

AUDITORS' REPORT

RUPALI LIFE INSURANCE COMPANY LIMITED

FOR THE FINANCIAL YEAR ENDED 31ST DEC 2019



MANAGING PARTNER:
MD. ASHRAF UDDIN AHMED
LLB, CFC, FCA

PARTNERS:
ENAMUL KABIR, FCA
MD. MOHIUDDIN AHMED, FCA, CFC

Corporate Address : 142/B, Green Road (3rd & 4th Floor)
Dhaka- 1215, Bangladesh.
Registered Address : Rahman Chamber (5th Floor)
12-13, Motijheel Commercial Area, Dhaka. Bangladesh.

Independent Auditor's Report
To the Shareholders of "Rupali Life Insurance Company Limited"

Opinion

We have audited the Financial Statements of Rupali Life Insurance Company Limited (the company) which comprise the Statement of Financial Position as at 31stDecember 2019, and the Life Revenue Account, Statement of Changes in Equity and Statement of Cash Flows for the year ended 31st December 2019, 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 aspects, the financial position of the company as at 31stDecember 2019, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standard (IFRSs), The Companies Act 1994, The Insurance Rules 1958, The Insurance Act 2010, The Securities and Exchange Rule 1987 and other applicable laws and regulations.

Basis for opinion

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

Key audit matters

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

01. Investment of Asset Note : 14	
Description of the Risk	Auditor's Approach toward Risk
Life Insurance companies must invest an amount equivalent to its designated liabilities of any specified time period. Rupali Life Insurance Company has reported an amount of	<ul style="list-style-type: none"> • We checked the design and operating effectiveness of the process of investment. • We collected the Board approval against investment plan & decision.

<p>Tk.1,485,513,906/- as investment in various sector including Government Treasury Bond.</p> <p>It is important for the company to choose between options in which it can invest available fund. Investment of assets in risky sector may jeopardize the interest of policy holder as well as the company as a whole. Life Insurance Companies operating in Bangladesh must comply with certain guideline regarding investment set forth by regulatory bodies.</p>	<ul style="list-style-type: none"> • We obtain the investment schedule and check the mathematical accuracy. • We send third party confirmation letter to two bank to reconfirm the amount of investment shown against those bank name. • We verified that ,the investment decisions are in line with "Life insurers Asset investment Probidhanmala -2019" IDRA [published 18 November, 2019] • We checked the carry forward balances of each investment account & recalculate the matured bonds & deposits in current period. • We reviewed the requirements for disclosure as per IAS/IFRS or as per IDRA (Insurance Development and Regulatory Authority) in the financial statements.
<p>02.Collection of premium / Premium Income Note : 21</p>	
<p>Earned premium of life insurance company disclosed in the accounts comprises single premium, group premium, first year premium, renewal premium & ceded reinsurance premium. The company reported gross premium received of Tk.2,376,006,566/- and Net premium of Tk.2,371,628,433 after deducting reinsurance premium of Tk.4,378,133/- for the period under audit.</p> <p>Premium income calculation always involve risk of high level because it plays vital role in determining the expense limit that management can allow in one specific period and also in determining the Life Fund. Premium income has widespread impact on overall financial performance. It is well connected with different component of financial statements & involve significant degree of sensitivity.</p>	<p>To ensure the accuracy of reported figure in the financial statements as premium received, we had carried out following audit procedure among others:</p> <ul style="list-style-type: none"> • Reviewed the control environment and operating effectiveness recording & recognizing premium income. • Inspect ledger & Trial balance to make sure that accurate figures are carried forward for the preparation of Financial Statements. • Critically apply cut-off date to ensure that no transaction of previous or following period is included in calculation of gross/Net premium received. • Inspect document to confirm that, all premium received are posted in ledger and finally deposited to designated bank accounts. • Reviewed documents & transections for the adjustment against reinsurance premium subject to cut off date verification. • Carried out recalculation to ensure mathematical accuracy. • Assessed the adequacy and appropriateness of disclosures and verified their link with Insurance Act -2010, International Financial Reporting standards (IFRS) , International Accounting Standard (IAS) & other relevant regulations.



<p>03.Purchase of Fixed Asset Note : 20</p>	
<p>The company reported fixed asset addition during the period amounting Tk.25,967,910/- which consist expenditure in Motor vehicle, Land & Building, Office furniture, Air cooler, Office Equipment, Sign Board etc.</p> <p>Listed companies must follow structured ways in procurement process. It is very important for the management to be in line with those procurement policy. Lack of control and inadequate monitoring may result in fraudulent act and loss of money as well as company reputation.</p>	<p>Our audit focused on the detail procurement policy of Rupali Life Insurance Company Limited and it's implementation. Our audit approach includes :</p> <ul style="list-style-type: none"> • Checked the design and operating effectiveness of key controls involved in procurement process. • Reviewed the requisition for desired items signed and referred by appropriate personnel. • Inspect documents involved with tender notice, price bidding by nominated suppliers, selection of supplier & placing purchase order. • Verified that the item was received by the company and the payment was made from bank account. • In possible cases (not all) verified physical existence of asset. In case of development works for building , we verified the invoice delivered by the supplier for the and to some extent contract documents. • In case of land, it was land development expense by nature and we checked invoices supplied by contractor involved in development work. • Confirm posting to specific asset register in case of each fixed asset purchased & checked the policy of setting useful life and depreciation method. • Assessed the requirement for disclosure required as per international standards & local regulatory bodies.



04. Information Technology System and Control (IT Controls)	
<p>The Company's key financial accounting and reporting processes are highly dependent on information systems including automated controls in systems, such that there exists a risk that gaps in the IT control environment could result in the financial accounting and reporting records being misstated. The Company uses several systems for its overall financial reporting.</p> <p>All insurance companies are highly dependent on technology due to the significant number of transactions that are processed daily. A significant part of the Company's financial processes is heavily reliant on IT systems with automated processes and controls over the capturing, valuing and recording of transactions. Thus, there exists a risk that gaps in the IT control environment could result in the financial accounting and reporting records being materially misstated.</p>	<p>Our audit approach relies on automated controls and therefore procedures are designed to test control over IT systems, segregation of duties, interface and system application controls over key financial accounting and reporting systems.</p> <ul style="list-style-type: none"> • Test the General IT Controls for design and operating effectiveness for the audit period over the in-scope systems; • Understand IT application controls covering: • user access and roles, segregation of duties; and o key interfaces, reports, reconciliations and system processing; • Test the IT application controls for design and operating effectiveness for the audit period • Sample testing of key control over IT systems having impact on financial accounting and reporting; • Assessed the IT system processes for effectiveness of some of the key controls with respect to financial accounting and reporting records by sample testing; and • Reviewed the report of independent information system auditors which has further confirmed the various system control measures adopted by the Company.

Other information

As per Financial Reporting Council (FRC) notification no: 179/FRC/FRM/Proggapon /2020/2 dated 7th July,2020 ,all public interest entities shall adjust the forfeited amount of employee provident fund in profit and loss account (Life Revenue account in case of the company) as other income within 31st December, 2020.We have collected evidence that, the provident fund committee has made provision against forfeited amount for period covering 2015-2018 in its unaudited provident fund account for the year ended 31st December, 2018 in this regard. The



amount shall adjust as an addition to "other income" in Life Revenue account of the following Financial Statements.

Responsibilities of management and those charged with governance for the financial statement and internal controls

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

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

Those charges with governance are responsible for overseeing the company's financial reporting process.

Auditor's responsibility 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. Misstatement can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

1. Identify and assess the risks of misstatement of the financial statement, 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.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. 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 disclosure in the financial statement or, if such disclosure 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.



5. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statement represent the underlying 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 where applicable, related safeguards.

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

Report on other legal and regulatory requirements

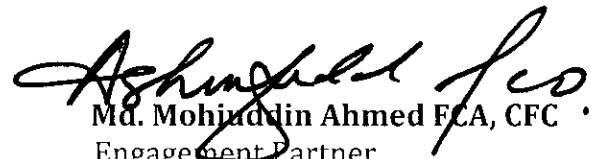
In accordance with the Companies Act 1994, The Insurance Act 1938 (As amended in 2010), The Securities and Exchange Rules 1987 and relevant notifications issued by Bangladesh Securities and Exchange Commission, we also report that

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) In our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books;
- c) As per section 62(2) of the insurance Act 2010, we certify to the best of our knowledge and belief and according to the information and explanations given to us, all expenses of management wherever incurred and whether 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 statements of comprehensive income of the company;
- d) The information and explanations required by us have been received and found satisfactory;
- e) As per regulation 11 of part 1 of the third schedule of the Insurance Act 1938as amended, we report that to the best of or 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 of its business re-insured abroad.



- f) The company's statement of financial position and statement of comprehensive income and its statement of cash flows dealt with by the report are in agreement with the books of accounts and returns;
- g) The expenditure incurred were for the purpose of the company's business;
- h) The company has complied with relevant laws and regulations pertaining to reserves.

Place: Dhaka
Date: 26/08/2020


Md. Mohjuddin Ahmed FCA, CFC
Engagement Partner
Ashrafuddin & Co.
Chartered Accountants



Rupali Life Insurance Company Limited

Balance Sheet

As at 31 December 2019

Particulars	Notes	2019	2018
Share Capital and Liabilities			
Shareholder's capital			
Authorised Capital			
100000000 ordinary shares of Tk. 10 each		<u>1,000,000,000</u>	<u>1,000,000,000</u>
Issued, subscribed and paid up capital			
28,848,748 ordinary shares of Tk. 10			
each fully paid up in cash	5	288,487,480	288,487,480
Share Premium	6	240,166,080	240,166,080
Revaluation Reserve	7	227,604,538	227,604,538
Balance of funds and accounts			
Life Insurance Fund	8	4,764,370,714	4,503,993,651
Amount due to other persons or bodies			
carrieng on insurance business	9	5,147,162	4,184,729
		234,767,912	187,010,553
Liabilities and provisions			
Estimated liabilities in respect of outstanding			
claims, whether due or intimated	10	1,567,790	905,065
Sundry Creditors	11	105,542,695	93,607,473
Provisions for corporate tax	12	127,657,427	92,498,015
Total Share Capital and Liabilities		<u>5,760,543,886</u>	<u>5,451,447,031</u>

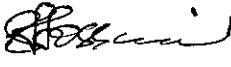
Rupali Life Insurance Company Limited

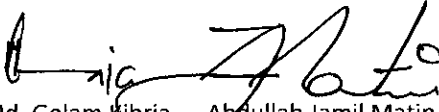
Balance Sheet

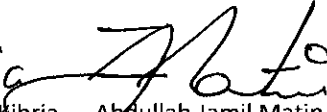
As at 31 December 2019

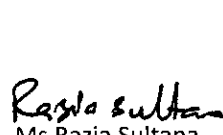
Particulars	Notes	2019	2018
Property and Assets			
Policy Loan	13	87,003,258	78,788,431
Investment	14	1,485,513,906	1,395,209,943
Outstanding Premium	15	508,869,418	410,382,883
Interest, Dividend and Rent accrued but not due	16	349,393,900	344,724,594
Advance and Deposits	17	287,802,883	255,253,808
Agent Balance	18	190,927,509	170,252,110
Cash and Cash Equivalents	19	2,122,488,161	2,060,478,943
Other Assets			
Fixed Assets (at cost less Accumulated Depr)	20	719,386,293	731,019,193
Stock of stamps, forms and stationery		9,158,558	5,337,126
		5,760,543,886	5,451,447,031

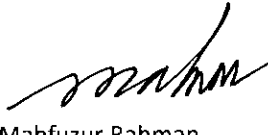
The accounting policies and annexed notes form an integral part of the financial statements.


Mohammad Shibbir Hossain FCA
Chief Financial Officer


Md. Golam Kibria
Chief Executive Officer

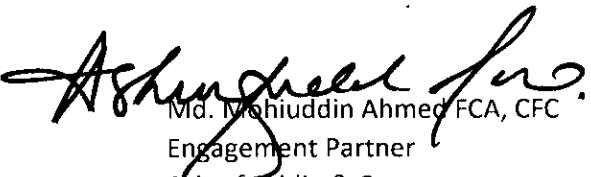

Abdullah Jamil Matin
Director


Ms Razia Sultana
Vice Chairman


Mahfuzur Rahman
Chairman

As per annexed report of even date

Dated: 27 August 2020
Place: Dhaka


Md. Mohiuddin Ahmed FCA, CFC
Engagement Partner
Ashraf Uddin & Co.
Chartered Accountants

Rupali Life Insurance Company Ltd

Life Revenue Accounts

For the year ended 31 December 2019

Particulars	Notes	2019	2018
Balance of Life Fund at the beginning of the year		4,503,993,651	4,267,523,041
Premium less reinsurance			
Gross Premium	21.00	2,376,006,566	2,157,763,277
First Year Premium	21.01	860,109,706	850,656,798
Renewal premium	21.02	1,511,055,194	1,301,824,829
Group Insurance Premium	21.03	4,841,666	5,281,650
Less: Reinsurance Premium	21.00	4,378,133	3,389,985
Net Premium		2,371,628,433	2,154,373,292
Interest, Dividend and rents	22.00	250,541,105	249,286,801
Profit / (Loss) on sale of share		-	402,987
Profit on sale of Assets		264,561	
Other Income	23.00	2,837,946	2,782,004
Total		<u>7,129,265,696</u>	<u>6,674,368,125</u>

First year premium, where the maximum premium paying period are:

Single premium		
Two years		
Three years		
Four years		
Five years		
Six years	30,956,352	
Seven years		
Eight years	48,174,394	38,031,353
Nine years		
Ten years	99,585,567	36,380,081
Eleven years		
Twelve years or over(Including throughout life)	681,393,393	776,245,364
	860,109,706	850,656,798

