

**Independent Auditor's Report
and
Financial Statements
of
Life Insurance Corporation (LIC) of Bangladesh Limited
As at and for the year ended December 31, 2024**

TABLE OF CONTENTS

No	Particulars	Page No
01	Independent Auditor's Report	1-5
02	Balance Sheet	6
03	Life Revenue Account	7-8
04	Statement of Cash Flows	9
05	Statement of Changes in Shareholders Equity	10
06	Statement of Life Insurance Fund	11
07	Classified Summary of the Assets	12
08	Notes to the Financial Statements	13-28
09	Fixed Assets Schedule	29-30
10	CERTIFICATE UNDER THE INSURANCE ACT, 2010	31



Mahfel Huq & Co.

CHARTERED ACCOUNTANTS

The first registered accounting firm in independent Bangladesh

An independent member firm of AGN International

BGIC Tower (4th Floor)
34, Topkhana Road
Dhaka-1000, Bangladesh
Tel: +88-02-223351948, 223383143
Fax: +88-02-9571005
E-mail: info@mahfelhuq.com
Web: www.mahfelhuq.com

Independent Auditor's Report

To the Shareholders of Life Insurance Corporation (LIC) of Bangladesh Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Life Insurance Corporation (LIC) of Bangladesh Limited ("the Company"), which comprise the Balance Sheet (Statement of Financial Position) as at 31 December 2024, and the Life Revenue Account (Profit and Loss and Other Comprehensive Income Account), Statement of Changes in Shareholders Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the company as at 31 December 2024, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Insurance Act 1938 (as amended in 2010) 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in the audit of financial statements for the year 2024. These matters were addressed in the context of the audit of the financial statements as a whole, and in forming the auditor's opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matters described in the Basis for Opinion section we have determined the matters described below to be the key audit matters to be communicated in our report. For each matter below, our description of how our audit addressed the matter is provided in that context.

Premium Income

Risks: Premium income is the most significant item in the Life Revenue Account. Net premium income comprises the gross premium received including group insurance less reinsurance premium during the accounting period. Given the important nature, connections to other items to the financial statements and sensitivity of the item, this area poses high level



of risk. At the year-end 2024, Net premium income was BDT. 176,017,690 (2023: BDT. 172,790,011).

Our Responses to the Risks: With respect to premium income of various types of life insurance policies, we have carried out the following procedures:

- Used professional judgments to calculate the premiums on sample basis and we considered the age, sex, weight & height, medical history, marital status, dependents, occupation, etc. of policy holders.
- Checked the design and operating effectiveness of key controls around premium income recognition process.
- Carried out analytical procedures and recalculated premium income for the period on a sample basis.
- Carried out cut-off testing (set by regulatory authority) to ensure premium deposit has not been included in the premium income.
- Ensured on a sample basis that the premium income was being deposited in the designated bank accounts.
- For a sample of insurance contracts tested to see if appropriate level of reinsurance was done and whether that reinsurance premium was properly calculated and it has been deducted from the gross premium income; and
- Finally, assessed the appropriateness and presentation of disclosures against relevant accounting standards, the Insurance Act, 1938 (as amended in 2010), the insurance Rules, 1958 and other applicable rules and regulations and regulatory requirements.

Investment

Risks: The classification and measurement of investment in securities required judgment and complex estimates. Investment in securities are needs to be classified as held to maturity or held for trading depending on the management intention about the investment. At the year end, the company reported total investment in Equity Shares BDT. 20,399,989 (2023: BDT. 25,554,626), Statutory Deposit, BGTB and Zero Coupon Bond BDT. 736,917,165 (2023: BDT. 637,678,093).

Our Responses to the Risks: We assessed the processes and controls put in place by the company to identify and confirm the existence of investment. We obtained an understanding, evaluated the design and tested the operating effectiveness of the key controls over the investment adjustment. Finally, assessed the appropriateness and presentation of disclosures against relevant accounting standards and circulars issued by IDRA.

