PRIVATE AND CONFIDENTIAL

CONTINENTAL INSURANCE LIMITED

Advanced Noorani Tower (13th Floor) 1 Mohakhali C/A Dhaka-1212, Bangladesh

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Financial Statements & Auditor's Repo

G. KIBRIA & CO.
CHARTERED ACCOUNTANTS

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DHAKA-1000, BANGLADESH

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CONTINENTAL INSURANCE LIMITED

Advanced Noorani Tower (13th Floor) 1 Mohakhali C/A Dhaka-1212, Bangladesh

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Financial Statements & Auditor's Report
For the year ended December 31, 2020

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 2020, 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, except for the matters discussed in the *Basis for Qualified Opinion* section of this report, the accompanying financial statements present fairly, in all material respects, the financial position of the company as of 31 December 2020, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

Basis for Qualified Opinion

1. There Company did not consider Deferred Tax Gain of BDT 8,57,644 when calculating Earnings Per Share (EPS) resulting in a clerical error. Without this error, the EPS would increase from BDT 1.29 to BDT 1.31.

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.

Emphasis of Matter

We draw attention to Note 11.01 of the financial statements, which describes matters related to implementation of investment policy for non-life insurance companies as issued by the IDRA. Our opinion is not modified in respect of this matter.

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 569,660,438 for the ended 31 December 2020 (Taka 524,141,174 for the year ended 31 December 2019). 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 Note 18 and Annexure- C to the financial statements.	

KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

Audit Ref# GKC/20-21/A/248

Key Audit Matter	How our audit addressed the key audit matters
IMPLEMENTATION OF IFRS 16 LEASES	
With reference 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 Company reported a Right of Use Asset and Lease Liability worth BDT 16,462,861 on the Statement of Financial Position.	We obtained an understanding of the management's process for implementing IFRS 16 Leases, including financial 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 the contracts 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 contracts selected for testing; ► Assessed the disclosures within the financial statements.
Details of IFRS 16 Leases have been included in Note 16 to 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	
This amount represents the claim due or intimated from the insured and involves significant judgment and risk of understatement. As at December 31, 2020, the reported balance under the head of estimated liability in respect of outstanding claims whether due or intimated was Taka 14,803,901 and Claims paid in the year ended December 31, 2020 was Taka 24,557,634 (outstanding claims as at December 31, 2019 was Taka 7,441,236 and claims paid for the year ended December 31, 2019 was Taka 95,233,276). 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.	

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

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

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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

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

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

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, the Securities and Exchange Rules 1987 and relevant notifications 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 required by law have been kept by the Company so far as it appeared from our examinations of those books;

c) The Company management has followed relevant provisions of laws and rules in managing the affairs of the Company and proper books of accounts, records and other statutory books have been properly maintained and (where applicable) proper returns adequate for the purposes of our audit have been received from branches not visited by us;

d) As per section 63(2) of the Insurance Act 2010, in our opinion to the best of our knowledge and belief an according to the information and explanation given to us, all expenses of management wherever incurred and whether incurred directly or indirectly, in respect of insurance business of the company transacted in Bangladesh during the year under report have been duly debited to the related Revenue Accounts and the Statement of Comprehensive Income of the Company;

e) We report that to the best of our information and as shown by its books, the company during the year under report has not paid any person any commission in any form, outside Bangladesh in respect of any its business re-insured abroad;

f) The Statement of Financial Position, 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 in agreement with the books of account and returns; and

g) The expenditure was incurred for the purpose of the Company's business.

Date: Dhaka, 12th April, 2021

A.K. Gulam Kibria, FCA (#392)
Engagement Partner
G. KIBRIA & CO., *Chartered Accountants*
DVC: 2104270392AS833072

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

CONTINENTAL INSURANCE LIMITED

STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2020

CAPITAL & LIABILITES	NOTES	2020 (Taka)		2019 (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:					
4,00,05,107 / ordinary Shares of Tk. 10 Each	3.02		400,051,070		381,001,020
Share Premium			45,375,000		45,375,000
RESERVED OR CONTINGENCY ACCOUNT:	4.00		348,419,480		321,528,720
Profit & Loss Appropration Account		42,898,131		39,921,573	
General Reserve		5,000,000		5,000,000	
Share Fluctuation Fund		8,288,246		8,288,246	
Reserve for exceptional losses		276,064,160		258,064,160	
Reserve for Fair Value of share		(14,141,390)		(20,055,592)	
Reserve on Disposal of building		30,310,334		30,310,334	
BALANCE OF FUNDS & ACCOUNTS:	5.00		130,966,319		99,456,479
Fire Insurance Business Account		33,423,135		36,069,996	
Marine Insurance Business Account		67,175,723		36,741,335	
Motor Insurance Business Account		23,274,519		21,774,599	
Misc. Insurance Business Account		7,092,942		4,870,549	
DEPOSIT PREMIUM	6.00		12,511,235		1,642,057
LIABILITY & PROVISIONS:			16,355,502		9,364,091
Estimated liabilities in respect of outstanding claims whether due or intimated	7.00	14,803,901		7,441,236	
Amount due to other persons or bodies carrying on insurance business	8.00	1,551,601		1,922,855	
SUNDRY CREDITORS	9.00		172,345,393		212,741,781
Lease Liability	16.00		16,462,861		23,743,268
Deferred Tax	10.00		2,657,923		3,515,567
Total:			1,145,144,784		1,098,367,983
Net Assets Value Per Share -Restated	22.00		19.84		18.70

PROPERTY & ASSETS	NOTES	2020 (Taka)		2019 (Taka)	
INVESTMENT:	11.00		62,857,987		57,578,714
Government Treasury Bond	11.01	25,000,000		25,558,587	
Investment in Shares	11.02	37,857,987		32,020,127	
Interest, Dividend & Rent (Accrued but not due)			9,061,134		12,109,017
AMOUNT DUE FROM OTHER PERSONS OR BODIES CARRYING ON INSURANCE BUSINESS	12.00		164,971,368		180,223,193
SUNDRY DEBTORS	13.00		289,066,953		239,816,849
CASH IN HAND & BANK:	14.00		481,243,518		455,523,029
Fixed Deposit with Banks	14.01	396,000,000		390,000,000	
Currents & STD Account with Banks		71,653,637		49,639,300	
CASH in hand		11,664,755		13,543,350	
Stamp in hand		1,925,126		2,340,379	
OTHER ACCOUNTS:			137,943,824		153,117,181
Fixed Assets (at cost less Depreciation)	15.00	120,804,880		128,480,955	
Stock of Printing Materials at cost		676,083		892,959	
Right-of-Use Asset	16.00	16,462,861		23,743,267	
Total:			1,145,144,784		1,098,367,983
			19.84		18.70

The annexed notes form an integral part of these Financial Statements

Signed as per our separate report of even date.

Dated: Dhaka
12 April 2021

(A.K.M. Azizur Rahman)
Chairman

(Imtiaz Bin Musa)
Vice-Chairman

(K.M Alamgir)
Director

(Hasan Tarek)
Chief Executive Officer (C.C)

G.KIBRIA & CO.
Chartered Accountants
DVC: 2104278392AS833072

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

Ref: GKC/A/20-21/248

CONTINENTAL INSURANCE LIMITED

STAATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended December 31, 2020

Particulars	Notes	2020 (Taka)	2019 (Taka)	Particulars	Notes	2020 (Taka)	2019 (Taka)
Management Expenses (Not applicable to any Fund or Account)		5,023,202	5,988,066	**Interest, Dividend & Rents:**			
Advertisement & publicity		373,202	1,318,066	**(Not applicable to any particular Fund or Account)**		24,401,953	75,134,051
Incentive Bonus		4,500,000	4,500,000	Interest Received	17.01	22,866,043	26,891,114
Employees Special benefit		150,000	170,000	Dividend Income	17.02	779,537	1,046,154
				Gain from share trade	17.03	756,373	881,303
Depreciation/ Loss of Investment		7,905,594	8,520,265	Gain from sale of Car sale	17.04	-	1,979,008
				Gain from disposal of building	17.05	-	44,336,472
Other Expenses		22,547,859	24,399,915	**Revenue Profit**		92,874,052	52,280,964
Directors Fee	19.00	1,091,200	1,272,000	Fire Reveue Account		18,566,568	(4,228,053)
Director TA		103,600	518,000	Marine Revenue Account		68,386,490	42,055,753
Registration & Renewal Fees		602,764	713,670	Marine Hull Revenue Account		(9,819,060)	(2,828,281)
Donation & Subscription		1,027,680	2,017,852	Motor Revenue Account		13,745,566	31,535,825
Legal & Professional Fees		621,001	425,250	Miscellaneous revenue Account		1,994,488	(14,254,280)
Rates, Taxes & Levies		100,000	562874				
Company Contribution to P.F.		3,628,411	2,989,311				
Paid to Gratuity Fund		4,000,000	2,800,000				
Interest Expenses		7,283,235	13,100,958				
WPPF		4,089,968	-				
Total Expenses		35,476,655	38,908,246				
Balance for the year Carried to Profit & Loss App.		81,799,350	88,506,769				
TOTAL		**117,276,005**	**127,415,015**	**TOTAL**		**117,276,005**	**127,415,015**

