager
Internal Audit Department

Md. Kamruzzaman Bhuiyan

Company Secretary

Md. Aktaruzzaman

BRANCH MANAGEMENT

Additional Managing Director

*S.M. Khashruzzaman, Mirpur Br.
Md. Shahjahan Mia, Kawranbazar Br.
Md. Saiful Islam, VIP Br.
Faridul Islam, B.B Branch*

Deputy Managing Director

*Md. Zakir Hossain, Dilkusha Br.
Md. Abdul Wahed, Motijheel Br.*

Assistant Managing Director

*Mrs. Hamida Chowdhury, Bangshal Br.
Md. Alamgir Badsha, Bogura Br.
Kazi Mahabub Nawaz, Nayabazer Br.
Sarker Md. Chand Ullah, Gulshan Br.
Md. Abul Hossen, Barishal Br.*

Sr. General Manager

*Md. Harun-or-rashid, Savar Br.
Md. Shahadat Hossain, Local Office*

General Manager

*Kazi Zahiruddin Siddique, Palton Br.
Nasrin Rahman, Narayangonj Br.
Md. Nazim Uddin, Khatungonj Br.*

Deputy General Manager

*Sekander Hayet Khan, Jessore Br
Syed Afsar Ali, Khulna Br.
Md. Shahadul Alam, Rajshahi Br.
Md. Shamim Al Amin, Uttara Br*

Assistant General Manager

*Md. Ruhul Amin, Chowmuhoni Br.
Md. Ovaaidul Islam, Kushtia Br.*

Manager

*Md. Harun Or Rashid, Mirpur Senpara, Br.
Md. Amran Ali, Mymensingh Br.
Md. Hazrat Ali, Manikgonj Br.*

দাবী পরিশোধ



Pattern of Shareholding

AS ON 31 December, 2020

A) Shareholding by Companies, Directors and Shareholders:

SL	Name	Category	No. of Share	Percentage
1	Mr. Md. Jashim Uddin	Chairman	1,649,629	6.87
2	Mr. Md. Akbor Hossain	Vice Chairman	1,281,845	5.34
3	Mr. Sakif Nazran Bhuiyan	Director	1,495,510	6.23
4	Mrs. Priti Kana Bose	Director	809,831	3.37
5	Mr. Murad Mohammed Taj	Director	1,227,330	5.12
6	Mr. Tahrin Aman	Director	800,000	3.33
7	Mr. Aminur Rahman	Director	806,215	3.36
8	Mrs. Rokeya Quader	Director	1,495,510	6.23
9	Engr. A.K.M. Ahsanul Haque	Director	1,121,185	4.67
10	Mr. Nihar Kumar Roy	Director	1,068,180	4.45
11	Engr. Tarikul Alam Rahimi	Director	1,576,665	6.57
12	Mrs. Nauzat Begum	Director	800,000	3.33
13	Mr. Md. Saifuddin Khaled	Sponsor Shareholder	626,214	2.61
14	Mr. Moshfeque Mamun Rizvi	Sponsor Shareholder	250,451	1.04
15	Mrs. Rehana Begum	Sponsor Shareholder	351,758	1.47
16	Al-Haj Mosharref Hossain	Shareholder	1,487,432	6.20
17	Mr. M. Amanullah	Shareholder	695,155	2.90
18	Mr. Morshed Alam	Shareholder	2,350,371	9.79
19	Mr. M. Monsurul Islam	Sponsor Shareholder	599,831	2.50
20	Mr. Amir Hossain Amu	Shareholder	2,506,933	10.45
21	Mrs. Shamima Yeasmin	Shareholder	999,955	4.17
22	Mr. Mohd. Abul Kashem	Chief Executive Officer	-	-
			24,000,000	100

B) Shareholders by Others:

Company Secretary	NIL
CFO	NIL
Head of Internal Audit	NIL
Parent/Subsidiary/ Associate and other related parties	NIL
Shareholding of top five executives	NIL

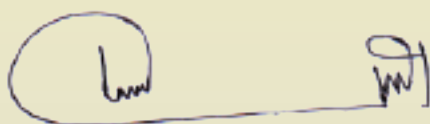
Duties of Chief Executive Officer (CEO) and Chief Financial Officer (CFO)

(a) We hereby certify to the Board that we have reviewed financial statements for the year 2020 and that to the best of our knowledge and belief:

(i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading; and

(ii) these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws;

(b) We also certify that, there are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or in violation of the code of conduct.



Chief Financial Officer



Chief Executive Officer (CC)



Ref-08/21/314/1

Certificate as per condition No. 1(5)(xxvii)

Report to the Shareholders of
Desh General Insurance Company Limited
on compliance on the Corporate Governance Code

We have examined the compliance status to the Corporate Governance Code by Desh General Insurance Company Limited for the year ended on 31st December, 2020. This Code relates to the Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 dated 3 June, 2018 of the Bangladesh Securities and Exchange Commission.

Such compliance with the Corporate Governance Code is the responsibility of the Company. Our examination was limited to the procedures and implementation thereof as adopted by the Management in ensuring compliance to the conditions of the Corporate Governance Code.

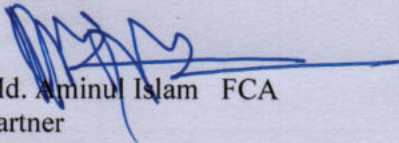
This is a scrutiny and verification and an independent audit on compliance of the conditions of the Corporate Governance Code as well as the provisions of relevant Bangladesh Secretarial Standards (BSS) as adopted by Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Corporate Governance Code.

We state that we have obtained all the information and explanations, which we have required, and after due scrutiny and verification thereof, we report that, in our opinion:

- The Company has complied with the conditions of the Corporate Governance Code as stipulated in the above mentioned Corporate Governance Code issued by the Commission ;
- The Company has complied with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) as required by this Code ;
- Proper books and records have been kept by the company as required under the Companies Act, 1994, the securities laws and other relevant laws; and
- The Governance of the company is satisfactory.

Dhaka,
23rd August, 2021

For HUDA HOSSAIN & CO,
Chartered Accountants


Md. Aminul Islam FCA
Partner



Compliance Report on BSEC's Notification

Annexure-C

[As per condition No. 1(5) (xxvii)]

Status of compliance with the conditions imposed by the Commission's Notification No. SEC/CMRRCD/2006-158/207/Admin/80 dated 3 June 2018 issued under section 2CC of the Securities and Exchange Ordinance, 1969:

(Report under Condition No. 9)

Condition No.	Title	Compliance Status (Put \checkmark in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
1	Board of Directors			
1(1)	Size of the Board of Directors: The total number of members of a Company's Board of Directors (hereinafter referred to as "Board") shall not be less than 5 (five) and more than 20 (twenty).	\checkmark		
1(2)	Independent Directors			
1(2)(a)	At least one-fifth (1/5) of the total number of directors in the Company's Board shall be Independent Directors; any fraction shall be considered to the next integer or whole number for calculating number of Independent Director(s);	\checkmark		
1(2)(b)(i)	Who either does not hold any share in the Company or holds less than one percent (1%) shares of the total paid-up shares of the Company;	\checkmark		
1(2)(b)(ii)	Who is not a sponsor of the Company or is not connected with the Company's any sponsor or director or nominated director or shareholder of the Company or any of its associates, sister concerns, subsidiaries and parents or holding entities who holds one percent (1%) or more shares of the total paid-up shares of the Company on the basis of family relationship and his or her family also shall not hold above mentioned shares in the Company.	\checkmark		
1(2)(b)(iii)	Who has not been an executive of the Company in immediately preceding 2 (two) financial years;	\checkmark		
1(2)(b)(iv)	Who does not have any other relationship, whether pecuniary or otherwise, with the Company or its subsidiary or associated Companies;	\checkmark		
1(2)(b)(v)	Who is not a member or TREC (Trading Right Entitlement Certificate) holder, director or officer of any stock Exchange.	\checkmark		
1(2)(b)(vi)	Who is not a shareholder, director excepting independent director or officer of any member or TREC holder of Stock Exchange or an intermediary of the capital market;	\checkmark		
1(2)(b)(vii)	Who is not a partner or an executive or was not a partner or an executive during the preceding 3(three) years of the concerned Company's statutory audit firm or audit firm engaged in internal audit services or audit firm conducting special audit or professional certifying compliance of this Code;	\checkmark		
1(2)(b)(viii)	Who is not independent director in more than 5(five) listed companies;	\checkmark		
1(2)(b)(ix)	Who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan or any advance to a bank or a Non- Bank financial Institution (NBFI); and	\checkmark		
1(2)(b)(x)	Who has not been convicted for a criminal offence involving moral turpitude;	\checkmark		
1(2)(c)	The independent director(s) shall be appointed by the Board and approved by the shareholders in the Annual General Meeting (AGM);	\checkmark		
1(2)(d)	The post of independent director(s) cannot remain vacant for more than 90 (ninety) days; and	\checkmark		
1(2)(e)	The tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1(one) tenure only:	\checkmark		
1(3)	Qualification of Independent Director			
1(3)(a)	Independent director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial laws, regularity requirements and corporate laws and can make meaningful contribution to the business;	\checkmark		
1(3)(b)(i)	Business Leader who is or was a promoter or director of an unlisted Company having minimum paid-up-capital of Tk. 100.00 million or any listed Company or a member of any national or international chamber of commerce or business association; or	\checkmark		

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
1(3)(b)(ii)	Corporate Leader who is or was a top level executive not lower than Chief Executive Officer or Managing Director or Deputy Managing Director or Chief Financial Officer or Head of Finance or Accounts or Company Secretary or Head of Internal Audit and Compliance or Head of Legal Service or a candidate with equivalent position of an unlisted Company having minimum paid-up-capital of Tk. 100.00 million or of a listed Company; or	✓		
1(3)(b)(iii)	Former official of government or statutory or autonomous or regulatory body in the position not below 5 th Grade of the national pay scale, who has at least educational background of bachelor degree in economics or commerce or business or Law; or			N/A
1(3)(b)(iv)	University Teacher who has educational background in Economics or Commerce or Business Studies or Law; or			N/A
1(3)(b)(v)	Professional who is or was an advocate practicing at least in the High Court Division of Bangladesh Supreme Court or a Chartered Accountant or Cost and Management Accountant or Chartered Financial Analyst or Chartered Certified Accountant or Certified Public Accountant or Chartered Management Accountant or Chartered Secretary or equivalent qualification;	✓		
1(3)(c)	The independent director shall have at least 10 (ten) years of experiences in any field mentioned in clause (b);	✓		
1(3)(d)	In special cases, the above qualifications or experiences may be relaxed subject to prior approval of the Commission.	-	-	No such deviation occurred
1(4)	Duality of Chairpersons of the Board of Directors and Managing Director or Chief Executive Officer:			
1(4)(a)	The positions of the Chairpersons of the Board and the Managing Director (MD) and /or Chief Executive Officer (CEO) of the Company shall be filled by different individuals;	✓		
1(4)(b)	The Managing Director (MD) and / or Chief Executive Officer (CEO) of a listed Company shall not hold the same position in another listed Company;	✓		
1(4)(c)	The Chairperson of the Board shall be elected from among the non-executive directors of the Company;	✓		
1(4)(d)	The Board shall clearly define respective roles and responsibilities of the Chairperson and the Managing Director and / or Chief Executive Officer;	✓		
1(4)(e)	In the absence of the Chairperson of the Board, the remaining members may elect one of themselves from non-executive directors as Chairperson for that particular Board's meeting; the reason of absence of the regular Chairperson shall be duly recorded in the minutes.	✓	-	No such event occurred
1(5)	The Directors' Report to Shareholders			
1(5)(i)	An industry outlook and possible future developments in the industry;	✓		
1(5)(ii)	The segment-wise or product-wise performance;	✓		
1(5)(iii)	Risks and concerns including internal and external risk factors, threat to sustainability and negative impact on environment, if any;	✓		
1(5)(iv)	A discussion on Cost of Goods Sold, Gross Profit Margin and Net Profit Margin, where applicable;	✓		
1(5)(v)	A discussion on continuity of any extraordinary activities and their implications(gain or loss);			No such event occurred;
1(5)(vi)	A detailed discussion on related party transactions along with a statement showing amount, nature of related party, nature of transactions and basis of transactions of all related party transactions;	✓		
1(5)(vii)	A statement of utilization of proceeds raised through public issues, rights issues and / or any other instruments;	✓		
1(5)(viii)	An explanation if the financial results deteriorate after the Company goes for initial Public Offering(IPO), Repeat Public Offering (RPO), Rights Share Offer, Direct Listing, etc;			No such event occurred;
1(5)(ix)	An explanation on any significant variance that occurs between Quarterly Financial performances and Annual Financial Statements;			No such event occurred;
1(5)(x)	A statement of remuneration paid to the directors including independent directors;	✓		
1(5)(xi)	A statement that 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)	A statement that proper books of account of the issuer Company have been maintained;	✓		
1(5)(xiii)	A statement that 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)	A statement that International Accounting Standards(IAS) or International Financial Reporting Standards(IFRS), 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 (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
1(5)(xv)	A statement that the system of internal control is sound in design and has been effectively implemented and monitored;			
1(5)(xvi)	A statement that minority shareholders have been protected from abusive actions by, or in the interest of, controlling shareholders acting either directly or indirectly and have effective means of redress;	✓		
1(5)(xvii)	A statement that there is no significant doubt 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 there of shall be disclosed;	✓		
1(5)(xviii)	An explanation that significant deviations from the last year's operating results of the issuer Company shall be highlighted and the reasons thereof shall be explained;			No such deviation occurred
1(5)(xix)	A statement where key operating and financial data of at least preceding 5(five) years shall be summarized;	✓		
1(5)(xx)	An explanation on the reasons if the issuer Company has not declared dividend (cash or stock) for the year;			N/A
1(5)(xxi)	Board's statement to the effect that no bonus share or stock dividend has been or shall be declared as interim dividend;			N/A
1(5)(xxii)	The total number of Board meeting held during the year and attendance by each director;	✓		No of Board Meetings 4
1(5)(xxiii)	A report on the pattern of shareholding disclosing the aggregate number of shares(along with name-wise details where stated below) held by:	✓		
1(5)(xxiii)(a)	Parent or Subsidiary or Associated Companies and other related parties(name-wise details);			N/A
1(5)(xxiii)(b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and Compliance and their spouses and minor children(name-wise details);	✓		
1(5)(xxiii)(c)	Executives; and	✓		
1(5)(xxiii)(d)	Shareholders holding ten percent (10%) or more voting interest in the Company (name-wise details);	✓		
1(5)(xxiv)	In case of the appointment or reappointment of a director, a disclosure on the following information to the shareholders:			
1(5)(xxiv)(a)	A brief resume of the director;	✓		
1(5)(xxiv)(b)	Nature of his her expertise in specific functional areas; and	✓		
1(5)(xxiv)(c)	Names of companies in which the person also holds the directorship and the membership of committees of the Board;	✓		
1(5)(xxv)	A Management's Discussion and Analysis signed by CEO or MD presenting detailed analysis of the Company's position and operations along with a brief discussion of changes in the financial statements, among others, focusing on:	✓		
1(5)(xxv)(a)	Accounting policies and estimation for preparation of financial statements;	✓		
1(5)(xxv)(b)	Changes in accounting policies and estimation, if any, clearly describing the effect on financial performance or results and financial position as well as cash flows in absolute figure for such changes;	-	-	N/A
1(5)(xxv)(c)	Comparative analysis(including effects of inflation) of financial performance or results and financial position as well as cash flows for current financial year with immediate preceding five years explaining reasons thereof;	✓		
1(5)(xxv)(d)	Compare such financial performance or results and financial position as well as cash flows with the peer industry scenario;	✓		
1(5)(xxv)(e)	Briefly explain the financial and economic scenario of the Country and the globe;	✓		
1(5)(xxv)(f)	Risks and concerns issues related to the financial statements, explaining such risk and concerns mitigation plan of the Company; and	✓		
1(5)(xxv)(g)	Future plan or projection or forecast for Company's operation, performance and financial position, with justification thereof, i.e., actual position shall be explained to the shareholders in the next AGM;	✓		
1(5)(xxvi)	Declaration or certification by the CEO and the CFO to the Board as required under condition No. 3(3) shall be disclosed as per Annexure-A; and	✓		
1(5)(xxvii)	The report as well as certificate regarding compliance of conditions of this Code as required under condition No. 9 shall be disclosed as per Annexure-B and Annexure-C.	✓		
1(6)	Meetings of the Board of Directors			
	The Company shall conduct its Board Meetings and record the minutes of the meetings as well as keep required books and records in line with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Code.	✓		
1(7)	Code of Conduct for the Chairperson, other Board members and Chief Executive Officer			
1(7)(a)	The Board shall lay down a code of conduct, based on the recommendation of the Nomination and Remuneration Committee(NRC) at condition No. 6, for the Chairperson of the Board, other Board members and Chief Executive Officer of the Company;	✓		
1(7)(b)	The code of conduct as determined by the NRC shall be posted on the website of the Company including, among others, prudent conduct and behavior; confidentially; conflict of interest, compliance with laws, rules and regulations;	✓		

