

**AUDITORS' REPORT
AND
THE FINANCIAL STATEMENTS
OF
SENA KALYAN INSURANCE
COMPANY LIMITED**

For the year ended 31st December 2023



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INDEPENDENT AUDITORS' 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 Statement of Balance Sheet as at December 31, 2023, Profit and Loss Account, Profit and Loss Appropriation Account, Consolidated Insurance Revenue Account, 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 give a true and fair view of the financial position of the company as at December 31, 2023, and of 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, 2020 and other applicable laws and regulations.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISA). Our responsibilities under those standards are further described in the Auditor's 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 consolidated financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these ethical requirements. 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 judgments, 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.

Key Audit Matter	How our audit addressed the key audit matters
<p>Premium Income</p> <p>Premium income is the most financially significant item in the statement of profit and loss account & profit and loss appropriation account. The company has reported Net premium income of Tk.420,901,209 for the year ended December 31, 2023.</p> <p>Gross general insurance premium comprises the total premium received during the accounting period for the entire period of cover for which insurance policy has been issued by contracts with Sena Kalyan Insurance Company Limited. As the premium income recognition, due to the significance of the balance to the financial statements as a whole, we regard this as a key audit matter.</p>	<p>Our procedures included obtaining an understanding of management's premium income recognition process. We tested a sample of transactions to verify whether the revenue was accounted for in accordance with the revenue recognition policy as disclosed in Note 3.01 and Form XL of the financial statements. In addition, we assessed whether the disclosed revenue recognition policy was in accordance with relevant Insurance Act & Rules.</p> <p>For the revenue recognized throughout the year, we tested selected key controls, including results reviews by management, for their operating effectiveness and performed procedures to gain sufficient audit evidence on the accuracy of the accounting for customer contracts and related financial statement captions.</p> <p>With respect to Premium income in respect of various types of insurance we carried out the following procedures:</p>

Key Audit Matter	How our audit addressed the key audit matters
	<ul style="list-style-type: none"> • The design and operating effectiveness of key controls around premium income recognition process. • Carried out analytical procedures and recalculated premium income for the period. • Carried out cut-off testing to ensure unearned premium income has not been included in the premium income. • On a sample basis reviewed policy to ensure appropriate policy stamp was affixed to the contract and the same has been reflected in the premium register. • Ensured on a sample basis that the premium income was being deposited in the designated bank account. • Tested on a sample basis to see that appropriate VAT was being collected and deposited to bank through Treasury Challan. • For a sample of insurance contracts tested to see if appropriate level of reinsurance was done and whether that re insurance premium was deducted from the gross premium. • Applying specialist judgment ensured if there is any impairment of the reinsurer. • Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards, Insurance Act 1938 (as amended in 2010), Insurance Rules, 1958 and other applicable rules and regulations and regulatory guidelines.
See Form XL to the financial statements	
Estimated liability in respect of outstanding claims whether due or intimated and claim payment	
<p>Sena Kalyan Insurance Company Limited has represented the amount related with the claim due or intimated from the insured which involves management judgment & risk of over & understatement of the value.</p> <p>As a result, financial statements may show distorted amount which may also concern going concern issue for the company.</p> <p>At year end the 2023, the Company reported total balance under the head of estimated liability in respect of outstanding claims whether due or intimated and claim payment of BDT 231,624,156</p>	<p>We tested the design and operating effectiveness of controls around the due and intimated claim recording process.</p> <p>We additionally carried out the following substantive testing around this item:</p> <ul style="list-style-type: none"> • Obtained the claim register and tested for completeness of claims recorded in the register on a sample basis. • Obtained a sample of claimed policy copy and cross check it with claim. • Obtained a sample of survey reports 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



Key Audit Matter	How our audit addressed the key audit matters
	<p>statement, claim payment register and general ledger.</p> <ul style="list-style-type: none"> 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.
See note 16 to the financial statements	
Property, Plant & Equipment	
<p>The carrying value of property, plant & equipment amounts to Taka 173,526,857. This represents significant amount in the company's statement of financial position as at December 31, 2023.</p> <p>There is a risk of:</p> <ul style="list-style-type: none"> ✓ determining which costs meet the criteria for capitalization; ✓ determining the date on which the assets is recognized to property, plant and equipment and depreciation commences; ✓ the estimation of economic useful lives and residual values assigned to Fixed asset. <p>We identified the carrying value of property, plant and equipment as a key audit matter because of the high level of management judgment involved and because of its significance to the financial statements.</p>	<p>Our audit procedures to assess the carrying value of property, plant & equipment included the following:</p> <p>Our audit procedures included controls testing and substantive procedures covering, in particular:</p> <ul style="list-style-type: none"> Assessing the design, implementation and operating effectiveness of key internal controls over the completeness, existence and accuracy of property, plant and equipment including the key internal controls over the estimation of useful economic lives and residual values; Assessing, on a sample basis, costs capitalized during the year by comparing the costs capitalized with the relevant underlying documentation, which included purchase agreements and invoices, and assessing whether the costs capitalized met the relevant criteria for capitalization. Testing the key controls over the management's judgment in relation to the accounting estimates of the depreciable lives and residual values of property, plant and equipment. Reconcile on a sample basis the additional capitalized costs for the year to the underlying invoices and supporting documents. We reviewed minutes of board meetings for approval of the total capitalization cost. We assessed the company's capitalizations policy for compliance with IAS 16 and tested the expenditure capitalized against the capitalizations policy. We traced payments to supporting documents. We assessed the adequacy of the disclosures of the financial statements.
See note no 17.00 to the financial statements.	
Deferred tax liability	
<p>Company reported net deferred tax liability totaling Taka 2,499,282 as at December 31, 2023.</p> <p>Significant judgment is required in relation to deferred tax liability as their liability is dependent on forecasts of future profitability over a number of years.</p>	<p>Our audit procedures to assess the carrying value of Deferred Tax liability included the following:</p> <ul style="list-style-type: none"> We obtained an understanding, evaluated the design and tested the operational effectiveness of the Company's key controls over the recognition and measurement of Deferred Tax Assets and Liabilities and the assumptions used in estimating the future taxable expense of the Company. We also assessed the completeness and accuracy of the data used for the estimations of



Key Audit Matter	How our audit addressed the key audit matters
	<p>future taxable expense.</p> <ul style="list-style-type: none"> • We tested the mathematical accuracy in calculation of deferred tax. • We evaluated the reasonableness of key assumptions, timing of reversal of temporary differences and expiration of tax loss carry forwards, recognition and measurement of Deferred Tax Liability. • We assessed the adequacy of the Company's disclosures setting out the basis of deferred tax liability balances and the level of estimation involved. • We also assisted in evaluating the tax implications, the reasonableness of estimations and calculations determined by management. • We also involved our internal experts from the tax area in the analysis of the reasonableness of the tax assumptions on the basis of the applicable legislation. • Finally assessed the appropriateness and presentation of disclosures against IAS 12 Income Taxes.
See note no. 12 to the financial statements	
<p>We have drawn the attention of the stakeholders to Note # 2.34(c) to the statements regarding "Worker's Profit Participation Fund (WPPF)" which states that the profit of the participation fund is yet to be distributed among the workers. According to the letter from Finance Ministry on dated June 29, 2023, mentioned issues has not yet been finalized except persuasion for accepting the recommendation from Bangladesh Insurance Association.</p>	

Other Information

Management is responsible for the other information. The other information comprises all the information in the Annual Report other than the financial statements and our auditor's report thereon. 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 identified above when it becomes available 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.

After going through 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 of financial statements that give a true and fair view 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 as explained in note 2 and for such internal control as management determines is necessary to enable the preparation of consolidated and separate 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 consolidated and separate 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 judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated and separate 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 consolidated and separate financial statements, including the disclosures, and whether financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the consolidated and separate financial statements. We are responsible for the direction, supervision and performance of the Company audit. We remain solely responsible for our audit opinion.

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.



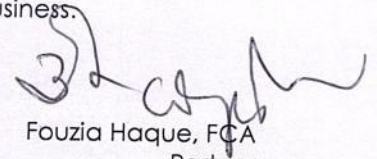
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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 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:

- 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;
- In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examinations of those books;
- The company's balance sheet and profit and loss account dealt with by the report are in agreement with the books of account and returns;
- As per section 63(2) of the Insurance Act 2010, in our opinion to the best of our knowledge and belief and 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 profit & loss account of the Company;
- 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; and
- The expenditure was incurred for the purpose of the Company's business.



Fuzia Haque, FCA
Partner

FAMES & R

Chartered Accountants
DVC # 2402081032AS356630

Dated: 08 February, 2024
Place: Dhaka



Sena Kalyan Insurance Company Limited

Balance Sheet (Statement of Financial Position)

As at 31 December, 2023

Capital and Liabilities	Notes	Amount in Taka	
		31 December, 2023	31 December, 2022
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		400,000,000	400,000,000
40,000,000 Ordinary share of Tk. 10/- each fully paid up	3.00	400,000,000	400,000,000
Reserve or Contingency Accounts		497,055,380	406,672,565
Reserve for Exceptional Losses	4.00	455,826,937	355,872,215
Investment Fluctuation Fund	5.00	(7,002,347)	(7,603,013)
Profit and Loss Appropriation Account	6.00	48,230,790	58,403,363
Total shareholders equity		897,055,380	806,672,565
Balance of Funds and Accounts	7.00	232,122,613	158,381,271
Fire insurance business		59,828,469	40,036,138
Marine insurance business		55,197,028	69,849,228
Motor insurance business		4,665,097	6,178,490
Miscellaneous insurance business		112,432,018	42,317,416
Premium Deposits	8.00	45,672,085	113,681,296
Liabilities and Provisions		425,689,198	404,973,403
Estimated liabilities in respect of outstanding claims whether due or intimated	9.00	231,624,156	183,122,508
Amounts due to other persons or bodies carrying on insurance business	10.00	105,384,730	71,997,413
Provision for Income tax	11.00	16,102,870	89,454,375
Deferred Tax Liability	12.00	2,499,282	3,284,288
Lease Liability	13.00	9,758,926	3,952,285
Unclaimed Dividend Account	14.00	1,001,052	574,998
Provision for WPPF	15.00	7,510,829	6,487,556
Sundry Creditors	16.00	51,807,354	46,099,979
Total liabilities		703,483,896	677,035,970
Total Shareholders Equity and Liabilities		1,600,539,276	1,483,708,535



Sena Kalyan Insurance Company Limited

Balance Sheet (Statement of Financial Position)

As at 31 December, 2023


Assets and Properties	Notes	Amount in Taka	
		31 December, 2023	31 December, 2022
Non-Current Assets		279,896,994	277,402,088
Property, Plant and Equipment	17.00	173,526,857	175,635,979
Investment	18.00	84,203,453	87,140,494
Right of Use (RoU) Assets	19.00	9,770,426	3,991,385
Deferred Tax Assets	20.00	12,396,257	10,634,230
Current Assets		108,835,345	172,353,173
Investment in Shares	21.00	59,521,396	59,431,602
Accrued Interest	22.00	28,701,635	25,163,765
Amount due from other persons or bodies carrying on insurance business	23.00	828,315	828,315
Sundry Debtors (Including advances, deposits and prepayments)	24.00	17,712,901	86,307,221
Stationary and forms in hand		185,150	356,420
Stamps in hand		1,885,947	265,850
Cash and Cash Equivalents	25.00	1,211,806,937	1,033,953,274
Fixed Deposits: (FDR's)		1,143,297,189	1,084,866,866
SND Accounts		59,288,930	48,189,764
Current Accounts		6,712,782	(100,891,264)
Cash in hand		203,725	55,788
Brokerage Balance		2,304,312	1,732,120
Total Assets and Properties		1,600,539,276	1,483,708,535
Net Asset Value Per Share (NAVPS)	30.01	22.43	20.17

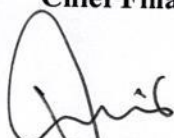
The accompanying notes form an integral part of these financial statements.


