



Annual Report

2010



SYMBOL OF SECURITY

PRAGATI INSURANCE LIMITED

excellent service of

25 years

Annual Report

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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

Hoda Vasi Chowdhury & Co.
Chartered Accountants



Our Vision

- ☒ We want to take Pragati to new heights of development
- ☒ We want to build sound & dependable/reliable image for Pragati in the society
- ☒ We want Pragati to contribute to national growth both in depth & dimension
- ☒ We want Pragati to expand its wings beyond national boundaries



Our Mission

- ☒ We are conscious of our social obligation
- ☒ We aim to provide prompt and personalized services to our clients
- ☒ We strive hard to produce new ideas for the benefit of society and consumers
- ☒ We work to deliver optimum value to our shareholders, clients, employees and add value to the nation
- ☒ We continuously adjust ourselves to the insurance scenario in & around the world
- ☒ Happy Pragati Family is our aim



Insurance Services //



- Industrial all Risks Policies
- Property and Marine Insurance
- Personal Accident including Group Personal Accident
- Motor Insurance
- Flood & Cyclone Insurance
- Tsunami and Earthquake Insurance
- CAR Insurance
- Business Interruption and Machinery Break-down Insurance
- Health Insurance including Overseas Medclaim Insurance

Financial Services //



- Underwriting & Bridge Financing
- Trusteeship

Re-Insurers //



- Sadharan Bima Corporation of Bangladesh
- General Insurance Corporation of India



Pragati Insurance Limited



Pragati Insurance Limited

Pragati Insurance Bhaban, 20-21, Kawran Bazar

Dhaka-1215, Bangladesh

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

Notice of the 25th Annual General Meeting

Notice is hereby given that the 25th Annual General Meeting of Pragati Insurance Limited will be held on **Monday, the 20th June, 2011 at 12.00 noon at the Jamuna Resort Ltd, Bhupur, Tangail** to transact the following business :

1. To receive, consider and adopt the Directors Report for the year ended 31st December, 2010.
2. To receive, consider and adopt the Audited Accounts of the company and the Auditors' Report thereon for the year ended 31st December 2010.
3. To declare Dividend for the year 2010 as recommended by the Board of Directors
4. To elect Directors in place of retiring Directors from Group "A" Shareholders and from Group-B Shareholders.
5. To appoint Auditors for the year 2011 and fix their remuneration.

By order of the Board of Directors

(Akram H. Khan)

Company Secretary

Date : Dhaka, 26th May, 2011.

Note :

- (a) The record date : 18th May, 2011.
- (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 2010 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.**

বিশেষ দৃষ্টব্য : সম্মানিত শেয়ার হোল্ডারবৃন্দ যাহারা যমুনা রিসোর্টে অনুষ্ঠিতব্য কোম্পানীর ২৫তম বার্ষিক সাধারণ সভায় যোগদানে ইচ্ছুক তাহাদের যাতায়াতের ব্যবস্থার জন্য আগামী ৫ই জুন হইতে ১২ই জুন ২০১১ তারিখের মধ্যে তাহাদের নাম অনুগ্রহপূর্বক কোম্পানীর প্রধান কার্যালয়ের শেয়ার বিভাগে রেজিস্ট্রী করার জন্য অনুরোধ জানানো যাইতেছে। অন্যথায় তাহাদের যাতায়াতের ব্যবস্থা করা সম্ভব হইবে না।



Board of

Directors



Abdul Awal Mintoo
Chairman



Khan Mohd. Ameer
Vice Chairman



Mohammed A. Awwal



Abdul Monem



Al Haj Khalilur Rahman



Syed M. Altaf Hussain



Md. Syedur Rahman Mintoo



Prof. Jahangir Chowdhury



Mohammed A. Malek



Md. Sarwar Kamal



Tabith Mohd. Awal



A.S.M. Mohiuddin Monem



Tafsir Mohd. Awal



Zakaria Taher



Md. Moshfiqur Rahman



Mrs. Nahreen Siddiqua



Razia Sultana Shimul



Ahmedul Hoque



A.K.M. Shamsuddin
Independent Director



M. J. Azim
Managing Director (I. C)



Executives

Office

Md. Jalalul Azim

Managing Director (I.C)

Shaikh Shahjahan Uddin

Additional Managing Director
Branch Control

Kaiser Rahman

Deputy Managing Director
Health Insurance

Zabed Ali Mridha, FCA

Asstt. Managing Director &
Chief Financial Officer

Major. S. M. Aminul Hasan (Rtd)

Asstt. Managing Director
Admn.& HR Deptt.

Mihir Kanti Barua

Asstt. Managing Director
Finance, Investment & MIS

Mohammad Ali Khan

Asstt. Managing Director
Underwriting

Akram H. Khan

Sr. Executive Vice President &
Company Secretary

Md. Shafiqul Islam

Executive Vice President
Accounts

Kabir Ahmed

Sr. Vice President
Re-Insurance

Mohammad Ibrahim

Vice President
Audit & Inspection

Bikash Chandra Pal

Vice President
Underwriting

Marketing

Asstt. Managing Directors

Abdul Momen

Khandoker Zafor Sadeque

Sharif Mustaba

Md. Abul Hasan

Md. Nazrul Islam

SMB Shameem

Shahid-e-Monzur Murshed

Sr. Executive Vice Presidents

Fazlul Karim Alamgir

ASM Reazur Rahman

Mahboob Uddin Ahmed

Jamal Uddin Haider

Executive Vice Presidents

Mr. Md. Golam Faruque

Mr. Ali Fathker Kallol

Mr. Abdus Salam

Sr. Vice President

Mr. Md. Azizul Hoque

Vice Presidents

Mr. Ahmed Faruk

Mr. Md. Habibur Rahman

Mr. Bahauddin Ahmed

Mr. Md. Saker Ahmed

Mr. Syed Saidul Islam

Mr. Ekramul Hoque

Mr. Murad Ahmed

Mr. Abdul Alim Khan



Company's Performance

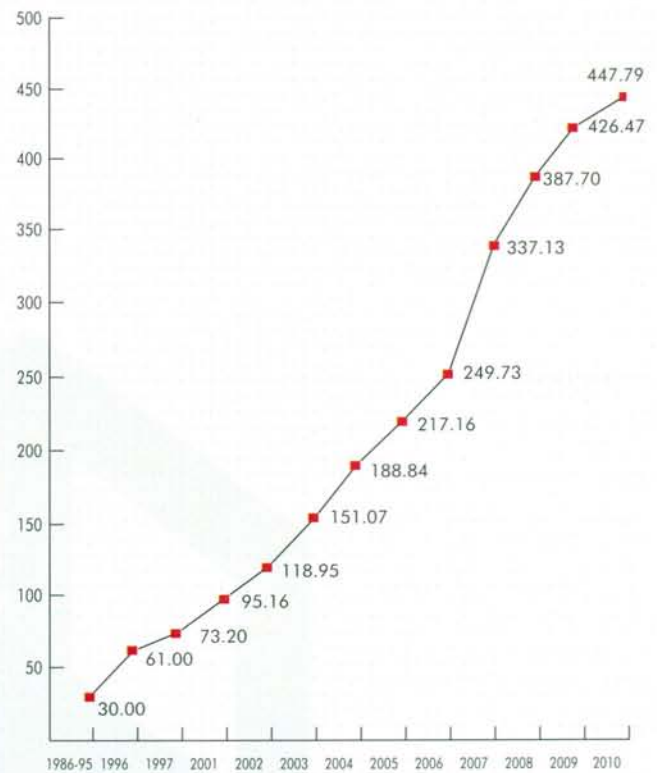
(5 years at a glance)

Taka in Million

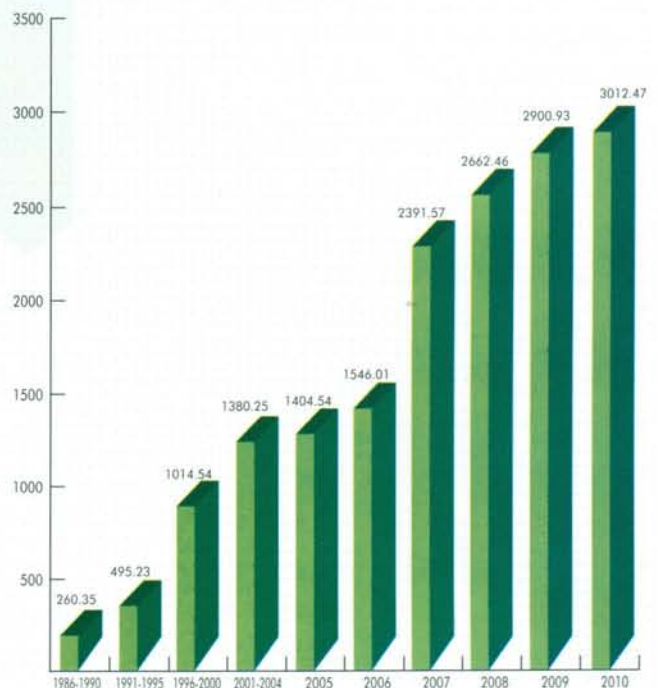
Particulars	2010	2009	2008	2007	2006
Financial Performance					
Gross Premium	1062.26	1,035.88	979.08	802.76	695.43
Net Premium	474.69	429.11	412.81	341.97	303.68
Net Claim	110.68	92.37	48.65	58.42	63.06
Underwriting Profit	63.09	62.86	99.24	77.90	64.18
Income from financial service/Capital gain	143.70	103.57	125.58	121.46	76.97
Net profit before tax	161.52	131.38	198.83	176.84	121.97
Net profit after tax	106.95	68.55	118.07	142.66	94.47
Dividend in percent	15+5 (Stock)	20+10(Stock)	20+15(Stock)	35 (Stock)	15+15 (Stock)
Share Capital and Reserve					
Paid up Capital	426.47	387.71	337.13	249.73	217.16
Total Reserves & Surplus	1696.54	1668.88	1686.42	1615.88	784.20
Share Holders Equity	2123.07	2,056.60	2,023.56	1865.61	1001.34
Assets					
Investment in Shares and Securities	389.27	391.23	361.65	242.58	220.22
Cash, FDR and Bank balances	523.23	473.04	532.12	510.34	475.59
Land and Building	1518.30	1,496.21	1,319.03	1318.52	531.91
Total Assets	3012.47	2,900.94	2,662.47	2449.50	1546.01
Ratios					
Earnings per share (EPS)	33.77	28.73	46.84	56.78	43.50
P/E (Times)	46.11	24.93	20.28	8.45	6.94
Solvency Surplus	2126.47	2092.14	2044.48	1899.89	1025.32
Net Asset Value Per Share	498	530.44	600.21	747.04	461.12
Net Cash Flow Per Share	11.56	10.88	47.08	2.01	82.68
Credit Rating					
Long Term	AA1	AA1	AA2	AA2	
Short Term	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	447.30

**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





Chairman's Speech

Bismillahir Rahmanir Rahim

Dear Shareholders

Assalamu Alaikum,

I sincerely and warmly welcome you all to this 25th Annual General Meeting of your company and take this opportunity to update you on the progress of the company and present to you the Annual Report and Financial Statements for the year ended 31st December, 2010.

First and foremost, I would like to mention that your company began the financial period 2010 under challenging global economic conditions due to the financial crisis that originated in United States, which in turn affected other countries in Europe, Asia and the rest of the world. However, I am happy to declare that not only have we emerged from this challenging period relatively unharmed, but we have succeeded in achieving growth across all major business segments which was clearly not an easy task. This achievement was greatly attributed to our solid and dynamic business models that enabled us to increase the value of our core assets.

Dear Shareholders, amidst the challenges and strenuous global economic conditions, our economy was resilient. As you know our export earnings, 75% of which is derived from the RMG sector, come from the developed world, mostly from the US and Europe. Therefore, the crash in the economy of these rich nations affected both volume and price of our exports. Moreover, the export of manpower and remittance from Bangladeshi expatriates bore the brunt of world recession during the last quarter of FY 2010.



While our GDP growth rate remained steady and inflation generally controlled, success was however not achieved in keeping check on rising food prices and cost of living index. In the agricultural sector, which is the backbone of our economy, success was accomplished through bumper harvest of Boro and Aman crops. Let me point out, however, that in the industrial sector, growth was not very encouraging mainly due the continued stalemate over energy supply in both gas and electricity.

Dear Shareholders, as you know the growth of Insurance business is directly related to the growth in the country's industrial sector and its imports and exports, your company in 2010 successfully deployed strategies to offset these barriers to development and were able to register success.

A summarized position of your company's operation in the year 2010 will help you appreciate the performance of the company during the year under review:

Figure in million taka

Particulars	2010	2009	Increase(+)
Gross premium	1062	1035	+2.61%
Retained Premium (RP)	475	428	+10.98%
Claims- retained portion	110	92	+19.56%
Underwriting Profit	63	62	+1.61%
Capital	426	387	+10%

The new Insurance Act 2010 has been passed by the Parliament ushering in better control and ethical practice in this sector. A controlling authority namely Insurance Development and Regulatory Authority (IDRA) headed by a Chairman and four members has been constituted and has already started functioning. We have already made ourselves compliant to the new Insurance Act 2010 which provides for minimum capital of Tk.400 million for non-life insurance company.

