

**PADMA ISLAMI LIFE INSURANCE LTD.**

**পদ্মা ইসলামী লাইফ ইন্স্যুরেন্স লিঃ**

**AUDITORS' REPORT**

**&**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2014**

**MAHFEL HUQ & CO**

**Chartered Accountants**

**BGIC Tower (4<sup>th</sup> Floor)**

**34, Topkhana Road, Dhaka-1000**

**Phone : 9553143, 958 1786**

**E-mail : [hmhco.fca@gmail.com](mailto:hmhco.fca@gmail.com)**

**MAHFEL HUQ & CO.**  
**Chartered Accountants**

An independent member firm of AGN International

BGIC Tower (4<sup>th</sup> Floor)  
34, Tophkhana Road  
Dhaka - 1000  
Phone: 9553143 / 9581786  
Email: [mh@mahfelhuq.com](mailto:mh@mahfelhuq.com)  
Web.: [www.mahfelhuq.com](http://www.mahfelhuq.com)

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF  
PADMA ISLAMI LIFE INSURANCE LIMITED**

We have audited the accompanying Balance Sheet of the "PADMA ISLAMI LIFE INSURANCE LIMITED" as at December 31, 2014 and the related Revenue Account and Statement of Cash Flows for the period then ended together with notes thereto. The preparation of these Financial Statements is the responsibility of the Company's management. Our responsibility is to express an opinion on these Financial Statements based on our audit.

***Managements Responsibility for the Financial Statements***

Managements is responsible for the preparation and fair presentation of these Financial Statement in Accordance with Bangladesh Financial Reporting Standard (BFRS). This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation to Financial Statements that are free from material misstatements, whether due to fraud and error.

***Auditors' Responsibility***

Our responsibility is to express an opinion on these Financial Statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). These Standards require that we comply with ethical requirements as well as plan and perform the audit to obtain reasonable assurance whether the Financial Statements are free from material misstatement. Our audit includes examining, on a test basis, evidence supporting the accounts and disclosures in the financial statements. This audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall Financial Statements preparation.

We believe that our audit provides a reasonable basis for our opinion.

***Opinion***

In our opinion, the Financial Statements together with the notes thereto, prepared by the managements give true and fair view of the state of the company's affairs as at and for the year ended 31 December, 2014 and the results of its operations comply with the Companies Act 1994, Securities and Exchange Commission Rules 1987, the Insurance Act, 2010, the Insurance Rules 1958 and other applicable laws and regulations.

**We also report that:**

- (i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- (ii) 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 and proper returns adequate for the purposes of our audit have been received from the branches not visited by us;
- (iii) The Company's Balance Sheet and the related Revenue Account and its Cash Flows statement dealt with by the report are in agreement with the books of account and returns;
- (iv) The expenditure incurred was for the purpose of the Company's business;
- (v) As per section 62(2) of the Insurance Act, 2010, we certify that to the best of our knowledge and belief and according to the information and explanations given to us, all expenses of management wherever, incurred and whether 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 Account as expenses of the Company; and
- (vi) As per Insurance Act, 2010, we further certify that according to the best of our information and as shown by its books, the Company during the year under report has not paid any person any commission in any form, outside Bangladesh in respect of any of its business re-insured abroad during the year ended 31 December, 2014.

Dated, Dhaka,  
June 16, 2016

  
Mahfel Huq & Co.  
Chartered Accountants

**PADMA ISLAMI LIFE INSURANCE LTD.**  
**BALANCE SHEET**  
**AS AT 31 DECEMBER 2014**

<u>CAPITAL AND LIABILITIES</u>	<u>Notes</u>	<u>Amount in Taka</u>	
		<u>2014</u>	<u>2013</u>
<b>SHAREHOLDERS' CAPITAL</b>			
<b>Authorised Capital</b>			
10,00,00,000 Ordinary Shares of Tk.10/- each		1,000,000,000	1,000,000,000
<b>Issued, Subscribed and Paid-up</b>			
3,24,00,000 Ordinary Shares of Tk.10/- each	05	324,000,000	324,000,000
<b>Balance of Fund and Accounts</b>			
<b>Life Insurance Fund</b>	06	3,085,648,440	3,004,478,500
<b>Sadaka Fund (Padma Welfare Fund)</b>		24,470,644	24,479,827
<b>Amount due to other persons or bodies</b>			
<b>Carrying on Insurance Business</b>	07	847,745	337,055
<b>Liabilities and Provisions</b>			
Estimated Liabilities in Respect of Outstanding claims whether due or intimated.	08	67,961,366	88,105,495
Sundry Creditors	09	112,148,749	89,990,544
Premium Deposits	10	11,029,200	11,961,221
		<b>191,139,315</b>	<b>190,057,260</b>
<b>Total</b>		<b>3,626,106,144</b>	<b>3,543,352,642</b>

Annexed notes form an Integral part of these Financial Statements.