Rupali Life Insurance Company Ltd

Life Revenue Accounts

For the year ended 31 December 2019

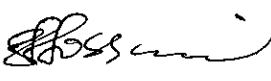
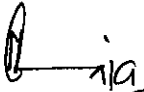

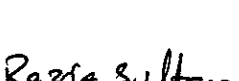

Particulars	Note	2019	2018
Expenditure			
Claims under policies (Including provision for claims due or intimated) less re insurance	24.00	1,298,110,875	1,158,409,991
By Death		24,832,190	32,986,661
By Maturity		508,964,515	472,045,533
By Survival		495,054,124	410,249,252
By Policy bonus		259,145,412	236,806,554
By Surrender		10,114,634	6,321,991
Expenses of Management		955,037,583	920,372,040
Commission		615,846,683	590,169,772
a) Commission to insurance agents(less reinsurance)		406,003,901	380,400,491
b) Allowance and Commission (other than Commission on sub item (a) above)		209,842,782	209,769,281
		339,190,900	330,202,268
Salaries etc (other than to agents and those contained in the allowances and commission)		131,095,958	135,293,892
Travelling Expenses		4,944,201	4,221,594
Conveyance expenses		48,836,659	56,330,318
Directors' Fee		1,652,000	1,741,000
Audit Fee		1,163,750	179,750
Medical Fee		2,717,812	2,723,957
Insurance Policy Stamps		9,958,375	10,587,670
Advertisement and Publicity		2,774,044	2,084,870
Printing Expenses		3,742,270	3,398,653
Stationery expenses		8,475,667	7,930,192
Legal and professional fee		805,384	651,262
Office Rent		32,222,177	32,834,304
Bank Charges		2,466,963	3,359,748
General Repairs and maintenance		5,932,026	5,846,779
Car Repair and maintenance		8,647,957	7,694,291
Paper and periodicals		213,133	306,120
Telephone, telex, fax, etc		4,175,270	3,852,411
Electricity, gas and WASA		4,800,063	4,676,466
Training and recruitment expenses		1,901,825	2,303,115
Subscription and donation & Others		885,207	623,380
Entertainment		2,234,763	2,200,729
Insurance premium (general)		221,373	264,911
Postage and telegram		1,278,024	1,518,321
Business development expenses		14,057,984	12,223,981
Car fuel		16,876,870	15,756,164
Registration Renewal fee		2,481,428	2,355,447
Revenue stamps		1,606,794	2,075,102
Annual general meeting expenses		198,838	198,997
Actuarial fees		661,250	661,250
Group Insurance expenses		488,248	-
Credit Rating fee		170,467	-
Rates & Taxes		18,238,194	3,138,636
Provident Fund (Employer Contribution)		3,265,926	3,168,958

Rupali Life Insurance Company Ltd Life Revenue Accounts

For the year ended 31 December 2019

Particulars	Note	2019	2018
Other Expenses		111,746,524	91,592,443
Depreciation on fixed assets		36,820,371	35,749,669
Dividend		34,618,498	33,287,017
Fair Value Change account		4,232,258	-
Income Tax	12.01	36,075,397	22,555,757
		<u>2,364,894,982</u>	<u>2,170,374,474</u>
Balance of life insurance fund at the end of the year as shown in the balance sheet		<u>4,764,370,714</u>	<u>4,503,993,651</u>
Total		<u>7,129,265,696</u>	<u>6,674,368,125</u>

The accounting policies and annexed notes form an integral part of the financial statements.

 Mohammad Shabbir Hossain FCA Chief Financial Officer	 Md. Golam Kibria Chief Executive Officer	 Abdullah Jamil Matin Director	 Ms Razia Sultana Vice Chairman	 Mahfuzur Rahman Chairman
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As per annexed report of even date


Dated: 27 August 2020
Place: Dhaka

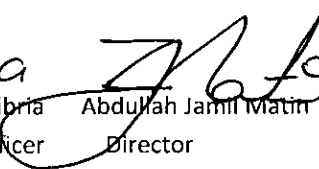



Md. Moniuddin Ahmed FCA, CFC
Engagement Partner
Ashraf Uddin & Co.
Chartered Accountants

Rupali Life Insurance Company Limited
Statement of Cash Flows

For the year ended 31 December 2019

	Notes	Amount in Taka	
		2019	2018
A Cash flow from operating activities	33.00		
Collection from premium	33.01	2,256,844,632	1,904,242,711
Other income received		2,837,946	2,782,004
Payment for claims	33.02	(1,297,448,150)	(1,159,043,523)
Payment for reinsurance, management expenses etc	33.03	(947,881,552)	(885,085,067)
Advance income tax paid	33.04	(34,103,681)	(24,463,539)
Net cash received from operating activities		(19,750,805)	(161,567,414)
B Cash flow from investing activities			
Investment made		(97,908,058)	1,208,892
Amortization of Bond Discount		89,119	-
Acquisition of fixed assets		(25,967,910)	(15,903,503)
Disposal of fixed assets		1,078,100	40,675
Rental Income		1,376,502	1,415,492
Loan paid against policies		(26,481,941)	(22,411,855)
Proceeds from Sale of Share		3,648,843	402,982
Investment in share		(393,918)	-
Loan realized against policies		18,267,114	15,805,043
Other loans and advance realized/(paid)		(2,579,749)	24,920,292
Holding Period Interest on bonds		(338,766)	-
Interest, dividend and rent received		244,834,063	295,806,842
Net cash used in investing activities		115,623,399	301,284,860
C Cash flow from financing activities			
Cash Dividend Paid		(33,863,376)	(22,191,345)
Net cash received from financing activities		(33,863,376)	(22,191,345)
D Net increase in cash and cash equivalents (A+B+C)		62,009,218	117,526,101
E Cash and cash equivalents at beginning of the period		2,060,478,943	1,942,952,842
F Cash and cash equivalents at end of the period (D+E)		2,122,488,161	2,060,478,943






 Mohammad Shabbir Hossain FCA Md. Golam Kibria Abdullah Jamil Matin Ms Razia Sultana Mahfuzur Rahman
 Chief Financial Officer Chief Executive Officer Director Vice Chairman Chairman

As per annexed report of even date

Dated: 27 August 2020

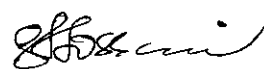
Place: Dhaka


 Md. Mohiuddin Ahmed FCA, CFC
 Engagement Partner
 Ashraf Uddin & Co.
 Chartered Accountants

Rupali Life Insurance Company Limited
Statement of changes in equity
For the year ended 31 December 2019

Ashraf Uddin & Co
Chartered Accountants

Particulars	2019							2018						
	Share Capital	Share premium	General Reserve	Revaluation Reserve	Fair value change account	Retained Earnings	Total	Share Capital	Share premium	General Reserve	Revaluation Reserve	Fair value change account	Retained Earnings	Total
Equity as on 01/01/2019	288,487,480	240,166,080		227,604,538			756,258,098	277,391,810	240,166,080		227,604,538			745,162,428
Bonus and right share issued during the year							-	11,095,670						11,095,670
Reserve for Assets revaluation							-							
Adjustment of Fair Value Change Account during the year							-							
Equity as on 31/12/2019	288,487,480	240,166,080	-	227,604,538	-		756,258,098	288,487,480	240,166,080	-	227,604,538	-	-	756,258,098



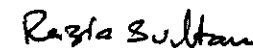
Mohammad Shibir Hossain FCA
Chief Financial Officer



Md. Golam Kibria
Chief Executive Officer



Abdullah Jamil Matin
Director



Ms Razia Sultana
Vice Chairman



Mahfuzur Rahman
Chairman

As per annexed report of even date

Dated: 27 August 2020
Place: Dhaka








Md. Mohiuddin Ahmed FCA, CFC
Engagement Partner
Ashraf Uddin & Co.
Chartered Accountants

Rupali Life Insurance Company Ltd

Statement of Life Insurance Fund

For the year ended 31 December 2019

	Amount in Taka	
	2019	2018
Assets	5,760,543,886	5,451,447,031
Loan on insurers' policies within their surrender value	87,003,258	78,788,431
Investment	1,485,513,906	1,395,209,943
Outstanding premium	508,869,418	410,382,883
Interest, dividends and rents accruing but not due	349,393,900	344,724,594
Agent Balance	190,927,509	170,252,110
Advance and deposits	287,802,883	255,253,808
Cash and cash equivalents	2,122,488,161	2,060,478,943
Fixed assets (at cost less depreciation)	719,386,293	731,019,193
Stock of stamps, forms and stationery	9,158,558	5,337,126
	467,519,612	418,799,818
Liabilities		
Estimated liabilities in respect of outstanding claims whether due or intimated	1,567,790	905,065
Amount due to other persons of bodies carrying on insurance business	5,147,162	4,184,729
Sundry creditors	105,542,695	93,607,471
Assets revaluation reserve	227,604,538	227,604,538
Provision for corporate tax	127,657,427	92,498,015
Gross fund (assets-liabilities)	5,293,024,274	5,032,647,213
Less: shareholders' capital (paid up capital)	288,487,480	288,487,482
	5,004,536,794	4,744,159,731
Less: Share premium	240,166,080	240,166,080
Life insurance fund at the end of the year	4,764,370,714	4,503,993,651






 Mohammad Shabbir Hossain FCA Md. Golam Kibria Abdullah Jamil Matin Ms. Razia Sultana Mahfuzur Rahman
 Chief Financial Officer Chief Executive Officer Director Vice Chairman Chairman

Dated: 27 August 2020
Place: Dhaka


 Md. Moniuddin Ahmed FCA, CFC
 Engagement Partner
 Ashraf Uddin & Co.
 Chartered Accountants


Rupali Life Insurance Company Ltd

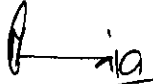
Form AA (Under Insurance Act 2010, Section 27)

Classified Summary of the Assets in Bangladesh

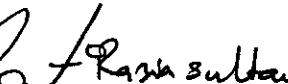
As at 31 December 2019

Class of Assets	Amount in Taka		
	Book Value	Market Value	Remarks
Loan			
On Insurer's policies within their surrender value	87,003,258	87,003,258	Realizable value
Investment			
Statutory deposit with Bangladesh Bank	15,000,000	15,000,000	At cost
Bangladesh Govt. Treasury Bond	1,256,911,776	1,256,911,776	Book value
Share of Rupali Life Ist Mutual Fund	200,000,000	200,000,000	Book value
Shares listed on stock exchange	20,119,496	13,595,963	Market value
Balance With Broker House	6,167	6,167	Book value
Cash and Bank Balance			
Fixed deposits with bank	901,962,803	901,962,803	Book value
On STD account with banks	806,472,497	806,472,497	Realizable value
Current account with banks	135,495,971	135,495,971	Realizable value
Cash in hand	278,556,890	278,556,890	Realizable value
Other Asset			
Outstanding premium	508,869,418	508,869,418	Realizable value
Agent Balance	190,927,509	190,927,509	Realizable value
Interest, dividends and rents accruing but not due	349,393,900	349,393,900	Realizable value
Advance and deposit	287,802,883	287,802,883	Book value
Fixed assets (at cost less accumulated depreciation)	719,386,293	719,386,293	WDV
Stamps, printing and stationery	9,158,558	9,158,558	At cost
Total	5,767,067,419	5,760,543,886	-


Mohammad Shabbir Hossain FCA
Chief Financial Officer


Md. Golam Kibria
Chief Executive Officer


Abdullah Jamil Matin
Director


Ms. Razia Sultana
Vice Chairman


Mahfuzur Rahman
Chairman

Dated: 27 August 2020
Place: Dhaka


Md. Mohiuddin Ahmed FCA, CFC
Engagement Partner
Ashraf Uddin & Co.
Chartered Accountants

RUPALI LIFE INSURANCE COMPANY LIMITED

Notes to the Accounts, Comprising Significant Accounting Policies and Other Explanatory Information
For the year ended 31 December 2019

1.0 Legal status and nature of business

1.01 Establishment and Status of the Company

Rupali Life Insurance Company Limited (the Company) was incorporated as a public limited company in Bangladesh under the Companies Act 1994 on 28 December 1999 and commenced operation from the same date. The company is a publicly traded company and its ordinary shares are listed in both Dhaka and Chittagong Stock Exchanges.

The registered Head office of the company is located at its own building named Rupali Life Tower, 50 Kakrail, Dhaka-1000, Bangladesh. The business of the company are being carried out through office located all over the country.

1.02 Nature of business

The Company is engaged in life insurance business mainly in individual life and islami individual life insurance business. It also operates in nontraditional micro life insurance under the name, (1) EKOK Bima, (2) Samajik Bima, (3) Takaful DPS Bima, (4) Rupali DPS Bima, (5) Rupali Khudra Bima, (6) Shariah DPS Bima, (7) Al Amanat Bima and (8) Sanchay Bima (9) Takaful Bima. There were no significant changes in the nature of the principal activities of the company during the year under review.

Most of the products are participating traditional while few products under individual life are non-participating traditional. To enhance the benefit of the plans, accidental and disability riders are also offered.

1.03 Commencement of risks against insurance policy

The company acknowledges risk of the sold policies from the date of the issue of the FPR (First Premium Receipt) for individual life, Islami individual life and Group Schemes. And from the date of the issue of Pass Book for Micro Insurance schemes.

2.00 Basis of presentation and Statement of Compliance

2.01 Statement of Compliance

The financial statements have been prepared on a going concern and accrual basis on historical cost basis and therefore, do not take into consideration of the effect of inflation. The following underlying assumptions, measurement bases, laws, rules, regulations and accounting pronouncements have been considered in preparing and presenting the financial statements.

