

Private & Confidential

**Independent Auditor's Report
and
Financial Statements
of
Meghna Insurance Company Limited
As at and for the year ended December 31, 2024**

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Mahfel Huq & Co.

CHARTERED ACCOUNTANTS

The first registered accounting firm in independent Bangladesh



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

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Meghna Insurance Company Limited (the 'Company'), which comprise the Balance Sheet (Statement of Financial Position) as at December 31, 2024, and the Profit or Loss Account (Statement of Profit or Loss and Other Comprehensive Income) Profit and Loss Appropriation Account, related Revenue Accounts, Statement of Changes in Equity and statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the company as at 31 December 2024, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, the Securities and Exchange Rules 2020 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 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.

Emphasis of Matters

We draw your attention to note no. 3.14.b regarding "Workers' Participation Fund Welfare Fund" which states that Section 234 of chapter 15 of Labor Law 2006 (as amended in 2013) requires every company to establish a workers' Participation Fund and Welfare Fund. However, BFID, on behalf of the financial institutions sector has sought clarification from the labor ministry regarding the applicability of the provisions for the sector. Similarly, Bangladesh Insurance Association has corresponded with Financial Ministry on this matter requesting for exemption for Insurance Companies. As no decision has been made on such communications, the participation fund amount is yet to be distributed among the workers. We further draw your attention to note no. 39.00 regarding "Contingent Liability" which describes that there is a demand of Tk. 426,394,563 by the income tax authority for payment of tax for years from 2008 to 2021. The company filed case with Honorable High Court Division of the Honorable Supreme Court of Bangladesh. Our opinion is not modified in respect of these matters.



Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Risks	Our response to the risks
Premium Income Net general insurance premiums comprise the total premium 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. At end of the year 2024, the total net premium income of BDT 692,549,710. (2023: BDT 690,666,300)	With respect to Premium income in respect of various types of insurance we carried out the following procedures: ➤ The design and operating effectiveness of key controls around premium income recognition process. ➤ Carried out analytical procedures and recalculated premium income for the period. ➤ 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. 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. 31.00 to the financial statements.	
Property, plant and equipment This represents a significant amount in the company's statement of financial position. There is a risk of determining which costs meet the criteria for capitalization. Determining the date on which the assets is recognized to property, plant and equipment and depreciation commences. This estimation of economic useful lives and residual value assigned to fixed asset. We identified the carrying value of property, plant and equipment as a key audit matter	Our audit procedures to assess the carrying value of property, plant and equipments, include the following controls testing and substantive procedures: ➤ Assessing the design, implementation and operating effectiveness of key internal controls over the completeness, existence and accuracy of property, plant and equipments including the key internal controls over the estimation of useful economic lives and residual values; ➤ Assessing, on a sample basis, costs capitalized during the year by comparing the costs



Risks	Our response to the risks
<p>because of the high level of management judgment involved and its significance to the financial statements.</p> <p>At end of the year 2024, the company reported the carrying value of property, plant & equipment amounts BDT 240,279,268 (2023: BDT 257,277,466).</p>	<p>capitalized with the relevant underlying documentation, which included purchase agreements and invoices, and assessing whether the costs capitalized met the relevant criteria for capitalization.</p> <ul style="list-style-type: none">➤ Testing the key controls over the management's judgment in relation to the accounting estimates of the depreciable lives and residual values of property, plant and equipment.➤ Reconcile on a sample basis the additional capitalized costs for the year to the underlying invoices and supporting documents.➤ We reviewed company's capitalizations policy for compliance with IAS 16 and tested the expenditure capitalized against the capitalization policy.➤ We traced payments to supporting documents. <p>We assessed the adequacy of the disclosures of the financial statements.</p>
See note no 3.05, 13.00 to the financial statements and Annexure-A	
Estimated liability in respect of outstanding claims whether due or intimated	
<p>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.</p> <p>At end of the year 2024, the reported total balance under the head of Estimated liability in respect of outstanding claims whether due or intimated of BDT 94,569,177 (2023: BDT 49,892,578).</p>	<p>We tested the design and operating effectiveness of controls around the due and intimated claim recording process.</p> <p>We additionally carried out the following substantive testing's around this item:</p> <ul style="list-style-type: none">➤ Obtained the claim register and tested for completeness of claims recorded in the register on a sample basis.➤ Obtained a sample of claimed policy copy and cross check it with claim.➤ Obtained a sample of survey reports cross checked those against respective register balances and in case of discrepancy carried out further investigation.➤ Obtained and discussed with management about their basis for estimation and challenged their assumptions where appropriate.➤ Reviewed the claim committee meeting minutes about decision about impending claims.➤ Tested a sample of claims payments with intimation letter, survey report, bank statement, claim payment register and general ledger.



Risks	Our response to the risks
	<p>➤ Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards, Insurance Act 2010, Insurance Rules 1958 and other applicable rules and regulations and regulatory guidelines.</p>
See note no. 7.00 to the financial statements.	

Other Information

Management is responsible for the other information. The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report. The directors are responsible for the other information.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, 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 financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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



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

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

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

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

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



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Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act 1994 and the Securities and Exchange Rules 2020, Insurance Act 2010, the Insurance Rules 1958 and other applicable Laws and Regulations, we also report the following:

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

Wasequl Huq Reagan, FCA

ICAB Enrolment No. 1517

Partner

Mahfel Huq & Co.

Chartered Accountants

DVC: 2504211517A5695007

Dhaka, 20 April, 2025


Meghna Insurance Company Limited
Statement of Financial Position
As at December 31, 2024

Particulars	Notes	Amount in Taka	
		31-Dec-2024	31-Dec-2023
Shareholder's equity and liabilities			
Share capital			
Authorized share capital	4.01	1,000,000,000	1,000,000,000
Issued, subscribed and paid-up-capital	4.02	400,000,000	400,000,000
Reserve, surplus or contingency account		170,441,756	184,141,724
Reserve for exceptional losses	5.01	160,734,663	146,734,663
Reserve for unrealized gain/(loss)		(38,105,552)	(12,805,763)
Revaluation reserve		3,599,696	5,325,505
Profit or loss appropriation account	5.02	44,212,949	44,887,319
Total shareholders' equity		570,441,756	584,141,724
Balances of fund and accounts	6.00	277,648,747	279,095,203
Liabilities and provisions		581,191,287	495,075,361
Estimated liability in respect of outstanding claims whether due or intimated	7.00	94,569,177	49,892,578
Amount due to other persons or bodies carrying on insurance business	8.00	115,831,123	118,887,378
Lease liability	9.00	10,356,330	11,531,832
Premium deposit	10.00	27,557,435	29,414,217
Sundry creditors	11.00	199,904,770	175,449,576
Unpaid/ Unclaimed dividend	11.04	2,126,983	1,339,251
Provision for income tax	12.01	122,053,004	104,211,864
Provision for deferred tax	12.03	8,792,465	4,348,665
Total liabilities, fund and provisions		858,840,035	774,170,564
Total shareholders' equity and liabilities		1,429,281,791	1,358,312,288
Assets and properties			
Non-current assets		329,532,135	341,454,098
Property, plant and equipments	13.00	240,279,268	257,277,466
Intangible assets	14.00	104,978	131,222
Investments in treasury bond	15.00	89,147,889	84,045,410
Right-of-use asset	16.00	11,663,586	13,208,103
Current assets		1,088,086,070	1,003,650,087
Stock of printing, stationery & stamps	17.00	2,379,995	2,084,314
Amount due from other persons or bodies carrying on insurance business	18.00	158,811,422	147,572,267
Advance, deposit & prepayments	19.00	277,548,800	207,765,938
Interest and dividend receivable	20.00	43,858,513	29,995,996
Short term investment	21.00	525,278,854	543,490,780
Cash and cash equivalents	22.00	80,208,486	72,740,791
Total assets and properties		1,429,281,791	1,358,312,288
Net asset value per share	27.00	14.26	14.60

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

 Company Secretary
  Chief Financial Officer
  Chief Executive Officer
  Director
  Director
  Chairman

Signed as per our annexed report of even date


Wasequl Huq Reagan, FCA
 ICAB Enrolment No. 1517
 Partner

Mahfel Huq & Co.
 Chartered Accountants

DVC: 2504211517AS695007

Dhaka, 20 April, 2025

Meghna Insurance Company Limited
Statement of Profit or Loss and Other Comprehensive Income
For the year ended December 31, 2024

Particulars	Notes	Amount in Taka	
		31-Dec-2024	31-Dec-2023
Operating profit/(loss) transferred from:		61,594,349	77,392,619
Fire insurance revenue account		(10,253,640)	(36,154,686)
Marine cargo insurance revenue account		71,587,469	131,409,243
Marine hull insurance revenue account		3,154,630	(8,549,193)
Motor insurance revenue account		15,575,857	15,285,030
Miscellaneous insurance revenue account		(18,469,966)	(24,597,775)
Non-operating income		50,862,321	43,804,465
Interest /profit	25.00	43,794,355	36,077,551
Dividend income		5,220,670	3,130,473
Miscellaneous income		8,000	64,603
Other Income [PF Forfeiture]		784,076	1,641,618
Profit / (Loss) on sale of share		271,409	287,475
Profit / (Loss) on sale of assets		783,811	2,602,744
Total Income		112,456,670	121,197,084
Less: Expenses of Management (not applicable to any particular fund or account)	23.00	33,454,176	40,442,477
Less: Finance Cost	24.00	556,318	850,915
Net Profit/(Loss) before tax and WPPF		78,446,176	79,903,692
Workers' Profit Participation Fund	11.02	3,735,532	3,804,938
Net Profit after WPPF		74,710,644	76,098,755
Provision for taxation:		22,284,941	24,561,920
Current tax	12.02	17,841,141	20,146,036
Deferred tax	12.04	4,443,800	4,415,883
Profit after tax transferred to profit or loss appropriation account		52,425,703	51,536,835
Other comprehensive income			
Changes in fair value of shares	21.02	(25,391,579)	(43,057)
Revaluation Surplus		(12,805,763)	6,656,885
Total comprehensive income		14,228,361	58,150,663
Earning Per Share (EPS)	26.00	1.31	1.29

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


Company Secretary


Chief Financial Officer



Chief Executive Officer


Director


Director


Chairman

Signed as per our annexed report of even date


Wasequl Huq Reagan, FCA
ICAB Enrolment No. 1517
Partner

Mahfel Huq & Co.
Chartered Accountants

DVC: 2504211517AS695007

Dhaka, 20 April, 2025

Meghna Insurance Company Limited
Profit or Loss Appropriation Account
For the year ended December 31, 2024

Particulars	Notes	Amount in Taka	
		31-Dec-24	31-Dec-23
Net profit after tax for the year brought down		52,425,703	51,536,835
Balance brought forward from last period		44,887,319	44,019,105
Depreciation on Revaluation		899,927	1,331,380
Total		98,212,949	96,887,319
Reserve for exceptional losses		14,000,000	12,000,000
Cash Dividend		40,000,000	40,000,000
Balance transferred to statement of financial position		44,212,949	44,887,319
Total		98,212,949	96,887,319

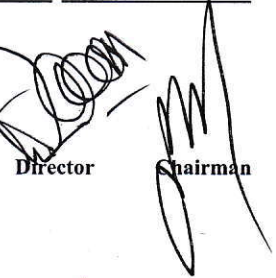
The accompanying notes from an integral part of these financial statements.


Company Secretary


Chief Financial Officer


Chief Executive Officer


Director


Chairman

Signed as per our annexed report of even date



Wasequl Huq Reagan, FCA
 ICAB Enrolment No. 1517
 Partner

Mahfel Huq & Co.
 Chartered Accountants

DVC: 2504211517AS695007

Dhaka, 20 April, 2025

Meghna Insurance Company Limited
Consolidated Revenue Account
For the year ended December 31, 2024

Particulars	Notes	Fire	Marine Cargo	Marine Hull	Motor	Miscellaneous	Total 31.12.24	Total 31.12.23
CLAIMS UNDER POLICIES LESS RE-INSURANCE :								
Paid during the period:	32.00	13,056,688	16,119,614	38,209	7,160,499	1,037,969	37,412,979	44,833,764
Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated.		35,527,901	53,718,385	-	5,322,891	-	94,569,177	49,892,578
Less: Outstanding claims at the end of the Previous year (if any)		48,584,589	69,837,999	38,209	12,483,390	1,037,969	131,982,156	94,726,342
Total Claims under Policies less Reinsurances:		38,734,609	4,797,339	-	6,360,630	-	49,892,578	59,808,301
Agency Commission		9,849,980	65,040,660	38,209	6,122,760	1,037,969	82,089,578	34,918,041
Management Expenses	33.00	33,769,068	72,672,946	96,011	8,327,928	2,250,284	117,116,237	118,987,714
Profit/(Loss) transferred to Statement of Profit or Loss and Other Comprehensive Income		133,380,307	274,738,592	1,525,293	33,020,259	32,020,606	474,685,057	562,539,412
Reserve for Unexpired Risks transferred to Balance of Funds and Account at the end of the year in the Statement of Financial Position		(10,253,640)	71,587,469	3,154,630	15,575,857	(18,469,966)	61,594,349	77,392,619
Reserve for Unexpired Risks in the Balance of Funds and Account at the beginning of the year :		62,074,403	185,615,121	1,048,106	23,979,606	4,931,511	277,648,747	279,095,203
Total		228,820,118	669,654,787	5,862,249	87,026,410	21,770,404	1,013,133,968	1,072,932,989
Reserve for Unexpired Risks in the Balance of Funds and Account at the beginning of the year :		51,339,031	191,393,833	4,714,472	27,044,352	4,603,515	279,095,203	330,207,168
Premium Less Re-insurance	31.00	155,186,009	464,037,802	1,048,106	59,949,016	12,328,778	692,549,710	690,666,300
Commission on Re-insurance ceded		22,295,079	14,223,153	99,671	33,042	4,838,111	41,489,056	52,059,521
Total		228,820,118	669,654,787	5,862,249	87,026,410	21,770,404	1,013,133,968	1,072,932,989

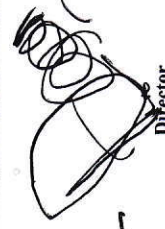
The accompanying notes form an integral part of these financial statements.


