

2023

INDEPENDENT AUDITORS' REPORT
of
PARAMOUNT INSURANCE COMPANY LIMITED
FOR THE YEAR ENDED ON DECEMBER 31, 2023.

ISLAM QUAZI SHAFIQUE & CO.
CHARTERED ACCOUNTANTS

Head Office:

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

Uttara Office:

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

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ISLAM QUAZI SHAFIQUE & CO.

Chartered Accountants

Al-Haj Shamsuddin Mansion

4th Floor, Room # C17,

New Eskaton Road

Moghbazar, Dhaka-1000.

Phone: 02-48312349

E-mail: arahmanfca@gmail.com

Website: www.qsibd.com

**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, 2023 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 2023, 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:

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).

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
Premium Income	
<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 481,745,321 for the year ended 31 December 2023 & Net Premium of Taka 293,244,049.</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"> • The design and operating effectiveness of key controls around premium income recognition process. • Carried out analytical procedures and recalculated premium income for the period. • Carried out cut-off testing to ensure unearned premium income has not been included in the premium income. • 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. • Ensured on a sample basis that the premium income was being deposited in the designated bank account. • Tested on a sample basis to see that appropriate VAT was being collected and deposited to bank through Treasury Challan. • 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. • Applying specialist judgment ensured if there is any impairment of the reinsurer. • 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.
<p>Details of Premium Income have been shown in Form-XL to the Financial Statements.</p>	

Risk	Our response to the risk
Estimated liability in respect of outstanding claims whether due or intimated and claim payment.	
<p>This amount represents the claim due or intimated from the insured and involves significant judgment and risk of understatement. As at 31 December 2023 the reported balance under the head of estimated liability in respect of outstanding claims whether due or intimated was Taka 79,907,657.</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"> • Obtained the claim register and tested for completeness of claims recorded in the register on a sample basis. • Obtained a sample of claimed policy copy and cross check it with claim. • Obtained a sample of survey reports • Our response to the risk cross checked those against respective ledger balances and in case of discrepancy carried out further investigation. • Obtained and discussed with management about their basis for estimation.. • Reviewed the claim committee meeting minutes about decision about pending claims. • Tested a sample of claims payments with intimation letter, survey report, bank statement, claim payment register and general ledger. • 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.
Details of Estimated Liability have been shown in Note 09 to the Financial Statements.	

Risk	Our response to the risk
Property, Plant & Equipment	
<p>The carrying value of property, plant & equipment amounts to Taka 620,678,627. This represents a significant amount in the company's statement of financial position as at 31 December 2023.</p> <p>There is a risk of: determining which costs meet the criteria for capitalization & 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 & 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"> • 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. • 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. • 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 • Reconcile on a sample basis the additional capitalized costs for the year to the underlying invoices and supporting documents. • We reviewed minutes of board meetings for approval of the total capitalization cost. • We assessed the company's capitalizations policy for compliance with IAS 16 and tested the expenditure capitalized against the capitalizations policy. • We traced payments to supporting documents. • We assessed the adequacy of the disclosure
<p>Details of Property, Plant & Equipment have been shown in Annexure-1 to the Financial Statements.</p>	

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 expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

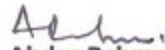
In accordance with the Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, the Securities and Exchange Rules 1987 and relevant notifications issues by Bangladesh Securities and Exchange Commission, we also report that:

- 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 an according to the information and explanation given to us, all expenses of management wherever incurred and whether incurred directly or indirectly, in respect of insurance business of the company transacted in Bangladesh during the year under report have been duly debited to the related Revenue Accounts and the Statement of Comprehensive Income of the Company;
- e) We report that to the best of our information and as shown by its books, the company during the year under report has not paid any person any commission in any form, outside Bangladesh in respect of any its business re-insured abroad;
- f) The company's Statement of Financial Position and Statement of Profit or Loss & Other



- g) 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
- h) The expenditure incurred was for the purpose of the company's business.

Dated, Dhaka
03, April 2024


Md. Abdur Rahman, FCA
Enrollment No. 1439
Partner
Islam Quazi Shafique & Co.
Chartered Accountants
DVC: 2404031439AS658227



Paramount Insurance Company Limited

Statement of Financial Position

As at 31 December 2023

Particulars	Notes	Amount in Taka	Amount in Taka
		2023	2022
Shareholders' Equity & Liabilities			
Share Capital			
Authorized Capital			
60,000,000 Ordinary Shares of Tk. 10/- each.		600,000,000	600,000,000
Issued, subscribed & paid-up capital	3.00	406,649,660	406,649,660
4,06,64,966 Ordinary Shares of Tk. 10/- each.			
Reserve for Contingency Account		673,266,456	642,945,944
Reserve for Exceptional Losses	4.00	226,831,369	197,506,964
Investment Fluctuation Reserve	5.00	23,079,999	22,587,626
General Reserve Fund	6.00	500,000	500,000
Revaluation Reserve (Surplus)	7.00	221,422,155	221,422,155
Profit and Loss Appropriation Account		201,432,933	200,929,200
Shareholders' Equity		1,079,916,116	1,049,595,604
Balance of Fund and Accounts		119,688,766	112,305,839
Fire Insurance Revenue Account		60,887,287	43,262,083
Marine Cargo Insurance Revenue Account		43,564,037	53,621,331
Marine Hull Insurance Revenue Account		3,985,245	482,807
Motor Insurance Revenue Account		8,432,518	11,391,094
Misc. Insurance Revenue Account		2,819,679	3,548,524
Liabilities & Provisions		497,459,622	479,697,446
Premium Deposit	8.00	87,811,261	65,086,406
Estimated Liabilities in respect of outstanding claims whether due or intimated	9.00	79,907,657	74,028,105
Unclaim Dividend	10.00	1,150,889	995,196
Amount due to other persons or bodies carrying on insurance business	11.00	204,476,766	202,100,557
Sundry Creditors	12.00	18,580,804	28,684,677
Income Tax Provision	13.00	61,136,316	63,265,028
Deferred Tax Liability	14.00	44,395,929	45,537,478
Total Shareholders' Equity & Liabilities		1,697,064,504	1,641,598,889

Net Assets Value (NAV) Per Share

32.00

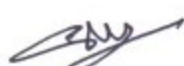
26.56

25.81


The annexed notes form 01 to 41, Annexure 01 to 03, "Form-AA" and "Form-XL" an integral part of these financial statements



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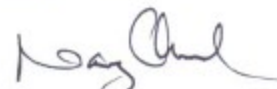
Managing Director



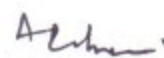
Director



Director



Chairman


Md. Abdur Rahman, FCA
Enrollment: 1439
Partner
Islam Quazi Shafique & Co.
Chartered Accountants
DVC: 2404031439AS658227

Place: Dhaka

Dated: 03 April 2024



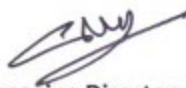
Paramount Insurance Company Limited
Statement of Financial Position
As at 31 December 2023

Particulars	Notes	Amount in Taka	Amount in Taka
		2023	2022
Property & Assets			
Non-Current Assets		819,143,832	810,366,875
Property, Plant & Equipment	15.00	620,678,627	623,052,714
Building Under Construction	16.00	84,507,615	81,769,282
Investment		113,957,590	105,544,879
Bangladesh Government Treasury Bond (BGTB)	17.00	25,000,000	25,000,000
Investment in Shares & Securities	18.00	88,957,590	80,544,879
Current Assets		877,920,673	831,232,013
Interest Accrued But Not Due	19.00	26,196,742	17,392,136
Insurance Stamps in Hand		1,326,904	834,191
Stock of Printing and Stationery		1,224,474	1,399,171
Premium Control Account	20.00	20,949,926	15,668,157
Advance, Deposits & Prepayments	21.00	84,578,454	212,245,448
Amount due from other persons or bodies carrying on insurance business	22.00	142,478,452	130,780,113
Cash and Cash Equivalents		601,165,720	452,912,797
Cash at Bank	23.00	19,195,455	14,918,583
Cash in Hand	24.00	320,266	444,214
Fixed Deposit Receipt (FDR)	25.00	581,650,000	437,550,000
Total Property & Assets:		<u>1,697,064,504</u>	<u>1,641,598,889</u>

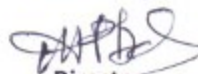
The annexed notes form 01 to 40, Annexure 01 to 04, "Form-AA" and "Form-XL" an integral part of these financial statements



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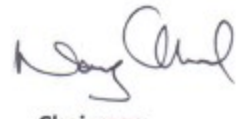
Managing Director



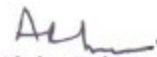
Director



Director



Chairman



Md. Abdur Rahman, FCA

Enrollment: 1439

Partner

Islam Quazi Shafique & Co.

