

**AUDITOR'S REPORT
AND
FINANCIAL STATEMENTS
OF
SENA KALYAN INSURANCE COMPANY LIMITED**
For the year ended 31 December, 2021

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Independent Auditor's Report To the Shareholders of Sena Kalyan Insurance Company Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Sena Kalyan Insurance Company Limited (the Company), which comprise the Balance Sheet (Statement of Financial Position) as at 31 December 2021, the Profit and Loss Account (Statement of Profit or Loss and Other Comprehensive Income), Profit and Loss Appropriation Account, related Revenue Accounts, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

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

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, 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.

Premium Income

Net general insurance premiums comprise the retention amount of premiums received for the whole period of policy.

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. At year end of 2021, the total net premium income of BDT 276,456,566 (2020: BDT 297,678,171). See Form-XL to the financial statements.

Our responses to the risks

With respect to Premium income in respect of various types of insurance we carried out the following procedures:

- 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 reinsurance was done and whether that re insurance premium was deducted from the gross premium.
- Assessed the appropriateness and presentation of disclosures in accordance with relevant accounting standards, Insurance Act 1938 (as amended in 2010), Insurance Rules, 1958 and other applicable rules and regulations and regulatory guidelines.

Estimated liability in respect of outstanding claims whether due or intimated and claim payment

This account represents the claim due or intimated from the insured and involves significant management judgment and risk of understatement. In extreme scenario this item may have going concern implications for the company. See Note no 7 to the financial statements

Our responses to the risks

We tested the design and operating effectiveness of controls around the due and intimated claim recording process.

We additionally carried out the following substantive testing's around this item:

- 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 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 and challenged their assumptions where appropriate.
- Reviewed the claim committee meeting minutes about decision about impending 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.

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. The Annual Report is expected to be made available to us after the date of this auditor's report.

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.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the board of directors of the Company.

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

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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



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

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

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

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

Report on other Legal and Regulatory Requirements

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



- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) In our opinion, proper books of accounts, records and other statutory books as required by law have been kept by the Company so far as it appeared from our examinations of those books;
- c) The Company management has followed relevant provisions of laws and rules in managing the affairs of the Company and proper books of accounts, records and other statutory books have been properly maintained and (where applicable) proper returns adequate for the purposes of our audit have been received from branches not visited by us;
- d) As per section 63(2) of the Insurance Act 2010, in our opinion to the best of our knowledge and belief an according to the information and explanation given to us, all expenses of management wherever incurred and whether incurred directly or indirectly, in respect of insurance business of the company transacted in Bangladesh during the year under report have been duly debited to the related Revenue Accounts and the Statement of Comprehensive Income of the Company;
- e) We report that to the best of our information and as shown by its books, the company during the year under report has not paid any person any commission in any form, outside Bangladesh in respect of any its business re-insured abroad;
- f) The Statement of Financial Position, Statement of Comprehensive Income, Profit and Loss Appropriation Account, related Revenue Accounts, Statement of Changes in Equity and Statement of Cash Flows of the Company together with the annexed notes dealt with by the report are in agreement with the books of account and returns; and
- g) The expenditure was incurred for the purpose of the Company's business.

Estd. 1974



Howlader Mahfel Huq, FCA
ICAB Enrolment No. 105
Managing Partner
Mahfel Huq & Co.
Chartered Accountants
Firm Reg. No. : P-46323
DVC: 2204240105AS299868
Dhaka, 20 April, 2022

Sena Kalyan Insurance Company Limited

Balance Sheet (Statement of Financial Position)

As at 31 December, 2021

Capital and Liabilities	Notes	Amount in Taka	
		31 December, 2021	31 December, 2020
Authorised Capital			
100,000,000 Ordinary shares of Tk.10/- each		1,000,000,000	1,000,000,000
Issued, Subscribed and Paid-up Capital			
40,000,000 Ordinary share of Tk. 10/- each fully paid up	3.00	400,000,000	240,000,000
Reserve or Contingency Accounts			
Reserve for Exceptional Losses	4.00	275,815,487	197,792,882
Investment Fluctuation Fund	4.02	428,468	408,894
Profit and Loss Appropriation Account	4.03	72,129,358	68,001,646
Total shareholders equity		748,373,312	506,203,422
Balance of Funds and Accounts			
Fire insurance business	5.00	34,612,677	22,189,660
Marine insurance business		50,103,565	31,863,664
Motor insurance business		10,384,170	21,173,428
Miscellaneous insurance business		30,864,877	99,974,709
Premium Deposits	6.00	2,036,478	31,531,973
Liabilities and Provisions			
Estimated liabilities in respect of outstanding claims whether due or intimated	7.00	270,985,114	121,385,581
Amounts due to other persons or bodies carrying on insurance business	8.00	91,454,050	18,366,339
Provision for Income tax	9.00	74,267,974	63,550,084
Deferred Tax Liability	9.02	1,508,516	1,008,328
Lease Liability	10.01	14,426,582	21,057,835
Provision for WPPF		5,799,060	5,711,282
Sundry Creditors	10.00	46,995,870	34,275,835
Total liabilities		633,438,931	472,088,716
Total Shareholders Equity and Liabilities		1,381,812,243	978,292,139

Sena Kalyan Insurance Company Limited

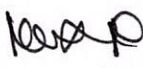
Balance Sheet (Statement of Financial Position)

As at 31 December, 2021


Assets and Properties	Notes	Amount in Taka	
		31 December, 2021	31 December, 2020
Non-Current Assets		139,205,667	102,810,901
Property, Plant and Equipment	11.00	34,018,492	22,316,641
Investment in BGTB	12.01	81,091,675	51,217,510
Right of Use (RoU) Assets	12.02	15,003,062	21,571,514
Deferred Tax Assets	12.03	9,092,438	7,705,236
Current Assets		113,690,912	81,984,278
Investment in Shares	12.04	24,346,241	13,049,137
Accrued Interest	13.00	18,636,906	19,249,869
Amount due from other persons or bodies carrying on insurance business	14.00	-	-
Sundry Debtors (Including advances, deposits and prepayments)	15.00	70,238,658	49,352,695
Stationary and forms in hand		265,943	206,358
Stamps in hand		203,165	126,219
Cash and Cash Equivalents		1,128,915,663	793,496,960
Fixed Deposits: (FDR's)	16.01	978,813,739	711,640,471
SND Accounts	16.02	72,024,082	66,989,559
Current Accounts	16.02	75,626,347	14,844,176
Cash in hand	16.03	66,391	20,252
Brokerage Balance		2,385,104	2,502
Total Assets and Properties		1,381,812,243	978,292,139
Net Asset Value per share (NAV)	21.01	26.99	21.09

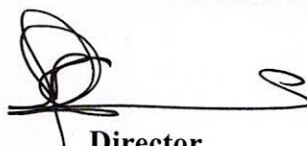
The accompanying notes form an integral part of these financial statements.


Company Secretary


Chief Financial Officer



Chief Executive Officer


Director


Director


Chairman


Signed as per our annexed report of even date.

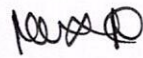

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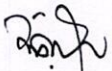
Sena Kalyan Insurance Company Limited
Profit and Loss Account
(Statement of Profit or Loss and other Comprehensive Income)
For the year ended 31 December, 2021


Particulars	Notes	Amounts in Taka	
		31 December, 2021	31 December, 2020
Profit / (loss) Transferred from		80,985,987	66,824,517
Fire Insurance Revenue Account		11,635,184	(12,434,358)
Marine Insurance Revenue Account		40,329,904	27,351,434
Motor Insurance Revenue Account		16,144,679	37,882,536
Misc. Insurance Revenue Account		12,876,220	14,024,905
Interest, Dividend and Rents (Not applicable to any fund or account)			
Interest received and Dividend Income	17.00	45,149,089	54,108,941
Other Income	18.00	9,192,261	4,114,708
Total		135,327,337	125,048,166
Expenses of management (Not applicable to any particular fund or account)			
Advertisement and Publicity		147,074	562,547
Directors fees		-	101,200
Donation, Levy and Subscription		600,000	833,000
Audit fees		814,444	250,000
Legal, Professional and Rating Fees		119,444	103,500
Registration and Renewal Fees		784,702	722,691
IPO Expenses		5,859,208	-
Depreciation		5,087,749	2,538,305
		13,547,085	5,111,243
Profit Before WPPF & Tax		121,780,251	119,936,923
Provision for WPPF		5,799,060	5,711,282
Profit Before Tax		115,981,192	114,225,641
		9,830,876	19,949,981
Income Tax Expenses	9.01	10,717,890	20,837,411
Deferred Tax (Income)/Expense	9.03	(887,014)	(887,429)
Balance for the year carried to profit and loss appropriation account		106,150,316	94,275,660
Total		135,327,337	125,048,166
Other Comprehensive Income			
Gain/(loss) from Fair Value Changes of Investment in Shares	4.02	428,468	408,894

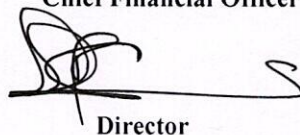
The accompanying notes form an integral part of these financial statements.


Company Secretary


Chief Financial Officer

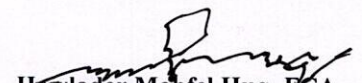

Chief Executive Officer


Director


Director


Chairman

Signed as per our annexed report of even date.

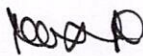

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Sena Kalyan Insurance Company Limited
Profit and Loss Appropriation Account
For the year ended 31 December, 2021

Particulars	Notes	Amounts in Taka	
		31 December, 2021	31 December, 2020
Balance Brought Forward from previous year		68,001,646	55,778,209
Balance transferred from profit and loss account		106,150,316	94,275,660
Total		174,151,962	150,053,869
		102,022,604	82,052,223
Reserve for Exceptional losses	4.01	78,022,604	58,052,223
Cash Dividend paid		24,000,000	24,000,000
Balance transferred to balance sheet		72,129,358	68,001,646
Total		174,151,962	150,053,869
Earnings Per Share (EPS)	22.01	3.83	3.93

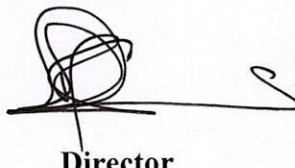
The accompanying notes form an integral part of these financial statements.


Company Secretary


Chief Financial Officer

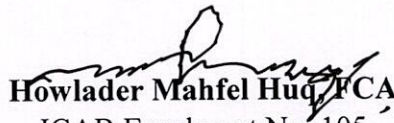

Chief Executive Officer


Director


Director


Chairman

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Dhaka, 20 April, 2022

Sena Kalyan Insurance Company Limited

Statement of Changes in Equity

For the year ended 31 December, 2021


Particulars	Share Capital	Reserve for Exceptional Losses	Investment Fluctuation Fund	Retained Earnings	Total
Balance As at 1 January, 2021	240,000,000	197,792,882	408,894	68,001,646	506,203,422
IPO Fund	160,000,000				160,000,000
Net Profit after tax for the year	-	-		106,150,316	106,150,316
Reserve for Exceptional losses	-	78,022,604		(78,022,604)	-
Cash Dividend paid	-	-		(24,000,000)	(24,000,000)
Fluctuation Fund Adjustment			19,574		19,574
Balance As at 31 December, 2021	400,000,000	275,815,487	428,468	72,129,358	748,373,312

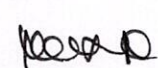
Board of Directors proposed 12% cash dividend for the year 2021 subject to approval of shareholders of the company in its forthcoming 9th Annual General Meeting.

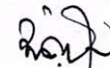
For the year ended December 31, 2020

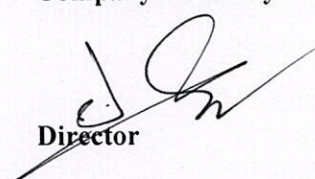
Particulars	Share Capital	Reserve for Exceptional Losses	Investment Fluctuation Fund	Retained Earnings	Total
Balance as at 1 January, 2020	240,000,000	139,740,659	(1,104,091)	55,778,209	434,414,777
Net Profit after tax for the year	-	-	-	94,275,660	94,275,660
Reserve for Exceptional losses	-	58,052,223	-	(58,052,223)	-
Cash Dividend paid for 2019	-	-	-	(24,000,000)	(24,000,000)
Fluctuation Fund Adjustment	-	-	1,512,985	-	1,512,985
Balance as at 31 December, 2020	240,000,000	197,792,882	408,894	68,001,646	506,203,422


The accompanying notes form an integral part of these financial statements.



Company Secretary


Chief Financial Officer


Chief Executive Officer


Director


Director


Chairman

Signed as per our annexed report of even date.