Company Secretary


Chief Financial Officer


Chief Executive Officer


Director


Director


Chairman

Signed as per our annexed report of even date

Wasequl Huq Reagan, FCA
ICAB Enrolment No. 1517
Partner

Mahfel Huq & Co.
Chartered Accountants

Dhaka, 20 April, 2025

DVC: 2504211517AS695007

Meghna Insurance Company Limited
Fire Insurance Revenue Account
For the year ended December 31, 2024

Particulars	Notes	Amount in Taka	
		31-Dec-2024	31-Dec-2023
Balance of account at the beginning of the year			
Reserve for unexpired risk	6.00	51,339,031	54,576,662
Premium less re-insurance	31.00	155,186,009	128,347,578
Commission on re-insurance ceded		22,295,079	31,024,418
Total		228,820,118	213,948,658
Claims under policies less re-insurance			
Paid during the period:		13,056,688	23,677,762
Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated.		35,527,901	38,734,609
		48,584,589	62,412,371
Less: Outstanding claims at the end of the Previous year (if any)		38,734,609	32,800,000
Total Claims under Policies less Reinsurances:	32.00	9,849,980	29,612,371
Agent commission		33,769,068	32,590,435
Expenses of management	33.00	133,380,307	136,561,507
Profit/(loss) transferred to profit or loss account		(10,253,640)	(36,154,686)
Balance of accounts at the end of the year			
Reserve for unexpired risk	6.00	62,074,403	51,339,031
Total		228,820,118	213,948,658

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


Company Secretary


Chief Financial Officer


Chief Executive Officer


Director


Director


Chairman

Signed as per our annexed report of even date


Wasequl Huq Reagan, FCA

ICAB Enrolment No. 1517

Partner

Mahfel Huq & Co.

Chartered Accountants

DVC: 2504211517AS695007

Dhaka, 20 April, 2025

Meghna Insurance Company Limited
Marine Cargo Insurance Revenue Account
For the year ended December 31, 2024

Particulars	Notes	Amount in Taka	
		31-Dec-2024	31-Dec-2023
Balance of account at the beginning of the year			
Reserve for unexpired risk	6.00	191,393,833	238,939,576
Premium less re-insurance	31.00	464,037,802	478,484,583
Commission on re-insurance ceded		14,223,153	16,138,474
Total		669,654,787	733,562,633
Claims under policies less re-insurance			
Paid during the period:		16,119,614	11,309,953
Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated.		53,718,385	4,797,339
		69,837,999	16,107,292
Less: Outstanding claims at the end of the Previous year (if any)		4,797,339	15,626,441
Total Claims under Policies less Reinsurances:	32.00	65,040,660	480,851
Agent commission		72,672,946	74,401,941
Expenses of management	33.00	274,738,592	335,876,765
Profit/(loss) transferred to profit or loss account		71,587,469	131,409,243
Balance of accounts at the end of the year			
Reserve for unexpired risk	6.00	185,615,121	191,393,833
Total		669,654,787	733,562,633

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


Company Secretary


Chief Financial Officer


Chief Executive Officer


Director


Director


Chairman

Signed as per our annexed report of even date


Wasequl Huq Reagan, FCA

ICAB Enrolment No. 1517

Partner

Mahfel Huq & Co.

Chartered Accountants

DVC: 2504211517AS695007

Dhaka, 20 April, 2025

Meghna Insurance Company Limited
Marine Hull Insurance Revenue Account
For the year ended December 31, 2024

Particulars	Notes	Amount in Taka	
		31-Dec-2024	31-Dec-2023
Balance of account at the beginning of the year			
Reserve for unexpired risk	6.00	4,714,472	626,240
Premium less re-insurance	31.00	1,048,106	4,714,472
Commission on re-insurance ceded		99,671	484,951
Total		5,862,249	5,825,663
Claims under policies less re-insurance			
Paid during the period:		38,209	184,599
Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated.		-	-
		38,209	184,599
Less: Outstanding claims at the end of the Previous period (if any)		-	-
Total Claims under Policies less Reinsurances:	32.00	38,209	184,599
Agent commission		96,011	757,346
Expenses of management	33.00	1,525,293	8,718,439
Profit/(loss) transferred to profit or loss account		3,154,630	(8,549,193)
Balance of accounts at the end of the year			
Reserve for unexpired risk	6.00	1,048,106	4,714,472
Total		5,862,249	5,825,663

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


Company Secretary


Chief Financial Officer



Chief Executive Officer


Director


Director


Chairman

Signed as per our annexed report of even date


Wasequl Huq Reagan, FCA
 ICAB Enrolment No. 1517
 Partner

Mahfel Huq & Co.
 Chartered Accountants

DVC: 2504211517AS695007

Dhaka, 20 April, 2025

Meghna Insurance Company Limited
Motor Insurance Revenue Account
For the year ended December 31, 2024

Particulars	Notes	Amount in Taka	
		31-Dec-2024	31-Dec-2023
Balance of account at the beginning of the year			
Reserve for unexpired risk	6.00	27,044,352	32,362,647
Premium less re-insurance	31.00	59,949,016	67,610,879
Commission on re-insurance ceded		33,042	9,632
Total		87,026,410	99,983,158
Claims under policies less re-insurance			
Paid during the period:		7,160,499	9,453,523
Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated.		5,322,891	6,360,630
		12,483,390	15,814,153
Less: Outstanding claims at the end of the Previous year (if any)		6,360,630	11,381,860
Total Claims under Policies less Reinsurances:	32.00	6,122,760	4,432,293
Agent commission		8,327,928	10,189,862
Expenses of management	33.00	33,020,259	43,031,622
Profit/(loss) transferred to profit or loss account		15,575,857	15,285,030
Balance of accounts at the end of the year			
Reserve for unexpired risk	6.00	23,979,606	27,044,352
Total		87,026,410	99,983,158

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


Company Secretary


Chief Financial Officer


Chief Executive Officer


Director


Chairman

Signed as per our annexed report of even date



Wasequl Huq Reagan, FCA
 ICAB Enrolment No. 1517
 Partner

Mahfel Huq & Co.
 Chartered Accountants

DVC: **2504211517AS695007**

Dhaka, 20 April, 2025

Meghna Insurance Company Limited
Miscellaneous Insurance Revenue Account
For the year ended December 31, 2024


Particulars	Notes	Amount in Taka	
		31-Dec-2024	31-Dec-2023
Balance of account at the beginning of the year			
Reserve for unexpired risk	6.00	4,603,515	3,702,043
Premium less re-insurance	31.00	12,328,778	11,508,788
Commission on re-insurance ceded		4,838,111	4,402,046
Total		21,770,404	19,612,877
Claims under policies less re-insurance			
Paid during the period:		1,037,969	207,927
Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated.		-	-
		1,037,969	207,927
Less: Outstanding claims at the end of the Previous year (if any)		-	-
Total Claims under Policies less Reinsurances:	32.00	1,037,969	207,927
Agent commission		2,250,284	1,048,130
Expenses of management	33.00	32,020,606	38,351,080
Profit/(loss) transferred to profit or loss account		(18,469,966)	(24,597,775)
Balance of accounts at the end of the year			
Reserve for unexpired risk	6.00	4,931,511	4,603,515
Total		21,770,404	19,612,877

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


Company Secretary


Chief Financial Officer



Chief Executive Officer


Director


Director


Chairman

Signed as per our annexed report of even date


Wasequl Huq Reagan, FCA
 ICAB Enrolment No. 1517
 Partner
Mahfel Huq & Co.
 Chartered Accountants
 DVC: 2504211517AS695007

Dhaka, 20 April, 2025

Meghna Insurance Company Limited
Statement of Change in Equity
For the year ended December 31, 2024

Particulars	Share Capital	Reserve for Exception Losses	Reserve for unrealized gain/(loss)	Revaluation Reserve	Profit or Loss Appropriation	Total
Balance as on January 01, 2024	400,000,000	146,734,663	(12,805,763)	5,325,505	44,887,319	584,141,724
Reserve for the year	-	14,000,000	-	-	(14,000,000)	-
Adjustment for the year	-	-	-	(825,882)	-	(825,882)
IPO Share Issue	-	-	-	-	-	-
Unrealized gain/ (loss) for Investment	-	-	(25,391,579)	-	-	(25,391,579)
Adjustment on sale of share	-	-	91,790	-	-	91,790
Dividend	-	-	-	-	(40,000,000)	(40,000,000)
Profit for the year	-	-	-	-	52,425,703	52,425,703
Depreciation on Revaluation amount	-	-	-	(899,927)	899,927	-
Balance as on December 31, 2024	400,000,000	160,734,663	(38,105,552)	3,599,696	44,212,949	570,441,756

For the year ended December 31, 2023

Particulars	Share Capital	Reserve for Exception Losses	Reserve for unrealized gain/(loss)	Revaluation Reserve	Profit or Loss Appropriation	Total
Balance as on January 01, 2023	400,000,000	134,734,663	(13,050,319)	8,700,743	44,019,104	574,404,191
Reserve for the year	-	12,000,000	-	-	(12,000,000)	-
Adjustment for the year	-	-	-	(2,043,858)	-	(2,043,858)
IPO Share Issue	-	-	-	-	-	-
Dividend	-	-	-	-	(40,000,000)	(40,000,000)
Unrealized gain/ (loss) for Investment	-	-	(43,057)	-	-	(43,057)
Adjustment on sale of share	-	-	287,613	-	-	287,613
Profit for the year	-	-	-	-	51,536,835	51,536,835
Depreciation on Revaluation amount	-	-	-	(1,331,380)	1,331,380	-
Balance as on December 31, 2023	400,000,000	146,734,663	(12,805,763)	5,325,505	44,887,319	584,141,724

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


Company Secretary


Chief Financial Officer


Chief Executive Officer


Director


Director


Chairman


Dhaka, 20 April, 2025



Meghna Insurance Company Limited
Statement of Cash Flows
For the year ended December 31, 2024


Particulars	Notes	Amount in Taka	
		31-Dec-24	31-Dec-23
Cash flows from operating activities			
Collections of premium and other income		717,886,574	729,676,506
Payments for management expense, re-insurance and claims		(618,283,186)	(712,040,792)
Income tax paid		(21,445,798)	(18,972,712)
Net Cash from operating activities		78,157,590	(1,336,998)
Cash flows from Investing activities			
Acquisition of property, plant & equipment		(358,754)	(9,202,166)
Disposal of property, plant & equipment		688,088	3,020,287
Investment & others income		35,944,584	30,528,861
Other advance paid		(48,337,064)	11,259,466
Investment in share & Others		(5,245,990)	(6,145,134)
Sales of Investment		3,657,396	6,506,459
Short term investment		(5,700,000)	10,250,000
Long Term Investment		(5,102,479)	(28,945,410)
Net Cash used in Investing activities		(24,454,219)	17,272,363
Cash flows from Financing activities			
Receipt of Short Term Loan		-	8,500,000
Repayment of Short Term Loan		-	(8,500,000)
Lease Liability		(6,167,090)	(8,025,902)
Interest Expenses		(556,318)	(850,915)
Cash dividend paid		(39,212,268)	(50,660,749)
Net cash from financial activities		(45,935,676)	(59,537,566)
Net Increase/(Decrease) in cash & cash equivalents during the period		7,767,695	(43,602,201)
Cash and cash equivalents at the beginning of the period		72,440,791	116,342,992
Cash and cash equivalents at the end of the period		80,208,486	72,740,791
Net Operating Cash Flows per Share (NOCFPS)	28.00	1.95	-0.03

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


Company Secretary


Chief Financial Officer


Chief Executive Officer


Director


Chairman

Dhaka, 20 April, 2025



Meghna Insurance Company Limited
Notes to the Financial Statements
For the year ended December 31, 2024

1.00 The company and its activities

1.01 Legal form of the company

Meghna Insurance Company Limited was incorporated with Registrar of Joint Stock Companies & Firms, Bangladesh as a public company limited by shares bearing certificate of incorporation number C- 30434(1650)/96 March 18, 1996 under the Companies Act (XVIII)1994. The company went for public issue in 2022 and shares of the company is listed on both Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE).

1.02 Registered office of the company

The registered office of the company is located at, Pritom Zaman Tower, 37/2 Purana Palton Dhaka-1000.

1.03 Principal activities and nature of the business

The principal activities of the company are to carry on all kinds of insurance, guarantee and indemnity business other than life insurance business.