Dear Shareholders, it gives me great pleasure to declare that the Board has recommended a cash dividend of 15% and stock dividend 5% which I hope would be approved by you.

Dear Shareholders, I want to assure you that the Board is quite conscious of the responsibility you have reposed on it and will extend continued endeavor to take your company to newer heights with asset-backed growth.

I would also like to take this opportunity to extend our appreciation to all the regulatory bodies for their continued guidance and support for the very successful operation of the company during the year 2010.

I give mark of respect to our **claimant** for their continuous support and loyalty which your company will give back by contributing unsurpassed service excellence; to our **staff** whom we regard in every possible way as our most valuable asset; to our **management** for their devotion, commitment and hard work towards achieving the company's optimum goal, and to the rest of **my colleagues on the Board** for their guidance, co-operation, willingness and leadership to take on more and more responsibilities and fulfill them with wholehearted dedication.

Finally, I take this opportunity to express my heartfelt appreciation for all our **shareholders** for their invaluable support, confidence and trust they have placed in us.

Thanking you for attending the AGM and actively participating in its proceedings and patiently listening to my speech. Allah Hafez.

Abdul Awal Mintoo

Chairman



Directors' Report 2010

Dear Shareholders

Assalamu Alaikum

We have the pleasure to welcome you all to the 25th annual general meeting of Pragati Insurance Limited at the picturesque Jamuna Resort. During the year 2010 Bangladesh economy has been able to survive the global recession and achieved a growth rate of 5.8% compared to the global GDP growth of 3.9%. In 2010 price of both oil and non oil commodities rose at a significant rate. Food price inflation in some low and middle income countries was around 11% as opposed to nonfood price inflation of about 3.5% although advanced economies experienced only 1.5% inflation. Global recession has not been as severe as feared. The global recovery is moving into a more mature phase led by growing domestic demand. In Bangladesh industrial sector has played significant role in employment generation and GDP growth. The Government of Bangladesh has targeted a growth rate of 6.7% in GDP for fiscal 2010-11. Expected global GDP growth is 3.3% for 2011. In Bangladesh service sector contributed a large portion of the total GDP in the last fiscal year, so the expected growth of this sector is very important. Industrial and agricultural growth is expected to be high. Foreign remittance growth may be affected by current turmoil in the Middle East. Continuing electricity and gas shortage may hamper investment or industrial growth.

Insurance Law

Insurance Act 2010 has replaced the Insurance Act 1938 and a new Insurance Development and Regulatory Authority has taken over charge of the Office of the Chief Controller of Insurance to administer the insurance industry in the country. It is hoped that the insurance industry will grow in better pace under the new Insurance Act. Insurance companies were previously under the Ministry of Commerce and now the sector has been placed under the Ministry of Finance and the insurance companies have been recognized as financial institutions, which has enhanced the position of insurance companies in the socio-economic arena.

পরিচালক মন্ডলীর প্রতিবেদন-২০১০

প্রিয় শেয়ার হোল্ডারবৃন্দ

আসসালামু আলাইকুম

প্রগতি ইন্স্যুরেন্স লিঃ-এর ২৫তম বার্ষিক সাধারণ সভায় আমরা আপনাদেরকে প্রাকৃতিক সৌন্দর্যমণ্ডিত যমুনা রিসোর্টে অত্যন্ত আনন্দের সাথে স্বাগত জানাচ্ছি। ২০১০ সালে বৈশ্বিক পতনের ধকল এড়িয়ে বাংলাদেশ ৫.৮% প্রবৃদ্ধি অর্জন করে। ২০১০ সালে বিশ্ব অর্থনীতির গড় প্রবৃদ্ধি হচ্ছে ৩.৯%। এ বছর তেলজাত এবং তেল বহির্ভূত পণ্য, দুটেরই দাম বেড়েছে। বাংলাদেশের মত বেশ কয়েকটি নিম্ন ও মাঝারি আয়ের দেশে খাদ্যসামগ্রীর মূল্যস্ফীতির পরিমাণ ছিল প্রায় ১১%। পক্ষান্তরে, খাদ্য সামগ্রী বহির্ভূত পণ্যের মূল্যস্ফীতির হার ছিল প্রায় ৩.৫%। অথচ উন্নত বিশ্বে এ হার ছিল মাত্র ১.৫%। বিশ্ব অর্থনীতিতে যতোটা ধস আশঙ্কা করা হয়েছিল ততোটা ভয়াবহ হয়নি। বাংলাদেশে শিল্পখাত কর্মসংস্থান এবং জিডিপি প্রবৃদ্ধিতে গুরুত্বপূর্ণ অবদান রাখে। বাংলাদেশ সরকার ২০১০-১১ অর্থবছরের জন্য জিডিপিতে ৬.৭% প্রবৃদ্ধির লক্ষ্যমাত্রা স্থির করে। ২০১১ সালে বিশ্ব অর্থনৈতিক প্রবৃদ্ধি ৩.৩% আশা করা হচ্ছে। বাংলাদেশে সামগ্রিক জিডিপিতে সেবা খাত বিশেষ অবদান রাখে, সে জন্য এ খাতের প্রবৃদ্ধি অতিব গুরুত্বপূর্ণ। শিল্প ও কৃষি খাতের ভাল প্রবৃদ্ধি আশা করা যায়। বৈদেশীক রেমিটেন্সের প্রবৃদ্ধি মধ্যপ্রাচ্য সমস্যার সমাধানের উপর নির্ভরশীল হতে পারে। কৃষি উৎপাদন, রেমিটেন্স, রপ্তানি কিংবা বিনিয়োগ খাতের অনিশ্চয়তা ছাড়াও বিদ্যুৎ এবং গ্যাস খাতের অব্যাহত ঘাটতি বিনিয়োগ বা শিল্প উৎপাদন প্রবৃদ্ধি ব্যাহত করতে পারে।

বীমা আইন

বীমা আইন ১৯৩৮ রহিত করে নতুন বীমা আইন ২০১০ প্রবর্তিত হয়েছে এবং বীমা উন্নয়ন ও নিয়ন্ত্রন কর্তৃপক্ষ বীমা শিল্পের উন্নয়ন ও প্রশাসনের দায়িত্বভার গ্রহণ করেছেন। এ দায়িত্ব পূর্বে প্রধান বীমা নিয়ন্ত্রকের দপ্তর পালন করত। আশা করা যায় যে বীমা শিল্প প্রবৃদ্ধির ক্ষেত্রে নতুন গতি লাভ করবে। বীমা শিল্পকে বানিজ্য মন্ত্রণালয় হতে অর্থ মন্ত্রণালয়ের আওতায় আনা হয়েছে এবং বীমা কোম্পানী বর্তমানে ফাইন্যান্সিয়াল ইনস্টিটিউশন হিসাবে স্বীকৃত হওয়ায় আর্থ-সামাজিক ক্ষেত্রে এর অবস্থান উন্নত হয়েছে।



Operational Results

Operational results for the year 2010 and the comparative results of 2009 are given below:

Figures in Million Taka

Particulars	2010	2009	% change
Gross Premium	1062	1035	+2.61%
Net Premium	475	428	+10.98%
Underwriting Profit	63	62	+1.61%
Net Profit	162	131	+23.66%

Gross Premium Income

Bangladesh economy has been able to put up a satisfactory mark in economic growth compared to overall performance of the global economy. Being part of the economy, Bangladesh insurance industry has been able to maintain a sustainable growth. Despite departure of several senior development executives we have earned a gross premium of Tk.1062 million this year compared to Tk 1035 in 2009 resulting in a growth of 2.61%. This was possible due to efforts of existing officers and staff.

The existence of a large number of general insurance companies does not commensurate with the size of insurance market and lead to unhealthy competition and practices. Still we hope to secure a reasonable market share by providing improved services to our valued clients.

Up-coming investments in power, textile, ship building, aviation and other sectors may give insurance industry a further prospect of sustainable growth. We are endeavoring to get a reasonable share of the upcoming businesses.

Like micro-credit, micro-insurance may open a golden age for both insurance industry and the marginalized farmers of the developing economies of Asia-Pacific region. Marginalized families in the region face economic disaster due to sudden sickness or loss of crop due to natural calamities. If insurance industry can expand their coverage towards these sectors (health, cattle, crop insurance etc.), Bangladesh economy may find a turning point of growth and simultaneously insurance sector will grow manifold.

অর্জিত ফলাফল

২০১০ সালের অর্জিত ফলাফল এবং ২০০৯ সালের অর্জিত ফলাফলের তুলনামূলক চিত্র নিম্নে প্রদান করা হলো:

মিলিয়ন টাকায়

বিবরণ	২০১০	২০০৯	% (তারতম্য)
গ্রস প্রিমিয়াম	১০৬২	১০৩৫	+২.৬১%
নেট প্রিমিয়াম	৪৭৫	৪২৮	+১০.৯৮%
অবলেন্থন মুনাফা	৬৩	৬২	+১.৬১%
নেট মুনাফা	১৬২	১৩১	+২৩.৬৬%

গ্রস প্রিমিয়াম আয়

বিশ্ব অর্থনীতির প্রবৃদ্ধির তুলনায় বাংলাদেশের অর্থনীতির প্রবৃদ্ধি সন্তোষজনক পর্যায়ে রয়েছে। ইন্স্যুরেন্স খাত সামগ্রিক অর্থনৈতিক খাতের অংশ হিসাবে সন্তোষজনক প্রবৃদ্ধি অর্জনে সক্ষম হয়েছে। প্রগতি ইন্স্যুরেন্স লি: হতে ২০১০ সালে কিছুসংখ্যক উন্নয়ন কর্মকর্তা চলে যায়। উক্ত ক্ষতি সত্ত্বেও এ বছর আমরা গ্রস প্রিমিয়াম ১০৬২ মিলিয়ন টাকা অর্জনে সক্ষম হয়েছি যা ২০০৯ সালের ১০৩৫ মিলিয়ন টাকা হতে ২.৬১% বেশী। এটা সম্ভব হয়েছে আমাদের কর্মকর্তা ও কর্মচারীদের ঐকান্তিক প্রচেষ্টার মাধ্যমে।

বর্তমানে দেশে বহু সংখ্যক সাধারণ বীমা কোম্পানীর কার্যক্রম চলছে যা কোনভাবেই বাজার পরিধির সাথে সামঞ্জস্যপূর্ণ নয়, ফলে অস্বাস্থ্যকর প্রতিযোগিতা ও কার্যক্রম পরিচালিত হচ্ছে যা বীমা শিল্পের জন্য মারাত্মক ক্ষতিকর। এর পরেও আমরা আশা করি যে বীমাগ্রহীতাদেরকে উন্নততর সেবা প্রদানের মাধ্যমে বীমা ব্যবসায় আমরা আমাদের অবস্থান সুদৃঢ় করতে সক্ষম হব।

বিদ্যুৎ খাত, টেক্সটাইল খাত ও অন্যান্য খাতে নতুন বিনিয়োগ হচ্ছে যা বীমা শিল্পের জন্য টেকসই প্রবৃদ্ধি বয়ে আনবে। এসব নতুন খাত থেকে আমরা যাতে প্রয়োজনীয় ব্যবসা পেতে পারি তার জন্য আমাদের প্রচেষ্টা অব্যাহত আছে।

ক্ষুদ্রঋণের মত ক্ষুদ্রবীমাও দারিদ্র বিমোচনে বিশেষ ভূমিকা রাখতে সক্ষম। এশিয়া-প্যাসিফিক অঞ্চলের স্বল্প আয়ের পরিবার হঠাৎ অসুস্থতা এবং প্রাকৃতিক দুর্যোগের কারণে আর্থিক ভাবে বিপর্যস্ত হয়ে পড়ে। তাদের স্বাস্থ্য ও শস্য বীমার আওতায় আনতে পারলে বিশ্ব অর্থনীতিতে এক নব যুগের সূচনা হতে পারে এবং বীমাশিল্পও প্রবৃদ্ধির এক নব যুগে প্রবেশের সুযোগ পেতে পারে।



Fire Insurance

The company earned gross fire insurance premium of Tk 468.35 million as against Tk 502.78 of last year. After payment/provision for re-insurance premiums and claims the company has earned underwriting profit of Tk 10.18 million against Tk 7.18 million of last year.

Marine Insurance

Gross premium earning in marine department including hull was Tk 361.53 million against Tk.317.46 million of the year 2009. This was 13.88% higher than last year. After providing for re-insurance and claims, we earned underwriting profit of Tk 42.17 against last year's underwriting profit of Tk 38.73 million. The profit was 10.95% higher compared to last year.

Miscellaneous Insurance

Gross premium of Tk 232.35 million (both in Motor and Miscellaneous departments) has been earned against Tk 215.60 million in the year 2009. After meeting expenses for re-insurance and claims, we earned underwriting profit of Tk 9.95 million against Tk 16.94 million in 2009. The reason for less profit in this line of business is increased number of claims from our retained account.

Investment Operation

Profit from share trading during the year was Tk 77.29 million against last year's profit of Tk43.16 million. The share market debacle which started in the beginning of the 2011 and still continuing has made our investment income from share trades totally uncertain. It is now cloudy what will be the result of share trading in the year 2011.