Chartered Accountants

DVC: 2404031439AS658227

Place: Dhaka

Dated: 03 April 2024



Paramount Insurance Company Limited
Statement of Profit or Loss and Other Comprehensive Income
For the year ended December 31, 2023

Particulars	Notes	Amount in Taka	Amount in Taka
		2023	2022
Expenses of Management		8,162,355	9,071,117
(Not applicable to any fund or account)			
Advertisement & Publicity		532,671	542,043
Legal & Professional Fees		291,943	285,699
Audit Fees		248,250	686,250
Depreciation		5,148,356	5,622,727
Subscription & Donation		432,700	370,000
Gratuity Expenses		1,000,000	1,000,000
Registration & Renewal		508,435	564,398
Profit Before Tax		94,389,999	100,575,194
Income Tax Expenses		23,896,894	24,544,378
Current Tax	26.00	25,038,443	27,167,155
Deferred Tax	27.00	(1,141,549)	(2,622,777)
Profit/ (Loss) after tax during this year (Transferred to		70,493,105	76,030,816
Profit or Loss Appropriation Account)			
Total		102,552,354	109,646,312

Profit or Loss Appropriation Account
For the year ended 31 December, 2023

Particulars	Notes	Amount in Taka	Amount in Taka
		2023	2022
Reserve for Exceptional Losses	28.00	29,324,405	28,004,038
Income Tax (Arrear)		-	3,194,956
Dividend Paid		40,664,966	40,664,966
Balance at the end of the year as transferred to			
Statement of Financial Position	29.00	201,432,933	200,929,200
Total		271,422,304	272,793,160

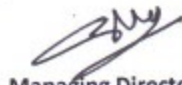
Other Comprehensive Income
For the year ended December 31, 2023

Particulars	Notes	Amount in Taka	Amount in Taka
		2023	2022
Earning per Share (EPS)	33.00	1.73	1.87

The annexed notes form 01 to 41, Annexure 01 to 03, "Form-AA" and "Form-XL" an integral part of these financial statements



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Managing Director



Director



Director



Chairman



Md. Abdur Rahman, FCA

Enrollment: 1439

Partner

Islam Quazi Shafique & Co.
Chartered Accountants

DVC: 2404031439AS658227

Place: Dhaka

Dated: 03 April 2024

Paramount Insurance Company Limited
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 31 December, 2023

Particulars	Notes	Amount in Taka	Amount in Taka
		2023	2022
Interest Received & Accrued	30.00	29,557,536	25,159,659
Profit/(Loss) Transferred from:		74,167,959	83,484,606
Fire Revenue Account		10,830,129	21,043,029
Marine Cargo Revenue Account		51,405,233	64,086,755
Marine Hull Revenue Account		(6,645,576)	(1,694,383)
Motor Revenue Account		13,452,555	(5,576,967)
Miscellaneous Revenue Account		5,125,618	5,626,173
Non Operating Income:		(1,173,142)	1,002,047
Profit /(Loss) on Investment in Shares		(2,167,728)	(897,164)
Profit on Sale of Car		-	220,648
Dividend Income		994,587	1,678,563
Total		102,552,354	109,646,312

Profit or Loss Appropriation Account

For the year ended 31 December, 2023

Particulars	Notes	Amount in Taka	Amount in Taka
		2023	2022
Balance brought forward from last year		200,929,200	196,762,344
Net Profit for the Year Transferred from Statement of Profit or Loss and other Comprehensive Income		70,493,105	76,030,816
Total		271,422,304	272,793,160

Other Comprehensive Income

For the year ended 31 December, 2023

Particulars	Notes	Amount in Taka	Amount in Taka
		2023	2022
Profit after tax		70,493,105	76,030,816
Other Comprehensive Income		492,372	(9,423,609)
Unrealized Profit/(Loss) on Share	31.00	492,372	(9,423,609)
Total Comprehensive Income		70,985,477	66,607,207


The annexed notes form 01 to 41, Annexure 01 to 03, "Form-AA" and "Form-XL" an integral part of these financial statements

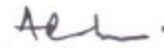

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Managing Director


Director


Director


Chairman


Md. Abdur Rahman, FCA
Enrollment: 1439
Partner
Islam Quazi Shafique & Co.
Chartered Accountants
DVC: 2404031439AS658227

Place: Dhaka
Dated: 03 April 2024



Paramount Insurance Company Limited

Consolidated Revenue Account

For the year ended 31 December, 2023

PARTICULARS	Amount in Taka						2022
	2023						
	Fire	Marine Cargo	Marine Hull	Motor	Misc.	Total	
Balance of Account at the Beginning of the Year :							
Reserve for Unexpired Risks	43,262,083	53,621,331	482,807	11,391,094	3,548,524	112,305,839	119,087,866
Premium Less Re-Insurance	152,218,218	108,910,093	3,985,245	21,081,295	7,049,198	293,244,049	280,040,384
Commission on Reinsurance Ceded	12,763,041	8,612,341	2,233,370	325,986	4,345,711	28,280,449	35,298,217
Service Charge	20,727	5,950	-	-	-	26,677	5,400
Total	208,264,069	171,149,714	6,701,422	32,798,375	14,943,433	433,857,014	434,431,866
Claims Under Policies Less Reinsurance	61,061,279	34,041,678	215,710	3,731,961	802,811	99,853,439	117,828,351
Paid during the year	63,455,492	24,385,913	215,710	5,613,961	302,811	93,973,887	64,758,849
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	27,768,135	27,064,022	-	24,575,500	500,000	79,907,657	74,028,105
Less: Outstanding at the end of previous year	30,162,348	17,408,257	-	26,457,500	-	74,028,105	20,958,603
Agency Commission	2,627,501	988,752	-	254,643	7,337	3,878,233	-
Expenses of Management	69,424,956	41,138,727	9,146,043	6,882,227	6,081,191	132,673,145	119,341,039
Insurance Stamp	2,910,343	-	-	44,470	14,368	2,969,181	1,162,553
Service Charge	522,574	11,287	-	-	82,004	615,865	278,170
Commission on R/I Acceptance	-	-	-	-	10,426	10,426	31,308
Reserve for unexpired risks being 40% of Fire, Marine Cargo, Motor & Miscellaneous and 100% of Marine Hull of the net premium income for the year	60,887,287	43,564,037	3,985,245	8,432,518	2,819,679	119,688,766	112,305,839
Profit/(Loss) Transferred to Profit or Loss Account	10,830,129	51,405,233	(6,645,576)	13,452,555	5,125,618	74,167,959	83,484,606
Total	208,264,069	171,149,714	6,701,422	32,798,375	14,943,433	433,857,014	434,431,866

The annexed notes form 01 to 41, Annexure 01 to 03, "Form-AA" and "Form-XL" an integral part of these financial statements

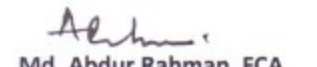

CFO


Managing Director


Director


Director


Chairman


Md. Abdur Rahman, FCA
Enrollment: 1439
Partner
Islam Quazi Shafique & Co.
Chartered Accountants
DVC: 2404031439AS658227

Place: Dhaka
Dated: 03 April 2024



Paramount Insurance Company Limited
Fire Insurance Revenue Account

For the year ended 31 December, 2023

Particulars	Amount in Taka	Amount in Taka
	2023	2022
Balance of Account at the Beginning of the Year	43,262,083	45,907,879
Premium Less Reinsurance	152,218,218	108,155,207
Commission on Reinsurance Ceded	12,763,041	19,063,994
Service Charge	20,727	100
Total	208,264,069	173,127,180
Claims Under Policies Less Reinsurance	61,061,279	50,836,190
Paid during the year	63,455,492	31,656,914
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	27,768,135	30,162,348
	91,223,627	61,819,262
Less: Outstanding at the end of previous year	30,162,348	10,983,072
Agency Commission	2,627,501	-
Expenses of Management	69,424,956	56,695,300
Service Charge	522,574	207,396
Insurance Stamp	2,910,343	1,083,183
Reserve for unexpired risks being 40% of the net premium income of the year	60,887,287	43,262,083
Profit/(Loss) Transferred to Statement of Profit or Loss and other Comprehensive Income	10,830,129	21,043,029
Total	208,264,069	173,127,180

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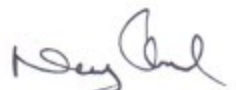
Managing Director



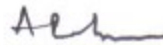
Director



Director



Chairman



Md. Abdur Rahman, FCA

Enrollment: 1439

Partner

Islam Quazi Shafique & Co.