2.00 Basis of preparation and presentation of financial statements

2.01 a) Basis of preparation

"The Financial Reporting Act, 2015 (FRA) was enacted in 2015. The Financial Reporting Council (FRC) under the FRA has been formed in 2017 but the Financial Reporting Standards (FRS) under this council is yet to be issued for public interest entities such as general insurance companies. As the FRS is yet to be issued as per the provisions of the FRA, The Financial Statements have been prepared on going concern and accrual basis under the historical cost convention. The preparation and presentation of the financial statements and the disclosure of information have been made in accordance with International Financial Reporting Standards (IFRSs) and the requirements of the Insurance Act 1938 (as amended in 2010), the Insurance Rules 1958 and in conformity the Companies Act 1994, the Securities and Exchange Rules 2020, and other applicable laws & regulations in Bangladesh.

The Statement of financial position has been prepared in accordance with the regulations as contained in Part-I of the First Schedule and as per Form "A" as set forth in Part-II of that Schedule. Statement of Profit or Loss and other Comprehensive Income and Profit and Loss Appropriation Account has been prepared in accordance with the regulations contained in Part-I of the second schedule and as per Form "B" & "C" as set forth in Part-II of that Schedule respectively of Insurance Act, 1938. Revenue Account of each class of general insurance business has been prepared in accordance with the regulations as contained in Part-I of the Third Schedule and as per form "F" as set forth in Part-II of that Schedule of the Insurance Act, 1938 (as amended in 2010). The classified summary of the assets has been prepared in accordance with Form "AA" as set forth in Part-II of the aforesaid Act. The Cash Flow Statement has been included as per requirements of the Securities and Exchange Commissions Rules 2020 as well as per guideline of IAS-7.

b) Compliance of International Accounting Standards (IASs) and International Financial Reporting Standards (IFRS)

In preparing and presenting financial statements, considering relevant for the significant accounting issues of the company, following IASs & IFRS have been implemented by the company, which were issued by the Institute of Chartered Accountants (ICAB) formulated in the light of the IASs & IFRS issued by the International Accounting Standards Board and the conditions and practices prevailing in Bangladesh, and valid as on the balance sheet date:

IAS 1	Presentation of Financial Statements	*
IAS 7	Statement of Cash Flows	Applied
IAS 8	Accounting Policies, Changes in Accounting Estimates and Errors	Applied
IAS 10	Events after the Reporting Period	Applied
IAS 12	Income Taxes	Applied
IAS 16	Property, Plant and Equipment	Applied
IAS 19	Employee Benefits	Applied
IAS 24	Related Party Disclosures	Applied
IAS 26	Accounting and Reporting by Retirement Benefit Plans	Applied
IAS 32	Financial Instruments: Presentation	*
IAS 33	Earning per Share	Applied
IAS 34	Interim Financial Reporting	Applied
IAS 36	Impairment of Assets	Applied
IAS 37	Provisions, Contingent Liabilities and Contingent Assets	Applied
IAS 38	Intangible Assets	Applied
IAS 40	Investment Property	Applied
IFRS 4	Insurance Contracts	*



IFRS 5 Non-currents assets held for sale and discontinued operation	Applied
IFRS 7 Financial Instruments: Disclosure	*
IFRS 8 Operating Segment	Applied
IFRS 9 Financial Instruments	*
IFRS 13 Fair Value Measurement	Applied
IFRS 16 Lease	Applied

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

2.02 Other regulatory compliance

The company also required to comply with the following laws and regulations in addition to the above-mentioned compliances:

- The Income Tax Act, 2023
- The Value Added Tax and Supplementary Duty Act, 2012
- The Value Added Tax and Supplementary Duty Rules, 2016
- Stamp Act, 1899

2.03 Going Concern

The accompanying financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business. The accompanying financial statements do not include any adjustments should the Meghna Insurance Company Limited be unable to continue as a going concern.

Financial Statements are normally prepared on the assumption that an enterprise is a going concern and will continue in operation for the foreseeable future. Hence, it is assumed that the enterprise has neither the intention nor the need to liquidate or curtail materially the scale of its operations; if such an intention or need exists, the financial statement may have to be prepared on a different basis and, if so, the basis used is disclosed.

2.04 Accrual Basis

The Company prepares its financial statements, except for cash flow information, using the accrual basis of accounting. Since the accrual basis of accounting is used, the Company recognizes items as assets, liabilities, equity, income and expenses (the elements of financial statements) when it satisfies the definitions and recognition criteria for those elements in the Framework.

2.05 Branch accounting

The company has 49 branch offices with no overseas branch as on 31st December 2024. Accounts of the branches are maintained at the head office.

2.06 Segment-Wise Performance

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 that are different from those of other business segments. The Company accounts for segment reporting of operating results using the classes of business. The performance of segments is evaluated on the basis of underwriting results of each segment. The Company has four primary business segments for reporting purposes namely fire, marine, motor and miscellaneous.

In line with the general practices, the underwriting business of the company covers fire insurance, marine insurance, and motor insurance and miscellaneous insurance businesses. Out of total premium earned, it is found that major contribution is made by the fire insurance, followed by marine insurance and miscellaneous insurance. Over-all and segment-wise performance of your company is shown in tables below:

Gross Premium Income

Year	Gross premium (in Million Taka)	Growth (%)
2024	890.35	-2.00%
2023	908.99	-16.64%
2022	1060.33	40.97%
2021	752.14	21.91%
2020	619.4	6.60%
2019	581.04	25.79%
2018	461.91	12.02%



Business Segment-wise Gross Premium Income (in Million Taka)

Business Segments	2024	2023	Growth (%)
Fire Insurance	244.93	220.66	11.00%
Marine Insurance	523.94	556.82	-5.90%
Motor Insurance	61.43	69.53	-11.65%
Miscellaneous Insurance	60.04	61.97	-3.11%

Segregation of Net Premium

Business Segments	2024		2023	
	Amount (in Million Taka)	Business Mix of Net Premium (%)	Amount (in Million Taka)	Business Mix of Net Premium (%)
Fire Insurance	155.18	22.41%	128.35	18.51%
Marine Insurance	465.08	67.16%	483.2	69.67%
Motor Insurance	59.94	8.66%	67.61	9.57%
Miscellaneous Insurance	12.32	1.78%	11.5	2.07%
Total	692.54	100.00%	693.56	100.00%

2.07 Responsibility for preparation and presentation of financial statements

The Management is responsible for the preparation and presentation of financial statements under section 183 of the Companies Act, 1994 and as per the provisions of the framework for the "Presentation of Financial Statements" of International Accounting Standard (IAS)-1.

2.08 Reporting period

Generally, the accounting period of the company is from January to December of every Gregorian calendar year. Here, the financial statements of the company have been prepared for the year ended 31st December 2024.

2.09 Components of the financial statements

According to the International Accounting Standards (IASs) 1 "Presentation of Financial Statements", the complete set of financial statements includes the following components:

- i) Statement of Financial Position
- ii) Statement of Profit or Loss Account and other Comprehensive Income.
- iii) Profit or loss Appropriation account.
- iv) Statement of Cash Flows
- v) Statement of Changes in Equity
- vi) Notes to the financial statements
- vii) Others(following statements are included):
 1. Consolidated Revenue Account
 2. Fire Insurance Revenue Account
 3. Marine Cargo Insurance Revenue Account
 4. Marine Hull Insurance Revenue Account
 5. Motor Insurance Revenue Account
 6. Miscellaneous Insurance Revenue Account

2.10 Use of estimates and judgment

The preparation of financial statements in conformity with IASs/IFRSs require management to make judgments, estimates and assumptions that may affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates and assumptions. Estimates and underlying assumptions are reviewed on going concern basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

2.11 Functional & presentation currency

These financial statements are prepared in Bangladeshi Taka, which is the company's functional currency as well as the presentational currency.

2.12 Materiality and aggregation

Each material class of similar items is presented separately in the financial statements. Items of a dissimilar nature of the function are presented separately unless are immaterial.



3.00 Significant accounting policies & applications

Specific accounting policies were selected and applied by the company's management for significant transactions and events that have a material effect within the framework of IAS-1 "Presentation of Financial Statements" in preparation and presentation of financial statements. Accounting and valuation methods are disclosed for reasons of clarity. The company classified the expenses using the function of expenses method as per IAS-1.

3.01 Changes in accounting policies

Accounting policies must be applied consistently to promote comparability between financial statements of different accounting periods. However, a change in accounting policy may be necessary to enhance the relevance and reliability of information contained in the financial statements. As per IAS 8 changes in accounting policies must be applied retrospectively and adjust all comparative amounts in the statements for each prior period presented. Company has retrospective effect in investment in share due to present in fair value presentation as per IFRS-9.

3.02 Foreign Currency Transaction

Transaction in foreign currencies are translated into Bangladeshi Taka at the rate prevailing on the date of transaction in accordance with IAS-21 "The Effect of changes in foreign Exchange Rate".

3.03 Statement of Cash Flows

Statement of Cash Flows has been prepared in accordance with IAS 7 "Statement of Cash Flows" and the cash flow from operating activities have been presented under direct method as considering the provision of paragraph 19 of IAS 7 which provides that "Enterprises are encouraged to report cash flow from operating activities using the direct method".

3.04 Cash and cash equivalents

According to IAS 7 "Statement of Cash Flows", cash in hand and demand deposit, and cash equivalents are short-term highly liquid investment that are ready to convertible to known amounts to cash and which are to an insignificant risk of changes in value. IAS 1 "Presentation of Financial Statements" provides that Cash and Cash Equivalents are not restricted in use. Considering the provisions of IAS 1 and IAS 7, cash in hand and bank balances has been considered as cash and cash equivalents.

3.05 Non-current asset

a) Property, plant and equipment

Recognition and measurement: Items of property, plant and equipment are measured initially at cost and subsequently at cost less accumulated depreciation in compliance with International Accounting Standard (IAS) 16 Property, Plant and Equipment. The cost of acquisition of an asset comprises its purchase price and any direct cost for bringing the asset to its working condition for its intended use. Expenditures incurred after the assets have been put into use, such as repairs and maintenance is normally charged off as revenue expenditure in the period in which it is incurred. Software and all up gradation/enhancement are generally charged off as revenue expenditure unless they bring similar significant additional benefits.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Subsequent expenditure on property, plant and equipment: The cost of replacing part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant and equipment are recognised in the statement of comprehensive income as incurred.

Depreciation and Amortisation: Property, plant & equipment are stated at their historical cost less accumulated depreciation/amortisation and accumulated impairment loss in accordance with IAS 16 "Property, Plant and Equipment".

Depreciation is recognised in profit or loss on a reducing balance method over the estimated useful lives of each component of an item of property, plant and equipment. For addition to property, plant and equipment, depreciation has been charged on additions from the date of the asset available for use. Land is not depreciated.

The rates at which property, plant and equipment are depreciated for current period are as follows:

Particulars	Depreciation rate
Furniture & fixture	10%
Motor Vehicles	20%
Office Decoration	20%
Computer & Accessories	30%
Air-Conditioner	20%
Office Equipment	15%
Crockeries	25%
Office Space	10%
Software	20%

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

Disposal of property, plant and equipment

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

Impairment of assets

Property, plant and equipment are reviewed for impairment whenever events indicate that the carrying amount of a cash-generating unit (smallest identifiable group of assets that generates cash flows which are largely independent of the cash flows from other assets or groups of assets) may not be recoverable. In addition, assets that have indefinite useful lives are tested annually for impairment. An impairment loss would be recognized in the statement of comprehensive income to the extent that the carrying value exceeds the higher of the asset's fair value less costs to sell and its value in use.

3.06 Intangible assets

As per IAS-38 Intangible assets (computer software) are recorded at historical cost less accumulated amortization, these are amortized on reducing balancing method using the rate at 20%.

3.07 Short term investment:

Investment in FDR:

The investment in fixed deposits with different banks which is not matured within the period of three months are considered as short-term investment as they are not highly liquid investment with convertible to known amount to cash.

Investment in share

Investments are initially recognized at cost including acquisition charges with the investments. After initial recognition investments in marketable ordinary shares have been valued at market price on an aggregate portfolio basis. Investment in non-marketable shares have been valued at cost. Full provision for diminution in value of shares as on closing of the period on aggregate portfolio basis is made in the financial statements.

3.08 Lease

Financial Reporting Principles IFRS 16 Leases effective from annual periods beginning on or after January 1, 2019 has changed how the company accounts for its lease contracts. IFRS 16 requires all contracts that contain a lease to be recognized on the balance sheet as a right-of-use asset and lease liability. Only certain short-term and low-value leases are exempted.

Implementation of IFRS 16 is replacing IAS 17 Leases. Meghna Insurance Co. Ltd has no material financial leases as well as operating lease. Accordingly, the implementation of IFRS 16 has not any material impact on the financial result and position.

As per IFRS 16 Leases, the company has made recognition, measurement and disclosure in the financial statements-2021 as Lessee. Meghna Insurance Company Ltd applies a single recognition and measurement approach for all leases, except for short-term leases, or, and lease of low value of assets. The company recognizes lease liabilities to make lease payment and right-of-use assets representing the right to use the underlying assets. If tenor of a lease contract does not exceed twelve months from the date of initiation/application, the company considers the lease period as short term in line with the recognition threshold of ROU assets as per FA policy of the company.