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
2	Governance of Board of Directors of Subsidiary Company:			
2(a)	Provisions relating to the composition of the Board of the holding Company shall be made applicable to the composition of the Board of the subsidiary Company;			N/A
2(b)	At least 1 (one) independent director on the Board of the holding Company shall be a director on the Board of the subsidiary Company;			N/A
2(c)	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
2(d)	The minutes of the respective Board meeting of the holding Company shall state that they have reviewed the affairs of the subsidiary Company also;			N/A
2(e)	The Audit Committee of the holding Company shall also review the financial statements, in particular the investments made by the subsidiary Company.			N/A
3	Managing Director (MD) or Chief Executive Officer (CEO), Chief Financial Officer (CFO), Head of Internal Audit and Compliance (HIAC) and Company Secretary.-			
3(1)	Appointment			
3(1)(a)	The Board shall appoint a Managing Director (MD) or Chief Executive Officer (CEO), a Company Secretary (CS), a Chief Financial Officer (CFO), and a Head of Internal Audit and Compliance (HIAC);	✓		
3(1)(b)	The position of the managing Director (MD) or Chief Executive Officer (CEO), Company Secretary (CS), Chief Financial Officer (CFO), and Head of Internal Audit and Compliance (HIAC) shall be filled by different individuals;	✓		
3(1)(c)	The MD or CEO, CS, CFO and HIAC of a listed Company shall not hold any executive position in any other Company at the same time;	✓		
3(1)(d)	The Board shall clearly define respective roles, responsibilities and duties of the CFO, the HIAC and the CS;	✓		
3(1)(e)	The MD or CEO, CS, CFO and HIAC shall not be removed from their position without approval of the Board as well as immediate dissemination to the Commission and stock exchange(s).	✓		
3(2)	Requirement to attend Board of Directors' Meetings			
3(3)(a)(i)	these statement do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading; and	✓		
3(3)(a)(ii)	these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws;	✓		
3(3)(b)	The MD or CEO and CFO shall also certify that there are, to the best of knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the code of conduct for the Company's Board or its members;	✓		
3(3)(c)	The certification of the MD or CEO and CFO shall be disclosed in the Annual Report.	✓		
4	Board of Directors' Committee:			
	For ensuring good governance in the Company, The Board shall have at least following sub - committees:			
4(i)	Audit Committee; and	✓		
4(ii)	Nomination and Remuneration Committee.	✓		
5	Audit Committee:			
5(1)	Responsibility to the Board of Directors			
5(1)(a)	The Company shall have an Audit Committee as a sub-committee of the Board;	✓		
5(1)(b)	The Audit committee shall assist the Board in ensuring that the financial statements reflect true and fair view of the state of affairs of the Company and in ensuring a good monitoring system within the business;	✓		
5(1)(c)	The Audit Committee shall be responsible to the Board; the duties of the Audit Committee shall be clearly set forth in writing.	✓		
5(2)	Constitution of the Audit Committee			
5(2)(a)	The Audit Committee shall be composed of at least 3(three) members;	✓		
5(2)(b)	The Board shall appoint members of the Audit Committee who shall be non-executive directors of the Company excepting Chairpersons of the Board and shall include at least 1(one) independent director;	✓		
5(2)(c)	All members of the audit committee should be "financially literate" and at least 1(one) member shall have accounting or related financial management background and 10 (ten) years of such experience;	✓		
5(2)(d)	When the term of service of any Committee member expires or there is any circumstance causing any committee member to be unable to hold office before expiration of the term of service, thus making the number of the committee members to be lower than the prescribed number of 3(three) persons, the Board shall appoint the new Committee member to fill up the vacancy immediately or not later than 1(one) month from the date of vacancy in the Committee to ensure continuity of the performance of work of the Audit Committee;	✓		

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
5(2)(e)	The Company secretary shall act as the secretary of the Committee;	✓		
5(2)(f)	The quorum of the Audit Committee meeting shall not constitute without at least 1(one) independent director.	✓		
5(3)	Chairperson of Audit Committee			
5(3)(a)	The Board shall select 1(one) member of the Audit Committee to be Chairperson of the Audit Committee, who shall be an independent director;	✓		
5(3)(b)	In the absence of the Chairperson of the Audit Committee, the remaining members may elect one of themselves as Chairperson for that particular meeting, in that case there shall be no problem of constituting a quorum as required under condition No. 5(4)(b) and the reason of absence of the regular Chairperson shall be duly recorded in the minutes.	✓		
5(3)(c)	Chairperson of the Audit Committee shall remain present in the Annual General Meeting(AGM);	✓		
5(4)	Meeting of the Audit Committee			
5(4)(a)	The Audit Committee shall conduct at least its four meetings in a financial year;	✓		
5(4)(b)	The quorum of the meeting of the Audit Committee shall be constituted in presence of either two members or two-third of the members of the Audit Committee, whichever is higher, where presence of an independent director is a must.	✓		
5(5)	Role of Audit Committee			
	The Audit Committee shall:			
5(5)(a)	Oversee the financial reporting process;	✓		
5(5)(b)	Monitor choice of accounting policies and principles;	✓		
5(5)(c)	Monitor Internal Audit and Compliance process to ensure that it is adequately resourced, including approval of the Internal Audit and Compliance Plan and review of the Internal Audit and Compliance Report;	✓		
5(5)(d)	Oversee hiring and performance of external auditors;	✓		
5(5)(e)	Hold meeting with the external or statutory auditors for review of the annual financial statements before submission to the Board for approval or adoption;	✓		
5(5)(f)	Review along with the management, the annual financial statements before submission to the Board for approval;	✓		
5(5)(g)	Review along with the management, the quarterly and half yearly financial statements before submission to the Board for approval;	✓		
5(5)(h)	Review the adequacy of internal audit function;	✓		
5(5)(i)	Review the Management's Discussion and Analysis before disclosing in the Annual Report;	✓		
5(5)(j)	Review statement of all related party transactions submitted by the management;	✓		
5(5)(k)	Review Management Letters or Letter of Internal Control weakness issued by the statutory auditors;	✓		
5(5)(l)	Oversee the determination of audit fees based on scope and magnitude, level of expertise deployed and time required for effective audit and evaluate the performance of external auditors; and	✓		
5(5)(m)	Oversee whether the proceeds raised through Internal Public Offering (IPO) or Repeat Public Offering(RPO) or Rights Share Offer have been utilized as per the purpose stated in relevant offer document or prospectus approved by the Commission.	✓		
5(6)	Reporting of the Audit Committee			
5(6)(a)(i)	The Audit Committee shall report on its activities to the Board.	✓		
5(6)(a)(ii)(a)	Report on conflicts of interests;	-	-	No such event occurred
5(6)(a)(ii)(b)	Suspected or presumed fraud or irregularity or material defect identified in the internal audit and compliance process or in the financial statements;	-	-	No such event occurred
5(6)(a)(ii)(c)	Suspected infringement of laws, regulatory compliances including securities related laws, rules and regulations; and	-	-	No such event occurred
5(6)(a)(ii)(d)	Any other matter which the Audit Committee deems necessary shall be disclosed to the Board immediately;	-	-	No such event occurred
5(6)(b)	Reporting to the Authorities			
	If the Audit Committee has reported to the Board about anything which has material impact on the financial condition and results of operation and has discussed with the Board and the management that any rectification is necessary and if the Audit Committee finds that such rectification has been unreasonable ignored, the Audit Committee shall report such finding to the Commission, upon reporting of such matters to the Board for three times or completion of a period 6(six) months from the date of first reporting to the Board, whichever is earlier.	-		No such event occurred
5(7)	Reporting to the Shareholders and General Investors			
	Report on activities carried out by the Audit Committee, including any report made to the Board under condition No. 5(6)(a)(ii) above during the year, shall be signed by the Chairperson of the Audit Committee and disclosed in the annual report of the issuer Company.	-		No such event occurred

Condition No.	Title	Compliance Status (Put \checkmark in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
6	Nomination and Remuneration Committee (NRC):			
6(1)	Responsibility to the Board of Directors			
6(1)(a)	The Company shall have a Nomination and Remuneration Committee (NRC) as a sub-committee of the Board;	\checkmark		
6(1)(b)	The NRC shall assist the Board in formulation of the nomination criteria or policy for determining qualifications, positive attributes, experiences and independence of directors and top level executive as well as a policy for formal process of considering remuneration of directors, top level executive;	\checkmark		
6(1)(c)	The Terms of Reference (TOR) of the NRC shall be clearly set forth in writing covering the areas stated at the condition No. 6(5) (b).	\checkmark		
6(2)	Constitution of NRC			
6(2)(a)	The Committee shall comprise of at least three members including an independent director;	\checkmark		
6(2)(b)	All members of the Committee shall be non-executive directors;	\checkmark		
6(2)(c)	Members of the Committee shall be nominated and appointed by the Board;	\checkmark		
6(2)(d)	The Board shall have authority to remove and appoint any member of the Committee;	\checkmark		
6(2)(e)	In case of death, resignation, disqualification, or removal of any member of the Committee or in any other cases of vacancies, the board shall fill the vacancy within 180(one hundred eighty) days of occurring such vacancy in the Committee;	\checkmark		
6(2)(f)	The Chairperson of the Committee may appoint or co-opt any external expert and/ or member(s) of staff to the Committee as advisor who shall be non-voting member, if the Chairperson feels that advice or suggestion from such external expert and / or member(s) of staff shall be required or valuable for the Committee;	\checkmark		
6(2)(g)	The Company secretary shall act as the secretary of the Committee;	\checkmark		
6(2)(h)	The quorum of the NRC meeting shall not constitute without attendance of at least an independent director;	\checkmark		
6(2)(i)	No member of the NRC shall receive, either directly or indirectly, any remuneration for any advisory or consultancy role or otherwise, other than Director's fees or honorarium from the Company.	\checkmark		
6(3)	Chairperson of the NRC			
6(3)(a)	The Board shall select 1 (one) member of the NRC to be Chairperson of the Committee, who shall be an independent director;	\checkmark		
6(3)(b)	In the absence of the Chairperson of the NRC, the remaining members may elect one of themselves as Chairperson for that particular meeting, the reason of absence of the regular Chairperson shall be duly recorded in the minutes;	\checkmark		
6(3)(c)	The Chairperson of the NRC shall attend the annual general meeting (AGM) to answer the queries of the shareholders;	\checkmark		
6(4)	Meeting of NRC			
6(4)(a)	The NRC shall conduct at least one meeting in a financial year;	\checkmark		
6(4)(b)	The Chairperson of the NRC may convey any emergency meeting upon request by any member of the NRC;	\checkmark		
6(4)(c)	The quorum of the meeting of the NRC shall be constituted in presence of either two members or two third of the members of the Committee, whichever is higher, where presence of an independent director is must as required under condition No. 6(2) (h);	\checkmark		
6(4)(d)	The proceedings of each meeting of the NRC shall duly be recorded in the minutes and such minutes shall be confirmed in the next meeting of the NRC.	\checkmark		
6(5)	Role of the NRC			
6(5)(a)	NRC shall be independent and responsible or accountable to the Board and to the shareholders;	\checkmark		
6(5)(b)	NRC shall oversee, among others, the following matters and make report with recommendation to the Board:	\checkmark		
6(5)(b)(i)	Formulating the criteria for determining qualifications, positive attributes and independence of a director and recommend a policy to the Board, relating to the remuneration of the directors, top level executive, considering the following:	\checkmark		
6(5)(b)(i)(a)	The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate suitable directors to run the Company successfully;	\checkmark		
6(5)(b)(i)(b)	The relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and	\checkmark		
6(5)(b)(i)(c)	Remuneration to directors, top level executive involves a balance between fixed and incentive pay reflection short and long-term performance objectives appropriate to the working of the Company and its goal;	\checkmark		
6(5)(b)(ii)	Devising a policy on Board's diversity taking into consideration age, gender, experience, ethnicity, educational background and nationality;	\checkmark		

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
6(5)(c)	The Company shall disclose the nomination and remuneration police and the evaluation criteria and activities of NRC during the year at a glance in its annual report.	√		
7	External or Statutory Auditors:			
7(1)	The issuer Company shall not engage its external or statutory auditors to perform the following services of the Company, namely:	√		
7(1)(i)	Appraisal or valuation service or fairness opinions;	√		
7(1)(ii)	Financial information systems design and implementation;	√		
7(1)(iii)	Book-keeping or other services related to the accounting records or financial statements;	√		
7(1)(iv)	Broker-dealer services;	√		
7(1)(v)	Actuarial services;	√		No such event occurred.
7(1)(vi)	Internal audit services or special audit services;	√		
7(1)(vii)	Any services that the Audit Committee determines;	√		
7(1)(viii)	Audit or certification services on compliance of corporate governance as required under condition No. 9(1); and	√		
7(1)(ix)	Any other service that creates conflicts of interest.	√		
7(2)	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; his or her family members also shall not hold any shares in the said Company;	√		
7(3)	Representative of external or statutory auditors shall remain present in the Shareholders' Meeting (Annual general Meeting or Extraordinary General Meeting) to ensure the queries of the shareholders.	√		
8	Maintaining a website by the Company:			
8(1)	The Company shall have an official website linked with the website of the stock exchange.	√		
8(2)	The Company shall keep the website functional from the date of listing.	√		
8(3)	The Company shall make available the detailed disclosures on its website as required under the listing regulations of the concerned stock exchange(s).	√		
9	Reporting and Compliance of Corporation Governance:			
9(1)	The Company shall obtain a certificate from a practicing Professional Accountant or Secretary (Chartered Accountant or Cost and Management Accountant or Chartered Secretary) other than its statutory auditors or audit firm on yearly basis regarding compliance of conditions of Corporate Governance Code of the Commission and shall such certificate shall be disclosed in the Annual Report.	√		
9(2)	The professional who will provide the certificate on compliance of this Corporate Governance Code shall be appointed by the shareholders in the annual general meeting.	√		
9(3)	The directors of the Company shall state, in accordance with the Annexure-C attached, in the directors' report whether the Company has complied with these condition or not.	√		

INDEPENDENT AUDITORS' REPORT

TO THE SHAREHOLDERS OF DESH GENERAL INSURANCE COMPANY LIMITED

Report On The Audit Of The Financial Statements

Opinion

We have audited the financial statements of Desh General Insurance Company Limited (the Company), which comprise the Statement of Financial Position as at December 31, 2020, Profit and Loss Appropriation Account, Statement of Profit or Loss and Other Comprehensive Income, 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 Shareholders Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information disclosed in notes 1 to 57 & Annexure-A to C.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the company as at December 31, 2020, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958 (as amended till date), the Securities and Exchange Rules 1987 and other applicable laws and regulations.

Basis for Opinion

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

Our Key Audit Matters

Risk	Our response to the risk
Premium Income	
Gross general insurance premiums comprise the total premiums received for the whole period of cover provided by contracts entered into during the accounting period.	With respect to Premium income in respect of various types of insurance we carried out the following procedures:
Given the important nature, connections to other items to the financial statements and sensitivity of the item we believe this area pose high level of risk.	<ul style="list-style-type: none">• The design and operating effectiveness of key controls around premium income recognition process.• Carried out analytical procedures and recalculated premium income for the period.