Dhaka, 20 April, 2022

Sena Kalyan Insurance Company Limited

Statement of Cash Flows

For the year ended 31 December, 2021


PARTICULARS	Notes	Amounts in Taka	
		31 December, 2021	31 December, 2020
Cash flows from operating activities			
Collection from premium & Sundry Income	24.01	846,647,393	655,595,684
Payment for management expenses, Re-insurance & Claims	24.02	(580,418,847)	(408,623,809)
Income tax paid	15.01	(19,714,784)	(25,256,345)
Net cash flows from operating activities		246,513,763	221,715,530
Cash flows from investing activities			
Acquisition of fixed assets	11.00	(17,888,966)	(5,670,391)
Sales of Fixed Assets	18.01	3,340,000	1,640,000
Investment made in share & Treasury bond	24.03	(41,151,696)	(32,198,008)
Net cash used in investing activities		(55,700,662)	(36,228,399)
Cash flows from financing activities			
Cash dividend paid		(15,577,481)	(24,000,000)
IPO Fund		160,000,000	-
Loan from Sena Kalyan Sangstha		183,084	709,009
Total cash flows from financing activities		144,605,603	(23,290,991)
Net increase in cash & Cash equivalents during the year		335,418,703	162,196,140
Opening cash & Cash equivalents at beginning of the year		793,496,960	631,300,820
Closing cash & Cash equivalents at end of the year		1,128,915,663	793,496,960
Net Operating Cash Flows Per Share (NOCFPS)	23.00	8.89	9.24


The accompanying notes form an integral part of these financial statements.


Company Secretary


Chief Financial Officer


Chief Executive Officer


Director


Director


Chairman

Signed as per our annexed report of even date.

Dhaka, 20 April, 2022


Sena Kalyan Insurance Company Limited

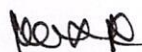
Consolidated Revenue Account

For the year ended 31 December, 2021

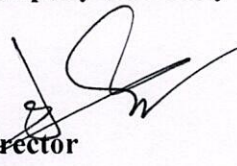
Particulars	Notes	Amounts in Taka	
		31 December, 2021	31 December, 2020
Balance of account at the beginning of the year			
Reserve for Unexpired risk		175,201,461	137,058,034
Premium, Less Re insurance		276,456,566	297,678,171
Commission on Re insurance		37,805,895	27,697,255
Total		489,463,922	462,433,460
Claim under policies less Re-Insurance		163,414,074	102,931,906
Paid during the year		13,814,541	21,332,839
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	7.00	270,985,114	121,385,581
Less: Outstanding at the end of the previous year		(121,385,581)	(39,786,514)
		245,063,861	292,677,037
Agency Commission	19.00	22,295,783	33,722,747
Expense for management	20.01	96,802,788	83,752,829
Reserve for unexpired risk being 40% of fire, Marine Cargo, Motor & Misc. and 100% of Marine Hull & Aviation Premium Income of the year	5.00	125,965,289	175,201,461
Profit Transferred to Profit & Loss account		80,985,987	66,824,517
Total		489,463,922	462,433,460

The accompanying notes form an integral part of these financial statements.


Company Secretary


Chief Financial Officer



Chief Executive Officer


Director


Director


Chairman

Signed as per our annexed report of even date.


Howlader Mahfel Huq, FCA
ICAB Enrolment No. 105
Managing Partner
Mahfel Huq & Co.
Chartered Accountants
Firm Reg. No: P-46323
DVC: 2204240105AS299868

Dhaka, 20 April, 2022


Sena Kalyan Insurance Company Limited

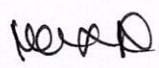
Fire Insurance Revenue Account


For the year ended 31 December, 2021

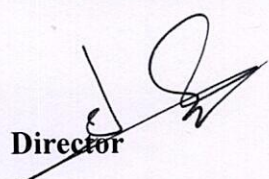
Particulars	Notes	Amounts in Taka	
		31 December, 2021	31 December, 2020
Balance of account at the beginning of the year			
Reserve for Unexpired risk		22,189,660	23,155,738
Premium, Less Re insurance		86,531,692	55,474,149
Commission on Re insurance		16,812,241	15,087,324
Total		125,533,593	93,717,211
Claim under policies less Re-Insurance		53,007,055	51,809,753
Paid during the year		(1,009,090)	2,583,827
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	7.00	126,873,737	72,857,592
Less: Outstanding at the end of the previous year		(72,857,592)	(23,631,666)
		60,891,355	54,341,816
Agency Commission	19.00	6,051,046	14,079,888
Expense for management	20.01	20,227,632	18,072,268
Reserve for unexpired risk being 40% of fire Premium Income of the year	5.00	34,612,677	22,189,660
Profit Transferred to Profit and Loss account		11,635,184	(12,434,358)
Total		125,533,593	93,717,211

The accompanying notes form an integral part of these financial statements.


Company Secretary


Chief Financial Officer


Chief Executive Officer


Director


Director


Chairman

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Howlader Mahfel Huq, FCA

ICAB Enrolment No. 105

Managing Partner

Mahfel Huq & Co.

Chartered Accountants

Firm Reg. No: P-46323

DVC: 2204240105AS299868


Dhaka, 20 April, 2022

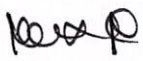
Sena Kalyan Insurance Company Limited
Marine Insurance Revenue Account

For the year ended 31 December, 2021

Particulars	Notes	Amounts in Taka	
		31 December, 2021	31 December, 2020
Balance of account at the beginning of the year			
Reserve for Unexpired risk		31,863,664	16,992,399
Premium, Less Re insurance		111,689,301	70,143,321
Commission on Re insurance		4,549,623	4,882,825
Total		148,102,588	92,018,545
Claim under policies less Re-Insurance		33,067,727	6,129,538
Paid during the year		11,298,781	779,691
Total estimated liability in respect of outstanding claims at the end of the year whether due or	7.00	35,662,489	13,893,543
Less: Outstanding at the end of the previous year		(13,893,543)	(8,543,696)
		74,704,957	58,537,573
Agency Commission	19.00	7,938,290	13,103,342
Expense for management	20.01	16,663,101	13,570,567
Reserve for unexpired risk being 40% of Marine Cargo and 100% of Marine Hull Premium Income of the year	5.00	50,103,565	31,863,664
Profit Transferred to Profit and Loss account		40,329,904	27,351,434
Total		148,102,588	92,018,545

The accompanying notes form an integral part of these financial statements.


Company Secretary


Chief Financial Officer



Chief Executive Officer


Director


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Howlader Mahfel Huq, FCA
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Managing Partner
Mahfel Huq & Co.
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DVC: 2204240105AS299868

Dhaka, 20 April, 2022

Sena Kalyan Insurance Company Limited

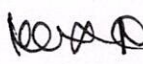
Motor Insurance Revenue Account

For the year ended 31 December, 2021

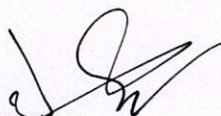
Particulars	Notes	Amounts in Taka	
		31 December, 2021	31 December, 2020
Balance of account at the beginning of the year			
Reserve for Unexpired risk		21,173,428	22,537,114
Premium, Less Re insurance		25,960,426	52,933,570
Commission on Re insurance		-	-
Total		47,133,854	75,470,684
Claim under policies less Re-Insurance		16,641,874	6,842,182
Paid during the year		2,809,099	2,555,657
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	7.00	25,592,300	11,759,525
Less: Outstanding at the end of the previous year		(11,759,525)	(7,473,000)
		14,347,301	30,745,966
Agency Commission	19.00	646,171	1,932,926
Expense for management	20.01	3,316,960	7,639,612
Reserve for unexpired risk being 40% of Motor Premium Income of the year	5.00	10,384,170	21,173,428
Profit Transferred to Profit & Loss account		16,144,679	37,882,536
Total		47,133,854	75,470,684

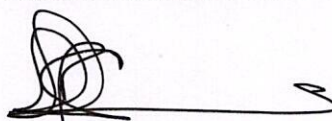
The accompanying notes form an integral part of these financial statements.


Company Secretary


Chief Financial Officer

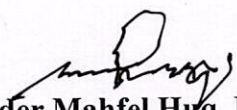

Chief Executive Officer


Director


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Mahfel Huq & Co.
Chartered Accountants
Firm Reg. No: P-46323
DVC: 2204240105AS299868

Dhaka, 20 April, 2022

Sena Kalyan Insurance Company Limited
Miscellaneous Insurance Revenue Account

For the year ended 31 December, 2021

Particulars	Notes	Amounts in Taka	
		31 December, 2021	31 December, 2020
Balance of account at the beginning of the year			
Reserve for Unexpired risk		99,974,709	74,372,783
Premium, Less Re insurance		52,275,146	119,127,131
Commission on Re insurance		16,444,031	7,727,106
Total		168,693,886	201,227,020
Claim under policies less Re-Insurance		60,697,417	38,150,433
Paid during the year		715,750	15,413,664
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	7.00	82,856,588	22,874,921
Less: Outstanding at the end of the previous year		(22,874,921)	(138,152)
		95,120,249	149,051,683
Agency Commission	19.00	7,660,276	4,606,591
Expense for management	20.01	56,595,096	44,470,383
Reserve for unexpired risk being 40% of Misc. and 100% of Aviation Premium Income of the year	5.00	30,864,877	99,974,709
Profit Transferred to Profit & Loss account		12,876,220	14,024,905
Total		168,693,886	201,227,020

The accompanying notes form an integral part of these financial statements.



Company Secretary


Chief Financial Officer


Chief Executive Officer


Director


Director


Chairman

Signed as per our annexed report of even date.


Howlader Mahfel Huq, FCA.

ICAB Enrolment No. 105

Managing Partner

Mahfel Huq & Co.

Chartered Accountants

Firm Reg. No: P-46323

DVC: 2204240105AS299868

Dhaka, 20 April, 2022

Sena Kalyan Insurance Company Limited

Form AA

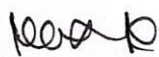
Classified Summary of Assets

For the year ended 31 December, 2021

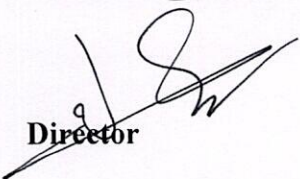
Sl. No	Class of Assets	2021		Remarks
		Book value	Market Value	
1	Statutory Deposit with Bangladesh Bank (10 years period Bangladesh Government Treasury Bonds)	81,091,675	81,091,675	Not quoted in Market
2	Fixed Deposit, SND Account and other Bank Balances	1,128,849,272	1,128,849,272	Realizable value
3	Cash in hand	66,391	66,391	Realizable value
4	Interest Accrued but not due	18,636,906	18,636,906	Realizable value
5	Property, Plant & Equipment at cost less depreciation	34,018,492	34,018,492	Cost Less depreciation
6	Investment in Shares	23,917,774	24,346,241	Market Value
7	Right of Use (RoU) Assets	15,003,062	15,003,062	Realizable value
8	Deferred Tax Assets	9,092,438	9,092,438	Realizable value
9	Sundry Debtors including advance deposit & prepayments	70,238,658	70,238,658	Realizable value
10	Stamp in Hand	265,943	265,943	Cost
11	Stationary and forms in hand	203,165	203,165	Cost
Total		1,381,383,775	1,381,812,243	

The accompanying notes form an integral part of these financial statements.


Company Secretary


Chief Financial Officer


Chief Executive Officer


Director


Director


Chairman

Signed as per our annexed report of even date.

Dhaka, 20 April, 2022

Sena Kalyan Insurance Company Limited

Notes to The Financial Statements

For the year ended December 31, 2021

1.00 Background of the company

Sena Kalyan Insurance Company Limited ('the company') was incorporated as a Public Limited Company by shares under the Companies Act, 1994 on 3rd September, 2013 and obtained permission for commencement of insurance business from the Insurance Development & Regulatory Authority (IDRA), Government of the Peoples Republic of Bangladesh, with effect from 10th September, 2013 for carrying out non-life insurance business.

Sena Kalyan Insurance Company Limited is a subsidiary Company of Sena Kalyan Sangstha (SKS) that holds 23,999,994 shares out of 40,000,000 shares of the Company and the balance 16,000,000 shares are held by Public and Institution of taka 10 each fully paid up.

1.01 Address of registered office and place of business of the company

The Head office of the Company is at SKS Tower (12th Floor), 7, VIP Road, Mohakhali, Dhaka-1206, Bangladesh which is also the registered office of the Company. The operation of the company is being carried out through its 6 branches located in different divisions of Bangladesh.