Lease Liabilities:

At the commencement of the lease, the company recognizes lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed and variable lease payment (less any adjustment for initial payment), and amount is expected to be paid under residual value of guarantees. The lease payments also include the exercise price of purchase option reasonably certain to be exercised by the company and payment of penalties for terminating the lease. In 2021, the company reassessed all lease payment of existing contracts for remaining period considering a cut-off date i.e. 01 January 2024.

Right-of-use assets (ROU):

Right of (Rou) assets comprise of lease liabilities which is the present value of lease payments against rented premises less incentive plus initial direct payment and dismantling cost etc. Any contractual obligation for use of any rented / leased premises or assets for a period exceeding twelve months and/ or exceeding the threshold for low value asset and substantially risks and benefits related to ownership of those rented premises/assets transfer to the bank are recognized as Rou assets as per IFRS 16 Leases.



3.09 Financial Instruments

As per IAS 32.11 - Financial instrument means a contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

IFRS -9 sets out requirements for recognizing and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items. This standard replaces IAS 39 Financial Instruments: Recognition and Measurement. The details of new significant accounting policies and the nature and effect of the changes to previous accounting policies are set out below.

a. Classification and measurement of financial assets

Under IFRS 9, on initial recognition, a financial asset is classified as measured at: amortized cost; Fair Value through Other Comprehensive Income (FVOCI), equity investment; or Fair Value through Profit or Loss (FVTPL). The classification of financial assets under IFRS 9 is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics.

b. Equity investments at FVOCI

These assets are subsequently measured at fair value. Dividends are recognized as income in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Unrealized gains and losses are recognized in OCI and are never reclassified to profit or loss, as per para 5.7.10 of IFRS-9. Details have been shown in Note No. 21.02

c. Amortized cost

IFRS 7 para 25 requires the disclosure of the fair value of financial assets and financial liabilities by class in a way that permits it to be compared with its carrying amount for each class of financial asset and financial liability. An entity should disclose for each class of financial instrument the methods and, when valuation techniques are used, the assumptions applied in determining fair values of each class of financial asset or financial liability. If a change in valuation technique has been made, the entity should disclose that change and the reasons for making it [IFRS 7 para 27]

Moreover, a financial asset shall be measured at amortized cost if both of the following conditions are met:

- i) the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and
- ii) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

d. Reclassification

The financial assets measured at FVOCI are reclassified as profit or loss statements as per para 5.7.10 of IFRS 09, at the time of disposal of such investments.

3.10 Financial Risk Management

The company management has overall responsibility for the establishment and oversight of the company's risk management framework. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the company's activities.

3.11 Premium and claim

The total amount of premium earned on various classes insurance business underwritten during the period has been duly accounted for in the books of account of the company and while preparing the financial statements the effect of re-insurance ceded as well as the effect of total estimated liabilities in respect of outstanding claims at the end of the period whether due or intimated have also been reflected in order to arrive at the net underwriting profit for the period.

3.12 Revenue recognition

In compliance with the requirements of IFRS 15 "Revenue" is recognized to the extent that it is probable that the economic benefits will flow to the entity and the revenue can be reliably measured. Revenue represents invoiced value of policies. Revenue recognized when the policies are made.

The Company recognizes as revenue the amount that reflects the consideration to which the Company expects to be entitled in exchange for goods or services when (or as) it transfers control to the customer. To achieve that core principle, this standard establishes a five-step model as follows:

- Identify the contract with a customer;
- Identify the performance obligations in the contract;
- Determine the transaction price;
- Allocate the transaction price to the performance obligations in the contract; and
- Recognize revenue when (or as) the entity satisfies a performance obligation.

Considering the five steps model, the company recognizes revenue when (or as) the Company satisfies a performance obligation by transferring a promised goods to a customer, Goods is considered as transferred when (or as) the customer obtains control of that goods. Revenue from sale of goods is measured at the fair value of the consideration received or receivable net of returns and allowances, trade discounts, rebates and Value Added Tax (VAT).

a) Premium recognition

Premium is recognized when Insurance policies are issued, but the premium of company's share of public sector Insurance business (PSB) is accounted for in the year in which the statements are received from Sadharan Bima Corporation.

b) Re-insurance Commission

Re-insurance commission are recognized as revenue over the period in which the related services are performed. Necessary adjustment in respect of re-insurance ceded and accepted in Bangladesh has been made in respect of Revenue Accounts as per Agreement made between the company and Shadharan Bima Corporation (SBC).

C) Investment Income

Interest on Short Term Deposit/Fixed Deposit Receipts (FDR) and Treasury bond are recognized as revenue on accrual basis. Dividend income is recognized on accrual basis in the period in which the dividend is declared and approved in AGM whereas profit or loss arising from the sale of securities is accounted for only when shares are sold in the market and profit is realized and loss is incurred. Interest on Fixed Deposit Interest income from fixed deposit is recognized on an accrual base in the period in which the income is accrual.

3.13 Benefits, Claims and expenses recognition

a) Gross benefits and claims

General insurance claims include all claims occurring during the period and related internal and external claims handling costs that are directly related to the processing and settlement of claims, a reduction for the value of salvage and other recoveries and any adjustments to claims outstanding from previous period.

b) Re-insurance Claims

Re-insurance claims are recognized when the related gross insurance claim is recognized according to the terms of the relevant contract.

3.14 Employee benefit schemes

a. Contributory provident fund

The company has a contributory provident fund for its regular employees. The fund is approved by the National Board of Revenue (NBR), administered separately by a Board of Trustees and is contributed equally by the company and the employees.

b. Workers' Participation Fund Welfare Fund

Section 234 of chapter 15 of Labor Law 2006 (as amended in 2013) requires every company to establish a workers' Participation Fund and Welfare Fund. However, BFID, on behalf of the financial institution sector, clarification from the labor ministry regarding the applicability of the provisions for the sector. Similarly, Bangladesh Insurance Association has corresponded with Financial Ministry on this matter requesting for exemption for Insurance Companies. As no decision has been yet concluded on such communications, the participation fund amount is yet to be distributed among the workers.

c. Medical assistance

The Company provide medical assistance as per health plan policy terms & condition to all Permanent employees.

d. Performance bonus

The company has a policy namely performance bonus scheme for its employees who meets certain criteria based on their annual performance bonus is ascertained on net profit with approval in the Board Meeting and the expense is accounted for in the period to which same relates.

e. Gratuity Scheme

The company is going to introduced gratuity scheme as "Employee's Retirement Benefit Scheme" as soon as possible.

3.15 Provisions

A provision is recognized in the statement of financial position when the company has a legal or constructive obligation as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provision is ordinarily measured at the best estimate of the expenditure required to settle the present obligation at the reporting date. Where the company expects some or all of a provision to be reimbursed, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. If the effect of the time value of money is material, provisions are discounted.

3.16 Taxation

Income tax on earnings for the period comprise current and deferred tax and is based on the applicable tax law in Bangladesh. It is recognized in the income statement as tax expense.

Current tax

Current tax is the expected tax payable on the taxable income for the period, based on tax rates (and tax law) which are enacted at the reporting date, including any adjustment for the tax payable in previous periods. Current tax for current and prior periods is recognized as a liability (or asset) to the extent that it is unpaid (or refundable). Provision for income tax has been made at best estimate keeping in view the provisions of Income Tax Ordinance 1984 and amendment made thereto from time to time.

Deferred tax

The Company has accounted for deferred tax as per IAS – 12 "Income Taxes".



3.17 Provision, reserve and contingencies

a) Provision for outstanding claims

For non-life insurance contracts, estimates have to be made both for the expected ultimate cost of claims reported at the reporting date and for the expected ultimate cost of claims incurred, but not yet reported, at the reporting date.

b) Provision for un-expired risk

Surplus/(Deficit) on Revenue Accounts has been arrived at 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 concerned.

c) Reserve for exceptional losses

A reserve is maintained as requirement of paragraph 6(2) of 4th Schedule of the Income Tax Act 2023.

3.18 Amount due to other persons or bodies carrying on Insurance business

As per treaty agreement company's Re-insurance ceded premium for the period from 1st October 2023 to 30th September 2024 as well as Fire Excess of loss treaty, Fire Catastrophe X/L Facultative premium confirmed by Sadharan Bima Corporation (SBC) has been incorporated in the accounts for the period ended 30 September 2024. During this year the company has included 4 (four) Quarters of surplus treaty accounts in the following manner:

Period	Particulars of Quarter	Number
1st October 2023 to 31st December 2023	3 rd Quarter of 2023	1 (One)
1st January 2024 to 31st March 2024	4 th Quarter of 2023	1 (One)
1st April 2024 to 30th June 2024	1 st Quarter of 2024	1 (One)
1st July 2024 to 30th September 2024	2nd Quarter of 2024	1 (One)

3.19 Allocation of total management expense

As per section 63 of Insurance Act 2010 all relevant management expenses have been allocated amongst the different Revenue Accounts in respect of Fire, Marine, Motor and Miscellaneous insurance business on pro-rata basis at their respective gross premium income.

3.20 Earnings Per Share

Earnings per Share (EPS) has been calculated in accordance with International Accounting Standard – 33 “Earnings Per Share” and shown on the face of profit and loss appropriation account and computation thereof is shown in note no. 26.

Basic Earnings Per Share

This has been calculated by dividing the basic earning by the weighted average number of ordinary shares outstanding for the period.

Basic Earnings

This represents earnings for the period ended on December 31, 2024 attributable to the ordinary shareholders.

Diluted Earnings Per Share

Diluted EPS is calculated if there is any commitment for issuance of equity shares in foreseeable future i.e, potential shares, without inflow of resources to the company against such issue. There was no such commitment during the period and accordingly no dilution is required in the year 2024.

3.21 Related party disclosure

As per International Accounting Standards (IAS) 24 “Related Party Disclosures”, parties are considered to be related if one of the party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The company carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with its related parties.



3.22 Contingent liability and contingent assets

The company does not recognize contingent liability and contingent assets but discloses the existence of contingent liability in the financial statements. A contingent liability is probable obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of uncertain future events not within the control of the company or present obligation that is not recognized because outflow of resources is not likely or obligation cannot be measured reliably.

3.23 Consistency of presentation

In accordance with the IFRS framework for the presentation of financial statements together with IAS 1 and IAS 8, the company applies the accounting disclosure principles consistently from one period to the next. Where selecting and applying new accounting policies, changes in accounting policies applied, correction of errors, and amounts involved are accounted for and disclosed retrospectively in accordance with the requirement of IAS – 8.

3.24 Comparative Information

Comparative information has been disclosed in respect of the period ended December 31, 2023 for all numerical data in the financial statements and also the narrative and descriptive information when it is relevant for better understanding of the current period's financial statements.

3.25 General

Figures appearing in these Financial Statements have been rounded off to the nearest taka.

3.26 Disclosure of departure from few requirements of IFRS due to mandatory compliance with Insurance Act's requirements

The management of Meghna Insurance Company Limited has followed the principles of IFRS consistently in preparation of the financial statements to that extent as applicable to the company. Some requirements of Insurance Act 1938 (as amended in 2010) and Insurance Rules 1958 and regulations contradict with IFRS. As such the company has departed from those contradictory requirements of IFRS in order to comply with the rules and regulations of IDRA which are disclosed below:

i) Insurance Act 1938 (as amended in 2010) has issued templates for financial statements which has to be followed by all general and life insurance companies. MICL followed the guidelines of IDRA and presented financial statements accordingly.

ii) Investments in quoted shares and unquoted shares revalued at the period end at market price and as per book value of last audited Balance Sheet respectively. Provisions are created by netting off any unrealized gain/(loss) arising at the period end date as per industry practice which has been widely practice in insurance sector in Bangladesh. However as per requirements of IFRS 9 investment in shares falls either under "at fair value through profit and loss account" or under "fair value through other comprehensive income" where any change in the fair value at the period-end is taken to profit and loss account or other comprehensive income respectively.

iii) General provision on insurance premium and re-insurance premium are created as per Insurance Act 1938 (as amended 2010) . However such general provision cannot satisfy the conditions as per IAS 37. At the period end the MICL has recognized provision of BDT 277,648,747/- as balance of fund and liabilities in the balance sheet under liabilities.

iv) As per IDRA guidelines, financial instruments are categorized, recognized and measured differently from those prescribed in IFRS 9. Disclosures in the prescribed templates of IDRA guidelines are disclosed only.

v) IFRS-17 Insurance Contracts, is not applied in preparing the Financial Statements for the year ended 31 December 2024 in line with the general practices prevailing within the insurance industry in Bangladesh.