Company Secretary


Chief Financial Officer


Chief Executive Officer


Director


Director


Chairman

Signed as per our annexed report of even date.


Fuzia Haque, FCA

ICAB Enrollment No. 1032

Partner

FAMES & R

Chartered Accountants

DVC: 2402081032AS356630




Dhaka, 08 February, 2024

Sena Kalyan Insurance Company Limited
Profit and Loss Account
(Statement of Profit or Loss and other Comprehensive Income)
For the year ended 31 December, 2023

Particulars	Notes	Amounts in Taka	
		31 December, 2023	31 December, 2022
Profit / (loss) Transferred from		89,848,591	82,294,297
Fire Insurance Revenue Account		4,119,025	13,642,303
Marine Insurance Revenue Account		80,227,144	45,893,570
Motor Insurance Revenue Account		10,351,515	14,531,629
Misc. Insurance Revenue Account		(4,849,094)	8,226,795
Interest, Dividend and Rents (Not applicable to any fund or account)		86,635,467	67,931,825
Interest received and Dividend Income	26.00	76,397,317	60,649,963
Other Income	27.00	10,238,150	7,281,862
Total		176,484,057	150,226,122
Expenses of management (Not applicable to any particular fund or account)			
Advertisement and Publicity		343,363	651,188
Directors fees		327,556	260,332
Donation, Levy and Subscription		1,017,778	965,000
Audit fees		123,195	448,805
Legal, Professional and Rating Fees		400,556	136,694
Registration and Renewal Fees		2,126,953	1,868,226
Holding Tax / IPO Exp.		240,451	702
Depreciation		14,176,792	9,656,504
		18,756,644	13,987,450
Profit Before WPPF & Tax		157,727,414	136,238,672
WPPF Expense		7,510,829	6,487,556
Profit Before Tax		150,216,584	129,751,116
Income Tax Expenses		13,555,837	15,420,383
Deferred Tax (Income)/Expense	11.01	16,102,871	15,186,402
	12.01	(2,547,034)	233,981
Balance for the year carried to profit and loss appropriation account		136,660,747	114,330,734
Total		176,484,057	150,226,122
Other Comprehensive Income			
Gain/(loss) from Fair Value Changes of Investment in Shares	5.00	600,666	(8,031,481)

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


Company Secretary


Director

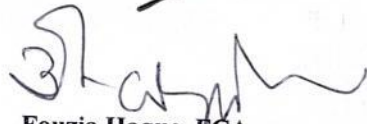

Chief Financial Officer


Director


Chief Executive Officer


Chairman

Signed as per our annexed report of even date.


Fuzia Haque, FCA
ICAB Enrollment No. 1032
Partner
FAMES & R
Chartered Accountants
DVC: 2402081032AS356630



Sena Kalyan Insurance Company Limited

Profit and Loss Appropriation Account

For the year ended 31 December, 2023

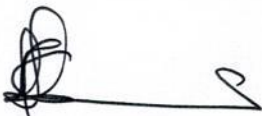
Particulars	Notes	Amounts in Taka	
		31 December, 2023	31 December, 2022
Balance Brought Forward from previous year		59,524,765	72,129,358
Balance transferred from profit and loss account		136,660,747	114,330,734
Total		196,185,512	186,460,091
		147,954,722	128,056,729
Reserve for Exceptional losses	4.01	99,954,722	80,056,729
Cash dividend paid 2022		48,000,000	48,000,000
Balance transferred to balance sheet		48,230,790	58,403,363
Total		196,185,512	186,460,091
Earnings Per Share (EPS)	31.00	3.42	2.86

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


Company Secretary


Chief Financial Officer

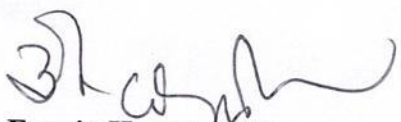

Chief Executive Officer


Director


Director

Signed as per our annexed report of even date.


Chairman


Fuzia Haque, FCA
ICAB Enrollment No. 1032
Partner
FAMES & R
Chartered Accountants
DVC: 2402081032AS356630

Dhaka, 08 February, 2024



Sena Kalyan Insurance Company Limited

Statement of Changes in Equity

For the year ended 31 December, 2023

Particulars	Share Capital	Reserve for Exceptional Losses	Investment Fluctuation Fund	Retained Earnings	Total
Balance As at 1 January, 2023	400,000,000	355,872,215	(7,603,013)	58,403,363	806,672,565
Net Profit after tax for the year	-	-	-	136,660,747	136,660,747
Reserve for Exceptional losses	-	99,954,722	-	(99,954,722)	-
Cash Dividend paid	-	-	-	(48,000,000)	(48,000,000)
Fluctuation Fund Adjustment	-	-	600,666	-	600,666
Previous Year Excess Tax Provision	-	-	-	1,121,402	1,121,402
Balance As at 31 December, 2023	400,000,000	455,826,937	(7,002,347)	48,230,790	897,055,380

Board of Directors proposed 13.50% cash dividend for the year 2023 subject to approval of shareholders of the company in its forthcoming 11th Annual General Meeting.

For the year ended 31 December, 2022

Particulars	Share Capital	Reserve for Exceptional Losses	Investment Fluctuation Fund	Retained Earnings	Total
Balance As at 1 January, 2022	400,000,000	275,815,487	428,468	72,129,358	748,373,312
Net Profit after tax for the year	-	-	-	114,330,734	114,330,734
Reserve for Exceptional losses	-	80,056,729	-	(80,056,729)	-
Cash Dividend paid	-	-	-	(48,000,000)	(48,000,000)
Fluctuation Fund Adjustment	-	-	(8,031,481)	-	(8,031,481)
Balance As at 31 December, 2022	400,000,000	355,872,215	(7,603,013)	58,403,363	806,672,565

Board of Directors proposed 12% cash dividend for the year 2022 subject to approval of shareholders of the company in its forthcoming 10th Annual General Meeting.

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, 08 February, 2024



Sena Kalyan Insurance Company Limited

Statement of Cash Flows

For the year ended 31 December, 2023


Particulars	Notes	Amounts in Taka	
		31 December, 2023	31 December, 2022
Cash flows from operating activities			
Collection from premium & Sundry Income	33.01	1,053,988,446	1,020,322,643
Payment for management expenses, Re-insurance & Claims	33.02	(799,854,050)	(828,083,367)
Income tax paid	24.01	(21,533,660)	(14,129,209)
Net cash flows from operating activities		232,600,736	178,110,068
Cash flows from investing activities			
Acquisition of fixed assets	17.00	(12,514,984)	(152,068,383)
Sales of Fixed Assets	27.01	2,320,000	3,562,990
Investment made in Share & Treasury bond	33.03	3,447,912	(49,165,659)
Net cash used in investing activities		(6,747,072)	(197,671,052)
Cash flows from financing activities			
Cash dividend paid		(48,000,000)	(48,000,000)
Loan from Sena Kalyan Sangstha		-	(27,401,405)
Total cash flows from financing activities		(48,000,000)	(75,401,405)
Net increase in cash & Cash equivalents during the year		177,853,663	(94,962,389)
Opening cash & Cash equivalents at beginning of the year		1,033,953,274	1,128,915,663
Closing cash & Cash equivalents at end of the year		1,211,806,937	1,033,953,274
Net Operating Cash Flows Per Share (NOCFPS)	32.00	5.82	4.45

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, 08 February, 2024



Sena Kalyan Insurance Company Limited

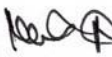
Consolidated Revenue Account

For the year ended 31 December, 2023

Particulars	Notes	Amounts in Taka	
		31 December, 2023	31 December, 2022
Balance of account at the beginning of the year			
Reserve for Unexpired risk		158,381,271	125,965,289
Premium, Less Re insurance		420,901,209	344,448,309
Commission on Re insurance		45,209,562	41,230,164
Total		624,492,041	511,643,763
Claim under policies less Re-Insurance		152,237,910	101,807,944
Paid during the year		103,736,262	189,670,550
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	9.00	231,624,156	183,122,508
Less: Outstanding at the end of the previous year		(183,122,508)	(270,985,114)
		382,405,540	327,541,522
Agency Commission	28.00	34,759,136	57,214,530
Expense for management	29.01	115,523,791	111,945,721
Reserve for unexpired risk being 40% of fire, Marine Cargo, Motor & Misc. and 100% of Marine Hull & Aviation Premium Income of the year	7.00	232,122,613	158,381,271
Profit Transferred to Profit & Loss account		89,848,591	82,294,297
Total		624,492,041	511,643,763

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


Company Secretary


Chief Financial Officer

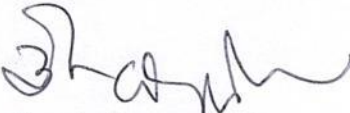

Chief Executive Officer


Director


Director


Chairman

Signed as per our annexed report of even date.



