ANNUAL REPORT
2019

Express Insurance Limited

LETTER OF TRANSMITTAL

To
All the shareholders
Bangladesh Securities and Exchange Commission
Registrar of Joint Stock Companies & Firms
Dhaka Stock Exchange Limited
Chittagong Stock Exchange Limited
Insurance Development & Regulatory Authority

Annual report for the year ended 31 December 2019

We are pleased to enclose a copy of the Annual Report of Express Insurance Limited for the year 2019 together with the Audited Financial Statements for the year ended December 31, 2019 for your kind information and record.

Thanking you

Sincerely yours

(Md. Liaquat Ali Khan)
Company Secretary

NOTICE

Notice of the 20th Annual General Meeting

Notice is hereby given that the 20th Annual General Meeting (AGM) of Express Insurance Limited will be held on Tuesday, the 15th December 2020 at 11:00 A.M. by using digital platform through the link **http://eil20.digitalagmbd.net** to transact the following businesses and to adopt necessary resolutions:

1) To receive, consider and adopt the Audited Financial Statements for the year ended on 31st December 2019 together with Directors' Report and Auditors' Report thereon.
2) To elect Directors of the Company.
3) To appoint External Auditors of the Company for the year 2020 until the next Annual General Meeting and fix their remuneration.
4) To consider and adopt the following special resolution, if deem fit;

"Resolved that power & authorization be and hereby given to the Board of Directors of the Company to make decision for investment of the IPO Proceeds received into profitable manner such as FDR in private sector Banks, Govt. Banks, Financial Institutions, Issued Bond by the Banks & other Institutions, Mutual Funds and other suitable investment which will be disclosed in the next Annual Report for information of shareholders".

Dated: Dhaka
November 12, 2020

By order of the Board
Sd/-
(Md. Liaquat Ali Khan)
Company Secretary

Notes:

1) The “Record Date” in lieu of Book Closure was Tuesday, 20 October, 2020. The shareholders whose names will appear in the Register of the Company under CDS on that day will be eligible to attend the 20th AGM and to Vote in the proceedings.

2) A member entitled to attend and vote at the Annual General Meeting may appoint a proxy on his behalf. The proxy form, duly stamped must be deposited at the office of the Company not later than 48 hours before the time fixed for the meeting. Annual report and proxy form can be available on the website www.eilbd.com

3) In compliance with the Bangladesh Securities and Exchange Commission Circular No. BSEC/CMRRCD/2009-193/154 dated 24 October, 2013 no Gift/Gift Coupon/Food Box/Biscuit Box/Cash or Cash kinds shall be distributed at the Annual General Meeting.

4) In compliance with BSEC Notification No. BSEC/CMRRCD/2006-158/208/Admin/81 dated 20 June 2018, Annual Report 2019 will be duly sent in soft form to the Members/shareholders e-mail addresses available in their Beneficial Owner (BO) accounts maintained with the Depository. In case of non-receipt of Annual Report 2019 through e-mail addresses, shareholders may collect the same from the registered office of the Company.

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Corporate Profile

Name of the Company
Express Insurance Limited

Legal Form
Express Insurance Limited was incorporated in Bangladesh and registered with the Registrar of Joint Stock Companies & Firms as a public company limited by shares.

Company Registration Number
C-39954, Dated: 30 March, 2000

Authorized Capital
BDT 750.00 million

Paid up Capital
BDT 651.97 million

Membership of Stock Exchanges
Dhaka Stock Exchange Limited
Chittagong Stock Exchange Limited

Trading of shares started on-24.08.2020

Tax Payer Identification Number (TIN)
214124981218

Business Identification Number (BIN)
000 25 12 79-0208

Subsidiary Companies
Nil

Auditors
Ahmed Zaker & Co.,
Chartered Accountants

Credit Rating
'AA'

Credit Rating Agency
Alpha Credit Rating Limited

Chairman
Mr. Md. Abdul Awal

Managing Director & CEO
Mr. K.M. Saidur Rahman

Chief Financial Officer
Mr. Md. Obaidul Akbar

Company Secretary
Mr. Md. Liaquat Ali Khan

No. of Branches
23

Registered Office
Al-Razi Complex (9th & 10th Floor),166-167
Shahid Syed Nazrul Islam Sharani
Bijoynagar, Dhaka-1000.
PABX : 9554421, 9561255, 9569546, 9557196
Fax : 880-2-9568616,
E-mail: express_insurance@ymail.com,
Web: www.eilbd.com

PAST CHAIRMEN OF THE COMPANY

Maj. Gen. Monjur Rashid (Rtd.)
Period (2000-2001)

Ex-Chairman &
Managing Director
M/s. Gumti Textile Ltd.
M/s. Gumti Apparels Ltd.

Mr. Abdur Rashid
Period (2001-2003)

Chairman & Managing Director
M/s. Khalil Knitwear Ltd.
M/s. Khalil Garments Ltd.
M/s. Khalil & Khalil Investment Ltd.
M/s. Ataia Trading Corp. Ltd.

Managing Director
M/s. Khalil Fashion Ltd.

Proprietor
M/s. Al-Hera Filling Station.
M/s. KRC Rubber Plantation
M/s. KRC CNG & Filling Station.

Mr. Khalilur Rahman Choudhury
Period (2003-2004)

Director
Shahjalal Islami Bank Ltd.
Sonali Paper & Board Mills Ltd.
Shahjalal Islami Bank Securities Ltd.
NRB Telecom Ltd.
Sonali Dredger Ltd.

Trustee
Fareast International University, Bangladesh
Wordbridge School

Member
Bangladesh Association of
Publicly Listed Companies
Kurmitola Golf Club

Managing Director
Younus Group of Industries
Galaxy Flying Academy Ltd.

Mr. Mohammed Younus
Period (2004-2006)

Chairman
M/s. Bay Tanneries Unit-2 Ltd.
Bay Economic Zone

Managing Director
M/s. Bay Tanneries Ltd.
M/s. Bay Rubber & Plastic Inds. Ltd.
M/s. Bay Agro Industries Ltd.
M/s. Aziz Tannery Ltd.

Mr. Md. Shamsur Rahman
Period (2006-2009, 2015-2016)

Ex-Chairman
Jamuna Bank Ltd.

Chairman & Managing Director
M/s. Karim Leathers Ltd.
M/s. Kamtex Ltd.
M/s. Hi-Tech Steel & Re-Rolling
Mills Ltd.

Mr. Rezaul Karim Ansari
Period (2009-2011)

PAST CHAIRMEN OF THE COMPANY

Managing Director
M/s. Wills Fashion Ltd.
M/s. Probal Garments Ltd.
M/s. Wills Fashionwear (PVT) Ltd.
M/s. Wills Properties Ltd.
M/s. Triple A Ltd.
M/s. Mirzapur Resort Ltd.
M/s. Chalishnu Publications Ltd.

Mr. Syed Al Farooque
Period (2011-2012)

Sponsor Shareholder
EXIM Bank Ltd.

Chairman & Managing Director
M/s. Chemitan Ltd.
M/s. Aaron Denim Ltd.

Proprietor
M/s. Aaron Leather Complex

Mr. Mazakat Harun
Period (2012-2015)

Chairman
M/s. Ideal Asset Development Ltd.

Vice-Chairman
M/s. Altimete Property Development Ltd.
Millennium International School.

Proprietor
Nandini Printing & Publications.

Mrs. Farida Razzaq
Period (2016-2018)

SPONSOR SHAREHOLDERS OF THE COMPANY

Director
Shahjalal Islami Bank Ltd.
Sonali Paper & Board Mills Ltd.
Shahjalal Islami Bank Securities Ltd.
NRB Telecom Ltd.
Sonali Dredger Ltd.
Trustee
Fareast International University, Bangladesh
Wordbridge School
Member
Bangladesh Association of
Publicly Listed Companies
Kurmitola Golf Club
Managing Director
Younus Group of Industries
Galaxy Flying Academy Ltd.

Mr. Mohammed Younus

Chairman
China Plastics (Bd) Ltd.
Rahmat Spinning Mills Ltd.
Belkuchi Spinning Mills Ltd.
Rahmat Plastics & Accessories Ltd.
Managing Director
Rahmat Textiles Ltd.
Rahmat Knit Dyeing & Finishing Ltd.
Director
Logos Apparels Limited
Rahmat Fashion Wear Ltd.
Rahmat Sweaters (Bd) Ltd.
Vice-chairman
Dhaka Bank Ltd.

Mr. Altaf Hossain Sarker

Sponsor-Shareholder
EXIM Bank Ltd.

Chairman & MD
M/s. Aaron Denim Ltd.
M/s. Chemitan Ltd.

Proprietor
M/s. Aaron Leather Complex

Mr. Mazakat Harun

Mrs. Sultana Jahan

DIRECTORS' PROFILE

Chairman

Mr. Md. Abdul Awal

Mr. Md. Abdul Awal is one of the Sponsor Directors of Express Insurance Limited. Presently he is the Chariman of the Company. Earlier he was the Vice-Chariman of the Company for one term and the Chairman of the Executive Committee of the Board for consecutive three terms. Mr. Md. Abdul Awal is a bachelor of Business Administration. He started his business career soon after completing his education. In 2005 he started his share trading business house Synthia Securities Limited having a membership of Dhaka Stock Exchange. He is also a sponsor shareholder of Mercantile Bank Limited. Within short period of time he become a successful businessman by dint of his hard labour, sincerity, honesty and amiable dealings. He is the member secretary of 'Abdur Razzaq & Mohammed Selim Foundation' a non-profit organization engaged in social welfare activities with a view for helping the less previledged people of the society with their education & health care.

Vice-Chairman

Mrs. Mahfuza Younus

Mrs. Mahfuza Younus is a Sponsor Director and the Vice-Chairman of the Company. Earlier she was the Chairman of the Claim Committee for one term. Mrs. Mahfuza Younus along with her husband are running a big business house. She is the Chairman of Sonali Paper & Board Mills Ltd., a publicly listed Company. She is also Director of Younus Paper Mills Ltd., Younus Fine Paper Mills Ltd., Younus Offset Paper Mills Ltd., Younus News Print Mills Ltd., Ananta Paper Mills Ltd., Bickrampur Potato Flakes Industries Ltd., Younus Spinning Mills Ltd., Sobhan Ice & Cold Storage Ltd., Younus Cold Storage Ltd., Gorib E Newas Cold Storage Ltd., Sideshawari Cold Storage Ltd., Noapara Cold Storage Ltd., Sharif Cold Storage Ltd., Younus Specialized Cold Storage Ltd., Europa Cold Storage Ltd., Akco Cold Storage Ltd., Combined Food & Cold Storage Ltd., Younus Filament Industries Ltd., Over the time she earned a lot of experience and managing industries of the group efficiently.

Director

Mr. Syed Al Farooque

Mr. Syed Al Farooque is a Sponsor Director and Chairman, Executive Committee of Express Insurance Limited & former Chairman of the Company. He obtained M. A. with B.A. (Hon's) in Bangla Language and Literature from Dhaka University. He started business career in 1980 and set up number of Industrial units in RMG Sector. He was also involved in real estate sector with good reputation. He is also associated with media business and established celebrity and talent management Company at home and abroad. He is the Managing Director of Wills Group. He had active role in BGMEA. He is a member of India-Bangladesh Chamber, Dutch-Bangla Chamber, German Bangladesh Chamber and IBFB. He was a member of the Executive Committee of Bangladesh Insurance Association and played vital role in developing the Insurance Industry in the country. Apart from business activities he is a reputed cultural personalities and renowned poet in the country. He is author of 40 books, and has been honoured with 23 important awards in Bangladesh, India, UK and USA for his literary contribution. He attended many international poetry and literary festival, book fair and business summit through out the world. He is associated with many other social and cultural organizations inculding Bangla Academy, Baridhara Society, Gulshan Club and "Muldhara". As the President of Muldhara and Shishu Shahitya Parishad he is working to expand bangla language and culture. He was the editor of weekly Akarshon, Chief Editor of Kishor Jogot, Associate editor of Shachitro Shomoy and Asia Editor of Curry Life, International magazine published from London. He is also a Reciter, song writer and music-video director.

Director

Mr. Amir Hamza Sarker

Mr. Amir Hamza Sarker is a Sponsor Director of Express Insurance Limited. Presently he is the Chairman of the Claim Committee. Mr. Amir Hamza Sarker earned his B.B.M degree from Cambridge Collage, Australia. After completion of his education he started his career joining his family Group of Industries. He is the Chiarman of Rahmat Spining Mills Limited, Chairman & Managing Director of Logos wear House Limited. Managing Director of Rahmat sweaters (BD) Limited, Belkuchi Spinning Mills Ltd., Logos Apparels Ltd., & Director Rahmat Plastic & Accessories Limited and he is the Proprietor of Logos Printing & Design. He visited many countries of the word for business purpose.

Director

Mrs. Farida Razzaq

Mrs. Farida Razzaq is the immediate past Chairman of Express Insurance Limited. She is one of the Sponsor Directors of the Company. Mrs. Farida Razzaq obtained her graduation from Dhaka University. She has been running her business house Nandini Printing and Publications since 1990. Besides, she is the Chairman of Ideal Asset Development Ltd., Vice-Chairman of The Millennium International School and Altimete Property Development Ltd.. She is also associated with many other social and educational organisations.

Director

Mr. Latiful Bari

Mr. Latiful Bari is a Sponsor Director of Express Insurance Limited. Mr. Latiful Bari obtained his graduation in Business Administration from Bradford College, United States of America. After completion of his education he joined his family Group of Industries. He holds the position of the Chairman of Rahmat Knit Dying & Finishing Limited & Managing Director of Rahmat Fashion Wears Limited. He is one of the Directors of Rahmat Textiles Limited, China Plastics (BD) Limited. He visited many countries of the world for business purpose.

Director

Mr. Khalilur Rahman Choudhury

Mr. Khalilur Rahman Choudhury is a Sponsor Director of Express Insurance Limited and Past Chairman of Claim Committee of the Company. Mr. Khalilur Rahman Choudhury is a commerce graduate. He also earned a diploma in Credit Management in 1962 from Institute of Credit Management, UK. In his long business career he established eight Industry/business house and managing very successfully. He is the Chairman & Managing Director of Khalil Knitwear Ltd., Khalil Garments Ltd., Khalil & Khalil Investment Ltd., Ataia Trading Corp. Ltd., Khalil Fashion Ltd..He is also the Proprietor of Al-Hera Filling Station, KRC CNG & Filling Station and KRC Rubber Plantation. He was elected CIP for consecutive 5 times for his valuable contribution to the economy of the country. He is associated with many other social and educational organizations. He is the founder and donor of Khalil Bidda Niketan and Khalil Choudhury Girls Academy in his locality in Sylhet. He is also associated with many other welfare organizations.

Director

Mr. ABM Kaiser

Mr. ABM Kaiser born in a respectable Muslim family. In his long business career he was the Chairman and Managing Director of M/s. Gumti Textiles Limited and Gumti Apparels Limited. He is very sincere and hard working man. Presently he is running his business M/s. Kaiser Trading Company.

Director

Mrs. Marium Akhter

Mrs. Marium Akhter is a Sponsor Director of Express Insurance Limited. Mrs. Marium Akhter comes of a respectable Muslim Family. Mrs. Marium Akhter was associated with Karim Leathers Limited since 1983 as a Director and she is the present Chairman of Karim Leathers Limited. She is also a Director of Kamtex Ltd. since 2001. Karim Leathers Limited is one of the mentionable leather industry in the country.

Director

Mrs. Halima Harun

Mrs. Halima Harun is one of the Sponsor Directors of Express Insurance Limited. She comes of a Muslim family and educated lady. She is associated with her family business and industry since long. Presently she is sponsor share holder of Exim Bank Limited and one of the Directors of Chemitan Limited. Being associated with these concerns she has earned knowlege and experience to manage these running concerns successfully.

Director

Md. Shamsur Rahman

Mr. Md. Shamsur Rahman is a Sponsor Director of Express Insurance Limited and Past Chairman of the Company. Mr. Md. Shamsur Rahman is a commerce graduate. He was a member of BCS cadre (Admin) service. He left the service and started his business career in 1977. He is the Chairman of Bay Tanneries Unit-02 and Bay Economic Zone. He is the Managing Director of Bay Tanneries Limited, Bay Rubber & Plastic Industries Limited, Bay Agro Industries Limited and Aziz Tannery Ltd. Bay Tanneries Ltd. is a leading industry in leather sector of the country. He is a CIP of the country. For his valuable contribution in the economy he was elected CIP in 1998 and held the dignifying status for several years. As a part of discharging of social responsibilities he established Shamsur Rahman Degree College and Samantasar High School at Goshairhat, Shariatpur. He is also patron and donor of a numbers of School, Madrasha, Mosque, Orphanage and other social organizations.

Independent Director

Mr. Feroz Ahmed

Mr. Feroz Ahmed is an Independent Director of Express Insurance Limited and presently he is the Chairman of the Audit Committee of the Board. Mr. Feroz Ahmed obtained BA (Hon's) MA Degree in Economics from Dhaka University. Then he joined Bangladesh Bank as officer grade-1 through competetive examination and served there till February 1979. Thereafter he joined Bangladesh Civil Service as a member of BCS (Custom and Excise) cadre in March, 1979. He served there in various capacities with good reputation. In February 1998 he joined as Deputy Secretary to the Government of Bangladesh in the Finance Division.

As Additional Secretary he discharged the responsibility of Chief Controller of Insurance. As Secretary to the Govt. of Bangladesh he served as Executive Director of Jamuna Bridge Authority, Youth and Sports Ministry and Commerce Ministry.

During his checkered career he also served as Chairman, Investment corporation of Bangladesh and Bangladesh Insurance Academy. He led Government and Business delegations for promoting trade and Commerce with various countries. He also visited many countries of the world for discharging Government service. He retired from Govt. service in 2010.

Independent Director

Mr. Siddique Hossain Choudhury

Mr. Siddique Hossain Choudhury is an Independent Director of Express Insurance Limited and he is one of the Members of Audit Committee of the Board. Mr. Siddique Hossain Choudhury is a retired Govt. Officer. He served long time in various responsible position in Taxation Department. He was Director (Finance) in Bangladesh Biman. During his service he participated in high level training course in PATC and in BCS Taxes Academy, Bangladesh. He also attended training course on Tax Administration in L.A., USA and training course on Lease of Air Craft Loan held in Newyork, USA. He is also associated with many social & welfare organizations.

Managing Director & CEO

Mr. K. M. Saidur Rahman

Mr. K. M. Saidur Rahman has been serving the Company since July 2006 as it's Managing Director & CEO. The Company has been reportedly achieved remarkable growth in all round during his tenure of service. He is a BBA, MBA and qualified Chartered Secretaries from the Institute of Chartered Secretaries of Bangladesh and become a Fellow Member (FCS). He is also the Faculty Member of ICSB and guest lecturer of a few training institute of Banks. He has attended many insurance related seminars, symposiums and workshops. He participated in various professional training courses. Mr. Rahman is a renowned insurance personality.

EXECUTIVES OF THE HEAD OFFICE

Mr. K. M. Saidur Rahman, MBA, FCS.
Managing Director & CEO

Mr. Md. Anwar Hossain
Additional Managing Director

Mr. Md. Badiuzzaman Lasker
Additional Managing Director

Mr. Md. Nejam Uddin
Deputy Managing Director

Mr. Md. Ahsan Habib
Deputy Managing Director

Mr. Md. Kabir Ahmed Khondaker
Deputy Managing Director

Mr. Md. Nakibur Rahman Khan, B. Com (Hon's), M. Com (Management)
Asstt. Managing Director &
Head of Underwriting & Branch Control Department

Mr. Md. Iqbal Hossain Chowdhury, Dip. In Electrical Engineering, MA.
Sr. GM & Head of Claim & Re-insurance Department

Mr. Md. Liaquat Ali Khan, BA. (Hon's), MA. (Econ.)
Company Secretary

Mr. Md. Obaidul Akbar
B.Com(Hon's), MBS (ACC), CA (CC), CGA, ITP, LLB, PGDFM
Deputy General Manager, CFO

LIST OF BRANCHES

DHAKA ZONE

Sl. No.	Name of Branch	Address	Name of In-charge	Phone/Fax
01	**Motijheel Branch.**	Paramount Heights (5th floor), 65/2/1, Box Culvert Road, Purana Paltan, Dhaka.	**Mr.Md. Anwar Hossain** Additional Managing Director	9574498 (AMD), 9585763, 01711-535554 Fax No.-880-02-9574497
02	**Kakrail Branch**	Akram Tower, (11th floor), 199, Shahid Syed Nazrul Islam Sharani, Bijoy Nagar, Dhaka-1000.	**Mr. Md. Badiuzzaman Lasker** Additional Managing Director	8392114, 8392113 01985-467457, 01842-467457
03	**Malibagh Branch**	83, Siddeswary Circular road, Manhatan Tower, (3rd floor), Malibagh.	**Mr. Ahsan Habib** Deputy Managing Director	48313086, 01713-032295 Fax No.-880-02-48318664
04	**Local Office**	28, Dilkusha, C/A (16th floor), suit # 1602, Dhaka.	**Mr. Md. Nejam Uddin** Deputy Managing Director	47111134, 9572284, 01732-336717 Fax No.-880-02-9570989
05	**Narayangonj Branch**	53/2, S.M Malay Road, Gowsia Complex (1sd floor), Narayangonj.	**Mr. Md. Kabir Ahmed Khondaker** Deputy Managing Director	7644983, 01715-284293 Fax No. -880-02-7644983
06	**Paltan Branch**	Nurjahan Sharif Plaza, (7th floor), 34, Purana Paltan, Dhaka.	**Mr. Md. Ahsan Habib Khondaker** Asstt. Managing Director	47114992, 01715-863792 Fax No.-880-02-57163896
07	**Kawran Bazar Branch**	57/E, Kazi Nazrul Islam Avenue, (1st floor), Kawran bazar, Dhaka.	**Mr. S M Kabiruzzaman** Asstt. Managing Director	48114963, 01711-583829 Fax No. -880-02-9128296
08	**Hatkhola Branch**	33/1,Hatkhola Road (1st floor), Dhaka.	**Mr. Md. Hafizur Rahman** Asstt. Managing Director	9571761, 01713-046259, Fax No. -880-02-47116863
09	**Topkhana Road Br.**	Tropicana Tower (6th floor), 218, Shahid Syed Nazrul Islam Sharni (45, Topkhana Road), Dhaka.	**Mr. Md. Shaheen Hossain** Asstt. Managing Director	9586629, 01713-013079 Fax No. -880-02-9586630
10	**Naya Paltan Branch**	Navana Rahim Ardent, Suite # B2 (2nd floor), 185, Shahid Syed Nazrul Islam Sharani, Dhaka-1000.	**Mr. Md. Jainal Abedin** Sr. General Manager	9343151, 01923-849934 Fax No.-9343251
11	**VIP Road Branch**	Shatabdi Centre, (8th floor), Room no. 8/G, 292, Inner Circular Road, Dhaka.	-	7191845 Fax No. -880-02-7191846
12	**B.B. Avenue Branch**	20, B.B Avenue (3rd floor), Dhaka.	**Mr. Mir Shakawat Hossain** Dy. General Manager	9566013, 01755-954797 Fax No. -880-02-9566411
13	**Dilkusha Branch**	58, Dilkusha C/A (7th floor), Dhaka.	**Mr. Sahidur Rahman** Sr. General Manager	9515280, 01842-621642 Fax No.-880-02-9557478
14	**Bangshal Branch**	92, Shahid Syed Nazrul Islam Sharani (4th floor), Bangshal, Dhaka.	**Mr. Shekh Abdul Halim** General Manager	47112912, 01711-194111 Fax No. -880-02-47112912
15	**Principal Branch**	6, Motijheel C/A (4th floor), Dhaka.	**Mr. Md. Mizanur Rahman** Sr. General Manager	47113862, 01726-543735 Fax No.-880-02-57164107
16	**DIT Road Branch**	Lal Bhaban (9th floor),18, Rajuk Avenue, Dhaka-1000.	**Mr. Mohammed Yeasen** General Manager	9560740, 01811-836148 01745-355911 Fax No.-880-02-9571804
17	**Narsingdi Branch**	Sultan Uddin Market (4th floor), East Chelispur, JailKhana Mor, Narsingdi.	**Mr. Sohel Ahmed** Asstt. General Manager	Mob-01715-136448

