

# 2021

Auditors' Report  
of

**PARAMOUNT INSURANCE  
COMPANY LIMITED**

For the year ended on December 31, 2021.

**ISLAM QUAZI SHAFIQUE & CO.**

**CHARTERED ACCOUNTANTS**

Head Office:

Al-Haj Shamsuddin Mansion (4<sup>th</sup> Floor), Room #C  
17 New Eskaton Road, Moghbazar  
Dhaka-1000.

Uttara Office:

ABC Sky Rise Tower (6<sup>th</sup> Floor)  
26 Shahjalal Avenue Road, Sector # 04  
Uttara, Dhaka-1230.

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## ISLAM QUAZI SHAFIQUE & CO.

Chartered Accountants

Al-Hajj Shamsuddin Mansion

4<sup>th</sup> Floor, Room # C17,

New Eskaton Road

Wapda Bazar, Dhaka-1000.

Phone: 02-48312349

E-mail: arahmanfca@gmail.com

Website: www.qsibd.com

### PARTNERS:

Quazi Shafiqul Islam FCA, FCS

Biplab Hossain FCA

Abu Nasser FCA

Md. Abdur Rahman FCA, ACS, LL.B

### INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF PARAMOUNT INSURANCE COMPANY LIMITED

#### Opinion

We have audited the financial statements of **Paramount Insurance Company Limited** which comprise the Statement of Financial Position as at 31 December, 2021 and the Statement of Profit or Loss & Other Comprehensive Income, Statement of Profit or Loss Appropriation Account, Statement of Changes in Shareholders' Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the company as at 31 December 2021, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

#### Basis for opinion

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

#### Emphasis of matter:

1. We draw attention to Note 2.14 (c) of the Financial Statements, which describes the reason for not establishing Workers' Profit Participation Fund by the Company according to Bangladesh Labor Act 2006 (as amended in 2013).
2. We draw attention to Note 2.22 of the Financial Statements, which describes Error occurred in deferred tax on revaluation surplus for the previous financial years. Our opinion is not modified in respect of these matters.

#### Key Audit Matters

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



Risk	Our response to the risk
<b>Premium Income</b>	
<p>Premium income is the most significant item in the statement of profit or loss and profit or loss appropriation account. The Company has reported gross premium of Taka 504,868,005 for the year ended 31 December 2021 &amp; Net Premium of Taka 297,050,586</p> <p>Gross general insurance premiums comprise the total premium received during the accounting period of coverage for which insurance policy has been issued by contracts with Paramount Insurance Company Limited.</p> <p>Given the important nature, connections to other items to the financial statements and sensitivity of the item we believe this area pose high level of risk.</p>	<p>With respect to Premium income in respect of various types of insurance we carried out the following procedures:</p> <ul style="list-style-type: none"> <li>• The design and operating effectiveness of key controls around premium income recognition process.</li> <li>• Carried out analytical procedures and recalculated premium income for the period.</li> <li>• Carried out cut-off testing to ensure unearned premium income has not been included in the premium income.</li> <li>• On a sample basis reviewed policy to ensure appropriate policy stamp was affixed to the contract and the same has been reflected in the premium register.</li> <li>• Ensured on a sample basis that the premium income was being deposited in the designated bank account.</li> <li>• Tested on a sample basis to see that appropriate VAT was being collected and deposited to bank through Treasury Challan.</li> <li>• For a sample of insurance contracts tested to see if appropriate level of re-insurance was done and whether that re-insurance premium was deducted from the gross premium.</li> <li>• Applying specialist judgment ensured if there is any impairment of the reinsurer.</li> <li>• Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards, Insurance Act 1938 (as amended in 2010), Insurance Rules, 1958 and other applicable rules and regulations and regulatory guidelines.</li> </ul>
<p>Details of Premium Income have been shown in Form-XL to the Financial Statements.</p>	



Risk	Our response to the risk
<b>Estimated liability in respect of outstanding claims whether due or intimated and claim payment.</b>	
<p>This amount represents the claim due or intimated from the insured and involves significant judgment and risk of understatement. As at 31 December 2021 the reported balance under the head of estimated liability in respect of outstanding claims whether due or intimated was <b>Taka 20,958,603</b></p> <p>This provision has a direct impact on the profitability and liquidity of the Company which makes it an important item for key stakeholders. Considering its impact on multiple line items on the financial statements, its sensitivity and importance to key stakeholders, we believe this area possesses high level of risk.</p>	<p>We tested the design and operating effectiveness of controls around the due and intimated claim recording process.</p> <p>We additionally carried out the following substantive testing's around this item:</p> <ul style="list-style-type: none"> <li>• Obtained the claim register and tested for completeness of claims recorded in the register on a sample basis. .</li> <li>• Obtained a sample of claimed policy copy and cross check it with claim.</li> <li>• Obtained a sample of survey reports</li> <li>• Our response to the risk cross checked those against respective ledger balances and in case of discrepancy carried out further investigation.</li> <li>• Obtained and discussed with management about their basis for estimation..</li> <li>• Reviewed the claim committee meeting minutes about decision about pending claims.</li> <li>• Tested a sample of claims payments with intimation letter, survey report, bank statement, claim payment register and general ledger.</li> <li>• Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards, Insurance Act 1938 (as amended in 2010), Insurance Rules, 1958 and other applicable rules and regulations and regulatory guidelines.</li> </ul>
<b>Details of Estimated Liability have been shown in Note 09 to the Financial Statements.</b>	



Risk	Our response to the risk
<b>Property, Plant &amp; Equipment</b>	
<p>The carrying value of property, plant &amp; equipment amounts to <b>Taka 623,858,380</b>. This represents a significant amount in the company's statement of financial position as at 31 December 2021.</p> <p>There is a risk of:</p> <p>determining which costs meet the criteria for capitalization &amp; determining the date on which the assets is recognized to property, plant and equipment and depreciation commences</p> <p>We identified the carrying value of property, plant and equipment as a key audit matter because of the high level of management judgment involved and because of its significance to the financial statements</p>	<p>Our audit procedures to assess the carrying value of property, plant &amp; equipment included the following:</p> <p>Our audit procedures included controls testing and substantive procedures covering, in particular:</p> <ul style="list-style-type: none"> <li>• Assessing the design, implementation and operating effectiveness of key internal controls over the completeness, existence and accuracy of property, plant and equipment including the key internal controls over the estimation of useful economic lives and residual values.</li> <li>• Assessing, on a sample basis, costs capitalized during the year by comparing the costs capitalized with the relevant underlying documentation, which included purchase agreements and invoices, and assessing whether the costs capitalized met the relevant criteria for capitalization.</li> <li>• Testing the key controls over the management's judgment in relation to the accounting estimates of the depreciable lives and residual values of property, plant and equipment</li> <li>• Reconcile on a sample basis the additional capitalized costs for the year to the underlying invoices and supporting documents.</li> <li>• We reviewed minutes of board meetings for approval of the total capitalization cost.</li> <li>• We assessed the company's capitalizations policy for compliance with IAS 16 and tested the expenditure capitalized against the capitalizations policy.</li> <li>• We traced payments to supporting documents.</li> <li>• We assessed the adequacy of the disclosure</li> </ul>
<p><b>Details of Property, Plant &amp; Equipment have been shown in Annexure-A to the Financial Statements.</b></p>	

#### Others Matters

The financial statements of Paramount Insurance Company Limited for the year ended 31 December 2020 were audited by ARTISAN, Chartered Accountants, Dhaka.

#### Other Information

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

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

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

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

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

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

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

#### Auditors' Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditors' report to the related disclosure in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

#### Report on other Legal and Regulatory Requirements

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

- a) We have obtained all the information and explanation which to best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof.
- b) 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.
- c) The Company management has followed relevant provisions of laws and rules in managing the affairs of the Company and proper books of accounts, records and other statutory books have been properly maintained and (where applicable) proper returns adequate for the purposes of our audit have been received from branches not visited by us;
- d) As per section 63(2) of the Insurance Act 2010, in our opinion to the best of our knowledge and belief according to the information and explanation given to us, all expenses of management wherever incurred and whether incurred directly or indirectly, in respect of insurance business of the company transacted in Bangladesh during the year under report have been duly debited to the related Revenue Accounts and the Statement of Comprehensive Income of the Company;





- e) We report that to the best of our information and as shown by its books, the company during the year under report has not paid any person any commission in any form, outside Bangladesh in respect of any its business re-insured abroad;
- f) The company's Statement of Financial Position and Statement of Profit or Loss & Other Comprehensive Income, Profit or Loss Appropriation Account, Related Revenue Accounts, Statement of Changes in Shareholders' Equity and Statement of Cash Flows of the Company together with the annexed notes dealt with by the report are in agreement with the books of account and returns; and
- g) The expenditure incurred was for the purpose of the company's business.

*Abdur Rahman*

Md. Abdur Rahman, FCA  
Enrollment No. 1439  
Partner  
Islam Quazi Shafique & Co.  
Chartered Accountants  
DVC: 2203221439AS914950


Dated, Dhaka  
March 22, 2022



**Paramount Insurance Company Limited**  
**Statement of Financial Position**  
As at 31 December 2021

Particulars	Notes	Amount in Taka	Amount in Taka
		2021	2020
<b>Shareholders' Equity &amp; Liabilities</b>			
<b>Share Capital</b>			
<b>Authorized Capital</b>			
60,000,000 Ordinary Shares of Tk. 10/- each.		600,000,000	600,000,000
<b>Issued, subscribed &amp; paid-up capital</b>	3.00	406,649,660	338,874,720
4,38,54,966 Ordinary Shares of Tk. 10/- each.			
<b>Reserve for Contingency Account</b>		620,198,660	563,275,893
Reserve for Exceptional losses	4.00	169,502,927	139,797,868
Investment Fluctuation Reserve	5.00	32,011,235	3,516,298
General Reserve Fund	6.00	500,000	500,000
Revaluation Reserve (Surplus)	7.00	221,422,155	260,496,653
Profit and Loss Appropriation Account		196,762,344	158,965,074
<b>Shareholders' Equity</b>		<b>1,026,848,321</b>	<b>902,150,613</b>
<b>Balance of Fund and Accounts</b>		<b>119,087,866</b>	<b>79,868,426</b>
Fire Insurance Revenue Account		45,907,879	33,858,461
Marine Insurance Revenue Account		54,384,333	26,986,639
Motor Insurance Revenue Account		16,126,516	17,183,869
Misc. Insurance Revenue Account		2,669,138	1,839,457
<b>Liabilities &amp; Provisions</b>		<b>425,033,777</b>	<b>320,008,501</b>
Premium Deposit	8.00	79,365,980	36,871,126
Estimated Liabilities in respect of outstanding claims whether due or intimated	9.00	20,958,603	21,465,845
Unclaim Dividend	10.00	287,457	-
Amount due to other persons or bodies carrying on insurance business	11.00	161,971,416	122,279,426
Reserve for Gratuity		-	1,527,719
Sundry Creditors	12.00	30,629,648	19,846,576
Income Tax Provision	13.00	83,660,419	100,795,756
Deferred Tax Liability	14.00	48,160,255	17,222,053
<b>Total Shareholders' Equity &amp; Liabilities</b>		<b>1,570,969,963</b>	<b>1,302,027,540</b>
<b>Net Assets Value (NAV) Per Share</b>	32.00	<b>25.25</b>	<b>22.18</b>

The annexed notes form 01 to 40, Annexure 01 to 04, "Form-AA" and "Form-XL" an integral part of these financial statements

  
CFO

  
Managing Director

  
Director

  
Director

  
Chairman

Signed as per our separate report of same date



  
Md. Abdur Rahman, FCA  
Enrollment No. 1439  
Partner  
Islam Quazi Shafique & Co.  
Chartered Accountants  
DVC: 2203221439A5914950

**Paramount Insurance Company Limited**  
**Statement of Financial Position**  
As at 31 December 2021

Particulars	Notes	Amount in Taka	Amount in Taka
		2021	2020
<b>Property &amp; Assets</b>			
<b>Non-Current Assets</b>		<b>807,898,793</b>	<b>558,622,858</b>
Property, plant & equipment	15.00	623,858,380	343,486,924
Building under construction	16.00	54,330,325	20,130,310
Investment		<b>129,710,088</b>	<b>195,005,624</b>
Bangladesh Government Treasury Bond (BGTB)	17.00	25,000,000	25,000,000
Investment in Shares & Securities	18.00	104,710,088	170,005,624
<b>Current Assets</b>		<b>763,071,170</b>	<b>743,404,682</b>
Interest Accrued But Not Due	19.00	8,392,960	14,246,320
Insurance Stamps in hand		623,455	308,737
Stock of Printing and Stationery		1,290,411	1,369,013
Premium Control Account	20.00	30,087,192	5,782,896
Advance, Deposits & Prepayments	21.00	120,074,758	131,724,977
Amount due from other persons or bodies carrying on insurance business	22.00	117,834,780	106,289,779
<b>Cash and Cash Equivalents</b>		<b>484,767,613</b>	<b>483,682,959</b>
Cash at Bank	23.00	55,689,998	75,363,350
Cash in Hand	24.00	527,615	269,609
Fixed Deposit	25.00	428,550,000	408,050,000
<b>Total Property &amp; Assets:</b>		<b><u>1,570,969,963</u></b>	<b><u>1,302,027,540</u></b>

The annexed notes form 01 to 40, Annexure 01 to 04, "Form-AA" and "Form-XL" an integral part of these financial statements



CFO



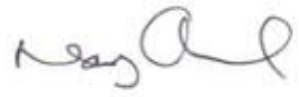
Managing Director



Director

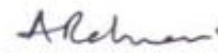


Director



Chairman

Signed as per our separate report of same date



Md. Abdur Rahman, FCA

Enrollment No. 1439

Partner

Islam Quazi Shafique & Co.