- > The Insurance Act, 2010;
- > The Insurance Rules, 1958;
- > Bangladesh Financial Reporting Act 2015;
- > Provision of the Companies Act, 1994;
- > The Securities and Exchange Rules 1987;
- > Income Tax Ordinance 1984;
- > Listing Regulations of Dhaka and Chittagong Stock Exchange .
- > The International Financial Reporting Standards (IFRSs);



>Any other applicable legislations in Bangladesh and practice generally followed by the insurance sector.

Compliance with IASs and IFRSs

IAS		Complied/not complied
1	Presentation of Financial statement	Complied
2	Inventories	Complied
7	Statement of cash flows	Complied
8	Accounting Policies, changes in accounting estimates and errors	Complied
10	Events after the reporting period	Complied
12	Income taxes	Complied
16	Property, plants and equipment	Complied
19	Employee benefits	Complied
24	Related party disclosures	Complied
26	Accounting and reporting by retirement benefit plans	Complied
32	Financial instruments: Presentation	Complied
36	Impairment of assets	Complied
38	Intangible assets	Complied
39	Financial Instruments: recognition and measurement	Complied
40	Investments property	Complied
IFRS		Complied/not complied
7	Financial instruments: Disclosures	Complied
8	Operating segments	Complied
9	Financial instruments	Complied
13	Fair value measurement	Complied
15	Revenue from Contracts with Customers	Complied
16	Leases	Complied

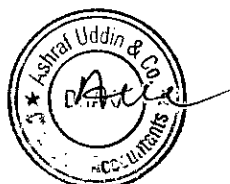
2.02 The functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the company operates.

The financial statements are presented in Bangladeshi Taka, which is the company's functional and presentation currency.

2.03 Risk and uncertainties for use of estimates in preparation of financial statements

Preparation of financial statements in conformity with Bangladesh Accounting Standards requires management to make estimates and assumption that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of financial statements and revenues and expense during the period reported. Actual result could differ from estimates. Estimates are used for accounting of certain items such as long



term contracts, depreciation and amortization, taxes, classes of accrued expense reserves and contingencies (when arise).

2.04 Reporting Period

The financial statements of the company cover one financial year from January 01 to December 31 of the calendar year and is followed consistently.

2.05 Structure, Components and presentation of the Financial Statements

Being the general purpose financial statements, the financial statements are prepared in line with the requirements on the Insurance Act 2010 and International Financial Reporting Standards (IFRSs) and presented on the basis of IAS-1 "Presentation of Financial Statements". The Financial Statements comprises:

- i) Balance Sheet as at 31 December 2019;
- ii) Life Revenue Accounts for the year ended 31 December 2019;
- iii) Statement of Changes in Equity for the year ended 31 December 2019
- iv) Statement of Cash Flow for the year ended 31 December 2019
- v) Notes to the Accounts, comprising significant accounting policies and other explanatory information for the year ended 31 December 2019.

2.06 Inventories

Inventories shall be valued at lower of cost and net realizable value (NRV). Net realizable value refers to the net amount that a company can expect to realize from its sale of inventory in the ordinary course of business. Net realizable value equals to Fair Value minus cost of sale. Fair value is the price that would be received to sell an asset or paid to transfer liability in an ordinary transaction between market participants at the measurement date. Inventory held by the company are valued as per IAS-2 Inventories.

3.00 Summary of Significant Accounting Policies

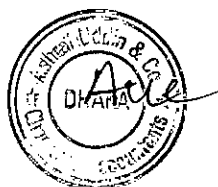
The accounting policies adopted in the preparation of these financial statements are consistent with those followed in the preparation of the company's financial statements for the year ended December 31, 2019.

3.01 Revenue recognitions

Revenue is recognized according to the guideline set out in IAS-18 "Revenue" and in compliance with "IFRS-4, Insurance Contract" Revenue from different heads are details below:

Premium Income

First year premium is recognized when premium is received and the relevant policy is issued. Collectible amount of premiums due and outstanding at the end of December 2019 for which grace period has not expired and previous installments have been paid, are recognized as revenue.



Investment Income

Profit from investment is recognized as it accrues and is calculated by using the effective interest rate. Realized portfolio Gain/Loss on investment in shares is recognized as per IFRS 9: Financial Instruments. Capital gain on investment in shares is recognized when it is realized.

Dividend Income

Cash dividend income on investment on Marketable securities recognized on cash basis. Stock dividend does not recognize in the revenue and the number of share received increase total holding of shares effecting decrease in average cost of investment.

3.1.1 Individual life policies

Individual life first year, renewal, and single premiums are recognized once the related policies are issued/renewed against receipt and realization of premium.

However, Provision for outstanding premium for the accounting year is estimated on basis of collection in the following three (3) months taking into consideration the nature and practice in the insurance industry rental income on investment property. Uncollected premium from lapsed policies is not recognized as income until such policies are revived.

3.1.2 Interest and rent

Interest income is recognized on accrual basis unless otherwise stated. Accretion of discount and amortization of premium in respect of debt securities and other fixed income securities is amortized over the remaining period to maturity of such instruments on straight line basis. Realized gains and losses in respect of financial instruments, such as, equity securities, units of mutual fund and corporate bonds listed in the stock exchange are calculated as the difference between the net sales proceeds and their costs using the weighted average method, that is profit or loss on sale of the listed financial instruments are recognized in the Income Statement on cost basis.

Policy loans are allowed to the policy holders to the extent of surrender values of their respective policies provided the policies are in force for not less than two years. Interest on policy loan is accounted on accrual basis subject to the provisions of the Insurance Act/Rules.

Profit or loss on sale of securities/equities is taken to revenue only in the year of sale.

3.1.3 Provision

A Provision is recognized in the balance sheet date if, as a result of past events, the company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.



3.1.4 Premium deposit

Premium deposit represents premium received but risk has not yet been accepted because of pending underwriting decision as at 31 December 2019.

3.1.5 Re-insurance

The Company had reinsurance arrangement with SCOR Global Life-SE, Singapore upto 30 June 2019 thereafter the new arrangement made with Barents Reinsurance S.A. Luxembourg. The net retention of the company is Tk. 3 lac per policy for individual life and

for Group life per person of risk. Reinsurance premium is recorded as expense evenly throughout the period of the reinsurance contract and set off against the premium income

of respective year. The claim recoveries arising out of reinsurance contracts are set off against the claims expenses of respective year.

3.1.6 Claims costs

Claims cost consists of the policy benefit amount and claim settlement costs, where applicable. Death and rider claims are accounted for on receipt of intimation. Annuity benefits and Maturity benefits are accounted when due. Surrenders are accounted for on the receipt of consent from the insured to the quote prescribed in the policy deed provided by the company. Maturity claims also include amounts payable on lapsed policies which are accounted for on the date of maturity of policies. Re-insurance claims receivable are accounted for in the period in which claims are settled.

3.1.7 Investments

Investments are stated in the financial statements at their fair value in line with the IFRS - 9. Interest on investment is calculated on accrual basis. Shortfall in the market value on the balance sheet date over the book value is charged in the Fair Value Change account as per IDRA circular # LIFE 4/2012 of 11 June 2012.

3.1.8 Fixed Assets

(a) Tangible Assets

Recognition

The company recognised the cost of an item of property, plant and equipment as an asset when the probable future economic benefits associated with the item will flow to the entity and the cost of the item is measureable reliably. Normal replacement cost due to wear and tear of the assets have been recognised as revenue expenditure. Capital Works in Progress (CWIP) is stated at cost less impairment, if any and consist of expenditure incurred and advances made in respect of fixed assets in the course of their acquisition, erection, construction and installation. The assets are transferred to relevant category of fixed asset when they are available for use.



Measurement

All fixed assets are measured at cost and disclosed deducting accumulated depreciation as per "IAS-16 : Property, Plant and Equipment". The cost of acquisition comprises its purchase price including duties and taxes (if any) and other direct cost to bring the asset in operation.

Depreciation on fixed assets

Depreciation on fixed assets except on land has been calculated on reducing balance method at varying rates depending on the class and their estimated useful life as stated below. Method and rate of providing depreciation are consistently applied in relation to the previous year. Depreciation is charged for the whole year on additions when the related assets are put into use and no depreciation has been charged on the assets sold in the year under audit.

Particulars	Rate (%)
Building	5%
Furniture and fixtures	15%
Signboard	10%
Motor vehicle	20%
Computer	20%
Air cooler	20%
Office equipment	15%
Photocopying machine	15%
Electric equipment	15%
Accounting Software	20%
Generator	20%
Multimedia projector	15%
Interior Decoration	10%
Fire Hydrant System	10%
CCTV	30%
Lift	10%
Electric Fittings	15%
Computer Networking	30%

The gain or loss arising on the disposal or retirement of an asset is determined on the difference between the sale proceeds and the carrying amount of the assets and recognizes in the life Revenue Account.

Impairment

As Per "IAS- 36: Impairment of Assets" the carrying amounts of the company's non-current assets, other than deferred tax assets are reviewed at each reporting date to determine whether there is an indication of impairment. Considering the present conditions of the assets, management concludes that there is no such indications exist.



(b) Intangible Assets:

Intangible assets (computer software) are recorded at historical cost less accumulated amortization as per IAS 38: Intangible Assets. It is amortized at reducing balance method @ 20%

3.1.9 Taxation

Income tax on earnings for the year comprises current and deferred tax as prescribed by IAS-12 Income tax and is based on Income Tax Ordinance 1984. It is recognized in the revenue account as tax expense.

Corporate tax has been finalized up to accounting year 2011 (assessment year 2012-13), accounting year 2012 (assessment year 2013-14), accounting year 2013 (assessment year 2014-15), Accounting year 2014 (assessment year 2015-16). Accounting year 2015 (assessment year-2016-2017) & accounting year 2016 (assessment year-2017-2018) assessment is under process.

Current Tax

Current tax is the expected tax payable on taxable surplus for the year, based on tax rate applicable at the reporting date which includes adjustment for tax payable in previous years. Current tax for current year and previous years 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 considering the 4th schedule of income tax ordinance 1984.

Deferred tax

Deferred tax assets are recognized only to the extent that it is probable that future taxable profits will be available against which the deductible temporary differences or unused tax losses and credits can be utilized.

There being no such significant difference in the basis of calculation of depreciation etc. between income tax ordinance 1984 and the financial statements no provision has been made in this regard.

3.02 Stock of stamp, printing and stationery

Stationery, stamps and printed materials have been valued at cost and such valuation has been certified by the management.

3.03 Individual life business

Insurance underwriting risk is the risk that the Company will suffer losses due to economic situation or the rate of occurrence of an incident contrary to the forecast made at the time of setting up of the premium rate.

The underwriting risk arises from death and sometimes due to permanent disability and critical illness. The Company may get exposed to poor risk due to unexpected experience in



terms of claim severity or frequency. This can be a result of anti-selection, fraudulent claims or poor persistency. The Company may also face the risk of poor investment return, inflation of business expenses and liquidity issues on monies invested in the fund. The Company faces the risk of under pricing particularly due to nature of long-term contract. In addition to this , due to poor persistency, the Company would be unable to recover expenses of policy acquisition. The Company manages these risks through its underwriting, reinsurance, claims handling policy and other related control mechanisms. The Company has a well defined policy and avoids selling policies to high risk individuals. Underwriting procedures have been enhanced and rules have been structured to enable the Company to strike a balance between mitigating risk, ensuring control and providing better service. This puts a check on anti-selection.

The Company seeks to reduce its risk exposure by reinsuring certain levels of risk with renowned re-insurance Barents Reinsurance S.A Luxembourg.

The Company provides quality service to the policyholders and checks to minimize miss-selling and avoid poor persistency. A regular monitoring of lapsation rate is conducted. The Company has procedures in place to ensure avoidance of payment of fraudulent claim. The Claim Committee reviews all sum assured and early claims for verification and detailed investigation of all doubtful and early claims are conducted. The Company maintains adequate liquidity to cater for potentially sudden and high cash requirement.

3.04 Group life

The major risk underwritten by the company is death which depends on mortality. Other risks underwritten include disability and major disease.

Risk increases as a result of catastrophic events, business procurement without following underwriting guidelines business procurement at low premium rate due to tough market competition and fraudulent claims. Non-receipt of premium in due time is an additional factor.

The company manages these risk through proper underwriting, reinsurance, effective claims handling and other claim control mechanism. The company also avoids underwriting group business with employees exposed to hazardous profession. Pricing is done in line with actuarial guideline, experience and the mortality exposure the concerned group faces. Moreover, premium rates of existing groups are also reviewed from time to time on the basis of claim experience. Reinsurance arrangements are made by the company with renowned re-insurer to limit the risk at affordable level. Beside, the company avoids payment of fraudulent claims through claim investigation. Strict monitoring is in place to keep the outstanding balances of premium at a minimum.

3.05 Liquidity risk

Liquidity risk is the risk that the company will be unable to meet its funding requirements. To guard against the risk the company has diversified funding sources and assets are managed with liquidity in mind, maintaining healthy balance of cash and cash equivalent and readily market securities.



3.06 Interest rate risk

The Company invests in securities and has deposits that are subject to interest rate risk. Interest rate risk to the Company is the risk of changes in market. Interest rate reducing the overall returns on its interest basis securities. The Company limits interest risk by monitoring changes in interest rates in the money market and by diversifying into various institutions (issuers' of securities).

3.07 Market risk (investment pattern)

Market risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices, whether these changes are caused by factors specific to the individual security or its issuer or factors affecting all securities traded in the market.

The Company is exposed to market risk with respect to its investment.

The Company continues to adopt a prudent policy in respect of investments. The fund of the Company has been invested as per provision of the Insurance Act. The investments are mainly in Govt. securities, Fixed Deposits Receipts (FDR's) with various commercial banks and financial institutions having acceptable performance parameters and ratings and equity shares in listed companies having good and positive fundamental and technical attributes.