	Particulars	Amount in Taka	
		31-Dec-2024	31-Dec-2023
4.00	Share Capital		
4.01	Authorized Capital		
	100,000,000 ordinary shares of Tk 10 each	1,000,000,000	1,000,000,000
4.02	Issued, subscribed & paid up capital		
	40,00,000 ordinary shares of Tk 10 each fully paid up	400,000,000	400,000,000

4.03	SL	Name of Shareholders	Position	%	Shareholding
	1	Mr. Javed Kaiser Ally	Shareholder	3.04%	1,217,132
	2	Mr. Aiman Barik Choudhury	Director	2.59%	1,034,562
	3	Ms Ainab Choudhury	Director	2.59%	1,034,562
	4	Mr. Anisuzzaman Chowdhury	Shareholder	3.04%	1,217,132
	5	Barrister Sadat Khan	Shareholder	0.41%	165,312
	6	Mr. Zeeshan Khan	Shareholder	0.41%	165,313
	7	Ms. Farida Akhter	Director	3.17%	1,267,845
	8	Ms. Jotsna Ara Begum	Shareholder	1.65%	661,250
	9	Mr. Zoynal Abedin Chowdhury	Shareholder	0.83%	330,625
	10	Mrs. Marina Ahmed	Shareholder	0.83%	330,625
	11	Mr. M.A. Hannan	Sponsor	1.16%	462,875
	12	Mr. Mohammad Didarul Husain	Shareholder	0.21%	82,849
	13	Mr. Mohammad Enayetullah	Director	3.17%	1,267,845
	14	Mr. Azizul Haque	Shareholder	0.17%	66,125
	15	Late Abdul Wahid	Sponsor	0.17%	66,125
	16	IFAD Venture Limited	Corporate Shareholder	6.07%	2,427,208
	17	SW Holdings Ltd	Corporate Director	3.04%	1,217,132
	18	M/S. Runner Trading	Corporate Shareholder	7.54%	3,014,165
	19	M/S. NAMSS motors Limited	Corporate Shareholder	2.83%	1,131,139
	20	M/S. Matsy Enterprises Ltd.	Corporate Shareholder	0.50%	198,375
	21	ZAMORED Investments LLC	Corporate Director	7.23%	2,890,688
	22	BARWAZ Investments LLC	Corporate Director	7.30%	2,921,116
	Total (A)			57.93%	23,170,000

4.04 Percentage of Shareholding position:

SL	Category of Share Holder	%	No. of Share
1	Public	36.31%	14,525,911
2	Institute	5.76%	2,304,089
3	Foreign	0.00%	-
Total (B)		42.07%	16,830,000

Grand Total (A+B)	100%	40,000,000
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5.00 Reserve or contingency account

Reserve for exceptional losses	5.01	160,734,663	146,734,663
Profit or loss appropriation account	5.02	44,212,949	44,887,319
		204,947,612	191,621,982

5.01 Reserve for Exceptional losses

Opening balance	146,734,663	134,734,663
Addition during the year	14,000,000	12,000,000
	160,734,663	146,734,663

As per Income Tax Act -2023 paragraph 6(2) of Schedule-IV , maximum 10% of gross premium could be transfer to statutory reserve.



Particulars	Amount in Taka	
	31-Dec-2024	31-Dec-2023
5.02 Profit or loss appropriation account		
Balance brought forward from last year	44,887,319	44,019,104
Add: Net profit during the year	52,425,703	51,536,835
Depreciation on Revaluation	899,927	1,331,380
	98,212,949	96,887,319
Less: Reserve for exceptional losses	14,000,000	12,000,000
Dividend	40,000,000	40,000,000
Stock Dividend	-	-
Surplus carried forward	44,212,949	44,887,319

6.00 Balances of fund & accounts (Un-Expired Risk Reserve)

Fire insurance business	62,074,403	51,339,031
Marine insurance business (Cargo)	185,615,121	191,393,833
Marine insurance business (Hull)	1,048,106	4,714,472
Motor insurance business	23,979,606	27,044,352
Miscellaneous insurance business	4,931,511	4,603,515
	277,648,747	279,095,203

These balances of fund have been arrived at after making necessary provision for un-expired risk based on following percentages on premium income including public sector business and excluding re-insurance ceded at the following rates.

Particulars	Net Premium	%	Amount in Taka	
			31-Dec-2024	31-Dec-2023
Fire insurance business	155,186,009	40%	62,074,403	51,339,031
Marine insurance business (Cargo)	464,037,802	40%	185,615,121	191,393,833
Marine insurance business (Hull)	1,048,106	100%	1,048,106	4,714,472
Motor insurance business	59,949,016	40%	23,979,606	27,044,352
Miscellaneous insurance business	12,328,778	40%	4,931,511	4,603,515
	692,549,710		277,648,747	279,095,203

7.00 Estimated liability in respect of outstanding claims claims whether due or intimated

The break-up of the amount is noted below:

Fire	35,527,901	38,734,609
Marine (Cargo)	53,718,385	4,797,339
Marine (Hull)	-	-
Motor	5,322,891	6,360,630
Miscellaneous	-	-
	94,569,177	49,892,578

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

Amount due to Sadharan Bima Corporation (SBC)

Opening Balance	118,887,378	96,400,990
Add: Addition for the period	72,816,840	80,082,548
	191,704,218	176,483,538
Less: Adjustment for the period	75,873,095	57,596,160
	115,831,123	118,887,378

This represents the amount payable to Sadharan Bima Corporation on account of re-insurance premium as December 31, 2024



Particulars		Amount in Taka	
		31-Dec-2024	31-Dec-2023
9.00	Lease Liability		
	Opening balance	11,531,832	14,309,382
	Add: Addition for the period	9,115,961	5,248,352
		20,647,793	19,557,734
	Less : Adjustment for the period	10,291,463	8,025,902
	Closing balance	10,356,330	11,531,832
	Short Term Lease Liability	5,196,294	5,112,606
	Long Term Lease Liability	5,160,036	6,419,226
		10,356,330	11,531,832
10.00	Premium deposit		
	Marine cargo	27,557,435	29,414,217
		27,557,435	29,414,217
This represents amount received against cover notes for which risks have not been initiated and such amount will be adjusted upon initiation of risk and issuance of policy in due course.			
11.00	Sundry Creditors		
	The balance is made-up as follows:		
	Salary payable	44,658,698	31,132,704
	Audit fees payable	1,169,250	905,750
	Office rent payable	124,284	73,934
	Others bill payable	248,299	221,168
	Telephone bill payable	2,904	6,028
	Utility Bill Payable:	95,677	161,269
	Electricity	46,177	42,069
	Water	18,000	22,500
	Service Charge	31,500	96,700
	Stamp payable	93,132,098	107,072,447
	Excess deposit	39,053	39,053
	Provision for company con. to PF.	341,810	670,618
	Provision for employee con. to PF.	283,483	612,304
	Tax Payable :	1,937,151	1,589,089
	for salary	735,321	751,991
	for office rent	38,155	36,747
	for Survey fee	374,347	410,061
	for Advertisement	400	1,385
	Tax payable at source	91,089	4,738
	for agent commission	697,446	384,167
	for Printing	393	-
	VAT Payable :	9,143,326	-4,857,853
	for Survey fee	962,596	1,018,971
	for Office rent	114,225	109,853
	for Printing	1,748	-
	for Advertisement	1,200	4,156
	for postage	2,088	-
	for Premium	7,926,154	-5,994,980
	VAT payable at source	135,315	4,147
	Security Deposit	17,377,999	17,377,999
	Others Payable (Car Policy)	10,078,914	6,749,681
	Loan from Director	39,183	39,183
	Credit Rating Fee	139,750	-
	Legal/Professional Fee Payable	375,000	-
	Festival Bonus	3,326,157	-
	Contribution to WPPF	17,391,734	13,656,202
	Total	199,904,770	175,449,576



Particulars		Amount in Taka			
		31-Dec-2024	31-Dec-2023		
11.01	Contribution to WPPF				
	This is made up as follows:				
	Opening Balance	13,656,202	9,851,264		
	Add: Contribution this year	3,735,532	3,804,938		
	Closing Balance	17,391,734	13,656,202		
11.02	Contribution to WPPF in this year				
	Profit before WPPF	78,446,176	79,903,692		
	Contribution to WPPF	3,735,532	3,804,938		
The amount is computed @ 5% of net profit before Income Tax (but after charging such contribution) as per provision of Bangladesh labour Law,2006 (as amended in July 2013) has been provided in the period.					
11.03	Allocation of WPPF				
	A.Workers' Participation Fund (80%)	13,913,388	10,924,962		
	B.Workers' Welfare Fund (10%)	1,739,173	1,365,620		
	C.Bangladesh Labour Welfare Foundation (10%)	1,739,173	1,365,620		
		17,391,734	13,656,202		
11.04	Unpaid/ Unclaimed Dividend				
	Opening Balance	1,339,251	12,000,000		
	Add: Payable during the period	40,591,211	42,277,480		
	Less: Paid during the period	(39,803,479)	(52,938,229)		
	Closing Balance	2,126,983	1,339,251		
12.00	Provision for income tax				
	Current tax	12.01	122,053,004	104,211,863	
	Deffered tax	12.03	8,792,465	4,348,665	
			130,845,469	108,560,528	
12.01	Provision for current income tax				
	Opening Balance		104,211,863	84,065,827	
	Add: Addition during the year	12.02	17,841,141	20,146,036	
			122,053,004	104,211,863	
	Less: Adjustment during the year		-	-	
			122,053,004	104,211,863	
12.02	Provision for current income tax during the year				
	Classes of income	Tax Rate	Income	2024	2023
	Business income	37.50%	44,719,643	16,769,866	19,491,194
	Dividend income	20.00%	5,220,670	1,044,134	626,095
	Share income	10.00%	271,409	27,141	28,748
	Total		50,211,722	17,841,141	20,146,036
12.03	Provision for deferred tax				
	Opening Balance		4,348,665	(67,219)	
	Add: Addition during the period	12.04	4,443,800	4,415,883	
			8,792,465	4,348,665	
	Less: Adjustment during the period		-	-	
			8,792,465	4,348,665	



Particulars	Amount in Taka	
	31-Dec-2024	31-Dec-2023

12.04 Deferred Tax Liability

A. Deferred Tax liability is arrived at as follows:

Particulars	Amount in Taka	
	31-Dec-2024	31-Dec-2023
Book Value of Depreciable Fixed Assets	240,384,245	18,956,358
Less: Tax base Value	216,937,672	7,359,919
Taxable Temporary difference	23,446,573	11,596,439
Applicable Tax Rate	37.50%	37.50%
Deferred Tax Liabilities	8,792,465	4,348,665

B. Deferred Tax

Particulars	Amount in Taka	
	31-Dec-2024	31-Dec-2023
Closing Deferred Tax Liabilities	8,792,465	4,348,665
Opening Deferred Tax Liabilities	4,348,665	(67,219)
Deferred Tax	4,443,800	4,415,883

13.00 Property, plant and equipment

A. Cost

Opening balance	345,331,051	343,284,400
Add: Addition during the period	358,754	9,202,166
	345,689,805	352,486,566
Less: Disposal during the period	4,266,678	7,155,515
	341,423,127	345,331,051

B. Accumulated depreciation

Opening balance	88,053,585	72,232,186
Add: Charged during the period	16,280,671	49,460,494
	104,334,256	121,692,680
Less: Adjustment for disposal during the period	3,190,397	33,639,095
	101,143,859	88,053,585
Written down value (A-B)	240,279,268	257,277,466

A schedule of property, plant and equipment is given in Annexure - A.

14.00 Intangible Assets

A. Cost

Opening balance	994,000	994,000
Add: Addition during the period	-	-
	994,000	994,000
Less: Sales during the period	-	-
	994,000	994,000

B. Amortization

Opening balance	862,778	829,972
Add: Charged during the period	26,244	57,433
	889,022	887,405
Less: Adjustment during the period	-	24,627
Total	889,022	862,778
Written down value (A-B)	104,978	131,222

As per IAS-38 Intangible assets are recorded at historical cost less accumulated amortization, they are amortized on reducing balancing method using the rate at 20%



Particulars	Amount in Taka	
	31-Dec-2024	31-Dec-2023
15.00 Investment in Treasury Bond		
Bangladesh Government Treasury Bond (15 Years) 7.79%	9,000,000	9,000,000
Bangladesh Government Treasury Bond (5 Years) 8.75%	16,000,000	16,000,000
Bangladesh Government Treasury Bond (5 Years) 7.70%	24,000,000	24,000,000
Bangladesh Government Treasury Bond (10 Years) 7.10%	6,100,000	6,100,000
Bangladesh Government Treasury Bond (10 Years) 9.20%	15,112,745	15,125,629
Bangladesh Government Treasury Bond (5 Years) 10.35%	5,001,795	5,002,275
Bangladesh Government Treasury Bond (15 Years) 8.70%	8,897,674	8,817,506
Bangladesh Government Treasury Bond (15 Years) 12.15%	5,035,675	-
	89,147,889	84,045,410

This amount represents investment in 15 years & 10 Years Treasury Bond at the simple interest rate of 12.10% and 7.79% p.a. which is considered as statutory deposit under section 23 and 24 of the Insurance Act, 2010 (The First Schedule item 2(B)).

