PRIVATE AND CONFIDENTIAL

CONTINENTAL INSURANCE LIMITED.

Ideal Trade Centre, 102 Shaheed Tajuddin Ahmed Ave, D
– 1208

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Financial Statements & Auditor's Rep

G. KIBRIA & CO.
CHARTERED ACCOUNTANTS

Head Office :
SADHARAN BIMA SADAN (5TH FLOOR)
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Independent Auditor's Report

To the Shareholders of Continental Insurance Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Continental Insurance Limited (the Company), which comprise the Statement of Financial Position as at 31 December 2019, the Statement of profit or loss and other Comprehensive Income, Profit or Loss Appropriation, Consolidated & Specific Class of Business Revenue Accounts, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the company as at 31 December 2019, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter	How our audit addressed the key audit matters
PREMIUM INCOME	
Premium income is the most significant item in the statement of profit and loss & profit and loss appropriation account. The Company has reported gross premium of Taka 524,141,174 for the ended 31 December 2019 (Taka 617,861,368 for the year ended 31 December 2018). Gross general insurance premium comprises the total premium received during the accounting period for the entire period of coverage for which insurance policy has been issued by contracts with Continental Insurance Limited. Given the important nature, connections to other items on the financial statements, the sensitivity of the item and the importance to key stakeholder's of the Company, we believe this area possess high level of risk.	The procedures that were performed in order to mitigate this risk are listed below: ► Carried out analytical procedures and recalculated premium for the period. ► Carried out cut-off testing to ensure unearned premium income has not been included in the premium income reported in the year. ► 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. ► Tested on a sample basis that the premium has been deposited in the designated bank account. For each sample, we also tested whether appropriate VAT was collected and deposited to bank. ► For a sample of insurance contracts, tested to see if appropriate levels of re-insurance was done and whether the re-insurance was deducted from the gross premium. ► Applying judgment, assessed whether there is any impairment of the re-insurer. ► Assessed the appropriateness, presentation and disclosure against relevant accounting standards, Insurance Act 1938 (as amended in 2010), Insurance Rules 1958 and other applicable rules and regulations and regulatory guidelines.
Details of Premium Income have been included in Annexure-Cto the financial statements.	

Key Audit Matter	How our audit addressed the key audit matters
ESTIMATED LIABILITY IN RESPECT OF OUTSTANDING CLIAMS WHETHER DUE OR INTIMATED ANS CLAIM PAYMENT	

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

Audit Ref# GKC/20-21/A/005

This amount represents the claim due or intimated from the insured and involves significant judgment and risk of understatement. As at December 31, 2019, the reported balance under the head of estimated liability in respect of outstanding claims whether due or intimated was Taka 7,441,236 and Claims paid in the year ended December 31, 2019 was Taka 95,233,276 (outstanding claims as at December 31, 2018 was Taka 9,471,335 and claims paid for the year ended December 31, 2018 was Taka 39,831,768). This provision has a direct impact on the profitability and liquidity of the Company which makes it an important item for key stakeholders. Considering its impact on multiple line items on the financial statements, its sensitivity and importance to key stakeholders, we believe this area possesses high level of risk.	The procedures that were performed in order to mitigate this risk are listed below: ► Obtained an understanding of the internal controls around this financial statement line item. This allowed us to gain a better understanding of the process as well as design better substantive procedures. ► Obtained samples of claimed policies and cross checked with claim. ► For samples selected, obtained copies of survey reports and cross checked with respective ledgers. ► Reviewed the claim committee meeting minutes about decision about impending claims ► Tested sample of claim payments with intimation letter, survey report, bank statement, claim payment register and general ledger. ► Assessed the appropriateness, presentation and disclosure against relevant accounting standards, Insurance Act 1938 (as amended in 2010), Insurance Rules 1958 and other applicable rules and regulations and regulatory guidelines.
Details of Estimated Liability have been included in Note 7.00 to the financial statements.	
Key Audit Matter	**How our audit addressed the key audit matters**
IMPLEMENTATION OF IFRS 16 LEASES	
With reference to Note 17 and 2.18 to the financial statements, IFRS 16 Leases becomes effective for annual reporting beginning on or after 01 January 2019 which replaces the existing International Accounting Standard 17 Leases. Continental Insurance Limited has implemented the modified retrospective approach for the transition accounting. The application of the new lease standard resulted in the recognition, for the 01 January 2019 opening balance sheet, of right of use of asset and lease liability of BDT 38,817206, the impact of the adaptation of the new standard is disclosed in Note 2.18, 17 and 21.01 of the notes to the financial statements.	We obtained an understanding of the management's process for implementing IFRS 16 Leases, including nancial controls designed by the management to mitigate the risks assessed by us independently. We tested those relevant controls and adopted a control rely strategy. Furthermore, to mitigate the inherent risk in this audit area, our audit approach included testing of the controls and substantive audit procedures, including: ► Obtained and read the accounting policy for compliance with IFRS 16 Leases; ► Obtained listing of all contracts from the management and tested thecontracts on a sample basis for impact under IFRS 16 Leases. In respect of the contracts selected for testing; ► Obtained and assess the borrowing rates; ► Tested the assumptions used in the calculation model for the sample contractsselected for testing; ► Performed test of details on a sample basis on dierentcategories of lease forvaluation of the right of use of asset and lease liability; ► Assessed the disclosures within the financial statements.
Details of IFRS 16 Leases have been included in Note 2.18, 17 and 21.01 to the financial statements.	

Other Matters

The financial statements of the company for the year ended 31 December 2018 was audited by another auditor who expressed an unmodified opinion on those financial statements on 25April 2019.

Other Information

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

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

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

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

- Identify and assess the risks of material misstatement of the financial statements,whether due to fraud or error, design and perform audit procedures responsive to thoserisks, and obtain audit evidence that is sufficient and appropriate to provide a basis forour opinion. The risk of not detecting a material misstatement resulting from fraud ishigher 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 auditprocedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness ofaccounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis ofaccounting and, based on the audit evidence obtained, whether a material uncertaintyexists related to events or conditions that may cast significant doubt on the Company'sability 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 thefinancial statements or, if such disclosures are inadequate, to modify our opinion. Ourconclusions are based on the audit evidence obtained up to the date of our auditor'sreport. However, future events or conditions may cause the Company to cease tocontinue 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 underlyingtransactions and events in a manner that achieves fair presentation.

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

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

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

Report on other Legal and Regulatory Requirements

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

a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
b) In our opinion, proper books of accounts, records and other statutory books as requiredby law have been kept by the Company so far as it appeared from our examinations ofthose books;
c) The Company management has followed relevant provisions of laws and rules inmanaging the affairs of the Company and proper books of accounts, records and otherstatutory books have been properly maintained and (where applicable) proper returnsadequate for the purposes of our audit have been received from branches not visited byus;
d) As per section 63(2) of the Insurance Act 2010, in our opinion to the best of ourknowledge and belief an according to the information and explanation given to us, allexpenses of management wherever incurred and whether incurred directly or indirectly,in respect of insurance business of the company transacted in Bangladesh during theyear under report have been duly debited to the related Revenue Accounts and theStatement of Comprehensive Income of the Company;
e) We report that to the best of our information and as shown by its books, the companyduring 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 andLoss Appropriation Account, related Revenue Accounts, Statement of Changes in Equityand Statement of Cash Flows of the Company together with the annexed notes dealtwith by the report are in agreement with the books of account and returns; and
g) The expenditure was incurred for the purpose of the Company's business.

G. Kibria & Co.

Date: Dhaka, 24th June, 2020

A.K. Gulam Kibria, FCA
Engagement Partner
G. KIBRIA & CO.
Chartered Accountants

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

CONTINENTAL INSURANCE LIMITED

Statement of Financial Position
AS AT DECEMBER 31, 2019

Particulars	Notes	2019 (Taka)	2018 (Taka)
SHARE CAPITAL:			
AUTHORISED:			
60,000,000 Ordinary Shares of Tk. 10 Each	3.01	600,000,000	600,000,000
ISSUED, SUBSCRIBED AND PAID UP:			
3,81,00,102 / ordinary Shares of Tk. 10 Each	3.02	381,001,020	362,858,120
Share Premium		45,375,000	45,375,000
RESERVED OR CONTINGENCY ACCOUNT:	4.00	321,528,720	301,340,765
Profit & Loss Appropration Account		39,921,573	42,592,581
General Reserve		5,000,000	5,000,000
Share Fluctuation Fund		8,288,246	8,288,246
Reserve for exceptional losses		258,064,160	248,064,160
Reserve for Fair Value of share		(20,055,592)	(2,604,222)
Reserve on Disposal of building		30,310,334	-
BALANCE OF FUNDS & ACCOUNTS:	5.00	99,456,479	130,207,373
Fire Insurance Business Account		36,069,996	62,479,891
Marine Insurance Business Account		36,741,336	31,878,020
Motor Insurance Business Account		21,774,599	31,691,792
Misc. Insurance Business Account		4,870,549	4,157,670
DEPOSIT PREMIUM	6.00	1,642,057	2,613,570
LIABILITY & PROVISIONS:		9,364,091	13,622,424
Estimated liabilities in respect of outstanding claims whether due or intimated	7.00	7,441,236	9,471,335
Amount due to other persons or bodies carrying on insurance business	8.00	1,922,855	4,151,089
SUNDRY CREDITORS	9.00	212,741,781	264,247,114
Deferred Tax	10.00	3,515,567	2,446,707
Lease Liability	17.00	23,743,267	-
	TOTAL :	1,098,367,983	1,122,711,073

Particulars	Notes	2019 (Taka)	2018 (Taka)
INVESTMENT:	11.00	57,578,714	71,033,959
Government Treasury Bond	11.01	25,558,587	25,620,483
Investment in Shares	11.02	32,020,127	45,413,476
OUTSTANDING PREMIUM	12.00	-	84,196,551
Interest, Dividend & Rent (Accrued but not due)		12,109,017	10,182,310
AMOUNT DUE FROM OTHER PERSONS OR BODIES CARRYING ON INSURANCE BUSINESS	13.00	180,223,193	165,239,039
SUNDRY DEBTORS	14.00	239,816,849	180,024,623
CASH IN HAND & BANK:	15.00	455,523,029	477,837,185
Fixed Deposit with Banks	15.01	390,000,000	370,807,325
Currents & STD Account with Banks		49,639,300	88,560,334
CASH in hand		13,543,350	17,464,676
Stamp in hand		2,340,379	1,004,850
OTHER ACCOUNTS:		153,117,181	134,197,406
Fixed Assets (at cost less Depreciation)	16.00	128,480,955	133,446,985
Right-of-Use Assets	17.00	23,743,267	-
Stock of Printing Materials at cost		892,959	750,421
	TOTAL :	1,098,367,983	1,122,711,073
Net Assets Value Per Share	22.00	19.63	18.62

The annexed notes form an integral part of these Financial Statements

Signed as per our separate report of even date.