Emphasis of Matters

We draw attention to note no.3.18, which states that Provision for Gratuity has been made in the financial statements and the company will apply to NBR for the recognition of Gratuity fund income. Furthermore, to note 3.19 which state that the company did not set aside any profits contribution related to Worker's Profit Participation Fund for the current year due to the on-going discussion between the IDRA and related Finance Ministries. Finally, to note 3.09 which state that the company did not make any provision for income tax for the current



year due to the gross external incomings of the income year 2024 (i.e. BDT 74,794,292) was lower than the management expenses of the year ended 31 December 2024 (i.e. BDT 125,771,066) and actuarial-valuation for the year is yet to be made. Our opinion is not modified in respect of these matters.

Other Information

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

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

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance of the company.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, the Companies Act 1994, the Insurance Act 1938 (as amended in 2010), the Securities and Exchange Rules 2020 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance,



but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our



report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Insurance Act 1938 (as amended in 2010), Bangladesh Securities and Exchange Commission Rules, 2020 we also report that:

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) In our opinion, proper books of accounts as required by law have been kept by the Company so far as it appeared from our examinations of those books;
- c) The Statement of Financial Position, Life Revenue and Profit and Loss and Other Comprehensive Income Accounts and Statement of Changes in Equity and Statement of Cash Flows of the Company dealt with by the report are in agreement with the books of account and returns;
- d) As per section 62(2) of the Insurance Act 1938 (amended in 2010), in our opinion to the best of our knowledge and belief an according to the information and explanation given to us all expenses of management wherever incurred and whether incurred directly or indirectly, in respect of insurance business of the company transacted in Bangladesh during the year under report have been duly debited to the Revenue Accounts of the Company;
- e) As per regulation 11 of part 1 of the third schedule of the Insurance Act 1938 (amended in 2010), in our opinion to the best of our information and as shown by its books, the company during the year under report has not paid any persons any commission in any form outside Bangladesh in respect of any its business re-insured abroad;
- f) The expenditure was incurred for the purpose of the Company's business.

Wasequl Huq Reagan, FCA

ICAB Enrolment No. : 1517

Partner

Mahfel Huq & Co.

Chartered Accountants


DVC:

Dhaka, 05 February 2025

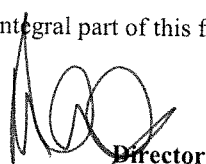
Life Insurance Corporation (LIC) of Bangladesh Limited
Balance Sheet (Statement of Financial Position)
As at 31st December 2024

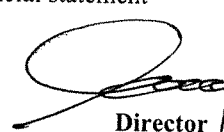
Particulars		Notes	Amount in Taka	
			2024	2023
<u>Capital and Liabilities</u>				
Share Capital				
Authorised Capital				
100,000,000 ordinary shares of Tk.10 each			1,000,000,000	1,000,000,000
Issued, subscribed and paid up capital				
60,000,000 ordinary shares of Tk.10 each fully paid up		5.00	600,000,000	600,000,000
Additional Fund Provided by LIC of India for security deposit			15,000,000	15,000,000
Balance of Fund and Accounts			383,726,740	287,495,539
Life Insurance Fund		6.00	394,859,906	293,103,052
Fair Value Changes Account		7.00	(11,133,167)	(5,607,513)
Liabilities and Provisions			41,929,103	45,386,951
Lease Liability		8.00	11,236,324	15,320,640
Current Liabilities		9.00	12,704,534	14,188,568
Premium Deposits		10.00	9,779,968	7,669,466
Provision for Income Tax		11.00	8,208,277	8,208,277
Total Capital and Liabilities			1,040,655,843	947,882,490
<u>Property and Assets</u>				
Policy Loan		12.00	20,452,086	8,219,375
Investment			757,317,154	663,232,719
Statutory Deposit		13.00	15,000,000	15,000,000
Treasury Bond and Zero Coupon Bond		13.00	721,917,165	622,678,093
Equity Share		14.00	20,399,989	25,554,626
Agents Balances		15.00	29,339	44,339
Outstanding Premiums		16.00	3,235,157	4,704,447
Interest Accruing but not Due		17.00	19,380,301	18,850,483
Advances and Deposits		18.00	29,476,154	24,167,868
Deferred Tax Assets		19.00	2,373,246	2,463,829
Cash and Bank Balances			185,531,139	199,513,689
Bank Balances		20.00	185,185,037	199,358,635
Stamps in Hand			211,315	126,120
Cash in Hand			134,787	28,934
Fixed assets at cost less depreciation		21.00	10,616,345	9,717,380
Right of Use (RoU) Assets		22.00	12,244,922	16,968,363
Total Property and Assets			1,040,655,843	947,882,490
Net Asset Value (NAV) Per Share		38.00	10.00	10.00