1.02 Principal activities of the company

The Principal activity of the Company is to offer general insurance products that include fire insurance, marine hull and cargo insurance, aviation insurance, motor insurance and miscellaneous insurance. These insurances provide protection against damage to policy holder's assets if damage occurs from risk covered by policy. Premium income is primary source of revenue for this insurance business.

1.03 Date of Financial Statements authorized for issue

Financial Statement of the company for the year ended December 31, 2021 were authorized by the Board for issue on 20 April, 2022 in accordance with a resolution of the Board of Directors of the company.

1.04 Geographical area of operation

The Company carries its insurance business activities through six branches, throughout the

2.00 Basis of Presenting Financial Statements Significant Accounting Policies & Relevant Information

2.01 Basis of preparation

The Financial Statements have been prepared on going concern and accrual basis under the historical cost convention. The preparation and presentation of the financial statements and the disclosure of information have been made in accordance with International Financial Reporting Standards (IFRSs) and the requirements of the Insurance Act 1938 (as amended in 2010), the Insurance Rules 1958 and in conformity the Companies Act 1994, the Securities and Exchange Rules 1987, and other applicable laws & regulations in Bangladesh.

The Statement of financial position has been prepared in accordance with the regulations as contained in Part-I of the First Schedule and as per Form "A" as set forth in Part-II of that Schedule. Statement of Profit or Loss and other Comprehensive Income and Profit and Loss Appropriation Account has been prepared in accordance with the regulations contained in Part-I of the second schedule and as per Form "B" & "C" as set forth in Part-II of that Schedule respectively of Insurance Act, 1938. Revenue Account of each class of general insurance business has been prepared in accordance with the regulations as contained in Part-I of the Third Schedule and as per form "F" as set forth in Part-II of that Schedule of the Insurance Act, 1938 (as amended in 2010). The classified summary of the assets has been prepared in accordance with Form "AA" as set forth in Part-II of the aforesaid Act. The cash Flow Statement has been included as per requirements of the Securities and Exchange Commissions Rules 1987 as well as per guideline of IAS-7.

2.02 Reporting Period

Financial statements of the Company cover one calendar year from 01 January 2021 to December 31, 2021.

2.03 Going Concern

The accompanying financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business without significant fluctuation in value. The accompanying financial statements do not include any adjustments, which indicate that Sena Kalyan Insurance Company Limited be unable to continue as a going concern.

Challenges posed by COVID-19

Due to Second wave COVID-19 number of people affected rapidly from April 2021. However, Government take various steps to handle the impact. The management is constantly assessing the impact of COVID-19 on the business.

2.04 Structure, content and presentation of financial statements

Being the general purpose financial statements, the presentation of these financial statements is in accordance with the guidelines provided by Insurance Act 1938 (as amended 2010) and International Accounting Standard 1: Presentation of Financial Statements. A complete set of financial statements comprise:

- a) Balance sheet as at 31 December 2021;
- b) Profit and Loss Account for the year ended 31 December 2021;
- c) Profit and Loss Appropriation Account for the year ended 31 December 2021;
- d) Statement of Changes in Equity for the year ended 31 December 2021;
- e) Statement of cash flows for the year ended 31 December 2021;
- f) Consolidated Revenue Account for the year ended 31 December 2021;
- g) Fire Insurance Revenue Account for the year ended 31 December 2021;
- h) Marine Insurance revenue Account for the year ended 31 December 2021;
- i) Motor Insurance Revenue Account for the year ended 31 December 2021;
- j) Miscellaneous Insurance Revenue Account for the year ended 31 December 2021; and
- k) Notes to the Financial Statements

The Board of Directors is responsible for preparing and presentation the financial statements, who has approved and authorized the issue of the financial statements.

2.05 Application of International Financial Reporting Standards (IAS/IFRS)

The Accounting and Financial Reporting Standards that are applicable/not applicable for the financial statements for the year under review, include the following:

IAS 1	Presentation of Financial Statements	*
IAS 7	Statement of Cash Flows	Applied
IAS 8	Accounting Policies, Changes in Accounting Estimates and Errors	Applied
IAS 10	Events after the Reporting Period	Applied
IAS 12	Income Taxes	Applied
IAS 16	Property, Plant and Equipment	Applied
IAS 19	Employee Benefits	Applied
IAS 24	Related Party Disclosures	Applied
IAS 26	Accounting and Reporting by Retirement Benefit Plans	Applied
IAS 32	Financial Instruments: Presentation	*
IAS 33	Earning per Share	Applied
IAS 34	Interim Financial Reporting	Applied
IAS 36	Impairment of Assets	Applied
IAS 37	Provisions, Contingent Liabilities and Contingent Assets	Applied
IAS 38	Intangible Assets	Applied
IAS 40	Investment Property	Applied
IFRS 4	Insurance Contracts	*
IFRS 5	Non-currents assets held for sale and discontinued operation	Applied
IFRS 7	Financial Instruments: Disclosure	*
IFRS 8	Operating Segment	Applied
IFRS 9	Financial Instruments	*
IFRS 13	Fair Value Measurement	Applied
IFRS 16	Lease	Applied

* The management of Sena Kalyan Insurance Company Limited has followed the principles of IAS & IFRS consistently in the preparation of the financial statements to that extent as applicable to Insurance Company. Some of the standards have not been complied with, about which IDRA has special guideline.

2.06 Functional and presentation currency

The financial statements are expressed in Bangladesh Currency (Taka/ Tk.), which is both functional and reporting currency of the Company.

2.07 Use of estimates and judgements

Preparation of financial statement requires management to make judgement, estimates and assumptions that affect the application of accounting policies and reported amounts of asset, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future period affected.

2.08 Materiality and Agregation

Each material item considered by management significant has been presented separately in the financial statement. No amount has been set off unless Sena Kalyan Insurance Company Ltd. has legal right to set off the amounts and intends to settle on a net basis. Income and Expenses are presented on a net basis only when permitted by relevant accounting standards.

2.09 Comparative information

Comparative information has been disclosed in respect of the period ended 31 December 2021 for all numerical data in the financial statements and also for the narrative and descriptive information when it is relevant for better understanding of the current year's financial statements. Prior year figures have been restated, reclassified and rearranged whenever considered necessary to ensure comparability with the current period.

2.10 Property, Plant and Equipment

a. Recognition and measurement

Property, Plant and Equipment are recognized if it is probable that future economic benefits associated with the asset will flow to the Company and cost of the asset can be measured reliably. Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses.

Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the asset to a working condition for its intended use and the cost of dismantling and removing the items and restoring the site on which they are located.

Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment. If sale of any revalued assets, the relevant amount included in the revaluation reserve will be transferred to retained earnings.

b. Subsequent cost

The cost of enhancement of an item of property, plant and equipment is recognized as separate asset 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. All other expenditures are charges to profit and loss account during the year in which they incur.

c. Depreciation

Depreciation has been charged on Property, Plant and Equipment of the Company on the basis of reducing balance method at rates varying from 10% to 20% depending on the estimated useful life of the assets. Depreciation on newly acquired Assets during the year has been charged of the date of acquisition of fixed assets. The annual depreciation at different rates as under:

Category of Assets	Rate of Depreciation
1. Furniture and Fixtures	10%
2. Motor Vehicles	20%
3. Office Equipment's	15%
4. Cookeries and Cutleries	15%
5. Office Decoration	10%
6. Computer and IT Equipment	10%
7. Mobile and Telephone Set	10%
8. Air Conditioner	20%

d. Sale price of fixed assets

Sale price of fixed assets are determined on the basis of fair value of the assets. Gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between sales proceeds and carrying amount of the asset and is recognized in profit or loss account as per provision of IAS 16.

2.11 Intangible assets

Intangible assets (Software) acquired separately are measured on initial recognition at cost and are carried at cost less accumulated amortization and accumulated impairment losses, if any. These are amortized on reducing balance method at 10%. Subsequent expenditure on software assets is capitalized only when it increases the future economic benefits in the specifications to which it relates. All other expenditure is treated as expense as incurred.

2.12 Impairment of assets

If recoverable amount is less than carrying amount, the carrying amount of asset is reduced to its recoverable amount. This reduction is an impairment loss. An impairment loss is recognized as an expense in financial statement.

2.13 Valuation of Assets

The value of all assets as at 31 December 2021 has been shown in the Balance Sheet and in the classified summary of assets on "Form AA" annexed, which has been reviewed and the said assets have been set forth in the Balance Sheet on amounts at their respective book value which in the aggregate do not exceed their aggregate market value.

2.14 Investment

Company has several financial assets such as share, FDR, Government securities & Bond etc. Initially shares are recorded at fair value plus transaction cost. A separate Fund called Investment Fluctuation fund, which consists of unrealized gain/ loss is shown in the liability side of Balance Sheet. Dividend Income on such share is recognized in Profit and Loss Account (Statement of Profit and Loss and other comprehensive income) when right to receive the dividend is established. On the other hand, securities are initially recorded at cost. Interest income on such securities is recognised using effective interest rate as per IFRS 9.

2.15 Investments of Assets

The Section 41 of Insurance Act, 2010 has always been complied by the company.

2.16 Restriction on certain investment

There is no investment by Sena Kalyan insurance company limited or the company does not hold any shares or debentures of any Company, firms or other business concern in which any director or any members of the family of such directors has any interest as Proprietor, Partner, Director and Managing Director as per Section 41(1) of Insurance Act, 2010.

2.17 IFRS-16: Leases

Sena Kalyan Insurance applies IFRS 16 for rented office space. Sena Kalyan recognises lease liabilities calculated by determining present values of remaining rent payable as per rent agreement using effective cost of capital. Same amount is recognised as right of use asset after considering advance rent. Every year throughout of agreement period right of use asset/leased asset is depreciated on straight line basis and interest expense on lease liabilities is recognised using effective interest

2.18 Cash and Cash Equivalents

Cash comprises cash in hand, demand deposit, cash equivalents on short term, highly liquid investments that are readily convertible to know amounts of cash and those which are what to an insignificant risk of changes in value. Cash and cash equivalents are not restricted in use and accordingly cash in hand and bank balances have been considered as cash and cash equivalents.

2.19 Cash Flow Statements

Statement of Cash Flows has been prepared in accordance with IAS-7 and the cash flow from the operating activities has been presented under the direct method.

2.20 Provisions relating to collection of premium

The company has always complied with the Section 18 of the Insurance Act, 2010 as applicable in regard to provision of collection of premium.

2.21 Revenue Recognition

1. Premium is recognized when insurance policies are issued. The sum of premium income as appeared in classified Revenue Accounts is net of the refund made, Re-insurance ceded and Reinsurance premium on PSB. Amount received against issue of marine cover notes are not recognized as income during the year unless issuance of policy. The said amount is recognized as income as and when policy is issued or after one year from the date of expiry of the cover note.

2. The premium in respect of Company's share of Public Sector Insurance Business (PSB) is accounted for in the period in which the relevant statement is received from Shadharan Bima Corporation (SBC). The Company's share of public sector business (PSB) for the period of 3rd and 4th quarter of 2020 and 1st & 2nd quarters of 2021 received from Sadharan Bima Corporation (SBC) has been incorporated in the company's accounts for the year ended 31 December 2021. This system of accounting of public sector business is being followed consistently.

3. Amounts received against issue of Cover Notes, which have not been converted into Policy are recognized as income at the earlier of Cover Notes converted into Policy or after expiry of two years of Cover Notes in accordance with SBC's circular.

4. Interest on Fixed Deposit Receipt (FDR), SND account and bonds are recognized as revenue on accrual basis.

5. Interest Income from government securities is accounted for using effective interest rate as per IFRS-9.

2.22 Consolidation Procedure

Accounts of all branches have been consolidated (aggregated) at the Central Accounts of the Head Office at Dhaka.

2.23 Re-insurance Accounts

While preparing the Revenue Accounts necessary adjustments in respect of re-insurance ceded in Bangladesh have been duly given.

2.24 Segment Reporting

A business segment is a distinguishable component of the company that in providing services that are subject to risks and returns that are different from those of other business segments. The company accounts for segment reporting of operating results using the classes of business. The performance of segments is evaluated on the basis of underwriting results of each segment. The company has four primary business segments for reporting purposes namely fire, marine, motor and miscellaneous.

2.25 Management Expenses

The management expenses charged to Revenue Accounts amounting to 96,798,650 represents approximately 12.41% of Gross Premium of Tk. 780,226,042 (Including public sector business) and 35.01% of Net Premium of Tk 276,456,566 earned during the year. The said management expenses have been apportioned to various classes of business of the company taking into account the gross premium income.

2.26 Current Taxation:

Provision for current year income tax has been made at the rate of 37.50% as per Finance Acts 2021. The return of company's income tax for the assessment year 2022-2023 shall be filed in due time.