Chittagong Zone

Sl. No.	Name of Branch	Address	Name of In-charge	Phone/Fax
18	**Agrabad Branch/ Zonal Office Chittagong**	K.M. Tower (4th floor), 76-77, Agrabad C/A, Chittagong.	**Mr. Bahar Uddin Chowdhury** Additional Managing Director & Zonal Chief, Chittagong Zone	031-712912, 01707-709295 01746-806738 Fax No.-880-031-2516947
19	**Khatungonj Branch**	Salma Tower, (3rd floor), 398/A, Khatungong, Chittagong.	**Mr.Md. Forkan Azam** Asstt. Managing Director	031-623228, 01815-700308 Fax No.-880-031-625473
20	**Jublee Road Branch**	Wazico Tower, (4th floor), 263, Jublee Road, Enayat Bazar, Chittagong.	**Mr. Md. Amzad Hossain** Senior General Manager	031-622224, 01949-897208 Fax No. -880-031-622225
21	**Hathazari Branch**	Balusora BRTA Road MA Jalil Bhaban Hathazari, Chittagong.	**Mr. Md. Abu Yusuf** Asstt. General Manager	Mob - 01815-096667

Barishal Zone

Sl. No.	Name of Branch	Address	Name of In-charge	Phone/Fax
22	**Barishal Branch**	Shereen Munzil (2nd Floor) Holding No. BCC-389 Amritio Lal Dey Sharak (Hospital Road) Barishal.	**Mr. Syed Nuruzzaman** General Manager	Mob-01309-007798

Khulna zone

Sl. No.	Name of Branch	Address	Name of In-charge	Phone/Fax
23	**Meherpur Branch**	Court Road, Bakul Tola Meherpur.	**Mr. Monirul Islam** Senior Manager	Mob-01712-708496

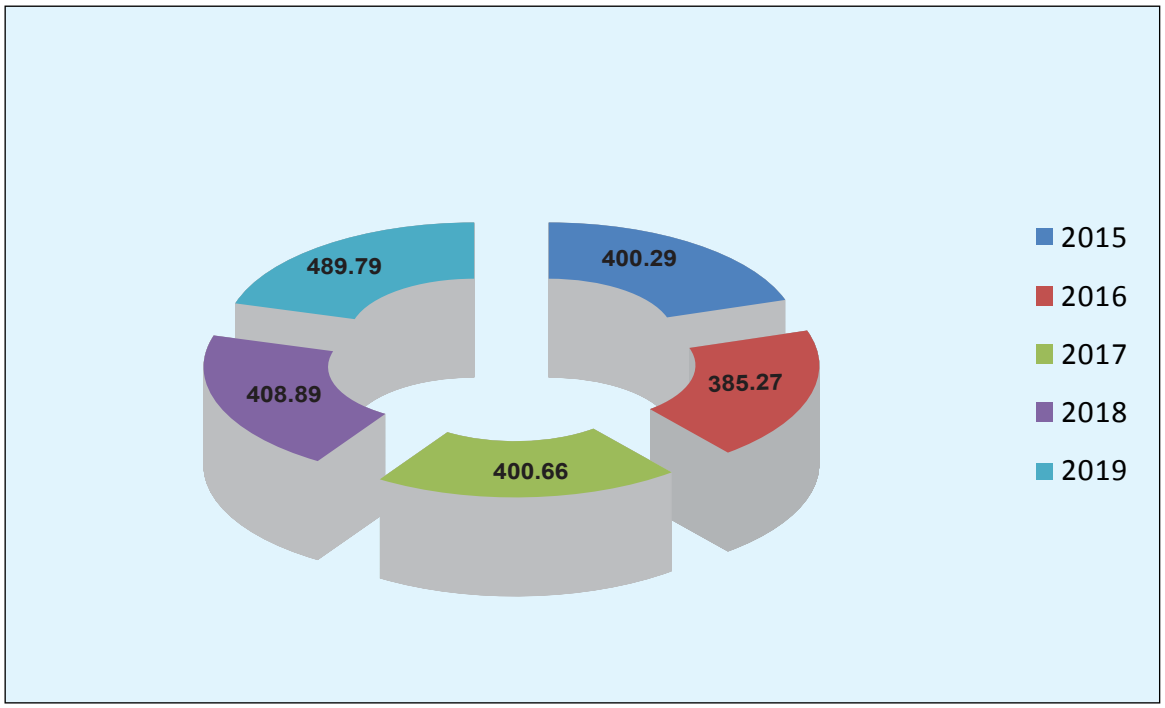
FINANCIAL HIGHLIGHTS

Figure in Million

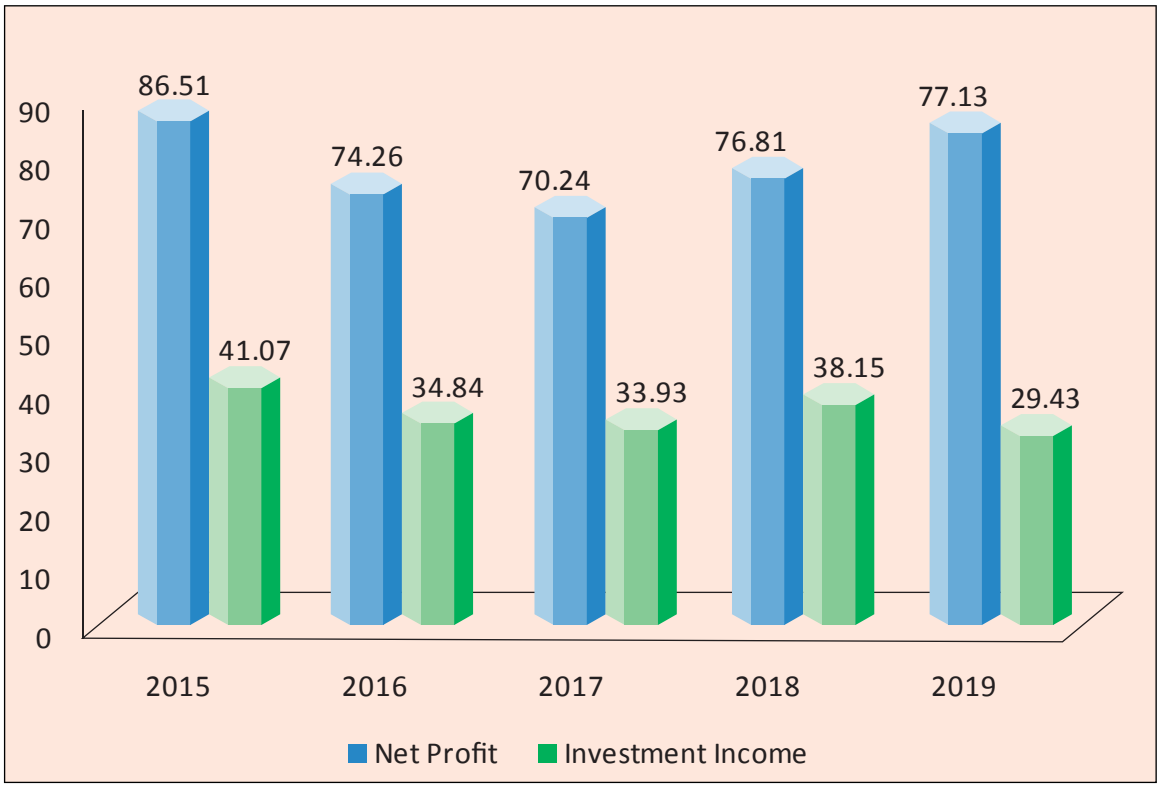
S.L No	Particulars	Year 2015	2016	2017	2018	2019	Remarks
01	Gross Premium Income	400.29	385.27	400.66	408.89	489.79	
02	Net Premium Income	266.42	244.70	252.29	243.72	300.59	
03	Gross Claim	112.94	54.85	56.38	96.07	84.46	
04	Under Writing Profit	67.02	57.48	41.01	55.23	73.30	
05	Investment Income	41.70	34.84	33.93	38.15	29.43	
06	Profit before tax	86.51	74.26	70.24	76.81	77.13	
07	Profit after tax	56.51	49.26	46.77	43.84	51.40	
08	Paid up Capital	391.18	391.18	391.18	391.18	651.97	
09	Share holders equity	693.92	742.11	743.01	732.25	705.69	
10	Total Reserves	254.81	262.79	265.80	253.57	271.95	
11	Total Assets	1032.44	1086.96	1087.25	1107.88	1190.31	
12	Total Investment	542.29	593.70	611.04	596.79	635.28	
13	Fixed Assets (Land & Building)	138.27	135.50	132.79	130.14	127.54	
14	Earning Per share (EPS) Tk.	1.44	1.26	1.20	1.12	1.31	
15	% of Dividend (Cash)	12%	10%	10%	10%	-	

PERFORMANCE OF THE COMPANY

Gross Premium Income (Taka in Million)

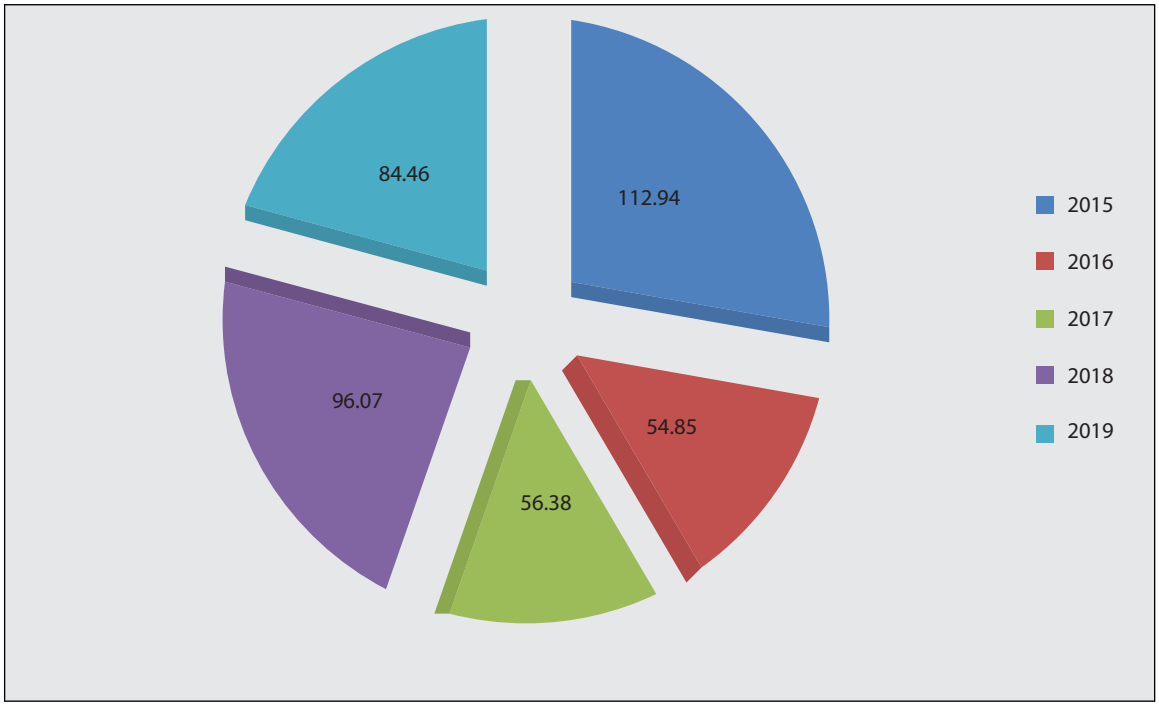


Investment Income & Net Profit (Taka in Million)

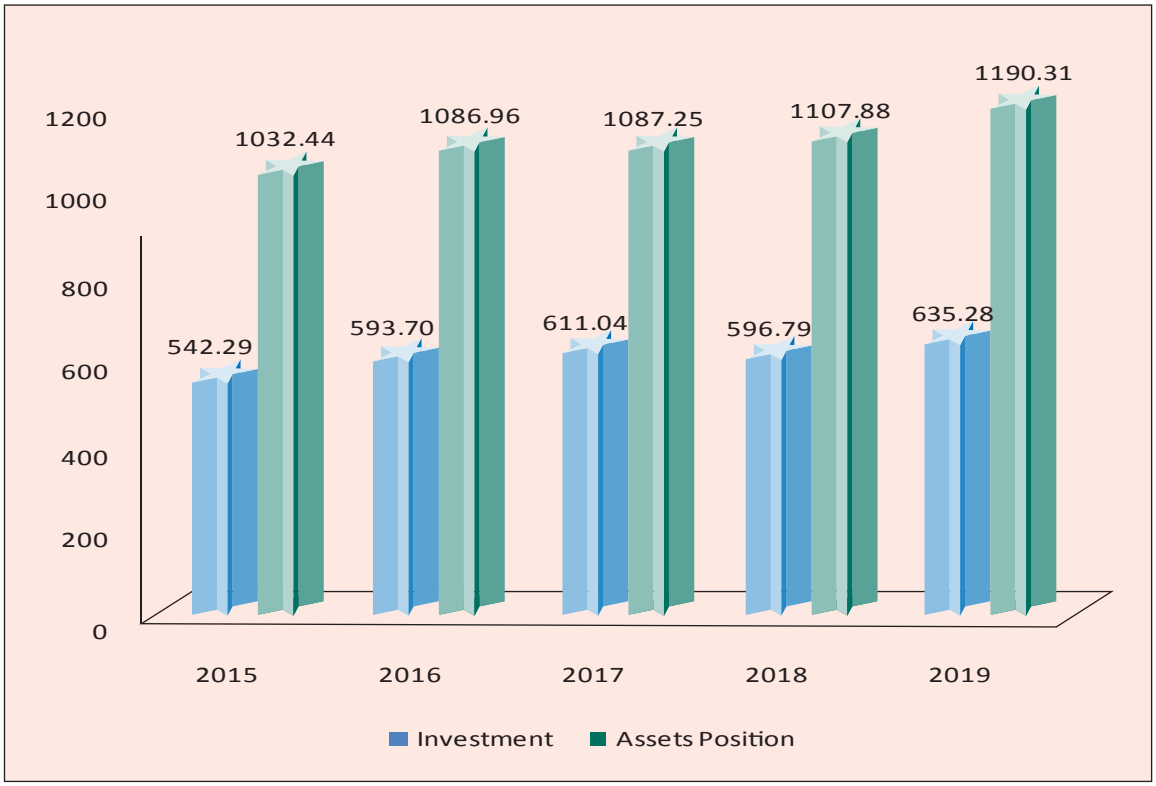


PERFORMANCE OF THE COMPANY

Gross Claim Paid (Taka in Million)



Investment & Asset Position (Taka in Million)



MESSAGE FROM THE CHAIRMAN

Bismillahir Rahmanir Rahim

Dear Shareholders
Assalamu Alaikum wa Rahmantullah Wa Barkatuhu. I express my profound gratitude to the Almighty Allah for being able to present before you the progress and achievement of the Company. It is a great pleasure and honor to welcome you at the 20th Annual General Meeting of Express Insurance Limited On behalf of the Board of Directors and myself, I would like to express my sincere thanks and gratitude for your continuous support, co-operation and confidence reposed on us. I take privilege to present before you a short statement about the performance of the Company in 2019.

Though Bangladesh economy is expanding at a reasonable rate still it is a small economy. It is well known to you that 46 Non-life Insurance Companies operating in this small economy. The Insurance Development and Regulatory Authority has been working hard to restrict unhealthy competition and unethical practice to restore the image of the industry. From the first half of the year 2019 IDRA has issued a good nos. of circulars and directives to improve the overall atmosphere of the insurance Industry.

Inspite of all these hurdles mentioned above, you will be happy to know that by the grace of the almighty Allah, we have been maintained steady growth of business in all most all areas. Your Company has been able to secure an indispensible position in the insurance sector of the country because of its commitment and cordial service. Enormous support of our valued customers, prudent guidance and bold leadership of Board of Directors and relentless efforts of the management have made our journey a success.

Corporate governance is inevitable for sustainable development of an organization. Operational activities at all levels of Express Insurance Limited have been designated in such a manner that transparency and accountability can be ensured. The duties and responsibilities are appropriately segregated between the Board and the management to provide sufficient check and balance and flexibility for smooth business operations. The board provides policy guidelines & directions to the management, approves strategic and major policy decisions and oversee the higher management to attain business goals. Audit committee reviews the internal control & compliance process, the internal audit reports and related compliances of Insurance Development and Regulatory Authority and other Regulatory Authorities.

Honorable Shareholders are the source of inspiration of the Company. I would like to express my heartfelt gratitude to all our honorable shareholders for their immense confidence on us. I also express thanks and gratitude to the valued customers of Express Insurance Limited for their patronization and continued support. We are indebted and grateful to the Bangladesh Securities & Exchange Commission (BSEC), Insurance Development & Regulatory Authority (IDRA), Dhaka Stock Exchange Limited, Chittagong Stock Exchange Limited, Registrar of Joint Stock Companies & Firms and Central Depository Bangladesh Limited (CDBL) for their very effective guidance, support & role. We are also looking forward to get their continuous support and co-operation in future and we renew our promise to remain disciplined and compliant.

May Almighty Allah bestow his unbound favors upon all of us.

Allah Hafez

With warmest regards,

Md. Abdul Awal
Chairman

MESSAGE FROM THE MANAGING DIRECTOR & CEO

Bismillahir Rahmanir Rahim

Dear Shareholders
Assalamu Alaikum wa Rahmantullah Wa Barkatuhu, It is indeed a great pleasure for me to warmly welcome you all at the 20th Annual General Meeting of the Company. It is a matter of joy for all of us to have with us the public shareholders for the first time in the Annual General Meeting of the Company. I personally welcome and congratulate the public shareholders in this general meeting. Now, the Express family is 'biggest and strengthened' ever.

First of all, I desire your all round support, co-operation, trust and contribution towards all round prosperity of the Company in the days to come. Director's reports and Auditors reports together with Annual Accounts for the year ended 2019 show the performance of the Company.

As you know, the Insurance Development and Regulatory Authority (IDRA) has taken a series of reform action and series of circulars has been issued to bring good corporate practices with a view to establish the professional management and to create healthy environment in the insurance sector. The stakeholders of the insurance industry are welcomed by all steps taken by the Insurance Development and Regulatory Authority (IDRA). I am also pleased to let you inform that during the year under review premium income, net profit etc. increased substantially than the previous year. We are committed to continue this trend to increase of premium income in this year too.

Numbers of insurance companies do not match with the size of economic activities of the country, and hence the stiff competition is still going on in the insurance industry. Besides, huge insurable properties of the country are beyond the insurance coverage. Non-professional practices are also another barrier to grow up this sector.

However, our total team is now inspiring to hard work to increase business volume to make higher profit and try to diversify the investment so that performance of the current year will be better and satisfactory. I hope my all staffs including the Branch Managers will devotedly work hard for better future of EIL family.

In fine, sincerely thanks to our Hon'ble Chairman, Vice Chairman, Board of Directors, Executive Committee, Claim Committee, Audit Committee and the public shareholders for their unstinted support and co-operation in managing the Company.

I sincerely recognize the contribution of the employees of the Company and without their hard work, sincerity and devotion, the Company does not make any progress at all. I hope, their unstinted support would continue in the days ahead too.

I would also like to express my heartfelt gratitude to our valued clients for their continuous support, trust and confidence which inspired us to go ahead towards success.

I appreciate the excellent co-operation and support of Bangladesh Security and Exchange Commission (BSEC), Insurance Development and Regulatory Authority (IDRA), Dhaka Stock Exchange (DSE), and Chittagong Stock Exchange (CSE), Central Depository Bangladesh Limited (CDBL), Registrar of Joint Stock Companies & Firms etc.

With best Regards

(K.M. Saidur Rahman)
Managing Director & CEO

DIRECTORS' REPORT TO THE SHAREHOLDERS

Bismillahir Rahmanir Rahim

Dear Members,
Assalamu Alaikum Wa-Rahmatullah

The Board of Directors of Express Insurance Limited takes the pleasure in presenting the Annual Report in this 20th Annual General Meeting before you and the Audited Financial Statements for the year 2019 along with the Auditors Report there on.

Before going into detail performence of the Company, a brief review of the global economic situation along with the status of the domestic economy in 2019 has been provided to enable broad understanding of the operating environment.

Global economy :

Global growth for the year 2019 recorded its weakest pace since the global financial crisis a decade ago, reflecting common influences across the countries. The slowdown in global growth in 2019 reflects lower growth in several key countries and regions. In a report published by the UN trade and development body, UNCTAD reported that 2019 endured the weakest economic expansion in a decade and there was a risk of that slowdown turning into outright contraction in 2020. Weaker growth both in advanced and developing countries now has created the possibility of a global recession in 2020. The report further warned that policy makers should put their increased attention to dealing with fallout from trade wars & Brexit, currency gyrations and movements in longterm interest rates.

The out break of the COVID-19 pandemic is inflicting high and rising human cost world wide, and the necessary protection measures are seriously impacting economic activity. As a resut of the pandemic the global economy is projected to contract sharply by 3 percent in 2020, much worse than during the 2008-2009 financial erisis.

A Review of Bangladesh economy :

Bangladesh economy maintained a steady growth of 8.15% during FY 2018-2019 exceeding the 7.86% growth rate achieved in previous year. The growth was supported by strong domestic, external demand, remittance inflows, strong private sector credit growth, and higher growth in investment-related impot. It is proved that Bangladesh Economy maintained its macro-economic stability and high growth trajectory by overcoming all types of internal and external barriers.

Agricultural sector contributed 13.6 percent of GDP in FY19 and this growth was mainly supported by the growth of fishing, forest related services and animal farming subsector. Industry sector contributed 35.0 percent of GDP, and grew by 12.7 percent in FY19, up from 12.1 percent in FY18. This growth was supported by strong growth of manufacturing and electricity, gas and water supply sub-sectors. The services sector accounts for the largest share of GDP, although the share is gradually diminish ing. In FY19, 51.4 percent of GDP came from this sector which was 52.1 percent in FY18.