The Company also limits market risk maintaining a diversified profile and by continuous monitoring of developments in Govt. securities (bonds) equity and term finance certificates markets. In addition, the Company actively monitors the key factors that affect the underlying value of these securities.

3.08 Reinsurance risk

The Company seeks to reduce its risk exposure by reinsuring certain levels of risk with re-insurer. Re-insurer ceded does not relieve the Company from its obligation to policyholders and as a result, the Company also remains liable for the portion of outstanding claims reinsured to the extent that re-insurer does not meet the obligations ultimately under the reinsurance agreements.

In order to minimize the risk, the Company has obtained reinsurances cover from a renowned re-insurer, Barents Reinsurance S.A Luxembourg with proven sound financial health.

3.09 Credit risk

Credit risk is the risk, which arises with the possibility that one party to a financial instrument will fail to discharge its obligation and cause the other party to incur a financial loss. Major credit risk is in bank balance investments. The management monitors exposure to credit risk through regular review of credit exposure and assessing credit worthiness of counter parties.



3.10 Commission

Commission to insurance agents (less that on reinsurance) represents first year commission and renewal commission. Allowances and commission (other than commission to insurance agents less that on reinsurances) represent field officers salary and allowances including bonuses

3.11 Cash Flow Statement

Cash Flows Statement is prepared in accordance with IAS-7 and Cash Flows from operating activities has been presented under direct and indirect method as outlined in the securities and Exchange Rules 1987. For the purpose of cash flow statement, cash and cash equivalents include the following:

- Cash at bank in Current and SND/STD accounts;
- Term deposits (FDRs) with commercial banks; and
- Cash in hand.

3.12 Comparative information

Relevant comparative information has been disclosed in respect of the year for all numerical information in the financial statements.

3.13 Responsibility for preparation of Financial Statements

The Board of Directors is responsible for the preparation of financial statements under section 183 of the Companies Act 1994 and as per provisions of "The Frame work for the preparation and presentation Financial Statements" issued by the International Accounting Standard Board (IASB) as adopted by the Institute of the Chartered Accountants of Bangladesh (ICAB).

3.14 Employee benefit scheme

The Company, through the trustees has been maintaining a recognized contributory provident fund for all its eligible permanent employees.

3.15 Related party transaction

The Company has no related party transactions as described in IAS 24 with any person who can exercise significant influence in making financial and operating decision.

3.16 Post balance sheet event

As per IAS-10: There was no adjusting event after reporting period of such importance.

3.17 Accounting policies, changes in accounting estimates and errors:

3.17.01 Measurement for depreciation of fixed asset:

The company used to follow the reducing balance method for allocating the economic benefit coming into the company from an asset over its estimated useful life. So far, the

company calculated depreciation in Pro-Rata basis. But from now on, the company decided to charge a full year depreciation in the year of acquisition and nothing in the year of disposal. Due to this changes in accounting estimate, prospective effects on Financial Statements has been presented in line with IAS-8 *Accounting policies, changes in accounting estimates and errors*.

3.17.02 Operating Segments:

All entities shall disclose information to enable users of its financial statements to evaluate the nature and financial effects of the business activities in which it engages and the economic environment in which it operates. As per *IFRS-8 Operating Segments*, an operating segments is a component of an entity;

- i. that engaged in business, earns revenue & incur expenses;
- ii. economic results and performance evaluated by chief operating decision maker on regular basis and;
- iii. for which discrete financial information is available.

In line with clause 3 (three) of *IFRS-8 Operating Segment*, the company is not required to apply this IFRS as it has no such segmented operation that comply with the requirements of IFRS 8.

3.17.03 Financial Instruments

At initial recognition as per *IFRS-9 Financial Instrument*, an entity shall measure a financial asset or financial liability as its fair value plus or minus (in the case of a financial asset or a financial liability not at fair value through profit or loss) the transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

After initial recognition (subsequent measurement) an entity shall measure a financial asset or financial liability in either of the following subject to specific circumstance specified in the standard (sec 4.1.1- 4.1.5) & (4.2.1-4.2.2):

- i. amortized cost;
- ii. fair value through other comprehensive income;
- iii. fair value through profit or loss.

The entity shall recognize loss allowance or Expected Credit Loss (impairment requirement). At each reporting date the entity account for the impairment of financial assets or financial liability in the following manner:

- I. an amount equal to the lifetime expected credit loss (if the credit risk of the instrument has increased significantly since initial recognition)
- II. an amount equal to the 12 (twelve) month expected credit loss (if the credit risk of the instrument has not increased significantly since initial recognition)

3.17.04 Revenue from Contracts with Customers:

An entity shall recognize revenue to depict the transfer of promise goods or service to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange of those goods and services. As per *IFRS-15 Revenue from Contracts with Customers* an entity shall account a contract with a customer under the scope of this standard subject to the following criteria has been meet:



- a) the parties to the contract have approve the contract and committed to perform their respective obligation;
- b) the entity can identify each party's rights regarding the goods or services to be transferred;
- c) identification of payment terms for goods and services;
- d) existence of commercial substance;
- e) probability of collection of the consideration to which the entity is entitled with (for the exchange of goods or services).

Premium (considered as revenue for the company) collection and recognition meets all the above requirements of IFRS-15 *Revenue from Contracts with Customers* is considered as complied.

3.17.05 Leases:

An entity shall assess a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. In line with *IFRS-16 Leases*, an entity shall determine the lease term as the non-cancellable period of a lease together with both:

- I. Period covered by the option to extend the lease and;
- II. Period covered by the option to terminate the lease.

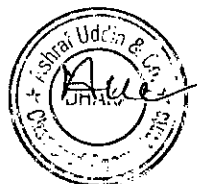
Initial measurement, right of use asset shall be measured at cost and subsequently either by fair value or follow revaluation model.

The company does not hold any such right of use of asset for non-cancellable period of time in exchange for any consideration.

4.00 General

The previous year's figures have been regrouped, rearranged and reclassified wherever necessary. Amounts and other disclosures for the preceding year are included as an integral part of the current financial statements and are to be read in relation to the amounts land other disclosures relating to the current year.

Amounts presented have been rounded to the nearest Taka.



Amount in taka	
2019	2018

5.00 Share capital

Authorized : 100,000,000 ordinary shares of Tk 10 each	1,000,000,000	1,000,000,000
Issued, subscribed and paid up	288,487,480	288,487,480
75,00,000 ordinary shares of Tk 10 each fully paid up in cash	75,000,000	75,000,000
7,50,000 ordinary shares of Tk 10 each as stock dividend in 2009	7,500,000	7,500,000
11,55,000 ordinary shares of Tk 10 each as stock dividend in 2010	11,550,000	11,550,000
13,16,700 ordinary shares of Tk 10 each as stock dividend in 2011	13,167,000	13,167,000
12,86,604 ordinary shares of Tk 10 each as stock dividend in 2012	12,866,040	12,866,040
1,20,08304 ordinary shares of Tk 10 each as right share in 2013	120,083,040	120,083,040
12,00,830 ordinary shares of Tk 10 each as stock dividend in 2013	12,008,300	12,008,300
25,21,743 ordinary shares of Tk 10 each as stock dividend in 2014	25,217,430	25,217,430
11,09,567 ordinary shares of Tk 10 each as stock dividend in 2017	11,095,670	11,095,670

5.01 Distribution schedule of paid-up capital

Category of shareholders	No. of Shareholders	No. of Shares	Percentage of Shareholding
All Investors A/C	9	1,834	0.006%
Company Shareholders	159	3,166,253	10.975%
Company (Foreign)	-	-	-
General Public	4181	16,351,239	56.679%
NRB (Non-Resident Bangladeshi)	34	76,335	0.265%
Sponsor/Director	12	9,253,087	32.075%
Total	4,395	28,848,748	100.00%

Shareholding Range	No. of Shareholders	No. of Shares	Percentage of Shareholding
000000001-0000000499	1,697	220,403	0.764%
0000000500-0000005000	2,103	3,790,413	13.139%
0000005001-0000010000	270	2,034,918	7.054%
0000010001-0000020000	165	2,416,832	8.378%
0000020001-0000030000	57	1,399,616	4.852%
0000030001-0000040000	19	689,598	2.390%
0000040001-0000050000	21	955,652	3.313%
0000050001-0000100000	27	2,033,670	7.049%
0000100001-0001000000	33	11,452,832	39.700%
0001000001-1000000000	3	3,854,814	13.362%
Total	4,395	28,848,748	100.00%

6.00 Share Premium

240,166,080	240,166,080
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This amount arises from the issue of right shares no. 1,20,08,304 for Tk. 30 each including Tk-20 as premium. The right share issued at 1:1. The subscription was completed in May 2014.



7.00 Revaluation Reserve

227,604,538

227,604,538

The Company in the 113th Board of Directors Meeting held on 27 November 2010 decided to revalue its 27.37 decimals of land situated at Dhaka, Khulna and Sandwip and appointed Trust inspection services Ltd., a professional inspection and surveying company for conducting revaluation. Total cost of the land was Tk. 102,170,462 and revalued price was ascertained at Tk. 329,775,000. After revaluation excess value of Tk. 227,604,538 was accounted for as assets revaluation reserve.

8.00 Life insurance fund

Balance as on 1 January 2019

4,503,993,651

4,267,523,041

Surplus in Life Revenue account during the year

260,377,063

236,470,610

Balance as on 31 December 2019

4,764,370,714

4,503,993,651



	Amount in Taka	
	2019	2018
9.00 Amount due to other persons or bodies carrying on insurance business		
Balance as on 1 January 2019	4,184,729	2,627,677
Add: Premium for the year	4,378,133	3,389,985
	<u>8,562,862</u>	<u>6,017,662</u>
Less : paid during the year	3,415,700	1,832,933
Balance as on 31 December 2019	<u><u>5,147,162</u></u>	<u><u>4,184,729</u></u>
10.00 Estimated liabilities in respect of outstanding claims whether due or intimated		
Death claim	50,123	905,065
Maturity Claim	247,082	-
Survival Benefit	1,180,380	-
Surrender Value	16,377	-
Policy Bonus	73,828	-
	<u><u>1,567,790</u></u>	<u><u>905,065</u></u>
11.00 Sundry creditors		
Commission (Note-11.01)	27,426,110	30,778,714
Auditors' fees (Note-11.02)	1,210,000	406,000
Office rent	2,909,262	2,098,432
Licence fees (Note-11.03)	10,937,351	9,507,117
Security money (Note-11.04)	997,780	997,780
Employees provident fund (Note-11.05)	185,419	1,266,758
IPO subscription refundable (Note-11.06)	1,062,503	1,422,959
Office Expenses	28,699	203,974
Un-Claimed Dividend (Note-11.07)	1,530,245	775,123
Other creditors	31,555,232	34,483,381
Salaries payable (Dev)	11,000	
Registration Renewal Fee	2,157,763	
Actuary Fee payable	661,250	
Income tax payable on salary	837,006	120,403
TDS payable on bills	834,280	3,867,393
TDS payable on office rent	403,525	93,910
TDS payable on commission	17,196,378	2,154,510
TDS payable on maturity claim	4,021,423	4,693,486
TDS payable on Directors Fee	30,400	105,600
VAT payable on audit fee	181,500	-
VDS payable on bills	429,339	178,459
VDS payable for office rent	880,530	295,074
VDS payable on Directors fee	30,400	158,400
Deposit against SB	25,300	
	<u><u>105,542,695</u></u>	<u><u>93,607,473</u></u>



11.01 Commission	<u>27,426,110</u>	<u>30,778,714</u>
The above amount is payable against renewal commission bill on outstanding premium, which has been paid subsequently.		
11.02 Auditors' fees		
Balance as on 1 January 2019	406,000	393,000
Add: Provision for the year	<u>1,210,000</u>	<u>406,000</u>
	1,616,000	799,000
Less : paid during the year	<u>406,000</u>	<u>393,000</u>
Balance as on 31 December 2019	<u>1,210,000</u>	<u>406,000</u>
11.03 Licence fee		
Agents' licence fee	7,252,038	6,547,842
Certificate fee	<u>3,685,313</u>	<u>2,959,275</u>
	<u>10,937,351</u>	<u>9,507,117</u>

This represents amounts received from various development staff for agent's licenses fees which were under process and deposited gradually to the IDRA. Agents licence fees payable Tk 7,252,038/- and certificate fees payable Tk.3,685,313/- as disclosed under "sundry creditors" are in line with the provision of section 58 & 59 of the Insurance Act 2010.

11.04 Security money		
Balance as on 1 January 2019	997,780	982,780
Add: Received during the year	<u>-</u>	<u>15,000</u>
	997,780	997,780
Less: Adjusted during the year	<u>-</u>	<u>-</u>
Balance as on 31 December 2019	<u>997,780</u>	<u>997,780</u>
11.05 Employees provident fund		
Balance as on 1 January 2019	1,266,758	1,667,219
Add: Received during the year	<u>7,508,745</u>	<u>6,497,278</u>
	8,775,503	8,164,497
Less: Adjusted during the year	<u>8,590,084</u>	<u>6,897,739</u>
Balance as on 31 December 2019	<u>185,419</u>	<u>1,266,758</u>
11.06 IPO subscription refundable	1,422,959	1,422,959
Less: Paid During the year	<u>360,456</u>	<u>-</u>
	<u>1,062,503</u>	<u>1,422,959</u>

The above amount represents balance amount refundable to the unsuccessful IPO applicants of the Company.