2.27 Deferred Tax

Since temporary differences arise between accounting profit and tax profit, deferred tax is recognised as per IAS 12. Since depreciation rates used by the Sena Kalyan Insurance Company Limited is different from those used by tax authorities, this gives rise to temporary difference between accounting and tax profit. On the other hand, Sena Kalyan Insurance Company Limited recognises expense when contribution is made to gratuity fund or provision is created. But tax authority recognises gratuity as expense only when employee receives gratuity payment. So this gives rise to temporary difference between accounting and tax profit. Sena Kalyan Insurance Company Limited applies IAS 12 retrospectively, restating comparative figures for previous period as per IAS 8.

2.28 Earnings per share

Earnings per share have been calculated in accordance with International Accounting Standard 33: Earnings Per Share, and shown on the face of profit and loss account and computation shown in note no. 22.

2.29 Loans and Borrowing

Sena Kalyan Sangstha sanctioned a loan amounting of Tk. 27,401,405 to Sena Kalyan Insurance Company Limited to meet up establishment cost and working capital requirements which stands as loan till 31 December 2021. This loan amount is interest free and refundable within 10 (Ten) years.

2.30 Estimated Liability in respect of outstanding claim

An amount of Tk. 121,385,581 (Taka, three crore ninety seven lac eighty six thousand five hundred and fourteen) only which is adjusted during the year from Estimated Liability in respect of outstanding claim in the Statement of Financial Position as at 31 December 2021.

2.31 Provision for Liabilities

According to IAS 37: "Provision, Contingent Liabilities and Contingent Assets" the Company recognizes the provision in the balance sheet when the Company has a legal or constructive obligation as a result of past event and it is probable that an outflow of economic benefit will be required to settle the obligations.

2.32 Reserve or contingencies Accounts

a. Reserve for exceptional losses

In line with Para 6, 4th schedule of the Income Tax Ordinance 1984, to meet the exceptional losses, Sena kalyan Insurance Company Limited set aside 10% of Premium Income of the year in which it is set aside from the balance of the profit to the reserve for exceptional losses. Detail calculations have been given in note 4.

b. Provision for unexpired risk

Surplus/(deficit) on Revenue Accounts has been arrived after making necessary provision for unexpired risk @ 40% of net premium on all business except Marine Hull & Aviation Insurance for which provision has been made @ 100% on premium income as per section 27A (2B & 2C) of Insurance Act 1938 (as ammended in 2010).

2.33 Employees Details

During the year under review 108 employees were employed full time. As per schedule-XI part-II of the Companies Act 1994 the employees remuneration slab is given below:

Slab	Number of Employees
No. of employees received salary below Tk. 3,000 per month	Nil
No. of employees received salary above Tk. 3,000 per month	113
Total no. of employees	113

Note: There is no part time employee of the Company.

2.34 Employees Benefit

Sena Kalyan Insurance Company Limited provides a number of benefits plan for it's employees which includes Contributory Provident Fund, Worker's Profit Participation Fund, Gratuity Fund, Group Insurance Scheme and Festival Bonus etc.

a. Contributory Provident Fund

The Company operates a provident fund, recognized by the income Tax Authorities. Confirmed employees of the Company are eligible for the said provident fund. Employees of the Company contribute ten percent of their basic salary and the employer make similar contribution to the fund. The provident fund is wholly administered by a Board of Trustees and no part of the fund is included with the assets of the Company.

b. Gratuity Fund

The Company operates a gratuity fund scheme under which a regular confirmed employee is entitled to benefit at a graduated scale based on the length of service. The length of service for the purpose of gratuity shall be reckoned from the date of joining in the regular service of the Company. Calculation of gratuity is made on the basis of last drawn basic salary. An employee will receive two month's basic salary for each completed year of service if he/she complete five years. Gratuity will be payable only on their separation from the company.

c. Worker's Profit Participation Fund

In accordance with the section 234(1)(b) of Bangladesh Labor Act 2006 (Amendment in 2013) and Bangladesh Labor Rules (Amendment in 2015), Within 9 (Nine) months of the close of every accounting year, 5% of profit before tax of the accounting year/period shall be transferred to Worker's Profit Participation Fund established under section 14 of the Bangladesh Workers Welfare Foundation Act 2006 at the proportion of 80:10:10 respectively. Sena Kalyan has made provision for workers profit participation fund at 5% on profit before tax.

d. Other Benefits

In addition to the above, Sena Kalyan Insurance Company Limited is providing other benefits to its employees like performance based incentive bonus, Boishakhi festival allowance and Car/Motor Cycle loan scheme subject to fulfillment of certain terms and conditions.

2.35 Related party disclosures

The company in normal course of business, carried out a number of transactions with other entities that fall within the definition of related party contained in International Accounting Standards 24: Related Party Disclosures. All transactions involving related parties arising in normal course of business are conducted on an arm's length basis at commercial rates on the same terms and conditions as applicable to the third parties. Details of the related party disclosures have been given

2.36 Prohibition of loans

As per Section 44 of Insurance Act 2010, the Company has not granted any loan to any Director or any member of their family, banking company, subsidiary company and auditor, any loan or temporary advance either and hypothecation property or personal security or otherwise.

2.37 Others

Figures have been rounded off to the nearest taka and previous year's figures have been re-arranged, wherever necessary, for the purpose of comparison.

2.38 Disclosure of departure from IFRS due to mandatory compliance with insurance act's

The Sena Kalyan Insurance Company Limited management has followed the principles of IFRS in preparation of the financial statements to that extent as applicable to the Sena kalyan insurance company limited. Some requirements of Insurance Act 1938 (as amended in 2010) and Insurance Rules 1958 and regulations contradict with those of financial instruments and general provision standards of IFRS. As such the Sena Kalyan Insurance Company limited has departed from those requirements of IFRS in order to comply with the rules and regulations of IDRA which are disclosed below along with financial impact where applicable:

- a) As per Insurance Act 1938 (as amended in 2010), investments in quoted shares and unquoted shares are revalued at the year end at market price and as per book value of last audited balance sheet respectively. Provisions has been made by netting off any unrealized gain/(loss) arising at the Balance sheet date. However as per requirements of IFRS 9 investment in shares, all equity instruments are to be measured at fair value with changes reflected in either profit or loss or other
- b) General provision on insurance premium and re-insurance premium are followed as per Insurance Act 1938 (as amended 2010) . However such general provision cannot satisfy the conditions of provision as per IAS 37. At the year end the Sena kalyan insurance company limited has recognized provision of BDT. 125,965,289 as balance of fund and liabilities in the balance sheet.
- c) As per IDRA guidelines, financial instruments are categorized, recognized and measured differently from those prescribed in IFRS 9. As such some disclosure and presentation requirements of IFRS 7 and IAS 32 have not been made in the accounts.
- d) Insurance Act 1938 has issued templates for financial statements which will strictly be followed by all general and life insurance company. The templates of financial statements issued by Insurance Act does not include Other Comprehensive Income (OCI) nor are the elements of other comprehensive income allowed to include in a single Comprehensive Income (OCI) Statement. As such Sena Kalyan Insurance company limited does not prepare the other comprehensive income statement. However Sena Kalyan Insurance company limited does not have any elements of OCI to be presented.

2.39 Anti- Money Laundering Committee

Maloy Kumar Saha, Senior Vice President & CFO of the Company has been appointed as a Chief Anti Money Laundering Compliance Officer (CAMLCO) in our Company. Anti-Money Laundering Committee addresses the prevention of money laundering & terrorist financing activities under the Money Laundering Prevention Act-2012 and the Anti Terrorism (Amended) Act-2013. The committee also arranges the training for employees, regularly monitors and ensures reporting to Bangladesh Financial Intelligence Unit (BFIU) regarding any suspicious and doubtful transaction.

2.40 Risk factors Relating to the company

(a) Credit Risks

Credit risk is measured as the potential economic loss in the value of our portfolio that would result from either changes in the credit quality of our counter parties or the inability or unwillingness of a counter party to fulfil its contractual obligations. Credit risks may arise from our inability to meet our claims payment obligations, or our inability to indemnify the loss to the policyholder. We focus on mitigating this risk through proper capital planning and allocation that enables us to meet our liabilities on time and maintain solvency. Credit risk may also arise from potential losses from nonrecoverability of reinsurance receivables. We select our reinsurance partners carefully and also possess strong long term relationships with them, which enables us to mitigate exposure to reinsurance risks.

(b) Underwriting Risks

Underwriting risk consists of premium and reserve risks in the property-casualty business segments. As part of our property-casualty business operations, we receive premiums from our customers and provide insurance protection in return. Premium risk is the risk that actual claims for the business in the current year develop adversely relative to expected claims ratios. We mitigate premium risk by reinsurance, as well as by focusing on excellence in underwriting. Assessing risks as part of the underwriting process is a key element of our risk management framework, which is governed by clear underwriting limits and restrictions, as per our enterprise-wide risk management framework.

(c) Operational Risks

Operational risks represent losses resulting from inadequate or failed internal processes, human errors, system failures and other external events, and can originate from a wide variety of sources, including potential losses due to a failure to meet the professional obligations or from the design of our products or from misspelling or from non-compliance with internal / external requirements related to our products. Though these losses tend to be of a lower frequency, they have a potentially high financial impact. Other operational risks include fraud, financial risk or a cyber security incident causing business interruption or disruption. We focus on minimising the occurrence of operational risks as much as possible through engaging in extensive employee training, through creating redundancies across our technology network and through ensuring regulatory compliance – in both letter and spirit.

(d) Liquidity Risks

Liquidity risk is defined as the risk that current or future payment obligations cannot be met or can only be met on the basis of compromised conditions. We manage our liquidity risks by balancing cash inflows and outflows, and by embracing the time-tested principles of maximising cash inflows and optimising cash outflows. We also maintain our capital buffers to as per regulatory requirements to prevent capital / liquidity shocks and ensure that there is enough space for us to meet our liability obligations to our policyholders.

(e) Strategic Risks

Strategic risks are risks that enforce depletion in the company's value, arising from adverse management decisions on business strategies and their implementation. Strategic risks are identified and discussed in various forums both at the executive and management levels. We also monitor market and competitive conditions, capital market requirements, regulatory alignment, etc., to decide if strategic adjustments are necessary. We also focus on mitigating strategic risks through realising our aspirations of customer-centricity, going digital, technical excellence, spirit of innovation and inclusivity focus.

3.00 Share Capital

Authorized:

100,000,000 ordinary shares of Tk.10 each

Issued, Subscribed and Paid up:

40,000,000 ordinary shares of Tk.10 each

Amounts in Taka	
31 December, 2021	31 December, 2020
1,000,000,000	1,000,000,000
400,000,000	240,000,000

3.01 Shareholding Patterns

Classification of Shareholders as per their share holdings

Sl. No	Category of Shareholder	No. of Shares	% of Holding	Amount (Tk.) 2021	Amount (Tk.) 2020
01	Sponsors/Directors	24,000,000	60.00%	240,000,000.00	240,000,000
02	General Public	9,626,109	24.07%	96,261,090.00	-
03	Institution	6,373,891	15.93%	63,738,910.00	-
Total		40,000,000	100.00%	400,000,000	240,000,000

Classification of Shareholders

Sl. No	Range of share holding	No. of Shareholders	No. of Shares	Share par value	Value of Share in Taka 2021	Value of Share in Taka 2020
01	0000000001-0000010000	462,248	14,349,649	10	143,496,490	60
02	0000010001-0000020000	93	1,630,050	10	16,300,500	-
03	0000020001-0000030000	1	20,307	10	203,070	-
04	0000090001-1000000000	1	23,999,994	10	239,999,940	239,999,940
Total		462,343	40,000,000		400,000,000	240,000,000

Shareholders (Sponsors)

Sl. No.	Name of the Shareholders	Position	No. of Shares	Value of Share in Taka 31 December, 2021	Value of Share in Taka 31 December 2020
01	Maj Gen Mohammed Saidul Islam, ndc, psc	Chairman, SKS	23,999,994	239,999,940	239,999,940
02	Air Cdre M Moyeenuddin, ndc, afwc, psc	DG, Welfare Division, SKS	1	10	10
03	Brig Gen Mirza Md Enamul Haque, ndc	DG, HR Division, SKS	1	10	10
04	Brig Gen M A Mohy, psc, PEng	DG, BD-RED	1	10	10
05	Brig Gen Md Mustafa Kamal, SGP	DG, BD-1, SKS	1	10	10
06	Brig Gen Md Jamal Hossain, ndc, afwc, psc	DG, BD-6, SKS	1	10	10
07	Brig Gen Md Shaheed Iqbal, afwc, psc	DG, BD-5, SKS	1	10	10
Total			24,000,000	240,000,000	240,000,000

Share holding of CEO, Company Secretary, CFO & Executives

Sl. No	Name	Designation	Share Holding (Nos)	Percentage (%)
01	Brig Gen Shafique Shamim (Retd)	Managing Director & CEO	Nil	Nil
02	Col Md Aulad Hossain, psc, G (Retd)	Deputy Managing Director (Development Officer)	Nil	Nil
03	Gp Capt Md Atiar Rahman, psc (Retd)	Assistant Managing Director (Development Officer)	Nil	Nil
04	Lt. COI AKM Nazimul Islam, Psc, (Retd.)	Head of Marketing	Nil	Nil
05	Mr. Pranab Kumar Saha,	Head of Underwriting	Nil	Nil
06	Maloy Kumar Saha	Chief Financial Officer (CFO)	Nil	Nil
07	Squardon Leader Md. Mostafa Zaman (Retd.)	Head of HR and Admin	Nil	Nil
08	Mr. Tajul Islam	Head of Cliam and Reinsurance	Nil	Nil
09	Md. Shakhawat Hossain	Head of IT	Nil	Nil
10	Md. Firoz Sarker	Head of Internal Audit & Compliance	Nil	Nil
11	M.M. Sajedul Islam, FCS	Company Secretary	Nil	Nil

4.00 Reserve for exceptional losses

Reserve for exceptional losses for tk. 78,022,604 has been taken to be current year's profit before tax equivalent to 10% of premium earned during the year as per provision of Para 6 of 4th schedule of Income Tax Ordinance 1984.