Service sector grew by 6.8 percent, slightly up from 6.4 percent growth in FY18. The growth of major components of services sector-like, health and social works, wholesale and retail trade, repair of motor vehicles, motorcycles and personal and household goods, hotel and restaurants, education and transport, storage and communication increased. The 12 month average general inflation edged down to 5.5 percent in June 2019 with low volatility, well below the targeted ceiling of 5.6 percent mainly supported by a good crop harvest and lower global food prices. Foreign exchange reserves held by the Bangladesh Bank reached the highst peak.

Industry Outlook:

It is well known to you all that a total of 46 non-life insurance Companies are operating in the country. Nos. of Companies do not match with the size of the economy. Inspite of that, the insurance industry in Bangladesh has a great prospect because of a number of reasons such as the sustainable growth rate of the country's GDP and per capita income, growth of the market size, increasing population and a rapid shift of the economy from a consumption one to a manufacturing one, especially through expansion and diversification of entrepreneurship in both urban and rural areas. It is also observed that the high and middle-income people and the compaines running businesses with some success are becoming more conscious about their safety and therefore, the insurance businesses may see their prospect in coverage of the risks. The prospect of development of insurance business will depend on the growing understanding of the people and businesses of the facts that insurance provides safety and security through various types of the insurance products. A series of reforms action has been taken by the Insurance Development and Regulatory Authority (IDRA) with effect from 1st August, 2019. Result of these reforms steps are gradually becoming visible. We are also hopefull that reforms will be effective & will bring discipline in this sector.

Business Highlights:

Express Insurance Limited has had another successful year. The gross premium income of 2019 stood at Tk. 489.79 Million while the net premium income was Tk. 300.59 Million. In the year gross premium income increased by 20%. The underwriting profit was Tk. 73.30 Million. It is increased by 32.72% over the previous year. In the year 2019 the operating income and net income of the Company were in increasing trend with increase in premium income inspite of decrease in investment income.

The management has taken all steps to increase more its premium income this year too. New marketing peoples have been recruited and new motivation package has also been declared for increase of premium income.

Business highlights of 2019 in comparison with 2018 :

Taka In Million

Particulars	Fire	Marine	Motor	Misc.	2019	2018	% of increase
Gross Premium Income	179.11	168.39	90.71	51.58	489.79	408.89	20%
Re-insurance Ceded	102.02	40.32	1.21	45.64	189.19	165.17	-
Net Premium Income	77.10	128.06	89.50	5.93	300.59	243.72	23.33%
Total Claim paid	57.34	13.29	13.51	.32	84.46	96.07	-
Agency Commission	24.98	22.29	13.21	1.83	62.31	52.32	-
Management Expenses	54.62	48.74	28.87	6.93	139.16	164.96	-
Reserve for unexpired Risk	30.84	51.86	35.80	2.37	120.87	98.11	-
Underwriting Profit/(Loss)	(15.15)	39.30	43.97	5.18	73.30	55.23	32.72%

Investment Income and Net Profit :

In spite of adverse effect of investment of share and decrease in the rate of interest of FDR leading decrese in investment income, your Company has earned a net profit before tax of Tk. 77.13 Million in 2019 while it was Tk. 76.81 million in the previous year.

Comparison of investment income and profit:

Taka In Million

Over all Result	2019	2018
Underwriting Profit / (Loss)	73.30	55.23
Interest & Revenue	29.44	38.15
Gain/(Loss) on sale of share	2.89	5.63
Total Investment Income	29.44	38.15
Profit before Tax	77.13	76.81
Provision for Tax	22.06	29.31
Reserved for Exceptional Loss	20.00	4.00
Dividend 10% in Cash	-	39.12

The Company has made provision of Tk. 20.00 Million as Reserve for Exceptional Loss and Tk. 22.06 Million for Corporate Tax during this year. The Company also has made provision of Tk. 3.67 Million for WPPF. After completion of IPO paid up capital increased to Tk. 65,19,74,640. Share trading has been started on 24-08-2020 in both the Stock Exchanges of the Country. As per rules the Company received the IPO proceeds after starting of share trading that is mid August, 2020. The Company could not utilized this IPO proceeds within this short period. Profit generation was not enough to support satisfactory dividend for the shareholders. Besides the Board of Directors wants to build up a fund of Retained Earnings so that the Company will be maintained consistent dividend rate in future and therefore the Board of Directors has not recommened dividend for the year under review.

Claim Settlement :

The gross claim payment of the Company stood at Tk. 84.46 Million in 2019 as against Tk. 96.07 Million of 2018. Re-insurance protection for the risk undertaken by the Company is well managed and as such the clients are strongly protected.

Re-insurance:

We have a Re-insurance Agreement with the Shadharan Bima Corporation, the state owned corporation with favorable terms & conditions including facultative arrangement. Hence, we are capable enough to accept the risk and underwrite general insurance business for any amount which shall be either protected automatically or will be covered under the Facultative Re-insurance arrangement. We are also doing co-insurance business with Shadharan Bima Corporation. This year Re-insurance ceeded amount was Tk. 189.19 Million & Re-insurance ceeded commission was Tk. 49.66 Million.

Investment Position :

The investment of the Company stood at Tk. 635.28 Million at the end of 2019, after adjustment of cumulative loss of investment in shares of previous years. The head wise investment figures are listed below :

Sl. No.	Particulars	2019	2018
01.	National Investment Bond	2,50,00,000	2,50,00,000
02.	Bank Balance with Fixed Deposit	57,44,19,957	54,11,58,180
03.	Investment in Shares	3,58,58,940	3,06,33,990
	Total Investment	**63,52,78,897**	**59,67,92,170**

Credit Rating Report :

Your Company has been rated 'AA' by Alpha Credit Rating Ltd., based on its un-audited financials ended September, 2019 and other qualitative and quantitative information up to the date of rating. CPA Rating 'AA' indicates high claim paying ability having good protection factors (Strong liquidity position, good solvency ratio, sound profitability and smart investment). The above rating has been assigned in consideration of its good financial and technical performance, improving good solvency, sound liquidity, diversified and smart investment portfolio.

IPO :

The application of IPO was submitted to the Bangladesh Securities and Exchange Commission in April 2017. Time to time Revised Prospectus with updated information were also submitted. After serutiny and verification Bangladesh Securities and Exchange Commission accorded approval to our IPO on March 8, 2020. Abbridged version of prospectus was published on March 10, 2020 in four national daily, two in bengali daily and two in english daily. Due to out break of covid-19 pandemanic the IPO process was delayed for some time. Finally, with the approval of the Bangladesh Securities and Exchange Commission IPO applications were received from June 14, 2020 to July 02, 2020. As against IPO share of Tk. 26,07,90,000/- total application equivalent to Tk. 159,00,85,000/- were received which was about 6.097 times higher. IPO loterry was held on 23 July, 2020. After completing IPO formalities, trading of shares of our Company was started in both Dhaka Stock Exchange & Chattagong Stock Exchange on 24 August, 2020. From the very begaining of trading there was good demand for our Company shares.

In the process of completion of IPO the notable dates are mentioned below:

i) Listing with Dhaka Stock Exchange Limited - 10-08-2020.

ii) Listing with Chittagong Stock Exchange Limited - 13-08-2020.

iii) Crediting of tradable shares in respective BO Accounts by CDBL - 17-08-2020.

iv) Trading of shares started in both the Stock Exchanges - 24-08-2020.

v) IPO fund recived for ulilisntion - - 02-09-2020

Area of utilizationof IPO fund	Amount BDT		Time of Implementation
Investment in Capital Market:			3 months from receiving IPO fund
Government Treasury Bonds	20,000,000		
Mutual Funds	10,000,000		
Secondary Market (A Category Listed Securities)	22,158,000	52,158,000	
Investment in FDR with Nationalized Commercial Banks		193,632,000	3 months from receiving IPO fund
IPO Expenses		15,000,000	45 days from receiving IPO fund
Total		**260,790,000**	

We have been utilising the IPO proceeds in the respective heads within the scheduled time as approved by Bangladesh Securities and Exchange Commission.

Retirement & Re-election of Directors:

According to Articles of 112 & 113 of the Articles of Association of the Company, the following Directors of Group "KA" (Sponsor Shareholders) shall retire in the upcoming 20th AGM and being eligible for re-election as per Article 114, all of them have offered themselves for re-election.

1. *Mr. ABM Kaiser*
2. *Mr. Md. Shamsur Rahman*
3. *Mrs. Mahfuza Younus*
4. *Mr. Syed Al Farooque*

Bangladesh Securities and Exchange Commissions directives to hold at least 30% share of the Company should be held jointly by the Sponsor Directors and each Director individually should held at lest 2% of the shares. All our Sponsor Directors collectively hold 60% shares of the Company and each of the Directors hold more than 2% shares. In this respect your Company is a compiled Company.

Going Concern:

The Directors are of the opinion that the Company is a going concern. Accordingly, Financial Statements are prepared on a going concern basis.

Nomination & Remuneration Committee:

The Nomination & Remuneratin Committee of Express Insurance Limited is appointed by the Board of Directors, as required by the Corporate Governance Code of Bangladesh Securities and Exchange Commission (BSEC) notification. The Nomination & Remuneratin Committee consist of six members, of whom one is an independent director, and rest are the nominated directors.

Declaration of the CEO and the CFO regarding Financial Statements:

A separate statement pertaining to due diligence of the Chief Executive Officer (CEO) and Chief Financial Officer (CFO) as required under Corporate Governance Code of BSEC is presented in this report.

Appointment of Independent Directors:

Mr. Siddique Hossain Choudhury and Mr. Feroz Ahmed have been appointed as Independent Director in the Company. Mr. Siddique Hossain Choudhury is a retired Govt. officer. He was appointed in the Company on 29th May, 2017 and Mr. Feroz Ahmed was a member of BCS Cadre and retired as Secretary to the Govt. of the Peoples' Republic of Bangladesh. He was appointed in the Company on 15th October, 2017. The shareholders ratified their appointment in the 18th AGM. Both of them rendered valuable contibution to the Company. Considering their valuable contribution to the Company appointment of Mr. Siddique Hossain Choudhury has been extended for another term of three yers in the 257th Board Meeting held on 16 May, 2020 and that of Mr. Feroz Ahmed for another term of three years in the 266th Board Meeting held on 14 September, 2020. Hon'ble Shareholders are quested to retify their extension of appointment.

Audit Committee

There was an Audit Committee since inception of the Company. With the appointment of Mr. Siddique Hossain Choudhury and Mr. Feroz Ahmed as the Independent Director of the Company Mr. Siddique Hossain Choudhury was elected as the Chairman of the Audit Committee and Mr. Feroz Ahmed was elected as one of the members of the Audit Committee. Since the last year Mr. Feroz Ahmed acted as Chairman and Mr. Siddique Hossain Choudhury as a member of the Audit Committee.

Appointment of Auditors:

M/s. AHMED ZAKER & Co. Chartered Accountants have served the Company for consiquitive three years and as per requirment of law they will retire in the 20th Annual General Meeting. One of the share holders has proposed the name of M/s. K. M. Hasan & Co., Chartered Accountants for appointment

as Auditors. The Board of Directors has recommended to the hon'ble members for their consideration of appointment of M/s. K. M. Hasan & Co., Chartered Accountants upto the next AGM and to fix up their remuneration. The shareholders are also requested to approve Podder & Associates, Cost & Management Accountants as compliance Auditor.

Compliance of Corporate Governence

The Board of Directors of the Company firmly believes that good Corporate Governance and transparecy is very much essential for ensuring a desciplined and sustainable organisation. We have the pleasure to inform that your Company has complied with all the necessary guidelines of the BSEC Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 dated 3 June, 2018. In this regard we attach the Company's compliance status along with the necessary remarks & disclosures with this Annual Report. Further, a certificate of complince as provided by PODDER & ASSOCIATES, Cost & Management Accountants for the period ended on 16/11/2020 is also annexed to this report.

- Discussion on COGS, Gross Profit Margin and Net Profit Margin is not applicable for Insurance Industry.
- No extraordinary gain or loss arised during the period for extraordinary activities.
- Utilization of IPO Proceeds has been narrated in seperate para.
- Detail discussion on related party transaction has been made in the Audit Report. Note no. 32.
- No Significant deviation occured in Financial Results after the Company goes for Initial Public Offering (IPO).
- No significant variation occured between quarterly Financial Performance and Annual Financial Statements.
- No remuneration paid to Directors including Independent Directors except meeting attendance fee.
- No significant deviation occured in operating results during last year.

Management:

The day to day management of the Company is vested with a group of qualified and experienced personnels. Mr. K M Saidur Rahman is leading the team. Under his prudunce guidance the present management has been working tireless for the continuous growth of the Company. We believe that qualified, experienced and hard working personnels are the key to success of the Company. The Board confident that under the prudent leadership of Mr. K M Saidur Rahman, CEO, the Company will march ahead and be able to maintain its' continuous growth with full support and co-operation of all employees of the Company.

Challenges ahead:

It is well know to you all that total 46 non-life insurance companies are operating business in the Country entitle only 2% of market share for each Company. It is big challenge for the Company to retain his market share due to uneven competition.

Besides, the terms & conditions of Re-insurance Treaty as given by the state owned Sadharan Bima Corporation, the only re-insurer in the country, may push the Company in to a high risk. The Government decision to set up the Insuracne Development and Regulatory Authority (IDRA) was welcomed by all at its formation a few years back. IDRA, which become operational in January 2011 is severely understaffed to oversee the reforms in the industries.

Inspite of all its limitation, at the very beginning IDRA issued a good number of directives to all Insurance Companies with good intention to bring discipline in the Insurance Industry to restrict unhealthy competition and unethical practice which lead the Insurance Industry in sound and healthy position also restore the image of the Industry.

However, we are optimistic that with the expantion of Bangladesh economy demand for non-life insurance products will also increase. Government will also play positive vital role ensuring availality of electricity, and gas, infrstructurel facilities and providing fiscal incertives. Establishment of Economic Zone/Export processing zone in both private & public sector & invitation of the foreign investors for invest will also play positive role in this regard.

Gratitude:

The Board of Directors convey its profound gratitude and sincere thanks to the Ministry of Finance, Ministry of Commerce, the Insurance Development & Regulatory Authority, Bangladesh Securities and Exchange Commission, Dhaka Stock Excharge, Chittagong Stock Excharge, Central Depositary Bangladesh Limited, Registrar of Joint Stock Companies and Firms, Sadharan Bima Corporation, all

Commercial Banks, Financial Institutions, and all of our valued clients for their whole hearted support, co-operation & guidance at various stages of the Company.

The Board also thankfully remember the valuable contributions of the Chairman, Vice-chairman, Executive Committee, Claim Committee and Audit Committee of the Company for all round prosperity & success of the Company.

In fine, the Member of the Board of Directors also like to express their sincere thanks and appreciation of the services rendered by all employees of the Company and hope to receive their untiring efforts towards all round development of the Company in the days ahead, like past.

Let us pray to Almighty Allah for all round prosperity of the Company.

Allah Hafiz

For and on behalf of Board of Directors
Of Express Insurance Limited

Date : September 14, 2020

(Md. Abdul Awal)
Chairman

PODDER & ASSOCIATES
Cost and Management Accountants
6/A/1 (Ground Floor), Segun Bagicha, Dhaka-1000, Bangladesh
E-mail : podderassociates@yahoo.com

Report to the Shareholders of Express Insurance Limited on compliance on the Corporate Governance Code

We have examined the compliance status to the Corporate Governance Code by Express Insurance Limited for the year ended on 31st July 2019. This Code relates to the Notification No. BSEC/CMRRCD/2006-158/207/Admin/80, Dated: 3 June 2018 of the Bangladesh Securities and Exchange Commission.

Such compliance with the Corporate Governance Code is the responsibility of the Company. Our examination was limited to the procedures and implementation thereof as adopted by the Management in ensuring compliance to the conditions of the Corporate Governance Code.

This is scrutiny and verification and an independent audit on compliance of the conditions of the Corporate Governance Code as well as the provisions of relevant Bangladesh Secretarial Standards (BSS) as adopted by Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Corporate Governance Code.

We state that we have obtained all the information and explanations, which we have required, and after due scrutiny and verification thereof, we report that, in our opinion:

(a) The Company has complied with the conditions of the Corporate Governance Code as stipulated in the above mentioned Corporate Governance Code issued by the Commission;

(b) The Company has complied with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) as required by this Code;

(c) Proper books and records have been kept by the company as required under the Companies Act, 1994, the securities laws and other relevant laws ; and

(d) The governance of the company is satisfactory.

For Podder & Associates

Place : Dhaka, Bangladesh
Date: 16th November, 2020

Jayanta Kumer Podder
Cost & Management Accountant

Express Insurance Limited

Status of Compliance with the Corporate Gevernance Code (CGC)
For the year as on 31st July 2019

Status of compliance with the conditions imposed by the Commission's Notification No.BSEC/CMRRCD/2006-158/207/Admin/80, dated 03 June 2018 issued under section 2CC of the Securities and Exchange Ordinance, 1969:

(Report under Condition No. 9.00)

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (If any)
		Complied	Not Complied	
1	**BOARD OF DIRECTORS:**			
1(1)	**Size of the Board of Directors**			
	The total number of members of a company's Board of Directors (hereinafter referred to as "Board") shall not to be less than 5 (five) and more than 20 (twenty).	✓		-
1(2)	**Independent Directors**			
1(2)(a)	At least one fifth (1/5) of the total number of directors in the company's board shall be independent directors; any fraction shall be considered to the next integer or whole number for calculating number of independent director(s);	✓		According to Insurance Act, 2010 Sec.76, Maximum number of ID's shall be 2 (Two) in the insurance company.
1(2)(b)	**For the purpose of this clause "independent director" means a director**			
1(2)(b)(i)	Who either does not hold any share in the company or holds less than one percent (1%) shares of the total paid-up shares of the company;	✓		Does not hold any share of the Company
1(2)(b)(ii)	Who is not a sponsor of the company and is not connected with the company's any sponsor or director or nominated director or shareholder of the company or any of its asscoiates, sister concerns, subsidiaries and parents or holding entities who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship and his or her family members also shall not hold above mentioned shares in the company:	✓		The Independent Directors have declared their compliances.
1(2)(b)(iii)	Who has not been an executive of the company in immediately preceding 2 (two) financial years;	✓		-
1(2)(b)(iv)	Who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary or associated companies;	✓		-
1(2)(b)(v)	Who is not a member or TREC (Trading Right Entitlement Certificate) holder, director or officer of any stock exchange;	✓		-
1(2)(b)(vi)	Who is not a shareholder, director excepting independent director or officer of any member or TREC holder of stock exchange or an intermediary of the capital market;	✓		-
1(2)(b)(vii)	Who is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of the concerned company's statutory audit firm or audit firm engaged in internal audit services or audit firm conducting special audit or professional certifying compliance of this Code;	✓		-

1(2)(b)(viii)	Who is not an independent director in more than 5 (five) listed companies;	✓		-
1(2)(b)(ix)	Who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan or any advance to a bank or a Non-Bank Financial Institution (NBFI);	✓		-
1(2)(b)(x)	Who has not been convicted for a criminal offence involving moral turpitude;	✓		-
1(2)(c)	The independent director(s) shall be appointed by the board and approved by the shareholders in the Annual General Meeting (AGM);	✓		-
1(2)(d)	The post of independent director(s) cannot remain vacant for more than 90 (ninety) days;	✓		-
1(2)(e)	The tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) tenure only:	✓		-
1(3)	**Qualification of Independent Director.-**			
1(3)(a)	Independent director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial, regulatory and corporate laws and can make meaningful contribution to business.	✓		-
1(3)(b)(i)	Business Leader who is or was a promoter or director of an unlisted company having minimum paid-up capital of Tk. 100.00 million or any listed company or a member of any national or international chamber of commerce or bussiness association;	-	-	N/A
1(3)(b)(ii)	Corporate Leader who is or was a top level executive not lower than Chief Executive officer or Managing Director or Deputy Managing Director or Chief Financial Officer or Head of Finance or Accounts or Company Secretary or Head of Internal Audit and Compliance or Head of Legal Service or a candidate with equivalent position of an unlisted company having minimum paid up capital of Tk. 100.00 million or of a listed company;	-		N/A
1(3)(b)(iii)	Former official of government or statutory or autonomous or regulatory body in the position not below 5th Grade of the national pay scale, who has at least eductional background of bachelor degree in economics or commerce or bussiness or law;	✓		-
1(3)(b)(iv)	University Teacher who has eductional background in Economics or Commerce or Business Studies or Law;	-		N/A
1(3)(b)(v)	Professional who is or was an advocate practicing at least in the High Court Division of Bangladesh Supreme Court or a Chartered Accountant or Cost and Management Accountant or Chartered Financial Analyst or Chartered Certified Accountant or Certified Public Accountant or Chartered Management Accountant or Chartered Secretary or equivalent qualification;	-	-	N/A
1(3)(c)	The independent director(s) shall have at least 10(ten) years of experiences in any field mentioned in clause (b);	✓		-

1(3)(d)	In special cases, the above qualifications or experiences may be relaxed subject to prior approval of the Commission.	-	-	No such deviation occurred
1(4)	**Duality of Chairperson of the Board of Directors and Managing Director or Chief Executive Officer.-**			
1(4)(a)	The positions of the Chairperson of the Board and the Managing Director (MD) and/or Chief Executive Officer (CEO) of the company shall be filled by different individuals;	✓	-	-
1(4)(b)	The Managing Director (MD) and/or Chief Executive Officer (CEO) of a listed company shall not hold the same position in another listed company;	✓	-	-
1(4)(c)	The Chairperson of the Board shall be elected from among the non-executive directors of the company;	✓	-	-
1(4)(d)	The Board shall clearly define respective roles and responsibilities of the Chairperson and the Managing Director and/or Chief Executive officer;	✓	-	-
1(4)(e)	In the absence of the Chairperson of the Board, the remaining members may elect one of themselves from non-executive directors as chairperson for that particular Board's meeting; the reason of absence of the regular Chairperson shall be duly recorded in the minutes.	✓	-	No such event arose
1(5)	**The Directors' Report to the Shareholders**			
1(5)(i)	An industry outlook and possible future developments in the industry;	✓	-	-
1(5)(ii)	The Segment-wise or product-wise performance;	✓	-	-
1(5)(iii)	Risks and concerns including internal and external risk factors, threat to sustainability and negative impact on environment, if any;	✓	-	-
1(5)(iv)	A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin, where applicable;	✓	-	-
1(5)(v)	A discussion on continuity of any extraordinary activities and their impliacations (gain or loss);	-	-	No such event arose
1(5)(vi)	A detailed discussion on related party transactions along with a statement showing amount, nature of related party, nature of transactions and basis of transactions of all related party transactions;	✓	-	-
1(5)(vii)	A statement of utilization of proceeds raised through public issues, rights issues and/or through any other instruments;	✓	-	
1(5)(viii)	An explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO), Rights Share Offer, Direct Listing etc;	-	-	N/A
1(5)(ix)	An explanation on any significant variance that occurs between Quarterly Financial Performance and Annual Financial Statements;	-		No such event arose
1(5)(x)	A statement of remuneration paid to the directors including independent directors;	✓	-	-
1(5)(xi)	A statement that the financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity;	✓	-	-
1(5)(xii)	A statement that proper books of account of the issuer company have been maintained;	✓	-	-