Fuzia Haque, FCA

ICAB Enrollment No. 1032

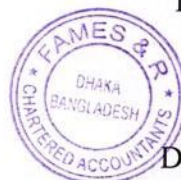
Partner

FAMES & R

Chartered Accountants

DVC: 2402081032AS356630


Dhaka, 08 February, 2024



Sena Kalyan Insurance Company Limited
Fire Insurance Revenue Account
For the year ended 31 December, 2023


Particulars	Notes	Amounts in Taka	
		31 December, 2023	31 December, 2022
Balance of account at the beginning of the year			
Reserve for Unexpired risk		40,036,138	34,612,677
Premium, Less Re insurance		149,571,172	100,090,344
Commission on Re insurance		21,876,569	20,282,379
Total		211,483,878	154,985,400
Claim under policies less Re-Insurance		98,981,089	48,464,091
Paid during the year		74,599,823	56,194,947
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	9.00	143,524,147	119,142,881
Less: Outstanding at the end of the previous year		(119,142,881)	(126,873,737)
		108,383,764	92,879,006
Agency Commission	28.00	19,866,691	25,644,868
Expense for management	29.01	28,688,604	27,198,000
Reserve for unexpired risk being 40% of fire Premium	7.00	59,828,469	40,036,138
Income of the year			
Profit Transferred to Profit and Loss account		4,119,025	13,642,303
Total		211,483,878	154,985,400

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


Company Secretary


Chief Financial Officer

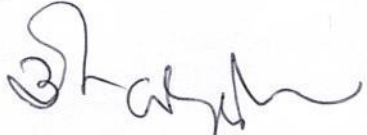

Chief Executive Officer


Director


Director


Chairman

Signed as per our annexed report of even date.


Fuzia Haque, FCA
ICAB Enrollment No. 1032
Partner

FAMES & R
Chartered Accountants
DVC: 2402081032AS356630




Dhaka, 08 February, 2024

Sena Kalyan Insurance Company Limited
Marine Insurance Revenue Account

For the year ended 31 December, 2023


Particulars	Notes	Amounts in Taka	
		31 December, 2023	31 December, 2022
Balance of account at the beginning of the year			
Reserve for Unexpired risk		69,849,228	50,103,565
Premium, Less Re insurance		120,617,307	154,521,585
Commission on Re insurance		5,627,694	5,469,021
Total		196,094,228	210,094,172
Claim under policies less Re-Insurance		33,301,425	49,469,149
Paid during the year		11,292,563	25,739,054
Total estimated liability in respect of outstanding claims at the end of the year whether due or	9.00	81,401,446	59,392,584
Less: Outstanding at the end of the previous year		(59,392,584)	(35,662,489)
		82,565,660	114,731,452
Agency Commission	28.00	9,482,987	19,398,754
Expense for management	29.01	17,885,645	25,483,471
Reserve for unexpired risk being 40% of Marine Cargo and 100% of Marine Hull Premium Income of the year	7.00	55,197,028	69,849,228
Profit Transferred to Profit and Loss account		80,227,144	45,893,570
Total		196,094,228	210,094,172

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


Company Secretary


Chief Financial Officer

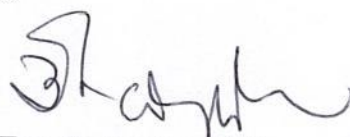

Chief Executive Officer


Director


Director


Chairman

Signed as per our annexed report of even date.


Fuzia Haque, FCA
ICAB Enrollment No. 1032
Partner



FAMES & R
Chartered Accountants
DVC: 2402081032AS356630

Dhaka, 08 February, 2024

Sena Kalyan Insurance Company Limited

Motor Insurance Revenue Account

For the year ended 31 December, 2023


Particulars	Notes	Amounts in Taka	
		31 December, 2023	31 December, 2022
Balance of account at the beginning of the year			
Reserve for Unexpired risk		6,178,490	10,384,170
Premium, Less Re insurance		11,662,743	15,446,224
Commission on Re insurance		219,784	-
Total		18,061,017	25,830,394
Claim under policies less Re-Insurance		767,672	1,554,164
Paid during the year		997,752	26,656,964
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	9.00	259,420	489,500
Less: Outstanding at the end of the previous year		(489,500)	(25,592,300)
		6,941,829	9,744,601
Agency Commission	28.00	868,333	1,271,346
Expense for management	29.01	1,408,399	2,294,766
Reserve for unexpired risk being 40% of Motor Premium Income of the year	7.00	4,665,097	6,178,490
Profit Transferred to Profit & Loss account		10,351,515	14,531,629
Total		18,061,017	25,830,394

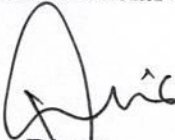
The accompanying notes form an integral part of these financial statements.


Company Secretary


Chief Financial Officer

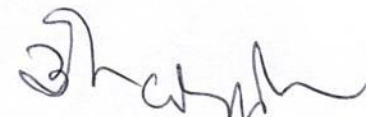

Chief Executive Officer


Director


Director


Chairman

Signed as per our annexed report of even date.


Fuzia Haque, FCA
ICAB Enrollment No. 1032

Partner
FAMES & R
Chartered Accountants
DVC: 2402081032AS356630



Dhaka, 08 February, 2024

Sena Kalyan Insurance Company Limited
Miscellaneous Insurance Revenue Account

For the year ended 31 December, 2023

Particulars	Notes	Amounts in Taka	
		31 December, 2023	31 December, 2022
Balance of account at the beginning of the year			
Reserve for Unexpired risk		42,317,416	30,864,877
Premium, Less Re insurance		139,049,986	74,390,156
Commission on Re insurance		17,485,515	15,478,764
Total		198,852,917	120,733,797
Claim under policies less Re-Insurance		19,187,724	2,320,540
Paid during the year		16,846,124	81,079,585
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	9.00	6,439,143	4,097,543
Less: Outstanding at the end of the previous year		(4,097,543)	(82,856,588)
		184,514,287	110,186,462
Agency Commission	28.00	4,541,125	10,899,562
Expense for management	29.01	67,541,144	56,969,484
Reserve for unexpired risk being 40% of Misc. and 100% of Aviation Premium Income of the year	7.00	112,432,018	42,317,416
Profit Transferred to Profit & Loss account		(4,849,094)	8,226,795
Total		198,852,917	120,733,797

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


Company Secretary


Chief Financial Officer

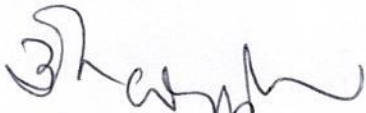

Chief Executive Officer


Director


Director


Chairman

Signed as per our annexed report of even date.



Fuzia Haque, FCA

ICAB Enrollment No. 1032

Partner

FAMES & R

Chartered Accountants

DVC: 2402081032AS356630



Dhaka, 08 February, 2024

Sena Kalyan Insurance Company Limited

Form AA

Classified Summary of Assets

As at 31 December, 2023


Sl. No	Class of Assets	2023		Remarks
		Book value	Market Value	
1	Property, Plant & Equipment at cost less depreciation	173,526,857	173,526,857	Cost Less depreciation
2	Statutory Deposit with Bangladesh Bank (10 years period Bangladesh Government Treasury Bonds)	84,203,453	84,203,453	Not quoted in Market
3	Right of Use (RoU) Assets	9,770,426	9,770,426	Realizable value
4	Deferred Tax Assets	12,396,257	12,396,257	Realizable value
5	Investment in Shares	66,523,744	59,521,396	Market Value
6	Interest Accrued but not due	28,701,635	28,701,635	Realizable value
7	Amount due from other persons	828,315	828,315	Realizable value
8	Sundry Debtors including advance deposit & prepayments	17,712,901	17,712,901	Realizable value
10	Stationary and forms in hand	185,150	185,150	Cost
9	Stamp in Hand	1,885,947	1,885,947	Cost
11	Fixed Deposit, SND Account and other Bank Balances	1,211,603,212	1,211,603,212	Realizable value
12	Cash in hand	203,725	203,725	Realizable value
Total		1,607,541,623	1,600,539,276	

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, 08 February, 2024



Sena Kalyan Insurance Company Limited

Notes to The Financial Statements

As at and for the year ended 31 December, 2023

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. The company went for public issue in 2021 and shares of the company is listed on both Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE).

Sena Kalyan Insurance Company Limited is a subsidiary Company of Sena Kalyan Sangstha (SKS) that holds 24,000,000 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 8 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, 2023 were authorized by the Board for issue on 07 February, 2024 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 Bangladesh.

2.00 Basis of Preparation and Summary of Significant Accounting Policies

2.01 Basis of preparation

"The Financial Reporting Act, 2015 (FRA) was enacted in 2015. The Financial Reporting Council (FRC) under the FRA has been formed in 2017 but the Financial Reporting Standards (FRS) under this council is yet to be issued for public interest entities such as general insurance companies. As the FRS is yet to be issued as per the provisions of the FRA, 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 2023 to December 31, 2023.

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 will be unable to continue as a going concern.

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 2023;
- b) Profit and Loss Account for the year ended 31 December 2023;
- c) Profit and Loss Appropriation Account for the year ended 31 December 2023;
- d) Statement of Changes in Equity for the year ended 31 December 2023;
- e) Statement of cash flows for the year ended 31 December 2023;
- f) Consolidated Revenue Account for the year ended 31 December 2023;
- g) Fire Insurance Revenue Account for the year ended 31 December 2023;
- h) Marine Insurance revenue Account for the year ended 31 December 2023;
- i) Motor Insurance Revenue Account for the year ended 31 December 2023;
- j) Miscellaneous Insurance Revenue Account for the year ended 31 December 2023; 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 2022 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 5% 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. Land & Building	5%
2. Furniture and Fixtures	10%
3. Motor Vehicles	20%
4. Office Equipment's	15%
5. Cookeries and Cutleries	15%
6. Office Decoration	10%
7. Computer and IT Equipment	10%
8. Mobile and Telephone Set	10%
9. 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 2023 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

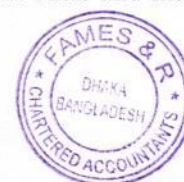
The Section 41 of Insurance Act, 2010 has always been complied by the company.

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 rate.



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 2022 and 1st & 2nd quarters of 2023 received from Sadharan Bima Corporation (SBC) has been incorporated in the company's accounts for the year ended 31 December 2023. 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

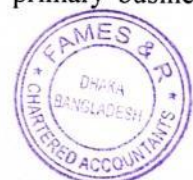
Accounts of all branches have been consolidated (aggregated) at the Central Accounts of the Head Office at Dhaka.

