

28th AGM

Annual Report
2013



SYMBOL OF SECURITY



প্রগতি ইন্স্যুরেন্স লিমিটেড
PRAGATI INSURANCE LIMITED



প্রগতি ইন্স্যুরেন্স লিমিটেড
Pragati Insurance Limited

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Company Profile

Incorporation	January 27, 1986
Commencement	January 30, 1986
Listing with DSE	April 04, 1996
Listing with CSE	April 06, 1996

Registered Office :

Pragati Insurance Bhaban
20-21, Kawran Bazar
Dhaka-1215, Bangladesh
Phone : PABX : 88-02-9133680-2
Fax : 880-2-8122980
www.pragatiinsurance.com
E-mail : info@pragatiinsurance.com

Auditor

A. WAHAB & CO.
Chartered Accountants

Vision statement



Our vision is to be the customers' first choice when selecting insurance products and services offered by the industry and to operate by code of conduct driven by a value system that promotes performance, integrity and personal growth in all dealings with stakeholders and to maintain our leading edge in the industry by striving to enhance financial strength and profitability.

Mission statement



Our Mission is to provide innovative and cost effective general insurance solutions to our clients and an acceptable return to our shareholders through committed and professional staff



Insurance Services

FIRE INSURANCE

- Fire & Allied Perils Insurance

MOTOR INSURANCE

- Comprehensive Insurance
- Act Liability Insurance

HEALTH & ACCIDENT INSURANCE

- Overseas Mediclaim Insurance
- Personal Accident Insurance
- Peoples Personal Accident Insurance
- Health Care & Hospitalization Insurance

MARINE INSURANCE

- Marine Cargo Insurance
- Marine Hull Insurance

ALL RISK INSURANCE

- Industrial All Risk Insurance
- Erection All Risk Insurance
- Hotel All Risk Insurance
- Machinery Breakdown Insurance
- Electronic Equipment Insurance
- Boiler & Pressure Vessels Insurance
- Power Plant Insurance
- Deterioration of Stock Insurance
- Contractor's All Risk Insurance

AVIATION INSURANCE

- General Aviation Insurance
- Personal Accident Airline Insurance
- AirTravel Insurance



MISCELLANEOUS INSURANCE

- Fidelity Guarantee Insurance
- Public Liability Insurance
- Products Liability Insurance
- Burglary & Housebreaking Insurance
- Cash-on-Counter Insurance
- Cash-in-Safe Insurance
- Cash-in-Transit Insurance
- Cash-in ATM Insurance
- Cash-in BPM Insurance
- Safe Deposit Box (Bank Lockers) Insurance
- Credit Shield Insurance Policy
- SME Insurance
- Tournament Insurance
- Replacement of Lost Card/Fraud Insurance
- Consequential Loss Business Interruption Insurance
- Workmen's Compensation Insurance

Our Re-Insurers

- Sadharan Bima Corporation, Bangladesh (SBC)
- General Insurance Corporation of India (GIC Re)
- Swiss Re, Switzerland
- Best Re Malaysia
- Malaysian Re, Malaysia
- IFFCO-TOKIO
- ICICI Lombard
- Catlin, (Lloyds Syndicate)
- Beacon, (Lloyds Syndicate)
- First Capital Re, Singapore
- ACR Re Takaful, Malaysia
- Arig, Bahrain
- Kenya Re, Kenya
- CICA Re, Togo, Africa



Pragati Insurance Limited



Pragati Insurance Limited

Head Office : Pragati Insurance Bhaban, 20-21, Kawran Bazar
Dhaka-1215, Bangladesh
Tel : PABX : 9133680-2, Fax : 880-2-8122980

Notice of the 28th Annual General Meeting

Notice is hereby given that the 28th Annual General Meeting of Pragati Insurance Limited will be held on **Sunday, the 18th May, 2014 at 12.00 Noon at the Jamuna Resort Ltd, Bhuapur, Tangail** to transact the following business :

1. To receive, consider and adopt the Directors' Report and the Audited Financial Statements of the company for the year ended 31st December, 2013 together with the Auditor's Report thereon.
2. To declare Dividend for the year 2013 as recommended by the Board of Directors
3. To elect Directors in place of retiring Directors from Group "A" Shareholders and from Group-B Shareholders.
4. To appoint Auditors for the year 2014 and fix their remuneration.

By order of the Board of Directors

Date : Dhaka, the 27th April, 2014.


(Md. Akram Hossain)
Company Secretary

Notes :

- (a) The record date : 24th April, 2014.
- (b) Members of the company whose name appear in the Register of Members upto the record date will be entitled to dividend for the year 2013 to be approved by the Shareholders in the Annual General Meeting.
- (c) A member wishing to appoint a Proxy, must deposit the Proxy Form duly stamped to the Company's Registered Office **at least 48 hours before the meeting.**
- (d) Only the Shareholders or their appointed proxies can attend the meeting. **A proxy must be a member of the company.**
- (e) Entry to the Annual General Meeting is reserved only for the shareholders or his/her proxy. **No guest and children shall be allowed entrance in the meeting.**

বিঃ দ্রঃ উক্ত বার্ষিক সাধারণ সভায় যারা অংশগ্রহণ করতে ইচ্ছুক তাদেরকে নিম্নোক্ত টেলিফোন নম্বরে ১০মে, ২০১৪ ইং তারিখের মধ্যে যোগাযোগ করার জন্য অনুরোধ করা যাচ্ছে। ফোন নং ৯১৩৩৬৮০-২ এক্সটেনশন নম্বর ১৩২, ১৭৩

Notes :

In compliance with the Bangladesh Securities and Exchange Commission's Circular No. SEC/CMRRCD/2009-193/154 dated October 24, 2013, **no Gift/Gift Coupon/Food Box shall be**

Abdul Awal Mintoo

Chairman



Mr. Abdul Awal Mintoo is the Chairman of Pragati Insurance Limited. He obtained his B.Sc. and M.Sc. degree from the State University of New York. He also obtained M.Sc. in Agricultural Economics from the University of London. Mr. Mintoo is a visionary man and leading business personality in the Country. He is the CEO of Multimode Group, Director of Dula Mia Cotton and Spinning Mills, Kay & Que (BD) Limited, Lal Teer Seeds Limited, North South Seeds Limited, M.F. Consumer Limited, NFM Limited, NFM Energy Limited, A & A Investment Limited and Multimode Limited. He is also a Director of Heidelberg Cement Bangladesh Ltd, United Hospital Limited and Pragati Life Insurance Limited. He is the former Chairman of National Bank Limited and Past Chairman of Bangladesh Association of Banks. He is the Chairman of Jamuna Resort Limited. He is associated with a number of Social and trade bodies. He was elected President of FBCCI, the Apex Trade Body for two terms and has been recognized through numerous awards. He is the founder of Iqbal Memorial College in his village. He is associated with number of Social and educational institutions.

Mr. Mintoo is very widely traveled person and he already traveled most of the countries of the world. He is fond of reading and writing and already authored few books i, e., বাংলাদেশ : পরিবর্তনের রেখাচিত্র, সন্তানকে-পিতার কথামালা এবং বাংলাদেশ রাজনীতি ও রাজনৈতিক অর্থনীতি ইত্যাদি।

Khan Mohammed Ameer

Vice Chairman



Mr. Khan Mohammed Ameer is the Vice Chairman of Pragati Insurance Limited. He is the Chairman and Managing Director of Padma Group of Companies, Managing Director of Eunoos Trade Centre Limited, Padma Polly Cotton & Knit Fabrics Limited, Tex Print Limited, Padma Printers & Color Limited, Color Trade Limited, Padma Spintex Limited, Padma Real Estate Limited, Color Process Limited and Ameertex Limited. He is also a Director of Pragati Life Insurance Limited. He is also associated with other Social and educational Organizations.

Mohammed Abdul Awwal

Director



Mr. Mohammed Abdul Awwal is a Sponsor Director of Pragati Insurance Limited and the former Chairman of the Company. He is a renowned shipping personality. Mr. Awwal joined business from early 1968. He is the Chairman of MKR Group and Bengal Shipping Line Limited, Khalil and Sons Limited, Royal Bengal Shipping, Beacon Shipping Lines Limited, Adam Garments Sourcing Limited and Beacon Engineering Limited. He is also a Director of Pragati Life Insurance Limited, Jamuna Resort Limited and Padma Oil Limited. He is the Member of Chittagong Club Limited and Gulshan Club Limited. He is the past District Governor of Rotary International, District-3280, Bangladesh. Besides, he is associated with many Social and Professional Organizations. He is the Honorary Consul of the Republic of the Philippines in Chittagong.

Abdul Monem

Director



Mr. Abdul Monem is a Sponsor Director of Pragati Insurance Limited. He was the former Chairman of the Company. He is the leading business personality. He is the Chairman and Managing Director of Abdul Monem Limited (AML), one of the leading business group of the country. Abdul Monem Limited is specialized in the construction of Highways, Bridges, Airport and Flyovers. AML is the authorized bottler of Coca Cola, Manufacturer of IGLOO Ice Cream, Abdul Monem Sugar Refinery Limited a sister concern of AML. He has keen interest in sports and was the former President of Dhaka Mohammadan Sporting Club. He is the Promoter of many Social and educational institutions.

Alhaj Khalilur Rahman

Director



Alhaj Khalilur Rahman is a Sponsor Director of Pragati Insurance Limited and former Chairman of the Company. He is the Chairman and Managing Director of KDS Group, a renowned business house in the country. He is the Chairman of Pragati Life Insurance Limited. He is a Director of Jamuna Resort Limited. He is the President of Metropolitan Chamber of Commerce and Industries, Chittagong. He has set-up a number of Social and Educational Institutions in his native Village, Chittagong.

Syed M. Altaf Hussain

Director



Syed M. Altaf Hussain is a Sponsor Director and Former Vice Chairman of Pragati Insurance Limited. He obtained his Graduation in Engineering from the University of Texas, USA, and Post Graduation from the North Dakota State University of USA. He also obtained a Diploma in Agriculture from the Harvard University of USA. He is the Chairman and CEO of W&W Grains Corporation, representative of Cargill Inc. USA. He was the founder Chairman and Sponsor Director of Pragati Life Insurance Limited. He is the Chairman of Sonic Allied Industries Limited, Chairman & CEO of W&W Capital Commitment Limited, Chairman & CEO of W&W Properties Limited and Former Adviser ATDP-II Funded by the USAID. He is the Vice Chairman of Jamuna Resort Limited. He is the Chairman of Editorial Board of The Daily Janata. He is associated with many Social and educational institutions.

Md. Syedur Rahman Mintoo

Director



Mr. Md. Syedur Rahman Mintoo is a Sponsor Director and Former Vice Chairman of Pragati Insurance Limited. He is the Managing Director of Pro-Star Group. He is the Chairman of K-Tex Industrial Company Limited and Process Industrial Company Limited. He is also a Director of Pragati Life Insurance Limited. He is the Honorary Consul of Laos People's Democratic Republic. He is a member of Dhaka Club Limited, Gulshan Club Limited and Kurmitola Golf Club, Dhaka. He is associated with many Social and educational institutions.

Md. Sarwar Kamal

Director



Mr. Md. Sarwar Kamal is a Sponsor Director of Pragati Insurance Limited and a former Vice Chairman of the Company. He graduated in Economics from the North East Missouri State University of USA and obtained Masters of Human Resource Management from the North East Missouri State University of USA. He is the Managing Director of McDonald Bangladesh (Pvt.) Limited, McDonald Steel Building Products Limited, McDonalds Seeds Limited, Polymer Agro Industries Limited, One Steel Limited and he is also an Independent Director of National Tea Company Limited. He is the member of Kurmitola Golf Club, Dhaka, Gulshan Club Limited, Uttara Club, Dhaka and Army Golf Club, Dhaka. He is an active Social worker engaged with various activities to bring changes in under privileged people.

Mohammed A. Malek

Director



Mr. Mohammed A. Malek is a Director of Pragati Insurance Limited. He graduated in Marine Engineering from the Merchant Navy College, London. He also obtained DTP Class-1 Marine Engineering Certificate from England. Presently, he is engaged in Marine Technology Consultancy, Ship Owning, Ship Management and Shipping Agency. He is the Managing Director of Bengal Shipping Lines Limited, Associated Traders and Marines Limited, ADAMS Garments Sourcing Limited, Bencon Seatrans Limited and a Director Khalil & Sons Limited. He is the Chairman of The New School, Dhaka. He was a freedom fighter in Liberation War of Bangladesh in 1971. He is a member of Chittagong Club Limited and Bhatiary Golf and Country Club, Chittagong. He is associated with many Social and educational Organizations.

Tabith Mohammed Awal

Director



Mr. Tabith Mohammed Awal is a Director of Pragati Insurance Limited and a member of the Directors' Audit Committee. He holds a Bachelor of Business Administration and Masters of Science from George Washington University, USA. He is a Director of Multimode Group and presently, he serves as the Deputy Chief Executive Officer of Multimode Group. He is the Managing Director of Kay & Que (BD) Limited and Jongboo Multimode Chemicals Limited. He sits on the Board of all Multimode Group and Associate Concerns. He is also a Director of Pragati Life Insurance Limited. He has keen interest in Sports and Music and associated with many Social and Cultural Organizations. He is the President of Soccer Club, Feni and also the Vice President of Bangladesh Football Federation.

A.S.M. Mohiuddin Monem

Director



Mr. A.S.M. Mohiuddin Monem is a Director of Pragati Insurance Limited and a member of the Directors' Audit Committee. He is one of the most successful industrialists of Bangladesh. He represents the new generation of business leaders in Bangladesh. Mr. Monem received his Bachelor's degree in Industrial Engineering from North Eastern University, Boston, USA in 1991 and Master Degree in Engineering Management from the same institution in 1994, where he graduated with Honors with CUMLAUDE. After his graduation, Mr. Monem joined Abdul Monem Limited (AML). Since then he has revolutionized the way of doing business at AML. His dedication, commitment and passion for business have transformed the fortune of Abdul Monem Empire. Under his leadership, the business process at AML has gained clockwork efficiency which has been translated into unprecedented growth in Beverage, Ice-Cream, Food, Sugar and Construction units. He is also a Director of Pragati Life Insurance

Limited. He has a keen eye for identifying opportunities and transforming them into profitable ventures. He has successfully set-up the first USA-Bangladesh joint venture operation in Information Technology sector through Service Engine, where he serves as the Chairman. This is true reflection of his remarkable business acumen. He has been awarded CIP (Commercially Important Person)-Export in 2009 and 2011 by the Government of Bangladesh for his great contribution to export in the Information Technology sector.

Mr. Monem is a great believer in community development. He takes pride in taking the extra step to go beyond business activities in order to become a Socially responsible citizen. In this spirit, he has set-up AML foundation, a non-profit organization with a view to helping the less privileged people of the society with their education, healthcare and other amenities.

Md. Mushfiqur Rahman

Director



Mr. Md. Mushfiqur Rahman a Civil Engineer by Profession is a sponsor Director of Pragati Insurance Limited. He is the Managing Director of Concord Pragatee Consortium Limited, the Concord Builders Limited, Cosmos Properties Limited, Engreen Limited and Prudent Super Mall.

Nasir Latif

Director



Mr. Nasir Latif is a Director of Pragati Insurance Limited. He is the Chairman of Concord Pragatee Consortium Limited, the Concord Builders Limited, Cosmos Properties Limited, Engreen Limited and Prudent Super Mall. He is associated with many Social and educational Organizations.

Nigar Jahan Chowdhury

Director



Mrs. Nigar Jahan Chowdhury is a Director of Pragati Insurance Limited. She is the wife of Alhaj Younus Chowdhury of Chittagong a renowned Industrialist. She is also a Director of Chowdhury P & D Industries Limited, Chittagong and a Director of Pragati Life Insurance Ltd. She is associated with many social organizations.

Nahreen Siddiqua

Director



Ms. Nahreen Siddiqua is a sponsor Director of Pragati Insurance Limited. She obtained her MSS Degree from the University of Dhaka. She joined her husband's business and she hold the position of Chairperson of Purbachal Steel Mills Limited and Purbachal Exclusive Limited. She has much interest in Industry and share business. She visited many Countries of the World. She is associated with a number of Social and Cultural Organizations.

Tahsina Rahman

Director



Ms. Tahsina Rahman is a Director of Pragati Insurance Limited. She obtained her BBA from USTC and Continuing MBA in IUB. She is Dynamic, results-oriented professional with experience and visible achievements in business development startup, strategic business, partnerships and emerging markets including childcare arenas. Out-of-box thinker with visionary leadership strengths, having resourceful team player characterized by innovative entrepreneurial spirit. She is also associated with number of Social Organizations.

A.K.M. Shamsuddin

Independent Director



Mr. A.K.M. Shamsuddin is an Independent Director of Pragati Insurance Limited and Chairman of the Directors' Audit Committee. He is an MBA of Dhaka University and Mechanical Engineer had his post graduate studies at the University of Calgary, Alberta, Canada. He is the Chairman of E-zone Group, an innovative venture for education, HR and organizational development. He was the Chairman of the Board of News Crop Publication Limited, publishers of the English daily, The News Today. Mr. Shamsuddin was the Founding Managing Director of Social Marketing Company popularly known as SMC.

He worked as CEO of three multinational Medicine Producers (AVENTIS, FISON, and HOECHST). He was the President of

Foreign Investors Chambers of Commerce and Industry (FICCI). Founding Chairman and Present Board member of CDBL. He was a Director of Chittagong Stock Exchange Limited and Bangladesh Employers Federation. He sits on the Board of IIFC. He also taught MBA level students of AIUB. He attended many training courses around the world. He is associated with many Social and Professional Organizations. He was the past District Governor of Rotary International District-3280, Bangladesh.

Mahbub Anam

Independent Director



Mr. Mahbub Anam is an Independent Director of Pragati Insurance Limited. He graduated in Social Science from Dhaka University. He started career in marketing for International Ocean Transportation in 1984. He joined US Lenis Agency in Bangladesh, the then largest American Shipping Company. Mr. Mahbub stepped in the field of agriculture in 1995 by playing a vital role in establishing East West Seed (Bangladesh) Limited (Later changed name as Lal Teer Seed Limited). This was the first research based seed company in Bangladesh. In addition, now he has taken responsibility of a new venture, Lal Teer Live Stock Limited to develop better local breed for Cattle & Buffalo to increase milk and meat production in Bangladesh.

He is the Chairman of the Standing Committee for Agriculture, FBCCI and immediate past President of Bangladesh Seed Association. He is the Managing Director of LalTeer Seed Limited, LalTeer Live Stock Limited, North South Seed Limited and Chen Crop Science Bangladesh Limited. He is associated with number of Trade Bodies and Professional Organizations. He attended various Seminar and Conference at home and abroad.

Md. Manirul Islam

Managing Director



Mr. Md. Manirul Islam started his career in private insurance sector with Pragati Insurance Ltd. as Managing Director and CEO since 1st October, 2012. He obtained B.Com (Hon's), M.Com (Accounting) from Dhaka University in 1976 and also obtained BIA Diploma from Bangladesh Insurance Academy in the year 1985. He joined Sadharan Bima Corporation in May 1981 as a Trainee Officer. He retired voluntarily from Sadharan Bima Corporation on 30th September, 2012 as General Manager . During his service in Sadharan Bima Corporation, he worked in various Departments like Underwriting, Claim, Accounts, Re-Insurance, Finance & Investment etc. and gathered vast knowledge and experience. He attended in insurance related many seminars, symposiums and workshops. He participated in various

professional training courses at home and abroad. Mr. Islam is a renowned insurance personality.

Apart from Insurance Industry, Mr. Manirul Islam is well associated with various social organizations. He is a councilor of Bangladesh Football Federation (BFF). He was also a Councilor and former Member of the Finance Committee of Bangladesh Cricket Board (BCB).