PROFIT AND LOSS APPROPRIATION ACCOUNT

For the year ended December 31, 2020

Particulars	Notes	2020 (Taka)	2019 (Taka)	Particulars	Notes	2020 (Taka)	2019 (Taka)
Reserve for exceptional losses		18,000,000	10,000,000	Balance broughtforward from last year		39,921,573	42,592,581
Provision for the Taxation		23,580,335	13,512,772	Net Profit for the year brought down		81,799,350	88,506,769
Deferred Tax	10.00	(857,644)	1,068,860				
Dividend (for the year 2019 & 2018respectively)		38,100,102	36,285,812				
Reserve from Disposal of building		-	30,310,334				
Balance available		42,898,131	39,921,573				
Total:		**121,720,923**	**131,099,351**	**Total:**		**121,720,923**	**131,099,350**
EPS-Restated (Note 21)		1.29	1.75				

The annexed notes form an integral part of these Financial Statements

Dated: Dhaka
12 April 2021

(A.K.M. Azizur Rahman)
Chairman

(Imtiaz Bin Musa)
Vice-Chairman

(K.M Alamgir)
Director

(Hasan Tarek)
Chief Executive Officer (C.C)

G.KIBRIA & CO.
Chartered Accountants
DVC: 2104270392AS833072

KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

Ref: GKC/A/20-21/248

CONTINENTAL INSURANCE LIMITED

CONSOLIDATED REVENUE ACCOUNT

FOR THE YEAR ENDED DECEMBER 31, 2019

Particulars	2020 (Taka)	2019 (Taka)	Particulars	2020 (Taka)	2019 (Taka)
Claims under policy less Re-Insurance:	31,920,299	93,203,177	Balance of Account at the beginning of the year: Reserve for Unexpired Risks	99,456,480	130,207,373
Paid during the year	24,557,634	95,233,276			
Add: Total estimated liabilities in respect of outstanding claim at the end of the year	14,803,901	7,441,236	Premium Less Re-Insurance	321,486,454	247,724,949
Less: Outstanding claim at the end of the previous year	(7,441,236)	(9,471,335)	Commission on Re- Insurance Ceded	49,054,131	65,173,370
Expenses of Management (Note-20.00)	136,425,370	131,043,954			
Agency Commission	77,811,025	67,121,117			
Profit transfered to Profit & Loss account	**92,874,052**	**52,280,964**			
Balance of account at the end of the year as shown in the Balance Sheet	130,966,319	99,456,480			
TOTAL	**469,997,065**	**443,105,692**	**TOTAL**	**469,997,065**	**443,105,692**

The annexed notes form an integral part of these Financial Statements

Signed as per our separate report of even date

Dated: Dhaka
12 April 2021

(A.K.M. Azizur Rahman)
Chairman

(Imtiaz Bin Musa)
Vice-Chairman

(K.M Alamgir)
Director

(Hasan Tarek)
Chief Executive Officer (C.C)

G. KIBRIA & CO.
Chartered Accountants
DVC: 2104270392AS833072

KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

Ref. GKC/A/20-21/248

CONTINENTAL INSURANCE LIMITED

FIRE BUSINESS REVENUE ACCOUNT

FOR THE YEAR ENDED DECEMBER 31, 2020

Particulars	2020 (Taka)	2019 (Taka)	Particulars	2020 (Taka)	2019 (Taka)
Claims under policy less Re-Insurance:	5,947,214	68,594,743	Balance of Account at the beginning of the year: Reserve for Unexpired risks	36,069,996	62,479,891
Paid during the year	3,812,048	70,828,334			
Add: Total estimated liabilities in respect of outstanding claims at the end of the year whether due or intimated	4,413,931	2,278,765	Premium Less Re-Insurance	83,557,837	90,174,990
			Commission on Re- Insurance Ceded	25,797,958	45,236,576
Less:Outstanding claim at the end of the previous year	(2,278,765)	(4,512,356)			
Expenses of Management	56,556,678	64,407,025			
Agency Commission	30,932,196	33,047,746			
Profit transfered to Profit & Loss account	**18,566,568**	**(4,228,053)**			
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	33,423,135	36,069,996			
TOTAL	**145,425,791**	**197,891,457**	**TOTAL**	**145,425,791**	**197,891,457**

The annexed notes form an integral part of these Financial Statements

Signed as per our separate report of even date

Dated: Dhaka
12 April 2021

(A.K.M. Azizur Rahman)	(Imtiaz Bin Musa)	(K.M Alamgir)	(Hasan Tarek)	G. KIBRIA & CO.
Chairman	Vice-Chairman	Director	Chief Executive Officer (C.C)	Chartered Accountants
				DVC: 2104270392AS833072

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

Ref: GKC/A/20-21/248

CONTINENTAL INSURANCE LIMITED

MOTOR BUSINESS REVENUE ACCOUNT

FOR THE YEAR ENDED DECEMBER 31, 2020

Particulars	2020 (Taka)	2019 (Taka)	Particulars	2020 (Taka)	2019 (Taka)
Claims under policy less Re-Insurance:	16,739,949	8,435,607	Balance of Account at the beginning of the year: Reserve for Unexpired risks	21,774,599	31,691,792
Paid during the year	15,675,345	7,316,802			
Total estimated liabilities in respect of outstanding claim at the end of the year whether due or intimated	3,195,767	2,131,163	Premium Less Re-Insurance	58,186,297	54,436,497
			Commission on Re- Insurance Ceded	15,920	-
Less:Outstanding claim at the end of the previous year	(2,131,163)	(1,012,358)			
Expenses of Management	17,693,452	16,256,677			
Agency Commission	8,523,330	8,125,581			
Profit transfered to Profit & Loss account	**13,745,566**	**31,535,825**			
Balance of account at the end of the year as shown in the Balance Sheet: Reserve for Unexpire risks, being 40% of the Motor premium income of the year	23,274,519	21,774,599			
TOTAL	**79,976,816**	**86,128,289**	**TOTAL**	**79,976,816**	**86,128,289**

The annexed notes form an integral part of these Financial Statements

Dated: Dhaka
12 April 2021

(A.K.M. Azizur Rahman)
Chairman

(Imtiaz Bin Musa)
Vice-Chairman

(K.M Alamgir)
Director

(Hasan Tarek)
Chief Executive Officer (C.C)

G. KIBRIA & CO.
Chartered Accountants
DVC: 2104270392AS833072

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

Ref: GKC/A/20-21/248

CONTINENTAL INSURANCE LIMITED

MARINE BUSIENSS REVENUE ACCOUNT

FOR THE YEAR ENDED DECEMBER 31, 2020

Particulars	CARGO	HULL	2020 TAKA	2019 TAKA	Particulars	CARGO	HULL	2020 TAKA	2019 TAKA
Claims under policy less Re-Insurance:	4,128,786	3,801,902	7,930,688	1,925,133	Balance of Account at the beginning of the year:	36,130,503	610,833	36,741,336	31,878,020
Paid during the year	3,171,519	1,008,889	4,180,408	1,109,574	Reserve for Unexpired risks				
Total estimated liabilities in respect of outstanding claim at the end of the year whether due or intimated	2,180,324	3,913,879	6,094,203	2,343,923	Premium Less Re-Insurance	158,057,071	3,952,895	162,009,966	90,937,090
					Commission on Re- Insurance Ceded	16,624,631	2,798,795	19,423,426	13,532,922
Less:Outstanding claim at the end of the previous year	(1,223,057)	(1,120,866)	(2,343,923)	(1,528,364)					
Expenses of Management	42,523,764	6,773,258	49,297,022	34,800,091					
Agency Commission	32,550,336	2,653,528	35,203,864	23,654,000					
Profit transfered to Profit & Loss account	**68,386,490**	**(9,819,060)**	**58,567,431**	**39,227,472**					
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	63,222,828	3,952,895	67,175,723	36,741,336					
TOTAL	**210,812,205**	**7,362,523**	**218,174,728**	**136,348,032**	**TOTAL**	**210,812,205**	**7,362,523**	**218,174,728**	**136,348,032**