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 115,523,791 represents approximately 11.56% of Gross Premium of Tk. 999,547,221 (Including public sector business) and 27.45% of Net Premium of Tk 420,901,209 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 2023. The return of company's income tax for the assessment year 2023-2024 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. 31.

2.29 Loans and Borrowing

The company has no loans and borrowing as at 31 December 2023.

2.30 Estimated Liability in respect of outstanding claim

An amount of Tk. 183,122,508 (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 2022.

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 Act 2023, 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 un-expired 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 127 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	127
Total no. of employees	127

There is no part time employee employed at 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, Incentive bonus, 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, but did not distribut designated portion to workers welfare foundation as the process of releasing insurance companies from the said act is under process by ministry of finance vide their letter 53.00.0000.441.99.006.19.174 dated 29 June 2023.

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 in Note 34.

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 comprehensive income.
- 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. 232,122,613 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

In order to ensure the proper execution of Anti Money Laundering compliance, we have a Central Compliance Unit (CCU) and nominated officers in each Branch for analysis and control purpose. Central Compliance Unit (CCU) works directly under the Chief Executing Officer (CEO) of the Organization. CCU issues the instructions to be followed by the branches. These instructions are prepared combining the issues related to monitoring of transactions, internal control, self-assessment report, policies and procedures from the point of preventing money laundering and terrorist financing. As per the instructions of Bangladesh Financial Intelligence Unit (BFIU), the Central Compliance Unit (CCU) of SKICL is comprised of the following Personnel:

- Maloy Kumar Saha–Chief Anti Money Laundering Compliance Officer (CAMLCO) and Chief of CCU
- Pronab Kumar Saha–Member of CCU & Head of Underwriting Department
- Tajul Islam–Member of CCU & Head of Claim & Re-Insurance Department
- Md Shakhawat Hossain–Member of CCU & Head of IT Department.

Mr. Maloy Kumar Saha, CFO has been appointed as a Chief Anti Money Laundering Compliance Officer (CAMLCO) in our company. CCU addresses the prevention of money laundering & terrorist financing activities under the Money Laundering Prevention Act-2012 and the Anti Terrorism Act-2013 (Amended). This includes an AML/CFT risk assessment and practices, procedures and controls for establishing business relationship, KYC procedures and ongoing transaction monitoring for detecting suspicious transactions/policy activity, regularly monitors and ensures reporting to BFIU. CCU has to prepare Self Assessment Report semiannually on the basis of BFIU's Master Circular 16 section 8.1. CCU organizes quarterly meeting and training for all the employees on AML and CFT.

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. The company manages its liquidity risks by balancing cash inflows and outflows, and by embracing the time-tested principles of maximising cash inflows and optimising cash outflows.

(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, 2023	31 December, 2022
1,000,000,000	1,000,000,000
400,000,000	400,000,000

3.01 Shareholding Patterns

Classification of Shareholders as per their share holdings

Sl. No	Category of Shareholder	No. of Shares	% of Holding	Amount (Tk.) 2023	Amount (Tk.) 2022
01	Sponsors/Directors	24,000,000	60.00%	240,000,000.00	240,000,000.00
02	General Public	12,524,562	31.31%	125,245,620.00	132,896,360.00
03	Institution	3,475,438	8.69%	34,754,380.00	27,103,640.00
Total		40,000,000	100.00%	400,000,000	400,000,000

Classification of Shareholders

Sl. No	Range of share holding	No. of Shareholders	No. of Shares	Share par value	Value of Share in Taka 2023	Value of Share in Taka 2022
1	00001-10000	57,783	7,225,015	10	72,250,150	76,928,270
2	10001-20000	141	1,980,174	10	19,801,740	19,056,700
3	20001-30000	44	1,068,696	10	10,686,960	10,415,430
4	30001-40000	21	739,149	10	7,391,490	9,367,180
5	40001-50000	9	408,913	10	4,089,130	4,443,110
6	50001-60000	5	270,186	10	2,701,860	3,225,130
7	60001-70000	8	531,438	10	5,314,380	4,080,320
8	70001-80000	1	72,588	10	725,880	2,201,500
9	80001-90000	3	253,185	10	2,531,850	1,691,000
10	90001-1000000000	21	27,450,656	10	274,506,560	268,591,360
Total		58,036	40,000,000		400,000,000	400,000,000

Shareholders (Sponsors)

Sl. No.	Name of the Shareholders	Position	No. of Shares	No. of Shares
1	Sena Kalyan Sangstha	Sponsor	24,000,000	24,000,000
2	Major General Md Habib Ullah, SPP, ndc, afwc, psc, M Phil	Chairman & Nominated Director	-	-
3	Cdre A.F.M Rafiqul Islam (L), ndu, psc, BN	Vice-Chairman & Nominated Director	-	-
4	Air Cdre Md Shaharul Huda, BSP, ndc, psc	Nominated Director	-	-
5	Brig Gen Md Abdur Rahman, BGBM, G+	Nominated Director	-	-
6	Brig Gen Mohd Muinul Haq Mamun, psc	Nominated Director	-	-
7	Brig Gen Md Humayun Kabir, psc	Nominated Director	-	-
8	Brig Gen Rezwan, ndc, psc	Nominated Director	-	-
9	M. M. Mostafa Bilal	Independent Director	-	-
10	Kazi Ahmad Pervez	Independent Director	-	-
Total			24,000,000	24,000,000

All nominated directors are nominated by Sena Kalyan Sangstha.



Share holding of CEO, Company Secretary, CFO & Executives

Sl. No	Name	Designation	Share Holding (Nos)	Share Holding (Nos)
1	Brig Gen Shafique Shamim (Retd)	Managing Director & CEO	Nil	Nil
2	Col Md Aulad Hossain, psc, G (Retd)	Deputy Managing Director (Development Officer)	Nil	Nil
3	Gp Capt Md Atiar Rahman, psc (Retd)	Deputy Managing Director (Development Officer)	Nil	Nil
4	Lt. COI AKM Nazimul Islam, Psc, (Retd.)	Head of Marketing	Nil	Nil
5	Mr. Pranab Kumar Saha,	Head of Underwriting	Nil	Nil
6	Maloy Kumar Saha	Chief Financial Officer (CFO)	Nil	Nil
7	Squardon Leader Md. Mostafa Zaman (Retd.)	Head of Admin	Nil	Nil
8	Mr. Tajul Islam	Head of Cliam and Re-insurance	Nil	Nil
9	Md. Shakhawat Hossain	Head of IT	Nil	Nil
10	M.M. Sajedul Islam, FCS	Company Secretary	Nil	Nil
11	Khadiza Kanom Mili	Head of HR	Nil	Nil
12	Lasmin Akter	Head of Internal Audit & Compliance	Nil	Nil

4.00 Reserve for exceptional losses

Reserve for exceptional losses for tk. 99,954,722 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 2023

Addition made during the year

Total

4.01

355,872,215	275,815,487
99,954,722	80,056,729
455,826,937	355,872,215

4.01 Reserve for Exceptional losses (addition during the year)

Particulars	Gross Premium	Percentage (%)	31 December, 2023	31 December, 2022
Fire	248,219,839	10%	24,821,984	19,450,814
Marine Cargo	133,410,989	10%	13,341,099	16,496,873
Marine Hull	21,347,154	10%	2,134,715	1,727,908
Motor	12,164,137	10%	1,216,414	1,639,140
Miscellaneous	584,405,101	10%	58,440,510	40,741,993
Total	999,547,221		99,954,722	80,056,729

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

Market Price of Shares

Cost Price of Shares

Closing Balance

59,521,396	59,431,602
(66,523,744)	(67,034,615)
(7,002,347)	(7,603,013)

0.01 Gain/(loss) from Fair Value Changes of Investment in Shares

Opening Investment Fluctuation Fund

Investment Fluctuation Fund

Total

7,603,013	(428,468)
7,002,347	7,603,013
600,666	(8,031,481)

6.00 Profit and Loss Appropriation Account

Opening Balance

Add: Previous year Excess Tax Provision

Add : Profit during the year

Total

Less : Reserve for Exceptional Losses.

Less: Dividend distributed from last year profit

Closing Balance

58,403,363	72,129,358
1,121,402	-
59,524,765	72,129,358
136,660,747	114,330,734
196,185,512	186,460,091
(99,954,722)	(80,056,729)
(48,000,000)	(48,000,000)
48,230,790	58,403,363

7.00 Balance of funds and accounts

Fire Insurance Revenue Account

Marine Insurance Revenue Account

Motor Insurance Revenue Account

Miscellaneous Insurance Revenue Account

Total

59,828,469	40,036,138
55,197,028	69,849,228
4,665,097	6,178,490
112,432,018	42,317,416
232,122,613	158,381,271



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.

8.00 Premium Deposits

Marine Insurance Account	44,172,955	113,605,509
Stamp Collection	1,499,130	75,787.53
Total	45,672,085	113,681,296

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.

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

Fire	143,524,147	119,142,881
Marine	81,401,446	59,392,584
Motor	259,420	489,500
Miscellaneous	6,439,143	4,097,543
Total	231,624,156	183,122,508

All the claims against which the Company received intimations within 31 December 2023 have been taken into consideration while estimating the liability in respect of outstanding claims.

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

Sadharan Bima Corporation (SBC)	68,829,360	55,710,252
Overseas Re-insurer	36,555,370	16,287,161
Total	105,384,730	71,997,413

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

11.00 Provision for Income Tax

Opening Balance	89,454,375	74,267,974
Add: Provision during the year - 11.01	16,102,871	15,186,402
	105,557,246	89,454,375
Less: Paid Adjustment during the year - 24.01	(5,643,515)	-
Less: Paid Adjustment Adjustment Previous year - 24.01	(82,689,460)	-
Less: Adjustment Previous year Excess Provision	(1,121,402)	-
Closing Balance	16,102,870	89,454,375

*Income Tax Provision Presentation and Recognition as per IAS 12

11.01 Calculation of Provision for Income Tax

Net Profit (as per Profit and Loss Account)	150,216,584	129,751,116
Less: Exceptional Losses Reserve	(99,954,722)	(80,056,729)
	50,261,862	49,694,388
Less: Income from Bangladesh Govt. Treasury Bond (Tax Free)	(5,696,204)	(6,421,537)
Less: Dividend Income	(2,033,912)	(2,758,759)
Less: Income from House Rent	(1,296,250)	-
Less: Realised Gain on Sales of Share	(62,978)	(2,029,581)
Business Income	41,172,518	38,484,511
Provision on Business Income	15,439,694	14,431,692
Income from House Rent	250,097	-
Provision on Dividend Income	406,782	551,752
Realised Gain on sales of Shares	6,298	202,958
Total	16,102,871	15,186,402

12.00 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 2023. Deferred tax has also been included in current year accounts.