11.07 Un-Claimed Dividend		
Balance as on 1 January 2019	775,123	625,537
Add: Dividend declared during the year	<u>34,618,498</u>	<u>33,287,017</u>
	35,393,621	33,912,554
Less: Paid during the year	<u>33,863,376</u>	<u>33,137,431</u>
Balance as on 31 December 2019	<u>1,530,245</u>	<u>775,123</u>

This represents dividend warrant issued in time, which were not cashed within 31st December, 2019



12.00 Provision for Corporate Tax

Balance as on 1 January 2019	92,498,015	107,732,960
Add: Provision for the year	35,159,412	22,555,757
	127,657,427	130,288,717
Less: Adjusted during the year	-	37,790,702
Balance as on 31 December 2019	127,657,427	92,498,015

This is aros as folows

Income year	Assessment year	2019	2018
2014	2015-2016	(13,290,702)	(13,290,702)
2015	2016-2017	35,000,000	35,000,000
2016	2017-2018	35,000,000	35,000,000
2017	2018-2019	13,232,960	13,232,960
2018	2019-2020	22,555,757	22,555,757
2019	2020-2021	35,159,412	-
		127,657,427	92,498,015

12.01 Income Tax

Tax paid on final settlement of assessment -year 2014	915,985	
Provision for the year	35,159,412	
	36,075,397	22,555,757

13.00 Policy loan

On Insurers' policies within their surrender value		
Balance as on 1 January 2019	78,788,431	72,181,619
Paid during the year	26,481,941	22,411,855
	105,270,372	94,593,474
Realized during the year	18,267,114	15,805,043
Balance as on 31 December 2019	87,003,258	78,788,431

The above balance represents loan paid to policy holders within the surrender value of the respective policies as per provision of the Insurance Act 2010.

14.00 Investment

Statutory deposit with BD Bank (Note-14.01)	15,000,000	15,000,000
Government Treasury Bond (Note-14.01)	1,256,911,776	1,159,000,000
Investment in Shares (Note-14.02)	13,595,963	21,200,058
Balance With Broker House	6,167	9,885
Rupali Life 1st Mutual Fund Unit (Note-14.03)	200,000,000	200,000,000
	1,485,513,906	1,395,209,943



14.01 Government Treasury Bond

10 years 8.75% government treasury bond	-	50,000,000
10 years 8.77 government treasury bond	20,000,000	20,000,000
10 year 9.50% government treasury bond	10,000,000	10,000,000
10 year 8.75% government treasury bond	-	35,000,000
10 year 8.85% government treasury bond	10,000,000	10,000,000
10 year 9.53% government treasury bond	10,000,000	10,000,000
10 year 9.53% government treasury bond	20,000,000	20,000,000
10 year 9.55% government treasury bond	30,000,000	30,000,000
10 year 11.75% government treasury bond	20,000,000	20,000,000
10 year 11.90% government treasury bond	30,000,000	30,000,000
15 year 11.47% government treasury bond	15,000,000	15,000,000
15 year 10.06% government treasury bond	30,000,000	30,000,000
10 year 8.75 government treasury bond	-	30,000,000
10 year 8.75 government treasury bond	11,000,000	11,000,000
10 year 8.82% government treasury bond	10,000,000	10,000,000
10 year 9.45% government treasury bond	10,000,000	10,000,000
10 year 9.45% government treasury bond	25,000,000	25,000,000
10 year 8.49% government treasury bond	-	30,000,000
10 year 8.77% government treasury bond	50,000,000	50,000,000
10 year 8.79% government treasury bond	30,000,000	30,000,000
10 year 9.53% government treasury bond	25,000,000	25,000,000
10 year 9.45% government treasury bond	10,000,000	10,000,000
10 year 9.55% government treasury bond	10,000,000	10,000,000
10 year 9.55% government treasury bond	10,000,000	10,000,000
10 year 11.25% government treasury bond	15,000,000	15,000,000
10 year 11.50% government treasury bond	15,000,000	15,000,000
15 year 11.75% government treasury bond	40,000,000	40,000,000
10 year 11.65% government treasury bond	40,000,000	40,000,000
10 year 11.75% government treasury bond	20,000,000	20,000,000
10 year 11.80% government treasury bond	20,000,000	20,000,000
10 year 11.90% government treasury bond	20,000,000	20,000,000
5 year 11.72% government treasury bond	-	-
20 year 12.48% government treasury bond	11,000,000	11,000,000
10 year 12.10% government treasury bond	25,000,000	25,000,000
10 year 12.10% government treasury bond	20,000,000	20,000,000
15 year 12.40% government treasury bond	20,000,000	20,000,000
10 year 12.22% government treasury bond	30,000,000	30,000,000
10 year 12.16% government treasury bond	30,000,000	30,000,000
20 year 12.14% government treasury bond	130,000,000	130,000,000
20 year 12.10% government treasury bond	10,000,000	10,000,000
10 year 10.72% government treasury bond	35,000,000	35,000,000
10 year 7.59% government treasury bond	50,000,000	50,000,000
20 year 8.24% government treasury bond	13,700,000	13,700,000
15 year 8.44% government treasury bond	16,900,000	16,900,000



15 year 7.94% government treasury bond	15,000,000	15,000,000
20 year 8.70% government treasury bond	15,000,000	15,000,000
20 year 8.70% government treasury bond	10,000,000	10,000,000
20 year 8.70% government treasury bond	4,000,000	4,000,000
10 year 6.77% government treasury bond	7,400,000	7,400,000
15 year 7.79% government treasury bond	10,000,000	10,000,000
10 year 7.15% government treasury bond	10,000,000	10,000,000
20 year 8.24% government treasury bond	10,000,000	10,000,000
05 year 8.97% government treasury bond	120,000,000	
10 year 7.15% government treasury bond	19,454,088	
20 year 8.70% government treasury bond	13,925,290	
20 year 8.70% government treasury bond	18,874,720	
20 year 8.24% government treasury bond	6,486,000	
20 year 8.24% government treasury bond	6,914,994	
20 year 8.24% government treasury bond	12,972,076	
20 year 9.29% government treasury bond	25,953,552	
20 year 9.29% government treasury bond	18,331,056	
	1,271,911,776	1,174,000,000

This represents investment made in Bangladesh Government Treasury Bond (BGTB) as per provision of section 41 of the Insurance Act, 2010.



14.02 Investment in shares

Name of Securities	No.of Share	Book Value 2019	Market Value 2019	Book Value 2018
IBP				100,733
INTERNATIONAL LEASING				27,200
INTRACO				150,080
KTL				560,117
MLDYEING				125,542
PROVATI INSURANCE LTD.				103,800
SILVAPHL				276,739
SKTRIMS				256,733
SSSTEEL	3,710	9,275	83,475	-
VFSTDL				447,430
APPOLLO ISPAT COMPLEX	36,771	294,168	143,407	294,168
BEXIMCO PHARMA	10,000	776,000	694,000	776,000
DESCO	23,022	930,089	851,814	930,089
HEIDELBERG CEMENT	4,500	1,500,300	741,600	1,500,300
ICB	6,299	677,508	483,763	677,504
LAFARGE SURMA CEMENT	22,900	996,150	769,440	996,150
PREMIER BANK	11,895	155,301	148,687	-
GENEXIL	2,617	26,170	17,638	-
UNION CAPITAL	1,050,679	12,408,023	6,619,278	12,408,023
CDBL	571,182	1,569,450	1,569,450	1,569,450
RINGSHINE	103,746	666,822	1,068,583	-
SEAPEARL	3,916	37,300	161,731	-
SILCOPHL	8,023	72,940	243,097	-
SALVO CHEMICAL				-
Total		20,119,496	13,595,963	21,200,058

Investments are stated in the financial statements at their fair value as per IFRS-9.

Reduction in the cost price is charged in Fair Value Change Account as per IDRA Guideline 04/2012 Dated 11 June 2012.



		Amount in Taka	
		2019	2018
14.03	Rupali Life 1st mutual Fund		
	Prime Finance Asset Management Company Ltd.	200,000,000	200,000,000
	Rupali life 1st mutual fund is open ended mutual fund consisting of Tk. 50 Crore. Rupali Life is a promoter of this fund and invested amount of Tk. 20 Crore as full subscription. In 2019 the fund earned Tk.90,00,000/-. This is managing by Prime Finance Asset Management Co Ltd. Fund size Tk.32.90 Crore approx.		
15.00	Outstanding premium	508,869,418	410,382,883
	The above amount has been provisioned against premium due on 31 December 2019		
16.00	Interest, dividend and rent accrued but not due		
	Interest on fixed deposit in bank (Note-16.01)	303,085,127	298,516,295
	Interest on Government treasury bond (Note-16.02)	45,970,007	46,208,299
	Holding period interest on BGTB	338,766	
		349,393,900	344,724,594
16.01	Interest on fixed deposit in bank		
	Balance as on 1st January 2019	298,516,295	255,109,234
	Add: Provision for the year	80,153,334	86,525,476
		378,669,629	341,634,710
	Less: Adjusted during the year	75,584,502	43,118,415
	Balance as on 31 December 2019	303,085,127	298,516,295
16.02	Interest on Government Treasury Bond		
	Balance as on 1st January 2019	46,208,299	43,836,420
	Add: Provision for the year	30,827,258	34,041,571
		77,035,557	77,877,991
	Less: Adjusted during the year	31,065,550	31,669,692
	Balance as on 31 December 2019	45,970,007	46,208,299
17.00	Advances and deposits		
	Loans and advances on Vehicales (Note-17.01)	1,692,134	1,593,135
	Advance office rent (Note-17.02)	36,818,481	38,063,715
	Advance corporate tax (Note-17.03)	142,041,081	108,858,692
	Advance against floor purchase (Note-17.04)	67,111,840	64,611,840
	Advance against salary	2,609,615	4,577,444
	Advance for Rupali Life Hospital (Note 17.05)	37,260,000	37,260,000
	Advance Electric Equipment	-	19,250
	Advance against Printing	269,732	269,732
		287,802,883	255,253,808
17.01	Loans and advances on Vehicles		
	Motor cycle loan	1,169,524	1,070,525
	Bicycle loan	489,610	489,610
	Mobile phone loan	33,000	33,000
		1,692,134	1,593,135



17.02 Advance office rent		
Balance as on 1st January 2019	38,063,715	38,593,818
Add: Paid during the year	7,603,308	8,359,681
	<u>45,667,023</u>	<u>46,953,499</u>
Less: Adjusted during the year	8,848,542	8,889,784
Balance as on 31 December 2019	<u>36,818,481</u>	<u>38,063,715</u>
17.03 Advance Corporate tax		
Balance as on 1st January 2019	108,858,692	122,185,855
Add: Paid during the year	33,187,696	24,463,539
	<u>142,046,388</u>	<u>146,649,394</u>
Less: Adjusted during the year	5,307	37,790,702
Balance as on 31 December 2019	<u>142,041,081</u>	<u>108,858,692</u>
17.04 Advance against floor purchase		
Balance as on 1st January 2019	64,611,840	63,011,840
Add: Paid during the year	2,500,000	2,000,000
	<u>67,111,840</u>	<u>65,011,840</u>
Less: Adjusted during the year	-	400,000
Balance as on 31 December 2019	<u>67,111,840</u>	<u>64,611,840</u>
The company has purchased a real estate property from RM Housing Development Ltd, Comilla on installment payment basis. Which is under Construction. The floors measuring a total area of 10,985.6 sq ft.Total consideration for the property is Tk.7,31,56,400/- except utility.		
17.05 Advance for Rupali Life Hospital		
Balance as on 1st January 2019	37,260,000	9,229,000
Add: Paid during the year	-	28,031,000
	<u>37,260,000</u>	<u>37,260,000</u>
Less: Adjusted during the year	-	-
Balance as on 31 December 2019	<u>37,260,000</u>	<u>37,260,000</u>
18.00 Agent Balance		
Balance as on 1st January 2019	170,252,110	
Add: Paid during the year	56,056,982	
	<u>226,309,092</u>	
Less: Adjusted during the year	35,381,583	
Balance as on 31 December 2019	<u>190,927,509</u>	

Aging of Agent balance					
Particulars	2019	2018	2017	2016	Total
Agent Balance	127,284,316	58,156,321	4,268,976	121,7896	190,927,509

19.00 Cash and Cash Equivalent		
Fixed deposits in banks and NBFI's (Note-19.01)	901,962,803	767,174,637
STD account with bank	806,472,497	1,152,900,491
Current account with bank	135,495,971	58,300,252
Cash in hand	278,556,890	82,103,563
	<u>2,122,488,161</u>	<u>2,060,478,943</u>