Contribution to National Exchequer

Since Company's commencement in the year 1986 Pragati Insurance Limited have been maintaining a pioneer role to contribute into the Government Exchequer. During the year under report the Company has deposited Tk14,16,09,779.00 to the Government Exchequer as corporate income tax, withholding tax, stamp and VAT.

অগ্নি বীমা

২০১০ সালে কোম্পানী অগ্নি বীমা খাতে গ্রস প্রিমিয়াম আয় করে ৪৬৮.৩৫ মিলিয়ন টাকা যা গত বছরে ছিল ৫০২.৭৮ মিলিয়ন টাকা। রি-ইস্যুরেন্স এবং বীমা দাবী মিটিয়ে/সমন্বয় করার পর ২০১০ সালে অবলেন মুনফার পরিমাণ দাঁড়িয়েছে ১০.১৮ মিলিয়ন টাকা যা গত বছর ছিল ৭.১৮ মিলিয়ন টাকা।

মেরীন বীমা

মেরীন বীমা বিভাগে গ্রস প্রিমিয়াম অর্জিত হয়েছে ৩৬১.৫৩ মিলিয়ন টাকা যা গত বছর ছিল ৩১৭.৪৬ মিলিয়ন টাকা। অর্থাৎ গত বছরের তুলনায় ১৩.৮৮% বেশী। রি-ইস্যুরেন্স এবং বীমা দাবী মিটানোর পর ২০১০ সালে এ খাতে অবলেন মুনফার পরিমাণ ৪২.১৭ মিলিয়ন টাকা। যা গত বছরে ছিল ৩৮.৭৩ মিলিয়ন টাকা। এ মুনফা গত বছরের তুলনায় ১০.৯৫% বেশী।

বিবিধ বীমা

২০১০ সালে কোম্পানী মটর ও অন্যান্য খাতে গ্রস প্রিমিয়াম আয় করে ২৩২.৩৮ মিলিয়ন টাকা। গত বছরের ২১৫.৬০ মিলিয়ন টাকার তুলনায় ৭.৭৮% বেশী। রি-ইস্যুরেন্স এবং বীমা দাবী মিটানোর পর ২০১০ সালে এ খাতে অবলেন মুনফার পরিমাণ ৯.৯৫ মিলিয়ন টাকা। যা গত বছরে ছিল ১৬.৯৪ মিলিয়ন টাকা। গত বছরের তুলনায় এ বছর এ খাতে বীমা দাবীর পরিমাণ বেশী ছিল এবং কোম্পানীর রিটেইন খাতেও দাবীর পরিমাণ বেশী ছিল ফলে মুনফার পরিমাণ কম হয়েছে।

বিনিয়োগ কার্যক্রম

২০১০ সালে শেয়ার ব্যবসা থেকে ৭৭.২৯ মিলিয়ন টাকা মুনফা অর্জিত হয়েছে, যা গত বছরে ছিল ৪৩.১৬ মিলিয়ন টাকা। বছর শেষে শেয়ার বাজারে ধস নেমে আসে। ২০১১ সালে শেয়ার ব্যবসার কি অবস্থা দাঁড়াবে তা এখনও বোঝা যাচ্ছে না।

জাতীয় রাজস্ব প্রগতির অবদান

১৯৮৬ সালে কোম্পানীর জন্মলগ্ন থেকে প্রগতি জাতীয় কোষাগারে অবদানের ক্ষেত্রে মূখ্য ভূমিকা পালন করে আসছে। আলোচ্য বছরে কর্পোরেট ইনকাম ট্যাক্স, স্ট্যাম্প ডিউটি এবং ভ্যাট হিসাবে প্রগতি জাতীয় কোষাগারে মোট ১৪,১৬,০৯,৭৭৯.০০ টাকা প্রদান করেছে।



Income Distribution

After providing for all expenditures the company's net profit before tax stood at Tk161.52 million against Tk131.38 million in 2009. The net profit before tax including balance of profit & loss appropriation account brought forward from previous year proposed for appropriation as follows:

Figures in Million Taka

Reserve for exceptional losses	47.47
Provision for income tax	15.00
Provision for deferred tax	2.50
Balance available for distribution	106.95

The board of directors of Pragati Insurance Limited always pays deep attention and respect to its shareholders and wish to maximize their return on investment. Keeping that view in mind the Board of Directors has recommended 15% cash dividend and 5% stock dividend to the shareholders of the company for the year 2010.

Credit Rating

Credit rating agency of Bangladesh Limited (CRAB) rated Pragati Insurance Limited AA1 in the long term and conformed ST1 rating in the short term for the year 2010. The rating agency certified that your Company has the following rating strengths:

- Large market share
- Strong financial performance and profitability
- Adequate claim meeting capacity
- Strong franchise value
- Quality underwriting expertise
- Strong reserve base
- Introducing corporate governance issues and guidelines for compliance with the regulations of IDRA and SEC.

আয় বন্টন

কোম্পানীর সকল প্রকার ব্যয় মিটানোর পর ২০১০ সালে কর পূর্ববর্তী নীট মুনাফা হয়েছে ১৬১.৫২ মিলিয়ন টাকা। ২০০৯ সালে এর পরিমাণ ছিল ১৩১.৩৮ মিলিয়ন টাকা। আলোচ্য বছরের কর পূর্ববর্তী নীট মুনাফার সাথে ২০০৯ সালের অবন্টিত মুনাফার ব্যালেন্স যোগ করে নিম্ন হারে আয় বন্টনের প্রস্তাব করা হয়েছে।

মিলিয়ন টাকা

অস্বাভাবিক ক্ষতির জন্য সংরক্ষিত তহবিল (নীট প্রিমিয়ামের ১০%)	৪৭.৪৭
আয়করের জন্য তহবিল	১৫.০০
ডিফার্ড ট্যাক্সের জন্য তহবিল	২.৫০
বিতরণযোগ্য টাকার পরিমাণ	১০৬.৯৫

প্রগতি ইস্যুরেন্সের পরিচালনা পর্ষদ কোম্পানীর শেয়ারহোল্ডারদের প্রতি সর্বদাই শ্রদ্ধাশীল এবং তারা যাতে তাদের বিনিয়োগের সর্বোচ্চ মুনাফা লাভ করতে পারে সেদিকে অত্যন্ত সচেতন। প্রগতির পরিচালনা পর্ষদ ২০১০ সালের মুনাফা থেকে শেয়ারহোল্ডারদের জন্য ২০% ডিভিডেন্ড (১৫% ক্যাশ ডিভিডেন্ড এবং ৫% বোনাস শেয়ার) প্রদানের সুপারিশ করেছেন। এর ফলে কোম্পানীর পরিশোধিত মূলধন ৪৪৭,৮০৩,০০০ টাকায় উন্নীত হবে।

ক্রেডিট রেটিং

ক্রেডিট রেটিং এজেন্সী অব বাংলাদেশ (CRAB) এর মূল্যায়নে ২০১০ সালে প্রগতি ইস্যুরেন্সের রেটিং হচ্ছে নিম্নরূপ:-

Long term AA1

Short term ST1

CRAB তাদের মূল্যায়নে বলেছে যে প্রগতি ইস্যুরেন্স লি: এর রয়েছেঃ

- বীমা ব্যবসা ক্ষেত্রে বড় একটি অংশ;
- দৃঢ় আর্থিক ব্যবস্থাপনা এবং মুনাফা;
- বীমা দাবী পরিশোধের ক্ষমতা;
- Strong Franchise Value;
- অবলেন্সন ক্ষেত্রে যোগ্য এবং বিশেষজ্ঞ টিম;
- সুদৃঢ় রিজার্ভ কাঠামো;
- SEC এবং IDRA বিধি অনুযায়ী কর্পোরেট গভর্নেন্স প্রবর্তনের যোগ্যতা;



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 2010 the Board of Directors held 10 (ten) meetings and the Directors serving on the Board attended in aggregate 62% of the total number of meetings.
- (ix) At 31 December 2010, 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 :



Ownership Status

Sl. No.	Name of the Directors	No. of shares	Spouse	Total	% of share
1.	Mr. Abdul Awal Mintoo	34,959	75,807	110,766	2.60
2.	Al-Haj Khalilur Rahman	215,678	—	215,678	5.06
3.	Mr. Abdul Monem	112,099		112,099	2.63
4.	Mr. Mohd. A. Awal	92,948	35,853	128,801	3.02
5.	Mr. Khan Mohd. Ameer	104,872		104,872	2.46
6.	Md. Syedur Rahman Mintoo	64,416	7,474	71,890	1.68
7.	Syed M. Altaf Hussain	123,596		123,596	2.90
8.	Mr. Md. Sarwar Kamal	72,387	36,687	109,074	2.56
9.	Prof. Jahangir Chowdhury	60,517		60,517	1.42
10.	Mr. Mohd.A. Malek	72,688	26,915	99,603	2.33
11.	Mr. Tafsir Mohd. Awal	15,240	—	15,240	0.36
12.	Mrs. Nahreen Siddiqua	5,000		5,000	0.12
13.	Mr. Md. Mushfiqur Rahman	33,701		33,701	0.79
14.	Mrs. Razia Sultana Shimul	87,390		87,390	2.05
15.	Mr. Tabith Mohd. Awal	28,801		28,801	0.68
16.	Mr. Ahamedul Hoque	981		981	0.02
17.	Mr. A.S.M. Mohiuddin Monem	10,571		10,571	0.25
18.	Mr. Zakaria Taher	12,863		12,863	0.30
19.	Mr. A.K.M. Shamsuddin (Independent Director)	—	—	—	—
20.	Managing Director	—	—	—	—
21.	Company Secretary	—	—	—	—
22.	Chief Financial Officer	—	—	—	—
23.	Head of Internal Audit	—	—	—	—

Corporate Governance

Corporate governance is the system by which companies are directed and controlled by the management for the best interest of all shareholders which ensures transparency and accountability of the management. Keeping this in mind Pragati Insurance Ltd. gives top priority to establishing corporate governance standard at all levels and all units.

Pragati Insurance Ltd. considers that it has implemented the requirements contained in Security and Exchange Commission notification No.SEC/CMRRCD/2006-158/ Admin/02-08 dated 20th February, 2006. A corporate governance compliance report as per SEC check list is given below:

Condition No.	Title	Compliance Status		Explanation for Non Compliance/ Comments
		Complied	Not Complied	
1.1	Board Size	✓		
1.2(i)	Number of Independent Director	✓		
1.2(ii)	Appointment of Independent Director	✓		
1.3	Chairman of the Board & CEO	✓		
1.4(a)	FS present fairly its state of affairs, result of its operation, cash flow and changes in equity	✓		
1.4(b)	Proper Books of Accounts maintained	✓		
1.4(c)	Appropriate accounting policies consistently applied in FS preparation and accounting estimates are based on reasonable and prudent judgment	✓		
1.4(d)	IAS as applicable in Bangladesh, followed in FS preparation & departure adequately disclosed	✓		
1.4(e)	The System of Internal control sound in design and effectively implemented & monitored	✓		
1.4(f)	No significant doubt upon its ability to continue as a going concern	✓		
1.4(g)	Significant deviations from last year in operating result	✓		No such incidence
1.4(h)	Key operating & financial data of at least preceding 3 years	✓		
1.4(i)	If the company has not declared Dividend, reasons thereof	✓		
1.4(j)	Number of Board Meeting held & attendance	✓		10 Meetings with average 62% attendance
1.4(k)	Pattern of Shareholding	✓		
2.1	Appointment of CFO, Head of Internal Audit & Company Secretary	✓		



Condition No.	Title	Compliance Status		Explanation for Non Compliance/ Comments
		Complied	Not Complied	
2.2	Requirement to attend Board Meeting	✓		
3.0	Audit Committee	✓		
3.1(i)	Composition of Audit Committee	✓		4 members
3.1(ii)	Appointment of Audit Committee	✓		
3.1(iii)	Service & tenure of Audit committee	✓		
3.2(i)	Selection of the Chairman of Audit committee	✓		
3.2(ii)	Qualification of the Chairman of Audit Committee	✓		
3.3.1.(i)	Reporting of Audit Committee	✓		
3.3.1.(ii)(a)	Report on conflicts of Interest			No such incidence
3.3.1(ii)(b)	Suspected or presumed fraud or irregularity or material defect in the internal control system			No such incidence
3.3.1(ii)(c)	Suspected infringement of Laws			No such incidence
3.3.1(ii)(d)	Any other matter			No such incidence
3.3.2	Reporting of the Authorities	✓		
3.4	Reporting to the Shareholders & General Investors	✓		
4.00(i)	Appraisal or valuation services or fairness opinion	✓		
4.00(ii)	Financial information systems design and implementation	✓		
4.00(iii)	Book Keeping or other services related to accounting records or financial statement	✓		
4.00(iv)	Broker-dealer services	✓		
4.00(v)	Actuarial Services	✓		
4.00(vi)	Internal Audit services	✓		
4.00(vii)	Any other Services	✓		
5.00	Reporting the compliance in the Directors report	✓		



Acknowledgement

On behalf of The Board of Directors I express my heartfelt gratitude and deep appreciation to all of our shareholders and valued clients for their continued support and cooperation to the company. We are especially grateful to all banks, both in the private and public sector and the management of Square group, Beximco group, KDS group, Abdul Monem group, Hosaf group, Multimode group, Monno group, KAFCO, Robi (Aktel), Bata Shoes (Bangladesh) Ltd. Air Tel, Novartise Bangladesh, BOC Bangladesh, Hop Lun (BD) Ltd., Holcim Cement, Heidelberg Cement, Glaxo Smithkline, Prostar group, Chowdhury Apparels, McDonald (BD) Pvt. Ltd, Gonoshashtiya group., DHL World wide, NTV, RTV, American School, UAE Embassy, Indian Embassy, NASA Group, Pacific Jeans, HKD group, Alita group, Apex Weaving, Anlima Dying, Thermax group, Dhakarea, MGH group, Jayson group, Aristopharma Ltd. Shams group, NR group, Al-haj Karim Textile Ltd., Jamuna group of Industries, Hotel Westin Dhaka, Hotel Radisson Dhaka, Bashundhara Group, Khulna power, Quality Feeds, Techno Textile Ltd., Senakalyan Sangstha, Youth Group etc. for reposing their confidence in the company.