Deferred Tax Liability/(Assets)

Written Down Value as per financial statements

Written Down Value as per Tax Base

Taxable Temporary Difference

Tax Rate

173,526,857	175,635,979
166,862,107	166,877,877
6,664,751	8,758,102
37.50%	37.50%
2,499,282	3,284,288

Deferred Tax Liability

Opening Balance

Deferred Tax (Income)/Expense

Closing Balance

3,284,288	1,508,516
(785,007)	1,775,773
2,499,282	3,284,288

12.01 Deferred Tax (Income)/Expense

Deferred Tax Income - Note No. 20

Deferred Tax Expense - Note No. 12

(1,762,028)	(1,541,792)
(785,007)	1,775,773
(2,547,034)	233,981

13.00 Lease Liability**Opening Balance**

Addition During the Year

Adjustment During the Year

Closing Balance

3,952,285	14,426,582
7,965,524	3,785,221
(2,158,883)	(14,259,518)
9,758,926	3,952,285

14.00 Unclaimed Dividend Account

For 2021

For 2022

539,226	574,998
461,827	-
1,001,052	574,998

This amount represents unclaimed dividend for the year ended 2021 & 2022 up to 31 December, 2023.

15.00 Provision for WPPF**Opening Balance**

Addition During the Year

Adjustment During the Year

Closing Balance

6,487,556	5,799,060
7,510,829	6,487,556
(6,487,556)	(5,799,060)
7,510,829	6,487,556

16.00 Sundry Creditors

Provision for Audit Fees

Provision for Office Rent

VAT on Premium*

Tax and VAT at Source Payable

Claim Payable

Survey fee Payable

Securities Deposit for Rental (Business Mart)

Provision for PF & GF Expenses

Provision for Gratuity fund expenses

Total

7,750	250,000
118,100	12,065
2,741,298	1,049,994
942,689	513,119
39,379,289	39,390,597
-	702,760
3,111,000	-
40,000	70,000
5,467,228	4,111,444
51,807,354	46,099,979

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- 2023 for tk.27,41,298/-only which was subsequently paid on January 14, 2023 vide Sonali Bank Limited Challan No.2324-00236573311, 2324-00236579781, 2324-00236585091 dated 14/01/2024.

17.00 Property, Plant and Equipment

Tangible Assets

Intangible Assets

Written down value at 31 December, 2023

170,490,217	173,188,723
3,036,640	2,447,256
173,526,857	175,635,979



17.01 Tangible Assets

Opening Balance at Cost	201,619,134	56,159,395
Addition during the year	11,614,984	150,502,729
	213,234,118	206,662,124
Less: Disposal during the year	(3,586,500)	(5,042,990)
Closing Balance	209,647,618	201,619,134
Less: Accumulated Depreciation	(39,157,401)	(28,430,411)
Written down value	170,490,217	173,188,723

17.02 Intangible Assets

Opening Balance at Cost	3,163,904	1,598,250
Addition during the year	900,000	1,565,654
Closing Balance	4,063,904	3,163,904
Less: Accumulated Depreciation	(1,027,264)	(716,648)
Written down value	3,036,640	2,447,256

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

18.00 Investment

Investment in BGTB	Note- 18.01	80,012,373	81,091,675
Zero Coupon Bond	Note- 18.02	4,191,080	6,048,818
Total		84,203,453	87,140,494

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).

18.01 Investment in BGTB

Face Value of 05-Years BD0925021059	22,500,000	22,500,000
Face Value of 05-Years 2021005951	27,500,000	27,500,000
Face Value of 10-Years BD0923341103	26,000,000	26,500,000
Face Value of 10-Years BD0931561106	2,300,000	2,300,000
Premium value for Bangladesh Govt. Treasury Bonds	2,356,903	2,356,903
Discount value for Bangladesh Govt. Treasury Bonds	(644,530)	(65,228)
Total	80,012,373	81,091,675

The amount represents the investment in Bangladesh Government Treasury Bonds for 05-10 years period. To comply with the direction of Insurance Development Regulatory Authority (IDRA) instrument no. BD0923341103 amounting BDT. 2.60 crore is held as Statutory Deposit as per section 23 & 24 of the Insurance Act, 2010.

18.02 Zero Coupon Bond

Zero Coupon Bond (DBH)	6,048,818	7,019,692
Less: Adjustment	(1,857,738)	970,874
Closing Balance	4,191,080	6,048,818

19.00 Right of Use (RoU) Assets

Opening Balance	3,991,385	15,003,062
Addition During the Year	7,965,524	3,785,221
Amortisation and Adjustment	(2,186,483)	(14,796,898)
Closing Balance	9,770,426	3,991,385

20.00 Deferred Tax Assets

Opening Balance	10,634,230	9,092,438
Add: Deferred Tax Income	1,762,028	1,541,792
Closing Balance	12,396,257	10,634,230



20.01 Deferred Tax Income

Gratuity Provision
Gratuity Payment

Tax Rate

5,467,228	4,111,444
(768,488)	-
4,698,740	4,111,444
37.50%	37.50%
1,762,028	1,541,792

21.00 Investment in Shares

SI No.	Name of Company	No. of Shares	Average rate	Cost Price	Market Price 31 December, 2023	Market Price 31 December, 2022
1	Ifad Autos	42,000	54.48	2,288,040	1,852,200	1,852,200
2	Singer BD	20,000	176.89	3,537,861	3,038,000	3,038,000
3	Square Pharma	45,000	221.52	9,968,463	9,463,500	9,441,000
4	Ring Shine	-	-	-	-	1,764
5	DBH	11,220	69.12	775,548	636,174	635,800
6	BERGERPBL	3,000	1,778.26	5,334,772	5,322,000	5,167,800
7	BATBC	38,550	590.89	22,778,689	19,995,885	19,062,225
8	GP	48,200	325.58	15,693,092	13,814,120	12,897,000
9	Olympic	-	-	-	-	1,860,000
10	BRACBANK	17,334	48.75	844,962	620,557	620,813
11	MJLBD	14,000	94.45	1,322,318	1,213,800	1,213,800
12	BEXGSUKUK	20,000	100.00	2,000,000	1,700,000	1,780,000
13	PBLPBOND	396	5,000.00	1,980,000	1,865,160	1,861,200
Total				66,523,744	59,521,396	59,431,602

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.

22.00 Accrued Interest

Fixed Deposit Receipt (FDR's) Opening

Add: During the period

Less: Cash Receipts

Total Accrued Interest During the period

23,247,791	16,766,355
67,356,045	50,694,613
63,684,164	44,213,177
26,919,672	23,247,791

Interest on Bangladesh Govt. Treasury Bonds Opening

Add: During the period

Less: Cash Receipts

Total Accrued Interest During the period

1,862,344	1,870,551
5,696,204	6,421,537
5,881,071	6,429,744
1,677,477	1,862,344

Zero Coupon Bond Opening

Add: During the period

Less: Cash Receipts

Total Accrued Interest During the period

53,630	-
193,119	82,756
142,262	29,126
104,486	53,630

Total

28,701,635	25,163,765
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23.00 Amount due from other persons or bodies carrying on insurance business

Sadharan Bima Corporation (SBC)

Total

828,315	828,315
828,315	828,315



24.00 Sundry Debtors (Including advance, deposits and prepayments)

Security Deposit	790,115	734,195
Advance Income Tax (Note- 24.01)	15,890,145	82,689,460
Dividend Receivable	573,050	578,800
Advance to Supplier	217,014	1,500,000
Advance to Office Staff	242,578	804,767
Total	17,712,901	86,307,221

24.01 Advance Income Tax

Income Tax from Financial year 2015 to 2023 (Assessment Year 2016-2017 to 2024-2025) of Sena Kalyan Insurance Limited not yet finalized by the Income Tax Authority. Advance Tax pays U/S-154, Tax paid U/S-173, Tax (TDS) in particular years where showing Advance Tax payments are given below:

Opening Balance	82,689,460	68,560,251
Add: Paid during the year	21,533,660	14,129,209
Closing Balance	104,223,119	82,689,460

Sl No.	Financial Year	Assessment Year	Advance Tax	Tax Payment with return	Total Tax Paid 31 December, 2023	Total Tax Paid 31 December, 2022
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	4,586,322	19,714,784	19,714,784
10	2022	2023-2024	9,542,887	5,643,515	14,129,209	14,129,209
11	2023	2024-2025	15,890,145	-	21,533,660	21,533,660

25.00 Cash and cash equivalents**Cash at banks**

Fixed Deposits: (FDR's) (Note-25.01)	1,143,297,189	1,084,866,866
SND Accounts (Note- 25.02)	59,288,930	48,189,764
Current Accounts (Note- 25.02)	6,712,782	(100,891,264)
	1,209,298,900	1,032,165,366
Cash in hand (Note- 25.03)	203,725	55,788
Brokerage Balance	2,304,312	1,732,120
Total	1,211,806,937	1,033,953,274

25.01 Fixed Deposit Receipt (FDR)

Balance at the beginning of the year	1,084,866,866	978,813,739
Add: Placed during the year	259,513,000	286,000,000
Less: Encashed during the year	(201,082,678)	(179,946,873)
Balance at the end of the year	1,143,297,189	1,084,866,866