1(5)(xiii)	A statement that appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment;	✓	-	-
1(5)(xiv)	A statement that International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in Bangladesh, have been following preparation of the financial statements and any departure there from has been adequately disclosed;	✓	-	-
1(5)(xv)	A statement that the system of internal control is sound in design and has been effectively implemented and monitored;	✓	-	-
1(5)(xvi)	A statement that minority shareholders have been protected from abusive actions by, or in the interest of, controlling shareholders acting either directly or indirectly and have effective means of redress;	✓	-	-
1(5)(xvii)	A statement that there is no Significant doubt upon the issuer company's ability to continue as going concern, if the issuer company is not considered to be a going concern, the fact along with reasons there of shall be disclosed;	✓	-	-
1(5)(xviii)	An explanation that significant deviations from the last year's operating results of the issuer company shall be highlighted and the raesons thereof shall be explained;	-		No such event arose
1(5)(xix)	A statement where key operating and financial data of at least preceding 5 (five) years shall be summarized;	✓	-	-
1(5)(xx)	An explanation on the reasons if the issuer company has not declared dividend (cash or stock) for the year;	-	-	No dividend declaration
1(5)(xxi)	Board's statement to the effect that no bonus share or stock dividend has been or shall be declared as interim dividend;	-	-	N/A
1(5)(xxii)	The total number of Board meetings held during the year and attendance by each director;	✓		-
1(5)(xxiii)	A report on the pattern of shareholding disclosing the aggregate number of shares (along with name-wise details where stated below) held by:-			
1(5)(xxiii)(a)	Parent or Subsidiary or Associated Companies and other related parties (name-wise details);	-		N/A
1(5)(xxiii)(b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and Compliance their spouses and minor children (name- wise details);	✓	-	-
1(5)(xxiii)(c)	Executives;	✓	-	-
1(5)(xxiii)(d)	Shareholders holding ten percent (10%) or more voting interest in the company (name-wise details).	-		No shareholder holding (10%) or more share of the Company
1(5)(xxiv)	In case of the appointment or reappointment of a director, a disclosure on the following information to the shareholders:-			
1(5)(xxiv)(a)	a brief resume of the director	✓	-	-
1(5)(xxiv)(b)	nature of his/her expertise in specific functional areas;	✓	-	-
1(5)(xxiv)(c)	Names of companies in which the person also holds the directorship and the membership of committees of the board.	✓	-	-
1(5)(xxv)	A management's Discussion and Analysis signed by CEO or MD presenting detailed analysis of the company's position and operations along with a brief disscission of changes in financial statements, among others, focusing on:			
1(5)(xxv)(a)	Accounting policies and estimation for preparation of financial statements;	✓		-
1(5)(xxv)(b)	Changes in accounting policies and estimation, if any, clearly describing the effect on financial performance or results and financial position as well as cash flows in absolute figure for such changes;	-	-	N/A
1(5)(xxv)(c)	Comparative analysis (including effects of inflation) of fianacial performance or results and financial position as well as cash flows for current financial year with immediate preceding five years explaining reasons thereof;	✓	-	-

1(5)(xxv)(d)	compare such financial performance or results and financial position as well as cash flows with the peer industry scenario;	✓	-	-
1(5)(xxv)(e)	briefly explain the financial and economic scenario of the country and the globe;	✓	-	-
1(5)(xxv)(f)	risks and concerns issues related to the financial statements, explaining such risk and concerns mitigation plan of the company; and	✓	-	-
1(5)(xxv)(g)	future plan or projection or forecast for company's operation, performance and financial position, with justification thereof, i.e., actual position shall be explained to the shareholders in the next AGM;	✓	-	-
1(5)(xxvi)	Declaration or certification by the CEO and the CFO to the Board as required under condition No. 3(3) shall be disclosed as per **Annexure-A**; and	✓	-	-
1(5)(xxvii)	The report as well as certificate regarding compliance of conditions of this code as required under condition No. 9 shall be disclosed as per **Annexure-B** and **Annexure-C**.	✓	-	-
1(6)	**Meetings of the Board of Directors**			
	The company shall conduct its Board meetings and record the minutes of the meetings as well as keep required books and records in line with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Code.	✓	-	-
1(7)	Code of Conduct for the Chairperson, other Board members and Chief Executive Officer			
1(7)(a)	The Board shall lay down a code of conduct, based on the recommendation of the Nomination and Remuneration Committee (NRC), for the Chairperson of the Board, other board members and Chief Executive Officer of the company;	✓	-	-
1(7)(b)	The code of conduct as determined by the NRC shall be posted on the website of the company	✓	-	-
2	**Governance of Board of Directors of Subsidiary Company:-**	EIL does not have anySubsidiary Company		
2(a)	Provisions relating to the composition of the Board of the holding company shall be made applicable to the composition of the Board of the subsidiary company;	-	-	N/A
2(b)	At least 1 (one) independent director of the Board of the holding company shall be a director on the Board of the subsidiary company;	-	-	N/A
2(c)	The minutes of the Board meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company.	-	-	N/A
2(d)	The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also;	-	-	N/A
2(e)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company.	-	-	N/A
3	**Managing Director (MD) or Chief Executive Officer (CEO), Chief Financial Officer (CFO) Head of Internal Audit and Compliance (HIAC) and Company Secretary(CS):-**			
3(1)(a)	The Board shall appoint a Managing Director (MD) or Chief Executive Officer (CEO), a Company Secretary (CS), a Chief Financial Officer (CFO) and a Head of Internal Audit and Compliance (HIAC);	✓	-	-
3(1)(b)	The positions of the Managing Director (MD) or Chief Executive Officer (CEO), Company Secretary (CS), Chief Financial Officer (CFO) and a Head of Internal Audit and Compliance (HIAC) shall be filled by different individuais;	✓	-	-

3(1)(c)	The MD or CEO, CS, CFO and HIAC of a listed company shall not hold any executive position in any other company at the same time;	✓	-	-
3(1)(d)	The Board shall clearly define respective roles, responsibilities and duties of the CFO, the HIAC and the CS;	✓	-	-
3(1)(e)	The MD or CEO, CS, CFO and HIAC shall not be removed from their position without approval of the Board as well as immediate dissemination to the Commission and stock exchange(s).	✓	-	-
3(2)	**Requirement to attend Board of Director's Meetings**			
	The MD or CEO, CS, CFO and HIAC of the company shall attend the meetings of the Board:	✓	-	-
3(3)	**Duties of Managing Director (MD) or Chief Executive Officer (CEO) and Chief Financial Officer(CFO)**			
3(3)(a)	The MD or CEO and CFO shall certify to the Board that they have reviewed financial statements for the year and that to the best of their knowledge and belief:			
3(3)(a)(i)	These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;	✓	-	-
3(3)(a)(ii)	These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws;	✓	-	-
3(3)(b)	The MD or CEO and CFO shall also certify that there are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent illegal or violation of the code of conduct for the company's Board or its member;	✓	-	-
3(3)(c)	The certification of the MD or CEO and CFO shall be disclosed in the Annual Report.	✓	-	-
4	**Board of Director's Committee.- For ensuring good governance in the company, the Board shall have at least following sub-committees:**			
4(i)	Audit Committee;	✓	-	-
4(ii)	Nomination and Remuneration Committee	✓	-	-
5	**Audit Committee:-**			
5(1)	**Responsibility to the Board of Directors**			
5(1)(a)	The company shall have an Audit Committee as a sub-committee of the Board;	✓	-	-
5(1)(b)	The Audit Committee shall assist the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business;	✓	-	-
5(1)(c)	The Audit Committee shall be responsible to the Board; the duties of the Audit Committee shall be clearly set forth in writing.	✓	-	-
5(2)	**Constitution of the Audit Committee**			
5(2)(a)	The Audit Committee shall be composed of at least 3 (three) members;	✓	-	-
5(2)(b)	The Board shall appoint members of the audit committee who shall benon-executive directors of the company excepting Chairperson of the Board and shall include at least 1(one) independent director;	✓	-	-
5(2)(c)	All members of the audit committee should be "financially literate" and at least I (one) member shall have accounting or related financial management background and 10(ten)years of such experience;	✓	-	-

5(2)(d)	When the term of service of any Committee members expires or there is any circumstance causing any Committee member to be unable to hold office before expiration of the term of service, thus making the number of the Committee members to be lower than the prescribed number of 3 (three) persons, the Board shall appoint the new Committee member to fill up the vacancy immediately or not later than 1 (one) month from the date of vacancy in the Committee to ensure continuity of the performance of work of the Audit Committee;	✓	-	-
5(2)(e)	The company secretary shall act as the secretary of the Committee.	✓	-	-
5(2)(f)	The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent director.	✓	-	-
5(3)(a)	The Board of Directors shall select 1 (one) member of the Audit Committee to be Chairperson of the Audit Committee, who shall be an Independent director;	✓	-	-
5(3)(b)	In the absence of the Chairperson of the audit committee, the remaining members may elect one of themselves as Chairperson for that particular meeting, in that case there shall be no problem of constitituting a quorum as required under condition No.5(4)(b) and the reson of absence of the regular chairperson shall be duly recorded in the minutes.	✓	-	-
5(3)(c)	Chairperson of the Audit Committee shall remain present in the Annual General Meeting (AGM):	✓	-	-
5(4)(a)	The Audit Committee shall conduct at least its four meetings in a financial year: Provided that any emergency meeting in addition to regular meeting may be convened at the request of any one of the members of the Committee;	✓	-	-
5(4)(b)	The quorum of the meeting of the Audit Committee shall be constituted in presence of either two members or two third of the members of the Audit Committee, whichever is higher, where presence of an independent director is a must.	✓	-	-
5(5)	**The Audit Committee shall:-**			
5(5)(a)	Oversee the financial reporting process;	✓	-	-
5(5)(b)	Monitor choice of accounting policies and principles;	✓	-	-
5(5)(c)	Monitor Internal Audit and Compliance process to ensure that it is adequately resourced, including approval of the Internal Audit and Compliance plan and review of the Internal Audit and Compliance Report;	✓	-	-
5(5)(d)	Oversee hiring and performance of external auditors.	✓	-	-
5(5)(e)	Hold meeting with the external or statutory auditors for review of the annual financial statements before submission to the Board for approval or adoption;	✓	-	-
5(5)(f)	Review along with the management, the annual financial statements before submission to the board for approval;	✓	-	-
5(5)(g)	Review along with the management, the quarterly and half yearly financial statements before submission to the board for approval;	✓	-	-
5(5)(h)	Review the adequacy of internal audit function;	✓	-	-
5(5)(i)	Review the Management's Discussion and Analysis before disclosing in the Annual Report;	✓	-	-
5(5)(j)	Review statement of all related party transactions submitted by the management;	✓	-	-
5(5)(k)	Review Management Letters or Letter of Internal Control weakness issued by statutory auditors.	✓	-	-
5(5)(l)	Oversee the determination of audit fees based on scope and magnitude, level of expertise deployed and time required for effective audit and evalute the performance of external auditors;	✓	-	-

5(5)(m)	Oversee whether the proceeds raised through Initial public Offering (IPO) or Repeat public Offering(RPO) or Rights Share offer have been utilized as per the purpose stated in relevent offer document or prospectus approved by the Commission:	-	-	N/A
5(6)	**Reporting of the Audit Committee**			
5(6)(a)	**Reporting to the Board of Directors**			
5(6)(a)(i)	The Audit Committee shall report on its activities to the Board.	✓	-	-
5(6)(a)(ii)	The Audit Committee shall immediately report to the Board of Directors on the following findings, if any:-			
5(6)(a)(ii)(a)	report on conflicts of interests;	-	-	No such incidence arose
5(6)(a)(ii)(b)	suspected or presumed fraud or irregularity or material defect identified in the internal audit and compliance process or in the financial statements;control system;	-	-	No such incidence arose
5(6)(a)(ii)(c)	suspected infringement of laws,regulatory compliances including securities related laws, rules and regulations;	-	-	No such incidence arose
5(6)(a)(ii)(d)	any other matter which the Audit Committee deems necessary shall be disclosed to the Board immediately;	-	-	No such incidence arose
5(6)(b)	**Reporting to the Authorities:-**			
	If the Audit Committee has reported to the Board about anything which has material impact on the financial condition and results of operation and has discussed with the Board and the management that any rectification is necessary and if the Audit Committee finds that such rectification has been unreasonably ignored, the Audit Committee shall report such finding to the Commission, upon reporting of such matters to the Board for three times or completion of a period of 6 (six) months from the date of first reporting to the Board, whichever is earlier.	-	-	No such reportable incidence arose
5(7)	**Reporting to the Shareholders and General Investors**			
	Report on activities carried out by the Audit Committee, including any report made to the Board under condition 5(6)(a)(ii) above during the year, shall be signed by the Chairperson of the Audit Committee and disclosed in the annual report of the issuer company.	✓	-	-
6	**Nomination and remuneration Committee(NRC).-**			
6(1)	**Responsibility to the Board of Directors**			
6(1)(a)	The company shall have a Nomination and Remuneration Committee (NRC) as a sub-committee of the Board;	✓	-	-
6(1)(b)	The NRC shall assist the Board in formulation of the nomination criteria or policy for determining qualifications, positive attributes, experiences and independence of directors and top level executive as well as a policy for formal process of considering remuneration of directors, top level executive;	✓	-	-
6(1)(c)	The Terms of Reference (ToR) of the NRC shall be clearly set forth in writing covering the areas stated at the condition No. 6(5)(b).	✓	-	-
6(2)	**Constitution of the NRC**			
6(2)(a)	The Committee shall comprise of at least three members including an independent director;	✓	-	-
6(2)(b)	All member of the Committee shall be non-executive directors;	✓	-	-
6(2)(c)	Members of the Committee shall be nominated and appointed by the Board;	✓	-	-
6(2)(d)	The Board shall have authority to remove and appoint any member of the Committee;	✓	-	-
6(2)(e)	In case of death, resignation, disqualification, or removal of any member of the Committee or in any other cases of vacancies, the board shall fill the vacancy within 180 (one hundred eighty) days of occurring such vacancy in the Committee;	✓	-	-

6(2)(f)	The Chairperson of the Committee may appoint or co-opt any external expert and/or member(s) of staff to the Committee as advisor who shall be non-voting member, if the Chairperson feels that advice or suggestion form such external expert and/or member(s) of staff shall be required or valuable for the Committee;	✓	-	-
6(2)(g)	The company secretary shall act as the secretary of the Committee;	✓	-	-
6(2)(h)	The quorum of the NRC meeting shall not constitute without attendance of at least an independent director;	✓	-	-
6(2)(i)	No member of the NRC shall receive, either directly or indirectly, any remuneration for any advisory or consultancy role or otherwise, other than Director's fees or honorarium from the company.	✓	-	-
6(3)	**Chairperson of the NRC**			
6(3)(a)	The Board shall select 1(one) member of the NRC to be Chairperson of the Committee, who shall be an independent director;	✓	-	-
6(3)(b)	In the absence of the Chairperson of the NRC, the remaining members may elect one of themselves as Chairperson for that particular meeting, the reason of absence of the regular Chairperson shall be duly recorded in the minutes;	✓	-	-
6(3)(c)	The Chairperson of the NRC shall attend the annual general meeting (AGM) to answer the queries of the shareholders:	✓	-	-
6(4)	**Meeting of the NRC**			
6(4)(a)	The NRC shall conduct at least one meeting in a financial year;	✓	-	-
6(4)(b)	The Chairperson of the NRC may convene any emergency meeting upon request by any member of the NRC;	✓	-	-
6(4)(c)	The quorum of the meeting of the NRC shall be constituted in presence of either two members or two third of the members of the Committee, whichever is higher, where presence of an independent director is must as required under condition No. 6(2)(h);	✓	-	-
6(4)(d)	The proceedings of each meeting of the NRC shall duly be recorded in the minutes and such minutes shall be confirmed in the next meeting of the NRC.	✓	-	-
6(5)	**Role of the NRC**			
6(5)(a)	NRC shall be independent and responsible or accountable to the Board and to the shareholders;	✓	-	-
6(5)(b)	NRC shall oversee, among others, the following matters and make report with recommendation to the Board:	✓	-	-
6(5)(b)(i)	Formulating the criteria for determining qualifications, positive attributes and independence of a director and recommend a policy to the Board, relating to the remuneration of the directors, top level executive, considering the following:	✓	-	-
6(5)(b)(i)(a)	The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate suitable directors to run the company successfully;	✓	-	-
6(5)(b)(i)(b)	The relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and	✓	-	-
6(5)(b)(i)(c)	Remuneration to directors, top level executive involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals;	✓	-	-
6(5)(b)(ii)	Devising a policy on Board's diversity taking into consideration age, gender, experience, ethnicity,educational background and nationality;	✓	-	-
6(5)(b)(iii)	Identifying persons who are qualified to become directors and who may be appointed in top level executive position in accordance with the criteria laid down, and recommend their appointment and removal to the Board;	✓	-	-

6(5)(b)(iv)	Formulating the criteria for evaluation of performance of independent directors and the Board;	✓	-	-
6(5)(b)(v)	Indentifying the company's needs for employees at different levels and determine their selection, transfer or replacement and promotion criteria;	✓	-	-
6(5)(b)(vi)	Developing, recommending and reviewing annually the company's human resources and training policies;	✓	-	-
6(5)(c)	The company shall disclose the nomination and remuneration policy and the evaluation criteria and activities of NRC during the year at a glance in its annual report.	✓	-	-
7	**External or Statutory Auditors**			
7(1)	The issuer shall not engage its external or statutory auditors to perform the following services of the company, namely :-	✓	-	-
7(1)(i)	Appraisal or valuation services or fairness opinions;	✓	-	-
7(1)(ii)	Financial information system design and implementation;	✓	-	-
7(1)(iii)	Book-keeping or other services related to the accounting records or financial statement;	✓	-	-
7(1)(iv)	Broker –dealer services;	✓	-	-
7(1)(v)	Actuarial services;	✓	-	-
7(1)(vi)	Internal audit services or special audit services;	✓	-	-
7(1)(vii)	Any services that the Audit Committee determines.	✓	-	-
7(1)(viii)	Audit or certifiaction services on compliance of corporate governance as required under condition No.9(1);	✓	-	-
7(1)(ix)	Any other service that creates conflict of interest	✓	-	-
7(2)	No Partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company; his or her family members also shall not hold any shares in the said company:	✓	-	-
7(3)	Representative of external or statutory auditors shall remain present in the Shareholders' Meeting (Annual General meeting or Extraordinary General Meeting) to answer the queries of the shareholders.	✓	-	-
8	**Maintaining a website by the Company.-**			
8(1)	The Company shall have an official website linked with the website of the stock exchange.	✓	-	-
8(2)	The company shall keep the website functional from the date of listing.	✓	-	-
8(3)	The company shall make available the detailed disclosures on its website as required under the regulations of the concerned stock exchange(s)	✓	-	-
9	**Reporting and Compliance of Corporate Governance.-**			
9(1)	The company shall obtain a certificate from a practicing Professional Accountant or Secretary (Chartered Accountant or Cost and Management Accountant or Chartered Secretary) other than its statutory auditors or audit firm on yearly basis regarding compliance of Corporate Governance Code of the Commission and shall such certificate shall be disclosed in the Annual Report.	✓	-	-
9(2)	The professional who will provide the certificate on compliance of this Corporate Governance Code shall be appointed by the Shareholders in the annual general meeting.	✓	-	
9(3)	The directors of the company shall state, in accordance with the **Annexure-C** attached, in the directors' report whether the company has complied with these conditions or not.	✓	-	-

OWNERSHIP STATUS

Directors, Chief Executive officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their Spouse and their Minor Children:

Sl. No	Name of Directors	No. Shares	Spouse	Minor Childred	Total	% of Share
1	Mr. Md. Abdul Awal	36,00,630	-	N/A	36,00,630	9.2044
2	Mrs. Mahfuza Younus	13,70,880	28,66,954	N/A	42,37,834	10.8333
3	Mr. Syed Al Farooque	43,26,715	-	N/A	43,26,715	11.0605
4	Mr. Khalilur Rahman Choudhury	38,82,350	-	N/A	38,82,350	9.9245
5	Mrs. Farida Razzaq	39,26,572	-	N/A	39,26,572	10.0376
6	Mrs. Marium Akhter	27,85,748	-	N/A	27,85,748	7.1213
7	Mr. Amir Hamza Sarker	29,04,169	-	N/A	29,04,169	7.4240
8	Mr. Latiful Bari	13,70,880	-	N/A	13,70,880	3.5044
9	Mr. ABM Kaiser	33,28,982	9,97,776	N/A	43,26,758	11.0606
10	Mrs. Halima Harun	17,40,857	13,70,880	N/A	31,11,737	7.9546
11	Mr. Siddique Hossain Choudhury Independent Director	-	-	-	-	0.00
12	Mr. Feroz Ahmed Independent Director	-	-	-	-	0.00
13	Managing Director & CEO	-	-	-	-	0.00
14	Company Secretary	-	-	-	-	0.00
15	Chief Financial Officer	-	-	-	-	0.00
16	Head of Internal Audit	-	-	-	-	0.00

Responsibility Statement of CEO and CFO

To the best of our knowledge and belief, we certify that we have reviewed the Financial Statement of Express Insurance Limited comprising the Balance Sheet as of December 31, 2019, Profit & Loss Account, Statement of Changes in Shareholdder's Equity, Statement of Cash Flows together with accounting policies and explanatories note for the year ended December 31, 2019 as follows :

a) The Financial Statements do not contain any materially untrue statement or omit any material factor contain statement that might be misleading,

b) The Financial Statements together present a true and fair views of the company's affairs and are in compliance with existing accounting Standard and applicable Laws.

(Md. Obaidul Akbar)
Sr. AGM & CFO

(K. M. Saidur Rahman)
Managing Director & CEO

Independent Auditor's Report
To the shareholders of
Express Insurance Limited
Report on the audit of the financial statements

Opinion
We have audited the financial statements of Express Insurance Limited(the "Company"), which comprise the balance sheet as at 31 December 2019, profit and loss accounts, profit & loss appropriation account, statements of changes in equity and cash flow statements for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements give a true and fair view of the balance sheet the Company as at 31 December 2019, and of its profit and loss accounts, profit & loss appropriation account, statements of changes in equity and cash flow statements for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

Basis for opinion
We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the 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 financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters
Key audit matters are those matters that, in our professional judgement, were of most significance in our audit report. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming the auditor's opinion thereon, and we do not provide a separate opinion on these matters. For each matter below our description of how our audit addressed the matter is provided in that context.

Risk	Our response to the risk
Premium income	
Gross general insurance premiums comprise the total premiums received for the whole period of cover provided by contracts entered into during the accounting period. Given the important nature, connections to other items to the financial statements and sensitivity of the item we believe this area pose high level of risk.	With respect to Premium income in respect of various types of insurance we carried out the following procedures: • Design and operating effectiveness of key controls on premium income recognition process. • Carried out analytical procedures and recalculated premium income for the period.