We also record our gratefulness to the Government of the People's Republic of Bangladesh, Chief Controller of Insurance, IDRA, Securities and Exchanges Commission, Dhaka Stock Exchange, Chittagong Stock Exchange, Sadharan Bima Corporation, General Insurance Corporation of India (GIC), Best Re., Malaysia, Trust International, Baharain for their support and assistance. The Board also expresses its appreciation to M/s. Hoda Vasi Chowdhury & Company, the auditors of the company.

The directors also put on record their thanks to the Managing Director and have conveyed their appreciation through the Managing Director to all the executives, officers and staff of the company for their excellent work. 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 directors have been pleased to reward its staff including executives, officers and employees with 3 (three) incentive bonus.

The company remains fully committed to its deep determination and ideology of personalized client service, their satisfaction and their financial security.

Thank you all.

On behalf of the Board of Directors

Abdul Awal Mintoo
Chairman.

কৃতজ্ঞতা প্রকাশ :

পরিশেষে পরিচালকমন্ডলী কোম্পানীর কার্যক্রমে সহায়তা এবং সহযোগিতা প্রদানের জন্য সরকারী ও বেসরকারী ব্যাংক সমূহ, বিভিন্ন আর্থিক প্রতিষ্ঠান এবং ব্যক্তি মালিকানাধীন ব্যবসায়িক প্রতিষ্ঠানসমূহের প্রতি কৃতজ্ঞতা প্রকাশ করেছেন। কোম্পানীকে বর্তমান মর্যাদায় উন্নীতকরনে তাঁদের অবদান অপরিমিত। বিশেষভাবে স্কয়ার গ্রুপ, বেক্সিমকো গ্রুপ, কেডিএস গ্রুপ, আব্দুল মোনেম গ্রুপ, হোসাফ গ্রুপ, মালটিমোড গ্রুপ, মনন গ্রুপ, কর্নফুলী ফার্টাইলাইজার কোং লিঃ (কাফকো), রবি (এ্যাকটেল), বাটা সু (বাংলাদেশ) লিঃ, এয়ারটেল, নোভারটিস (বাংলাদেশ) লিঃ, বি.ও.সি বাংলাদেশ, হোপ-লুন, হোলসিম সিমেন্ট, হাইডেলবার্গ সিমেন্ট, গ্লাকসো স্মিথক্লাইন, প্রোস্টার গ্রুপ, চৌধুরী এ্যাপারেলস, ম্যাকডোনাল্ড (বাংলাদেশ) লিঃ, গনস্বাস্থ্য গ্রুপ, ডি.এইচ.এল ওয়ার্ল্ড-ওয়াইড, এনটিভি, আরটিভি, আমেরিকান ইন্টারন্যাশনাল স্কুল, আরব এ্যামিরাত দূতাবাস, ভারতীয় দূতাবাস, থারমেকস গ্রুপ, নাশা গ্রুপ, প্যাসিফিক জিনস, এইচ কে ডি গ্রুপ, আলিটা গ্রুপ, এ্যাপেক্স উইভিং, অনলিমা ডাইং, থারমেকস গ্রুপ, ডাকারিয়া, এম.জি.এইচ গ্রুপ, জেসন গ্রুপ, এ্যারিস্টো ফর্মা লিঃ, শামস গ্রুপ, এন.আর গ্রুপ, আলহাজ্ব করিম টেক্সটাইল, যমুনা গ্রুপ অব ইন্ডাস্ট্রিজ, হোটেল ওয়েস্টইন, ঢাকা; হোটেল রেডিসন, ঢাকা; বসুন্ধরা গ্রুপ, খুলনা পাওয়ার, কোয়ালিটি ফিডস, টেকনো টেক্সটাইল লিমিটেড, সেনা কল্যান সংস্থা ইউড গ্রুপ ইত্যাদি প্রগতি ইন্স্যুরেন্সের উপর যে আস্থা প্রদর্শন করেছেন তার জন্য পরিচালকমন্ডলী তাঁদের নিকট গভীরভাবে কৃতজ্ঞ।

আমরা গণপ্রজাতন্ত্রী বাংলাদেশ সরকার, প্রধান বীমা নিয়ন্ত্রক, বীমা উন্নয়ন ও নিয়ন্ত্রন কর্তৃপক্ষ, সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন, ঢাকা স্টক এক্সচেঞ্জ, চট্টগ্রাম স্টক এক্সচেঞ্জ, সাধারণ বীমা কর্পোরেশন, জেনারেল ইন্স্যুরেন্স কোম্পানী ভারত (GIC), বেস্ট রিই - মালয়েশিয়া, ট্রাস্ট ইন্টারন্যাশনাল- বাহরাইন এর নিকট সর্বধরনের সাহায্য সহযোগিতা পাওয়ার জন্য তাঁদের প্রতি আমাদের আন্তরিক কৃতজ্ঞতা জানাচ্ছি। পরিচালনা পর্ষদ কোম্পানীর অডিটর হোদা ভাসি চৌধুরীকেও তাদের কার্যক্রমের জন্য ধন্যবাদ জানান।

পরিচালকমন্ডলী ব্যবস্থাপনা পরিচালক মহোদয়কে ধন্যবাদ জ্ঞাপন করছেন এবং তার মাধ্যমে কোম্পানীর সকল শ্রেণীর কর্মকর্তা ও কর্মচারীর আন্তরিক কর্মনিষ্ঠা, অক্লান্ত পরিশ্রম, নিবেদিত সেবার প্রশংসা করছেন এবং আশা প্রকাশ করছেন যে ভবিষ্যতেও তারা একইভাবে তাদের প্রচেষ্টা সমুন্নত রাখবেন এবং কোম্পানীকে উত্তরোত্তর সমৃদ্ধির পথে নিতে অগ্রণী ভূমিকা পালন করবেন। পরিচালকমন্ডলী তাঁদের আন্তরিক এবং প্রশংসনীয় কর্মোদ্যমের জন্য সকল শ্রেণীর কর্মকর্তা ও কর্মচারীবৃন্দকে ৩ টি উৎসাহ বোনাস প্রদানের সিদ্ধান্ত নিয়েছেন।

এতদ্ব্যতীত কোম্পানীর সম্মানিত শেয়ারহোল্ডার, গ্রাহকবৃন্দ, শুভানুধ্যায়ী এবং পৃষ্ঠপোষকবৃন্দ কোম্পানীর কার্যক্রমে যে সক্রিয় সাহায্য, সহমর্মিতা এবং আস্থা প্রদর্শন করেছেন তৎজন্য পরিচালকমন্ডলী তাঁদের জানাচ্ছেন স্বশ্রদ্ধা ধন্যবাদ এবং কৃতজ্ঞতা।

পরিচালকমন্ডলীর পক্ষে

আবদুল আউয়াল মিন্টু
চেয়ারম্যান।

24th AGM in Picture



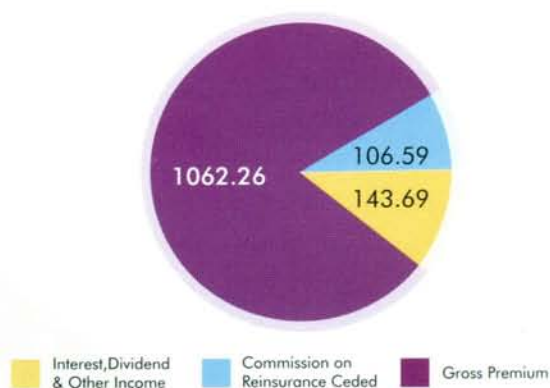
Value added **Statement**

for the year ended 31 December, 2010

Value Added

Gross Premium	1062.26
Commission on Reinsurance Ceded	106.59
Interest, Dividend & Other Income	143.69
Total	1312.54

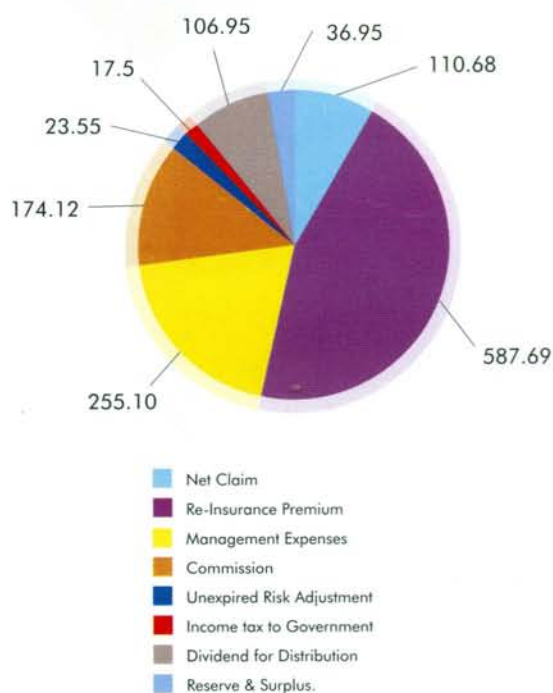
Figures in million



Application

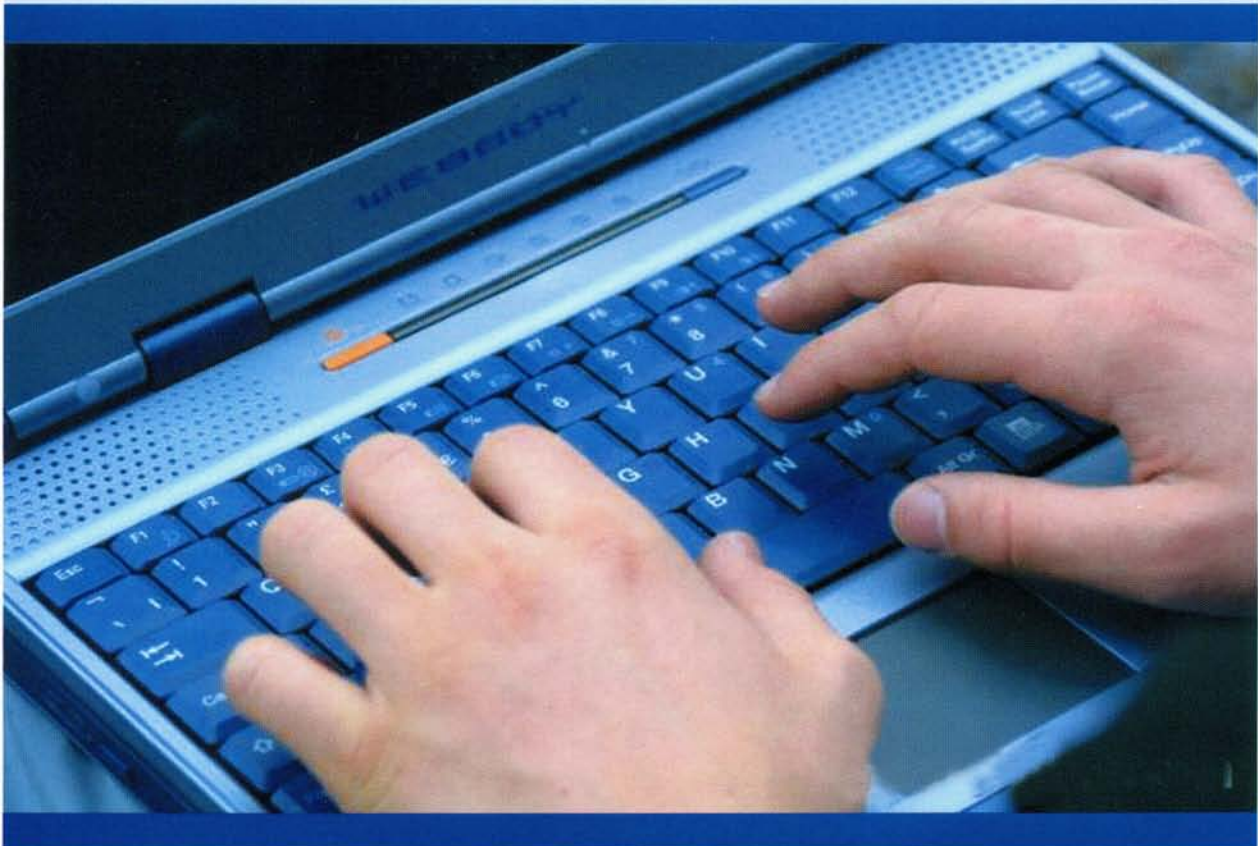
Net Claim	110.68
Re-Insurance Premium	587.69
Management Expenses	255.10
Commission	174.12
Unexpired Risk Adjustment	23.55
Income tax to Government	17.50
Dividend for Distribution	106.95
Reserve & Surplus.	36.95
Total	1312.538

Figures in million





PRAGATI INSURANCE LIMITED



Audit Report and Statement of Accounts For the year ended December 31, 2010



AUDITOR'S REPORT TO THE SHAREHOLDERS OF PRAGATI INSURANCE LIMITED

We have audited the accompanying financial statements of Pragati Insurance Limited which comprises the balance sheet as at 31 December 2010 and the related revenue accounts as well as the profit and loss account, profit and loss appropriation account and statement of cash flow for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRS), the Companies Act 1994, the Insurance Rules 1958, Insurance Act 1938, the Securities and Exchanges Rules 1987 and other applicable laws and regulations. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an 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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion, the Financial Statements prepared in accordance with Bangladesh Financial Reporting Standards (BFRS), give a true and fair view of the state of the company's affairs as at 31 December 2010 and of the results of its operations and its cash flows for the year then ended and comply with the Companies Act 1994, the Insurance Rules 1958, Insurance Act 1938, the Securities and Exchanges Rules 1987 and other applicable laws and regulations.