Executives

Office

Md. Manirul Islam

Managing Director

Kaiser Rahman

Deputy Managing Director, Health Insurance

Md. Delwar Hossain, FCA

Chief Financial Officer

Ishfaqul Islam Chowdhury

Deputy Managing Director, HR & Admin

Syed Sehab Ullah Al-Manjur

Deputy Managing Director, Underwriting

Mihir Kanti Barua

Asstt. Managing Director, Internal Audit

Md. Shafiqul Islam

Senior Executive Vice President, F & A

Kabir Ahmed

Senior Executive Vice President, Re-Insurance

Bikash Chandra Pal

Sr. Vice President, Underwriting

Md. Manjur Hussain

Sr. Vice President, Branch Control

Kazi Nakibul Islam

Sr. Vice President, F&A

Mahtabuzzaman Chowdhury

Sr. Vice President, Re-Insurance

K. M. Mohsin

Sr. Vice President, Board & Real Estate

Nahid Akhter Chowdhury

Vice President, Branch Control

Syed Anisul Hoque

Vice President & Dy. Secretary

Selina Akhter

Vice President, Claim

Mostaque Ahmed

Vice President, Claim

Mamunul Hasan

Vice President, Training

Abu Sufian Akhand

Vice President, IT Department

S.M. Shaheen Akhter

Vice President, HR & Admin

Ashis Kumar Barua

Vice President, Agrabad Branch

Marketing

Deputy Managing Directors

Khandoker Zafor Sadeque

Md. Abul Hasan

Sharif Mustaba

Asstt. Managing Directors

Md. Nazrul Islam

SMB Shameem

ASM Reazur Rahman

Mahboob Uddin Ahmed

Major Syed Obayidul Karim (Retd)

Md. Golam Faruque

Sr. Executive Vice Presidents

Jamal Uddin Haider

Ali Fathker Kallol

Executive Vice Presidents

Md. Kazi Golam Haider (Dablu)

Ahmed Faruk

Abdus Salam

Sr. Vice Presidents

Delwar Hossain

Humayun Kabir Majumder

Md. Azizul Hoque

Bahauddin Ahmed

Syed Saidul Islam

Md. Habibur Rahman

Vice Presidents

Subak Kumar Barua

Md. Mujtaba Ali Mahmood

Md. Shakhawath Hossain

G.M. Saidur Rahman

Abdul Alim Khan

Ekrumul Hoque

Md. Abu Sarwar Hossain

A.S.M. Emdadul Hoque

Murad Ahmed

Md. Akram Hossain

Company Secretary

Company's Performance

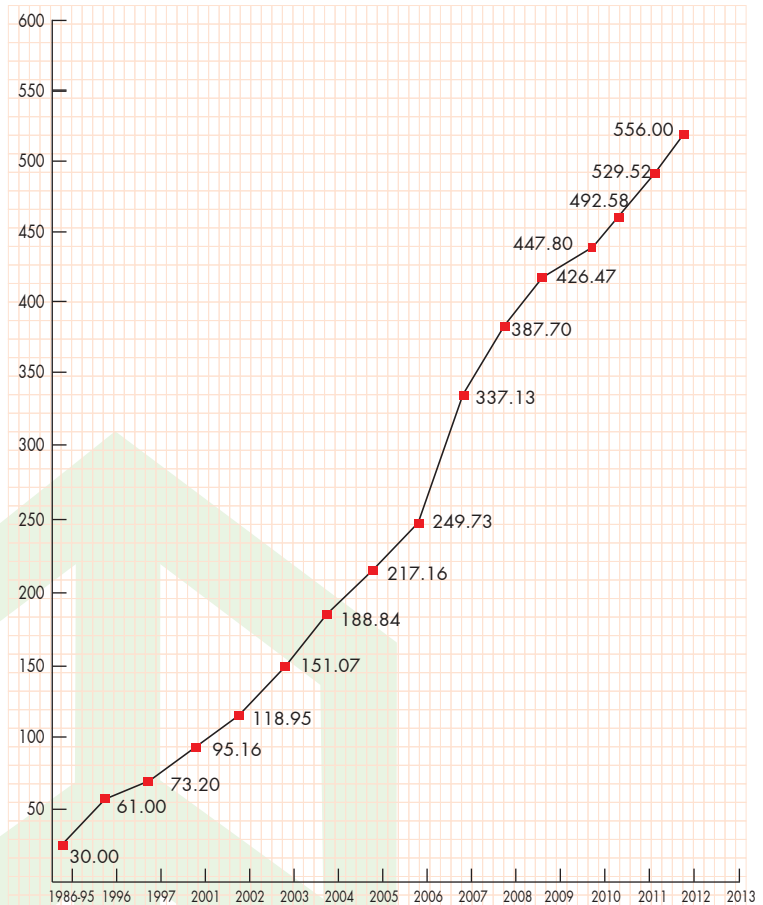
(5 years at a glance)

Taka in Million

Particulars	2013	2012	2011	2010	2009
Financial Performance					
Gross Premium	1,269.14	1,151.25	1,137.29	1,062.26	1,035.88
Net Premium	629.00	589.03	477.20	474.69	429.11
Net Claim	143.02	102.20	60.33	110.68	92.37
Underwriting Profit	104.45	156.06	89.31	63.09	62.85
Investment Income	15.32	(57.88)	6.20	77.28	43.16
Income from financial service	68.40	50.37	46.30	40.97	4.50
Net profit before tax	197.66	141.22	133.38	161.52	131.38
Net profit after tax	82.79	47.37	79.82	106.95	68.54
Dividend in percent	12.5+5 (Stock)	7.5+7.5 (Stock)	10+15(Stock)	15+5 (Stock)	20+10(Stock)
Share Capital and Reserve					
Paid up Capital	529.52	492.58	447.80	426.47	387.71
Total Reserves & Surplus	2,242.78	2,171.47	2,176.68	1,696.54	1,600.29
Shareholders Equity	2,772.30	2,664.05	2,624.48	2,123.07	2,056.59
Assets					
Investment in Shares and Securities	396.97	340.25	397.14	389.27	391.64
Cash, FDR and Bank balances	562.55	629.54	510.46	523.23	473.03
Land and Building	2,086.92	2,036.43	2,014.75	1,518.03	1,496.21
Total Assets	3,647.11	3,459.61	3,461.34	3,012.47	2,900.93
Ratios					
EPS	2.75	2.16	2.36	3.38	2.87
P/E (Times)	19.56	28.90	33.39	46.11	52.84
Solvency Surplus	2678.45	2530.61	2696.64	2,126.47	2,092.14
Net Asset Value Per Share	52.35	54.07	58.60	49.80	530.44
Net Cash Flow Per Share	1.17	1.90	0.94	1.16	10.88
Credit Rating					
Long Term	AA1	AA1	AA1	AA1	AA1
Short Term	ST1	ST1	ST1	ST1	ST1

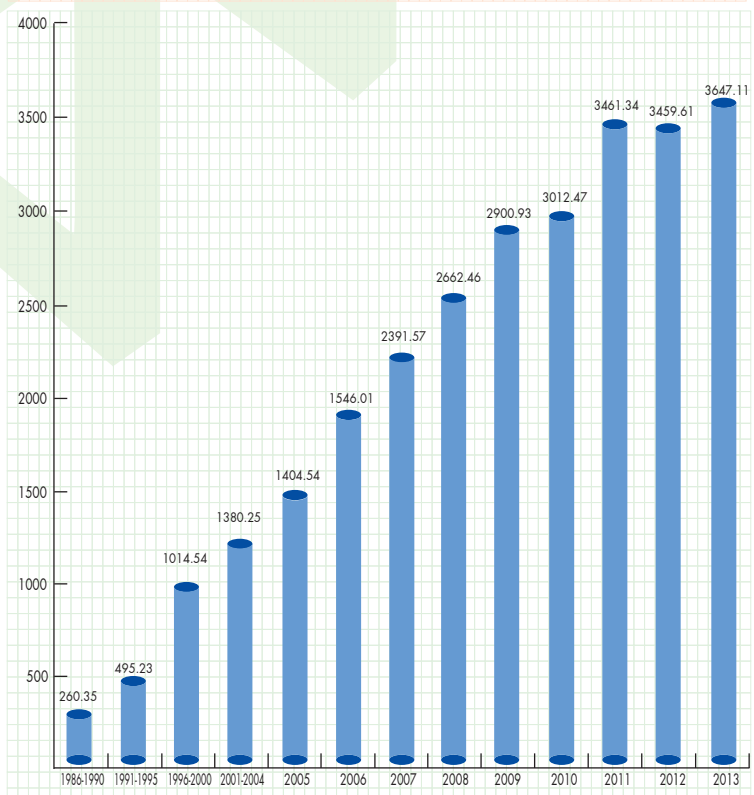
Growth of Capital (BDT Million)

1986-1995	Sponsor's capital	30.00
1996	IPO of Tk. 31 million	61.00
1997	20% Stock dividend	73.20
2001	30% Stock dividend	95.16
2002	25% Stock dividend	118.95
2003	27% Stock dividend	151.07
2004	25% Stock dividend	188.84
2005	15% Stock dividend	217.16
2006	15% Stock dividend	249.73
2007	35% Stock dividend	337.13
2008	15% Stock dividend	387.70
2009	10% Stock dividend	426.47
2010	5% Stock dividend	447.80
2011	10% Stock dividend	492.58
2012	7.5% Stock dividend	529.52
2013	5% Stock dividend	556.00



Growth of Asset (BDT Million)

1986-1990	260.35
1991-1995	495.23
1996-2000	1014.54
2001-2004	1380.25
2005	1404.54
2006	1546.01
2007	2391.57
2008	2662.46
2009	2900.93
2010	3012.47
2011	3461.34
2012	3459.61
2013	3647.11



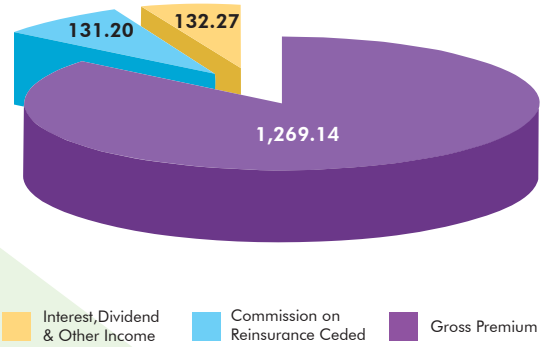
Value added Statement

for the year ended 31 December, 2013

Value Added

Figures in million

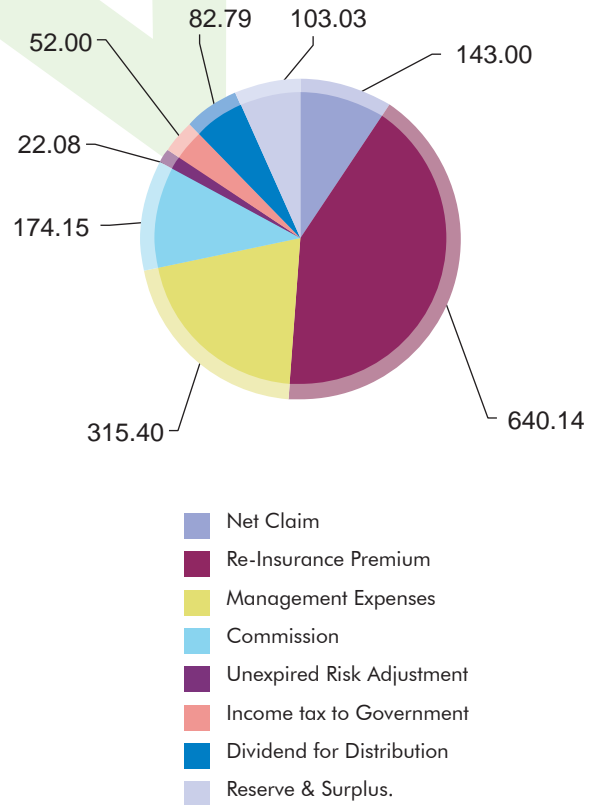
Gross Premium	1,269.14
Commission on Reinsurance	131.20
Interest, Dividend & Other Income	132.27
Total	<u>1,532.61</u>



Application

Figures in million

Net Claim	143.00
Re-Insurance Premium	640.14
Management Expenses	315.40
Commission	174.15
Unexpired Risk Adjustment	22.08
Income tax to Government	52.00
Dividend for Distribution	82.79
Reserve & Surplus.	103.03
Total	<u>1532.61</u>





Chairman's Speech

Bismillahhir Rahmanir Rahim

Dear Shareholders

It is indeed my great pleasure to welcome you to the 28th Annual General Meeting of your company, and it is my privilege to present the Annual report and review of business on behalf of the Board of Directors of your company for the year ended December 31, 2013.

At the outset, I want to thank you all for your continued support and goodwill for your Company, which has enabled it to scale greater heights in performance and delivery of insurance service during the last twenty eight years.

Bangladesh Economic Outlook 2013-2014

The Bangladesh economy, in terms of Gross Domestic Product, following two consecutive years of a robust growth of 6.5% and 6% in 2011 and 2012 respectively, is projected to have grown at a reduced rate of 5.7% in 2013. The deceleration in growth for 2013 as per IMF findings could be attributed to the relatively lower growth in agriculture which weakened to 2.2% in 2013 from 3.1% in 2012, primarily because of stagnant cereal crop production and lower prices.

Due to increase in power and fuel prices and disruption in food supply and higher prices, year-on-year inflation edged up from 7.2% in October 2012 to 8.0% in June 2013.

Although, Bangladesh's financial services sector grew at a vigorous rate of 9% in 2012/13, this growth was much slower than the 11% increase in the previous fiscal year and smallest since 2008/2009.

The utilities sector also witnessed a slowdown in economic activity, as the combined output from electricity, gas and water supply grew by 8.6% in 2012/13, which was down from 12% in the previous fiscal year.

Services growth declined from 6.3% in FY12 to 6.06% in FY13, suffering most from the direct effect of the political impasse.

Earnings from remittance inflows declined 8.5 percent year-on-year to \$6.8 billion during the July-December 2012 following up mainly due to the big drop in Bangladeshi workers getting employed abroad, which fell 13.8 percent in the same period. The manufacturing sector expanded by a rapid 9.4% in 2012/13, the same pace of growth recorded in 2011/12.

Global Economic Outlook 2013-2014

The International Monetary Fund is optimistic for world economic growth, but has cautioned that the recovery is still weak and uneven. Global activity and world trade picked up in the second half of 2013, according to the October 2013 World Economic Outlook (WEO) update.

The update anticipates the reinforcement of economic activity to spill over into 2014, and forecasts 3.7 percent global economic growth this year, 0.1 percentage point higher than its October projections, and sees growth of 3.9 percent in 2015.

Growth in the United States is set for 2.8 percent expansion this year and only slightly higher at 3.0 percent in 2015. This pickup is partly due to a decrease in the fiscal drag as a result of the recent budget agreement.

The Eurozone is starting to improve after a difficult period from recession to recovery. Growth is projected at 1.0 percent this year, rising to 1.4 percent in 2015. The progress will generally be more modest in the European countries that have been facing varying grades of financial pressure (Greece, Cyprus, Portugal Spain, and Italy), where higher exports would help lift growth while at the same time high debt and financial fragmentation in both public and private will restrain domestic demand. In Europe, Britain is the star of the revised World Economic Outlook; its upgrade for 2014 - to 2.4 percent - is stronger than any other country. For France the growth prediction is just 0.9 percent in 2014 due to policy uncertainty. That is supposed to rise to 1.5 percent in 2015. Germany - the largest Eurozone economy - is forecast to expand by 1.6 percent this year and 1.4 percent in 2015.

Japan is forecast to grow 1.7 percent this year, but only 1.0 percent in 2015. The slowing will be more gradual than expected, with the new temporary fiscal stimulus partly offsetting the drag on demand from the consumption tax increase in early 2014.

Emerging market and developing economies are likely to see an increase in growth to 5.1 percent in 2014 and to 5.4 percent in 2015. Growth in China rallied strongly in the second half of 2013, largely due to acceleration in investment. Growth is expected to moderate slightly to about 7½ percent in 2014-15. Growth in India picked up after a promising monsoon season and higher export growth, and is expected to increase further due to stronger structural policies supporting investment. Growth in India is expected to be 5.4 percent in 2015. Growth in Brazil is expected to be 2.3 percent and Russia to be 2.0 percent. Downward revisions to growth in 2014 in the Middle East and North Africa region mainly reflect potentials that the recovery in oil output in Libya after outages in 2013 will slow.

Dear Shareholders, a major part of our economic success in the future, hinge upon the prosperity of our RMG Sector. In the wake of Rana Plaza Tragedy, challenges confront us to adapt to the demands for security, safety, labour and wage standards. These shifts may increase our operating costs and erode our price competitiveness, but will certainly repair the buyer's confidence in the long run. Economic growth in FY2014 will mostly depend on exports and domestic absorption. For the sectors, agriculture growth is expected to rise because of the lower base in the past two years.

The ability of Bangladesh Bank to adopt measures to keep inflation under control and to ensure adequate credit flow will be of utmost importance to maintain steady economic growth in 2014.



Bangladesh Insurance Sector Outlook

According to the last released statistics, the gross premium income of private sector non-life insurance companies increased from Tk. 17,274 million in 2011 to Tk. 18,999 million in 2012 registering a growth of about 10%. The total assets stood at Tk. 48,924 million in 2012 as against Tk. 42,060 million in 2011. The total investment stood at Tk. 24,379 million in 2012 as against Tk. 21,960 million as at December 31, 2011.

Although our non-life insurance sector has been sustaining an annual growth rate of 8-10% during the past years there will be a significant impact on this in the future due to Government's decision to award more insurance licenses. This would increasingly misrepresent the already over-populated business setting of the sector giving rise to unhealthy competition.

Our Business Performance in 2013

Amidst challenging business environment in the country last year and coupled with a fierce competition within the insurance sector, we were able to extract a credible business performance. Gross premium income and Net premium income stood Tk. 1269 Million and Tk. 629 Million respectively.

Underwriting profit stood at Tk. 109.45 Million in 2013 which was Tk.156.06 million in 2012 registering a remarkable decline of 30.13 %. The total assets of the company stood at Tk. 3664.94 million as at December 31, 2013 showing a growth of 5.93% from 2012. The company settled claim amounting to Tk143.01Million during 2013 which was Tk.102.21million in 2012.

A summarized position of your company's operation in the year 2013 will help you appreciate the performance of the company during the year under review.

Million Taka

Particulars	2013	2012	Increase (+)
Gross Premium	1269	1151	+10.26%
Retained Premium (RP)	629	589	+6.79%
Claims- retained portion	143	102	+40.20%
Underwriting Profit	109.45	156.06	-30.13 %
Capital	529.53	493.58	+7.28%

I am happy to announce a cash dividend of 12.50 % and a stock dividend of 5%, which I hope will get your endorsement.

Before I end, I would like to place on record my deep appreciation and gratitude for the positive and cordial relationship and the support we have received from the Ministry of Finance, IDRA, Securities and Exchange Commission, Dhaka Stock Exchange, Chittagong Stock Exchange, Sadharan Bima Corporation, General Insurance Corporation of India, Bangladesh Insurance Association, Banks, Insurance Companies, other Financial Institutions and our numerous Stakeholders.

I extend my sincere gratitude to the Managing Director and to all the employees of the Company for their tireless dedication, devotion and effort made to continually improve the Company's performance.

I also take the opportunity to express my appreciation to our discerning customers, business associates and stakeholders for their support and inspiration. I sincerely thank my fellow Board of Directors for their wisdom and guidance.

And finally, dear Shareholders, I would like to convey my deepest acknowledgement to each one of you for your continued support and trust which has strengthened the company to its present glory.

Thank you,

Abdul Awal Mintoo

Chairman



পরিচালক মন্ডলীর প্রতিবেদন-২০১৩

বিসমিল্লাহির রহমানির রাহিম

আসসালামু আলাইকুম

সম্মানিত শেয়ারহোল্ডার বৃন্দ

পরিচালক মন্ডলীর পক্ষ থেকে প্রগতি ইন্স্যুরেন্স লিমিটেডের ২৮তম বার্ষিক সাধারণ সভায় আপনাদের স্বাগত জানাচ্ছি। কোম্পানীর ২০১৩ সনের ৩১শে ডিসেম্বর পর্যন্ত বার্ষিক প্রতিবেদন, নিরীক্ষিত আর্থিক বিবরণী ও সার্বিক কার্যাবলী আপনাদের নিকট উপস্থাপন করতে পারছি বলে আমরা আনন্দিত।

বাংলাদেশের অর্থনৈতিক চিত্র

পরিসংখ্যান ব্যুরোর হিসাব অনুযায়ী ২০১২-২০১৩ সালের জুলাই - জুন আর্থিক বছরে প্রবৃদ্ধি যা গত বছরের প্রবৃদ্ধি ৬.২% তুলনায় কিছুটা মন্থর ছিল। এতে দেখা যাচ্ছে যে বাংলাদেশের বৃহত্তম রপ্তানী বাজার -ইউরোপিয়ান ইউনিয়নের মন্দার প্রভাব বাংলাদেশ কাটাতে সক্ষম হয়েছে। যা হোক, আন্তর্জাতিক আর্থিক তহবিল, বিশ্ব ব্যাংক এবং এশিয়ান উন্নয়ন ব্যাংক ভবিষ্যৎবানী করছে যে আগামীতে বাংলাদেশের জিডিপি প্রবৃদ্ধি হার ৬% এর সামান্য নীচে হবে।

তথ্য উপাত্ত পর্যালোচনা করে দেখা যাচ্ছে যে, কৃষি খাতে ২০১১-২০১২ সালের প্রবৃদ্ধি ২.৫% থেকে ২০১২-২০১৩ সালে কমে ১.২% হবে। কৃষি খাতের নিম্নমুখী প্রবৃদ্ধির প্রভাব ব্যক্তিগত ভোগতথা পাইকারী ও খুচরা বাজারে এর ব্যক্তি প্রসারিত হয়েছে যা ২০১১-২০১২ সালের ৫.৬% হতে ২০১২-২০১৩ সালে হ্রাস পেয়ে ৪.৭% হয়েছে। কৃষি খাতের প্রবৃদ্ধির হার মোট জিডিপির প্রবৃদ্ধির হারের সাথে সামঞ্জস্য পূর্ণ হয়নি। বাংলাদেশের মোট জিডিপিতে কৃষি খাতের অবদান কম হলেও (১৩.৮% ২০১২-২০১৩ সাল) দেশের বিপুল পরিমাণ জনবল প্রায় ৫০% শতাংশ মানুষ এই খাতে নিয়োজিত আছে।

বিদ্যুৎ, তেল ও জ্বালানী খাতে দাম বৃদ্ধি এবং খাদ্য সরবরাহ বিঘ্নিত হওয়ায় দাম বৃদ্ধির ফলে মুদ্রাস্ফীতি অক্টোবর, ২০১২ সালে ৭% থেকে ২০১৩ জুন পর্যন্ত ৮% এ উন্নীত হয়। সম্মিলিত ভাবে বিদ্যুৎ, গ্যাস উৎপাদন এবং পানি সরবরাহ পূর্ববর্তী অর্থ বৎসরের ১২% এর স্থলে ২০১২-২০১৩ সালে ৮.৬% হয় যা অর্থনৈতিক কর্মকাণ্ডের শ্রুতগতির প্রতিফলন নির্দেশ করে।

Dear Shareholders,

On behalf of the Board of Directors of Pragati Insurance Limited, I am delighted to extend a warm welcome to you to this 28th Annual General Meeting of the company. I further take the pleasure of placing to you the Annual Report, the Audited Financial Statements and the review of your company's activities for the year ended 31st of December 2013.

Bangladesh Economic Scenario

Data from the Bureau of Statistics show that our GDP grew by 6% in fiscal year 2012/13 (July-June) which was only to some extent slower than the previous fiscal year, when the economy expanded by 6.2%. This signifies that Bangladesh has managed to overcome the recession in the European Union which is our largest export market. However, The International Monetary Fund (IMF), World Bank and Asian Development Bank predicted GDP growth of slightly lower than 6%.

These studies and report suggest that the pace of growth in the agricultural sector slowed to 1.2% in 2012/13, from 2.5% in 2011/12. The slowdown in agricultural sector growth diluted private consumption and therefore the expansion in wholesale and retail trade also slowed, from 5.6% in 2011/12 to 4.7% in 2012/13, as output increases in this sector failed to keep pace with overall GDP growth. The production from the agricultural sector measure for a small share of Bangladesh's total GDP (at 13.8% in 2012/13), but it is still the country's largest employer, providing employments to some 50% of the labour force.