Risk	Our response to the risk
Premium income	
For the year ended 2019, the reported total gross premium income of BDT 489,786,986 (2018: BDT 408,889,052).	• 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 note no 23.01 to the financial statements	
Estimated liability in respect of outstanding claims whether due or intimated and claim payment	
This account represents the claim due or intimated from the insured and involves significant management judgment and risk of understatement. In extreme scenario this item may have going concern implications for the company. For the year ended 2019, the reported total balance under the head of estimated liability in respect of outstanding claims whether due or intimated and claim payment of BDT 84,459,900 (2018: BDT 96,075,233).	We tested the design and operating effectiveness of controls around the due and intimated claim recording process. We additionally carried out the following substantive testing's around this item: • Obtained the claim register and tested for completeness of claims recorded in the register on a sample basis. • Obtained a sample of claimed policy copy and cross check it with claim. • Obtained a sample of survey reports cross checked those against respective ledger balances and in case of discrepancy carried out further investigation. • Obtained and discussed with management about their basis for estimation and challenged their assumptions where appropriate. • Reviewed the claim committee meeting minutes about decision about impending claims.

Risk	Our response to the risk
	• Tested a sample of claims payments with intimation letter, survey report, bank statement, claim payment register and general ledger. • Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards, Insurance Act 1938 (as amended in 2010), Insurance Rules, 1958 and other applicable rules and regulations and regulatory guidelines.
See note no 24.01 to the financial statements	
IFRS 16 Leases	
IFRS 16 replaces the existing standard IAS 17 and specifies how an IFRS reporter will recognize, measure, present and discloses leases. The standard provides a single lessee accounting model, requiring lessees to recognize assets and liabilities for all leases unless the lease term is 12 months or less or the underlying asset has a low value. The implementation of IFRS 16 is considered a key audit matter due to the judgments needed in establishing the underlying key assumptions.	Our audit procedures included understanding management's IFRS 16 transition impact analysis approach. Specifically: • Obtained an understanding and evaluated the group's implementation process, including the review of the updated accounting policy and policy elections in accordance with IFRS 16. • we assessed the design and implementation of the key controls relating to the determination of the IFRS 16 transition impact disclosure; • we assessed the discount rates used to calculate the lease obligation with support from our valuation specialists; • we assessed the accuracy of the lease data by testing the lease data captured by management for a sample of leases through the inspection of lease documentation; and • we tested the completeness of the lease data by reconciling the Group's existing lease commitments to the lease data underpinning the IFRS 16 model. The disclosure included within the Accounting Policies of the company of the transition impact of IFRS 16 is appropriate. We conclude the discount rates used by the Company to determine the IFRS 16 lease liability and the lease data underpinning the impact analysis reasonable.
The Company's disclosures relating to IFRS 16 are included in the notes 10.05, 18.01 & policy note 2(N) of the financial statements.	
Deferred Tax	
Company reported net deferred tax liability totaling Taka 21,571,116 as at 31 December 2019. Significant judgment is required in relation to deferred tax liability as their liability is dependent	Our audit procedures to assess the carrying value of Deferred Tax liability included the following: • We obtained an understanding, evaluated the design and tested the operational effectiveness

Risk	Our response to the risk
on forecasts of future profitability over a number of years.	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 future taxable expense. • 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 estimates 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. 11.0 to the financial statements	
COVID -19 impact on Financial Statements	
COVID 19 is a force event, unique in nature has devasted the world and mankind. Efforts are underway to contain and recover. From early March 2020, there has been health related safety prioritized restrictions on auditor's travel, meetings and access to resources/sites in some jurisdictions, limitation in providing supporting documents and explanations by the concerned resources of the company. The financial institution in Bangladesh are in the process of (i) credit risk due to high level of default loan; mostly centering around the Limited Companies (both publicly traded and other limited companies not operating diligently) (ii) market risk due to COVID-19 Pandemic that would lead to recession and the (iii) operational risk due to loss of business	Auditor's and the firms under force majeure event applied best judgments under the force majeure compulsion and the circumstances in developing alternative audit procedures to gather sufficient explanations as practicable. Bangladesh Banks and IDRA involvements and contributions and initiations on relevant material issues controls and remedies as appropriate and practicable were taken in to cognizance as audit evidences. Regulatory initiatives (FRC) and stimulus packages are under constant evaluations of the Government to sustain business operations and other business by enhancing the process of attention to the business. Clients that were financially healthy entering 2020 may have found themselves with cash shortfalls by February onwards and would likely to continue until COVID is contained.

Risk	Our response to the risk
opportunities and continuation with operational and maintenance over heads. Furthermore, to extend that there are Control deficiencies-A control deficiency exists when the design or operation of a control does not allow management to prevent or detect misstatements in a timely manner. Design deficiency occurs when: a requisite control is missing, or an existing control is ineffective because it is not properly designed. Economy is the lifeline of the Country, institutions, community, environment and individuals. Providing finance is neither fruitful nor rewarding, unless effective feedback provides transparency and accountability and assists in educating the market. That, in turn would assist improving the process itself; while also embedding the proper cause and effect mind set within involved people and processes that is critical to achieving better results and further to improve the standard of submissions in the future. If these are not made sustainable; the money, time and resources will not be appropriately applied to defend the total investments. The Challenges ahead are huge, that would be addressed both by invention and discoveries and also with cognizance to the nature and nurture. Last but not the least, there is always light at the other end of a tunnel.	On collective success assurance upon COVID, company is committed to visualize that authority always flows from top to bottom, responsibility flows from bottom to top and communicating across the company that, accountability cannot be delegated and escaped. Auditor's extended professional skepticism and judgments-based assurances under the circumstances, and relatively practicable support in the interest of Country's insurance business to a broader perspective.

Other information

Management is responsible for the other information. The other information comprises all of the information in the annual report other than the financial statements and our 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 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. If, based on the work we have performed on the other information obtained prior to the date of the auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of management and those charged with Governance for the Financial statements and internal controls

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

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

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

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

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

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

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;

b) In our opinion, proper books of accounts, records and other statutory books as required by law have been kept by the Company so far as it appeared from our examinations of those books;

c) The Company management has followed relevant provisions of laws and rules in managing the affairs of the Company and proper books of accounts, records and other statutory books have been properly maintained and (where applicable) proper returns adequate for the purposes of our audit have been received from branches not visited by us;

d) As per section 63(2) of the Insurance Act 2010, in our opinion to the best of our knowledge and belief 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;

e) The balance sheet, profit & loss account appropriation account, profit & loss account, related revenue accounts, statement of changes in equity and statement of cash flows of the Company together with the annexed notes dealt with by the report are in agreement with the books of account and returns; and

f) The expenditure was incurred for the purpose of the Company's business.

AKM Mohitul Haq, FCA
Engagement Partner
Ahmed Zaker &Co.
Chartered Accountants

Place:Dhaka
14 September, 2020

EXPRESS INSURANCE LIMITED

STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)

AS AT 31 DECEMBER 2019

EQUITY AND LIABILITIES	Notes	Amount in Taka	
		31 Dec 2019	31 Dec 2018
Share capital	3.0	391,184,640	391,184,640
Reserve for exceptional losses	4.0	192,594,241	172,594,241
Revaluation surplus/reserve	5.0	79,355,787	80,975,292
Profit and loss appropriation account		42,559,133	87,491,412
Total equity		**705,693,800**	**732,245,585**
Balance of funds and accounts:	6.0	120,872,401	98,118,765
Workers Profit Participation Fund (WPPF)		3,672,820	6,997,388
Current liabilities			
Premium deposit	7.0	5,487,850	1,720,256
Estimated liabilities in respect of outstanding claims whether due or intimated	8.0	4,924,702	3,537,278
Amount due to other persons or bodies carrying on insurance business	9.0	90,863,446	52,708,283
Sundry creditors	10.0	30,090,587	5,628,209
Deferred tax liability	11.0	21,571,116	22,582,898
Provision for income tax	12.0	207,128,385	184,345,341
Total current liabilities		360,066,086	270,522,265
TOTAL EQUITY AND LIABILITIES		**1,190,305,108**	**1,107,884,003**

The accompanying notes and policies (1-37) form an integral part of these Financial Statements.

Chairman

Director

Dhaka
14 September, 2020

EXPRESS INSURANCE LIMITED

STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)

AS AT 31 DECEMBER 2019

PROPERTY AND ASSETS	Notes	Amount in Taka	
		31 Dec 2019	31 Dec 2018
Investment	13.0	60,858,940	55,633,990
Interest accrued	14.0	13,279,480	21,522,026
Amount due from other persons or bodies carrying on insurance business	15.0	84,125,713	69,945,148
Sundry debtors (including advances, deposits and prepayment)	16.0	289,126,235	261,534,491
Cash and cash equivalent	17.0	574,419,957	541,158,180
Fixed assets (At cost/Revaluation less depreciation)	18.0	154,342,556	156,449,403
Right of Use of assets	18.01	11,738,565	
Stock of stationery		837,757	632,995
Insurance stamps in hand		1,575,905	1,007,770
TOTAL PROPERTY AND ASSETS		**1,190,305,108**	**1,107,884,003**
NAV Per Share	**37.01**	**18.04**	**18.72**

Director

Chief Executive Officer

AHMED ZAKER & CO.
Chartered Accountants

Signed as per our separate report of same date.

EXPRESS INSURANCE LIMITED

STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME (PROFIT AND LOSS ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2019

Particulars	Notes	Amount in Taka	
		31 Dec 2019	31 Dec 2018
Directors' fees	22.0	4,282,400	2,871,000
Audit fees		1,427,750	259,250
Donation and subscription		400,000	422,000
Managers Conference		2,468,850	2,312,885
Legal & professional fees	28.0	216,875	197,500
Advertisement & Publicity		305,306	252,186
Expenses of management (not applicable to any particular fund and account)		9,101,181	6,314,821
Group Insurance		527,652	497,134
Company contribution to PF	27.0	1,935,945	1,872,041
Depreciation		7,245,921	7,968,481
Registration fees		650,082	592,256
Un Realized Loss on Revaluation of Share	13.02	9,017,206	4,955,281
Balance for the period carried to statement of appropriation account		77,129,227	76,807,272
Total		**105,607,215**	**99,077,286**

STATEMENT OF APPROPRIATION ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER, 2019

Particulars	Notes	Amount in Taka	
		31 Dec 2019	31 Dec 2018
Reserve for exceptional losses	4.0	20,000,000	4,000,000
Provision for taxation including deferred tax	21.0	22,057,057	29,308,173
Worker's Profit Participation Fund (WPPF)		3,672,820	3,657,489
Dividend Paid		78,236,930	39,118,466
IPO Expenses		-	1,200,000
Balance Transferred to Statement of Financial Position		42,559,133	87,491,412
Total		**166,525,940**	**164,775,540**
Earning Per Share (EPS)	**2(B)**	**1.31**	**1.12**

The accompanying notes and policies (1-37) form an integral part of these Financial Statements

Chairman

Director

EXPRESS INSURANCE LIMITED

STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME (PROFIT AND LOSS ACCOUNT)THE FOR YEAR ENDED 31 DECEMBER 2019

Particulars	Notes	Amount in Taka	
		31 Dec 2019	31 Dec 2018
Interest, Dividend and Rents (not applicable to any particular fund and account)	19.0	29,434,483	38,147,518
Profit/(loss) transferred from revenue accounts	20.0	73,304,575	55,233,465
Gain on sale of Share		2,868,157	5,626,303
Total		**105,607,215**	**99,007,286**

STATEMENT OF APPROPRIATION ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER, 2019

Particulars	Notes	Amount in Taka	
		31 Dec 2019	31 Dec 2018
Balance from last year		87,491,412	86,024,083
Net profit for the period brought down		77,129,227	76,807,272
Reserve transferred (Revaluation Surplus)	5.0	1,905,301	1,944,185
Total		**166,525,940**	**164,775,540**

Director

Chief Executive Officer

AHMED ZAKER & CO.
Chartered Accountants

Signed as per our separate report of same date.

EXPRESS INSURANCE LIMITED

CONSOLIDATED INSURANCE REVENUE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2019

Particulars	Notes	Amount in Taka	
		31 Dec 2019	31 Dec 2018
Claims under policies less re-insurances:			
Paid during the year	24.0	51,334,434	21,170,977
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	8.0	4,924,702	3,537,278
		56,259,136	24,708,255
Less: Claims outstanding at the end of the previous year	8.0	3,537,278	3,699,400
		52,721,858	**21,008,855**
Agency Commission	26.0	62,315,993	52,322,819
Expenses of management	25.0	139,158,531	164,964,014
Balance of account at the end of the year as shown in the Balance Sheet	6.0	120,872,401	98,118,765
Profit transferred to Profit & Loss Account	20.0	73,304,575	55,233,465
Total		**448,373,358**	**391,647,918**

The accompanying notes and policies (1-37) form an integral part of these Financial Statements

Chairman

Director

EXPRESS INSURANCE LIMITED

CONSOLIDATED INSURANCE REVENUE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2019

Particulars	Notes	Amount in Taka	
		31 Dec 2019	31 Dec 2018
Balance of account at the beginning of the year :			
Reserve for unexpired risks		98,118,765	101,588,723
Premium less re-insurances	23.0	300,592,996	243,721,990
Commission on re-insurances ceded		49,661,597	46,337,205
Total		**448,373,358**	**391,647,918**

Director

Chief Executive Officer

AHMED ZAKER & CO.
Chartered Accountants

Signed as per our separate report of same date.

EXPRESS INSURANCE LIMITED

FIRE INSURANCE REVENUE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2019

Particulars	Notes	Amount in Taka	
		31 Dec 2019	31 Dec 2018
Claims under policies less re-insurances:			
Paid during the year	24.01	30,310,300	(4,455,393)
Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	8.0	475,000	1,444,872
		30,785,300	**(3,010,521)**
Less: Claims outstanding at the end of the previous year	8.0	1,444,872	2,320,314
		29,340,428	**(5,330,835)**
Agency Commission	26.0	24,980,472	17,994,905
Expenses of Management	25.01	54,622,219	56,650,750
Balance of account at the end of the year as shown in the Balance Sheet			
Reserve for unexpired risks being 40% of premium income of the year	6.0	30,837,681	16,873,193
Profit transferred to Profit & Loss Account		(15,146,509)	6,806,673
Total		**124,634,291**	**92,994,686**

The accompanying notes and policies (1-37) form an integral part of these Financial Statements

Chairman

Director

EXPRESS INSURANCE LIMITED

FIRE INSURANCE REVENUE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2019

Particulars	Notes	Amount in Taka	
		31 Dec 2019	31 Dec 2018
Balance of account at the beginning of the year :			
Reserve for unexpired risks		16,873,193	21,102,120
Premium less re-insurances	23.01	77,094,202	42,182,983
Commission on re-insurances ceded		30,666,896	29,709,583
Total		**124,634,291**	**92,994,686**

Director

Chief Executive Officer

AHMED ZAKER & CO.
Chartered Accountants

Signed as per our separate report of same date.

EXPRESS INSURANCE LIMITED

MARINE INSURANCE REVENUE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2019

Particulars	Notes	Amount in Taka	
		31 Dec 2019	31 Dec 2018
Claims under policies less re-insurances:			
Paid during the year	24.01	7,452,994	9,254,524
Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	8.0	456,152	668,861
		7,909,146	**9,923,385**
Less: Claims outstanding at the end of the previous year	8.0	668,861	444,742
		7,240,285	**9,478,643**
Agency Commission	26.0	22,296,383	14,451,462
Expenses of Management	25.01	48,739,523	44,022,026
Balance of account at the end of the year as shown in the Balance Sheet Reserve for unexpired risks being 40% of premium income on marine cargo and 100% of premium income on Marine Hull of the year:			
Cargo	6.0	50,805,348	29,292,800
Hull	6.0	1,058,671	1,049,948
		51,864,019	30,342,748
Profit transferred to Profit & Loss Account		39,301,128	27,582,326
Total		**169,441,337**	**125,877,205**

The accompanying notes and policies (1-37) form an integral part of these Financial Statements

Chairman

Director

Dhaka
14 September, 2020

EXPRESS INSURANCE LIMITED

MARINE INSURANCE REVENUE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2019

Particulars	Notes	Amount in Taka	
		31 Dec 2019	31 Dec 2018
Balance of account at the beginning of the year :			
Reserve for unexpired risks		30,342,748	42,204,440
Premium less re-insurances	23.01	128,072,040	74,281,947
Commission on re-insurances ceded		11,026,549	9,390,818
Total		**169,441,337**	**125,877,205**

The accompanying notes and policies (1-37) form an integral part of these Financial Statements

Director

Chief Executive Officer

AHMED ZAKER & CO.
Chartered Accountants

Signed as per our separate report of same date.

EXPRESS INSURANCE LIMITED

MOTOR INSURANCE REVENUE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2019

Particulars	Notes	Amount in Taka	
		31 Dec 2019	31 Dec 2018
Claims under policies less re-insurances:			
Paid during the year	24.01	13,514,735	14,291,849
Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	8.0	3,493,550	1,423,545
		17,008,285	**15,715,394**
Less: Claims outstanding at the end of the previous year	8.0	1,423,545	934,344
		15,584,740	**14,781,050**
Agency Commission	26.0	13,210,434	18,078,699
Expenses of Management	25.01	28,868,085	55,746,235
Balance of account at the end of the year as shown in the Balance Sheet			
Reserve for unexpired risks being 40% of premium income of the year	6.0	35,799,340	47,933,594
Profit transferred to Profit & Loss Account		43,969,346	19,268,793
Total		**137,431,945**	**155,808,371**

The accompanying notes and policies (1-37) form an integral part of these Financial Statements

Chairman

Director

Dhaka
14 September, 2020

EXPRESS INSURANCE LIMITED

MOTOR INSURANCE REVENUE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2019

Particulars	Notes	Amount in Taka	
		31 Dec 2019	31 Dec 2018
Balance of account at the beginning of the year :			
Reserve for unexpired risks		47,933,594	35,914,119
Premium less re-insurances	23.01	89,498,351	119,833,986
Commission on re-insurances ceded		-	60,266
Total		**137,431,945**	**155,808,371**

Director

Chief Executive Officer

AHMED ZAKER & CO.
Chartered Accountants

Signed as per our separate report of same date.

EXPRESS INSURANCE LIMITED

MISCELLANEOUS INSURANCE REVENUE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2019

Particulars	Notes	Amount in Taka	
		31 Dec 2019	31 Dec 2018
Claims under policies less re-insurances:			
Paid during the year	24.01	56,405	2,079,997
Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	8.0	500,000	-
		556,405	**2,079,997**
Less: Claims outstanding at the end of the previous year		-	-
		556,405	**2,079,997**
Agency Commission	26.0	1,828,704	1,797,753
Expenses of Management	25.01	6,928,705	8,545,003
Balance of account at the end of the year as shown in the Balance Sheet			
Reserve for unexpired risks being 40% of premium income of the year	6.0	2,371,361	2,969,230
Profit transferred to Profit & Loss Account		5,180,610	1,575,673
Total		**16,865,785**	**16,967,656**

The accompanying notes and policies (1-37) form an integral part of these Financial Statements

Chairman

Director

Dhaka
14 September, 2020

EXPRESS INSURANCE LIMITED

MISCELLANEOUS INSURANCE REVENUE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2019

Particulars	Notes	Amount in Taka	
		31 Dec 2019	31 Dec 2018
Balance of account at the beginning of the year :			
Reserve for unexpired risks		2,969,230	2,368,044
Premium less re-insurances	23.01	5,928,403	7,423,074
Commission on re-insurances ceded		7,968,152	7,176,538
Total		**16,865,785**	**16,967,656**

Director

Chief Executive Officer

AHMED ZAKER & CO.
Chartered Accountants

Signed as per our separate report of same date.

EXPRESS INSURANCE LIMITED

Statement of Cash Flows

FOR THE YEAR ENDED 31 DECEMBER 2019

	Particulars	Notes	Amount in Taka	
			31 Dec 2019	31 Dec 2018
A.	**Cash Flow From Operating Activities :**			
	Collection from Premium and Other Received	29.0	495,729,335	404,266,136
	Payment for Management Expenses, Re-insurance & Claims	30.0	(335,470,290)	(350,543,798)
	Income Tax Paid	31.0	(31,245,355)	(23,243,648)
	Net Cash generated from Operating Activities		**129,013,690**	**30,478,690**
B.	**Cash Flow Investing Activites :**			
	Fixed Assets Acquired		(5,139,072)	(2,350,030)
	Investment in Share		(46,061,420)	(8,129,585)
	Sale of Share		33,685,509	18,197,526
	Security Deposit & Advance		-	(3,383,354)
	Net Cash generated/(Used) in Investing Activities		**(17,514,983)**	**4,334,557**
C.	**Cash Flow From Financing Activites :**			
	Cash dividend paid		(78,236,930)	(39,118,466)
	Net Cash used from Financing Activities		**(78,236,930)**	**(39,118,466)**
D.	**Net Increase/(Decrease) In Cash & Cash Equivalents (A+B+C)**		**33,261,777**	**(4,305,219)**
E.	**Cash & Cash Equivalents at the begening of the year**		**541,158,180**	**545,463,399**
F.	**Cash & Cash Equivalents at the end of the year (D+E)**		**574,419,957**	**541,158,180**
	Net operating cash flow per share (NOCFPS)	**37.0**	**3.30**	**0.78**

The accompanying notes and policies (1-37) form an integral part of these Financial Statements

Chairman | Director | Director | Chief Executive Officer

Dhaka
14 September, 2020

AHMED ZAKER & CO.
Chartered Accountants

EXPRESS INSURANCE LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2019

Particulars	Share Capital	Proposed Issue of Bonus Share	Retained Earnings	Reserve for Exceptional Losses	Revaluation Surplus	Reserve for Investment Fluctuation Fund	Total Equity
Balance as on 1st January, 2019	391,184,640	-	87,491,412	172,594,241	80,975,292	-	732,245,585
Addition during the Year		-	31,399,350	20,000,000	-	-	51,399,350
Cash Dividend	-		(78,236,930)				(78,236,930)
IPO Expenses			-				-
Deferred Tax on Revaluation			-		285,795		285,795
Reserve Transfer		-	1,905,301	-	(1,905,301)	-	-
31st December, 2019 Total	**391,184,640**	**-**	**42,559,133**	**192,594,241**	**79,355,787**	**-**	**705,693,800**
Balance as on 1st January, 2018	391,184,640	-	86,024,083	168,594,241	97,209,235	-	743,012,199
Addition during the Year		-	39,841,610	4,000,000	-	-	43,841,610
Cash Dividend	-		(39,118,466)				(39,118,466)
IPO Expenses			(1,200,000)				(1,200,000)
Deferred Tax on Revaluation					(14,289,758)		(14,289,758)
Reserve Transfer		-	1,944,185	-	(1,944,185)	-	-
31st December, 2018 Total	**391,184,640**	**-**	**87,491,412**	**172,594,241**	**80,975,292**	**-**	**732,245,585**

Chairman

Director

Director

Chief Executive Officer

Dhaka
14 September, 2020

AHMED ZAKER & CO.
Chartered Accountants

EXPRESS INSURANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER, 2019

1 Introduction:

Express Insurance Limited was incorporated and commenced its business as a Public Limited Company in Bangladesh on March 30, 2000 under the Companies Act, 1994 with the issuance of incorporation certificate bearing no.C-39954(1922/2000) dated 30 March, 2000 issued by the Registrar of Joint Stock Companies and Firms. However, the permission to carry on General Insurance Business was obtained from the Controller of Insurance, Government of Peoples Republic of Bangladesh on May 18, 2000.