The annexed notes form an integral part of these Financial Statements

Signed as per our separate report of even date

Dated: Dhaka
12 April 2021

(A.K.M. Azizur Rahman)
Chairman

(Imtiaz Bin Musa)
Vice-Chairman

(K.M Alamgir)
Director

(Hasan Tarek)
Chief Executive Officer (C.C)

G. KIBRIA & CO.
Chartered Accountants
DVC: 2104270392AS833072

Ref: GKC/A/20-21/248

CONTINENTAL INSURANCE LIMITED

MISCELLANEOUS BUSINESS REVENUE ACCOUNT

FOR THE YEAR DECEMBER 31, 2020

Particulars	2020 (Taka)	2019 (Taka)	Particulars	2020 (Taka)	2019 (Taka)
Claims under policy less Re-Insurance:	1,302,448	14,247,694	Balance of Account at the beginning of the year: Reserve for Unexpired risks	4,870,549	4,157,670
Paid during the year	889,833	15,978,566			
Total estimated liabilities in respect of outstanding claims at the end of the year whether due or intimated	1,100,000	687,385	Premium Less Re-Insurance	17,732,354	12,176,372
			Commission on Re- Insurance Ceded	3,816,827	6,403,872
Less:Outstanding claim at the end of the previous year	(687,385)	(2,418,257)			
Expenses of Management	12,878,218	15,580,161			
Agency Commission	3,151,635	2,293,790			
Profit transfered to Profit & Loss account	**1,994,488**	**(14,254,280)**			
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	7,092,942	4,870,549			
TOTAL	**26,419,730**	**22,737,914**	**TOTAL**	**26,419,730**	**22,737,914**

The annexed notes form an integral part of these Financial Statements

Dated: Dhaka
12 April 2021

(A.K.M. Azizur Rahman)
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CONTINENTAL INSURANCE LIMITED

STATEMENT OF CASH FLOWS

As on December 31, 2020

	Particulars	Amount (Taka) 2020	Amount (Taka) 2019
A.	**CASH FLOW FROM OPERATING ACTIVITIES:**		
	Collection from Premium & other Income	385,879,205	327,937,755
	Management Expenses	(215,218,721)	(197,837,596)
	Claims	(31,920,299)	(93,203,177)
	Agency Commission	(77,811,025)	(67,121,117)
	Income Tax Paid or Deducted	(14,577,762)	(17,566,217)
	Net Cash Inflow from operating activities	**46,351,398**	**(47,790,352)**
B.	**CASH FLOW FROM INVESTING ACTIVITIES:**		
	Purchases of Fixed Assets	(229,519)	(8,692,060)
	Sale of Motor Vehicle	-	2,702,306
	Sale of building	-	48,751,000
	Net Cash used in Investing activities	**(229,519)**	**42,761,246**
C	**Cash flow from financing activities:**		
	Dividend Paid	(20,401,390)	(17,285,049)
	Net Cash Outflow from Financing Activities	**(20,401,390)**	**(17,285,049)**
D	**Net Increase / Decrease in cash flow (A+B+C)**	**25,720,489**	**(22,314,155)**
E	**Opening Cash & Cash Equivalent**	455,523,029	**477,837,185**
F	**Closing Cash & Cash Equivalent (D+E)**	**481,243,518**	**455,523,030**

Net Operating Cash Flow Per Share -Restated (Note:23.00)	**1.16**	**(1.19)**

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

(Hasan Tarek)
Chief Executive Officer (C.C)

Dated: Dhaka
12th April, 2021

G.KIBRIA & CO.
Chartered Accountants
DVC: 2104270392AS833072

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

Ref: GKC/A/20-21/248

CONTINENTAL INSURANCE LIMITED

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

For the year ended 31 December 2020

Particulars	Share Capital	Share Premium	Reserve for Exceptional Losses	General Reserve	Share fluctuation Fund	Reserve for Fair Value of Shares	Reserve for disposal of building	Profit & Loss Appropriation Account	Total Taka
Balance at 1 January 2019	381,001,020	45,375,000	258,064,160	5,000,000	8,288,246	(20,055,592)	30,310,334	39,921,573	747,904,741
Profit after tax for the year 2020	-	-	-	-	-	-	-	59,076,660	59,076,660
Dividend paid	19,050,050	-	-	-	-	-	-	(38,100,102)	(19,050,052)
Reserve for Fair Value of Shares	-	-	-	-	-	5,914,202	-	-	5,914,202
Appropriation made during the year	-	-	18,000,000	-	-	-	-	(18,000,000)	-
Balance at 31 December 2020	400,051,070	45,375,000	276,064,160	5,000,000	8,288,246	(14,141,390)	30,310,334	42,898,131	793,845,551

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 for 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)	30,310,334	42,592,581	709,573,893
Profit after tax for the year 2019								73,925,138	73,925,138
Dividend paid	18,142,892							(36,285,812)	(18,142,920)
Reserve for Fair Value of Shares						(17,451,370)			(17,451,370)
Appropriation made during the year			10,000,000					(10,000,000)	
Reserve for disposal of building							30,310,334	(30,310,334)	
Balance at 31 December 2019	381,001,020	45,375,000	258,064,160	5,000,000	8,288,246	(20,055,592)	30,310,334	39,921,573	747,904,741

Dated: Dhaka
12 April 2021

(A.K.M. Azizur Rahman)
Chairman

(Imtiaz Bin Musa)
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(K.M Alamgir)
Director

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G. KIBRIA & CO.
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G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

Ref: GKC/A/20-21/248

CONTINENTAL INSURANCE LTD.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

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 2019 and 1st & 2nd quarter 2020.

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:

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

Category of Assets	Rate of Depreciation
Furniture & Fixture	10%
Office Decoration	10%
Buildings	10%
Office Equipment	15%
Electrical Equipment	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, 2020 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.

Provision for income tax has been made @ 37.5% as per Income Tax Ordinance 1984 and subsequent ammendments made thereto and Finance Act 2020 of the profit made by the Company considering taxable add-back of income and disallowance of expenditure. A reconciliation between tax expense and the product fo accounting profit multiplied by applicable tax rate is provided in Note-9.02 to the financial statements in line with paragraph 81 (c) of IAS 12.

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). 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:**

The Company set aside 5.6% if the net premium income (Tk 1,80,00,000/-) of the year as Reserve for Exceptional Losses to cover the liabilities for Insurance claims and other unforeseen losses. This is in line with Paragraph 6 of Fourth Schedule of Income Tax Ordinance 1984.

2.13 **Revenue, Claims and and Expense Recognition:**

1. Premium Income

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. Premium income is recognzied in the year in which the policy is issued. Re-insurance premium are deducted from the gross premium to present the net premium income from insurance business.

2. Re-insurance Commission

Re-insurance commission are recognized as revenue over the period in which the related services are performed.

3. Interest and Dividend Income

Interest on FDR, STD Accounts and Dividend Income has been duly credited to the Statement of Profit or Loss and Comprehensive Income.

4. Gross Benefit & Claims

General insurance and health claims include all claims during the year paid outstanding at the reporting along with related claims handling costs that are directly related to the processing and settlement of claims, a reduction for the value of salvage and other recoveries, and any adjustments to claims outstanding from previous years.

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

5. Reinsurance Claims

Reinsurance Claims are recognized when the related gross insurance claim is recognized when the related gross insurance claims is recognized

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, Gratuity 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

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, recognizes Right-of-use (ROU) asset representing its right to use underlying leased assets and corresponding lease liability representing its obligation to make lease payments for office 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 beginning 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 Account as Depreciation and Finance charges. Details of rental expenses are included in Note 21.

2.19 Use of Estimates and Judgements

The preparation of financial statements require management to make judgements, 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 on-going basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised in any future periods effected.