Chartered Accountants

DVC: 2404031439AS658227

Place: Dhaka

Dated: 03 April 2024



Paramount Insurance Company Limited
Marine Cargo Insurance Revenue Account
For the year ended 31 December, 2023

Particulars	Amount in Taka	Amount in Taka
	2023	2022
Balance of Account at the Beginning of the Year	53,621,331	53,938,283
Premium Less Reinsurance	108,910,093	134,053,326
Commission on Reinsurance Ceded	8,612,341	9,780,950
Service charge	5,950	5,200
Total	171,149,714	197,777,759
Claims Under Policies Less Reinsurance	34,041,678	35,440,607
Paid during the year	24,385,913	20,469,882
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	27,064,022	17,408,257
	51,449,935	37,878,139
Less: Outstanding at the end of previous year	17,408,257	2,437,532
Agency Commission	988,752	-
Expenses of management	41,138,727	44,627,311
Service Charge	11,287	1,755
Reserve for unexpired risks being 40% of Marine Cargo	43,564,037	53,621,331
Profit/(Loss) Transferred to Statement of Profit or Loss and other Comprehensive Income	51,405,233	64,086,755
Total	171,149,714	197,777,759

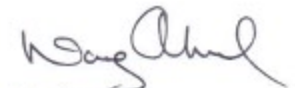
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CFO


Managing Director


Director


Director


Chairman


Md. Abdur Rahman, FCA
Enrollment: 1439
Partner
Islam Quazi Shafique & Co.
Chartered Accountants
DVC: 2404031439AS658227

Place: Dhaka
Dated: 03 April 2024

Paramount Insurance Company Limited

Marine Hull Insurance Revenue Account

For the year ended 31 December, 2023

Particulars	Amount in Taka	Amount in Taka
	2023	2022
Balance of Account at the Beginning of	482,807	446,050
Premium Less Reinsurance	3,985,245	482,807
Commission on Reinsurance Ceded	2,233,370	1,364,358
Total	6,701,422	2,293,215
Claims Under Policies Less Reinsurance	215,710	5,092
Paid during the year	215,710	5,092
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	-	-
	215,710	5,092
Less: Outstanding at the end of previous year	-	-
Agency Commission	-	-
Expenses of management	9,146,043	3,499,699
Service Charge	-	-
Reserve for unexpired risks being 100% of Marine Hull	3,985,245	482,807
Profit/(Loss) Transferred to Statement of Profit or Loss and other Comprehensive Income	(6,645,576)	(1,694,383)
Total	6,701,422	2,293,215


The annexed notes form 01 to 41, Annexure 01 to 03, "Form-AA" and "Form-XL" an integral part of these financial statements


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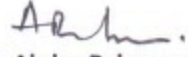

Managing Director


Director


Director


Chairman

Place: Dhaka
Dated: 03 April 2024


Md. Abdur Rahman, FCA
Enrollment: 1439
Partner
Islam Quazi Shafique & Co.
Chartered Accountants
DVC: 2404031439AS658227



Paramount Insurance Company Limited
Motor Insurance Revenue Account
For the year ended 31 December, 2023

Particulars	Amount in Taka	Amount in Taka
	2023	2022
Balance of Account at the Beginning of the Year	11,391,094	16,126,516
Premium Less Reinsurance	21,081,295	28,477,733
Commission on Reinsurance Ceded	325,986	366,145
Total	32,798,375	44,970,394
Claims Under Policies Less Reinsurance	3,731,961	31,404,094
Paid during the year	5,613,961	12,484,593
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	24,575,500	26,457,500
	30,189,461	38,942,093
Less: Outstanding at the end of previous year	26,457,500	7,537,999
Agency Commission	254,643	-
Expenses of management	6,882,227	7,685,745
Insurance Stamp	44,470	66,428
Reserve for unexpired risks being 40% of the net premium income of the year	8,432,518	11,391,094
Profit/(Loss) Transferred to Statement of Profit or Loss and other Comprehensive Income	13,452,555	(5,576,967)
Total	32,798,375	44,970,394

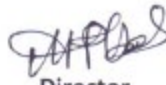
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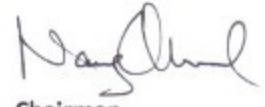
Managing Director



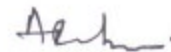
Director



Director



Chairman



Md. Abdur Rahman, FCA

Enrollment: 1439

Partner

Islam Quazi Shafique & Co.

Chartered Accountants

DVC: 2404031439AS658227

Place: Dhaka

Dated: 03 April 2024



Paramount Insurance Company Limited
Miscellaneous Insurance Revenue Account
For the year ended 31 December, 2023

Particulars	Amount in Taka	Amount in Taka
	2023	2022
Balance of Account at the Beginning of the Year	3,548,524	2,669,138
Premium Less Reinsurance	7,049,198	8,871,310
Commission on Reinsurance Ceded	4,345,711	4,722,770
Service charge	-	100
Total	14,943,433	16,263,319
Claims Under Policies Less Reinsurance	802,811	142,368
Paid during the year	302,811	142,368
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	500,000	-
	802,811	142,368
Less: Outstanding at the end of previous year	-	-
Agency Commission	7,337	-
Expenses of management	6,081,191	6,832,984
Service Charge	82,004	69,019
Insurance Stamp	14,368	12,943
Commission on R/I Acceptance	10,426	31,308
Reserve for unexpired risks being 40% of the net premium income of the year	2,819,679	3,548,524
Profit/(Loss) Transferred to Statement of Profit or Loss and other Comprehensive Income	5,125,618	5,626,173
Total	14,943,433	16,263,319

The annexed notes form 01 to 41, Annexure 01 to 03, "Form-AA" and "Form-XL" an integral part of these financial statements


CFO



Managing Director


Director


Director


Chairman

Place: Dhaka
Dated: 03 April 2024


Md. Abdur Rahman, FCA
Enrollment: 1439
Partner
Islam Quazi Shafique & Co.
Chartered Accountants
DVC: 2404031439AS658227



Paramount Insurance Company Limited
Statement of Changes In Shareholder's Equity

For the year ended 31 December, 2023

Particulars	Share Capital (Notes-36)	Reserve for Exceptional Loss	Investment Fluctuation Reserve	General Reserve	Revaluation Reserve (Surplus)	Amount in Taka	
						Profit or Loss, Appropriation Account	Total
Opening Balance as on 01-01-2023	406,649,660	197,506,964	22,587,626	500,000	221,422,155	200,929,199	1,049,595,604
Profit after tax during the year	-	-	-	-	-	70,493,105	70,493,105
Cash Dividend Paid	-	-	-	-	-	(40,664,966)	(40,664,966)
Current Period Result	-	29,324,405	492,373	-	-	(29,324,405)	492,373
Closing Balance as on 31-12-2023	406,649,660	226,831,369	23,079,999	500,000	221,422,155	201,432,933	1,079,916,116

Statement of Changes In Shareholder's Equity

For the year ended 31 December, 2022

Particulars	Share Capital (Notes-36)	Reserve for Exceptional Loss	Investment Fluctuation Reserve	General Reserve	Revaluation Reserve (Surplus)	Amount in Taka	
						Profit or Loss Appropriation Account	Total
Opening Balance as on 01-01-2022	406,649,660	169,502,927	32,011,235	500,000	221,422,155	196,762,344	1,026,848,321
Add. Prior adjustment	-	-	-	-	-	(3,194,956)	(3,194,956)
Restated Balance 01-01-2022	406,649,660	169,502,927	32,011,235	500,000	221,422,155	193,567,388	1,023,653,365
Profit after tax during the year	-	-	-	-	-	76,030,815	76,030,815
Cash Dividend Paid	-	-	-	-	-	(40,664,966)	(40,664,966)
Current Period Result	-	28,004,038	(9,423,609)	-	-	(28,004,038)	(9,423,609)
Closing Balance as on 31-12-2022	406,649,660	197,506,964	22,587,626	500,000	221,422,155	200,929,199	1,049,595,604

The annexed notes form 01 to 41, Annexure 01 to 03, "Form-AA" and "Form-XL" an integral part of these financial statements.


CFO


Managing Director


Director


Director


Chairman

Place: Dhaka

Dated: 03 April 2024



Md. Abdur Rahman, FCA

Enrollment: 1439

Partner

Islam Quazi Shafique & Co.

