

Auditor's Report and Audited Financial Statements

Of

South Asia Insurance Company Limited
For the year ended on December 31, 2024

Auditors



MZ Islam & Co.
Chartered Accountants



*An International Affiliated Member Firm of
MGM Accountants Pty Ltd. Australia*

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Independent Auditor's Report
To the Shareholders of South Asia Insurance Company Limited
Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of South Asia Insurance Company Limited (the "Company"), which comprise the Statement of Financial Position (Balance Sheet) as at 31 December 2024, the Statement of Profit or Loss & Other Comprehensive Income (Profit and Loss Account), Profit and Loss Appropriation Account, related Revenue Accounts, Statement of Changes in Equity and Statement of Cash Flows for the year December 31, 2024 then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at December 2024, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), Companies Act 1994, Insurance Act, 2010 and comply with the 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 these ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the consolidated and separate financial statements as a whole and in forming our opinion thereon and we do not provide a separate opinion on these 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: ➤ The design and operating effectiveness of key controls around premium income recognition process. ➤ Carried out analytical procedures and





Risk	Our response to the risk
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. See Form XL to the financial statements	recalculated premium income for the period. ➤ Carried out cut-off testing to ensure unearned premium income has not been included in the premium income. ➤ On a sample basis reviewed policy to ensure appropriate policy stamp was affixed to the contract and the same has been reflected 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. ➤ Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards, Insurance Act 1938 (as amended in 2010), Insurance Rules, 1958 and other applicable rules and regulations and regulatory guidelines.
Fixed Assets This represents a significant amount in the company's (Balance sheet) statement of financial position. There is a risk of Determining which costs meet the criteria for capitalization. Determining the date on which the assets is recognized as fixed assets and depreciation commences. This estimation of economic useful lives and residual value assigned to fixed asset. We identified the carrying value of Fixed assets as a key audit matter because of the high level of management judgment involved and its significance to the financial statements. At end of the year 2024, the company reported the carrying value of Fixed Assets amounts BDT. 116,674,020/-	Our audit procedures to assess the carrying value of property, plant and equipment, include the following controls testing and substantive procedures: ➤ Assessing the design, implementation and operating effectiveness of key internal controls over the completeness, existence and accuracy of property, plant and equipment including the key internal controls over the estimation of useful economic lives and residual values; ➤ Assessing, on a sample basis, costs capitalized during the year by comparing the costs capitalized with the relevant underlying documentation, which included purchase agreements and invoices, and assessing whether the costs capitalized met the relevant criteria for capitalization. ➤ Testing the key controls over the





Risk	Our response to the risk
See note no 19.00 to the financial statements	management's judgment in relation to the accounting estimates of the depreciable lives and residual values of property, plant and equipment. ➤ Reconcile on a sample basis the additional capitalized costs for the year to the underlying invoices and supporting documents. ➤ We reviewed minutes the company's capitalizations policy for compliance with IAS 16 and tested the expenditure capitalized against the capitalization policy. ➤ We traced payments to supporting documents. We assessed the adequacy of the disclosures of the financial statements.
Deferred tax liability Significant judgment is required in relation to deferred tax liability as their liability is dependent on forecasts of future profitability over a number of years. At end of the year 2024, the reported total balance under the head of Deferred tax liability of BDT. 1,881,941 /- See note no 12.00 to the financial statements	Our audit procedures to assess the carrying value of Deferred Tax liability included the following: ➤ We obtained an understanding, evaluated the design and tested the operational effectiveness of the Company's key controls over the recognition and measurement of Deferred Tax Assets and Liabilities and the assumptions used in estimating the future taxable expense of the company. ➤ We also assessed the completeness and accuracy of the data used for the estimations of future taxable expense. ➤ We tested the mathematical accuracy in calculation of deferred tax. ➤ We evaluated the reasonableness of key assumptions, timing of reversal of temporary differences and expiration of tax loss carry forwards, recognition and measurement of Deferred Tax Liability. ➤ We assessed the adequacy of the company's disclosures ➤ Setting out the basis of deferred tax liability balances and the level of estimation involved. ➤ We also assisted in evaluating the tax implications, the reasonableness of estimations and calculations determined by management.





Risk	Our response to the risk
Non-Confirmation of Payable Balance to Shadharan Bima Corporation (SBC) As at 31 December 2024, the Company's financial statements include a payable balance of BDT 87,229,441 to Shadharan Bima Corporation (SBC), a state-owned insurer. We identified this balance as a key audit matter due to its materiality and the absence of a direct confirmation from SBC, which limited our ability to obtain third-party audit evidence. The inability to verify this balance through external confirmation increased the risk of potential misstatement or disagreement in the outstanding liability. See note no 10.00 to the financial statements:	➤ We also involved our internal experts from the tax area in the analysis of the reasonableness of the tax assumptions on the basis of the applicable legislation. ➤ Finally assessed the appropriateness and presentation of disclosures against IAS 12 Income Taxes. ➤ Prepared and sent a formal confirmation request on the client's letterhead to SBC, requesting them to confirm the payable balance as at 31 December 2024. ➤ Obtained acknowledgement of receipt from SBC but did not receive a completed confirmation. ➤ Inspected supporting documents such as insurance premium invoices, claim settlements, debit/credit notes, and internal reconciliation statements.

Other Information

Management is responsible for the other information. The other information comprises all the information in the Annual Report other than the financial statements and our auditors' report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report. Our opinion on the consolidated and separate 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 consolidated and separate financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the board of directors of the company.





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 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Consolidated and Separate 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 judgement 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, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Company's internal control
- 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.

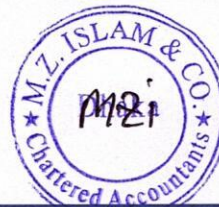
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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 and any other applicable laws and regulations, we also report that:

- a) We 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 except as mentioned above, 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 except as mentioned above, 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 an according to the information and explanation given to us except as mentioned above, all expenses of management wherever incurred and whether incurred directly or indirectly, in respect of insurance business of the company transacted in Bangladesh during the year under report have been duly debited to the related Revenue Accounts and the Statement of Comprehensive Income of the Company;
- e) We report that to the best of our information and as shown by its books, the company during the year under report has not paid any person any commission in any form, outside Bangladesh in respect of any its business re-insured abroad;
- f) The Statement of Financial Position, Statement of Comprehensive Income, Profit and Loss Appropriation Account, related Revenue Accounts, Statement of Changes in Equity and Statement of Cash Flows of the Company together with the annexed notes dealt with by the report are except as mentioned above, in agreement with the books of account and returns; and
- g) The expenditure was incurred for the purpose of the Company's business.

Place: Dhaka

Date: 28-05-2025




Mohammad Fakhru Alam Patwary, FCA

ICAB Enrolment No. 1249

Managing Partner

M. Z. Islam & Co.

Chartered Accountants

DVC: 2505281249AS568662

South Asia Insurance Company Limited
Balance Sheet
(Statement of Financial Position)
As at December 31, 2024

Particulars	Notes	Amount in Taka	
		31-12-2024	31-12-2023
Shareholders Equity and Liabilities			
Share Capital			
Authorized			
30,000,000 ordinary shares of Tk.10 each		300,000,000	300,000,000
Issued, subscribed and paid up			
2,41,93,122 ordinary shares of Tk.10 each	4.00	241,931,220	241,931,220
Reserve and Contingent Account			
Reserve for Exceptional Losses	5.00	169,662,553	136,138,740
General Reserve Fund	5.01	106,575,867	96,575,867
Profit and Loss Appropriation Account	5.02	16,875,000	16,875,000
	5.03	46,211,686	22,687,873
Total Shareholder's Equity:		411,593,773	378,069,960
Balance of Fund Accounts:			
Fire Insurance Business	6.00	176,320,564	133,536,653
Marine Insurance Business		82,668,304	65,428,918
Marine Hull Insurance Business		63,427,162	29,222,826
Motor Insurance Business		1,288,020	5,650,465
Miscellaneous Insurance Business		24,256,504	25,875,517
		4,680,574	7,358,927
Premium Deposit	7.00	10,459,499	8,919,619
Liabilities and Provisions		450,270,045	325,455,039
Estimated liability in respect of outstanding claims whether due or intimated	8.00	109,763,026	83,687,300
Lease Liability	9.00	83,508,000	32,546,379
Amount due to other persons or-bodies carrying on insurance business	10.00	87,229,441	59,129,028
Sundry Creditors	11.00	26,334,007	20,249,905
Deferred Tax Liability	12.00	1,881,941	2,383,812
Provision for Income Tax	13.00	141,553,630	127,458,615
Total		1,048,643,881	845,981,271



SOUTH ASIA INSURANCE COMPANY LIMITED

Balance Sheet

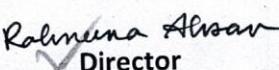
(Statement of Financial Position)

As at December 31, 2024

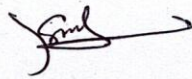
Particulars	Notes	Amount in Taka	
		31-12-2024	31-12-2023
Assets and Properties		430,519,457	336,009,924
Investment	14.00	40,000,000	25,000,000
Interest Accrued but not received	15.00	15,568,728	9,610,621
Amount due from other persons or-bodies carrying on insurance business	16.00	58,791,318	37,968,619
Sundry Debtors	17.00	316,159,411	263,430,684
Cash and Cash Equivalent	18.00	356,560,608	357,742,715
Fixed Deposit Receipt	18.01	279,900,000	306,150,000
Cash at Bank	18.02	76,198,735	51,466,919
Cash in Hand		461,873	125,796
Other Accounts		261,563,815	152,228,631
Fixed Assets	19.00	116,674,020	87,802,853
Right of Use Assets	20.00	79,319,964	29,729,767
Land on Uttara Model Town	21.00	63,240,000	33,240,000
Stock of Printing, Stationery and Stamps	22.00	2,329,830	1,456,011
Total		1,048,643,881	845,981,271
Net Asset Value per share (NAV)	26.00	17.01	15.63

The annexed notes form integral parts of these financial statements


Muhammad Nurul Alam Chowdhury
Chief Executive Officer


Ralmeena Alwan
Director


Director


Nahida Sultana
Chairman

Signed as per our separate report of same date

Date: 28-05-2025




Mohammad Fakhru Alam Patwary, FCA
ICAB Enrolment No. 1249
Managing Partner
M. Z. Islam & Co.
Chartered Accountants
DVC: 2505281249AS568662

South Asia Insurance Company Limited
Profit and Loss Account
(Statement of Profit or Loss Account and Other Comprehensive Income)
For the year ended December 31, 2024