2.20 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 IAS-24: Related Party Disclosures. All transactions involving relating 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 are provided below:

Name of the related Parties	Relationship	Nature of Transaction	Premium	Outstanding	Claim
Anika International	Director	Insurance Business	1,234,610		560,000
Khansons Textile Ltd	Director	Insurance Business	68,050		
Khansons Holdings Ltd	Director	Insurance Business	96,000		
Khansons Lines Ltd	Director	Insurance Business	57,037		
Promozen Shipping Lines	Director	Insurance Business	2,817,068		235,000
Bahadurpur Shipping Lines	Director	Insurance Business	1,403,124		
Lira Polymer Industries Ltd	Director	Insurance Business	2,925,990		
Lira Industrial Enterprise Ltd	Director	Insurance Business	7,209,739		101,800
Lira Doors Ltd	Director	Insurance Business	2,560,404		109,500
Total Taka.			18,372,022	-	1,006,300

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

	As at 31-Dec-20 BDT (TAKA)	As at 31-Dec-19 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:	400,051,070	~~362,858,120~~ 381,001,020

Category of Shareholders:

Particulars	No. of Shareholders	% of holding	2020	2019
Sponsor shareholders	12,906,119	32.26%	129,061,190	106,148,320
Public Shareholders	21,828,168	54.56%	218,281,680	190,365,160
Institution Shareholders	5,270,820	13.18%	52,708,200	84,487,540
Total:	**40,005,107**	**100.00%**	**400,051,070**	**381,001,020**

Classification of shareholders as per their holdings as on December 31, 2020

(A) Sponsor's Shareholdings

Class Interval	No. of shares	No of shareholder	% of Total holding	% of Total paid up capital
100000-500000	39,044	1	0.30%	0.10%
500001-1000000	7,769,586	9	60.20%	19.42%
1000001-1500000	3,587,516	3	27.80%	8.97%
1500001-2000000	1,509,973	1	11.70%	3.77%
Total	**12,906,119**	**14**	**100.00%**	**32.26%**

(B) Public Shareholdings

Class Interval	No. of shares	No of shareholder	% of Total holding	% of Total paid up capital
001-5000	4,764,059	4,101	21.83%	11.91%
5001-10000	3,260,258	433	14.94%	8.15%
10001-50000	7,456,694	364	34.16%	18.64%
50001-100000	2,268,382	31	10.39%	5.67%
100001-1200000	4,078,775	14	18.69%	10.20%
Total	**21,828,168**	**4,943**	**100.00%**	**54.56%**

(C) Institutional Shareholdings

Class Interval	No. of shares	No of shareholder	% of Total holding	% of Total paid up capital
001-5,000	209,911	120	3.98%	0.52%
5,001-10,000	277,618	39	5.27%	0.69%
10,001-50,000	1,658,167	68	31.46%	4.14%
50,001-00,000	1,347,973	19	25.57%	3.37%
100,001-400,000	1,319,151	7	25.03%	3.30%
400,001-3,000,000	458,000	1	8.69%	1.14%
Total	**5,270,820**	**254**	**100.00%**	**13.18%**
Grand Total	**40,005,107**	**5,211**		

.00 RESERVE FOR CONTINGENT ACCOUNT:

		As at 31-Dec-20	As at 31-Dec-19
RESERVE FOR CONTINGENT ACCOUNT:		**348,419,480**	**321,528,720**
A. Profit & Loss Appropriation account: (Undistributed profit upto Balance Sheet date)		42,898,131	39,921,572
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	276,064,160	258,064,160
E..Fair Value Adjsutment		(14,141,390)	(20,055,592)
E..Reserve on Disposal of building		30,310,334	30,310,334
Total Reserve for Contingent Account		**348,419,480**	**321,528,720**

4.01 Reserve for Exceptional Loss

Opening Balance	258,064,160	248,064,160
Add: Reserve during the year:	18,000,000	10,000,000
Total Reserve for Exceptional Loss	**276,064,160**	**258,064,160**

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

5.00	**BALANCE OF FUND & ACCOUNT:**	**130,966,319**	**99,456,479**
	Fire insurance business account	33,423,135	36,069,996
	Marine insurance business account	67,175,723	36,741,336
	Motor insurance business account	23,274,519	21,774,599
	Misc. insurance business account	7,092,942	4,870,549
	Total Balance of Fund	**130,966,319**	**99,456,479**

6.00	**DEPOSIT PREMIUM:**	**12,511,235**	**1,642,057**

The above balance represents the premium and stamp duty received against cover notes for which policies have not yet been issued within December 31, 2020.

7.00	**ESTIMATED LIABILITIES IN RESPECT OF OUTSTANDING CLAIMS WHETHER DUE OR INTIMATED:**	**14,803,901**	**7,441,236**
	Fire Insurance Business	4,413,931	2,278,765
	Marine Insurance Business	6,094,203	2,343,923
	Motor Insurance Business	3,195,767	2,131,163
	Miscellaneous Business	1,100,000	687,385
	Total Outstanding Claims due or Intimated	**14,803,901**	**7,441,236**

8.00	**AMOUNT DUE TO OTHER PERSON OR BODIES CARRYING ON INSURANCE BUSINESS:**	**1,551,601**	**1,922,855**
	Opening balance	1,922,855	4,151,089
	Additions during the year:	-	-
	Paid during the year:	(371,254)	(2,228,234)
	Total Amount due to other bodies carrying on Insurance Business	**1,551,601**	**1,922,855**

9.00	**SUNDRY CREDITORS**		**172,345,393**	**212,741,781**
	VAT on Insurance Premium		4,862,526	4,594,172
	Audit fees Payable		1,055,750	926,500
	Income Tax deduction at source		476,347	833,093
	VAT Deduction at Source		254,887	1,319,507
	Providend Fund Payable		2,658,539	1,300,798
	Cash Credit Facilities	Note-9.01	25,465,244	90,523,706
	Unclaimed Dividend		1,005,760	2,357,098
	Income tax Payable	Note-9.02	97,084,279	79,832,922
	Gratuity Payable		4,123,883	4,682,383
	WPPF		24,220,385	20,130,417
	Received against Car Purchase Scheme		1,788,515	1,741,186
	Provision for Incentive bonus		4,500,000	4,500,000
	Provision for Agency Commission		4,849,278	-
	Total Sundry Creditors		**172,345,393**	**212,741,781**

9.01	**Cash Credit Facilities**			
	Name of the Bank	**A/C No.**		
	NCC Bank ,Moghbazar Branch,Dhaka	A/C. 0011-0120011779	25,465,244	42,217,632
	NCC Bank ,Moghbazar Branch,Dhaka	A/C. 0011-0120013697	-	48,306,074
	Total Cash Credit Facilities		**25,465,244**	**90,523,706**

9.02	**Income Tax Payable**		
	Net Profit before Tax	81,799,350	88,506,770
	Less:	(19,535,910)	(58,465,779)
	Reserve for exceptional losses	18,000,000	10,000,000
	Interest from Government Treasury Bond	-	2,201,850
	Gain from Share trade	756,373	881,303
	Dividend income	779,537	1,046,154
	Gain from sale of Car	-	-
	Gain from Disposal of building	-	44,336,472
	Taxable Business Income	62,263,440	30,040,991
	Tax Rate	37.50%	37.50%
	Corporate Tax on Business Income [A]	**23,348,790**	**11,265,371**

G. KIBRIA & CO. ★ DHAKA ★ CHARTERED ACCOUNTANTS

Corporate Tax on Other Source of Income [B]	**231,545**	**2,247,401**
Tax against Dividend (20%)	155,907	209,231
Tax on Share Trade (10%)	75,637	88,130
Tax on gain on Sale of Car (15%)	-	-
Tax on Disposal of building	-	1,950,040
Total Provision for Corporate Tax for the year [A+B]	**23,580,335**	**13,512,773**
Income Tax Payable:		
Opening Balance	79,832,922	71,755,745
Add: Provision for Taxation for the year	23,580,335	13,512,773
Less: Paid during the year U/S 74	(6,328,977)	(5,435,596)
Less: Payment of Advance Income Tax U/S-64	-	-
Total Tax Payable	**97,084,279**	**79,832,922**

10.00 DEFERRED TAXES — **2,657,923** — **3,515,567**

Written down value of Fixed Assets as per balance sheet	120,804,880	128,480,954
Written down value of Fixed Assets as per tax base	(113,717,085)	(119,106,109)
Taxable temporary difference	7,087,795	9,374,845
Tax Rate	37.50%	37.50%
Current year Deferred tax liabilities	**2,657,923**	**3,515,567**
Less: Opening Deferred tax liabilities	(3,515,567)	(2,446,707)
Deferred tax adjustment	**(857,644)**	**1,068,860**

11.00 INVESTMENTS — **62,857,987** — **63,416,574**

11.01 GOVERNMENT TREASURY BOND — **25,000,000** — **25,558,587**

This represents the value of Government Treasury Bond lying with Bangladesh Bank as statutory deposit required section-7(1) of Insurance Act-1938. The Company is currently working towards updating their Investment Policy and restructuring their investments to bring them in line with SRO No. 353-law/ 2019 dated 14 November 2019 issued by the IDRA.