Risk	Our response to the risk
	<ul style="list-style-type: none"> • Carried out cut-off testing to ensure unearned premium income has not been included in the premium income. • On a sample basis reviewed policy to ensure appropriate policy stamp was affixed to the contract and the same has been reflected in the premium register. • Ensured on a sample basis that the premium income was being deposited in the designated bank account. • Tested on a sample basis to see that appropriate VAT was being collected and deposited to bank through Treasury Challan. • For a sample of insurance contracts tested to see if appropriate level of reinsurance was done and whether that re insurance premium was deducted from the gross premium. • Applying specialist judgment ensured if there is any impairment of the reinsurer. • Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards, Insurance Act 2010, Insurance Rules 1958 (as amended till date) and other applicable rules and regulations and regulatory guidelines.

Estimated liability in respect of outstanding claims whether due or intimated and claim payment	
<p>This account represents the claim due or intimated from the insured and involves significant management judgment and risk of understatement. In extreme scenario this item may have going concern implications for the company.</p>	<p>We tested the design and operating effectiveness of controls around the due and intimated claim recording process.</p> <p>We additionally carried out the following substantive testing's around this item:</p> <ul style="list-style-type: none"> • Obtained the claims register and tested for completeness of claims recorded in the register on a sample basis • Obtained a sample of claimed policy copy and cross check it with claim. • Obtained a sample of survey reports

Cross checked those against respective ledger balances and in case of discrepancy carried out further investigation.

- Obtained and discussed with management about their basis for estimation and challenged their assumptions where appropriate.
- Reviewed the claim committee meeting minutes about decision about impending claims.
- Tested a sample of claims payments with intimation letter, survey report, bank statement, claim payment register and general ledger.
- Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards, Insurance Act 2010, Insurance Rules 1958 (as amended till date) and other applicable rules and regulations and regulatory guidelines.

Other Information

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

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

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

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

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

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

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

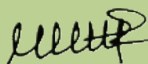
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

Report on other Legal and Regulatory Requirements

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

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) In our opinion, proper books of accounts, records and other statutory books as required by law have been kept by the Company so far as it appeared from our examinations of those books;
- c) The Company management has followed relevant provisions of laws and rules in managing the affairs of the Company and proper books of accounts, records and other statutory books have been properly maintained and (where applicable) proper returns adequate for the purposes of our audit have been received from branches not visited by us;
- d) As per section 63(2) of the Insurance Act 2010, in our opinion to the best of our knowledge and belief according to the information and explanation given to us, all expenses of management wherever incurred and whether incurred directly or indirectly, in respect of insurance business of the company transacted in Bangladesh during the year under report have been duly debited to the related Revenue Accounts and the Statement of Comprehensive Income of the Company;
- e) We report that to the best of our information and as shown by its books, the company during the year under report has not paid any person any commission in any form, outside Bangladesh in respect of any its business re-insured abroad;
- f) The Statement of Financial Position, Profit and Loss Appropriation Account, Statement of Comprehensive Income, related Revenue Accounts, Statement of Changes in Equity and Statement of Cash Flows of the Company together with the annexed notes dealt with by the report are in agreement with the books of account and returns; and
- g) The expenditure was incurred for the purpose of the Company's business.


Firm's Name	:	Rahman Mostafa Alam & Co. Chartered Accountants
Signature	:	
Auditor's Name	:	Mohammad Mofizul Haque Rinku FCA, (Enr No.: 1204)
Date	:	August 23, 2021
Place	:	Dhaka
DVC	:	2108291204AS135020

DESH GENERAL INSURANCE COMPANY LIMITED

Statement of Financial Position As at December 31, 2020

Particulars	Notes	Amount in Taka	
		31.12.2020	31.12.2019
EQUITY AND LIABILITIES:			
Share Capital			
Authorized :			
100,000,000 Ordinary Shares of Tk. 10 each	19.00	1,000,000,000	1,000,000,000
Issued, Subscribed and Paid up Capital			
24,000,000 Ordinary Shares of Tk. 10 each	20.00	240,000,000	240,000,000
Reserve or Contingency Account		46,224,707	38,797,365
Profit and Loss Appropriation Account		46,224,707	33,797,365
Reserve for Exceptional Losses		-	5,000,000
Total Shareholders' Equity		286,224,707	278,797,365
Balances of Funds & Accounts:	36.00	80,808,884	67,867,146
Fire Insurance Business		35,707,601	16,382,046
Marine Insurance Business		29,323,623	36,943,514
Motor Insurance Business		8,507,594	11,015,800
Miscellaneous Insurance Business		6,040,862	2,378,553
Marine Hull Insurance Business		1,229,204	1,147,234
Liability and Provisions		338,724,558	347,072,714
Estimated liabilities in respect of outstanding claims whether due or intimated	21.00	39,171,993	51,470,483
Amount due to other persons or bodies carrying on insurance business	22.00	66,817,822	76,974,568
Deposit Premium	23.00	3,876,602	2,732,459
Bank Loan	24.00	80,150,939	84,473,477
Sundry Creditors	25.00	51,063,803	53,331,689
Lease Liability		5,684,479	7,695,926
Deferred Tax Liability	35 (ii)	14,317,682	10,197,272
Provision for Taxation	35.00	77,641,239	60,196,839
Total Shareholders' Equity and Liabilities		705,758,149	693,737,225

The accompanying notes 1 to 57 and Annexure - A, B & C form an integral part of this financial statements.


Chief Executive Officer (CC)


Director


Director


Chairman

Signed in terms of our report of even date.

Firm's Name : **Rahman Mostafa Alam & Co.** Chartered Accountants

Signature : 

Auditor's Name : Mohammad Mofizul Haque Rinku FCA, (Enr No: 1204)

Date : August 23, 2021

Place : Dhaka

DVC : 2108291204AS135020

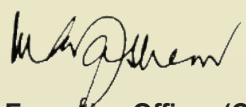
DESH GENERAL INSURANCE COMPANY LIMITED

Statement of Financial Position

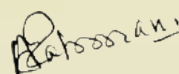
As at December 31, 2020

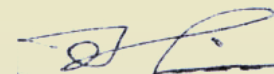
Particulars	Notes	Amount in Taka	
		31.12.2020	31.12.2019
PROPERTY AND ASSETS			
Non-Current Assets		158,214,037	165,361,236
Fixed Assets	33.01	121,730,508	126,312,492
Intangible Assets	33.02	4,971,514	5,523,905
Right of use asset (Annexure-C)		6,512,015	8,524,840
Investment-At cost (BGTB)	26.00	25,000,000	25,000,000
Current Assets:		292,304,076	284,557,415
Accrued Interest	27.00	3,737,960	6,989,923
Amount due from other persons or bodies carrying on insurance business	28.00	263,660,892	251,875,236
Sundry Debtors	29.00	24,905,224	25,692,256
Stamps in Hand		654,407	656,782
Stock of Printing Materials		4,105,311	4,210,918
Cash & Cash Equivalents:		250,480,318	238,950,874
Fixed Deposit Account	30.00	227,595,325	220,695,325
STD & Current Account	31.00	19,618,151	16,337,349
Cash in Hand	32.00	3,266,842	1,918,200
Total Property and Assets		705,758,149	693,737,225
Net Asset Value (NAV) per share	40.00	11.93	11.62

The accompanying notes 1 to 57 and Annexure - A, B & C form an integral part of this financial statements.


Chief Executive Officer (CC)

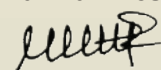

Director


Director


Chairman

Signed in terms of our report of even date.

Firm's Name : **Rahman Mostafa Alam & Co.** Chartered Accountants

Signature : 

Auditor's Name : Mohammad Mofizul Haque Rinku FCA, (Enr No: 1204)

Date : August 23, 2021

Place : Dhaka


DVC : 2108291204AS135020

DESH GENERAL INSURANCE COMPANY LIMITED

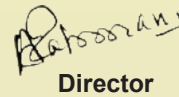
Profit or Loss Appropriation Account For the year ended on December 31, 2020

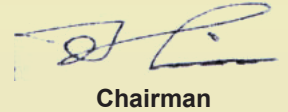
Particulars	Notes	Amount in Taka	
		Jan. 01, 2020 to Dec. 31, 2020	Jan. 01, 2019 to Dec. 31, 2019
Balance brought forward from last Period's account		33,797,365	25,576,395
Less: Adjustment for lease Liability for application of IFRS 16		-	(356,144)
Net Profit /(Loss) before tax		63,712,236	54,295,190
Reserve for exceptional Losses		5,000,000	
Provision for Taxation:			
Current Tax	35(A)	(23,364,485)	(19,236,848)
Deferred Tax	35(ii)	(4,120,410)	(2,481,228)
Dividend paid		(28,800,000)	(24,000,000)
Balance transferred to Balance Sheet		46,224,707	33,797,365

The accompanying notes 1 to 57 and Annexure - A, B & C form an integral part of this financial statements.


Chief Executive Officer (CC)

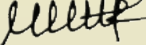

Director


Director


Chairman

Signed in terms of our report of even date.

Firm's Name : **Rahman Mostafa Alam & Co.** Chartered Accountants

Signature : 

Auditor's Name : Mohammad Mofizul Haque Rinku. FCA, (Enr No: 1204)

Date : August 23, 2021

Place : Dhaka

DVC : 2108291204AS135020

DESH GENERAL INSURANCE COMPANY LIMITED

Statement of Profit or Loss and other Comprehensive Income

For the year ended on December 31, 2020


Particulars	Notes	Amount in Taka	
		Jan 01, 2020 to Dec 31, 2020	Jan 01, 2019 to Dec 31, 2019
Operating profit/(loss) transferred from:		77,068,451	65,934,901
Fire Insurance Revenue Account		22,630,238	19,650,960
Marine Insurance Revenue Account		43,160,757	33,100,664
Marine Hull Insurance Revenue Account.		204,806	(308,969)
Motor Insurance Revenue Account		12,996,459	15,359,303
Miscellaneous Insurance Revenue Account		(1,923,809)	(1,867,056)
Non - operating income		18,778,801	18,515,955
Interest, Dividend & Rent			
Interest on GSB		2,254,100	1,988,500
Interest on FDR		16,150,194	16,382,003
Interest on STD Accounts		374,507	145,452
Total Income		95,847,252	84,450,856
Less: Management Expenses			
Expenses of Management (Not Applicable to any Particular Fund or Account)		32,135,015	30,155,665
Advertisement & Publicity		237,580	151,650
Audit Fees		195,500	195,500
Professional Fees		154,500	154,500
Sundry Audit Fees		120,750	415,000
Bank Charge		603,511	450,634
Wall Calendar		735,881	858,400
Depreciation		10,476,545	10,753,598
Depreciation on Right of use asset		4,647,276	3,223,454
Director Fees		364,800	462,400
Subscription & Others		750,600	135,350
Training Fees		31,625	112,000
Interest on Loan		7,819,001	7,716,002
Interest on Lease Liabilities		590,442	686,561
Legal Fees		6,000	78,830
Renewal & Registration (Trade)		591,855	389,178
Credit Rating Fees		118,250	253,000
BD Expenses (PSB)		48,889	48,449
Annual Fees (BIA)		200,000	100,000
Override Expenses (IPO)		1,256,400	1,256,400
Worker's Profit Participation Fund		3,185,611	2,714,760
Net Profit/(Loss) before tax		63,712,236	54,295,191
Provision for Taxation:		(27,484,894)	(21,718,076)
Current Tax	35(A)	(23,364,485)	(19,236,848)
Deferred Tax	35(ii)	(4,120,410)	(2,481,228)
Profit after tax transferred to profit & loss appropriation account		36,227,342	32,577,114
Total Expenses		95,847,252	84,450,856
Earning Per Share (EPS)	39.00	1.51	1.36

The accompanying notes 1 to 57 and Annexure - A, B & C form an integral part of this financial statements.

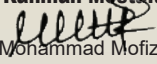

Chief Executive Officer (CC)


Director


Director


Chairman

Signed in terms of our report of even date.

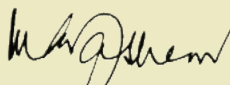
Firm's Name : **Rahman Mostafa Alam & Co.** Chartered Accountants
Signature : 
Auditor's Name : **Mohammad Mofizul Haque Rinku FCA, (Enr No: 1204)**
Date : August 23, 2021
Place : Dhaka
DVC : 2108291204AS135020

DESH GENERAL INSURANCE COMPANY LIMITED

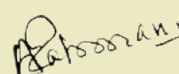
Statement of Other Comprehensive Income

For the year ended on December 31, 2020

Particulars	Notes	Amount in Taka	
		Jan 01, 2020 to Dec 31, 2020	Jan 01, 2019 to Dec 31, 2019
Profit After Tax	45.00	36,227,342	32,577,114
Other comprehensive income			
Revaluation Surplus		-	-
Changes in fair value the shares available for sale		-	-
Total Comprehensive Income		36,227,342	32,577,114


Chief Executive Officer (CC)

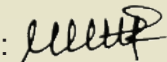

Director


Director


Chairman

Signed in terms of our report of even date.

Firm's Name : **Rahman Mostafa Alam & Co.** Chartered Accountants

Signature : 

Auditor's Name : Mohammad Mofizul Haque Rinku FCA, (**Enr No:** 1204)

Date : August 23, 2021

Place : Dhaka

DVC : 2108291204AS135020

DESH GENERAL INSURANCE COMPANY LIMITED

CONSOLIDATED REVENUE ACCOUNT

For the year ended on December 31, 2020

CLAIMS UNDER POLICIES LESS RE-INSURANCE

Paid during the year:

Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated.

Less: Outstanding claims at the end of the Previous year

Claim for the year

Agency Commission

Management Expenses (Note -34)

Stamp Duty

Profit/(Loss) transferred to Profit & Loss Account

Balances of Funds & Accounts, being 40%/100% of the net premium income of the year

Total :

Balance of Account at the beginning of the year :

Balances of Funds & Accounts

Premium Less Re-insurance (Note-41)

Commission on Re-insurance ceded

Profit Commission

Loss Recovery

Total :

Amount in Taka						
Fire	Marine	Motor	Misc.	Marine Hull	Total 2020	2019
20,848,029	764,986	416,793	14,377,837	-	36,407,645	53,062,113
38,796,050	-	375,943	-	-	39,171,993	51,470,483
59,644,079	764,986	792,736	14,377,837	-	75,579,638	104,532,596
51,258,749	-	211,734	-	-	51,470,483	792,221
8,385,330	764,986	581,002	14,377,837	-	24,109,155	103,740,375
20,538,399	10,469,752	2,909,982	2,263,272	180,666	36,362,071	34,728,721
51,317,003	31,261,006	7,614,436	13,110,958	827,842	104,131,245	77,656,764
267	-	3,145	322	-	3,734	4,264
22,630,238	43,160,757	12,996,459	(1,923,809)	204,806	77,068,451	65,934,901
35,707,601	29,323,623	8,507,594	6,040,862	1,229,204	80,808,884	67,867,146
138,578,839	114,980,123	32,612,619	33,869,440	2,442,517	322,483,539	349,932,172

16,382,046	36,943,514	11,015,800	2,378,553	1,147,234	67,867,146	41,020,610
89,269,005	73,309,057	21,268,986	15,102,154	1,229,204	200,178,406	167,947,015
15,621,147	3,895,668	327,833	2,427,751	66,080	22,338,479	24,073,148
-	234,752	-	73,996	-	308,748	220,633
17,306,642	597,133	-	13,886,986	-	31,790,761	116,670,766
138,578,840	114,980,124	32,612,619	33,869,440	2,442,517	322,483,540	349,932,172


Chief Executive Officer (CC)

Firm's Name : Rahman Mostafa Alam & Co. Chartered Accountants

Signature

Auditor's Name : Mohammad Mofizul Haque Rinku FCA, (Enr No: 1204)

Date : August 23, 2021

Place : Dhaka

DVC : 2108291204AS135020


Director


Director


Chairman

DESH GENERAL INSURANCE COMPANY LIMITED

FIRE INSURANCE REVENUE ACCOUNT

For the year ended on December 31, 2020

Particulars	Note	Amount in Taka	
		Jan 01, 2020 to Dec 31, 2020	Jan 01, 2019 to Dec 31, 2019
Balance of Account at the beginning of the year			
:			
Reserve for Unexpired Risks		16,382,046	11,320,028
Premium Less Re-insurance (Note-41)		89,269,005	40,955,116
Commission on Re-insurance ceded		15,621,147	14,604,259
Profit Commission		-	-
Loss Recovery		17,306,642	116,000,013
Total		138,578,840	182,879,415

Claims under Policies less Reinsurances:

Paid during the year
Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated.