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

A.K.M Azizur Rahman
Chairman

Imtiaz Bin Musa
Vice - Chairman

K.M. Alamgir
Director

Muhammad Nazirul Islam
Chief Executive Officer (CEO)

G. KIBRIA & CO.
Chartered Accountants

Place & Date: 24 June 2020, Dhaka, Bangladesh

CONTINENTAL INSURANCE LIMITED

Statement of Profit or Loss and Other comprehensive Income

For the year ended December 31, 2019

Particulars	Notes	2019 (Taka)	2018 (Taka)	Particulars	Notes	2019 (Taka)	2018 (Taka)
Management Expenses (Not applicable to any Fund or Account) [A]		**5,988,066**	**533,542**	**INTEREST, DIVIDEND AND RENTS** (Not applicable to any particular Fund or Account)	18.00	**75,134,051**	**28,342,734**
Advertisement & publicity		1,318,066	443,542	Interest Received	18.01	26,891,114	24,330,537
Incentive Bonus		4,500,000	-	Dividend Income	18.02	1,046,154	540,648
Employees Special benefit		170,000	90,000	Gain from share trade	18.03	881,303	1,594,678
				Gain from sale of Car sale	18.04	1,979,008	1,876,871
Depreciation/ Loss of Investment [B]		**8,520,264**	**9,774,038**	Gain from disposal of building		44,336,472	-
Other Expenses [C]		**24,399,915**	**24,869,382**	**Revenue Profit**	19.00	**52,280,964**	**98,844,535**
Directors Fee	20.00	1,272,000	821,000	Fire Reveue Account		(4,228,053)	30,208,861
Director TA		518,000	-	Marine Revenue Account		42,055,753	41,461,577
Registration & Renewal Fees		713,670	679,151	Marine Hull Revenue Account		(2,828,281)	(3,321,970)
Donation & Subscription		2,017,852	1,151,552	Motor Revenue Account		31,535,825	22,922,815
Legal & Professional Fees		425,250	247,750	Miscellaneous revenue Account		(14,254,280)	7,573,252
Rates, Taxes & Levies		562,874	118,793				
Company Contribution to P.F.		2,989,311	3,424,643				
Paid to Gratuity Fund		2,800,000	2,000,000				
Provision for Gratuity		-	1,500,000				
Interest Expenses		13,100,958	14,926,493				
Worker's Profit Participation Fund (WPPF) [D]		**-**	**4,381,443**				
Total Expense [E = A+B+C+D]		**38,908,245**	**39,558,405**				
Balance for the year carried forward to P/L Appropriation		88,506,770	87,628,864				
	TOTAL :	**127,415,015**	**127,187,269**		TOTAL :	**127,415,015**	**127,187,269**

PROFIT AND LOSS APPROPRIATION ACCOUNT

For the year ended December 31,2019

Particulars	Notes	2019 (Taka)	2018 (Taka)	Particulars	Notes	2019 (Taka)	2018 (Taka)
Reserve for exceptional losses		10,000,000	32,239,554	Balance broughtforward from last year		42,592,581	42,535,649
Provision for the Taxation	9.02	13,512,773	19,366,454	Net Profit for the year brought down		88,506,770	87,628,864
Deferred Tax	10.00	1,068,860	1,408,007				
Dividend		36,285,812	34,557,917				
Reserve from Disposal of building		30,310,334	-				
Balance available		39,921,573	42,592,581				
	TOTAL :	**131,099,351**	**130,164,513**		TOTAL :	**131,099,351**	**130,164,513**
Earnings Per Share (EPS)	2.11	**1.84**	**1.47**				

The annexd notes form an integral part of these financial statements

Signed as per our separate report of even date.

G. Kibria & Co.

A.K.M Azizur Rahman
Chairman

Imtiaz Bin Musa
Vice - Chairman

K.M. Alamgir
Director

Muhammad Nazirul Islam
Chief Executive Officer (CEO)

G. KIBRIA & CO.
Chartered Accountants

Place & Date: 24 June 2020, Dhaka, Bangladesh

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

CONTINENTAL INSURANCE LIMITED

CONSOLIDATED REVENUE ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2019

Particulars	2019 TAKA	2018 TAKA	Particulars	2019 TAKA	2018 TAKA
Claims under policy less Re-Insurance:	93,203,177	41,941,882	Balance of Account at the beginning of the year: Reserve for Unexpired Risks	130,207,373	120,518,991
Paid during the year	95,233,276	39,831,768			
Add: Total estimated liabilities in respect of outstanding claim at the end of the year	7,441,236	9,471,335	Premium Less Re-Insurance	247,724,949	322,395,536
			Commission on Re- Insurance Ceded	65,173,369	60,623,722
Less:Outstanding claim at the end of the previous year	(9,471,335)	(7,361,221)			
Expenses of Management (Note-21.00)	131,043,954	152,306,281			
Agency Commission	67,121,117	80,238,178			
Profit transfered to Profit & Loss account	**52,280,964**	**98,844,535**			
Balance of account at the end of the year as shown in the Balance Sheet	99,456,479	130,207,373			
TOTAL:	**443,105,691**	**503,538,249**	**TOTAL:**	**443,105,691**	**503,538,249**

The annexed notes form an integral part of these Financial Statements

Signed as per our separate report of even date

A.K.M Azizur Rahman
Chairman

Imtiaz Bin Musa
Vice - Chairman

K.M. Alamgir
Director

Muhammad Nazirul Islam
Chief Executive Officer (CEO)

G. Kibria & Co.

G. KIBRIA & CO.
Chartered Accountants

G. KIBRIA & CO. ★ DHAKA ★ CHARTERED ACCOUNTANTS

Place & Date: 24 June 2020, Dhaka, Bangladesh

CONTINENTAL INSURANCE LIMITED

FIRE BUSINESS REVENUE ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2019

Particulars	2019 TAKA	2018 TAKA	Particulars	2019 TAKA	2018 TAKA
Claims under policy less Re-Insurance:	68,594,743	25,579,402	Balance of Account at the beginning of the year: Reserve for Unexpired risks	62,479,891	56,446,059
Paid during the year	70,828,334	23,192,414			
Add: Total estimated liabilities in respect of outstanding claims at the end of the year whether due or intimated	2,278,765	4,512,356	Premium Less Re-Insurance	90,174,990	156,199,728
			Commission on Re- Insurance Ceded	45,236,576	40,956,498
Less:Outstanding claim at the end of the previous year	(4,512,356)	(2,125,368)			
Expenses of Management	64,407,025	88,158,893			
Agency Commission	33,047,746	47,175,238			
Profit transfered to Profit & Loss account	(4,228,053)	30,208,861			
Balance of account at the end of the year as shown in the Balance Sheet: Reserve for Unexpire risks, being 40% of the Fire premium income of the year	36,069,996	62,479,891			
TOTAL:	**197,891,457**	**253,602,285**	**TOTAL:**	**197,891,457**	**253,602,285**

The annexed notes form an integral part of these Financial Statements

Signed as per our separate report of even date

G. Kibria & Co.

A.K.M Azizur Rahman	**Imtiaz Bin Musa**	**K.M. Alamgir**	**Muhammad Nazirul Islam**	**G. KIBRIA & CO.**
Chairman	Vice - Chairman	Director	Chief Executive Officer (CEO)	Chartered Accountants

Place & Date: 24 June 2020, Dhaka, Bangladesh

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

CONTINENTAL INSURANCE LIMITED

MARINE BUSIENSS REVENUE ACCOUNT

FOR THE YEAR ENDED DECEMBER 31, 2019

Particulars	CARGO	HULL	2019 TAKA	2018 TAKA
Claims under policy less Re-Insurance:	592,557	1,332,576	1,925,133	451,064
Paid during the year	897,864	211,710	1,109,574	797,946
Add: Total estimated liabilities in respect of outstanding claim at the end of the year whether due or intimated	1,223,057	1,120,866	2,343,923	1,528,364
Less:Outstanding claim at the end of the previous year	(1,528,364)	-	(1,528,364)	(1,875,246)
Expenses of Management	31,073,419	3,726,672	34,800,091	26,455,252
Agency Commission	21,519,628	2,134,372	23,654,000	18,544,959
Profit transfered to Profit & Loss account	**42,055,753**	**(2,828,281)**	**39,227,472**	**38,139,606**
Balance of account at the end of the year as shown in the Balance Sheet: Reserve for Unexpire risks being 40% of the marine cargo premium income and 100% of the Marine Hull Premium income of the year	36,130,503	610,833	36,741,336	31,878,020
TOTAL:	131,371,860	4,976,172	136,348,032	115,468,901

Particulars	CARGO	HULL	2019 TAKA	2018 TAKA
Balance of Account at the beginning of the year: Reserve for Unexpired risks	30,131,223	1,746,797	31,878,020	28,133,025
Premium Less Re-Insurance	90,326,257	610,833	90,937,090	77,074,854
Commission on Re- Insurance Ceded	10,914,380	2,618,542	13,532,922	10,261,022
TOTAL:	131,371,860	4,976,172	136,348,032	115,468,901

The annexed notes form an integral part of these Financial Statements

Signed as per our separate report of even date

G. KIBRIA & CO. ★ DHAKA ★ CHARTERED ACCOUNTANTS

CONTINENTAL INSURANCE LIMITED

MOTOR BUSINESS REVENUE ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2019

Particulars	2019 TAKA	2018 TAKA	Particulars	2019 TAKA	2018 TAKA
Claims under policy less Re-Insurance:	**8,435,607**	**15,177,146**	Balance of Account at the beginning of the year:	31,691,792	22,033,754
Paid during the year	7,316,802	15,410,157	Reserve for Unexpired risks		
Add: Total estimated liabilities in respect of outstanding claim at the end of the year whether due or intimated	2,131,163	1,012,358	Premium Less Re-Insurance	54,436,497	79,229,479
			Commission on Re- Insurance Ceded	-	2,353,002
Less:Outstanding claim at the end of the previous year	(1,012,358)	(1,245,369)			
Expenses of Management	16,256,677	21,155,677			
Agency Commission	8,125,581	12,668,807			
Profit transfered to Profit & Loss account	**31,535,825**	**22,922,813**			
Balance of account at the end of the year as shown in the Balance Sheet:	21,774,599	31,691,792			
Reserve for Unexpire risks, being 40% of the Motor premium income of the year					
TOTAL:	**86,128,289**	**103,616,235**	TOTAL:	**86,128,289**	**103,616,235**