Chartered Accountants

DVC: 2404031439AS658227

Paramount Insurance Company Limited

Statement of Cash Flows

For the year ended 31 December, 2023

Sl No.	Particulars	Notes	Amount in Taka	Amount in Taka
			2023	2022
01.00	<u>Cash Flows From Operating Activities</u>			
	Collection from Premium & Other Income		518,173,403	584,491,576
	Payment for Management Expenses, Commission, Claim, Re-Insurance and Others		(425,438,294)	(417,050,542)
	Income Tax Paid		(30,119,763)	(38,986,732)
	Net Cash Flows From Operating Activities	35.00	62,615,345	128,454,301
02.00	<u>Cash Flows From Investing Activities</u>			
	Purchase of Non-Current Assets		(2,774,269)	(7,846,414)
	Disposal of Non-Current Assets		-	3,029,352
	Increase/(Decrease) in Assets under construction & other		117,261,667	(147,438,957)
	Increase/(Decrease) investment in share		(7,920,338)	14,741,600
	Interest Received		20,752,930	16,160,483
	Profit on Sale of car		-	220,648
	Investment Income (Sale Of Share)		(2,167,728)	(897,164)
	Dividend Received		994,587	1,678,563
	Net Cash Flows From Investing Activities		126,146,849	(120,351,890)
03.00	<u>Cash Flows from Financing Activities</u>			
	Unclaim Dividend		155,694	707,739
	Cash Dividend Paid		(40,664,966)	(40,664,966)
	Net Cash Flows from Financing Activities		(40,509,272)	(39,957,227)
	Net Cash In Flows (Outflows) (1+2+3)		148,252,922	(31,854,816)
	Opening Cash and Cash Equivalents		452,912,797	484,767,613
	Closing Cash and Cash Equivalents		601,165,720	452,912,797
	Net Operating Cash Flow Per Share (NOCFPS)	34.00	1.54	3.16

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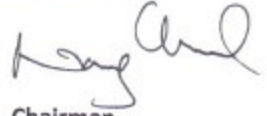
Managing Director



Director



Director



Chairman


Md. Abdur Rahman, FCA

Enrollment: 1439

Partner

Islam Quazi Shafique & Co.

Chartered Accountants

DVC: 2404031439AS658227

Place: Dhaka

Dated: 03 April 2024

Paramount Insurance Company Limited

Notes to the financial statements
As at & for the year ended 2023

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 2023 to 31 December 2023.

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 2023 & 2022 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 & Equipment	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	N/A
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 Equipment	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 2022 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:** The Company maintains contributory provident fund during the reported year.
- 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. 13,62,58,191 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	22,20,66,780	53.47	6,94,24,956	5,22,574	29,10,343	7,28,57,873
Marine Cargo	14,50,69,868	30.20	4,11,38,727	11287	-	4,11,50,014
Marine Hull	4,63,10,960	6.71	91,46,043	-	-	91,46,043
Motor	2,27,04,571	5.08	68,82,227	-	44,470	69,26,697
Miscellaneous	4,55,93,141	4.54	60,81,191	82,004	14,368	61,77,563
Total	48,17,45,321	100	13,26,73,145	6,15,865	29,69,181	13,62,58,191

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 2023-2024 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. 2,93,24,405 reserves for the year 2023. The balance to the account of December 31, 2023 stands at Tk. 22,68,31,369.

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 2023 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, 2023 have been stated below:

Sl. No.	Name of Related Parties	Relationship	Net Premium Tk.	Gross Premium Tk.	Claim Paid Tk.
01	M/S. Paramount Textile PLC.	Common Director/Sponsor	4,08,11,071	4,15,23,501	8,29,170
02	M/S. Paramount B-Track Energy Ltd.	Common Director/Sponsor	51,72,806	51,72,806	-
03	M/S. Paramount Holdings Ltd.	Common Director/Sponsor	7,50,000	8,62,500	-
04	Sunrise Chemical Industries LTD.	Common Director/Sponsor	23,867	27,599	-
Total			4,67,57,744	4,75,86,406	8,29,170

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 1st January to 31st December, 2023.

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	15,00,000	1,25,000	10% of Basic Salary	N/A	N/A	N/A
Mrs. Zharna Prul	Company Secretary	12,60,000	105,000	10% of Basic Salary	N/A	N/A	N/A

2.22 Unclaimed 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.

2.23 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, 2023.

2.24 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.

2.25 Contingent Liability

The company has the following contingent liabilities as on 31st December 2023.

Sl.	Submission Year	Assessment Year	Reference Number	VAT/ Tax /Other Amount	Remarks
1	2005	VAT	666/2005	2,343,287	Writ Petition is pending with High court & it is not settled till 03 April 2024.
2	2006	2004-2005	397/2006	10,408,652	The case is pending with High court & it is not settled till 03 April 2024.
3	2015	2012-2013	423/2015	6,928,241	Do
4	2016	2013-2014	31/2016	3,170,454	Do
5	2017	2014-2015	103/2017	3,296,033	Do
6	2018	2015-2016	1585/2018	4,096,589	Do
7	2019	2016-2017	431/2019	8,296,599	Do
Total Amount				3,85,39,855	

2.26 Branch Accounting

The company has 15 branches with no overseas branch as on December 31, 2023. Accounts of branch are maintained at Head office which is included in the accompanying financial statements.

2.27 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.

2.28 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 for the year ended 31 December 2023;
- ✓ Fire insurance revenue account for the year ended 31 December 2023;
- ✓ Motor insurance revenue account for the year ended 31 December 2023;
- ✓ Marine insurance revenue account for the year ended 31 December 2023;
- ✓ Miscellaneous insurance revenue account for the year ended 31 December 2023; and
- ✓ Notes to the financial statements and significant accounting policies

2.29 Management Responsibility

The Board of Directors (BOD) of the company is responsible for preparation and presentation of financial position for the year ended 31st December 2023.

2.30 Authorization date for issuing financial statements

The financial statements were authorized by the Board of Directors (BOD) on 3rd April 2024.

3.00 Share Capital Tk. 406,649,660

Particulars	Notes	Amount in Taka	Amount in Taka
		2023	2022
Issued Subscribed and Paid up Capital 4,06,64,966 Ordinary Shares of Tk. 10/- each.	3.02	406,649,660	406,649,660

3.01 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.

3.02 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
	2023	2022
Opening Balance	406,649,660	406,649,660
Closing Balance	<u>406,649,660</u>	<u>406,649,660</u>

Composition Of Share Holding

SHAREHOLDING STRUCTURE	2023		2022	
Sponsors	3.02 (a)	19,714,790 48.48%	17,244,813	42.41%
Public	3.02 (b)	20,950,176 51.52%	23,420,153	57.59%
Total		<u>40,664,966 100%</u>	<u>40,664,966</u>	<u>100%</u>

3.02(a) Shareholders (Sponsors including shareholder Director)

Class of Interval	2023				2022	
	No. of Shares	No. of Shareholders	Total Holdings %	% of Total Paid up	Total Holdings (No of share)	% of Total Paid up Capital
000001-1,00,000	18	1	0.00%	0.00%	-	-
100,001-500,000	-	-	0.00%	0.00%	-	0.00%
500,001-1000,000	5,617,619	4	28.49%	13.81%	3,147,660	7.74%
1000,001-1500,000	1,355,493	1	6.88%	3.33%	1,355,493	3.33%
1500,001-2,000,000	1,897,692	1	9.63%	4.67%	1,897,692	4.67%
2,000,001-2,500,000	-	-	0.00%	0.00%	-	0.00%
2,500,001-3,000,000	10,843,968	8	55.00%	26.67%	10,843,968	26.67%
Total	<u>19,714,790</u>	<u>14</u>	<u>100%</u>	<u>48.48%</u>	<u>17,244,813</u>	<u>42.41%</u>

3.02 (b) Public

Financial & Other Institutions (including ICB)	8,553,497	40.83%
General Public	12,396,679	59.17%
Total	<u>20,950,176</u>	<u>100%</u>

3.02(b)(i) Shareholders (Public)

Class Interval	2023				2022	
	No. of Shares	No. of Shareholders	Total Holdings	% of Total Paid up	Total Holdings (No of share)	% of Total Paid up Capital
01-500	406,881	2517	1.94%	1.00%	590,574	1.45%
501-5000	3,442,251	1950	16.43%	8.46%	5,165,601	12.70%
5001-10000	1,911,080	256	9.12%	4.70%	2,986,232	7.34%
10001-15000	980,947	77	4.68%	2.41%	1,348,656	3.32%
15001-20000	961,277	53	4.59%	2.36%	1,151,157	2.83%
20001-25000	580,425	25	2.77%	1.43%	631,485	1.55%
25001-30000	609,953	22	2.91%	1.50%	743,990	1.83%
30001-40000	825,614	23	3.94%	2.03%	1,042,569	2.56%
40001-50000	886,834	19	4.23%	2.18%	857,290	2.11%
50001-60000	224,308	4	1.07%	0.55%	564,925	1.39%
60001-70000	138,476	2	0.66%	0.34%	462,917	1.14%
70001-80000	303,115	4	1.45%	0.75%	374,923	0.92%
80001-90000	257,567	3	1.23%	0.63%	90,000	0.22%
90001-100000	189,884	2	0.91%	0.47%	187,200	0.46%
100001-120000	323,923	3	1.55%	0.80%	543,742	1.34%
120001-200000	1,635,811	10	7.81%	4.02%	793,721	1.95%
200001-400000	1,273,076	5	6.08%	3.13%	820,500	2.02%
400001-800000	1,218,000	2	5.81%	3.00%	1,488,201	3.66%
800001-4000000	4,780,754	3	22.82%	11.76%	3,576,470	8.79%
Total:	20,950,176	4980	100%	51.52%	23,420,153	57.59%