Chartered Accountants

DVC: 2203221439A5914950

Place: Dhaka

Dated: March 22, 2022



**Paramount Insurance Company Limited**  
**Statement of Profit or Loss and other Comprehensive Income**  
For the year ended December 31, 2021

Particulars	Notes	Amount in Taka	Amount in Taka
		2021	2020
Expenses of Management (Not applicable to any fund or account)		9,088,873	6,904,736
Advertisement & Publicity		1,043,008	846,365
Legal & Professional Fees		940,781	537,500
Audit Fees		178,750	197,500
Depreciation		4,981,979	4,200,983
Subscription & Donation		400,000	471,790
Gratuity Expenses		1,000,000	200,000
Registration & Renewal		544,355	450,598
Profit Before Tax		175,478,638	246,250,083
Income Tax Expenses		52,406,251	63,961,470
Current Tax	26.00	47,562,546	49,079,586
Deferred Tax	27.00	4,843,704	14,881,884
Profit/ (Loss) after tax during this year (Transferred to Profit or Loss Appropriation Account)		123,072,388	182,288,613
Total		184,567,511	253,154,819

**Profit or Loss Appropriation Account**  
For the year ended 31 December, 2021

Particulars	Notes	Amount in Taka	Amount in Taka
		2021	2020
Reserve for Exceptional Losses	28.00	29,705,059	19,959,153
Income Tax (Arrear)		775,119	4,313,515
Dividend Paid ( 2020 )		67,774,940	13,289,202
Balance at the end of the year as transferred to Statement of Financial Position	29.00	196,762,344	158,965,074
Total		295,017,462	196,526,944

**Other Comprehensive Income**  
For the year ended December 31, 2021

Particulars	Notes	Amount in Taka	Amount in Taka
		2021	2020
Earning per Share (EPS)	33.00	3.03	4.48

The annexed notes form 01 to 40, Annexure 01 to 04, "Form-AA" and "Form-XI" an integral part of these financial statements

  
CFO


  
Managing Director

  
Director

  
Director

  
Chairman

Signed as per our separate report of same date

  
Md. Abdur Rahman, FCA  
Enrollment No. 1439  
Partner  
Islam Quazi Shafique & Co.  
Chartered Accountants  
DVC: 2203221439A5914950



Place: Dhaka  
Dated: March 22, 2022

**Paramount Insurance Company Limited**  
**Statement of Profit or Loss and other Comprehensive Income**  
For the year ended 31 December, 2021

Particulars	Notes	Amount in Taka	Amount in Taka
		2021	2020
Interest Received & Accrued	30.00	23,679,763	28,668,610
<b>Profit/( Loss) Transferred from:</b>		<b>134,313,485</b>	<b>93,097,284</b>
Fire Revenue Account		55,895,783	34,719,474
Marine Revenue Account		60,486,538	37,580,036
Motor Revenue Account		14,524,968	16,460,317
Miscellaneous Revenue Account		3,406,196	4,337,457
<b>Non Operating Income:</b>		<b>26,574,263</b>	<b>131,388,925</b>
Other Income		148,106	243,596
Profit/(Loss) on Investment in Shares		24,779,686	128,762,629
Profit on Sale of Car		-	269,617
Dividend Income		1,646,471	2,113,084
<b>Total</b>		<b>184,567,511</b>	<b>253,154,819</b>

**Profit or Loss Appropriation Account**  
For the year ended 31 December, 2021

Particulars	Notes	Amount in Taka	Amount in Taka
		2021	2020
Balance brought forward from last year		158,965,074	14,238,331
Prior year adjustment		12,980,000	-
Net Profit for the Year Transferred from Statement of Profit or Loss and other Comprehensive Income		123,072,388	182,288,613
<b>Total</b>		<b>295,017,462</b>	<b>196,526,944</b>

**Other Comprehensive Income**  
For the year ended 31 December, 2021

Particulars	Notes	Amount in Taka	Amount in Taka
		2021	2020
Profit after tax		123,072,388	182,288,613
Other Comprehensive Income		28,494,937	5,699,606
Unrealized Profit/(loss) on share	31.00	28,494,937	5,699,606
<b>Total Comprehensive Income</b>		<b>151,567,325</b>	<b>187,988,220</b>

The annexed notes form 01 to 40, Annexure 01 to 04, "Form-AA" and "Form-XI" an integral part of these financial statements

  
CFO

  
Managing Director


  
Director

  
Director

  
Chairman

Signed as per our separate report of same date



  
Md. Abdur Rahman, FCA  
Enrollment No. 1439  
Partner  
Islam Quazi Shafique & Co.  
Chartered Accountants  
DVC: 2203221439A5914950

**Paramount Insurance Company Limited**

Consolidated Revenue Account

For the year ended 31 December, 2021

PARTICULARS	Amount in Taka						
	2021						2020
	Fire	Marine Cargo	Marine Hull	Motor	Misc.	Total	
<b>Balance of Account at the Beginning of the Year :</b>							
Reserve for Unexpired Risks	33,858,461	26,933,617	53,022	17,183,869	1,839,457	79,868,426	75,741,966
Premium Less Re-Insurance	114,769,698	134,845,708	446,050	40,316,288	6,672,843	297,050,586	199,591,531
Commission on Reinsurance Ceded	21,087,429	8,774,884	753,666	444,749	4,178,620	35,239,348	39,199,811
Service Charge	7,040	5,600	-	-	-	12,640	7,500
	<b>169,722,628</b>	<b>170,559,810</b>	<b>1,252,738</b>	<b>57,944,906</b>	<b>12,690,920</b>	<b>412,171,001</b>	<b>314,540,808</b>
<b>Claims Under Policies Less Reinsurance</b>	<b>2,301,658</b>	<b>6,002,485</b>	<b>14,362</b>	<b>14,517,076</b>	<b>298,119</b>	<b>23,133,700</b>	<b>15,505,607</b>
Paid during the year	2,930,642	6,517,086	14,362	13,680,733	498,119	23,640,942	16,975,887
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	10,983,072	2,437,532	-	7,537,999	-	20,958,603	21,465,845
Less: Outstanding at the end of previous year	13,913,714	8,954,618	14,362	21,218,732	498,119	44,599,545	38,441,732
	<b>11,612,056</b>	<b>2,952,133</b>	<b>-</b>	<b>6,701,656</b>	<b>200,000</b>	<b>21,465,845</b>	<b>22,936,125</b>
Agency Commission	3,002,516	4,736,200	-	1,163,585	253,075	9,155,376	30,928,981
Expenses of Management	62,213,250	44,780,320	1,384,154	11,528,834	5,933,416	125,839,973	94,252,191
Insurance Stamp	184,389	-	-	83,928	8,122	276,438	293,383
Service Charge	217,153	24,155	-	-	70,557	311,865	361,428
Commission on R/I Acceptance	-	-	-	-	52,298	52,298	233,508
Reserve for unexpired risks being 40% of Fire, Marine Cargo & Miscellaneous and 100% of Marine	45,907,879	53,938,283	446,050	16,126,516	2,669,138	119,087,866	79,868,426
Half of the net premium income for the year							
Profit(Loss) Transferred to Profit or Loss Account	55,895,783	61,078,366	(591,828)	14,524,968	3,406,196	134,313,485	93,097,283
	<b>169,722,628</b>	<b>170,559,810</b>	<b>1,252,738</b>	<b>57,944,906</b>	<b>12,690,920</b>	<b>412,171,001</b>	<b>314,540,808</b>

The annexed notes form 01 to 40, Annexure 01 to 04, "Form-AA" and "Form-XL" an integral part of these financial statements

CFO

Managing Director

Director

Director

Chairman

Signed as per our separate report of same date

*Ar Rahman*  
Md. Abdur Rahman, FCA  
Enrollment No. 1439  
Partner  
Islam Quazi Shafique & Co.  
Chartered Accountants  
DVC: 2203221439A5914950



Place: Dhaka  
Date: March 22, 2022

**Paramount Insurance Company Limited**

**Fire Insurance Revenue Account**

For the year ended 31 December, 2021

Particulars	Amount in Taka		Particulars	Amount in Taka	
	2021	2020		2021	2020
Claims Under Policies Less Reinsurance	2,301,658	4,060,887	Balance of Account at the Beginning of the Year	33,858,461	33,422,677
Paid during the year	2,930,642	8,259,431			
claims at the end of the year whether due or intimated	10,983,072	11,612,056	Premium Less Reinsurance	114,769,698	84,646,153
	13,913,714	19,871,487			
Less: Outstanding at the end of previous year	11,612,056	15,810,600	Commission on Reinsurance Ceded	21,087,429	28,127,736
Agency Commission	3,002,516	15,916,573			
Expenses of Management	62,213,250	57,243,006	Service Charge	7,040	2,009.00
Service Charge	217,153	251,583			
Insurance Stamp	184,389	148,591			
Reserve for unexpired risks being 40% of the net premium income of the year	45,907,879	33,858,461			
Statement of Profit or Loss and other Comprehensive	55,895,783	34,719,473			
<b>Total</b>	<b>169,722,628</b>	<b>146,198,575</b>	<b>Total</b>	<b>169,722,628</b>	<b>146,198,575</b>

The annexed notes form 01 to 40, Annexure 01 to 04, "Form-AA" and "Form-XI" an integral part of these financial statements

  
CFO

  
Managing Director

  
Director


  
Director

  
Chairman

Signed as per our separate report of same date



Place: Dhaka  
Dated: March 22, 2022

  
Md. Abdur Rahman, FCA  
Enrollment No. 1439  
Partner  
Islam Quazi Shafique & Co.  
Chartered Accountants  
DVC: 2203221439AS914950

**Paramount Insurance Company Limited**  
**Marine Insurance Revenue Account**  
 For the year ended 31 December, 2021

Particulars	Amount in Taka	Particulars	Amount in Taka	Amount in Taka
	2021		2020	2020
<b>Claims Under Policies Less Reinsurance</b>	<b>6,016,847</b>	<b>Balance of Account at the Beginning of the Year</b>	<b>26,986,639</b>	<b>19,905,314</b>
Paid during the year	6,531,448			
claims at the end of the year whether due or intimated	2,437,532	Premium Less Reinsurance	135,291,758	67,387,064
	<b>8,968,980</b>	Commission on Reinsurance Ceded	9,528,550	6,838,084
Less: Outstanding at the end of previous year	2,952,133			
		Service charge	5,600	5,491
Agency Commission	4,736,200			
Expenses of management	46,164,474			
Service Charge	24,155			
Reserve for unexpired risks being 40% of Marine Cargo and 100% of Marine Hull of net premium income of the year	54,384,333			
Profit/(Loss) Transferred to Statement of Profit or Loss and other Comprehensive Income	60,486,538			
<b>Total</b>	<b>171,812,548</b>		<b>171,812,548</b>	<b>94,135,953</b>

The annexed notes form 01 to 40, Annexure 01 to 04, "Form-AA" and "Form-XI" an integral part of these financial statements

  
 CFO

  
 Managing Director

  
 Director

  
 Chairman

Signed as per our separate report of same date



*Al-Rehman!*  
 Md. Abdur Rahman, FCA  
 Enrollment No. 1439  
 Partner  
 Islam Quazi Shafique & Co.  
 Chartered Accountants  
 DVC: 2203221439AS914950



Paramount Insurance Company Limited  
Motor Insurance Revenue Account  
For the year ended 31 December, 2021