19.01 Fixed deposit with banks and NBFIs

a) Banks

	Amount in Taka	
	2019	2018
Exim Bank Ltd, Rajuk Ave Br, Dhaka	146,505,842	146,505,842
Exim Bank Ltd, Sandwip Branch	28,500,000	28,500,000
Premier Bank Ltd, Banani Branch	20,000,000	20,000,000
NRB Global Bank Ltd, Motijheel Branch	-	55,000,000
NRB Global Bank Ltd, Gulshan Branch	99,890,000	
Jamuna Bank Ltd, Dilkusha Branch	10,000,000	10,000,000
First Security Islami Bank Ltd, Bangshal Branch	30,000,000	40,000,000
First Security Islami Bank Ltd, Dilkusha Branch	25,000,000	25,000,000
First Security Islami Bank Ltd, Rayer bazar Branch	15,000,000	
First Security Islami Bank Ltd, Kakrail Branch	10,000,000	10,672,500
Mercantile Bank Ltd, Dhaka Br.	10,000,000	
Mercantile Bank Ltd, Chittagong Br.	-	10,000,000
Mercantile Bank Ltd, Shakhipur Branch	-	3,000,000
A B Bank, Sandwip Branch	2,686,250	7,780,750
A B Bank, Kakrail Branch	-	5,000,000
Social Islami Bank Ltd, Kakrail Branch	75,020,000	40,650,000
Social Islami Bank Ltd, Forex Branch	5,000,000	
Social Islami Bank Ltd, Mouchak Branch	10,000,000	
South Bangla Agric. & Comm. Bank Ltd, Gulshan Br	5,000,000	15,000,000
South Bangla Agric. & Comm. Bank Ltd, Jubli Road Br	26,920,000	6,000,000
South Bangla Agric. & Comm. Bank Ltd, Motijheel Br	10,000,000	
South Bangla Agric. & Comm. Bank Ltd, Panthopathd Br	10,000,000	
South Bangla Agric. & Comm. Bank Ltd, Pragatisarani Br	10,000,000	
NRB Commercial Bank Ltd. Principal Br.	-	5,000,000
NRB Commercial Bank Ltd. Nayabazar Br.	20,000,000	40,666,750
NRB Commercial Bank Ltd. Uttara Br.	65,000,000	
Al Arafah Islami Bank Ltd, Azampur Branch	-	3,173,000
Al Arafah Islami Bank Ltd, New Elephant Rd Br	45,000,000	45,987,554
Al Arafah Islami Bank Ltd, Shiber Hat Br	10,000,000	10,000,000
Al Arafah Islami Bank Ltd, Sandwipt Br	2,500,000	
Midland Bank Ltd, Dilkusha Br.	16,500,000	16,500,000
Farmers Bank, Motijheel Branch	10,000,000	10,000,000
NCC Bank Ltd, Malibagh Branch	25,000,000	15,000,000
NCC Bank Ltd, Mogbazar Branch	10,000,000	
NCC Bank Ltd, Dhanmondi Branch	10,000,000	
Pubali Bank, Komlapur Railway Station Branch	-	10,000,000
Bangladesh Commerce Bank, Agrabad Branch	-	10,000,000
Bangladesh Commerce Bank, Lohagora Branch	-	10,000,000
South East Bank Ltd, Kakrail Br.	10,000,000	
South East Bank Ltd, Corporate Br.	10,000,000	
	783,522,092	599,436,396



	Amount in Taka	
	2019	2018
(b) Financial institutions		
International Leasing & Financial Services Ltd	6,816,841	10,840,500
Premier Leasing & Finance Ltd	10,000,000	15,000,000
People's Leasing & Financial Service Ltd	17,128,750	17,128,750
Reliance Finance Ltd.	42,200,120	65,957,740
First Finance Limited	39,295,000	43,811,250
Lanka Bangla Finance Ltd	3,000,000	15,000,000
	118,440,711	167,738,240
	901,962,803	767,174,636

20.00 Fixed assets at Cost

Land	342,955,395	341,060,395
Building	314,999,496	314,917,788
Furniture & Fixture	120,795,022	117,581,696
Signeboard	1,944,480	1,838,258
Motor vehicle	140,028,266	137,748,766
Computer	24,909,676	23,445,823
Aircooler	21,176,320	13,252,997
Office Equipments	3,826,597	3,513,728
Photocopy Machine	710,800	710,800
Electrical Equipments	6,268,943	5,737,934
Accounting Software	116,000	116,000
Generator	6,491,472	6,491,472
Multimedia Projector	426,925	426,925
Interior Decoration	13,224,237	13,224,237
Fire Hydrant System	877,542	877,542
CC TV	540,720	540,720
Lift	5,900,000	5,900,000
Electric Fittings	14,367,081	14,367,081
Computer Networking	1,700,800	1,700,800
	1,021,259,772	1,003,452,962
Less:		
Accumulated depreciation at the end of the year	301,873,479	272,433,769
Carrying value at the end of the year	719,386,293	731,019,193

Details shown in Annexure-A.



	Amount in Taka	
	2019	2018
21.00 Net Premium (Premium less reinsurances)		
First year premium (21.01)	859,001,262	850,656,798
Renewal premium (21.02)	1,508,897,202	1,301,824,829
Group insurance premium (21.03)	3,729,969	5,281,650
	<u>2,371,628,433</u>	<u>2,157,763,277</u>

21.01 First year premium

Type of premium	2019			2018
	Gross premium	RI premium	Net premium	Gross premium
Ekok bima	215,953,054	321,174	215,631,880	153,240,482
Samajik bima	58,167,203	69,926	58,097,277	54,773,420
Islami bima	404,068,277	486,971	403,581,306	480,676,841
Takaful DPS bima	60,993,500	91,855	60,901,645	58,042,200
Rupali DPS bima	51,698,000	37,222	51,660,778	48,102,649
Rupali Khudra bima	17,029,033	49,800	16,979,233	16,976,908
Shariah DPS bima	33,700,115	20,729	33,679,386	26,706,217
Al Amanat bima	15,151,718	28,345	15,123,373	11,959,455
Sonchay Bima	3,348,806	2,422	3,346,384	178,626
Sub Total	860,109,706	1,108,444	859,001,262	850,656,798

21.02 Renewal premium

Ekok bima	403,636,120	440,000	403,196,120	287,591,091
Samajik bima	94,809,074	230,000	94,579,074	81,317,036
Islami bima	764,223,353	940,000	763,283,353	727,627,937
Takaful DPS bima	95,868,315	230,000	95,638,315	85,418,785
Rupali DPS bima	65,059,502	150,000	64,909,502	52,606,000
Rupali Khudra bima	24,492,264	92,276	24,399,988	19,577,420
Shariah DPS bima	42,592,179	37,000	42,555,179	33,465,567
Al Amanat bima	19,448,699	27,242	19,421,457	13,118,629
Sonchay Bima	925,688	11,474	914,214	1,102,364
Sub Total	1,511,055,194	2,157,992	1,508,897,202	1,301,824,829

21.03 Group insurance premium

Ekok bima	836,506	-	836,506	5,281,650
Samajik bima	25,250	-	25,250	
Islami bima	3,972,410	1,111,697	2,860,713	
Takaful DPS bima	-	-	-	
Rupali DPS bima	-	-	-	
Rupali Khudra bima	7,500	-	7,500	
Shariah DPS bima	-	-	-	
Al Amanat bima	-	-	-	
Sonchay Bima				
Sub Total	4,841,666	1,111,697	3,729,969	5,281,650
Total	2,376,006,566	4,378,133	2,371,628,433	2,157,763,277



22.00 Interest, dividend and rent

Interest realized

Interest on Fixed deposit	107,072,547	102,836,925
Interest on government treasury bond	123,931,556	117,547,754
Short term deposit account	4,002,767	2,599,163
Interest on policy loan	3,617,908	5,294,357
Dividend income	10,539,825	19,593,110
Rental Income	1,376,502	1,415,492
	250,541,105	249,286,801

23.00 Other Income

Income from Aulteration	134,345	55,545
Late fee	2,109,574	1,805,002
Duplicate Fee	142,377	105,233
Service charge	144,139	112,503
Schedule Fee	23,271	18,300
Miscellaneous	100	122,240
Calender Sale	251,720	124,245
Dairy Sale	32,420	32,266
Discount On treasury Bond		406,670
	2,837,946	2,782,004



24.00 Claims under policies including provision for claims due or Intimated less reinsurances

Particulars	By death	By maturity	Survival	Surrender	Policy bonus	Amount in Taka	
						2019	2018
Ekok bima	4,122,444	118,725,818	158,442,646	969,062	98,994,372	381,254,342	345,154,636
Samajik bima	1,177,214	101,821,247	26,123,527	256,582	27,188,239	156,566,809	137,225,609
Islami bima	15,795,798	153,156,864	288,916,466	6,321,388	93,227,864	557,418,380	388,756,035
TDPS bima	1,465,565	80,292,451	-	2,017,300	24,024,262	107,799,578	187,477,808
RDPS bima	917,101	36,394,725	-	341,697	11,104,529	48,758,052	67,959,716
Rupali Khudra	178,422	17,567,510	3,346,400	80,145	4,139,564	25,312,041	17,974,352
Shariah DPS	970,685	236,100	11,567,410	64,008	115,445	12,953,648	9,058,750
Al Amanat	204,961	750,000	5,963,875	29,703	349,058	7,297,597	4,083,427
Sonchay Bima		19,800	693,800	34,749	2,079	750,428	719,658
Total Taka	24,832,190	508,964,515	495,054,124	10,114,634	259,145,412	1,298,110,875	1,158,409,991

25.00 Capital expenditure commitment

There was no capital expenditure commitment entered into by the Company as on 31 December 2019.

26.00 Contingent liability

There was no claim against the Company not acknowledged as debt as on 31 December 2019.

27.00 Credit facility available to the Company

There was no credit facility available to the Company under any contract as on 31 December 2019 other than trade credit available in the ordinary course of business.

28.00 Expenses incurred in foreign currency

The Company has neither incurred any expenses nor earned any income in foreign currency on account of royalty, technical expert and professional advisory fee, etc apart from those out of reinsurance treaties.

29.00 Employees Profit Participation Fund :

Labour law 2013 demands to maintain a provision for the fund. As life insurance company has no identifiable profit instead it has a surplus which is to be distributed to the policy holders and shareholders at a predetermined ratio i.e 90% and 10% respectively as per Insurance Act 2010 & insurance rules 1958. As a result no fund created or reserved for this purpose.

30.00 Payments to directors/officers

The aggregate amount paid/provided during the year in respect of directors and officers of the Company as defined in the Securities and Exchange Rules, 1987 are disclosed below:

Particular	Amount in Taka			
	2019		2018	
	Directors	Officers	Directors	Officers
Board meeting fee	1,652,000	-	1,741,000	-
Basic salary	-	53,547,784	-	53,501,417
Other allowances	-	77,548,174	-	80,890,033
Total Taka	1,652,000	131,095,958	1,741,000	134,391,450

31.00 Disclosure as per Schedule XI, Part II of the Companies Act 1994

i) Number of employees drawing salary above Tk 3,000 per month	752	-	770
ii) Number of employees drawing salary below Tk 3,000 per month	114	-	138
Total	-	866	908

32.00

Rupali Life Insurance Company Limited
Statement of Cash Flows (Indirect Method)

(As per BSEC Notification no BSEC/CMRRCD/2006-158/308/admin/81, dated 20 June 2018)

For the year ended 31 December 2019

		<u>2019</u>
Cash Flows from operating activity		
Net increase in life fund during the year		260,377,063
Adjstments to econcile net increase in life fund to net cash used by operating activity		
Depreciation	36,820,371	
Interest dividend and rents	(250,541,105)	
Tax expenses	36,075,397	
Profit on sale of assets	<u>(264,561)</u>	(177,909,898)
Fair Value Change Account		4,232,258
Income tax paid		(34,103,681)
Dividend		34,618,498
(Increase)/Decrease in Advance and deposits		3,213,063
(Increase)/Decrease in Stock		(3,821,432)
(Increase)/Decrease in outstanding premium		(98,486,535)
(Increase)/Decrease in Agent balances		(20,675,399)
Increase/(Decrease) in Re insurance premium payable		962,433
Increase/(Decrease) in Claim payable		662,725
Increase /(Decrease) in Sundry creditors except unclaimed dividend		<u>11,180,100</u>
Net cash flow from operating activities		<u><u>(19,750,805)</u></u>



	2019
33.00 Cash Flow from operating activity	
Collection from Premium	2,256,844,632
Other Income Received	283,794
Payments for Claim	(1,297,448,150)
Payments for re insurance, Management expenses and others	(947,881,552)
Advance income tax paid	(34,103,681)
	(19,750,805)
33.01 Collection from Premium	
Opening balance of Outstanding Premium	410,382,883
Opening balance of agent balance	170,252,110
Gross premium for the year	2,376,006,566
	2,956,641,559
Less: Outstanding premium at the end	(508,869,418)
Agent Balance at the end	(190,927,509)
	2,256,844,632
33.02 Payments for Claim	
Opening Balance of outstanding Claim	905,065
Claim Expenses during the year	1,298,110,875
	1,299,015,940
Closing Balance of outstanding Claim	(1,567,790)
	1,297,448,150
33.03 Payments for re insurance, Management expenses and others	
Opening Reinsurance premium payable	4,184,729
Opening balance of Sundry Creditors less unclaimed dividend	92,832,350
Closing Stock of stamps, forms and stationery	9,158,558
Closing Balance of advance	39,697,828
Management expenses	955,037,583
Re insurance expenses	4,378,133
Less:	
Opening Stock of stamps forms and stationery	(5,337,126)
Opening Balance of Advance relating to revenue expenditure	(42,910,891)
Closing reinsurance premium payable	(5,147,162)
Closing balance of Sundry Creditors less unclaimed dividend	(104,012,450)
	(157,407,629)
	947,881,552
33.04 Advance income tax paid	
Tax paid for the year 2014-2015 on final assesment	915,985
Advance tax	33,187,696
	34,103,681



34.00 The provisions of the Section 41, 44, 58, 59 & 62 of Insurance Act, 2010.

Section 41

Provisions of Section 41 for investment of assets have been duly complied with by the Company.

Section 44

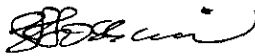
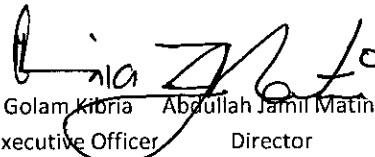


The Company has complied with the provisions of Section 44 regarding loans.

Section 58 & 59

The Company has not paid any commission except to an insurance agent or an employer of agent and thus provisions under section 58 & 59 has been complied with by the Company.

Section 62

The total management expenses for life business comes to Tk.1,017,237,410/- as per section 62 of Insurance Act. 2010, but the actual amount of management expenses was Tk. 955,037,583/-which is within the permissible limit.