4.00 Reserve for Exceptional Losses Tk. 226,831,369

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	Amount in Taka
		2023	2022
Opening Balance		197,506,964	169,502,926
Add: Provision made during the year	4.01	29,324,405	28,004,038
Closing Balance		<u>226,831,369</u>	<u>197,506,964</u>

4.01 Calculation for current year provision Tk. 29,324,405

Reserve for Exceptional Losses on Net Premium	Net Premium Amount in Taka		%	At 10 % of Net Premium Amount in Taka	
	2023	2022		2023	2022
Fire Insurance Business	152,218,218	108,155,207	10%	15,221,822	10,815,521
Marin Insurance Business	112,895,338	134,536,134	10%	11,289,534	13,453,613
Motor Insurance Business	21,081,295	28,477,733	10%	2,108,130	2,847,773
Miscellaneous Insurance Business	7,049,198	8,871,310	10%	704,920	887,131
Total	<u>293,244,049</u>	<u>280,040,384</u>		<u>29,324,405</u>	<u>28,004,038</u>

5.00 Investment Fluctuation Reserve Tk. 23,079,999

This amount is consisted is as follows

Particulars	Notes	Amount in Taka	Amount in Taka
		2023	2022
Fair (Market) Value of share		88,957,590	80,544,879
Less: Cost Price of Share		65,877,590	57,957,253
Total		<u>23,079,999</u>	<u>22,587,626</u>

The details hereof are stated in Annexure-2

6.00 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
		2023	2022
Opening Balance		500,000	500,000
Add: Reserve made during the year		-	-
Closing Balance		500,000	500,000

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
		2023	2022
Opening Balance		221,422,155	221,422,155
Add/(Less): Prior year adjustment		-	-
Closing Balance		221,422,155	221,422,155

8.00 Premium Deposit

Tk. 87,811,261

The amount represents the adjusted balance of premium received against Marine Cargo Cover Notes for which policies have not been issued within December 31, 2023. This amount is consisted is as follows

Particulars	Amount in Taka	Amount in Taka
	2023	2022
Opening Balance	65,086,406	79,365,980
Add: Premium underwritten	405,177,637	402,666,353
	470,264,043	482,032,333
Less: Refund & Cancelled	4,129,100	4,748,999
	466,134,943	477,283,334
Less: Converted into Policy	378,323,682	412,196,928
Closing Balance	87,811,261	65,086,406

9.00 Estimated Liabilities in respect of outstanding claims whether due or intimated

Tk. 79,907,657

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
	2023	2022
Fire Insurance Account	27,768,135	30,162,348
Marine Insurance Account	27,064,022	17,408,257
Motor Insurance Account	24,575,500	26,457,500
Miscellaneous Insurance Account	500,000	-
Total	79,907,657	74,028,105

10.00 Unclaim Dividend Tk. 1,150,889

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
	2023	2022
2018 Fraction stock dividend	2,464	2,464
2019 Cash dividend	249,184	249,184
2019 Fraction stock dividend	26,058	26,058
2020 Fraction stock dividend	9,663	9,663
2021 Cash dividend	583,970	707,826
2022 Cash dividend	279,549	
Closing Balance	1,150,889	995,196

Noted that the company deposited unclaimed dividend Tk 277,706 for the financial year 2018 & 2019 to the Capital Market Stabilization Fund (CMSF) dated 03 March 2024.

11.00 Amount due to other persons or bodies carrying on Insurance Business Tk. 204,476,766

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

Particulars	Amount in Taka	Amount in Taka
	2023	2022
Resident (SBC)	204,476,766	202,100,557
Non Resident (Other)	-	-
Closing Balance	204,476,766	202,100,557

12.00 Sundry Creditors Tk. 18,580,804

This amount is consisted is as follows

Particulars	Notes	Amount in Taka	Amount in Taka
		2023	2022
Received against Stamp Duty		2,837,584	6,958,368
VAT Collected on premium		86,914	-
VAT Others		-	-
Source of Tax		34,474	-
Bills Payable	12.01	13,432,423	20,460,650
Reserve for Gratuity	12.02	2,189,409	1,265,659
Total		18,580,804	28,684,677

12.01 Bills Payable Tk. 13,432,423

This amount is consisted is as follows

Particulars	Amount in Taka	Amount in Taka
	2023	2022
Salaries & Allowances	9,017,332	6,304,870
VAT (December-2023)	2,001,452	1,416,644
Audit Fee (Including special audit and Statuary Audit Fee 2023)	770,000	770,000
Special Adhesive Ins. Stamp	-	10,803,662
Stationery	-	41,850
Employer's contribution in PF	69,895	63,800
Refundable Premium	1,448,463	857,584
Refundable Stamp duty	35,798	
Vat on Office Rent	89,483	82,240
Canteen Expenses	-	120,000
Total	13,432,423	20,340,650

12.02 Reserve for Gratuity

2,189,409

This represents the aggregate sum of reserve, made Tk 1000,000 as lump sum amount for this year 2023 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
	2023	2022
Opening Balance	1,265,659	582,159.00
Add: Addition for this year	1,000,000	1,000,000.00
	2,265,659	1,582,159
Less: Adjustment (Paid during this year)	76,250	316,500
Closing Balance	2,189,409	1,265,659

13.00 Income Tax Provision

Tk. 61,136,316

This amount is consisted is as follows

Particulars	Amount in Taka	Amount in Taka
	2023	2022
Opening Balance	63,265,028	83,660,419
Add. Prior Year Adjustment (Income Tax 2021)	-	3,194,956
Restated Balance as on 01 January 2022	63,265,028	86,855,375
Add: Provision for this year	25,038,443	27,167,155
	88,303,471	114,022,530
Less: Adjustment during this year	27,167,155	50,757,502
Closing Balance	61,136,316	63,265,028

This amount is consisted is as follows

Accounting Year	Tax Assessment Year	Amount in Taka	Amount in Taka
		2023	2022
2014	2015-2016	17,675,645	17,675,645
2015	2016-2017	18,422,229	18,422,229
2022	2023-2024	-	27,167,155
2023	2024-2025	25,038,443	-
Total	Note:26	61,136,316	63,265,028

The details hereof are stated in Note-26

14.00 Deferred Tax Liabilities

44,395,929

Particulars	Amount in Taka	Amount in Taka
	2023	2022
Deferred tax liabilities at the end of the year	44,395,929	45,537,478

The details hereof are stated in Annexure-4

15.00 Property, Plant & Equipment Tk. 620,678,627

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

Particulars	Amount in Taka	Amount in Taka
	2023	2022
A. Cost		
Opening Balance	404,156,287	401,921,919
Add: Addition During the year	2,774,269	7,846,414
Less: Sale Adjustment	-	5,612,046
	<u>406,930,556</u>	<u>404,156,287</u>
B. Revaluation		
Opening Balance	260,496,652	260,496,652
Add: Addition During the year	-	-
Less: Sale Adjustment	-	-
	<u>260,496,652</u>	<u>260,496,652</u>
C. Accumulated Depreciation		
Opening Balance	41,600,225	38,560,191
Add: Charge During the year	5,148,356	5,622,727
Less: Adjustment	-	2,582,694
	<u>46,748,581</u>	<u>41,600,225</u>
WDV of Property, Plant & Equipment (A+B-C)	<u>620,678,627</u>	<u>623,052,714</u>

*Details Fixed Assets & Depreciation are Shown in the (Annexure-1)

16.00 Building Under Construction Tk. 84,507,615

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
	2023	2022
Opening Balance	81,769,282	54,330,325
Add: Addition during the Year	2,738,333	27,438,957
Closing Balance	<u>84,507,615</u>	<u>81,769,282</u>

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 10 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
	2023	2022
7.09% 10 years BGTB (Purchased in 2017, Issued '2016)	9,000,000	9,000,000
5.82% 10 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
Total	<u>25,000,000</u>	<u>25,000,000</u>

18.00 Investment in Shares & Securities Tk. 88,957,590

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, 2023.