20,848,029	50,195,857
38,796,050	51,258,749
59,644,079	101,454,606
51,258,749	254,508

Less: Outstanding claims at the end of the Previous year


Total Claims under Policies less Reinsurances:

8,385,330	101,200,098
Agency Commission	20,538,399
Management Expenses (Note -34)	51,317,003
Stamp Duty	267
	254

Profit/(Loss) transferred to Profit & Loss Account

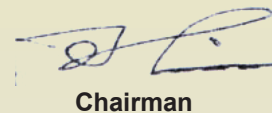
22,630,238	19,650,960
Balance of account at the end of the year as shown in the Financial Position being reserve for unexpired risks @40% of the net premium income of the year	35,707,601

138,578,839	182,879,415
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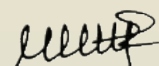

Chief Executive Officer (CC)


Director


Director


Chairman

Firm's Name : Rahman Mostafa Alam & Co. Chartered Accountants

Signature : 

Auditor's Name : Mohammad Mofizul Haque Rinku FCA, (Enr No: 1204)

Date : August 23, 2021

Place : Dhaka

DVC : 2108291204AS135020

DESH GENERAL INSURANCE COMPANY LIMITED

MARINE CARGO INSURANCE REVENUE ACCOUNT

For the year ended on December 31, 2020

Particulars	Note	Amount in Taka	
		Jan 01, 2020 to Dec 31, 2020	Jan 01, 2019 to Dec 31, 2019

Balance of Account at the beginning of the year :

Reserve for Unexpired Risks		36,943,514	17,180,909
Premium Less Re-insurance (Note-41)		73,309,057	92,358,785
Commission on Re-insurance ceded		3,895,668	3,730,228
Profit Commission		234,752	220,633
Loss Recovery		597,133	406,038
Total		114,980,124	113,896,593

Claims under Policies less Reinsurances:

Paid during the year
Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated.

764,986	852,373
-	-
764,986	852,373
-	126,370

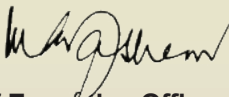
Less: Outstanding claims at the end of the Previous year

Total Claims under Policies less Reinsurances:

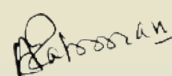
Agency Commission	10,469,752	14,052,563
Management Expenses (Note -34)	31,261,006	29,073,849
Stamp Duty	-	-

Profit/(Loss) transferred to Profit & Loss Account

Balance of account at the end of the year as shown in the Financial Position being reserve for unexpired risks @40% of the net premium income of the year	29,323,623	36,943,514
Total	114,980,123	113,896,593



Chief Executive Officer (CC)


Director


Director


Chairman

Firm's Name : Rahman Mostafa Alam & Co. Chartered Accountants

Signature : 

Auditor's Name : Mohammad Mofizul Haque Rinku FCA, (Enr No: 1204)

Date : August 23, 2021

Place : Dhaka

DVC : 2108291204AS135020

DESH GENERAL INSURANCE COMPANY LIMITED

MARINE HULL INSURANCE REVENUE ACCOUNT

For the year ended on December 31, 2020

Particulars	Note	Amount in Taka	
		Jan 01, 2020 to Dec 31, 2020	Jan 01, 2019 to Dec 31, 2019

Balance of Account at the beginning of the year :

Reserve for Unexpired Risks	1,147,234	223,208
Premium Less Re-insurance (Note-41)	1,229,204	1,147,234
Commission on Re-insurance ceded	66,080	17,448
Profit Commission	-	-
Loss Recovery	-	-
Total	2,442,517	1,387,890

Claims under Policies less Reinsurances:

Paid during the year

Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated.

Less: Outstanding claims at the end of the Previous year

Total Claims under Policies less Reinsurances:

Agency Commission	180,666	164,784
Management Expenses (Note -34)	827,842	369,009
Stamp Duty	-	-

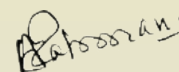
Profit/(Loss) transferred to Profit & Loss Account

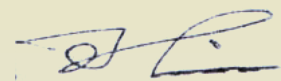
Balance of account at the end of the year as shown in the Financial Position being reserve for unexpired risks @100% of the net premium income of the year

Total	2,442,517	1,387,890
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Chief Executive Officer (CC)


Director


Director


Chairman

Firm's Name : Rahman Mostafa Alam & Co. Chartered Accountants

Signature : 

Auditor's Name : Mohammad Mofizul Haque Rinku FCA, (Enr No: 1204)

Date : August 23, 2021

Place : Dhaka

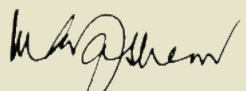
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DESH GENERAL INSURANCE COMPANY LIMITED

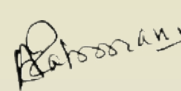
MOTOR INSURANCE REVENUE ACCOUNT

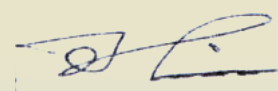
For the year ended on December 31, 2020

Particulars	Note	Amount in Taka	
		Jan 01, 2020 to Dec 31, 2020	Jan 01, 2019 to Dec 31, 2019
Balance of Account at the beginning of the year :			
Reserve for Unexpired Risks		11,015,800	11,039,642
Premium Less Re-insurance (Note-41)		21,268,986	27,539,500
Commission on Re-insurance ceded		327,833	55,136
Profit Commission		-	-
Loss Recovery		-	-
Total		32,612,619	38,634,278
Claims under Policies less Reinsurances:			
Paid during the year		416,793	1,683,135
Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated.		375,943	211,734
		792,736	1,894,869
Less: Outstanding claims at the end of the Previous year		211,734	411,343
Total Claims under Policies less Reinsurances:		581,002	1,483,526
Agency Commission		2,909,982	3,771,238
Management Expenses (Note -34)		7,614,436	7,001,043
Stamp Duty		3,145	3,368
Profit/(Loss) transferred to Profit & Loss Account		12,996,459	15,359,303
Balance of account at the end of the year as shown in the Financial Position being reserve for unexpired risks @40% of the net premium income of the year		8,507,594	11,015,800
Total		32,612,619	38,634,278

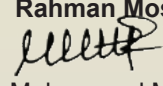

Chief Executive Officer (CC)


Director


Director


Chairman

Firm's Name : **Rahman Mostafa Alam & Co.** Chartered Accountants

Signature : 

Auditor's Name : Mohammad Mofizul Haque Rinku FCA, (Enr No: 1204)

Date : August 23, 2021

Place : Dhaka

DVC : 2108291204AS135020

DESH GENERAL INSURANCE COMPANY LIMITED

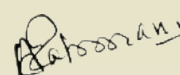
MISCELLANEOUS INSURANCE REVENUE ACCOUNT


For the year ended on December 31, 2020

Particulars	Note	Amount in Taka	
		Jan 01, 2020 to Dec 31, 2020	Jan 01, 2019 to Dec 31, 2019
Balance of Account at the beginning of the year :			
Reserve for Unexpired Risks		2,378,553	1,256,822
Premium Less Re-insurance (Note-41)		15,102,154	5,946,381
Commission on Re-insurance ceded		2,427,751	5,666,077
Profit Commission		73,996	-
Loss Recovery		13,886,986	264,715
Total		33,869,440	13,133,996
Claims under Policies less Reinsurances:			
Paid during the year		14,377,837	314,916
Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated.		-	-
		14,377,837	314,916
Less: Outstanding claims at the end of the Previous year		-	-
Total Claims under Policies less Reinsurances:		14,377,837	314,916
Agency Commission		2,263,272	889,542
Management Expenses (Note -34)		13,110,958	11,417,401
Stamp Duty		322	641
Profit/(Loss) transferred to Profit & Loss Account		(1,923,809)	(1,867,056)
Balance of account at the end of the year as shown in the Financial Position being reserve for unexpired risks @40% of the net premium income of the year		6,040,862	2,378,553
Total		33,869,440	13,133,996

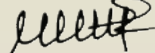

Chief Executive Officer (CC)


Director


Director


Chairman

Firm's Name : **Rahman Mostafa Alam & Co.** Chartered Accountants

Signature : 

Auditor's Name : Mohammad Mofizul Haque Rinku FCA, (Enr No: 1204)

Date : August 23, 2021

Place : Dhaka

DVC : 2108291204AS135020

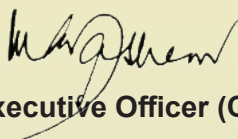
DESH GENERAL INSURANCE COMPANY LIMITED

STATEMENT OF CHANGING IN SHAREHOLDERS EQUITY

For the year ended on December 31, 2020

Amount in Taka

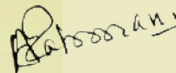
Particulars	Share Capital	Reserve for Exceptional Losses	Profit & Loss appropriation account	Total
Balance at 1st January 2020	240,000,000	5,000,000	33,797,365	278,797,365
Reserve for Exceptional Losses	-	(5,000,000)	5,000,000	-
Profit after tax for the year 31.12.2020	-	-	36,227,342	36,227,342
Dividend paid	-	-	(28,800,000)	(28,800,000)
Balance at 31 December, 2020	<u>240,000,000</u>	<u>-</u>	<u>46,224,707</u>	<u>286,224,707</u>
Balance at 31 December, 2019	<u>240,000,000</u>	<u>5,000,000</u>	<u>33,797,365</u>	<u>278,797,365</u>



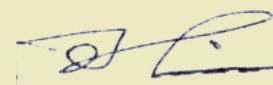
Chief Executive Officer (CC)



Director



Director

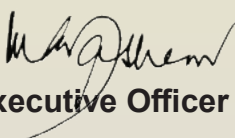


Chairman

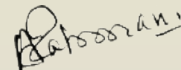
DESH GENERAL INSURANCE COMPANY LIMITED

Statement of Cash Flows For the year ended on December 31, 2020

Particulars	Amount in Taka	
	Jan 01, 2020 to Dec 31, 2020	Jan 01, 2019 to Dec 31, 2019
A. Cash Flow from Operating Activities:		
Receipts from premium and others	264,444,572	282,628,149
Payment for Management Expenses, Re-Insurance, Claim, Interest & Others	(208,530,335)	(244,658,203)
Income Tax Paid	(5,920,085)	(1,461,697)
Net Cash Flow from Operating Activities	49,994,152	36,508,248
B. Cash Flow from Investing Activities:		
Purchase of Fixed Assets	(5,342,170)	(20,880,496)
(Increase)/ Decrease in Fixed Deposit	(6,900,000)	(195,325)
Net Cash Flow from Investing Activities	(12,242,170)	(21,075,821)
C. Cash Flow from Financing Activities:		
Loans paid	(4,322,538)	8,619,907
Dividend Paid	(28,800,000)	(24,000,000)
Net Cash Flow from Financing Activities	(33,122,538)	(15,380,093)
Increase / (Decrease) in Cash and Bank Balance (A+B+C)	4,629,444	52,335
Add: Cash and Bank Balance at Opening	18,255,549	18,203,214
Cash and Bank Balance at Closing	22,884,993	18,255,549
Net Operating Cash Flow per Share (NOCFPS) [Note-39.01]	2.08	1.52


Chief Executive Officer (CC)


Director


Director


Chairman

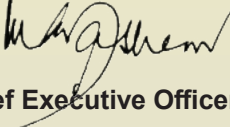
DESH GENERAL INSURANCE COMPANY LIMITED

FORM - "A A"

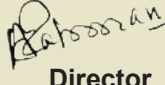
Classified Summary of Assets

As at December 31, 2020

SL. No.	Class of Assets	Book value in Taka 2020	Book value in Taka 2019	Remarks
(I)	National Investment Bond Statutory Deposit with Bangladesh Bank	25,000,000	25,000,000	At Cost
(II)	Interest accrued but not received	3,737,960	6,989,923	Book Value
(III)	Amount due from other persons or bodies carrying on Insurance Business	263,660,892	251,875,236	Do
(IV)	Sundry Debtors	24,905,224	25,692,256	Do
(V)	Fixed Deposit with Banks	227,595,325	220,695,325	Do
(VI)	STD & Current account with Banks	19,618,151	16,337,349	Do
(VII)	Cash, Cheques & Stamps in hand	3,921,249	2,574,982	Do
(VIII)	Fixed Assets	133,214,037	140,361,237	Written Down Value
(IX)	Stock of Printing materials	4,105,311	4,210,918	At Cost
Total :		705,758,149	693,737,225	


Chief Executive Officer (CC)

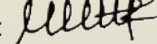

Director


Director


Chairman

Signed in terms of our report of even date.

Firms Name : **Rahman Mostafa Alam & Co.** Chartered Accountants

Signature : 

Auditor's Name : Mohammad Mofizul Haque Rinku FCA, (Enr No: 1204)

Date : August 23, 2021

Place : Dhaka

DVC : 2108291204AS135020

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

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

The Company was incorporated in Bangladesh as a Public Limited Company by Shares on the 08 day of February, 2000 under the Company's Act, 1994 and its Commencement of Business started from The 08 day of February, 2000 and the registration certificate from the Controller of Insurance was received for starting general insurance business on the 2nd day of March, 2000 and this was subsequently renewed by IDRA up to 31 December, 2020.

Address of Registered Office:

The registered office of the Company is located at Jiban Bima Bhaban, Front Block (Level # 5), 10, Dilkusha Commercial Area, Dhaka-1000. The Operation of the Company was being carried out through its 18 nos. of branches located all over Bangladesh with Head Office at 10, Dilkusha C/A, Dhaka.

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 Basis, 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 Company's 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 Going Concern

The financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business.

2.02 Accrual Basis

The financial statements have been prepared under the accrual basis of accounting.

2.03 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 (IFRSs)

The Financial Statements have been prepared in accordance with the International Financial Reporting standard (IFRSs), including International Accounting Standards (IASs).

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

4.00 Risk and uncertainty for use of Estimates and Judgments

The preparation of Financial Statements in conformity with the International Financial Reporting Standards (IFRSs) including the International Accounting Standard (IAS) require management to give verdict, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenditures, and for contingent assets and liabilities that require disclosure during and at the date of financial statement.

Actual results could differ from those estimates. Estimates and underlying assumptions 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 International Accounting Standards (IASs)

In preparing and presenting these financial statements, considering relevant for the significant accounting issues of the company, following IASs, have been implemented by the company, which were issued by the ICAB formulated policy, in the light of the IASs originally issued by the International Accounting Standards Board and the conditions and practices prevailing in Bangladesh, and valid as on the balance sheet date:

SL. No.	Name of IAS	No. of IAS/IFRS	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	15 (IFRS)	Complied
7	Related Party Transactions	24	Complied
8	Financial Instruments Presentation	32	Complied
9	Earning 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

The specific accounting policies selected and applied by the Company's Directors for the significant transactions and events that have material effect within the framework of IAS 1 "Preparation and Presentation of Financial Statements", in Preparation and Presentation of Financial Statements have been consistently applied throughout the year and We are also consistent with those used in earlier years.

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

a) Revenue Recognition

Revenue represents invoice value of policies. Revenue is recognized when policies are made. Invoices were issued after satisfying the following conditions as prescribed by IFRS 15 "Revenue Recognition":

- (i) The significant risks and rewards of ownership of the policies have been transferred to the policy holder;
- (ii) the amount of revenue was measured reliably;

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

- (iii) it was probable that the economic benefits relating to the transaction will flow to the Company ;
- (iv) neither continuing managerial involvement nor effective control usually associated with ownership of the policy was retained by the Company; and
- (v) 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 is presented separately unless it is 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 risk @ 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 accounts 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

Management Expenses charged to revenue accounts amounting to Tk. 104,131,245 represents approximately 34.23% of gross premium of Tk. 304,203,258 (Including Public sector business of Tk. 61,789,450). The expenses have been apportioned @ 49.27% to Fire, 30.02% to Marine Cargo, 0.80% to Marine Hull, 07.32% to Motor and 12.59% to miscellaneous business as per management decision.