The amount has been arrived at as under:

Balance as at 01 January 2021		197,792,882	139,740,659
Addition made during the year	4.01	78,022,604	58,052,223
Total		275,815,487	197,792,882

4.01 Reserve for Exceptional losses (addition during the year)

Particulars	Gross Premium	Percentage (%)	31 December, 2021	31 December, 2020
Fire	163,039,233	10%	16,303,923.31	12,526,940
Marine Cargo	122,349,301	10%	12,234,930	8,409,783
Marine Hull	11,960,273	10%	1,196,027	996,905
Motor	26,708,462	10%	2,670,846	5,293,357
Miscellaneous	456,168,774	10%	45,616,877	30,825,239
Total	780,226,042		78,022,604	58,052,223

4.02 Investment Fluctuation Fund (difference of market value and cost value)

Market Price of Shares	24,346,241	13,049,137
Cost Price of Shares	(23,917,774)	(12,640,243)
Closing Balance	428,468	408,894

4.03 Profit and Loss Appropriation Account

Opening Balance	68,001,646	55,778,209
Add : Profit during the year	106,150,316	94,275,660
Total	174,151,962	150,053,869
Less : Reserve for Exceptional Losses.	(78,022,604)	(58,052,223)
Less: Dividend distributed from last year profit	(24,000,000)	(24,000,000)
Closing Balance	72,129,358	68,001,646

5.00 Balance of funds and accounts

Fire Insurance Revenue Account	34,612,677	22,189,660
Marine Insurance Revenue Account	50,103,565	31,863,664
Motor Insurance Revenue Account	10,384,170	21,173,428
Miscellaneous Insurance Revenue Account	30,864,877	99,974,709
Total	125,965,289	175,201,461

The amount represents reserve for unexpired risks @40% of net premium income on Fire, Marine Cargo, Motor and Misc. and 100% of Marine Hull and Aviation.

6.00 Premium Deposits

Marine Insurance Account	1,792,490	27,029,207
Stamp Collection	243,988	4,502,766
Total	2,036,478	31,531,973

The above amount received against cover notes for which risks have not been initiated and such amount will be adjusted upon initiation of risk and issuance of policy in due course.

7.00 Estimated liabilities in respect of Outstanding claims whether due or intimated

Fire	126,873,737	72,857,592
Marine	35,662,489	13,893,543
Motor	25,592,300	11,759,525
Miscellaneous	82,856,588	22,874,921
Total	270,985,114	121,385,581

All the claims against which the Company received intimations within 31 December 2021 have been taken into consideration while estimating the liability in respect of outstanding claims.

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

Sadharan Bima Corporation (SBC)	52,814,824	15,549,826
Overseas Re-insurer	38,639,226	2,816,513
Total	91,454,050	18,366,339

The above balance refers to amount due to of re-insurance by Sadharan Bima Corporation and Overseas.

9.00 Provision for Income Tax

Opening Balance	63,550,084	42,712,673
Add: Provision during the year - 9.01	10,717,890	20,837,411
Closing Balance	74,267,974	63,550,084

9.01 Calculation of Provision for Income Tax

Net Profit (as per Profit and Loss Account)	115,981,192	114,225,641
Less: Exceptional Losses Reserve	(78,022,604)	(58,052,223)
	37,958,588	56,173,418
Less: Income from Bangladesh Govt. Treasury Bond (Tax Free)	(5,048,043)	(3,918,036)
Less: Dividend Income	(512,152)	(101,199)
Less: Profit of sale of Fixed Assets	(2,240,634)	(178,009)
Less: Realised Gain on Sales of Share	(3,744,709)	-
Business Income	26,413,050	51,976,174

Provision on Business Income	9,904,894	20,790,469
Provision on Dividend Income	102,430	20,240
Profit of sale of Fixed Assets	336,095	26,701
Realised Gain on sales of Shares	374,471	-
Total	10,717,890	20,837,411

9.02 Deferred Tax (IAS-12)

Company recognizes deferred tax as per IAS -12. Temporary differences arise in respect of depreciation. Company has calculated deferred tax as on 31 December 2021. Deferred tax has also been included in current year accounts.

Deferred Tax Liability/(Assets)

Written Down Value as per financial statements	34,018,492	22,316,641
Written Down Value as per Tax Base	29,995,783	19,795,822
Taxable Temporary Difference	4,022,709	2,520,819
Tax Rate	37.50%	40.00%
	1,508,516	1,008,328

Deferred Tax Liability

Opening Balance	1,008,328	717,193
Deferred Tax (Income)/Expense	500,188	291,135
Closing Balance	1,508,516	1,008,328

9.03 Deferred Tax (Income)/Expense

Deferred Tax Income - 12.03	(1,387,202)	(1,178,564)
Deferred Tax Expense - 9.02	500,188	291,135
	(887,014)	(887,429)

10.00 Sundry Creditors

Provision for Audit Fees	580,000	250,000
Provision for Office Rent	4,387,074	758,447
Dividend Payable	8,422,519	-
VAT on Premium*	1,516,199	2,032,677
Tax and VAT at Source Payable	832,467	590,512
Provision for PF & GF Expenses	70,000	40,000
Sena Kalyan Sangstha	27,401,405	27,218,321
Provision for Gratuity fund expenses	3,786,206	3,385,878
Total	46,995,870	34,275,835

Sundry creditors are current liabilities and provisions that the company has to pay in due course. It also includes Company's liability for current tax which is calculated using tax rates that have been enacted at the balance sheet date.

*VAT payable for the month of December- 2021 for tk. 15,16,199/- only which was subsequently paid on January 13, 2022 vide Sonali Bank Limited Challan No. T- 145,146 & 147 dated 13/01/2021.

10.01 Lease Liability

Opening Balance	21,057,835	-
Addition During the Year	1,568,908	28,521,246
Adjustment During the Year	(8,200,161)	(7,463,412)
Closing Balance	14,426,582	21,057,835

11.00 Property, Plant and Equipment

Tangible Assets	32,924,634	21,912,204
Intangible Assets	1,093,858	404,437
Written down value at 31 December, 2021	34,018,492	22,316,641

11.01 Tangible Assets

Opening Balance at Cost	44,399,429	42,072,038
Addition during the year	17,153,966	5,670,391
	61,553,395	47,742,429
Less: Disposal during the year	(5,394,000)	(3,343,000)
Closing Balance	56,159,395	44,399,429
Less: Accumulated Depreciation	(23,234,761)	(22,487,225)
Written down value	32,924,634	21,912,204

11.02 Intangible Assets

Opening Balance at Cost	863,250	863,250
Addition during the year	735,000	-
Less: Accumulated Depreciation	(504,392)	458,813
Written down value	1,093,858	404,437

For details schedule for the detail of property, plant and equipment may be seen in Annexure- A

12.00 Investment

Investment in BGTB	Note- 12.01	81,091,675	51,217,510
Investment in Shares	Note- 12.04	24,346,241	13,049,137
Total		105,437,917	64,266,647

The amount represents the investment in 10 years period Bangladesh Government Treasury Bonds which is held with Bangladesh Bank as Statutory Deposit under the Insurance Act, 2010, under section 23 & 24 and as per direction of Insurance Development Regulatory Authority (IDRA).

12.01 Investment in BGTB

Face Value of 05-Years BD0925021059	22,500,000	22,500,000
Face Value of 05-Years 2021005951	27,500,000	-
Face Value of 10-Years BD0923341103	26,500,000	26,500,000
Face Value of 10-Years BD0931561106	2,300,000	-
Premium value for Bangladesh Govt. Treasury Bonds	2,356,903	2,217,510
Discount value for Bangladesh Govt. Treasury Bonds	(65,228)	-
Less: Adjustment of Premium value	-	-
Total	81,091,675	51,217,510

12.02 Right of Use (RoU) Assets

Opening Balance	21,571,514	-
Addition During the Year	1,651,708	28,734,796
Amortisation and Adjustment	(8,220,160)	(7,163,283)
Closing Balance	15,003,062	21,571,514

12.03 Deferred Tax Assets

Opening Balance	7,705,236	6,526,672
Add: Deferred Tax Income	1,387,202	1,178,564
Closing Balance	9,092,438	7,705,236
Gratuity Provision	3,786,206	3,385,878
Gratuity Payment	(87,000)	(439,468)
	3,699,206	2,946,410
Tax Rate	37.50%	40.00%
Deferred Tax Income	1,387,202	1,178,564

12.04 Investment in Shares

SI No.	Name of Company	No. of Shares	Average rate	Cost Price	Market Price 31 December, 2021	Market Price 31 December, 2020
1	Ifad Autos	37,367	57.86	2,161,931	1,767,459	2,784,906
2	Singer BD	20,000	176.89	3,537,861	3,398,000	2,656,500
3	Square Pharma	35,000	221.76	7,761,664	7,500,500	4,809,105
4	Ring Shine	180	8.61	1,550	1,728	116,787
5	Sea Pearl Beach	3,916	9.53	37,300	175,437	309,756
6	Confidence	-	-	-	-	1,187,000
7	Robi	-	-	-	-	1,185,083
8	BATBC	10,000	538.32	5,383,186	6,356,000	-
9	GP	7,000	346.67	2,426,663	2,446,500	-
10	Olympic	2,350	183.39	430,970	377,410	-
11	SBACBANK	13,665	10.00	136,650	216,007	-
12	BEXGSUKUK	20,000	100.00	2,000,000	2,000,000	-
13	ACMEPL	4,000	10.00	40,000	107,200	-
Total				23,917,774	24,346,241	13,049,137

The Company has made investment in capital market this year and unrealized gain is transferred to investment subsequently. Investment in shares that do not have any quoted market price in the active market and whose fair value cannot be measured reliably, where recognized at cost.