Nature of business:

The principal activity of the company continued to be carrying on non-life insurance business. The primary objectives of the Company are to carry on all kinds of insurance, guarantee and indemnity business other than life insurance business.

2 Basis of presenting accounts and significant accounting policies:

A) Basis of presenting accounts:

i) Basis of accounting:

The financial statements have been prepared on a going concern basis under Generally Accepted Accounting Principles (GAAP) on historical cost convention. These statements have also been prepared in accordance with applicable International Financial Reporting Standards as were adopted in Bangladesh under the name of International Financial Reporting Standards (IFRSs) with reference to disclosures of accounting policies and valuation of investment.

ii) Basis of presentation:

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 regulation 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 the Previous 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 Previous Insurance Act, 1938 as amended. 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 also been included as per requirement of the Securities and Exchange Commission’s Rules 1987 as well as per guideline of IAS-7.

iii) Going concern :

The Company has adequate resources to continue in the operation as a going concern for the foreseeable future. For this reason, 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. The accompanying financial statements do not include any adjustments that would not permit Express Insurance Limited be unable to continue as a going concern.

iv) Method:

The Financial statements have been drawn on accrual basis.

v) General :

a) Figures appearing in these Financial Statements have been rounded off to the nearest Taka.

b) Previous year's figures have been rearranged/restated/reclassified, where necessary, in order to confirm to current period's peresentation.

B) Basic earnings per share:

Earning per Share (EPS) has been computed considering the earning attributable to the Ordinary Share holders dividing by the weighted average number of shares outstanding during the year as per IAS-33. The calculation of Earning per Share as under:

	31-12-2019 Taka	31-12-2018 Taka
i) EPS after charging WPPF		
Profit before tax	77,129,227	76,807,272
Less: Provision for income tax including Deferred Tax	(22,057,057)	(29,308,173)
Less: Worker's Profit Participation Fund (WPPF)	(3,672,820)	(3,657,489)
Profit after tax	**51,399,350**	**43,841,610**
Number of ordinary Shares	39,118,464	39,118,464
Earning Per share (EPS)	**1.31**	**1.12**
ii) EPS before charging WPPF		
Profit before tax	77,129,227	76,807,272
Less: Provision for income tax including Deferred Tax	(22,057,057)	(29,308,173)
Profit after tax	**55,072,170**	**47,499,099**
Number of ordinary Shares	39,118,464	39,118,464
Earning Per share (EPS)	**1.41**	**1.21**

C) Cash flow statement:

Cash flows statement is prepared in accordance with IAS-7 under Direct Method.

D) Revenue recognition [IFRS-15 'Revenue from contract with customers']:

i) 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 Re-insurance premium on PSB.

ii) 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 of accounts is received from Shadharan Bima Corporation. The statements of account for the period from July 2018 to June 2019 have been received from SBC and the Company's share of PSB for the aforesaid period has been recognized in these financial statements accordingly.

iii) Amounts received against issue of Cover Notes, which have not been converted into Policy are recog nized 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.

iv) Interest on Fixed Deposit Receipts (FDR), Account and National Investment Bond (NIB) are recognized as revenue on accrual basis.

v) Income from marketable securities has been taken into account at actual amount earned and received on its disposal.

E) Employees' retirement benefit scheme:

Express Insurance Ltd. offers a number of benefit plan for all permanent Employee's of the company which includes Contributory Provident Fund, Workers Profit Participation Fund, Festival bonus, incentive bonus and group insurance policy which have been accounted for the accordance with the provision of International Accounting Standard (IAS)-19.

i) Provident fund:

Under defined contribution scheme. Company operates duly recognized Provident Fund managed by independent Board of trustees for all permanent employees. The eligible employee contributes @ 10% of their basic salary. The company's contribution to the scheme are charged to profit & loss Account in the year in which they relate.

ii) Group insurance policy:

The company has been operating a Group Insurance policy for all confirmed / permanent employees for the supporting of family assistance after death of any Employee's as per Group Insurance Policy terms & condition.

iii) Workers Profit Participation Fund (WPPF):

The company has been operating a fund name worker's profit participation fund (WPPF) as per section 232 of Bangladesh labour law -2006. It was approved in the 210th board meeting held on 29 May, 2017 . Necessary provision for Worker's Profit Participation Fund (WPPF) also made for the year-2019.

F) Provision for un-expired Risk:

Surplus/(deficit) on Revenue Accounts has been arrived after making necessary provision for un-expired risk @ 40% of net premium income on all business except Marine Hull insurance for which provision has been made @ 100% on net premium income under Section 27A (2B & 2C) of Previous Insurance Act, 1938.

G) Allocation of total management expenses:

Total related management expenses have been allocated among the different Revenue Accounts on pro - rata basis of their respective gross premium income.

H) Depreciation on fixed assets

i) Depreciation on fixed assets has been calculated on all assets using reducing balance method at varying rates depending on the class of assets. Methods and rates of depreciation are consistently applied in relation to previous period.Depreciation is charged on addition to fixed assets purchased during the period from the date when such assets is available for use and in case of disposal upto the date of disposal, Land and Building depreciation charged on revalued amount during the year. The Fixed Assets are depreciated at the following rates:

Items	Rate
Land and building	2%
Furniture and fixture	10%
Office equipments	20%
Electrical equipments	20%
Air conditioner	20%
Motor vehicle	20%
Telephone installation	20%
Office decoration	10%
Computer	30%
Crookeries and cutleries	20%

ii) The value of all assets as shown in the statement of financial position and in the annexed Classified Summary of Assets drawn up in accordance with form "AA" of part II of the First Schedule to the Previous Insurance Act 1938, have been reviewed and set forth in the statement of financial position at a value that does not exceed their book value.

I) Related party transactions [IAS-24]:

During the year, the Company carried out a number of transactions with related parties in the normal course of business.

J) 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.

K) Investment of assets:

The Section 41 of Insurance Act 2010 has been complied by the Company.

L) Restriction on certain investment:

There is no investment by Express Insurance Limited or hold any shares or debentures of any Company, firms or other business concern in which any directors 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.

M) Prohibition of loans:

As per Section 44 of Insurance Act 2010, The Company has never granted any loan to any Director or any member of the family, Banking Company, Subsidiary Company and Auditor, any loan or temporary advance either and hypothecation property or personal security or otherwise.

N) Leases IFRS-16

IFRS 16 requires lessees to adopt a uniform approach to the presentation of leases. Correspondingly, assets must be recognised for the right of use received and liabilities must be recognised for payment obligations entered into for all leases. The Company currently expects to transition to IFRS 16 in accordance with the modified retrospective approach. For leases that have to date been classified as operating leases in accordance with IAS 17, the lease liability will be carried at the present value of the remaining lease payments, discounted using the lessees incremental borrowing rate at the time the standard is first applied. The right-of-use asset will generally be measured at the amount of the lease liability.

O) Current tax provision

The tax currently payable is based on taxable profits for the year. Taxable profit differs from profit as reported in the statement of profit or loss and other comprehensive income because it excludes items of income or expenses that are taxable or deductible in succeeding years and it further excludes items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates as per Income Tax Ordinance 1984, that have been effective on the balance sheet date.

P) Deferred taxes

Deferred tax is recognised on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and are accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductable temporary differences to the extent that it is probable that taxable profits will be available against which such differences can be utilised. Adequate provision has been made for
deferred tax to profit or loss and other comprensive income.

Q) Investment in shares

Investment in stocks, shares and other securities are recognised in the financial statements at fair value considering long term investment and these are revalued at regular interval. Increases or decreases in the value of investment are recognised in the Financial Statements as per IAS-39 "Financial Instruments: Recognition and Measurement". Increase or decrease in the value of investment in listed shares are recognised in the financial statements considering average movement of market price as the capital market of Bangladesh is volatile and market price of the stocks and shares change very frequently. Increase/decreases in the market value on stocks and shares are recognised in the Statement of Profit or loss and Other comprehensive income.

R) Impairment of assets

As per IAS 36- Impairment of assets: The carrying amounts of the company's non-current assets, other than deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. An impairment loss is recognised if the carrying amount of an asset or its cash generating unit exceeds its estimated recoverable amount. Impairment losses are recognised in the statement of profit or loss and other comprehensive income. Considering the present conditions of the assets, management concludes that there is no such indication exists.

S) Provision for contingent liabilities and assets

According to IAS-37: "Provision, contingent liabilities and contingent assets" the company recognises 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.

T) Segment reporting

A business segment is a distinguishable component of the company that is engaged in providing services that are subject to risks and returns and are different from those of other business segments. The company accounts for segment reporting of operating results of each segment. The Company has mainly four business segments for reporting purposes namely Fire, Marine, Motor and Miscellaneous.

U) Stock of Stationery

Stock of Stationery has been valued at cost price or net realizeable value whichever is lower.

V) Additional information on financial statement:

i) Responsibility for preparation and presentation of financial statements:

The Board of Directors is responsible for the preparation and presentation of financial statements under section 183 of the Companies Act 1994.

ii) Reporting period

Financial Statement of the Company covers on calendar period from 1st January 2019 to 31st December 2019.

iii) Reporting Currency and Level of Precision:

The figures in the Financial Statements represent Bangladesh Currency (Taka), which have been rounded off to the nearest Taka except where indicated otherwise.

iv) Comparative Information:

Comparative information have been disclosed in respect of the year from 1st January 2019 to 31st December 2019 for all numerical information in the Financial Statements and also the narrative and descriptive information when it is relevant for understanding of the current years financial statements. Figures of the year from 1st January 2018 to 31st December 2018 have been rearranged whenever considered necessary to ensure comparability with the current year.

v) Components of the Financial Statements:

According to the International Accounting Standard (IAS) 1 “Presentation of Financial Statements” the complete set of Financial Statements include the following components:

i) Statement of financial position as at December 31, 2019.

ii) Statement of comprehensive income and Profit and Loss appropriation account for the year ended December 31, 2019.

iii) Related Revenue Accounts for the year ended December 31, 2019.

iv) Statement of Changes in Equity for the year ended December 31, 2019.

v) Cash Flow Statement for the year ended December 31, 2019.

vi) Accounting Policies and Explanatory notes for the year ended December 31, 2019.

vi) Compliance statements and general rules & regulations:

The financial statements have been prepared and disclosures of information have been made in accordance with the requirements of Insurance Act, 2010, Insurance rules,1958, the Companies Act,1994, the Securities and Exchange Rules,1987, the Securities and Exchange Ordinacne 1969, the Securities and Exchange Commission Act 1993, the Listing Regulations of Dhaka Stock Exchange Ltd and Chittagong Stock Exchange Ltd, and Guidelines, rules and regulations issued from time to time by the Insurance Development and Regulatory Authority (IDRA).

To comply with the International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) as International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) and other applicable laws and regulations.

Compliance with the Core IAS/IFRS or Compliance of International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS)

These financial statements have been prepared and presented in accordance with the approved accounting and reporting standards as applicable in Bangladesh. Approved accounting standards comprise of "International Accounting Standards" (IAS) and International Financial Reporting Standards (IFRS) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB). While preparing the financial statements as of 31 December 2019, Express Insurance Limited appllied all the applicabile of International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as adopted by ICAB. Details are given below:

Compliance of International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) .	IAS No.	Applicability
Presentation of financial statements	1	Applied
Inventories	2	Applied
Statement of cash flows	7	Applied
Accounting policies, changes in accounting estimates and errors	8	Applied
Events after the reporting period	10	Applied
Construction contracts	11	N/A
Income taxes	12	Applied
Property, plant and equipment	16	Applied
Leases	17	N/A
Employee's benefits	19	Applied
Accounting of government grants and disclosure of government assistance	20	N/A
The effects of changes in foreign exchange rates	21	Applied
Borrowing costs	23	Applied
Related party disclosures	24	Applied
Accounting and reporting by retirement benefit plans	26	Applied
Separate financial statements	27	N/A
Investments in associates and joint ventures	28	N/A
Financial reporting in hyperinflationary economics	29	N/A
Financial instruments: Presentation	32	Applied
Earnings per share	33	Applied
Interim financial reporting	34	Applied
Impairment of assets	36	Applied
Provisions, contingent liabilities and contingent assets	37	Applied
Intangible assets	38	N/A
Financial instruments: Recognition and measurement	39	Applied
Investment property	40	N/A
Agriculture	41	N/A
ICAB'S Adoption Status of International Financial Reporting Standards (IFRSs).		
Title of Adopted IFRS	**IFRS No**	**Status**
First-time adoption of International financial reporting standards	1	N/A
Share-based payment	2	N/A
Business combinations	3	N/A
Insurance contracts	4	Applied
Non-current assets held for sale and discontinued operations	5	N/A
Exploration for and evaluation of mineral resources	6	N/A
Financial instruments: disclosures	7	Applied
Operating segments	8	Applied
Financial instruments	9	Applied
Consolidated financial statements	10	N/A
Disclosure of interest in other entities	12	N/A
Fair value measurement	13	Applied
Regulatory deferred accounts	14	N/A
Revenue from contracts with customers	15	Applied

	Amount in Taka	
	31 Dec 2019	31 Dec 2018
3.0 Share capital:		
3.01 Authorized share capital		
75,000,000 ordinary shares of Tk.10 each.	**750,000,000**	**750,000,000**
3.02 Issued, subscribed and paid up capital		
60,00,000 Ordinary shares of Tk.10 each.	60,000,000	60,000,000
Bonus share issued different year, 1,98,88,464 shares of Tk.10 each.	198,884,640	198,884,640
Right share issued in different year, 1,32,30,000 shares of Tk.10 each.	132,300,000	132,300,000
	391,184,640	**391,184,640**

Share holding position of Sponsor Directors andSponsor Share holder as on 31st December-2019 are as follows

Sl. No.	Name of the Sponsor Share holders	Class of Share	No. of Shares subscribed	Nominal value of Shares	Amount (TK)	Percentage of Share holding
1	Md. Abdul Awal	Ordinary	3,600,630	Tk. 10 each	36,006,300	9.20
2	Mahfuza younus	Ordinary	1,370,880	Tk. 10 each	13,708,800	3.50
3	Md. Shamsur Rahman	Ordinary	3,111,736	Tk. 10 each	31,117,360	7.95
4	Farida Razzaq	Ordinary	3,926,572	Tk. 10 each	39,265,720	10.04
5	Marium Akhter	Ordinary	2,785,748	Tk. 10 each	27,857,480	7.12
6	Syed Al Farooque	Ordinary	4,326,715	Tk. 10 each	43,267,150	11.06
7	Khalilur Rahman Choudhury	Ordinary	3,882,350	Tk. 10 each	38,823,500	9.92
8	Halima Harun	ordinary	1,740,857	Tk. 10 each	17,408,570	4.45
9	A. B. M Kaiser	Ordinary	3,328,982	Tk. 10 each	33,289,820	8.51
10	Amir Hamza Sarker	Ordinary	2,904,169	Tk. 10 each	29,041,690	7.42
11	Latiful Bari	Ordinary	1,370,880	Tk. 10 each	13,708,800	3.50
12	Al-haj Mohammad Younus	Ordinary	2,866,954	Tk. 10 each	28,669,540	7.33
13	Md. Mazakat Harun	Ordinary	1,370,880	Tk. 10 each	13,708,800	3.50
14	Altaf Hossain Sarker	Ordinary	1,533,335	Tk. 10 each	15,333,350	3.92
15	Sultana Jahan	Ordinary	997,776	Tk. 10 each	9,977,760	2.55
			39,118,464		**391,184,640**	**100**

Paid up capital is amounting to Tk. 391,184,640.00 as on 31 December, 2019. All amount of paid up capital has been deposited to schedule commercial banks as FDR & National Investment Bond (Government Treasury Bond). Break up of paid up capital are as follows :

FDR with schedule commercial banks (Note No.17)	366,184,640	366,184,640
National Investment Bond (Government Treasury Bond) Note No.13	25,000,000	25,000,000
	391,184,640	**391,184,640**

4.0 Reserve for Exceptional Losses:

As per Para 6 of the 4th schedule of Income Tax Ordinance, 1984 to meet the exceptional losses, the Company set aside maximum 10% (ten percent) of the net premium income of the year in which it is set aside from the balance of the profit to reserve for exceptional losses. As per Insurance law maximum 10% statutory reserve should be maintained out of profit by the company to meet any possible future claims on net premium income during the year. In the year under review, the Company sets aside 10% of net premium. An amount of Tk. 2,00,00,000 has been set aside during the year to meet exceptional losses, total accumulated amount now stands at Tk.192,594,241 while it was Tk.172,594,241 in 2018

Opening balance	172,594,241	168,594,241
Addition during the year	20,000,000	4,000,000
Less: Adjustment	-	-
	192,594,241	**172,594,241**

	Amount in Taka	
	31 Dec 2019	31 Dec 2018

5.0 Revaluation Surplus [IAS-16]:

The company made revaluation of its Land & Building located at Al-Razi Complex (9th & 10th Floor),166-167, Shahid Syed Nazrul Islam Sarani, Bijoynagar, Dhaka-1000 as on 29-06-2011 by an independent Professional Accountant Firm Aziz Halim Khair Choudhury & Co. Chartered Accountants, "Baitul Mesbah" Building No.2 (3rd& 4th Floor), House #79 (New) Road #12/A (New), Dhanmondi, Dhaka-1209 to arrive at a fair market value for the purpose of accounting with effect from 30.06.2011.

A transfer of Reserve is made during the year. The Reserve transfer is recorded as actual depreciation less equivalent charge based on original historical cost of Land & Building. Transfer is shown in Statement of change in Equity (Retained Earnings) as per IAS-16. The transfer is made as follows:

Particulars of Revalued Assets	Book value	Value after Valuation	Accumulated Depreciation	Revaluation Reserveas on 31 Dec 2019	Revaluation Reserveas on 31 Dec 2018
Opening Balance (Land & Building)	40,168,508	149,905,000	22,368,926	95,265,050	97,209,235
Addition during the year				-	-
Reserve transfer during the year			1,905,301	(1,905,301)	(1,944,185)
Total	**40,168,508**	**149,905,000**	**24,274,227**	**93,359,749**	**95,265,050**
Less: Deferred Tax on Revaluation Reserve 15%				14,003,962	14,289,758
Total				**79,355,787**	**80,975,292**

6.0 Balance of Fund Account (un-expired risk reserve):

As per para 27A(2) (b & c) Insurance Act 1938 as amended 2010 for the purpose of Sub Section (1) the company has made necessary provission for un-expired risk reserve during the year 40% of net premium on Fire, Marine cargo, Motor, Miscellaneous and 100% on Marine Hull business. Details of classwise un-expired risk reserve are as follows :

Class of Business	Net Premium	Percentage (%)	31 Dec 2019	31 Dec 2018
Fire	77,094,202	40%	30,837,681	16,873,193
Marine	128,072,040		51,864,019	30,342,748
Marine Cargo	127,013,369	40%	50,805,348	29,292,800
Marine Hull	1,058,671	100%	1,058,671	1,049,948
Motor	89,498,351	40%	35,799,340	47,933,594
Miscellaneous	5,928,403	40%	2,371,361	2,969,230
Total	**300,592,996**		**120,872,401**	**98,118,765**

7.0 Premium Deposit:

Premium Deposit (Marine cargo & Hull)	5,487,850	1,720,256
	5,487,850	**1,720,256**

The amount represents the balance of premium received against Cover Notes over the years for which Policies are not issued within 31st December 2019.

		Amount in Taka	
		31 Dec 2019	31 Dec 2018
8.0	**Estimated liability in respect of outstanding claims whether due or intimated:**		
	Fire	475,000	1,444,872
	Marine	456,152	668,861
	Motor	3,493,550	1,423,545
	Miscellaneous	500,000	-
		4,924,702	**3,537,278**
9.0	**Amount due to other persons or bodies carrying on insurance business:**		
	Opening balance payable to SBC	52,708,283	64,479,395
	Addition during the year	59,873,694	43,953,755
	Less: Adjustment/ Paid to SBC	(21,718,531)	(55,724,867)
		90,863,446	**52,708,283**
10.0	**Sundry Creditors:**		
	Audit fees payable (10.01)	1,334,000	103,500
	VAT payable	5,784,168	1,524,931
	Deposit premium (10.04)	550,000	550,000
	Salary & Allowance payable	10,121,429	169,940
	Bills payable	72,445	206,234
	PF contribution	162,310	169,940
	Lease Liability (10.05)	8,494,386	-
	Car Sale Installment Received (10.03)	3,571,849	2,903,664
		30,090,587	**5,628,209**
10.01	**Audit fees payable**		
	Opening Balance	103,500	80,000
	Add : Provision during the year (10.02)	1,334,000	103,500
	Less : Adjustment during the year	(103,500)	(80,000)
		1,334,000	**103,500**
10.02	**Provission of Audit fees :**		
	Audit fees for the year 2019	126,500	103,500
	Special Audit fees for the year 2013-2015	1,207,500	-
		1,334,000	**103,500**

10.03 Car sale installment:

The company has provided car facilities for its branch managers & departmental in–charge on the basis of hire purchase & installment payment systems. Sale price of the car has been shown as payment of liabilities which was already shown as car sale installment received in the accounts. The value of the cars which were not handed over due to nonpayment of installment were shown as sundry creditors.

10.04 Deposit Premium:

The amount received as security deposit against Open cover notes from the flowing insurers:

Collumbia Garments Ltd.	100,000	100,000
Collumbia Apperals Ltd	50,000	50,000
Samuda Chemicals	400,000	400,000
	550,000	**550,000**

10.05	**Lease Liability**	
Opening Balance	17,857,074	-
Add: Interest charged during the year	1,073,872	-
	18,930,946	-
Less: Payment & adjustment made during the year	(10,436,560)	-
	8,494,386	**-**

	Amount in Taka	
	31 Dec 2019	31 Dec 2018

11.0 Deferred Tax as per IAS-12

a) Deferred Tax Liability:

Book value of depreciable fixed assets	60,982,806	61,184,353
Less: Tax base [IAS-12 (7)]	36,663,733	39,075,036
Deductible Temporary differences	24,319,073	22,109,318
Effective Tax Rate	37.50%	40.00%
Deferred Tax Liability/ (Asset)	9,119,653	8,843,727
Add: Deferred tax on Unrealised Gain/ (Loss) on Securities available for sale (note-13.02)	(1,552,499)	(550,587)
Add: Deferred Tax on Revaluation Reserve (note-05)	14,003,962	14,289,758
Deferred Tax Liability/ (Asset)	**21,571,116**	**22,582,898**
b) Deferred Tax Adjustment/Expense (Income):		
Closing deferred Tax liability	9,119,653	8,843,727
Opening deferred Tax liability	(8,843,727)	(7,488,233)
Total Deferred tax adjustment /expense /(Income)	**275,925**	**1,355,494**
c) Closing Deferred Tax Liablity:		
Opening Balance of Deferred Tax Liablity	22,582,898	7,488,233
Add: Deferred Tax on un realized loss on Share	(1,001,912)	(550,587)
Add: Deferred Tax on Revaluation Reserve	(285,795)	14,289,758
Add: Deferred Tax Expense	275,925	1,355,494
Closing Deferred Tax Liablity	**21,571,116**	**22,582,898**

The effective income tax has been calculated @ 37.5 % as are applicable for this Insurance Company as per Finance Act, 2019.