Particulars	Amount in Taka		Particulars	Amount in Taka	
	2021	2020		2021	2020
Claims Under Policies Less Reinsurance Paid during the year	14,517,076	13,404,404	Balance of Account at the Beginning of the Year	17,183,869	19,233,074
	13,680,733	11,549,905			
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	7,537,999	6,701,656	Premium Less Reinsurance	40,316,288	42,959,671
	21,218,732	18,251,561	Commission on Reinsurance Ceded	444,749	770,752
Less: Outstanding at the end of previous year	6,701,656	4,847,157			
Agency Commission	1,163,585	4,127,572			
Expenses of management	11,528,834	11,656,214			
Insurance Stamp	83,928	131,120			
Reserve for unexpired risks being 40% of the net premium income of the year	16,126,516	17,183,869			
Profit/(Loss) Transferred to Statement of Profit or Loss and Total	14,524,968	16,460,317			
	<b>57,944,906</b>	<b>62,963,496</b>		<b>57,944,906</b>	<b>62,963,496</b>

The annexed notes form 01 to 40, Annexure 01 to 04, "Form-AA" and "Form-XL" an integral part of these financial statements


  
CFO  
Managing Director

  
Director

  
Director

  
Chairman

Signed as per our separate report of same date

  
Md. Abdur Rahman, FCA  
Enrollment No. 1439  
Partner  
Islam Quazi Shafique & Co.  
Chartered Accountants  
DVC: 2203221439AS914950



Place: Dhaka  
Dated: March 22, 2022

Paramount Insurance Company Limited  
Miscellaneous Insurance Revenue Account  
For the year ended 31 December, 2021

Particulars	Amount in Taka	Particulars	Amount in Taka
	2021		2020
Claims Under Policies Less Reinsurance Paid during the year	298,119	Balance of Account at the Beginning of the Year	438,850
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	498,119	Premium Less Reinsurance	238,850
Less: Outstanding at the end of previous year	-	Commission on Reinsurance Ceded	200,000
Agency Commission	253,075		438,850
Expenses of management	5,933,416		-
Service Charge	70,557		743,167
Insurance Stamp	8,122		3,583,936
Commission on R/I Acceptance	52,298		52,736
Reserve for unexpired risks being 40% of the net premium income of the year	2,669,138		13,672
Profit/(Loss) Transferred to Statement of Profit or Loss and Total	3,406,196		233,508
	12,690,920		1,839,457
			4,337,456
			11,242,783
			12,690,920
			11,242,783

The annexed notes form 01 to 40, Annexure 01 to 04, "Form-AA" and "Form-XL" an integral part of these financial statements

CFO

Managing Director

Director

Director

Chairman

Signed as per our separate report of same date

Place: Dhaka  
Dated: March 22, 2022



*Alsham*  
Md. Abdur Rahman, FCA  
Enrollment No. 1439  
Partner  
Islam Quazi Shafique & Co.  
Chartered Accountants  
DVC: 2203221439AS914950

**Paramount Insurance Company Limited**  
**Statement of Changes In Shareholder's Equity**  
 For the year ended 31 December, 2021

Particulars	Share Capital (Notes-36)	Reserve for Exceptional Loss	Investment Fluctuation Reserve	General Reserve	Revaluation Reserve (Surplus)	Profit or Loss Appropriation Account	Total
<b>Opening Balance as on 01-01-2021</b>	<b>338,874,720</b>	<b>139,797,868</b>	<b>3,516,298</b>	<b>500,000</b>	<b>260,496,653</b> (39,074,498)	<b>158,965,074</b> 12,980,000	<b>902,150,613</b> (26,094,498)
Prior year adjustment							
<b>Balance as on 2021 (Restated)</b>	<b>338,874,720</b>	<b>139,797,868</b>	<b>3,516,298</b>	<b>500,000</b>	<b>221,422,155</b>	<b>171,945,074</b> (775,119)	<b>876,056,115</b> (775,119)
Provision for Arrear Income Tax	-	-	-	-	-	123,072,388	123,072,388
Profit after tax during the year	67,774,940	-	-	-	-	(67,774,940)	-
Stock Dividend Paid (2020)	-	-	-	-	-	(29,705,059)	-
Current Period Result	-	29,705,059	28,494,937	-	-	-	28,494,937
<b>Closing Balance as on 31-12-2021</b>	<b>406,649,660</b>	<b>169,502,927</b>	<b>32,011,235</b>	<b>500,000</b>	<b>221,422,155</b>	<b>196,762,344</b>	<b>1,026,848,321</b>


**Statement of Changes In Shareholder's Equity**  
 For the year ended 31 December, 2020

Particulars	Share Capital (Notes-36)	Reserve for Exceptional Loss	Investment Fluctuation Reserve	General Reserve	Revaluation Reserve (Surplus)	Profit or Loss Appropriation Account	Total
<b>Opening Balance as on 01-01-2020</b>	<b>332,230,120</b>	<b>119,838,715</b>	<b>(2,183,308)</b>	<b>500,000</b>	<b>260,496,653</b>	<b>14,238,331</b> (4,313,515)	<b>725,120,511</b> (4,313,515)
Provision for Arrear Income Tax	-	-	-	-	-	182,288,613	182,288,613
Profit after tax during the year	6,644,600	-	-	-	-	(6,644,600)	-
Stock Dividend Paid (2019)	-	-	-	-	-	(6,644,602)	(6,644,602)
Cash Dividend Paid (2019)	-	19,959,153	5,699,606	-	-	(19,959,153)	5,699,606
Current Period Result	-	-	-	-	-	-	-
<b>Closing Balance as on 31-12-2020</b>	<b>338,874,720</b>	<b>139,797,868</b>	<b>3,516,298</b>	<b>500,000</b>	<b>260,496,653</b>	<b>158,965,074</b>	<b>902,150,613</b>

The annexed notes form 01 to 40, Annexure 01 to 04, "Form-AA" and "Form-XL" an integral part of these financial statements

  
 CFO

  
 Managing Director

  
 Director

  
 Director

  
 Chairman

Signed as per our separate report of same date

Place: Dhaka  
 Dated: March 22, 2022



*Alchman*  
 Md. Abdur Rahman, FCA  
 Enrollment No. 1439  
 Partner  
 Islam Quazi Shafique & Co.  
 Chartered Accountants  
 DVC: 2203221439AS914950


**Paramount Insurance Company Limited**

**Statement of Cash Flows**

For the year ended 31 December, 2021

Sl. No.	Particulars	Notes	Amount in Taka	Amount in Taka
			2021	2020
<b>01.00</b>	<b><u>Cash Flows From Operating Activities</u></b>			
	Collection from Premium & Other Income		597,647,270	453,349,392
	Payment for Management Expenses, Commission, Claim, Re-Insurance and Others		(372,382,881)	(341,722,095)
	Income Tax Paid		(54,663,496)	(18,637,500)
	<b>Net Cash Flows From Operating Activities</b>	<b>35.00</b>	<b>170,600,894</b>	<b>92,989,797</b>
<b>02.00</b>	<b><u>Cash Flows From Investing Activities</u></b>			
	Purchase of Non-Current Assets		(285,353,435)	(4,789,055)
	Disposal of Non-Current Assets		-	1,020,383
	Payment against Assets under construction		(34,200,015)	(2,491,560)
	Increase/(Decrease) investment in share		93,790,473	(116,769,198)
	Interest Received		29,533,123	28,553,083
	Profit on Sale of car		-	269,617
	Investment Income (Sale Of Share)		24,779,686	128,762,629
	Dividend Received		1,646,471	2,113,084
	<b>Net Cash Flows From Investing Activities</b>		<b>(169,803,697)</b>	<b>36,668,981</b>
<b>03.00</b>	<b><u>Cash Flows from Financing Activities</u></b>			
	Unclaim Dividend		287,457	-
	Cash Dividend Paid		-	(6,644,602)
	<b>Net Cash Flows from Financing Activities</b>		<b>287,457</b>	<b>(6,644,602)</b>
	<b>Net Cash in Flows (Outflows) (1+2+3)</b>		<b>1,084,653</b>	<b>123,014,176</b>
	Opening Cash and Cash Equivalents		483,682,959	360,668,783
	<b>Closing Cash and Cash Equivalents</b>		<b>484,767,613</b>	<b>483,682,959</b>
	<b>Net Operating Cash Flow Per Share (NOCFPS)</b>	<b>34.00</b>	<b>4.20</b>	<b>2.29</b>

The annexed notes form 01 to 40, Annexure 01 to 04, "Form-AA" and "Form-XL" an integral part of these financial statements

  
CFO

  
Managing Director

  
Director

  
Director

  
Chairman

Signed as per our separate report of same date



Md. Abdur Rahman, FCA

Enrollment No. 1439

Partner

Islam Quazi Shafique & Co.

Chartered Accountants

DVC: 2203221439A5914950

Place: Dhaka

Date: March 22, 2022



# Paramount Insurance Company Limited

Notes to the financial statements  
As at & for the year ended 2021

## 1.00 General Information

### 1.01 Incorporation and legal form of the company

The company is a public Limited company formed under the companies Act, 1994 vide registration No-C-39003(961)/99 dated November 10, 1999 and is engaged in general insurance business as per insurance Act, 2010. The Company is listed with Dhaka Stock Exchange Ltd (DSE) and Chottogram Stock Exchange Ltd. (CSE) as a publicly traded company.

## 2.00 Summary of significant accounting policies and related information

### 2.01 Basis of Accounting

The financial statements have been prepared under historical cost convention in a going concern concept and on accrual basis in accordance with International Accounting standards (IASs) and International Financial Reporting Accounting standards (IFRSs). In addition, the Bangladesh Securities and Exchange Commission Rules 1987, Listing Regulations of Dhaka Stock Exchange Ltd. (DSE) & Chottogram Stock Exchange Ltd. (CSE) have also been complied with.

### 2.02 Basis of Presentation

The financial statements have been prepared in accordance with the regulations as contained in part-1 of the First Schedule and the Revenue Account of each class of general insurance business has been prepared in accordance with the regulations as contained in part-1 of the third schedule and as per Form 'F' set forth in part-II of Third schedule of the Insurance Act, 1938 as amended from time to time; which are applicable till promulgation of new Rules & Regulation under New Insurance Act 2010.

### 2.03 Head of Accounts and Figures

Some of the head of accounts and last year figures have been re-arranged for complying with International Accounting Standards (IASs) & International Financial Reporting Standards (IFRSs)

### 2.04 Functional and Reporting Currency

These financial statements have been prepared in Bangladeshi taka which is the functional currency of the company. All figures are presented in Taka which has been rounded off to the nearest Taka.

### 2.05 Going Concern

The financial statements are prepared on a going concern basis. As per management assessment, there is no material uncertainty relating to events or condition which may cause doubt upon the company's ability to continue as a going concern.

### 2.06 Reporting Period

The Financial Statements of the company consistently cover one calendar year from 1 January 2021 to 31 December 2021.

### 2.07 Foreign Currency Transaction

All foreign exchange transactions are converted to Bangladeshi Taka which is the reporting currency at the rate of exchange prevailing at the time the transaction were effected.

## 2.08 Risk and Uncertainties



The preparation of financial statements in conformity with the International Accounting Standards (IASs) & International Financial Reporting Standards (IFRSs) requires the management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures at Statement of Financial position date and of the revenues and expenses during the year.

#### 2.09 Comparative Information

Comparative information has been disclosed in respect to the year 2021 & 2020 for all numerical information of the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current period financial statements.

#### 2.10 Compliance of International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs)

IAS Standards	IAS No	Status
Presentation of Financial Statements	1	Applied
Inventories	2	Applied
Statement of Cash flows	7	Applied
Accounting Policies, Changes in Accounting Estimates and Errors	8	Applied
Events after the Reporting Period	10	Applied
Construction Contracts	11	N/A
Income Taxes	12	Applied
Property, Plant & Equipments	16	Applied
Employee Benefits	19	Applied
Accounting for government grants	20	N/A
The effects of changes in foreign exchange Rates	21	N/A
Borrowing Cost	23	N/A
Related Party Disclosure	24	Applied
Accounting for investment	25	Applied
Accounting and Reporting by Retirement Benefit plans	26	N/A
Separate Financial Statements	27	N/A
Investments in Associates and Joint Ventures	28	N/A
Financial Reporting in Hyperinflationary Economics	29	N/A
Financial Instruments: Presentation	32	Applied
Earnings Per Share	33	Applied
Interim Financial Reporting	34	Applied
Impairments of Assets	36	Applied
Provisions for Contingents Liabilities and Contingents Assets	37	Applied
Intangible Assets	38	N/A
Financial Instruments: Recognition and Measurement	39	Applied
Investment Properties	40	Applied
Agriculture	41	N/A

IFRS Standards	IFRS No	Status
First- time Adoption of International Financial Reporting Standards	1	Applied
Share-based Payment	2	N/A
Business Combinations	3	N/A
Insurance Contracts	4	Applied
Non- current Assets Held for Sale and Discontinued Operations	5	N/A
Exploration for and Evaluation of Mineral Resources	6	N/A
Financial Instrument: Disclosures	7	Applied
Operating Segments	8	Applied
Financial Instruments	9	Applied
Consolidated Financial Statement	10	N/A
Joint Arrangements	11	N/A
Disclosure of Interest in other Entities	12	N/A
Fair Value Measurement	13	Applied
Regulatory Deferral Accounts	14	N/A
Revenue from Contract with Customers	15	Applied
Leases	16	N/A

#### 2.11 Recognition and measurement of Fixed Assets and Depreciation

Property, Plant and Equipment are measured at cost less accumulated depreciation and accumulated impairment losses, if any. Land and land development is measured at fair value basis. Part of items of property, plant and equipment having different useful life which accounted for as separate items of property, plant and equipment

The cost of replacing or upgrading part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits associated with the part will flow to the company and its cost can be measured reliably.