We also report that:

- (i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (ii) in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books and proper returns adequate for the purpose of our audit have been received from branches not visited by us;
- (iii) the company's Balance Sheet and Profit and Loss Account and its Cash Flows dealt with by the report are in agreement with the books of account and returns;
- (iv) the expenditure incurred was for the purpose of the company's business;
- (v) as per Section -40C(C) of the Insurance Act-1938 as amended, we certify that to best of our knowledge and belief and according to the information 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 and loss account of the company; and
- (vi) as per Regulation-11 of Part-I of the Third Schedule of the Insurance Act-1938 as amended, 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.

Dhaka

Dated : 05 May, 2011

Hoda Vasi Chowdhury & Co.

Chartered Accountants

**Balance Sheet**

As at 31 December, 2010

	Notes	2010 Taka	2009 Taka
CAPITAL & LIABILITIES			
Authorised Capital			
5,000,000 Ordinary shares of Tk.100 each		500,000,000	500,000,000
Issued, Subscribed & Paid-up capital			
4,264,790 Ordinary shares of Tk. 100 each	4	426,479,000	387,708,300
Share Premium		52,272	52,272
Reserve or Contingency Account		1,696,546,740	1,668,836,746
Reserve for Exceptional Losses	5	436,251,050	388,781,311
Contingency Reserve for Insurance Guarantees and Tail ended Insurance Business	6	105,869,651	105,869,651
Revaluation Reserve	7	952,592,999	952,592,999
Capital Gain	8	—	94,881,353
General Reserve	9	94,881,353	20,666,028
Dividend Equalisation Reserve	10	—	37,500,000
Profit & Loss Appropriation Account	11	106,951,687	68,545,404
Balance of Fund & Account		238,973,299	215,425,192
Fire Insurance Business		39,263,541	35,283,747
Marine Insurance Business		105,540,865	88,616,396
Misc. Insurance Business		94,168,893	91,525,049
Premium Deposit	12	5,317,229	12,205,485
Liabilities & Provisions		240,623,758	229,518,374
Estimated liabilities in respect of outstanding Claims whether due or intimated.	13	90,953,941	87,463,532
Amount due to other persons or bodies for carrying on insurance business.	14	149,669,817	142,054,842
Loan from Bank for Building Project (Secured)	15	175,637,293	178,417,329
Sundry creditors	16	64,353,991	61,777,768
Provision for Income Tax	17	154,104,453	139,104,453
Provision for Deferred Tax		10,390,000	7,890,000
		3,012,478,035	2,900,935,919
Net Asset Value per share		498	530

M. J. Azim

Managing Director

Dated : Dhaka, 05 May, 2011

Mohammed A. Awwal

Director

Khan Mohd. Ameer

Director



Balance Sheet

As at 31 December, 2010

	Notes	2010 Taka	2009 Taka
PROPERTY & ASSETS			
Investment		389,277,368	391,231,018
National Investment Bond	18	4,500,000	4,500,000
Shares & debentures (at Cost)	19	384,777,368	386,731,018
Outstanding Premium	20	146,439,289	101,929,074
Amount due from other persons or bodies carrying on insurance business	21	196,279,624	252,887,688
Interest, Dividend & Rent outstanding	22	3,864,750	7,047,249
Sundry Debtors	23	70,322,138	34,260,946
Advance Payment of Tax	24	121,619,316	100,506,494
Cash and Bank Balances	25	523,234,896	473,039,507
Fixed Deposit Accounts		371,663,254	353,101,813
STD & Current Accounts		138,187,245	106,619,481
Cash, Cheque in hand & Stamp		13,384,397	13,318,213
Other Accounts		1,561,440,654	1,540,033,943
Land (freehold)	26	829,246,403	828,337,503
Holiday Homes	27	4,130,090	3,934,800
Fixed Assets(at cost less accumulated depreciation)	28	38,427,559	39,730,362
Building Project	29	689,050,502	667,888,778
Stock of printing materials		586,100	142,500
		3,012,478,035	2,900,935,919

Subject to our separate report of even date

Abdul Awal Mintoo
Chairman

Hoda Vasi Chowdhury & Co.
Chartered Accountants

**Profit and Loss Account**

For the year ended 31 December, 2010

	Notes	2010 Taka	2009 Taka
Expenses of Management			
(not applicable to any fund or account)		25,993,311	19,142,767
Directors Fees and Expenses		2,377,150	1,910,752
Registration Renewal Fee	32	3,625,594	3,426,794
Audit Fees (including fee for special audit)	33	250,000	650,000
Depreciation		13,030,315	9,918,085
Profit for the year transferred to Profit & Loss Appropriation Account		161,522,354	131,384,202
		206,798,724	166,432,600

Profit and Loss Appropriation Account

For the year ended 31 December, 2010

Reserve for Exceptional Losses		47,469,739	42,911,024
Provision for Income Tax		15,000,000	17,500,000
Provision for Deferred Tax		2,500,000	2,500,000
Balance transferred to Balance Sheet		106,951,687	68,545,404
		171,921,426	131,456,428
Earnings Per Share	34	33.77	28.73

M. J. Azim
Managing DirectorMohammed A. Awwal
DirectorKhan Mohd. Ameer
Director



Profit and Loss Account

For the year ended 31 December, 2010

	Notes	2010 Taka	2009 Taka
Interest, Dividend and Rent	30	40,972,339	43,507,083
(Not applicable to any fund or account)			
Interest received & accrued		34,527,542	37,406,795
Dividend and Debenture interest		6,444,797	6,100,288
Profit transferred from :		63,099,739	62,856,301
Fire revenue account		10,179,959	7,183,229
Marine revenue account		42,975,719	38,733,932
Misc. revenue account		9,944,060	16,939,140
Other Income :	31	102,726,646	60,069,216
Misc. receipt		1,713,123	1,061,711
Profit on sale of investment (shares)		77,289,546	43,161,528
Building Rent		23,723,977	15,845,977
		206,798,724	166,432,600

Profit and Loss Appropriation Account

For the year ended 31 December, 2010

Net profit for the year transferred from Profit and Loss Account	161,522,354	131,384,202
Balance brought forward from previous period	10,399,072	72,226
	171,921,426	131,456,428

Abdul Awal Mintoo
Chairman

Hoda Vasi Chowdhury & Co.
Chartered Accountants



Consolidated Revenue Account

For the year ended 31 December, 2010

Particulars	Fire	Marine Cargo	Marine Hull	Motor	Misc	Total 2010	2009
Claim under policies less Re-insurance							
Claim paid during the year	12,663,000	35,837,524	7,217	41,956,852	16,731,098	107,195,691	96,354,629
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	56,906,811	8,047,413		10,290,000	15,709,717	90,953,941	87,463,532
	69,569,811	43,884,937	7,217	52,246,852	32,440,815	198,149,632	183,818,161
Less : Outstanding Claim at the end of the previous year	41,314,924	24,731,925		11,577,475	9,839,208	87,463,532	91,445,835
	28,254,887	19,153,012	7,217	40,669,377	22,601,607	110,686,100	92,372,326
Expenses of Management	34,705,916	90,457,800	1,426,845	56,192,528	27,047,113	209,830,203	190,700,305
Commission	88,507,214	50,146,747	1,501,276	22,572,033	11,399,201	174,126,471	174,655,732
Profit transferred to Profit & Loss Account	10,179,959	42,892,522	83,198	5,555,464	4,388,597	63,099,739	62,856,301
Balance of 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% of the Marine Hull premium income of the year.	39,263,541	102,291,661	3,249,204	63,568,664	30,600,229	238,973,299	215,425,191
Tk.	200,911,517	304,941,742	6,267,740	188,558,066	96,036,747	796,715,812	736,009,855

For the year ended 31 December, 2010

Particulars	Fire	Marine Cargo	Marine Hull	Motor	Misc	Total 2010	2009
Balance of Account at the begaining of the year :							
Reserve for unexpired risk	35,283,747	86,876,256	1,740,140	61,420,738	30,104,311	215,425,192	207,342,923
Premium, Less Re-insurance	78,527,082	204,583,322	3,249,204	127,137,328	61,200,458	474,697,394	429,110,244
Commission on Re-Insurance ceded	87,100,688	13,482,164	1,278,396	—	4,731,978	106,593,226	99,556,688
Tk.	200,911,517	304,941,742	6,267,740	188,558,066	96,036,747	796,715,812	736,009,855

**Fire Insurance Revenue Account**

For the year ended 31 December, 2010

	2010 Taka	2009 Taka
Claims under policies		
Less : Re-insurance :		
Paid during the year	12,663,000	11,511,944
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	56,906,811	41,314,924
	69,569,811	52,826,868
Less : Outstanding claims at the end of the previous year	41,314,924	32,431,924
	28,254,887	20,394,944
Expenses of Management	34,705,916	31,360,805
Commission	88,507,214	90,190,786
Profit transferred to Profit & Loss Account	10,179,959	7,183,229
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	39,263,541	35,283,747
	200,911,517	184,413,511

M. J. Azim
Managing DirectorMohammed A. Awwal
DirectorKhan Mohd. Ameer
Director



Fire Insurance Revenue Account

For the year ended 31 December, 2010

	2010 Taka	2009 Taka
Balance of account at the beginning of the year :		
Reserve for unexpired risk	35,283,747	34,793,332
Premium less : Re-insurance	78,527,082	70,567,494
Commission on Re-insurance ceded	87,100,688	79,052,685
	200,911,517	184,413,511

Abdul Awal Mintoo
Chairman

Hoda Vasi Chowdhury & Co.
Chartered Accountants

**Marine Insurance Revenue Account**

For the year ended 31 December, 2010

	Cargo	Hull	2010 Taka	2009 Taka
Claims under Policies				
Less : Re-Insurance:				
Paid during the year	35,837,524	7,217	35,844,741	36,766,083
Total estimated liability in respect of Outstanding Claims at the end of the year whether due or intimated	8,047,413	—	8,047,413	24,731,925
	43,884,937	7,217	43,892,154	61,498,008
Less : Outstanding Claims at the end of the previous year	24,731,925	—	24,731,925	37,915,764
	19,153,012	7,217	19,160,229	23,582,244
Expenses of Management	90,457,800	1,426,846	91,884,646	77,990,453
Commission	50,146,747	1,501,276	51,648,023	46,783,827
Profit transferred to Profit & Loss Account	42,892,522	83,197	42,975,719	38,733,932
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 and 100% of the Marine Hull premium income of the year	102,291,661	3,249,204	105,540,865	88,616,396
	304,941,742	6,267,740	311,209,482	275,706,852

M. J. Azim
Managing DirectorMohammed A. Awwal
DirectorKhan Mohd. Ameer
Director



Marine Insurance Revenue Account

For the year ended 31 December, 2010

	Cargo	Hull	2010 Taka	2009 Taka
Balance of Account at the beginning of the year :				
Reserve for unexpired risk	86,876,256	1,740,140	88,616,396	82,940,909
Premium Less : Re-Insurance	204,583,322	3,249,204	207,832,526	175,492,652
Commission on Re-Insurance Ceded	13,482,164	1,278,396	14,760,560	17,273,291
	<u><u>304,941,742</u></u>	<u><u>6,267,740</u></u>	<u><u>311,209,482</u></u>	<u><u>275,706,852</u></u>

Abdul Awal Mintoo
Chairman

Hoda Vasi Chowdhury & Co.
Chartered Accountants

**Miscellaneous Insurance Revenue Account**

For the year ended 31 December, 2010

	Motor	Misc.	2010 Taka	2009 Taka
Claims under policies				
less : Re-insurance:				
paid during the year	41,956,852	16,731,098	58,687,950	48,076,602
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	10,290,000	15,709,717	25,999,717	21,416,683
	52,246,852	32,440,815	84,687,667	69,493,285
Less : Outstanding claims at the end of the previous year	11,577,475	9,839,208	21,416,683	21,098,147
	40,669,377	22,601,607	63,270,984	48,395,138
Expenses of Management	56,192,528	27,047,113	83,239,642	81,349,047
Commission	22,572,033	11,399,201	33,971,234	37,681,119
Profit & Loss Account	5,555,464	4,388,597	9,944,060	16,939,139
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	63,568,664	30,600,229	94,168,893	91,525,049
	188,558,066	96,036,747	284,594,813	275,889,492