Inflation shot up from 7.2% in October 2012 to 8.0% in June 2013 largely due to the increase in power and fuel prices and disruption in food supply and higher food prices. The combined output from electricity, gas and water supply grew by 8.6% in 2012/13, down from 12% in the previous fiscal year signifying a slowdown in economic activity in the utilities sector. The rate of expansion in Bangladesh's financial services sector also slowed from 11% in 2011/12 to 9% in 2012/13



Our garments sector similarly appeared to have experienced less spectacular growth in compared with 2011/12, primarily due to the drop in consumption in the European Union. However, the manufacturing sector expanded by a rapid 9.4% in 2012/13, the same pace of growth recorded in 2011/12. Our economy during last few years has benefitted from inflows of remittances and a robust performance in textile exports. However, costs are rising in the textile sector as a result of improvements of working conditions, and wages following workers unrest. The collapse of Rana Plaza factory and two devastating fire incident in the garments factory also contributed to the increase of business expenses in the Textile sector.

With the cautious handling of the economy and an amicable political scenario, we are optimistic of a healthier economy going forward.

Global Economic Scenario

According to the October, 2013 World Economic Outlook (WEO) update, overall Global economic activity and world trade picked up in the second half of 2013 and predicts the strengthening of economic activity to spread into 2014. It forecasts 3.7 percent global economic growth this year, 0.1 percentage point higher than its October projections, and sees growth of 3.9 percent in 2015.

Emerging market and developing economics are likely to see an increase in growth to 5.1 percent in 2014 and to 5.4 percent in 2015. Growth in South Asia expanded a modest 4.6 percent in 2013, reflecting weakness in India amid high inflation, and current account and government deficits. Growth in India picked up after a promising monsoon season and higher export growth, and is expected to increase further due to stronger structural policies supporting investment. Growth in India is expected to be 5.4 percent in 2015. Regional growth in South Asia is projected to improve to 5.7 percent in 2014, rising to 6.7 percent in 2016, led mainly by recovering import demand by high-income economies and regional investment. Growth in China rallied strongly in the second half of 2013. Largely due to acceleration in investment. Growth is expected to moderate slightly to about 7½ percent in 2014-15. Growth in Brazil is expected to be 2.3 percent and Russia to be 2.0 percent. Downward revisions to growth in 2014 in the Middle East

২০১২-২০১৩ সালে আর্থিক সেবা খাতের প্রসার মস্তুর হয়ে ৯% হয়েছে যা ২০১১-২০১২ সালে ১১% ছিল। অনুরূপ ভাবে আমাদের তৈরি পোশাক প্রাথমিক ভাবে ইউরোপিয়ান ইউনিয়ন এ সরবরাহ কম হওয়ার কারণে ২০১১-২০১২ সালের ন্যায় এ বছরও আশানুরূপ প্রবৃদ্ধি অর্জন সম্ভব হয়নি। ইউরোপিয় ইউনিয়নে ভোগ কমে যাওয়ার কারণে আমাদের তৈরি পোশাক খাতে গত বছরের তুলনায় ২০১২-২০১৩ সালে তাক লাগানোর মতো প্রবৃদ্ধির অর্জন সম্ভব হয়নি। পূর্ববর্তী বছরের অনুরূপ ২০১২-২০১৩ সালেও ৯.৪% হারে আমাদের উৎপাদন খাত প্রসারিত হয়েছে। আমাদের অর্থনীতিতে বেশ কিছুদিন যাবৎ রেমিট্যান্স প্রবাহ এবং টেক্সটাইল রপ্তানী খাত অবদান রেখে আসছে। অপর দিকে শ্রমিকদের জীবনযাত্রার মান এবং মজুরী বৃদ্ধির জন্য শ্রমিক অসন্তোষ এবং সদ্য সংঘটিত রানা প্লাজা ধ্বংস সহ আরও দুটি বড় ধরনের অগ্নিকাণ্ডে গার্মেন্টস খাতে বিরূপ প্রতিক্রিয়া হয়েছে।

যদি দক্ষ হাতে অর্থনৈতিক কর্মকান্ড পরিচালনা এবং সুষ্ঠু রাজনৈতিক পরিবেশ বজায় থাকে তবে আমাদের সামনে চলার পথ আরও সুন্দরও অর্থনৈতিক সমৃদ্ধি দেখতে পাব বলে আশা করি।

বিশ্ব অর্থনীতির চালচিত্র

ওয়ার্ল্ড ইকনোমিক আউটলুক অক্টোবর ২০১৩ অনুযায়ী বিশ্ব অর্থনৈতিক কার্যক্রম এবং বিশ্ব বাণিজ্য ২০১৩ সালে উন্নতি লাভ করেছে এবং ২০১৪ সালে অর্থনৈতিক কার্যাবলী আরও সমৃদ্ধ হবে বলে পূর্বাভাস প্রদান করেছে। এ বৎসর বিশ্ব অর্থনীতির প্রবৃদ্ধি ৩.৭% হবে বলে ধারণা করা হয়েছে এবং ২০১৫ সালে প্রবৃদ্ধি হার ৩.৯% হবে বলে অনুমান করা হচ্ছে।

উঠতি বাজার এবং উন্নয়নশীল অর্থনীতিতে ২০১৪ সালে ৫.১% এবং ২০১৫ সালে ৫.৪% প্রবৃদ্ধি অর্জন পরিলক্ষিত হবে বলে অনুমান করা হচ্ছে। দক্ষিণ এশিয়ায় ২০১৩ সালে ৪.৬% প্রবৃদ্ধি হবে যা ভারতের উচ্চ মুদ্রাস্ফীতি এবং বৈদেশিক মুদ্রার স্বল্পতার প্রতিফলন পড়েছে। ভালো আবহাওয়া এবং রপ্তানি বৃদ্ধির ফলে প্রবৃদ্ধি বৃদ্ধি পাবে যা বিনিয়োগ সহায়ক নীতির উপর নির্ভরশীল। ভারতের ২০১৫ সালে প্রবৃদ্ধি ৫.৪% আশা করা যায়।

দক্ষিণ এশিয়ায় ২০১৪ সালে ৫.৭% থেকে ২০১৬ সালে ৬.৭% পর্যন্ত প্রবৃদ্ধি অনুমান করা যায়। যা নির্ভর করে উন্নত অর্থনীতির জন্য আমদানি চাহিদা বৃদ্ধি এবং আঞ্চলিক বিনিয়োগ। চীনে ২০১৩ এর মাঝে মাঝে সময়ে অর্থনৈতিক প্রবৃদ্ধি ব্যপক বৃদ্ধি পায় তার কারণ বিনিয়োগ বৃদ্ধি। ২০১৪-২০১৫ সালের মধ্যে প্রবৃদ্ধি ৭.৫% বৃদ্ধি আশা করা যায়। ব্রাজিলের প্রবৃদ্ধি ২.৩% এবং রাশিয়া ২%। ২০১৪ সালে মধ্য প্রাচ্য এবং উত্তর আফ্রিকায় প্রবৃদ্ধি নিম্নমুখী হবে কারণ ২০১৩ সালে লিবিয়ায় তেল উৎপাদন



and North Africa region mainly reflect potentials that the recovery in oil output in Libya after outages in 2013 will slow.

Japan is forecast to grow 1.7 percent this year, but only 1.0 percent in 2015. The slowing will be more gradual than expected, with the new temporary fiscal stimulus partly offsetting the drag on demand from the consumption tax increase in early 2014.

Growth in the Euro Area, after two years of contraction, is projected to be 1.0 percent this year, and 1.4 and 1.5 percent in 2015 and 2016 respectively. Growth is projected at 1.0 percent this year, rising to 1.4 percent in 2015. In Europe, Britain is the star of the revised World Economic Outlook; its upgrade for 2014 to 2.4 percent is stronger than any other country. For France the growth prediction is just 0.9 percent in 2014 due to policy uncertainty. That is supposed to rise to 1.5 percent in 2015. Germany – the largest Eurozone economy is forecast to expand by 1.6 percent this year and 1.4 percent in 2015. The US economy is projected to grow by 2.8 percent this year from 1.8 percent in 2013, firming to 3.0 percent in 2015. This pickup is partly due to a decrease in the fiscal drag as a result of the recent budget agreement.

Insurance Industry Scenario

According to insurance industry statistics modest growth has been achieved in the industry during the last few years. However, this growth could have been much higher had there been not the lack of awareness and the risk adverse nature of the general public to insurance. The Insurance Development and Regulatory Authority (IDRA), which is already taken praiseworthy initiatives to reform the insurance market, may be humbly requested to initiate insurance education and awareness programs to help in bringing more and more people and businesses under the insurance umbrella. Furthermore, the Government's recent decision to permit two more non-life insurance licenses, which expands the number of non-life insurance companies from forty-three to forty-five will heighten the fierce competition that already prevails in the market due to the shortage of demand for insurance.

বন্ধ থাকার পর ২০১৪ সালে তেল উৎপাদন কম হবে বলে অনুমান করা হচ্ছে।

জাপানে এ বছর প্রবৃদ্ধি ১.৭% হারে বৃদ্ধি পাবে কিন্তু ২০১৫ সালে মাত্র ১% হারে বৃদ্ধি পাবে। ২০১৪ সালের শুরুতে সাময়িক ভাবে আরোপকৃত কর বৃদ্ধির কারণে চাহিদা কমে যায়। নতুন ঘোষিত আর্থিক প্রনোদনা আংশিক ভাবে চাহিদা বৃদ্ধিতে সহায়ক হবে।

প্রবৃদ্ধি দুই বছর সংকোচনের পর ইউরোজোনে এ বছর ১.০% তাছাড়া ২০১৫ সালে ১.৪% ও ২০১৬ সালে ১.৫% প্রবৃদ্ধি অনুমান করা হচ্ছে। সংশোধিত ইকনোমি আউটলুক অনুযায়ী ২০১৪ সালে ইউরোপে বৃটেনই সর্বোচ্চ ২.৪% প্রবৃদ্ধি অর্জন করবে যা অন্যান্য দেশের চেয়ে অনেক ভাল। নীতিগত সিদ্ধান্ত হীনতার কারণে ফাঙ্গে ২০১৪ সালে মাত্র ০.৯% হারে প্রবৃদ্ধি ধারণা করা হচ্ছে এবং ২০১৫ সালে ১.৫% পর্যন্ত ধারণা করা যায়। জার্মানি ইউরোজোনের মধ্যে সবচেয়ে বড় অর্থনৈতিক শক্তি - চলতি বছরে ১.৬% হারে এবং ২০১৫ সালে ১.৪% হারে প্রবৃদ্ধির পূর্বাভাস পাওয়া যায়। আমেরিকায় চলতি বছরের প্রবৃদ্ধির হার ২.৮% হারে বৃদ্ধি হবে যা ২০১৩ সালে ছিল ১.৮% এবং ২০১৫ সালে ৩% হারে বৃদ্ধি হবে।

বীমা শিল্পের চিত্র (নন-লাইফ)

বীমা শিল্পের পরিসংখ্যান অনুযায়ী বিগত কয়েক বছর যাবৎ পরিমিত মাত্রায় প্রবৃদ্ধি অর্জিত হয়েছে বীমা বিষয়ে সচেতনতার অভাব এবং সাধারণ জনগণের ঝুঁকি বিমুখতার ফলে এ খাতে আশানুরূপ প্রবৃদ্ধি অর্জন সম্ভব হয়নি। ইতি মধ্যে বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ (আই,ডি,আর,এ) কর্তৃক প্রতিটি ধাপে - যেমন বীমা বাজারকে পুনঃগঠন করার জন্য বীমা বিষয়ে প্রয়োজনীয় শিক্ষা এবং সচেতনতা বৃদ্ধির কর্মসূচির মাধ্যমে বেশির ভাগ জনসাধারণ এবং ব্যবসায়ীদের বীমা কার্যক্রমের আওতায় আনার জন্য উদ্যোগ গ্রহণ প্রয়োজন। সরকার পুনরায় আরও দু'টি সাধারণ বীমা (নন-লাইফ) কোম্পানীর অনুমোদন দেয়ার যার ফলে বাজার আবার অনৈতিক এবং ভয়ংকর অসুস্থ প্রতিযোগিতার দ্বার প্রাপ্তে উপনীত হবে। সর্বশেষ পরিসংখ্যান অনুযায়ী বেসরকারী সাধারণ বীমা কোম্পানীর মোট প্রিমিয়াম ২০১২ সালে ১৮,৯৯৯ মিলিয়ন টাকা যা ২০১১ সালে ছিল ১৭,২৭৪ মিলিয়ন টাকা, বৃদ্ধির হার ছিল ১০%। মোট সম্পদ এর পরিমাণ ২০১২ সালে দাঁড়িয়েছে ৪৮,৯২৪ মিলিয়ন টাকা যা ২০১১ ছিল ৪২,০৬০ মিলিয়ন টাকা। মোট বিনিয়োগ দাঁড়িয়েছে ২৪,৩৭৯ মিলিয়ন টাকা, ২০১১ সালে ছিল ২১,৯৬০ মিলিয়ন টাকা।

Operational Results

Performance of Pragati Insurance Limited in 2013, Compared to 2012 are depicted below:

Particulars	2013	2012	% Change
Gross Premium	1269	1151	+10.25%
Net Premium	629	589	+6.79%
Underwriting Profit	109	156	-30.13%
Net Profit-Gross	197	141	+39.71%

Gross Premium Income

In 2013 Pragati Insurance Limited achieved another milestone of earning gross premium of Tk.1269 million. Gross premium income increased by Tk.118 million registering a growth of 10.25% compared to previous year.

CLASS WISE PREMIUM

Fire Insurance

The Company earned gross fire insurance premium of Tk.541.42 million as against Tk.465 of last year. After payment/provision for re-insurance premiums, claims and management expenses the company has earned underwriting profit of Tk.12.98 million against Tk.76.27 million of last year. Due to increase against fire claim this year underwriting profit decreased by 82.98%.

Marine Insurance

Gross premium earning in marine department including Marine Hull was Tk.439.94 million against Tk.421.52 million of the year 2012. After providing for re-insurance and claims, we have earned underwriting profit of Tk.70.78 million against last year's underwriting profit of Tk.52.70 million. In spite of lesser premium income under this class we have been able to earned underwriting profit beyond expectation. Percentage of increase here is 34.30%.

Miscellaneous Insurance

Gross premium of Tk.287.77 million (both in Motor and Miscellaneous departments) was earned against Tk. 218.86 million in the year 2012. After meeting expenses for re-insurance, claims and management

অর্জিত ফলাফল

২০১৩ সাল এবং ২০১২ সালের আর্থিক ফলাফলের তুলনামূলক বিশ্লেষণ নিম্নরূপঃ

বিবরণ	২০১৩	২০১২	% (তারতম্য)
গ্রস প্রিমিয়াম	১,২৬৯	১,১৫১	+১০.২৫%
নীট প্রিমিয়াম	৬২৯	৫৮৯	+৬.৭৯%
অবলিখন মুনাফা	১০৯	১৫৬	-৩০.১৩%
নীট মুনাফা	১৯৭	১৪১	+৩৯.৭১%

গ্রস প্রিমিয়াম আয়

তীব্র প্রতিযোগিতা সত্ত্বেও প্রগতি ইন্স্যুরেন্স লিমিটেড ২০১৩ সনে ১,২৬৯ মিলিয়ন টাকা গ্রস প্রিমিয়াম আয় করেছে, যা এ যাবৎ কালের মধ্যে সর্বোচ্চ। এক্ষেত্রে গ্রস প্রিমিয়াম টাকা ১১৮ মিলিয়ন বৃদ্ধি পেয়েছে, বৃদ্ধির হার ১০.২৫%। যা সম্মানিত পরিচালক বৃন্দ এবং সকল স্তরের কর্মকর্তা ও কর্মচারীবৃন্দের আন্তরিক প্রচেষ্টার ফসল।

শ্রেণী অনুযায়ী প্রিমিয়াম

অগ্নি বীমা

কোম্পানী ২০১২ সনে ৪৬৫ মিলিয়ন টাকার বিপরীতে ২০১৩ সনে ৫৪১.৪২ মিলিয়ন টাকা এ খাতে গ্রস প্রিমিয়াম আয় করেছে। রি-ইন্স্যুরেন্স প্রিমিয়াম, বীমা দাবী ও ব্যবস্থাপনা খরচ মিটিয়ে/সমন্বয় করার পর ২০১৩ সালে অবলিখন মুনাফার পরিমাণ দাঁড়িয়েছে ১২.৯৮ মিলিয়ন টাকা যা গত বছর ছিল ৭৬.২৭ মিলিয়ন টাকা। বীমা দাবীর বৃদ্ধির ফলে এ বছর অগ্নি বীমা খাতে অবলিখন মুনাফা হ্রাসের হার ৮২.৯৮%।

নৌ বীমা

নৌ বীমা বিভাগে মেরীন হাল সহ গ্রস প্রিমিয়াম অর্জিত হয়েছে ৪৩৯.৯৪ মিলিয়ন টাকা যা ২০১২ সালে ছিল ৪২১.৫২ মিলিয়ন টাকা। রি-ইন্স্যুরেন্স প্রিমিয়াম, বীমা দাবী ও ব্যবস্থাপনা খরচ মিটিয়ে/সমন্বয় করার পর ২০১৩ সালে এ খাতে অবলিখন মুনাফার পরিমাণ ৭০.৭৮ মিলিয়ন টাকা যা গত বছরে ছিল ৫২.৭০ মিলিয়ন টাকা। এ খাতে প্রিমিয়াম আয় কম হওয়া সত্ত্বেও এ বছর অবলিখন মুনাফা আশাতীত ভাবে বৃদ্ধি পেয়েছে। এখানে বৃদ্ধির হার ৩৪.৩০%।

বিবিধ বীমা

২০১৩ সালে কোম্পানী মটর ও অন্যান্য খাতে গ্রস প্রিমিয়াম আয় করেছে ২৮৭.৭৭ মিলিয়ন টাকা যা ২০১২ সালে ছিল ২১৮.৮৬ মিলিয়ন টাকা। রি-ইন্স্যুরেন্স প্রিমিয়াম, বীমা দাবী ও ব্যবস্থাপনা খরচ মিটিয়ে/সমন্বয় করার পর ২০১৩ সালে এ খাতে অবলিখন



expenses we have earned underwriting profit of Tk.25.69 million against Tk.27.08 million in 2012 registering a decrease of 5.41%. The less profit in this line of business this year was due to higher number of claims from our retained account.

Investment Operation

With the inclusion of two more non-life insurance companies, the competition will be further intensified resulting in shrinking of underwriting profit. Pragati Insurance Limited has concentrated its focus on diversifying its investment portfolio. In sharp contrast to the year 2012 which witnessed a capital loss of Tk.57.88 million the company has earned Tk.15.32 as capital gain out of share trading. Pragati Insurance Limited has been able to augment its rental income by Tk.126.57 million over the year 2012 registering increase of 43.97%. Pragati Insurance Limited has strengthened its investment wing by skilled man power started reaping the benefit. Interest and dividend income has increased by Tk.18.03 million over the year 2012 i.e increased by 35.80%.

Contribution to National Exchequer

During the year under report Pragati Insurance Limited has deposited Tk.179.03 million to the Government Exchequer as corporate income Tax, withholding Tax, stamp duty and VAT.

Income Distribution

Underwriting Profit of the Company is not at desired level due to ever increasing operational and other expenses. However, due to increase in income from share trading business and rental income the company's net profit before tax stood at Tk.197.66 million against Tk.141.22 million in the year 2012. The net profit before tax has been proposed for appropriation as follows:

Particulars	Million Taka
Reserve for Exceptional Losses	62.90
Provision for Income Tax	50.00
Provision for Deferred Tax	2.00
Balance available for distribution	82.79

Taking into consideration the financial position and capital requirement of the company with an aim to have a steady growth in per share

মুনাফার পরিমাণ ২৫.৬৯ মিলিয়ন টাকা যা গত বছরে ছিল ২৭.০৮ মিলিয়ন টাকা। এখানে হ্রাসের হার ৫.৪১%। কোম্পানীর রিটেইনড প্রিমিয়াম খাতে দাবীর পরিমাণ বেশি হওয়ায় এ বছর এ খাতে মুনাফা কম হয়েছে।

বিনিয়োগ কার্যক্রম

আরো দু'টি নন-লাইফ ইস্যুরেন্স কোম্পানীপ্রতিযোগিতায় অবতীর্ণ হওয়ার কারণে অবলিখন মুনাফা আগামীতে কমে যাওয়ার আশংকা রয়েছে। এ জন্য প্রগতি ইস্যুরেন্স লিমিটেড অবলিখন মুনাফার পাশাপাশি অন্যান্য খাতে বিনিয়োগের মাধ্যমে আয় বৃদ্ধির জন্য মনোনিবেশ করেছে। কোম্পানী দক্ষ লোকবল নিয়োগের মাধ্যমে বিনিয়োগ শাখাকে শক্তিশালী করায় এক্ষেত্রে কাক্সিত ফল অর্জন সম্ভব হয়েছে।

২০১২ সালে ৫৭.৮৮ মিলিয়ন টাকা শেয়ার খাতে লোকসানের বিপরীতে ২০১৩ সালে ১৫.৩২ মিলিয়ন টাকা মুনাফা অর্জন করেছে। প্রগতি ইস্যুরেন্স লিমিটেড ২০১২ সালের তুলনায় ২০১৩ সালে ১২৬.৫৭ মিলিয়ন টাকা বেশি ভাড়া বাবদ আয় করেছে, এখানে বৃদ্ধির হার ৪৩.৯৭%। সুদ এবং লভ্যাংশ খাতে বিগত বৎসরে ১৮.০৩ মিলিয়ন টাকা আয় বেড়েছে, এখানে বৃদ্ধির হার ৩৫.৮০%।

সরকারী কোষাগারে প্রগতির অবদান

প্রগতি ইস্যুরেন্স লিমিটেড জাতীয় কোষাগারে ভ্যাট ও ট্যাক্সবাবদ জমার ক্ষেত্রে মুখ্য ভূমিকা পালন করে আসছে। আলোচ্য বছরে কর্পোরেট ইনকাম ট্যাক্স, স্ট্যাম্প ডিউটি এবং ভ্যাট হিসাবে প্রগতি ইস্যুরেন্স জাতীয় কোষাগারে মোট ১৭৯.০৩ মিলিয়ন টাকা জমা দিয়েছে।

আয় বন্টন

ক্রমবর্ধমান ব্যবসা পরিচালনা ব্যয়ের ফলে বিগত বৎসরে অবলিখন মুনাফা আশানুরূপ হয়নি। অবশ্য শেয়ার ব্যবসা খাতে এবং ভাড়া আয় বৃদ্ধির ফলে বিগত বৎসরের নীট মুনাফা ১৯৭.৬৬ মিলিয়ন টাকা দাঁড়িয়েছে যা ২০১২ সালে ছিল ১৪১.২২ মিলিয়ন টাকা। ২০১৩ সালের আয় বন্টন নিম্নরূপঃ

বিবরণ	মিলিয়ন টাকা
অস্থায়িক ক্ষতির জন্য সংরক্ষিত তহবিল (নীট প্রিমিয়ামের ১০%)	৬২.৯০
আয়করের জন্য তহবিল	৫০.০০
ডেফার্ড ট্যাক্সের জন্য তহবিল	২.০০
বিতরণযোগ্য টাকার পরিমাণ	৮২.৭৯

কোম্পানীর আর্থিক সংগতি ও প্রয়োজনীয় মূলধনের বিষয় সাথে সাথে শেয়ার প্রতি লভ্যাংশ বৃদ্ধির বিষয়টিও গুরুত্ব সহকারে বিবেচনার ব্যাপারে প্রগতি

dividend, the Board of Directors of Pragati Insurance Limited recommended 12.5% cash dividend & 5% stock to the shareholders of the company for the year 2013. The whole scenario will look as follows:

Particulars	Taka
General reserve	36,210,606
Divisible Profit-2013	82,792,406
	119,003,012
Less: Cash & Stock Dividend for the year	9,26,67,232
Balance to be brought forward for the next year	26,335,780

Credit Rating

Credit Rating of Pragati Insurance Ltd. was carried out by Credit agency of Bangladesh Limited (CRAB) for the year 2013-2014 and their assessments are as follows:

Long Term
AA1
Short Term
ST-1

Apart from the above, CRAB also mentioned the following salient features of Pragati Insurance Ltd:

- ◆ Steady increase in Gross Premium income
- ◆ policyholder
- ◆ underwriting expertise
- ◆ Strong reserve base
- ◆ Introducing corporate governance issues and guidelines for compliance with the regulations of IDRA and BSEC.