Particulars	Notes	Amount in Taka	
		2024	2023
Profit/(Loss) Transferred from			
Fire Revenue Account		9,985,594	(545,779)
Marine Revenue Account		22,763,668	21,750,889
Marine Hull Revenue Account		5,100,279	(1,103,212)
Motor Revenue Account		27,420,505	16,537,883
Miscellaneous Revenue Account		7,883,135	14,015,144
		73,153,181	50,654,925
Investment & Other Income	23.00	18,105,398	16,877,828
		91,258,579	67,532,753
Expenses of management (Not Applicable to any particular fund or Account)			
Advertisement		302,164	112,000
Director's Fees		720,000	537,600
Meeting Expenses/Conference		20,920	13,387
Donation and Subscription		15,000	445,178
Annual Subscription to BIA		100,000	100,000
Levy on Premium to BIA		100,000	100,000
Bima Dibash/Bima Mela		153,490	109,400
Audit Fees		650,000	575,000
Legal and Professional Fees		107,500	100,233
Training Fee		13,500	453,143
Interest on Lease Finance		3,358,405	1,344,180
Registration and Renewal Exp.		760,770	161,250
Branch License Fee		517,500	-
Agent License Fee		-	300,000
Trade License Fee		55,985	-
Credit Rating Fee		188,125	-
IDRA Publicity & Dev. Fund		-	285,000
WPPF		2,243,665	-
Gratuity Expenses		2,141,460	-
RJSC Fee/ISO		130,000	348,402
UMP Data Charges		434,780	538,658
Group Insurance Premium		173,380	2,041,286
Depreciation		31,209,033	12,700,322
Registration & Renewal Exp. (Car)		745,946	-
		44,141,623	20,265,039



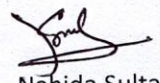
Profit before tax		47,116,957	47,267,714
Income tax expense		13,593,144	14,690,664
Current Tax	13.02	14,095,015	14,160,307
Deferred Tax (Income)/ Expenses	12.00	(501,871)	530,357
Balance for the year carried to profit and loss appropriation account		33,523,813	32,577,050
Total		91,258,579	67,532,753

The annexed notes form integral parts of these financial statements


Muhammad Nurul Alam Chowdhury
Chief Executive Officer


Rahnema Alison
Director

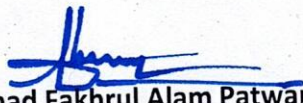

Director


Nahida Sultana
Chairman

Signed as per our separate report of same date

Date: 28-05-2025

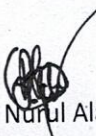


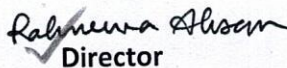

Mohammad Fakhrul Alam Patwary, FCA
ICAB Enrolment No. 1249
Managing Partner
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South Asia Insurance Company Limited
Profit and Loss Appropriation Account
For the year ended December 31, 2024

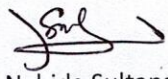
Particulars	Notes	Amount in Taka	
		2024	2023
Reserve for Exceptional Losses	5.01	10,000,000	10,000,000
General Reserve	5.02	-	5,000,000
Dividend Distributed from last Year	5.03	-	95,306,220
Workers Profit Participation Fund (WPPF)		-	-
Balance transferred to Statement of Financial position		46,211,686	22,687,873
Total		56,211,686	132,994,093
Balance brought forward from last year		22,687,873	100,417,043
Net Profit for the year brought down		33,523,813	32,577,050
Total		56,211,686	132,994,093
Earnings Per Share (EPS)	24.00	1.39	1.35

The annexed notes form integral parts of these financial statements


Muhammad Nurul Alam Chowdhury
Chief Executive Officer


Rahnema Akter
Director


Director


Nahida Sultana
Chairman

Signed as per our separate report of same date

Date: 28-06-2025



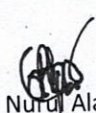

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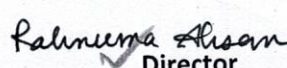
DVC: 2505281249 AS568662

South Asia Insurance Company Limited
Consolidate Insurance Revenue Account
For the year ended December 31, 2024

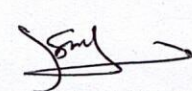
Particulars	Notes	Amount in Taka	
		2024	2023
Claim Under Policies Less Re-Insurance		58,848,849	80,334,702
Paid during the year		32,773,123	50,855,237
Total Estimated Liability in respect of outstanding claims at the end of the year whether due or intimated	8.00	109,763,026	83,687,300
Less: Outstanding at the end of the previous year		(83,687,300)	(54,207,835)
Agency Commission		90,588,011	81,680,081
Insurance Stamp Used		8,831,353	7,725,824
Expenses of Management		206,434,559	194,078,687
Profit transferred to Profit and Loss Account		73,153,181	50,654,925
Reserve for unexpired Risks of premium income of the year as shown in the Balance Sheet	6.00	176,320,564	133,536,653
Total		614,176,517	548,010,872
 Balance of account at the beginning of the year (Reserve for unexpired Risks)		133,536,653	153,399,863
Premium less Re-Insurance		438,869,380	325,365,932
Commission on Re-Insurance ceded		41,770,484	69,245,077
Total		614,176,517	548,010,872

The annexed notes form integral parts of these financial statements


Muhammad Nurul Alam Chowdhury
Chief Executive Officer


Fahmeena Hasan
Director


Director


Nahida Sultana
Chairman

Signed as per our separate report of same date

Date: 28-05-2025



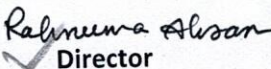

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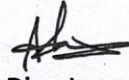
South Asia Insurance Company Limited
Fire Insurance Revenue Account
For the year ended December 31, 2024

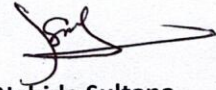
Particulars	Notes	Amount in Taka	
		2024	2023
Claim Under Policies Less Re-Insurance		34,072,432	37,943,905
Paid during the year		8,319,657	13,245,320
Total Estimated Liability in respect of outstanding claims at the end of the year whether due or intimated	8.00	84,675,781	58,923,006
Less: Outstanding at the end of the previous year		(58,923,006)	(34,224,421)
Agency Commission		48,967,010	46,687,755
Insurance Stamp Used		8,741,576	7,605,743
Expenses of Management		111,587,428	110,934,004
Loss transferred to Profit and Loss Account		9,985,594	(545,779)
Reserve for unexpired Risks of premium income of the year as shown in the Balance Sheet	6.00	82,668,304	65,428,918
Total		296,022,344	268,054,546
Balance of account at the beginning of the year (Reserve for unexpired Risks)		65,428,918	64,191,886
Premium less Re-Insurance		206,670,760	163,572,294
Commission on Re-Insurance ceded		23,922,666	40,290,366
Total		296,022,344	268,054,546

The annexed notes form integral parts of these financial statements


Muhammad Nurul Alam Chowdhury
Chief Executive Officer


Rahnuma Akbar
Director


Director


Nahida Sultana
Chairman

Signed as per our separate report of same date

Date: **28-05-2025**

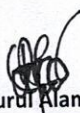


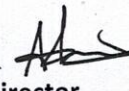

Mohammad Fakhru Alam Patwary, FCA
ICAB Enrolment No. 1249
Managing Partner
M. Z. Islam & Co.
Chartered Accountants
DVC: **2505281249ASB68662**

South Asia Insurance Company Limited
Marine Cargo Insurance Revenue Account
For the year ended December 31, 2024

Particulars	Notes	Amount in Taka	
		2024	2023
Claim Under Policies Less Re-Insurance		14,134,785	23,034,552
Paid during the year		10,916,937	25,479,962
Total Estimated Liability in respect of outstanding claims at the end of the year whether due or intimated	8.00	6,958,234	3,740,386
Less: Outstanding at the end of the previous year		(3,740,386)	(6,185,796)
Agency Commission		30,589,484	21,806,738
Insurance Stamp Used		-	-
Expenses of Management		69,708,194	51,814,629
Profit transferred to Profit and Loss Account		22,763,668	21,750,889
Reserve for unexpired Risks of premium income of the year as shown in the Balance Sheet	6.00	63,427,162	29,222,826
Total		200,623,293	147,629,634
Balance of account at the beginning of the year (Reserve for unexpired Risks)		29,222,826	50,079,622
Premium less Re-Insurance		158,567,906	73,057,064
Commission on Re-Insurance ceded		12,832,561	24,492,948
Total		200,623,293	147,629,634

The annexed notes form integral parts of these financial statements


Muhammad Nurul Alam Chowdhury
Chief Executive Officer

 
Rahneema Akbar
Director


Nahida Sultana
Chairman

Signed as per our separate report of same date

Date: 28-05-2025




Mohammad Fakhrul Alam Patwary, FCA
ICAB Enrolment No. 1249
Managing Partner
M. Z. Islam & Co.
Chartered Accountants
DVC: 2505281249AS568662

South Asia Insurance Company Limited
Marine Hull Insurance Revenue Account
For the year ended December 31, 2024

Particulars	Notes	Amount in Taka	
		2024	2023
Claim Under Policies Less Re-Insurance		22,791	184,600
Paid during the year		22,791	184,600
Total Estimated Liability in respect of outstanding claims at the end of the year whether due or intimated	8.00	-	-
Less: Outstanding at the end of the previous year		-	-
Agency Commission		187,257	865,553
Expenses of Management		426,727	2,056,625
Loss transferred to Profit and Loss Account		5,100,279	(1,103,212)
Reserve for unexpired Risks of premium income of the year as shown in the Balance Sheet	6.00	1,288,020	5,650,465
Total		7,025,074	7,654,031
Balance of account at the beginning of the year (Reserve for unexpired Risks)		5,650,465	1,518,615
Premium less Re-Insurance		1,288,020	5,650,465
Commission on Re-Insurance ceded		86,589	484,951
Total		7,025,074	7,654,031

The annexed notes form integral parts of these financial statements


Muhammad Nurul Alam Chowdhury
Chief Executive Officer


Rehana Hasan
Director


Director


Nahida Sultana
Chairman

Signed as per our separate report of same date

Date: 28-05-2025

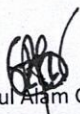


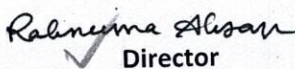

Mohammad Fakhru Alam Patwary, FCA
ICAB Enrolment No. 1249
Managing Partner
M. Z. Islam & Co.
Chartered Accountants
DVC: 2505281249AS568662

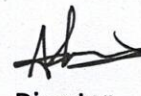
South Asia Insurance Company Limited
Motor Insurance Revenue Account
For the year ended December 31, 2024

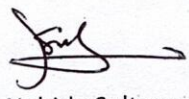
Particulars	Notes	Amount in Taka	
		2024	2023
Claim Under Policies Less Re-Insurance		5,209,836	19,113,671
Paid during the year		8,129,733	11,887,381
Total Estimated Liability in respect of outstanding claims at the end of the year whether due or intimated	8.00	18,104,011	21,023,908
Less: Outstanding at the end of the previous year		(21,023,908)	(13,797,618)
Agency Commission		9,147,199	9,701,177
Insurance Stamp Used		68,053	97,321
Expenses of Management		20,844,899	23,050,805
Profit transferred to Profit and Loss Account		27,420,505	16,537,883
Reserve for unexpired Risks of premium income of the year as shown in the Balance Sheet	6.00	24,256,504	25,875,517
Total		86,946,996	94,376,374
Balance of account at the beginning of the year (Reserve for unexpired Risks)		25,875,517	29,617,422
Premium less Re-Insurance		60,641,260	64,688,792
Commission on Re-Insurance ceded		430,219	70,160
Total		86,946,996	94,376,374