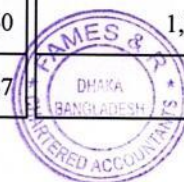


Statement of bank wise Fixed Deposit Receipt (FDR) as at 31 December, 2023

Sl. No.	Name of bank	31 December, 2023	31 December, 2022
1	Trust Bank Ltd.	484,900,000	423,900,000
2	IDLC Finance Ltd.	27,000,000	32,000,000
3	AB Bank Ltd.	1,000,000	11,000,000
4	Standard Bank Ltd.	40,000,000	40,000,000
5	National Bank Ltd.	2,000,000	-
6	Bank Asia Ltd.	9,500,000	9,000,000
7	Delta Brac Housing Ltd. (DBH)	75,000,000	54,000,000
8	Premier Bank	2,000,000	2,000,000
9	First Security Islami bank Ltd.	-	10,000,000
10	NRB Bank Ltd.	17,500,000	3,000,000
11	Shimanto Bank Ltd.	122,000,000	100,000,000
12	Lanka Bangla Finance Ltd.	25,000,000	17,000,000
13	People Leasing & Financial Services Ltd.	3,100,000	3,100,000
14	Meghna Bank Ltd.	73,000,000	57,500,000
15	Mutual Trust Bank Ltd.	15,000,000	10,000,000
16	United Commercial Bank Ltd.	24,500,000	24,500,000
17	Eastern Bank Ltd.	50,000,000	11,000,000
18	Exim Bank Ltd.	89,297,189	114,366,866
19	IFIC Bank Ltd.	17,000,000	20,000,000
20	Islami Bank Bangladesh Ltd.	-	11,000,000
21	IPDC Finance Ltd.	11,500,000	2,000,000
22	Community Bank Ltd.	10,000,000	35,000,000
23	United Finance Ltd.	11,000,000	8,500,000
24	Bengal Commercial Bank Ltd.	-	60,000,000
25	Bank Al-Falah Ltd.	25,000,000	26,000,000
26	National Finance Ltd.	1,000,000	-
27	Commercial Bank of Ceylon PLC	2,000,000	-
28	SBAC Bank Limited	2,500,000	-
29	Mercantile Bank Limited	2,500,000	-
Total		1,143,297,189	1,084,866,866

25.02 Statement of Bank wise Short Notice Deposit and Current Deposit with Banks as at 31 December, 2023

Name of bank	SND Account	CD Account	Total 31 December, 2023	Total 31 December, 2022
Trust Bank Ltd. Kawran Bazar Branch, Dhaka. A/C - 0030-0320000337	17,921,383	-	17,921,383	41,334,850
EXIM Bank Ltd. DOHS Branch, Dhaka. A/C - 1241-3100005298	40,334,652	-	40,334,652	6,850,283
Trust Bank Ltd. Kawran Bazar Branch, Dhaka. A/C - 0030-0210005719	-	1,337,083	1,337,083	884,703
Trust Bank Ltd. SKB Branch, Dhaka. A/C - 0003-0210013123	-	1,113,514	1,113,514	1,099,600
Trust Bank Ltd. Kawran Bazar Branch, Dhaka. A/C - 0030-0210005004	-	1,579,416	1,579,416	201,067
Trust Bank Ltd. Kawran Bazar Branch, Dhaka. A/C - 0030-0210008850	-	632,303	632,303	(105,243,356)
Trust Bank Ltd. Kawran Bazar Branch, Dhaka. A/C - 0030-0210009082	-	1,539,182	1,539,182	1,232,579
Sonali Bank Ltd. Farmgate Branch, Dhaka. A/C - 011-4902000884	-	478,188	478,188	345,066
Trust Bank Ltd. Kawran Bazar Branch, Dhaka. A/C - 7030-0322000053	474,260	-	474,260	574,998
Trust Bank Ltd. Kawran Bazar Branch, Dhaka. A/C - 0030-0320000935	552,947	-	552,947	-
Trust Bank Ltd. Motijheel Branch, Dhaka. A/C - 0003-0210013534	-	1,260	1,260	2,229
Trust Bank Ltd. Millennium Branch, Dhaka. A/C - 0022-0210012612	-	667	667	4,623



Trust Bank Ltd. Agrabad Branch, Chittagong. A/C - 0012-0210009600	-	3,336	3,336	4,540
Trust Bank Ltd. Khulna Branch, Khulna. A/C - 00400-320000451	4,075	-	4,075	4,151
Trust Bank Ltd. Millennium Branch, Dhaka. A/C - 0022-0210013684	-	26,362	26,362	1,070
Trust Bank Ltd. Kawran Bazar Branch, Dhaka. A/C - 0044-0210003135	-	1,471	1,471	1,617
Trust Bank Ltd. Chowhatta Branch, Sylhet. A/C - 0021-0320000794	1,613	-	1,613	480
Total	59,288,930	6,712,782	66,001,712	(52,701,500)

25.03 Cash in hand

Head Office	44,941	52,629
Branches	158,784	3,159
Total	203,725	55,788

26.00 Interest and Dividend Income

Bangladesh Government Treasury Bond	5,696,204	6,421,537
Fixed Deposit Receipt (FDR)	67,356,045	50,694,613
Zero Coupon Bond	193,119	82,756
Short Notice Deposit (SND) Accounts	1,118,036	692,299
Dividend on Share received during the year	2,033,912	2,758,759
Total	76,397,317	60,649,963

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

27.00 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	2,325,000	2,250,000
Income from House Rent	1,296,250	-
Sales of Paper and Wastage Goods	7,650	24,100
Service Charges (Co-Insurance)	814,697	209,583
Foreign Exchange Gain or Loss	1,496,589	-
Fees & Charges and Others	2,189,249	-
Received from SKICLPF Capital Reserve Fund (PF-forfeited amount)	173,051	-
Profit of sale of Fixed Assets Notes- 27.01	1,872,686	2,768,598
Profit of sale of shares	62,978	2,029,581
Total	10,238,150	7,281,862

27.01 Profit or Loss on Sales of Assets

Cost Price	3,586,500	4,910,000
Less: Accumulated Depreciation	3,139,186	4,241,411
Less: Adjustment Accumulated Depreciation	-	7,188
Less: Sales Price	2,320,000	3,430,000
Gain on Sales of Assets	1,872,686	2,768,598

28.00 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	19,866,691	25,644,868
Marine Cargo	7,449,927	17,534,113
Marine Hull	2,033,060	1,864,641
Motor	868,333	1,271,346
Miscellaneous	4,541,125	10,899,562
Total	34,759,136	57,214,530



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

Salary and Allowances	63,012,456	57,880,365
Festival Bonus	6,014,685	5,429,992
Telephone, Mobile	546,623	531,434
Car Fuel	2,245,259	2,119,712
Entertainment, Annual Picnic and Lunch Expenses	937,595	483,056
Conveyance, TA/DA and Vehicle Allowance	1,357,980	1,531,869
Utility Bill	630,957	449,515
Postage, Courier	40,034	33,099
Books, Papers and Periodicals	28,368	46,877
Office Rent, Garage Rent and Service Charges	3,019,519	2,955,915
Amortisation of RoU Assets	2,186,483	3,323,136
Finance Cost	250,417	321,424
Bank Charges	1,642,034	1,221,080
Co-Insurance Service Charges	297,175	677,473
Miscellaneous and General Expenses	103,231	2,249,578
Repairs and Maintenance (Office)	207,689	196,762
Fees and Charges	166,861	22,115
Incentive Bonus	5,073,399	3,664,608
Medical Expenses	6,654	2,596
Staff Training fee	67,595	7,667
Printing, Packaging & Expenses	666,304	1,069,032
Repair, Maintenance and Renew. (Vehicle)	1,374,249	705,982
Office Stationary, Cleaning and Up-Keep-Supplier	1,282,689	1,221,078
Office Staff Tea and Water Bill	214,275	317,684
Revenue Stamp	1,116,239	123,745
Uniform & Liveries	314,215	7,425
Gratuity Expenses	5,467,228	4,111,444
Gardening Supplier	29,362	26,568
Contribution to Provident Fund	2,616,847	2,357,596
Internet and Software Bill	620,714	644,641
Unified Messaging Platform (UMP)	85,246	82,033
Bima Mela / Business Procurement Expenses	-	233,844
Survey fee & Pre-Inspection	2,112,101	1,362,207
Event Management Board Meeting and AGM Expenses	858,867	1,113,727
Expenses for PF & GF	275,951	33,000
PSB Management & Business Expense	7,807,809	7,260,007
Re-Insurance Expenses	2,846,682	8,123,982
Total	115,523,791	111,942,268

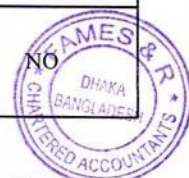
29.01 Appropriation of management expenses

Class of Business	Gross premium	Stamp	Mgt. Exp.	31 December, 2023	31 December, 2022
Fire	248,219,839	1,443	28,687,161	28,688,604	27,198,000
Marine Cargo	133,410,989	-	15,418,520	15,418,520	23,067,360
Marine Hull	21,347,154	-	2,467,125	2,467,125	2,416,111
Motor	12,164,137	2,570	1,405,829	1,408,399	2,294,766
Miscellaneous	584,405,101	518	67,540,626	67,541,144	56,969,484
Total	999,547,221	4,531	115,519,260	115,523,791	111,945,721

29.02 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 Bonus	P.F @ 10% of Basic Salary.	NO	P.F, Gratuity & Group insurance coverage	



Col Md Aulad Hossain, psc, G (Retd) Deputy Managing Director (Development Officer)	Salary	NO	NO	NO	NO
	Bonus				
Gp Capt Md Atiar Rahman, psc (Retd) Assistant Managing Director (Development Officer)	Salary	NO	NO	NO	NO
	Bonus				
Lt. COI AKM Nazimul Islam, Psc, (Retd.) Head of Marketing	Salary	P.F @ 10% of Basic Salary.	NO	P.F, Gratuity & Group insurance coverage	NO
	Bonus				
Mr. Pranab Kumar Saha, Head of Underwriting	Salary	P.F @ 10% of Basic Salary.	NO	P.F, Gratuity & Group insurance coverage	NO
	Bonus				
Maloy Kumar Saha Chief Financial Officer (CFO)	Salary	P.F @ 10% of Basic Salary.	NO	P.F, Gratuity & Group insurance coverage	NO
	Bonus				
Squadron Leader Md. Mostafa Zaman (Retd.) Head of Admin	Salary	P.F @ 10% of Basic Salary.	NO	P.F, Gratuity & Group insurance coverage	NO
	Bonus				
Mr. Tajul Islam Head of Ciam and Reinsurance	Salary	P.F @ 10% of Basic Salary.	NO	P.F, Gratuity & Group insurance coverage	NO
	Bonus				
Md. Shakhawat Hossain Head of IT	Salary	P.F @ 10% of Basic Salary.	NO	P.F, Gratuity & Group insurance coverage	NO
	Bonus				
M.M. Sajedul Islam, FCS Company Secretary	Salary	P.F @ 10% of Basic Salary.	NO	P.F, Gratuity & Group insurance coverage	NO
	Bonus				
Khadiza Kanom Mili Head of HR	Salary	P.F @ 10% of Basic Salary.	NO	P.F, Gratuity & Group insurance coverage	NO
	Bonus				
Lasmin Akter Head of Internal Audit & Compliance	Salary	P.F @ 10% of Basic Salary.	NO	P.F, Gratuity & Group insurance coverage	NO
	Bonus				

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 2023.