An item of property, plant and equipment is recognized upon disposal or when no future economic benefits are expected from its use. Any gain or loss of arising on de-recognition of an item of property, plant and equipment are included in the statement profit or loss and other comprehensive income, having deducted from the proceeds on disposal, the carrying amount of the assets and related expenses.

No depreciation has been charged on land and land development under the head of property, plant and equipment. Depreciation on other depreciable assets have been charged on diminishing balance method in compliance with IAS 16 "Property, plant and equipment" at the following rates.

Category of Assets	Rate of Depreciation
Motor Vehicles	20%
Furniture & Fixture	10%
Office Equipments	20%
Office Decoration	10%
Telephone installation	20%
Electrical Installation	20%
Sign Board	10%



Air Conditioner	20%
Computer	30%
Software Installation	20%
Website Development	20%

### 2.12 Revaluation

Revaluation on land under the head of Property, Plant and Equipment is performed by BSEC approved professionally qualified valuer, M/S A B Saha & Co, Chartered Accountants in the year of 2019. The valuer has revalued the property based on the fair value at the date of valuation and the carrying amount at Financial Position date is not less than that of the fair value. The revaluation surplus is recognized in the net carrying amount of the assets and is transferred to revaluation reserve after restating the asset at the revalued amount.

### 2.13 Revenue Recognition

Premium is recognized when insurance policies are issued, but the premium of company's share of Public Sector Insurance Business (PSB) is accounted for in the year in which the statements of account from Sadharan Bima Corporation (SBC) are received.

Public Sector Business for 4 (four) quarters up to June 2021 has been accounted for on the basis of statement received from SBC.

Interest on the investments in the form Bangladesh Government Treasury Bond (BGTB) and Fixed Deposit Receipt (FDR) have been credited to profit & loss account on accrual basis. Investment in share, dividend Income and interest of SND are recognized as other income on cash basis.

### 2.14 Employee's Benefits

As per decision of the Board of Directors of the Company Implementation of some of the employees benefit programs within a specific period. As such the following benefit programs have been implemented during the year 2012 and others are in process of finalization.

- a) **Provident Fund**
- b) **Gratuity:** The Company pays gratuity benefits to employees in accordance with Bangladesh Labour Act 2006 (As amended in 2013) but provision is made as lump sum basis. A formal policy in this regard not yet adopted by the Company but it was mandatory to make actual valuation as per IAS 19. The management of the Company will be adopted a policy soon in this regard.
- c) **Worker Profit Participation Fund (WPPF):** The Company does not maintain WPPF. It is required to maintain WPPF@ 5% of net profit before tax after charging such expense in accordance with Bangladesh Labour Act 2006 (As amended in 2013). Bangladesh Insurance Association (BIA) letter Ref: BIA-3(58/2020-100, Dated: 13 March, 2020 & bank and Financial Institution division letter Ref: 50.00.000.311.22.002.17-130, Dated 14 February 2017, they are requested to Ministry of Finance and Ministry of Labour & Employment not to implement the WPPF for Bank and All Financial Institution. Based on those letters, this issue is pending for all Financial Institution. If WPPF is mandatory for all insurance company for any reason, the company is ready to comply with this matter.

### 2.15 Premium Control Account

Premium control account is the outstanding premium as at reporting date under the bank guarantees which will be subsequently received and adjusted





### 2.16 Management Expenses

Management expenses as charged to Revenue Accounts, amounting to Tk. 12,64,28,276 based on gross premium in the following ratio:

Class of business	Gross Premium	% of Ratio of total Expenses	Management Expenses	Service Charge	Stamp Expenses	Total Expenses
Fire	22,39,78,182	49.53	6,22,13,250	2,17,153	1,84,389	6,26,14,792
Marine	18,79,68,407	36.53	4,61,64,474	24,155	-	4,61,88,629
Motor	4,18,95,915	9.19	1,15,28,834	-	83,928	1,16,12,762
Miscellaneous	5,10,25,501	4.75	59,33,416	70,557	8,122	60,12,095
<b>Total</b>	<b>50,48,68,005</b>	<b>100</b>	<b>12,58,39,973</b>	<b>3,11,865</b>	<b>2,76,438</b>	<b>12,64,28,276</b>

As per Insurance Act 2010 Section 63(2) the Management expenses which incurred direct & indirect has been included as revenue expenditure in the accounts.

### 2.17 Income Tax expenses

Income tax expenses comprises of current tax and deferred tax which have been recognized in the statement of profit or loss and other comprehensive income.

#### 2.17.01 Current Tax

i) Income Tax provision has been made on taxable profit for the year as per taxes law.

ii) Income Tax Assessment for the year 2004-2005 (Accounting year ended 31-12-2003) is under reference case in the High Court. However, the assessments year 2005-2006 to 2011-2012 & 2017-2018 to 2021-2022 has been completed (Final settlement). The assessment year 2012-2013, 2013-2014, 2014-2015, 2015-2016 & 2016-2017 is under Reference Case in the High -Court

#### 2.17.02 Deferred Tax

Deferred tax is recognized in respect of temporary differences between the carrying amount of assets and liabilities for financial reporting purposes and the amount used for taxation purpose. Deferred tax is measured at the tax rates that are expected to be applied to temporary differences using tax rates enacted or substantively enacted within the reporting date.

### 2.18 Reserves for Exceptional Loss

As per provision of the Insurance Act & Income Tax Ordinance 1984, Paragraph 6 (2) of the 4th schedule, the company is entitled to make provision under Reserve for Exceptional Loss up to 10% of net premium income. However, the management has decided to make Tk. 2,97,05,059 reserves for the year 2021. The balance to the account of December 31, 2021 stands at Tk. 16,95,02,925.

### 2.19 Surplus of Revenue Account & Provision for Unexpired Risks

Before arriving at the surplus of each class of business, necessary provisions for unexpired risks have been created at the rate of 40% on all business except on Marine Hull business on which 100% has been provided.

### 2.20 Related Party Transactions

During the Year 2021 the company carried out a few number of transactions with parties owned by the directors, which may be called the related parties, in the normal course of business and on an arm's length basis. The name of the related parties, the nature of transactions and transaction amount for the year ended December 31, 2021 have been stated below:

Sl. No.	Name of Related Parties	Relationship	Net Premium	Gross Premium	Claim Paid (Taka)
01	M/S. Paramount Textile Ltd.	Common Director/Sponsor	4,55,03,909	5,07,51,004	2,00,000
02	M/S. Paramount B-Track Energy Ltd.	Common Director/Sponsor	1,97,53,173	1,97,87,655	-
03	M/S. Paramount Agro Ltd.	Common Director/Sponsor	28,830	34,567	-
04	Others Company (if Any) Holding	Common Director/Sponsor	3,21,542	3,69,773	-
<b>Total</b>			<b>6,56,07,454</b>	<b>7,09,42,999</b>	<b>2,00,000</b>

### 2.21 Key Management Personnel Compensation

In compliance with the requirement of schedule XI Para-04 of company act 1994 and Para- 17 of IAS 24 following has been disclosed.

\* No remuneration, board meeting attendance fees is paid to any of the directors of the company except Managing Director.

\* As per management decision, the following amount has been paid for the period ended from 1<sup>st</sup> January to 31<sup>st</sup> December, 2021.

Name	Designation	Short term benefits		Post employment benefit (Provident fund)	Other long term benefit	Termination benefit	Share based benefit
		Remuneration/Salary (Taka)	Bonus				
Mr. Md. Sajjad Yahyaa	MD & CEO	29,10,000	4,07,500	N/A	N/A	N/A	N/A
Mr. Mohammad Arif Hossain	Chief Financial Officer	13,20,000	1,10,000	10% of Basic Salary	N/A	N/A	N/A
Mrs. Zharna Prul	Company Secretary	10,78,200	89,850	10% of Basic Salary	N/A	N/A	N/A

### 2.22 Prior year adjustment (Error occurred in deferred tax on revaluation surplus)

Inadvertently error occurred in between the financial year 2019 and 2020 due to deferred tax on revaluation surplus had been charged in the statement of profit or loss and other comprehensive income. In fact deferred tax on revaluation surplus of land Tk. 3,90,74,498 had not been charged to surplus in revaluation of land in the financial year of 2019. Hence, revaluation (surplus) had been overstated by Tk. 3,90,74,498 and deferred tax liability understated by Tk. 3,90,74,498 as on 31.12.2019.

In the financial year 2020, deferred tax on revaluation surplus Tk. 1,29,80,000 had been charged in the statement of profit or loss and other comprehensive income. Hence, retained earnings statement had been understated by Tk. 1,29,80,000 and deferred tax liability overstated by Tk. 1,29,80,000 as on 31.12.2020.

Accordingly as on 1st January 2021, retained earnings statement and revaluation surplus have been restated following the guidance of BAS-8 and related deferred tax has been updated as on 31.12.2021.

#### 2.23 Unclaim dividend

It represents the dividend amount which approved by the shareholder's in respective AGM that is lying in our Bank account due to non transfer of Shareholder's account for different problem of Shareholder's bank account.

#### 2.24 Leases (IFRS-16)

Leases (IFRS-16) are not applicable for the company since the company has no long term contract (more than 12 months) for the year ended December 31, 2021.

#### 2.25 Impairment of Non-current Assets (IAS-36)

The carrying value of all non-current assets is reviewed for impairment. When there is an indication that the assets might be impaired. Any provision for impairment is charged to the income statement in the year concerned.

#### 2.26 Contingent Liability

The company has the following contingent liabilities as on 31<sup>st</sup> December 2021.

Sl.	Submission Year	Assessment Year	Reference Number	VAT/ Tax /Other Amount	Remarks
1	2005	VAT	666/2005	2,343,287	Writ petition Against VAT
2	2006	2004-2005	397/2006	10,408,652	Income Tax Reference Case
3	2015	2012-2013	423/2015	6,928,241	Income Tax Reference Case
4	2016	2013-2014	31/2016	3,170,454	Income Tax Reference Case
5	2017	2014-2015	103/2017	3,296,033	Income Tax Reference Case
6	2018	2015-2016	1585/2018	4096589	Income Tax Reference Case
7	2019	2016-2017	431/2019	8,296,599	Income Tax Reference Case
8	2020		7/2020	97,28,300	Claim
<b>Total Amount</b>				<b>4,82,68,155</b>	

#### 2.27 Branch Accounting

The company has 14 branches with no overseas branch as on December 31, 2021. Accounts of branch are maintained at Head office which is included in the accompanying financial statements.

#### 2.28 Interim Financial Statements

The company prepares and publishes its interim financial statements quarterly by following the guideline of IAS, BSEC and other applicable laws and regulation.



### 2.29 Components Financial Statements

AS per IAS 1 "Presentation of financial statements", the complete set of financial statements includes the following components:

- ✓ Statement of financial position
- ✓ Statement of profit or loss and other comprehensive income
- ✓ Statement of Profit and loss appropriation account
- ✓ Statement of cash flows
- ✓ Statement of changes in equity
- ✓ Consolidated all business revenue account
- ✓ Fire insurance revenue account
- ✓ Motor insurance revenue account
- ✓ Marine insurance revenue account
- ✓ Miscellaneous insurance revenue account
- ✓ Notes to the financial statements and significant accounting policies

### 2.30 Board of Director Responsibility

The Board of Directors (BOD) of the company is responsible for preparation and presentation of financial position for the year ended 31<sup>st</sup> December 2021.

### 2.31 Authorization date for issuing financial statements

The financial statements were authorized by the Board of Directors (BOD) on 21 March 2022.