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 IAS 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. Expenditures 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 might be clearly demonstrated that the expenditure has resulted as an increase in the future economic benefit expected to be obtained from the use of the fixed assets, the expenditures are capitalized as an additional cost of the assets.

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

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 IAS 16 "Property, Plant & 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 10%. Depreciation is charged at the rate shown below:

Office Equipment	5%
Motor Vehicle	10%
Decoration	5%
Furniture & Fixtures	5%
Telephone Install.	10%
Signboard & Holding	10%
Computer	10%
Electrical Equipment	5%
Air Condition	8%
Crockeries	10%
Software Installation	5%

Depreciation on the additions charged when an asset becomes available for use. Depreciation on disposal of fixed assets is made up to the day prior to the day of disposal.

De-recognition

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

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

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

These are carried at original invoice amount, which represents net realizable value.

l) Cash & Cash Equivalents

For the Purpose of Statement of Financial Position and of 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 IAS 1 "Preparation and Presentation of Financial Statements" and IAS 7 "Statement of Cash Flows", which provide, that cash and cash equivalents are readily convertible to known amount of cash and are subject to insignificant risk of changed 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 37.50% tax rate being the tax rate applicable for the Insurance Company. It also includes adjustments for earlier year's short/excess provision.

Deferred Tax

The Company has adopted deferred Tax during the period under the review in compliance with the provisions of International Accounting Standards (IAS-12) 'income Taxes' the company's policy of recognition of deferred Tax assets/Liabilities is Based on temporary differences (Taxable or Deductible) 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) Proposed Dividend

Proposed Dividend for the year 2020 recommended by the Board of Directors for approved by the shareholders. Dividend if any proposed by the Board of Directors for the period under review shall be accounted for after the approval of the shareholders in the Annual General Meeting. The said proposed dividend has not been recognized as liability in the financial statements in accordance with the IAS 10 "Even after the Financial Statement Date". IAS-1 "Presentation of Financial Statements" also requires the dividends proposed after the financial statement date before the financial statements are authorized to for issue, be disclosed either on the face of the Financial Statement as a separate component of equity or the notes to the financial statement. Accordingly, the company has disclosed on notes to the financial statements. we may note no interim dividend has been proposed by the Board of Directors.

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

p) Cost of Post Employment Benefits

(i) Defined Contribution Plan

There is no defined contribution plan

(ii) Defined Benefits

There is no defined benefits plan

(iii) Insurance Scheme

There is Insurance Scheme covering personal accident or death or partial or full disability

(iv) Number of Employees

There were 243 employees for the period ended on 31 December 2020 whose salary exceeds Tk. 3,000.00 per month.

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 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 IAS 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 might be made.

s) Earnings Per Share (EPS)

The company calculates earnings per share (EPS) in accordance with IAS 33 "Earning Per Share" which has been shown on the face of statement of comprehensive Income. The disclosure has been made in the Note 39 in respect of numerator (net profit) used in the calculation of Basic EPS with necessary computation and reconciliation.

Basic Earnings

This represent 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 period as there was no scope for dilution during the year under review.

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

t) Share of Public Sector Business

Company's Share of Public Sector Business is accounted for 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, 2019 to 30th Sept, 2019	3rd Quarter of 2019	1 (One)
1st Oct, 2019 to 31st December, 2019	4th Quarter of 2019	1 (One)
1st Jan, 2020 to 31st March, 2020	1st Quarter of 2020	1 (One)
1st April, 2020 to 30th June, 2020	2nd Quarter of 2020	1 (One)
Total		4 (Four)

u) Recognized Gain and Losses

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

Therefore, net profit after tax for the period is the total recognized gain.

v) Historical Cost Income and Expenditures

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 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.

w) Statement of Comprehensive Income

- A) The results for the year were not materially affected by the following;
- B) Transactions of a nature not usually undertaken by the company;
- C) Circumstances of an exceptional or non-recurring nature;
- D) Charges or credits relating to prior years.

7.00 Classified Summary of Assets

The valuation of all assets as at 31 December, 2020 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.

7.00 (A) Lease Accounting as per IFRS-16

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

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

Right-of-use assets (ROU)

The company recognizes the right-of-use assets (RoU) at the commencement date of the lease (i.e. the date the underlying asset is available for use). RoU assets are measured at cost less any accumulated depreciation and impairment of losses and adjusted cost incurred, and lease payment made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight line basis over the lease term, or remaining period of the lease term. The company assessed all lease contracts live in 2020 and recognized as RoU of assets of all leases, except short term and low value of assets as per the Companies' own policy set as per IAS 16 and IFRS 16. As leases under IFRS 16 has been first time adopted by the company.

Lease Liability

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

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 along with the recognition methods and risks involved are summarized in Note 43 in accordance with the provision of IAS 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 obligation of foreign currency loans.

10.00 Information by the 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

No 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 were transacted during the period and thus the conversion of Foreign Currency into Bangladeshi Taka Currency is not required the period ended 31 December 2020.

12.00 Comparative Information and Re-Arrangement thereof

Comparative Information has been disclosed in respect of the period 31 December, 2020 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.

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

Figures of the period 2020 have been rearranged whenever considered necessary to ensure comparability with the current period.

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

In compliance with the requirements of IAS 10: Events After Reporting Period post statement of Financial Position adjusting events that provide additional information about the company's position as the Statement of Financial Position date are reflected in the financial statements and events after Reporting Period that are not adjusting events are disclosed in the notes when material. In the subsequent period Desh General Insurance Company Limited listed on 29.03.2021 under Dhaka Stock Exchange (DSE) & Chittagong Stock Exchange (CSE) following after consent letter no. BSEC/CI/IPO-275/2018/307 dated January 13, 2021.

15.00 Approval of the Financial Statements

The financial statements were approved by the Board of Directors as on 23 August, 2021.

16.00 Reporting Period

The financial statements of the company cover for the period from 1 January, 2020 to 31 December, 2020.

17.00 Statement of Cash Flows

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

18.00 Components of the Financial Statements

Financial Statements includes the following Component:

- (i) Statement of Financial Position as at 31 December, 2020;
- (ii) Statement of Profit or Loss Account with Comprehensive Income for the year ended 31 December, 2020;
- (iii) Income Appropriation Account for the year ended 31 December, 2020;
- (iv) Revenue Accounts (Fire, Marine Cargo, Marine Hull, Motor, Miscellaneous Insurance Revenue Account) for the year ended 31 December, 2020;
- (v) Statement of Changes in Equity for the year ended 31 December, 2020;
- (vi) Statement of Cash Flows for the year ended 31 December, 2020;
- (vii) Accounting Policies and Explanatory Notes.

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

STATEMENT OF FINANCIAL POSITION

SHAREHOLDERS EQUITY AND LIABILITIES

19.00 SHARE CAPITAL:

Authorized Capital

10,00,00,000 Ordinary Shares of Tk. 10 each

AMOUNT (TK.)
Dec 31, 2020

1,000,000,000

AMOUNT (TK.)
Dec 31, 2019

1,000,000,000

20.00

Issued Subscribed & paid-up Capital

24,000,000 Ordinary shares of Tk. 10 each

240,000,000

240,000,000

OWNERSHIP OF THE COMPANY'S SECURITIES (As per Schedule X)

Sl. No.	Name of Shareholder	Position	Shareholdings	Percentage
1	Mr. Jashim Uddin	Chairman	1,649,629	6.87
2	Mr. M. Monsurul Islam	Sponsor Share Holder	599,831	2.50
3	Mrs. Priti Kana Bose	Director	809,831	3.37
4	Mr. Moshfeque Mamun Rizvi	Sponsor Share Holder	250,451	1.04
5	Mr. Murad Mohammed Taj	Director	1,227,330	5.12
6	Mr. Md. Saifuddin Khaled	Sponsor Share Holder	626,214	2.61
7	Mr. Md. Akbor Hossain	Vice Chairman	1,281,845	5.34
8	Mr. Tahrin Aman	Director	800,000	3.33
9	Mr. Aminur Rahman	Director	806,215	3.36
10	Mrs. Rokeya Quader	Director	1,495,510	6.23
11	Engr. A.K.M. Ahsanul Haque	Director	1,121,185	4.67
12	Mr. Nil Kantha Roy	Director	1,068,180	4.45
13	Engr. Tarikul Alam Rahimi	Director	1,576,665	6.57
14	Mrs. Rehana Begum	Sponsor Share Holder	351,758	1.47
15	Mrs. Nauzat Begum	Director	800,000	3.33
16	Al-Haj Mosharref Hossain	Share Holder	1,487,432	6.20
17	Mr. M. Amanullah	Share Holder	695,155	2.90
18	Mr. Morshed Alam	Share Holder	2,350,371	9.79
19	Mr. Sakif Nazran Bhuiyan	Director	1,495,510	6.23
20	Mr. Amir Hossain Amu	Share Holder	2,506,933	10.45
21	Mrs. Shamima Yeasmin	Share Holder	999,955	4.17
Total			24,000,000	100.00

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

	Particulars	Amount in Taka																																	
		Dec 31, 2020	Dec 31, 2019																																
21.00	Estimated Liability in respect of outstanding claims whether due or intimated																																		
	The break- up of the amount is noted below:																																		
	Fire	38,796,050	51,258,749																																
	Marine	-	-																																
	Motor	375,943	211,734																																
	Miscellaneous	-	-																																
	Total :	39,171,993	51,470,483.00																																
22.00	Amount due to other persons or bodies carrying on insurance Business																																		
	Payable to SBC for Reinsurance premium	66,284,527	76,441,273																																
	Co-Insurance Premium payable	533,295	533,295																																
	Total :	66,817,822	76,974,568																																
23.00	Premium Deposit																																		
	This represents amount received against cover notes for which risks have not been initiated and such amount will be adjusted upon initiation of risk and issuance of policy in due course.	3,876,602	2,732,460																																
	Total	3,876,602	2,732,460																																
24.00	Bank Loan																																		
	This balance is made up as follows:																																		
	<table><tr> <th>Name of Bank</th><th>Account No.</th><th>Amount (Tk.)</th><th>Amount (Tk.)</th></tr> <tr> <td>Bank Asia Ltd., Principal Office Br.</td><td>58331/14987, 58394/15050</td><td>-</td><td>1,643,839</td></tr> <tr> <td>Padma Bank Ltd, Mirpur Br.</td><td>0162300153549</td><td>-</td><td>2,331,204</td></tr> <tr> <td>IDLC, Dhaka.</td><td>1026202053871019</td><td>3,612,395</td><td>2,175,293</td></tr> <tr> <td>Shahjalal Islami Bank Ltd., Bijoy Nagar Br.</td><td>12864, 13096,13097,13160</td><td>43,099,352</td><td>44,393,146</td></tr> <tr> <td>Modhumoti Bank Ltd., Gulshan Br.</td><td>1103 706000000035</td><td>24,813,449</td><td>25,033,329</td></tr> <tr> <td>Southeast Bank Ltd., Motijheel Br.</td><td>74900003620</td><td>8,625,743</td><td>8,896,667</td></tr> <tr> <td>Total :</td><td></td><td>80,150,939</td><td>84,473,477</td></tr> </table>	Name of Bank	Account No.	Amount (Tk.)	Amount (Tk.)	Bank Asia Ltd., Principal Office Br.	58331/14987, 58394/15050	-	1,643,839	Padma Bank Ltd, Mirpur Br.	0162300153549	-	2,331,204	IDLC, Dhaka.	1026202053871019	3,612,395	2,175,293	Shahjalal Islami Bank Ltd., Bijoy Nagar Br.	12864, 13096,13097,13160	43,099,352	44,393,146	Modhumoti Bank Ltd., Gulshan Br.	1103 706000000035	24,813,449	25,033,329	Southeast Bank Ltd., Motijheel Br.	74900003620	8,625,743	8,896,667	Total :		80,150,939	84,473,477		
Name of Bank	Account No.	Amount (Tk.)	Amount (Tk.)																																
Bank Asia Ltd., Principal Office Br.	58331/14987, 58394/15050	-	1,643,839																																
Padma Bank Ltd, Mirpur Br.	0162300153549	-	2,331,204																																
IDLC, Dhaka.	1026202053871019	3,612,395	2,175,293																																
Shahjalal Islami Bank Ltd., Bijoy Nagar Br.	12864, 13096,13097,13160	43,099,352	44,393,146																																
Modhumoti Bank Ltd., Gulshan Br.	1103 706000000035	24,813,449	25,033,329																																
Southeast Bank Ltd., Motijheel Br.	74900003620	8,625,743	8,896,667																																
Total :		80,150,939	84,473,477																																
25.00	Sundry Creditors																																		
	Loan	14,188,800	22,200,000																																
	Audit Fees	350,000	350,000																																
	Office rent	3,283,103	4,231,973																																
	Refund Premium	1,285,927	1,285,927																																
	Water bill (JBC)	228,019	331,107																																
	Electricity bill (JBC)	2,626,270	2,074,201																																
	Salary & Allowances	5,546,531	2,362,422																																
	Signing World (Advertisement bill)	30,000	30,000																																
	Decoration bill	70,777	70,777																																
	M/s. Eastern Type Writer	53,500	53,500																																
	Drinking Water bill	6,642	8,282																																
	Printing bill (Security deposit retained)	12,000	12,000																																
	Security Deposit	156,000	156,000																																
	Courier bill	11,353	14,628																																

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

Particulars	Amount in Taka	
	Dec 31, 2020	Dec 31, 2019
Branch In charge & Others	313,644	424,672
Telephone bill	12,962	6,098
VAT and Stamp payable	13,703,875	11,681,174
Deduction of VAT at Source	203,746	416,427
Source Tax	992,555	4,851,990
Shield Security Services	27,127	55,751
Dividend	1,281,816	-
Commission	778,785	-
Payable to Worker's Profit Participation Fund	5,900,371	2,714,760
Total :	51,063,803	53,331,689
26.00 Investment (At Cost): Govt. Security Bond		
The amount represents 5 years Government Security Bond, which is kept as a Statutory Deposit at Sonali Bank Limited under Insurance Act, 2010. Interest accrued on the Investment has been accounted for.	25,000,000	25,000,000
27.00 Accrued Interest		
Accrued Interest on FDR	2,673,999	6,866,762
Accrued Interest on Govt. Security Bond	1,063,961	123,161
Total	3,737,960	6,989,923
28.00 Amount due from other persons or bodies carrying on insurance business		
Co-Insurance premium	228,689	228,689
Amount due from Sadharan Bima Corporation	263,432,203	251,646,547
Total	263,660,892	251,875,236
29.00 Sundry Debtors		
Advance against office Rent & Salary	5,348,595	6,694,365
Advance Survey Fee	509,063	315,000
Telephone security	53,244	53,244
Deposit against Vat appeal	333,624	333,624
Advance Legal fees	3,033,600	2,077,600
Advance to Branch In-charges & others	5,787,103	5,787,103
Security Deposits	112,120	112,120
Advance Issue Management Fee	200,000	500,000
Advance Claim	6,000,000	6,000,000
Advance Printing Bill	400,000	-
Advance Car Repairs & Maintenance	565,075	-
Advance Software Installation	50,000	50,000
Deferred Expenses	2,512,800	3,769,200
Total :	24,905,224	25,692,256

30.00 Fixed Deposit Account

Sl. No.	Name of The Bank	Name of Branch		
1	AB Bank Ltd.	Islampur Branch	600,000	600,000
2	AB Bank Ltd.	Islami Banking Branch Kakrail.	500,000	500,000
3	AB Bank Ltd.	CDA Br., CTG	1,000,000	-
4	AB Bank Ltd.	CDA Br., CTG	2,500,000	-
5	Al Arafah Islami Bank Ltd.	Islampur Branch	600,000	600,000
6	Al Arafah Islami Bank Ltd	Motijheel Corp. Branch, Dhaka.	1,100,000	1,100,000
7	Al-Arafah Islami Bank Ltd.	Bogra Branch	1,000,000	1,000,000
8	Al-Arafah Islami Bank Ltd.	Bogra Branch	500,000	500,000
9	Al-Arafah Islami Bank Ltd.	VIP Road Branch	1,000,000	1,000,000
10	Bangladesh Commerce Bank	Gazipur Chowrasa Branch	500,000	500,000
11	Bangladesh Commerce Bank Ltd.	Bangshal Branch	2,000,000	2,000,000