The annexed notes form an integral part of these Financial Statements

Signed as per our separate report of even date

G. Kibria & Co.

A.K.M Azizur Rahman
Chairman

Imtiaz Bin Musa
Vice - Chairman

K.M. Alamgir
Director

Muhammad Nazirul Islam
Chief Executive Officer (CEO)

G. KIBRIA & CO.
Chartered Accountants

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

Place & Date: 24 June 2020, Dhaka, Bangladesh

CONTINENTAL INSURANCE LIMITED

MISCELLANEOUS BUSINESS REVENUE ACCOUNT
FOR THE YEAR DECEMBER 31, 2019

Particulars	2019 TAKA	2018 TAKA	Particulars	2019 TAKA	2018 TAKA
Claims under policy less Re-Insurance:	14,247,694	734,270	Balance of Account at the beginning of the year: Reserve for Unexpired risks	4,157,670	13,906,153
Paid during the year	15,978,566	431,251			
Add: Total estimated liabilities in respect of outstanding claims at the end of the year whether due or intimated	687,385	2,418,257	Premium Less Re-Insurance	12,176,372	9,891,475
			Commission on Re- Insurance Ceded	6,403,871	7,053,200
Less:Outstanding claim at the end of the previous year	(2,418,257)	(2,115,238)			
Expenses of Management	15,580,161	16,536,460			
Agency Commission	2,293,790	1,849,176			
Profit transfered to Profit & Loss account	**(14,254,280)**	**7,573,252**			
Balance of account at the end of the year as shown in the Balance Sheet: Reserve for Unexpire risks, being 40% of the Miscellaneous premium income of the year	4,870,549	4,157,670			
TOTAL	22,737,913	30,850,828	TOTAL	22,737,913	30,850,828

The annexed notes form an integral part of these Financial Statements

Signed as per our separate report of even date

A.K.M Azizur Rahman	**Imtiaz Bin Musa**	**K.M. Alamgir**	**Muhammad Nazirul Islam**	**G. KIBRIA & CO.**
Chairman	Vice - Chairman	Director	Chief Executive Officer (CEO)	Chartered Accountants

Place & Date: 24 June 2020, Dhaka, Bangladesh

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

CONTINENTAL INSURANCE LIMITED

Statement of Cash Flow
As on December 31, 2019

	Particulars	Amount (Taka) 2019	Amount (Taka) 2018
A.	**CASH FLOW FROM OPERATING ACTIVITIES:**		
	Collection from Premium & other Income	327,937,754	399,796,739
	Management and Other Expense paid	(197,837,596)	(210,381,345)
	Claims	(93,203,177)	(41,941,882)
	Agency Commission	(67,121,117)	(80,238,178)
	Income Tax Paid or Deducted	(17,566,217)	(16,380,858)
	Net Cash Inflow from operating activities	**(47,790,353)**	**50,854,476**
B.	**CASH FLOW FROM INVESTING ACTIVITIES:**		
	Purchases of Fixed Assets	(8,692,060)	(201,595)
	Sale of Motor Vehicle	2,702,306	2,389,000
	Sale of building	48,751,000	-
	Net Cash used in Investing activities	**42,761,246**	**2,187,405**
C	**Cash flow from financing activities:**		
	Dividend Paid	(17,285,049)	(18,673,978)
	Net Cash Outflow from Financing Activities	**(17,285,049)**	**(18,673,978)**
D	**Net Increase / Decrease in cash flow [A+B+C]**	**(22,314,156)**	**34,367,903**
E	**Opening Cash & Cash Equivalent**	**477,837,185**	**443,469,282**
F	**Closing Cash & Cash Equivalent [D+E]**	**455,523,029**	**477,837,185**
	Net Operating Cash Flow Per Share (NOCFPS) - Details in Note 23	**(1.25)**	**1.33**

The annexed notes form an integral part of these Financial Statements.

A.K.M Azizur Rahman
Chairman

Imtiaz Bin Musa
Vice - Chairman

K.M. Alamgir
Director

Muhammad Nazirul Islam
Chief Executive Officer (CEO)

G. Kibria & Co.

G. KIBRIA & CO.
Chartered Accountants

G. KIBRIA & CO. ★CHARTERED ACCOUNTANTS★ DHAKA

Place & Date: 24 June 2020, Dhaka, Bangladesh

CONTINENTAL INSURANCE LIMITED

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
For the year ended 31 December 2019

Particulars	Share Capital	Share Premium	Reserve for Exceptional Losses	General Reserve	Share fluctuation Fund	Reserve for Fair Value of Shares	Reserve on Disposal of building	Profit & Loss Appropriation Account	Total Taka
Balance at 1 January 2019	362,858,128	45,375,000	248,064,160	5,000,000	8,288,246	(2,604,222)		42,592,581	709,573,893
Profit after tax for the year 2019								73,925,138	73,925,138
Dividend paid	18,142,900							(36,285,812)	(18,142,912)
Reserve for Fair Value of Shares						(17,451,370)		-	(17,451,370)
Appropriation made during the year			10,000,000					(10,000,000)	-
Reserve on Disposal of building							30,310,334	(30,310,334)	-
Balance at 31 December 2019	**381,001,028**	**45,375,000**	**258,064,160**	**5,000,000**	**8,288,246**	**(20,055,592)**	**30,310,334**	**39,921,573**	**747,904,748**

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
For the year ended 31 December 2018

Particulars	Share Capital	Share Premium	Reserve for Exceptional Losses	General Reserve	Share fluctuation Fund	Reserve for Fair Value of Shares	Reserve on Disposal of building	Profit & Loss Appropriation Account	Total Taka
Balance at 1 January 2018	345,579,170	45,375,000	215,824,606	5,000,000	8,288,246	(4,007,679)	-	42,535,649	658,594,992
Profit after tax for the year 2018								66,854,403	66,854,403
Dividend paid	17,278,958							(34,557,917)	(17,278,959)
Reserve for Fair Value of Shares						1,403,457		-	1,403,457
Appropriation made during the year			32,239,554					(32,239,554)	
Balance at 31 December 2018	**362,858,128**	**45,375,000**	**248,064,160**	**5,000,000**	**8,288,246**	**(2,604,222)**	**-**	**42,592,581**	**709,573,893**

A.K.M Azizur Rahman
Chairman

Imtiaz Bin Musa
Vice - Chairman

K.M. Alamgir
Director

Muhammad Nazirul Islam
Chief Executive Officer (CEO)

G. Kibria & Co.
G. KIBRIA & CO.
Chartered Accountants

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

Place & Date: 24 June 2020, Dhaka, Bangladesh

CONTINENTAL INSURANCE LTD.

NOTES TO THE FINANCIAL STATEMENTS

Ideal Trade Centre (7th floor),

102, Shahid Tajuddin Ahmed Sarani, Tejgaon, Dhaka-1208

1.00 BACK GROUND AND ACTIVITIES

Continental Insurance Limited was incorporated as Public Limited Company on 12 December 1999 under the Companies Act, 1994 having registered office in Bangladesh. The Company obtained permission to commence Insurance business from Chief Controller of Insurance, Directorate of Insurance, Government of the Peoples Republic of Bangladesh on February 2000.The principal place of business of the Company is at Ideal Trade Centre (7th Floor), 102, Shahid Tajuddin Ahmed Sarani, Tejgaon, Dhaka-1208, Bangladesh which is also the registered office of the Company. The Company is engaged in General Insurance business within the meaning of Insurance Act.; 1938 subsequent amended Insurance Act, 2010 . The Company went into public issue during 2007 and its shares are listed with Dhaka Stock Exchange and Chittagong Stock Exchange.

2.00 SIGNIFICANT ACCOUNTING POLICIES & RELEVANT INFORMATION:

2.01 Basis of Preparation of Financial Statements.

(i) The financial statements have been prepared on a going concern basis under historical cost convention and in accordance with the requirements of the schedule to the Securities and Exchange Rules 1987and Insurance Act. 1938 as amended and the International Accounting Standards as adopted by the Institute of Chartered Accountants of Bangladesh particularly with regard to disclosure of accounting policies and relevant information in financial statements as well as accounting for property and depreciation thereon and the valuation of investments. Details of IFRS compliance is included in Annexure F

(ii) The Insurance Act, 1938 and amended Insurance Act, 2010 has prescribed formats for presenting accounts, accordingly the Balance Sheet has been prepared in the format [Form-A], set out in part I of the First Schedule, the revenue account of each class of business in the format [Form-A] given in part II of the Third Schedule, Profit or loss And Other Comprehensive Income and Profit & Loss Appropriation Account as per format [Form-B and C] prescribed in the part-II of the Second Schedule, other disclosure requirements are fully followed.

(iii) The accounts have been prepared on accrual basis of accounting

(iv) The cash flow statement has been prepared under direct method as per requirement of Securities and Exchange rules 1987.

2.02 Last years figures have been rearranged wherever necessary for comparison purposes.

2.03 **Public Sector Insurance Business:**

Insurance Premium relating to the Public Sector Business have been incorporated into Accounts for the 3rd & 4th quarter 2018 and 1st & 2nd quarter 2019.

2.04 **Re-Insurance Accounts:**

While preparing the Revenue Accounts necessary adjustments in respect of re-insurance ceded in Bangladesh have been duly given.

2.05 **Reporting Currency:**

The financial Statements are presented in Bangladesh currency (Taka) which have been rounded off to the nearest Taka.

2.06 **Fixed Assets:**

Fixed Assets are stated at cost less accumulated depreciation. Depreciation on Fixed Assets has been charged from the date of acquisition on reducing balance method at the rates varying from 10% to 25% depending on the estimated useful life of the assets consistent with the past practice. The rates of depreciation are furnished below:

Category of Assets	Rate of Depreciation
Furniture & Fixture	10%
Office Decoration	10%
Buildings	10%

KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

Office Equipments	15%
Electrical Equipments	15%
Motor Vehicles	20%
Other Assets	25%

2.07 Investment:

Investment are stated at their acquisition cost for Government Treasury Bond and interest received at Balance Sheet date have been accounted for and investment in share has been shown at fair value.