12.0 Provision for Income Tax:

Opening Balance	184,345,341	156,392,662
Addition during the year	22,783,044	27,952,679
Deferred tax liability adjustment.	-	-
	207,128,385	**184,345,341**

13.0 Investment:

The investment includes investment in the National Investment Bond and Investment in Share. Details of investments are as under:

	Name of Investment	Bank	Rate	Issue Date	Maturity Date	Amount	Amount
	A) National Investment Bond (Government Treasury Bond):						
01.	BD0923341103	Mercantile Bank	12.10%	13/03/2013	13/03/2023	16,000,000	16,000,000
02.	BD0924031109	Ltd. Main Branch	11.59%	16/07/2014	16/07/2024	9,000,000	9,000,000
	Total					**25,000,000**	**25,000,000**

B) Investment in Share (Fair Value):	N/A	N/A	35,858,940	30,633,990
Total			**35,858,940**	**30,633,990**
Grand Total:(A+B)			**60,858,940**	**55,633,990**

a) The amount represents statutory investment in 10 (Ten) years Government Treasury Bond at cost with Mercatile Bank Ltd. as required under first schedule of the Insurance Act, 2010 Sec.23 (b).

Amount in Taka	
31 Dec 2019	31 Dec 2018

b) Investment in share has been stated in the Statement of Financial Position at market value as on 31st December 2019. Difference between market value and cost price of such Investment must be considered as impairment loss/gain that has been charged in the Statement of profit or loss and other Comprehensive Income

Total Investment in Shares of different Public Limited Companies are furnished below.

Sl. No	Name of the Company	No of share	Average buying rate	Market price per share	Total value at cost	Market value	Market value
1	Al-Arafah Islami Bank Ltd	-	-	-	-	-	14,049
2	Aftab Auto	135,589	105.63	24.40	14,322,718	3,308,372	6,223,535
3	Aman Feed Mills Ltd.	50,000	45.53	28.20	2,276,732	1,410,000	-
4	Bank Asia Ltd.	-	-	-	-	-	407,100
5	The City Bank Ltd.	-	-	-	-	-	83,986
6	Dhaka Bank Ltd.	30,651	10.80	12.00	330,994	367,812	414,526
7	First Security Islami Bank Ltd.	128,747	10.68	9.70	1,375,196	1,248,846	185,769
8	Eastern Holding Ltd.	-	-	-	-	-	667,498
9	Golden Harvest Ltd.	102,900	32.46	19.20	3,340,082	1,975,680	-
10	ICB Islami Bank Ltd.	-	-	-	-	-	1,920
11	IFIC Bank Ltd.	47,597	18.17	9.90	864,820	471,210	471,643
12	Jumuna Bank Ltd.	71,540	7.30	18.50	521,980	1,323,490	1,259,104
13	Keya Cosmetics Ltd.	93,753	19.29	3.10	1,808,799	290,634	680,645
14	Lanka Bangla Finance Ltd.	215,708	23.89	18.00	5,152,974	3,882,744	3,435,000
15	Meghna Cement	7,843	103.83	63.40	814,374	497,246	152,790
16	Meghna Life Insurance Co. Ltd.	20,809	175.80	51.70	3,658,184	1,075,825	1,621,021
17	Mercantile Bank Ltd.	27,709	15.31	13.20	424,267	365,759	433,710
18	Mutual Trust Bank Ltd.	-	-	-	-	-	560,091
19	National Bank Ltd.	99,281	11.51	8.10	1,142,834	804,176	839,381
20	NCC Bank Ltd.	23,753	27.90	12.00	662,677	285,036	359,690
21	One Bank Ltd.	64,768	15.40	10.30	997,690	667,110	883,200
22	Premier Bank Ltd.	181,242	18.16	12.50	3,291,362	2,265,525	1,835,964
23	RAK Ceramic Ltd.	321	119.25	28.70	38,280	9,213	11,388
24	Rupali Life Insurance Ltd.	45,000	60.20	49.30	2,708,979	2,218,500	-
25	Shahjalal Islami Bank Ltd.	58,485	27.04	23.40	1,581,216	1,368,549	1,467,464
26	Social Islami Bank Ltd.	155,923	17.70	13.80	2,759,648	2,151,737	2,182,935
27	Southeast Bank Ltd.	38,784	19.03	13.40	737,971	519,706	550,040
28	Standard Bank Ltd.	200,800	18.49	8.90	3,712,564	1,787,120	1,989,751
29	Titas Gas Ltd.	52,515	43.63	30.90	2,291,264	1,622,714	-
30	United Commercial Bank Ltd.	6,201	52.90	13.30	328,061	82,473	99,229
31	United Leasing Company Ltd.	42,016	44.25	17.30	1,859,330	726,877	747,885
32	Uttara Bank Ltd.	102,000	36.74	27.20	3,747,515	2,774,400	499,662
33	Intraco Refueling Station Ltd	-	-	-	-	-	7,129
34	SK Trims & Industries Mills	-	-	-	-	-	256,780
35	VFS Thread Dyeing Ltd	-	-	-	-	-	244,032
36	Aman Cotton Fibours Ltd.	7,846	37.00	21.10	290,301	165,550	330,317
37	Silva Pharmaceuticals Ltd	-	-	-	-	-	276,709
38	Kattali Textile Ltd	-	-	-	-	-	305,498
39	SS Steel Ltd	-	-	-	-	-	134,920
40	Alif Industries Limited	8,000	30.71	29.40	245,666	235,200	-
41	Copper Tech Ltd.	4,978	9.52	23.50	47,410	116,983	-
42	Genex Infosys Limited	392	8.70	67.40	3,409	26,421	104,670
43	New Line Clothings Ltd.	4,282	9.35	14.80	40,023	63,374	-
44	Prime Life Insurance Ltd.	15,457	210.81	50.20	3,258,513	775,941	894,960
45	Silco Pharmaceuticals Ltd.	8,023	9.09	30.30	72,940	243,097	-
46	Right Share (Golden Harvest)				731,620	731,620	-
	Total				**65,440,393**	**35,858,940**	**30,633,990**

	Amount in Taka	
	31 Dec 2019	31 Dec 2018
13.01 Changes in fair value of the investment in shares available for sale :		
Fair value (Market Value) of Share	35,858,940	30,633,990
Less: cost price of investment in share	65,440,393	50,196,325
Fair value (Market Value) Reserve at 31 December	(29,581,453)	(19,562,335)
Less : Fair value (Market Value) Reserve at 1 January	(19,562,335)	(14,056,467)
Un-Realized Gain/(Loss) during the year	**(10,019,118)**	**(5,505,868)**
13.02 Unrealized Gain / (Loss) on Investment in share during the year:		
Unrealized Gain / (Loss) as per Current Year Portfolio Statement	(10,019,118)	(5,505,868)
Less: Deferred Tax on Unrealized Gain / (Loss) of Share	1,001,912	550,587
Unrealized Gain / (Loss) during the year	**(9,017,206)**	**(4,955,281)**
14.0 Interest accrued but not due:		
Fixed Deposit with different banks	12,221,220	19,487,810
National Investment Bond	1,058,260	2,034,216
	13,279,480	**21,522,026**

* The ranges of interest on FDR is 6.5 % to 9.5 % P.A.

15.0 Amount due from other persons or bodies carrying on insurance business:

An amount of Tk. 81,125,713 is due from Sadharan Bima Corporation on account of re-insurance and co-insurance business done with SBC and other Non Life Insurance Companies under the co-insurance scheme.

Opening balance	69,945,148	58,415,707
Addition during the year (From PSB)	14,180,566	11,529,441
Less: Adjustment	-	-
Total	**84,125,713**	**69,945,148**
16.0 Sundry Debtors (Advances, deposits and pre-payments):		
Advance Salary	410,000	70,000
Advance Office Rent	-	3,987,611
Security Deposit (Telephone)	159,431	159,431
Advance Income Tax & TDS (16.01)	288,041,804	256,802,449
Advance to Al- Razi Complex Association	515,000	515,000
	289,126,235	**261,534,491**

16.01 Advance Income Tax & TDS :

Income Tax from Financial year 2011 to 2019 (Assessment Year 2012-2013 to 2020-2021) of Express Insurance Limited not yet finalized by the Income Tax Authority. Advance Tax paid U/S-64, Tax paid U/S-74, Tax (DAS) in particular years were showing Advance Tax in Assets side under the head Sundry debtors . In course of finalization of assessment by the Income Tax Authority then the Advance Tax will be adjusted. Details of Advance Tax payments are given below :

SL	Financial Year	Assessment Year	Advance Tax	Status	Remarks
01	2011	2012-2013	40,822,048	Return Submitted	Hon'nle High Court
02	2012	2013-2014	17,803,954	Return Submitted	Tribunal
03	2013	2014-2015	38,776,936	Return Submitted	Tribunal
04	2014	2015-2016	38,629,090	Return Submitted	
05	2015	2016-2017	40,014,630	Return Submitted	
06	2016	2017-2018	33,319,524	Return Submitted	
07	2017	2018-2019	24,192,619	Return Submitted	
08	2018	2019-2020	23,243,648	Return Submitted	
09	2019	2020-2021	31,239,355		
Total			**288,041,804**		

		Amount in Taka	
		31 Dec 2019	31 Dec 2018
17.0	**Cash and cash equivalent:**		
	Fixed deposit with banks (Note-17.01)	495,230,660	494,935,605
	Balance with banks (STD & CD)	67,904,851	32,780,337
	Cash in hand (including Head office & branches)	958,481	2,057,825
	Balance with sahre broker (Note-17.02)	10,325,965	11,384,413
		574,419,957	**541,158,180**
17.01	**Fixed deposit with banks**		
1	Al Arafah Islami Bank Ltd.	65,031,604	31,031,604
2	Bank Alfalah Ltd.	300,000	300,000
3	AB Bank Ltd.	7,300,000	11,800,000
4	Bangladesh Commerce Bank Ltd.	8,306,800	4,306,800
5	Bank Asia Ltd.	12,000,000	16,500,000
6	BASIC Bank Ltd.	5,000,000	3,000,000
7	BRAC Bank Ltd.	5,000,000	5,000,000
8	Dhaka Bank Ltd.	8,500,000	54,500,000
9	Dutch Bangla Bank Ltd.	1,652,816	3,652,816
10	Eastern Bank Ltd.	1,500,000	1,500,000
11	Exim Bank Ltd.	15,000,000	4,500,000
12	First Security Bank Ltd.	26,928,809	26,510,000
13	I.F.I.C Bank Ltd.	12,500,000	6,000,000
14	IPDC Finance Ltd.	2,000,000	-
15	Islami Bank Bangladesh Ltd.	6,500,032	7,500,046
16	Jamuna Bank Ltd.	6,000,000	12,000,000
17	Lanka Bangla Finance Ltd.	5,000,000	-
18	Meghna Bank Ltd	8,000,000	2,000,000
19	Marcentile Bank Ltd.	35,860,000	34,360,000
20	Midland Bank Ltd.	5,000,000	6,000,000
21	Mutual Trust Bank Ltd.	9,300,000	5,500,000
22	National Bank Ltd.	6,500,000	6,500,000
23	National Finance Ltd	1,000,000	1,000,000
24	NCC Bank Ltd.	15,499,999	14,999,999
25	NRB Bank Ltd	2,000,000	5,000,000
26	NRB Commercial Bank Ltd	11,500,000	7,500,000
27	NRB Global Bank Ltd.	7,500,000	12,500,000
28	One Bank Ltd.	4,541,600	21,541,600
29	Premier Bank Ltd.	31,000,000	16,500,000
30	Prime Bank Ltd.	5,000,000	5,000,000
31	Pubali Bank Ltd.	1,000,000	2,000,000
32	Rupali Bank Ltd.	2,000,000	2,000,000
33	South Bangla Agriculture & Commerce Bank Ltd.	10,000,000	8,000,000
34	Shahjalal Islami Bank Ltd.	25,800,000	42,800,000
35	Social Islami Bank Ltd.	29,000,000	17,500,000
36	Southeast Bank Ltd.	12,000,000	25,059,314
37	Standard Bank Ltd.	51,137,000	44,500,000
38	State Bank of India	-	573,426
39	Padma Bank Ltd	1,572,000	1,500,000
40	Trust Bank Ltd.	-	1,000,000
41	Union Bank Ltd	23,000,000	21,000,000
42	United Com. Bank Ltd.	8,500,000	2,500,000
		495,230,660	**494,935,605**

		Amount in Taka	
		31 Dec 2019	31 Dec 2018
17.02	**Balance with sahre broker :**		
	Synthia Securites Ltd.	72,747	11,384,413
	Shahjalal Equity Management Ltd.	10,253,218	-
		10,325,965	**11,384,413**
18.0	**Fixed Assets:**		
	Property, plant and equipment	154,342,556	156,449,403
		154,342,556	**156,449,403**
	Detail of Fixed Assets Schedule is shown in the **Annexure – A.**		
18.1	**Right of Use of Assets**		
	Opening Balance	17,857,075	-
	Less: Amortization made during the year	(6,118,510)	-
		11,738,565	**-**
19.0	**Interest, Dividend and Rents:**		
	Interest Income (Note-19.01)	28,423,153	37,878,256
	Dividend Income (19.02)	966,569	248,262
	Other Income (Scrap Sold)	44,761	21,000
	Total	**29,434,483**	**38,147,518**
19.01	**Interest Income**		
	National Investment Bond	2,003,144	3,955,058
	Fixed Deposit Receipts	25,756,799	33,341,941
	STD and Savings Account	663,210	581,257
		28,423,153	**37,878,256**

19.02 Dividend Income :

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

20.0	**Profit and loss transferred from revenue account**		
	Fire	(15,146,509)	6,806,673
	Marine	39,301,128	27,582,326
	Motor	43,969,346	19,268,793
	Miscellaneous	5,180,610	1,575,673
		73,304,575	**55,233,465**
21.0	**Provision for Taxation Including Deferred Tax**		
	Income before Tax	**77,129,227**	**76,807,272**
	Less : Reserve for exceptional Loss	(20,000,000)	(4,000,000)
	Less : WPPF	(3,672,820)	(3,657,489)
	Add: Unrealized Loss/(Gain) on Share	9,017,206	4,955,281
	Less : Dividend Income	(966,569)	-
	Less : IPO Expenses	-	(1,200,000)
	Less : Gain Sale of Share	(2,868,157)	(5,626,303)
	Add : Accounting base Dep.	7,245,921	7,968,481
	Less : Tax base Dep.	(6,410,371)	(6,772,121)
	Business Income	**59,474,438**	**68,475,121**

		Amount in Taka	
		31 Dec 2019	31 Dec 2018
Tax Calculation			
Business Income	37.50%	22,302,914	27,390,049
Dividend income	20.00%	193,314	-
Gain on Sale of Share	10%	286,816	562,630
Deffered Tax (Note : 11)		(725,986)	1,355,494
		22,057,057	**29,308,173**

22.0 Directors attendance fees:

Sl.No.	Name of Directors	Total fees	Total fees
1	Md. Abdul Awal	499,200	239,000
2	Mahfuza younus	499,200	251,000
3	Farida Razzaq	352,400	293,000
4	Md. Mazakat Harun	-	163,000
5	Mrs. Halima Harun	376,400	114,000
6	Md. Shamsur Rahman	-	119,000
7	Marium Akhter	344,400	224,000
8	Syed Al Farooque	376,400	239,000
9	Khalilur Rahman Chowdhury	376,400	239,000
10	Latiful Bari	304,400	239,000
11	Amir Hamza Sarker	296,400	219,000
12	A.B.M Kaiser	376,400	239,000
13	Feroz Ahmed	256,400	142,000
14	Siddique Hossain Choudhury	224,400	151,000
	Total	**4,282,400**	**2,871,000**

22.01 Details of directors attendance fees:

Sl. No.	Name of Directors	Details of attendance				Total
		Board	EC	Claim	Audit	
1	Md. Abdul Awal	16	15	15	15	61
2	Mahfuza younus	16	15	15	15	61
3	Farida Razzaq	15	14	0	14	43
5	Mrs. Halima Harun	16	15	15	-	46
7	Marium Akhter	15	13	-	14	42
8	Syed Al Farooque	16	15	-	15	46
9	Khalilur Rahman Chowdhury	16	-	15	15	46
10	Latiful Bari	13	12	12	-	37
11	Amir Hamza Sarker	12	-	12	12	36
12	A.B.M Kaiser	16	-	15	15	46
13	Feroz Ahmed	16	-	-	15	31
14	Siddique Hossain choudhury	14	-	-	13	27
	Total:	**181**	**99**	**99**	**143**	**522**

23.0 Premium less Re-Insurance:

Premium less re-insurance (Note-23.01)	300,592,996	243,721,990
	300,592,996	243,721,990

	Amount in Taka	
	31 Dec 2019	31 Dec 2018

23.01 Premium less Re-Insurance:

Class of Business	Gross Premium	Re-Insurance Ceded	Net Premium
Fire	179,113,359	102,019,157	77,094,202
Marine Cargo	167,013,948	40,000,579	127,013,369
Marine Hull	1,375,901	317,230	1,058,671
Motor	90,711,540	1,213,189	89,498,351
Miscellaneous	51,572,238	45,643,835	5,928,403
Total amount as on 31 December 2019	**489,786,986**	**189,193,990**	**300,592,996**
Total amount as on 31 December 2018	**408,889,052**	**165,167,062**	**243,721,990**

24.0 Claim Paid under Policies less Re-Insurance:

Claim Paid under Policies less Re-Insurance (Note-24.01)	51,334,434	21,170,977
	51,334,434	**21,170,977**

24.01 Claim Paid under Policies less Re-Insurance:

Class of Business	Gross Claim Paid	Re-Insurance Ceded	Net Paid
Fire	57,344,686	27,034,386	30,310,300
Marine Cargo	13,279,602	5,826,608	7,452,994
Motor	13,514,735	-	13,514,735
Miscellaneous	320,877	264,472	56,405
Total amount (31.12.2019)	**84,459,900**	**33,125,466**	**51,334,434**
Total amount (31.12.2018)	**96,075,233**	**74,904,256**	**21,170,977**

25.0 Allocation of Management Expenses:

Salary & allowances	87,108,111	92,323,152
Festival Bonus	9,380,939	10,602,822
Postage & Telegram	474,098	518,036
Printing & Stationery	1,984,033	2,560,939
Stationary & Forms	1,446,151	-
Computer Stationary	204,291	-
Conveyance	2,374,013	2,461,841
Office Cleaning	270,616	70,332
Travelling	114,850	129,377
Entertainment	2,777,320	2,961,292
Repairs and Maintenance Office	407,701	373,085
Telephone, Trunk call & Telex	451,420	2,756,386
Repairs and Maintenance Car	935,686	911,859
Repairs and Maintenance Computer	39,870	19,284
Tax Token & Fitness	286,113	388,468
Training Expenses	73,525	-
Trade Lisence	198,200	-
Photocopy	482,028	-

	Amount in Taka	
	31 Dec 2019	31 Dec 2018
Mobile bill	1,964,275	-
Car Maintenance Fuel	1,427,857	1,383,381
Car Allowance	4,130,000	13,980,000
Internet Charge	289,283	1,017,017
Office Rent	10,956,901	9,607,752
Garage Rent	352,500	319,000
Gas, Water & Electricity expenses	2,202,753	2,190,008
Papers and yearicals	149,546	101,198
Rates, Taxes and Levies	101,200	211,124
Contribution, Fee and Charges	-	188,271
Bank Charge	1,407,116	1,645,613
Software Service Charge	41,560	-
Service Charge	593,461	427,781
Insurance Premium	266,244	208,171
CDBL Charge	2,020	-
Business Dev. Expenses	-	12,069,916
Management Expenses SBC-Fire	951,156	670,467
Management Expenses SBC-Marine	1,669,295	1,208,430
Management Expenses SBC-Motor	204,400	189,678
Management Expenses SBC-Miscellaneous	2,974,067	2,994,082
Stamp Duty consumed-Fire	99,554	98,095
Stamp Duty consumed-Motor	333,379	355,197
Stamp Duty consumed-Miscellaneous	32,999	21,960
	139,158,531	**164,964,014**

25.01 Appropriation of management expenses

Fire	54,622,219	56,650,750
Marine	48,739,523	44,022,026
Motor	28,868,085	55,746,235
Miscellaneous	6,928,705	8,545,003
	139,158,531	**164,964,014**

25.02 Key Management Personnel Compensation:

The compensation of key management personnel of Express Insurance Ltd are as follows:

Sl No.	Name of Employee	Short-term employee benefits	Post employment benefits	Other long-term benefits	Termination benefits	Share based payment
01	Mr. K.M Saidur Rahman Managing Director & CEO	Salary TK.60,00,000 Bonus TK. 4,50,000	P.F @10% of Basic salary	No	P.F	No
02	Mr. Md. Anowar Hossain Additional Managing Director	Salary TK. 17,28,000 Bonus TK. 1,34,000 Car Allowance TK.3,60,000	P.F @10% of Basic salary	No	P. F & WPPF	No
03	Mr. Md. Bahar Uddin Chy. Additional Managing Director	Salary TK. 30,00,000 Bonus TK. 2,50,000	P.F @10% of Basic salary	No	P. F & WPPF	No
04	Mr. Md. Badiuzzaman Lasker Assistant Managing Director	Salary TK. 14,40,000 Bonus TK. 107,000	P.F @10% of Basic salary	No	P. F & WPPF	No
05	Mr. Ahsan Habib Assistant Managing Director	Salary TK. 12,48,000 Bonus TK. 94,000 Car Allowance TK.2,40,000	P.F @10% of Basic salary	No	P. F & WPPF	No
06	Mr. Md. Nakibur Rahman Khan Assistant Managing Director	Salary TK.10,20,000 Bonus TK. 85,000 Car Allowance TK.3,60,000	P.F @10% of Basic salary	No	P. F & WPPF	No

	Amount in Taka	
	31 Dec 2019	31 Dec 2018

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 2019.