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

Particulars			Amount in Taka	
			Dec 31, 2020	Dec 31, 2019
12	Bangladesh Commerce Bank Ltd.	Bangshal Branch	1,000,000	-
13	Bangladesh Krishi Bank	Corporate Branch Khulna.	500,000	500,000
14	Bank Asia Ltd	Principal Office Branch	1,000,000	1,000,000
15	Bank Asia Ltd	Principal Office Branch	1,000,000	1,000,000
16	Bank Asia Ltd.	Principal Office Branch	500,000	500,000
17	BASIC Bank Ltd.	KDA Avenue Branch Khulna	500,000	500,000
18	Brac Bank Ltd.	Mohammadpur SME Service Centre B	2,000,000	2,000,000
19	Dhaka Bank Ltd.	Narayangonj Branch	1,000,000	1,000,000
20	Dhaka Bank Ltd.	Board Bazar Branch	1,000,000	1,000,000
21	Dhaka Bank Ltd.	Bogra Branch	500,000	500,000
22	EXIM Bank Ltd	Sonaimuri Branch, Noakhali	1,000,000	1,000,000
23	Exim Bank Ltd.	Rajuk Avenue Branch	500,000	500,000
24	Exim Bank Ltd.	Jublee Road Branch CTG.	1,000,000	1,000,000
25	IFIC Bank Ltd.	Motijheel Branch	500,000	500,000
26	IFIC Bank Ltd.	Jessore Branch	50,000	50,000
27	IFIC Bank Ltd.	Benapole Branch	100,000	100,000
28	IFIC Bank Ltd.	Khulna Branch	500,000	500,000
29	IFIC Bank Ltd.	Rajshahi Branch	200,000	200,000
30	IFIC Bank Ltd.	Chapai Nawabgonj Branch	100,000	100,000
31	IFIC Bank Ltd.	Baneshwae Branch	100,000	100,000
32	IFIC Bank Ltd.	Sk. Mujib Road Branch CTG.	1,000,000	1,000,000
33	IFIC Bank Ltd.	Rajshahi Branch	200,000	200,000
34	IFIC Bank Ltd.	Nawabpur Road Branch	500,000	500,000
35	Islami Bank Bangladesh Ltd.	Local Office Branch	1,000,000	1,000,000
36	Islami Bank Bangladesh Ltd.	Local Office Branch	3,000,000	3,000,000
37	Islami Bank Bangladesh Ltd.	wiseghat Branch, Dhaka	1,000,000	1,000,000
38	Islami Bank Bangladesh Ltd.	Mohasthangor SME Branch, Bogra	500,000	500,000
39	Islami Bank Bangladesh Ltd.	Rajshahi Branch	1,000,000	1,000,000
40	Islami Bank Bangladesh Ltd.	KDA Avenue Branch, Khulna	1,000,000	1,000,000
41	Islami Bank Bangladesh Ltd.	Lalbagh Branch	2,000,000	2,000,000
42	CDA Br., CTG	Panchlaish Br. CTG	10,000,000	-
43	Jamuna Bank Ltd.	Sonargoah Rd Branch	500,000	500,000
44	Jamuna Bank Ltd.	Uttara Branch	1,000,000	1,000,000
45	Mercantile Bank Ltd.	Main Branch, Dhaka	2,500,000	2,500,000
46	Mercantile Bank Ltd.	Main Branch, Dhaka	1,000,000	1,000,000
47	Mercantile Bank Ltd.	Imamgonj (Moulvibazar) Br,	1,000,000	1,000,000
48	Mercantile Bank Ltd.	Sylhet Branch	500,000	500,000
49	Mercantile Bank Ltd.	Sylhet Branch	1,000,000	1,000,000
50	Mercantile Bank Ltd.	Gazipur Chowraŝa Branch	1,500,000	1,500,000
51	Mercantile Bank Ltd.	Nawabpur Branch	2,000,000	2,000,000
52	Mercantile Bank Ltd.	Rajshahi Branch	1,000,000	1,000,000
53	Mercantile Bank Ltd.	Kankirhat Branch, Noakhali	1,000,000	1,000,000
54	Mercantile Bank Ltd.	Ashulia Branch, Savar	1,000,000	1,000,000
55	Mercantile Bank Ltd.	Hemayetpur Branch, Savar	1,000,000	1,000,000
56	Mercantile Bank Ltd.	Bogura Branch	500,000	500,000
57	Mercantile Bank Ltd.	Bijoynagar Branch	-	2,000,000
58	Mercantile Bank Ltd.	Rampura Branch	-	2,600,000
59	Midland Bank Ltd	Mirpur Branch	2,500,000	2,500,000
60	Modhumoti Bank Ltd.	Uttara Branch	2,000,000	2,000,000
61	Modhumoti Bank Ltd.	Uttara Branch	3,000,000	3,000,000

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

			Amount in Taka	
			Dec 31, 2020	Dec 31, 2019
	Particulars			
62	Modhumoti Bank Ltd.	Gulshan Branch	27,000,000	27,000,000
63	Modhumoti Bank Ltd.	Motijheel Branch	8,100,000	8,100,000
64	Mutual Trust Bank Ltd.	Dholaikhal Branch	2,000,000	2,000,000
65	Mutual Trust Bank Ltd	Principal Branch	100,000	100,000
66	National Bank Ltd	Dilkusha Branch	500,000	500,000
67	National Bank Ltd	Imamgonj Branch	1,000,000	1,000,000
68	National Bank Ltd	Sk. Mujib Road Branch	500,000	500,000
69	NCC Bank Ltd.	Jessore Branch	50,000	50,000
70	NCC Bank Ltd.	Khulna Branch, Khulna	500,000	500,000
71	NCC Bank Ltd.	Uttara Branch	3,000,000	3,000,000
72	NRB Bank Ltd	Bogura Branch	500,000	500,000
73	NRB Commercial Bank Ltd.	Chatkhil Branch, Noakhali	1,000,000	1,000,000
74	Padma Bank Ltd.	Mirpur Branch	-	2,500,000
75	Premier Bank Ltd.	Banani Branch	500,000	500,000
76	Premier Bank Ltd.	Chowmuhani Branch, Noakhali	1,000,000	1,000,000
77	Premier Bank Ltd.	Atibazar Branch, Keranigonj	1,000,000	1,000,000
78	Premier Bank Ltd.	Chawkbazar Branch, CTG	5,000,000	5,000,000
79	Premier Bank Ltd.	Chawkbazar Branch, CTG	2,695,325	2,695,325
80	Premier Bank Ltd.	Gulshan Link Road Branch	1,000,000	1,000,000
81	Premier Bank Ltd.	Tongi Branch	2,500,000	-
82	Prime Bank Ltd	Foreign Ex. Branch	1,500,000	1,500,000
83	Prime Bank Ltd	Tongi Bazar Branch	1,000,000	1,000,000
84	Prime Bank Ltd.	Motijheel Branch	1,000,000	1,000,000
85	Pubali Bank Ltd.	Dargagate Br, Sylhet.	500,000	500,000
86	Pubali Bank Ltd.	Moghbazar Bazar Branch	2,000,000	2,000,000
87	Rajshahi Krishi Unnayan Bank	Rajshahi Branch	1,000,000	1,000,000
88	Rajshahi Krishi Unnayan Bank	Naogaon Branch	1,400,000	1,400,000
89	SBAC Bank Ltd.	Lobon Chora Branch, Khulna	500,000	500,000
90	SBAC Bank Ltd.	Lobon Chora Branch, Khulna	1,000,000	1,000,000
91	Shahjalal Bank Ltd.	Khulna Branch	200,000	200,000
92	Shahjalal Bank Ltd.	Bijoynagar Branch, Dhaka	10,500,000	10,500,000
93	Shahjalal Bank Ltd.	Bijoynagar Branch, Dhaka	6,400,000	6,400,000
94	Shahjalal Bank Ltd.	Bijoynagar Branch, Dhaka	2,100,000	2,100,000
95	Shahjalal Bank Ltd.	Bijoynagar Branch, Dhaka	5,000,000	5,000,000
96	Shahjalal Bank Ltd.	Bijoynagar Branch, Dhaka	2,500,000	2,500,000
97	Shahjalal Bank Ltd.	Bijoynagar Branch, Dhaka	2,500,000	2,500,000
98	Shahjalal Bank Ltd.	Bijoynagar Branch, Dhaka	5,000,000	5,000,000
99	Shahjalal Bank Ltd.	Bijoynagar Branch, Dhaka	500,000	500,000
100	Shahjalal Bank Ltd.	Bijoynagar Branch, Dhaka	3,100,000	3,100,000
101	Shahjalal Islami Bank Ltd	Chowmuhani Branch, Noakhali	1,000,000	1,000,000
102	Shahjalal Islami Bank Ltd.	Bijoynagar Branch, Dhaka	20,000,000	20,000,000
103	Southeast Bank Ltd.	Chouhata Br Sylhet	500,000	500,000
104	Southeast Bank Ltd.	Bangshal Branch	1,000,000	1,000,000
105	Southeast Bank Ltd.	Motijheel Branch	10,000,000	10,000,000
106	Southeast Bank Ltd.	Gulshan Branch	15,000,000	15,000,000
107	Southeast Bank Ltd.	Uttara Branch	-	5,000,000
108	The City Bank Ltd.	Principal Branch	500,000	500,000
109	United Commercial Bank Ltd.	Principal Branch	100,000	100,000
110	United Commercial Bank Ltd.	Khanjahan Ali Rd. Branch Khulna	300,000	300,000

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

Particulars			Amount in Taka	
			Dec 31, 2020	Dec 31, 2019
111	United Commercial Bank Ltd.	Nawabpur Branch	1,000,000	1,000,000
112	Uttara Bank Ltd.	Banijya Shakha	-	2,000,000
113	Social Islami Bank Ltd.	Shyamoli Branch	2,000,000	-
114	Southeast Bank Ltd.	Imamgonj Branch	2,000,000	-
Total :			227,595,325	220,695,325

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

Particulars			Amount in Tk.	
			Dec 31, 2020	Dec 31, 2019
31.00 STD & Current Accounts				
Sl. No.	Name of The Bank	Name of Branch		
1	IFIC Bank Ltd.	Bangshal Branch	-	1,184
2	Islami Bank Bangladesh Ltd.	Foreign Ex. Corp. Branch	873,465	1,233,854
3	Mercantile Bank Ltd.	Main Branch	341,427	2,933,503
4	Mercantile Bank Ltd.	Motijheel Branch	13,441,224	3,920,596
5	Pubali Bank Ltd.	Principal Branch	512,922	699,252
6	Shahjalal Islami Bank Ltd.	Dhaka Main Branch	45,948	718,546
7	Shahjalal Islami Bank Ltd.	Motijheel Branch	1,175,272	2,391,458
8	Social Islami Bank Ltd.	Principal Branch	72,195	-
9	Sonali Bank Ltd.	Local Office	1,839,078	1,205,571
10	Sonali Bank Ltd.	Dilkusha Corp. Branch	479,516	4,425
11	Southeast Bank Ltd.	Principal Branch	831,974	3,223,929
12	Southeast Bank Ltd.	Corporate Branch	5,130	5,031
Total			19,618,151	16,337,349
32.00 Cash in hand			3,266,842	1,918,200
33.00 Property, Plant & Equipment			126,702,022	131,836,397
33.01 Fixed Assets				
A. Cost:				
Opening Balance as at 01.01.2020			215,436,042	195,399,678
Add: Addition during the year			5,342,170	20,036,364
Less: Adjustment for the year			-	-
Closing balance as at 31.12.2020			220,778,212	215,436,042
B. Depreciation				
Opening Balance as at 01.01.2020			89,123,549	78,661,024
Add: Depreciation Charged during the year			9,924,155	10,462,525
			99,047,704	89,123,550
Less: Adjustment during the year			-	-
Closing balance as 31.12.2020			99,047,704	89,123,550
WDV (A-B) as at 31.12.2020			121,730,508	126,312,492
(Details shown in annexure "A")				
33.02 Intangible Assets				
A. Cost:				
Opening Balance as at 01.01.2020			7,192,043	6,347,911
Add: Addition during the year			-	844,133
Less: Adjustment for the year			-	-
Closing balance as at 31.12.2020			7,192,043	7,192,044
B. Accumulated Depreciation				
Opening Balance as at 01.01.2020			1,668,139	1,377,066
Add: Depreciation during the year			552,390	291,073
			2,220,529	1,668,139
Less: Adjustment during the year			-	-
Closing balance as 31.12.2020			2,220,529	1,668,139
WDV (A-B) as at 31.12.2020			4,971,514	5,523,905
(Details shown in annexure "B")				

Note: Fixed assets and intangible assets were shown under the head of Fixed assets last year. For more clarification these two head of account are split and shown separately and also in the face of balance sheet.

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

Particulars	Amount in Taka	
	Dec 31, 2020	Dec 31, 2019
34.00 Management Expenses:		
Fire	51,317,003	29,795,461
Marine	31,261,006	29,073,849
Motor	7,614,436	7,001,043
Misc.	13,110,958	11,417,401
Marine Hull	827,842	369,009
Total:	104,131,245	77,656,764
35.00 Income Tax		
(i) Provision For Taxation :		
Opening Balance	60,196,839	42,421,689
Addition during the year	23,364,485	19,236,848
	83,561,324	61,658,537
Less: Payment made during the year	5,920,085	1,461,697
Total	77,641,239	60,196,839
(ii) Deferred Tax :		
Book Value of Depreciable Fixed Assets	126,702,022	131,836,397
Less: Tax Base Value	90,907,818	106,343,217
Taxable Temporary Difference	35,794,204	25,493,180
Book Value of Gratuity Payable	-	-
Less: Tax Base Value	-	-
Deductable Temporary Difference	-	-
Net Taxable Temporary Difference	35,794,204	25,493,180
Applicable Tax Rate	40.00%	40.00%
Deferred Tax (Assets)/Liabilities	14,317,682	10,197,272
Less: Opening	10,197,272	7,716,044
	4,120,410	2,481,228
35.00 (A) Current Tax		
Profit Before Tax	63,712,236	54,295,191
Add: Accounting Depreciation	10,476,545	10,753,598
	74,188,782	65,048,789
Add: Reserve For Exceptional Losses	5,000,000	-
	79,188,782	65,048,789
Less: Tax Depreciation	(20,777,569)	(16,956,668)
	58,411,212	48,092,121
Applicable Tax Rate	40.00%	40.00%
Total	23,364,485	19,236,848
36.00 Balances of Funds & Accounts:		
Reserve for unexpired risk have been made on premium income at the following rates:		
Fire	35,707,601	40%
Marine Cargo	29,323,623	40%
Marine Hull	1,229,204	100%
Motor	8,507,594	40%
Miscellaneous	6,040,862	40%
Total:	80,808,884	

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

	Particulars	Amount in Taka	
		Dec 31, 2020	Dec 31, 2019

37.00 Advance Income Tax

Opening Balance	-	-
Addition during the period	3,420,085	1,461,697
Less: Adjustment	3,420,085	1,461,697
Total	-	-

38.00 Related Party Transaction:

Desh General Insurance in normal course of business, carried out a number of transactions with other entities that fall within the definition of related parties contained in International Accounting Standard 24: Related Parties Disclosers. All transactions involving related parties arising the normal course of business and on an arm's length basis at commercial rates on the same terms and conditions as applicable to the third parties. Details transactions with related parties and balances with them as at December 31, 2020 were as follows:

Name of the Parties	Relationship	Nature of Transactions	Net Premium income 31.12.2020	Premium Outstanding up to 31.12.2020	Amount Realized Subsequently	Claim Paid- 31.12.2020	Payable Balance a at 31.12.2020
Bengal group	Director	Insurance Business	24,360,545	Nil	Nil	470,000	-
Desh Group	Director	Insurance Business	742,050	Nil	Nil	-	-
Fars Group	Director	Insurance Business	334,936	Nil	Nil	42,000	-
Bengal Polymer Wears Ltd	Director	Unsecured Loan	-	-	-	-	-
Bengal Plastics Ltd.	Director	Unsecured Loan	-	-	-	-	10,577,600
Designer Fashions Ltd.	Director	Unsecured Loan	-	-	-	-	3,611,200
Total			25,437,531			512,000	14,188,800

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

39.00 EARNINGS PER SHARE (EPS) AS PER IAS 33

Basic Earning Per Share (EPS)

Basic EPS = $\frac{\text{Earnings Attributable to Ordinary Shareholders (net profit after tax)}}{\text{No. of Shares Outstanding during the period}}$

	AMOUNT (TK) 01 January to 31 December 2020	AMOUNT (TK) 01 January to 31 December 2019
Basic EPS	$\frac{36,227,342}{24,000,000}$	$\frac{32,577,114}{24,000,000}$
EPS	1.51	1.36

Computation of Earnings Attributable to Ordinary Shareholders:

Particulars	AMOUNT (TK) 01 January to 31 December 2020	AMOUNT (TK) 01 January to 31 December 2019
Net Profit before Tax	63,712,236	54,295,190
Less: Provision for Income Tax	(23,364,485)	19,236,848
Less: Deferred Tax	(4,120,410)	2,481,228
Tk.	36,227,342	32,577,114

Computation of weighted average number of Shares Outstanding.