11.02 INVESTMENT IN SHARE — **37,857,987** — **37,857,987**

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

12.00 AMOUNT DUE FROM OTHER PERSON OR BODIES CARRYING ON INSURANCE BUSINESS: — **164,971,368** — **180,223,193**

Opening balance	180,223,193	165,239,039
Less: Adjustment during the year	(15,251,825)	(44,902,707)
Add. During the year	-	59,886,861
Total Balance due from Other Insurance Bodies	**164,971,368**	**180,223,193**

13.00 SUNDRY DEBTORS — **289,066,953** — **239,816,849**

Advance Salary		8,267,819	8,151,224
Advance Office Rent	Note 13.01	10,967,866	10,994,242
Advance against Expenses		46,188,003	51,413,383
Advance Income Tax		48,539,135	33,961,369
Security Deposit		1,196,122	3,522,664
Premium against Hull Business & Bank Guarantee		119,823,521	116,773,967
Advance against Floor Purchases		30,000,000	15,000,000
Advance against office decoration		24,084,487	-
Total Sundry Debtors		**289,066,953**	**239,816,849**

13.01 Advance Rent — **10,967,866** — **10,994,242**

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	10,994,242	11,216,096
Add: Advance paid during the year	890,159	708,000
Less: Adjustment during the year	(916,535)	(929,854)
Total Advance Rent	**10,967,866**	**10,994,242**

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

14.00 CASH AND CASH EQUIVALENTS

		481,243,518	455,523,029
Fixed Deposit Receipts	Note 14.01	396,000,000	390,000,000
Current & STD Accounts		71,653,637	49,639,300
Cash in hand		11,664,755	13,543,350
Stamp in hand		1,925,126	2,340,379
Total Cash and Cash Equivalents		**481,243,518**	**455,523,029**

14.01 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.	14,800,000	11,300,000
Bangladesh Commerce Bank Ltd.	3,700,000	3,700,000
Bangladesh Development Bank Ltd.	2,000,000	2,000,000
Bank Asia Ltd.	24,050,000	17,050,000
BD. Krishi Bank Ltd.	1,500,000	1,500,000
BRAC Bank Ltd.	-	2,140,625
City Bank Ltd.	2,500,000	500,000
Dhaka Bank Ltd.	12,000,000	12,000,000
Dutch-Bangla Bank Ltd	3,300,000	3,300,000
Eastern Bank Ltd.	1,000,000	1,000,000
Exim Bank Ltd.	15,500,000	15,500,000
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	18,500,000
Islami Bank Bangladesh Ltd.	18,850,000	20,350,000
Jamuna Bank Ltd.	7,800,000	7,800,000
Janata Bank	5,200,000	5,200,000
Mercentile Bank Ltd.	14,400,000	14,400,000
Modumoti Bank Ltd.	2,500,000	2,500,000
Mutual Trust Bank Ltd.	3,500,000	3,500,000
National Bank Ltd.	7,400,000	8,700,000
NCC Bank Ltd.	73,450,232	69,818,775
One Bank Ltd.	4,500,000	4,500,000
Premier Bank Ltd.	8,800,000	8,800,000
Prime Bank Ltd.	16,900,000	19,900,000
Pubali Bank Ltd.	9,000,000	9,000,000
Rajshahi Krishi Unnayan Bank Ltd.	5,100,000	5,100,000
Rupali Bank Ltd.	2,000,000	2,000,000
Shahjalal Islami Bank Ltd.	9,300,000	9,300,000
Social Islami Bank Ltd.	16,149,768	17,140,600
Sonali Bank Ltd.	1,300,000	1,300,000
South East Bank Ltd.	10,250,000	10,250,000
Standard Bank Ltd.	12,400,000	13,600,000
Trust Bank Limited	8,000,000	8,000,000
United Commercial Bank Ltd.	9,000,000	8,500,000
Uttara Bank Ltd.	4,700,000	4,700,000
Lanka-Bangla Finance Ltd.	1,400,000	900,000
Commercial Bank of Celon	1,000,000	1,000,000
IDLC	200,000	200,000
Islami Finance & Investment Ltd.	-	2,500,000
First Lease Finance & Investment Ltd.	2,000,000	2,000,000
Meghna Bank Limited	4,500,000	4,500,000
Union Bank Ltd.	2,350,000	2,350,000
IPDC	500,000	500,000
South Bangla Bank Ltd.	6,000,000	5,000,000
NRB Bank Limited	1,500,000	1,000,000
NRB Commercial Bank Ltd.	4,000,000	4,000,000
	396,000,000	390,000,000

15.00 FIXED ASSETS

	120,804,880	128,480,955

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

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

16.00 **Leases (IFRS 16)**

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 liabilities.

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		
Opening Balance of Right of Use Asset	23,743,267	-
Add: Additions during the current year	9,858,666	38,817,206
Less: Rental Expense - ROU Asset Amortization	(17,139,072)	(15,073,939)
ROU Asset as at Year-End	**16,462,861**	**23,743,267**

Lease Liability		
Opening Balance of Lease Liability	23,743,267	-
Add: Additions during the current year	9,858,666	38,817,206
Add: Rental Expense - Lease Obligation Interest	1,625,634	817,369
Less: Rental Payment for the year (Excluding VAT) - Annexure E	(18,764,706)	(15,891,308)
Lease Liability Balance as at Year-End	**16,462,861**	**23,743,267**

KIBRIA & CO. G. DHAKA CHARTERED ACCOUNTANTS

	For the Year ended 31-Dec-20 BDT (TAKA)	For the Year ended 31-Dec-19 BDT (TAKA)
17.00 INTEREST, DIVIDENDS & RENT	**24,401,953**	**75,134,051**

17.01 Interest Income

Interest on STD	686,158	172,471
Interest on Fixed Deposits	20,013,125	24,516,793
Interest on Govt. Treasury Bond	2,166,760	2,201,850
Total Interest Income	**22,866,043**	**26,891,114**

17.02 Dividend Income

Alif Industries Ltd	-	95,000
Anwar Galvanizing Limited	-	23,344
Bashundhara Paper Mills Limited	-	21,082
Intraco Refueling Station Limited	-	2,667
BBS Cables Ltd	20,000	-
CVO Petro chemicals & Refinary ltd	11,510	-
Eastern Cables ltd	4,101	-
Esquire knitwear composite mills ltd	298,755	-
Monno Ceramic Industries ltd	13,500	-
New line Clothing ltd	2,254	-
Runner Automobiles ltd	7,206	-
Northern jute manufacturing co. ltd	5,000	-
Silco Pharmaceuticals ltd	1,216	-
Copertech Industries Ltd	3,319	-
IDLC Finance Ltd	219,986	227,500
Uttara Bank Limited	60,690	532,000
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	132,000	105,485
Total Dividend Income	**779,537**	**1,046,154**

17.03 Gain from Share Trade	**756,373**	**881,303**
17.04 Gain from Car Sale	**-**	**1,979,008**
17.05 Gain from Disposal of Building	**-**	**44,336,472**

18.00 REVENUE ACCOUNTS	**92,874,052**	**52,280,964**

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

19.00 DIRECTOR'S FEES	**1,091,200**	**1,272,000**

The aggregare amount of tk.10,91,200/ was paid to the director of the company on account of board meeting during the year under aud

20.00 MANAGEMENT'S EXPENSE		**136,425,370**	**131,043,954**
Salary & Allowance		90,942,391	85,941,570
Office Rent	Note: 20.01	21,579,412	18,275,004
Traveling TA/DA		258,196	394,132
Conveyance		1,272,706	1,372,398
Gas, Water & Electricity		2,089,709	2,525,132
Office Maintenance		1,145,158	1,531,897
Car Maintenance		889,802	1,274,910
Car Maintenance- Fuel		4,137,761	4,130,828