Signed as per annexed report of even date

  
 Managing Director  
 & CEO (C.C)

  
 Director

  
 Director

  
 Chairman

  
 Mahfel Huq & Co.  
 Chartered Accountants

Dated, Dhaka  
 June 16, 2016


<b>PROPERTY AND ASSETS</b>	<b>Notes</b>	<b>Amount in Taka</b>		
		<b>2014</b>	<b>0</b>	<b>2013</b>
<b>Loan on Policies</b>				
Within their surrender value	11	829,417		866,576
<b>Investments</b>	12	527,744,613		620,925,433
<b>Outstanding Premium</b>	13	128,954,306		133,911,150
<b>Profit, Dividend &amp; Rent Accrued but not Due</b>	14	87,301,104		113,712,758
<b>Advances, Deposits and Prepayments</b>	15	179,920,889		103,631,847
<b>Cash, Bank and Other Balances</b>				
Fixed Deposit with Banks	16	1,288,529,558		1,305,975,981
SND & CD with Banks	17	428,979,525		43,390,285
Collection in Hand	18	69,616,612		360,794,356
Cash in Hand		5,973,378		1,007,661
		<b>1,793,099,073</b>		<b>1,711,168,283</b>
<b>Other Assets:</b>				
Padma Life Tower & Other Fixed Assets (At Cost Less Depreciation)	19	904,597,884		855,632,219
Printing, Stationery & Stamps in Hand	20	3,658,859		3,504,376
<b>Total</b>		<b>3,626,106,144</b>		<b>3,543,352,642</b>

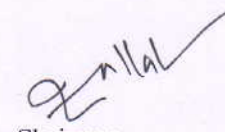
Annexed notes form an Integral part of these Financial Statements.

Signed as per annexed report of even date

  
Managing Director  
& CEO (C.C)

  
Director

  
Director

  
Chairman

  
Mahfel Huq & Co.  
Chartered Accountants

Dated, Dhaka  
June 16, 2016

**PADMA ISLAMI LIFE INSURANCE LTD.**  
**LIFE REVENUE ACCOUNT**  
**FOR THE YEAR ENDED DECEMBER 31, 2014**

	Notes	Amount in Taka	
		2014	2013
<b>BALANCE OF FUND AT THE BEGINNING OF THE YEAR</b>		3,004,478,500	2,660,641,487
<b>PREMIUM LESS RE-INSURANCE</b>	19		
First year premium (Ekok Bima)		461,820,123	257,647,883
First year premium (Khudra Bima)		28,965,370	21,087,022
		<b>490,785,493</b>	<b>278,734,905</b>
Renewal premium (Ekok Bima)		704,107,564	824,053,387
Renewal premium (Khudra Bima)		353,550,276	443,599,348
		<b>1,057,657,840</b>	<b>1,267,652,735</b>
		<b>1,548,443,333</b>	<b>1,546,387,640</b>
Group Insurance Premium		49,721,681	1,100,800
<b>Gross premium</b>		<b>1,598,165,014</b>	<b>1,547,488,440</b>
Less: Re-Insurance premium		1,661,754	1,963,288
<b>Net Premium</b>		<b>1,596,503,260</b>	<b>1,545,525,152</b>
<b>PROFIT, DIVIDEND AND RENT</b>	20	220,886,947	251,742,631
<b>OTHER INCOME</b>	21	3,294,124	8,098,359
		<b>4,825,162,831</b>	<b>4,466,007,629</b>
First year premium, where the maximum Premium paying period is Single Two years Three years Four years Five years Six years Seven years Eight years Nine years Ten years Eleven years Twelve years or over (Including throughout life)		4,213,493	3,483,180
		58850103	364,000
		203941384	50,598,786
		223780513	224,288,939
		<b>490,785,493</b>	<b>278,734,905</b>
<b>CLAIMS UNDER POLICIES (INCLUDING PROVISION FOR CLAIMS DUE OR INTIMATED) LESS RE-INSURANCE</b>			
By Death		29,644,024	15,764,099
By Maturity		328,407,571	191,648,487
By Survival		421,076,414	387,936,512
By Surrender		15,396,927	17,854,424
By Others		32,899,309	18,488,576
		<b>827,424,245</b>	<b>631,692,098</b>