The annexed notes form integral parts of these financial statements


Muhammad Nurul Alam Chowdhury
Chief Executive Officer


Rabeya Alisan
Director


Director


Nahida Sultana
Chairman

Signed as per our separate report of same date

Date: **28-05-2025**



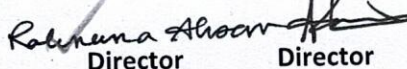

Mohammad Fakhrul Alam Patwary, FCA
ICAB Enrolment No. 1249
Managing Partner
M. Z. Islam & Co.
Chartered Accountants
DVC: **2505281249AS568662**

South Asia Insurance Company Limited
Miscellaneous Insurance Revenue Account
For the year ended December 31, 2024

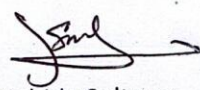
Particulars	Notes	Amount in Taka	
		2024	2023
Claim Under Policies Less Re-Insurance		5,409,005	57,974
Paid during the year		5,384,005	57,974
Total Estimated Liability in respect of outstanding claims at the end of the year whether due or intimated	8.00	25,000	-
Less: Outstanding at the end of the previous year		-	-
 Agency Commission		1,697,061	2,618,858
Insurance Stamp Used		21,724	22,760
Expenses of Management		3,867,311	6,222,624
Loss transferred to Profit and Loss Account		7,883,135	14,015,144
Reserve for unexpired Risks of premium income of the year as shown in the Balance Sheet	6.00	4,680,574	7,358,927
Total		23,558,810	30,296,287
 Balance of account at the beginning of the year (Reſerve for unexpired Risks)		7,358,927	7,992,318
Premium less Re-Insurance		11,701,434	18,397,317
Commission on Re-Insurance ceded		4,498,449	3,906,652
Total		23,558,810	30,296,287

The annexed notes form integral parts of these financial statements


Muhammad Nurul Alam Chowdhury
Chief Executive Officer


Rakibul Hasan
Director

Director


Nahida Sultana
Chairman

Signed as per our separate report of same date

Date: 28-05-2025




Mohammad Fakhru Alam Patwary, FCA
ICAB Enrolment No. 1249
Managing Partner
M. Z. Islam & Co.
Chartered Accountants
DVC: 2505281249AS 568662

South Asia Insurance Company Limited
Statement of Changes in Shareholders' Equity
For the year ended December 31, 2024

Particulars	Share Capital	General Reserve Fund	Reserve for Exceptional Losses	Dividend	P/L Appr.	Total Equity
Balance as on January 01, 2024	241,931,220	16,875,000	96,575,867	-	22,687,873	378,069,960
Net Profit after tax for the year	-	-	-	-	33,523,813	33,523,813
General Reserve Create	-	-	-	-	-	-
Reserve for Exceptional Losses	-	-	10,000,000	-	(10,000,000)	-
Dividend Distributed from last Year	-	-	-	-	-	-
Balance as on December 31, 2024	241,931,220	16,875,000	106,575,867	-	46,211,686	411,593,773

For the year ended December 31, 2023

Particulars	Share Capital	General Reserve Fund	Reserve for Exceptional Losses	Dividend	P/L Appr.	Total Equity
Balance as on January 01, 2023	146,625,000	11,875,000	86,575,867	-	100,417,043	345,492,910
Net Profit after tax for the year	-	-	-	-	32,577,050	32,577,050
General Reserve Create	-	5,000,000	-	-	(5,000,000)	-
Reserve for Exceptional Losses	-	-	10,000,000	-	(10,000,000)	-
Transfer to/from General reserve	95,306,220	-	-	-	(95,306,220)	-
Balance as on December 31, 2023	241,931,220	16,875,000	96,575,867	-	22,687,873	378,069,960


Muhammad Nurul Alam Chowdhury
Chief Executive Officer


Rubayyana Akbar
Director


Nahida Sultana
Chairman

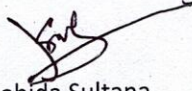


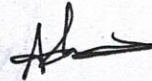
SOUTH ASIA INSURANCE COMPANY LIMITED

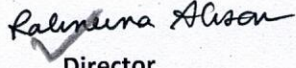
Statement of Cash Flows

For the year ended December 31, 2024

Particulars	Amount in Taka	
	31.12.2024	31.12.2023
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Collection from Premium and other receipts	738,490,805	706,006,094
Payment for management expenses, re-insurance and claims	(617,790,238)	(664,801,851)
Income Tax Paid and deducted at Source	(15,490,442)	(54,269,418)
Finance Charge of RoU	(3,358,405)	
Source Tax Paid on Different Heads		
VAT Paid(including Source vat) to Government		
Net cash flow from Operating Activities	101,851,719	(13,065,175)
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Acquisition of fixed assets	(48,313,429)	(13,179,665)
Investment in Land-Registration & Acquisition	(30,000,000)	-
Investment in BGTB	(15,000,000)	-
Dividend received	-	-
Sale proceeds of fixed assets	674,950	1,345,000
Net cash used by investing activities	(92,638,479)	(11,834,665)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Paid lease expenses	(10,395,346)	-
Net cash used by financing activities	(10,395,346)	-
Increase/ (Decrease) in Cash and Cash Equivalent(A+B+C)	(1,182,106)	(24,899,840)
Cash and Cash Equivalent at the beginning of the year	357,742,715	382,642,555
Cash and Cash Equivalent at the end of the year	356,560,608	357,742,715
Net operating cash flow per share	4.21	(0.54)


Nahida Sultana
Chairman


Director


Ralimura Alisen
Director

Date: 28-05-2025


Muhammad Nurul Alam Chowdhury
Chief Executive Officer



South Asia Insurance Company Limited
Notes to the Financial Statements
For the year ended December 31, 2024

1.00 Legal status and nature of the company

1.01 Legal status and country of operation

The Company was incorporated as a public limited company on 21st December 1999 under the Companies Act 1994 and obtained registration from the Insurance Development and Regulatory Authority (IDRA) former Chief Controller of Insurance, Government of the People's Republic of Bangladesh on March 29th 1999 concurrently. The company has obtained registration certificate from the Insurance Development and Regulatory Authority (IDRA). The company is engaged in the business of all types of insurance other than life as per Insurance Act, 1938 as amended 2010.

The registered office of the company is located at Green City edge (14th floor), 89 Kakrail C/A, Dhaka-1000, Bangladesh.

1.02 Nature of the company

The Principal activities of the company are to offer general insurance product including Fire insurance, Marine insurance (hull and cargo), Motor insurance, and Miscellaneous insurance. These products offer protection of policyholders' assets and indemnification of other parties that have suffered damage as a result of policyholders' accident. Revenue under above activities is derived primarily from insurance premiums.

1.03 Structure, content and presentation of financial statements

Being the general purpose financial statements, the presentation of these financial statements is in accordance with the section 27 of the Insurance Act 2010 and International Accounting Standard 1: Presentation of Financial Statements.

A complete set of financial statements comprises of:

- i) Balance sheet (Statement of Financial Position) as at December 31, 2024;
- ii) Profit and Loss Account (Statement of Profit or Loss Account and Other Comprehensive Income) for the year ended December 31, 2024;
- iii) Profit and Loss Appropriation Account for the year ended December 31, 2024;
- iv) Consolidated Revenue Account for the year ended December 31, 2024;
- v) Fire Insurance Revenue Account for the year ended December 31, 2024;
- vi) Marine Insurance Revenue Account for the year ended December 31, 2024;
- vii) Marine Hull Insurance Revenue Account for the year ended December 31, 2024;
- viii) Motor Insurance Revenue Account for the year ended December 31, 2024;
- ix) Miscellaneous Insurance Revenue Account for the year ended December 31, 2024;
- x) Statement of Changes in Equity for the year ended December 31, 2024;



- xi) Statement of Cash Flows for the year ended December 31, 2024;
- xii) Notes comprising a summary of significant accounting policies and other explanatory information to the accounts for the year ended December 31, 2024;

2.00 Basis of the Presentation of the Financial Statements

A summary of the Principal accounting policies which have been applied consistently (unless otherwise stated), is set out below:

2.01 Basis of preparation

The financial statements of the Company have been prepared in accordance with International Financial Reporting Standards (IFRSs) and the requirements of the Insurance Act 1938 (as amended in 2010), the Insurance Rules 1958 and in conformity the Companies Act 1994 and other applicable laws and regulations in Bangladesh.

The financial statements have been prepared on going concern and accruals basis under the historical cost convention. The preparation and presentation of the financial statements and the disclosure of information have been made in accordance with the balance sheet has been prepared in accordance with part I and "Form A" in Part II of the First Schedule. The revenue account for fire, marine and miscellaneous business has been prepared in accordance with "Form F" in Part II of the third schedule. Statement of cash flow and Statement of changes in equity has been prepared in accordance with IFRS.

2.02 Application of International Financial Reporting Standards

The Accounting and Financial Reporting Standards that are applicable/not applicable for the financial statements for the year under review, include the following:

IAS-1	Presentation of Financial Statements	*
IAS-7	Statements of cash flows	Applied
IAS-8	Accounting Policies, Changes in Accounting Estimates and Errors	Applied
IAS-10	Events after the reporting period	Applied
IAS-12	Income taxes	Applied
IAS-16	Property, Plant and Equipment	Applied
IAS-19	Employee Benefits	Applied
IAS-24	Related Party Disclosures	Applied
IAS-26	Accounting and reporting by retirement benefit plans	Applied
IAS-32	Financial Instruments: Presentation	*
IAS-33	Earnings Per Share	Applied
IAS-34	Interim Financial Reporting	Applied
IAS-36	Impairments of Assets	Applied
IAS-37	Provisions, Contingent Liabilities and Contingent Assets	Applied
IAS-38	Intangible Assets	Applied
IAS-40	Investment property	Applied
IFRS-4	Insurance Contracts	*
IFRS-8	Operating Segments	Applied



IFRS-9 Financial Instruments

*

IFRS-13 Fair Value Measurement

Applied

IFRS-15 Revenue from contracts with customers

Applied

IFRS-16 Leases

Applied

* The management of South Asia Insurance Company Limited has followed the principles of IAS and IFRS consistently in the preparation of the financial statements to that extent as applicable to Insurance Company. Some of the standards have not been complied with, about which IDRA has special guideline (explained in note no.- 3.14).

2.03 Functional and presentation currency

These financial statements are presented in Bangladeshi Taka (BDT), which is the company's presentation and functional currency except as indicated.

2.04 Comparative Information

Comparative information has been disclosed in respect of the period ended December 31, 2023 for all numerical data in the financial statements and also the narrative and descriptive information when it is relevant for better understanding of the current year's financial statements. Prior year figures have been restated and rearranged whenever considered necessary to ensure comparability with the current period.

2.05 Use of estimates

The preparation of financial statements require management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

2.06 Others

Figures have been rounded off to the nearest Taka and previous year's figures have been re-arranged, wherever necessary, for the purpose of comparison.

3.00 Summary of Significant Accounting Policies and Other Relevant Information

3.01 Going Concern

The accompanying 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. The accompanying financial statements do not include any adjustments should the South Asia Insurance Company Limited be unable to continue as a going concern.