Board of Directors

In accordance with Articles 105 and 107 of the company'-noted Directors shall retire from Group-A

Shareholders shall retire from the office by rotation. Being eligible, they offered themselves for re-election as per Articles of Associations.

1. Mr. A. Monem
2. Mr. Abdul Awal Mintoo
3. Mr. Mohamed A. Awwal
4. Mr. Khalilur Rahman

ইস্যুরেসের পরিচালনা পর্ষদ খুবই সচেতন। প্রগতি ইস্যুরেস লিমিটেড এর পরিচালনা পর্ষদ ২০১৩ সালের মুনাফা থেকে শেয়ারহোল্ডারদের জন্য নগদ ১২% ক্যাশ ডিভিডেন্ট এবং ৫% স্টক লভ্যাংশ প্রদানের সুপারিশ করেছেন। নগদ লভ্যাংশ প্রদানের বিষয়টি নিম্নলিখিত ভাবে দেখানো হলো।

বিবরণ	টাকা
সাধারণ রিজার্ভ	৩৬,২১০,৬০৬
বন্টনযোগ্য মুনাফা-২০১৩	৮২,৭৯২,৪০৬
	১১৯,০০৩,০১২
বাদঃ নগদ ও স্টক লভ্যাংশ	৯,২৬,৬৭,২৩২
মোট স্থিতি পরবর্তী বছর	২৬,৩৩৫,৭৮০

ক্রেডিট রেটিং

২০১৩-২০১৪ সালে প্রগতি ইস্যুরেস লিমিটেড এর ক্রেডিট রেটিং এ CRAB এর মূল্যায়ন নিম্নরূপঃ

Long term AA1
Short term ST-1

তা ছাড়া CRAB প্রগতি ইস্যুরেস লিঃ নিম্নলিখিত বৈশিষ্ট্যগুলো উল্লেখ করেছেঃ

- ◆ গ্রস প্রিমিয়াম আয় উত্তরোত্তর বৃদ্ধি
- ◆ প্রয়োজনের তুলনায় অধিক সলভেন্সি মার্জিন
- ◆ বীমা দাবী পরিশোধের সক্ষমতা
- ◆ Strong franchise value
- ◆ কোম্পানীর অবলিখনে গুণগত পরিবর্তনের ফলে বীমার দাবি-হাস
- ◆ সুদৃঢ় রিজার্ভ কাঠামো
- ◆ BSEC এবং IDRA এর বিধি অনুযায়ী কর্পোরেট গভর্নেন্স প্রবর্তন ও নিশ্চিত করণ

পরিচালকমণ্ডলী

কোম্পানীর আর্টিকেলস অব এসোসিয়েশনের ১০৫ এবং ১০৭ ধারা অনুযায়ী "এ" গ্রুপের নিম্নলিখিত উদ্যোক্তা পরিচালকবৃন্দ এ বছর অবসর গ্রহণ করবেনঃ তারা সবাই পুনঃ নির্বাচনের যোগ্য বিধায় কোম্পানীর স্মারক সংঘের ১০৭ ধারা অনুযায়ী তারা পুনঃ নির্বাচনের ইচ্ছা প্রকাশ করেছেন।

১. জনাব আব্দুল মোনেম
২. জনাব আব্দুল আউয়াল মিন্টু
৩. জনাব মোহাম্মদ এ আউয়াল
৪. জনাব খলিলুর রহমান



In accordance with articles 105 and 106 of the company's Articles of Association, the under-noted Directors from Group-B Shareholders shall retire from the office by rotation.

1. Mrs. NigarJahanChowdhury
2. Mr. NasirLatif

The election to fill up the 2 (two) vacancies will be held on the day of the 28th AGM (i.e.18th May, 2014) of the company.

The 2 (two) shareholders i.e. (i) Mrs. NigarJahanChowdhury and (ii) Mr.NasirLatif submitted their nomination papers within the stipulated time. No-body else has submitted any nomination papers so they will be taken as elected Directors from Group-B shareholders.

Audit Committee

The Audit Committee of the company met five (5) times during the year and reviewed the followings with special emphasis on compliance of respective recommendations:

- ◆ Audit and inspection Report (s) of the Audit Team and External Auditors.
- ◆ Ensuring and effective Risk Management system of the Company through ongoing review of the company's internal control system.
- ◆ The financial statements of the company for 2013 audited by the External Auditors.
- ◆ Compliance Culture within the Company.

This is to confirm that the Directors' Audit Committee is constituted as per terms & condition of BSEC'158/134/Admin/44 dated 7th August, 2012.

Auditors

M/S. A Wahab& Co, Chartered Accountants was appointed External Auditors of the company for the year 2013 at the 27th Annual General Meeting. They have audited the books of account for the period covering 1st January, 2013 to 31st December 2013. This is the 3rd year that A. Wahab& Co. has audited the Financial Statements of the company.

They are not eligible for re-appointment beyond consecutive 3 years as per para (b) BSEC Order dated 27-07-2011.

কোম্পানীর আর্টিকেলস অব এসোসিয়েশনের ১০৫ এবং ১০৬ ধারা অনুযায়ী নিম্নলিখিত পরিচালকবৃন্দ "বি" গ্রুপ হতে এ বছর অবসর গ্রহণ করবেনঃ

১. জনাব নাছির লতিফ
২. মিসেস নীগার জাহান চৌধুরী

উপরোক্ত ২ জন অবসর গ্রহনকারীদের স্থান পূরনের জন্য কোম্পানীর ২৮তম বার্ষিক সাধারণ সভায় (১৮ই মে, ২০১৪) নির্বাচন অনুষ্ঠিত হবে।

নির্দিষ্ট সময়ের মধ্যে ১)জনাব নাছির লতিফ ও ২)মিসেস নীগার জাহান চৌধুরী গ্রুপ "বি" এর পরিচালক নির্বাচনের জন্য নমিনেশন পত্র দাখিল করেন। অন্য কেহ নমিনেশন পত্র দাখিল না করায় তারা গ্রুপ "বি" হতে পরিচালক নির্বাচিত বলে গণ্য হবেন।

অডিট কমিটি

কোম্পানীর অডিট কমিটি আলোচ্য বছরে ৫ (পাঁচ) টি সভায় মিলিত হয়ে নিম্নলিখিত বিষয়গুলো পর্যালোচনা করে সংশ্লিষ্ট সুপারিশ বাস্তবায়নে বিশেষ গুরুত্ব আরোপ করেনঃ

- ◆ অডিট টিম ও বহির্নিরীক্ষকের নিরীক্ষা ও পরিদর্শন প্রতিবেদন।
- ◆ কোম্পানীর আভ্যন্তরীণ নিরীক্ষা কার্যক্রমের সার্বক্ষণিক পুনঃমূল্যায়নের মাধ্যমে কোম্পানীর কার্যকর ঝুঁকি ব্যবস্থাপনা নিশ্চিতকরণ।
- ◆ বহির্নিরীক্ষক দল কর্তৃক কোম্পানীর ২০১৩ সালের আর্থিক বিবরণীর উপর নিরীক্ষা প্রতিবেদন।
- ◆ কোম্পানীতে দৈনন্দিন কার্যক্রমে সংশ্লিষ্ট সুপারিশমালা বাস্তবায়নে উদ্যোগী হবার কর্মসংস্কৃতি গড়ে তোলার প্রতি গুরুত্ব প্রদান।

সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন এর সার্কুলার নং সিএমআরআরসিডি/২০০৬-/১৫৮/১৩৪/প্রশাসন/৪৪ তারিখ ৭ই আগস্ট, ২০১২ এর নির্দেশনা অনুযায়ী কোম্পানীর অডিট কমিটি পুনর্গঠিত হয়েছে।

নিরীক্ষক

কোম্পানীর ২৭তম সাধারণ বার্ষিক সভায় মেসার্স এ ওহাব এন্ড কোং, চার্টার্ড এ্যাকাউন্টেন্ট কে কোম্পানীর ২০১৩ সালের বহির্নিরীক্ষক হিসাবে নিয়োগ প্রদান করা হয়েছে। তাঁরা ১লা জানুয়ারী হতে ৩১শে ডিসেম্বর, ২০১৩ সময়ের হিসাব নিরীক্ষা করেছে। এ ওহাব এন্ড কোং এর ২০১৩ সাল নিরীক্ষার ৩ বছর সম্পন্ন হয়েছে।

Directors' Report to the Shareholders

(Under Section 184 of the Companies Act 1994)

We report that:

- i. The financial statements prepared by the management of the company present fairly its state of affairs, the result of its operations, cash flows and changes in equity.
- ii. Proper books of account of the company have been maintained.
- iii. Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment.
- iv. International Accounting Standards, as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there from has been adequately disclosed.
- v. The system of internal control is sound in design and has been effectively implemented and monitored.
- vi. There are no significant doubts upon the company's ability to continue as a going concern.
- vii. There are no significant deviations from last year operating result of the company.
- viii. During the year ended 31 December 2013 the Board of Directors held 8 (Eight) meetings and the Directors serving on the Board attended in aggregate 53% of the total number of meetings.
- ix. At 31 December 2013, the pattern of shareholding are given below:
 - a) Shareholding of Parent/Subsidiary/ Associate companies and other related parties Nil.
 - b) Shareholdings of Directors, CEO, Company Secretary, CFO and Head of Internal Audit and their spouses and minor children as under :



Ownership Status

Sl. No.	Name of Directors	No. shares	Spouse	Minor Children	Total	% of share
1	Mr. Abdul Awal Minto	1,061,955	480,977	N/A	1,542,932	2.91
2	Mr. Khan Mohd. Ameer	1,302,109	-	N/A	1,302,109	2.46
3	Mr. Khalilur Rahman	2,677,901	-	N/A	2,677,901	5.06
4	Mr. A. Monem	1,394,320	37,721	N/A	1,432,041	2.70
5	Mr. Mohd. A. Awwal	1,154,060	423,652	N/A	1,577,712	2.98
6	Mr. Md. Syedur Rahman Minto	1,065,845	10,435	N/A	1,076,280	2.03
7	Syed M. Altaf Hussain	1,534,589	-	N/A	1,534,589	2.90
8	Mr. Md. Sarwar Kamal	1,101,032	309,298	N/A	1,410,330	2.66
9	Mrs. Nahreen Siddiqua	1,060,057	-	N/A	1,060,057	2.00
10	Mrs. N. J. Chowdhury	1,132,255	-	N/A	1,132,255	2.14
11	Mr. Mohd. A. Malek	902,495	334,174	N/A	1,236,669	2.34
12	Mr. Mushfiqur Rahman	1,059,117	-	N/A	1,059,117	2.00
13	Mr. Nasir A. Latif	633,546	-	N/A	633,546	1.20
14	Mr. Tabith Mohd. Awal	1,062,284	-	N/A	1,062,284	2.01
15	Ms. Tahsina Rahman	12,179	-	N/A	12,179	0.02
16	Mr. ASM Mohiuddin Monem	131,245	-	N/A	131,245	0.25
17	Mr. AKM Shamsuddin	-	-	N/A	-	0.00
18	Mr. Mahbub Anam	33,026	-	N/A	33,026	0.06
19	Managing Director	-	-	N/A	-	0.00
20	Company Secretary	-	-	N/A	-	0.00
21	Chief Financial Officer	-	-	N/A	-	0.00
22	Head Of Internal Audit	-	-	N/A	-	0.00

Compliance Report on SEC Notification

Annexure-I

Status of compliance with the conditions imposed by the Commission's Notification No. SEC/ CMRRCD/ 2006-158/129/ Admin/43 dated 03 July, 2012 issued section 2cc of the Securities and Exchange Ordinance, 1969:

(Report under Condition No.7.00)

Title		Compliance Status		Remarks (if any)
		Put ✓ in the appropriate column		
		Complied	Not Complied	
1.1	Board's size (Shall not be less than 5(five) and more than 20 (twenty))	✓	-	-
1.2(i)	Independent Directors (at least 1/5) of the total number of Directors in the company's Board shall be independent Directors)	✓	-	As per insurance Act 2010, 2 (Two) independent Director Appointed
1.2(ii)(a)	Independent Director means (who either does not hold any share in the company or holds less than one percent (1%) shares of the total paid-up shares of the company;)	✓	-	-
1.2(ii)(b)	who is not connected with the company's any sponsor or director or shareholder who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship. His/her family members also should not hold above mentioned shares in the company: Provided that spouse, son, daughter, father, mother, brother, sister, son-in-law and daughter-in-law shall be considered as family members.	✓	-	-
1.2(ii)(c)	who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary/associated companies;	✓	-	-
1.2(ii)(d)	who is not a member, director or officer of any stock exchange;	✓	-	-
1.2(ii)(e)	who is not a shareholder, director or officer of any member of stock exchange or an intermediary of the capital market;	✓	-	-
1.2(ii)(f)	who is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of any statutory audit firm;	✓	-	-

Condition No.	Title	Compliance Status		Remarks (if any)
		Put ✓ in the appropriate column		
		Complied	Not Complied	
1.2(ii)(g)	who shall not be an independent director in more than 3 (three) listed companies;	✓	-	-
1.2(ii)(h)	who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a Non-Bank Financial Institution (NBFI);	✓	-	-
1.2(ii)(i)	who has not been convicted for a criminal offence involving moral turpitude.	✓	-	-
1.2(iii)	the independent director(s) shall be nominated by the board of directors and approved by the shareholders in the Annual General Meeting (AGM).	✓	-	-
1.2(iv)	the post of independent director(s) cannot remain vacant for more than 90 (ninety) days.	✓	-	-
1.2(v)	the Board shall lay down a code of conduct of all Board members and annual compliance of the code to be recorded.	✓	-	-
1.2(vi)	the tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) term only.	✓	-	-
1.3(i)	Qualification of Independent Director (ID) Independent Director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial, regulatory and corporate laws and can make meaningful contribution to business.	✓	-	-
1.3(ii)	The person should be a Business Leader/Corporate Leader/ Bureaucrat/ University Teacher with Economics or Business Studies or Law background/ Professionals like Chartered Accountants, Cost & Management Accountants, Chartered Secretaries. The independent director must have at least 12 (twelve) years of corporate management/professional experiences.	✓	-	-



Title		Compliance Status		Remarks (if any)
		Put ✓ in the appropriate column		
		Complied	Not Complied	
1.3(iii)	In special cases the above qualifications may be relaxed subject to prior approval of the Commission	-	-	N/A
1.4	Chairman of the Board & Chief Executive Officer (The positions of the Chairman of the Board and the Chief Executive Officer of the companies shall be filled by different individuals. The Chairman of the company shall be elected from among the directors of the company. The Board of Directors shall clearly define respective roles and responsibilities of the Chairman and the Chief Executive Officer)	✓	-	-
1.5(i)	The Directors' Report to Shareholders (The directors of the companies shall include the following additional statements in the Directors' Report prepared under section 184 of the Companies Act, 1994) :- Industry outlook and possible future developments in the industry.	✓	-	-
1.5(ii)	Segment-wise or product-wise performance.	✓	-	-
1.5(iii)	Risks and concerns.	✓	-	-
1.5(iv)	A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin.	✓	-	-
1.5(v)	Discussion on continuity of any Extra-Ordinary gain or loss.	✓	-	-
1.5(vi)	Basis for related party transactions- a statement of all related party transactions should be disclosed in the annual report.			
1.5(vii)	Utilization of proceeds from public issues, rights issues and/or through any others instruments.	-	-	N/A
1.5(viii)	An explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), Repeat Public Offering(RPO), Rights Offer, Direct Listing, etc.	-	-	N/A

Condition No.	Title	Compliance Status		Remarks (if any)
		Put ✓ in the appropriate column		
		Complied	Not Complied	
1.5(ix)	If significant variance occurs between Quarterly Financial performance and Annual Financial Statements the management shall explain about the variance on their Annual Report.	-	-	N/A
1.5(x)	Remuneration to directors including independent directors.	✓	-	-
1.5(xi)	The financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity.	✓	-	-
1.5(xii)	Proper books of account of the issuer company have been maintained		-	-
1.5(xiii)	Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment.		-	-
1.5(xiv)	International Accounting Standards (IAS)/Bangladesh Accounting Standards (BAS)/International Financial Reporting Standards (IFRS)/Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there-from has been adequately disclosed.		-	-
1.5(xv)	The system of internal control is sound in design and has been effectively implemented and monitored.	✓	-	-
1.5(xvi)	There are no significant doubts upon the issuer company's ability to continue as a going concern. If the issuer company is not considered to be a going concern, the fact along with reasons thereof should be disclosed.	✓	-	-
1.5 (xvii)	Significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof should be explained.	-	-	N/A



Title		Compliance Status		
		Put ✓ in the appropriate column		
		Complied		
1.5 (xviii)	Key operating and financial data of at least preceding 5 (five) years shall be summarized .	✓	-	-
1.5 (xix)	If the issuer company has not declared dividend (cash or stock) for the year, the reasons thereof shall be given.	-	-	N/A
1.5 (xx)	The number of Board meetings held during the year and attendance by each director shall be disclosed.	✓	-	8 meeting with average 53% attendance
1.5 (xxi)	The pattern of shareholding shall be reported to disclose the aggregate number of shares (along with name wise details where stated below) held by:-.	✓	-	-
	(a) Parent/Subsidiary / Associated Companies and other related parties (name wise details);	-	-	N/A
	(b) Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children (namewise details);	✓	-	-
	(c) Executives;	✓	-	-
	(d) Shareholders holding ten percent (10%) or more voting interest in the company (name wise details).	-	-	N/A
	Explanation: For the purpose of this clause, the expression "executive" means top 5 (five) salaried employees of the company, other than the Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer and Head of Internal Audit			
1.5(xxii)	In case of the appointment/re-appointment of a director the company shall disclose the following information to the	✓		
1.5(xxii)(a)	shareholders:-	✓	-	-
1.5(xxii)(b)	a brief resume of the director; nature of his/her expertise in specific functional areas;	✓	-	-
1.5(xxii)(c)	names of companies in which the person also holds the directorship and the	✓	-	-

Title	Compliance Status		Remarks (if any)	
	Put ✓ in the appropriate column			
	Complied	Not Complied		
2.1	Appointment of Chief Financial Officer (CFO), Head of Internal Audit & Company Secretary (CS) Appointment: The company shall appoint a Chief Financial Officer (CFO), a Head of Internal Audit (Internal Control and Compliance) and a Company Secretary (CS). The Board of Directors should clearly define respective roles, responsibilities and duties of the CFO, the Head of Internal Audit and the CS.	✓	-	-
2.2	Requirement to attend the Board Meetings The CFO and the Company Secretary of the companies shall attend the meetings of the Board of Directors, provided that the CFO and/or the Company Secretary shall not attend such part of a meeting of the Board of Directors which involves consideration of an agenda item relating to their personal matters.		-	-
3(i)	Audit Committee: The company shall have an Audit Committee as a sub-committee of the Board of Directors.	✓	-	-
3(ii)	The Audit Committee shall assist the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business.	✓	-	-
3(iii)	The Audit Committee shall be responsible to the Board of Directors. The duties of the Audit Committee shall be clearly set forth in writing.	✓	-	-
3.1(i)	Constitution of the Audit Committee The Audit Committee shall be composed of at least 3 (three) members.	✓	-	-
3.1(ii)	(ii) The Board of Directors shall appoint members of the Audit Committee who shall be directors of the company and shall include at least 1 (one) independent director.	✓	-	-