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

Entertainment	510,736	485,842
Seminar & Training Exp.	6,858	84,670
Bank Charge	505,320	560,842
Printing	1,756,887	1,605,216
Stationery	1,231,777	1,121,331
Paper & Periodicals	137,367	178,825
Postage & Stamp	623,534	644,829
Telephone, Telex & Fax	2,872,936	2,702,832
Insurance Premium	1,042,007	1,282,309
Co-Insurance Service Charge	117,017	416,611
Software Service Charge	30,000	30,000
Branch Manager Conference	588,971	681,594
	131,738,545	125,240,772
Sadharan Bima Corporation (PSB)	4,686,825	5,803,182
Total Management Expense	**136,425,370**	**131,043,954**

20.01 Office Rent

Rental Expense - ROU Asset Amortization (Note 17)	17,139,072	15,073,939
Rental Expense - Lease Liability Interest Expense (Note 17)	1,625,634	817,369
	18,764,706	15,891,308
VAT on Rental Expense	2,814,706	2,383,696
Total Rental Expense for the Year	**21,579,412**	**18,275,004**

20.02 Allocation of Management Expense

Particulars			
Fire	41.46%	56,556,678	64,407,025
Marine Cargo	31.17%	42,523,764	31,073,419
Marine Hull	4.96%	6,773,258	3,726,672
Motor	12.97%	17,693,452	16,256,677
Miscelenous	9.44%	12,878,218	15,580,161
Total Management Expense	**100.00%**	**136,425,370**	**131,043,954**

20.03 Limitation of Management

Management Expenses-Revenue	136,425,370	131,043,954
Management Expenses-P&L except Depreciation	27,571,061	30,387,981
Total Actual Management Expenses [A]	163,996,431	161,431,935
Allowable Expense [B]	174,840,503	165,315,590
Variance -Favourable (B-A)	**10,844,072**	**3,883,655**

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
Fire Business	150,000,000	35%	52,500,000			
Balance	69,187,966	33%	22,832,029			
Total Fire Business	**219,187,966**		**75,332,029**	**56,556,678**	**10,608,504**	**67,165,182**
Motor business	**59,674,798**	35%	**20,886,179**	**17,693,452**	**2,888,207**	**20,581,659**
Misc. Business	**44,228,769**	35%	**15,480,069**	**12,878,218**	**2,140,633**	**15,018,851**
Marine Business	150,000,000	26%	39,000,000			
Balance	96,568,905	25%	24,142,226			
Total Marine Business	**246,568,905**		**63,142,226**	**49,297,022**	**11,933,717**	**61,230,739**
Overall Total	**569,660,438**		**174,840,503**	**136,425,370**	**27,571,061**	**163,996,431**
Less: Actual Management Expense			**(163,996,431)**			
Variance - Favourable			**10,844,072**			

G. KIBRIA & CO. ★ DHAKA ★ CHARTERED ACCOUNTANTS

***The P & L A/c Expenses of Tk.2,75,71,061 (Total P/L Expense excluding Depreciation) has been allocated on the basis of Gross Premium Income.

20.04 Key Management Compensation

In accordance with IAS 24, Related Parties, paragraph 17, we have included detailed related to key management compensation.

Details	Amount
Basic	5,386,800
House Rent	2,393,400
Medical Allowance	600,000
Special Allowance	1,080,960
Bonus	957,800
Total	**10,418,960**

The Company's key management includes the Chief Executive Officer (CEO), Managing Director (MD) and Additional Managing Director (AMD)

21.00 EARNINGS PER SHARE (EPS) — 1.29 — 1.75

Earnings Per Share has been calculated basd on ordinary share outstanding no. 4,00,05,107 as at December 31, 2020. Earnings per share as at December 31, 2019 has also been restated based on 4,00,05,107 shares. Details calculation is given below:

Balance forwarded to P/L Appropriation	81,799,350	88,506,769
Provision for taxation	(23,580,335)	(14,581,632)
Tax on Reserve for losses	(6,750,000)	(3,750,000)
Earnings Attributable to Shareholders [A]	**51,469,016**	**70,175,137**
Number of Outstanding Share [B]	40,005,107	40,005,107
Net Asset Value per Share [C=A/B]	**1.29**	**1.75**

22.00 NET ASSETS VALUE (NAV) PER SHARE — 19.84 — 18.70

Net Asset Value Per Share has been calculated basd on ordinary share outstanding no. 4,00,05,107 as at December 31, 2020. Net asset value per share as at December 31, 2019 has also been restated based on 4,00,05,107 shares. Details calculation is given

Net Asset Value [A]	793,845,550	747,904,740
Number of Outstanding Share [B]	40,005,107	40,005,107
Net Asset Value per Share [C=A/B]	**19.84**	**18.70**

23.00 NET OPERATING CASHFLOW (NOCF) PER SHARE — 1.16 — (1.19)

Net Operating Cash Flow Per Share has been calculated basd on ordinary share outstanding no. 4,00,05,107 as at December 31, 2020. Net Operating Cashflow per share as at December 31, 2019 has also been restated based on4,00,05,107 shares. Details

Net Operating Cash Flow [A]	46,351,398	(47,790,353)
Number of Outstanding Share [B]	40,005,107	40,005,107
Net Operating Cashflow per Share [C=A/B]	**1.16**	**(1.19)**

23.01 RECONCILIATION OF OPERATING CASH FLOW

Net Profit	81,799,350	88,506,770
Add: Depreciation	7,905,594	8,520,264
Less:Profit of MV	-	(1,979,008)
Less: Profit of House	-	(44,336,472)
Prov. For Income Taxation	(23,580,335)	(13,512,773)
	66,124,610	**37,198,781**
Changes in Current Assets	(36,012,793)	20,806,171
Changes in Balance of Fund	31,509,840	(30,750,894)
Change in Share Fluctuation Reserve	5,914,202	(17,451,370)
Changes in Current Liabilities	(21,184,462)	(57,593,042)
	46,351,397	(47,790,353)

KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

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 2020.

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 2020 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

38.00 PROPOSED DIVIDEND

In the board metting held on April 12, 2020 the management proposed to declare 6% cash dividend and 4% stock Dividend for the year 2020 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.

G. KIBRIA & CO. DHAKA CHARTERED ACCOUNTANTS

CONTINENTAL INSURANCE LIMITED

FORM- AA

Classified summary of Assets as on December 31, 2020

Particulars	Book value as per Balance Sheet	Market Value	Remarks
Statutory deposit with Bangladesh Bank (Govt. Treasury Bond)	25,000,000	25,000,000	Not Quoted in Market
Investment in Share	37,857,987	37,857,987	At Market Value
Cash in hand	11,664,755	11,664,755	Realizable Value
Fixed Deposits with Bank	396,000,000	396,000,000	Realizable Value
STD & Current Accounts with Banks	49,639,300	49,639,300	Realizable Value
Stamp in hand	1,925,126	1,925,126	Realizable Value
Amount due from other persons or bodies carrying on Insurance business	164,971,368	164,971,368	Market Value
Printing & Stationery	676,083	676,083	At cost
Interest Accrued	9,061,134	9,061,134	Market Value
Sundry Debtors (Including Advance deposit & Pre-payment)	289,066,953	289,066,953	All considered Good
Fixed Assets (At cost less Depreciation)	120,804,880	120,804,880	At written down value
	1,106,667,586	**1,106,667,586**	

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.

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 Musa)
Vice-Chairman

(K M Alamgir)
Director

(Hasan Tarek)
Chief Executive Officer (C.C)

Dated: Dhaka
12th April, 2021

G.KIBRIA & CO.
Chartered Accountants
DVC: 2104270392AS833072

G. KIBRIA & CO. CHARTERED ACCOUNTANTS DHAKA

Ref: GKC/A/20-21/248

Annexure- A

CONTINENTAL INSURANCE LIMITED

STATEMENT OF FIXED ASSETS SCHEDULE

For the year ended 31 December 2020

Sl. No.	particulars	Value as on 01/01/20	Addition During the year	Value as on 31/12/20	Rate of	Dep As on 01/01/20	Dep Value	Dep For the year	Total As on 31/12/2020	Acc.Depreciation as on 31.12.2020	Written Down Value as on 31/12/20
01	Land	75,771,657		75,771,657	0%	-	75,771,657	-	-		75,771,657
02	Furniture & Fixture	14,406,072	9,100	14,415,172	10%	9,407,873	5,007,299	500,102	9,907,975	9,907,975	4,507,197
03	Office Decoration	57,620,295	9,000	57,629,295	10%	38,655,977	18,973,318	1,896,454	40,552,431	40,552,431	17,076,864
04	Office equipment	12,358,954	104,720	12,463,674	15%	9,050,649	3,413,025	504,312	9,554,961	9,554,961	2,908,713
05	Electrical Equipment	12,502,581	56,700	12,559,281	15%	10,124,499	2,434,782	360,429	10,484,928	10,484,928	2,074,353
06	Motor Vehicle	78,701,166	-	78,701,166	20%	56,178,300	22,522,866	4,504,573	60,682,873	60,682,873	18,018,293
07	Other Assets	3,844,431	49,999	3,894,430	25%	3,306,903	587,527	139,724	3,446,627	3,446,627	447,803
	Total	255,205,156	229,519	255,434,675		126,724,201	128,710,474	7,905,594	134,629,795	134,629,795	120,804,880