3.02 Revenue recognition

Premium

Premium is recognized as income over the contract period or the period of risk whichever is appropriate on gross basis net of VAT. Premium is recorded for the policy period at the time of issuance of policy and for installment cases, it is recorded on installment due and received dates. Any subsequent revisions to or cancellations of premium are recognized in the year in which they occur. Re-insurance premium are deducted from the gross premium to present the net premium income from insurance business.

Public Sector Business (PSB)

As Per Government decision effective from April 1990, all the Public Sector Insurance Business 100% is being underwritten by Sadharan Bima Corporation, 50% being retained by Shadharan Bima Corporation and the balance equally divided to 47 private sector insurance companies.

The premium in respect of Company's share of Public Sector Insurance Business (PSB) is accounted for in the year in which the relevant statement of accounts from Shadharan Bima Corporation is received. The statements of account have been received from SBC and the Company's share of PSB has been recognized in these financial statements accordingly. Such method of account for the Public Sector insurance Business (PSB) has been consistently followed.

Commission on Reinsurance Ceded

Commission on reinsurance ceded is recognized as income in the period in which reinsurance premium is ceded.

3.03 Reinsurance premium ceded

Insurance premium on ceding of the risk is recognized in the period in which the risk commences in accordance with reinsurance arrangements with the reinsurers. Any subsequent revision to premium ceded is recognized in the period of such revision. Adjustment to reinsurance premium arising on cancellation of policies is recognized in the period in which they are cancelled.

3.04 Income in respect of Premium Deposits

Amounts received against Cover notes, which have not been converted into policy initially are recognized as Income at the earlier of Cover notes converted into policy or expiry of period not exceeding six months in accordance with the Insurance Development and Regulatory Authority (IDRA) Circular.

3.05 Premium Deficiency

Premium deficiency is recognized if the ultimate amount of expected net claim costs, related expenses and maintenance costs exceeds the sum of related premium carried forward to the subsequent accounting period as the reserve for unexpired risk. The Company considers maintenance costs as relevant direct costs incurred for ensuring claim handling operations.



3.06 Investments

Classification

- Investments maturing within 12 (twelve) months from balance sheet date and investments made with the specific intention to dispose of within 12 (twelve) months are classified as 'short term investments'. Investments other than 'short term investments' are classified as 'long term investments'.

3.07 Interest Income

Interest income is organized in the profit and loss account as it accrues and is calculated by using the effective interest rate method. Fees and commissions that are an integral part of the effective yield of the financial asset or liability are recognized as an adjustment to the effective interest rate of the instrument. Investments of the company are recorded as cost on trade date and include brokerage, transfer charges, stamps etc. If any, and excluded interest accrued up to the date of purchase.

3.08 Investment Income Recognition

Interest income

Interest accrued on statutory investment of Tk. 4,00,00,000.00 (Taka Four Crore) lying with Bangladesh Bank in the form of Bangladesh Govt. Treasury Bond (BGTB) and interest received from banks on STD and FDR accounts have been duly credited to the Profit and Loss Account. Interest income on investment is recognized on accrual basis.

Interest on Fixed Deposit Receipts (FDR) and 5 (five) years Bangladesh Government Treasury Bond (BGTB) are accounted for on accrual basis after making provision for income tax deductible at source. Interest on STD account and other income are recognized on cash basis.

3.09 Restriction on certain investment

There is no investment by South Asia Insurance Company Limited or hold any shares or debentures of any Company, firms or other business concern in which any director or any members of the family of such directors has any interest as Proprietor, Partner, Director and Managing Director as per Section 41(1) of Insurance Act, 2010.

3.10 Other Income

- Other income is recognized on an accrual basis. Net gains and losses of the revenue nature on the disposal of fixed assets, trustee fees and other Non-Current Assets including investments have been accounted for in the Profit and Loss account, having deducted from the proceeds on disposal, the carrying amount of the assets and related selling expenses.



3.11 Reserve for unexpired risk

Reserve for unexpired risk represents that part of the net premium (i.e., premium, net of reinsurance ceded) in respect of each line of business which is attributable to, and set aside for subsequent risks to be borne by the Company under contractual obligations on contract period basis or risk period basis, whichever is appropriate, subject to a minimum of 100% in case of Marine Hull business and 40% in case of other line of business based on net written premium for the year as required by section 3(2) of the SRO 353/ain dated 14 November, 2019.

3.12 Claims

Claims incurred comprise of claims paid, estimated liability for outstanding claims, estimated liability for claims Incurred But Not Reported ('IBNR') and claims Incurred But Not Enough Reported ('IBNER'). Further, claims incurred also include specific claim settlement costs such as survey/legal fees and other directly attributable costs.

Claims (net of amounts receivable from reinsurers/coinsurers) are recognized on the date of intimation based on internal management estimates or on estimates from surveyors/insured in the respective revenue account(s).

Estimated liability for outstanding claims at balance sheet date is recorded net of claims recoverable from/ Payable to co-insurers/reinsurers and salvage to the extent there is certainty of realization.

Estimated liability for outstanding claims is determined by the management on the basis of ultimate amounts likely to be paid on each claim based on the past experience and in cases where claim payment period exceeds four years based on actuarial valuation. These estimates are progressively revalidated on availability of further information.

IBNR reserves are provisions for claims that may have been incurred during the accounting period but have not been reported or claimed. The IBNR provision also includes provision, for claims that have been incurred but not enough reported (IBNER).

Salvage Recoveries

Salvaged vehicles are recognized at net realizable value and are deducted from the claim settlement made against the same. Salvaged vehicles on hand are treated as stock-in-trade and are recognized at estimated net realizable value based on independent value's report.

3.13 Management expenses related to the insurance business

Management expenses related to the insurance business are allocated to specific business segments on the following basis:

- Expenses which are directly identifiable to the business segments are allocated on actual;
- Other expenses, which are not directly identifiable, are apportioned on the basis of Net Written Premium.

The method of apportionment is decided by the management, based on the nature of the expenses and their logical correlation with various business segments, wherever possible.



3.14 Disclosure of departure from few requirements of IFRS due to mandatory compliance of Insurance Act's requirements

a) The South Asia Insurance Company Limited management has followed the principles of IFRS consistently in preparation of the financial statements to that extent as applicable to the company. Some requirements of Insurance Act 1938 and Insurance Rules 1958 and regulations contradict with those of financial instruments and general provision standards of IFRS. As such the Company has departed from those contradictory requirements of IFRS in order to comply with the rules and regulations of IDRA which are disclosed below along with financial impact where applicable.

b) Insurance Act 1938 has issued templates for financial statements which will strictly be followed by all general and Life Insurance Company. The templates of financial statements issued by Insurance Act does not include other comprehensive income (OCI) nor are the elements of other comprehensive income allowed to include in a single comprehensive income (OCI) Statement. As such SAIC does not prepare the other comprehensive income statement. However the SAIC does not have any elements of OCI to be presented.

c) As per IDRA guidelines, financial instruments are categorized, recognized and measured differently from those prescribed in IFRS 9. As such some disclosure and presentation requirements of IFRS 7 and IAS 32 have not been made in the accounts.

3.15 Provisions relating to collection of premium

The company has always complied with the Section 18 of the Insurance Act, 2010 as applicable in regard to provision of collection of premium.

3.16 Fixed Assets and Depreciation

(a) Recognition and measurement

Owned assets

Property, Plant and Equipment are recognized if it is probable that future economic benefits associated with the asset will flow to the Company and cost of the asset can be measured reliably. Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses.

Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the asset to a working condition for its intended use and the cost of dismantling and removing the items and restoring the site on which they are located.

Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment. If sale of any revalued assets, the relevant amount included in the revaluation reserve will be transferred to retained earnings.



Leasehold assets

Leasehold assets of which the company assumes substantially all the risks and rewards of ownership are accounted for as finance leases and capitalized at the inception of the lease at fair value of the leased property or at the present value of the minimum lease payments, whichever is lower as per IFRS 16 "Leases". The corresponding obligation under the lease is accounted for as liability.

(b) 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. The carrying amount of the replaced component is de-recognized.

(c) Depreciation

Property, Plant and Equipment are depreciated following the reducing balance method on the basis of life expectancy of the assets in accordance with IAS-16. No depreciation has been charged on Land. Depreciation on additions to Fixed Assets is charged from the date of Assets become available for use. The fixed assets are depreciated at the following rates:

Asset category wise depreciation rates are as follows:

Particulars	Rate
Land and Building	2.5%
Furniture and Fixture	10%
Office Decoration	10%
Office Equipment	15%
Computer with Printer	20%
Motor Vehicles	20%
Telephone Installation	15%
Sundry Assets	20%
Crockeries and Cutleries	20%
Electric Equipment	15%
Air Condition	15%
Software	20%

(d) 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 asset is included in the Statement of Comprehensive Income in the year the asset is de-recognized.

(e) Sales price of fixed assets

Sale price of fixed assets are determined on the basis of fair value of the assets. Gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between sales proceeds and carrying amount of the asset and is recognized in profit or loss account as per provision of IAS 16.



(f) Impairment of assets

As per International Accounting Standard (IAS) 36 : The carrying amounts of the company's non-current assets, other than deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. An impairment loss is recognized if the carrying amount of an asset or its cash generating unit exceeds its estimated recoverable amount. Impairment losses are recognized in the statement of profit or loss account and other comprehensive income. Considering the present conditions of the assets, management concludes that there is no such indications exist.

3.17 Valuation of Assets

The value of all assets as at December 31, 2024 has been shown in the Balance Sheet and in the classified summary of assets on Form 'AA' annexed, which has been reviewed and the said assets have been set forth in the Balance Sheet on amounts at their respective book value which in the aggregate do not exceed their aggregate market value.

3.18 Materiality and aggregation

Each material item as considered by management significant has been presented separately in financial statements. No amount has been set off unless the SAIC has a legal right to set off the amounts and intends to settle on net basis. Income and expenses are presented on a net basis only when permitted by the relevant accounting standards.

3.19 Recognition of Expenses

Expenses are recognized in the Statement of Comprehensive Income on the basis of a direct association between the cost incurred and the earning of specific heads of income. All expenditure incurred has been charged to the Statement of Comprehensive Income in the running of the business and in maintaining the fixed assets in a state of efficiency.

3.20 Borrowing Costs

Borrowing costs that are directly attributable to the acquisition and construction of a qualifying asset form part of the cost of that asset and, therefore, should be capitalized. Other borrowing costs are recognized as an expense.

3.21 Employee Benefits

- (a) The company provide Group Insurance, House Building Loan Scheme and Car/Motor Cycle Loan Scheme to its employees subject to fulfillment of certain terms and conditions.
- (b) In line with Insurance Development and Regulatory Authority letter ref. no.: 53.03.0000.075.22.29.2021.30 dated: 02 June 2021 (Bangladesh Insurance Association Letter Ref. no. BIA-3(91)/2022-89 Dated: 18 April 2022) which is still under consideration by the financial institution division, Ministry of Finance, Government of the People's Republic of Bangladesh, **However, WPPF fund has been created in this company.**



3.22 Reserve or contingencies Accounts

(a) Reserve for Exceptional losses

In line with para 6, 4th schedule of the Income Tax Act 2023, to meet the exceptional losses, Company sets aside tk 1,00,00,000 (lumsun basis) of the net premium income of the year which it is set aside from the balance of the profit to the Reserve for exceptional losses. As per Insurance Act 1938 as amended 2010, statutory reserve is maintained out of profit by the company to meet any possible future claims on net premium income during the year.