The annexed notes form an integral part of this financial statement


Chief Executive Officer


Chief Financial Officer


Director


Director


Chairman

Signed as per our annexed report on even date


Wasequl Huq Reagan, FCA
 Partner

ICAB Enrl. No. 1517
Mahfel Huq & Co.
 Chartered Accountants

DVC: 2502201517AS633284

Dhaka, 05 February 2025

Life Insurance Corporation (LIC) of Bangladesh Limited
Life Revenue Account

For the year ended December 31, 2024

Particulars	Notes	Amount in Taka	
		2024	2023
Balance of fund at the beginning of the year		293,103,052	204,519,332
Premium Less Reinsurance	23.00		
First Year Premium		72,174,175	70,731,727
Renewal Premium		101,083,556	92,154,405
Group Insurance Premium		7,325,290	17,758,352
Gross Premium		180,583,021	180,644,484
Less: Reinsurance Premium		(4,565,331)	(7,854,473)
Net Premium		176,017,690	172,790,011
Interest, dividend and rent	24.00	74,463,193	62,931,559
Other income	25.00	331,098	351,232
Total		250,811,982	236,072,802

First year premium where the maximum premium paying period is :		
Single	41,847,203	37,472,189
Two years	-	-
Three years	-	-
Four years	-	-
Five years	2,542,873	3,472,066
Six years	1,483,106	1,943,472
Seven years	1,721,616	2,177,216
Eight years	665,963	652,653
Nine years	1,017,567	997,230
Ten years	7,583,793	8,030,853
Eleven years	622,074	609,641
Twelve years or over (including throughout life)	14,689,982	15,376,407
Total	72,174,175	70,731,727



Life Insurance Corporation (LIC) of Bangladesh Limited
Life Revenue Account
For the year ended December 31, 2024

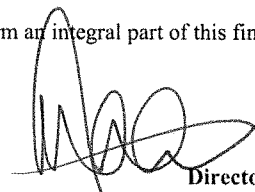
Particulars	Notes	Amount in Taka	
		2024	2023
Expenditure			
Claims under policies (including provision for claims due or intimates) less reinsurances			
by Death	26.00	4,099,350	7,259,846
by Survival Benefit		6,979,500	11,835,400
Annuity Claim		472,894	130,065
by Surrender		11,641,735	5,380,860
		23,193,479	24,606,171
Expenses of Management			
Commission		21,172,198	22,744,346
(a) Commission to insurance agents (less reinsurances)	27.00	21,172,198	22,744,346
(b) Allowances and Commission (other than (a) above)		-	-
Other Management Expenses (Except Commission)		104,598,867	99,331,401
Salary and Allowances	28.00	52,943,099	52,469,722
Travelling Expenses	29.00	635,156	1,035,276
Office Expenses	30.00	1,462,482	2,131,419
Motor Car Expenditure Staff Cars		2,396,866	2,839,643
Rent, Rates, Taxes and Maintenances Expenses	31.00	21,602,821	24,139,448
Printing and Stationary		1,063,792	959,326
Postage Telegram Expenses		148,058	232,873
Gratuity Expenses		4,643,792	1,132,595
Telephone Expenses		82,025	61,016
Networking Expenses		472,937	1,086,330
Legal and Consultancy Fee	32.00	3,237,006	1,943,027
Publicity Expenses	33.00	3,769,809	2,980,736
Audit Fees		402,500	402,500
Competition Prizes-Branch Head		404,359	-
Competition Prizes-BM/UM		1,388,151	80,875
Competition Prizes-Agents		4,064,145	1,899,344
Policy Stamp Expenses	34.00	461,017	567,690
Electricity Charges		758,874	896,388
Agents Training Expenses		520,060	922,598
Short Remittances		-	-
Short Remittances P&GS		18	-
Other Misc. Expenses		1,232,882	1,050,135
Depreciation on Fixed Assets	Annexure-A	1,355,324	1,161,584
Amortization on Software	Annexure-A	14,367	69,855
Board Meeting Expenses	35.00	1,212,457	921,721
IDRA Renewal Fee and Trade License Renewal Fee	36.00	326,870	347,300
Total Management Expenses		125,771,066	122,075,747
Other Expenses			
Income Tax Expenses	11.01	90,583	807,164
Total Expenses		149,055,128	147,489,082
Balance of Life Insurance Fund at the end of the year as shown in the Balance Sheet	6.00	101,756,854	88,583,720
Total		250,811,982	236,072,802