2.08 Stock:

Stock of printing materials has been valued at cost or realizable value whichever is lower.

2.09 Classified Summary of Assets:

The value of all assets at December 31, 2019 has been shown in the Balance sheet and in the classified summary of assets on form "AA" annexed with the report have been reviewed and the said assets have been set forth in the Balance Sheet at amount not exceeding their realizable or market value in aggregate.

2.1 Taxation:

Income Tax Assessment of the Company has been completed up to Assessment year 2006-2007 & the assessment Year 2007-2008, 2008-2009 , 2009-2010,2010-2011, 2011-2012 , 2012-13, 2013-14, 2014-15 , 2015-16, 2016-17, 2017-2018 , 2018-2019 & 2019-2020 has been under process. Details Break-up have been shown in the Annexure-B.

2.11 Earnings per Share (EPS):

The Company calculates Earnings per share (EPS) in accordance with the "International Accounting Standards (IAS-33)", Which was adopted by the Institute of Chartered Accountants of Bangladesh (ICAB). Calculation of EPS are shown below:

	2019	2018
Earnings Attributable to Ordinary Share Holders [A]	70,175,138	56,172,577
Number of Shares [B]	38,100,102	38,100,102
EPS = [A/B]	**1.84**	**1.47**

In ascertaining earning per share reserve for exceptional loss also incorporated after making provision for tax on the reserve.

2.12 Reserve for Exceptional Losses:

Provision for exceptional losses has been made an amounting to Tk.10,000,000/= as lumsum basisduring the year to cover the liabilities for Insurance claims and other unforeseen losses.

2.13 Revenue Recognition:

Revenue are generated from premium income received against the insurance policies and by adjusted the deposit premium received against cover note and after adjustment re-insurance cost.

2.14 Reserve for unexpired risks:

Before arriving at the surplus of each class of business necessary provision for unexpired risk have been created @ 40% on all business except Marine Hull & Aviation Business for which the provision was made @ 100% on net premium for the year under audit. During previous year provision for unexpired risk had been created @ 40% all business except Marine Hull & Aviation Business.

2.15 Employees' Benefit Plan:

The company has been introduced Employees Contributory Providend Fund, Workers Profits Participation Fund, Leave Encashment, Gartuity etc. The Company's gratuity scheme is an unfunded scheme and the fund is in the process of getting registered with the NBR. Currently the Company pays gratuity on a case by case basis and the amount paid is expensed in the statement of profit & loss. After registration with the NBR, the Company will calculate the fund liability and make the necessary provision.

2.16 Employees Details:

During the year under review 386 employees are employed for the full time. Information of the employees are given bellow:
Number of employees received salary more than Taka 3,000/= per month : N/A

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

2.17 **Deferred Tax:**

As per IAS-12 deferred tax liabilities are generally recognized for all taxable temporary difference. Accordingly tax liability is created & provided in the Profit & loss Appropriation Account. Computation has been made in note no-10.

2.18 **Accounting for Lease for Office Rent (IFRS 16 Leases)**

Continental Insurance Company as a leasee, recognises Right-of-use (ROU) asset representing its right to use underlying leased assets and corrosponding lease liability representing its obligation to make lease payments for offfice rent agreements with effect from 01 January 2019. The ROU asset and lease liability are recognized in the financial statements considering the incremental borrowing rate.

The ROU asset is depreciated using straight-line method from the begining to the end of the useful life of the ROU asset or the end of the lease term. The lease liability is initially measured at the present value of lease payments that are adjusted for monthly payments. Details for lease liability and ROU asset are provided in Note 17. Lease payments are recorded to Profit and Loss

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

	As at 31-Dec-19 BDT (TAKA)	As at 31-Dec-18 BDT (TAKA)

3.00 SHARE CAPITAL

3.01 Authorized Capital: 60,000,000 Ordinary Shares of Tk 10/- each	6,000,000,000	6,000,000,000
3.02 Issued, Subscribed and paid up Capital: Details are as follows:	381,001,020	362,858,120

Category of Shareholders:

Particulars	No. of Shareholders	% of holding	2019	2018
Sponsor shareholders	10,614,832	27.86%	106,148,320	108,908,170
Public Shareholders	19,036,516	49.96%	190,365,160	99,250,580
Institution Shareholders	8,448,754	22.18%	84,487,540	154,699,370
Total:	38,100,102	100.00%	381,001,020	362,858,120

Classification of shareholders as per their holdings as on December 31, 2019

(A) Sponsor's Shareholdings

Class Interval	No. of shares	No of shareholder	% of Total holding	% of Total paid up capital
10000-100000	50,554	2	0.48%	0.13%
100001-400000	614,773	2	5.79%	1.61%
400001-800000	763,190	1	7.19%	2.00%
800001-1200000	7,451,209	6	70.20%	19.56%
1200001-1600000	1,735,106	1	16.35%	4.55%
Total	10,614,832	12	100.00%	27.86%

(B) Public Shareholdings

Class Interval	No. of shares	No of shareholder	% of Total holding	% of Total paid up capital
001-5000	3,017,752	3,090	15.85%	7.92%
5001-10000	1,780,212	242	9.35%	4.67%
10001-50000	5,720,470	279	30.05%	15.01%
50001-100000	2,314,949	33	12.16%	6.08%
100001-1200000	6,203,133	26	32.59%	16.28%
Total	19,036,516	3,670	100.00%	49.96%

(C) Institutional Shareholdings

Class Interval	No. of shares	No of shareholder	% of Total holding	% of Total paid up capital
001-5,000	103,150	61	1.22%	0.27%
5,001-10,000	158,125	19	1.87%	0.42%
10,001-50,000	218,592	10	2.59%	0.57%
50,001-00,000	663,286	9	7.85%	1.74%
100,001-400,000	1,940,015	12	22.96%	5.09%
400,001-3,000,000	5,365,586	6	63.51%	14.08%
Total	8,448,754	117	100.00%	22.18%

4.00 RESERVE FOR CONTINGENT ACCOUNT:

		321,528,720	301,340,765
A. Profit & Loss Appropriation account: (Undistributed profit upto Balance Sheet date)		39,921,572	42,592,581
B.General Reserve		5,000,000	5,000,000
C. Share Fluctuation Fund		8,288,246	8,288,246
D. Reserve for Exceptional Losses:	Note 4.01	258,064,160	248,064,160
E..Fair Value Adjsutment		(20,055,592)	(2,604,222)
E..Reserve on Disposal of building		30,310,334	-
Total Reserve for Contingent Account		**321,528,720**	**301,340,765**

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

4.01 Reserve for Exceptional Loss

Opening Balance	248,064,160	215,824,606
Add: Reserve during the year:	10,000,000	32,239,554
Total Reserve for Exceptional Loss	**258,064,160**	**248,064,160**

5.00 BALANCE OF FUND & ACCOUNT:	**99,456,479**	**130,207,373**

	As at 31-Dec-19 BDT (TAKA)	As at 31-Dec-18 BDT (TAKA)
Fire insurance business account	36,069,996	62,479,891
Marine insurance business account	36,741,336	31,878,020
Motor insurance business account	21,774,599	31,691,792
Misc. insurance business account	4,870,549	4,157,670
Total Balance of Fund	**99,456,479**	**130,207,373**

		2019	2018
6.00	**DEPOSIT PREMIUM:**	**1,642,057**	**2,613,570**

The above balance represents the premium and stamp duty received against cover notes for which policies have not yet been issued within December 31, 2019.

7.00	**ESTIMATED LIABILITIES IN RESPECT OF OUTSTANDING CLAIMS WHETHER DUE OR INTIMATED:**	**7,441,236**	**9,471,335**
	Fire Insurance Business	2,278,765	4,512,356
	Marine Insurance Business	2,343,923	1,528,364
	Motor Insurance Business	2,131,163	1,012,358
	Miscellaneous Business	687,385	2,418,257
	Total Outstanding Claims due or Intimated	**7,441,236**	**9,471,335**
8.00	**AMOUNT DUE TO OTHER PERSON OR BODIES CARRYING ON INSURANCE BUSINESS:**	**1,922,855**	**4,151,089**
	Opening balance	4,151,089	6,681,551
	Additions during the year:	-	-
	Paid during the year:	(2,228,234)	(2,530,462)
	Total Amount due to other bodies carrying on Insurance Business	**1,922,855**	**4,151,089**

9.00	**SUNDRY CREDITORS**		**212,741,781**	**264,247,114**
	VAT on Insurance Premium		4,594,172	4,679,003
	Audit fees Payable		926,500	902,000
	Income Tax deduction at source		833,093	534,821
	VAT Deduction at Source		1,319,507	363,010
	Providend Fund Payable		1,300,798	4,251,437
	Cash Credit Facilities	Note-9.01	90,523,706	151,780,507
	Unclaimed Dividend		2,357,098	1,499,235
	Income tax Payable	Note-9.02	79,832,922	71,755,745
	Gratuity Payable		4,682,383	6,919,483
	WPPF		20,130,417	20,130,417
	Received against Car Purchase Scheme		1,741,186	1,431,456
	Provision for Incentive bonus		4,500,000	-
	Total Sundry Creditors		**212,741,781**	**264,247,114**

9.01	**Cash Credit Facilities**			
	Name of the Bank	**A/C No.**		
	NCC Bank ,Moghbazar Branch,Dhaka	A/C. 0011-0120011779	42,217,632	103,597,750
	NCC Bank ,Moghbazar Branch,Dhaka	A/C. 0011-0120013697	48,306,074	48,182,757
	Total Cash Credit Facilities		**90,523,706**	**151,780,507**

9.02	**Income Tax Payable**		
	Net Profit before Tax	88,506,770	87,628,864
	Less:	(58,465,779)	(38,575,451)
	Reserve for exceptional losses	10,000,000	32,239,554
	Interest from Government Treasury Bond	2,201,850	2,323,700
	Gain from Share trade	881,303	1,594,678
	Dividend income	1,046,154	540,648
	Gain from sale of Car	-	1,876,871
	Gain from Disposal of building	44,336,472	-
	Taxable Business Income	30,040,991	49,053,413
	Tax Rate	37.50%	37.50%
	Corporate Tax on Business Income [A]	**11,265,371**	**18,395,030**
	Corporate Tax on Other Source of Income [B]	**2,247,401**	**971,424**