(b) General Reserve

The Company creates a General Reserve from the current year profit to avoid future contingency.

(c) Dividend Equalization Fund

Dividend Equalization Fund is created for making proposed and approved dividend payments consistently to the shareholders in the event of worst business situation of the company.

3.23 Taxation

Income tax expense is recognized in the Statement of Comprehensive Income.

Current Tax

The tax currently payable is based on taxable profits for the year. Taxable profits differs from profits as reported in the Statement of Comprehensive Income because it excludes items of income or expenses that are taxable or deductible in other year or are never taxable or deductible. Company's liability for current tax is calculated using tax rates that have been enacted the balance sheet date.

The Tax rates used for the reporting periods are as follows:

Years
2023
2024

Tax Rate
40%
40%

Deferred tax assets / liabilities

Company recognizes deferred tax as per IAS-12 on the temporary difference between written down value of assets. Deferred tax has been included in current year accounts.



3.24 Segment Reporting

A business segment is a distinguishable component of the Company that is engaged in providing services that are subject to risks and returns that are different from those of other business segments. The Company accounts for segment reporting of operating results using the classes of business. The performance of segments is evaluated on the basis of underwriting results of each segment. The Company has four primary business segments for reporting purposes namely fire, marine, motor and miscellaneous.

3.25 Earnings per share

The Company presents basic earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period. EPS has been calculated in accordance with International Accounting Standards (IAS) -33.

Diluted EPS is calculated if there is any commitment for issuance of equity shares in foreseeable future, i.e., potential shares, without inflow of resources to the Company against such issue. There was no such commitment during the year and accordingly no dilution is required in the year 2024.

3.26 Cash and Cash Equivalents

Cash comprises cash in hand, demand deposit, cash equivalents on short term, highly liquid investments that are readily convertible to know amounts of cash and those which are what to an insignificant risk of changes in value. Cash and cash equivalents are not restricted in use and accordingly cash in hand and bank balances have been considered as cash and cash equivalents.

3.27 Statement of Cash Flows

Statement of Cash Flows has been prepared in accordance with IAS-7 and the cash flow from the operating activities has been presented under the direct method.

3.28 Contingent Liabilities

The company recognize contingent liability if either a possible obligation rather a probable obligation that arise from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain events not wholly within the control of the entity or a present obligation that arises from past events but is not recognized because the amount of obligation cannot be recognized reliably. The penalty under sec. 82 has not been recognized as provision.

3.29 Related party disclosure

The company in normal course of business, carried out a number of transactions with other entities that fall within the definition of related party contained in International Accounting Standards 24: Related Party Disclosures. All transactions involving related parties arising in normal course of business are conducted on an arm's length basis at commercial rates on the same terms and conditions as applicable to the third parties. Details of the related party disclosures have been given in Note 30.



3.30 Responsibility of the Directors

The Board of Directors takes the responsibility for the preparation and presentation of the financial Statements under section 183 of the Companies Act 1994.

The Board of Directors acknowledges their responsibility as set out in the 'Annual Report of the Board of Directors and Statement of Directors Responsibility'.

The Board of Directors acknowledges their responsibility for the selection and implementation of accounting policies.

The preparation of financial statements in conformity with the International Accounting Standards required management to make estimate and assumption that the reported amounts liabilities and disclosure of contingent's assets and liabilities at the date of the financial statements and revenue and expenses during the year reported. Actual results could differ from results could differ from those estimates, estimates are used for accounting of certain items such as Long-term contracts, provision for doubtful accounts, depreciation and amortization taxes, reserve and contingencies.

3.31 General Provision

Provision for Income Tax has been made in accordance with the best estimate of the management based on the prevailing Income Tax Law.

3.32 Reporting Period

The financial period under audit of the company covering (12) twelve months from of January 01, 2024 to December 31, 2024.



4.00 Authorized, Issued, Subscribed and Paid up Capital

Authorized Capital

30,000,000 ordinary shares of Tk.10 each

Issued, subscribed and paid up

24193122 Ordinary shares of Tk.10 each.

Adjusted from Retained Earning (Stock Dividend-2022)

Total Paid up Capital 24193122 ordinary share of tk 10 each

Amounts in Taka	
2024	2023
300,000,000	300,000,000
241,931,220	146,625,000
-	95,306,220
241,931,220	241,931,220

Shareholding Pattern

Sponsors	Number of Share	% of shareholding
1 Mrs. Rahnuma Ahsan Rep. AG Poly & Fiber Industries Ltd.	1,844,726	7.63%
2 Mr. Rushaed Ahsan Rep: AG Property Developments Ltd.	1,844,726	7.63%
3 Mr. Mirazul Ahsan Rep: AG Agro foods Ltd.	1,844,726	7.63%
4 Mr. Md. Harun Rep: AG Agro Industries Ltd. (Shareholder)	1,844,726	7.63%
5 Mrs. Nahida Sultana Rep: Thermax Melange Spinning Mills Ltd.	1,844,726	7.63%
6 Mr. Md. Asaduzzaman Rep: Thermax Spinning Mills Ltd.	1,844,726	7.63%
7 Mr. Md. Mahbubur Rahman Molla Rep: Sister Denim Composite Ltd.	1,844,726	7.63%
8 Mr. Nasrin Sultana Dina Rep: Adury Knit Composite Ltd.	1,844,726	7.63%
9 Mrs. Nawrin Sultana Adury Rep: Adury Apparels Ltd.	2,075,319	8.58%
10 Mr. Ahmed Tawfiqur Rahman Arnab Rep: Arnab Trading Ltd. (Shareholder)	1,451,588	6.00%
11 Mr. Ananta Kumar Sarker Rep: Thermax Yarn Dyeing Ltd.	1,844,726	7.63%
12 Mr. Sumon Rep: Thermax Yarn Dyed Fabrics Ltd.	1,844,726	7.63%
13 Mr. Sarkr Nesar Ahmed Rep: Sultana Filling Point Ltd. (Shareholder)	374,235	1.55%
14 M/S. Electro Venture Ltd. (Shareholder)	1,844,720	7.62%
Total Share	24,193,122	100%

5.00 Reserve and Contingency Account

Reserve for Exceptional Losses

General Reserve Fund

Profit and Loss Appropriation Account

Total

	2024	2023
5.01	106,575,867	96,575,867
5.02	16,875,000	16,875,000
5.03	46,211,686	22,687,873
	169,662,553	136,138,740

5.01 Reserve for Exceptional Losses

Opening Balance

Add : Create for current year

Closing balance

96,575,867	86,575,867
10,000,000	10,000,000
106,575,867	96,575,867

This represents profit set-aside during the year under review of net premium allowed as expenses to meet Exceptional Losses. The aforesaid set-aside of profit has been allowed as expenses by respective schedule of the Income Tax Act, 2023.

5.02 General Reserve Fund

Opening Balance

Add: Addition during the year

Less: Adjusted 70% Stock Dividend 2017

Less: Adjusted 25% Stock Dividend 2018

Less: Adjusted 15% Stock Dividend 2019

Closing balance

2024	2023
16,875,000	11,875,000
-	5,000,000
-	-
-	-
-	-
16,875,000	16,875,000



5.03 Profit and Loss Appropriation Account (Retain Earning)

Opening Balance
Net Profit Current Year
Less: General Reserve
Less: Reserve for Exceptional Losses
Less: Dividend Distributed from last Year
Closing balance

2024	2023
22,687,873	100,417,043
33,523,813	32,577,050
-	(5,000,000)
(10,000,000)	(10,000,000)
-	(95,306,220)
46,211,686	22,687,873

6.00	Class of business	Net Premium	Percentage	2024	2023
	Fire	206,670,760	40%	82,668,304	65,428,918
	Marine Cargo	158,567,906	40%	63,427,162	29,222,826
	Marine Hull	1,288,020	100%	1,288,020	5,650,465
	Motor	60,641,260	40%	24,256,504	25,875,517
	Miscellaneous	11,701,434	40%	4,680,574	7,358,927
	Total	438,869,380		176,320,564	133,536,652

7.00 Premium Deposits

Balance on this account represents premium received against cover notes for which risks had not been initiated within December 31, 2024

Closing Balance

2024	2023
10,459,499	8,919,619
10,459,499	8,919,619

8.00 Estimated Liability in Respect of Outstanding Claims Whether due or Intimated

Class of business

Fire	84,675,781	58,923,006
Marine	6,958,234	3,740,386
Motor	18,104,011	21,023,908
Miscellaneous	25,000	-
Closing balance	109,763,026	83,687,300

All the claims of which the Company received intimations within December 31, 2024 have been taken into consideration while estimating the liability in respect of outstanding Claims.

9.00 Lease Liability

Opening Balance
Additions
Interest
Repayment
Closing Balance

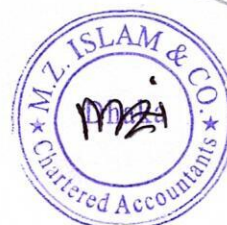
Lease liability has calculated in compliance with IFRS-16.

2024	2023
32,546,379	36,379,973
61,356,968	14,839,481
3,358,405	-
(13,753,752)	(18,673,075)
83,508,000	32,546,379

10.00 Amount due to other persons or bodies carrying on Insurance business Receivable from Shadharan Bima Corporation (SBC)

Opening Balance
Addition during the year
Less: Adjusted during the year
Closing balance

2024	2023
59,129,028	44,681,615
28,100,413	14,447,413
-	-
87,229,441	59,129,028



11.00 Sundry Creditors

This represents liabilities for certain expenses as well as other finance, which are made up as follows:

	2024	2023
Audit fees payable	1,057,500	700,000
VAT on Insurance Premium Payable	4,068,209	4,880,346
TDS Payable	388,768	1,246,799
VDS Payable	411,093	347,064
Other payable - Gratuity, WPPF and others	5,703,624	-
Car instalment received	14,704,813	13,075,696
Closing balance	26,334,007	20,249,905

12.00 Provision for Deffered Tax (IAS-12)

Accounting Base Written Down Value

Tax Base Written Down Value

Temporary Diference

Tax Rate

Deferred Tax (Assets)/ Liability

	2024	2023
Accounting Base Written Down Value	116,204,176	87,450,576
Tax Base Written Down Value	(111,499,323)	(81,491,046)
Temporary Diference	4,704,853	5,959,530
Tax Rate	40%	40%
Deferred Tax (Assets)/ Liability	1,881,941	2,383,812

(b) Deferred Tax Expense/(Income)
Opening Deferred Tax Liability/ (Assets)