Particulars	No. of shares	Outstanding Period	Total Days	Total Shares
Opening Balance	24,000,000	January to December	365 Days	24,000,000
Total	24,000,000			24,000,000

39.01 Net Operating Cash Flow Per Share (NOCFPS) :

Net Cash Flow from Operating Activities = 49,994,152

No. of Shares Outstanding during the period = 24,000,000

= 2.08

40.00 Net Asset Value (NAV):

Particulars	Amount (Tk.) 31.12.2020	Amount (Tk.) 31.12.2019
Investments (At cost)	25,000,000	25,000,000
Interest, Dividend Outstanding	3,737,960	6,989,923
Accounts Receivable	288,566,116	277,567,492
Cash & cash equivalent	250,480,318	238,950,874
Stationery in hand	4,105,311	4,210,918
Stamps in hand	654,407	656,782
Fixed Assets	121,730,508	126,312,492
Intangible Assets	4,971,514	5,523,905
Right of use asset	6,512,015	8,524,840
Total Assets (A)	705,758,149	693,737,225
Balance of Funds	80,808,884	67,867,146
Deposit Premium	3,876,602	2,732,460
Accounts Payable	334,847,956	344,340,254
Total Liabilities (B)	419,533,442	414,939,860
Net Assets (A-B)	286,224,707	278,797,364
Number of Shares (C)	24,000,000	24,000,000
Net Assets Value per share (A-B)/C	11.93	11.62
Face Value per share	10.00	10.00

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED ON DECEMBER 31, 2020

41. Premium Less Re-Insurance

Particulars	Fire	Marine Cargo	Marine Hull	Motor	Miscellaneous	Total
Premium Earned:						
Own	136,922,661	69,798,348	1,204,437.00	19,399,883	15,088,479	242,413,808
PSB	12,973,323	21,519,437	1,226,220	2,852,599	23,217,871	61,789,450
Gross Premium	149,895,984	91,317,785	2,430,657	22,252,482	38,306,350	304,203,258
Less: Re-Insurance						
Own	49,357,382	1,639,179	-	983,496	670,745	52,650,802
PSB	11,269,598	16,369,549	1,201,453	-	22,533,451	51,374,051
	60,626,980	18,008,728	1,201,453	983,496	23,204,196	104,024,853
Net Premium Earned	89,269,005	73,309,057	1,229,204	21,268,986	15,102,154	200,178,405

42. Loan under sundry creditors (Note:25) an unsecured loan of Tk. 38,200,000 for settlement Fire Claim Tk. 283,205,377 of Hotapara Garments Ltd. received as per decision of company's 99th Board of Directors Meeting held on 22nd April 2015 for a short period without any interest. After adjustment of Tk. 8,011,200 during the year, current balance amount is Tk. 14,188,800.

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

43.00 FINANCIAL INSTRUMENTS AND RELATED DISCLOSURE UNDER IAS 32 "FINANCIAL INSTRUMENTS: DISCLOSURE AND PRESENTATION".

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

(Amount In Taka)

Particulars	Interest Bearing		Non Interest Bearing	Total
	Maturity within one year	Maturity after one year		
<u>Financial Assets</u>				
Bangladesh Govt. Treasury Bond	-	25,000,000		25,000,000
Investment in FDR	227,595,325			227,595,325
Interest accrued but not due	3,737,960			3,737,960
Sundry Debtors			25,805,224	25,805,224
Investment in Shares				-
Outstanding Premium				-
Stamp in Hand			654,407	654,407
Cash at Bank			19,618,151	19,618,151
Cash and Cash Equivalents			3,266,842	3,266,842
Total	231,333,285	25,000,000	49,344,624	305,677,908
<u>Financial Liabilities</u>				
Bank Overdraft	-	-	-	-
Outstanding Claim	-	-	39,181,941	39,181,941
Sundry Creditors	-	-	52,675,788	52,675,788
Total	-	-	91,857,729	91,857,729
Net Financial Assets/Liabilities	231,333,285	25,000,000	(42,513,105)	213,820,179

44.00 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.

45.00 PROFIT AFTER TAX

Particulars	Amount in Taka	
	31.12.2020	31.12.2019
Net Profit /(Loss) before tax	63,712,236	54,295,190
Provision for Taxation:		
Current Tax	(23,364,485)	(19,236,848)
Deferred Tax	(4,120,410)	(2,481,228)
Total	36,227,342	32,577,114

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

46.00 Personnel related scheme

The Company will be going to implement Provident Fund, Gratuity, Leave Encashment Benefit.

47.00 CONTINGENT LIABILITIES

There are two areas have occurred and arisen as contingent liabilities of the Company namely A. Income Tax and B. VAT showing in detail as under:

(A) Income Tax:

The Company has contingently liable as on 31 December-2019 against unsettled tax liability amounting Tk. 7,992,286, Tk. 6,542,589, Tk. 2,626,237, Tk. 6,606,965, Tk. 10,140,334, Tk. 2,742,135, Tk. 6,324,977, Tk. 3,245,966, Tk. 13,523,533 total amounting of Tk. 59,745,022 for assessment year 2005-06, 2007-08, 2008-09, 2009-10, 2010-11, 2011-12, 2012-13, 2013-14, 2015-16 respectively of which appeal pending to the High Court and assessment year 2016-17, 2017-18, 2018-19, 2019-20, 2020-21 which are pending for assessment.

(B) VAT:

The company has also contingently liable as on 31th December-2020 on account of VAT, the details of which are given below:

Total VAT demand under Custom Excise & vat Commissioner	Shown in Balance Sheet as a Liability	Contingent Liabilities against VAT	Remarks
14,948,087	9,412,743	5,535,344	Pending Decision by the Commissioner of Custom Excise & VAT (South)

48.00 Proposed Dividend and Event after reporting period

As per listing regulation section 19 (2)(a), the Board of Directors of the Company in its 135th meeting while considering/ adopting Audited Financial Statement 2020 recommended 10% cash dividend subject to the approval in 21st AGM which will be held on 28 September 2021.

As per listing regulation section 19(2)(b), dividend entitlement book closure period or record date for the share holders has been fixed on 13.09.2021

Except the fact stated above, no circumstances have arisen since the balance sheet date, which would require adjustment to or disclosure in the financial statement or notes thereto.

49.00 Override Expenses for IPO penalty

In the statement of profit and loss account and other comprehensive income of the company for the year ended 31 December 2020 under the head "Management expenses," a sum of tk. 1,256,400.00 was charged as a Override Expenses for non-compliance of fulfillment of IPO provision.

50.00 Workers Profit Participation Fund (WPPF)

As per the Bangladesh Labor Act, 2006 (amendment 2013) service sector other than manufacturing sector is also required to maintain Worker Profit Participation Fund (WPPF). The management of the company decided in its Board Meeting held on 23 June 2019 to introduce WPPF for the year 2019 and onward.

51.00 Reserve For Exceptional Losses

In the year 2009 reserve for exceptional losses was Tk. 9,000,000.00 and in 2012 there was an increase of this

reserve for exceptional losses was Tk. 1,000,000.00 total reserve for exceptional losses Tk. 10,000,000.00

From the year 2012 to 2016 Tk. 10,000,000.00 has been shown reserve for exceptional losses.

In 2016 reserve for exceptional losses were kept limited to Tk. 10,000,000.00 again in the year 2017 reserve for exceptional losses were limited to Tk. 5,000,000.00 and Tk. 5,000,000.00 was adjusted with the profit.

Again In the year 2020 reserve for exceptional losses were limited to Tk. Nil and Tk. 5,000,000.00 was adjusted with the profit.

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

	Particulars	Amount in Taka	
		2020	2019
52.00	Reconciliation Between Net Profit to operating cash flow		
	Net Profit before tax	63,712,236	54,295,191
	Depreciation	10,476,545	10,753,598
	Income tax Paid	(5,920,085)	(1,461,697)
	Changes in Current assets and Liabilities		
	(Increase)/ Decrease in Stock of Printing Materials	105,607	249,642
	(Increase)/ Decrease in Stock of Insurance Stamp	2,375	(528,532)
	(Increase)/ Decrease in Sundry Debtors	787,032	(1,509,285)
	Increase/ (Decrease) in Sundry Creditors	(2,267,886)	(852,358)
	(Increase)/ Decrease in amount due from other Persons or Bodies Carrying on Insurance Business	(11,785,656)	(104,139,320)
	Increase/(Decrease) in amount due to other Persons or Bodies Carrying on Insurance Business	(10,156,746)	(1,491,253)
	(Increase)/ Decrease in Advance Income Tax	-	-
	Increase/ (Decrease) in Premium Deposit	1,144,143	340,816
	(Increase)/ Decrease in Interest Outstanding	3,251,963	4,511,706
	Increase/ (Decrease) in Balance of Fund & Accounts	12,941,738	26,846,537
	Increase/ (Decrease) in estimated Liabilities in respect of Outstanding Claims whether due or intimated	(12,298,491)	50,678,262
	Increase/ (Decrease) in Lease Liability	(2,011,447)	7,695,926
	(Increase)/ Decrease in Right of use asset	2,012,824	(8,524,840)
	(Increase)/ Decrease in Adjustment for lease Liability	-	(356,144)
	Net Cash Flow from Operating Activities	49,994,152	36,508,248

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

53.00 Financial risk management (IFRS 7)

53.01 Introduction

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

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

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

53.02 Carrying amounts of financial instruments by category

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

	Maturity analysis				Total
	Current	>30 days	>90 days	>1 year	
Cash and cash equivalents, receivables and Advances, Deposits & Prepayments					
Cash and cash equivalents	3,266,842				3,266,842
Sundry debtors		8,301,741	7,003,491	9,599,992	24,905,224
Advances, Deposits and Prepayments		-	-	-	-
Non-current financial assets		-	-	-	-
Balance at December 31, 2020	3,266,842	8,301,741	7,003,491	9,599,992	28,172,066
Financial liabilities measured at amortized cost					
Amount due to other persons or bodies carrying on insurance		22,272,607	21,121,509	23,423,706	66,817,822
Bank loan			40,065,196	40,085,743	80,150,939
Sundry creditors		17,021,267	1,150,598	32,891,938	51,063,803
Balance at December 31, 2020		39,293,874	62,337,303	96,401,387	198,032,564

53.03 Credit risks

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

The credit risk with trade and other receivable (see note 29) is limited, as the Company has numerous clients located in various geographical regions. The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. For risk control, the customers are companied as follows (risk companies): governmental organizations, listed public limited companies, and other customers.

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

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

53.04 Market risks

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

53.05 Interest rate risk

At the reporting date, the Company had the interest-bearing financial instruments: cash and cash equivalents. All cash and cash equivalents mature or reprise in the short-term, no longer than three months.

53.06 Liquidity risk

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

The following are the contractual maturities of financial liabilities, including interest payments:

BDT	Carrying amount	Contractual Cash flows	Between 1 and 90 days	Between 91 and 360 days	Between 1 and 2 years	Over 2 years
Non-derivative financial liabilities						
Amount due to other persons or bodies carrying on insurance Business	66,817,822		16,704,456	23,386,238	26,727,129	
Liability for	51,063,803		12,765,951	17,872,331	20,425,521	
Balance at December 31, 2020	117,881,625		29,470,406	41,258,569	47,152,650	

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

54.00 Disclosures as per requirement of Schedule XI, part II of the Companies Act 1994:

Attendance Status of Board Meeting of Director

During the period/year the following Board Meeting were held.

The attendance status of all meeting is as follows :

Name of Director	Position	2020		2019
		Meeting Held	Attended	Attended
MR. JASHIM UDDIN	CHAIRMAN	4	4	5
MR. MOHAMMED AKBOR HOSSAIN	VICE- CHAIRMAN	4	4	3
MR. AMINUR RAHMAN	DIRECTOR	4	4	5
MRS. PRITI KANA BOSE	DIRECTOR	4	4	5
MR. TARIQUL ALAM RAHIMI	DIRECTOR	4	2	3
MR. MURAD MOHAMMED TAJ	DIRECTOR	4	4	5
MR. TAHRIN AMAN	DIRECTOR	4	1	4
MRS. NAUZAT BEGUM	DIRECTOR	4	4	4
MRS. ROKEYA QUADER	DIRECTOR	4	4	4
ENGR. A.K.M. AHSANUL HAQUE	DIRECTOR	4	4	5
MR. NIHAR KUMAR ROY	DIRECTOR	4	1	2
MR. SAKIF NAZRAN BHUIYAN	DIRECTOR	4	2	
MR. SHAHEDUL ISLAM	INDEPENDENT DIRECTOR	4	2	3
MR. SYED JAVED IQBAL	INDEPENDENT DIRECTOR	4	1	
Mr. MD. KAMAL UDDIN FCA	INDEPENDENT DIRECTOR	1	4	5
Mr. SARWAR UDDIN FCA	INDEPENDENT DIRECTOR	-	-	3

55.00 Disclosures as per requirement of Schedule XI, part II of the Companies Act 1994:

A. Disclosure as per requirement of schedule XI, part II, Note 5 of Para 3

Number of Employees for the period ended June 30,2020

Salary Range (Monthly)	Officer & Staff Head Office & Br. Office	Total Employees
Below 3,000	Nil	Nil
Above 3,000	243	243
Total	243	243

56.00 Disclosure as per requirement of schedule XI, part II , para 4

Name	Designation	Amount in Taka	
		Dec. 31, 2020 Remuneration	Dec. 31, 2019 Remuneration
MR. JASHIM UDDIN	CHAIRMAN	25600	37,600
MR. MOHAMMED AKBOR HOSSAIN	VICE- CHAIRMAN	44800	25,200
MR. AMINUR RAHMAN	DIRECTOR	51200	56,400
MRS. PRITI KANA BOSE	DIRECTOR	25600	37,600
MR. TARIQUL ALAM RAHIMI	DIRECTOR	12800	18,800
MR. MURAD MOHAMMED TAJ	DIRECTOR	32000	56,400
MR. TAHRIN AMAN	DIRECTOR	6400	25,200
MRS. NAUZAT BEGUM	DIRECTOR	38400	24,800
MRS. ROKEYA QUADER	DIRECTOR	12800	31,200
ENGR. A.K.M. AHSANUL HAQUE	DIRECTOR	25600	31200
MR. NIHAR KUMAR ROY	DIRECTOR	6400	24,800
MR. SAKIF NAZRAN BHUIYAN	DIRECTOR	19200	-
MR. SHAHEDUL ISLAM	INDEPENDENT DIRECTOR	12800	18,400
MR. SYED JAVED IQBAL	INDEPENDENT DIRECTOR	6400	-
Mr. MD. KAMAL UDDIN FCA	INDEPENDENT DIRECTOR	44800	31,200
Mr. SARWAR UDDIN FCA	INDEPENDENT DIRECTOR	-	43,600
Total		364,800	462,400