M. J. Azim
Managing DirectorMohammed A. Awwal
DirectorKhan Mohd. Ameer
Director



Miscellaneous Insurance Revenue Account

For the year ended 31 December, 2010

	Motor	Misc.	2010 Taka	2009 Taka
Balance of account at the beginning of the year :				
Reserve for unexpired risks	61,420,738	30,104,311	91,525,049	89,608,682
Premium less : Re-insurance	127,137,328	61,200,458	188,337,786	183,050,098
Commission on Re-insurance ceded (including profit commission)	—	4,731,978	4,731,978	3,230,712
	<u>188,558,066</u>	<u>96,036,747</u>	<u>284,594,813</u>	<u>275,889,492</u>

Abdul Awal Mintoo
Chairman

Hoda Vasi Chowdhury & Co.
Chartered Accountants

**Statement of Cash Flow**

For the year ended 31 December, 2010

	2010 Taka	2009 Taka
A. Cash Flow from Operating Activities		
Collection from Premium & Other income	1,149,589,071	1,116,691,683
Less: Payment for Expenses of Management, Re-insurance, Claim and Commission etc.	1,079,168,048	1,050,467,199
Less: Tax paid/or deducted	21,112,822	24,044,585
Net Cash Flow from Operating Activities	49,308,201	42,179,899
B. Cash Flow from Investing Activities		
Interest & other Income	36,240,665	38,468,506
Dividend Income	6,444,797	6,100,288
Rental Income	23,723,977	15,845,977
Purchase of Fixed Assets	(9,169,994)	(11,738,475)
Disposal of Fixed Assets	1,221,970	835,000
Land & Holiday homes	1,104,190	(177,641,124)
Adjustment for Purchase/ Sale of Share	12,423,378	(110,868,599)
Net Fund Withdrawn from Brokers Account	93,563	20,000,000
Net Cash Flow from Investing Activities	72,082,546	(218,998,427)
C. Cash Flow from Financing Activities		
Loan Repayment to Bank	(2,780,036)	178,417,319
Dividend Paid	(68,415,322)	(60,684,786)
Net Cash Flow from Financing Activities	(71,195,358)	117,732,533
Increase/Decrease in Cash Flow(A+B+C)	50,195,389	(59,085,995)
Opening Cash In hand & at Bank	473,039,507	532,125,502
Closing Cash In hand & at Bank	523,234,896	473,039,507
Net operating cash flow per share	11.56	10.88

M. J. Azim
Managing DirectorMohammed A. Awwal
DirectorKhan Mohd. Ameer
DirectorAbdul Awal Mintoo
Chairman

Statement of Changes of Shareholders Equity

For the year ended 31 December, 2010

Particulars	Share capital	Share Premium	Reserve for exceptional losses	Contingency Reserve for Insurance Gurantees	Revaluation Reserve	Capital Gain	General reserve	Dividend Equalisation Reserve	Profit & loss appropriation	Total equity
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Balance at 1 January 2009	387,708,300	52,272	345,870,288	105,869,651	966,734,687	91,658,690	20,666,028	37,500,000	72,206	1,956,132,122
Transferred to Reserve for exceptional losses, Capital Gain & Adjustment of Revaluation reserve	—	—	42,911,023	—	(14,141,688)	3,222,663	—	—	—	31,991,998
Transferred to profit & loss appropriation A/c	—	—	—	—	—	—	—	—	68,473,198	68,473,198
Balance at 31 December 2009	387,708,300	52,272	388,781,311	105,869,651	952,592,999	94,881,353	20,666,028	37,500,000	68,545,404	2,056,597,318
Issue of share capital (Bonus share)	38,770,700	—	—	—	—	—	(20,666,028)	(37,500,000)	19,395,328	—
Cash Divedand	—	—	—	—	—	—	—	—	(77,541,660)	(77,541,660)
Balance at 1 January 2010 (Restated)	426,479,000	52,272	388,781,311	105,869,651	952,592,999	94,881,353	—	—	10,399,072	1,979,055,658
Transferred to Reserve for exceptional losses	—	—	47,469,739	—	—	—	—	—	—	47,469,739
Transferred to General Reserve	—	—	—	—	—	(94,881,353)	94,881,353	—	—	—
Transferred to profit & loss appropriation account	—	—	—	—	—	—	—	—	96,552,615	96,552,615
Balance at 31 December 2010	426,479,000	52,272	436,251,049	105,869,651	952,592,999	—	94,881,353	—	106,951,687	2,123,078,012



M. J. Azim
Managing Director



Mohammed A. Awwal
Director



Khan Mohd. Ameer
Director



Abdul Awal Mintoo
Chairman





Notes to the Financial Statements

For the year ended 31 December, 2010

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 Limited 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 1938 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 Sadharan Bima 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.209,830,203 represents approximately 19.75% of gross premium of Tk.1,062,269,478. The expenses have been apportioned @ 16.54% to Fire, 43.79% to Marine and 39.67% 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 2010.

f) Reserve for Exceptional Loss

Reserve for Exceptional Losses as appropriated out of current year's profit before tax provision amounts to Tk.47,469,739 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%

No depreciation has been charged on Building project of the company.

h) Outstanding Premium TK. 146,439,289

The outstanding premium appearing in the accounts was realized subsequently till March, 2011.

i) Use of Estimate

Preparation of financial Statements in conformity with International Accounting Standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of the contingent assets 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.

j) Issue of Bonus Share

The company has issued 387,707 bonus shares from General Reserve and Dividend Equalization Reserve account during the year which was declared for the year 2009.

k) Operation

During the year under audit, the gross premium earned by the company amounted to Tk. 1,062,269,478 including public sector business of Tk. 27,676,791 . After ceding for re-insurance premium the net premium for the year amount to Tk. 474,697,394 and after charging direct expenses therefrom the net Underwriting profit stood at Tk. 63,099,739 as against Tk.62,856,301 of previous year.

l) Public Sector Business

Public Sector Business up to June 2010 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 prescribed in Finance Act 2010 of the profit made by the company considering taxable add-back of income and disallowance of expenditure.

n) Deferred Tax

The company recognized deferred tax in accordance with the provision of BAS-12. Deferred tax arises due to temporary difference deductible or taxable for the events or transaction recognized in the income statement. A temporary difference is the difference between the tax bases of an asset or liability and its carrying amount/reported amount in the financial statement. Deferred tax assets or liability is the amount of income tax payable or recoverable in future period(s) recognized in the current period. The deferred tax assets/expenses do not create a legal Liability/recoverability to and from the income tax authority.

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. Another appeal has been filed to the Tax appellate Tribunal against the order of Deputy Commissioner of Taxes for the assessment year 2009-2010.

p) Basic Earning 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.

q) Gratuity Fund

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

r) 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 2010 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**

Authorized:

5,000,000 ordinary shares of Tk 100 each

Issued, subscribed and paid up:

4,264,790 ordinary shares of Tk 100 each (For 2009

- 3,877,083 ordinary shares of Tk 100 each fully paid up)

610,000 Ordinary shares of Tk.100 each Fully paid up in cash

122,000 Ordinary shares of Tk.100 each Fully paid

up as bonus share(20%) allotted in 1997

219,600 Ordinary shares of Tk.100 each Fully paid up as bonus share

(30%) allotted in 2002(out of general reserve as at 31st December 2001)

237,900 Ordinary shares of Tk.100 each Fully paid up as bonus share

(25%) allotted in 2003(out of general reserve as at 31st December 2002)

321,165 Ordinary shares of Tk.100 each Fully paid up as bonus share

(27%) allotted in 2004(out of Share Premium)

377,665 Ordinary shares of Tk.100 each Fully paid up as bonus share

(25%) allotted in 2005(out of Share Premium)

283,250 Ordinary shares of Tk.100 each Fully paid up as bonus share

(15%) allotted in 2006(out of Share Premium & General reserve)

325,737 Ordinary shares of Tk.100 each Fully paid up as bonus share

(15%) allotted in 2007(out of Share Premium & General reserve)

874,060 Ordinary shares of Tk.100 each Fully paid up as bonus share

(35%) allotted in 2008(out of net Profit)

505,706 Ordinary shares of Tk.100 each Fully paid up as bonus share

(15%) allotted in 2008(out of net Profit)

3,877,07 ordinary Shares of Tk 100 each Fully Paid up bonus share

(10%) allotted in 2009 (Out of General Reserve and Dividend Equalisation Reserve)

5 Reserve for Exceptional Losses

Opening balance

Add: Addition during the year

Less: Adjustment against Bonus share

6 Contingency Reserve for Insurance Gurantees & tail ended Insurance Business

Reserve for unexpired Guarantees

Reserve against Tailended insurance businees

	2010 Taka	2009 Taka
	500,000,000	500,000,000
	426,479,000	387,708,300
	61,000,000	61,000,000
	12,200,000	12,200,000
	21,960,000	21,960,000
	23,790,000	23,790,000
	32,116,500	32,116,500
	37,766,500	37,766,500
	28,325,000	28,325,000
	32,573,700	32,573,700
	87,406,000	87,406,000
	50,570,600	50,570,600
	38,770,700	
	426,479,000	387,708,300
	388,781,311	345,870,288
	47,469,739	42,911,023
	436,251,050	388,781,311
	436,251,050	388,781,311
	87,080,441	87,080,441
	18,789,210	18,789,210
	105,869,651	105,869,651



7 Revaluation Reserve

Opening balance	952,592,999	966,734,687
Add: Appreciated value of Share	—	—
	952,592,999	966,734,687
Add: Appreciated value of Land and Building	—	14,141,688
Less : Adjustment against decrease of market value of share	952,592,999	952,592,999

8 Capital Gain

Opening balance	94,881,353	91,658,690
Add: Addition during the year	—	3,222,663
	94,881,353	94,881,353
Less: Transfer to General Reserve	94,881,353	—
	—	94,881,353

9 General Reserve

Opening balance	20,666,028	33,239,728
Add: Addition during the year	—	20,000,000
	20,666,028	53,239,728
Less: Adjustment against Bonus share	20,666,028	32,573,700
	—	20,666,028
Add: Transfer from Capital gain	94,881,353	—
	94,881,353	20,666,028

10 Dividend Equalisation Reserve

Opening balance	37,500,000	37,500,000
Add: Addition during the year	—	—
	37,500,000	37,500,000
Less: Adjustment against Bonus share	37,500,000	—
	—	37,500,000

11 Balance of Profit & Loss Appropriation Account

Underwriting Profit as per revenue Account	63,099,739	62,856,301
Interest Income & Dividend	40,972,339	43,507,083
Other Income(Including gain on Sale of Share)	102,726,646	60,069,216
	206,798,724	166,432,600
Less: Expenses of Management (Not related to any fund or account)	45,276,370	35,048,398
Net profit for the year	161,522,354	131,384,202
less : Reserve for Exceptional losses(10% of Net Premium) Tax free	47,469,739	42,911,024
	114,052,615	88,473,178
Add: Surplus Brought forward:	10,399,072	72,226
	124,451,687	88,545,404
Less: Distribution		
Tax provision	15,000,000	17,500,000
Deffered Tax	2,500,000	2,500,000
	17,500,000	20,000,000
Surplus Carried forward	106,951,687	68,545,404

**12 Premium deposits**

Balance on this account represents premium received against cover notes which were not converted into policy within 31 December 2010 because of the period of nine months from the dates of issue of cover notes had not expired.

	2010 Taka	2009 Taka
Deposit premium on marine Cover note	4,047,653	7,562,352
Stamp & VAT	1,269,576	4,643,133
	5,317,229	12,205,485

13 Estimated liability in respect of outstanding claims whether due or intimated

Fire	56,906,811	41,314,924
Marine	8,047,413	24,731,925
Motor	10,290,000	11,577,475
Miscellaneous	15,709,717	9,839,208
	90,953,941	87,463,532

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

14 Amounts due to other persons or bodies carrying on insurance business

The following is the breake-up of the balance due to Sadharan Bima Corporation on account of re-insurance arrangements and under co-insurance scheme for payment to other insurance companies.