G. KIBRIA & CO. ★ DHAKA ★ CHARTERED ACCOUNTANTS

Ref: GKC/A/20-21/248

Annexure- B

CONTINENTAL INSURANCE LIMITED

Income Tax Assessment Position

For the year ended December 31,2020

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		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	23,328,917	27,318,943	-	Assessment under process
2013	2014-15	25,572,089	3,222,966	1,000,000	3,349,123	7,572,089	18,000,000	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	-	Assessment under Appeal
2019	2020-21	13,512,772	5,506,257	8,006,515		13,512,772	-	Return Submitted
Total:		212,922,418	37,044,447	40,050,000	80,711,088	174,753,903	34,265,654	

G. KIBRIA & CO. ★ CHARTERED ACCOUNTANTS ★ DHAKA

Ref: GKC/A/20-21/248

CONTINENTAL INSURANCE LIMITED

Statement of Revenue Accounts

For the year ended December 31,2020

'articular	FIRE	MARINE CARGO	MARINE HULL	MARINE Total	MOTOR	MISC.	Total	2019
'remium Underwritten	206,755,413	209,478,533	17,690,185	227,168,718	56,822,200	21,070,618	511,816,949	447,474,113
ıdd: Refund Premium	(525,245)	(2,057,498)	-	(2,057,498)	-	(59,720)	(2,642,463)	-
ess: Cancel premium	(15,526)	(1,287,972)	-	(1,287,972)	-	-	(1,303,498)	-
'remium U/W after refund	**206,214,642**	**206,133,063**	**17,690,185**	**223,823,248**	**56,822,200**	**21,010,898**	**507,870,988**	**447,474,113**
ıdd: Premium on PSB	12,973,324	21,519,437	1,226,220	22,745,657	2,852,598	23,217,871	61,789,450	76,667,061
ìross Premium [A]	**219,187,966**	**227,652,500**	**18,916,405**	**246,568,905**	**59,674,798**	**44,228,769**	**569,660,438**	**524,141,174**
ess: R/I Premium on Cedence	124,360,532	53,225,880	13,762,057	66,987,937	1,488,501	3,962,964	196,799,934	210,509,429
ess: R/I Premium on PSB	11,269,597	16,369,549	1,201,453	17,571,002	-	22,533,451	51,374,050	65,906,796
'otal R/I Premium [B]	**135,630,129**	**69,595,429**	**14,963,510**	**84,558,939**	**1,488,501**	**26,496,415**	**248,173,984**	**276,416,225**
let Premium [C = A-B]	**83,557,837**	**158,057,071**	**3,952,895**	**162,009,966**	**58,186,297**	**17,732,354**	**321,486,454**	**247,724,949**
)pening Reserve for Unexpired Risks [D]	36,069,996	36,130,503	610,833	36,741,336	**21,774,599**	**4,870,549**	99,456,480	130,207,373
₹/I Commission earned on cedence	24,536,699	13,350,721	2,732,715	16,083,436	15,920	1,157,107	41,793,162	43,198,740
ıdd: Profit commission	-	-	-	-	-	395,096	395,096	12,403,873
ıdd: R/I Commission on PSB	1,261,259	3,273,910	66,080	3,339,990	-	2,264,624	6,865,873	9,570,756
'otal Commission on Re-Insurance [E]	**25,797,958**	**16,624,631**	**2,798,795**	**19,423,426**	**15,920**	**3,816,827**	**49,054,131**	**65,173,369**
'otal Revenue Income [F = C+D+E]	**145,425,791**	**210,812,205**	**7,362,523**	**218,174,728**	**79,976,816**	**26,419,730**	**469,997,065**	**443,105,691**
ìross Claims paid during the year	28,061,768	6,282,879	1,147,002	7,429,881	15,606,452	398,983	51,497,084	238,460,931
'aid / (Adjusted)on PSB	170,846	764,986		764,986	68,893	14,377,836	15,382,561	1,453,947
'otal Gross Claims Paid [G]	**28,232,614**	**7,047,865**	**1,147,002**	**8,194,867**	**15,675,345**	**14,776,819**	**66,879,645**	**239,914,878**
.ess:1) R/I Recovery	24,330,909	3,279,213	138,113	3,417,326	-		27,748,235	143,575,112
2) Recovered / (Adjusted) on PSB	89,657	597,133	-	597,133	-	13,886,986	14,573,776	1,106,490
'otal Recovery [H]	**24,420,566**	**3,876,346**	**138,113**	**4,014,459**	-	**13,886,986**	**42,322,011**	**144,681,602**
let Claims Paid [I = G-H]	**3,812,048**	**3,171,519**	**1,008,889**	**4,180,408**	**15,675,345**	**889,833**	= **24,557,634**	**95,233,276**
)utstanding claim at the end of the year [J]	4,413,931	2,180,324	3,913,879	6,094,203	3,195,767	1,100,000	14,803,901	7,441,236
)utstanding claim at the end of last year [K]	2,278,765	1,223,057	1,120,866	2,343,923	2,131,163	687,385	7,441,236	9,471,335
let Claim for the Year [L = I+J-K]	**5,947,214**	**4,128,786**	**3,801,902**	**7,930,688**	**16,739,949**	**1,302,448**	= **31,920,299**	**93,203,177**
/lanagement Expenses [M]	56,556,678	42,523,764	6,773,258	49,297,022	17,693,452	12,878,218	136,425,370	131,043,954
\gency commission [M]	30,932,196	32,550,336	2,653,528	35,203,864	8,523,330	3,151,635	77,811,025	67,121,117
₹eserve for unexpired Risks [N]	33,423,135	63,222,828	3,952,895	67,175,723	23,274,519	7,092,942	130,966,319	99,456,479
Total Revenue Expenses [O = L+N+M+N]	**126,859,223**	**142,425,715**	**17,181,583**	**159,607,297**	**66,231,250**	**24,425,242**	**377,123,013**	**390,824,727**
₹evenue Surplus / (Deficit) [P = F-O]	**18,566,568**	**68,386,490**	**(9,819,060)**	**58,567,431**	**13,745,566**	**1,994,488**	**92,874,052**	**52,280,964**

KIBRIA & CO. ★ DHAKA ★ CHARTERED ACCOUNTANTS

₹ef. GKC/A/20-21/248

Annexure-D

CONTINENTAL INSURANCE LIMITED

Schedule of Investment in Share

As on 31.12.2020

SL No.	Name of the Company	No. of Shares	Cost Value as on 31.12.200	Market Value as on 31.12.2020
01	AB Bank Limited	210,000	4,001,080	2,668,050
02	Bangladesh Building System Ltd	136,290	4,833,531	2,504,320
03	BBS Cables Limited	22,000	2,524,736	1,874,160
04	CVO PETROCHEMICAL REFINARY	57,549	9,371,185	6,756,555
05	EASTERN CABLES LTD	8,202	2,375,739	1,390,239
06	Esquire Knit Composite Limited	199,170	8,419,714	5,238,171
07	Golden Son Ltd	29,000	1,320,129	324,800
08	IDLC FINANCE Ltd	65,000	5,085,397	4,121,000
09	LafargeHolcim Bangladesh Limited	132,485	6,934,806	6,309,600
10	Sea Pearl Beach Resort & Spa Ltd	3,916	60,635	147,522
11	Silco Pharmaceuticals Limited	3,647	1,641,894	1,440,000
12	Shepherd	84,000	1,611,619	1,268,400
13	Confedcem	12,000	121,202	121,300
14	MLDying	5,250	250,625	262,500
15	Shaihamtex	500	252,505	245,000
16	Naheecap	35,000	1,245,150	1,058,337
17	NITOL INDS	21,000	662,477	638,000
18	Mercantileins	25,000	356,013	342,000
19	Capmbdblmf	49,000	488,919	422,400
20	VAMLRBBF	30,000	333,231	297,000
21	Crystalins	10,879	108,790	428,633
	Total-Taka	1,139,888	51,999,377	37,857,987