16.00 Right-of-use asset		
A. Opening balance	25,820,454	28,428,871
Add: Addition during the period	9,480,171	6,099,706
	35,300,625	34,528,577
Less: Adjustment during the period	12,193,041	8,708,123
	23,107,584	25,820,454
B. Accumulated depreciation		
Opening balance	12,612,351	11,772,883
Add: Charged during the period	7,654,367	8,561,039
	20,266,718	20,333,922
Less: Adjustment during the period	8,822,720	7,721,571
	11,443,998	12,612,351
Written down value (A-B)	11,663,586	13,208,103

The Right-of-use asset has been measured following the paragraph 24 of IFRS-16 (Leases)

17.00 Stock of printing, stationery & stamps		
Stationery	736,406	932,138
Insurance stamp	1,643,589	1,152,176
	2,379,995	2,084,314

18.00 Amount due from other persons or bodies carrying on insurance business		
Receivable from Sadharan Bima Corporation (SBC)		
Opening Balance	147,572,267	135,871,018
Add: addition for the year	11,239,155	11,701,249
	158,811,422	147,572,267
Less: adjustment for the year	-	-
	158,811,422	147,572,267

This amount represents the receivable from commission, claim and other receivable from Sadharan Bima Corporation as at December 31, 2024



Particulars		Amount in Taka	
		31-Dec-2024	31-Dec-2023
19.00	Advance, deposit & prepayments		
	Advance income tax	192,499,597	171,053,799
	Security deposits	2,336,269	2,042,816
	Advance against salary	61,494,998	22,349,663
	Advance Work	86,692	66,692
	Advanced to head of branch	14,395,999	4,810,241
	Advanced to branch	55,899	93,321
	Security deposits with T & T	127,363	127,363
	Green Delta Financial Services	558	558
	Elegant Stock & Securities Ltd.	1,959	1,959
	Multitude architect	459,000	459,000
	Advance-codesign Ltd	600,000	600,000
	MANAS	800,000	800,000
	MICL Employees' PF [Forfeiture]	784,076	1,039,065
	Brand Soup Ltd	2,562,000	2,562,000
	Hossain Farhad & Co.	387,500	387,500
	Advance-Confidence software	56,000	56,000
	Prime Bank Investment	457,766	21,219
	Asian Tiger Capital Partners Investment Ltd	219,810	285,346
	ANF Management Co. Ltd.	216,336	973,845
	BRB Securitirs Ltd	551	551
	Other Advance	6,427	35,000
		277,548,800	207,765,938
19.01	Advance Tax:		
	The balance is made up as follows:		
	Opening Balance	171,053,799	152,081,087
	Add: Addition during the period	21,452,049	19,014,261
		192,505,848	171,095,348
	Less: Adjustment during the period	6,252	41,549
	Closing Balance	192,499,597	171,053,799
19.02	Advance tax :		
	Income tax	155,874,510	140,935,010
	Tax on FDR Interest	22,221,780	18,741,103
	Tax on STD interest	1,816,017	1,550,615
	Tax on interest on treasury bond	1,352,541	971,056
	Tax on car registration	8,936,569	7,611,569
	Tax on Trade License	35,600	26,000
	Tax on dividend	2,262,580	1,218,446
		192,499,597	171,053,799
20.00	Interest receivable		
	The balance is made up as follows:		
	Opening Balance	29,995,996	19,610,611
	Add: Addition during the period	40,332,114	30,797,134
		70,328,110	50,407,745
	Less: Adjustment during the period	26,469,597	20,411,749
		43,858,513	29,995,996



Particulars		Amount in Taka	
		31-Dec-2024	31-Dec-2023
21.00	Short term investment		
	Investment in FDR	21.01	442,450,000
	Investment in share	21.02	82,828,854
		525,278,854	543,490,780

21.01 Investment in FDR

The balance is made up as follows:

Opening Balance	436,750,000	447,000,000
Add: Addition during the period	58,000,000	70,000,000
	494,750,000	517,000,000
Less: Encashment during the period	52,300,000	80,250,000
	442,450,000	436,750,000

This represents the amount invested in fixed deposits with banks which are to be matured over the period of three months, break-up of which is given below:

6 months term FDR	334,050,000	323,550,000
12 months term FDR	108,400,000	113,200,000
	442,450,000	436,750,000

A schedule of short term investment is given in Annexure -B.

21.02 Investment in shares

This represents company's investment in shares of the following public limited company:

Share in Public Limited Company	No. of Share	Cost as on 31.12.24	Fair Value as on 31.12.24	Un-realized gain/ (loss) 31.12.24
ASIATICLAB	4915	249,938	176,940	(72,998)
ASIATICLAB	10000	348,041	360,000	11,959
FORTUNE	50,000	3,986,925	835,000	(3,151,925)
FORTUNE	2,500	-	41,750	41,750
FORTUNE	9,500	527,879	158,650	(369,229)
FUWANGFOOD	8000	282,646	105,600	(177,046)
FUWANGFOOD	5000	116,850	66,000	(50,850)
JHRML	5000	357,068	256,000	(101,068)
MAKSONSPIN	40,000	1,031,084	248,000	(783,084)
METROSPIN	5,000	161,994	60,500	(101,494)
METROSPIN	5,000	137,918	60,500	(77,418)
BBS	70,000	2,045,094	728,000	(1,317,094)
BBS	30,000	729,181	312,000	(417,181)
BBS	45,000	1,052,176	468,000	(584,176)
BPML	1,601	111,603	47,230	(64,374)
EHL	1,000	97,391	66,400	(30,991)
EXIM1STMF	100,000	611,830	320,000	(291,830)
GENEXIL	2,000	182,546	58,200	(124,346)
GENEXIL	80		2,328	2,328
GLOBALINS	5,000	183,549	123,500	(60,049)
IFIC1STMF	100,000	551,650	330,000	(221,650)
INDEXAGRO	4,000	531,596	265,600	(265,996)
INDEXAGRO	5,000	579,902	332,000	(247,902)
INDEXAGRO	2,500	259,777	166,000	(93,777)
LHBL	39,290	3,255,385	2,117,731	(1,137,654)
LHBL	20,000	1,316,940	1,078,000	(238,940)
NPOLYMER	3,000	158,875	96,300	(62,575)
PTL	5,000	361,080	234,500	(126,580)
PTL	5,000	296,387	234,500	(61,887)
PTL	1,000		46,900	46,900
SAIFPOWER	20,000	724,166	264,000	(460,166)
SAIFPOWER	2,000	59,578	26,400	(33,178)

SAIFPOWER	15,000	475,456	198,000	(277,456)
SALVOCHEM	5,000	195,084	127,500	(67,584)
SEAPEARL	3,000	308,423	104,100	(204,323)
SUMITPOWER	50,000	1,710,123	740,000	(970,123)
Total	684,386	23,350,688	11,125,628	(12,225,061)

21.02

Investment in shares

This represents company's investment in shares of the following public limited company:

Share in Public Limited Company	No. of Share	Cost as on 31.12.24	Fair Value as on 31.12.24	Un-realized gain/ (loss) 31.12.24
APEXFOOT	300	80,090	59,970	(20,120)
APEXFOOT	30		5,997	5,997
BSCCL	16,500	3,815,463	2,080,650	(1,734,813)
GENEXIL	5,000	419,045	145,500	(273,545)
GENEXIL	2,000	164,166	58,200	(105,966)
GENEXIL	280	-	8,148	8,148
JHRML	1,250	98,491	64,000	(34,491)
BATBC	11,000	6,439,190	4,043,600	(2,395,590)
BXPHERMA	60,000	11,809,350	4,896,000	(6,913,350)
GP	30,000	10,730,469	9,693,000	(1,037,469)
GPHISPAT	55,000	3,195,154	1,215,500	(1,979,654)
GPHISPAT	3,025	-	66,853	66,853
GPHISPAT	2,901	-	64,112	64,112
LHBL	5,000	359,397	269,500	(89,897)
SQUARTEX	55,000	3,886,195	2,717,000	(1,169,195)
SQUARPharma	20,000	4,448,312	4,354,000	(94,312)
UPGDCL	20,000	5,186,856	2,472,000	(2,714,856)
Total	287,286	50,632,178	32,214,029	(18,418,149)

21.03

Investment in shares

This represents company's investment in shares of the following public limited company:

Share in Public Limited Company	No. of Share	Cost as on 31.12.24	Fair Value as on 31.12.24	Un-realized gain/ (loss) 31.12.24
BATBC	15,300	9,981,656	5,624,280	(4,357,376)
BATBC	19,700	10,298,642	7,241,720	(3,056,922)
BSCCL	4,600	1,062,001	580,060	(481,941)
BSCCL	580	128,885	73,138	(55,747)
BSRMLTD	28,000	2,958,732	2,128,000	(830,732)
GP	39,900	11,634,381	12,891,690	1,257,309
SQURPHARMA	27,000	5,972,370	5,877,900	(94,470)
SQURPHARMA	23,300	4,914,873	5,072,410	157,537
Total	158,380	46,951,540	39,489,198	(7,462,342)

Investment in listed securities have been presented in the fair value as per IFRS-09 through Other Comprehensive Income unrealized gain /(loss) has been charged in Reserved for unrealized gain.



Particulars		Amount in Taka	
		31-Dec-2024	31-Dec-2023
22.00	Cash and cash equivalents		
	Cash in hand 22.01	1,993,573	12,933,870
	Cash at bank 22.02	78,214,912	59,806,921
		80,208,486	72,740,791
	The management has furnished certificate confirming the position.		
22.01	Cash in hand		
	Head office	40,104	36,517
	Branch office	1,953,469	12,897,353
		1,993,573	12,933,870
22.02	Cash at bank		
	Fixed Deposit	6,500,000	6,500,000
	Short term deposit	68,517,864	48,125,480
	Current deposit	3,197,048	5,181,441
		78,214,912	59,806,921
	A schedule of Bank Balance is given in Annexure -B.		



Particulars	Amount in Taka	
	31-Dec-2024	31-Dec-2023
23.00 Expenses of management (not applicable to any particular fund or account)		
Board Meeting fee & expenses	305,545	340,400
Audit fees	1,036,277	1,177,500
Depreciation	16,306,915	20,568,298
Depreciation on right of use asset	7,654,367	8,561,039
Advertisement and publicity	452,274	493,268
AGM Expenses	496,022	51,445
Donation and subscription	351,243	305,000
Consultancy	-	460,000
Corporate social responsibility	-	10,000
Legal and professional fees	3,686,250	3,050,287
Meeting & Conference	65,503	2,152,967
Registration & other fees	2,611,641	2,590,805
Credit Rating Fee	279,500	139,750
IT Enable Service	208,635	305,445
Web page Development	-	236,276
	33,454,176	40,442,477

24.00 Finance Cost :

Interest on loan	-	239,500
Interest on Lease Liability	556,318	611,415
	556,318	850,915

At the commencement date, a lessee shall measure the lease liability at the present value of the lease payments that are not paid at that date. The lease payments shall be discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the lessee shall use the lessee's incremental borrowing rate. Here incremental borrowing rate has been considered.

25.00 Investment & others income

Interest /profit (not applicable to any particular fund or account)	43,794,355	36,077,551
Dividend income	5,220,670	3,130,473
Miscellaneous income	8,000	64,603
Other Income (PF Forfeiture)	784,076	1,641,618
Profit / (Loss) on sale of share	271,409	287,475
Profit / (Loss) on sale of assets	783,811	2,602,744
	50,862,321	43,804,465

26.00 Earning Per share (EPS)

The earning per share of the company is as follows:

A. Number of shares:

Shares outstanding at the beginning of the year	40,000,000	40,000,000
IPO during the year	-	-
	40,000,000	40,000,000

Weight:

Shares outstanding at the beginning of the year	100.00%	100.00%
IPO during the year	0.00%	0.00%

Weighted average number of shares:

Shares outstanding at the beginning of the year	40,000,000	40,000,000
IPO during the year	-	-
	40,000,000	40,000,000

B. Earnings attributable to shareholders

Earning attributable to ordinary share holders (profit after tax)	52,425,703	51,536,835
Basic Earning per share [B/A]	1.31	1.29

Earning per share is calculated in accordance with IAS 33 "Earning Per Share" which has been shown on the face on Profit & Loss Appropriation Accounts.



Particulars	Amount in Taka	
	31-Dec-2024	31-Dec-2023
27.00 Net Assets value per share (NAV)		
Net asset value Per Share has been calculated on weighted average number of 400,00,000 shares outstanding as at December 31, 2024. Details calculations are as follows:		
Net Assets	570,441,756	584,141,724
Paid up Capital	400,000,000	400,000,000
Reserve for exceptional losses	160,734,663	146,734,663
Reserve for unrealized gain/(Loss)	(38,105,552)	(12,805,763)
Revaluation Reserve	3,599,696	5,325,505
Profit or Loss Appropriation Account	44,212,949	44,887,319
Ordinary Share at 1st January	40,000,000	40,000,000
IPO Share issue	-	-
Weighted average number of ordinary shares outstanding during the year	40,000,000	40,000,000
Net asset value Per Share	14.26	14.60

28.00 Net operating cash flows per share (NOCFPS)		
Net-Operating Cash Flows Per Share(NOCFPS) has been calculated based on Weighted average number 40,000,000 shares outstanding during the period . Details calculation are as follows:		
Net cash generated from operating activities	78,157,590	(1,336,998)
Weighted average number of ordinary shares	40,000,000	40,000,000
Net Operating Cash Flows per Share	1.95	-0.03
Net Operating Cash Flows Per Share increased due to reduce payment for management expenses and others.		