Closing Deferred Tax Liability

Deferred Tax (Income)/ Expenses

	2024	2023
Opening Deferred Tax Liability/ (Assets)	2,383,812	1,853,455
Closing Deferred Tax Liability	1,881,941	2,383,812
Deferred Tax (Income)/ Expenses	(501,871)	530,357

13.00 Provision for Income Tax

Opening Balance

Less: Adjustment

Add : Provision made during the year

Closing balance
13.02

	2024	2023
Opening Balance	127,458,615	113,298,308
Less: Adjustment	-	-
Add : Provision made during the year	14,095,015	14,160,307
Closing balance	141,553,630	127,458,615

13.01 Classification of Income

Income from Business or profession

Interest Income from FDR Accounts

STD Accounts

Interest Income from BGTB

Other Income

Gain on sales of Fixed assets

Total Income

	2024	2023
Income from Business or profession	29,011,559	30,389,886
Interest Income from FDR Accounts	15,086,947	14,270,577
STD Accounts	452,123	352,123
Interest Income from BGTB	1,879,420	1,233,520
Other Income	-	8,127
Gain on sales of Fixed assets	686,909	1,013,481
Total Income	47,116,957	47,267,714

13.02 Provision for Income Tax (current year)

Net Profit as per statement of profit or loss and other comprehensive income

Less: Reserve for exceptional losses

Less: Tax free Interest (BGTB)

Less: Gain on sales of Fixed assets

Taxable Income

40% Tax on taxable Income

15% Gain on sales of Fixed Assets

Total
5.01

	2024	2023
Net Profit as per statement of profit or loss and other comprehensive income	47,116,957	47,267,714
Less: Reserve for exceptional losses	(10,000,000)	(10,000,000)
Less: Tax free Interest (BGTB)	(1,879,420)	(1,233,520)
Less: Gain on sales of Fixed assets	-	(1,013,481)
Taxable Income	35,237,537	35,020,713
40% Tax on taxable Income	14,095,015	14,008,285
15% Gain on sales of Fixed Assets	-	152,022
Total	14,095,015	14,160,307



14.00 Investment

The amount Tk. 40,000,000 statutory deposit with Bangladesh Bank as required under Sec.7(1) of the Insurance Act, 1938 as amended 2010.

5 Years Bangladesh Govt. Treasury Bond @ 6.44%
5 Years Bangladesh Govt. Treasury Bond @ 4.25%
5 Years Bangladesh Govt. Treasury Bond @ 8.10%
5 Years Bangladesh Govt. Treasury Bond @ 3.88%
15 Years Bangladesh Govt. Treasury Bond @ 12.15%

2024	2023
5,300,000	5,300,000
10,600,000	10,600,000
2,100,000	2,100,000
7,000,000	7,000,000
15,000,000	-
40,000,000	25,000,000

15.00 Interest Accrued but not Received

a) On Fixed Deposit with different banks
b) 5 years Bangladesh Govt. Treasury Bond
Closing balance

15.01	15,070,890	9,138,859
15.02	497,838	471,762
	15,568,728	9,610,621

15.01 Accrued Interest on FDR

Opening Balance
Add: Current Year Accrued
Less: Last Year Balance
Closing Balance

2024	2023
9,138,859	9,970,198
15,070,890	9,138,859
(9,138,859)	(9,970,198)
15,070,890	9,138,859

15.02 Accrued Interest on BGTB

Opening Balance
Add: Current Year Accrued
Less: Last Year Balance
Closing Balance

2024	2023
471,762	471,761
497,837	471,762
(471,761)	(471,761)
497,838	471,762

16.00 Amount due from other persons or bodies carrying on Insurance business

Receivable from Shadharan Bima Corporation (SBC)
Opening Balance
Add: Addition during the year
Less: Adjusted during the year
Closing balance

2024	2023
37,968,619	26,263,697
20,822,699	11,704,922
-	-
58,791,318	37,968,619

17.00 Sundry Debtors (including advances, deposits and pre-payments) :

Advance against salary
Adjustment of (ROU)
Advance office rent
Advance Source Tax on FDR, SND and Car tax token fi
Security Deposit (Office rent)
Advance against Office Maintenance
Advance against Agency Commission
IPO Purpose Advance paid
Advance Income Tax
Security Deposit (Telephone)
Advance Against Printing
Advance Air Condition
Closing balance

2024	2023
1,791,141	637,846
-	2,816,613
14,673,760	15,912,291
17.01 16,502,347	11,791,910
2,854,608	1,564,608
40,000	-
116,111,401	77,983,910
700,000	300,000
17.02 162,272,511	151,492,506
31,000	31,000
700,000	900,000
482,643	-
316,159,411	263,430,684
137,384,553	100,146,268



17.01 Advance(source) Income Tax

Corporate Advance Tax opening
Advance Tax deduction at Source FDR
Advance Tax deduction at Source STD
Advance Tax deduction at Source NIB
Advance Tax deduction at Source Car Registration
Advance Tax deduction at Source Trade License

2024	2023
11,791,910	8,288,722
3,509,858	2,953,146
25,784	68,041
19,796	61,676
1,155,000	400,325
-	20,000
16,502,347	11,791,910
16,502,347	11,791,910

Total Advance Income Tax
17.02 Advance Income Tax

Corporate Advance Tax opening
Advance Tax paid during the year
Adjusted (IT Clearance Income Year-2006, 2008, 2009, 2017, 2018 & 2019)

2024	2023
151,492,506	100,726,276
10,780,005	50,766,230
-	-
162,272,511	151,492,506

Total
18.00 Cash and Cash Equivalent

Fixed Deposit Receipt
Cash at Bank
Cash in Hand

18.01
18.02

2024	2023
279,900,000	306,150,000
76,198,735	51,466,919
461,873	125,796
356,560,608	357,742,715

Total
18.01 Fixed Deposit Receipt (Term Deposit)

AB Bank PLC
Al Arafa Islami Bank PLC
Agrani Bank PLC
The City Bank PLC
Bank Asia PLC
Community Bank PLC
IFIC Bank PLC
Dhaka Bank PLC
Bangladesh Commerce Bank PLC
Commercial Bank of Ceylon
Padma Bank PLC
Prime Bank PLC
Exim Bank PLC
Rajshahi Krishi Unnayan Bank
First Security Islami Bank PLC
Islami Bank Bd Ltd
Jamuna Bank Ltd
Marcentile Bank Ltd
Mutual Trust Bank Ltd
National Bank Ltd.
NRB Bank Limited
NRB Global Bank Limited
NRB Commercial Bank Limited
One Bank Ltd
Premier Bank Ltd.
Trust Bank Ltd
Social Islami Bank Ltd.

2024	2023
1,900,000	900,000
15,700,000	18,600,000
2,500,000	2,500,000
900,000	1,900,000
22,900,000	23,400,000
1,000,000	1,000,000
1,000,000	1,000,000
28,800,000	33,300,000
3,000,000	2,000,000
-	1,000,000
2,000,000	2,000,000
1,000,000	1,000,000
9,000,000	10,000,000
900,000	900,000
5,000,000	6,000,000
27,800,000	12,800,000
13,600,000	13,000,000
17,800,000	26,700,000
11,500,000	22,000,000
5,000,000	4,000,000
7,400,000	6,400,000
4,000,000	7,000,000
15,400,000	17,900,000
5,000,000	5,000,000
5,400,000	3,900,000
3,500,000	4,000,000
14,800,000	13,800,000

Southeast Bank Ltd.
South Bangla Agriculture Bank Ltd
Shajalal Islami Bank Ltd.
Standard Bank Ltd.
Union Bank Limited
United Commercial Bank Limited
Basic Bank Ltd.
National Credit & Commerce Bank Ltd.
Bangladesh Krishi Bank
Uttara Bank Ltd.
Meghna Bank Ltd.
Pubali Bank Ltd.
Rupali Bank Ltd.
FDR with Schedule Banks
IPDC
Langka Bangla Finance Ltd.
NBFI
Corporate Money Maker Scheme (CMM)
Grand Total

1,500,000	1,000,000
11,900,000	11,900,000
-	1,000,000
5,000,000	4,000,000
2,900,000	2,900,000
9,000,000	14,900,000
4,000,000	5,000,000.00
6,000,000	6,000,000.00
1,900,000.00	1,900,000.00
900,000.00	900,000.00
2,000,000.00	2,000,000.00
1,000,000.00	-
2,000,000.00	-
274,900,000	293,500,000
1,000,000	1,000,000
4,000,000	4,000,000
5,000,000	5,000,000
-	7,650,000
279,900,000	306,150,000

18.02 Cash at Bank (Current & SND A/C)

Mercantile Bank Ltd. Bijoy Nagar, CD
Mercantile Bank Ltd. , Uttara
Mercantile Bank Ltd. , Agrabad
Mercantile Bank Ltd. , Bogura
Mercantile Bank Ltd. , Gazipur
Mercantile Bank Ltd. , Motijheel
Mercantile Bank Ltd. , Kushtia, Gangni
Mercantile Bank Ltd. , Jashore
Mercantile Bank Ltd. , Bijoy Nagar, Kakrail
Mercantile Bank Ltd. , Bijoy Nagar, Motijheel
Mercantile Bank Ltd. , Bijoy Nagar, Nawabpur
Mercantile Bank Ltd. , Bijoy Nagar, Rajuk
Mercantile Bank Ltd. , Bijoy Nagar, VIP
Mercantile Bank Ltd. , Main Br., Jatrabari
Mercantile Bank Ltd. , Bijoy Nagar, Chankharpool
Mercantile Bank Ltd. , Motijheel, Arambag
Mercantile Bank Ltd. , Narayanganj
Mercantile Bank Ltd. , Chowmohony
Mercantile Bank Ltd. , Mymensingh
Mercantile Bank Ltd. , Bijoy Nagar, Shahjahanpur
Mercantile Bank Ltd. , Kawranbazar
Mercantile Bank Ltd. , Naogaon
Mercantile Bank Ltd. , Khatungonj
Mercantile Bank Ltd. , Kushtia, Kushtia
Mercantile Bank Ltd. , Dinajpur
IFC Bank Ltd. CD
NCC Bank Ltd. CD
Mercantile Bank Securities Ltd.