Share Capital

Tk. 406,649,660

Particulars	Notes	Amount in Taka	Amount in Taka
		2021	2020
Issued Subscribed and Paid up Capital 4,06,64,966 Ordinary Shares of Tk. 10/- each.	3.02	406,649,660	338,874,720

Authorized Capital:

Tk. 600,000,000

This represents the sum on account of 60,000,000 ordinary share of Taka 10 each. The Authorized Capital of the Company has been increased from Tk. 30 crores to Tk. 60 crores during the year 2011, as approved by its shareholders in the Extraordinary General Meeting held on November 24, 2011. Necessary approval from the Insurance Development & Regulatory Authority (IDRA) was obtained vide their letter No. IDRA/NLI/2158/2011-929 dated November 17, 2011.

Issued Subscribed and Paid up Capital

Tk. 406,649,660

This represents the sum against 4,06,64,966 ordinary shares of Tk. 10 each, the relevant particulars whereof are as under:

Particulars	Amount in Taka	Amount in Taka
	2021	2020
Opening Balance	338,874,720	332,230,120
Add: Stock Dividend 20% (2020)	67,774,940	6,644,600
Closing Balance	<u>406,649,660</u>	<u>338,874,720</u>

Composition Of Share Holding

SHAREHOLDING STRUCTURE	2021		2020	
Sponsors	3.02 (a)	17,244,813 42.41%	14,370,680	42.41%
Public	3.02 (b)	23,420,153 57.59%	23,420,153	57.59%
Total		<u>40,664,966 100%</u>	<u>37,790,833</u>	<u>100%</u>

Shareholders (Sponsors)

Class of Interval	2021				2020	
	No. of Shares	No. of Shareholder	Total Holdings %	% of Total Paid up	Total Paid up Capital	% of Total Paid up Capital
100,001-500,000	-	-	0.00%	0.00%	-	0.00%
500,001-1000,000	3,147,660	4	18.25%	7.74%	2,623,052	7.74%
1000,001-1500,000	1,355,493	1	7.86%	3.33%	1,129,578	3.33%
1500,001-2,000,000	1,897,692	1	11.00%	4.67%	1,581,410	4.67%
2,000,001-2,500,000	10,843,968	4	62.88%	26.67%	9,036,640	26.67%
Total	<u>17,244,813</u>	<u>10</u>	<u>100%</u>	<u>42.41%</u>	<u>14,370,680</u>	<u>42.41%</u>

Public

Financial & Other Institutions (including ICB)  
General Public  
Total

5,707,256	24.37%
17,712,897	75.63%
<u>23,420,153</u>	<u>100%</u>



Shareholders (Public)

Class Interval	2021				2020	
	No. of Shares	No. of Shareholders	Total Holdings	% of Total Paid up Capital	Total Paid up Capital	% of Total Paid up Capital
01-500	618,480	2982	2.64%	1.52%	133,751	0.39%
501-5000	5,360,926	2983	22.89%	13.18%	1,223,763	3.61%
5001-10000	2,825,313	372	12.06%	6.95%	739,959	2.18%
10001-15000	1,448,215	113	6.18%	3.56%	498,735	1.47%
15001-20000	1,299,376	72	5.55%	3.20%	304,215	0.90%
20001-25000	677,454	30	2.89%	1.67%	314,120	0.93%
25001-30000	467,952	17	2.00%	1.15%	541,503	1.60%
30001-40000	883,227	25	3.77%	2.17%	622,037	1.84%
40001-50000	1,141,174	24	4.87%	2.81%	369,045	1.09%
50001-60000	569,981	10	2.43%	1.40%	278,260	0.82%
60001-70000	657,225	10	2.81%	1.62%	328,462	0.97%
70001-80000	379,677	5	1.62%	0.93%	448,621	1.32%
80001-90000	171,400	2	0.73%	0.42%	164,854	0.49%
90001-100000	192,699	2	0.82%	0.47%	768,362	2.27%
100001-120000	555,705	5	2.37%	1.37%	765,563	2.26%
120001-200000	966,678	6	4.13%	2.38%	947,152	2.79%
200001-400000	390,000	1	1.67%	0.96%	2,980,930	8.80%
400001-800000	1,238,201	2	5.29%	3.04%	5,275,014	15.57%
800001-4000000	3,576,470	4	15.27%	8.79%	2,812,446	8.30%
<b>Total:</b>	<b>23,420,153</b>	<b>6665</b>	<b>100%</b>	<b>57.59%</b>	<b>19,516,791</b>	<b>57.59%</b>

The company is complying the IDRA circular no 53.03.0000.051.50.025.19.133, Dated 08/12/2019

Reserve for Exceptional Losses

Tk. 169,502,927

This represents the sum of reserve created in each year, at currently the reserve is kept 10% of respective yearly net Premium Income as per provision of the Insurance Act & Income Tax Ordinance 1984, Paragraph 6 (2) of the 4th schedule. The movement of the sum is as under:

Particulars	Notes	Amount in Taka	
		2021	2020
Opening Balance		139,797,868	119,838,715
Add: Provision made during the year	4.01	29,705,059	19,959,153
<b>Closing Balance</b>		<b>169,502,927</b>	<b>139,797,868</b>

Calculation for current year provision

Tk. 29,705,059

Reserve for Exceptional Losses on Net Premium	Net Premium Amount in Taka		%	At 10 % of Net Premium Amount in Taka	
	2021	2020		2021	2020
Fire Insurance Business	114,769,698	84,646,153	10%	11,476,970	8,464,615
Marin Insurance Business	135,291,758	67,387,064	10%	13,529,176	6,738,706
Motor Insurance Business	40,316,288	42,959,671	10%	4,031,629	4,295,967
Miscellaneous Insurance Business	6,672,843	4,598,643	10%	667,284	459,864
<b>Total</b>	<b>297,050,586</b>	<b>199,591,531</b>		<b>29,705,059</b>	<b>19,959,153</b>

Investment Fluctuation Reserve

Tk. 32,011,235

This amount is consisted is as follows

Particulars	Notes	Amount in Taka	
		2021	2020
Fair (Market) Value of share		104,710,088	170,005,624
Less: Cost Price of Share		72,698,853	166,489,326
<b>Total</b>		<b>32,011,235</b>	<b>3,516,298</b>

The details hereof are stated in Annexure-2



**E.00 General Reserve Fund**

Tk. 500,000

General Reserve fund has been created in the year of 2018 to meet any future costs or financial obligations, especially those arising unexpectedly. This amount is consisted is as follows

Particulars	Notes	Amount in Taka	Amount in Taka
		2021	2020
Opening Balance		500,000	500,000
Add: Reserve made during the year		-	-
<b>Closing Balance</b>		<b>500,000</b>	<b>500,000</b>

**7.00 Revaluation Reserve (Surplus)**

Tk. 221,422,155

It reveals all the upward revaluations of a company's assets under the head of Property, Plant and Equipment until those assets are disposed off. This amount is consisted is as follows

Particulars	Notes	Amount in Taka	Amount in Taka
		2021	2020
Opening Balance		260,496,653	260,496,653
Add/(Less): Prior year adjustment		39,074,498	-
<b>Closing Balance</b>		<b>221,422,155</b>	<b>260,496,653</b>

**E.00 Premium Deposit**

Tk. 79,365,980

The amount represents the adjusted balance of premium received against Marine Cargo Cover Notes for which policies have not been issued within December 31, 2021. This amount is consisted is as follows

Particulars	Amount in Taka	Amount in Taka
	2021	2020
Opening Balance	36,871,126	23,400,556
Add: Premium underwritten	456,188,333	345,709,508
	<b>493,059,459</b>	<b>369,110,064</b>
Less: Refund & Cancelled	6,403,309	980,828
	<b>486,656,150</b>	<b>368,129,236</b>
Less: Converted into Policy	407,290,170	331,258,110
<b>Closing Balance</b>	<b>79,365,980</b>	<b>36,871,126</b>

**E.00 Estimated Liabilities in respect of outstanding claims whether due or intimated**

Tk. 20,958,603

This represents the dues payable to various party which have been taken into Consideration while estimating the liability in respect of outstanding claims (own share).

Particulars	Amount in Taka	Amount in Taka
	2021	2020
Fire Insurance Account	10,983,072	11,612,056
Marine Insurance Account	2,437,532	2,952,133
Motor Insurance Account	7,537,999	6,701,656
Miscellaneous Insurance Account	-	200,000
<b>Total</b>	<b>20,958,603</b>	<b>21,465,845</b>

10.00 Unclaim Dividend

Tk. 287,457

By complying of Securities and Exchange Commission's Notification No. SEC/ SRMIC/165 - 2020/306 dated November 24,2021, unsettled dividend (Cash & fraction stock) has been transferred to capital market stabilization fund (CMSF) up to the year of 2017. Remaining unclaim dividend has been calculated as under

Particulars	Amount in Taka	Amount in Taka
	2021	2020
2018 Fraction stock dividend	2,464	-
2019 Cash dividend	249,184	-
2019 Fraction stock dividend	26,058	-
2020 Fraction stock dividend	9,750	-
<b>Closing Balance</b>	<b>287,457</b>	<b>-</b>

11.00 Amount due to other persons or bodies carrying on Insurance Business

Tk. 161,971,416

This represents the amount payable to Shadharan Bima Corporation (SBC) & Overseas re-insurers. This amount is consisted is as follows

Particulars

Particulars	Amount in Taka	Amount in Taka
	2021	2020
Resident (SBC)	159,883,275	122,279,426
Non Resident (Other)	2,088,140	-
<b>Closing Balance</b>	<b>161,971,416</b>	<b>122,279,426</b>

12.00 Sundry Creditors

Tk. 30,629,648

This amount is consisted is as follows

Particulars	Notes	Amount in Taka	Amount in Taka
		2021	2020
Received against Stamp Duty		19,364,670	7,121,158
VAT Collected on premium		(22,890)	(19,074)
Bills Payable	12.01	10,705,709	12,639,269
Reserve for Gratuity	12.02	582,159	-
AIT Agency Commission		-	105,223
<b>Total</b>		<b>30,629,648</b>	<b>19,846,576</b>

12.01 Bills Payable

Tk. 10,705,709

This amount is consisted is as follows

Particulars	Amount in Taka	Amount in Taka
	2021	2020
Salaries & Allowances	7,585,144	5,256,650
VAT (December-2021)	2,033,627	1,652,522
Audit Fee (Including special audit from 2008 to 2016 and Statuary Audit Fee 2021)	735,000	720,000
TDS on Audit Fee		15,000
VDS on Audit Fee		22,500
Employer's contribution in PF	46,667	44,804
Refundable Premium & Stamp	224,491	145,260
Vat on Office Rent	80,780	-
Office Rent		5,035
Agency Commission		4,777,498
<b>Total</b>	<b>10,705,709</b>	<b>12,639,269</b>



12.02 Reserve for Gratuity

582,159

This represents the aggregate sum of reserve, made Tk 1000,000 as lump sum amount for this year 2021 as decided by the Company's Board of Directors with intention to utilize the fund at the time of employees retirement. The movement of the sum is as follows:

Particulars	Amount in Taka	Amount in Taka
	2021	2020
Opening Balance	1,527,719	2,585,051.00
Add: Addition for this year	1,000,000	200,000.00
	2,527,719	2,785,051
Less: Adjustment (Paid during this year)	1,945,560	1,257,332.00
<b>Closing Balance</b>	<b>582,159</b>	<b>1,527,719</b>

13.00 Income Tax Provision

Tk. 83,660,419

This amount is consisted is as follows

Particulars	Amount in Taka	
	2021	2020
Opening Balance	100,795,755	81,847,834
Less: Adjustment during this year		
	Accounting Year	Taka
	2017	15,618,296
	2020	49,079,586
	64,697,882	30,131,664
	36,097,873	51,716,169
Add: Provision for this year	47,562,546	49,079,586
<b>Closing Balance</b>	<b>83,660,419</b>	<b>100,795,755</b>

This amount is consisted is as follows

Accounting Year	Tax Assessment Year	Amount in Taka	
		2021	2020
2014	2015-2016	17,675,645	17,675,645
2015	2016-2017	18,422,229	18,422,229
2016	2017-2018	-	-
2017	2018-2019	-	15,618,296
2018	2019-2020	-	-
2020	2021-2022	-	49,079,586
2021	2022-2023	26.00	-
<b>Total</b>		<b>47,562,546</b>	<b>100,795,756</b>

The details hereof are stated in Note-26

14.00 Deferred Tax Liabilities

48,160,255

Particulars	Amount in Taka	Amount in Taka
	2021	2020
Deferred tax liabilities at the end of the year	48,160,255	17,222,053

The details hereof are stated in Annexure-4

15.00 Property, Plant & Equipment

Tk. 623,858,380

This represents the written down value of Non-Current Assets. This amount is consisted is as follows

Particulars	Amount in Taka	Amount in Taka
	2021	2020
Cost	662,418,571	377,065,136
Less: Accumulated depreciation	(38,560,191)	(33,578,212)
<b>Written Down Value</b>	<b>623,858,380</b>	<b>343,486,924</b>

The details hereof are stated in Annexure-1

16.00 Building Under Construction

Tk. 54,330,325

This represents the cost value of Building under construction and all related expenditure are capital nature which will be capitalized with Property, Plant and Equipment. This amount is consisted is as follows

Particulars	Amount in Taka	Amount in Taka
	2021	2020
Opening Balance	20,130,310	17,638,750
Add: Addition during the Year	34,200,015	2,491,560
<b>Closing Balance</b>	<b>54,330,325</b>	<b>20,130,310</b>

The board of directors has decided to construct a building on own occupied land at gulshan resulting that the management has taken necessary action to implement the decision of board of directors and got approval from Rajuk. We are already started construction work.