				
Mohammad Shabbir Hossain FCA Chief Financial Officer	Md. Golam Kibria Chief Executive Officer	Abdullah Jamil Matin Director	Ms. Razia Sultana Vice Chairman	Mahfuzur Rahman Chairman

Dated: 27 August 2020

Place : Dhaka

RUPALI LIFE INSURANCE COMPANY LIMITED

Schedule of Fixed Assets

For the year ended 31 December 2019

Annexure - "A"

Amount in taka

Particulars	Cost				Depreciation					Written down value as on 31.12.19
	Balance at 1.1.2019	Addition during the year	Adjustment	Total at 31.12.19	Rate	Balance at 1.1.2019	Charge for the year	Adjustment	Total at 31.12.2019	
Land & land development	341,060,395	1,895,000	-	342,955,395	-	-	-	-	-	342,955,395
Building	314,917,788	81,708	-	314,999,496	5%	40,549,523	13,722,499	-	54,272,022	260,727,474
Furniture and fixtures	117,581,696	3,246,426	33,100	120,795,022	15%	72,637,156	7,228,645	33,100	79,832,701	40,962,321
Signboard	1,838,258	106,222	-	1,944,480	10%	936,751	100,981	-	1,037,732	906,748
Motor vehicle	137,748,766	10,407,500	8,128,000	140,028,266	20%	111,528,485	7,169,468	7,347,561	111,350,392	28,677,874
Computer	23,445,823	1,463,853	-	24,909,676	20%	17,694,196	1,443,096	-	19,137,292	5,772,384
Air cooler	13,252,997	7,923,323	-	21,176,320	20%	7,868,976	2,657,721	-	10,526,697	10,649,623
Office equipment	3,513,728	312,869	-	3,826,597	15%	1,545,503	342,164	-	1,887,667	1,938,930
Photocopying machine	710,800	0	-	710,800	15%	441,901	40,335	-	482,236	228,564
Electric equipment	5,737,934	531,009	-	6,268,943	15%	3,102,703	475,686	-	3,578,389	2,690,554
Accounting Software	116,000	-	-	116,000	20%	100,430	3,114	-	103,544	12,456
Generator	6,491,472	-	-	6,491,472	20%	3,985,370	501,220	-	4,486,590	2,004,882
Multimedia projector	426,925	-	-	426,925	15%	124,725	45,330	-	170,055	256,870
Interior Decoration	13,224,237	-	-	13,224,237	10%	3,583,768	964,047	-	4,547,815	8,676,422
Fire Hydrant System	877,542	-	-	877,542	10%	237,814	63,973	-	301,787	575,755
CCTV	540,720	-	-	540,720	30%	355,253	55,640	-	410,893	129,827
Lift	5,900,000	-	-	5,900,000	10%	1,598,900	430,110	-	2,029,010	3,870,990
Electric Fittings	14,367,081	-	-	14,367,081	15%	5,024,888	1,401,330	-	6,426,218	7,940,863
Computer Networking	1,700,800	-	-	1,700,800	30%	1,117,427	175,012	-	1,292,439	408,361
Total 31.12.2019	1,003,452,962	25,967,910	8,161,100	1,021,259,772		272,433,769	36,820,371	7,380,661	301,873,479	719,386,293
Total 31.12.2018	978,361,134	25,132,503	40,675	1,003,452,962		236,684,098	35,749,671	-	272,433,769	731,019,193

Note : Depreciation on addition to fixed assets has been computed on the basis of fixed percentage for whole year on additions and no depreciation has been charged on the assets sold in the year under audit. As a result depreciation of the year has been increased by Tk. 980,010/- If the previous method were used then the life fund would have been increased by Tk. 980,010/- . A comparative disclosure of the same has been given in Annexure "AA"



RUPALI LIFE INSURANCE COMPANY LIMITED

Schedule of Fixed Assets

For the year ended 31 December 2019

Annexure - "AA"

Amount in taka

Particulars	Cost				Rate	Depreciation				Written down value as on 31.12.19
	Balance at 1.1.2019	Addition during the year	Adjustment	Total at 31.12.19		Balance at 1.1.2019	Charge for the year	Adjustment	Total at 31.12.2019	
Land & Development	341,060,395	1,895,000	-	342,955,395	-	-	-	-	-	342,955,395
Building	314,917,788	81,708	-	314,999,496	5%	40,549,523	13,719,775	-	54,269,298	260,730,198
Furniture and fixtures	117,581,696	3,246,426	33,100	120,795,022	15%	72,637,156	6,913,148	33,100	79,517,204	41,277,818
Signboard	1,838,258	106,222	-	1,944,480	10%	936,751	93,449	-	1,030,200	914,280
Motor vehicle	137,748,766	10,407,500	8,128,000	140,028,266	20%	111,528,485	7,039,680	7,347,561	111,220,604	28,807,662
Computer	23,445,823	1,463,853	-	24,909,676	20%	17,694,196	1,261,848	-	18,956,044	5,953,632
Air cooler	13,252,997	7,923,323	-	21,176,320	20%	7,868,976	2,355,486	-	10,224,462	10,951,858
Office equipment	3,513,728	312,869	-	3,826,597	15%	1,545,503	330,698	-	1,876,201	1,950,396
Photocopying machine	710,800	-	-	710,800	15%	441,901	40,335	-	482,236	228,564
Electric equipment	5,737,934	531,009	-	6,268,943	15%	3,102,703	438,166	-	3,540,869	2,728,074
Accounting Software	116,000	-	-	116,000	20%	100,430	3,114	-	103,544	12,456
Generator	6,491,472	-	-	6,491,472	20%	3,985,370	501,220	-	4,486,590	2,004,882
Multimedia projector	426,925	-	-	426,925	15%	124,725	45,330	-	170,055	256,870
Interior Decoration	13,224,237	-	-	13,224,237	10%	3,583,768	964,047	-	4,547,816	8,676,421
Fire Hydrant System	877,542	-	-	877,542	10%	237,814	63,973	-	301,787	575,755
CCTV	540,720	-	-	540,720	30%	355,253	55,640	-	410,893	129,827
Lift	5,900,000	-	-	5,900,000	10%	1,598,900	430,110	-	2,029,010	3,870,990
Electric Fittings	14,367,081	-	-	14,367,081	15%	502,488	1,401,330	-	6,426,218	7,940,863
Computer Networking	1,700,800	-	-	1,700,800	30%	1,117,426	175,012	-	1,292,438	408,362
Total 31.12.2019	1,003,452,962	25,967,910	8,161,100	1,021,259,772		272,433,769	35,832,361	7,380,661	300,885,469	720,374,303
Total 31.12.2018	978,361,134	25,132,503	40,675	1,003,452,962		236,684,098	35,749,671	-	272,433,769	731,019,193

Note : Depreciation on addition to fixed assets have been computed on the basis of actual date of utilization of respective assets by the different projects.



Name of directors and their interest in different entities

Sl	Name of directors		Name of entity	Position held	Percentage of interest
1	Mr. Mahfuzur Rahman	1	Rupkatha Advertising (Pvt) Ltd	Managing Director	50.00%
		2	Communication Express	Proprietor	100.00%
		3	Sonar Bangla Capital Management Ltd	Director	10.00%
2	Md. Alamgir		Nil	Nil	Nil
3	Mr. Abdul Matin (Alternate Director of Mr. Abdul Azim)	1	Modern Dycing & Screen Printing Ltd	Managing Director	32.00%
		2	Northern General Insurance Co Ltd	Chairman	5.33%
		3	Metropolitan Medical Centre Ltd	Chairman	3.59%
		4	Narshingdi Hatchery and Fisheries Ltd	Chairman	40.00%
4	Mrs. Sazia Ahmed Sony		Nil	Nil	Nil
5	Abdullah Jamil Matin	1	Modern Dyeing & Screen Printing Ltd	Director	2.08%
		2	Narshingdi Hatchery and Fisheries Ltd	Managing Director	30.00%
		3	M/S CAZ Enterprise	Partner	33.33%
6	Mrs. Ben Afroz	1	Orient Tailors and Fabrics	Proprietor	100.00%
7	Mr. Monirul Hasan Khan	1	Modern Thread	Partner	50.00%
8	Mrs. Mahmuda Mahfuz	1	Rupkatha Advertising (Pvt.) Ltd	Chairman	40.00%
9	Engr. Dewan Nuruzzaman	1	Modern Dyeing & Screen Printing Ltd	Director	0.16%
		2	M/S CAZ Enterprise	Partner	33.33%
10	Mohammed Amirul Islam	1	Sonar Bangla Capital Management Ltd	Director	10%
		2	Reliance Trade International	Proprietor	100%
		3	Mithu Carpets	Proprietor	100%
11	Mr. Mahem Rahman Zim		Nil	Nil	Nil
12	Ahsanul Bari, FCMA		Nil	Nil	Nil
13	Md. Gius Uddin		Nil	Nil	Nil

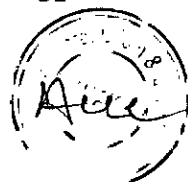
Rupali Life Insurance Company LimitedStatement of Outstanding Premium
For the year ended 31 December 2019

Deposit Dated 01/01/2020 to 30/01/2020

SI No.	Name of Bank	Name of Branch	A/C No	Amount
1	AB Bank Ltd.	Feni	STD-430	1,932,321
2	AB Bank Ltd.	Satkhira	STD-881-430	1,110,904
3	AB Bank Ltd.	Baddar hat	STD-1430	1,191,902
4	Agrani Bank Ltd.	Mirzapur	STD-192909	580,000
5	Agrani Bank Ltd.	Jatrabari	STD-890	4,322,053
6	Agrani Bank Ltd.	Jatrabari	STD-3778	908,429
7	Al-Arafah Islami Bank Ltd.	Chuknagar	SND-56	257,017
8	Al-Arafah Islami Bank Ltd.	Banaripara	SND-396	877,632
9	Al-Arafah Islami Bank Ltd.	Barisal	SND-301	172,000
10	Al-Arafah Islami Bank Ltd.	Pragati Sarani	SND-247	1,829,515
11	Al-Arafah Islami Bank Ltd.	Chuknagar	SND-65	1,854,367
12	Al-Arafah Islami Bank Ltd.	Bhola	SND-62	359,000
13	Al-Arafah Islami Bank Ltd.	Mothbaria	SND-410	36,000
14	Al-Arafah Islami Bank Ltd.	Faridpur	SND-157	146,840
15	Al-Arafah Islami Bank Ltd.	Jessore	SND-1436	103,243
16	Al-Arafah Islami Bank Ltd.	Barisal	SND-1983	523,000
17	Al-Arafah Islami Bank Ltd.	Barisal	SND-284	127,000
18	Al-Arafah Islami Bank Ltd.	Pragati Sarani	SND-265	599,448
19	Al-Arafah Islami Bank Ltd.	Bhola	SND-107	232,000
20	Al-Arafah Islami Bank Ltd.	Jessore	SND-1447	87,000
21	Al-Arafah Islami Bank Ltd.	Satkhira	SND-213	102,874
22	Al-Arafah Islami Bank Ltd.	Khulna	SND-2396	272,044
23	Al-Arafah Islami Bank Ltd.	Barisal	SND-2145	101,500
24	Al-Arafah Islami Bank Ltd.	Khulna	SND-2846	7,644,950
25	Al-Arafah Islami Bank Ltd.	Khulna	SND-2857	1,800,248
26	Al-Arafah Islami Bank Ltd.	South Jatrabari	SND-246	2,637,284
27	Al-Arafah Islami Bank Ltd.	South Jatrabari	SND-303	1,736,862
28	Al-Arafah Islami Bank Ltd.	South Jatrabari	SND-235	272,200
29	Al-Arafah Islami Bank Ltd.	Barisal	SND-2569	2,045,511
30	Al-Arafah Islami Bank Ltd.	Bhola	SND-242	816,966
31	Al-Arafah Islami Bank Ltd.	Bhola	SND-1513	239,000
32	Bangladesh Commerce Bank	Seed Store	STD-07	2,608,527
33	Bangladesh Commerce Bank	Seed Store	STD-09	1,090,873
34	Bangladesh Krishi Bank	Muradnagar	STD-09	573,210
35	Bangladesh Commerce Bank	Seed Store	STD-33	845,617
36	Bank Al Falah Ltd.	Agrabad	STD-210	24,343,508
37	Bank Al Falah Ltd.	Agrabad	STD-211	4,939,726
38	Bank Al Falah Ltd.	Agrabad	STD-295	1,112,313
39	BASIC Bank Ltd.	Jessore	STD-167	1,016,742
40	The City Bank Ltd.	Comilla Br	STD- 66001	466,340