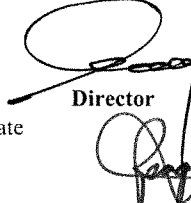
The annexed notes form an integral part of this financial statement


Chief Executive Officer


Chief Financial Officer

Signed as per our annexed report on even date


Director


Director


Chairman

Wasequl Huq Reagan, FCA

Partner

ICAB Enrl. No. 1517

Mahfel Huq & Co.

Chartered Accountants

Dhaka, 05 February 2025

DVC:

2502201517AS632204

Life Insurance Corporation (LIC) of Bangladesh Limited
Statement of Cash Flows
For the year ended 31 December, 2024

Particulars	Amount in Taka	
	2024	2023
A. Cash flow from Operating Activities		
Collection from premium	184,162,813	185,303,298
Payment of Claims	(23,193,479)	(24,606,171)
Other income received	330,993	351,232
Payment for reinsurances, management expenses and others	(128,472,697)	(117,056,972)
Interest, dividend and rent received	73,933,376	62,959,598
Tax paid during the year	(6,647,203)	(7,932,314)
Net Cash Flows from Operating Activities	100,113,803	99,018,671
B. Cash flow from Investing Activities		
Treasury bond and Zero Coupon Bond	(99,239,072)	(270,824,356)
Acquisition of fixed assets	(2,293,506)	(153,686)
Sale of Fixed Assets	24,953	-
Policy Loan & Advance to Agents	(12,217,711)	(2,991,468)
Purchase of Equity Share	(371,017)	(1,110,052)
Net Cash Used in Investing Activities	(114,096,353)	(275,079,562)
C. Cash flow from Financing Activities		
Net Cash Received/ (Used) in Financing Activities	-	-
D. Net (decrease)/increase in cash and cash equivalents (A+B+C)	(13,982,550)	(176,060,891)
E. Cash and cash equivalents at beginning of the year	199,513,689	375,574,581
F. Cash and cash equivalents at end of the year (D+E)	185,531,139	199,513,689
Net operating Cash Flows Per Share (Note No. 39)	1.67	1.65

Chief Executive Officer

Chief Financial Officer

Director

Director

Chairman

Dhaka, 05 February 2025



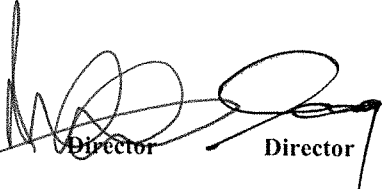




Life Insurance Corporation (LIC) of Bangladesh Limited
Statement of Changes in Shareholders Equity
For the year ended December 31, 2024

Particulars	Share Capital	General Reserve	Retained Earnings	Total
Opening Balance	600,000,000	-	-	600,000,000
Changes during the period	-	-	-	-
Closing Balance	600,000,000	-	-	600,000,000