17.00 Bangladesh Government Treasury Bond

Tk. 25,000,000

This represents statutory deposit in 5 years Bangladesh Govt. Treasury Bond (BGTB) as per requirement of the Insurance Act 2010. This amount is consisted is as follows

Particulars	Amount in Taka	Amount in Taka
	2021	2020
7.09% 5 years BGTB (Purchased in 2017, Issued 2016)	9,000,000	9,000,000
5.82% 5 years BGTB (Purchased in 2018, Issued 2016)	5,700,000	5,700,000
7.6% 10 years BGTB (Purchased in 2018, Issued 2016)	10,300,000	10,300,000
<b>Total</b>	<b>25,000,000</b>	<b>25,000,000</b>

18.00 Investment in Shares & Securities

Tk. 104,710,088

This represent the market price of investment in share of Public Limited Companies which has been recognized as "available for sale" as on 31 December, 2021.

Particulars	Amount in Taka	Amount in Taka
	2021	2020
Investment in listed companies	104,710,088	170,005,624
<b>Total</b>	<b>104,710,088</b>	<b>170,005,624</b>

The details hereof are stated in Annexure-2

19.00 Interest Accrued but not due

Tk. 8,392,960

This represents the sum of accrued interest on investment in BGTB and in FDR. The break-up whereof is as follows:

Particulars	Amount in Taka	Amount in Taka
	2021	2020
Bangladesh Govt. Treasury Bond (BGTB)	377,208	759,339
Fixed Deposit Receipt (FDR)	8,015,752	13,486,981
<b>Total</b>	<b>8,392,960</b>	<b>14,246,320</b>

20.00 Premium Control Account

Tk. 30,087,192

This amount is consisted is as follows

Particulars	Amount in Taka	Amount in Taka
	2021	2020
Fire	-	-
Marine Cargo (Bank Guarantee)	30,087,192	5,782,896
Motor	-	-
Miscellaneous	-	-
<b>Total</b>	<b>30,087,192</b>	<b>5,782,896</b>

Cover notes have been issued against Bank Guarantee's which will be adjusted within the following year.

21.00 Advance, Deposits & Prepayments

Tk. 120,074,758

This amount is consisted is as follows

Particulars	Amount in Taka	Amount in Taka
	2021	2020
Advance against Office Rent	878,000	826,300
Advance against Salary	2,232,500	2,284,500
Security Deposits	1,326,320	1,111,320
Advance Website design & Development	50,000	50,000
Rates & Taxes Advance	-	10,830,356
Advance against Insurance Claim	16,208,940	1,500,000
Bill Receivable (Premium)	312,100	-
Advance against Income Tax	21.01 76,929,398	87,738,905
IPO Deposit Genex Infosys Ltd	22,037,500	-
Misc. Advance	100,000	-
IDLC Securities	-	13,190,111
Quayum Securities	-	11,915,784
UCB Capital Management	-	17,860
City Bank Capital Resource	-	2,259,841
IDLC Securities Advance -776	-	-
<b>Total</b>	<b>120,074,758</b>	<b>131,724,977</b>

21.01 Advance against Income Tax

Tk. 76,929,398

Accounting Year	Tax Assessment Year	Amount in Taka	Amount in Taka
		2021	2020
Opening Balance		87,738,905	103,546,584
Add. During the year			
2011	2012-13	86,725	-
2019	2018-19	-	2,011,838
2019	2020-21	-	15,817,868
2020	2021-22	33,169,813	801,819
2021	2022-23	21,406,957	5,975
Less. Adjustment (Year Ending- 2017 & 2020 )		(65,473,002)	(34,445,179)
<b>Closing Balance</b>		<b>76,929,398</b>	<b>87,738,905</b>



22.00 Amount due from other persons or bodies carrying on insurance business Tk. 117,834,780

This represents the dues receivable from Shadharan Bima Corporation (SBC). This amount is consisted is as follows

Particulars	Amount in Taka	Amount in Taka
	2021	2020
Opening Balance	106,289,779	94,073,714
Add: Net receivable from Public Sector Business (PSB) - on 3 <sup>rd</sup> & 4 <sup>th</sup> Qtrs of 2020 and 1 <sup>st</sup> & 2 <sup>nd</sup> Qtrs (Upto June) of 2021	11,706,687	11,785,154
<b>Sub-Total</b>	<b>117,996,466</b>	<b>105,858,868</b>
Add: Net Receivable on Re-Insurance (RI) Misc. Accepted	(161,686)	430,911
<b>Closing Balance</b>	<b>117,834,780</b>	<b>106,289,779</b>

23.00 Cash at Bank Tk. 55,689,998

The make-up of the sum is as follows

Particulars	Amount in Taka	Amount in Taka
	2021	2020
CD Account (Under 5 account of different Bank)	22,268,155	49,969,017
STD Account (Under 5 account of different Bank)	33,421,843	25,394,334
<b>Total</b>	<b>55,689,998</b>	<b>75,363,350</b>

The Bank balance were confirmed and reconciled with Bank statements.

24.00 Cash in Hand Tk. 527,615

Cash in hand consist of cash balance of head office & petty cash in hand of branch office note that bank balance of various branch office shown in cash in hand of branch office. The make-up of the sum is as follows:

Particulars	Amount in Taka	Amount in Taka
	2021	2020
Head Office	74,497	62,005
Gulshan Branch	30,834	38,324
Kawran Bazar Branch	9,377	10,684
Motijheel Branch	7,721	58,564
Agrabad Branch	9,573	4,937
Khulna Branch	5,838	2,837
Rangpur Branch	11,771	6,351
Bogra Branch	7,169	12,009
Jessore Branch	9,854	4,520
Naogaon Branch	6,690	14,601
Kushtia Branch	16,518	7,373
Dinajpur Branch	4,314	45,415
Meherpur Branch	3,650	1,989
Noapara Branch	11,177	-
Quayum Securities	195,946	-
IDLC Securities	122,687	-
<b>Total</b>	<b>527,615</b>	<b>269,609</b>

25.00 Fixed Deposit (FDR) Tk. 428,550,000

The make-up of the sum is as follows

Particulars	Amount in Taka	Amount in Taka
	2021	2020
Opening Balance	408,050,000	352,550,000
Add: Addition during the year	243,000,000	104,000,000
	651,050,000	456,550,000
Less: Encashed during the year	222,500,000	48,500,000
<b>Closing Balance</b>	<b>428,550,000</b>	<b>408,050,000</b>

The details hereof are stated in Annexure-3



26.00 Computation of current tax

Tk. 47,562,546

Amount in Taka

Particulars	Taxable Income		Rate of Percentage	Tax Provision	
	2021	2020		2021	2020
<b>Taxable Income</b>					
Income from business or profession	95,519,553		37.50%	35,819,833	
Interest income from FDR & STD Accounts	23,679,763	94,902,004	37.50%	8,879,911	35,588,251
Other Income	148,106	243,596	37.50%	55,540	91,349
Investment Income (profit on Sale of share)	24,779,686	128,762,629	10.00%	2,477,969	12,876,263
Profit on Sale of Car	-	269,617	37.50%	-	101,106
Dividend Income	1,646,471	2,113,084	20.00%	329,294	422,617
<b>Total</b>	<b>145,773,580</b>	<b>226,290,930</b>		<b>47,562,546</b>	<b>49,079,586</b>

**Taxable Income:**

Amount in Taka

Particulars	Notes No.	Taxable Income	Exempted (Exceptional loss & Dividend Income)	Taxable Income	
				2021	2020
Income from business or profession,	26.01	125,224,612	29,705,059	95,519,553	94,902,004
Interest income from BGTB, FDR & STD Accounts		23,679,763	-	23,679,763	
Other Income		148,106	-	148,106	243,596
Investment Income (profit on Sale of share)		24,779,686	-	24,779,686	128,762,629
Profit on Sale of Car		-	-	-	269,617
Dividend Income		1,646,471	-	1,646,471	2,113,084
<b>Total</b>		<b>175,478,638</b>	<b>29,705,059</b>	<b>145,773,580</b>	<b>226,290,930</b>

26.01 Income from Business or profession:

Tk. 125,224,612

Particulars	Amount in Taka	Amount in Taka
	2021	2020
Gross Profit	175,478,638	246,250,083
Less: Other Income	148,106	243,596
Less: Interest income from FDR & STD Accounts	23,679,763	28,668,610
Less: Investment Income (profit on Sale of Share)	24,779,686	128,762,629
Less: Profit on Sale of Car	-	269,617
Less: Dividend Income	1,646,471	2,113,084
<b>Total</b>	<b>125,224,612</b>	<b>86,192,547</b>

27.00 Computation of Deferred Tax

Tk. 4,843,704

Particulars	Amount in Taka	Amount in Taka
	2021	2020

Deferred tax expenses/(income) during the year recognised in profit & loss Account

4,843,704 14,881,884

The details hereof are stated in Annexure-4

28.00 Reserve for Exceptional Losses

Tk. 29,705,059

Reserve for Exceptional Losses on Net Premium	Net Premium		%	At 10 % of Net Premium	
	Amount in Taka			Amount in Taka	
	2021	2020		2021	2020
Fire Insurance Business	114,769,698	84,646,153	10%	11,476,970	8,464,615
Marin Insurance Business	135,291,758	67,387,064	10%	13,529,176	6,738,706
Motor Insurance Business	40,316,288	42,959,671	10%	4,031,629	4,295,967
Miscellaneous Insurance Business	6,672,843	4,598,643	10%	667,284	459,864
<b>Total</b>	<b>297,050,586</b>	<b>199,591,531</b>		<b>29,705,059</b>	<b>19,959,153</b>

3. Revenue Accounts

The Summarized position of Net Underwriting Profit earned during the year 2021 is as follows.