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

	As at 31-Dec-19 BDT (TAKA)	As at 31-Dec-18 BDT (TAKA)
Tax against Dividend (20%)	209,231	108,130
Tax on Share Trade (10%)	88,130	159,468
Tax on gain on Sale of Car (15%)	-	703,827
Tax on Disposal of building	1,950,040	-
Total Provision for Corporate Tax for the year [A+B]	**13,512,773**	**19,366,454**

Income Tax Payable:		
Opening Balance	71,755,745	88,579,559
Add: Provision for Taxation for the year	13,512,773	19,366,454
Less: Paid dueing the year U/S 74	(5,435,596)	(7,750,608)
Less: Payment of Advance Income Tax U/S-64	-	(28,439,660)
Total Tax Payable	**79,832,922**	**71,755,745**

10.00 DEFERRED TAXES

10.00 DEFERRED TAXES	**3,515,567**	**2,446,707**
Written down value of Fixed Assets as per balance sheet	128,480,954	133,446,985
Written down value of Fixed Assets as per tax base	(119,106,109)	(126,922,432)
Taxable temporary difference	9,374,845	6,524,553
Tax Rate	37.50%	37.50%
Current year Deferred tax liabilities	**3,515,567**	**2,446,707**
Less: Opening Deferred tax liabilities	(2,446,707)	(1,038,700)
Deferred tax adjustment	**1,068,860**	**1,408,007**

11.00 INVESTMENTS — 57,578,714 — 71,033,959

11.01 GOVERNMENT TREASURY BOND — 25,558,587 — 25,620,483

This represents the value of Government Treasury Bond lying with Bangladesh Bank as statutory deposit required section-7(1) of Insurance Act-1938.

11.02 INVESTMENT IN SHARE — 32,020,127 — 45,413,476

The above amount represent the Investment in Shares which is shown at fair value . Details are shown in Annexure-D.

12.00 OUTSTANDING PREMIUM — - — 84,196,551

This balance representd premium that was outstanding from previous years. As per decision of the Board Meeting, the Management has to take initiative to realize the outstanding amount of Tk.8,41,96,551/= within the shortest possible time. All of these amount were collected during the current year

13.00 AMOUNT DUE FROM OTHER PERSON OR BODIES CARRYING ON INSURANCE BUSINESS:

13.00	**180,223,193**	**165,239,039**
Opening balance	165,239,039	167,964,366
Less: Adjustment during the year	(44,902,707)	(2,725,327)
Add. During the year	59,886,861	-
Total Balance due from Other Insurance Bodies	**180,223,193**	**165,239,039**

14.00 SUNDRY DEBTORS

14.00 SUNDRY DEBTORS		**239,816,849**	**180,024,623**
Advance Salary		8,151,224	6,211,275
Advance Office Rent	Note 14.01	10,994,242	11,216,096
Advance against Expenses		51,413,383	53,813,383
Advance Income Tax		33,961,369	16,380,858
Security Deposit		3,522,664	5,594,093
Premium against Hull Business & Bank Guarantee		116,773,967	86,808,918
Advance against Floor Purchases		15,000,000	-
Total Sundry Debtors		**239,816,849**	**180,024,623**

14.01 Advance Rent

Advance against rent relates to advance paid for office rent of branch offices in different locations of the country. The balance is made up as follows:

Opening balance	11,216,096	11,970,159
Add: Advance paid during the year	708,000	304,000
Less: Adjustment during the year	(929,854)	(1,058,063)
Total Advance Rent	**10,994,242**	**11,216,096**

KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

15.00 CASH AND CASH EQUIVALENTS

		As at 31-Dec-19 BDT (TAKA)	As at 31-Dec-18 BDT (TAKA)
Fixed Deposit Receipts	Note 15.01	390,000,000	370,807,325
Current & STD Accounts		49,639,300	88,560,334
Cash in hand		13,543,350	17,464,676
Stamp in hand		2,340,379	1,004,850
Total Cash and Cash Equivalents		**455,523,029**	**477,837,185**

15.01 Fixed Deposit Receipts

AB Bank Ltd.	14,700,000	14,700,000
Agrani Bank Ltd.	4,900,000	4,900,000
Al-Arafa Islami Bank Ltd.	11,300,000	10,100,000
Bangladesh Commerce Bank Ltd.	3,700,000	3,200,000
Bangladesh Development Bank Ltd.	2,000,000	2,500,000
Bank Asia Ltd.	17,050,000	16,050,000
BD. Krishi Bank Ltd.	1,500,000	1,500,000
BRAC Bank Ltd.	2,140,625	2,140,625
City Bank Ltd.	500,000	500,000
Dhaka Bank Ltd.	12,000,000	12,000,000
Dutch-Bangla Bank Ltd	3,300,000	2,800,000
Eastern Bank Ltd.	1,000,000	1,000,000
Exim Bank Ltd.	15,500,000	14,500,000
First Security Bank Ltd.	2,100,000	2,100,000
Habib Bank Ltd.	1,500,000	1,500,000
IFIC Bank Ltd.	18,500,000	16,500,000
Islami Bank Bangladesh Ltd.	20,350,000	19,350,000
Jamuna Bank Ltd.	7,800,000	7,800,000
Janata Bank	5,200,000	5,200,000
Mercentile Bank Ltd.	14,400,000	13,900,000
Modumoti Bank Ltd.	2,500,000	2,000,000
Mutual Trust Bank Ltd.	3,500,000	3,500,000
National Bank Ltd.	8,700,000	8,700,000
NCC Bank Ltd.	69,818,775	60,326,100
One Bank Ltd.	4,500,000	4,500,000
Premier Bank Ltd.	8,800,000	8,800,000
Prime Bank Ltd.	19,900,000	19,400,000
Pubali Bank Ltd.	9,000,000	9,000,000
Rajshahi Krishi Unnayan Bank Ltd.	5,100,000	4,600,000
Rupali Bank Ltd.	2,000,000	2,000,000
Shahjalal Islami Bank Ltd.	9,300,000	7,800,000
Social Investment Bank Ltd.	17,140,600	17,640,600
Sonali Bank Ltd.	1,300,000	1,300,000
South East Bank Ltd.	10,250,000	10,750,000
Standard Bank Ltd.	13,600,000	13,100,000
Trust Bank Limited	8,000,000	8,000,000
United Commercial Bank Ltd.	8,500,000	8,500,000
Uttara Bank Ltd.	4,700,000	4,700,000
GSP Finance (BD) Ltd.	-	500,000
Lanka-Bangla Finance Ltd.	900,000	900,000
Commercial Bank of Celon	1,000,000	1,000,000
IDLC	200,000	200,000
State Bank of India	-	500,000
Islami Finance & Investment Ltd.	2,500,000	2,500,000
First Lease Finance & Investment Ltd.	2,000,000	2,500,000
Meghna Bank Limited	4,500,000	4,000,000
Union Bank Ltd.	2,350,000	2,350,000
IPDC	500,000	500,000
South Bangla Bank Ltd.	5,000,000	4,500,000
NRB Bank Limited	1,000,000	1,000,000
NRB Commercial Bank Ltd.	4,000,000	3,500,000
Total Fixed Deposit Receipts	**390,000,000**	**370,807,325**

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

	As at 31-Dec-19 BDT (TAKA)	As at 31-Dec-18 BDT (TAKA)
16.00 FIXED ASSETS	**128,480,955**	**133,446,985**

This represents the written down value of the fixed Assets as on 31 December, 2019 The Details of the fixed assets have been shown in the Annexure-A

17.00 IFRS 16 - FIRST TIME ADOPTION

The Company applied IFRS 16 Leases for the first time on 1 January 2019. The nature and effect of the changes as a result of adoption of this new accounting standard is described below

A Lease is defined as 'a contract, or part of a contract, that conveys the right to use an asset (the underlying asset) for a period of time in exchange for consideration. Previously the Company used to charge the consideration paid in its books as rent expenses. IFRS 16 introduced a single, on balance sheet accounting model for leases. As a result, the Company, as a lessee, has recognised right of use assets representing its rights to use underlying assets and lease liabilities representing its obligation to make lease payments. The Company applied IFRS 16 on 1 January 2019 for the existing lease contracts.

The Company has office rent agreements for their head office and branch offices which are classified as operating leases, which under IFRS 16 are required to be recognised on the CIL's statement of financial position. The nature and timing of expenses related to those leases has changed as IFRS 16 replaced the straight-line operating lease expense (as per IAS-17) with a amortization charge for the right of use assets and interest expense on lease

The Company applied the practical expedient to the definition of a lease on transition. This means that it applied IFRS 16 to all contracts entered into before 1 January 2019 and identified as leases in accordance with IAS 17 and IFRIC 4. The Company applied IFRS 16 initially on 1 January 2019, using the modified retrospective approach. Accordingly, the comparative information presented for 2018 has not been restated. The 2018 numbers is presented, as previously reported, under IAS 17 and related interpretations

Right-of-use Asset

The Company recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. **The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received.**

Lease Liabilities

At the commencement date of the lease, AMSL recognises lease liabilities measured at the present value of lease payments to be made over the lease term. There are no obligatory extension clauses in the rental agreements. In calculating the present value of lease payments, AMSL uses the incremental borrowing rate (IBR) at the lease commencement date due to the reason that the interest rate of implicit in the lease is not available. The IBR for CIL was calculated at 9% which is line with the sigle-digit lending rate guidelines issued by Bangladesh Bank.