For the year ended December 31, 2023

Particulars	Share Capital	General Reserve	Retained Earnings	Total
Opening Balance	600,000,000	-	-	600,000,000
Changes during the period	-	-	-	-
Closing Balance	600,000,000	-	-	600,000,000

 Chief Executive Officer
 Chief Financial Officer
 Director
 Director
 Chairman

Dhaka, 05 February 2025



Life Insurance Corporation (LIC) of Bangladesh Limited
Statement of Life Insurance Fund
As at 31st December 2024

Particulars	Amount in Taka	
	2024	2023
A. Assets		
Investment (including FDRs)	883,100,007	838,817,219
Interest accrued but not due	19,380,301	18,850,483
Outstanding Premiums	3,235,157	4,704,447
Advances and deposits	52,330,825	34,895,410
Right of Use (RoU) Assets	12,244,922	16,968,363
Cash and bank balances (excluding FDRs)	59,748,287	23,929,189
Fixed assets (at cost less depreciation)	10,616,345	9,717,380
	1,040,655,843	947,882,490
B. Liabilities		
Current liabilities	41,929,103	45,386,951
Fair Value Changes Account	(11,133,167)	(5,607,513)
	30,795,937	39,779,438
C. Gross fund (assets minus liabilities)	A-B	
	1,009,859,907	908,103,052
D. Less: shareholders capital (paid up capital)	(600,000,000)	(600,000,000)
Less: Fund by LIC(India) as security deposit	(15,000,000)	(15,000,000)
E. Life insurance fund at the end of the year	C-D	
	394,859,906	293,103,052

Chief Executive officer

Dhaka, 05 February 2025

Chief Financial Officer

Director

Director


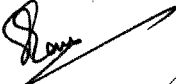
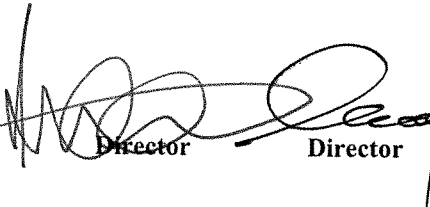


Chairman



Life Insurance Corporation (LIC) of Bangladesh Limited
FORM AA

Classified Summary of the Assets
As at December 31, 2024

SL. No.	Class of Assets	Book Value (Taka)	Market / Realizable Value (Taka)	Remarks
Class of Assets				
	Investments			
1	Statutory deposit with Bangladesh Bank	15,000,000	15,000,000	At cost
2	Treasury Bond and Zero Coupon Bond	721,917,165	721,917,165	Realizable value
3	Equity Share	20,399,989	20,399,989	At market value
	Cash and Bank Balances			
4	Cash in hand, STD and current accounts	185,531,139	185,531,139	Book value
	Other Assets			
5	Interest accrued but not due	19,380,301	19,380,301	Realizable value
6	Advance and deposits	29,476,154	29,476,154	Realizable value
7	Fixed assets (at cost less depreciation)	10,616,345	10,616,345	Carrying Amount
8	Right of Use (RoU) Assets	12,244,922	12,244,922	Carrying Amount
9	Deferred Tax Assets	2,373,246	2,373,246	Carrying Amount
10	Outstanding Premiums	3,235,157	3,235,157	Carrying Amount
11	Agent Balance	29,339	29,339	Carrying Amount
12	Policy Loan	20,452,086	20,452,086	Carrying Amount

 Chief Executive Officer
  Chief Financial Officer
  Director
  Director
  Chairman

Dhaka, 05 February 2025



Life Insurance Corporation (LIC) of Bangladesh Limited
Notes to the Financial Statement
As at and for the year ended 31 December 2024

1.00 Legal status and nature of the business

1.01 Legal status of business

Life Insurance Corporation of Bangladesh Ltd. (the 'Company') was incorporated as public limited company under Company's Act 1994 on December 14, 2015 and commenced its operation from October 27, 2016 bearing registration no. C-127605/2015 and has got the license from Insurance Development & Regulatory Authority, Bangladesh bearing certificate no- Life 17/2015, to run life insurance business.