41	The City Bank Ltd.	Chandpur	STD- 9001	246,131
42	Dhaka Bank Ltd	Comilla	STD-353	460,661
43	Dhaka Bank Ltd	Comilla	STD-533	237,350
44	Dhaka Bank Ltd	Comilla	STD-673	587,839
45	Dhaka Bank Ltd	Comilla	STD-680	1,009,048
46	Dutch-Bangla Bank Ltd.	Hathazari	STD-92	207,600
47	Exim Bank Ltd.	Rajuk Avenue	SND-35695	277,987
48	Exim Bank Ltd.	Rajuk Avenue	SND-35385	4,075,314
49	Exim Bank Ltd.	Panchabati	SND-78627	373,000
50	Exim Bank Ltd.	Rajuk Avenue	SND-35393	159,000
51	Exim Bank Ltd.	Jessore	SND-294	62,860
52	Exim Bank Ltd.	Rajapur	SND-93619	757,000
53	First Security Bank Ltd.	Kakrail	SND-006	773,763
54	First Security Bank Ltd.	Bahaddar Hat	SND-532	4,956,678
55	First Security Bank Ltd.	Shenanibash	SND-210	233,100
56	First Security Bank Ltd.	Bahaddar Hat	SND-533	1,166,421
57	First Security Bank Ltd.	Shenanibash	SND-27	135,350
58	First Security Bank Ltd.	Bhuiapur	SND-38	497,268
59	IFIC Bank Ltd.	Bogra	SND-9041	456,867
60	IFIC Bank Ltd.	Tarabo	STD-041	84,300
61	IFIC Bank Ltd.	Tarabo	STD-470041	87,300
62	IFIC Bank Ltd.	Agrabad	STD-041	19,500
63	Islami Bank Bangladesh Ltd.	Khulna	SND-861	18,740
64	Islami Bank Bangladesh Ltd.	Kanchpur	SND-1009	4,886,414
65	Islami Bank Bangladesh Ltd.	Gouripur	SND-0414	968,460
66	Islami Bank Bangladesh Ltd.	Natore	SND-29	1,424,969
67	Islami Bank Bangladesh Ltd.	Bhola	SND-2110	112,000
68	Islami Bank Bangladesh Ltd.	Kanchpur	SND-11	876,500
69	Islami Bank Bangladesh Ltd.	Sonagazi	SND-24/212/02	315,000
70	Jamuna Bank Ltd.	Chandpur	STD-158	509,197
71	Jamuna Bank Ltd.	Natherpetua	STD-350	611,000
72	Janata Bank Ltd.	Rajuk Bhaban	STD-436	47,490
73	Janata Bank Ltd.	Bhuapur	STD-19	672,508
74	Mercantile Bank Ltd.	Chuadanga	STD-357	4,227,985
75	Mercantile Bank Ltd.	Narsingdi	STD-3967	2,324,600
76	Mercantile Bank Ltd.	Khatunganj	STD-844	1,080,700
77	Mercantile Bank Ltd.	Mirpur	STD-515	2,619,129
78	Mercantile Bank Ltd.	Motijheel	STD-524	899,443
79	Mercantile Bank Ltd.	Chitoshi Bazar	STD-633	2,051,761
80	Mercantile Bank Ltd.	Narsingdi	STD-794	620,150
81	Mercantile Bank Ltd.	Motijheel	STD-329	73,736
82	Mercantile Bank Ltd.	Mirpur	STD-521	315,300
83	Mercantile Bank Ltd.	Chitoshi Bazar	STD-568	1,067,483
84	Mercantile Bank Ltd.	Mirpur	STD- 8817	1,528,965
85	Mercantile Bank Ltd.	Narsingdi	STD-5294	663,474
86	Mutual Trust Bank Ltd.	Laksam	STD-326	3,153,033



87	Mutual Trust Bank Ltd.	Laksam	STD-317	535,900
88	Mutual Trust Bank Ltd.	N.gonj Basic br	STD-163	193,000
89	National Bank Ltd	Borora, Comilla	STD-123	193,499
90	National Bank Ltd	Mudafforganj	STD-969	2,900,028
91	National Bank Ltd	Joypurhat	STD-7017	1,297,335
92	National Bank Ltd	Agrabad	STD-1035	385,641
93	National Bank Ltd	Feni	STD-474	331,100
94	National Bank Ltd	Mudafforganj	STD-36	196,600
95	National Bank Ltd	Joypurhat	StD-1479	23,100
96	National Bank Ltd	Kulaura	STD-53	454,982
97	National Bank Ltd	Mudafforganj	STD-7684	2,149,795
98	National Bank Ltd	Agrabad	STD-296812	1,313,282
99	NCC Bank Ltd.	Jessore	STD-183	95,846
100	NCC Bank Ltd.	Comilla	STD-339	3,700,090
101	NCC Bank Ltd.	Comilla	STD-302	9,700,010
102	NCC Bank Ltd.	Comilla	STD-320	1,050,020
103	NCC Bank Ltd.	Foreign Ex.	STD-194/294	227,300
104	NCC Bank Ltd.	Jessore	STD-245	12,000
105	One Bank Ltd	Anowara	STD-215	247,500
106	Premier Bank Ltd.	Kakrail	STD-221	432,840
107	Premier Bank Ltd.	Khulna	STD-36-8	563,638
108	Prime Bank Ltd.	Kawran Bazar	STD-6935	11,366,000
109	Prime Bank Ltd.	Hajiganj	STD-4028	1,017,332
110	Prime Bank Ltd.	Khulna	STD- 5290	28,340
111	Prime Bank Ltd.	Kawran Bazar	STD-8083	713,000
112	Prime Bank Ltd.	Hajiganj	STD-465	367,925
113	Pubali Bank Ltd.	Zilla Sarak	STD-223/22	901,190
114	Pubali Bank Ltd.	Shibumarket	STD-012	1,330,000
115	Pubali Bank Ltd.	Anwara	STD-255	419,200
116	Pubali Bank Ltd.	Dholaipar	STD-360	131,582
117	Pubali Bank Ltd.	Dholaipar	STD-378	209,354
118	Pubali Bank Ltd.	Charfashion	STD-321	196,000
119	Pubali Bank Ltd.	Shantinagar	STD-563	1,104,718
120	Pubali Bank Ltd.	Madaripur	STD-371	829,370
121	Pubali Bank Ltd.	Zilla Sarak	STD-255	52,500
122	Pubali Bank Ltd.	Anwara	STD-260	112,650
123	Pubali Bank Ltd.	Shibumarket	STD-02-7	548,000
124	Rupali Bank Ltd.	Barisal	STD- 202	275,900
125	Rupali Bank Ltd.	Faridpur	STD-94	493,188
126	Rupali Bank Ltd.	Bagmara	STD-271	3,744,765
127	Rupali Bank Ltd.	Sunamgonj	STD-09	49,370
128	Rupali Bank Ltd.	Faridpur	STD-73-9	452,407
129	Rupali Bank Ltd.	Faridpur	STD-954	45,090
130	Rupali Bank Ltd.	Bagmara	STD-26	597,700
131	Rupali Bank Ltd.	Ratangang	STD-03	517,539
132	Rupali Bank Ltd.	Kendua	STD-62	14,534



133	Rupali Bank Ltd.	Bagmara	STD-51	990,872
134	Shahjalal Islami Bank Ltd.	Bogra	SND-441	639,350
135	Shahjalal Islami Bank Ltd.	Bogra	SND-90	116,800
136	Shahjalal Islami Bank Ltd.	Bogra	SND-754	138,990
137	Shahjalal Islami Bank Ltd.	Bogra	SND-723	30,700
138	Social Islami Bank Ltd.	Kakrail	SND-724	324,720
139	Social Islami Bank Ltd.	Bogra	SND-581	557,800
140	Social Islami Bank Ltd.	Kakrail	SND-184	5,168,249
141	Social Islami Bank Ltd.	Sylhet	SND-761	1,449,004
142	Social Islami Bank Ltd.	Sylhet	SND-79	265,899
143	Social Islami Bank Ltd.	Foreign Ex.	SND-672	21,969,361
144	Social Islami Bank Ltd.	Agrabad	SND-1793	4,812,330
145	Social Islami Bank Ltd.	Maijdee	SND-73	11,758,854
146	Social Islami Bank Ltd.	Kakrail	SND-173	26,645,940
147	Social Islami Bank Ltd.	Kakrail	SND-72	20,100
148	Social Islami Bank Ltd.	Sylhet	SND-783	43,288
149	Social Islami Bank Ltd.	Foreign Ex.	SND-666	2,346,000
150	Social Islami Bank Ltd.	Maijdee	SND-84	158,580
151	Social Islami Bank Ltd.	Agrabad	SND-1782	1,173,475
152	Social Islami Bank Ltd.	Bogra	SND-615	35,550
153	Social Islami Bank Ltd.	Kakrail	SND-116	288,017
154	Social Islami Bank Ltd.	Kakrail	SND-329	2,339,270
155	Social Islami Bank Ltd.	Rangpur	SND-332	134,671
156	Social Islami Bank Ltd.	Narsingdi	SND-54	2,129,978
157	Social Islami Bank Ltd.	Agrabad	SND-131	4,889,324
158	Social Islami Bank Ltd.	Agrabad	SND-164	523,560
159	Social Islami Bank Ltd.	Foreign Ex.	SND-1438	418,846
160	Sonali Bank Ltd.	Chandanaish	STD-34	230,000
161	Sonali Bank Ltd.	Chandanaish	STD-33	3,036,978
162	Sonali Bank Ltd.	Chandanaish	STD-46	121,907
163	Sonali Bank Ltd.	B. Para	STD-145	340,325
164	Sonali Bank Ltd.	B. Para	STD-147	154,980
165	South Bangla Agr. Bank Ltd	Motijheel	STD-206	1,712,408
166	South Bangla Agr. Bank Ltd	Motijheel	STD-215	1,573,384
167	South Bangla Agr. Bank Ltd	Morelgonj	STD-92	345,421
168	Southeast Bank Ltd.	Joypara	STD-170	682,410
169	Southeast Bank Ltd.	Joypara	STD-171	355,700
170	Standard Bank Ltd.	Rajshahi	STD-118	639,307
171	Standard Bank Ltd.	Bagerhat	STD-35	325,500
172	The City Bank Ltd	Jagannathpur	STD-63	172,169
173	The City Bank Ltd	Chhatak	STD-310174411101	891,532
174	Trust Bank Ltd	Narsingdi	STD-57	3,414,388
175	Uttara Bank Ltd.	Sandwip	SND-41-02	5,361,124
176	Uttara Bank Ltd.	Chandpur	SND-16	1,262,629
177	Uttara Bank Ltd.	Pallabi	SND-4154	1,995,152
178	Uttara Bank Ltd.	Sandwip	SND-415	568,000



179	Uttara Bank Ltd.	Barisal	SND-4180	60,000
180	Uttara Bank Ltd.	Pallabi	SND-4153	457,560
181	Uttara Bank Ltd.	Pallabi	SND-4155	2,261,769
182	Uttara Bank Ltd.	Posta	SND- 4120	1,016,383
183	Uttara Bank Ltd.	Posta	SND-4118	104,900
184	Uttara Bank Ltd.	Posta	SND-4121	606,409
185	Uttara Bank Ltd.	Posta	SND-4119	437,177

Total=

288,866,540


Taka in word: Twenty Eight Crore Eighty Eight Lac Sixty Six Thousand Five Hundred and Forty Only

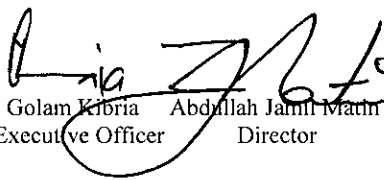


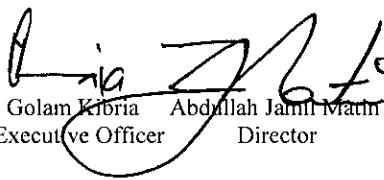
CERTIFICATE UNDER THE INSURANCE ACT 2010


As per regulations contained in the Insurance Act 2010, and section 62 of the said Act, we certify that:

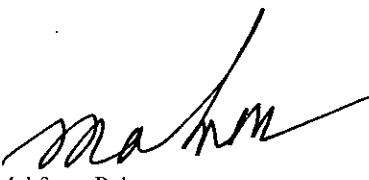
1. The value of investment in shares and debentures have been taken at fair value with adequate charge for fluctuation in share price, if any.
2. The values of all assets as shown in the Balance Sheet and as classified on Form "AA" annexed have been duly reviewed as on 31 December 2019 and in our belief, the said assets have been set forth in the Balance Sheet at amounts not exceeding their realizable or market values under the several headings as enumerated in the annexed form.
3. All expenses of management in respect of life insurance business transacted by the Company in Bangladesh have been fully debited to the Life Revenue Account as expenses.


Mohammad Shibir Hossain, FCA
Chief Financial Officer


Md. Golam Kibria
Chief Executive Officer


Abdullah Jamil Miah
Director


Mrs. Razia Sultana
Vice Chairman


Mahfuzur Rahman
Chairman

Date: 27 August 2020
Place: Dhaka


Md. Mohiuddin Ahmed FCA, CFC
Engagement Partner
Ashraf Uddin & Co
Chartered Accountants

Declaration by CEO and CFO

Date: 27 August 2020

The Board of Directors
Rupali Life Insurance Company Limited
Rupali Life Tower
50, Kakrali
Dhaka-1000

Subject: Declaration on Financial Statements for the year ended on 31st December 2019.

Dear Sirs,

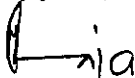
Pursuant to the condition No. 1(5)(xxvi) imposed vide the Commission's Notification No.BSEC/CMRRCD/2006-158/207/Admin/80 Dated 3 June 2018 under section 2CC of the Securities and Exchange Ordinance, 1969, we do hereby declare that:

- (1) The Financial Statements of Rupali Life Insurance Company Limited for the year ended on 31st December 2019 have been prepared in compliance with International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in the Bangladesh and any departure there from has been adequately disclosed;
- (2) The estimates and judgments related to the financial statements were made on a prudent and reasonable basis, in order for the financial statements to reveal a true and fair view;
- (3) The form and substance of transactions and the Company's state of affairs have been reasonably and fairly presented in its financial statements;
- (4) To ensure above, the Company has taken proper and adequate care in installing a system of internal control and maintenance of accounting records;
- (5) Our internal auditors have conducted periodic audits to provide reasonable assurance that the established policies and procedures of the Company were consistently followed; and
- (6) The management's use of the going concern basis of accounting in preparing the financial statements is appropriate and there exists no material uncertainty related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern.

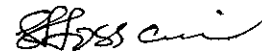
In this regard, we also certify that:-

- (i) We have reviewed the financial statements for the year ended on 31st December 2019 and that to the best of our knowledge and belief
 - a) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - b) These statements collectively present true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws.
- (ii) There are, to the best of knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the code of conduct for the company's Board of Directors or its members.

Sincerely yours,



Md. Golam Kibria
Chief Executive Officer



Mohammad Shibir Hossain, FCA
Chief Financial Officer