Re-insurers	89,692,881	82,497,951
Co-insurers	59,976,936	59,556,891
	149,669,817	142,054,842

15 Loan from Bank for Building Project(Secured)

Opening Balance	178,417,329	—
Loan Taken during the year	—	181,000,000
Interest charged during the year	23,729,270	12,625,285
	202,146,599	193,625,285
Less. Adjusted/Re-payment during the year	26,509,306	15,207,956
	175,637,293	178,417,329



	2010 Taka	2009 Taka
16 Sundry creditors (including provision for expenses and taxes)		
Share application money	14,000	14,000
Payable against expenses (16.01)	30,632,780	24,538,880
Providend fund deduction	932,817	826,647
Income tax deduction(16.02)	1,549,356	1,975,538
Received against security	4,280,000	4,280,000
Tax deduction against Bill	288,314	132,501
VAT deduction against Bill	374,529	216,248
Un-paid dividend (16.03)	9,548,113	6,783,931
Vat payable (16.04)	7,385,696	7,731,101
Hospitalization Insurance Claim	947,134	1,171,100
Advance Rent Received	8,400,640	14,107,210
Short & Excess	612	612
	64,353,991	61,777,768

16.01 Payable against expenses

Company Contribution to PF	460,638	462,680
Incentive Bonus	14,000,000	10,000,000
Honorarium	900,000	1,627,000
Courier Service	20,000	20,000
Expenses against Appraisal Fee	—	2,940,000
Dividend Tax	13,742,642	7,987,700
Audit Fee	1,509,500	1,501,500
	30,632,780	24,538,880

16.02 Income Tax deduction

Income Tax deduction at source including income tax deduction from salary during the year amounting to Tk.1,549,356 subsequently deposited into Bangladesh Bank.

16.03 Unpaid Dividend

This represent the balance of unpaid dividend from year to year TK.95,48,113

16.04 VAT Payable

VAT Payable Tk.7,385,696 represent the VAT for the month of December 2010 which has been deposited into Bangladesh Bank subsequently.

**17 Provision for Income Tax**

The amount includes Tk.15,000,000 being Income tax provision made for the accounting year ended on 31 December.2010 (Assesment Year 2011-2012) in accordance with the best estimate of the management.

	2010 Taka	2009 Taka
Opening Balance	139,104,453	121,604,453
Less: Payment/Adjustment during the year	—	—
	139,104,453	121,604,453
Add. Provision made during the year	15,000,000	17,500,000
	154,104,453	139,104,453

18 National Investment Bond

The amount represents 3-year National Investment Bond with a face value of Tk.45.00 lac held with Bangladesh Bank as statutory deposit under Insurance Act,1938

19 Shares and Debentures

Shares (19.01)	368,572,253	368,583,783
Debentures (19.02)	16,205,115	18,147,235
	384,777,368	386,731,018

19.01 Shares

Opening balance	368,583,783	338,129,955
Add: Purchase During the year	89,512,506	49,453,828
	458,096,289	387,583,783
Less: Sale/redemption during the year	89,524,036	19,000,000
	368,572,253	368,583,783

	No. of Share	Tk. At cost	Tk. Market Value
19.01.01 Break up of Shares 2010			
AB Bank	4,485	4,740,984	7,088,543
Atlas Bangladesh Ltd.	1160	490,741	457,156
Beximco	8,000	1,626,246	2,492,000
Beximco Pharma. Ltd.	67,962	10,982,308	9,181,666
BOC	1,200	840,267	830,760
DBH	2,500	6,378,392	6,245,625
Daffodil	88	420	3,414
Delta Life	20	386,213	777,985
DESCO	10,400	13,767,980	21,127,600
Eastern Cables	410	280,850	295,200
Far East Life	15,000	6,092,350	6,025,500
Glaxosmith	1,100	1,271,839	1,242,560



Grameen Phone	20,100	1,884,516	4,940,580
Heidelberg	1,000	3,509,450	3,659,250
IBBL P Bond	1,305	1,372,985	1,256,715
ICB	4,000	17,321,028	16,878,000
IDLC	4,000	19,070,794	18,590,000
IFIC Bank Ltd.	11,273	8,798,354	16,016,115
Jamuna oil	55,600	25,831,774	18,642,680
Keya Detergent Ltd.	300	7,509	28,380
LafargeSurmaCem.	1,000	571,552	563,750
Lanka Bangla	56,500	28,697,569	28,131,350
MARICO	1,000	651,605	611,600
Meghna petroliam	12,180	3,568,577	2,887,878
MIDAS	9,000	16,740,979	16,679,250
Mobil Jamuna	6,280	957,072	954,560
Monno Fabrics Ltd.	350	23,100	30,450
National Life	120	901,099	903,840
National Bank Ltd.	2,082	102,618	398,911
National Tubes Ltd.	3,200	5,816,477	4,705,600
Padma oil	46,400	33,614,740	38,423,840
PhoenixFin	142	123,652	320,423
Power Grid	4,050	3,766,051	3,708,788
Pioneer Ins	400	721,841	789,600
Reliance Insu.	100	169,463	173,825
Square Pharma. Ltd.	4,500	14,412,071	15,849,000
Summit Power	34,013	3,892,347	4,765,221
Titas	10,100	6,635,986	10,089,900
Olympic Industries Ltd.	3	880	8,495
United Insurance Ltd.	227	56,700	403,152
Usmania Glass Ltd.	134	310,613	227,800

Non-Tradable

Ind. & Infrastructure Dev. Finance Co.	318,780	11,500,000	11,500,000
Central Depository System	913,889	8,833,340	8,833,340
National Housing Ltd.	250,406	24,691,127	24,691,127
Jamuna Resort Ltd.	225,000	22,500,000	22,500,000
United Hospital Ltd.	220,500	54,337,500	54,337,500
Summit Power	1,162	137,430	137,430
Beximco Textile	6,769	89,301	89,301

Brokerage Balance

EBL Securities Ltd.		1,831	1,831
LANKA BANGLA Securities Ltd.		69,513	69,513
AM Securities Ltd.		22,219	22,219

368,572,253
388,589,223

**19.02 Debentures**

Bangladesh Export Import Company Ltd
Beximco Fisheries Ltd
Beximco Textile Ltd
Beximco Denims Ltd
Bangladesh Luggage Industries Ltd

2010 Taka	2009 Taka
1,660,000	1,660,000
973,766	1,161,194
1,622,079	1,935,841
7,449,270	8,890,200
4,500,000	4,500,000
16,205,115	18,147,235

20 Outstanding premium

The balance represents outstanding premium which has been realized subsequently till 31st march, 2011.

Fire	45,856,390	37,882,311
Marine	65,137,684	47,866,757
Motor	29,747,508	10,356,141
Miscellaneous	5,697,707	5,823,865
	146,439,289	101,929,074

21 Amount due from other persons or bodies carrying on insurance business

Co-Insurance premium receivable	71,858,338	71,858,339
Co-Insurance claim receivable (Fire)	7,281,257	5,762,067
Co-Insurance claim receivable (Marine)	5,772,750	5,145,900
Co-Insurance claim receivable (Motor)	2,434,492	1,764,707
Co-Insurance claim receivable (Misc.)	3,059,327	3,034,077
Refund Co-Insurance premium receivable (Fire)	829,123	829,123
Refund Co-Insurance premium receivable (Marine)	338,309	298,874
Refund Co-Insurance premium receivable (Misc.)	2,696,343	2,696,343
Refund Co-Insurance premium receivable (Motor)	1,762	1,762
Sadharan Bima Corporation	102,007,923	161,496,496
	196,279,624	252,887,688

22 Interest, Dividend & Rent Outstanding

Dividend (22.01)	51,426	51,426
Debenture Interest (22.02)	3,813,324	6,995,823
	3,864,750	7,047,249

22.01 Dividend

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



22.02 Debenture Interest

	2010 Taka	2009 Taka
Bangladesh Export Import Company Ltd	296,658	296,658
Beximco Fisheries Ltd	191,490	490,329
Beximco Textile Ltd	309,356	824,992
Beximco Denims Ltd	2,490,820	4,858,844
Bangladesh Luggage Industries Ltd	525,000	525,000
	3,813,324	6,995,823

23 Sundry Debtors (including advances, deposits, prepayments and others)

Advance Against Salary	2,072,145	389,539
Advance Against Rent	3,319,864	5,182,332
Advance Against Expenses	788,522	280,489
Rent receivable (LRK)	143,328	-
House Building Loan	11,887,679	13,757,222
Jamuna Resort Ltd.	10,824,342	7,036,092
Security Deposit	1,007,847	887,847
Group Insurance	752,676	549,670
Providend Fund Loan	5,812	8,577
Insurance Management Software	8,352,100	5,864,600
Receivable from others	30,863,245	-
Receivable against Building Maintenance from Rhone Polence	304,578	304,578
	70,322,138	34,260,946

24 Advance Payments of Tax

Opening balance	100,506,494	76,461,909
Add: Advance Tax paid/Deduction at source during the year (24.1)	21,112,822	24,044,585
	121,619,316	100,506,494

24.1 Advance Tax paid/Deduction at source during the year

Deduction At Source from FDR Interest	3,100,752	3,259,688
Deduction At Source from STD Interest	288,087	305,174
Deduction At Source from Dividend Income	1,200,330	1,068,558
Deduction At Source from office Rent	1,766,469	905,665
Advance Paid	14,757,183	18,505,500
	21,112,822	24,044,585

25 Cash and bank balances

In hand

Cash	12,750,007	13,018,478
Stamps	634,390	299,735
	13,384,397	13,318,213

At banks

Fixed deposits (FDR)	371,663,254	353,101,813
Short term deposit (STD)& Current accounts	138,187,245	106,619,481
	509,850,499	459,721,294
	523,234,896	473,039,507

**26 Land**

Opening balance
Add : Legal & other expenses related to land at Panthapath, Kawran Bazar, Dhaka

Less: Sale of Land at Khilkhat & Joydebpur

2010 Taka	2009 Taka
828,337,503	850,214,657
908,900	7,109,150
829,246,403	857,323,807
	28,986,304
829,246,403	828,337,503

27 Holiday Homes

Opening balance
Add: Current Year Payment

3,934,800	3,129,800
195,290	805,000
4,130,090	3,934,800

28 Fixed Asset

Cost
Less: Accumulated depreciation

120,162,644	112,214,618
81,735,085	72,484,256
38,427,559	39,730,362

29 Building Project

Head Office Building is yet to be registered in the name of the Company and hence no depreciation Charged so far except electrical equipment. The value of the building is Tk.689,050,502 after depreciation of electrical equipment (lift, sub-station and generator).

30 Interest and dividend income

Interest on:

Fixed deposit receipts (FDR)
Short term deposit (STD) accounts
House Building Loan Interest

Dividend received during the year

31,008,041	32,901,236
3,181,454	3,232,760
338,047	1,272,799
34,527,542	37,406,795
6,444,797	6,100,288
40,972,339	43,507,083

31 Other income

Profit on sale of Investment
Building Rent (31.01)
Others (31.02)

77,289,546	1,061,711
23,723,977	43,161,528
1,713,123	15,845,977
102,726,646	60,069,216

31.01 Building Rent

The position has been arrived at after adjustment of maintainance expenses including Municipal Tax, Insurance premium and other expenses.



31.02 Others

This represents the amount of Appraisal Fee, sale of newspaper and miscellaneous income.

32 Registration Renewal Fee

The balance represents the amount deposited into Bangladesh Bank against renewal of registration for carrying on fire, marine and miscellaneous insurance business as per Section- 3A of Insurance Act-1938.

33 Audit fees

Statutory audit fee
Special Audit Fee

2010 Taka	2009 Taka
250,000	250,000
—	400,000
250,000	650,000

34 Earnings Per Share

Profit after Tax
Number of Share
Basic Earnings Per Share

144,022,354	111,384,202
4,264,790	3,877,083
33.77	28.73

35 Post Balance Sheet Events

There were no other material events between the balance Sheet date and date of authorizing this accounts by the Board of Directors except that the Board recommended 15% cash and 5% stock dividend from current years profit.

M. J. Azim
Managing Director

Mohammed A. Awwal
Director

Khan Mohd. Ameer
Director

Abdul Awal Mintoo
Chairman



Fixed Assets

(at cost less accumulated depreciation)

Annexer-'A'

	Particulars	Cost				Rate	Depreciation				WDV	WDV
		Opening balance	Additions during the year	Disposal during the year	Closing balance		Opening balance	Charged during the year	Disposal	Closing balance	as at 31 December 2010	as at 31 December 2009
1	Furniture & Fixture	28,161,326	446,850		28,608,176	10%	20,897,817	1,748,601		22,646,418	5,961,759	7,263,508
2	Fixture(Plastic Sign)	1,380,549	463,209		1,843,758	15%	1,301,633	51,086		1,352,719	491,039	78,916
3	Motor Vehicle	50,168,039	1,219,520	1,221,970	50,165,589	20%	26,920,207	6,565,268	1,221,970	32,263,505	17,902,084	23,247,832
4	Electrical Equipment	24,736,495	6,429,393		31,165,888	15%	19,379,118	1,657,202		21,036,320	10,129,568	5,357,377
5	Office Equipment	2,973,215	64,100		3,037,315	15%	2,612,508	89,669		2,702,177	335,138	360,707
6	Curtain & Carpets	679,018			679,018	20%	679,018	—		679,018	—	—
7	Bi-Cycle	23,175			23,175	20%	23,175	—		23,175	—	—
8	Telephone (Intercom)	442,261			442,261	20%	381,546	60,715		442,261	—	60,715
9	Office Decoration	3,650,542	546,922		4,197,464	10%	289,235	300,258		589,493	3,607,971	3,361,307
	TOTAL	112,214,620	9,169,994	1,221,970	120,162,644		72,484,257	10,472,798	1,221,970	81,735,085	38,427,559	39,730,362
	Building:											
	Electrical Equipment	25,575,170			25,575,170	10%	2,557,517	2,557,517		5,115,034	20,460,136	23,017,653
	TOTAL	137,789,790	9,169,994	1,221,970	145,737,814		75,041,774	13,030,315	1,221,970	86,850,119	58,887,695	62,748,015



FORM 'AA'

Classified Summary of Assets as at 31 December 2010

	2010 Taka	2009 Taka
3-Year National Investment Bond	4,500,000	4,500,000
Shares (at cost)	368,572,253	368,583,783
Debenture (at cost)	16,205,115	18,147,235
Fixed deposit, STD and Current A/C with Banks	509,850,499	459,721,294
Cash in hand and Stamp in hand	13,384,397	13,318,213
Outstanding premium and other dues	464,338,230	455,323,256
Accrued interest	3,864,750	7,047,249
Debtors (including advances, deposits and prepayments)	70,322,137	34,260,946
Stock of Printing material	586,100	142,500
Land	829,246,403	828,337,503
Holiday Homes	4,130,090	3,934,800
Fixed Assets	38,427,559	39,730,362
Building Project	689,050,502	667,888,778
	3,012,478,035	2,900,935,919

M. J. Azim
Managing Director

Mohammed A. Awwal
Director

Khan Mohd. Ameer
Director

Abdul Awal Mintoo
Chairman



Directors' Certificate

As per regulations contained in the first schedule of the Insurance Act, 1938 as amended and as per section 40-C 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, 2010 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.