		Put ✓ in the appropriate column		Remarks (if any)
		Complied	Not Complied	
		3.1(iii)	(iii) All members of the audit committee should be "financially literate" and at least 1 (one) member shall have accounting or related financial management experience. Explanation: The term "financially literate" means the ability to read and understand the financial statements like Balance Sheet, Income Statement and Cash Flow Statement and a person will be considered to have accounting or related financial management expertise if (s)he possesses professional qualification or Accounting/ Finance graduate with at least 12 (twelve) years of corporate management/professional experiences.	
3.1(iv)	(iv) When the term of service of the Committee members expires or there is any circumstance causing any Committee member to be unable to hold office until expiration of the term of service, thus making the number of the Committee members to be lower than the prescribed number of 3 (three) persons, the Board of Directors shall appoint the new Committee member(s) to fill up the vacancy(ies) immediately or not later than 1 (one) month from the date of vacancy(ies) in the Committee to ensure continuity of the performance of work of the Audit Committee.	✓	-	-
3.1(v)	(v) The company secretary shall act as the secretary of the Committee.	✓	-	-
3.1.(vi)	(vi) The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent director.	✓	-	-
3.2(i)	Chairman of the Audit Committee The Board of Directors shall select 1 (one) member of the Audit Committee to be Chairman of the Audit Committee, who shall be an independent director.	✓	-	-
3.2(ii)	Chairman of the audit committee shall remain present in the Annual General Meeting(AGM).	✓	-	-



Title		Compliance Status		Remarks (if any)
		Put ✓ in the appropriate column		
		Complied	Not Complied	
3.3(i)	Role of Audit Committee Role of audit committee shall include the following:- Oversee the financial reporting process.	✓	-	-
3.3(ii)	Monitor choice of accounting policies and principles	✓	-	-
3.3(iii)	Monitor Internal Control Risk management process.	✓	-	-
3.3(iv)	Oversee hiring and performance of external auditors.	✓	-	-
3.3(v)	Review along with the management, the annual financial statements before submission to the board for approval.	✓	-	-
3.3(vi)	Review along with the management, the quarterly and half yearly financial statements before submission to the board for approval.	✓	-	-
3.3(vii)	Review the adequacy of internal audit function.	✓	-	-
3.3(viii)	Review statement of significant related party transactions submitted by the management.	✓	-	-
3.3(ix)	Review Management Letters/ Letter of Internal Control weakness issued by statutory auditors.	✓	-	-
3.3(x)	When money is raised through Initial Public Offering (IPO)/Repeat Public Offering (RPO)/Rights Issue the company shall disclose to the Audit Committee about the uses/applications of funds by major category (capital expenditure, sales and marketing expenses, working capital, etc), on a quarterly basis, as a part of their quarterly declaration of financial results. Further, on an annual basis, the company shall prepare a statement of funds utilized for the purposes other than those stated in the offer document/prospectus	✓	-	-
3.4.1(i)	Reporting of the Audit Committee to the Board of Directors The Audit Committee shall report on its activities to the Board of Directors.	✓	-	-



Condition No.	Title	Compliance Status		Remarks (if any)
		Put ✓ in the appropriate column		
		Complied	Not Complied	
3.4.1(ii)(a)	The Audit Committee shall immediately report to the Board of Directors on the following findings, if any:- report on conflicts of interests;	✓	-	-
3.4.1(ii)(b)	suspected or presumed fraud or irregularity or material defect in the internal control system;	✓	-	-
3.4.1(ii)(c)	suspected infringement of laws, including securities related laws, rules and regulations;	✓	-	-
3.4.1(ii)(d)	any other matter which shall be disclosed to the Board of Directors immediately.	✓	-	-
3.4.2	Reporting to the Authorities If the Audit Committee has reported to the Board of Directors about anything which has material impact on the financial condition and results of operation and has discussed with the Board of Directors and the management that any rectification is necessary and if the Audit Committee finds that such rectification has been unreasonably ignored, the Audit Committee shall report such finding to the Commission, upon reporting of such matters to the Board of Directors for three times or completion of a period of 6 (six) months from the date of first reporting to the Board of Directors, whichever is earlier.	✓	-	-
3.5	Reporting to the Shareholders and General Investors Report on activities carried out by the Audit Committee, including any report made to the Board of Directors under condition 3.4.1 (ii) above during the year, shall be signed by the Chairman of the Audit Committee and disclosed in the annual report of the issuer company.	✓	-	-
4(i)	EXTERNAL/STATUTORY AUDITORS: The issuer company should not engage its external/statutory auditors to perform the following services of the company; namely:- (i) Appraisal or valuation services or fairness opinions.	✓	-	-



Condition No.	Title	Compliance Status		Remarks (if any)
		Put ✓ in the appropriate column		
		Complied	Not Complied	
4(ii)	Financial information systems design and implementation.	✓	-	-
4(iii)	Book-keeping or other services related to the accounting records or financial statements.	✓	-	-
4(iv)	Broker-dealer services.	✓	-	-
4(v)	Actuarial services.	✓	-	-
4(vi)	Internal audit services.	✓	-	-
4(vii)	Any other service that the Audit Committee determines.	✓	-	-
4(viii)	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company.			
5(i)	SUBSIDIARY COMPANY: Provisions relating to the composition of the Board of Directors of the holding company shall be made applicable to the composition of the Board of Directors of the subsidiary company.	-	-	N/A
5(ii)	At least 1 (one) independent director on the Board of Directors of the holding company shall be a director on the Board of Directors of the subsidiary company.	-	-	N/A
5(iii)	The minutes of the Board meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company	-	-	N/A
5(iv)	The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also.	-	-	N/A
5(v)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company.	-	-	N/A



Condition No.	Title	Compliance Status		Remarks (if any)
		Put ✓ in the appropriate column		
		Complied	Not Complied	
6(i)(a)	<p>DUTIES OF CHIEF EXECUTIVE OFFICER (CEO) AND CHIEF FINANCIAL OFFICER (CFO):</p> <p>The CEO and CFO shall certify to the Board that:-</p> <p>(i) They have reviewed financial statements for the year and that to the best of their knowledge and belief:</p> <p>a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;</p>	✓	-	-
6(i)(b)	these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.	✓	-	-
6(ii)	There are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violation of the company's code of conduct.	✓	-	-
7(i)	Explanation : Chartered Accountant means Chartered Accountant as defined in the Chartered Accountants Act, 1949 (Act No XXXVII OF 1949); Cost and Management Accountant means Cost and Management Accountant as defined in the Cost and Management Accountant Ordinance, 1977 (Ordinance No. LIII of 1977); Chartered Secretary means Chartered Secretary as defined in the চার্টার্ড সেক্রেটারীজ আইন, ২০১০ (২০১০ সনের ২৫ নং আইন)	✓	-	-
7(ii)	The directors of the company shall state, in accordance with the Annexure attached, in the directors' report whether the company has complied with these conditions.	✓	-	-



Acknowledgement

We humbly take this opportunity, on behalf of the Board Directors, to express my heartfelt gratitude to, all of our valued clients, shareholders and well-wishers in home and aboard for their wholehearted co-operation and achieve support in discharging the responsibilities reposed on me and the Board during the year under review . We are especially grateful to all Banks both in the private and public sector and the management of Square Group, Abdul Monem Group, Bashundhara Group, Beximco Group, Esquire Group, Hosaf Group, KDS Group, Mir Group, Multimode Group, Pedrollo (NK) Ltd, PHP Group, Rahimafrooz Group, Rangs Group, DBL Group, Envoy Group, Givensee Group, Maksons Group, NASSA Group, M.I. Cement Factory Ltd. (Crown Cement), Olympic Group, Robintex Group, Shanta Group, Sikder Group, T.K.Group, Aristopharma Ltd, Healthcare Pharmaceuticals Ltd. Jayson Pharmaceuticals Ltd., Khan Jahan Ali Power Co. Ltd, Khulna Power Company Ltd, NEPC Consortium Power Ltd. Summit Group, United Power, High-speed Navigation Co.Ltd, Ratanpur Shipping Lines Ltd., Mutual Shipping Ltd., Eurostar Shipping Ltd, Peoples Shipping Ltd., Ace Bi Cycle (BD) Ltd, Denim Plus (BD) Ltd, Excelsior Shoes Ltd, HKD Group of Companies, Jay Jay Mills (BD) Pvt Ltd, J&J Industries Ltd. Jemina Accessories Ltd.Luna Lite Co. (BD) Ltd. Mamiya Op(BD) Ltd., Meghna Accessories Ltd, MerimCo.Ltd, Mitali Textile Industries (BD) Ltd, Modern Towels (BD) Ltd, Multi Saffh Bags Ltd, MZM Textile Ltd, Pacific Jeans Group of Companies, Padma Industries Ltd, Papella Ltd, Premier 1888 Ltd, Qualitex Industries (BD) Ltd, S.J.Industrial Co. (BD) Ltd, Sanko Optical Co. (BD) Ltd, U-Jin Led Co. (BD) Ltd, Van Green (BD) Ltd, Kadena Sports Wear (BD) Ltd, Karim Group, Jute Spinners Ltd, Nawab Abdul Malek Jute Mills (BD) Ltd, Grameenphone Ltd, International Television Channel Ltd. (NTV), National Television Ltd.(RTV),Quality Feeds Ltd, Bangladesh Cricket Board, Grameen Shakti, Independent University Bangladesh, National Polymer Industries Ltd, Paxar (BD) Ltd, Care Bangladesh etc. for reposing their confidence in the company.

We also extend sincere thanks to Insurance Development and Regulatory Authority, Bangladesh Securities and Exchanges Commission, Dhaka Stock Exchange, Chittagong Stock Exchange, SadharanBima Corporation, General Insurance Corporation of India (GIC), Best Re., Malaysia, Trust

কৃতজ্ঞতা স্বীকার

আমরা সম্মানিত শেয়ারহোল্ডার ও বীমা গ্রহিতাদের কে তাদের দৃঢ় সমর্থন ও সহযোগিতার জন্য আমাদের আন্তরিক ধন্যবাদ ও গভীর কৃতজ্ঞতা জ্ঞাপন করছি। আমরা বিশেষভাবে সরকারী ও বেসরকারী ব্যাংক সমূহ, স্কয়ার গ্রুপ, আব্দুল মোনেম গ্রুপ, বসুন্ধরা গ্রুপ, বেক্সিমকো গ্রুপ, ইস্কায়ার গ্রুপ, হোসাপ গ্রুপ, কে ডিএস গ্রুপ, মীর গ্রুপ, মালটিমোড গ্রুপ, পেডরোলও (এন কে) লিঃ, পিএইচপি গ্রুপ, রহিমাআফরোজ গ্রুপ, র্যাংগস গ্রুপ, ডি ভি এল গ্রুপ, এনভয় গ্রুপ, থ্রেভেন্সী গ্রুপ, ম্যাকসন গ্রুপ, নাশা গ্রুপ, এম আই সিমেন্ট, অলিম্পিক গ্রুপ, রবিনট্যাক গ্রুপ, শান্তা গ্রুপ, সিক্দার গ্রুপ, টি কে গ্রুপ, এয়ারিস্টো ফার্মা লিঃ, হেলথকেয়ার ফার্মা লিঃ, জেসন ফার্মা লিঃ, খানজাহান আলী পাওয়ার লিঃ,এন ই পি সি কনসোর্টিয়াম পাওয়ার লিঃ, সামিট গ্রুপ, ইউনাইটেড পাওয়ার, রতনপুর শিপিং লাইস লিঃ, মিউচিয়াল শিপিং লিঃ, ইউরোস্টার শিপিং লিঃ, পিপ্লস শিপিং লিঃ, ডেনিম প্লাস (বিডি) লিঃ, এইচ কে ডি গ্রুপ, জে জে মিলস (বিডি) লিঃ, জে এন্ড জে ইন্ডাস্ট্রিজ, লুনা লাইট কোং (বিডি) লিঃ, এম জে এম টেক্সটাইল লিঃ, প্যাসিফিক জিনস গ্রুপ, পদ্মা ইন্ডাস্ট্রিজ, সানকো অপটিকাল (বিডি) লিঃ, ইউ-জিন লেড কোং (বিডি) লিঃ,ভ্যান গ্রীন (বিডি) লিঃ, গ্রামীনফোন লিঃ, পেক্সসার, এনটিভি, আরটিভি,কোয়ালিটি ফিডস্ লিঃ, বাংলাদেশ ক্রিকেট বোর্ড, গ্রামীন শক্তি, ইনডিপেন্ডেন্ট ইউনিভারসিটি বাংলাদেশ, ন্যাশনাল পলিমার ইন্ডাস্ট্রিজ, কেয়ার বাংলাদেশ, করিম গ্রুপ, জুট স্পিনার ,খুলনা পাওয়ার,নোয়াব আব্দুল মালেক জুট মিলস্ (বিডি) লিঃ, এস জে ইন্ডাস্ট্রিজ,প্রগতি ইন্স্যুরেন্সের উপর যে আস্থা ও বিশ্বাস স্থাপন করেছেন তার জন্য পরিচালকমন্ডলী তাঁদের নিকট গভীরভাবে কৃতজ্ঞ।

আমরা গণপ্রজাতন্ত্রী বাংলাদেশ সরকার, বীমা উন্নয়ন ও নিয়ন্ত্রন কর্তৃপক্ষ, সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন, ঢাকা স্টক এক্সচেঞ্জ, চট্টগ্রাম স্টক এক্সচেঞ্জ, সাধারণ বীমা কর্পোরেশন, জেনারেল ইন্স্যুরেন্স কর্পোরেশন অব ইন্ডিয়া (এওজি) , বেস্ট রিই- মালয়েশিয়া, ট্রাস্ট ইন্টারন্যাশনাল-বাহরাইন এবং অন্যান্য রি-ইস্যুরার কে তাদের

The Board conveys their deep appreciation through the Managing Director to all the Executive, Officer and Staff of the company for their excellent services without which we could not achieve this target. With their sincere, dedicated, whole hearted devotion and committed efforts to the challenging duty and responsibility, we may look forward to achieving better results in the coming days. The Board of Directors has been pleased to reward its staff including Executive, Officers and Employees with 3 (Three) incentive bonus based on individual performance to be decided by the management.

With our very best regards to all our valuable shareholders we are committed to carry on the growth with your firm support.

Thank you all,

On behalf of the Board of Directors

Abdul Awal Mintoo

Chairman


সমর্থন ও সহযোগিতার জন্য ধন্যবাদ জানাচ্ছি। একই সাথে পরিচালনা পর্ষদ কোম্পানীর নিরীক্ষক মেসার্স এ. ওহাব এন্ড কোং চার্টার্ড এ্যাকাউন্টেন্টকে ও ধন্যবাদ জ্ঞাপন করছি।

পরিচালনা পর্ষদ ব্যবস্থাপনা পরিচালককে বিশেষ ভাবে ধন্যবাদ জানাচ্ছে এবং তাঁর মাধ্যমে কোম্পানীর সমস্ত নির্বাহী, কর্মকর্তা ও কর্মচারীদের কে তাঁদের প্রশংসনীয় কাজের জন্য ধন্যবাদ জ্ঞাপন করছে। তাদের আন্তরিক উৎসর্গের মনোভাব, কর্মনিষ্ঠা, অক্লান্ত পরিশ্রম, ও সেবার মাধ্যমে আগামী দিনগুলোতে কোম্পানী আরো ভাল ফলাফল অর্জন করবে বলে দৃঢ় প্রত্যাশা ব্যক্ত করছি। পরিচালকমন্ডলী আন্তরিক এবং প্রশংসনীয় কর্মোদ্যমের জন্য সকল শ্রেণীর কর্মকর্তা ও কর্মচারীবৃন্দকে ৩ (তিন) টি উৎসাহ বোনাস প্রদানের সিদ্ধান্ত গ্রহণ করেছেন।

পরিশেষে আমরা আমাদের দৃঢ় সংকল্পের প্রতি গভীর অঙ্গীকার প্রকাশ করছি যে আমরা বীমা গ্রহীতাদেরকে সেবার দ্বারা তাদের পূর্ণ আর্থিক নিরাপত্তা প্রদানের মাধ্যমে তাঁদের সমৃদ্ধি অর্জনে সদা সচেষ্ট থাকব।

ধন্যবাদ

পরিচালকমন্ডলীর পক্ষে



আব্দুল আউয়াল মিন্টু
চেয়ারম্যান।

Report of the Audit Committee

The audit committee of the Pragati Insurance Limited is a sub-committee of the Board of Directors appointed by the Board of the company. The Audit Committee comprises of the following directors.

- | | |
|------------------------------|-----------------------------------|
| 1. Mr. A K M Shamsuddin | Chairman and Independent Director |
| 2. Mr. Tabith Mohd. Awal | Member and Director |
| 3. Mr. A S M Mohiuddin Monem | Member and Director |

The committee operates according to the terms of reference approved by the Board and in compliance with section 3.00 of the Bangladesh Securities and Exchange Commission's Notification No.SEC/CMRRCD/2006-158/134/Admin/44 dated 7th August 2012. The committee is accountable for all audit activities and reports to the Board of Directors of the company. The key role of the Audit Committee is to monitor, review and examine the financial statements, corporate governance practices, internal control systems and risk management activities related with the insurance.

Resolutions of the Audit Committee meeting

During the year 2013 under review, 5 (five) meetings of the Audit Committee were held and the Committee focused on the following activities.

1. Reviewed the reliability and consistency of the financial statements of the company to ensure that the internal control and compliance procedures are adequate to present a true and fair view of the company's state of affairs for the year 2013.
2. Reviewed the draft annual financial statement of accounts for the year 2013 that audited by the external auditors. Ensured that proper disclosures required under International Accounting Standards as adopted in Bangladesh have been made and also complied with the Companies Act and various rules and regulations applicable to insurance business.
3. Reviewed the unaudited quarterly and half yearly financial statement of accounts for their proper presentation to the shareholders and regulatory authorities.
4. Reviewed the various reports of the Internal Auditor and their recommendations to take appropriate actions to the management where needed.
5. The Audit Committee approved the internal audit plan and gave direction to the Internal Auditor where appropriate for carrying out in depth audit.
6. Reviewed the appointment of external auditors.

Approval of Financial Statement

The Audit Committee reviewed and examined the annual financial statements 2013 prepared by the management and audited by the external auditors and recommended the same before the Board for consideration.

Acknowledgement

The Audit Committee members expressed their sincere thanks to the members of the Board, management of the company and the auditors for their support to carry out its duties and responsibilities effectively.



A K M Shamsuddin

Chairman

Directors' Audit Committee



Branch Office :

House # 234 (1st Floor)

Lane # 3 (West) DOHS Baridhara Dhaka-Bangladesh

Tel : (88-02-) 8412496, 8412497

Fax : (88-02) 8412496, 8412497, Ext. 108

E-mail : wahab_co@agni.com, nwahab@awahabco.com

Web : www.awahabco.com

To the shareholder of Pragati Insurance Limited

Certificate on compliance of conditions of corporate governance by Pragati Insurance Limited for the year ended December 31, 2013

We have reviewed the relevant documents concerning the company's compliance with the corporate governance matters.

Basis of opinion

We carried out our review in accordance with the guidelines issued by the Securities & Exchange Commission under Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012. The compliances of conditions of the corporate governance and reporting of the status of compliance is the responsibility of the company's management.

Period Covered

Our review for this certificate is confined to the aspects for the year ended December 31, 2013

Opinion

In our opinion, based on our review of relevant documents and also information made available to us by the management, the company's status on compliance with corporate governance requirements as shown in Annexure reflects actual position of the company's compliance with the condition of Corporate Governance Guidelines of SEC applicable for listed companies.

Dated : Dhaka

April 21, 2014


(A. WAHAB & CO.)
CHARTERED ACCOUNTANTS

27th AGM in Picture





PRAGATI INSURANCE LIMITED



Audit Report and Statement of Accounts For the year ended December 31, 2013

AUDITOR'S REPORT TO THE SHAREHOLDERS OF PRAGATI INSURANCE LIMITED

We have audited the accompanying Balance Sheet of Pragati Insurance Limited as of December 31, 2013 and the related Profit and Loss Account and Statement of Cash Flows for the year then ended. The preparation of these financial statements is the responsibility of the Company's management. Our responsibility is to express an independent opinion on these Financial Statements based on our audit.

We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements prepared in accordance with Bangladesh Accounting Standards (BAS) except Bangladesh Accounting Standards (BAS) 12, give a true and fair view of the state of the company's affairs as of December 31, 2013 and of the results of its operations and its Cash Flows for the year then ended and comply with the Companies Act, 1994, Insurance Act 2010 and Insurance Rules 1958, the Securities Exchange Rules 1987 and other applicable laws and regulations.

Subject to the accompanying notes and disclosures therein we also report that:

- i) We have obtained information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- ii) In our opinion, proper books of account as required by law have been kept by the company;



- iv) The expenditure incurred was for the purposes of the company's business;
- v) As per Section 63(2) of the Insurance Act 2010 as amended, we certify that to the best of our knowledge and belief and according to the information and explanations 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 Profit & Loss Account of the Company; and
- vi) As per Insurance Act, 2010, we certify that to the best of our information and as shown by its books, the Company during the year under report has not paid any person any commission in any form outside Bangladesh in respect of any of its business re-insured abroad.