Right - of - Use (ROU) Asset		
Present Value of Lease obligation as at Jan 01, 2019	38,817,206	-
Less: Rental Expense - ROU Asset Amortization	(15,073,939)	-
ROU Asset as at Year-End	**23,743,267**	-

Lease Liability		
Present Value of Lease obligation as at Jan 01, 2019	38,817,206	-
Add: Rental Expense - Lease Obligation Interest	817,369	
Less: Rental Payment for the year (Excluding VAT) - Annexure E	(15,891,308)	-
Lease Liability Balance as at Year-End	**23,743,267**	-

G. KIBRIA & CO. CHARTERED ACCOUNTANTS DHAKA

		For the Year ended 31-Dec-19 BDT (TAKA)	For the Year ended 31-Dec-18 BDT (TAKA)
18.00	**INTEREST, DIVIDENDS & RENT**	**75,134,051**	**28,342,734**
18.01	**Interest Income**		
	Interest on STD	172,471	512,302
	Interest on Fixed Deposits	24,516,793	21,494,535
	Interest on Govt. Treasury Bond	2,201,850	2,323,700
	Total Interest Income	**26,891,114**	**24,330,537**
18.02	**Dividend Income**		
	Alif Industries Ltd	95,000	-
	Anwar Galvanizing Limited	23,344	-
	Bashundhara Paper Mills Limited	21,082	-
	Intraco Refueling Station Limited	2,667	-
	Aamra Technologies limited	-	75,000
	Bangladesh Building Systems Ltd	-	46,500
	Baraka Power Limited	-	55,000
	Beacon Pharmaceuticals Limited	-	107,500
	IDLC Finance Ltd	227,500	105,942
	Nahee Aluminum Composite Panel Limited	-	5,706
	Uttara Bank Limited	532,000	100,000
	United Power Generation & Distribution Company Limited	-	45,000
	SK Trims & Industries Limited	1,008	-
	VFS Thread Dyeing Limited	4,222	-
	Aman Cotton Fibres Limited	12,846	-
	Khulna Power Company Limited	21,000	-
	Lafarge Holcim Bangladesh Limited	105,485	-
	Total Dividend Income	**1,046,154**	**540,648**
18.03	**Gain from Share Trade**	**881,303**	**1,594,678**
18.04	**Gain from Car Sale**	**1,979,008**	**1,876,871**
18.05	**Gain from Disposal of Building**	**44,336,472**	-
19.00	**REVENUE ACCOUNTS**	**52,280,964**	**98,844,535**

The Details Break-up of the Revenue Accounts have been shown in the Annexure-C

20.00	**DIRECTOR'S FEES**	**1,272,000**	**821,000**

The aggregate amount of Taka.12,72,000/'was paid to the director of the company on account of board meetting during the year under audit.

21.00	**MANAGEMENT'S EXPENSE**		**131,043,954**	**152,306,281**
	Salary & Allowance		85,941,570	117,331,952
	Office Rent	Note: 21.01	18,275,004	13,616,237
	Traveling TA/DA		394,132	320,582
	Conveyance		1,372,398	925,116
	Gas, Water & Electricity		2,525,132	2,029,282
	Office Maintenance		1,531,897	832,647
	Car Maintenance		1,274,910	1,141,651
	Car Maintenance- Fuel		4,130,828	2,565,853
	Entertainment		485,842	320,282
	Seminar & Training Exp.		84,670	30,000
	Bank Charge		560,842	449,129
	Printing		1,605,216	1,193,071
	Stationery		1,121,331	968,995
	Paper & Periodicals		178,825	168,872
	Postage & Stamp		644,829	671,430
	Telephone, Telex & Fax		2,702,832	2,755,562
	Insurance Premium		1,282,309	865,243
	Co-Insurance Service Charge		416,611	495,962
	Uniform & Liveries		-	5,600

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

	For the Year ended 31-Dec-19 BDT (TAKA)	For the Year ended 31-Dec-18 BDT (TAKA)
Software Service Charge	30,000	30,000
Branch Manager Conference	681,594	522,292
	125,240,772	147,239,758
Sadharan Bima Corporation (PSB)	5,803,182	5,066,523
Total Management Expense	**131,043,954**	**152,306,281**

21.01 Office Rent

Rental Expense - ROU Asset Amortization (Note 17)	15,073,939	
Rental Expense - Lease Liability Interest Expense (Note 17)	817,369	
	15,891,308	11,840,175
VAT on Rental Expense	2,383,696	1,776,062
Total Rental Expense for the Year	**18,275,004**	**13,616,237**

21.02 Allocation of Management Expense

Particulars			
Fire	49.15%	64,407,025	88,158,893
Marine Cargo	23.71%	31,073,419	23,066,311
Marine Hull	2.84%	3,726,672	3,388,941
Motor	12.41%	16,256,677	21,155,677
Miscelenous	11.89%	15,580,161	16,536,460
Total Management Expense	**100.00%**	**131,043,954**	**152,306,282**

21.03 Limitation of Management

Management Expenses-Revenue	131,043,954	152,306,282
Management Expenses-P&L except Depreciation	30,387,981	29,784,367
Total Actual Management Expenses [A]	161,431,935	182,090,649
Allowable Expense [B]	165,315,590	199,989,240
Variance -Favourable (B-A)	**3,883,655**	**17,898,591**

Calculation of Allowable Expense

Class of Business	Level of Premium	Rate	Allowable Expense	Actual Rev. A/C Expense	Actual P/L A/C Expense ***	Total Actual Management Expense
Fire Business	150,000,000	35%	52,500,000			
Balance	82,895,186	33%	27,355,411			
Total Fire Business	**232,895,186**		**79,855,411**	**64,407,025**	**13,502,497**	**77,909,522**
Motor business	**56,813,589**	35%	**19,884,756**	**16,256,677**	**3,293,865**	**19,550,542**
Misc. Business	**54,673,228**	35%	**19,135,630**	**15,580,161**	**3,169,774**	**18,749,935**
Marine Business	150,000,000	26%	39,000,000			
Balance	29,759,171	25%	7,439,793			
Total Marine Business	**179,759,171**		**46,439,793**	**34,800,091**	**10,421,845**	**45,221,936**
Overall Total	**524,141,174**		**165,315,590**	**131,043,954**	**30,387,981**	**161,431,935**
Less: Actual Management Expense			**(161,431,935)**			
Variance - Favourable			**3,883,655**			

***The P & L A/c Expenses of Tk.3,03,87,981 (Total P/L Expense excluding Depreciation) has been allocated on the basis of Gross Premium Income.

22.00 NET ASSETS VALUE (NAV) PER SHARE — **19.63** — **18.62**

Net Asset Value Per Share has been calculated basd on ordinary share outstanding no. 3,81,00,102 as at December 31, 2019. Net asset value per share as at December 31, 2018 has also been restated based on 3,81,00.102 shares. Details calculation is given below:

Net Asset Value [A]	747,904,740	709,573,885
Number of Outstanding Share [B]	38,100,102	38,100,102
Net Asset Value per Share [C=A/B]	**19.63**	**18.62**

23.00 NET OPERATING CASHFLOW (NOCF) PER SHARE — **(1.25)** — **1.33**

Net Operating Cash Flow Per Share has been calculated basd on ordinary share outstanding no. 3,81,00,102 as at December 31, 2019. Net asset value per share as at December 31, 2018 has also been restated based on 3,81,00.102 shares. Details calculation is given below:

Net Operating Cash Flow [A]	(47,790,353)	50,854,476
Number of Outstanding Share [B]	38,100,102	38,100,102
Net Operating Cashflow per Share [C=A/B]	**(1.25)**	**1.33**

KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

23.01 RECONCILIATION OF OPERATING CASH FLOW

	For the Year ended 31-Dec-19 BDT (TAKA)	For the Year ended 31-Dec-18 BDT (TAKA)
Net Profit	88,506,770	87,628,864
Add: Depreciation	8,520,264	9,774,038
Less:Profit of MV	(1,979,008)	(1,876,871)
Less: Profit of House	(44,336,472)	-
Prov. For Income Taxation	(13,512,773)	(19,366,454)
	37,198,781	**76,159,577**
Changes in Current Assets	20,806,171	(15,276,644)
Changes in Balance of Fund	(30,750,894)	9,688,381
Change in Share Fluctuation Reserve	(17,451,370)	1,403,457
Changes in Current Liabilities	(57,593,042)	(21,120,294)
	(47,790,353)	50,854,477

24.00 No single transaction of Miscellaneous expenditure exceeded Tk.5,000.

25.00 All paid up shares have been fully paid up in Cash.

26.00 There was no bank guarantee issued by the Company on behalf of their directors.

27.00 Auditors were paid only statutory audit fee duly approved by the Shareholders in the last AGM.

28.00 There was no capital work in progress at the end of the Accounting year.

29.00 No expenses were paid as Royalty and Salary to Technical Experts etc.

30.00 During the year the Company was not entered into any agreement with the third party.

31.00 There was no capital expenditure commitment as at 31st December 2019.

32.00 There was no claim against Company, which was not acknowledged as debt other than normal course of business.

33.00 There was no credit facility available to the company under any contract availed of as on 31st December 2019 other than trade credit available in the ordinary course of business which has already been disclosed in the Financial Statements

34.00 There was no event occurred after Balance Sheet date, which might effect financial position of the Company as on Balance Sheet date.

35.00 FOREIGN EXCHANGE EARNED

No other income included consultancy fee, royalty, technical expert and professional advisory fee, interest, etc. was incurred or paid in foreign currencies.

36.00 SEGMENT REPORTING

As there is single business and geographic segment within the company operates as such no segment reporting is felt necessary.

37.00 BOARD MEETING ATTENDANCE STATUS OF DIRECTORS

Sl:No:	Name of Directors	Position	Meetings Attended
01	A.K.M Azizur Rahman	Chairman & Director	9
02	Mr. Imtiaz Bin Musa	Vice Chairman & Director	7
03	Mrs. Bulbul Jaynab Akter	Director	3
04	Mr. Syed Mohammad Abu Mohsin	Director	12
05	Mrs. Dolly Iqbal	Director	14
06	Ms. Fatema Rashid for Mr.Tehsin Rashid	Director	10
07	Mr. K.M Alamgir	Director	12
08	Mr. Mohammad Yasin Ali	Director	2
09	Ms. Hasina Iqbal	Director	7
10	Mr. Ishnad Iqbal	Director	12
11	Mr. Mohd. Jahangir Hussain	Director	5
12	Mr. Abrar Rahman Khan	Director	9
13	Mr. Syed Sakib Naimuddin	Director	10
14	Mr. Salman Habib	Director	4
15	Ms. Nusrat Hafiz	Independent Director	10
16	K.A.M. Haroon	Independent Director	4
17	Mr. Muhammad Nazirul Islam	Chief Executive Officer (CEO)	17

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

38.00 PROPOSED DIVIDEND

In the board metting held on June 24, 2020 the management proposed to declare 5% cash dividend and 5% stock Dividend for the year 2019 subject to the approval by the share holders in AGM.

39.00 INTERNAL CONTROL

The following steps have been taken for implementation of an effective internal control procedure of the Company:
A strong internal control and compliance division has been formed with a view to establish a well designated system of internal control.
Regular review of internal audit reports with view to implement the suggestion of internal auditors in respect if internal control technique.
To establish an effective management system that includes planning, organizing and supervising culture in the branch as well as at Head Office.

40.00 CONTINGENT LIABILITY

There is no contingent liability.