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

Particulars	Nature of Payment	Amounts in Taka	
		2023	2022
1. Directors	Board Meeting fee/Remuneration	327,556	260,332
2. Chief Executive Officer, Executive & Officers	Salary, Bonus and other Allowances	82,184,615	73,444,005
Total		82,512,171	73,704,337

29.04 Directors Remuneration

The company pays fees to its Directors for attending the Board meeting and its Committee meetings as permitted by Insurance Development and Regulatory Authority. As per IDRA circular no-Pro:Bi:Ni:-15/01/96/Part-1 dated 26-08-2010, a Director may be paid fees for attending Board meeting or its Committee meetings which shall not exceed Tk. 5,000 (five thousand) per attending each meeting since 2010. This year, IDRA has issued new circular No-53.03.0000.009.014.18.123 dated 31-05-2018 to be paid Director's fees per attending Tk. 8,000 (Eight thousand) only effected from May 31, 2018. Details are as given below:

Sl. No.	Particulars	Number of Meeting	Attended	Total Fees 2023	Total Fees 2022
1	Board Meeting	5	39	231,111	183,333
2	Audit Committee meeting	4	13	46,667	53,331
3	NRC Meeting	2	6	20,000	-
Total				297,778	236,664
Add: VAT				29,778	23,668
Grand Total				327,556	260,332



30.00 Net Asset Value per share

Property, Plant and Equipment's	173,526,857	175,635,979
Investment in BGTB	84,203,453	87,140,494
Right of Use (RoU) Assets	9,770,426	3,991,385
Deferred Tax Assets	12,396,257	10,634,230
Investment in Shares	59,521,396	59,431,602
Accrued Interest	28,701,635	25,163,765
Amount due from other persons or bodies carrying on insurance business	828,315	828,315
Sundry Debtors	17,712,901	86,307,221
Cash and Bank Balances	1,211,806,937	1,033,953,274
Stationary and forms in hand	185,150	356,420
Stamp in Hand	1,885,947	265,850
Total Assets (A)	1,600,539,276	1,483,708,535
Balance of Funds and Accounts	232,122,613	158,381,271
Premium Deposits	45,672,085	113,681,296
Estimated liabilities in respect of outstanding claims	231,624,156	183,122,508
Amounts due to other persons	105,384,730	71,997,413
Provision For Income tax	16,102,870	89,454,375
Deferred Tax Liability	2,499,282	3,284,288
Lease Liability	9,758,926	3,952,285
Unclaimed Dividend Account	1,001,052	574,998
Provision for WPPF	7,510,829	6,487,556
Sundry Creditors	51,807,354	46,099,979
Total Liabilities (B)	703,483,896	677,035,970
Net Assets(A-B)	897,055,380	806,672,565

30.01 Net Assets Value Per Share (NAVPS)

Net Assets	897,055,380	806,672,565
Number of Ordinary Shares	40,000,000	40,000,000
Net Assets Value Per Share (NAVPS)	22.43	20.17

31.00 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

Earnings Per Share (EPS)

Net Profit after Taxation	136,660,747	114,330,734
Number of Ordinary Shares	40,000,000	40,000,000

Basic Earnings Per Share (EPS)

3.42	2.86
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32.00 Net Operating Cash Flow Per Share (NOCFPS)

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, 2023. Details calculations are as follows

Net Cash Generated From Operating Activities	232,600,736	178,110,068
Number of Ordinary Shares	40,000,000	40,000,000
Net Operating Cash Flow Per Share (NOCFPS)	5.82	4.45



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

Net Profit after Tax

Depreciation

Changes in Current assets/liabilities

Increase of Balance of Funds & Accounts

Increase of Premium Deposits

Increase of Estimated liabilities in respect of outstanding claims whether due or intimated

Increase of Amount due to other persons or bodies carrying on insurance business

Increase/ (Decrease) of Provision for Income Tax

Increase/ (Decrease) of Lease Liability

Increase/ (Decrease) of Unclaimed Dividend Account

Increase/ (Decrease) of Provision for WPPF

Increase/ (Decrease) of Deferred Tax Liability

Increase/ (Decrease) of Sundry Creditors

Increase/ (Decrease) of Deferred Tax Assets

Increase of Accrued Interest

Decrease of Amount Due from Other Persons or Bodies Carrying on Insurance Business

Decrease/ (Increase) of Sundry Debtors

Decrease/ (Increase) of Right of Use (RoU) Assets

Decrease/ (Increase) of Stationary and forms in hand

Decrease/ (Increase) of Stamps in hand

Loss on Sale of Assets

Net cash generated from operating activities

	136,660,747	114,330,734
Depreciation	14,176,792	9,656,504
Changes in Current assets/liabilities		
Increase of Balance of Funds & Accounts	73,741,342	32,415,981
Increase of Premium Deposits	(68,009,211)	111,644,819
Increase of Estimated liabilities in respect of outstanding claims whether due or intimated	48,501,648	(87,862,606)
Increase of Amount due to other persons or bodies carrying on insurance business	33,387,317	(19,456,637)
Increase/ (Decrease) of Provision for Income Tax	(72,230,104)	15,186,402
Increase/ (Decrease) of Lease Liability	5,806,640	(10,474,296)
Increase/ (Decrease) of Unclaimed Dividend Account	426,054	574,998
Increase/ (Decrease) of Provision for WPPF	1,023,273	688,496
Increase/ (Decrease) of Deferred Tax Liability	(785,007)	1,775,773
Increase/ (Decrease) of Sundry Creditors	5,707,375	26,505,514
Increase/ (Decrease) of Deferred Tax Assets	(1,762,028)	(1,541,792)
Increase of Accrued Interest	(3,537,870)	(6,526,859)
Decrease of Amount Due from Other Persons or Bodies Carrying on Insurance Business	-	(828,315)
Decrease/ (Increase) of Sundry Debtors	68,594,320	(16,068,564)
Decrease/ (Increase) of Right of Use (RoU) Assets	(5,779,040)	11,011,676
Decrease/ (Increase) of Stationary and forms in hand	171,270	(90,477)
Decrease/ (Increase) of Stamps in hand	(1,620,097)	(62,685)
Loss on Sale of Assets	(1,872,686)	(2,768,598)
Net cash generated from operating activities	232,600,736	178,110,068

33.01 Collection from premium and other income

Gross Premium Income

Commission on Re-Insurance

Sundry Income

Interest and Dividend Income & Rent outstanding (interest/profit Accrued but not due)

Amount Due from Other Persons or Bodies Carrying on Insurance Business

Right of Use (RoU) Assets

Sundry Debtors

Premium Deposits

Total

Gross Premium Income	999,547,221	800,567,286
Commission on Re-Insurance	45,209,562	41,230,164
Sundry Income	8,365,464	4,513,264
Interest and Dividend Income & Rent outstanding (interest/profit Accrued but not due)	72,286,397	53,544,304
Amount Due from Other Persons or Bodies Carrying on Insurance Business	-	(828,315)
Right of Use (RoU) Assets	(5,779,040)	11,011,676
Sundry Debtors	2,368,055	(1,360,555)
Premium Deposits	(68,009,211)	111,644,819
Total	1,053,988,446	1,020,322,643

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

Expenses of management : (Not Applicable to any particular fund or Account)

Expenses of management (with stamp used)

Agency commission

Paid on Re- Insurance Ceded

Claim paid during the year

Stationary and forms in hand

Stamps in hand

Lease Liability

Unclaimed Dividend Account

Provision for WPPF

Amount due to other persons or bodies carrying on insurance business

Sundry Creditors (Including provision for expenses)

Total

Expenses of management : (Not Applicable to any particular fund or Account)	12,090,681	10,818,502
Expenses of management (with stamp used)	115,523,791	111,945,721
Agency commission	34,759,136	57,214,530
Paid on Re- Insurance Ceded	578,646,012	456,118,977
Claim paid during the year	103,736,262	189,670,550
Stationary and forms in hand	(171,270)	90,477
Stamps in hand	1,620,097	62,685
Lease Liability	(5,806,640)	10,474,296
Unclaimed Dividend Account	(426,054)	(574,998)
Provision for WPPF	(1,023,273)	(688,496)
Amount due to other persons or bodies carrying on insurance business	(33,387,317)	19,456,637
Sundry Creditors (Including provision for expenses)	(5,707,375)	(26,505,514)
Total	799,854,050	828,083,367



33.03 Investment

Investment in BGTB
Investment in Shares
Investment Fluctuation Fund
Total

(2,937,041)	6,048,818
89,795	35,085,360
(600,666)	8,031,481
(3,447,912)	49,165,659

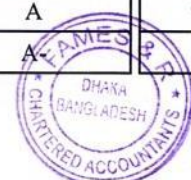
34.00 Related Party disclosure

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	
			2023	2022
Sena Kalyan Sangstha	Insurance	Common Director	1,186,203	1,250,226
	Purchase of Office Space		-	127,200,000
Mongla Cement Factory	Insurance	Common Director	3,817,831	3,435,808
Sena Hotel Developments	Insurance	Common Director	-	4,051,684
Sena Kalyan Construction and Developments	Insurance	Common Director	112,596	21,124
Annanya Shopping Complex	Insurance	Common Director	79,751	77,970
Chittagong Flour Mills	Insurance	Common Director	-	354,989
Sena Flour Mills	Insurance	Common Director	578,074	181,649
Fauji Flour Mills	Insurance	Common Director	613	-
Sena Kalyan Electric Industry	Insurance	Common Director	285,538	104,600
Diamond Food Industries	Insurance	Common Director	-	454,489
Amin Mohiuddin Foundation	Insurance	Common Director	42,497	50,304
Sena kalyan Bhaban	Insurance	Common Director	232,791	260,201
SKS Trading House	Insurance	Common Director	-	45,224
Eastern Hosiery Mills	Insurance	Common Director	264,289	158,685
SKS LPG	Insurance	Common Director	7,689,757	7,075,993
SKS Ready Mix Concrete	Insurance	Common Director	-	-
Sena Edible Oil Industries	Insurance	Common Director	10,098,050	6,672,609
SKS Sales Promotion Office	Insurance	Common Director	-	12,245
Sena Kalyan Commercial Complex	Insurance	Common Director	46,151	51,269
Sena Filling Station (C.N.G)	Insurance	Common Director	13,864	418,060
Fecto Yamagen Electronics (SKS)	Insurance	Common Director	-	-
Sainik Lamps Distribution & SKS Display Centre	Insurance	Common Director	-	2,933
Sena Kalyan Business Mart	Insurance	Common Director	367,026	213,330
Sena Kalyan Trade Centre	Insurance	Common Director	-	200,521
Sena Tent & Textile Mills	Insurance	Common Director	149,446	-
Sena Kalyan Sangstha Real Estate Division	Insurance	Common Director	-	-
Total			24,964,477	152,293,913

35.00 Credit Rating

Year	Validity Date	Date of Rating	Long Term	Short Term
2023	July 05, 23 to July 04, 24	05-Jul-23	AA+	ST-1
2022	Aug 22, 22 to Aug 21, 23	22-Aug-22	AA	ST-1
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



36.00 Capital Expenditure Commitment

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

37.00 Claims not acknowledged as debt

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

38.00 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.