Dated: Dhaka, April 15, 2014


(A. WAHAB & CO.)
CHARTERED ACCOUNTANTS



Balance Sheet

As at 31 December, 2013

CAPITAL & LIABILITIES	Notes	2013	2012
		Amount in BDT	Amount in BDT
Authorized capital			
200,000,000 Ordinary shares of Tk.10 each		2,000,000,000	2,000,000,000
Issued, Subscribed & Paid-up capital			
52,952,704 Ordinary shares of Tk. 10 each	4	529,527,040	492,583,300
Reserve or Contingency account		2,242,782,173	2,171,002,819
Reserve for Exceptional Losses	5	605,775,140	542,874,847
Contingency Reserve for Insurance Guarantees and Tail ended Insurance Business	6	105,869,651	105,869,651
Revaluation Reserve	7	1,412,133,735	1,412,133,735
General Reserve	8	36,210,609	62,754,349
Profit & Loss Appropriation Account	9	82,793,038	47,370,237
Balance of fund & account		318,125,068	296,049,195
Fire Insurance Business		46,451,247	41,978,931
Marine Insurance Business		156,304,027	144,638,448
Misc. Insurance Business		115,369,794	109,431,816
Premium Deposit	10	19,295,977	10,708,996
Liabilities & provision		113,455,496	85,761,623
Estimated liabilities in respect of outstanding Claims whether due or intimated.	11	108,925,585	77,954,049
Amount due to other persons or bodies for carrying on insurance business.	12	4,529,911	7,807,574
Loan from Bank for Building (Secured)	13	46,824,113	72,887,911
Sundry creditors	14	98,102,041	103,625,251
Provision for Income Tax	15	262,104,453	212,104,453
Provision for Deferred Tax	16	16,890,000	14,890,000
		3,647,106,361	3,459,613,548

Net Asset Value Per Share

52.35

54.07

The annexed Notes 1 to 35 form an integral part of these finance statements. These financial statement were approved by the Board of Directors on 13th April 2014 and were signed on its behalf :


Md. Manirul Islam
Managing Director


AKM Shamsuddin
Director


Alhaj Khalilur Rahman
Director

Dated: Dhaka, April 15, 2014

Balance Sheet

As at 31 December, 2013

PROPERTY & ASSETS	Notes	2013	2012
		Amount in BDT	Amount in BDT
Investment		396,971,448	344,836,552
National Investment Bond	17	25,086,755	4,586,755
Shares & debentures (at Cost)	18	371,884,693	340,249,797
Amount due from other persons or bodies carrying on insurance business	19	263,188,215	162,580,936
Interest, Dividend & Rent outstanding	20	1,064,574	1,064,574
Sundry Debtors	21	61,009,455	36,671,431
Advance Payment of Tax	22	180,003,035	163,780,124
Cash and Bank Balances	23	562,559,421	629,549,228
Fixed Deposit Accounts		478,352,482	444,556,079
STD & Current Accounts		70,477,247	172,525,382
Cash, Cheque in hand & Stamp		13,729,692	12,467,767
Other accounts		2,182,310,213	2,121,130,703
Land (freehold)	24	858,387,523	831,282,523
Holiday Homes	25	4,130,090	4,130,090
Fixed Assets(at cost less accumulated depreciation)	26	94,327,225	84,041,716
Building	27	1,206,194,842	1,201,187,374
Panthapath Building	28	18,226,000	-
Stock of printing materials		1,044,533	489,000
		3,647,106,361	3,459,613,548



Abdul Awal Mintoo
Chairman



(A. WAHAB & CO.)
Chartered Accountants

Profit and Loss Account

For the year ended 31 December, 2013

Particulars	Notes	2013 Amount in BDT	2012 Amount in BDT
Expenses of Management			
(not applicable to any fund or account)		23,064,031	24,528,959
Director Fees & Expenses		974,750	1,046,000
Registration & Renewal Fee	31	4,329,380	3,980,535
Audit Fees (including fee for special audit)	32	431,250	298,750
Depreciation		15,267,053	12,541,202
Profit for the year transferred to Profit & Loss Appropriation Account		197,666,835	141,221,186
		241,733,299	183,616,632

Profit and Loss Appropriation Account

For the year ended 31 December, 2013

Particulars	Notes	2013 Amount in BDT	2012 Amount in BDT
Reserve for Exceptional Losses		62,900,294	58,903,214
Provision for Income Tax		50,000,000	33,000,000
Provision for Deferred Tax		2,000,000	2,000,000
Balance transferred to Balance Sheet		82,793,038	47,370,237
		197,693,332	141,273,451

Earnings Per Share

2.75

2.16


Md. Manirul Islam
Managing Director


AKM Shamsuddin
Director


Alhaj Khalilur Rahman
Director

Dated: Dhaka, April 15, 2014

Profit and Loss Account

For the year ended 31 December, 2013

Particulars	Notes	2013 Amount in BDT	2012 Amount in BDT
Interest, Dividend and Rent			
(Not applicable to any fund or account)	29	68,404,573	50,372,160
Interest received & accrued		56,414,404	45,848,920
Dividend and Debenture interest		11,990,169	4,523,240
Profit transferred from :		109,455,742	156,060,656
Fire revenue account		12,979,853	76,277,672
Marine revenue account		70,779,634	52,701,365
Misc. revenue account		25,696,255	27,081,619
Other income :			
Misc. receipt	30	63,872,984	(22,816,183)
Misc. receipt		471,032	1,674,090
Profit on sale of investment (shares)		15,327,177	(57,883,517)
Building Rent		48,074,774	33,393,244
		241,733,299	183,616,632

Profit and Loss Appropriation Account

For the year ended 31 December, 2013

Particulars	Notes	2013 Amount in BDT	2012 Amount in BDT
Net profit for the year transferred from Profit and Loss Account		197,666,835	141,221,186
Balance brought forward from previous period		26,497	52,265
		197,693,332	141,273,451



Abdul Awal Mintoo
Chairman



(A. WAHAB & CO.)
Chartered Accountants

Consolidated Revenue Account

For the year ended 31 December, 2013

Particulars	Fire	Marine Cargo	Marine Hull	Motor	Misc	Total 2013	2012
Claim under policies less Re-insurance : Claim paid during the year	39,934,527	17,468,577	249,730	39,215,924	15,177,898	112,046,656	94,752,528
Total Estimated liability in respect of outstanding claims at the end of the year under due or intimated	48,314,412	33,032,418	3,000,000	8,632,000	15,946,755	108,925,585	77,954,049
	88,248,939	50,500,995	3,249,730	47,847,924	31,124,653	220,972,241	172,706,577
Less : Outstanding Claim at the end of the previous year	24,422,169	26,993,150	200,037	8,358,930	17,979,763	77,954,049	70,499,537
	63,826,770	23,507,845	3,049,693	39,488,994	13,144,890	143,018,192	102,207,040
Expenses for management	46,104,578	147,297,372	3,596,557	74,352,033	40,156,748	311,507,289	247,878,245
Commission	71,948,565	60,855,938	3,243,602	24,452,136	13,648,520	174,148,761	166,161,969
Profit transfer to Profit & Loss Account	12,979,853	74,933,730	(4,154,095)	9,947,683	15,748,573	109,455,744	156,060,655
Balance on Account at the end of the year as shown in Balance Sheet : Reserve for unexpired risks being 50% of Fire, Marine Cargo, Motor & Misc. and 100% the Marine Hull	46,451,247	149,056,827	7,247,200	74,911,300	40,458,694	318,125,067	296,049,194
Premium income of the year.	46,451,247	149,056,827	7,247,200	74,911,300	40,458,694	318,125,067	296,049,194
Total:	241,311,013	455,651,712	12,982,957	223,151,946	123,157,425	1,056,255,052	968,357,103

The annexed Notes 1 to 35 form an integral part of these financial statements. These financial statement were approved by the Board of Directors on 13th April 2014 and were signed on its behalf :


Md. Manirul Islam
Managing Director


AKM Shamsuddin
Director


Alhaj Khalilur Rahman
Director

Dated: Dhaka, April 15, 2014

Consolidated Revenue Account

For the year ended 31 December, 2013

Particulars	Fire	Marine Cargo	Marine Hull	Motor	Misc	Total 2013	2012
Balance of Account at the beginning of the year :							
Reserve for unexpired risk	41,978,931	141,572,201	3,066,247	73,329,747	36,102,069	296,049,194	242,139,901
Premium Less Re-insurance	92,902,494	298,113,653	7,247,200	149,822,199	80,917,389	629,002,935	589,032,141
Commission on Re-Insurance ceded	106,429,588	15,965,858	2,669,510	-	6,137,967	131,202,923	137,185,061
Total:	241,311,013	455,651,712	12,982,957	223,151,946	123,157,425	1,056,255,052	968,357,103



Abdul Awal Mintoo
Chairman



(A. WAHAB & CO.)
Chartered Accountants

Fire Insurance Revenue Account

For the year ended 31 December, 2013

Particulars	2013 Taka	2012 Taka
Claims under policies		
Less : Re-insurance :		
Paid during the year	39,934,527	33,681,773
Total estimated liability in respect of Outstanding Claims at the end of the year whether due or intimated	48,314,412	24,422,169
	88,248,939	58,103,942
Less : Outstanding claims at the end of the previous year	24,422,169	39,404,844
	63,826,770	18,699,098
Expenses of management	46,104,578	34,997,840
Commission	71,948,565	69,176,422
Profit transferred to Profit & Loss Account	12,979,853	76,277,672
Balance of account at the end of the year as shown in Balance Sheet :		
Reserve for unexpired risks, being 50% of the fire premium income of the year	46,451,247	41,978,930
	241,311,013	241,129,962


Md. Manirul Islam
 Managing Director


AKM Shamsuddin
 Director


Alhaj Khalilur Rahman
 Director

Dated: Dhaka, April 15, 2014



Fire Insurance Revenue Account

For the year ended 31 December, 2013

	2013 Taka	2012 Taka
Balance of account at the beginning of the year :		
Reserve for unexpired risk	41,978,931	35,624,754
Premium less : Re-insurance	92,902,494	83,957,861
Commission on Re-insurance ceded	106,429,588	121,547,347
	241,311,013	241,129,962

Abdul Awal Mintoo
Chairman

(A. WAHAB & CO.)
Chartered Accountants

**Marine Insurance Revenue Account**

For the year ended 31 December, 2013

Particulars	Cargo	Hull	2013 Taka	2012 Taka
Claims under Policies				
Less : Re-Insurance:				
Paid during the year	17,468,577	249,730	17,718,307	19,450,678
Total estimated liability in respect of Outstanding Claims at the end of the year whether due or intimated	33,032,418	3,000,000	36,032,418	27,193,187
	50,500,995	3,249,730	53,750,725	46,643,865
Less : Outstanding Claims at the end of the previous year	26,993,150	200,037	27,193,187	13,430,814
	23,507,845	3,049,693	26,557,538	33,213,051
Expenses of Management	147,297,372	3,596,557	150,893,929	120,633,026
Commission	60,855,938	3,243,602	64,099,541	60,270,549
Profit transferred to Profit & Loss Account	74,933,730	(4,154,095)	70,779,634	52,701,365
Balance of Account at the end of the year as shown in Balance Sheet :				
Reserve for unexpired risks being 50% of the Marine Cargo Premium income 100% of the Marine Hull Premium Income of the year	149,056,827	7,247,200	156,304,027	144,638,448
	455,651,712	12,982,957	468,634,669	411,456,439


Md. Manirul Islam
 Managing Director


AKM Shamsuddin
 Director


Alhaj Khalilur Rahman
 Director

Dated: Dhaka, April 15, 2014



Marine Insurance Revenue Account

For the year ended 31 December, 2013

Particulars	Cargo	Hull	2011 Taka	2010 Taka
Balance of Account at the beginning of the year :				
Reserve for unexpired risk	141,572,201	3,066,247	144,638,448	110,596,755
Premium Less : Re-Insurance	298,113,653	7,247,200	305,360,853	286,210,649
Commission on Re-Insurance Ceded	15,965,858	2,669,510	18,635,368	14,649,035
	455,651,712	12,982,957	468,634,669	411,456,439

Abdul Awal Mintoo
Chairman

(A. WAHAB & CO.)
Chartered Accountants

**Miscellaneous Insurance Revenue Account**

For the year ended 31 December, 2013

Particulars	Motor	Misc.	2013 Taka	2012 Taka
Claims under policies less : Re-insurance: paid during the year	39,215,924	15,177,898	54,393,822	41,620,077
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	8,632,000	15,946,755	24,578,755	26,338,693
	47,847,924	31,124,653	78,972,577	67,958,770
Less : Outstanding claims at the end of the previous year	8,358,930	17,979,763	26,338,693	17,663,879
	39,488,994	13,144,890	52,633,884	50,294,891
Expenses of management	74,352,033	40,156,748	114,508,782	92,247,379
Commission	24,452,136	13,648,520	38,100,656	36,714,998
Profit & Loss Account	9,947,683	15,748,573	25,696,256	27,081,619
Balance of account at the end of the year as shown in Balance Sheet :				
Reserve for unexpired risks being 50% of the motor and misc. premium income of the year	74,911,100	40,458,694	115,369,794	109,431,816
Tk.	223,151,946	123,157,425	346,309,371	315,770,703


Md. Manirul Islam
Managing Director


AKM Shamsuddin
Director


Alhaj Khalilur Rahman
Director

Dated: Dhaka, April 15, 2014



Miscellaneous Insurance Revenue Account

For the year ended 31 December, 2013

	Motor	Misc.	2013 Taka	2012 Taka
Balance of account at the beginning of the year :				
Reserve for unexpired risks	73,329,747	36,102,069	109,431,816	95,918,393
Premium less : Re-insurance	149,822,199	80,917,389	230,739,587	218,863,631
Commission on Re-insurance ceded (including profit commission)	-	6,137,967	6,137,967	988,679
	Tk. 223,151,946	123,157,425	346,309,370	315,770,703

Abdul Awal Mintoo
Chairman


(A. WAHAB & CO.)
Chartered Accountants

Statement of Changes of Shareholder's Equity

For the year ended 31 December, 2013


Particulars	Share capital	Reserve for exceptional losses	Contingency Reserve for Insurance Gurantees	Revaluation Reserve	General reserve	Profit & loss appropriation	Total equity
	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Balance at 1 January 2013	492,583,300	542,874,847	105,869,651	1,412,133,735	62,754,349	47,370,237	2,663,586,119
Dividend paid (Stock)	36,943,740	-	-	-	(26,543,740)	(10,400,000)	(36,943,740)
Dividend paid (Cash)	-	-	-	-	-	(36,943,740)	(36,943,740)
Transferred to Reserve for exceptional losses	-	62,900,293	-	-	-	-	62,900,293
Transferred to Revaluation reserve	-	-	-	-	-	-	-
Transferred to profit & loss appropriation account	-	-	-	-	-	82,766,541	82,766,541
Balance at 31 December 2013	529,527,040	605,775,140	105,869,651	1,412,133,735	36,210,609	82,793,038	2,772,309,213

The annexed Notes from 1 to 35 form an integral part of these financial statements. These financial statement were approved by the Board of Directors on 13th April 2014 and were signed on its behalf by:


Md. Manirul Islam
 Managing Director


AKM Shamsuddin
 Director


Alhaj Khalilur Rahman
 Director


Abdul Awal Mintoo
 Chairman

Subject to our separate report of even date.


(A. WAHAB & CO)
 Chartered Accountants

Dated : Dhaka. April 15, 2014



Statement of Cash Flow

For the year ended 31 December, 2013

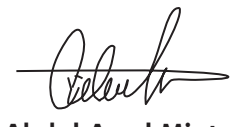
Particulars	2013 Taka	2012 Taka
A. Cash Flow from operating Activities:		
Collection from Premium & Other income	1,313,502,445	1,339,119,791
Less: Payment for Expenses of Management, Re-insurance, Claim and Commission etc.	1,235,165,002	1,220,959,075
Less: Tax paid/or deducted	16,222,911	24,454,019
Net Cash Flow From Operating Activities	62,114,532	93,706,697
B. Cash Flow from Investing Activities:		
Interest & other Income	56,885,436	47,523,010
Dividend Income	11,990,169	4,523,240
Rental Income	48,074,774	33,393,244
Purchase of Fixed Assets	(22,995,045)	(29,814,526)
Disposal Of Fixed Assets	1,950,000	435,010
Land & Building	(52,895,985)	(2,221,000)
Purchase Bond	(20,500,000)	-
Net Fund adjustment with Brokers house	(88,606,147)	142,308,288
Net Cash Flow From Investing Activities	(66,096,798)	196,147,265
C. Cash Flow from Financing Activities		
Increase of bank Overdraft	(26,063,798)	(103,598,595)
Dividend Paid	(36,943,743)	(67,170,450)
Net Cash Flow From Financing Activities	(63,007,541)	(170,769,045)
Increase/Decrease in Cash Flow(A+B+C)	(66,989,807)	119,084,918
Opening Cash In hand & Bank	629,549,228	510,464,310
Closing Cash In hand & Bank	562,559,421	629,549,228
Net operating cash flow per share	1.17	1.90

The annexed Notes 1 to 35 form an integral part of these financial statements. These financial statement were approved by the Board of Directors on 13th April 2014 and were signed on its behalf :


Md. Manirul Islam
Managing Director


AKM Shamsuddin
Director


Alhaj Khalilur Rahman
Director


Abdul Awal Mintoo
Chairman

Subject to our separate report of even date.


(A. WAHAB & CO)
Chartered Accountants

Dated : Dhaka, April 15, 2014



Notes on Accounts

For the year ended 31 December, 2013

1.0 Background

The Company was incorporated as a public company on 27 January 1986 and obtained the Certificate of Commencement of Business from the Registrar of Joint Stock Companies, Bangladesh with effect from 30 January 1986. The Company is listed with both Dhaka Stock Exchange and Chittagong Stock Exchange Limited as a Public Limited Company. The primary objectives of the company are to carry on all kinds of insurance, guarantee and indemnity business other than life insurance business.

2.0 Basis of presenting accounts and significant accounting policies

2.1 Basis of presenting accounts

a) These accounts have been prepared under Generally Accepted Accounting Principles (GAAP) on historical cost convention. These statements are also prepared in accordance with applicable Accounting Standards as adopted by the Institute of Chartered Accountants of Bangladesh and where relevant with presentational requirement of the law.

b) The Balance Sheet has been prepared in accordance with the regulations contained in Part I of the First Schedule and as per Form "A" as set forth in Part II of that Schedule and the Revenue Account of each class of general insurance business has been prepared in accordance with the regulations as contained in Part I of the Third Schedule and as per Form "F" as set forth in Part II of that Schedule of the Insurance Act 2010 as amended.

2.2 Significant accounting policies

a) Premium Income:

The total amount of premium earned on various classes of insurance business underwritten during the year, the gross amount of premium earned against various policies, the amount of re-insurance premium due to SadharanBima Corporation and General Insurance Corporation of India (GIC), the amount of re-insurance commission earned and the amount of claims less re-insurance settled during the year have all been duly accounted for in the books of account of the Company and while preparing the final accounts, the effect of re-insurance accepted and re-insurance ceded as well as the effect of total estimated liabilities in respect of outstanding claims at the end of the year, whether due or intimated have also been duly reflected in order to arrive at the net underwriting profit for the year.

b) Interest on Statutory and other Investments :

The interest received during the year from banks on STD account and FDR Accounts has been duly credited to the Profit and loss Account.

c) Gain and Loss on Shares and Debentures

Gain and loss on sale of shares and dividend income earned during the year have been shown in the Profit and Loss Account and the tax relief as well as the concession on the rate of tax as availed under the existing income tax law, have been given effect in the accounts.



d) Management Expenses

Management expenses as charged to Revenue Accounts amounting to Tk.311,507,289 represents approximately 24.54% of gross premium of Tk.1,269,145,644. The expenses have been apportioned @ 14.80% to Fire, 48.44% to Marine and 36.76% to Miscellaneous business as per Management decision.

e) Provision for Unexpired Risks

Before arriving at the surplus of each class of business necessary provision for unexpired risks have been created at the rate of 50% on all business except on Marine Hull business for which the provision was made @ 100% of the total premium for the year 2013.

f) Reserve for Exceptional Loss

Reserve for Exceptional Losses as appropriated out of current year's profit before tax provision amounts to Tk.62,900,293 being 10% of the net premium earned during the year.

g) Depreciation on Fixed Assets

Depreciation on Fixed Assets has been charged on cost for full year as per Straight Line Method at the following rates:

Category of Assets	Rate of Depreciation
Furniture	10%
Fixtures	15%
Motor Vehicles	20%
Office & Electrical Equipment	15%
Miscellaneous Items	20%
Electrical Equipments (Building)	10%
Office Decoration	10%

No depreciation charge on current year addition of Fixed Asset and office Building of the Company.

h) Use of Estimate

Preparation of financial Statements in the conformity with International Accounting Standards requires management to make estimate and assumptions that affect the reported amounts of asset and liabilities and disclosure of the contingent asset and liabilities if any at the date of the financial statements and revenues and expenses during the year reported. Actual result could differ from those estimates. Estimates are used in accounting for certain items such as depreciation, outstanding claims, taxes reserve etc.

i) Issue Of Bonus Share

The company has issued 3,694,374 bonus shares from net profit of 2012 & general reserve by crediting to share capital account during the year 2013.

K) Operation

During the year under audit, the gross premium earned by the company amounted to Tk.1,269,145,644 including public sector business of Tk.42,373,215. After ceding for

re-insurance premium the net premium for the year amount to Tk. 640,142,711 and after charging direct expenses therefrom the net Underwriting profit stood at Tk. 109,455,741 as against Tk. 155,680,655 of previous year.

L) Public Sector Business

Public Sector Business up to June 2013 has been accounted for on the basis of statement received from Sadharan Bima Corporation.

m) Taxation

Provision for income tax has been made @42.5% as per finance ordinance 2010 of the profit made by the company considering taxable add-back of income and disallowance of expenditure.

n) Deferred Tax

Provision for deferred tax has been made on lump-sum basis on best estimate and in view of temporary difference due to the carrying amount on asset of liability and its tax basis.

o) Tax Assessment Position

Management has filed Appeals with the High Court Division against the order of Tax Appellate Tribunal for the assessment year 2006-2007, 2007-2008 and 2008-2009 & 2009-2010. Tax authority goes to high court against Tribunal order. Appeal has been filed to the 1st Appellate commission against the order of DCT for the assessment year 2010-2011 and gets decision in favour of the company and tax authority goes to Appellate Tribunal & waiting for Tribunal decisions. Appeal has been filed to the 1st Appellate Commission against the order of DCT for the assessment year 2011-2012. Appeal has been filed to the 1st Appellate Commission against the order of DCT for the assessment year 2012-12 and waiting for decisions...

q) Basic Earnings per Share

This has been calculated by dividing the basic earning by the weighted average number of ordinary shares outstanding during the year as per BAS-33.

r) Gratuity Fund

Gratuity fund of Pragati Insurance Ltd. is registered with National Board of Revenue.

s) Others

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

3. Valuation of Assets

The value of all assets at 31 December 2013 as shown in the Balance Sheet and in the Classified Summary of Assets on Form 'AA' annexed have been reviewed and the said assets have been set forth in the Balance Sheet at amounts at their respective book values which in the aggregate do not exceed their aggregate market value.