Particulars	Amount in Taka	Amount in Taka
	2023	2022
Investment in listed companies	88,957,590	80,544,879
Total	<u>88,957,590</u>	<u>80,544,879</u>

19.00 Interest Accrued but not due Tk. 26,196,742

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
	2023	2022
Bangladesh Govt. Treasury Bond (BGTB)	463,608	377,208
Fixed Deposit Receipt (FDR)	25,733,134	17,014,928
Total	26,196,742	17,392,136

20.00 Premium Control Account Tk. 20,949,926

This amount is consisted is as follows

Particulars	Amount in Taka	Amount in Taka
	2023	2022
Fire	-	-
Marine Cargo (Bank Guarantee)	20,949,926	15,668,157
Motor	-	-
Miscellaneous	-	-
Total	20,949,926	15,668,157

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

21.00 Advance, Deposits & Prepayments Tk. 84,578,454

This amount is consisted is as follows

Particulars	Amount in Taka	Amount in Taka
	2023	2022
Advance against Office Rent	511,500	757,500
Advance against Salary	5,158,500	2,048,000
Security Deposits	1,647,218	1,326,320
Advance for Website design & Development	50,000	50,000
Advance for Land Purchase	-	120,000,000
Advance against Insurance Claim	9,100,000	22,735,000
Advance against Income Tax	68,111,236	65,158,628
Misc. Advance	-	170,000
Total	84,578,454	212,245,448

21.01 Advance against Income Tax Tk. 68,111,236

Particular	Amount in Taka	Amount in Taka
	2023	2022
Opening Balance	65,158,628	76,929,398
Add. Paid During the year (Income year 2023)		
Accounting year		Assesment year
2021		2022-23
2022		2023-24
2023		2024-25
	95,278,391	116,004,930
Less. Adjustment (Year Ending- 2022)	27,167,155	50,846,302
Closing Balance	68,111,236	65,158,628

22.00 Amount due from other persons or bodies carrying on insurance business Tk. **142,478,452**

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

Particulars	Amount in Taka	Amount in Taka
	2023	2022
Opening Balance	130,780,113	117,834,780
Add: Net receivable from Public Sector Business (PSB) - on 3 rd & 4 th Qtrs of 2022 and 1 st & 2 nd Qtrs of 2023	11,704,924	12,901,018
Sub-Total	142,485,037	130,735,798
Add: Net Receivable on Re-Insurance (RI) Misc. Accepted	(6,585)	44,315
Closing Balance	142,478,452	130,780,113

23.00 Cash at Bank Tk. **19,195,455**

The make-up of the sum is as follows

Particulars	Amount in Taka	Amount in Taka
	2023	2022
CD Account (Under 5 account of different Bank)	9,192,864	3,510,623
STD Account (Under 5 account of different Bank)	10,002,591	11,407,961
Total	19,195,455	14,918,583

The Bank balance were confirmed and reconciled with Bank statements.

24.00 Cash in Hand & BO Account Tk. **320,266**

A. Cash in hand

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
	2023	2022
Head Office	62,816	96,663
Gulshan Branch	10,023	22,372
Kawran Bazar Branch	33,038	27,220
Motijheel Branch	842	4,175
Agrabad Branch	6,990	7,841
Khulna Branch	94,375	106,777
Rangpur Branch	13,512	8,660
Bogra Branch	12,338	11,935
Jessore Branch	6,304	3,584
Naogaon Branch	10,866	7,029
Kushtia Branch	13,334	5,673
Dinajpur Branch	4,194	4,979
Meherpur Branch	12,649	7,048
Noapara Branch	8,096	6,159
Comilla Branch	7,584	-
	296,961	320,114

B. Cash at BO Account

Quayum Securities	2,936	3,616
IDLC Securities	20,369	120,483
	23,305	124,099
Total A+B	320,266	444,214

25.00 Fixed Deposit Receipt (FDR) Tk. **581,650,000**

The make-up of the sum is as follows

Particulars	Amount in Taka	Amount in Taka
	2023	2022
Opening Balance	437,550,000	428,550,000
Add: Addition during the year	224,100,000	141,500,000
	661,650,000	570,050,000
Less: Encashed during the year	80,000,000	132,500,000
Closing Balance	581,650,000	437,550,000

The details hereof are stated in Annexure-3



26.00 Computation of current tax

Tk. 25,038,443

Amount in Taka

Particulars	Taxable Income		Rate of Percentage	Tax Provision	
	2023	2022		2023	2022
Taxable Income					
Income from business or profession	36,681,199	46,409,450	37.50%	13,755,449	17,403,544
Interest income from FDR & STD Accounts	29,557,536	25,159,659	37.50%	11,084,076	9,434,872
Investment Income (profit on Sale of share)	(2,167,728)	(897,164)	10.00%	-	(89,716)
Profit on Sale of Car	-	220,648	37.50%	-	82,743
Dividend Income	994,587	1,678,563	20.00%	198,917	335,713
Total	65,065,594	72,571,156		25,038,443	27,167,155

Taxable Income:

Amount in Taka

Particulars	Notes No.	Taxable Income	Exempted (Exceptional loss & Dividend Income)	Taxable Income	
				2023	2022
Income from business or profession,	26.01	66,005,604	29,324,405	36,681,199	46,409,450
Interest income from BGTB, FDR & STD Accounts		29,557,536	-	29,557,536	25,159,659
Investment Income (profit on Sale of share)		(2,167,728)	-	(2,167,728)	(897,164)
Profit on Sale of Car		-	-	-	220,648
Dividend Income		994,587	-	994,587	1,678,563
Total		94,389,999	29,324,405	65,065,594	72,571,156

26.01 Income from Business or profession:

Tk. 66,005,604

Particulars	Amount in Taka	Amount in Taka
	2023	2022
Gross Profit	94,389,999	100,575,194
Less: Other Income	-	-
Less: Interest income from FDR & STD Accounts	29,557,536	25,159,659
Less: Investment Income (profit on Sale of Share)	(2,167,728)	(897,164)
Less: Profit on Sale of Car	-	220,648
Less: Dividend Income	994,587	1,678,563
Total	66,005,604	74,413,489

27.00 Computation of Deferred Tax

Tk. (1,141,549)

Particulars	Amount in Taka	Amount in Taka
	2023	2022

Deferred tax expenses/(income) during the year recognised in profit & loss Account (1,141,549) (2,622,777)

The details hereof are stated in Annexure-3

28.00 Reserve for Exceptional Losses

Tk. 29,324,405

Reserve for Exceptional Losses on Net Premium	Net Premium		%	At 10 % of Net Premium	
	Amount in Taka			Amount in Taka	
	2023	2022		2023	2022
Fire Insurance Business	152,218,218	108,155,207	10%	15,221,822	10,815,521
Marin Insurance Business	112,895,338	134,536,134	10%	11,289,534	13,453,613
Motor Insurance Business	21,081,295	28,477,733	10%	2,108,130	2,847,773
Miscellaneous Insurance Business	7,049,198	8,871,310	10%	704,920	887,131
Total	293,244,049	280,040,384		29,324,405	28,004,038

29. Revenue Accounts

The Summarized position of Net Underwriting Profit earned during the year 2023 is as follows.

PARTICULARS	2023					2022
	FIRE	MARINE	MOTOR	MISCELL-ANEIOUS	TOTAL	
A. Gross Premium (Including PSB Business)	222,066,780	191,380,829	22,704,571	45,593,141	481,745,321	508,434,621
B. Re-Insurance Premium Ceded	69,848,562	78,485,491	1,623,275	38,543,943	188,501,271	228,394,238
C. Net Premium (A-B)	152,218,218	112,895,338	21,081,295	7,049,198	293,244,049	280,040,384
DIRECT EXPENSES:						
D. Commission (Net)	(10,135,540)	(9,856,959)	(71,343)	(4,327,948)	(24,391,791)	(35,266,909)
E. Claim Settled and Provided (Net)	61,061,279	34,257,388	3,731,961	802,811	99,853,439	117,828,351
F. Management Expenses (including service charge & stamp expenses)	72,837,147	50,290,107	6,926,697	6,177,563	136,231,514	120,776,362
G.Total Direct Expenses (D+E+F)	123,762,885	74,690,536	10,587,316	2,652,425	211,693,162	203,337,804
H. Adjusted Fund Balance for unexpired risk (Opening balance less closing balance)	17,625,204	(6,554,856)	(2,958,576)	(728,845)	7,382,928	(6,782,027)
Net Underwriting Profit (C-G+H)	10,830,129	44,759,657	13,452,555	5,125,618	74,167,959	83,484,606
COMMISSION (NET):						
Commission Paid on Direct Business	2,627,501	988,752	254,643	7,337	3,878,233	-
Commission Paid on Re-Insurance Accepted	-	-	-	10,426	10,426	31,308
Less: Commission earned or Re-Insurance Ceded	12,763,041	10,845,711	325,986	4,345,711	28,280,449	35,298,217
Net Commission	(10,135,540)	(9,856,959)	(71,343)	(4,327,948)	(24,391,791)	(35,266,909)
CLAIMS SETTLED (NET):						
Gross Claim	97,275,833	53,442,989	7,799,080	2,328,475	160,846,377	70,208,253
Less: Re-Insurance Claim Recovery	33,820,341	28,841,365	2,185,119	2,025,665	66,872,490	5,795,714
Paid during the year	63,455,492	24,601,623	5,613,961	302,811	93,973,887	64,412,540
Add: Outstanding claim at the end of the year whether due or intimated	27,768,135	27,064,022	24,575,500	500,000	79,907,657	74,028,105
	91,223,627	51,665,645	30,189,461	802,811	173,881,544	138,440,645
Less: Outstanding claim at the end of the previous year	30,162,348	17,408,257	26,457,500	-	74,028,105	20,958,603
Claim Settled and Provided (Net)	61,061,279	34,257,388	3,731,961	802,811	99,853,439	117,482,042
	2023	2022				
Net Profit for the year and its Appropriation :						
Underwriting Profit as per Revenue Accounts	74,167,959	83,484,606				
Interest Income	29,557,536	25,159,659				
Investment & Other Income	(1,173,142)	1,002,046				
	102,552,354	109,646,311				
Less: Expenses of Management (Not applicable to any Fund or Account)	8,162,355	9,071,117				
Gross Profit	94,389,998	100,575,194				
Less: Income Tax Expenses	25,038,443	27,167,155				
	69,351,555	73,408,038				
Less: Deffered Tax Expenses/ (Benefit)	(1,141,549)	(2,622,777)				
Profit after tax during this year	70,493,104	76,030,816				
Less: Reserve for Exceptional Losses:	29,324,405	28,004,038				
	41,168,699	48,026,778				
Less Provision for Arrear Income Tax	-	3,194,956				
	41,168,699	44,831,822				
Less. Dividend Paid	40,664,966	40,664,966				
	503,733	4,166,856				
Add. Surplus Brought Forward	200,929,200	196,762,344				
Surplus Carried forward	201,432,933	200,929,199				