2024	2023
5,678,460	683,932
943	3,390
10,160	18,580
5,165	1,000
212	1,000
1,000	1,000
158	1,000
345	1,500
223	-
1,175	-
196	-
10,098	-
11,957	-
206	-
370	-
758	-
815	-
626	-
165	-
208	-
656	-
1,420	-
2,815	-
269	-
2,000	-
14,514	14,514
14,609	14,609
500	500

Sonali Bank Ltd.
Janata Bank Ltd.
NCC Bank Ltd. Bhaban Br. STD A/C ...213
NCC Bank Ltd. STD
Mercantile Bank Ltd. STD
NRB Commercial Bank Ltd. STD
South Bangla Agriculture & Commerce Bank Ltd. STD
IFIC Bank Ltd. STD
United Commercial Bank Ltd. STD

547,189	204,286
269,466	409,982
-	40,406
25,125,314	17,291,893
23,096,706	19,971,169
(2,789,096)	650,988
24,216	133,587
24,027,951	11,774,820
136,963	247,763
76,198,735	51,466,919

19.00 Fixed Assets

A. Cost Price

Cost of Fixed Assets (Opening Balance)

Add : Addition during the year

Less: Adjustment / Disposal during the year

Cost of Fixed Assets (Closing Balance)

2024	2023
135,137,628	127,347,963
48,313,429	13,179,665
-	(5,390,000)
183,451,057	135,137,628

B. Accumulated Depreciation :

Accumulated Depreciation (Opening Balance)

Add : Depreciation during the year

Less : Disposal /Adjustment during the year

Accumulated Depreciation (Closing Balance)

Written Down Value (A-B)

47,334,775	39,692,934
19,442,262	12,700,322
-	(5,058,481)
66,777,037	47,334,775
116,674,020	87,802,853

Details presented in Annexure "A"

20.00 Right of Use (RoU) Assets

Opening Balance

Addition during the year

Amortisation of RoU Assets

Written Down Value

2024	2023
29,729,767	33,563,361
61,356,968	14,839,481
(11,766,771)	(18,673,075)
79,319,964	29,729,767

All rented properties which are eligible for lease calculation as per IFRS-16 are included in RoU assets as per rental deed and ammortisation of use assets has charged accordingly.

21.00 Land on Uttara Model Town

During the year 2011, RAJUK allotted a 15 khata plot of land in favor of South Asia Insurance Company Limited in the project of Uttara Model Town(3rd phase) Sector #07, Road # 02, Uttara, Dhaka. After measuring as per RAJUK letter no Rajuk/Attached & land-2(uttara)3rd phase/3081 date"-26/08/15 they allotted to Company total 12 khata.

Opening Balance

Addition during the year

Total

2024	2023
33,240,000	33,240,000
30,000,000	-
63,240,000	33,240,000

22.00 Stock of Printing, Stationery and Stamps

Printing and Stationery in hand

Stamps in hand

Total

2024	2023
1,823,484	1,399,366
506,346	56,645
2,329,830	1,456,011



23.00 Investment & Other Income

Interest Income
Revenue from sale of fixed assets
Revenue from sale of Misc.
Others
Total

	2024	2023
23.01	17,418,489	15,856,220
23.02	-	101,747
23.03	686,909	911,734
	-	8,127
	18,105,398	16,877,828

23.01 Interest Income:

Interest on FDR
Interest on STD
Interest on BGTB
Total interest income

	2024	2023
	15,086,947	14,270,577
	452,123	352,123
	1,879,420	1,233,520
	17,418,489	15,856,220

23.02 Revenue from sale of fixed assets

Cost value of Motor Vehicles
Less- Accumulated Depreciation
Written down Value (Cost value-Accumulated depreciation)
Sale price of Motor Vehicles
Gain on sales of Fixed assets

	2024	2023
	-	430,000
	-	427,747
	-	2,253
	-	104,000
	-	101,747

23.03 Revenue from sale of Misc.

Sale price of Fixed Assets-wastage furniture
Service Charge on Co-Insurance
Sale price of Paper
Service Charge on Refund
Gain on sales of Fixed assets

674,500	4,960,000
11,959	4,630,734
350	329,266
100	1,241,000
686,909	911,734

24.00 Earning per share

Earning after Tax
No. of Shares
Earning per share (EPS)

	2024	2023
	33,523,813	32,577,050
	24,193,122	24,193,122
	1.39	1.35

25.00 Net Operating Cash Flows Per Share

Net Cash Flows from operating Activities
No. of Shares
Net Operating Cash Flows Per Share (NOCFPS)

	2024	2023
	101,851,719	(13,065,175)
	24,193,122	24,193,122
	4.21	(0.54)

26.00 Net Asset Value

A. Assets
Investments at Cost
Interest Accrued but not received
Amount due from other persons or-bodies carrying on insurance business
Sundry Debtors
Cash and Cash Equivalent
Fixed Assets
Right of Use Assets
Purchase Land on Uttara Model Town
Stock of Printing, Stationery and Stamps
Total Assets

	2024	2023
	40,000,000	25,000,000
	15,568,728	9,610,621
	58,791,318	37,968,619
	316,159,411	263,430,684
	356,560,608	357,742,715
	116,674,020	87,802,853
	79,319,964	29,729,767
	63,240,000	33,240,000
	2,329,830	1,456,011
	1,048,643,879	845,981,270



B. Liabilities

Balance of Funds and Accounts	176,320,564	133,536,653
Premium Deposits	10,459,499	8,919,619
Estimated liability in respect of outstanding claims whether due or intimated	109,763,026	83,687,300
Amount due to other persons or-bodies carrying on insurance business	87,229,441	59,129,028
Lease Liability	83,508,000	32,546,379
Sundry Creditors	26,334,007	20,249,905
Deferred Tax Liability	1,881,941	2,383,812
Provision for Income Tax	141,553,630	127,458,615
Total Liabilities	637,050,108	467,911,311
Net Assets (A-B)	411,593,771	378,069,959
Number of Shares Outstanding During the Year 2022	24,193,122	24,193,122
Net Asset Value Per Share	17.01	15.63

27.00 Cash flow from Operating Activities
Collections from Premium, other income and receipts

	2024	2023
Gross Premium (Combined Revenue Acs.)	707,584,569	648,331,143
Commission on R/I ceded (Combined Revenue Acs.)	41,770,484	69,245,077
Other Income (P/L)	-	8,127
Interest Income (P/L Acs.)	17,430,448	15,856,220
Increase in Accrued Interest (Balance Sheet)	(5,958,107)	831,338
Increase of Sundry Debtors (Balance Sheet)	(37,238,285)	(29,527,279)
Deposit Premium (Balance Sheet)	1,539,880	(20,132)
Co-insurance Receivable (Balance Sheet)	(20,822,699)	(11,704,922)
Co-insurance payable (Balance Sheet)	28,100,413	14,447,413
Sundry Creditors (Balance Sheet)	6,084,102	(1,460,891)
	738,490,805	706,006,094

Management Expenses, Re-Insurance, Claims and Others

Mgt. Expenses of Revenue Accounts	(206,434,559)	(194,078,688)
Mgt. Expenses of P/L Acs. (Less Depreciation)	(9,574,184)	(7,564,717)
Insurance Stamp Used	(8,831,353)	(7,725,824)
Commission Paid	(90,588,011)	(81,680,081)
Re-insurance ceded	(268,715,189)	(322,965,211)
Claims Paid less Re-insurance	(32,773,123)	(50,855,237)
Stock of Printing, Stationery and Stamps	(873,819)	67,907
	(617,790,238)	(664,801,851)

28.00 Income Tax Paid
Closing Balance

Advance Income Tax	(162,272,511)	(151,492,506)
Source Tax on FDR, SND and Car tax token fitness	(16,502,347)	(11,791,910)
Opening Balance		
Advance Income Tax	151,492,506	122,385,528
Source Tax on FDR, SND and Car tax token fitness	11,791,910	12,787,161
	(136,002,064)	(28,111,727)

29.00 Employees Details

During the Year 2024 total 425 persons are employed. Among them 305 employees are full-time and no employees are on contractual basis. Information of the employees is given below:

	2024	2023
No. of employee's received salary more than TK. 8,000/= per month	425	380
No. of employee's received salary less than TK. 8,000/= per month	Nil	Nil
No. part time employee's received salary less than TK. 8,000/= per month	Nil	Nil



30.00 Related Party Disclosures

South Asia Insurance Company Ltd., in normal course of business, carried out of number of transactions with related parties (common directors) as per IAS 24: Related Party Disclosures. All transactions involving related parties arising in normal course of business are conducted on an arm's length basis at commercial rates on the same terms and conditions as applicable to the third parties.

Details of transaction with related parties and balances with them were as follows:

Name of the party	Nature of the Relationship	Transaction during the year	Outstanding Balance	Provision for bad debt for outstanding balance	Bad Debt Expenses Recognised during the year
Adury Knit Composite Ltd.	Significant Shareholder	1,03,071	-	-	-
Sister Denim Composit Ltd.	Significant Shareholder	8,18,728	-	-	-
AG Agro Industries Ltd.	Significant Shareholder	79,362	-	-	-
AG Agro Foods Ltd.	Significant Shareholder	2,13,952	-	-	-

31.00 Key Management Personal Compension

The compension of key management personnel of South Asia Insurance Company Limited were as follows:

SL. No	Name of Employee	Short Term Employee Benefit	Post Employment Benefits	Other Long Term Benefits	Retirement/ Termination Benefits	Share Based Benefits
1	Chief Executive Officer	Salary TK. 33,00,000/- Bonus Tk.3,30,000/-	-	Group Insurance	-	-

2	Company Deputy Secretary	Salary TK. 6,96,000/- Bonus Tk.69,690/-	-	Group Insurance	-	-
3	Chief Financial Officer (CFO)	Salary TK. 13,59,552/- Bonus Tk.1,50,296/-	-	Group Insurance	-	-
4	In Charge- Underwriting	Salary TK. 7,11,720/- Bonus Tk.82,194/-	-	Group Insurance	-	-
5	In Charge-Claim	Salary TK. 6,00,000/- Bonus Tk.56,400/-	-	Group Insurance	-	-



South Asia Insurance Company Limited

Schedule of Fixed Assets

As at December 31, 2024

Annexure "A"

A. Tangible Assets

Particulars	Cost			Rate	Depreciation				Written down value 31-12-2023
	Opening Balance	Addition during the year	Adjustment/ Disposal during the year		Balance as on December 31, 2024	Charged during the year	Adjustment/ Disposal during the year	Closing Balance	
Furniture and Fixture	6,301,722	951,100	-	10%	7,252,822	514,639	-	2,130,705	4,685,656
Office Decoration	47,061,613	3,604,397	-	10%	50,666,010	3,750,951	-	14,766,939	36,045,625
Office Equipment	2,753,375	439,476	-	15%	3,192,851	244,015	-	1,675,456	1,321,934
Computer with Printer	6,336,433	1,619,490	-	20%	7,955,923	936,693	-	3,655,133	3,617,993
Motor Vehicles	59,741,559	41,115,000	-	20%	100,856,559	12,679,554	-	38,426,625	33,994,488
Telephone Installation	366,641	-	-	15%	366,641	35,759	-	164,008	238,392
Sundry Assets	87,975	-	-	20%	87,975	1,638	-	81,423	8,190
Crockeries and Cutleries	44,127	-	-	20%	44,127	3,808	-	28,897	19,038
Electric Equipment	1,858,202	89,450	-	15%	1,947,652	134,302	-	1,142,552	849,952
Sign Board	66,570	212,670	-	25%	279,240	45,979	-	71,199	41,350
Air Condition	9,842,911	71,846	-	15%	9,914,757	1,002,491	-	4,217,444	6,627,958
Sub-Total	134,461,128	48,103,429	-		182,564,557	19,349,829	-	66,360,381	87,450,576