4	Share capital	2013 Taka	2012 Taka
	Authorized:		
	200,000,000 ordinary shares of Tk 10 each	2,000,000,000	2,000,000,000
	Issued, subscribed and paid up:		
	529,526,988 ordinary Shares of Tk 10 each Fully Paid up bonus share (7.5%) allotted in 2012 (Out of Net Profit & General reserve)	529,527,040	492,583,300
	6,100,000 Ordinary shares of Tk.10 each Fully paid up in cash	61,000,000	61,000,000
	1,220,000 Ordinary shares of Tk.10 each Fully paid up as bonus share(20%) allotted in 1997	12,200,000	12,200,000
	2,196,000 Ordinary shares of Tk.10 each Fully paid up as bonus share (30%) allotted in 2002(out of general reserve as at 31st december 2001)	21,960,000	21,960,000
	2,379,000 Ordinary shares of Tk.10 each Fully paid up as bonus share (25%) allotted in 2003(out of general reserve as at 31st december 2002)	23,790,000	23,790,000
	3,211,650 Ordinary shares of Tk.10 each Fully paid up as bonus share (27%) allotted in 2004(out of Share Premium)	32,116,500	32,116,500
	3,776,650 Ordinary shares of Tk.10 each Fully paid up as bonus share(25%) allotted in 2005 (out of Share Premium)	37,766,500	37,766,500
	2,832,500 Ordinary shares of Tk.10 each Fully paid up as bonus share(15%) allotted in 2006(out of Share Premium & General reserve)	28,325,000	28,325,000
	3,257,370 Ordinary shares of Tk.10 each Fully paid up as bonus share(15%) allotted in 2007(out of Share Premium & General reserve)	32,573,700	32,573,700
	8,740,600 Ordinary shares of Tk.10 each Fully paid up as bonus share(35%) allotted in 2008(out of net Profit)	87,406,000	87,406,000
	50,570,600 Ordinary shares of Tk.10 each Fully paid up as bonus share(15%) allotted in 2008(out of net Profit)	50,570,600	50,570,600
	38,770,830 ordinary Shares of Tk 10 each Fully Paid up bonus share (10%) allotted in 2009 (Out of General Reserve and Dividend Equalisation Reserve)	38,770,700	38,770,700
	42,647,900 ordinary Shares of Tk 10 each Fully Paid up bonus share (5%) allotted in 2010 (Out of Net Profit)	21,323,950	21,323,950
	4,478,0295 ordinary Shares of Tk 10 each Fully Paid up bonus share (10%) allotted in 2011 (Out of Net Profit & General Reserve)	44,780,350	44,780,350
	3,694,374 ordinary shares of Tk.10 each fully paid up bonus share (7.5%) allotted in 2012 (out of Net profit & General reserve)	36,943,740	—
		529,527,040	492,583,300
	5 Reserve for Exceptional Losses TK: 605,775,140		
	Opening balance	542,874,847	483,971,633
	Add: Addition during the year	62,900,293	58,903,214
		605,775,140	542,874,847
	6 Contingency Reserve for Insurance Gurantees & tail ended Insurance Business Tk. 105,869,651		
	Reserve for unexpired Guarantees	87,080,441	87,080,441
	Reserve against Tailended insurance business	18,789,210	18,789,210
		105,869,651	105,869,651
	7 Revaluation Reserve TK:1,412,133,735		
	Opening balance	1,412,133,735	1,412,133,735
	Add:Appreciated value of H.O Building	—	—
		1,412,133,735	1,412,133,735

8 General Reserve TK: 36,210,606

Opening balance	62,754,349	94,881,353
Less: Adjustment against Bonus share	26,543,743	32,127,004
	36,210,606	62,754,349

9 Balance of Profit & Loss Appropriation Account TK: 82,793,038

Underwriting Profit as per revenue Account	109,455,742	156,060,655
Interest Income & Dividend	68,404,573	50,372,160
Other Income(Including gain/(loss) on Sale of Share	63,872,983	(22,816,183)
	241,733,298	183,616,632
Less:Expenses of Management (Not related to any fund or account)	44,066,464	42,395,446
Net profit for the year	197,666,835	141,221,186
less :Reserve for Exceptional losses(10% of Net Premium) Tax free	62,900,293	58,903,214
	134,766,541	82,317,972
Add:Surplus Brought forward:	26,497	52,265
	134,793,037	82,370,237
Less: Distribution		
Tax provision	50,000,000	33,000,000
Deffered Tax	2,000,000	2,000,000
	52,000,000	35,000,000
Surplus Carried forward	82,793,038	47,370,237

10 Premium deposits

	19,295,977	10,708,996
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Balance on this account represents premium received against cover notes which were not converted into policy within 31 December 2013 because of the period of nine months from the dates of issue of cover notes had not elapsed

11 Estimated liability in respect of outstanding claims whether due or intimated TK. 108,925,585

Fire	48,314,412	24,422,169
Marine	36,032,418	27,193,187
Motor	8,632,000	8,358,930
Miscellaneous	15,946,755	17,979,763
	108,925,585	77,954,049

All the claims of which the management is aware of as per intimation up to the year-end have been taken into consideration.

12 Amounts due to other persons or bodies carrying on insurance business TK: 4,529,911

The following is the breake-up of the balance due to co-insurance scheme for payment to other insurance companies.

Co-insurers	4,529,911	7,807,574
	4,529,911	7,807,574

**13 Loan from Bank for office Building (Secured) TK:46,824,113**

Opening Balance	72,887,911	176,486,506
Loan Taken during the year	45,000,000	25,000,000
Interest charged during the year	3,077,041	22,148,370
	120,964,952	223,634,876
Less. Re-payment during the year	74,140,839	150,746,965
	46,824,113	72,887,911

14 Sundry creditors (including provision for expenses and taxes) Tk. 98,102,041

Share application Money		14,000
Payable against expenses (14.1)	51,804,206	47,925,569
Provident fund deduction	1,190,252	349,886
Provident fund Loan	1,318,793	371,915
Income tax deduction(14.2)	1,759,190	2,153,045
Received against security	5,501,537	5,501,537
Tax deduction against Bill	573,819	552,599
VAT deduction against Bill	381,600	498,803
Un-paid dividend (14.3)	5,549,413	6,021,908
Vat payable (14.4)	10,377,050	9,372,896
Hospitalization Insurance Claim	1,057,719	1,056,554
Advance Rent Received	18,588,462	29,649,856
Salary payable	-	78,854
Group Insurance	-	77,884
	98,102,041	103,625,251

14.01 Payable against expenses

Company Contribution to PF	1,131,926	494,473
Incentive Bonus	20,000,000	15,000,000
Honorarium	1,200,000	500,000
Courier Service	20,000	20,000
Payable to Gratuity Fund	4,924,290	4,924,290.00
Dividend Tax	23,305,990	25,086,470
Vendor	-	678,336
Audit Fee	1,222,000	1,222,000
	51,804,206	47,925,569

14.02 Income Tax deduction TK: 1,759,190

Income Tax deduction at source amounting to Tk. 1,759,190 including income tax deduction from salary during the year which has been deposited into Bangladesh Bank subsequently.

14.03 Unpaid Dividend Tk. 5,549,413

This represent the balance of unpaid dividend from year to year TK. 5,549,413

14.03 VAT Payable TK.10,377,050.

Vat payable as Tk. 10,377,050 represent the Vat for the month of December 2013 which has been deposited into Bangladesh Bank subsequently.

15 Provision for Income Tax Tk. 262,104,453

The amount includes Tk.50,000,000 being Income tax provision made for the accounting year ended on 31 December.2013(Assesment Year 2014-2015) in accordance with the best estimate of the management on lump sum basis but without considering the admissible and inadmissible expenses

Opening Balance	212,104,453	179,104,453
Add. Provision made during the year	50,000,000	33,000,000
	262,104,453	212,104,453

**16 Provision for Deferred Tax Tk.16,890,000**

The amount includes TK. 2,000,000 being deferred tax provision made for the accounting year ended on December 31,2013 in accordance with the best estimate of the management on lump sum basis

Opening Balance	14,890,000	12,890,000
Add. Provision made during the year	2,000,000	2,000,000
	16,890,000	14,890,000

17 National Investment Bond TK.25,086,755

The amount represents 3-year National Investment Bond with a face value of Tk. 25,086,755 held with Bangladesh Bank as statutory deposit under Insurance Act, 2010.

18 Shares and Debentures TK.371,884,693

Shares (18.1)	357,698,489	326,063,593
Debentures (18.2)	14,186,204	14,186,204
	371,884,693	340,249,797

18.1 Shares

Opening balance	326,063,593	378,371,881
Add: Purchase during the year	79,141,099	5,643,752
	405,204,692	384,015,633
Less: Sale during the year	47,506,203	57,952,040
	357,698,489	326,063,593

18.1.1 Break up of Shares and Debentures for 2013

	No. of Share	At cost	Market Value
Atlas bangladesh Ltd.	1,144	486,772	486,772
Bank Asia Ltd.	283140	7,425,990	6,512,220
Bangladesh Finance & Investment Ltd.	22000	992,559	422,400
Beximco Ltd	11500	793,637	366,850
Beximco Ltd (Bex.tex)	6769	89,301	89,301
BD Submarine Cable	5750	1,328,774	966,575
Berger paint (BD) Ltd.	1000	915,037	876,900
Confident Cement Ltd.	5000	666,796	612,500
Daffodil Computers Ltd.	91	420	1,274
Delta Life Insurance ltd.	2120	664,391	538,366
Dhaka Bank Ltd.	113552	3,190,235	2,134,778
Dhaka Electric Supply Co Ltd.	143	12,126	8,351
Eastland Insurance	31300	1,685,118	1,458,580
Eastern Cables Ltd.	1400	95,900	95,900
Familytex (BD) Limited	29000	1,739,468	1,696,300
Fareast Finance & investment ltd.	5500	93,225	91,850
Glaxco Smithkline	900	545,294	846,180
Grameenphone MF One	10000	488,315	450,000
Grameenphone Ltd.	20000	4,297,374	4,018,000
Heidelberg Cement Ltd.	5000	2,239,599	1,903,500
I.C.B	7875	17,316,093	11,505,375
I.D.L.C	162	19,425	10,190
Int. Leasing & FSL	72450	2,746,580	1,144,710
Jamuna Bank Ltd	227549	5,854,920	3,687,524

KAY & QUE.	85250	4,578,965	1,416,050
Lafarge Surma Cement Ltd.	50000	1,645,882	1,655,000
Lankabangla Finance Ltd.	70409	3,964,757	4,682,199
Mercantile bank Ltd.	114242	2,480,541	1,907,841
MIDAS Finance Co. Ltd.	300	35,946	11,640
Monno Fabrics	3500	27,125	271,250
Mutual Trust bank	33000	829,365	521,400
National Bank Ltd.	937792	36,950,506	10,994,007
NCC Bank Ltd.	646074	13,906,082	8,424,959
NLI FIRST MF	25000	228,183	230,000
Olympic industries Ltd.	45090	10,481,277	6,619,500
One Bank Ltd.	141651	3,752,402	2,232,891
Padma oil Ltd.	36033	8,591,043	9,091,014
Phoenix Finance Ltd.	30003	1,323,070	1,062,208
Pioneer Insurance Co. Ltd	1800	31,905	120,240
Power Grid Co. of bangladesh	800	66,979	15,840
Premier Cement	5000	519,900	493,000
Prime Bank Ltd	52800	1,719,360	1,367,520
R N Spinning Mills	18000	686,052	664,200
Saiham Cotton Mills Ltd	70000	2,332,883	1,729,000
Southeast bank Ltd	204750	5,153,455	3,624,075
Summit Power	30887	1,642,291	1,104,900
Square Pharma	11200	2,037,300	2,130,240
TITAS Gas	5750	363,127	419,750
Trust Bank Ltd	54450	1,523,407	1,083,555
United Insurance Ltd.	2528	56,700	56,700
United Hotel & Resort	59500	6,404,857	4,641,000
Usmania Glass	1340	310,612	310,612
		171,572,832	112,327,484
Non- Tradable			
Central Depository BD. Ltd	1,142,362	3,138,890	3,138,890
Ind. & Infrastructure Dev. Finance Co.	732,911	31,183,820	31,183,820
Jamuna Resort Ltd.	392,009	43,900,895	43,900,895
National Housing Finance & Investment Ltd.	4,840,420	49,932,168	184,420,002
United Hospital Ltd.	220,500	54,337,500	54,337,500
Non- Tradable		182,493,273	316,981,107
Total		354,066,105	429,308,591
Brokerage Balance			
LANKA BANGLA Securities Ltd.		3,271,400	3,271,400
AM Securities Ltd.		360,984	360,984
		357,698,489	432,940,975

18.2 Debentures

Bangladesh Export Import Company Ltd	1,660,000	1,660,000
Beximco Fisheries Ltd	709,547	709,547
Beximco Textile Ltd	1,308,317	1,308,317
Beximco Denims Ltd	6,008,340	6,008,340
Bangladesh luggage Industries Ltd	4,500,000	4,500,000
	14,186,204	14,186,204

19 Amount due from other persons or bodies carrying on insurance business Tk. 263,188,215

Co-Insurance premium receivable	42,572,372	42,119,397
Co-Insurance claim receivable	16,325,517	15,991,978
Refund Co-Insurance premium receivable	3,865,537	3,865,538
Sadharan Bima Corporation	113,517,522	100,604,023
Overseas re-insurer	86,907,266	—
	263,188,215	162,580,936

An amount of Tk. 32,055,863 was subsequently realised from Overseas re-insurer against claim

20 Interest, Dividend & Rent Outstanding Tk.1,064,574

Dividend (21.1)	51,426	51,426
Debenture Interest (21.2)	1,013,148	1,013,148
	1,064,574	1,064,574

20.01 Dividend Tk. 51,426

Metro Spinning	510	510
Beximco Fisheries	50,916	50,916
	51,426	51,426

20.02 Debenture Interest Tk. 1,013,148

Bangladesh Export Import Company Ltd	296,658	296,658
Beximco Fisheries Ltd	191,490	191,490
Bangladesh Luggage Industries Ltd	525,000	525,000
	1,013,148	1,013,148

21 Sundry Debtors (including advances, deposits and prepayments and others) Tk. 61,009,456

Advance against Salary	5,059,116	3,777,617
Advance against Rent	10,529,074	11,326,752
Advance against Expenses	2,472,752	1,935,144
Rent receivable	-	290,493
House Building Loan	5,464,770	5,893,436
Jamuna Resort Ltd.	2,534,579	2,095,342
Security Deposit	1,762,247	1,419,447
Group Insurance	622,971	-
Insurance Management Software	12,183,200	9,933,200
Receivable from Others	20,380,746	
	61,009,455	36,671,431

22 Advance Payments of Tax Tk. 180,003,035

Opening balance	163,780,124	139,326,105
Add: Advance Tax paid/Deduction at source during the year (22.1)	16,222,911	24,454,019
	180,003,035	163,780,124

**22.01 Advance Tax paid/Deduction at source during the year**

Deduction at Source from FDR Interest	4,984,625	4,023,994
Deduction at Source from STD Interest	393,821	495,157
Deduction at Source from Dividend Income	2,165,104	835,986
Deduction at Source from office Rent	2,474,454	1,885,963
Tax against Motor Maintenance	649,000	402,500
Advance Paid	5,555,908	16,810,419
	16,222,912	24,454,019

23 Cash and bank balances Tk. 562,559,421**In hand**

Cash (Ho.Branch & Transit)	12,752,038	11,733,927
Stamps	977,654	733,840
	13,729,692	12,467,767

At banks

Fixed deposits (FDR)	478,352,482	444,556,079
Short term deposit (STD)& Current accounts	70,477,247	172,525,382
	548,829,729	617,081,461
	562,559,421	629,549,228

24 Land : Tk. 858,587,523

Opening balance	831,282,523	829,624,403
Add: Rate, legal & other expenses related to land at Panthapath, Kawran Bazar, Dhaka	27,305,000	1,658,120
	858,587,523	831,282,523

25 Holiday Homes : Tk. 4,130,090

Opening balance	4,130,090	4,130,090
Add: Current Year Payment	-	-
	4,130,090	4,130,090

26 Fixed Asset : Tk. 94,327,225

Cost	202,471,700	181,426,655
Less: Accumulated depreciation	108,144,475	97,884,939
	94,327,225	84,041,716

27 Office Building : Tk. 1,206,194,842

Head Office Building is yet to be registered in the name of the Company and hence no depreciation Charged so far expect electrical equipment.

Opening Balance	1,201,187,374	1,181,033,640
Add: Interest on Sonali Bank SOD-32008293	3,064,985	22,148,371
Add. Registration cost of Jubilee Road Br.	-	562,880.00
Add. Other expenses	4,500,000	-
	1,208,752,359	1,203,744,891
Less: Depreciation on electrical equipment	2,557,517	2,557,517
Closing Balance	1,206,194,842	1,201,187,374



28	Panthapath building (WP)	18,026,000	—
	Two Storied Commercial Building under construction at panthapath land		
29	Interest and dividend income : Tk. 68,404,573		
	Interest on:		
	Fixed deposit receipts (FDR)	51,250,087	40,059,752
	Short term deposit (STD) accounts	3,909,598	5,062,329
	House Building Loan Interest	1,254,719	726,839
		56,414,404	45,848,920
	Dividend received during the year	11,990,169	4,523,240
		68,404,573	50,372,160
30	Other income : Tk. 63,872,983		
	Profit on sale of Investment	15,327,177	(57,883,517)
	Building Rent	48,074,774	33,393,244
	Others	471,033	1,674,090
		63,872,984	(22,816,183)
31	Registration Renewal Fee		
	The balance represents the amount deposited to Bangladesh Bank against renewal of registration for carrying on fire, marine and miscellaneous insurance business as per Section- 3A of Insurance Act-2010. Such expense amounts to Tk. 4,329,380		
32	Audit fees : Tk. 431,250		
	Statutory audit fee (Including Vat)	431,250	298,750
		431,250	298,750
33	Earning Per Share		
	Profit after Tax	145,666,835	106,221,186
	Number of Share	52,952,698	49,258,325
	Basic Earning Per Share	2.75	2.16
34	Post Balance Sheet Events		
	There was no significant event that has occurred between the balance sheet date and the date when the financial statements are authorized for issue by the Board of Directors except that the Board of Directors of Pragati Insurance Limited in its 227th meeting held on 13th April, 2014 has recommended Cash dividend @ 12.5% and Stock dividend @ 5% out of the surplus subject to approval of shareholders in the ensuing Annual General Meeting.		
35	Number of Employees :		
	The number of permanent employees of the company was 586.		
	Board Meeting 08		
	Average Attendance 53%		


Md. Manirul Islam
Managing Director


AKM Shamsuddin
Director


Alhaj Khalilur Rahman
Director


Abdul Awal Mintoo
Chairman

Dated : Dhaka April 15, 2014



Annexer-'A'

Fixed Assets
(at cost less accumulated depreciation)

Particulars	Cost				Rate	Depreciation				WDV as at 31 December 2013	WDV as at 31 December 2012
	Opening balance	Additions during the year	Disposal during the year	Closing balance		Opening balance	Charged during the year	Disposal	Closing balance		
FURNITURE & FIXTURE	30,027,243	259,915		30,287,158	10%	25,346,856	1,041,146		26,388,002	3,899,156	4,680,387
FIXTURE(PLASTIC SIGN)	1,919,178	21,000		1,940,178	15%	1,555,555	103,818		1,659,373	280,805	363,623
MOTOR VEHICLE	86,134,802	14,532,172	1,950,000	98,716,974	20%	38,313,241	6,455,758	1,950,000	42,818,999	55,897,975	47,821,561
ELECTRICAL EQUIPMENT	40,331,412	7,427,357		47,758,769	15%	26,474,622	3,297,523		29,772,145	17,986,624	13,856,790
OFFICE EQUIPMENT	3,087,765	51,395		3,139,160	15%	2,918,336	81,860		3,000,196	138,964	169,429
CURTAIN & CARPETS	679,018			679,018	20%	679,018	-		679,018	-	-
BI-CYCLE	23,175	-		23,175	20%	23,175	-		23,175	-	-
TELEPHONE(INTERCOM)	442,261			442,261	20%	442,261			442,261	-	-
OFFICE DECORATION	18,781,801	703,206		19,485,007	10%	1,631,875	1,729,431		3,361,306	16,123,701	17,149,926
TOTAL : TAKA	181,426,655	22,995,045	1,950,000	202,471,700		97,384,939	12,709,536	1,950,000	108,144,475	94,327,225	84,041,716
Building:											
ELECTRICAL EQUIPMENT	25,575,170			25,575,170	10%	1,023,068	2,557,517		3,580,585	21,994,585	15,345,102
TOTAL : TAKA	207,001,825	22,995,045	1,950,000	228,046,870		98,408,007	15,267,053	1,950,000	111,725,060	116,321,810	99,386,818

FORM 'AA'

Classified Summary of Assets as at 31 December 2013

	2013 Taka	2012 Taka
3 - Year National Investment Bond	25,086,755	4,586,755
Shares - at cost	357,698,489	326,063,593
Debenture (At Cost)	14,186,204	14,186,204
Fixed deposit, STD and current A/C with Banks	548,829,729	617,081,461
Cash in hand and Stamp in hand	13,729,692	12,467,767
Amount due from other persons or bodies carrying on insurance business	263,188,215	162,580,936
Accrued interest	1,064,574	1,064,574
Debtors (including advances, deposits and prepayments)	61,009,456	36,671,431
Stock of Printing material	1,044,533	489,000
Land	858,387,523	831,282,523
Holiday Homes	4,130,090	4,130,090
Fixed Assets	94,327,225	84,041,716
Building	1,224,420,842	1,201,187,373
	3,467,103,327	3,295,833,423


Md. Manirul Islam
 Managing Director


AKM Shamsuddin
 Director


Alhaj Khalilur Rahman
 Director


Abdul Awal Mintoo
 Chairman

Subject to our separate report of even date.


(A. WAHAB & CO)
 Chartered Accountants

Dated : Dhaka, April 15, 2014



Revenue Account

FOR THE YEAR ENDED DECEMBER 31, 2013

1) Summarized position of net underwriting profit earned during the year 2013 is as follows.