PARTICULARS	Amount in Taka					
	FIRE	MARINE	MOTOR	MISCELL- ANEOUS	TOTAL	2020
A. Gross Premium (Including PSB Business)	223,978,182	187,968,407	41,895,915	51,025,501	504,868,006	393,714,728
B. Re-Insurance Premium Ceded	109,208,484	52,676,649	1,579,627	44,352,659	207,817,419	194,123,196
C. Net Premium (A-B)	114,769,698	135,291,758	40,316,288	6,672,843	297,050,587	199,591,532
DIRECT EXPENSES:						
D. Commission (Net)	(18,084,913)	(4,792,350)	718,836	(3,873,247)	(26,031,674)	(8,037,322)
E. Claim Settled and Provided (Net)	2,301,658	6,016,847	14,517,076	298,119	23,133,700	15,505,607
F. Management Expenses (including service charge & stamp expenses )	62,607,752	46,183,029	11,612,761	6,012,094	126,415,636	94,899,502
G.Total Direct Expenses (D+E+F)	46,824,497	47,407,526	26,848,673	2,436,967	123,517,662	102,367,787
H. Adjusted Fund Balance for unexpired risk (Opening balance less closing balance)	(12,049,418)	(27,397,694)	1,057,353	(829,680)	(39,219,439)	(4,126,460)
<b>Net Underwriting Profit (C-G+H)</b>	<b>55,895,783</b>	<b>60,486,538</b>	<b>14,524,968</b>	<b>3,406,196</b>	<b>134,313,485</b>	<b>93,097,283</b>
COMMISSION (NET):						
Commission Paid on Direct Business	3,002,516	4,736,200	1,163,585	253,075	9,155,376	30,928,981
Commission Paid on Re-insurance Accepted	-	-	-	52,298	52,298	233,508
Less: Commission earned on Re-Insurance Ceded	21,087,429	9,528,550	444,749	4,178,620	35,239,348	39,199,811
<b>Net Commission</b>	<b>(18,084,913)</b>	<b>(4,792,350)</b>	<b>718,836</b>	<b>(3,873,247)</b>	<b>(26,031,674)</b>	<b>(8,037,322)</b>
CLAIMS SETTLED (NET):						
Gross Claim	11,291,300	9,618,231	13,680,733	1,489,038	36,079,301	81,894,601
Less: Re-Insurance Claim Recovery	8,360,658	3,086,783	-	990,919	12,438,360	64,918,714
<b>Paid during the year</b>	<b>2,930,642</b>	<b>6,531,448</b>	<b>13,680,733</b>	<b>498,119</b>	<b>23,640,942</b>	<b>16,975,887</b>
Add: Outstanding claim at the end of the year whether due or intimated	10,983,072	2,437,532	7,537,999	-	20,958,603	21,465,845
	<b>13,913,714</b>	<b>8,968,980</b>	<b>21,218,732</b>	<b>498,119</b>	<b>44,599,545</b>	<b>38,441,732</b>
Less: Outstanding claim at the end of the previous year	11,612,056	2,952,133	6,701,656	200,000	21,465,845	22,936,125
<b>Claim Settled and Provided (Net)</b>	<b>2,301,658</b>	<b>6,016,847</b>	<b>14,517,076</b>	<b>298,119</b>	<b>23,133,700</b>	<b>15,505,607</b>
	<b>2021</b>	<b>2020</b>				
<b>Net Profit for the year and its Appropriation :</b>						
Underwriting Profit as per Revenue Accounts	134,313,486	93,097,283				
Interest Income	23,679,763.29	28668610				
Investment & Other Income	26,574,262.57	131388926				
	<b>184,567,512</b>	<b>253,154,819</b>				
Less: Expenses of Management (Not applicable to any Fund or Account)	9,088,873	6,904,736.00				
<b>Gross Profit</b>	<b>175,478,638</b>	<b>246,250,083</b>				
Less: Income Tax Expenses	47,562,546	49,079,586				
	<b>127,916,092</b>	<b>197,170,497</b>				
Less: Deferred Tax Expenses/ (Benefit)	4,843,704	14,881,884				
<b>Profit after tax during this year</b>	<b>123,072,388</b>	<b>182,288,613</b>				
Less: Reserve for Exceptional Losses:	29,705,059	19,959,153				
	<b>93,367,329</b>	<b>162,329,460</b>				
Less Provision for Arrear Income Tax	775,119	4,313,515				
	<b>92,592,210</b>	<b>158,015,945</b>				
Less. Dividend Paid (2020)	67,774,940	13,289,202				
	<b>24,817,270</b>	<b>144,726,743</b>				
Add. Surplus Brought Forward	158,965,074	14,238,331				
<b>Surplus Carried forward</b>	<b>183,782,344</b>	<b>158,965,074</b>				
Add : Prior year adjustment	12,980,000	-				
<b>Surplus Carried forward</b>	<b>196,762,344</b>	<b>158,965,074</b>				

30.00 Interest Received & Accrued

Tk. 23,679,763

The make-up of the sum is as follows

Particulars	Notes	Amount in Taka	Amount in Taka
		2021	2020
Bank Interest on STD.		942,808	715,365
Interest on FDR		23,754,254	26,200,039
Interest on BGTB		(1,017,297)	1,753,208
<b>Total</b>		<b>23,679,763</b>	<b>28,668,610</b>

BGTB Tk. 1.47 crore purchased as on 30-05-2021 from secondary market through Jamuna Bank Ltd. by paying extra premium Tk. 27,33,726 which amount has been fully adjusted during this year.

31.00 Unrealized Profit/(loss) on share

Tk. 28,494,937

The make-up of the sum is as follows

Particulars	Notes	Amount in Taka	Amount in Taka
		2021	2020
Fair (Market) Value of share		104,710,088	170,005,624
Less: Cost Price of Share		72,698,853	166,489,326
Unrealized Profit/(loss) on share		32,011,235	3,516,298
Less: Opening Balance		3,516,298	(2,183,308)
<b>Profit/(loss) on share</b>		<b>28,494,937</b>	<b>5,699,606</b>

The details hereof are stated in Annexure-2

32.00 Net Assets Value per Shares (NAV)

Tk. 25.25

Net Asset Value Per Share (NAV) has been disclosed as per the Securities and Exchange Commission's Notification No. SEC/CMRRCO/2009-193/Admin/03-31, dated June 01,2009.Last year Net Assets Value Per Share has been adjusted.

Particulars	Notes	Amount in Taka	Amount in Taka
		2021	2020
a)Total Shareholders Equity		1,028,848,321	902,150,613
b) Number of ordinary shares	36.00	40,664,966	40,664,966
<b>Net Assets Value per Shares (NAV) (a/b)</b>		<b>25.25</b>	<b>22.18</b>

NAV per share has been increased due to Increased in Reserve for exceptional losses, Investment fluctuation reserve & profit after tax which has been added to the statement of changes in shareholder's equity during this period than corresponding period of last year.

33.00 Earning Per Share (EPS)

Tk. 3.03

This has been calculated by dividing basic earning of the company by the number of ordinary shares outstanding at end of the year. Basic earning represents the earnings attributable to the ordinary shareholders. Last year's earning pre shares has been adjusted. The calculation of EPS is stated below:

Particulars	Notes	Amount in Taka	Amount in Taka
		2021	2020
Net Profit after Tax	33.01	123,072,388	182,288,613
Number of Shares	36.00	40,664,966	40,664,966
<b>Earning per Shares (EPS)</b>		<b>3.03</b>	<b>4.48</b>

EPS has been decreased during this year compared with the same period of previous year due to decrease in interest & investment income(realized profit from sale of share).



33.01 Net Profit After Tax

Tk. 123,072,388

The make up of this sum is as follows:

Particulars	Amount in Taka	Amount in Taka
	2021	2020
Net Profit/(Loss) Before Tax	175,478,638	248,250,083
Less: Income Tax Expenses	47,562,546	49,079,586
Less: Deferred Tax Expenses/ (Benefit)	4,843,704	14,881,884
<b>Net Profit/(Loss) After Tax</b>	<b>123,072,388</b>	<b>182,288,613</b>

34.00 Net Operating Cash Flow Per Shares (NOCFPS)

Tk. 4.20

Net Operating Cash Flow Per Shares (NOCFPS) has been disclosed as per the Securities and Exchange Commission's Notification No. SEC/ CMRRCO/ 2009-193/ Admin/03-31, dated June 01,2009. Last year Net Operating Cash Flow Per Share has been adjusted.

Particulars		Amount in Taka	Amount in Taka
		2021	2020
a) Net Cash Flows From Operating Activities	35.00	170,600,894	92,989,797
b) Number of ordinary shares	36.00	40,664,966	40,664,966
<b>Net Operating Cash Flow Per Shares (NOCFPS) (a/b)</b>		<b>4.20</b>	<b>2.29</b>

NOCFPS has been increased due to increase in premium income & Re-Insurance premium payable to SBC and foreign Re-insurer during this accounting period than corresponding period of last year.

35.00 Reconciliation of net income with cash flows from operating activities

Particulars	Amount in Taka	Amount in Taka
	2021	2020
Net Profit/(Loss) (As per statement of profit or loss and other Comprehensive income)	123,072,388	182,288,613
Adjustment to Reconcile net profit to net cash provided by operating activities		
<b>Non Cash and Non Operating Items :</b>		
Depreciation	4,981,979	4,200,983
Provision for current Income Tax & Deferred Tax	52,406,251	63,961,470
Profit on other Income (Interest, Share & Dividend & Profit on Sale of car)	(50,105,920)	(159,813,940)
	<b>130,354,697</b>	<b>90,637,126</b>
<b>Changes in Operating Accruals:</b>		
(Increase)/Decrease Amount due from other persons or bodies	(11,545,001)	(12,216,066)
Increase/(Decrease) Stamp in Hand	(314,718)	(263,160)
Increase/(Decrease) Stock of printing & stationery	78,602	(701,775)
(Increase)/Decrease Advance, Deposit and Prepayment	(53,822,784)	(10,384,438)
(Increase)/Decrease Premium Control Account	(24,304,296)	(5,287,173)
Increase/(Decrease) Investment in Share	-	-
Increase/(Decrease) Deposit Premium	42,494,854	13,470,570
Increase/(Decrease) Outstanding Claims	(507,242)	(1,470,280)
Increase/(Decrease) Amount due to other persons or bodies	39,691,990	12,882,877
Increase/(Decrease) Gratuity Reserve	(1,527,719)	(1,057,332)
Increase/(Decrease) Sundry Creditors	10,783,072	3,252,988
Increase/(Decrease) in Balance of Fund	39,219,440	4,126,460
<b>Net Cash Provided by Operating Activities</b>	<b>40,246,197</b>	<b>2,352,671</b>
<b>Net Cash Flows from Operating Activities</b>	<b>170,600,894</b>	<b>92,989,797</b>



36.00 Number of share

Particulars	Amount in Taka	Amount in Taka
	2021	2020
Number of share at the beginning of the year	33,887,472	33,223,012
Add. Bonus share issued	6,777,494	664,460
<b>Number of share outstanding</b>	<b>40,664,966</b>	<b>33,887,472</b>

Total number of share outstanding 4,06,64,966 as on 31<sup>st</sup> December 2021 with face value Tk. 10 in which 20% stock dividend i.e. 67,77,494 shares issued on 27<sup>th</sup> May 2021 which was approved on 3<sup>rd</sup> May 2021 at the 22<sup>nd</sup> AGM.

37.00 Board Meeting

During the year 2021 the company had 10 members to the Board of Directors and there held 09 board meetings. Board of Directors of the company has formed other committees and sub-committees like Executive committee, Claims Committee, Audit Committee and Nomination & Remuneration Committee (NRC). Meeting of these committees were also held during the year.

38.00 Employees

Out of the total of 170 employees engaged during the year 2021, No employee have received salary below Tk. 8,000 per month and 170 employees received more than Tk. 8,000 per month.

39.00 Credit Facility

No credit facilities availed by the company at the date of Statement of Financial Position under any contract other than trade credit which is the ordinary course of business

40.00 Post Financial Position Event

There was no significant event that has occurred between the Financial Position date and the date when the financial statements are authorized for issue by the Board of Directors except the following:

a) The Board of Directors in its meeting held on 21<sup>st</sup> March 2022 has recommended 10% cash dividend for the year 2021 out of the surplus subject to approval of the shareholders in the ensuing annual general meeting.



**Paramount Insurance Company Ltd.**  
**Property, plant & equipment**  
As at 31 December, 2021

ANNEXURE-1  
Amount in Taka

Sl. No.	Particulars	Cost				Rate of Dep.	Depreciation			Written Down Value		
		As on 01-01-2021	Sale Adjustment	Addition during the year	Total as on 31-12-2021		As on 01-01-2021	Adjustment	Charged during the year	Total as on 31-12-2021	As on 31-12-2021	As on 31-12-2020
1	Motor Vehicles	23,600,233	-	10,651,187	34,251,420	20%	11,729,396	-	3,687,896	15,417,292	18,834,128	11,870,837
2	Furniture & Fixtures	10,732,332		205,550	10,937,882	10%	8,588,507		230,133	8,818,640	2,119,242	2,143,825
3	Office equipments	1,296,880		32,250	1,329,130	20%	873,736		89,982	963,718	365,412	423,144
4	Office Decoration	3,850,097		7,250	3,857,347	10%	2,502,271		135,360	2,637,631	1,219,716	1,347,826
5	Telephone Installation	2,090,714		2,650	2,093,364	20%	2,002,136		18,044	2,020,180	73,184	88,578
6	Electrical Installation	1,115,586		-	1,115,586	20%	801,165		62,884	864,049	251,537	314,421
7	Sign Board	197,590		61,498	259,088	10%	120,705		11,788	132,493	126,595	76,885
8	Air Conditioner	2,662,471		56,383	2,718,854	20%	2,035,095		132,921	2,168,016	550,838	627,376
9	Computer	4,310,189		584,873	4,895,062	30%	3,452,125		365,778	3,817,903	1,077,159	858,064
10	Software Installation	2,651,210		-	2,651,210	20%	1,460,749		238,092	1,698,841	952,369	1,190,461
11	Website design & Development	57,834		-	57,834	20%	12,327		9,101	21,428	36,406	45,507
	<b>Sub Total</b>	<b>52,565,136</b>	<b>-</b>	<b>11,601,641</b>	<b>64,166,777</b>		<b>33,578,212</b>	<b>-</b>	<b>4,981,979</b>	<b>38,560,191</b>	<b>25,606,586</b>	<b>18,986,924</b>
12	Land and Land Development	324,500,000		273,751,794	598,251,794		-		-	-	598,251,794	324,500,000
	<b>Total:</b>	<b>377,065,136</b>	<b>-</b>	<b>285,353,435</b>	<b>662,418,571</b>		<b>33,578,212</b>	<b>-</b>	<b>4,981,979</b>	<b>38,560,191</b>	<b>623,858,380</b>	<b>343,486,924</b>