29.00 Reconciliation of net profit with cash flow from operating activities		
Reconciliation of net profit to net operating cash flow		
Net Profit before tax	74,710,644	76,098,755
Depreciation	23,961,282	29,129,337
Increase/(decrease) in provision for taxation	(17,841,140)	(20,146,037)
Increase/(decrease) in deferred tax	4,443,800	4,415,884
Increase/(decrease) the balance of fund	(1,446,456)	(51,111,965)
Increase/(decrease) the premium deposit	(1,856,782)	(23,834,454)
Increase/(decrease) of amount due to other person or body	(3,056,255)	22,486,388
Increase/(decrease) in estimated liabilities in respect of outstanding claims whether due or intimated	44,676,599	(9,915,723)
Increase/(decrease) in sundry creditors	13,808,106	9,077,150
Increase/(decrease) in Lease Liability	(1,175,502)	(2,777,550)
(Increase)/decrease of stock of stamps	(491,413)	1,329,386
(Increase)/decrease of stock of printing	195,732	(134,318)
(Increase)/decrease in Advance, deposit & prepayment	(11,223,555)	5,105,495
(Increase)/decrease in Advance income tax	(21,445,798)	(18,972,712)
(Increase)/decrease of amount due from other person or body	(11,239,155)	(11,701,249)
(Increase)/decrease in interest outstanding	(13,862,517)	(10,385,385)
Net cash flow from operating activities	78,157,590	(1,336,998)

30.00 Disclosure as per requirement of Schedule XI, Part II of the Companies Act, 1994:

A. Disclosure as pre requirement of Schedule XI, Part II Note 5 of Para 3:

Employee position of the company as on 31st December 2024:

Salary (Monthly)	Total Employees
Below Tk. 3,000	0
Above Tk. 3,000	915
Total	915

B. Remuneration of Directors, Managers, Executives and Officers

Remuneration of Directos ,Managers , Executives and Officers have been described as under:

Empolyess	Amount in Taka	
	2024	2023
Directors	Nil	Nil
Executives	85,371,834	76,426,257
Managers	41,355,208	25,542,462
Officer	4,139,049	18,278,316
	130,866,091	120,247,035

C. Disclosure as per requirement of Schedule XI, Part II, Para 4:

Name of Directors	Designation	Remuneration	Festival Bonus	Total Payment	Total Payment
Mr. Musfiq Rahman	Chairman	Nil	Nil	Nil	Nil
Mr. Manwar-Uz-Zaman	Vice-Chairman	Nil	Nil	Nil	Nil
Mr. Aiman Barik Choudhury	Director	Nil	Nil	Nil	Nil
Mr. Sarder Saniat Hossain	Director	Nil	Nil	Nil	Nil
Ms. Farida Akhter	Director	Nil	Nil	Nil	Nil
Ms. Nahid Zaman	Director	Nil	Nil	Nil	Nil
Mr. Mohammad Enayet Ullah	Director	Nil	Nil	Nil	Nil
Ms. Ainab Choudhury	Director	Nil	Nil	Nil	Nil
Mr. Ashim Chowdhury	Independent Director	Nil	Nil	Nil	Nil
Mr. Md. Omar-Bin-Harun Khan	Independent Director	Nil	Nil	Nil	Nil
Total					

Period of payment to Directors is from 01 January 2024 to 31 December 2024

The above Directors of the Company did not take any benefit from the company except attendance fees for Board meeting and others are as follows:

a. Expenses reimbursed to the managing agent	Nil	Nil
b. Commission or other remuneration payable separately to a managing agent or his associate	Nil	Nil
c. Commission received or receivable by the managing agent or his associate as selling or buying agent of other concerns in respect of contracts entered into such concerns with company	Nil	Nil
d. The money value of the contracts for the sale or purchase of goods and materials or supply of services, enter into by the company with the managing agent or his associate during the financial year	Nil	Nil
e. Any other perquisites or bene fits in cash or in kind statting	Nil	Nil
f. Other allowances and commission including guarantee commission	Nil	Nil

Pensions, etc.

1) Pensions	Nil	Nil
2) Gratuities	Nil	Nil
3) Payment from provided fund	Nil	Nil
4) Compensation	Nil	Nil
5) Consideration in connection with rettement from office	Nil	Nil

31.00 Premium less re-insurance

Class of Business	Gross Premium	Re-insurance accepted	Re-insurance ceded	Net premium 31-Dec-2024	Net premium 31-Dec-2023
Fire	244,931,756	-	89,745,747	155,186,009	128,347,578
Marine (Cargo)	521,081,095	-	57,043,293	464,037,802	478,484,583
Marine (Hull)	2,860,311	-	1,812,205	1,048,106	4,714,472
Motor	61,431,184	-	1,482,168	59,949,016	67,610,879
Miscellaneous	60,046,744	-	47,717,966	12,328,778	11,508,788
Total	890,351,090	-	197,801,380	692,549,710	690,666,300

32.00 Claims under policies less re-insurance

Class of Business	Paid	Estimated liability	Previous period balance	Net claim 31-Dec-2024	Net claim 31-Dec-2023
Fire	13,056,688	35,527,901	38,734,609	9,849,980	29,612,371
Marine (Cargo)	16,119,614	53,718,385	4,797,339	65,040,660	480,851
Marine (Hull)	38,209	-	-	38,209	184,599
Motor	7,160,499	5,322,891	6,360,630	6,122,760	4,432,293
Miscellaneous	1,037,969	-	-	1,037,969	207,927
Total	37,412,979	94,569,177	49,892,578	82,089,578	34,918,041



Particulars	Amount in Taka	
	31-Dec-2024	31-Dec-2023

33.00 Expenses of management

These expenses have been charged to revenue account on product basis of gross premium earned or direct business as under:

Class of Business	Amount in Taka	
	31-Dec-2024	31-Dec-2023
Fire	133,380,307	136,561,507
Marine (Cargo)	274,738,592	335,876,765
Marine (Hull)	1,525,293	8,718,439
Motor	33,020,259	43,031,622
Miscellaneous	32,020,606	38,351,080
	474,685,057	562,539,412

34.00 Transaction with Related Parties:

Meghna Insurance Company Ltd, in normal course of business, carried out a number of transactions with other entities that fall within the definition of related party transaction as per IAS- 24 and under the condition no.1.5(vi) of the Corporate governance guideline of the Bangladesh Securities and Exchange Commission rules and regulations disclosures all transactions involving related parties arising in normal course of business are conducted on an arm's length basis at commercial rates on the same terms and conditions as applicable to the third parties, Details transactions with related parties and balances with them as at December 2024 are as follows:

Name of the related party	Relationship	Name of transaction	31-Dec-2024		31-Dec-2023	
			Premium earned	Claim paid	Premium earned	Claim paid
Aswad Composite M	Director's wife	Insurance	6,502,025	77,000	6,403,350	548,675
Ayesha Clothing Co.	Director's wife	Insurance	5,019,408		2,606,526	
Arkay Knit Dyeing N	Director's wife	Insurance	262,816		2,361,715	
Safaa Sweaters Ltd	Director's wife	Insurance	124,752		6,342	
Nafa Apparels Ltd	Director's wife	Insurance	2,897,609		2,196,412	70,390
K.M Apparels Ltd	Director's wife	Insurance	50,709		13,496	
Marina Apparels Ltd	Director's wife	Insurance	481,759	128,500	31,907	30,500
Hamza Trims Ltd	Director's wife	Insurance	379,736		148,346	-
Cortz Apparels Ltd	Director's wife	Insurance	366,308		20,091	-
Hamza Clothing Ltd	Director's wife	Insurance	68,711		101,458	-
Magnam Traders	Director's wife	Insurance	500		550	-
Azmeri Composite Knit Ltd	Director's wife	Insurance			3,043	-
Hamza Knit Dyeing Mills Ltd	Director's wife	Insurance			119,319	-
Ayesha Fashion Ltd	Director's wife	Insurance	500		639	-
Hamza Logistics Ltd	Director's wife	Insurance	2,391,989	205,050	1,577,712	230,500
Navana Pharmaceuticals Ltd	Director	Insurance	3,530,671	339,626	-	
			22,077,493	750,176	15,590,906	880,065



35.00 Board Meeting

During this year, the company had a Board of Directors consisting of 10 (Ten) members and held 5 (five) meeting throughout the year. Board of Directors of the company has formed other committees and sub committees like Investment Committee, Claims Committee and Audit Committee. Regular meeting of these committees were also held during this year.

35.01 Disclosure as per requirement of Schedule XI, Part II of the Companies Act, 1994**Attendance status of Board meeting of Directors**

During the year 2024 there were 5 (five) board meeting were held. The attendance status of board meeting is as follows:

Name of Directors	Position	No. of meeting held	Attended
Mr. Musfiq Rahman	Chairman	5	5
Mr. Manwar-Uz-Zaman	Vice-Chairman	5	5
Mr. Aiman Barik Choudhury	Director	5	1
Mr. Sarder Saniat Hossain	Director	5	4
Ms. Farida Akhter	Director	5	0
Ms. Nahid Zaman	Director	5	3
Mr. Mohammad Enayet Ullah	Director	5	1
Ms. Ainab Choudhury	Director	5	2
Mr. Ashim Chowdhury	Independent Director	5	5
Mr. Md. Omar-Bin-Harun Khan	Independent Director	5	5

36.00 Capital Expenditures Commitment

There was no capital expenditure commitment as at 31st December, 2024.

37.00 Claim not acknowledged as debt

There was no claim against the company acknowledged as debt as on 31st December, 2024

38.00 Un-availed credit facilities

There was no credit facility available to the company from any Non-Banking financial institution and Schedule Banks.

39.00 Contingent Liability

There was a demand of Tk. 426,394,563.00 by the income tax authority for payment of tax in excess of the amount of management expenses claimed by the company during the accounting years from 2008 to 2021. The company filed a writ to the High court division of the Honorable Supreme Court of Bangladesh. The company is very much hopeful to get Judgement in its favor as Appellate Tribunal Bench accepted excess management expenses Tk.167,89,870 in assessment year 2008-2009. Except this there are no contingent assets or liabilities and unrecognized contractual commitments at the balance sheet date.

Accounting year	Assessment year	Tax Outstanding/ Demanded	Current Status
2008	2009-10	5,582,708	Writ to High Court
2009	2010-11	6,910,938	Writ to High Court
2010	2011-12	9,394,572	Writ to High Court
2011	2012-13	8,784,979	Writ to High Court
2012	2013-14	10,980,046	Writ to High Court
2013	2014-15	23,522,314	Writ to High Court
2104	2015-16	59,353,118	Writ to High Court
2015	2016-17	73,848,066	Writ to High Court
2016	2017-18	79,198,641	Writ to High Court
2017	2018-19	44,200,628	Appeal before Tribunal

2018	2019-20	20,771,532	1 st Appeal under process
2019	2020-21	22,572,310	1 st Appeal under process
2020	2021-22	61,274,711	1 st Appeal under process
2021	2022-23	-	Assessment under process
2022	2023-24	-	Return Submitted
2023	2024-25	-	Assessment under process
Total		426,394,563	

40.00 Insurance Act Relevant Information

- a) During the year under review nothing was paid to the directors of the company other than board meeting and committee meeting attendance fee.
- b) During the year under review no compensation was allowed to the chief executive officer of the company or any member of the board for special service rendered.
- c) During the year nothing was earned as per premium against guarantees issued.

41.00 Events after Reporting Period

Board of Directors in its meeting held on 20 April, 2025 proposed 10% cash dividend for the year 2024 subject to approval of shareholders of the company in its forthcoming 29th Annual General Meeting.

42.00 Date of Authorisation

Financial statements of the company for the year ended December 31, 2024 were authorized by the Board for issue on 20 April, 2025 in accordance with a resolution of the Board of Directors of the company.



Meghna Insurance Company Limited
Classified Summary of Assets Form "AA"
For the year ended December 31, 2024

Class of assets	Amount in Taka		Remarks
	31-Dec-24	31-Dec-23	
Investments in treasury bond			
i) Bangladesh Treasury Bond.	89,147,889	84,045,410	At Cost
(15 years Investment Bond @ 7.79% Interest)	9,000,000	9,000,000	
(5 years Investment Bond @ 7.70% Interest)	24,000,000	24,000,000	
(5 years Investment Bond @ 8.75% Interest)	16,000,000	16,000,000	
(10 years Investment Bond @ 7.1% Interest)	6,100,000	6,100,000	
(10 years Investment Bond @ 9.2% Interest)	15,112,745	15,125,629	
(5 years Investment Bond @ 10.35% Interest)	5,001,795	5,002,275	
(15 years Investment Bond @ 8.70% Interest)	8,897,674	8,817,506	
(15 years Investment Bond @ 12.15% Interest)	5,035,675	-	
Amount due from other persons or bodies carrying on insurance business	158,811,422	147,572,267	Book Value
Cash, cash equivalent & short term investment:	605,487,340	616,231,571	
i) Short term investment	525,278,854	543,490,780	Book Value
ii) Cash at Bank	78,214,912	59,806,921	Book Value
iii) Cash in hand	1,993,573	12,933,870	Book Value
Interest and dividend receivable	43,858,513	29,995,996	Book Value
Advance, deposit and prepayments	277,548,800	207,765,938	Book Value
Property, plant and equipments	240,279,268	257,277,466	Written down value
Intangible Assets	104,978	131,222	Written down value
Right-of-use asset	11,663,586	13,208,103	Written down value
Stock of printing, stationery & stamps	2,379,995	2,084,314	Book Value
	1,429,281,791	1,358,312,288	