13.00 Accrued Interest

Fixed Deposit Receipt (FDR's) Opening	16,283,707	19,623,494
Add: During the period	38,756,697	48,944,742
Less: Cash Receipts	38,274,049	52,284,529
Total Accrued Interest During the period	16,766,355	16,283,707
Interest on Bangladesh Govt. Treasury Bonds Opening	1,405,546	947,557
Add: During the period	5,048,043	1,405,546
Less: Cash Receipts	4,583,038	947,557
Total Accrued Interest During the period	1,870,551	1,405,546
Received from SKICLEPF Capital Reserve Fund (PF-forfeited amount)	1,560,616	1,560,616
Less: Cash Receipts	1,560,616	-
Total Balance During the period	-	1,560,616
Total	18,636,906	19,249,869

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

Sadharan Bima Corporation (SBC)	-	-
Overseas Re-insurer	-	-
Total	-	-

15.00 Sundry Debtors (Including advance, deposits and prepayments)

Security Deposit	123,195	322,195
Advance Income Tax (Note- 15.01)	68,560,251	48,845,467
Dividend Receivable	263,794	-
Advance to Supplier	348,900	-
Received from SKICLPF Capital Reserve Fund (PF-forfeited amount)	479,516	-
Advance to Office Staff	463,002	185,033
Total	70,238,658	49,352,695

15.01 Advance Income Tax

Income Tax from Financial year 2015 to 2021 (Assessment Year 2016-2017 to 2021-2022) of Sena Kalyan Insurance Limited not yet finalized by the Income Tax Authority. Advance Tax pays U/S-64, Tax paid U/S-74, Tax (TDS) in particular years where showing Advance Tax in assets side under the head Sundry debtors. In course of finalization or assessment by the Income Tax Authority then the Advance Tax will be adjusted. Details of Advance tax payments are given below:

Opening Balance	48,845,467	23,589,122
Add: Paid during the year	19,714,784	25,256,345
Closing Balance	68,560,251	48,845,467

Sl No.	Financial Year	Assessment Year	Advance Tax	Tax Payment with return	Total Tax Paid 31 December, 2021	Total Tax Paid 31 December, 2020
1	2013	2014-2015	45,000	-	45,000	45,000
2	2014	2015-2016	1,668,008	-	1,668,008	1,668,008
3	2015	2016-2017	2,284,088	1,613,000	2,284,088	2,284,088
4	2016	2017-2018	1,602,286	6,058,389	3,215,286	3,215,286
5	2017	2018-2019	2,687,600	6,913,024	8,745,989	8,745,989
6	2018	2019-2020	2,933,213	-	9,846,237	9,846,237
7	2019	2020-2021	3,394,610	18,002,149	3,394,610	3,394,610
8	2020	2021-2022	7,254,196	13,583,215	25,256,345	25,256,345
9	2021	2022-2023	6,131,569	-	19,714,784	-

16.00 Cash and cash equivalents

Cash at banks

Fixed Deposits: (FDR's) (Note-16.01)	978,813,739	711,640,471
SND Accounts (Note- 16.02)	72,024,082	66,989,559
Current Accounts (Note- 16.02)	75,626,347	14,844,176
	1,126,464,168	793,474,206
Cash in hand (Note- 16.03)	66,391	20,252
Brokerage Balance	2,385,104	2,502
Total	1,128,915,663	793,496,960

16.01 Fixed Deposit Receipt (FDR)

Balance at the beginning of the year	711,640,471	581,500,000
Add: Placed during the year	401,673,268	240,140,471
Less: Encashed during the year	(134,500,000)	(110,000,000)
Balance at the end of the year	978,813,739	711,640,471

Statement of bank wise Fixed Deposit Receipt (FDR) as at 31 December, 2021

Sl. No.	Name of bank	31 December, 2021	31 December, 2020
01	Trust Bank Ltd.	387,900,000	315,400,000
02	Pubali Bank Ltd.	30,000,000	10,000,000
03	IFIC Bank Ltd.	22,000,000	32,000,000
04	AB Bank Ltd.	16,000,000	43,000,000

05	Standard Bank Ltd.	40,000,000	40,000,000
06	Social islami Bank Ltd.	-	2,500,000
07	Mutual Trust Bank Ltd.	25,000,000	30,000,000
09	Shahjalal Islami Bank Ltd.	-	5,000,000
10	Shimanto Bank Ltd.	100,000,000	55,000,000
11	Exim Bank Ltd.	71,879,114	24,205,846
14	First Security Islami bank Ltd.	11,000,000	10,000,000
17	Brac Bank Ltd.	12,434,625	40,434,625
18	United Commercial Bank Ltd.	29,500,000	9,500,000
21	Meghna Bank Ltd.	34,500,000	12,000,000
22	People Leasing & Financial Services Ltd.	3,100,000	3,100,000
23	Delta Brac Housing Ltd.	54,000,000	24,000,000
24	NRB Bank Ltd.	-	2,500,000
25	Islami Bank Bangladesh Ltd.	11,000,000	1,000,000
27	United Finance Ltd.	5,500,000	500,000
28	Community Bank	35,000,000	10,000,000
29	ICB Islamic Bank Ltd.	-	500,000
30	IDLC Finance Ltd.	25,000,000	-
31	LankaBangla	5,000,000	-
32	NRBC	2,000,000	-
33	Bank Asia	2,000,000	-
34	Bengal Commercial Bank	55,000,000	-
35	Perime Bank	1,000,000	-
36	NRB Global Bank Ltd.	-	20,000,000
37	One Bank Ltd.	-	20,000,000
38	IPDC Finance Ltd.	-	1,000,000
Total		978,813,739	711,640,471

16.02 Statement of Bank wise Short Notice Deposit and Current Deposit with Banks as at 31 December, 2021

Name of bank	SND Account	CD Account	Total 31 December, 2021	Total 31 December, 2020
Trust Bank Ltd. Kawran Bazar Branch, Dhaka. A/C - 0030-0320000337	18,281,793	-	18,281,793	36,929,682
EXIM Bank Ltd. DOHS Branch, Dhaka. A/C - 1241-3100005298	53,738,604	-	53,738,604	30,055,894
Trust Bank Ltd. Kawran Bazar Branch, Dhaka. A/C - 0030-0210005719	-	2,612,915	2,612,915	4,463,610
Trust Bank Ltd. SKB Branch, Dhaka. A/C - 0003-0210013123	-	1,095,015	1,095,015	1,088,971
Trust Bank Ltd. Kawran Bazar Branch, Dhaka. A/C - 0030-0210005004	-	8,486,722	8,486,722	7,819,643
Trust Bank Ltd. Kawran Bazar Branch, Dhaka. A/C - 0030-0210008850	-	180,437	180,437	121,609
Trust Bank Ltd. Kawran Bazar Branch, Dhaka. A/C - 0030-0210009082	-	315,443	315,443	1,340,847
Trust Bank Ltd. Motijheel Branch, Dhaka. A/C - 0003-0210013534	-	629	629	443
Trust Bank Ltd. Millennium Branch, Dhaka. A/C - 0022-0210012612	-	7,247	7,247	1,729
Trust Bank Ltd. Agrabad Branch, Chittagong. A/C - 0012-0210009600	-	4,095	4,095	264
Trust Bank Ltd. Khulna Branch, Khulna. A/C - 00400-320000451	3,150	-	3,150	3,326
Trust Bank Ltd. Millennium Branch, Dhaka. A/C - 0022-0210013684	-	1,277	1,277	1,967
Trust Bank Ltd. Kawran Bazar Branch, Dhaka. A/C - 0044-0210003135	-	-	-	563
Sonali Bank Ltd. Farmgate Branch, Dhaka. A/C - 011-4902000884	-	1,068,094	1,068,094	4,530
Trust Bank Ltd. Chowhatta Branch, Sylhet. A/C - 0021-0320000794	535	-	535	657

Trust Bank Ltd. Millennium Branch, Dhaka. A/C - 0022-0210021675 IPO-BDT	-	61,854,473	61,854,473	-
Trust Bank Ltd. Millennium Branch, Dhaka. A/C - 0022-5802000023 IPO-EURO	-	-	-	-
Trust Bank Ltd. Millennium Branch, Dhaka. A/C - 0022-5802000025 IPO-GBP	-	-	-	-
Trust Bank Ltd. Millennium Branch, Dhaka. A/C - 0022-5802000027 IPO-USD	-	-	-	-
Total	72,024,082	75,626,347	147,650,429	81,833,735

16.03 Cash in hand

Head Office	42,851	16,270
Branches	23,540	3,982
Total	66,391	20,252

17.00 Interest and Dividend Income

Bangladesh Government Treasury Bond	5,048,043	3,918,036
Fixed Deposit Receipt (FDR)	38,756,697	48,944,742
Short Notice Deposit (SND) Accounts	832,197	1,144,964
Dividend on Share received during the year	512,152	101,199
Total	45,149,089	54,108,941

Dividend Income represents the amount received from investment in share of public limited company.

18.00 Other Income

The other income comprises of receipt during the year from co-insurance service charge sale of paper, wastage goods, service charges and trustee fees.

Trustees Fees	2,135,000	1,320,000
Sales of Paper and Wastage Goods	-	7,700
Service Charges (Co-Insurance)	482,402	394,274
Fees & Charges Refund	110,000	-
Received from SKICLPF Capital Reserve Fund (PF-forfeited amount)	479,516	1,560,616
Profit of sale of Fixed Assets Notes- 18.01	2,240,634	654,109
Profit of sale of shares	3,744,709	178,009
Total	9,192,261	4,114,708

18.01 Profit or Loss on Sales of Assets

Cost Price	5,394,000	3,343,000
Less: Accumulated Depreciation	4,294,634	2,357,109
Less: Sales Price	3,340,000	1,640,000
Gain on Sales of Assets	2,240,634	654,109

19.00 Agency Commission

As per Insurance Development & Regulatory Authority's (IDRA) circular No. non life-84/2021 date: 24 October 2021 the agency commission for non life insurance business were fixed up @ 15% for all classes of non life insurance business. The agency commission for different classes of business are furnished as under:

Class wise segregation of agency commission

Fire	6,051,046	14,079,888
Marine Cargo	7,767,647	12,427,157
Marine Hull	170,643	676,185
Motor	646,171	1,932,926
Miscellaneous	7,660,276	4,606,591
Total	22,295,783	33,722,747

20.00 Management Expenses: Allocation of management expenses as per follows:

Salary and Allowances	50,747,911	45,838,234
Festival Bonus	4,333,264	3,676,179
Telephone, Mobile and Internet, Software Bill	1,037,568	983,802
Car Fuel	1,785,530	1,210,494
Entertainment, Annual Picnic and Lunch Expenses	182,336	46,895
Conveyance, TA/DA and Vehicle Allowance	1,333,303	317,743
Utility Bill	431,899	448,825
Postage, Courier and Revenue Stamp	177,667	142,905
Books, Papers and Periodicals	32,227	25,199
Office Rent, Garage Rent and Service Charges	4,449,097	4,824,653
Amortisation of RoU Assets	8,232,011	7,501,212
Finance Cost	931,639	871,148
Bank Charges	1,316,898	1,045,852
Co-Insurance Service Charges	935,548	594,624
Miscellaneous and General Expenses	1,058,396	139,657
Repairs and Maintenance (Office)	222,687	113,277
Fees and Charges	382,633	225,442
Incentive Bonus	3,150,395	2,841,609
Medical Expenses	36,312	30,270
Staff Training fee	7,720	21,425
Trade License Renewal Fee	-	16,117
Printing, Packaging & Expenses	417,756	1,075,855
Repair, Maintenance and Renew. (Vehicle)	1,133,465	1,006,311
Office Stationary, Cleaning, Gardening and Up-Keep-Supplier	647,311	210,938
Office Staff Tea and Water Bill	464,160	243,970
Uniform & Liveries	-	8,090
Gratuity Expenses	3,786,206	3,385,878
Gardening Supplier	-	25,840
Contribution to Provident Fund	1,818,270	1,706,119
Insurance Premium	2,696	85,657
Unified Messaging Platform (UMP)	97,598	-
Bima Mela / Business Procurement Expenses	116,744	206,411
Pre-Inspection Survey fee	-	25,040
Board Meeting and AGM Expenses	133,384	120,535
Expenses for PF & GF audit fees	40,000	40,000
PSB Management & Business Expense	7,356,020	4,696,623
Total	96,798,650	83,752,829

20.01 Appropriation of management expenses

Class of Business	Gross premium	Stamp	Mgt. Exp.	31 December, 2021	31 December, 2020
Fire	163,039,233	189	20,227,443	20,227,632	18,072,268
Marine Cargo	122,349,301	-	15,179,251	15,179,251	12,132,382
Marine Hull	11,960,273	-	1,483,850	1,483,850	1,438,185
Motor	26,708,462	3,378	3,313,582	3,316,960	7,639,612
Miscellaneous	456,168,774	572	56,594,524	56,595,096	44,470,383
Total	780,226,042	4,138	96,798,650	96,802,788	83,752,829

20.02 Key Management Personnel Compensation

The Compensation of Key management personnel of Sena Kalyan Insurance Company Limited are as follows

Name of employee	Short employee benefits	Post employment benefits	Other long term benefits	Termination benefits	Share based payment
Brig Gen Shafique Shamim (Retd) Managing Director & CEO	Salary Tk. 3,870,000 Bonus Tk. 575,400	P.F @ 10% of Basic Salary.	NO	P.F, Gratuity & Group insurance coverage	NO

Col Md Aulad Hossain, psc, G (Retd) Deputy Managing Director (Development Officer)	Salary Tk. 1,848,000 Bonus Tk. 77,000	NO	NO	NO	NO
Gp Capt Md Atiar Rahman, psc (Retd) Assistant Managing Director (Development Officer)	Salary Tk. 1,800,000 Bonus Tk. 62,500	NO	NO	NO	NO
Lt. Col AKM Nazimul Islam, Psc, (Retd.) Head of Marketing	Salary Tk. 1,235,000 Bonus Tk. 193,600	P.F @ 10% of Basic Salary.	NO	P.F, Gratuity & Group insurance coverage	NO
Mr. Pranab Kumar Saha, Head of Underwriting	Salary Tk. 1,164,000 Bonus Tk. 180,096	NO	NO	NO	NO
Maloy Kumar Saha Chief Financial Officer (CFO)	Salary Tk. 1,398,000 Bonus Tk. 196,350	P.F @ 10% of Basic Salary.	NO	P.F, Gratuity & Group insurance coverage	NO
Squadron Leader Md. Mostafa Zaman (Retd.) Head of HR and Admin	Salary Tk. 1,093,500 Bonus Tk. 202,755	P.F @ 10% of Basic Salary.	NO	P.F, Gratuity & Group insurance coverage	NO
Mr. Tajul Islam Head of C Liam and Reinsurance	Salary Tk. 862,500 Bonus Tk. 161,700	P.F @ 10% of Basic Salary.	NO	P.F, Gratuity & Group insurance coverage	NO
Md. Shakhawat Hossain Head of IT	Salary Tk. 708,000 Bonus Tk. 143,760	P.F @ 10% of Basic Salary.	NO	P.F, Gratuity & Group insurance coverage	NO
Md. Firoz Sarker Head of Internal Audit & Compliance	Salary Tk. 385,200 Bonus Tk. 39,960	P.F @ 10% of Basic Salary.	NO	P.F, Gratuity & Group insurance coverage	NO
M.M. Sajedul Islam, FCS Company Secretary	Salary Tk. 492,000 Bonus Tk. 100,800	P.F @ 10% of Basic Salary.	NO	P.F, Gratuity & Group insurance coverage	NO

Key Management Personnel Compensation included in management expenses and no other remuneration or special payment except as mentioned above was made to the key Management Personnel during the year 2021.