M. J. Azim
Managing Director

Mohammed A. Awwal
Director

Khan Mohd. Ameer
Director

Abdul Awal Mintoo
Chairman



List of Branches

Dhaka Division

Sl.No.	Branch Offices	Branch Manager	Contact No.
1	Pragati Insurance Ltd., Elephant Road Branch, 299, Elephant Road, Dhaka.	Mr. Sharif Mustaba. Asstt. Managing Director	Mob : 01819238198 Tel : 9661349 (Off.)
2	Pragati Insurance Ltd., VIP Road Branch, 69/1, Purana Paltan Lane, Oriental Trade Centre, Dhaka.	Mr. Abdul Momen. Asstt. Managing Director	Mob : 01911351699 Tel : 8321796 (Off.)
3	Pragati Insurance Ltd., Bangabandhu Avenue Branch, 13, Bangabandhu Avenue, 3rd Floor, Dhaka.	Mr. Khandoker Zafor Sadeque. Asstt. Managing Director	Mob : 01726481116 Tel : 9566389 (Off.)
4	Pragati Insurance Ltd., Tejgaon Branch, BSRS Bhawan (14th Floor), 12, Kawran Bazar, Dhaka.	Mr. Abdul Alim Khan. Vice President	Mob : 01711696343 Tel : 8130173
5	Pragati Insurance Ltd., Dilkusha Branch, 76, Dilkusha C/A, Dhaka.	Mr. Humayun Kabir Majumder. Dy. Vice President	Mob : 01712296516 Tel : 9567861
6	Pragati Insurance Ltd., Imamgonj Branch, 31, Mitford Road, Imamgonj, Dhaka.	Mr. Syed Saidul Islam. Vice President	Mob : 01819288291 Tel : 7319818
7	Pragati Insurance Ltd., Malibagh Branch, Manhattan Tower, 83, Siddeswari, Circular Road, Malibagh, Dhaka,	Mr. Md. Golam Faruque. Executive Vice President	Mob : 01711566735 Tel : 8311078
8	Pragati Insurance Ltd., Biman Branch, 11/3 T.C.R Annex Building (4th Floor) Motijheel C/A, Dhaka-1000	Mr. SMB Shameem. Asstt. Managing Director	Mob : 01711428507 Tel : 7169618
9	Pragati Insurance Ltd., Narsingdi Branch, Bhuiyan Market, (Bajien More) Sader road, Narsingdi-1600, Dhaka.	Mr. Md. Jashim Uddin Manager	Mob : 01817404102 Tel : 9463009
10	Pragati Insurance Ltd., Tongi Branch, Jalil Market (2nd floor), Tongi, Gazipur, Dhaka.	Mr. Ekramul Hoque. Vice President	Mob : 01199838694 Tel : 9802786
11	Pragati Insurance Ltd., Pragati Sharani Branch, Kha-208/1 Pragati Sharani, Middle Badda, Dhaka.	Mr. Md. Ruhul Amin (Tulu) Asstt. Manager	Mob : 01552322986 Tel : 8826805
12	Pragati Insurance Ltd., Saver Branch, 'Hashem plaza', (1st Floor), DEPZ Gate, Ganak Bari, Saver, Dhaka.	Mr. Abdus Salam Executive Vice President	Mob : 01715013439 Tel : 7790262



13	Pragati Insurance Ltd., Faridpur Branch, 169,Mujib Sarak, Faridpur.	Mr. Kh. Zakir Hossain. Asstt. Vice President	Mob : 01715477641 Tel : 0631-62691
14	Pragati Insurance Ltd., Uttara Branch, House No.18, Road : Sonargaon, Janapath, Sector: 9,Uttara Model Town, Dhaka-1230.	Mr. Abu Sarwar Hossain. Dy. Vice President	Mob : 01711901553 Tel : 8915437
15	Pragati Insurance Ltd., Gulshan Branch, House No.55, Road No. 17, Kamal Atatürk Avenue , Banani C/A, Dhaka.	Mr. Bahauddin Ahmed Vice President	Mob : 01711696341 Tel : 9886151
16	Pragati Insurance Ltd., Madhabdi Branch, School Super Market Complex (1st floor), Madhabdi, Narsingdi.	Mrs. Farida Yasmin, Asstt. Vice President	Mob : 01711037419 Mr. Baten : 01726534830
17	Pragati Insurance Ltd., Mymensingh Branch, 10, Durgabari Road,(1st Floor), Mymensingh-2200.	Mr. AKM Kawsar Hossain Senior Manager	Mob : 01712003899 Tel : 091-64062
18	Pragati Insurance Ltd., Mirpur Branch, Central Plaza, 3rd Floor, 231, Senpara Parbata, Rokeya Sharani ,Mirpur-10,Dhaka.	Mr. Razzaqul Haider Chowdhury. Dy. Vice President	Mob : 01711841175 Tel : 8060587
19	Pragati Insurance Ltd., Tangail Branch, Holding No.212, Victoria Road , Tangail.	Mr. Md. Shakhawat Hossen (Mozam) Dy. Manager	Mob : 01716780366 Tel :
20	Pragati Insurance Ltd., Motijheel Branch, Sena Kalyan Bhaban (13th Floor) 195 Motijheel C/A, Dhaka.	Mr. Ali Fathker (Kallol) Asstt. Vice President	Mob : 01713002412 Tel : 9556415
21	Pragati Insurance Ltd., Sadarghat Branch, 32/Ka, Liaquat Avenue Dholikhal, Dhaka	Mr. Ahmed Faruk Vice President	Mob : 01911389736 Tel : 7113066
22	Pragati Insurance Ltd., Hatkhola Branch, Memun Plaza (2nd Floor) 31 Shahid Nazrul Islam Sarak, Dhaka-1203	Mr. Fazlul Karim Alamgir Sr. Ex. Vice President	Mob : 01818225291 Tel : 9559410
23	Pragati Insurance Ltd., Narayanganj Branch, 150 B.B. Sarak Narayanganj	Mr. Abdul Wadud Dy. Manager	Mob : 01712232878 Tel : 9633646



Chittagong Division

24	Pragati Insurance Ltd., Chittagonj Zonal Office, Suraiya Mansion (5th floor), 30,Agrabad C/A, Chittagong.	Mr. Jamal Uddin Haider. Senior Ex. Vice President	Mob : 01819376222 Tel : 637051
25	Pragati Insurance Ltd., Khatunganj Branch, 410/411, Khatunganj C/A, Chittagonj.	Mr. Subak Kumar Barua. Dy. Vice President	Mob : 01819376222 Tel :
26	Pragati Insurance Ltd., Agrabad Branch, Ayub Trade Center (5Th Floor) 1269/B, Sheikh Mujib Road, Agrabad Commercial Area, Chittagong.	Mr. Md. Abul Hasan. Asstt. Managing Director	Mob : 01711749274 01819320520 Tel : 713227
27	Pragati Insurance Ltd., Cox's Bazar Branch, Ahmadia Mansion, Purba Bazar Ghata, Main Road, Cox's Bazar.	Mr. Zaber Hossain. Asstt. Manager	Mob : 01818449970 Tel : 0341-64101
28	Pragati Insurance Ltd., Jubilee Road Branch, Padrollo Plaza (3Rd Floor) 5,Jubilee Road, Chittagonj.	Mr. Md. Nazrul Islam. Asstt. Managing Director	Mob : 01711179775 01711749273 Tel : 031-617844
29	Pragati Insurance Ltd., Chandpur Branch, Aslam Mansion, J.M. Shengupta Road, Chandpur.	Mr. Pradip Kumar Pal Sr. Manager	Mob : 01711018087 Tel : 0841-63290
30	Pragati Insurance Ltd., Chowmuhan Bazar, Poura Super Market, Chowmuhan Bazar, Chowmuhan.	Mr. Md. Belayet Hossain, Asstt. Vice President	Mob : 01716-390848 Tel : 0321-52030
31	Pragati Insurance Ltd., Feni Branch, Sultan Mansion, Trunk Road, Feni.	Mr. Md. Azizul Hoque. Sr. Vice President	Mob : 01554633257 Tel : 0331-74313
32	Pragati Insurance Ltd., Comilla Branch, Comilla Co-operative Super Market,(2ndFloor),Kandirpur, Main Road, Comilla.	Mr. M. Muzammel Hoque. Dy. Vice President	Mob : 01711972062 Tel : 081-76977

Rajshahi Division

33	Pragati Insurance Ltd., Rajshahi Branch, Shaheb Bazar ,Ghoramara, Rajshahi.	Mr.Abdur Razzaque Sarder Asstt. Vice President	Mob : 01727301415 Tel : 721-775926
34	Pragati Insurance Ltd., Rangpur Branch, Baitus Syed Super Market, Central Road, Rangpur.	Mr. Md. A.A. Salimur Reza Talukder Sr. Officer	Mob : 01717114687 Tel : 0521-62933
35	Pragati Insurance Ltd., Natore Branch, Kanai Khali, Dhaka Road, Natore.	Mr. Taposh Kumar Talukder, Manager	Mob : 01711433972 0173700941 Tel : 0771-61078

**Rajshahi Division**

36	Pragati Insurance Ltd., Bogra Branch, Thana Road, Bogra.	Mr. Md. Nazrul Islam, Sr. Manager	Mob : 01712196500 Tel : 051-66189
37	Pragati Insurance Ltd., Pabna Branch, S.M. Super Market (2nd Floor), Haji Mohd .Mohsin Road, Pabna.	Mr. AHM Raihan, Manager	Mob : 01712021653 Tel : 0731-66541
38	Pragati Insurance Ltd., Rajbari Unit Office, Sarupa Plaza, Khalifa Parti, (4th Floor), Rajbari.	Mr. Shamsur Rahman Sr. Officer	Mob : 01715162376 Tel : 0641-65227
39	Pragati Insurance Ltd., Dinajpur Branch, Northern Plaaza, (2nd floor) Holding No.74/6 Dinajpur Town, Dinajpur.	Mr. Farid Hossain Sarker, Manager	Mob : 01712138134 Tel : 0531-51105

Khulna Division

40	Pragati Insurance Ltd., Khulna Branch, 25,Sir Iqbal Road, Khulna.	Mr. S. M. Murshed. Executive Vice President	Mob : 01711321702 Tel : 041-720056 723724
41	Pragati Insurance Ltd., Jessore Branch, 'Jess Tower', (2nd Floor) M.K. Road, Jessore.	Mr. G.M. Saidur Rahman Dy. Vice President	Mob : 01711350349 Tel : 0421-68896
42	Pragati Insurance Ltd., Kushtia Branch, Lovely Tower,5th Floor, 55/1 ,Sirajuddowla Road, kushtia.	Mr. Md. Mahbubul Alam, Sr. Manager	Mob : 01712023445 Tel : 071-62223

Barishal Division

43	Pragati Insurance Ltd., Barisal Branch, Sazrini Super Market (3rd Floor), East Bogre Road, Barisal.	Mr. Amjad Hossain Talukder Dy. Vice President	Mob : 01711185353 Tel : 0431-64286
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Sylhet Division

44	Pragati Insurance Ltd., Sylhet Branch, Laldighir Par, Sylhet.	Mr. Debasish Kumar Singha, Sr. Officer	Mob: 01723679315 Tel : 0821-715008
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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 25th Annual General Meeting of the Company to be held on the 20th June 2011 or at any adjournment thereof.

Signed this day of 2011

Signature of Proxy

Signature of Member

Folio No./Bo. No.....

No. of Shares held

Revenue
Stamp
Taka 10.00

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 than 48 hours before time appointed for the meeting. In default, forms of proxy will not be treated as valid.



Pragati Insurance Limited

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

I hereby record my attendance at the 25th Annual General Meeting of Pragati Insurance Limited on the 20th June. 2011 at 12 noon, at Jamuna Resort Ltd., Bhuapur, Tangail.

Name of Member/Proxy

Folio No./Bo. No.....

Signature of Shareholder/Proxy

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

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