38.01 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	26,919,672	23,247,791
Dividend Receivable	573,050	578,800
Total	27,492,722	23,826,591

Cash and Cash Equivalents

Cash in hand	203,725	55,788
Brokerage Balance	2,304,312	1,732,120
Cash at Bank	66,001,712	(52,701,500)
Investment in FDR	1,143,297,189	1,084,866,866
Total	1,211,806,937	1,033,953,274

38.02 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.



38.03 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

Cash at Bank

Total

1,143,297,189	1,084,866,866
66,001,712	(52,701,500)
1,209,298,900	1,032,165,366

Financial Liabilities:

Long Term Loan (Current and Non-Current Portion)

Short Term Loan

Total

-	-
-	-
-	-

38.04 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

Provision and Accruals

Total

-	-
48,696,354	6,006,622
48,696,354	6,006,622

39.00 Guarantee

There was no insurance guarantee made during the period.

40.00 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 জৈষ্ঠা, 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 - ঋ০২৭.০০। (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)

41.00 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.

42.00 Events after the Balance Sheet

Board of Directors in its meeting held on 07 February, 2024 proposed 13.50% cash dividend for the year 2023 subject to approval of shareholders of the company in its forthcoming 11th Annual General Meeting.



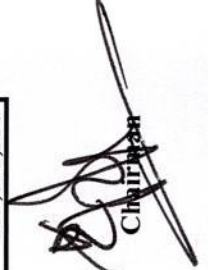
Sena Kalyan Insurance Company Limited

XL-Form

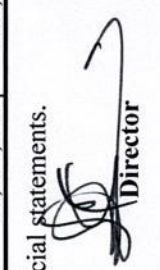
Statement Showing the details of Classwise Premium Income, Accepted & Ceded, Commission Earned & Paid
Claim Paid, Losses Recovered & Recoverable For the year ended 31 December, 2023

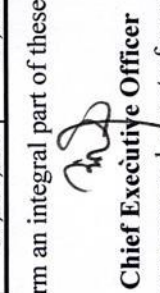
Class of Business	Premium Income			Commission			Claims		
	Gross Premium	Re-Insurance Ceded	Net Premium	Direct Business	Re-Insurance Ceded	Net Commission	Paid in Direct Business	Received on Re-Insurance Ceded	Net Claim
Direct Business									
Fire	233,016,409	84,502,291	148,514,119	19,866,691	20,257,683	(390,992)	74,661,394	223,833	74,437,561
Marine Cargo	106,924,403	3,752,904	103,171,499	7,449,927	1,068,208	6,381,719	10,981,220	565,833	10,415,387
Marine Hull	12,269,986	946,359	11,323,627	2,033,060	227,814	1,805,246	83,000	-	83,000
Motor	9,761,572	393,750	9,367,822	868,333	-	868,333	895,900	-	895,900
Miscellaneous	534,183,000	396,226,280	137,956,720	4,541,125	13,582,738	(9,041,613)	16,788,149	-	16,788,149
Sub Total	896,155,370	485,821,584	410,333,786	34,759,136	35,136,442	(377,306)	103,409,663	789,666	102,619,997
Public Sector Business									
Fire	15,203,430	14,146,377	1,057,053	-	1,618,887	(1,618,887)	173,498	11,236	162,262
Marine Cargo	26,486,586	20,624,288	5,862,299	-	2,868,984	(2,868,984)	609,813	236	609,577
Marine Hull	9,077,168	8,817,286	259,882	-	1,462,688	(1,462,688)	26,929,941	26,745,342	184,599
Motor	2,402,565	107,643	2,294,921	-	219,784	(219,784)	101,852	-	101,852
Miscellaneous	50,222,101	49,128,835	1,093,266	-	3,902,777	(3,902,777)	2,083,640	2,025,665	57,975
Sub Total	103,391,851	92,824,428	10,567,422	-	10,073,119	(10,073,119)	29,898,744	28,782,479	1,116,265
Direct Business & Public Sector Business									
Fire	248,219,839	98,648,667	149,571,172	19,866,691	21,876,569	(2,009,878)	74,834,892	235,069	74,599,823
Marine Cargo	133,410,989	24,377,192	109,033,798	7,449,927	3,937,191	3,512,736	11,591,033	566,069	11,024,964
Marine Hull	21,347,154	9,763,645	11,583,509	2,033,060	1,690,502	342,558	27,012,941	26,745,342	267,599
Motor	12,164,137	501,393	11,662,743	868,333	219,784	648,549	997,752	-	997,752
Miscellaneous	584,405,101	445,355,115	139,049,986	4,541,125	17,485,515	(12,944,390)	18,871,789	2,025,665	16,846,124
Grand Total	999,547,221	578,646,012	420,901,209	34,759,136	45,209,562	(10,450,426)	133,308,407	29,572,145	103,736,262
Total 31 December, 2022	800,567,286	456,118,977	344,448,309	57,214,530	41,230,164	15,984,366	210,488,276	20,817,726	189,670,550

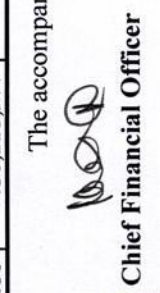
The accompanying notes form an integral part of these financial statements.

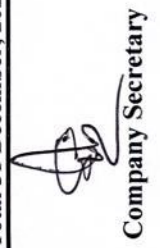

Chairman


Director


Director


Chief Executive Officer


Chief Financial Officer


Company Secretary



Signed as per our annexed report of even date.

Sena Kalyan Insurance Company Limited

Schedule of Property, Plant and Equipment

As at 31 December, 2023

Annexure-"A"

A. Tangible Assets

Particulars	COST			Rate	DEPRECIATION			Written Down Value as at 31.12.2023	
	Balance as at 01.01.2023	Addition during the year	Sold/Adj. during the year		Total as at 31.12.2023	Charged during the year	Sold/Adj. during the year		Totals at 31.12.2023
Land & Building	140,118,000	-	-	140,118,000	5%	2,846,965	6,863,552	9,710,517	130,407,483
Furniture and Fixtures	4,976,546	3,166,590	-	8,143,136	10%	2,409,580	445,518	2,855,098	5,288,038
Motor Vehicle	38,981,798	5,661,106	3,586,500	41,056,404	20%	14,827,295	5,308,609	16,996,718	24,059,686
Office Equipments	202,496	14,484	-	216,980	15%	118,944	13,083	132,026	84,954
Cookeries and Cutleries	123,796	35,354	-	159,150	15%	57,094	14,956	72,050	87,100
Office Decoration	11,993,318	1,997,002	-	13,990,320	10%	5,375,816	856,613	6,232,430	7,757,890
Computer and IT Equipment	3,430,441	304,130	-	3,734,571	10%	1,398,205	215,393	1,613,597	2,120,974
Mobile and Telephone Set	358,448	3,769	-	362,217	10%	201,411	15,763	217,174	145,043
Air Conditioner	1,434,291	432,549	-	1,866,840	20%	1,195,101	132,689	1,327,790	539,050
Total	201,619,134	11,614,984	3,586,500	209,647,618		28,430,411	13,866,176	39,157,401	170,490,217

B. Intangible Assets

Particulars	COST			Rate	AMORTIZATION			Written Down Value as at 31.12.2023	
	Balance as at 01.01.2023	Addition during the year	Sold/Adj. during the year		Total as at 31.12.2023	Charged during the year	Sold/Adj. during the year		Totals at 31.12.2023
Software Installation	3,163,904	900,000	-	4,063,904	10%	716,648	310,616	1,027,264	3,036,640
Total	3,163,904	900,000	-	4,063,904		716,648	310,616	1,027,264	3,036,640
As at 31 December, 2023	204,783,038	12,514,984	3,586,500	213,711,522		29,147,059	14,176,792	40,184,665	173,526,857
As at 31 December, 2022	57,757,645	152,068,383	5,042,990	204,783,038		23,739,153	9,656,504	29,147,059	175,635,979

Tax Base

Particulars	COST			Rate	DEPRECIATION/AMORTIZATION			Written Down Value as at 31.12.2023	
	Balance as at 01.01.2023	Addition during the year	Sold/Adj. during the year		Total as at 31.12.2023	Charged during the year	Sold/Adj. during the year		Totals at 31.12.2023
Land & Building	140,118,000	-	-	140,118,000	5%	7,005,900	6,655,605	13,661,505	126,456,495
Furniture and Fixtures	4,976,546	3,166,590	-	8,143,136	10%	2,521,711	562,143	3,083,853	5,059,283
Motor Vehicle	38,749,016	5,661,106	3,586,500	40,823,622	10%	16,981,311	2,694,744	16,570,927	24,252,695
Office Equipments	202,496	14,484	-	216,980	10%	96,459	12,052	108,511	108,469
Cookeries and Cutleries	123,796	35,354	-	159,150	10%	47,098	11,205	58,303	100,847
Office Decoration	11,993,318	1,997,002	-	13,990,320	10%	5,712,409	827,791	6,540,200	7,450,120
Computer and IT Equipment	3,563,431	304,130	-	3,867,561	25%	2,700,954	291,652	2,992,606	874,955
Mobile and Telephone Set	358,448	3,769	-	362,217	10%	207,362	15,485	222,848	139,369
Air Conditioner	1,434,291	432,549	-	1,866,840	10%	856,738	101,010	957,748	909,092
Software Installation	3,163,904	400,000	-	3,563,904	20%	1,675,427	377,695	2,053,122	1,510,782
As at 31 December, 2023	204,683,246	12,014,984	3,586,500	213,111,730		37,805,369	11,549,383	46,249,623	166,862,107
As at 31 December, 2022	57,524,863	152,068,383	4,910,000	204,683,246		27,529,080	14,527,280	37,805,369	166,877,877



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, 2023 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, 08 February, 2024