1.02 Nature of business

The Company is carrying on the business of providing Life Insurance, under which the following different divisions exists: Ordinary Life (OL), Group Life Insurance (GLI).

2.00 Basis of presentation

2.01 Statement of compliance

The financial statements have been prepared in accordance with the format of financial statements prescribed in the Insurance Act 1938 (as amended in 2010) and Insurance Rules 1958, The Companies Act 1994, applicable International Financial Reporting Standards (IFRSs) and other applicable laws and regulations. Where the requirements of the companies Act 1994, the Insurance Act 1938, differ with the requirements of the applicable International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs), the requirements of the Companies Act 1994 and The Insurance Act 2010 take precedence.

2.02 Other regulatory compliances

The company is also required to comply with following rules and regulations:

- Income Tax Act 2023
- Bangladesh Securities and Exchange Commission (BSEC) Rules, 2020
- Value Added Tax and Supplementary Duty Act 2012
- Value Added Tax and Supplementary Duty Rules 2016

2.03 The structure and content of the financial statements

A complete set of financial statement comprises :

- i) Balance Sheet
- ii) Life Revenue Account
- iii) Statement of Cash Flow
- iv) Statement of Changes in Equity
- v) Statement of Life Insurance Fund
- vi) Classified Summary of Asset (Form AA)
- vii) Notes comprising significant accounting policy and other explanatory information.

2.04 Period of financial statements

The financial statement covers 12 months from 1st January 2024 to 31st December 2024.

2.05 The date of authorisation for issue

The financial statement were authorised for issue by the Board of Directors in its meeting held on 5 February, 2025



2.06 The functional and presentation currency

Functional and presentation currency items included in these financial statements are measured using the currency of the primary economic environment in which the company operates ('the functional currency'). These financial statements are presented in Bangladesh Taka ("BDT") which is also the functional currency of the company. The amount in these financial statements have been rounded off to the nearest BDT, except otherwise indicated.

2.07 The risk and uncertainty for use of estimates and judgement

The preparation of financial statements in conformity with IFRS requires, management to make judgment, estimates and assumptions that affect the reported amounts of assets, liabilities, income and expenses as well as the application of accounting policies. Uncertainty about these assumptions and estimates could result in outcomes that may require adjustment to the carrying amount of assets or liabilities affected in future period.

2.08 Going concern

Life Insurance Corporation of Bangladesh Ltd. has adequate resources to continue its operation for the foreseeable future. For this reasons, the Board of Directors of the Company continues to adopt going concern basis in preparing the financial statements. Assessment of the ability to continue as a going concern for a period of at least 12 months from 31st December 2024 is given below:

- a) The Company has current liabilities and ability to settle on time;
- b) The Company has strong cash position. As at 31st December 2024 it has total Cash and Bank Balances of BDT 185,531,139;
- c) The Company has not defaulted on any loan agreement or breached any covenant;
- d) The Company has no serious liquidity or cash flow problems;
- e) The Company has not sold a substantial number of fixed assets;
- f) The Company has not lost any key management or staff;
- g) The Company has not faced any legal difficulties.

2.09 Accrual basis

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

2.10 Materiality, aggregation and offsetting

Each material item as considered by management significant, has been presented separately in the financial statements. No amount has been set off unless the Company has legal right to set off the amounts and intends to settle on net basis. Income and expenses are presented on a net basis only when permitted by the relevant accounting standards. The values of assets or liabilities as shown in the statement of financial position are not off-set by way of deduction from another liability or asset unless there exist a legal right therefore. No such incident existed during the year.

2.11 Comparative information

Comparative information has been disclosed in respect of the year in accordance with IAS 1: Presentation of Financial Statements for all numeric information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current period's financial statements. Prior year figure is rearranged wherever considered necessary to ensure comparability with the current period.