**Paramount Insurance Company Ltd.**  
**Investment in Shares & Securities**  
**For the year ended 31 December 2021**

**ANNEXURE-2**  
Amount in Taka

Sl. No.	Name of the Company	Balance of Shares	Cost price per share	Total Cost	Market Price Per share as on 31-12-20	Total Market Price as on 31-12-2021	Investment fluctuation reserve
01.	Active Fine	320,000	27.55	8,816,182	25.60	8,192,000	(624,182)
02.	Delta Life	10,000	213.44	2,134,384	196.50	1,965,000	(169,384)
03.	Doreen Power	8,000	67.40	539,213	67.80	542,400	3,187
04.	HR Tex	157,500	77.54	12,212,653	54.20	8,536,500	(3,676,153)
05.	Provati Insurance	53,131	137.86	7,324,623	122.30	6,497,921	(826,701)
06.	Purabi Gen. Insurance	5,000	43.34	216,679	41.40	207,000	(9,679)
07.	PTL	836,587	49.50	41,408,690	94.10	78,722,837	37,314,147
08.	Union Insurance	4,643	10.00	46,430	10.00	46,430	-
<b>Total</b>				<b>72,698,853</b>		<b>104,710,088</b>	<b>32,011,235</b>



**Paramount Insurance Company Ltd.**

**Fixed Deposit**

For the year ended 31 December 2021

**ANNEXURE-3**

Name of the Bank	Amount in Taka	Amount in Taka
	31-12-2021	31-12-2020
Islami Bank (BD) Ltd	27,500,000	30,000,000
Sonali Bank Ltd.	2,500,000	2,500,000
IFIC Bank Ltd	4,500,000	4,000,000
Uttara Bank Ltd.	4,000,000	1,000,000
Agrani Bank Ltd.	16,500,000	11,500,000
Al-Arafa Islami Bank Ltd.	22,700,000	45,900,000
The City Bank Ltd	500,000	1,500,000
Eastern Bank Ltd.	4,500,000	500,000
Janata Bank Ltd.	4,000,000	2,000,000
Prime Bank Ltd	3,000,000	5,000,000
National Bank Ltd.	5,700,000	4,700,000
AB Bank Ltd.	7,000,000	5,000,000
Basic Bank Ltd.	1,500,000	1,500,000
Bangladesh Krishi Bank	1,000,000	1,000,000
Dhaka Bank Ltd.	1,000,000	8,000,000
Dutch Bangla Bank Ltd.	1,000,000	1,000,000
National Credit & Commerce Bank Ltd.	5,000,000	6,000,000
Bangladesh Development Bank	5,500,000	4,000,000
Bangladesh Commerce Bank	1,000,000	3,000,000
BRAC Bank Ltd.	5,000,000	5,000,000
Pubali Bank Ltd.	7,500,000	9,500,000
Rupali Bank Ltd.	3,000,000	2,000,000
Mercantile Bank Ltd.	18,500,000	17,500,000
United Commercial Bank Ltd.	3,000,000	6,000,000
First Security Bank Ltd.	12,000,000	15,500,000
One Bank Ltd.	9,000,000	13,000,000
Social Islami Bank Ltd.	17,500,000	19,500,000
Southeast Bank Ltd.	6,000,000	6,500,000
Union Bank Ltd	-	1,500,000
Shahjalal Bank Ltd.	3,700,000	4,700,000
Premier Bank Ltd.	17,500,000	12,000,000
Jamuna Bank Ltd.	16,500,000	17,000,000
Trust Bank Ltd.	-	1,000,000
Mutual Trust Bank Ltd.	2,000,000	2,000,000
EXIM Bank Ltd.	5,500,000	7,500,000
Bank Asia Ltd.	21,000,000	22,000,000
Standard Bank Ltd.	31,000,000	5,000,000
Meghna Bank Ltd.	19,000,000	53,000,000
Midland Bank Ltd.	1,000,000	2,000,000
NRB Bank Ltd.	4,000,000	1,000,000
South Bangla Agricultural & Com. Bank Ltd	17,450,000	19,750,000
Lanka Bangla Finance	7,000,000	6,000,000
Midas Finance Ltd.	1,000,000	1,000,000
NRB Commercial Bank Ltd.	3,000,000	3,000,000
NRB Global Bank Ltd.	-	2,000,000
Modhumoti Bank Ltd.	3,000,000	2,000,000
IPDC Finance	4,000,000	6,000,000
United Finance	1,000,000	7,000,000
Community Bank BD Ltd	65,000,000	-
IDLC Finance	2,000,000	-
Islami Finance & Investment	1,000,000	-
BD Finance	3,000,000	-
<b>Total</b>	<b>428,550,000</b>	<b>408,050,000</b>

# Paramount Insurance Company Ltd.

Islam Quazi Sharique & Co  
Chartered Accountants

## Calculation of Deferred Tax For the year ended 31 Decembr,2021

ANNEXURE-4

Particulars	Amount in Taka	Amount in Taka
	2021	2020
<b>A. Deferred tax expenses/(income) recognised in profit or loss and other comprehensive income except land:</b>		
Accounting base written down Value	25,606,586	18,986,924
Tax base written down Value	8,929,883	9,149,874
<b>Taxable temporary difference</b>	<b>16,676,703</b>	<b>9,837,050</b>
Provident fund payable	46,667	44,804
<b>Deductible temporary difference</b>	<b>46,667</b>	<b>44,804</b>
<b>Total taxable/(deductible) temporary difference</b>	<b>16,630,036</b>	<b>9,792,246</b>
Tax Rate @ 37.5%	37.50%	37.50%
<b>Deferred tax liabilities/(assets) excluding investment fluctuation reserve &amp; Revaluation Surplus on land at the end of the year(1):</b>	<b>6,236,263</b>	<b>3,672,892</b>
Investment Fluctuation Reserve	28,494,937	5,699,606
Tax Rate @ 10%	10%	10%
<b>Deferred tax liabilities/(assets) on Investment fluctuation reserve at the at the end of the year (2)</b>	<b>2,849,494</b>	<b>569,961</b>
Revaluation surplus on land		324,500,000
Tax Rate		4.00%
<b>Deferred tax liabilities/(assets) of revaluation surplus on land at the end of the year (3):</b>	-	<b>12,980,000</b>
<b>Deferred tax liabilities/(assets) at the end of the year (1+2+3)</b>	<b>9,085,757</b>	<b>17,222,053</b>
<b>Closing Deferred tax liabilities</b>	<b>9,085,757</b>	<b>17,222,053</b>
Less: Opening deferred tax liability	17,222,053	2,340,169
Prior year adjustment	(12,980,000)	
<b>Net Deferred tax liabilities</b>	<b>4,242,053</b>	-
<b>Deferred tax expenses/(income) during the year recognised in profit &amp; loss Account</b>	<b>4,843,704</b>	<b>14,881,884</b>
<b>B. Deferred tax expenses/(income) recognised in Other Comprehensive income on revaluation surplus of land:</b>		
Carrying value of revaluation Surplus on land	260,496,653	-
Tax Base value	-	-
<b>Taxable temporary difference</b>	<b>260,496,653</b>	-
tax rate	15%	15%
<b>Deferred tax liabilities/(assets) at the end of the year</b>	<b>39,074,498</b>	-
<b>Closing Deferred tax liabilities</b>	<b>39,074,498</b>	-
Less: Opening deferred tax liability	-	-
Prior year adjustment	39,074,498	-
<b>Net Deferred tax liabilities</b>	<b>39,074,498</b>	-
<b>Deferred tax expenses/(income) recognised in other income on revaluation surplus of Land</b>	-	-
<b>Total Deferred tax liabilities/(assets) at the end of the year (A+B)</b>	<b>48,160,255</b>	<b>17,222,053</b>



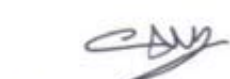
**Paramount Insurance Company Ltd.**  
**Paramount Insurance Company Limited**  
**FORM-AA**  
**Classified Summary of Assets at 31 December ,2021**

Amount in Taka		
Class of Assets	Book Value	Remarks
<b>Non Current Assets :</b>	<b>807,898,793</b>	
Fixed Assets (at cost less depreciation)	623,858,380	Depreciated Value
Building under construction	54,330,325	Book Value
<b>Investment:</b>	<b>129,710,088</b>	
Government Security Bond (BGTB) (Deposit with Bangladesh Bank 5 years BGTB @ 7.09% for Tk.9,000,000/=, @ 5.82% for Tk.5,700,000/= and @ 7.60% for Tk. 10,300,000 Interest)	25,000,000	Not Quoted in Market
Investment in Shares	104,710,088	Fair Value
<b>Current Assets :</b>	<b>763,071,170</b>	
Amount due from other persons or bodies carrying on insurance business	117,834,780	Book Value
Cash and Cash Equivalents	484,767,613	Realizable Value
Interest accrued but not due	8,392,960	Realizable Value
Advance, Deposits & Prepayments	120,074,758	Book Value
Premium Control Account	30,087,192	Book Value
Stock of Printing and Stationery	1,290,411	At cost
Stamp in hand	623,455	At Actual
<b>Total Property &amp; Assets:</b>	<b><u>1,570,969,963</u></b>	

The annexed notes form 01 to 40, Annexure 01 to 04, "Form-AA" and "Form-XL" an integral part of these financial statements



CFO



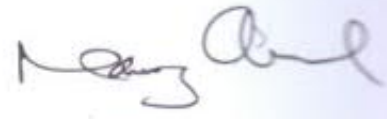
Managing Director



Director



Director



Chairman

Signed as per our separate report of same date



Md. Abdur Rahman, FCA

Enrollment No. 1439

Partner

Islam Quazi Shafique & Co.

Chartered Accountants

DVC: 2203221439AS914950

Place: Dhaka

Dated: March 22, 2022



## PARAMOUNT INSURANCE COMPANY LIMITED

### FORM - XL

Statement Showing Details of Re-Insurance Ceded and Accepted of Paramount Insurance Co. Ltd.

For the year ended 31 December 2021

Class of Business	PREMIUM				COMMISSION				CLAIM			
	Received on		Paid on Re-Insurance Ceded	NET	Paid on		Received on Re-Insurance Ceded	NET	Paid on		Received on Re-Insurance Ceded	NET
	Direct Business	Re-Insurance Accepted			Direct Business	Re-Insurance Accepted			Direct Business	Re-Insurance Accepted		
FIRE	223,978,182		109,208,484	114,769,698	3,002,516		21,087,429	(18,084,913)	11,291,300		8,360,658	2,930,642
MARINE CARGO	169,635,675		34,789,967	134,845,708	4,736,200		8,774,884	(4,038,684)	9,054,532		2,537,445	6,517,086
MARINE HULL	18,332,732		17,886,682	446,050	-		753,666	(753,666)	563,700		549,338	14,362
MOTOR	41,895,915		1,579,627	40,316,288	1,163,585		444,749	718,836	13,680,733		-	13,680,733
MISC. OTHER THAN MOTOR	50,876,078	149,423	44,352,659	6,672,843	253,075	52,298	4,178,620	(3,873,247)	1,230,227	258,811	990,919	498,119
<b>Total</b>	<b>504,718,582</b>	<b>149,423</b>	<b>207,817,419</b>	<b>297,050,586</b>	<b>9,155,376</b>	<b>52,298</b>	<b>35,239,348</b>	<b>(26,031,674)</b>	<b>35,820,491</b>	<b>258,811</b>	<b>12,438,360</b>	<b>23,640,942</b>

Amount in Taka

The annexed notes form 01 to 40, Annexure 01 to 40, "Form-AA" and "Form-XL" an integral part of these financial statements



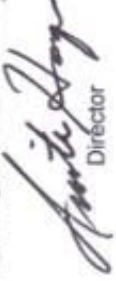
CFO



Managing Director



Director



Director



Chairman

Signed as per our separate report of same date



*Ashraf*  
Md. Abdur Rahman, FCA  
Enrollment No. 1439  
Partner  
Islam Qasbi Shafique & Co.  
Chartered Accountants  
DVC: 2203221439AS514950