30.00 Interest Received & Accrued Tk. 29,557,536

The make-up of the sum is as follows

Particulars	Notes	Amount in Taka	Amount in Taka
		2023	2022
Bank Interest on STD.		453,574	481,106
Interest on FDR		27,184,742	22,845,733
Interest on BGTB		1,919,220	1,832,820
Total		29,557,536	25,159,659

31.00 Unrealized Profit/(loss) on share Tk. 492,372

The make-up of the sum is as follows

Particulars	Notes	Amount in Taka	Amount in Taka
		2023	2022
Fair (Market) Value of share		88,957,589	80,544,879
Less: Cost Price of Share		65,877,590	57,957,253
Unrealized Profit/(loss) on share		23,079,999	22,587,626
Less: Opening Balance		22,587,626	32,011,235
Profit/(loss) on share		492,372	(9,423,609)

The details hereof are stated in Annexure-2

32.00 Net Assets Value per Shares (NAV) Tk. 26.56

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.

Particulars	Notes	Amount in Taka	Amount in Taka
		2023	2022
a) Total Shareholders Equity		1,079,916,116	1,049,595,604
b) Number of ordinary shares	36.00	40,664,966	40,664,966
Net Assets Value per Shares (NAV) (a/b)		26.56	25.81

NAV per share increased due to increase in Reserve for Exceptional Losses & Investment Fluctuation Reserve 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. 1.73

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 per share has been adjusted. The calculation of EPS is stated below:

Particulars	Notes	Amount in Taka	Amount in Taka
		2023	2022
Net Profit after Tax	33.01	70,493,105	76,030,816
Number of Shares	36.00	40,664,966	40,664,966
Earning per Shares (EPS)		1.73	1.87

EPS has been decreased during this year compared with the same period of previous year due to decrease in underwriting profit & increase in loss realized from sale of share

33.01 Net Profit After Tax Tk. 70,493,105

The make up of this sum is as follows:

Particulars	Amount in Taka	Amount in Taka
	2023	2022
Net Profit /(Loss) Before Tax	94,389,999	100,575,194
Less: Income Tax Expenses	25,038,443	27,167,155
Less: Deferred Tax Expenses/ (Benefit)	(1,141,549)	(2,622,777)
Net Profit /(Loss) After Tax	70,493,105	76,030,816

34.00 Net Operating Cash Flow Per Shares (NOCFPS)

Tk. 1.54

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.

Particulars	Amount in Taka		
	2023	2022	
a) Net Cash Flows From Operating Activities	35.00	62,615,345	128,454,302
b) Number of ordinary shares	36.00	40,664,966	40,664,966
Net Operating Cash Flow Per Shares (NOCFPS) (a/b)		1.54	3.16

NOCFPS has been decreased due to decrease in premium income & other income like commission income from Re-Insurance Ceded premium also increase in management expenses & claim payment expenses 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	
	2023	2022
Net Profit/(Loss) (As per statement of profit or loss and other Comprehensive income)	70,493,105	73,408,039
Adjustment to Reconcile net profit to net cash provided by operating activities		
Non Cash and Non Operating Items :		
Depreciation	5,148,356	5,622,727
Provision for current Income Tax & Deferred Tax	23,896,894	27,167,155
Profit on other Income (Interest, Share & Dividend & Profit on Sale of car)	(28,384,395)	(26,161,705)
	71,153,960	80,036,216
Changes in Operating Accruals:		
(Increase)/Decrease Amount due from other persons or bodies	(11,698,339)	(12,945,333)
Increase/(Decrease) Stamp in Hand	(492,713)	(210,736)
Increase/(Decrease) Stock of printing & stationery	174,697	(108,760)
(Increase)/Decrease Advance, Deposit and Prepayment	(19,500,161)	(22,928,192)
(Increase)/Decrease Premium Control Account	(5,281,769)	14,419,035
Increase/(Decrease) Deposit Premium	22,724,855	(14,279,574)
Increase/(Decrease) Outstanding Claims	5,879,552	53,069,502
Increase/(Decrease) Amount due to other persons or bodies	2,376,209	40,129,142
Increase/(Decrease) Sundry Creditors	(10,103,873)	(1,944,971)
Increase/(Decrease) In Balance of Fund	7,382,927	(6,782,027)
Net Cash Provided by Operating Activities	(8,538,615)	48,418,086
Net Cash Flows from Operating Activities	62,615,345	128,454,302

36.00 Number of share

Particulars	Amount in Taka	
	2023	2022
Number of share at the beginning of the year	40,664,966	40,664,966
Add. Bonus share issued	-	-
Number of share outstanding	40,664,966	40,664,966

Total number of share outstanding 4,06,64,966 as on 31st December 2023 with face value Tk. 10.

37.00 Board Meeting

During the year 2023 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 183 employees engaged during the year 2023, No employee have received salary below minimum salary per month and 183 employees received more than minimum salary 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 03rd April 2024 has recommended 10% cash Dividend amounting TK 40,664,966 for the year 2023 out of the surplus subject to approval of the shareholders in the ensuing annual general meeting.

41.00 Approval of Financial Statements by Board of Director. The BOD had Approved the Financial Statements on April 03, 2024.



Paramount Insurance Company Ltd.
Property, plant & equipment

As at 31 December, 2023

ANNEXURE-1
Amount in Taka

Sl. No.	Particulars	Cost				Rate of Dep.	Depreciation			WDV As on 31-12-2023
		As on 01-01-2023	Sale Adjustment	Addition during the year	Total as on 31-12-2023		As on 01-01-2023	Adjustment	Charged during the year	
	A. Cost									
1	Land	337,755,142	-	-	337,755,142		-	-	-	337,755,142
2	Motor Vehicles	35,204,809	-	642,544	35,847,353	20%	-	3,671,038	20,842,825	15,004,528
3	Furniture & Fixtures	10,951,736	-	83,800	11,035,536	10%	-	199,844	9,231,375	1,804,161
4	Office equipments	1,329,130	-	-	1,329,130	20%	-	58,465	1,095,265	233,865
5	Office Decoration	3,938,462	-	99,800	4,038,262	10%	-	125,607	2,887,560	1,150,702
6	Telephone Installation	2,094,864	-	5,650	2,100,514	20%	-	12,412	2,047,480	53,034
7	Electrical Installation	1,206,006	-	-	1,206,006	20%	-	56,910	978,362	227,644
8	Sign Board	263,188	-	31,300	294,488	10%	-	14,705	159,994	134,494
9	Air Conditioner	2,776,371	-	690,814	3,467,185	20%	-	186,683	2,473,186	993,999
10	Computer	5,927,535	-	302,861	6,230,396	30%	-	548,858	4,840,676	1,389,720
11	Software Installation	2,651,210	-	812,500	3,463,710	20%	-	258,746	2,148,060	1,315,650
12	Website design & Development	57,834	-	105,000	162,834	20%	-	15,088	43,797	119,037
	Sub Total	404,156,287	-	2,774,269	406,930,556		-	5,148,356	46,748,581	360,181,975
	B. Revaluation									
13	Land	260,496,652	-	-	260,496,652		-	-	-	260,496,652
	Sub Total	260,496,652	-	-	260,496,652		-	-	46,748,581	620,678,627
	Balance as on 31.12.2023 (A+B)	664,652,939	-	2,774,269	667,427,208		-	5,148,356	46,748,581	620,678,627
	Balance as on 31.12.2022	662,418,571	5,612,046	7,846,414	664,652,939		2,582,694	5,622,727	41,600,225	623,052,714



Paramount Insurance Company Ltd.