DESH GENERAL INSURANCE COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON DECEMBER 31, 2020

57.00 Remuneration of Directors, Managers & Officers

Particulars	31 December, 2020 (Amount)				31 December, 2019 (Amount)			
	Managing Director	Directors	Managers	Other Staff	Managing Director	Directors	Managers	Other Executive
short-term employee benefits (Salary)	3,600,000	-	53,104,036	10,397,349	3,600,000	-	21,614,520	9,649,305
post-employment benefits	-	-	-	-	-	-	-	-
other long-term benefits	-	-	-	-	-	-	-	-
termination benefits	-	-	-	-	-	-	-	-
share-based payment benefits	-	28,800,000	-	-	-	24,000,000	-	-
Total	3,600,000	28,800,000	53,104,036	10,397,349	3,600,000	24,000,000	21,614,520	9,649,305

DESH GENERAL INSURANCE COMPANY LIMITED

SCHEDULE OF PROPERTY, PLANT & EQUIPMENT

As on December 31, 2020

Annexure-A

PARTICULARS	Cost			Rate (%)	DEPRECIATION			Written down value as at 31.12.2020
	As on 01.01.2020	Addition	As at 31.12.2020		As on 01.01.2020	During the year	Accumulated as at 31.12.2020	
Furniture & Fixtures	36,246,786	149,630	36,396,416	5	10,938,356	1,268,672	12,207,028	24,189,388
Signboard & Holding	2,233,152	95,075	2,328,227	10	1,121,803	118,793	1,240,596	1,087,631
Office Equipment	12,633,921	128,440	12,762,361	10	5,630,582	703,682	6,334,264	6,428,097
Telephone Install.	1,271,330	10,250	1,281,580	10	961,517	31,754	993,271	288,309
Computer	11,566,209	405,330	11,971,539	10	3,551,771	823,252	4,375,024	7,596,515
Decoration	63,026,846	966,045	63,992,891	5	27,157,971	1,808,006	28,965,976	35,026,915
Electrical Equipment	5,716,364	88,150	5,804,514	10	1,952,453	379,594	2,332,047	3,472,467
Motor Vehicle	69,421,115	3,434,000	72,855,115	10	33,940,423	3,844,133	37,784,557	35,070,558
Air Condition	12,818,311	55,000	12,873,311	10	3,666,393	915,960	4,582,353	8,290,958
Crockeries	502,008	10,250	512,258	10	202,282	30,308	232,590	279,668
Balance as on 31.12.2020	215,436,042	5,342,170	220,778,212		89,123,549	9,924,155	99,047,704	121,730,508

DESH GENERAL INSURANCE COMPANY LIMITED

SCHEDULE OF PROPERTY, PLANT & EQUIPMENT

As on December 31, 2019

PARTICULARS	Cost			Rate (%)	DEPRECIATION			Written down value as at 31.12.19
	As on 01.01.19	Addition	As at 31.12.19		As on 01.01.19	During the year	Accumulated as at 31.12.19	
Furniture & Fixtures	30,830,219	5,416,568	36,246,786	5	9,454,677	1,483,679	10,938,356	25,308,430
Signboard & Holding	1,568,441	664,711	2,233,152	10	957,887	163,916	1,121,803	1,111,349
Office Equipment	12,028,546	605,375	12,633,921	5	5,243,926	386,656	5,630,582	7,003,339
Telephone Install.	1,147,330	124,000	1,271,330	10	920,303	41,213	961,517	309,813
Computer	10,032,238	1,533,971	11,566,209	10	2,545,608	1,006,163	3,551,771	8,014,438
Decoration	56,186,286	6,840,560	63,026,846	5	25,016,592	2,141,378	27,157,971	35,868,875
Electrical Equipment	4,424,655	1,291,709	5,716,364	5	1,716,257	236,197	1,952,453	3,763,911
Motor Vehicle	67,776,115	1,645,000	69,421,115	10	29,881,156	4,059,268	33,940,423	35,480,691
Air Condition	10,925,311	1,893,000	12,818,311	8	2,756,895	909,498	3,666,393	9,151,919
Crockeries	480,538	21,470	502,008	10	167,724	34,558	202,282	299,726
Balance as on 31.12.2019	195,399,678	20,036,364	215,436,042		78,661,024	10,462,525	89,123,550	126,312,493

DESH GENERAL INSURANCE COMPANY LIMITED
SCHEDULE OF INTANGIBLE ASSETS
As on December 31, 2020

Annexure-B

PARTICULARS	Cost		Rate	DEPRECIATION			Written down value as at 31.12.2020
	As on 01.01.2020	Addition		As on 01.01.2020	During the year	Accumulated as at 31.12.2020	
Software Installation	7,192,043	-	10	1,668,139	552,390	2,220,529	4,971,514
Balance as on 31.12.2020	7,192,043	-		1,668,139	552,390	2,220,529	4,971,514

DESH GENERAL INSURANCE COMPANY LIMITED
SCHEDULE OF INTANGIBLE ASSETS
As on December 31, 2019

PARTICULARS	Cost		Rate (%)	Amortization		Written down value as at 31.12.19
	As on 01.01.19	Addition		As on 01.01.19	During the year	
Software Installation	6,347,911	844,133	5	1,377,066	291,073	5,523,904
Balance as on 31.12.2019	6,347,911	844,133		1,377,066	291,073	5,523,904

DESH GENERAL INSURANCE COMPANY LIMITED

SCHEDULE OF RIGHT OF USE ASSET

As on December 31, 2020

Annexure-C

PARTICULARS	Cost		DEPRECIATION		Written down value as at 31.12.20
	As on 01.01.20	Addition	As at 31.12.20	As on 01.01.20 During the year	Accumulated as at 31.12.20
Right of use asset	11,748,294	2,634,451	14,382,745	3,223,454	7,870,730
Balance as on 31.12.2020	11,748,294	2,634,451	14,382,745	3,223,454	7,870,730
					6,512,015

DESH GENERAL INSURANCE COMPANY LIMITED

SCHEDULE OF RIGHT OF USE ASSET

As on December 31, 2019

PARTICULARS	Cost		DEPRECIATION		Written down value as at 31.12.19
	As on 01.01.19	Addition	As at 31.12.19	As on 01.01.19 During the year	Accumulated as at 31.12.19
Right of use asset	-	11,748,294	11,748,294	-	3,223,454
					8,524,840

EVENTS



The Honorable Chairman and Directors are on the dais in the IPO Lottery Program held on 10 March 2021 at Lake Shore Hotel, Gulshan.



Presenting crest to the newly elected President of FBCCI on behalf of the Board of Directors of Desh General Insurance Company Limited.

EVENTS



Signing of listing agreement between Dhaka Stock Exchange Ltd. and Desh General Insurance Company Ltd.



Debut Trading Ceremony of Desh General Insurance Company Ltd. (DGIC) at Dhaka Stock Exchange Ltd.

EVENTS



Desh General Insurance Company Ltd. (DGIC) rings the bell in celebration of its Debut Trading Ceremony of Chittagong Stock Exchange Ltd. held on 29 March 2021.

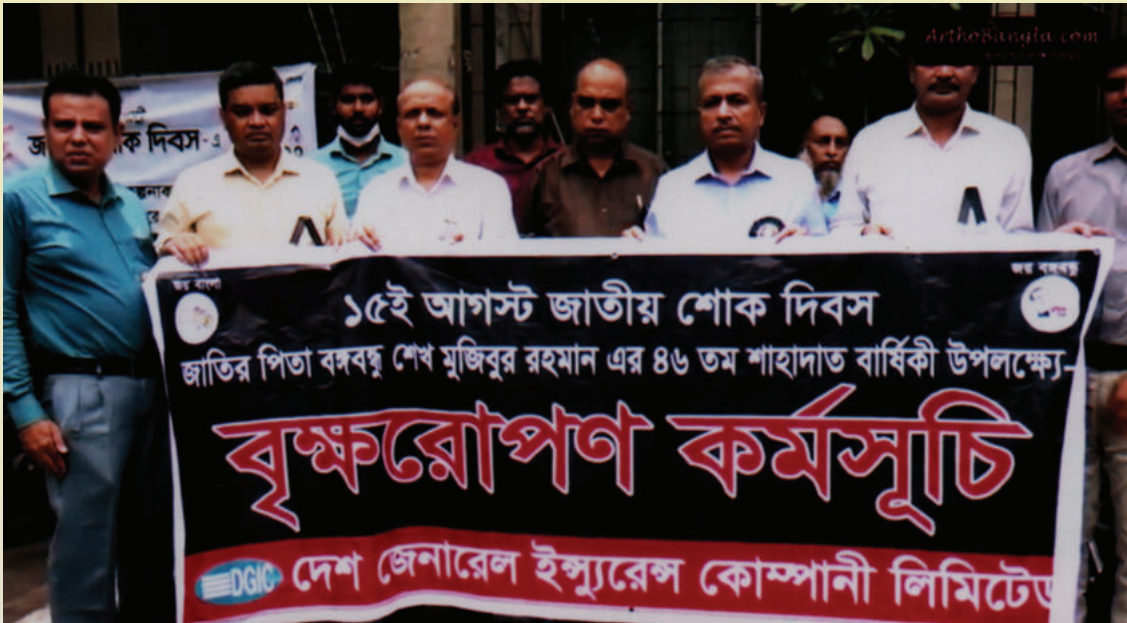


Listing agreement between Dhaka Stock Exchange Ltd. and Desh General Insurance Company Ltd.

EVENTS



National Insurance Day.



Tree Plantation Program on the occasion of the 46th Martyrdom Anniversary of Bangabandhu Sheikh Mujibur Rahman.

EVENTS



Tree plantation program on observation of the 46th Martyrdom Anniversary of Bangabandhu Sheikh Mujibur Rahman.



Milad mahfil of the 46th Martyrdom Anniversary of the Father of the nation Bangabandhu Sheikh Mujibur Rahman held at Desh General Insurance Company Ltd. (DGIC) at the head office.

BRANCH NETWORK

Branch Name	Location
Dhaka Division	
Local Office Branch	45 Dilkusha C/A, (7th Floor), Dhaka-1000. Phone: 02-9577723
Principal Branch	Baliadi Mansion (6th Floor) 16 Dilkusha C/A Dhaka-1000. Phone: 02-9558052
Bangshal Branch	2/1 Kazi Alauddin Road, Bangshal, (2nd Floor), Dhaka-1100. Phone: 02-7341997
Motijheel Branch	44 Dilkusha C/A, (7th Floor), Dhaka-1000. Phone: 02-9553946
Dilkusha Branch	44 Dilkusha C/A, (7th Floor), Dhaka-1000. Phone: 02-9565759
VIP Branch	Room no-6 (4th Floor) (South Side), Eastern Arju Tower, 61 Bijoy Nagar, Dhaka-1000. Phone: 02-9349237
B.B Avenue Branch	29 B.B Avenue (3rd Floor), Dhaka-1000. Phone: 02-9570161
Paltan Branch	Darussalam Arcade, 14 Purana Paltan, Dhaka-1000. Phone: 02-9567475
Nayabazar Branch	Hazi Eusuf Mansion (2nd Floor), 56 Mitfort Road, Babu Bazar, Dhaka-1000, Phone: 02-5394402
Kawran Bazar Branch	57/E Kazi Nazrul Islam Avenue (2nd Floor), Kawran Bazar, Dhaka, Phone: 02-9131426
Mirpur Branch	4 No. Shyamoli, Mirpur Road, Dhaka-1207. Phone: 02-8120495
Narayanganj Branch	41 S.M Maleh Road, Narayanganj. Phone: 02-7644552
Uttara Branch*	H.M. Plaza, Plot-34 (9th Floor), Room- 10, Road- 02, Sector- 03, Uttara C/A Dhaka-1230. Phone: 01683164640
Savar Branch	R.S. Tower, B-34 (2nd Floor) Bazar bus stand, Savar.
Gulshan Branch	House # Ta-143(2nd Floor) Badda Link Road, Middle Badda, Dhaka-1212. Phone: 48811798
Senpara Branch	House-12, Road-6 Section-10, Senpara Mirpur, Dhaka-1216. Phone: 01685025693
Manikganj Branch	Manikganj Bus Stand, Pouro Super Market (3rd floor), Shop/ Office No: Extra- 04, Manikganj.

Chittagong Division

Khatunganj Branch	4 Shah Amanat Road (Jail Road), Laldighi East, Chattogram. Phone: 031-2852152
Chowmuhanj Branch	Khaza Hafez Mohiuddin rhamotolla Market, 3rd floor, room no: 47,48 Noakhali, Phone: 01819188254
Agrabad Branch	TSN complex 3rd floor, Agrabad, Chattogram. Phone: 01923226624

BRANCH NETWORK

Branch Name	Location
Khulna Division	
Khulna Branch	Chamber Mansion (4th Floor) 5 KDA C/A, Khulna. Phone: 041-732690
Jessore Branch	4 No. Netajee Suvash Chandra Road (2nd Floor), Daratana, Jessore. Phone: 0421-68597
Kushtia Branch	55/1 N. S. Road, (9th Floor), 8F- Room 4, Kushtia. Phone: 01712073768
Rajshahi Division	
Rajshahi Branch	97 Boalia, Rajshahi City Corporation Mia para Word, No: 12, Phone: 0721-812193
Bogra Branch*	Rangpur Road, Barogola, Bogra. Phone: 051-62354
Sylhet Division	
Sylhet Branch	Airport Road, Amborkhana, Sylhet. Phone: 0821-710375
Mymensingh Division	
Mymensingh Branch	34 Choto Bazer, 3rd floor sadar, Mymensingh. Phone: 09-163121
Barisal Division	
Barisal Branch	The Medicas Building (4th Floor), 61, Sadar Road, Barishal. Phone: 01733123998



DESH GENERAL INSURANCE COMPANY LIMITED

Jiban Bima Bhaban, Front Block, Level # 5, 10, Dilkusha C/A, Dhaka-1000.

PROXY FORM

I/We.....of.....
being a Member of **Desh General Insurance Company Limited** do
 hereby appoint
 Mr./Ms.....Of.....
 as my/our proxy, to vote for me / us and on my / our behalf at the 21th Annual
 General Meeting of the Company to be held on 28th September, 2021 and at any adjournment thereof or at any ballot to be taken in
 consequence thereof. Signed this day of 2021.

.....
Signature of the Shareholder (s)

.....
Signature of the Proxy

Number of Shares held.....

BO . ID No.																	
-------------	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

Revenue Stamp Tk. 20.00

NOTE:

1. A member entitled to attend and vote at the General Meeting may appoint a proxy to attend and vote in his/her stead. The proxy form, duly stamped, must be deposited at the Registered Office of the Company not later than 48 hours before the time appointed for the meeting.
2. Signature of the Shareholder should match with the Specimen Signature registered with the Company.



DESH GENERAL INSURANCE COMPANY LIMITED

Jiban Bima Bhaban, Front Block, Level # 5, 10, Dilkusha C/A, Dhaka-1000.

SHAREHOLDERS' ATTENDANCE SLIP

I/We hereby record my attendance at the 21thAnnual General Meeting of the Company to be held on Tuesday, the 28th September,
 2021 at 11.00 am at Virtual Platform

Name of the Shareholder(s)/Proxy (in Block Letter)																	
BO . ID No.																	
Mobile Number																	
E-mail address (if any)																	

.....
Date &Signature of the Shareholder(s)/Proxy

NOTE:

1. Please note that AGM can only be attended by the honorable shareholder or properly constituted proxy. Therefore, any friend or children accompanying with honorable shareholder or proxy cannot be allowed into the meeting.
Please present this slip at the reception desk.



DESH GENERAL INSURANCE COMPANY LIMITED

HEAD OFFICE

JIBAN BIMA BHABAN, FRONT BLOCK, LEVEL # 5, 10,
Dilkusha C/A (5th floor), Dhaka-1000, BANGLADESH

Phone: PABX (+88-02)223390997-9, 223391001,

FAX: +88 02 9561920 9558052,

E-mail :deshinsurancebd@gmail.com

www.deshinsurancebd.com