Company Secretary


Chief Financial Officer


Chief Executive Officer


Director


Director


Chairman

Dhaka, 20 April, 2025



Meghna Insurance Company Limited
Schedule of Fixed Assets
As at 31 Dec. 2024

Sl. No.	Particulars	Cost			Revaluation			Closing Amount after Revaluation	Rate of Dep. (%)	Depreciation			Written Down Value as on 31.12.2024
		Opening Balance	Addition during the period	Adjustment during the period	Opening Balance	Addition during the period	Adjustment during the period			Opening Balance	Addition during the period	Adjustment during the period	
1.	Furniture and Fixture	16,809,164	-	34,000	16,775,164	-	-	16,775,164	10%	6,807,229	1,000,194	24,348	7,783,075
2.	Motor Vehicles	36,724,155	-	2,485,500	34,238,655	7,398,805	1,172,005	40,465,455	20%	25,318,321	3,760,928	2,825,924	26,253,325
3.	Motor Vehicles on HP	37,183,405	-	-	37,183,405	-	-	37,183,405	20%	10,386,403	5,359,400	-	15,745,803
4.	Office Decoration	25,560,322	14,202	-	25,274,524	-	-	10,179,270	20%	15,081,052	2,038,321	-	17,119,373
5.	Computer	5,253,066	51,106	8,223	5,295,949	-	-	1,123,583	30%	4,129,483	342,038	-	4,471,521
6.	Air Conditioner	10,173,729	71,500	140,500	10,104,729	-	-	3,513,310	20%	6,660,419	711,516	128,844	7,243,091
7.	Office Equipment	25,770,614	218,446	426,450	25,562,610	-	-	11,275,647	15%	14,494,967	1,713,326	211,280	15,997,013
8.	Crockeries	150,323	3,500	-	153,823	-	-	5,032	25%	145,291	1,745	-	147,036
9.	Land	162,045,034	-	-	162,045,034	-	-	162,045,034	0%	-	-	-	-
10.	Office Space	18,562,434	-	-	18,562,434	-	-	13,532,015	10%	5,030,419	1,353,203	-	6,383,622
	Total-2024	337,932,246	358,754	3,094,673	335,196,327	7,398,805	1,172,005	257,277,467		88,953,584	16,280,670	3,190,396	101,143,858
	Total-2023	333,613,964	9,202,166	4,893,884	337,932,246	9,670,436	-	345,331,051		72,232,186	20,287,738	4,466,341	88,053,583

Schedule of Intangible Assets
As at 31 Dec. 2024

Sl. No.	Particulars	Cost			Rate of Dep. (%)	Amortization			Written Down Value as on 31.12.2024
		Opening Balance	Addition during the period	Adjustment during the period		Opening Balance	Additional during the year	Adjustment during the period	
1.	Software	994,000	-	-	20%	862,778	26,244	-	104,978
	Total-2023	994,000	-	-		829,972	32,806	-	131,222

Schedule of Right-of-use asset
As at 31 Dec. 2024

Sl. No.	Particulars	Cost			Opening Balance	Amortization			Written Down Value as on 31.12.2024
		Opening Balance	Addition during the period	Adjustment during the period		Charged during the period	Adjustment during the period	Closing Balance	
1.	Right-of-use asset	25,820,454	9,480,171	12,193,041	12,612,351	7,654,367	8,822,720	11,443,998	11,663,586
	Total-2023	28,428,871	6,099,706	8,708,123	11,772,883	8,561,039		13,612,351	13,208,103



Meghna Insurance Company Limited
Schedule of Bank Balance
As at 31 December 2024

Annexure - B

List of Short Notice Deposit

Amount in Taka

SL	Bank Name	Branch Name	Account Number	2024	2023
01	BASIC Bank Ltd	Main Branch	216-01-0000443	6,015,076	8,860,869
02	BASIC Bank Ltd	Main Branch	0216-01-0001531	26,810,178	18,977,307
03	NCC Bank Ltd	NCC Bhaban Branch	0103-032-5000535	29,361,685	14,995,099
04	Social Islami Bank Ltd	Corporate office Branch	127-136-0000-258	3,865,457	3,735,769
05	IFIC Bank Ltd	Gulshan Branch	180048947041	4,003	8,768
07	UCBL	Gulshan Branch	541301000000666	2,444,580	1,529,630
08	Prime Bank	Foreign Exchange Br	2126318011379	16,887	18,037
Total				68,517,864	48,125,479

List of Current Deposit

Amount in Taka

SL	Bank Name	Branch Name	Account Number	2024	2023
01	BASIC Bank Ltd	Main Branch	0210-01-0012310	(2,161)	-
02	BASIC Bank Ltd	Main Branch	0210-01-0012297	63,990	199,485
03	BASIC Bank Ltd	Bogura Br	1210-01-0005302	1,073	1,993
04	BASIC Bank Ltd	Feni Br	721-01-0000-260	(389)	681
05	BASIC Bank Ltd	Jashore Br	1810-01-0015030	0	1,020
06	BASIC Bank Ltd	Jubilee Rd	1310-01-0003385	26,999	19,495
07	BASIC Bank Ltd	Kawran Bazar Br	3110-01-0007734	0	-
08	BASIC Bank Ltd	Main Branch	0210-01-0012304	1,221	2,486
09	BASIC Bank Ltd	Tan Bazar Br	1410-01-0003790	589	9
10	BASIC Bank Ltd	Main Branch	0210-01-0012281	0.69	0.69
11	BASIC Bank Ltd	Kakrail	0210-01-0015166	(999)	
12	BASIC Bank Ltd	Dhanmondi	2810-01-0005078	-	
13	BASIC Bank Ltd	Khulna	0510-01-0011308	1,136	
14	BASIC Bank Ltd	Bangshal	0610-01-0009455	1,074	
15	BASIC Bank Ltd	Asadgonj	1610-01-005263	1,223	
16	BASIC Bank Ltd	Main Branch	0210-01-0014127	1,522	
17	BASIC Bank Ltd	Main Branch	0210-01-0015124	1,074	
18	BASIC Bank Ltd	Main Branch	0210-01-0015145	280	
19	NCC Bank Ltd	NCC Bhaban Branch	01030210004481	29,567	63,508
20	NCC Bank Ltd	Agrabad	0003-0210031336	1,684	1,564
21	NCC Bank Ltd	Banani Br	0050-0210009604	2,040	2,747
22	NCC Bank Ltd	Nawabpur Br	0047-0210039765	1,347	342
23	NCC Bank Ltd	Kadamtoli Br	00190210021492	1,586	2,564
24	NCC Bank Ltd	Dilkusha Br	0028-0210021339	2,655	6,632
25	NCC Bank Ltd	Elephant Rd	00430210014188	2,396	2,983
26	NCC Bank Ltd	faridpur br	0115-02-10001408	1,325	2,453
27	NCC Bank Ltd	Darus-Salam Br	01020210007881	938	2,843
28	NCC Bank Ltd	Bhaban Br	0103-0210004276	2,750	3,878
29	NCC Bank Ltd	Dilkusha Br	0028-0210021348	(4,107)	(3,050)
30	NCC Bank Ltd	Maghbazar Br	00110210031354	2,257	(1,766)
31	NCC Bank Ltd	Motijheel Main Br	00020210033657	544	1,522
32	NCC Bank Ltd	Mymensingh Br	00720210010990	2,884	4,414
33	NCC Bank Ltd	Bangshal Br	00220210022816	1,493	275
34	NCC Bank Ltd	Motijheel Br	0002-0210033675		-
35	NCC Bank Ltd	Foreign Exchange	0031-021-0024528	735	1,676
36	NCC Bank Ltd	Toynbee Br	0031-0210024537		-
37	NCC Bank Ltd	Foreign Exchange	0031-021-0024500	2,551	3,736
38	NCC Bank Ltd	Rangpur	0026-021-0028861	959	
39	NCC Bank Ltd	Barishal Br	0084-021-0013126	(2,294)	
40	NCC Bank Ltd	Savar Br	0056-021-0015039	1,459	
41	Social Islami Bank Ltd	Bagerhat	0881330006135	2,829	4,359
42	Social Islami Bank Ltd	Barishal Br	0731330005521	-	3,452
43	Social Islami Bank Ltd	corporate Br	1271330003495	-	98,940
44	Social Islami Bank Ltd	dewanhat br	0801330005809	283	1,388
45	Social Islami Bank Ltd	Joydebpur Chowrasta Br	1231330002433	-	4,806
46	Social Islami Bank Ltd	Moulvi Bazar Br	0101330015059	17,691	(2,700)

SL	Bank Name	Branch Name	Account Number	2024	2023
47	Social Islami Bank Ltd	Foreign Exchange	0181330018232	-	1,567
48	Social Islami Bank Ltd	Khatungong Br	0141330020735	-	8,018
49	Social Islami Bank Ltd	khulna br	0051330019159	-	915
50	Social Islami Bank Ltd	Kakrail Br	1031330002431	4,860	5,550
51	Social Islami Bank Ltd	Mohakhali Br	0701330007081	2,095	2,250
52	Social Islami Bank Ltd	Bangshal Br	0711330010794	-	448
53	Social Islami Bank Ltd	Gausia Br	0981330005877	-	1,112
54	Social Islami Bank Ltd	Foreign Exchange	0181330018287	1,231	92
55	Social Islami Bank Ltd	Rangpur Br	0681330006739	-	645
56	Social Islami Bank Ltd	Savar Br	0301330014692	-	545
57	Social Islami Bank Ltd	Tongi Br	741330007355	759	759
58	Agrani Bank Ltd	Manikgonj Br	0200009018675	5,126	7,836
59	Islami Bank BD Ltd	Matuail Br	20507770101040600	2,068	2,068
60	Islami Bank BD Ltd	Kurigram Br	1950100262214	1,849	4,524
61	Mutual Trust Bank	Principal Branch	00020210034147	121,293	509,537
62	Premier Bank	Motijheel Branch	111-17656	2,709,781	4,167,627
63	Sonali Bank Ltd	NCTB Branch	1601402000657	137,399	30,679
64	Social Islami Bank Ltd	Pabna Br.	0751330008627	-	2,810
65	Social Islami Bank Ltd	corporate Br	1271330006443	511	3,138
66	Social Islami Bank Ltd	Principal Branch	0021330458064	39,755	(408)
67	Dhaka Bank Ltd	Kapasias Br	1211-000000-398	125	
Total				3,197,048	5,181,441



Meghna Insurance Company Limited
Form - XL
For the year ended 31st December, 2024

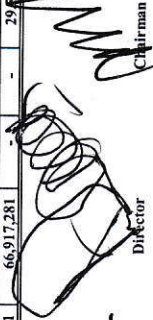
CLASS OF Business	PREMIUM				COMMISSION				CLAIMS							
	Received on		Paid on Re-In. Ceded		NET	Paid on		Received on Re-In. Ceded		NET	PAID ON		Received on Re-In. Ceded			
	Direct Business	Re-Insurance Accepted In B.desh	Out side B.desh	In B.desh		Direct Business	Re-Insurance Accepted In B.desh	Out side B.desh	In B.desh		Out side B.desh	Re-Insurance Accepted In B.desh	Out side B.desh			
FIRE	Private	218,785,154	-	64,924,870	153,860,284	33,769,068	-	-	20,206,038	-	13,563,030	16,751,724	-	3,733,101	-	13,018,623
	Public	26,143,602	-	24,820,877	1,322,725	-	-	-	2,089,040	-	(2,089,040)	295,908	-	255,842	-	38,065
	Total	244,928,756	-	89,745,747	155,183,009	33,769,068	-	-	22,295,079	-	11,473,989	17,045,632	-	3,988,943	-	13,056,688
MARINE	Private	498,917,699	-	-	460,103,099	72,768,957	-	-	11,377,916	-	61,391,041	14,707,768	-	-	-	14,707,768
	Public	25,026,707	-	20,040,899	4,985,808	-	-	-	2,944,908	-	(2,944,908)	6,430,426	-	4,980,371	-	1,450,055
	Total	523,944,406	-	58,855,499	465,088,907	72,768,957	-	-	14,322,824	-	58,446,133	21,138,194	-	4,980,371	-	16,157,823
MOTOR	Private	59,379,958	-	1,482,168	57,897,790	8,327,928	-	-	33,042	-	8,294,886	6,999,610	-	-	-	6,999,610
	Public	2,051,226	-	-	2,051,226	-	-	-	-	-	-	160,889	-	-	-	160,889
	Total	61,431,184	-	1,482,168	59,949,016	8,327,928	-	-	33,042	-	8,294,886	7,160,499	-	-	-	7,160,499
MISC.	Private	12,265,541	-	1,679,045	10,586,496	2,250,284	-	-	1,543,065	-	707,219	218,303	-	(580)	-	218,883
	Public	47,781,203	-	46,038,921	1,742,282	-	-	-	3,295,046	-	(3,295,046)	21,354,653	-	20,535,568	-	819,085
	Total	60,046,744	-	47,717,966	12,328,778	2,250,284	-	-	4,838,111	-	(2,587,827)	21,572,956	-	20,534,988	-	1,037,969
TOTAL	Private	789,348,352	-	106,900,683	682,447,669	117,116,237	-	-	33,160,061	-	83,956,176	38,677,405	-	3,732,521	-	34,944,884
	Public	101,002,738	-	90,900,697	10,102,041	-	-	-	8,328,995	-	(8,328,995)	28,239,876	-	25,771,781	-	2,468,094
	GRAND Total	890,351,090	-	197,801,380	692,549,710	117,116,237	-	-	41,489,056	-	75,627,181	66,917,281	-	29,604,302	-	37,417,979


Company Secretary


Chief Financial Officer


Chief Executive Officer


Director


Chairman