CONTINENTAL INSURANCE LIMITED

FORM- AA

Classified summary of Assets as on December 31, 2019

Particulars	Book value as per Balance Sheet	Market Value	Remarks
Statutory deposit with Bangladesh Bank (Govt. Treasury Bond)	25,558,587	25,558,587	Not Quoted in Market
Investment in Share	32,020,127	32,020,127	At Market Value
Cash in hand	13,543,350	13,543,350	Realizable Value
Fixed Deposits with Bank	390,000,000	390,000,000	Realizable Value
STD & Current Accounts with Banks	49,639,300	49,639,300	Realizable Value
Stamp in hand	2,340,379	2,340,379	Realizable Value
Outstanding Premium		-	Realizable Value
Amount due from other persons or.bodies carrying on Insurance	180,223,193	180,223,193	Realizable Value
Printing & Stationery	892,959	892,959	At cost
Interest Accrued	12,109,017	12,109,017	Market Value
Sundry Debtors (Including Advance deposit & Pre-payment)	239,816,849	239,816,849	All considered Good
Fixed Assets (At cost less Depreciation)	128,480,955	128,480,955	At written down value
	1,074,624,716	1,074,624,716	

Certificate under section 7(a) and (b) of part 1 of the First schedule to the Insurance Act, 1938.
Certified that the value of all assets have been reviewed, the said asset have been set forth in the Balance Sheet at amounts not exceeding their realizable or market value.

These notes form the integral part of these financial statements.

Signed as per our separate report of even date.

A.K.M Azizur Rahman
Chairman

Imtiaz Bin Mu:
Vice - Chairm:

K.M. Alamgir
Director

Muhammad Nazirul Islam
Chief Executive Officer (CEO)

G. Kibria & Co.

G. KIBRIA & CO.
Chartered Accountants

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

Place & Date: 24 June 2020, Dhaka, Bangladesh

CONTINENTAL INSURANCE LIMITED

STATEMENT OF FIXED ASSETS SCHEDULE

For the year ended 31 December 2019

Sl. No.	particulars	Value as on 01/01/19	Adjustment	Addition During the year	Value as on 31/12/19	Rate of	Dep As on 01/01/19	Dep Value	Dep For the year	Total As on 31/12/119	Adjustment / Disposal during the period	Acc. Depreciation as on 31.12.2019	Written Down Value as on 31/12/19
01	Land	75,771,657			75,771,657	0%	-	75,771,657	-	-			75,771,657
02	Building	18,440,666	18,440,666	-	-	10%	13,802,489	4,638,177	223,649	14,026,138	14,026,138	-	-
03	Furniture & Fixtures	14,406,072		-	14,406,072	10%	8,852,517	5,553,555	555,356	9,407,873		9,407,873	4,998,199
04	Office Decoration	57,620,295		-	57,620,295	10%	36,548,831	21,071,464	2,107,146	38,655,977		38,655,977	18,964,318
05	Office equipment	12,287,654		71,300	12,358,954	15%	8,473,033	3,885,921	577,616	9,050,649		9,050,649	3,308,305
06	Electrical Equipment	12,484,821		17,760	12,502,581	15%	9,705,960	2,796,621	418,539	10,124,499		10,124,499	2,378,082

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

CONTINENTAL INSURANCE LIMITED

INCOME TAX ASSESSMENT SCHEDULE

For the year ended December 31,2019

Accounting Year	Assessment Year	Provision for taxation	TDS	Advance Tax	Tax paid/ Refund	Total Tax Paid	Income Tax Payable	Remarks
2007	2008-09	7,300,000	1,311,339		2,113,564	3,424,903	3,875,097	Assessment under Tribunal
2008	2009-10	12,553,937	3,797,348	-	8,756,589	12,553,937	-	Assessment under Appeal
2009	2010-11	14,050,012	1,338,729	500,000	12,211,283	14,050,012	-	Assessment under Appeal
2010	2011-12	3,312,005	2,694,294	500,000	117,711	3,312,005	-	Assessment under Appeal
2011	2012-13	17,573,323	3,490,026	1,000,000	13,083,297	17,573,323	-	Assessment under Appeal
2012	2013-14	27,318,943	2,990,026	1,000,000	17,000,000	20,990,026	6,328,917	Assessment under process
2013	2014-15	25,572,089	3,222,966	1,000,000		4,222,966	21,349,123	Assessment under process
2014	2015-16	19,318,695	6,053,623	500,000	4,000,000	10,553,623	8,765,072	Assessment under process
2015	2016-17	15,820,249	3,819,667	3,500,000	1,000,000	8,319,667	7,500,582	Assessment under process
2016	2017-18	18,386,667	1,636,063	4,000,000	12,750,604	18,386,667	-	Assessment under Appeal
2017	2018-19	18,837,272	4,059,508	14,750,000		18,809,508	-	Assessment under process
2018	2019-20	19,366,454	2,630,858	13,300,000	3,435,596	19,366,454	-	Return Submitted
Total:		199,409,646	37,044,447	40,050,000	71,033,048	151,563,091	47,818,791	

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

CONTINENTAL INSURANCE LIMITED

STATEMENT OF U/W PROFIT

For the year ended December 31, 2019

DETAILS	FIRE	MARINE			MOTOR	MISC.	Total	2018
		CARGO	HULL	TOTAL				
Premium Underwritten	220,318,305	143,464,189	14,229,147	157,693,336	54,170,541	15,291,931	447,474,113	550,912,330
Add: Premium on PSB	12,576,881	21,699,935	365,900	22,065,835	2,643,048	39,381,297	76,667,061	66,949,038
Gross Premium [A]	**232,895,186**	**165,164,124**	**14,595,047**	**179,759,171**	**56,813,589**	**54,673,228**	**524,141,174**	**617,861,368**
Less: R/I Premium on Cedence	132,377,034	58,384,000	13,666,984	72,050,984	2,288,903	3,792,508	210,509,429	237,899,331
Less: R/I Premium on PSB	10,343,162	16,453,867	317,230	16,771,097	88,189	38,704,348	65,906,796	57,566,501
Total R/I Premium [B]	**142,720,196**	**74,837,867**	**13,984,214**	**88,822,081**	**2,377,092**	**42,496,856**	**276,416,225**	**295,465,832**
Net Premium [C = A-B]	**90,174,990**	**90,326,257**	**610,833**	**90,937,090**	**54,436,497**	**12,176,372**	**247,724,949**	**322,395,536**
Opening Reserve for Unexpired Risks [D]	**62,479,891**	**30,131,223**	**1,746,797**	**31,878,020**	**31,691,792**	**4,157,670**	**130,207,373**	**120,518,991**
R/I Commission earned on cedence	31,996,795	7,675,693	2,601,094	10,276,787	-	925,158	43,198,740	44,460,657
Add: Profit commission	12,097,817			-	-	306,056	12,403,873	7,883,589
Add: R/I Commission on PSB	1,141,964	3,238,687	17,448	3,256,135	-	5,172,657	9,570,756	8,279,476
Total Commission on Re-Insurance [E]	**45,236,576**	**10,914,380**	**2,618,542**	**13,532,922**	-	**6,403,871**	**65,173,369**	**60,623,722**
Total Revenue Income [F = C+D+E]	**197,891,457**	**131,371,860**	**4,976,172**	**136,348,032**	**86,128,289**	**22,737,913**	**443,105,691**	**503,538,249**
Gross Claims paid during the year	213,943,863	928,911	416,372	1,345,283	7,249,386	15,922,399	238,460,931	62,799,663
Paid / (Adjusted)on PSB	487,078	578,571		578,571	67,416	320,882	1,453,947	9,887,805
Total Gross Claims Paid [G]	**214,430,941**	**1,507,482**	**416,372**	**1,923,854**	**7,316,802**	**16,243,281**	**239,914,878**	**72,687,468**
Less:1) R/I Recovery	143,166,870	203,580	204,662	408,242	-	-	143,575,112	23,765,779
2) Recovered / (Adjusted) on PSB	435,737	406,038		406,038	-	264,715	1,106,490	9,089,921
Total Recovery [H]	**143,602,607**	**609,618**	**204,662**	**814,280**	-	**264,715**	**144,681,602**	**32,855,700**
Net Claims Paid [I]	**70,828,334**	**897,864**	**211,710**	**1,109,574**	**7,316,802**	**15,978,566**	**95,233,276**	**39,831,768**
Outstanding claim at the end of the year [a]	2,278,765	1,223,057	1,120,866	2,343,923	2,131,163	687,385	7,441,236	9,471,335
Outstanding claim at the end of last year [b]	4,512,356	1,528,364		1,528,364	1,012,358	2,418,257	9,471,335	7,361,221
Net Claim for the Year [J = I+a-b]	**68,594,743**	**592,557**	**1,332,576**	**1,925,133**	**8,435,607**	**14,247,694**	**93,203,177**	**41,941,882**
Management Expenses [K]	**64,407,025**	**31,073,419**	**3,726,672**	**34,800,091**	**16,256,677**	**15,580,161**	**131,043,954**	**152,306,281**
Agency commission [L]	**33,047,746**	**21,519,628**	**2,134,372**	**23,654,000**	**8,125,581**	**2,293,790**	**67,121,117**	**80,238,178**
Reserve for unexpired Risks [M]	**36,069,996**	**36,130,503**	**610,833**	**36,741,336**	**21,774,599**	**4,870,549**	**99,456,479**	**130,207,373**
Total Revenue Expenses [N = J+K+L+M]	**202,119,510**	**89,316,107**	**7,804,453**	**97,120,560**	**54,592,464**	**36,992,193**	**390,824,727**	**404,693,714**
Revenue Surplus [O = F-N]	(4,228,053)	42,055,753	(2,828,281)	39,227,472	31,535,825	(14,254,280)	52,280,964	98,844,535