Investment in Shares & Securities

For the year ended 31 December 2023

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 31-12-2023	Total Market Price as on 31-12-2023	Investment fluctuation reserve
01.	AARANET	5,000	83.29	416,453	51.30	256,500	(159,953)
02.	BEXIMCO	4,800	140.14	672,692	115.60	554,880	(117,812)
03.	FORTUNE	25,200	75.94	1,913,724	75.70	1,907,640	(6,084)
04.	IPDC	26,200	55.27	1,447,951	57.60	1,509,120	61,169
05.	ORYZA AGRO	1,277,500	15.67	20,018,081	15.90	20,312,250	294,169
06.	PTL	836,587	49.50	41,408,690	77.00	64,417,199	23,008,509
Total				65,877,590		88,957,590	23,079,999

Paramount Insurance Company Ltd.
Statement of Fixed Deposit Receipt (FDR)
For the year ended 31 December 2023

ANNEXURE-3

Name of the Bank	Amount in Taka	Amount in Taka
	31-12-2023	31-12-2022
Islami Bank (BD) Ltd	38,000,000	29,000,000
Sonali Bank Ltd.	2,500,000	2,500,000
IFIC Bank Ltd	3,500,000	5,500,000
Uttara Bank Ltd.	4,000,000	3,000,000
Agrani Bank Ltd.	24,500,000	20,500,000
Al-Arafa Islami Bank Ltd.	22,700,000	18,700,000
The City Bank Ltd	1,500,000	500,000
Eastern Bank Ltd.	6,500,000	4,500,000
Janata Bank Ltd.	4,000,000	4,000,000
Prime Bank Ltd	3,000,000	4,000,000
National Bank Ltd.	13,200,000	7,200,000
AB Bank Ltd.	12,500,000	11,500,000
Basic Bank Ltd.	1,000,000	1,000,000
Bangladesh Krishi Bank	2,000,000	1,000,000
Dhaka Bank Ltd.	11,900,000	1,000,000
Dutch Bangla Bank Ltd.	1,000,000	1,000,000
National Credit & Commerce Bank Ltd.	11,000,000	7,000,000
Bangladesh Development Bank	5,500,000	5,500,000
Bangladesh Commerce Bank	1,000,000	1,000,000
Rajshahi Krishi Unnayan Bank Ltd.	1,000,000	1,000,000
BRAC Bank Ltd.	1,500,000	3,000,000
Pubali Bank Ltd.	20,500,000	13,500,000
Rupali Bank Ltd.	3,000,000	4,000,000
Mercantile Bank Ltd.	8,500,000	13,500,000
United Commercial Bank Ltd.	52,500,000	2,000,000
First Security Bank Ltd.	28,300,000	14,500,000
One Bank Ltd.	10,000,000	9,000,000
Social Islami Bank Ltd.	17,500,000	17,500,000
Southeast Bank Ltd.	4,000,000	3,000,000
Shahjalal Bank Ltd.	11,700,000	3,700,000
Premier Bank Ltd.	16,500,000	16,500,000
Jamuna Bank Ltd.	5,500,000	8,500,000
Mutual Trust Bank Ltd.	4,000,000	2,000,000
EXIM Bank Ltd.	6,500,000	5,500,000
Bank Asia Ltd.	26,000,000	22,000,000
Standard Bank Ltd.	2,000,000	2,000,000
Meghna Bank Ltd.	5,500,000	7,000,000
Midland Bank Ltd.	11,000,000	-
NRB Bank Ltd.	-	4,000,000
South BanglaAgricultural & Com. Bank Ltd	22,450,000	22,450,000
Lanka Bangla Finance	4,000,000	3,500,000
Midas Finance Ltd.	1,000,000	1,000,000
NRB Commercial Bank Ltd.	17,900,000	12,500,000
Modhumoti Bank Ltd.	3,000,000	3,000,000
IPDC Finance	-	1,000,000
United Finance	1,000,000	1,000,000
Community Bank BD Ltd	126,500,000	111,500,000
Islami Finance & Investment	1,000,000	1,000,000
Total	581,650,000	437,550,000

Paramount Insurance Company Ltd.
Calculation of Deferred Tax
As at & for the year ended 31 Decembr,2023

ANNEXURE-4

Particulars	Amount in Taka	
	2023	2022
A. Deferred tax expenses/(income) recognised in profit or loss and other comprehensive income except land:		
Accounting base written down Value	22,426,833	24,800,920
Tax base written down Value	15,321,123	14,525,873
Taxable temporary difference for written down value	7,105,710	10,275,047
Provision for gratuity fund	1,000,000	1,000,000
Total taxable temporary difference	8,105,710	11,275,047
Provident fund payable	69,895	63,800
Deductible temporary difference	69,895	63,800
Total taxable/(deductible) temporary difference	8,035,815	11,211,247
Tax Rate @ 37.5%	37.50%	37.50%
Deferred tax liabilities/(assets) excluding investment fluctuation reserve & Revaluation Surplus on land at the end of the year(1):	3,013,431	4,204,218
Investment Fluctuation Reserve	23,079,999	22,587,626
Tax Rate @ 10%	10%	10%
Deferred tax liabilities/(assets) on Investment fluctuation reserve at the at the end of the year (2)	2,308,000	2,258,763
Deferred tax liabilities/(assets) at the end of the year (1+2)	5,321,431	6,462,980
Closing Deferred tax liabilities	5,321,431.00	6,462,980
Less: Opening Deferred Tax Liability	6,462,980	9,085,757
Deferred tax expenses/(income) during the year recognised in profit & loss Account	(1,141,549)	(2,622,777)
B. Deferred tax expenses/(income) recognised in Other Comprehensive income on revaluation surplus of land:		
Carrying value of revaluation Surplus on land	260,496,652	260,496,653
Tax Base value	-	-
Taxable temporary difference	260,496,652	260,496,653
tax rate	15%	15%
Deferred tax liabilities/(assets) at the end of the year	39,074,498	39,074,498
Closing Deferred tax liabilities	39,074,498	39,074,498
Less: Opening deferred tax liability	39,074,498	39,074,498
Deferred tax expenses/(income) recognised in other income on revaluation surplus of Land	-	-
C Total Deferred tax liabilities/(assets) at the end of the year (A+B) as shown in the statement of financial position	44,395,929	45,537,478

Paramount Insurance Company Limited
FORM-AA
Classified Summary of Assets at 31 December, 2023

Class of Assets	Amount in Taka	
	Book Value	Remarks
Non Current Assets :	819,143,832	
Fixed Assets (at cost less depreciation)	620,678,627	Depreciated Value
Building under construction	84,507,615	Book Value
Investment:	113,957,590	
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	88,957,590	Fair Value
Current Assets :	877,920,673	
Amount due from other persons or bodies carrying on insurance business	142,478,452	Book Value
Cash and Cash Equivalents	601,165,720	Realizable Value
Interest accrued but not due	26,196,742	Realizable Value
Advance, Deposits & Prepayments	84,578,454	Book Value
Premium Control Account	20,949,926	Book Value
Stock of Printing and Stationery	1,224,474	At cost
Stamp in hand	1,326,904	At Actual
Total Property & Assets:	<u>1,697,064,504</u>	


The annexed notes form 01 to 41, Annexure 01 to 03, "Form-AA" and "Form-XL" an integral part of these financial statements


CFO



Managing Director


Director


Director


Chairman

Place: Dhaka
Dated: 03 April 2024


Md. Abdur Rahman, FCA
Enrollment: 1439
Partner
Islam Quazi Shafique & Co.
Chartered Accountants
DVC: 2404031439AS658227

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 2023

Amount in Taka

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	222,066,780	-	69,848,562	152,218,218	2,627,501	-	12,763,041	(10,135,540)	97,275,833	-	33,820,341	63,455,492
MARINE CARGO	145,069,868	-	36,159,776	108,910,093	988,752	-	8,612,341	(7,623,589)	26,481,936	-	2,096,023	24,385,913
MARINE HULL	46,310,960	-	42,325,715	3,985,245	-	-	2,233,370	(2,233,370)	26,961,052	-	26,745,342	215,710
MOTOR	22,704,571	-	1,623,275	21,081,295	254,643	-	325,986	(71,343)	7,799,080	-	2,185,119	5,613,961
MISC.												
OTHER THAN MOTOR	45,563,353	29,788	38,543,943	7,049,198	7,337	10,426	4,345,711	(4,327,948)	2,302,529	25,947	2,025,665	302,811
TOTAL :	481,715,533	29,788	188,501,271	293,244,049	3,878,233	10,426	28,280,449	(24,391,791)	160,820,431	25,947	66,872,490	93,973,887

CFO

Managing Director

Director

Director

Chairman



Place: Dhaka
Dated: 03 April 2024

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