B. Intangible Assets

Particulars	Cost			Rate	Amortization				Written down value 31-12-2023
	Opening Balance	Addition during the year	Adjustment/ Disposal during the year		Balance as on December 31, 2024	Charged during the year	Adjustment/ Disposal during the year	Closing Balance	
Software	676,500	210,000	-	20%	886,500	92,433	-	416,656	352,277
Sub-Total	676,500	210,000	-		886,500	92,433	-	416,656	352,277
Total (A+B)	135,137,628	48,313,429	-	-	183,451,057	19,442,262	-	66,777,037	87,802,853
C. Lease (IFRS-16)									
Right of Use Assets	58,211,854	61,356,968	-	-	119,568,822	11,766,771	-	21,575,782	29,729,768
Total (A+B+C)	193,349,482	109,670,397	-	-	303,019,879	31,209,033	-	88,352,819	117,532,621

South Asia Insurance Company Limited

Statement Showing the details of Class wise Premium Income, Re-Insurance Accepted and Ceded, Commission Paid and Earned, Claim Paid, Recovered and Recoverable

For the period ended 31st December- 2024

Premium Income								Total -2024	2023
Particulars	Fire	Marine			Motor	Misc.			
		Cargo	Hull	Total					
Premium Income (Own)	326,446,734	203,929,892	1,248,380	205,178,272	60,981,325	11,313,739		544,533,861	
Premium Income (PSB)	29,138,533	20,178,271	1,613,966	21,792,237	2,348,801	50,384,928		103,797,282	
Total Premium Income	355,585,267	224,108,163	2,862,346	226,970,509	63,330,126	61,698,667		648,331,143	
Balance as on December 31, 2024	121,290,372	50,200,284	-	50,200,284	2,688,866	988,487		229,735,350	
Re-Insurance Ceded (PSB)	27,624,135	15,339,973	1,574,326	16,914,299	-	49,008,746		93,229,861	
Total Ceded	148,914,507	65,540,257	1,574,326	67,114,583	2,688,866	49,997,233		322,965,211	
Net Premium Income	206,670,760	158,567,906	1,288,020	159,855,926	60,641,260	11,701,434		325,365,932	

Class wise commission

Class wise commission								
Particulars	Fire	Marine			Motor	Misc.	Total	2023
		Cargo	Hull	Total				
Commission Earned on R/I Ceded (Own)	19,406,460	8,032,045	-	8,032,045	430,219	158,158	28,026,882	40,987,983
Profit Commission on R/I	1,609,305	1,732,522	-	1,732,522	-	-	3,341,827	18,183,975
Commission Earned on R/I Ceded (PSB)	2,906,901	3,067,994	86,589	3,154,583	-	4,340,291	10,401,775	10,073,119
Total Commission Earned	23,922,666	12,832,561	86,589	12,919,150	430,219	4,498,449	41,770,484	69,245,077

Particulars	Fire	Marine			Motor	Misc.	Total	2023
		Cargo	Hull	Total				
Reserve for Unexpired Risk Current Year	82,668,304	63,427,162	1,288,020	64,715,182	24,256,504	4,680,574	176,320,564	133,536,653
Reserve for Unexpired Risk Previous Year	65,428,918	29,222,826	5,650,465	34,873,291	25,875,517	7,358,927	133,536,653	153,399,863
Total Agent Commission	48,967,010	30,589,484	187,257	30,776,741	9,147,199	1,697,061	90,588,011	81,680,081
Insurance Stamp Used	8,741,576	-	-	-	68,053	21,724	8,831,353	7,725,824
Total Management Expenses	111,587,428	69,708,194	426,727	70,134,921	20,844,899	3,867,311	206,434,559	194,078,687



Class wise claim

Particulars	Fire	Marine			Motor	Misc.	Total	2023
		Cargo	Hull	Total				
Claim Paid (Own business)	13,822,001	9,536,731	-	9,536,731	7,999,361	-	31,358,093	49,727,426
Claim Paid/Adjusted (PSB business)	125,896	1,773,605	4,418,871	6,192,476	130,372	5,384,005	11,832,749	30,049,294
Total Claim Paid	13,947,897	11,310,336	4,418,871	15,729,207	8,129,733	5,384,005	43,190,842	79,776,720
Claim Recovered on R/I (OWN)	(5,333,212)	-	-	-	-	-	(5,333,212)	-
Claim Recovered on R/I (PSB)	(295,028)	(393,399)	(4,396,080)	(4,789,479)	-	-	(5,084,507)	(28,921,483)
Net Claim Paid	8,319,657	10,916,937	22,791	10,939,728	8,129,733	5,384,005	32,773,123	50,855,237
Outstanding Claim Previous year	58,923,006	3,740,386	-	3,740,386	21,023,908	-	83,687,300	54,207,835
Outstanding Claim Current year	84,675,781	6,958,234	-	6,958,234	18,104,011	25,000	109,763,026	83,687,300
Net Claim	34,072,432	14,134,785	22,791	14,157,576	5,209,836	5,409,005	58,848,849	80,334,702
Revenue Income	9,985,594	22,763,668	5,100,279	27,863,947	27,420,505	7,883,135	73,153,181	50,654,925
	3,113,934	18,470,971	5,074,001	23,544,972	26,136,856	7,644,982	60,440,744	



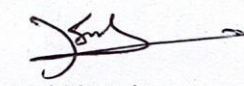
South Asia Insurance Company Limited
Classified Summary of Assets
As at December 31, 2024
Form-AA

Sl. No.	Particulars	Book Value (Amount in BDT)	
		31.12.2024	31.12.2023
A.	NON CURRENT ASSETS		
i)	Fixed Assets	116,674,020	87,802,853
ii)	Right of Use Assets	79,319,964	29,729,767
iii)	Investment		
a.	5 Years BGTB Bond.	40,000,000	25,000,000
	Sub Total	40,000,000	25,000,000
	Total Non Current Assets	235,993,984	142,532,620
B.	CURRENT ASSETS		
a.	Cash on Fixed Deposits Receipts (FDR)	279,900,000	306,150,000
b.	Cash on Term Deposits with Bank	76,198,735	51,466,919
c.	Cash in Hand	461,873	125,796
d.	Land on Uttara Model Town	63,240,000	33,240,000
e.	Interest Accured	15,568,728	9,610,621
f.	Sundry Debtors	316,159,411	263,430,684
g.	Amount due from other person or bodies on insurance business	58,791,318	37,968,619
h.	Stock of printing Stationeries in hand	1,823,484	1,399,366
i.	Stamps in hand	506,346	56,646
	Total Current Assets: B	812,649,896	703,448,651
	Total Assets (A+B)	1,048,643,879	845,981,271

Muhammad Nurul Alam Chowdhury
CEO

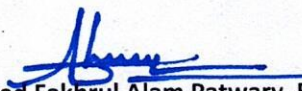
Rahimuna Khan
Director


Director


Nahida Sultana
Chairman

Date: 28.05.2025

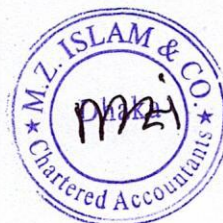



Mohammad Fakhru Alam Patwary, FCA
ICAB Enrolment No. 1249
Managing Partner
M. Z. Islam & Co.
Chartered Accountants

DVC: 2505281249AS568662

South Asia Insurance Company Limited
Statement of Management Expenses
For the Year ended December 31 2024

Sl. No	Head of Expenses	Total as on 31-12-2024	Total as on 31-12-2023
01	Salary and allowance/Wages	127,171,062	126,821,954
02	Festival Bonus/Performance	12,168,065	12,422,208
03	Conveyance and Travelling	2,310,733	2,022,157
04	Service Charge (Office & Service)	401,445	464,372
05	Travelling/TA/DA	162,046	272,434
06	Office Rent	27,454,635	26,756,193
07	Gas Water Electricity	3,836,637	3,514,003
11	Office Maintenance	1,246,664	928,467
12	Car Repair and Maintenance/ Allowance	1,862,070	482,533
13	Car Fuel and Lubricants	687,530	150,629
14	Staff tea and Refreshment	1,339,428	1,500,877
15	Entertainment	759,430	310,289
16	Meeting Expenses	98,687	101,017
17	Rates Taxes and Levies	6,108	10,806
18	Bank Charge and Commission	428,648	471,853
19	Postage and Stamp	713,190	309,164
20	Printing	5,249,804	2,801,188
21	Stationery	1,343,223	1,662,628
22	Papers and Periodicals	79,625	69,587
23	Internet bill and ICT Exp.	409,511	347,334
24	Photocopy and Tonner	-	13,189
25	Telephone Bill (Office)	175,251	210,554
26	Telephone Bill (Residence)	1,500	4,500
27	Mobile Bill	1,883,303	1,890,561
28	Insurance Premium-refund	982,265	240,619
29	Service Charge (Co-Insurance)	47,595	129,869
30	Crockery's and Cutleries	-	22,530
31	PF Company's Contribution	5,601,352	20,000
32	Branch Manager/Co-ordination	-	56,063
33	Excise Duty	594,450	577,000
34	Repair & Maintenance	636,999	422,885
36	Misc. Expenses	-	56,800
37	Postage and Stamp	-	249,981
38	ICT Expenses	538,779	667,768
39	Security Service	161,700	37,400
40	Garage Rent	24,000	6,000
41	Picnic/Get together	-	250,000
42	Management Expenses(PSB)	7,823,724	7,803,276
43	Business Development Expenses	25,500	-
44	Misc./Office Cleaning and up-keep	180,600	-
45	Charge Allowance	29,000	-
A. Sub Total		206,434,559	194,078,688



46	Advertisement	302,164	112,000
47	Director's Fees	720,000	537,600
48	Meeting Expenses/Conference	20,920	13,387
49	Donation and Subscription	15,000	445,178
50	Annual Subscriptiop to BIA	100,000	100,000
51	Levy on Premium to BIA	100,000	100,000
52	Bima Dibash/Bima Mela	153,490	109,400
53	Audit Fees	650,000	575,000
54	Legal and Professional Fees	107,500	45,833
55	Training Fee	13,500	54,400
56	Interest on Lease Finance	-	453,143
57	Registration and Renewal Exp.	760,770	899,190
58	Branch License Fee	517,500	345,000
59	Agent License Fee	-	38,300
60	Trade License Fee	55,985	61,690
61	Credit Rating Fee	188,125	161,250
62	IDRA Publicity & Dev. Fund	-	285,000
63	Penalty	-	300,000
64	WPPF	2,243,665	-
65	RJSC Fee/ISO	130,000	348,402
66	UMP Data Charges	434,780	538,658
67	Group Insurance Premium	173,380	2,041,286
68	Depreciation	31,209,033	12,700,322
69	Registration & Renewal Exp. (Car)	745,946	-
70	Gratuity Expenses	2,141,460	-
	B. Sub Total	40,783,217	20,265,039
	Total Expenses	247,217,776	214,343,727

Management/ Business Exp. Of PSB

Sl. No.	Particulars	Total as on 31-12-2024	Total as on 31-12-2023
01	Fire	2,198,478	1,147,883.00
02	Marine Cargo	1,523,550	2,000,205.00
03	Marine Hull	121,846	684,617.00
04	Motor	177,313	181,410.00
05	Misc.	3,802,538	3,789,161.00
	Sub Total	7,823,724	7,803,276