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

Annexure - D

CONTINENTAL INSURANCE LIMITED

SCHEDULE OF INVESTMENT IN SHARES

As on December 31, 2019

			As on 31-December 2019	
SL No.	Name of the Company	No. of Shares	Cost Value (Taka)	Market Value (Taka)
01	AB Bank Limited	210,000	4,001,080	1,659,000
02	AND Telecome Ltd	18,968	569,040	569,040
03	Bangladesh Building System Ltd	136,290	4,833,531	2,180,640
04	BBS Cables Limited	22,000	1,949,301	1,293,600
05	COPERTECH INDUSTRIES LTD	4,979	47,420	117,007
06	CVO PETROCHEMICAL REFINARY	57,549	9,349,026	5,196,675
07	EASTERN CABLES LTD	8,202	2,375,739	1,633,838
08	Esquire Knit Composite Limited	199,170	8,423,130	5,636,511
09	Golden Son Ltd	29,000	1,320,129	194,300
10	IDLC FINANCE Ltd	65,000	5,085,397	2,951,000
11	Intraco Refueling Station Limited	65,014	957,004	884,190
12	LafargeHolcim Bangladesh Limited	132,485	7,062,664	4,451,496
13	Monno Ceramic Industries Ltd	14,850	2,494,694	1,831,005
14	New Line Clothings Limited	4,282	37,570	63,374
15	Ring Shine Textiles Limited	20,000	261,653	206,000
16	Runner Automobiles Limited	7,566	540,450	450,177
17	Sea Pearl Beach Resort & Spa Ltd	3,916	37,300	161,730
18	Silco Pharmaceuticals Limited	3,647	30,400	110,504
19	Sonar Bangla Insurance Limited	2,000	74,185	71,800
20	Uttara Bank Limited	86,700	2,626,006	2,358,240
	Total	**1,091,618**	**52,075,719**	**32,020,127**

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

Annexure -E

CONTINENTAL INSURANCE LIMITED

SCHEDULE OF OFFICE RENT (BY BRANCH)
For the year endded December 31, 2019

#	Name of the Branch	Rent period	Rent	VAT	Gross Rent	Deed Period
1	Head Office	July to December,2019	4,517,100	677,565	5,194,665	01.07.2019 to 30.06.2021
	Head Office (Gowdown)	Jan to Feb-2019	30,000	4,500	34,500	01.04.2017 to 28.02.2019
		March to December-2019	173,680	26,052	199,732	01.03.2019 to 28.02.2021
		Total Rent of Head office & Gowdown	***4,720,780***	***708,117***	***5,428,897***	
2	Dilkusha	Jan to Dec-2019	201,105	30,166	231,271	01.04.2018 to 31.03.2019
		April to Dec-2019	603,315	90,497	693,812	01.04.2019 to 31.03.2020
		Total Rent of Dilkusha	***804,420***	***120,663***	***925,083***	
3	Gulshan / Baridhara	Jan to March-2019	180,000	27,000	207,000	01.04.2017 to 31.03.2019
		April to Dec-2019	585,000	87,750	672,750	01.04.2019 to 31.03.2021
		Total Rent of Gulshan Bridhara	***765,000***	***114,750***	***879,750***	
4	Narayangonj	Jan to Dec-2019	264,000	39,600	303,600	01.09.2018 to 30.08.2020
5	Bangshal	July to December,2019	510,000	76,500	586,500	01.07.2018 to 30.06.2022
6	New Market	Jan to Jan-2019	41,053	6,158	47,211	01.02.2017 to 31.01.2019
		Feb to December 2019	451,583	67,737	519,320	01.02.2019 to 31.01.2021
		Total Office Rent of Newmarket	***492,636***	***73,895***	***566,531***	
7	Narsingdi	Jan to Dec-2019	192,000	28,800	220,800	01.014.2017 to 31.03.2023
8	Banasree	Jan to Dec-2019	300,000	45,000	345,000	01.04.2017 to 31.03.2020
9	Motijheel	Jan to August-2019	368,000	55,200	423,200	01.09.2018 to 31.08.2019
		Sep to Dec-2019	220,800	33,120	253,920	01.09.2019 to 31.08.2021
		Total Rent of Motijheel	***588,800***	***88,320***	***677,120***	
10	Pragati Sarani	Jan to Dec-2019	315,780	47,367	363,147	01.09.2018 to 31.08.2020
11	B.B. Avenue	Jan to Feb -2019	50,000	7,500	57,500	01.03.2017 to 28.02.2019
		March to December-2019	234,000	35,100	269,100	01.03.2019 to 28.02.2021
		Total Rent of B.B Avenue	***284,000***	***42,600***	***326,600***	
12	Kawran Bazar	March to Dec-2019	403,200	60,480	463,680	01.03.2018 to 28.02.2020
13	Imamgonj Branch	Jan to Dec - 2019	300,000	45,000	345,000	01.04.2017 to 31.03.2020
14	Malibag Branch	Jan to Dec-2019	529,200	79,380	608,580	29.11.2018 to19.11.2021
15	Savar Branch	May to Dce - 2019	176,820	26,523	203,343	01.05.2018 to 3004.2021
16	Faridpur Branch	Jan to August-2019	76,000	11,400	87,400	01.07.2018 to 31.08.2019
		Sep to Dec-2019	41,800	6,270	48,070	01.09.2019 to 31.08.2022
		Total Office Rent of Faridpur	***117,800***	***17,670***	***135,470***	
17	Uttara Branch	Jan to Dec-2019	521,688	78,253	599,941	01.04.2017 to 31.03.2020
18	Mohakhali Branch	Jan to Dec-2019	327,672	49,151	376,823	01.03.2016 to 28.02.2021
19	Tangail Branch	Jan to Dec-2019	132,000	19,800	151,800	01.02.2018 to 31.01.2020
20	Gazipur Branch	Jan to March-2019	50,526	7,579	58,105	01.11.2018 to 31.03.2019
21	VIP Road Branch	January to February-2019	60,000	9,000	69,000	01.03.2018 to 28.02.2019
		March-19 to Dec-2019	315,000	47,250	362,250	01.03.2019 to 28.02.2022
		Total Rent of VIP Road	***375,000***	***56,250***	***431,250***	
22	Kishoregonj Branch	Jan to Dec - 2019	40,800	6,120	46,920	life time
23	Manikgonj Branch	Jan to March - 2019	18,900	2,835	21,735	01.08.2016 to 31.07.2019
		April to July-2019	26,000	3,900	29,900	
		Total Rent of Manikgonj	***44,900***	***6,735***	***51,635***	
24	Agrabad Branch & Zonal Office	Jan to Dec-2019	847,200	127,080	974,280	01.01.2018 to 01.01.2020
25	Khatungonj Branch	Jan to May-2019	91,575	13,736	105,311	01.06.2016 to 31.05.2019
		June to December -2019	148,995	22,349	171,344	01.06.2019 to 31.05.2022
		Total Rent of Khatungong	***240,570***	***36,086***	***276,656***	
26	Comilla Branch	Jan to Dec-2019	156,768	23,515	180,283	01.04.2017 to 31.03.2020
27	Feni Branch.	Jan to Dec-2019	75,792	11,369	87,161	01.02.2017 to 31.01.2020
28	Rajshahi Branch	Jan to Dec-2019	216,000	32,400	248,400	01.03.2017 to 28.02.2020
29	Pabna Branch	Jan to Dec-2019	96,000	14,400	110,400	01.06.2016 to 31.05.2021
30	Naogaon Branch	Jan to Dec - 2019	75,792	11,369	87,161	01.04.2017 to 31.03.2020
31	Bogura Branch	Jan to Dec - 2019	101,052	15,158	116,210	01.03.2018 to 28.02.2020
32	Kushtia Branch	Jan to Aug-2019	140,000	21,000	161,000	01.09.2016 to 31.08.2019
		Sept. to Decem-2019	84,000	12,600	96,600	01.09.2019 to 31.08.2022
		Total Rent of Kushtia	***224,000***	***33,600***	***257,600***	
33	Khulna Branch	Jan to Dec - 2019	232,848	34,927	267,775	01.01.2017 to 01.01.2020
34	Satkhira Branch	Jan to March - 2019	28,422	4,263	32,685	01.04.2017 to 31.03.2019
		April to December 2019	85,266	12,790	98,056	01.04.2019 to 31.03.2021
		Total Rent of Satkhira	***113,688***	***17,053***	***130,741***	
35	Jessore Branch	Jan to April-2019	52,704	7,906	60,610	01.05.2016 to 30.04.2019
		May to Dce - 2019	117,120	17,568	134,688	01.05.2019 to 30.04.2021
		Total Rent of Jessore	***169,824***	***25,474***	***195,298***	
36	Chuadanga Branch	Jan to Dec - 2019	151,584	22,738	174,322	01.01.2018 to 31.12.2022
37	Barisal Branch	Jan to Dec - 2019	192,000	28,800	220,800	01.02.2016 to 31.01.2020
38	Sylhet Branch	Jan to Dec - 2019	176,844	26,527	203,371	08.04.2018 to 31.03.2020
39	Dinajpur Branch	Jan to Dec - 2019	104,400	15,660	120,060	01.06.2018 to 31.05.2021
40	Thakurgaon Branch	Jan to Dec - 2019	63,000	9,450	72,450	01.01.2020 to 31.12.2021
41	Rangpur Branch	Jan to Dec - 2019	185,976	27,896	213,872	01.02.2019 to 01.01.2022
42	Mymensingh Branch	Jan to Dec-2019	138,948	20,842	159,790	01.04.2017 to 31.03.2021
43	Jamalpur Branch	Jan to Dec-2019	72,000	10,800	82,800	01.02.2016 to 30.11.2021
		Total:	***15,891,308***	***2,383,696***	***18,275,004***	

KIBRIA & CO.
DHAKA
CHARTERED ACCOUNTANTS

CONTINENTAL INSURANCE COMPANY LIMITED

Compliance of International Accounting Standards (IAS) and and International Financial Reporting Standards (IFRS)

SL NO.	NAMES OF THE IAS	Standard #	STATUS
	IAS		
01	Presentation of Financial Statements	1	Applied
02	Inventories	2	Applied
03	Cash Flow Statements	7	Applied
04	Accounting policies, Changes in Accounting estimates & Errors	8	Applied
05	Events after the Balance Sheet Date	10	Applied
07	Income Taxes	12	Applied
08	Property Plant Equipment	16	Applied
10	Revenue [Should be removed - no longer applicable]	18	Applied
11	Employees Benefits	19	Applied
14	Borrowing Costs	23	Applied
15	Related Party Disclosure	24	Applied
16	Accounting And Reporting And Retirement Benefits Plan	26	Applied
17	Consolidated And Separate Financial Statements	27	Applied
20	Financial Instruments:Presentation	32	Applied
21	Earning Per Share	33	Applied
23	Impairment Of Assets	36	Applied
24	Provisions, Contingent Liabilities And Contingent Assets	37	Applied
26	Financial instruments: Recognition and Measurement	39	Applied
	IFRS		
27	Insurance Contracts	4	Applied
28	Leases	16	Applied

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS