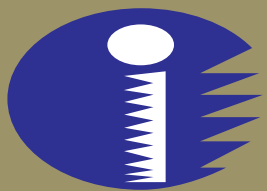


Annual Report 2015



Express Insurance Limited



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Past Chairman of the company



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



Abdur Rashid
Period (2001-2003)

Ex-Chairman & Managing Director

M/s. Gumti Textile Ltd.
M/s. Gumti Apparels Ltd.



Mr. Khalilur Rahman Choudhury
Period (2003-2004)

Director
NRB Bank Ltd.
Chairman & Managing Director
Khalil Group

M/s. Khalil Knitwear Ltd.
M/s. Khalil Garments Ltd.
M/s. Khalil & Khalil Investment Ltd.
M/s. Ataia Trading Corp. Ltd.
M/s. Khalil Fashion Ltd.
M/s. Al-Hera Filling Station.
M/s. KRC Rubber Plantation
M/s. KRC CNG & Filling Station.



Al-haj Mohammed Younus
Period (2004-2006)

Director & Vice-Chairman
Shahjalal Islami Bank Ltd.

Director
NTV

Director
Athena Venture & Equities Ltd.

Trustee
Fareast International University, Bangladesh

Member
Bangladesh Association of
Publicly Listed Companies
Kurmitola Golf Club

Chairman
Younus Group of Industries
Wordbridge School



Mr. Md. Shamsur Rahman
Period (2006-2009)

Ex-Chairman & Director
Golden Life Insurance Co. Ltd.
Chairman & Managing Director

M/s. Bay Tanneries Ltd.
M/s. Bay Footwear Ltd.
M/s. Bay Leather Ltd.
M/s. Bay Rubber Ltd.
M/s. Bay Agro Industries Ltd.
M/s. Bay Economic Zone
M/s. Bay Tannery Unit-2
M/s. Aziz Tanneries Ltd.
M/s. Paruma Shoe Ltd.

Shareholder
M/s. Shalbahan Farms Ltd.



Rezaul Karim ansari
Period (2009-2011)

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. Syed Al Farooque
Period (2011-2012)

Director
CAPM Venture Capital &
Finance Ltd (CVCFL)

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



Mr. Md. Mazakat Harun
Period (2012-2015)

Sponsor Shareholder
EXIM Bank Ltd.

Chairman & Managing Director

M/s. Chemitan Ltd.
M/s. MAB Denim Ltd.
M/s. MAB Spinning Ltd.
M/s. Chemitan Trading House

Sponsor Shareholders of the Company



Al-haj Mohd. Younus

Director & Vice-Chairman
Shahjalal Islami Bank Ltd.
Director
 NTV
Director
 Athena Venture & Equities Ltd.
Trustee
 Fareast International University, Bangladesh
Member
 Bangladesh Association of
 Publicly Listed Companies
 Kurmitola Golf Club
Chairman
 Younus Group of Industries
 Wordbridge School



Mr. Altaf Hossain Sarker

Ex-Chairman & Director
Dhaka Bank Ltd.
Ex-Director
 BTMA
Founder Trustee
 Independent University, Bangladesh
Chairman & Managing Director
 M/s. China Plastic Ltd.
Managing Director
 Rahmat Group of Industries



Mr. ABM Kaiser

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



Mrs. Halima Harun

Sponsor-Shareholder
EXIM Bank Ltd.
Director
 M/s. Chemitan Ltd.
 M/s. Chemitan Trading House

BOARD OF DIRECTORS OF THE COMPANY



Mr. Md. Shamsur Rahman
Chairman

Ex-Chairman & Director
Golden Life Insurance Co. Ltd.
Chairman & Managing Director
M/s. Bay Tanneries Ltd.
M/s. Bay Footwear Ltd.
M/s. Bay Leather Ltd.
M/s. Bay Rubber Ltd.
M/s. Bay Agro Industries Ltd.
M/s. Bay Economic Zone
M/s. Bay Tannery Unit-2
M/s. Aziz Tanneries Ltd.
M/s. Paruma Shoe Ltd.
Shareholder
M/s. Shalbahan Farms Ltd.



Mr. Md. Abdul Awal
Vice-Chairman

Sponsor Shareholder
Mercantile Bank Ltd.
Managing Director
M/s. Synthia Securities Ltd.
M/s. Mary King



Mr. Syed Al Farooque
Chairman, Executive Committee

Director
CAPM Venture Capital & Finance Ltd (CVCFL)
Managing Director
M/s. Wills Garments Ltd.
M/s. Wills Fashion Ltd.
M/s. Probal Garments Ltd.
M/s. Wills Fashionwear (PVT) Ltd.
M/s. Evershine Fashion Ltd.
M/s. Wills Properties Ltd.
M/s. Triple A Ltd.
M/s. Mirzapur Resort Ltd.
M/s. Chalishnu Publications Ltd.



Mr. Khalilur Rahman Choudhury
Chairman, Claim Committee

Director
NRB Bank Ltd.
Chairman & Managing Director
Khalil Group
M/s. Khalil Knitwear Ltd.
M/s. Khalil Garments Ltd.
M/s. Khalil & Khalil Investment Ltd.
M/s. Ataia Trading Corp. Ltd.
M/s. Khalil Fashion Ltd.
M/s. Al-Hera Filling Station.
M/s. KRC Rubber Plantation
M/s. KRC CNG & Filling Station.



Mrs. Mahfuza Younus
Chairperson, Audit Committee

Director
Younus Group of Industries



Mr. Md. Mazakat Harun
Director

Sponsor Shareholder
EXIM Bank Ltd.
Chairman & Managing Director
M/s. Chemitan Ltd.
M/s. MAB Denim Ltd.
M/s. MAB Spinning Ltd.
M/s. Chemitan Trading House

BOARD OF DIRECTORS OF THE COMPANY



Mrs. Farida Razzak
Director

Chairperson
Ideal Asset Development Ltd.
Managing Director
M/s. Nandini Printing & Publications
The Millenium International School



Mr. Latiful Bari
Director

Chairman
M/s. Rahmat Knit-Dying & Finishing Ltd.
Managing Director
M/s. Rahmat Fashion Wear Ltd.
Director
M/s. Rahmat Textiles Ltd.
M/s. China Plastic Ltd.



Mr. Amir Hamza Sarker
Director

Chairman
M/s. Rahmat Spinning Mills Ltd.
Chairman & MD
M/s. LOGOS Wear House Ltd.
Managing Director
M/s. Rahmat Sweaters (BD) Ltd.
M/s. Belkuchi Spinning Mills Ltd.
M/s. LOGOS Apparels Ltd.
Director
M/s. Rahmat Plastics & accessories Ltd.
Proprietor
M/s. LOGOS Printing & Design.



Mrs. Marium Akhter
Director

Director
M/s. Karim Leathers Ltd.
M/s. Kamtex Ltd.



Mrs. Sultana Jahan
Director



Mr. K. M. Saidur Rahman
Managing Director

Executives Of The Head Office

Mr. K. M. Saidur Rahman, MBA, FCS.

Managing Director

Mr. Md. Shamser Hassan

Additional Managing Director

Mr. Md. Anwar Hossain

Additional Managing Director

Mr. Md. Nakibur Rahman Khan, B. Com (Hon's), M. Com (Management)

Sr. GM & Head of Underwriting & Branch Control Department

Mr. Md. Mizanur Rahman, M. Com., MBA.

GM & Head of Finance & Accounts Department

Mr. Md. Iqbal Hossain Chowdhury, Dip. In Electrical Engineering, MA.

GM & Head of Claim & Re-insurance Department

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

Company Secretary

Mr. M. M. Anamul Haque

AGM, Establishment Department

Mr. Md. Al-Amin Gazi, M. Com.

AGM, (Finance & Accounts)

LIST OF BRANCHES

Sl.No.	Name of Branch	Address	Name of In-charge	Phone/Fax
01	Local Office	28, Dilkusha, C/A (16 th floor), suit # 1602, Dhaka.	Mr.Md. Shamser Hasan. Additional Managing Director	7111134(AMD), 9572284 01913883732, 01819206555 01718-555985 Fax No.-880-02-9570989
02	Motijheel Branch.	Paramount Heights (5 th floor), 65/2/1, Box Culvert Road, Purana Paltan Dhaka.	Mr.Md. Anwar Hossain. Additional Managing Director	7170095(AMD), 9585763, 9574497 01711-535554 Fax No.-880-02-9574498
03	Dilkusha Branch	58, Dilkusha C/A (7 th floor), Dhaka.	Mr. Md. Badiuzzman Lasker Asstt. Managing Director	9552672, 9515280, 9557478 01914-231907, 01614-231907 Fax No.-880-02-9557478
04	DIT Road Branch	Lal Bhaban (9 th floor), 18, Rajuk Avenue, Dhaka-1000.	Mr.Kamrul Hasan Dulal Asstt. Managing Director	9560740, 01912-104354 Fax No.-880-02-9571804
05	Principal Branch	6, Motijheel C/A (4 th floor), Dhaka.	Mr.Md. Amir Hossain Chy. Sr. General Manager	7113862, 019339524, 01713114925 01712-571910, 01552-377943 Fax No.-880-02-7125774
06	VIP Road Branch	Shatabdi Centre, (8 th floor), Room no. 8/G, 292, Inner Circular Road, Dhaka.	Hazi Nasir Uddin Sr. General Manager	7191845, 01919-041353 01819-041353 Fax No. -880-02-7191846
07	Malibagh Branch	83, Siddeswary Circular road, Manhattan Tower, (3 rd floor), Malibagh.	Mr. Atiqur Rahman Sr. General Manager	9333086, 01199040572 Fax No.-880-02-8318664
08	Paltan Branch	Nurjahan Sharif Plaza, (7 th floor), 34, Purana Paltan, Dhaka.	Mr.Md. Ahsan Habib Khondaker Sr. General Manager	7114992, 0175863792 Fax No.-7125367
09	B.B Avenue Branch	20, B.B Avenue (3 rd floor), Dhaka.	Mr.Md. Toffazal Hossain Sr. General Manager	9566411, 9566013, 01916820222 01676684265 Fax No. -880-02-9566411
10	Hatkola Branch	33/1, Hatkhola Road (1 st floor), Dhaka.	Mr.Md. Hafizur Rahman. Sr. General Manager	9571761, 01713046259, 01710-824414 Fax No. -880-02-7123540
11	Bangshal Branch	198-202, Nawabpur Tower. Room no-419, (3 rd floor), Dhaka.	Mr. Shahjahan Kabir Chy. General Manager.	7112912, 01817 063065 Fax No.-880-02-7112912
12	Imamgonj Branch	47, Urdu Road, (2 nd floor), Bhuiyan Plaza, Dhaka.	Mr.T M Mahbub Rashid. General Manager	7312930, 01711443308, 01686-848831 Fax No. -880-02-7312930
13	Kawran Bazar Branch	57/E, Kazi Nazrul Islam Avenue, (1 st floor), Kawran bazar, Dhaka.	Mr. S M Kabiruzzaman General Manager	9128296, 01711-583829 Fax No. -880-02-9128296
14	Topkhana Road Branch	45, Topkhana Road, Dhaka.	Mr. Md. Shaheen Hossain Sr. General Manager	9586629, 9586630 01713-013079
15	Naya Paltan Branch	Navana Rahim Ardent, Suite # B2 (2 nd floor), 185, Shahid Syed Nazrul Islam Sharani, Dhaka-1000.	Mr. Md. Abdul Latif General Manager	9343151, 01836-567290 01716-937922 Fax No.-9343251
16	Narayangonj Branch	55/1, S.M Malay Road, Farzana Tower (2 nd floor), Narayangonj.	Mr. Md. Kabir Ahmed Khondaker Sr. General Manager	7644983, 01715-284293 Fax No. -880-02-7644983
17	Agrabad Branch	413/B, Azim Court (3 rd floor), Agrabad, Chittagong.	Mr.Md. Amzad Hossain General Manager	031-712912, 01819-843459 Fax No.-880-031-2516947
18	Khatungonj Branch	Salma Tower, (3 rd floor), 398/A, Khatungong Chittagong.	Mr.Md. Forkan Azam Sr. General Manager	031-625473, 031-623228 01815-700308 Fax No.-880-031-625473
19	Jublee Road Branch	182, Enayat Bazar, Arfana Center, (2 nd floor), Chittagong.	Mr. Md. Rafiq Ahmed Sr. General Manager	031-2854232, 01819-631814 Fax No.-880-031-2854232
20	Narsingdi Branch	Sultan Uddin Market (4 th floor), East Chelispur, Jel Khana Mor, Narsingdi.	Mr. Sohel Ahmed Asstt. General Manager	Mob-01715-136448

PICTORIAL VIEWS

Mr. Khalilur Rahman Choudhury, Hon'ble Chairman, Claim Committee, is presiding over the 101th Meeting of the Claim Committee. Hon'ble Chairman of the Board Mr. Md. Shamsur Rahman Hon'ble Vice-Chairman Mr. Md. Abdul Awal, Hon'ble Directors Mr. Syed Al Farooque, Mrs. Farida Razzak, Mr. Latiful Bari, Mrs. Sultana Jahan and Managing Director Mr. K. M. Saidur Rahman are seen in the picture.



Mrs. Mahfuza Yunus, Hon'ble Chairperson, Audit Committee, is presiding over the 44th Meeting of the Audit Committee. Hon'ble Chairman of the Board Mr. Md. Shamsur Rahman, Hon'ble Vice-Chairman Mr. Md. Abdul Awal, Hon'ble Directors Mr. Khalilur Rahman Choudhury, Mr. Md. Mazakat Harun, Mrs. Marium Akhter, Mrs. Sultana Jahan and Managing Director Mr. K. M. Saidur Rahman are seen in the picture.



Mr. K. M. Saidur Rahman, Managing Director of Express Insurance Limited is addressing the Managers' Conference-2016 held on 28th March, 2016 at the Dhaka Club Ltd., Dhaka. Hon'ble Chairman Mr. Md. Shamsur Rahman, Hon'ble Vice-Chairman Mr. Md. Abdul Awal, Hon'ble Directors Mr. Syed Al Farooque, Mr. Khalilur Rahman Choudhury, Mrs. Mahfuza Yunus, Mrs. Marium Akhter, Hon'ble Shareholders Mr. Md. Altaf Hossain Sarker, Mr. A B M Kaiser are seen in the picture.



PICTORIAL VIEWS



Mr.K.M.Saidur Rahman, Managing Director of Express Insurance Limited is handing over a cheque against a Marine Claim to Mr. Md. Anwar Hossain, Managing Director of M/s. Taief Enterprise Ltd. Mr. Md. Shaheen Hoasin, Sr. General Manager & In-charge, Topkhana Road Branch of Express Insurance Limited were also present in the occasion.



Mr.K.M.Saidur Rahman, Managing Director of Express Insurance Limited is handing over a cheque against a Motor Claim to Mr. AKM Mozammel Haque, DGM & Head of Regional Office of Narayangonj of Pubali Bank Ltd. Mr. Nanna Meah, Head of Narayangonj Branch of Pubali Bank Ltd. , Mr. Md. Iqbal Hossain Chowdhury, In-charge of Claim Deptt. of Head Office and Mr. Md. Kabir Ahmed Khondaker , Sr. General Manager & In-charge Narayangonj Branch of Express Insurance Ltd. were also present in the occasion.

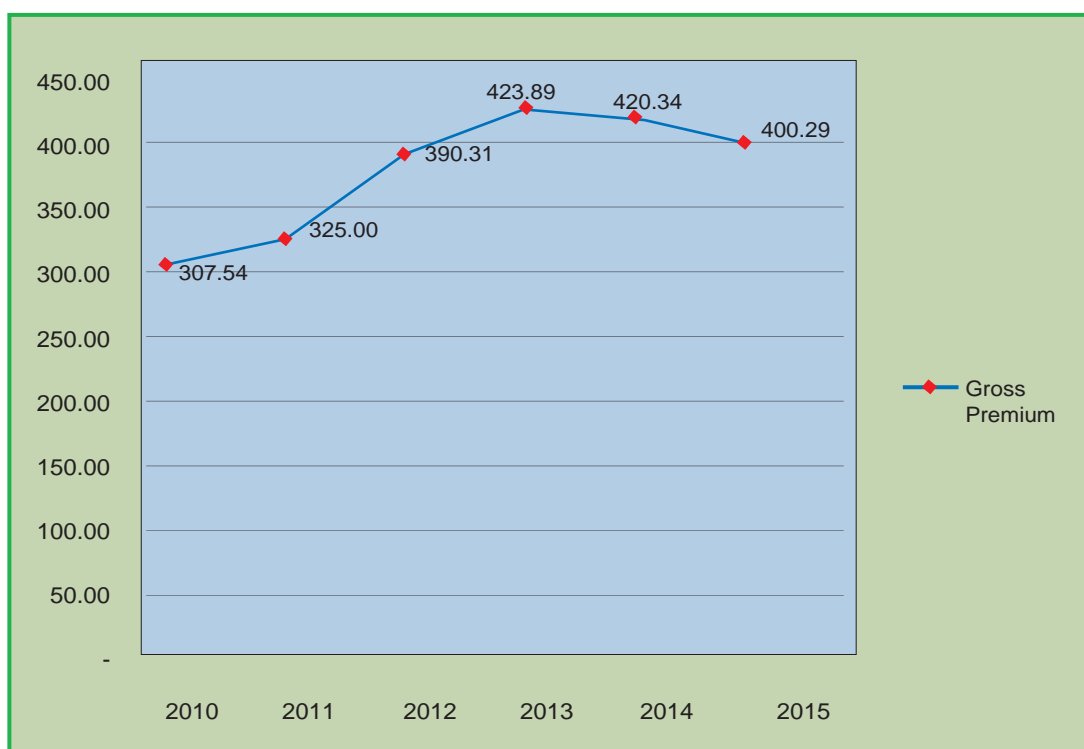
Financial Highlights

Figure in Million

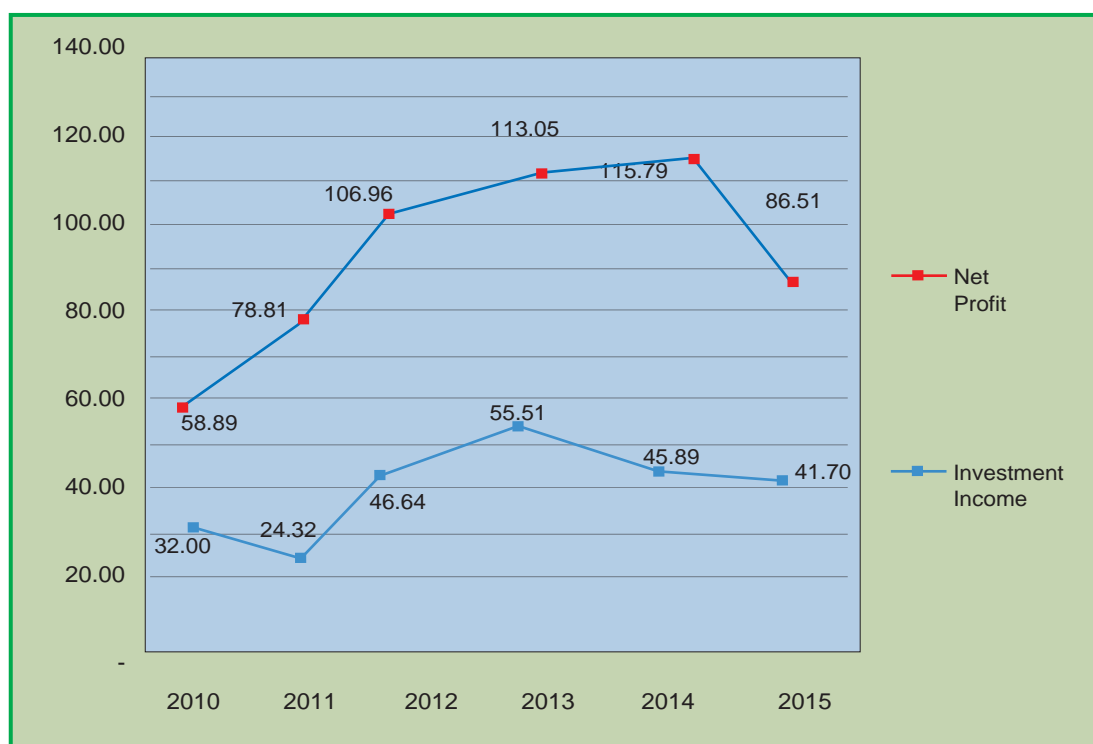
S.L No	Particulars	Year					Remarks
		2011	2012	2013	2014	2015	
01	Gross Premium Income	325.00	390.31	423.89	420.34	400.29	
02	Net Premium Income	244.86	254.84	264.58	278.50	266.42	
03	Gross Claim	107.98	90.47	116.97	78.36	112.94	
04	Under Writing Profit	85.97	106.82	84.28	96.48	67.02	
05	Investment Income	24.32	46.64	55.51	45.89	41.70	
06	Profit before tax	78.81	106.96	113.05	115.79	86.51	
07	Profit after tax	68.81	85.96	85.48	85.79	56.51	
08	Paid up Capital	242.55	291.06	325.98	325.98	391.18	
09	Share holders equity	504.28	591.00	642.39	637.42	693.92	
10	Total Reserves	213.12	227.71	246.40	241.88	254.81	
11	Total Assets	729.71	850.78	946.38	974.86	1032.44	
12	Total Investment	361.59	510.55	540.29	540.44	542.29	
13	Fixed Assets (Land & Building)	149.80	146.80	143.94	141.09	138.27	
14	Earning Per share (EPS) Tk.	3.28	2.95	2.62	2.64	1.44	
15	% of Dividend (Cash)	-	12%	20%	-	12%	
16	% of Dividend (Stock)	20%	12%	-	20%	-	

PERFORMANCE OF THE COMPANY

Gross Premium Income (Taka in Million)

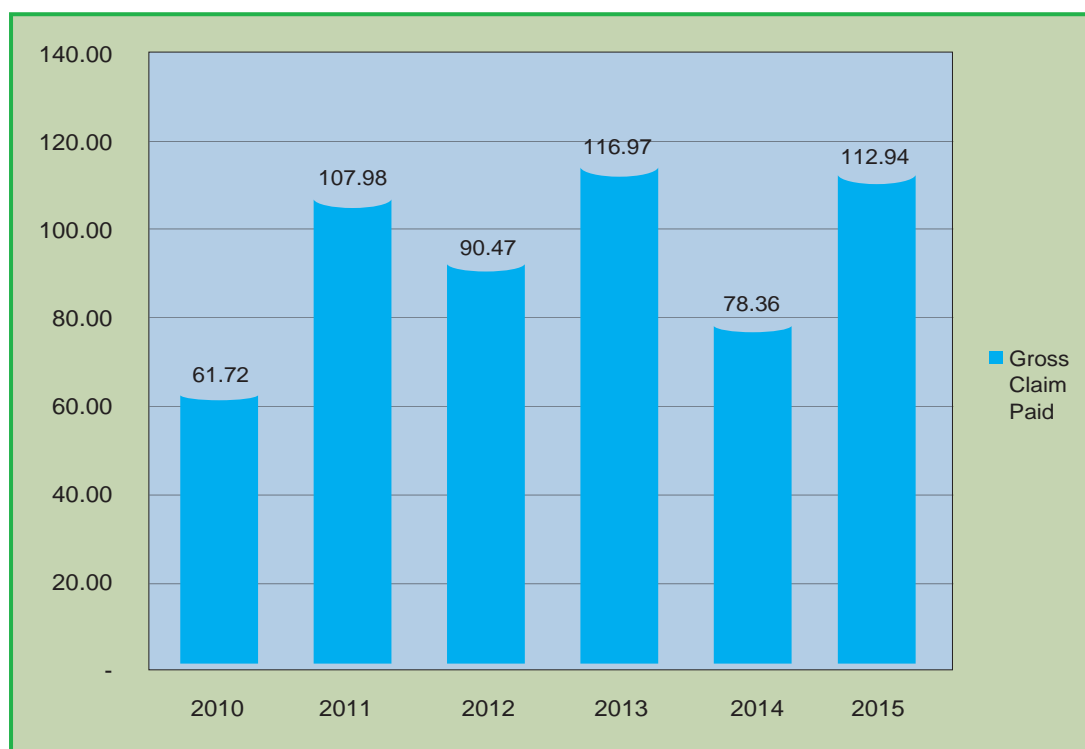


Investment Income & Net Profit (Taka in Million)

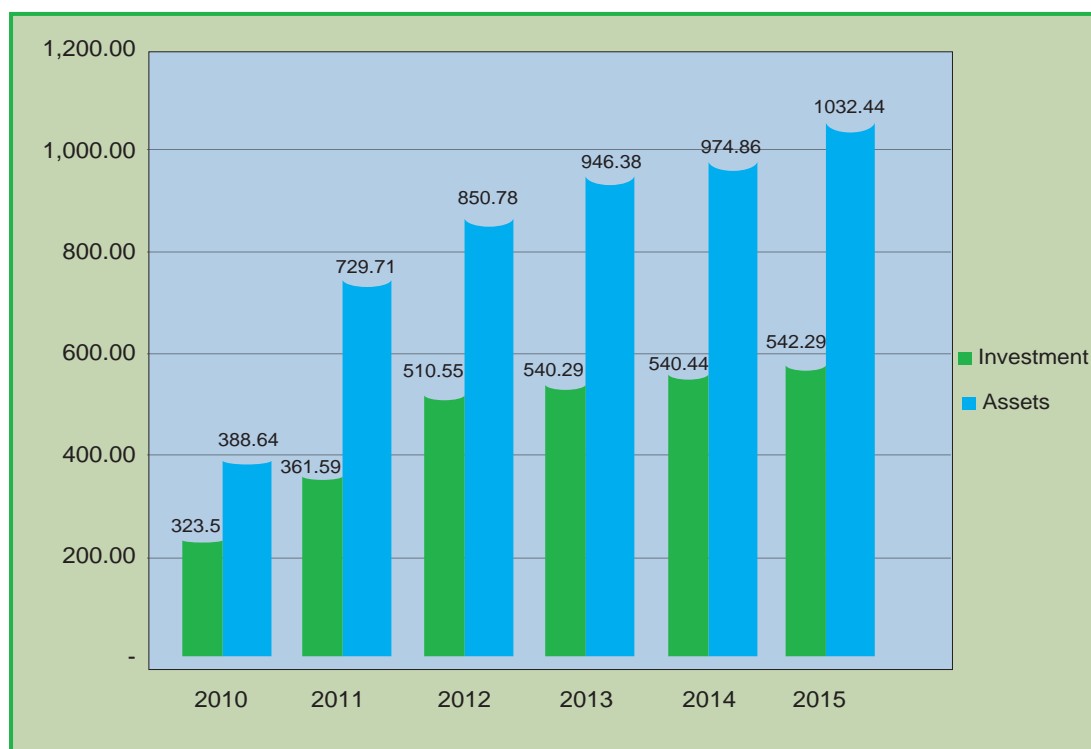


PERFORMANCE OF THE COMPANY

Gross Claim Paid (Taka in Million)



Investment & Asset Position (Taka in Million)



DIRECTORS' REPORT TO THE SHAREHOLDERS

Bismillahir Rahmanir Rahim

Dear Members,

Assalamu Alaikum Wa-Rahmatullah

It is a great privilege for me to heartily welcome you all at the 16th Annual General Meeting of your beloved Company. I, on behalf of Board of Directors and on my own behalf, present before you the Directors' Report together with Audited Accounts of the Company for the year ended 31st December, 2015.

Global economy :

The world economy exhibited similiary a lethargic footstep in 2015 as in the preceding year. Global growth fallen short of expectation again in 2015. According to the IMF's World Economy Outlook update January 2016, Global growth currently estimated at 3.1 percent in 2015 is projected at 3.4 percent in 2016 and 3.6 percent in 2017. Growth in emerging market and developing economy is projected to increase from 4.00 percent in 2015 to 4.3% and 4.7 percent in 2017 respectively. Growth in advanced economy is projected to rise by 0.2 percentage point in 2016 to 2.1 percent and hold steady in 2017.

The Greek crisis, it's referendum, approving the third bailout by the Troika, the Chinese economic slowdown, devaluation of Yuan, shrinking the US emargo on Cuba and Iran and the advent of two newly formed banks-China led Asian Infrastructure Investment Bank (AIIB) and the New Development Bank (NDB) of BRICS nation were on the top of the sereen throughout the Year. Continuous oil price fall, Trans-Pacific Partnership (TPP), refugee issue in the Europe and raising the interest rate by the Federal Reserve Bank acted as key factors in determining the fate of the Global economy in 2015.

Bangladesh economy :

Though Bangladesh Economy experienced widespread political demonstration and turmoil ahead of national election in January, 2014 passes stable situation in 2015. Side by side it has successfully tackled major domestic economic and political problems as well as external shocks emanating from foreign business and development partners. As a result Bangladesh macro economic performance has been relatively strong in the most recent years. The year 2015 is also a major turning point for Bangladesh economy as it achieved the long cherished goal of graduating to the status of lower middle income country. Bangladesh achieved a percapita income of USD 1314 crossing the milestone of low income country to middle income country.

Though the private sector investment was not satisfactory but the robust remittance and stable RMG sector contributed a lot to shape the Bangladesh economy in 2015. Foreign currency reserve of the country touches a new height of USD 27.50 billion at the end of the year. The export earning also retain it's growing trend by registering 6.4 percent. The total export earning was USD 32.37 billion in 2015, which was USD 30.41 billion in 2014, according to Export Promotion Berea (EPB). Declining inflation, reducing lending rate, stable exchange rate and reserve build up show that Bangladesh economy is on right track.

Business Highlights:

Express Insurance Limited has had another successful year. The gross premium income of 2015 stood at Tk. 400.29 Million while the net premium income was Tk. 266.42 Million. The underwriting profit was 67.02 Million.

Business highlights of 2015 in comparison with 2014 :**Taka In Million**

Particulars	Fire	Marine	Motor	Misc.	2015	2014
Gross Premium Income	111.51	187.60	73.50	27.68	400.29	420.34
Re-insurance Ceded	68.06	43.99	0.31	21.50	133.87	141.84
Net Premium Income	43.44	143.61	73.19	6.18	266.42	278.50
Total Claim paid	80.30	14.23	17.25	1.16	112.94	78.36
Agency Commission	15.39	31.28	10.22	2.68	59.57	60.17
Management Expenses	45.85	73.43	30.36	6.00	155.64	152.20
Reserve for unexpired Risk	17.38	57.64	29.27	2.47	106.76	111.45
Underwriting Profit/(Loss)	4.19	58.17	4.38	(0.44)	67.02	96.48

Investment Income and Net Profit :

Due to continued price fall like previous years, no contribution is added with the profit from investment of shares. In spite of adverse effect of investment of share and fall of rate of interest of FDR, the Company earned a net profit before tax of Tk. 86.51 Million while it was Tk. 115.79 million in the previous year.

Comparison of investment income and profit:**Taka In Million**

Over all Result	2015	2014
Underwriting Profit / (Loss)	67.02	96.48
Interest & Revenue	41.70	45.89
Gain/(Loss) on sale of share	-	-
Total Investment Income	41.70	45.89
Profit before Tax	86.51	115.79
Provision for Tax	30.00	30.00
Reserved for Exceptional Loss	15.00	20.00
Proposed Dividend 12% in Cash	46.94	-
Previous Dividend 20% (Stock)	-	65.20

Appropriation of Profit and Dividend Declaration :

The Company has made provision of Tk. 15.00 Million as Reserve for Exceptional Loss and Tk. 30.00 Million for Corporate Tax during this year. The Board of Directors has recommended to the Members to declare @ 12% dividend in cash for the year 2015. The dividend policy of your Company is attractive and satisfactory to its shareholders. Your Company has been able to maintain good rate of dividend since last 8 (eight) years.

Claim Settlement :

The gross claim payment of the Company stood at Tk.112.94 Million in 2015 as against Tk.78.36 Million of 2014. Re-insurance protection for the risk undertaken by the Company is well managed and as such the clients are strongly protected.

Investment Position :

The investment of the Company stood at Tk. 54.23 Million at the end of 2015, after adjustment of cumulative loss of investment in shares of previous years. The head wise investment figures are listed below :

Sl. No.	Particulars	2015	2014
01.	National Investment Bond	2,50,00,000	2,50,00,000
02.	Bank Balance with Fixed Deposit	48,09,25,621	48,16,43,640
03.	Investment in Shares	29,866,079	3,11,96,417
04.	Investment in CMM A/C	65,00,000	26,00,000
	Total Investment	54,22,91,700	54,04,40,057

Credit Rating Report :

Your Company has been rated 'A' by Credit Rating Information & Services Ltd (CRISL). based on its audited financials ended December, 2014 and other qualitative and quantitative information up to the date of rating. CPA Rating 'A' indicates high claim paying ability having good protection factors.

The above rating has been assigned in consideration of its good financial and technical performance, improving average solvency, sound liquidity, diversified investment portfolio,

IPO :

The application of IPO was submitted to the Bangladesh Securities and Exchange Commission. The Commission have scrutinised our proposal from various angles. As the Company Declared 20% dividend in stock for the year 2014, Bangladesh Securities and Exchange Commission have advised us to resubmit our proposal with updated information. Revised proposal with updated information will be submitted to Bangladesh Securities and Exchange Commission very soon.

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 16th AGM and being eligible for re-election as per Article 114, all of them have offered themselves for re-election:

1. Mrs. Marium Akhter
2. Mr. Latiful Bari
3. Mr. Amir Hamza Sarker
4. Mr. Md. Abdul Awal

Appointment of Auditors:

M/s. ARTISAN, Chartered Accountants will retire in 16th Annual General Meeting. But they have expressed their willingness for re-appointment for the next term. The Board of Directors has recommended to the Members for their consideration of re-appointment of M/s. ARTISAN, Chartered Accountants.

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 prudence 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:

In recent years, the Insurance Development & Regulatory Authority has 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.

Total 46 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 Sadharan Bima Corporation may push the Company in to a high risk. However, we are optimistic that the Macro economy will be accelerated by all factors. Government will take all possible steps to accelerate the trade, commerce, investment to maintain the increasing trend of export and remittance. Political stability is desirable Government should diversify export by pharmaceuticals, ship building, ceramic, leather, foot wear and other non traditional products. Connectivity by Road & Railway amongst SAARC Countries may lead the trade which is encouraging. Government support to business entrepreneur should be increased by gas & power supply, infrastructure facilities with fiscal incentives. The Board of Directors of the Company has advised the management team to maintain spirit to overcome the coming challenges.

Gratitude:

The Board of Directors expresses its profound gratitude and thanks to the Ministry of Finance, Ministry of Commerce, the Insurance Development & Regulatory Authority, Bangladesh Securities and Exchange Commission, Registrar of Joint Stock Companies and Firms, Sadharan Bima Corporation, all Commercial Banks, Financial Institutions, and all valued clients of the Company for their whole hearted support, co-operation & guidance at various stages of the Company.

The Board also put on record the remarkable contributions of the Chairman, Vice-chairperson, Executive Committee, Claim Committee and Audit Committee of the Company for all round prosperity & success of the Company.

The Member of the Board of Directors express their sincere thanks and appreciation of the services rendered by all employees of the Company and hope that they will continue 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 : 25 July, 2016

Sd/-
(Md. Shamsur Rahman)
Chairman

Auditors' Report to the Shareholders of Express Insurance Limited

We have audited the accompanying statement of financial position of Express Insurance Limited as at 31st December 2015, the statement of comprehensive income, statement of appropriation account, related revenue accounts as well as statement of cash flow and statement of changes in equity and notes to the financial statements for the year then ended.

The Managements' Responsibility for the Financial Statements

The Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRSs) and internal control system as management determines necessary to enable the preparation of the financial statements that are free from material misstatement arising from any error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BASs). Those Standards require that we comply with ethical requirements and plan and perform to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit involves performing procedure to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of the material misstatement of the financial statements, whether due to error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis of our audit opinion.

Opinion :

In our opinion, the financial positions read in conjunction with our remarks appended to the notes to the accounts, the financial position prepared in accordance with Bangladesh Accounting Standards (BAS) give a true and fair view of the state of the company's affairs as at 31st December 2015 and of the results of its operations and its cash flows for the year then ended and comply with the Companies Act, 1994, the Insurance Act, 2010 The Securities & Exchange Rules, 1987, regulations its financial performance for the period then ended in accordance with Bangladesh Financial Reporting Standards (BFRSs) and other applicable laws.

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 purposes of our audit and made due verification thereof;
- b) In our opinion, proper books of accounts as required by law have been kept by the company as far as it appeared from our examination of those books;
- c) The Company's Statement of Financial Position, Statement of Comprehensive Income and its cash flows dealt with by the report is in agreement with the books of account;
- d) The expenditure incurred was for the purpose of the company's business;
- e) As per Section 63 (2) of the Insurance Act, 2010 as amended, we certify that to the best of our knowledge and belief and according to the information and explanations given to us, all expenses of management wherever incurred and whether directly or indirectly, in respect of insurance business of the company transacted in Bangladesh during the year under report have been fully debited to the Revenue Accounts and the Comprehensive Income of the company; and
- f) As per Insurance Act, 2010, we certify that according to the best of our information and as shown by its books, during the year under report, the Company has not paid any person any commission in any form outside Bangladesh in respect of any business re-insured abroad.

Dhaka: 24 May, 2016


ARTISAN

Chartered Accountants

STATEMENT OF FINANCIAL POSITION

EQUITY AND LIABILITIES	NOTES	Amount in BDT	
		As at 31st December	
		2015	2014
Share Capital	3	391,184,640	325,987,200
Reserve for exceptional losses	4	153,594,241	138,594,241
Revaluation surplus/reserve	5	101,217,446	103,283,108
Profit & loss appropriation account		47,927,467	69,553,885
Total equity		693,923,794	637,418,434
Balance of funds and accounts:	6	106,762,269	111,447,413
Current liabilities			
Premium Deposit	7	2,544,198	3,259,201
Outstanding claims whether due or intimated	8	5,991,668	3,652,323
Amount due to other persons or bodies carrying on insurance business	9	94,075,012	112,392,925
Sundry Creditors	10	10,393,563	17,943,113
Deferred Tax Liability	11	127,926	132,255
Provision for Income Tax	12	118,621,223	88,616,894
Total current liabilities		231,753,590	225,996,711
TOTAL EQUITY AND LIABILITIES		1,032,439,653	974,862,558

* Annexed notes 1 to 31 form an integral part of the Financial Statements.

Dhaka.

Dated: 24 May, 2016


Chairman


Director

AS AT 31st DECEMBER-2015

PROPERTY AND ASSETS	NOTES	Amount in BDT	
		As at 31st December	
		2015	2014
Investment	13	61,366,079	58,796,417
Interest accrued	14	10,255,853	12,751,125
Amount due from other persons or bodies carrying on insurance business	15	130,959,483	106,357,577
Sundry debtors (including advances, deposits and pre-payment)	16	180,187,420	140,453,574
Cash and cash equivalent	17	480,925,621	481,643,640
Fixed assets (At cost/Revaluation less depreciation)	18	167,737,737	174,143,755
Stock of stationery		307,850	301,780
Insurance stamps in hand		699,610	414,690
TOTAL PROPERTY AND ASSETS		1,032,439,653	974,862,558



Director



Chief Executive Officer



ARTISAN

Chartered Accountants

STATEMENT OF COMPREHENSIVE INCOME

PARTICULARS	NOTES	Amount in BDT	
		As at 31st December	
		2015	2014
Directors' fees	22	1,705,000	1,685,000
Audit fees		144,750	154,000
Donation & subscription		325,000	395,500
Company contribution to PF		1,691,908	1,546,672
Interest on Lease Rental		-	307,052
Incentive Bonous		-	5,670,545
Group Insurance		466,203	496,469
Managers Conference & Picnic		3,083,816	2,009,317
Legal & professional fees		529,807	1,226,375
Depreciation		8,102,078	8,964,707
Registration fees		4,267,814	3,389,914
Advertisement & Publicity		566,700	732,768
Expenses of management (not applicable to any particular fund and account)		20,883,076	26,578,319
Loss on Revaluation of share		1,330,338	-
Balance for the period carried to statement of appropriation account		86,505,360	115,789,736
Total		108,718,774	142,368,055

STATEMENT OF APPROPRIATION ACCOUNT

PARTICULARS	NOTES	Amount in BDT	
		As at 31st December	
		2015	2014
Reserve for exceptional losses	4	15,000,000	20,000,000
Provision for income tax	21	30,000,000	30,000,000
Balance Transferred to Statement of Financial Position		47,927,467	69,553,885
Total		92,927,467	119,553,885
Earning Per Share (EPS)	2(B)	1.44	2.64

* Annexed notes 1 to 31 form an integral part of the Financial Statements.

Dhaka.

Dated: 24 May, 2016


Chairman


Director

FOR THE PERIOD ENDED 31st DECEMBER, 2015

PARTICULARS	NOTES	Amount in BDT	
		As at 31st December	
		2015	2014
Interest, Dividend and Rents (not applicable to any particular fund or account)	19	41,701,275	45,893,907
Profit/(loss) transferred from revenue accounts	20	67,017,499	96,474,148
Total		108,718,774	142,368,055

FOR THE PERIOD ENDED 31st DECEMBER, 2015

PARTICULARS	NOTES	Amount in BDT	
		As at 31st December	
		2015	2014
Balance from last year	23	6,422,107	3,764,149
Net profit for the period brought down		86,505,360	115,789,736
Total		92,927,467	119,553,885


Director


Managing Director


ARTISAN
Chartered Accountants

CONSOLIDATED INSURANCE REVENUE ACCOUNT

PARTICULARS	NOTES	Amount in BDT	
		As at 31st December	
		2015	2014
Claims under policies less re-insurances:			
Paid during the period	25	25,734,308	17,196,958
Total estimated liability in respect of outstanding claims at the end of the period whether due or intimated		5,991,668	3,652,323
		31,725,976	20,849,281
Less: Claims outstanding at the end of the previous period		3,652,323	6,630,243
		28,073,653	14,219,038
Agency Commission		59,574,398	60,172,733
Expenses of Management	26	155,636,001	152,196,088
Balance of account at the end of the period as shown in Balance Sheet	6	106,762,269	111,447,413
Profit transferred to Profit & Loss Account	27	67,017,499	96,474,148
Total		417,063,820	434,509,420

* Annexed notes 1 to 31 form an integral part of the Financial Statements.

Dhaka.

Dated: 24 May, 2016


Chairman


Director

FOR THE PERIOD ENDED 31st DECEMBER, 2015

PARTICULARS	NOTES	Amount in BDT	
		As at 31st December	
		2015	2014
Balance of account at the beginning of the period :			
Reserve for unexpired risks		111,447,413	105,920,478
Premium less re-insurance	24	266,424,543	278,492,468
Commission on re-insurance ceded		39,191,864	50,096,474
Total		417,063,820	434,509,420



Director



Managing Director



ARTISAN
Chartered Accountants

FIRE INSURANCE REVENUE ACCOUNT

PARTICULARS	NOTES	Amount in BDT	
		As at 31st December	
		2015	2014
Claims under policies less re-insurances:			
Paid during the period	25	7,308,581	119,527
Total estimated liability in respect of outstanding claims at the end of the period whether due or intimated		1,834,232	2,046,028
		9,142,813	2,165,555
Less: Claims outstanding at the end of the previous period		2,046,028	2,508,648
		7,096,785	(343,093)
Agency Commission		15,378,257	20,197,911
Expenses of Management	26	45,852,359	52,711,792
Balance of account at the end of the period as shown in the Balance Sheet			
Reserve for unexpired risks being 40% of premium income of the period	6	17,376,134	27,118,009
Profit transferred to Profit & Loss Account		4,913,489	13,961,980
Total		90,617,024	113,646,599

*Annexed notes 1 to 31 form an integral part of the Financial Statements.

Dhaka.

Dated: 24 May, 2016


Chairman


Director

FOR THE PERIOD ENDED 31st DECEMBER, 2015

PARTICULARS	NOTES	Amount in BDT	
		As at 31st December	
		2015	2014
Balance of account at the beginning of the period :			
Reserve for unexpired risks		27,118,009	22,617,349
Premium less re-insurances	24	43,440,334	67,795,022
Commission on re-insurances ceded		20,058,681	23,234,228
Total		90,617,024	113,646,599


Director


Managing Director


ARTISAN
Chartered Accountants

MARINE INSURANCE REVENUE ACCOUNT

PARTICULARS	NOTES	Amount in BDT	
		As at 31st December	
		2015	2014
Claims under policies less re-insurances:			
Paid during the period	25	682,462	125,484
Total estimated liability in respect of outstanding claims at the end of the period whether due or intimated		296,936	820,530
		979,398	946,014
Less: Claims outstanding at the end of the previous period		820,530	1,850,000
		158,868	(903,986)
Agency Commission		31,287,550	31,054,945
Expenses of Management	26	73,425,932	74,749,123
Balance of account at the end of the period 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 period:			
Cargo	6.01	57,316,116	61,953,062
Hull		320,753	84,043
		57,636,869	62,037,105
Profit transferred to Profit & Loss Account		58,169,760	73,604,455
Total		220,678,979	240,541,642

* Annexed notes 1 to 31 form an integral part of the Financial Statements.

Dhaka.

Dated: 24 May, 2016


Chairman


Director

FOR THE PERIOD ENDED 31st DECEMBER, 2015

PARTICULARS	NOTES	Amount in BDT	
		As at 31st December	
		2015	2014
Balance of account at the beginning of the period :			
Reserve for unexpired risks		62,037,105	62,706,556
Premium less re-insurances	24	143,611,044	154,966,698
Commission on re-insurances ceded		15,030,830	22,868,388
Total		220,678,979	240,541,642


Director


Managing Director


ARTISAN
Chartered Accountants

MOTOR INSURANCE REVENUE ACCOUNT

PARTICULARS	NOTES	Amount in BDT	
		As at 31st December	
		2015	2014
Claims under policies less re-insurances:			
Paid during the period	25	16,970,561	16,514,309
Total estimated liability in respect of outstanding claims at the end of the period whether due or intimated		3,860,500	785,765
		20,831,061	17,300,074
Less: Claims outstanding at the end of the previous period		785,765	2,137,734
		20,045,296	15,162,340
Agency Commission		10,223,340	7,798,264
Expenses of Management	26	30,351,512	20,459,148
Balance of account at the end of the period as shown in the Balance Sheet			
Reserve for unexpired risks being 40% of premium income of the period	6	29,276,171	21,003,770
Profit transferred to Profit & Loss Account		4,382,258	6,205,046
Total		94,278,577	70,628,568

* Annexed notes 1 to 31 form an integral part of the Financial Statements.

Dhaka.

Dated: 24 May, 2016


Chairman


Director

FOR THE PERIOD ENDED 31st DECEMBER, 2015

PARTICULARS	NOTES	Amount in BDT	
		As at 31st December	
		2015	2014
Balance of account at the beginning of the period :			
Reserve for unexpired risks		21,003,770	18,012,431
Premium less re-insurances	24	73,190,428	52,509,426
Commission on re-insurances ceded		84,379	106,711
Total		94,278,577	70,628,568


 Director


 Managing Director


 ARTISAN
 Chartered Accountants

MISCELLANEOUS INSURANCE REVENUE ACCOUNT

PARTICULARS	NOTES	Amount in BDT	
		As at 31st December	
		2015	2014
Claims under policies less re-insurances:			
Paid during the period	25	772,704	437,638
Total estimated liability in respect of outstanding claims at the end of the period whether due or intimated		-	-
		772,704	437,638
Less: Claims outstanding at the end of the previous period		-	133,861
		772,704	303,777
Agency Commission		2,685,251	1,121,613
Expenses of Management	26	6,006,198	4,276,025
Balance of account at the end of the period as shown in the Balance Sheet			
Reserve for unexpired risks being 40% of premium income of the period	6	2,473,095	1,288,529
Profit transferred to Profit & Loss Account		(448,008)	2,702,667
Total		11,489,240	9,692,611

*Annexed notes 1 to 31 form an integral part of the Financial Statements.

Dhaka.

Dated: 24 May, 2016


Chairman


Director

FOR THE PERIOD ENDED 31st DECEMBER, 2015

PARTICULARS	NOTES	Amount in BDT	
		As at 31st December	
		2015	2014
Balance of account at the beginning of the period :			
Reserve for unexpired risks		1,288,529	2,584,142
Premium less re-insurances	24	6,182,737	3,221,322
Commission on re-insurances ceded		4,017,974	3,887,147
Total		11,489,240	9,692,611


Director


Managing Director


ARTISAN
Chartered Accountants

Express Insurance Ltd.
Statement Of Cash Flows
FOR THE YEAR ENDED 31st DECEMBER, 2015

	Amount in BDT	
	For the year ended 31st Dec.	
	2015	2014
A. Cash flow from operating activities:		
Collection from premium and other income	409,894,112	441,584,235
Payment for Management Expense, Re-insurance and Claims	(363,416,141)	(312,296,163)
Income Tax paid	(39,868,630)	(32,508,475)
Net Cash Generated from Operating Activities	6,609,341	96,779,597
B. Cash Flow From Investing Activities :		
Fixed Assets Acquired	(1,696,060)	(3,978,542)
Investment in NIB	-	(2,600,000)
Investment in CMM AC.	(3,900,000)	-
Investment in Share	-	(44,720)
Security Deposit & Advances	(1,731,300)	(1,888,140)
Net Cash Used in Investing Activities	(7,327,360)	(8,511,402)
C. Cash Flow From Financing Activities :		
Cash dividend paid	-	(65,197,440)
Net Cash Used From Financing Activities	-	(65,197,440)
D. Net Increase in Cash and Cash Equivalents (A+B+C)	(718,019)	23,070,755
E. Cash & Cash Equivalent at the begening of the year	481,643,640	458,572,885
F. Cash & Cash Equivalent at the end of the year (D+E)	480,925,621	481,643,640

* Annexed notes 1 to 31 form an integral part of the Financial Statements.

Dhaka.

Dated: 24 May, 2016


Chairman


Director


Director


Managing Director



ARTISAN
Chartered Accountants

STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31st DECEMBER, 2015

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 1 st January, 2015	325,987,200	-	69,553,885	138,594,241	103,283,108	-	637,418,434
Addition during the year	65,197,440	-	41,505,360	15,000,000	-	-	121,702,800
Cash Dividend	-	-	-	-	-	-	-
Stock Dividend	-	-	(65,197,440)	-	-	-	(65,197,440)
Prior year adjustment (Brokerage Comm.)	-	-	-	-	-	-	-
Reserve Transfer	-	-	2,065,662	-	(2,065,662)	-	-
31st December, 2015 Total	391,184,640	-	47,927,467	153,594,241	101,217,446	-	693,923,794
Balance as on 1 st January, 2014	325,987,200	-	70,003,266	118,594,241	105,390,927	22,415,621	642,391,255
Addition during the year	-	-	65,789,736	20,000,000	-	-	85,789,736
Cash Dividend	-	-	(65,197,440)	-	-	-	(65,197,440)
Stock Dividend	-	-	-	-	-	-	-
Prior year adjustment (Brokerage Comm.)	-	-	(3,149,496)	-	-	-	(3,149,496)
Reserve Transfer	-	-	2,107,819	-	(2,107,819)	(22,415,621)	(22,415,621)
31st December, 2014 Total	325,987,200	-	69,553,885	138,594,241	103,283,108	-	637,418,434

Dhaka.

Dated: 24 May, 2016


Chairman


Director


Director


Managing Director


ARTISAN
Chartered Accountants

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31st DECEMBER, 2015

01. 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. However, the Registration to carry on Insurance Business obtained from the Controller of Insurance, Government of Peoples Republic of Bangladesh on May 18, 2000.

Nature of Business:

The primary objectives of the Company are to carry on all kinds of insurance, guarantee and indemnity

02. 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 Bangladesh Financial Reporting Standards (BFRSs) with reference to disclosures of accounting policies and valuation of investment.

ii) Basis of presentation:

The Balance Sheet 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, Profit and Loss Account 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 BAS-7.

iii) Method:

The Financial statements have been drawn on accrual basis.

iv) Other:

- Figures have been rounded off to the nearest Taka.
- Last year's figures have been rearranged and adjusted wherever considered necessary to conform to the standard accounting practice.

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 BAS-33. The calculation of Earning per Share as under:

	31.12.2015 Taka	31.12.2014 Taka
Profit before Tax	86,505,360	115,789,736
Less : Provision for income tax	(30,000,000)	(30,000,000)
Profit after Tax	56,505,360	85,789,736
Number of Ordinary Shares	39,118,464	32,598,720
Earning Per share (EPS)	1.44	2.64

C) Cash flow statement:

Cash flow statement prepared in accordance with BAS-7 under Direct Method.

D) Revenue recognition [BAS-18]:

- 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 2014 to June 2015 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 recognized as income at the earlier of Cover Notes converted into Policy or after expiry of two years of Cover Notes in accordance with SBC's Circular.
- iv) Interest on Fixed Deposit Receipts (FDR) and National Investment Bond (NIB) are recognized as revenue on accrual basis.
- vi) 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, Festival bonus, incentive bonus and group insurance policy which have been accounted for the accordance with the provision of Bangladesh Accounting Standard (BAS)-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.

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 on newly acquired assets is charged for the full period irrespective of the dates of acquisition, 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	10%
Electrical Equipments	15%
Air Conditioner	15%
Motor Vehicle	20%
Telephone Installation	20%
Office Decoration	15%
Computer	15%
Crockeries & Cutleries	15%

- 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 amounts not exceeding their book value.

I) Related Party Transactions [BAS-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 always 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) 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 and as per the provision of "The International Accounting Standards Committee (IASC).

ii) Reporting period:

Financial Statement of the Company covers on calendar period from 1st January 2015 to 31st December 2015.

iii) Reporting Currency and Level Precision:

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

iv) Comparative Information:

Comparative information have been disclosed in respect of the period from 1st January 2014 to 31st December 2014 for all numerical information in the Financial Statements and also the narrative and descriptive information when it is relevant for understanding of the current period's financial statements.

Figures of the period from 1st January 2014 to 31st December 2014 have been rearranged whenever considered necessary to ensure comparability with the current period.

v) Components of the Financial Statements:

According to the Bangladesh Accounting Standard (BAS) 1 "Presentation of Financial Statements" the complete set of Financial Statements include the following components:

- Statement of financial position as at December 31, 2015.
- Statement of comprehensive income and Profit and Loss appropriation account for the year ended December 31, 2015.
- Related Revenue Accounts for the year ended December 31, 2015.
- Statement of Changes in Equity.
- Cash Flow Statement for the year ended December 31, 2015.
- Accounting Policies and Explanatory notes for the year ended December 31, 2015.

03.0 Share Capital:**3.01 Authorised Share Capital**

75,000,000 ordinary shares of Tk.10 each.

3.02 Issued, subscribed and Paid up Capital

Issued against Cash

Issued against Bonus Share

Total (39,118,764 ordinary shares of Tk.10 each.)

Amount in BDT	
As at 31st December	
2015	2014
750,000,000	750,000,000
325,987,200	325,987,200
65,197,440	-
391,184,640	325,987,200

During the year 2015, Total 6,519,744 numbers of shares has been issued as stock dividend.

Shares holding position of Sponsors Directors and Sponsors Share Holders as on 31st December-2015 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. Shamsur Rahman	Ordinary	3,111,736	Tk. 10 each	31,117,360	7.95
2	Md. Abdul Awal	Ordinary	3,600,630	Tk. 10 each	36,006,300	9.20
3	Marium Akhter	Ordinary	2,785,748	Tk. 10 each	27,857,480	7.12
4	Syed Al Farooque	Ordinary	4,326,715	Tk. 10 each	43,267,150	11.06
5	Khalilur Rahman Chowdhury	Ordinary	3,882,350	Tk. 10 each	38,823,500	9.92
6	Farida Razzak	Ordinary	3,926,572	Tk. 10 each	39,265,720	10.04
7	Md. Mazakat Harun	Ordinary	1,370,880	Tk. 10 each	13,708,800	3.50
8	Altaf Hossain Sarker	Ordinary	1,533,335	Tk. 10 each	15,333,350	3.92
9	Mahfuza younus	Ordinary	1,370,880	Tk. 10 each	13,708,800	3.50
10	A. B. M Kaiser	Ordinary	3,328,982	Tk. 10 each	33,289,820	8.51
11	Amir Hamza Sarker	Ordinary	2,904,169	Tk. 10 each	29,041,690	7.42
12	Al-haj Mohammad Younus	Ordinary	2,866,954	Tk. 10 each	28,669,540	7.33
13	Halima Harun	Ordinary	1,740,857	Tk. 10 each	17,408,570	4.45
14	Sultana Jahan	Ordinary	997,776	Tk. 10 each	9,977,760	2.55
15	Latiful Bari	Ordinary	1,370,880	Tk. 10 each	13,708,800	3.50
			39,118,464		391,184,640	100

Amount in BDT

As at 31st December	
2015	2014

Statement of Fixed Deposit Receipt of different banks for deposit of Paid Up Capital of Tk. 391,184,640.00 is shown below:

1	AB Bank Ltd.	8,500,000	8,000,000
2	Al-Arafah Islami Bank Ltd.	33,000,000	29,400,000
3	Bank Asia Ltd.	29,000,000	20,000,000
4	BD. Commerce Bank Ltd.	6,090,000	8,000,000
5	BASIC Bank Ltd.	1,500,000	3,000,000
6	BRAC Bank Ltd.	2,000,000	2,000,000
7	Dhaka Bank Ltd.	22,000,000	12,000,000
8	Dutch-Bangla Bank Ltd.	8,394,640	10,000,000
9	Eastern Bank Ltd.	1,500,000	1,500,000
10	EXIM Bank Ltd.	25,000,000	20,000,000
11	First Security Bank Ltd.	9,500,000	8,000,000
12	I.F.I.C. Bank Ltd.	29,500,000	15,000,000
13	Islami Bank (BD) Ltd.	15,000,000	15,000,000
14	Janata Bank Ltd.	-	1,000,000
15	Jamuna Bank Ltd.	8,000,000	8,000,000
16	Mercantile Bank Ltd.	12,000,000	13,000,000
17	Mutual Trust Bank Ltd.	18,400,000	14,745,600
18	N.C.C. Bank Ltd.	17,500,000	10,000,000
19	National Bank Ltd.	15,500,000	17,000,000
20	One Bank Ltd.	20,000,000	10,541,600
21	Premier Bank Ltd.	14,000,000	5,000,000
22	Prime Bank Ltd.	15,000,000	14,000,000
23	Rajshahi Krishi Unn. Bank	1,000,000	1,000,000
24	Shahjalal Islami Bank Ltd.	6,000,000	6,000,000
25	Social Investment Bank Ltd.	9,000,000	10,000,000
26	Southeast Bank Ltd.	15,000,000	15,000,000
27	Standard Bank Ltd.	6,500,000	6,500,000
28	State Bank of India	1,000,000	1,000,000
29	Trust Bank Ltd.	2,000,000	2,000,000
30	United Commercial Bank Ltd.	8,000,000	8,000,000
31	Rupali Bank Ltd.	2,000,000	2,000,000
32	Uttara Bank Ltd.	4,000,000	4,000,000
33	Bank Al-Falah	300,000	300,000
34	National Investment Bond	25,000,000	25,000,000
Total		391,184,640	325,987,200

04.0 Reserve for Exceptional Losses:

An amount of Tk. 15,000,000.00 has been set aside during the period to meet Exceptional Losses as per rules for computation of profit and gains as prescribed in the 4th Schedule of the Income Tax Ordinance, 1984. Total accumulated amount now stands at Tk.153,594,241.00 While it was Tk. 138,594,241.00 in 2014.

This is made up as follows:

Opening balance	138,594,241	118,594,241
Addition during the period	15,000,000	20,000,000
Less: Adjustment	-	-
	153,594,241	138,594,241

05.0 Revaluation Surplus [BAS-16]:

The company made revaluation of its Land & Building located at Al-Razi Complex (9th & 10th Floor), 166-167, Shahid Syed Nazrul Islam Sarani, Bijoy Nagar, Dhaka-1000 as on 29-06-2011 by independent firm i.e. M/S Aziz Halim Khair Choudhury & Co. Chartered Accountants, "Bitul 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 reserve transfer 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 BAS-16. The transfer is made as follows:

Particulars of Revalued assets	Book value	Value after Valuation	Reserve transfer	Revaluation Reserve
Opening Balance (Land & Building)	40,133,508	149,870,000	6,453,384	103,283,108
Addition during the year	-	-	-	-
Reserve transfer during the year	-	-	2,065,662	(2,065,662)
Total	40,133,508	149,870,000	8,519,046	101,217,446

06.0 Balance of Fund Account:

Class of Business	Amount in BDT	
	As at 31st December	
	2015	2014
Fire	17,376,134	27,118,009
Marine (Note-6.01)	57,636,869	62,037,105
Motor	29,276,171	21,003,770
Miscellaneous	2,473,095	1,288,529
	106,762,269	111,447,413

6.01 Marine

Cargo	57,316,116	61,953,062
Hull	320,753	84,043
	57,636,869	62,037,105

07.0 Premium Deposit :

Premium Deposit	2,544,198	3,259,201
	2,544,198	3,259,201

The amount represents the balance of premium received against Cover Notes over the year for which Policies are not issued within 31st December 2015.

08.0 Estimated liability in respect of outstanding claims whether due or intimated :

Particulars	Balance as on 01.01.2015	Raised during the period	Claim paid during the period	Balance as on 31.12.2015	Remarks
Fire	2,046,028	80,080,746	80,292,542	1,834,232	
Marine	820,530	13,710,585	14,234,179	296,936	
Motor	785,765	20,327,688	17,252,953	3,860,500	
Miscellaneous	-	1,156,681	1,156,681	-	
Total	3,652,323	115,275,700	112,936,355	5,991,668	

09.0 Amount due to other persons or bodies carrying on insurance business :

Amount in BDT

	As at 31st December	
	2015	2014
Opening balance	112,392,925	115,425,732
Addition during the period	-	-
Less: Adjustment	(18,317,913)	(3,032,807)
	94,075,012	112,392,925

10.0 Sundry Creditors :

Audit fees payable	410,000	340,000
VAT payable	1,818,988	2,042,602
Employees income tax payable	-	182,450
Deposit premium	500,000	965,000
Salary and allowance payable	-	10,450,286
Bills payable	1,009,708	709,010
PF contribution	-	132,223
Car Sale Installment Received	6,581,746	3,046,330
Others Payabel	73,121	75,212
	10,393,563	17,943,113

10.01 Sundry Creditors :

Particulars	Balance as on 01 Jan. 2015	Addition during the period	Paid during the period		
Audit fees payable	340,000	130,000	60,000	410,000	340,000
VAT payable	2,042,602	1,818,988	2,042,602	1,818,988	2,042,602
Employees income tax payable	182,450	-	182,450	-	182,450
Deposit premium	965,000	-	465,000	500,000	965,000
Salary and allowance payable	10,450,286	-	10,450,286	-	10,450,286
Bills payable	709,010	1,009,708	709,010	1,009,708	709,010
PF contribution	132,223	-	132,223	-	132,223
Car Sale Installment Received	3,046,330	3,685,416	150,000	6,581,746	3,046,330
Others Payabel	75,212	-	2,091	73,121	75,212
Total	17,943,113	6,644,112	14,193,662	10,393,563	17,943,113

10.02 Audit fees payable :

	Amount in BDT	
	As at 31st December	
	2015	2014
Annual Audit Fees	60,000	60,000
Special Audit fees, 2015	70,000	-
Special Audit fees, 2014	70,000	70,000
Special Audit fees, 2013	70,000	70,000
Special Audit fees, 2012	70,000	70,000
Special Audit fees, 2011	70,000	70,000
	410,000	340,000

Special audit may be conducted by Insurance Development & Regularity Authority (IDRA).

10.03 Car Sale Instalment :

The Company has provide car facilities for its branch managers & departmental in-charge on the basis of hire purchase & instalment payment systems. As per agreement the cars will be handed over to the executives after the payment of last instalment so that the instalment received from executives is shown as sundry creditors.

10.04 Deposit Premium :

Collumbia Garments Ltd.	50,000	50,000
Collumbia Apperals Ltd.	50,000	50,000
Samuda Chemicals	400,000	400,000
A-1 Polar Ltd.	-	90,000
Micro Fiber Ltd.	-	100,000
Midland Knitwear Ltd.	-	70,000
Liberty Knitwear Ltd.	-	50,000
Orient Chemtex Ltd.	-	55,000
Gulshan Spinning Mills	-	100,000
	5,00,000	965,000

11.0 Deferred Tax as per BAS-12:**a) Deferred Tax Liability:**

Book value of depreciable fixed assets	167,737,737	174,143,755
Less: Tax base [BAS-12 (7)]	167,436,734	173,832,567
Deductible temporary differences	301,003	311,188
Effective Tax Rate	42.5%	42.5%
Deferred Tax Liability [BAS-12 (44)]	127,926	132,255

b) Deferred Tax Adjustment/Expense (Income) :

Closing deferred tax liability	127,926	132,255
Opening deferred tax liability	(132,255)	(249,149)
Total Deferred tax adjustment/expense/(Income)	(4,329)	(116,894)

Tax Rate:

The effective income tax rate of 42.5% has been considered as applicable for this Insurance Company as per Finance Act, 2012.

12.0 Provision for Income Tax :

Details are as follows:

	Amount in BDT	
	As at 31st December	
	2015	2014
Opening Balance	88,616,894	58,500,000
Addition during the year	30,000,000	30,000,000
Deferred Tax Liability Adjustment	4,329	116,894
	118,621,223	88,616,894

13.0 Investment :

a) National Investment Bond	25,000,000	25,000,000
b) Shares in Public Limited Companies	29,866,079	31,196,417
c) Corporate Money Maker Account	6,500,000	2,600,000
	61,366,079	58,796,417

- a) The amount represents statutory investment in 10 (Ten) years Government Treasury Bond with Mercantile Bank Ltd. as required under first schedule of the Insurance Act, 2010 Sec.23(b).
- b) Investment in share has been stated in the Statement of Financial Position at market value as on 31st December 2015. Difference between market value and cost price of such Investment must be considered as impairment loss and it has already been charged in the Statement of Comprehensive Income.

Total investment in shares of different Public Limited Companies are furnished below.

Sl. No	Name of the Company	Market Price per share	No of share	Average buying rate	Total value at cost	Market value
01	Al Arafa Islami Bank Ltd.	14.7	641	24	15,624	9,423
02	Aftab Auto	63.4	135,589	106	14,322,718	8,596,343
03	The City Bank Ltd.	20.4	2,649	26	69,936	54,040
04	Dhaka Bank Ltd.	19.7	23,440	15	343,392	461,768
05	Eastern Housing Ltd.	34.9	13,642	55	744,705	476,106
06	First Security Islami Bank Ltd.	8.8	14,757	8	123,670	129,862
07	ICB Islamic Bank Ltd.	4.5	400	-	-	1,800
08	IFIC Bank Ltd.	21.2	16,272	53	864,820	344,966
09	Jumuna Bank Ltd.	12	42,246	5	210,430	506,952
10	Khulna Power Company Ltd.	74.9	5,315	71	378,874	398,094
11	Keya Cosmetics Ltd.	12	66,211	27	1,808,799	794,532
12	Meghna Cement	106.9	1,500	211	316,240	160,350
13	Meghna Life Ins. Co. Ltd.	57	18,876	194	3,658,184	1,075,932
14	Mercantile Bank Ltd.	10.7	87	20	1,765	931

15	Mutual Trust Bank Ltd.	19.5	10,279	33	343,479	200,440
16	MJL Bangladesh Ltd.	94.3	136	86	11,736	12,825
17	National Bank Ltd.	9.4	58,396	20	1,142,834	548,922
18	NCC Bank Ltd.	9.1	22,622	29	662,677	205,860
19	One Bank Ltd.	15.3	27,615	22	613,922	422,509
20	Premier Bank Ltd.	8.6	121,617	27	3,291,363	1,045,906
21	Prime Life Insurance Co. Ltd.	39.3	14,721	221	3,258,513	578,535
22	RAK Ceramic Ltd.	66.9	254	151	38,280	16,993
23	Shahjalal Islami Bank Ltd.	13.5	46,035	34	1,581,216	621,472
24	Social Islami Bank Ltd.	14.4	122,727	22	2,759,647	1,767,269
25	Southeast Bank Ltd.	17.6	30,660	24	737,971	539,616
26	Standard Bank Ltd.	9.2	137,434	27	3,712,564	1,264,393
27	Summit Power Ltd.	39.7	211,517	42	8,782,099	8,397,225
28	United Commercial Bank Ltd.	21.3	5,370	61	328,061	114,381
29	United Leasing Company Ltd.	20.8	34,647	54	1,859,330	720,658
30	Uttara Bank Ltd.	22.7	17,532	63	1,103,363	397,976
Total					<u>53,086,212</u>	<u>29,866,079</u>

- c) The Company has opened two Corporate Money Maker Account with NRB Commercial Bank Ltd. for three years, where the Company invests monthly installment of Tk. 325,000.00

14.0 Interest accrued but not due :

	Amount in BDT	
	As at 31st December	
	2015	2014
Fixed Deposit with different banks	8,694,946	10,611,211
National Investment Bond	918,625	2,034,216
Corporate Money Maker AC.	642,282	106,698
	<u>10,255,853</u>	<u>12,751,125</u>

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

The amount of Tk. 130,959,483.00 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 co-insurance scheme.

Opening balance	106,357,577	97,650,566
Addition during the period	24,601,906	8,707,011
Less: Adjustment	-	-
Total	<u>130,959,483</u>	<u>106,357,577</u>

16.0 Sundry Debtors (including advances, deposits and pre-payments):

	Amount in BDT	
	As at 31st December	
	2015	2014
Advance Salary	70,000	70,000
Advance Office Rent	3,396,331	3,547,115
Security Deposit (Telephone)	159,431	159,431
Advance Income Tax & TDS	176,046,658	136,162,028
Advance to Al-Razi Complex Association	515,000	515,000
	180,187,420	140,453,574

16.01 Sundry Debtors (including advances, deposits and pre-payments):

Particulars	Balance as on 01 Jan. 2015	Addition during the period	Realized during the period	Balance as on 31 Dec. 2015
Advance Salary	70,000	-	-	70,000
Advance Office Rent	3,547,115	1,731,300	1,882,084	3,396,331
Security Deposit (Telephone)	159,431	-	-	159,431
Advance Income Tax & TDS	136,162,028	40,014,630	130,000	176,046,658
Advance to Al-Razi Complex Association	515,000	-	-	515,000
	140,453,574	41,745,930	2,012,084	180,187,420

17.0 Cash & cash equivalent :

01. Fixed Deposit with Banks (Note-17.01)	453,191,593	447,393,140
02. Balance with banks (STD & CD)	24,979,694	32,896,274
03. Current Account with Share Broker	-	693
04. Cash in hand (including cash at branches)	2,754,334	1,353,533
	480,925,621	481,643,640

17.01 Fixed deposit with banks

01	Al Arafah Islami Bank Ltd.	33,000,004	33,000,004
02	Bank Alfalah Ltd.	2,800,000	2,800,000
03	Arab Bangladesh Bank Ltd.	8,500,000	7,528,881
04	Agrani Bank Ltd	-	1,000,000
05	BD. Development Bank Ltd	1,000,000	1,000,000
06	BD. Commerce Bank Ltd.	6,090,000	7,090,350
07	Bank Asia Ltd.	29,000,000	31,500,000
08	BASIC Bank Ltd.	1,500,000	3,000,000
09	BRAC Bank Ltd.	2,955,978	2,955,978
10	The City Bank Ltd.	2,000,000	1,000,000
11	Dhaka Bank Ltd.	22,000,000	16,000,000
12	Dutch Bangla Bank Ltd.	11,652,816	11,652,816
13	Eastern Bank Ltd.	1,500,000	1,500,000
14	Exim Bank Ltd.	25,000,000	26,000,001
15	First Security Islami Bank Ltd.	9,500,000	7,500,000

16	I.F.I.C Bank Ltd.	29,500,000	36,105,810
17	Islami Bank (BD) Ltd.	18,701,544	25,860,704
18	Jamuna Bank Ltd.	12,368,400	10,868,400
19	Marcentile Bank Ltd.	12,600,001	11,600,000
20	Mutual Trust Bank Ltd.	18,400,000	21,740,059
21	Midland Bank Ltd.	7,000,000	5,000,000
22	Modhumoti Bank Ltd.	2,000,000	2,000,000
23	National Bank Ltd.	15,500,000	14,500,000
24	NCC Bank Ltd.	17,500,000	12,000,000
25	NRB Global Bank Ltd.	2,000,000	2,500,000
26	NRB Com. Bank Ltd.	6,325,000	1,325,000
27	One Bank Ltd.	20,041,600	24,541,600
28	Premier Bank Ltd.	14,000,000	14,000,000
29	Prime Bank Ltd.	15,000,000	16,000,000
30	Pubali Bank Ltd.	4,500,000	4,500,000
31	Rajshahi Krishi Unn. Bank	1,000,000	1,000,000
32	Rupali Bank Ltd.	4,000,000	3,013,224
33	Social Islami Bank Ltd.	9,900,000	10,502,500
34	Shahjalal Islami Bank Ltd.	8,800,000	5,800,000
35	Southeast Bank Ltd.	27,000,000	22,007,813
36	Standard Bank Ltd.	17,000,000	12,000,000
37	State Bank of India	1,000,000	1,000,000
38	South Bangla Agriculture & Commerce Bank Ltd.	3,000,000	2,000,000
39	Trust Bank Ltd.	3,000,000	2,000,000
40	The Farmers Bank Ltd.	500,000	-
41	United Com. Bank Ltd.	16,000,000	12,000,000
42	Uttara Bank Ltd.	7,056,250	7,000,000
43	Union Bank Ltd.	1,000,000	11,000,000
44	First Finance Ltd.	2,000,000	2,000,000
		453,191,593	447,393,140

18.0 Fixed Assets :

	Amount in BDT	
	As at 31st December	
	2015	2014
Property, plant and equipment	167,737,737	174,143,755
	167,737,737	174,143,755

Detail of Fixed Assets Schedule is shown in the **Annexure – A**.

19.0 Interest, Dividend and Rents :

Interest Income (Note-19.01)	40,971,274	45,384,040
Dividend Income	730,001	495,210
Other Income	-	14,657
Total	41,701,275	45,893,907

19.01 Interest Income :

National Investment Bond	1,863,509	3,761,216
Fixed Deposit Receipts	37,616,559	40,100,388
STD and Savings Account	954,622	1,416,738
Corporate Money Maker AC (DPS)	536,584	105,698
	40,971,274	45,384,040

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

20.0 Profit and loss transferred from revenue account:

	Amount in BDT	
	As at 31st December	
	2015	2014
Fire	4,913,489	13,961,980
Marine	58,169,760	73,604,455
Motor	4,382,258	6,205,046
Miscellaneous	(448,008)	2,702,667
	67,017,499	96,474,148

21.0 Provision for Income Tax Expense :

Current Provision	30,000,000	30,000,000
Deferred Tax expenses/(Income) [Note 12.b]	-	-
	30,000,000	30,000,000

22.0 Directors attendance fees:

Sl. No	Name of Directors	No. of Meeting attended	Fee per Meeting	Total Fees	Total Fees
01	Md. Shamsur Rahman	31	5,000	155,000	140,000
02	Md. Abdul Awal	41	5,000	205,000	175,000
03	Marium Akhter	27	5,000	135,000	125,000
04	Syed Al Farooque	32	5,000	160,000	180,000
05	Khalilur Rahman Chowdhury	35	5,000	175,000	180,000
06	Farida Razzak	31	5,000	155,000	205,000
07	Md. Mazakat Harun	38	5,000	190,000	220,000
08	Latiful Bari	36	5,000	180,000	180,000
09	Mahfuza younus	28	5,000	140,000	150,000
10	Sultana Jahan	19	5,000	95,000	80,000
11	Amir Hamza Sarker	23	5,000	115,000	50,000
				1,705,000	1,685,000

22.01 Directors attendance fees:

Sl. No	Name of Directors	Details of attendance				Total
		Board	EC	Claim	Audit	
01	Md. Shamsur Rahman	11	04	10	06	31
02	Md. Abdul Awal	12	12	12	05	41
03	Marium Akhter	10	10	-	07	27
04	Syed Al Farooque	11	10	11	-	32
05	Khalilur Rahman Chowdhury	12	06	12	05	35
06	Farida Razzak	10	09	09	03	31
07	Md. Mazakat Harun	12	12	07	07	38
08	Latiful Bari	12	12	12	-	36
09	Mahfuza younus	11	10	-	07	28
10	Sultana Jahan	07	-	06	06	19
11	Amir Hamza Sarker	10	05	02	06	23
		118	90	81	52	341

23.0 Opening Appropriation Account Balance :

	Amount in BDT	
	As at 31st December	
	2015	2014
Balance B/D	69,553,885	70,003,266
Less: Dividend Paid	(65,197,440)	(65,197,440)
Less: Share Brokerage Commission (Prior Years Adjustment)	-	(3,149,496)
Add: Reserve Transferred	2,065,662	2,107,819
	6,422,107	3,764,149

24.0 Premium less Re-Insurance:

Premium less re-insurance (Note-24.01)	266,424,543	278,492,468
	266,424,543	278,492,468

24.01 Premium less Re-Insurance:

Class of Business	Gross Premium	Re-insurance Ceded	Net Premium
Fire	111,505,344	68,065,010	43,440,334
Marine Cargo	187,049,661	43,559,370	143,490,291
Marine Hull	547,995	427,242	120,753
Motor	73,503,816	313,388	73,190,428
Miscellaneous	27,684,184	21,501,447	6,182,737
Total amount	400,291,000	133,866,457	266,424,543
Total amount (as on 31st Dec. 2014)	420,337,026	141,844,558	278,492,468

25.0 Claim Paid under Policies less Re-Insurance:

Claim Paid under Policies less Re-insurance (Note-25.01)	28,073,653	18,078,243
	28,073,653	18,078,243

25.01 Claim Paid under Policies less Re-Insurance:

Class of Business	Paid	Outstanding at the end of the year	Outstanding at the beginning of the year	Net Paid
Fire	7,308,581	1,834,232	(2,046,028)	7,096,785
Marine Cargo	682,462	296,936	(820,530)	158,868
Motor	16,970,561	3,860,500	(785,765)	20,045,296
Miscellaneous	772,704	-	-	772,704
Total amount	25,734,308	5,991,668	(3,652,323)	28,073,653
Total amount (31.12.2014)	17,196,958	3,652,323	(6,630,243)	18,078,243

26.0 Allocation of Management Expenses:

	Amount in BDT	
	For the year ended 31st Dec.	
	2015	2014
Salary & Allowances	84,155,480	88,899,218
Festival Bonus	14,550,870	13,631,262
Postage & Telegram	431,911	447,607
Printing & Stationery	3,918,149	3,134,665
Conveyance	5,378,963	4,127,558
Office Cleaning	315,283	183,547
Travelling	183,215	181,741
Entertainment	4,102,602	1,969,094
Repairs and Maintenance	776,371	697,434
Telephone, Trunk call & Telex	4,185,949	4,021,643
Car Maintenance	4,929,419	7,046,983
Car Allowance	15,390,000	11,000,000
Internet Charge, Photocopy	1,209,727	540,413
Office Rent	7,962,143	7,655,844
Garage Rent	460,900	427,200
Gas, Water & Electricity Expenses	2,147,002	1,882,554
Meeting and Conference	71,875	324,494
Papers and Periodicals	140,137	139,552
Rates, Taxes and Levies	345,770	900,477
Contribution, Fee and Charges	189,335	302,764
Bank Charge	762,681	755,366
Medical Expenses	-	4,215
Service Charge	634,603	415,057
Insurance Premium	271,932	354,231
Misc. Expenses/contest prizes	-	156,621
Management Expenses SBC-Fire	254,835	245,202
Management Expenses SBC-Marine	1,218,209	1,057,096
Management Expenses SBC-Motor	159,534	144,861
Management Expenses SBC-Miscellaneous	1,248,732	1,351,309
Stamp Duty consumed-Fire	83,278	89,878
Stamp Duty consumed-Motor	141,188	92,026
Stamp Duty consumed-Miscellaneous	15,908	16,176
	155,636,001	152,196,088

26.01 Managing Director's Remuneration:

Salary & Allowance	3,530,000	1,980,000
Festival Bonus	360,000	200,000
	3,890,000	2,180,000

No other remuneration or special payment except as mentioned above was made to the Managing Director during the period 2015.

26.02 Apportion of management expenses

	Amount in BDT	
	For the year ended 31st Dec.	
	2015	2014
Fire	45,852,359	52,711,792
Marine	73,425,932	74,749,123
Motor	30,351,512	20,459,148
Miscellaneous	6,006,198	4,276,025
	155,636,001	152,196,088

27.0 Related Party Disclosure [BAS-24]:**A) Particulars of Directors:**

Sl. No.	Name of Directors	Status with EIL	Entities where they have interests	Position in the Firms/Companies
01.	Md. Shamsur Rahman	Chairman	01 Golden Life Insurance Co. Ltd.	Director
			02 Paruma Shoe Ltd.	Chairman
			03 Bay Economic Zone	Chairman
			04 Bay Footwear Ltd.	Chairman
			05 Bay Leather Ltd.	Chairman
			06 Bay Tannery Unit-2	Chairman
			07 Bay Tanneries Ltd.	Managing Director
			08 Bay Rubber Ltd.	Managing Director
			09 Bay Agro Industries Ltd.	Managing Director
			10 Aziz Tanneries Ltd.	Managing Director
			11 Shalbahan Farms Ltd.	Shareholder
02.	Md. Abdul Awal	Vice -Chairman	01 Markentile Bank Ltd.	Sponsor Shareholder
			02 Synthia Securities Ltd.	Managing Director
			03 Mary King	Managing Director
03.	Syed Al Farooque	Chairman, Executive Committee	01 CAPM Venture Capital & Finance Ltd (CVCFL)	Director
			02 Wills Garments Ltd.	Managing Director
			03 Wills Fashion Ltd.	Managing Director
			04 Probal Garments Ltd.	Managing Director
			05 Wills Fashionwear (Pvt.) Ltd.	Managing Director
			06 Evershine Fashion Ltd	Managing Director
			07 Wills Properties Ltd.	Managing Director
			08 Triple A Ltd.	Managing Director
			09 Mirzapur Resort Ltd.	Managing Director
			10 Chalishnu Publications Ltd.	Managing Director
04.	Khalilur Rahman Chowdhury	Chairman, Claim Committee	01 NRB Bank Ltd.	Director
			02 Khalil Knitwear Ltd.	Chairman & MD
			03 Khalil Garments Ltd.	Chairman & MD
			04 Khalil & Khalil Investment Ltd.	Chairman & MD
			05 Ataiya Trading Corporation Ltd.	Chairman & MD
			06 Khalil Fashion Ltd.	Managing Director
			07 Al-Hera Filling Station	Proprietor
			08 K. R. C. Rabar Plantation	Proprietor
			09 K.R.C. CNG & Filling Station	Proprietor
05.	Mahafuza Younus	Chairperson, Audit Committee	01 Younus Plastic Inds. Ltd.	Director
			02 Younus Filament Inds. Ltd.	Director
			03 Sobhan Ice & Cold Storage Ltd.	Director
			04 Younus Cold Storage Ltd.	Director
			05 Younus Specialized Cold Storage Ltd.	Director
			06 Siddheswari Cold Storage Ltd.	Director
			07 Europa Cold Storage Ltd.	Director
			08 Universal Paper & Board Mills Ltd.	Director
			09 Younus Spinning Mills Ltd.	Director
			10 Nowpara Cold Storage Pvt. Ltd.	Director
			11 Garib-E-Newaz Cold Storage Pvt. Ltd.	Director
			12 Combined Food & Cold Storage Ltd.	Director
			13 Ananta Paper Mills Ltd.	Director
			14 Younus Fine Paper Mills Ltd.	Director
			15 Younus Offset Paper Mills Ltd.	Director
			16 Younus Paper Mills Ltd.	Director
			17 Sonali Paper & Board Mills Ltd.	Director
			18 Younus Newsprint Mills Ltd.	Director
			19 Sharif Cold Storage Ltd.	Director

06.	Md. Mazakat Harun	Director	20	Bikrampur Potato Flakes Inds. Ltd.	Director
			21	Quality Accessories Ltd.	Director
			01	EXIM Bank Ltd.	Sponsor Shareholder
			02	Chemitan Ltd.	Chairman & MD
			03	Chemitan Trading House	Proprietor
07.	Farida Razzak	Director	04	MAB Denim Ltd.	Managing Director
			05	MAB Spinning Ltd.	Managing Director
			01	Ideal Asset Development Ltd.	Chairperson
			02	Nandini Printing & Publication	Managing Director
08.	Mariam Akhter	Director	03	The Millennium International School	Managing Director
			01	Karim Leathers Ltd.	Director
09.	Latiful Bari	Director	02	Kamtex Ltd.	Director
			01	Rahmat Knit-Dyeing & Finishing Ltd.	Chairman
			02	Rahmat Fashion Wear Ltd.	Managing Director
			03	Rahmat Textiles Ltd.	Director
10.	Amir Hamza Sarker	Director	04	China Plastic (BD) Ltd.	Director
			01	Rahmat Spinning Mills Ltd.	Chairman
			02	Logos Wear House Ltd.	Chairman & MD
			03	Rahmat Sweaters (BD) Ltd.	Managing Director
			04	Belkuchi Spinning Mills Ltd.	Managing Director
			05	Logos Apparels Ltd.	Managing Director
			06	Rahmat Plastics & Accessories Ltd.	Director
11.	Sultana Jahan	Director	07	Logos Printing & Design	Proprietor
			-	-	-

B) Related party disclosures:

During the period, 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 BAS-24: Related party disclosure:

Name of the Party	Nature of Transaction	Nature of Relationship	Transaction value (Taka)	
			2015	2014
MAB Spinning Ltd.	Insurance Premium	Common Directorship	1,946,466	2,731,834
MAB Denim Ltd.			-	-
Chamitan Trading House			31,046	35,703
Karim Leathers Ltd.	Insurance Premium	Common Directorship	1,053,301	1,290,562
Kamtex Ltd.			181,771	181,771
K.R.C. Composite Textile Indus. Ltd.	Insurance Premium	Common Directorship	-	1,633
Khalil Garments Ltd.			-	-
Bay Tanneries Ltd.	Insurance Premium	Common Directorship	3,147,476	2,910,824
Bay Rubber Ltd.			929,021	706,270
Aziz Tanneries Ltd.			18,195	34,117
Rahmat Textiles Ltd.	Insurance Premium	Common Directorship	3,451,533	4,881,089
Rahmat Sweaters (BD) Ltd.			422,012	905,965
China Plastic (BD) Ltd.			9,011	536,652
Rahmat Knit-Dyeing & Finishing Ltd.			787,854	1,613,752
Belkuchi Spinning Mills Ltd.			656	101,916
Younus Plastic Industries Ltd.	Insurance Premium	Common Directorship	21,276	21,228
Younus Fillament Industries Ltd.			31,748	31,748
Younus Paper Mills Ltd.			3,168,660	2,681,191
Sonali Papers & Board Mills Ltd.			6,053,195	4,558,238
Younus News Print Mills Ltd.			1,386,283	1,007,613
Younus Fine Paper Mills Ltd.			1,256,929	538,402
Younus Offset Paper Mills Ltd.			90,968	50,383
Younus Spinning Mills Ltd.			404,474	1,683,022
Quality Accessories Ltd.			15,743	11,575
United Traders			77,625	98,015
Gumti Textile Ltd.	Insurance Premium	Common Directorship	132,318	136,340

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

Particulars	No. of Employees	
	31.12.2015	31.12.2014
Bellow Taka. 72,000 per year	-	-
Taka. 72,000 and above	510	490
	510	490

29.0 Corporate Tax Settlement Status :

The Company's Tax settlement status is as under :

Income Year	Assessment Year	Status	Remarks
2010	2011-2012	Settled	
2011	2012-2013	Return Submitted	Tribunal
2012	2013-2014	Return Submitted	Tribunal
2013	2014-2015	Return Submitted	
2014	2015-2016	Return Submitted	

30.0 Events after the Reporting Period:

The Board of Directors in it's 198th meeting held on 30-05-2016 recommended to the share holders for declaration of 12% dividend as cash for the year ended 31st December, 2015, which will be considered for approval of shareholders at the 16th Annual General Meeting.

31.0 General:

- The Board of Directors received no remuneration from the Company other than the Board Meetings attendance fees of Taka. 5,000.00 (Five thousand only) per meeting as per clause no-109 of Memorandum & Articles of Association of the Company.
- There was no capital expenditure commitment as on 31st December, 2015.
- There was no claim against the Company as debt as on 31st December, 2015.
- 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.

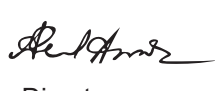
e) Contingent Liability:

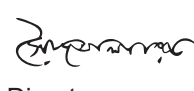
There is a demand of Tk. 982,670 by VAT authority against which the Company has filed a writ petition number 7744 of 2006 before the Hon'ble Supreme Court of Bangladesh, High Court Division. The liability is therefore contingent up on award of decision by the court.

Dhaka.

Dated: May 24, 2016


Chairman


Director


Director


Managing Director


ARTISAN
Chartered Accountants

FORM XL 2015

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	108,151,655	-	65,691,489	42,460,166	15,378,257	-	19,707,446	80,147,021	-	72,983,961	7,163,060
M/Cargo	171,581,103	-	31,820,847	139,760,256	31,287,550	-	12,698,791	11,661,161	-	11,762,710	(101,549)
M/Hull	-	-	-	-	-	-	-	-	-	-	-
Motor	71,407,150	-	281,262	71,125,888	10,223,340	-	84,379	17,184,786	-	282,392	16,902,394
Misc.	11,266,962	-	5,651,649	5,615,313	2,685,251	-	1,989,141	1,019,473	-	273,437	746,036
Total	362,406,870	-	103,445,247	258,961,623	59,574,398	-	34,479,757	110,012,441	-	85,302,500	24,709,941

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	3,353,689	-	2,373,521	980,168	-	-	351,235	145,521	-	-	145,521
M/Cargo	15,468,558	-	11,738,523	3,730,035	-	-	2,310,355	804,516	-	179,515	625,001
M/Hull	547,995	-	427,242	120,753	-	-	21,684	1,768,502	-	1,609,492	159,010
Motor	2,096,666	-	32,126	2,064,540	-	-	-	68,167	-	-	68,167
Misc.	16,417,222	-	15,849,798	567,424	-	-	2,028,833	137,208	-	110,540	26,668
Total	37,884,130	-	30,421,210	7,462,920	-	-	4,712,107	2,923,914	-	1,899,547	1,024,367

Direct Business Plus Government Business

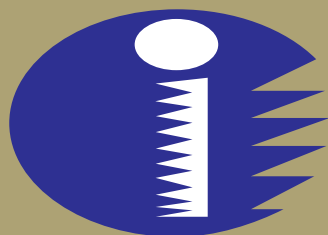
Class of Business	Premium Income				Commission		Claims				
	Gross Premium	Re-Insurance Accepted	Re-Insurance Ceded	Net Premium	Direct Business	Re-Insurance Accepted	Re-Insurance Ceded	Paid in Direct Business	Re-Insurance Accepted	Re-Insurance Ceded	Net Claim
Fire	111,505,344	-	68,065,010	43,440,334	15,378,257	-	20,058,681	80,292,542	-	72,983,961	7,308,581
M/Cargo	187,049,661	-	43,559,370	143,490,291	31,287,550	-	15,009,146	12,465,677	-	11,942,225	523,452
M/Hull	547,995	-	427,242	-	-	-	21,684	1,768,502	-	1,609,492	159,010
Motor	73,503,816	-	313,388	73,190,428	10,223,340	-	84,379	17,252,953	-	282,392	16,970,561
Misc.	27,684,184	-	21,501,447	6,182,737	2,685,251	-	4,017,974	1,156,681	-	383,977	772,704
Total	400,291,000	-	133,866,457	266,424,543	59,574,398	-	39,191,864	112,936,355	-	87,202,047	25,734,308

Dated: 24 May, 2016

Handwritten signature: *James D. [illegible]*

Managing Director

Chartered Accountants



Express Insurance Limited

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Fax : 880-2-9568616, E-mail : express_insurance@yahoo.com, Web : eilbd.com