20.03 Aggregate amount of remuneration paid to all Directors and officers during the accounting year is as follows

Particulars	Nature of Payment	Amounts in Taka	
		2021	2020
1. Directors	Board Meeting fee/Remuneration	134,464	101,200
2. Chief Executive Officer	Salary, Bonus and other Allowances	16,790,121	4,739,300
3. Officers and Executives	Salary, Bonus and other Allowances	41,441,449	52,708,719
Total		58,366,034	57,549,219

20.04 Directors Remuneration

The company has paid tk. 134464 to the Directors as Board meeting attendance fee during the year 2021. Other than this, no amount of money has spent by the company for compensating any member of Board for special service rendered.

Sl. No.	Name of Directors	Position	Number of Meeting	Total Fees 2021	Total Fees 2020
1	Maj Gen Mohammed Saidul Islam, ndc, psc	Chairman	4	22,224	-
2	Air Cdre M Moyeenuddin, ndc, afwc, psc	Vice Chairman	3	16,668	21,000
3	Brig Gen Mirza Md Enamul Haque, ndc	Director	4	22,224	9,000
4	Brig Gen M A Mohy, psc, PEng	Director	3	16,668	9,000
5	Brig Gen Md Mustafa Kamal, SGP	Director	2	11,112	17,000

6	Brig Gen Md Jamal Hossain, ndc, afwc, psc	Director	3	16,668	9,000
7	Brig Gen Md Shaheen Iqbal, afwc, psc	Director	2	11,112	17,000
8	M.M Mostafa Bilal	Director (Independent)	1	5,556	5,000
9	Ahamed Ihteyaz Thamid	Director (Independent)		-	5,000
				122,232	92,000
				Add: VAT	9,200
				Total	101,200
				12,232	134,464

21.00 Net Asset Value per share

Property, Plant and Equipment's	34,018,492	22,316,641
Investment in BGTB	81,091,675	51,217,510
Right of Use (RoU) Assets	15,003,062	21,571,514
Deferred Tax Assets	9,092,438	7,705,236
Investment in Shares	24,346,241	13,049,137
Accrued Interest	18,636,906	19,249,869
Amount due from other persons or bodies carrying on insurance business	-	-
Sundry Debtors	70,238,658	49,352,695
Cash and Bank Balances	1,128,915,663	793,496,960
Stationary and forms in hand	265,943	206,358
Stamp in Hand	203,165	126,219
Total Assets (A)	1,381,812,243	978,292,139
Balance of Funds and Accounts	125,965,289	175,201,461
Premium Deposits	2,036,478	31,531,973
Estimated liabilities in respect of outstanding claims	270,985,114	121,385,581
Amounts due to other persons	91,454,050	18,366,339
Provision For Income tax	74,267,974	63,550,084
Deferred Tax Liability	1,508,516	1,008,328
Lease Liability	14,426,582	21,057,835
Provision for WPPF	5,799,060	5,711,282
Sundry Creditors	46,995,870	34,275,835
Total Liabilities (B)	633,438,931	472,088,716
Net Assets(A-B)	748,373,312	506,203,422

21.01 Basic Net Assets Value Per Share (NAV)

Net Assets	748,373,312	506,203,422
Weighted Average Number of Ordinary Shares Notes 22.03	27,726,027	24,000,000

Basic Net Assets Value Per Share (NAV)

26.99	21.09
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22.00 Earnings Per Share (EPS)

The Company calculates Earnings per Share (EPS) in accordance with IAS-33: "Earnings Per Share", which has been shown on the face of the income statement and this has been calculated by dividing the basic earnings by the number of ordinary shares outstanding for the year. Details calculations were as follows

22.01 Basic Earnings Per Share (EPS)

Net Profit after Taxation	106,150,316	94,275,660
Weighted Average Number of Ordinary Shares Notes 22.03	27,726,027	24,000,000

Basic Earnings Per Share (EPS)

3.83	3.93
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22.02 Diluted Earnings Per Share (EPS)

No Diluted Earnings Per Share (EPS) was required to be calculated for the year presented as the Company has no dilutive potential ordinary shares.

22.03 Weighted Average Number of Ordinary Shares outstanding considering Lottery date of IPO (07 October 2021).

Particulars	No. of Shares	Days	Factor	Weighted Average Number of Ordinary Shares	
				2021	2020
Opening Shares	24,000,000	365	1	24,000,000	24,000,000
New Issue of Shares through IPO	16,000,000	85	0.23	3,726,027	-
Weighted Average Number of Ordinary Shares Outstanding				27,726,027	24,000,000

23.00 Net Operating Cash Flow Per Share

Net Operating Cash Flows Per Share (NOCFPS) has been calculated based on net cash generated from operating activities and number of shares outstanding during the period as at 31 December, 2021. Details calculations are as follows

Net Cash Generated From Operating Activities	246,513,763	221,715,530
Weighted Average Number of Ordinary Shares Notes 22.03	27,726,027	24,000,000
Net Operating Cash Flow Per Share (NOCFPS)	8.89	9.24

24.00 Disclosures on reconciliation between Net Profit & Net operating cash flows

Net Profit after Tax	106,150,316	94,275,660
Depreciation	5,087,749	2,538,305
Changes in Current assets/liabilities		
Increase of Balance of Funds & Accounts	(49,236,172)	38,143,427
Increase of Premium Deposits	(29,495,495)	(24,519,478)
Increase of Estimated liabilities in respect of outstanding claims whether due or intimated	149,599,533	81,599,067
Increase of Amount due to other persons or bodies carrying on insurance business	73,087,711	15,642,696
Increase/ (Decrease) of Provision for Income Tax	10,717,890	20,837,411
Increase/ (Decrease) of Lease Liability	(6,631,253)	-
Increase/ (Decrease) of Provision for WPPF	87,778	5,711,282
Increase/ (Decrease) of Deferred Tax Liability	500,188	291,135
Increase/(Decrease) of Sundry Creditors	4,114,432	(1,178,564)
Increase/ (Decrease) of Deferred Tax Assets	(1,387,202)	28,786
Increase of Accrued Interest	612,963	1,331,182
Decrease/ (Increase) of Sundry Debtors	(20,885,963)	(12,261,394)
Decrease/ (Increase) of Right of Use (RoU) Assets	6,568,452	-
Decrease/ (Increase) of Stationary and forms in hand	(59,585)	28,314
Decrease/ (Increase) of Stamps in hand	(76,946)	(98,189)
Loss on Sale of Assets	(2,240,634)	(654,109)
Net cash generated from operating activities	246,513,763	221,715,530

24.01 Collection from premium and other income

Gross Premium Income	780,226,042	580,522,233
Comission on Re-Insurance	37,805,895	27,697,255
Sundry Income	6,951,627	3,460,599
Interest and Dividend Income & Rent outstanding (interest/profit Accrued but not due)	45,498,258	55,440,124
Right of Use (RoU) Assets	6,568,452	-
Sundry Debtors	(907,385)	12,994,951
Premium Deposits	(29,495,495)	(24,519,478)
Total	846,647,393	655,595,684

24.02 Payment for management expenses, Re-insurance, Claims and commission

Expenses of management : (Not Applicable to any particular fund or Account)	14,258,396	2,572,938
Expenses of management (with stamp used)	96,802,788	83,835,008
Agency commission	22,295,783	33,722,747
Paid on Re- Insurance Ceded	503,769,476	282,844,062
Claim paid during the year	13,814,541	21,332,839
Stationary and forms in hand	59,585	28,314
Stamps in hand	76,946	(98,189)
Lease Liability	6,631,253	-
Provision for WPPF	(87,778)	-
Amount due to other persons or bodies carrying on insurance business	(73,087,711)	15,642,695
Sundry Creditors (Including provision for expenses)	(4,114,432)	28,786
Total	580,418,847	439,909,199

24.03 Investment

Investment in BGTB	29,874,165	24,717,510
Investment in Shares	11,297,104	6,376,407
Investment Fluctuation Fund	(19,574)	1,104,091
Total	41,151,696	32,198,008

25.00 Related Party disclosure

Sena Kalyan Insurance Company Ltd. In normal course of business carried out number of transactions with other entities that fall within the definition of related party contained in International Accounting standard 24 Related Party Disclosures. All transactions involving related parties arising in normal course of business are conducted on an arm's length basis at commercial rates on the same terms and conditions as applicable to the third parties. Details of transactions with related parties and balance with them are as follows

Name of the related party	Nature of Transactions	Nature of Relationship	Amount in Taka	
			2021	2020
Sena Kalyan Sangstha	Insurance	Common Director	16,070	598,586
	Loan taken		183,084	709,009
Mongla Cement Factory	Insurance	Common Director	6,349,766	6,097,130
Sena Hotel Developments	Insurance	Common Director	1,983,088	2,502,437
Sena Kalyan Construction and Developments	Insurance	Common Director	20,189	23,278
Annanya Shopping Complex	Insurance	Common Director	96,882	106,744
Chittagong Flour Mills	Insurance	Common Director	348,364	310,468
Sena Kalyan Electric Industry	Insurance	Common Director	278,291	67,231
Fauji Flour Mills	Insurance	Common Director	169,220	21,942
Diamond Food Industries	Insurance	Common Director	454,210	421,866
Amin Mohiuddin Foundation	Insurance	Common Director	59,454	63,138
Sena kalyan Bhaban	Insurance	Common Director	921,518	228,715
SKS Trading House	Insurance	Common Director	185,869	84,911
Eastern Hosiery Mills	Insurance	Common Director	144,396	331,588
SKS LPG	Insurance	Common Director	6,788,805	5,552,043
SKS Ready Mix Concrete	Insurance	Common Director	-	1,294
Sena Edible Oil Industries	Insurance	Common Director	1,732,862	9,465,448
SKS Sales Promotion Office	Insurance	Common Director	22,933	7,202
Sena Kalyan Commercial Complex	Insurance	Common Director	56,994	52,322
Sena Filling Station (C.N.G)	Insurance	Common Director	387,144	386,106
Fecto Yamagen Electronics (SKS)	Insurance	Common Director	-	2,746
Sainik Lamps Distribution & SKS Display Centre	Insurance	Common Director	-	3,307
Sena Kalyan Business Mart	Insurance	Common Director	213,330	218,310
Sena Kalyan Trade Centre	Insurance	Common Director	200,521	-
Sena Kalyan Sangstha Real Estate Division	Insurance	Common Director	11,882	-
Total			20,624,872	27,255,821

26.00 Credit Rating

Year	Validity Date	Date of Rating	Long Term	Short Term
2021	Aug 18, 21 to Aug 17, 22	18-Aug-21	AA-	ST-2
2020	Aug 05, 20 to Aug 04, 21	05-Aug-20	A+	ST-2
2019	May 06, 19 to May 06, 20	06-May-19	A	ST-2
2018	May 06, 18 to May 06, 19	06-May-18	A	ST-3
2017	May 04, 17 to May 04, 18	04-May-17	A-	ST-4

27.00 Capital Expenditure Commitment

There was no commitment for capital expenditure at the end the year.