26.0 Agency Commission:

As per Insurance Development & Regulatory Authority's (IDRA) circular No. non life - 32/2012 date: 01 April 2012, the agency commission for non life insurance business were fixed at @15% for all classes of non life insurance business .The agency commission for different classes of business are furnished as under:

Fire	24,980,472	17,994,905
Marine	22,296,383	14,451,462
Motor	13,210,434	18,078,699
Miscellaneous	1,828,704	1,797,753
	62,315,993	**52,322,819**

27.0 Provident Fund:

The Company operates Recognized Provident Fund consisted by independent Board of Trustees. The eligible employees contributes @ 10% of their basic salary. The company's contribution equal to employee's contribution to the scheme are charged to Statement of Comprehensive Income in the year which they relate. During the year the company has transferred an amount of Tk.19,35,945 to the fund .

28.00 Legal & Professional Fees :

The details breakup of Legal & professional Fess are given below :

Credit Rating Fee	133,750	-
Lawer's Fee for attending Hon'ble High Court & Legal Advise	83,125	197,500
	216,875	**197,500**

The above mentioned Legal & Professional Fees were not related to IPO expenses.

29.0 Collection From Premium and Other Received:

Premium Income	416,887,518	341,928,013
Interest Income	36,665,699	33,694,282
Dividend Income	966,569	248,262
Car Installment Received	1,344,028	1,289,324
Other Income	44,761	21,000
VAT Collection	39,820,760	27,085,255
	495,729,335	**404,266,136**

30.0 Payment for Management Expenses, Re-insurance & Claims:

Agency commission	62,315,993	52,322,819
Claim Paid	83,006,133	86,121,263
Paid To SBC	13,022,214	15,329,950
VAT Paid to Government	37,566,932	28,044,010
Car Installment Refund	675,843	-
Management Expenses	125,052,662	158,273,002
Non-Management Expenses	13,830,513	10,452,754
	335,470,290	**350,543,798**

	Amount in Taka	
	31 Dec 2019	31 Dec 2018
31.0 Income Tax Paid :		
Advance Income Tax (U/S-64 & 74)	27,515,808	20,071,430
Tax on Bank Profit/Dividend Income/Car Tax Token (TDS)	3,729,547	3,172,218
	31,245,355	**23,243,648**

32.0 Related Party Disclosure [IAS-24]:

A) Particulars of Directors:

Sl.No.	Name of Directors	Status with EIL	Entities where they have interests		Position in the Firms/Companies
1	Md. Abdul Awal	Chairman	1	Mercantile Bank Ltd.	Sponsor shareholder
			2	Synthia Securities Ltd.	Managing Director
2	Mahafuza Younus	Vice Chairman	1	Younus Plastic Inds. Ltd.	Director
			2	Younus Filament Inds. Ltd.	Director
			3	Sobhan Ice & Cold Storage Ltd.	Director
			4	Younus Cold Storage Ltd.	Director
			5	Younus Specialized Cold Storage Ltd.	Director
			6	Siddheswari Cold Storage Ltd.	Director
			7	Europa Cold Storage Ltd.	Director
			8	Younus Spinning Mills Ltd.	Director
			9	Nowpara Cold Storage Pvt. Ltd.	Director
			10	Garib-E-Newaz Cold Storage Pvt. Ltd.	Director
			11	Combined Food & Cold Storage Ltd.	Director
			12	Ananta Paper Mills Ltd.	Director
			13	Younus Fine Paper Mills Ltd.	Director
			14	Younus Offset Paper Mills Ltd.	Director
			15	Younus Paper Mills Ltd.	Director
			16	Sonali Paper & Board Mills Ltd.	Chairman
			17	Younus Newsprint Mills Ltd.	Director
			18	Sharif Cold Storage Ltd.	Director
3	Farida Razzaq	Director	1	Nandini Printing & Publications	Managing Director
			2	Ideal Asset Development Ltd.	Chair-person
			3	The Millenium International School	Vice-Chairman
			4	Altimete Asset Development Ltd.	Vice-Chairman
4	Halima Harun	Director	1	Chemitan Ltd.	Director
			2	Chemitan Trading Company	Proprietor
5	Syed Al Farooque	Director	1	Wills Fashion Ltd.	Managing Director
			2	Probal Garments Ltd.	Managing Director
			3	Wills Fashionwear (PVT.) Ltd.	Managing Director
			4	Wills Properties Ltd.	Managing Director
			5	Triple A Ltd.	Managing Director
			6	Mirzapur Resort Ltd.	Managing Director
			7	Chalishnu Publications Ltd.	Managing Director
6	Marium Akhter	Director	1	Karim Leathers Ltd.	Director
			2	Kamtex Ltd.	Director
7	Khalilur Rahman Choudhury	Director	1	Khalil Knitwear Ltd.	Chairman & MD
			2	Khalil Garments Ltd.	Chairman & MD
			3	Khalil & Khalil Investment Ltd.	Chairman & MD
			4	Ataiya Trading Corporation Ltd.	Chairman & MD
			5	Al-Hera Filing Station	Proprietor
			6	K. R. C. Rubber Plantation	Proprietor
			7	K.R.C. CNG & Filing Station	Proprietor
8	Latiful Bari	Director	1	Rahmat Knit-Dyeing & Finishing Ltd.	Chairman
			2	Rahmat Fashion Wear Ltd.	Managing Director
			3	Rahmat Textiles Ltd.	Director
			4	China Plastic (BD) Ltd.	Director
			5	Rahmat Rotors Ltd.	Director
9	Amir Hamza Sarker	Director	1	Logos Apparels Ltd.	Managing Director
			2	Logos Wear House Ltd.	Chairman & MD
			3	Rahmat Sweaters (BD) Ltd.	Managing Director
			4	Belkuchi Spinning Mills Ltd.	Managing Director
			5	Logos Printing & Design	Proprietor
10	Md. Shamsur Rahman	Director	1	Bay Tanneries Ltd.	Chairman & MD
			2	Bay Tanneries Unit-2 Ltd.	Chairman
			6	Bay Agro Industries Ltd.	Chairman & MD
			7	Golden Life Insurance Ltd.	Director
			8	Bay Rubber Ltd.	Chairman & MD
			9	Aziz Tannery Ltd.	Chairman & MD
11	Mr. ABM Kaiser	Director	1	Kaiser Trading Company	Proprietor

B) Related party disclosures:

During the year, the Company carried out a number of transactions with related parties in the normal course of business and on an arms' length basis. The name of these related parties, nature of these transactions and their total value has been set out in accordance with the provision IAS-24: Related party disclosure:

Name of the Party	Nature of Transaction	Nature of Relationship	Transaction value (Taka)	
			Premium Earned	Claim Paid
Chamitan Trading Company	Insurance Premium	Common Directorship	35,437	-
Karim Leathers Ltd.	Insurance Premium	Common Directorship	1,670	99,000
Bay Tanneries Ltd.	Insurance Premium	Common Directorship	127,967	-
Shalbahan Farms Ltd.			74,563	-
Bay Agro Industries Ltd.			147,406	-
Good Turn Shoe & Accessories Ltd.	Insurance Premium	Common Directorship	1,544,712	-
Bay Rubber Ltd.			274,008	-
Aziz Tanneries Ltd.			570	-
Rahmat Textiles Ltd.	Insurance Premium	Common Directorship	2,538,585	-
Rahmat Sweaters (BD) Ltd.			902,548	-
Rahamat Spinning Mills Ltd.			3,195	
Rahmat Knit-Dying & Finishing Ltd.			70,625	-
Rahmat Fashion Wear			176,768	-
Rahmat Rotors Ltd.			399,988	-
Logos Apparels Ltd.			534,437	-
Belkuchi Spinning Mills Ltd.			560	-
Wills Properties Ltd.	Insurance Premium	Common Directorship	45,112	-
Younus Plastic Industries Ltd.	Insurance Premium	Common Directorship	17,330	-
Younus Fillament Industries Ltd.			26,195	-
Younus Paper Mills Ltd.			908,279	347,840
Sonali Papers & Board Mills Ltd.			1,500,584	-
Younus News Print Mills Ltd.			1,190,746	-
Younus Fine Paper Mills Ltd.			748,137	-
Younus Offset Paper Mills Ltd.			392,377	-
Ananta Paper Mills Ltd.			89,211	-
Younus Cold storage			460	-
Younus Spinning Mills Ltd.			1,434,333	-

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

Particulars	Nature of Payment	Amount In Taka	
		2019	2018
1. Directors	Meeting Fee	4,282,400	2,871,000
2. Directors	Remuneration	-	-
4. Chief Executive Officer	Salary, Bonus & other Allowances	6,450,000	5,370,000
3. Officers & Executives	Salary, Bonus & other Allowances	90,039,050	97,555,974
	Total	100,771,450	**105,796,974**

33.0 Compliance of Schedule XI part II of the Companies Act, 1994:

Particulars	No. of Employees	
	31.12.2019	31.12.2018
Below Taka.90,000 per year	-	-
Taka.90,000 and above	410	585
Total	**410**	**585**

34.0 Corporate Tax Settlement Status:

The Company's Tax settlement status is as under:

Income Year	Assessment Year	Status	Remarks
2011	2012-2013	Return Submitted	Hon'nle High Court
2012	2013-2014	Return Submitted	Tribunal
2013	2014-2015	Return Submitted	Tribunal
2014	2015-2016	Return Submitted	
2015	2016-2017	Return Submitted	
2016	2017-2018	Return Submitted	
2017	2018-2019	Return Submitted	
2018	2019-2020	Return Submitted	
2019	2020-2021		

35.0 Subsequent event after the balance sheet date

The Board of Directors in it's 266th meeting held on 14 September, 2020 has recommended 'No' dividend during the year.

The permission of the Bangladesh Securities & Exchange Commission (BSEC) the Company has raised its capital of Tk. 26,07,90,000/- (Taka twenty-six crore seven lac ninety thousand) only issuing 2,60,79,000 (Two crore sixty lac seventy-nine thousand) nos. of ordinary shares of Tk. 10/- (taka ten) each (at per) through IPO lottery. IPO lottery was held on July 23, 2020.

36.0 General:

a) The Board of Directors received no remuneration from the Company other than the Board Meetings attendance fees as per clause no-109 of Memorandum & Articles of Association of the Company & IDRA Circular Sharok No: 53. 03. 0000. 009. 18. 014.18. 123 Dated 31st May 2018 .

b) There was no capital expenditure commitment as on 31st December, 2019.

c) There was no claim against the Company as debt as on 31st December, 2019.

d) There has been no amount paid or received as commission to or from any person in respect of the Insurance Business transacted by outside of Bangladesh.

e) Contingent Liability:

i) There is a demand of Tk. 982,670 for VAT by Customs & Excise Department against which the Company has filed a writ petition number 7744 of 2006 before the Hon'ble Supreme Court of Bangladesh, High Court Division. The decision by the Hon'ble Court is awaited.

	Amount in Taka	
	31 Dec 2019	31 Dec 2018

37.0 Net operating cashflows

Net Operating Cash Flows (NOCFs) per share has been calculated by dividing net cash used in operating activities reported in the cash flows statement by the weighted average number of ordinary shares in issue.

a. Net cash used in operating activities (Note-37.01)	129,013,690	30,478,690
b. Weighted average number of shares	39,118,464	39,118,464
c.Net operating cash flows per share (NOCFPS) on shares at balance sheet date (a/b)	3.30	0.78

Deviation from previous period: Higher positive cash flow per share at the same period of preceding year due to increase of direct premium income, control the management expenses and non payment of provisional expenses during the year.

37.01 Net Assets Value (NAV) and Net Assets Value Per Share (NAVPS)

Total Equity	705,693,800	732,245,585
Number of shares outstanding during the year	39,118,464	39,118,464
Net Assets Value Per Share (NAVPS) at the balance sheet date	**18.04**	**18.72**

37.02 Reconciliation of net profit to net operating cash flow

	Amount in Taka 2019
Net profit before tax	
Adjustment:	
Depreciation	73,400,377
Increased/(Decreased) of fair value on investment in shares	7,245,921
Profit/Loss on sales share	10,019,117
	(2,868,157)
Changes in working capital:	
Increase/(decrease) the balance of fund	22,753,636
Increase/(decrease) the premium deposit	3,767,594
Increase/(decrease) of amount due to other persons or body	38,155,163
Increase/(decrease) of Outstanding claims	1,387,424
Increase/(decrease) of sundry creditor except payable for fixed asset and tax payable	15,967,992
Increase/(decrease) of sundry debtors	(30,779,893)
(Increase)/decrease of Stock of stamps & others	(204,762)
(Increase)/decrease of WPPF	(3,324,568)
(Increase)/decrease of amount due from other persons or body	(14,180,565)
(Increase)/decrease in accrued interest	8,242,546
(Increase)/decrease Insurance stamp in hand	(568,135)
Net cash generated from operating activities	**129,013,690**

EXPRESS INSURANCE LIMITED

FIXED ASSETS SCHEDULE

As on 31st December, 2019

Cost: **Annexure-A**

Particulars	COST				Rate of Dep.	DEPRECIATION						Written down value as on 31-12-2019
	As on 01-01-2019 Taka.	Addition during the year Taka.	Sold/Add. during the year Taka.	Total as on 31-12-2019 Taka.		As on 01-01-2019 Taka. (Opening)	Charge during the year Taka. (on Opening Less Sold)	Charge during the year Taka. (on Addition)	Total Charge during the year	Sold/Adj. during the year Taka.	Total as on 31-12-2019 Taka.	
1	2	3	4	5	6	7	8	9	10=(8+9)	11	12=(7+10-11)	13
Land & Building	40,168,508	-	-	40,168,508	2%	5,294,707	697,476	-	697,476	-	5,992,183	34,176,325
Furniture & Fixture	6,062,431	361,939	-	6,424,370	10%	3,500,437	256,199	7,719	263,918	-	3,764,355	2,660,015
Office Decoration	17,307,676	149,617	-	17,457,293	10%	10,082,342	722,533	2,260	724,793	-	10,807,135	6,650,158
Office Equipment	1,983,724	-	-	1,983,724	20%	1,672,667	62,211	-	62,211	-	1,734,879	248,845
Computer with Printer	5,442,711	521,706	-	5,964,417	30%	3,426,379	604,900	91,852	696,752	-	4,123,131	1,841,286
Crockeries & Cutleries	119,091	-	-	119,091	20%	88,783	6,062	-	6,062	-	94,844	24,247
Motor Vehicles	34,412,220	3,640,000	-	38,052,220	20%	23,440,925	2,194,259	9,798	2,204,057	-	25,644,982	12,407,238
Telephone Installation	294,517	24,990	-	319,507	20%	207,397	17,424	2,205	19,629	-	227,025	92,482
Electric Equipment	2,367,591	22,285	-	2,389,876	20%	1,882,726	96,973	1,437	98,410	-	1,981,136	408,740
Air Condition	7,545,686	418,535	-	7,964,221	20%	4,923,438	524,450	42,862	567,312	-	5,490,750	2,473,471
Sub-total : As at 31.12.2019	**115,704,155**	**5,139,072**	**-**	**120,843,227**		**54,519,800**	**5,182,487**	**158,133**	**5,340,620**	**-**	**59,860,421**	**60,982,806**

Revaluation :

Particulars	COST				Rate of Dep.	DEPRECIATION						Written down value as on 31-12-2019
	As on 01-01-2019 Taka.	Addition during the year Taka.	Sold/Add. during the year Taka.	Total as on 31-12-2019 Taka.		As on 01-01-2019 Taka. (Opening)	Charge during the year Taka.	Charge during the year Taka.	Total Charge during the year	Sold/Adj. during the year Taka.	Total as on 31-12-2019 Taka.	
Land & Building	109,736,492	-	-	109,736,492	2%	14,471,442	1,905,301	-	1,905,301	-	16,376,743	93,359,749
Sub-total : As at 31.12.2019	**109,736,492**	**-**	**-**	**109,736,492**		**14,471,441**	**1,905,301**	**-**	**1,905,301**	**-**	**16,376,743**	**93,359,749**
Total : As at 31.12.2019	**225,440,647**	**5,139,072**	**-**	**230,579,719**		**68,991,240**	**7,087,788**	**158,133**	**7,245,921**	**-**	**76,237,163**	**154,342,556**
31st December-2018	**223,090,617**	**2,350,030**	**-**	**225,440,647**		**61,022,761**	**7,733,203**	**235,278**	**7,968,481**	**-**	**68,991,244**	**156,449,403**

EXPRESS INSURANCE LIMITED

FORM "AA"

CLASSIFIED SUMMARY OF ASSETS AS AT 31 DECEMBER 2019

Amount in Taka

CLASS OF ASSETS	BOOK VALUE AS PER BALANCE SHEET	MARKET VALUE	REMARKS
National Investment Bond	25,000,000	25,000,000	Not quoted in market
Investment in Share	35,858,940	35,858,940	Market Value
Fixed Deposit with Banks	495,230,660	495,230,660	Realizable Value
In STD A/C with Banks	67,904,851	67,904,851	Realizable Value
Cash in hand	958,481	958,481	Realizable Value
Balance with Share Broker	10,325,965	10,325,965	Realizable Value
Interest on Investment accrued but not due	13,279,480	13,279,480	Realizable Value
Right use of Assets	11,738,565	11,738,565	Realizable Value
Amount due from other persons or bodies carrying on insurance business	84,125,713	84,125,713	Realizable Value
OTHER ASSETS :			
Fixed Assets	154,342,556	154,342,556	At Cost / Revaluation less depreciation
Sundry Debtors	289,126,235	289,126,235	Realizable Value
Stock of Stationery & Stamps	2,413,662	2,413,662	Value at Cost
Total	**1,190,305,108**	**1,190,305,108**	

Chairman | Director | Director | Chief Executive Officer

Dhaka
14 September, 2020

AHMED ZAKER & CO.
Chartered Accountants

EXPRESS INSURANCE LIMITED
Head Office, Dhaka

Statement Showing the details of Class wise Premium Income, Re-Insurance Accepted & Ceded,Commission Paid & Earned, Claim Paid, Recovered & Recoverable for the period ended 31st December, 2019

Direct Business

Class of Business	Premium Income				Commission			Claims			
	Gross Premium	Re-Insurance Accepted	Re-Insurance Ceded	Net Premium	Direct Business	Re-Insurance Accepted	Re-Insurance Ceded	Paid in Direct Business	Re-Insurance Accepted	Re-Insurance Ceded	Net Claim
Fire	166,536,478	-	91,675,995	74,860,483	24,980,472	-	29,524,932	56,857,607	-	26,595,990	30,261,617
M/Cargo	145,314,014	-	23,546,713	121,767,301	22,144,883	-	7,770,415	12,690,241	-	5,422,986	7,267,255
M/Hull	1,010,000	-	-	1,010,000	151,500	-	-	-	-	-	-
Motor	88,068,493	-	1,125,000	86,943,493	13,210,434	-	-	13,458,285	-	-	13,458,285
Misc.	12,190,939	-	6,939,485	5,251,454	1,828,704	-	2,795,493	-	-	-	-
Total	**413,119,924**	**-**	**123,287,193**	**289,832,731**	**62,315,993**	**-**	**40,090,840**	**83,006,133**	**-**	**32,018,976**	**50,987,157**

Government Business

Class of Business	Premium Income				Commission			Claims			
	Gross Premium	Re-Insurance Accepted	Re-Insurance Ceded	Net Premium	Direct Business	Re-Insurance Accepted	Re-Insurance Ceded	Paid in Direct Business	Re-Insurance Accepted	Re-Insurance Ceded	Net Claim
Fire	12,576,881	-	10,343,162	2,233,719	-	-	1,141,964	487,079	-	438,396	48,683
M/Cargo	21,699,934	-	16,453,866	5,246,068	-	-	3,238,687	578,396	-	403,622	174,774
M/Hull	365,901	-	317,230	48,671	-	-	17,447	10,965	-	-	10,965
Motor	2,643,047	-	88,189	2,554,858	-	-	-	56,450	-	-	56,450
Misc.	39,381,299	-	38,704,350	676,949	-	-	5,172,659	320,877	-	264,472	56,405
Total	**76,667,062**	**-**	**65,906,797**	**10,760,265**	**-**	**-**	**9,570,757**	**1,453,767**	**-**	**1,106,490**	**347,277**

Direct Business Plus Government Business

Class of Business	Premium Income				Commission			Claims			
	Gross Premium	Re-Insurance Accepted	Re-Insurance Ceded	Net Premium	Direct Business	Re-Insurance Accepted	Re-Insurance Ceded	Paid in Direct Business	Re-Insurance Accepted	Re-Insurance Ceded	Net Claim
Fire	179,113,359	-	102,019,157	77,094,202	24,980,472	-	30,666,896	57,344,686	-	27,034,386	30,310,300
M/Cargo	167,013,948	-	40,000,579	127,013,369	22,144,883	-	11,009,102	13,268,637	-	5,826,608	7,442,029
M/Hull	1,375,901	-	317,230	1,058,671	151,500	-	17,447	10,965	-	-	10,965
Motor	90,711,540	-	1,213,189	89,498,351	13,210,434	-	-	13,514,735	-	-	13,514,735
Misc.	51,572,238	-	45,643,835	5,928,403	1,828,704	-	7,968,152	320,877	-	264,472	56,405
Total	**489,786,986**	**-**	**189,193,990**	**300,592,996**	**62,315,993**	**-**	**49,661,597**	**84,459,900**	**-**	**33,125,466**	**51,334,434**

Chairman

Director

Director

Chief Executive Officer

Dhaka
14 September, 2020

AHMED ZAKER & CO.
Chartered Accountants

এক্সপ্রেস ইন্স্যুরেন্স লিমিটেড
Express Insurance Limited

Al-Razi Complex (9th & 10th Floor), 166-167, Shahid Syed Nazrul Islam Sharani, Bijoynagar, Dhaka-1000, Bangladesh
PABX:9554421, 9561255,9569546,9557196, Fax: 880-2-9568616
E-mail: express_insurance@ymail.com, Web : www.eilbd.com

PROXY FORM

I/We .....

of .....

being a member of Express Insurance Limited and a holder of .....

(Number of Shares) Ordinary Shares do hereby appoint Mr/Mrs .....

..... of .....

As my proxry, to attend and vote for me/us and on my behalf at the 20th Annual General Meeting of the Company to be held on Tuesday, the 15th December, 2020 at 11:00 a.m. through digital platform and any adjournment thereof or at any poll that may be taken in consequence thereof.

Signed this ..... Day of 2020

Signature of Shareholder(s) : .....

BO ID No. of Shareholder(s) : .....

Number of Shares : .....

Signature of Proxy : .....

Revenue
Stamp
Taka 20.00

Notes :
The Proxy must be signed across twenty taka Revenue Stamp and it should be deposited at the Registered Office of the Company not later than 48 hours the time of holding the meeting.

এক্সপ্রেস ইন্স্যুরেন্স লিমিটেড
Express Insurance Limited

ATTENDANCE SLIP

I do hereby record my attendance at the 20th Annual General Meeting being held on Tuesday, the 15th December, 2020 at 11.00 a.m. through digital platform.

Name of the Shareholder : .....
No. of Shares : .....
Bo ID No. : .....
Name of the Proxy : .....

Signature of Shareholder/Proxy

Signature Verified by

Express Insurance Limited
Al-Razi Complex (9th & 10th Floor), 166-167, Shahid Syed Nazrul Islam
Sharani, Bijoynagar, Dhaka-1000. PABX : 9554421, 9561255, 9569546, 9557196
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