G. KIBRIA & CO.
DHAKA
CHARTERED ACCOUNTANTS

Annexure -E

CONTINENTAL INSURANCE LIMITED

Schedule of Office Rent

For the year ended 31,2020

Sl:No.	Name of the Branch	Rent period	Rent	VAT	Gross Rent	Deed Period
01	Head Office	January to October 2020	7,528,500	1,129,275	8,657,775	01.07.2019 to 30.06.2021
	Head Office (Gowdown)	Jan to December-2020	207,061	31,059	238,120	01.03.2019 to 28.02.2021
		Sept to December-2020	84,212	12,632	96,844	01.09.2020 to 31.08.2022
		Total Rent of Head office	**7,819,773**	**1,172,966**	**8,992,739**	
02	Dilkusha	Jan to March-2020	201,105	30,166	231,271	01.04.2019 to 31.03.2020
		April to Dec-2020	571,767	85,765	657,532	01.04.2020 to 31..12.2021
		Total Rent of Dilkusha	**772,872**	**115,931**	**888,803**	
	Gulshan / Baridhara Branch	Jan to Dec-2020	780,000	117,000	897,000	01.04.2019 to 31.03.2021
04	Narayangonj Branch	Jan to August-2020	176,000	26,400	202,400	01.09.2018 to 30.08.2020
04		Sept to Dec-2020	88,000	13,200	101,200	01.09.2020 to 30.08.2022
		Total Rent of Narayangonj	**264,000**	**39,600**	**303,600**	
5	Bangshal	Jan to Dec-2020	528,300	79,245	607,545	01.07.2018 to 30.06.2022
06	New Market Branch	Jan to Dec-2020	492,624	73,894	566,518	01.02.2019 to 31.08.2022
07	Narsingdi Branch	Jan to Dec-2020	192,000	28,800	220,800	01.014.2017 to 31.03.2023
8	Banasree Branch	Jan to Mar-2020	75,000	11,250	86,250	01.04.2017 to 31.03.2020
8		April to Dec-2020	225,000	33,750	258,750	01.04.20202 to 31.03.2023
		Total Office Rent of Banasree	**300,000**	**45,000**	**345,000**	
9	Motijheel Branch	Jan to Dec -2020	662,400	99,360	761,760	01.09.2019 to 31.08.2021
10	Pragati Sarani Branch	Jan to August-2020	210,520	31,578	242,098	01.09.2018 to 31.08.2020
10		Sept to Dec-2020	105,260	15,789	121,049	01.09.2020 to 31.08.2022
		Total Rent of Pragati Sarani	**315,780**	**47,367**	**363,147**	
11	B.B. Avenue Branch	Jan to Dec - 2020	312,000	46,800	358,800	01.03.2019 to 28.02.2021
12	Kawran Bazar Branch	Jan to feb - 2020	67,032	10,055	77,087	01.03.2018 to 28.02.2020
12		mar to Dec - 2020	360,168	54,025	414,193	01.03.2020 to 28.02.2022
		Total Rent of Kawran Bazar	**427,200**	**64,080**	**491,280**	
13	Imamgonj Branch	Jan to Dec - 2020	300,000	45,000	345,000	01.04.2017 to 31.03.2021
14	Malibag Branch	Jan to May-2020	220,500	33,075	253,575	29.11.2018 to19.11.2021
15	Savar Branch	Jan to Dec - 2020	176,841	26,526	203,367	01.05.2018 to 30. 04.2021
16	Faridpur Branch	Jan to April-2020	41,800	6,270	48,070	01.07.2019 to 31.08.2022
17	Uttara Branch	Jan to Mar-2020	130,422	19,563	149,985	01.04.2017 to 31.03.2020
17		April to Dec-2020	391,266	58,690	449,956	01.04.2020 to 31.03.2023
		Total Rent of Uttara	**521,688**	**78,253**	**599,941**	
18	Mohakhali Branch	Jan to Dec - 2020	327,672	49,151	376,823	01.03.2016 to 28.02.2021
19	Tangail Branch	Jan-20	11,000	1,650	12,650	01.02.2018 to 31.01.2020
19		Feb to Dec-2020	121,000	18,150	139,150	01.02.2020 to 31.01.2022
		Total Rent of Tangail	**132,000**	**19,800**	**151,800**	
21	VIP Road Branch	January to dec-2020	378,000	56,700	434,700	01.03.2019 to 28.02.2022
22	Kishoregonj Branch	Jan to Dec - 2020	40,800	6,120	46,920	life time
24	Agrabad Branch & Zonal Office	Jan to Dec - 2020	847,200	127,080	974,280	01.01.2020 to 31.12.2021
25	Khatungonj Branch	Jan to Dec - 2020	255,420	38,313	293,733	01.06.2019 to 31.05.2022
26	Comilla Branch	Jan to May-2020	65,126	9,769	74,895	01.04.2017 to 31.03.2020
26		June to Dec-2020	91,613	13,742	105,355	01.04.2020 to 31.03.2023
		Total Rent of Comilla	**156,739**	**23,511**	**180,250**	
27	Feni Branch.	Jan-20	6,316	947	7,263	01.02.2017 to 31.01.2020
27		Feb to Dec-2020	75,262	11,289	86,551	01.02.2020 to 31.01.2023
		Total Rent of Feni	**81,578**	**12,237**	**93,815**	
28	Rajshahi Branch	Jan to feb-2020	36,000	5,400	41,400	01.03.2017 to 28.02.2020
28		Mar to Dec-2020	189,480	28,422	217,902	01.03.2020 to 28.02.2023
		Total Rent of Rajshahi	**225,480**	**33,822**	**259,302**	
29	Pabna Branch	Jan to Dec - 2020	96,000	14,400	110,400	01.06.2016 to 31.05.2021
30	Naogaon Branch	Jan to mar - 2020	18,948	2,842	21,790	01.04.2017 to 31.03.2020
30		April to Dec - 2020	56,844	8,527	65,371	01.04.2017 to 31.03.2022
		Total Rent of Naogaon	**75,792**	**11,369**	**87,161**	
31	Bogura Branch	Jan to feb - 2020	16,842	2,526	19,368	01.03.2018 to 28.02.2020
31		mar to Dec - 2020	84,210	12,632	96,842	01.03.2020 to 28.02.2023
		Total Rent of Bogura	**101,052**	**15,158**	**116,210**	
32	Kushtia Branch	Jan to Dec - 2020	252,000	37,800	289,800	01.04.2019 to 31.08.2022
33	Khulna Branch	Jan to Dec - 2020	256,080	38,412	294,492	01.01.2020 to 31.12.2023
34	Satkhira Branch	Jan to Dec - 2020	113,688	17,053	130,741	01.04.2019 to 31.03.2022
35	Jessore Branch	Jan to Dec - 2020	172,020	25,803	197,823	01.05.2019 to 30.04.2021
36	Chuadanga Branch	Jan to Dec -2020	151,584	22,738	174,322	01.01.2018 to 31.12.2022
37	Barisal Branch	Jan-20	16,800	2,520	19,320	01.02.2016 to 31.01.2020
37		feb to Dec - 2020	198,000	29,700	227,700	01.02.2020 to 31.01.2024
		Total Rent of Barisha	**214,800**	**32,220**	**247,020**	
38	Sylhet Branch	Jan to April- 2020	56,485	8,473	64,958	01.04.2018 to 31.03.2020
38		May to Dec - 2019	112,972	16,946	129,918	01.04.2020 to 31.03.2022
		Total Rent of Sylhet	**169,457**	**25,419**	**194,876**	
39	Dinajpur Branch	Jan to Dec -2020	104,400	15,660	120,060	01.06.2018 to 31.05.2021
40	Thakurgaon Branch	Jan to Dec -2020	69,300	10,395	79,695	01.04.2020 to 31.12.2021
41	Rangpur Branch	Jan to Feb - 2020	32,718	4,908	37,626	01.02.2019 to 01.01.2020
41		Mar to Dec - 2020	172,200	25,830	198,030	01.02.2020 to 01.01.2023
		Total Rent of Rangpur	**204,918**	**30,738**	**235,656**	
42	Mymensingh Branch	Jan to Dec-2020	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:	*18,764,706*	*2,814,706*	*21,579,412*	

G. 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