28.00 Claims not acknowledged as debt

There was no claim against the company nor acknowledged as debt by the company at the end the year.

29.00 Financial Risk Management

The company's financial risk management is governed by direct monitoring of Finance and Monitoring Section. Company's financial assets include other receivables, cash and short-term deposits that arise directly from its operations and financial liabilities include provision, accruals and loans. The main purpose of these financial liabilities is to finance the company's operations.

The Company's activities are mainly exposed to the following risks from its use of financial instruments:

- i. Credit Risks;
- ii. Market Risks; and
- iii. Liquidity risks.

Risk Management Framework

The management is responsible for the establishment and oversight of the company's risk management policies that are established to identify and analyze the risks faced by the company, to set appropriate risks limits and controls, and to monitor risks and adherence to limits. Management discloses the exposures to risk and how they arise as well as its objectives, policies and processes for managing the risk and the methods used to measure the risk. The company has exposures to the following risks from its use of financial instruments.

29.01 Credit Risks

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The company has allowed to debtors with the terms & conditions and the exposure to credit risk is monitored on an ongoing basis to ensure collection within stipulated time. Debtors are categorized according to their risk profile-i.e. frequency of payment, legal status, financial condition etc. The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position.

Exposure to Credit Risk

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date is as follows:

Other Receivables

Accrued Interest on FDR
Dividend Receivable

Total

39,749,197	28,108,607
263,794	-
40,012,991	28,108,607

Cash and Cash Equivalents

Cash in hand
Cash at Bank
Investment in FDR

Total

66,391	20,252
147,650,429	81,833,735
978,813,739	711,640,471
1,126,530,559	793,494,458

29.02 Market Risks:

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

Interest risk:

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

At the reporting date, the financial assets and financial liabilities are as follows:

Financial Instruments:

Financial Assets:

Investment in FDR

978,813,739

711,640,471

Cash at Bank

147,650,429

81,833,735

Total

1,126,464,168

793,474,206

Financial Liabilities:

Long Term Loan (Current and Non-Current Portion)

-

-

Short Term Loan

-

-

Total

-

-

29.03 Liquidity Risks:

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when become due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The Company ensures that it has sufficient cash and cash equivalents to meet expected operational expenses, including financial obligations through preparation of the cash flow forecast, prepared based on timeline of payment of the financial obligation and accordingly arrange for sufficient liquidity/fund to make the expected payment within due date.

Relevant non-derivative financial liabilities at the reporting date are as follows:

Long Term Loan

27,401,405

27,218,321

Provision and Accruals

19,594,465

7,057,514

Total

46,995,870

34,275,835

30.00 Guarantee

There was no insurance guarantee made during the period.

31.00 Contingent Liabilities

Custom Excise & VAT Commissioner as per audit report of director of audit intelligence and investigation demanded BDT 10,762,320. (১). গণপ্রজাতন্ত্রী বাংলাদেশ সরকার, আভ্যন্তরীণ সম্পদ বিভাগ, ঢাকা কর্তৃক জারিকৃত মূল্য সংযোজন কর, প্রজ্ঞাপন -তারিখ ২৮ জৈষ্ঠ্য, ১৪২৭ বঙ্গাব্দ/১১ জুন ২০২০ খ্রীষ্টাব্দ, এস.আর.ও.নং-১৪৪-আইন/২০২০/১০৫-মুসক এ প্রদত্ত ক্ষমতাবলে বীমা কোম্পানী কর্তৃক এজেন্সি কমিশন বাবদ পরিশোধিত অর্থের বিপরীতে মূল্য সংযোজন কর কর্তন বিষয়ে অব্যাহতি দেয়া হয়েছে। যার সেবার কোড - ৯০২৭.০০। (২). পুনঃবীমা কমিশনের বিপরীতে ১৫% উৎসে মূল্য সংযোজন কর আদায় বা কর্তন সম্পর্কিত আইনের একটি লিখিত ব্যাখ্যা গত জুন ২, ২০২০ ইং তারিখে বাংলাদেশ ইন্সুরেন্স এসোসিয়েশনের প্রেসিডেন্ট কর্তৃক চেয়ারম্যান, জাতীয় রাজস্ব বোর্ড বরাবর প্রদান করা হয়। However, SKICL has not settled which is pending for the decision of the Commissioner of Custom Excise & VAT (South).

32.00 Receivables to/from directors

Nothing was due to/from any of the Directors of the company as on the date of statement of financial position.

33.00 Events after the Balance Sheet

Board of Directors in its meeting held on 20 April, 2022 proposed 12% cash dividend for the year 2021 subject to approval of shareholders of the company in its forthcoming 9th Annual General Meeting.

Sena Kalyan Insurance Company Limited
Schedule of Property, Plant and Equipment
As at 31 December, 2021

Annexure-"A"

A. Tangible Assets

Particulars	COST			Rate	DEPRECIATION			Written Down Value as at 31.12.2021		
	Balance as at 01.01.2021	Addition during the year	Sold/Adj. during the year		Total as at 31.12.2021	Charged during the year	Sold/Adj. during the year		Totals at 31.12.2021	
Furniture and Fixtures	4,559,733	197,635	-	4,757,368	10%	1,851,629	281,923	2,133,552	2,623,816	
Motor Vehicle	23,508,000	16,134,638	5,394,000	34,248,638	20%	14,438,917	3,658,621	4,294,634	13,802,904	
Office Equipments	202,496	-	-	202,496	15%	86,853	17,347	-	104,199	98,297
Cookeries and Cutleries	97,414	8,083	-	105,497	15%	37,289	9,933	-	47,222	58,275
Office Decoration	11,718,584	274,734	-	11,993,318	10%	3,831,910	808,628	-	4,640,538	7,352,780
Computer and IT Equipment	2,530,437	534,221	-	3,064,658	10%	1,014,042	172,585	-	1,186,626	1,878,032
Mobile and Telephone Set	348,474	4,655	-	353,129	10%	166,028	18,388	-	184,415	168,714
Air Conditioner	1,434,291	-	-	1,434,291	20%	1,060,557	74,747	-	1,135,304	298,987
Total	44,399,429	17,153,966	5,394,000	56,159,395		22,487,225	5,042,170	4,294,634	23,234,761	32,924,634

B. Intangible Assets

Particulars	COST			Rate	AMORTIZATION			Written Down Value as at 31.12.2021		
	Balance as at 01.01.2021	Addition during the year	Sold/Adj. during the year		Total as at 31.12.2021	Charged during the year	Sold/Adj. during the year		Totals at 31.12.2021	
Software Installation	863,250	735,000	-	1,598,250	10%	458,813	45,579	-	504,392	1,093,858
Total	863,250	735,000	-	1,598,250		458,813	45,579	-	504,392	1,093,858
As at 31 December, 2021	45,262,679	17,888,966	5,394,000	57,757,645		22,946,038	5,087,749	4,294,634	23,739,153	34,018,492
As at December 31, 2020	42,935,288	5,670,391	3,343,000	45,262,679		22,764,842	2,538,305	2,357,109	22,946,038	22,316,641

Tax Base

Particulars	COST			Rate	DEPRECIATION/AMORTIZATION			Written Down Value as at 31.12.2021		
	Balance as at 01.01.2021	Addition during the year	Sold/Adj. during the year		Total as at 31.12.2021	Charged during the year	Sold/Adj. during the year		Totals at 31.12.2021	
Furniture and Fixtures	4,559,733	197,635	-	4,757,368	10%	1,970,239	278,713	2,248,952	2,508,416	
Motor Vehicle	23,275,218	16,134,638	5,394,000	34,015,856	20%	15,214,001	4,839,171	4,262,796	15,790,376	
Office Equipments	202,496	-	-	202,496	10%	71,587	13,091	-	84,677	117,819
Cookeries and Cutleries	97,414	8,083	-	105,497	10%	31,140	7,436	-	38,576	66,921
Office Decoration	11,718,584	274,734	-	11,993,318	10%	4,239,109	775,421	-	5,014,530	6,978,788
Software Installation	863,250	735,000	-	1,598,250	30%	797,190	240,318	-	1,037,508	560,742
Computer and IT Equipment	2,530,437	534,221	-	3,064,658	30%	2,017,035	314,287	-	2,331,322	733,336
Mobile and Telephone Set	348,474	4,655	-	353,129	10%	172,513	18,062	-	190,575	162,554
Air Conditioner	1,434,291	-	-	1,434,291	10%	721,262	71,303	-	792,565	641,726
As at 31 December, 2021	45,029,897	17,888,966	5,394,000	57,524,863		25,234,075	6,557,801	4,262,796	27,529,080	29,995,783

Sena Kalyan Insurance Company Limited

XL-Form

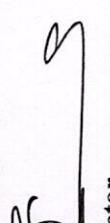
Statement Showing the details of Classwise Premium Income, Accepted & Ceded, Commission Earned & Paid
Claim Paid, Losses Recovered & Recoverable For the year ended 31 December, 2021


Class of Business	Premium Income			Commission			Claims		
	Gross Premium	Re-Insurance Ceded	Net Premium	Paid on Direct Business	Received on Re-Insurance Ceded	Net Commission	Paid on Direct Business	Received on Re-Insurance Ceded	Net Claim
Direct Business									
Fire	149,373,020	63,946,740	85,426,280	6,051,046	15,037,590	(8,986,544)	5,606,400	6,889,428	(1,283,028)
Marine Cargo	101,142,625	4,181,751	96,960,874	7,767,647	1,149,982	6,617,665	10,826,942	-	10,826,942
Marine Hull	10,602,833	1,592,725	9,010,108	170,643	331,683	(161,040)	407,444	-	407,444
Motor	23,649,026	554,400	23,094,626	646,171	-	646,171	2,742,720	-	2,742,720
Miscellaneous	398,030,126	347,075,888	50,954,238	7,660,276	12,704,306	(5,044,030)	1,745,326	1,083,246	662,080
Sub Total	682,797,630	417,351,504	265,446,126	22,295,783	29,223,561	(6,927,778)	21,328,832	7,972,674	13,356,158
Public Sector Business									
Fire	13,666,213	12,560,801	1,105,412	-	1,774,651	(1,774,651)	273,938	-	273,938
Marine Cargo	21,206,676	15,524,657	5,682,019	-	2,995,295	(2,995,295)	93,356	28,961	64,395
Marine Hull	1,357,440	1,321,139	36,300	-	72,663	(72,663)	-	-	-
Motor	3,059,436	193,636	2,865,800	-	-	-	66,379	-	66,379
Miscellaneous	58,138,648	56,817,739	1,320,908	-	3,739,725	(3,739,725)	1,593,927	1,540,256	53,670
Sub Total	97,428,412	86,417,972	11,010,440	-	8,582,334	(8,582,334)	2,027,600	1,569,218	458,383
Grand Total	780,226,042	503,769,476	276,456,566	22,295,783	37,805,895	(15,510,112)	23,356,432	9,541,891	13,814,541
Grand Total - 2020	580,522,233	282,844,062	297,678,171	33,722,747	27,697,255	6,025,492	37,521,746	16,188,907	21,332,839


The accompanying notes form an integral part of these financial statements.


Chief Executive Officer


Director


Director


Chairman


Howlader Mahfel Huq, FCA
ICAB Enrolment No. 105
Managing Partner
Mahfel Huq & Co.
Chartered Accountants
Firm Reg. No: P-46323
DVC: 2204240105AS299868


Chief Financial Officer

Signed as per our annexed report of even date.

Dhaka, 20 April, 2022

DIRECTOR'S CERTIFICATE

As per Regulations contained in the first Schedule of the Insurance Act 2010 (previously 1938) as per Section 40-C of the said Act, we certify that:

The values of investment in shares & debentures have been taken at market price

The values of all assets as shown in the Financial Statement and as classified on Form "AA" annexed have been duly reviewed as at December 31, 2021 and in our belief, the said assets have been set forth in the Financial Statement at amounts not exceeding their realizable or market values under the several headings as enumerated in the annexed form.

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



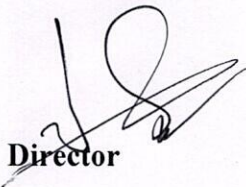
Company Secretary



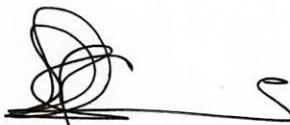
Chief Financial Officer



Chief Executive Officer



Director



Director



Chairman

Dhaka, 20 April, 2022