Particular	FIRE	MARINE	MOTOR & MISC	2013	2012
Premium Income					
A) Gross Premium	541,417,128	439,947,931	287,780,585	1,269,145,644	1,151,251,328
B) Re-insurance premium	448,514,635	134,587,078	57,040,998	640,142,711	562,219,187
C) Net Premium (A-B)	92,902,493	305,360,853	230,739,587	629,002,933	589,032,141
Direct Expenses					
D) Commission (Net of Re-insurance Accepted and Ceded)	(34,481,024)	45,464,173	31,962,688	42,945,838	28,976,908
E) Claim Settled & provide	63,826,770	26,557,538	52,633,884	143,018,192	102,207,040
F) Management Expenses	46,104,578	150,893,929	114,508,782	311,507,289	247,878,245
G) Allocation Of Management Expenses	15.99%	44.31%	39.70%	100%	100%
H) Total Direct Expenses (D+E+F)	75,450,325	222,915,640	199,105,354	497,471,319	379,062,193
I) Adjustment Fund Balance for Un-expired risk (Opening Balance Less closing Balance)	(4,472,317)	(11,665,579)	(5,937,978)	(22,075,873)	(53,909,293)
Net Underwriting Profit (C-H+I)	12,979,852	70,779,634	25,696,255	109,455,741	156,060,655
Commission(Net)					
Commission paid on Direct Business	71,948,564	64,099,541	38,100,655	174,148,761	166,161,969
Commission paid on Re-insurance Accepted					
	71,948,564	64,099,541	38,100,655	174,148,761	166,161,969
Less: Commission earned on re-insurance ceded	106,429,588	18,635,368	6,137,967	131,202,923	137,185,061
Net Commission	(34,481,024)	45,464,173	31,962,688	42,945,838	28,976,908
Claim Settled					
Gross Claim	170,267,718	76,911,409	86,611,492	333,790,619	302,004,158
less. Salvage received	—	—	—	—	995,508
	170,267,718	76,911,409	86,611,492	333,790,619	292,046,650
Less : Re-insurance claim Recovery Paid During The Year	148,174,579	59,193,102	32,217,670	239,585,351	197,294,122
Add: Outstanding Claim at the end of the year whether due or Intimated(Company's Share)	22,093,139	17,718,307	54,393,822	94,205,268	94,752,528
	66,155,800	36,032,418	24,578,755	126,766,973	77,954,049
	88,248,939	53,750,725	78,972,577	220,972,241	172,706,577
	24,422,169	27,193,187	26,338,693	77,954,049	70,499,537
Less: Outstanding claim at the end of the previous Year					
Net Claim	63,826,770	26,557,538	52,633,884	143,018,192	102,207,040

Directors' Certificate

As per regulations contained in the first schedule of the Insurance Act, 2010 as amended and as per section 40 of the said Act we certify that :-

The value of investment in shares and debentures have been taken at cost and the quoted value thereof mentioned wherever available.

The value of all assets as shown in the Balance Sheet and as classified on Form AA annexed have been duly reviewed as at 31st December, 2013 and in our belief, the said assets have been set forth in the Balance Sheet at amount not exceeding their realisable or market value under the several headings as enumerated in the annexed form.

All expenses of management, wherever incurred and whether incurred directly or indirectly in respect of Fire, Marine, Motor and Miscellaneous Insurance Business have been duly debited to the related Revenue Accounts and Profit & Loss Account.



Md. Manirul Islam
Managing Director



AKM Shamsuddin
Director



Alhaj Khalilur Rahman
Director



Abdul Awal Mintoo
Chairman

Dated: Dhaka, April 15, 2014

List of Branches

Dhaka Division

Sl.No.	Branch Offices	Branch Manager	Contact No.
1	Elephant Road Branch 299, Elephant Road, Dhaka.	Sharif Mustaba Deputy Managing Director	Mob : 01819238198 Tel : 9661349 Fax : 8616023 E-mail : er@pragatiinsurance.com
2	Biman Bhaban Branch Ali Bhaban, 09 Rajuk Avenue (4th Floor), Dhaka-1000.	SMB Shameem Asstt. Managing Director	Mob : 01730441936 Tel : 9570424, 9573465, 9582652 Fax : 9571870 E-mail : biman@pragatiinsurance.com
3	Malibagh Branch Manhattan Tower, 83, Siddeswari, Circular Road, Malibagh, Dhaka.	Md. Golam Faruque Asstt. Managing Director	Mob : 01711566735 Tel : 8321844 Fax : 9351265 E-mail : malibagh@pragatiinsurance.com
4	Motijheel Branch Sena Kalyan Bhaban (13th Floor) 195 Motijheel C/A, Dhaka.	Ali Fathker (Kallol) Sr. Executive Vice President	Mob : 01713002412 Tel : 9556415 Fax : 9556415 E-mail : motijheel@pragatiinsurance.com
5	Savar Branch 'Hashem plaza', (1st Floor), DEPZ Gate, Ganak Bari, Saver, Dhaka.	Abdus Salam Executive Vice President	Mob : 01775538552 Tel : 7790262 Fax : 7790262 E-mail : savar@pragatiinsurance.com
6	Sadarghat Branch 32/Ka, Johnson Road Dholikhah, Dhaka	Ahmed Faruk Executive Vice President	Mob : 01911389736 Tel : 7113066 Fax : 9583619 E-mail : sb@pragatiinsurance.com, faruk@pragatiinsurance.com
7	Gulshan Branch House No.55, Road No. 17, Kamal Ataturk Avenue , Banani C/A, Dhaka.	Bahauddin Ahmed Sr. Vice President	Mob : 01711696341 Tel : 9886151 Fax : 9886151 E-mail : gulshan@pragatiinsurance.com
8	Bangabandhu Avenue Branch 13, Bangabandhu Avenue , 3rd Floor, Dhaka.	Delwar Hossain Sr. Vice President	Mob : 01911344900 Tel : 9566389, 9557772 Fax : 9566911 E-mail : bangabandhu@pragatiinsurance.com
9	Tejgaon Branch BDDL Bhaban (14th Floor), 12, Kawran Bazar, Dhaka.	Abdul Alim Khan Vice President	Mob : 01711696343 Tel : 8130173 Fax : 9117671 E-mail : tejgaon@pragatiinsurance.com
10	Dilkusha Branch 76, Dilkusha C/A, Dhaka.	Humayun Kabir Majumder Sr. Vice President	Mob : 01712296516 Tel : 9567861 Fax : 9551685 E-mail : dilkusha@pragatiinsurance.com
11	Imamgonj Branch 31, Mitford Road, Imamgonj, Dhaka.	Syed Saidul Islam Sr. Vice President	Mob : 01552382814, 01766146660 Tel : 7319818 Fax : 7319818 E-mail : imamgonj@pragatiinsurance.com



12	Uttara Branch House No.18, Road : Sonargaon, Janapath, Sector: 9,Uttara Model Town, Dhaka-1230.	Abu Sarwar Hossain Vice President	Mob : 01711901553 01554344748 Tel : 7913729, 7914137 Fax : 8915437 E-mail : uttara@pragatiinsurance.com
13	Tongi Branch Jalil Market (2nd floor), Tongi, Gazipur.	Ekramul Hoque Vice President	Mob : 01199838694 Tel : 9812888 E-mail : tongi@pragatiinsurance.com
14	VIP Road Branch 69/1,Purana Paltan Lane, Oriental Trade Centre, Dhaka.	A.S.M. Emdadul Haque Vice President	Mob : 01711155185 Tel : 8321796, 9341840 Fax : 8316354 E-mail : vip@pragatiinsurance.com asm.emdadulhaque@pragatiinsurance.com
15	Hatkhola Branch Memun Plaza (2nd Floor) 31 Shahid Nazrul Islam Sarak, Dhaka-1203	Md. Abdul Mottaleb Deputy Vice President	Mob : 01819458976 Tel : 9559410 Fax : 9560214 E-mail : hatkhola@pragatiinsurance.com
16	Mirpur Branch Alam Plaza, 3rd Floor, 152, Senpara Parbata, Rokeya Sharani ,Mirpur-10,Dhaka.	Razzaqul Haider Chowdhury Deputy Vice President	Mob : 01711841175 Tel : 9026587 Fax : 9026587 E-mail : mirpur@pragatiinsurance.com
17	Narsingdi Branch Bhuiyan Market, (Bajeer More) Sader road, Narsingdi-1600, Dhaka.	Md.Jashim Uddin Senior Manager	Mob : 01817404102 Tel : 9463009 Fax : 9463009 E-mail : narsingdi@pragatiinsurance.com
18	Madhabdi Branch School Super Market Complex (1st floor), Madhabdi, Narsingdi.	Farida Yasmin Asstt. Vice President	Mob : 01711037419 Tel : Fax : E-mail : madhabdi@pragatiinsurance.com
19	Faridpur Branch 169,Mujib Sarak, Faridpur.	Kh. Zakir Hossain Asstt. Vice President	Mob : 01715477641 Tel : 0631-62691 Fax : 0631 62848 E-mail : faridpur@pragatiinsurance.com
20	Pragati Sharani Branch S. M. Bhaban, 1st Floor, Cha 75/C, Pragati Sharani, North Badda, Dhaka-1212	Md. Ruhul Amin (Tulu) Manager	Mob : 01552322986, 01730710566 Tel : 9861745 Fax : 8826805 E-mail : ps@pragatiinsurance.com
21	Narayanganj Branch 150 B.B. Sarak Narayanganj	Abdul Wadud Manager	Mob : 01711561368 Tel : 7633646 Fax : 7633646 E-mail : narayanganj@pragatiinsurance.com
22	Tangail Branch Holding No.212, Victoria Road , Tangail.	Md. Shakhawat Hossen (Mozam) Deputy Manager	Mob : 01716780366 Tel : Fax : E-mail : tangail@pragatiinsurance.com
23	Mymensingh Branch 10, Durgabari Road,(1st Floor), Mymensingh-2200.	Md. Ashraful Haque Asstt. Manager	Mob : 01712721794 Tel : 091-64062 Fax : 091-64062 E-mail : mymensingh@pragatiinsurance.com



Chittagong Division

24	Agrabad Branch Ayub Trade Center (5Th Floor) 1269/B, Sheikh Mujib Road, Agrabad C/A, Chittagong.	Md. Abul Hasan Deputy Managing Director	Mob : 01711749274 Tel : 713228, 713227 Fax : 031-2511948 E-mail : agrabadbranch@pragatiinsurance.com mahasan@pragatiinsurance.com
25	Jubilee Road Branch EPIC Ittehad Point 618, Nur Ahmed Sarak, Chittagong.	Md. Nazrul Islam Asstt. Managing Director	Mob : 01711749273 Tel : 031-617844 Fax : 031-616022 E-mail : jr@pragatiinsurance.com
26	Corporate Branch Suraiya Mansion (5th floor), 30,Agrabad C/A, Chittagong.	Jamal Uddin Haider Senior Ex. Vice President	Mob : 01711797755 Tel : 2510032, 251094 Fax : 031-716922 E-mail : zonal@pragatiinsurance.com
27	Khatunganj Branch 305, Khatunganj C/A, Chittagong.	Subak Kumar Barua Vice President	Mob : 01819376222 Tel : 031-637051 Fax : 031-636121 E-mail : khatunganj@pragatiinsurance.com
28	Feni Branch Sultan Mansion, Trunk Road, Feni.	Md. Azizul Hoque Sr. Vice President	Mob : 01554633257, 01819638626 Tel : 0331-74313 Fax : 0331-74313 E-mail : feni@pragatiinsurance.com
29	Comilla Branch Comilla Co-operative Super Market,(2ndFloor), Kandirpur, Main Road, Comilla.	Zahangir Hossain Deputy Manager	Mob : 01817092502 Tel : 081-76977 Fax : 081-76977 E-mail : comilla@pragatiinsurance.com
30	Chowmuhani Branch Golam Rahman Mian Building (4th Floor) Feni Road, Chowmuhani	Md. Belayet Hossain Deputy Vice President	Mob : 01716-390848 Tel : 0321-52030 Fax : 0321-53040 E-mail : chowmuhani@pragatiinsurance.com
31	Chandpur Branch Aslam Mansion, J.M. Shengupta Road, Chandpur.	Nemai Chandra Paul Manager	Mob : 01715044556 Tel : 0841-63290 Tel : 0841-63290 E-mail : chandpur@pragatiinsurance.com
32	Cox's Bazar Branch Ahmadia Mansion, Purba Bazar Ghata, Main Road, Cox's Bazar.	Zaber Hossain Deputy Manager	Mob : 01818449970 Tel : 0341-64101 Fax : 0341-64101 E-mail : cb@pragatiinsurance.com

Rajshahi Division

33	Bogra Branch Thana Road, Bogra.	Md. Nazrul Islam Sr. Manager	Mob : 01712196500 Tel : 051-66189 Fax : 051-66189 E-mail : bogra@pragatiinsurance.com
34	Rajshahi Branch Razia Tower, 78/2 Mia Para (Gonok Para) Shahab Bazar, Rajshahi.	Monowar Ahmed Asstt. Vice President	Mob : 01710968633 Tel : 721-775926 Fax : 721-770957 E-mail : rajshahi@pragatiinsurance.com

Rajshahi Division

35	Pabna Branch Maa Plaza (3rd Floor), Atai Kula Road, Pabna.	AHM Raihan Manager	Mob : 01712021653 Tel : 0731-66541 Tel : 0731-66541 E-mail : pabna@pragatiinsurance.com
36	Dinajpur Branch Northern Plaaza, (2nd floor) Holding No.74/6 Dinajpur Town, Dinajpur.	Farid Hossain Sarker Sr. Manager	Mob : 01712138134 Tel : 0531-51105 Tel : 0531-51105 E-mail : dinajpur@pragatiinsurance.com
37	Natore Branch Kanai Khali, Dhaka Road, Natore.	Taposh Kumar Talukder Manager	Mob : 01711433972 Tel : Fax : E-mail : natore@pragatiinsurance.com
38	Rangpur Branch Baitus Syed Super Market, Central Road, Rangpur.	Md. A.A. Salimur Reza Talukder Asstt. Manager	Mob : 01819688697 Tel : 0521-62933 Fax : 0521-62933 E-mail : rangpur@pragatiinsurance.com

Khulna Division

39	Khulna Branch GM Baksh Tower 22,Sir Iqbal Road, Khulna.	Md. Kazi Golam Haider Dablu Executive Vice President	Mob : 01711574966 Tel : 041-720056, 723724 Fax : 041-720056 E-mail : khulna@pragatiinsurance.com
40	Jessore Branch 'Jess Tower', (2nd Floor) M.K. Road, Jessore.	G.M. Saidur Rahman Vice President	Mob : 01711350349 Tel : 0421-68896 Fax : 0421-68896 E-mail : jessore@pragatiinsurance.com
41	Kushtia Branch Lovely Tower,5th Floor, 55/1 ,Sirajuddowla Road, kushtia.	Md. Mahbul Alam, Asstt. Vice President	Mob : 01712023445 Tel : 071-62223 Fax : 071-62223 E-mail : kushtia@pragatiinsurance.com

Barishal Division

42	Barisal Branch Sazrini Super Market (3rd Floor), East Bogre Road, Barisal.	Amjad Hossain Talukder Deputy Vice President	Mob : 01711185353 Tel : 0431-64286 Tel : 0431-64286 E-mail : barisal@pragatiinsurance.com
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Sylhet Division

43	Sylhet Branch Gulistan Complex Laldighir Par, Sylhet.	Debasish Kumar Singha Deputy Manager	Mob : 01723679315 Tel : 0821-715008 Fax : 0821-715008 E-mail : sylhet@pragatiinsurance.com
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Pragati Insurance Limited

Pragati Insurance Bhaban, 20-21, Kawran Bazar, Dhaka-1215, Bangladesh

Proxy Form

I/We
of
being a member of Pragati Insurance Ltd. and entitled to vote, hereby appoint Mr./Mrs/Miss
..... of
..... another member of the
company as my/our Proxy to attend and vote for me/us and on my/our behalf of the 28th Annual General
Meeting of the Company to be held on the 18th May, 2014 or at any adjournment thereof.

Signed this day of 2014

Signature of the Shareholder (S)

Signature of the Proxy

No. of Shares held

Folio No./Bo. No.

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

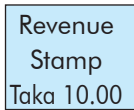
Folio No./Bo. No.

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

N. B : A member entitled to attend and vote at the meeting may appoint another member as his/her proxy to attend and vote on his/her behalf.

A Proxy must be a member of the Company

Form of Proxy, duly stamped and signed must be deposited at the Company's Registered office not later then 48 hours before time appointed for the meeting. In default, forms of proxy will not be treated as valid.



Signature Verified

Authorised Signature



Pragati Insurance Limited

Pragati Insurance Bhaban, 20-21, Kawran Bazar, Dhaka-1215, Bangladesh

I hereby record my attendance at the 28th Annual General Meeting of Pragati Insurance Limited on the 18th May, 2014 at 12.00 Noon, at Jamuna Resort Ltd., Bhuapur, Tangail.

Name of Member/Proxy

Signature Verified by

Folio No./Bo. No.

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

Mobile No.

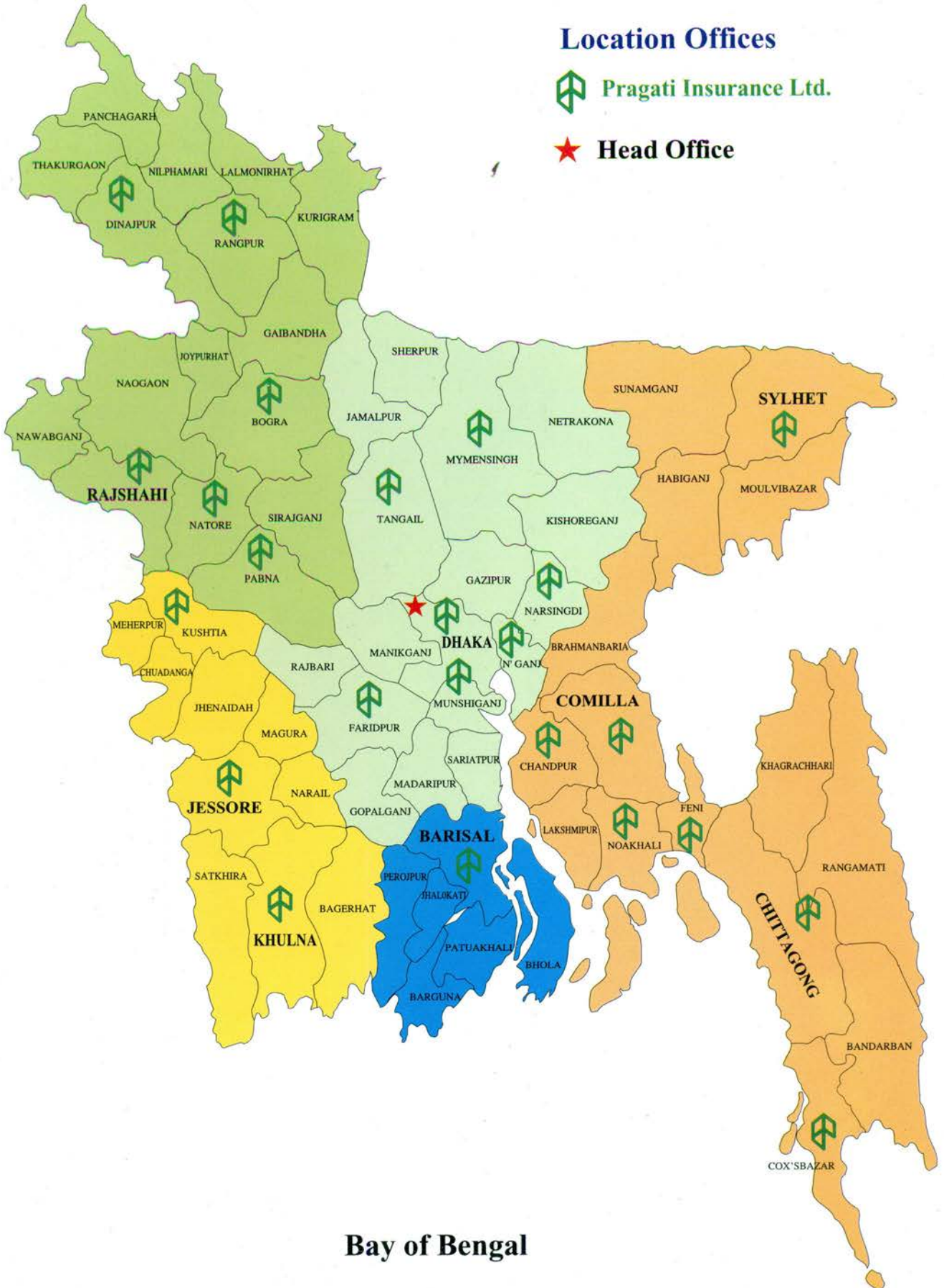
Authorised Signature of the Company

N.B. Please complete the attendance slip and hand it over at the entrance of the meeting hall.

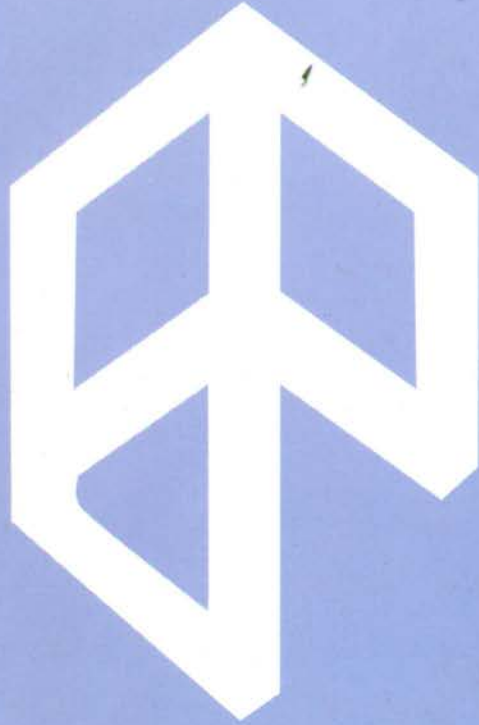
Location Offices

 Pragati Insurance Ltd.

 Head Office



Bay of Bengal



Head Office :

Pragati Insurance Bhaban, 20-21, Kawran Bazar, Dhaka-1215

Tel : PABX : 9133680-2, Fax : 880-2-8122980

E-mail : info@pragatiinsurance.com, www.pragatiinsurance.com