2.12 Basis of measurement of elements of financial statements

The financial statements have been prepared on the historical cost basis, and therefore, do not take into consideration the effect of inflation. The accounting policies, unless otherwise stated, have been consistently applied by the Company and are consistent with those of the previous year.



3.00 Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

3.01 Revenue recognition

Accounting policies set out below have been applied consistently for all periods presented in this financial statements.

→ Premiums are recognized as income when due, for which grace period has not expired and the previous installments have been paid.

→ Interest income in respect of all government securities, debt securities including loans, debentures and bonds, Pass Through Certificate (PTC) is taken as credit to the Revenue Account as per the guidelines issued by Insurance Development and Regulatory Authority (IDRA).

→ In respect of purchase or sales of Government and other approved securities from secondary market, interest for the broken period is accounted for on cash basis.

→ Interest, Dividend, Rent, etc. are accounted at gross value (before deduction of Income Tax).

→ In respect of loans, debentures and bonds, accrued interest as at the date of the balance sheet is calculated as per method of calculation of simple interest mentioned in the loan document/ information memorandum or such other document.

→ In respect of Government and other approved securities and mortgage loans, accrued interest as at the date of balance sheet is calculated based on 360 days a year.

→ Profit or Loss on sale of securities/ Equities/ Mutual Fund is taken to Revenue only in the year of sale. Dividend on equity where right to receive the same has fallen due on or before 31st December (i.e. dividend declared by the company) is taken as income though received subsequently.

→ Interest on policy loans is accounted for on accrual basis.

→ Interest on application Money on purchase of debentures/ bonds is accounted on cash basis.

→ Income from zero coupon bonds is accounted on accrual basis.

→ Premium on redemption / maturity is recognized as income on redemption/ maturity.

3.01.01 Acquisition costs

Acquisition Costs are expensed in the period in which they are incurred. Acquisition costs are those costs that vary with and are primarily related to the acquisition of new renewal insurance contracts.

3.02 Reinsurance premium

This represents amount receivable from the re-insurer (Munich RE) for the year ended on 31 December, 2024. The net retention of the company for individual life is BDT 5 lac per policy per person and group insurance is BDT 5 lac per policy per person.

3.03 Claim

a) Claims costs consist of the policy benefit amount and claims settlement costs, wherever applicable.

b) Provision for the outstanding death claims is made for those policies where the intimation of death has been received up to 31st December.

3.04 Reinsurance

This represents provisional amount payable to the re-insurer ((Munich RE)) for the year ended on 31 December 2024. Provision has been made on the basis of best available information.

Reinsurance premium is recognized at the same time when the premium income is received. It is measured in line with the terms and conditions of the reinsurance treaties. Claim recoveries from reinsurers are recognized at the same time as the claims are intimated in line with the terms and condition of the reinsurance arrangements.

3.05 Premium deposit

Premium deposits represent premium received but risk has not yet been accepted because of lapse policy and advance premium as at 31 December 2024.



3.06 Accruals, provisions and contingencies

a) Accruals

Accruals are liabilities to pay for services that have been received or supplied but have not been paid, invoiced or formally agreed with the supplier, including amounts due to employees. Accruals are reported as part of sundry creditors. Sundry creditors are not interest bearing and are stated at their nominal value.

b) Provisions, contingent liabilities and contingent assets

A provision is made based on a reliable estimate when it is probable that an outflow of resources embodying economic benefits will be required to settle an obligation. Contingent liabilities (other than policies), if material, are disclosed by way of notes. Contingent assets are not recognized or disclosed in the financial statements.

3.07 Employee benefits

The company maintains defined contribution plan for its eligible permanent employees. The eligibility is determined according to the terms and conditions set forth in the respective trust deeds and rules.

a) Provision for Gratuity has been made in the financial statements and the company will apply to NBR for the recognition of Gratuity fund.

b) In respect of employees who have opted for Provident Fund Scheme, matching contribution is made to the Provident Fund Trust.

c) Leave Encashment Benefits on retirement/VRS/Death is provided through Group Leave Encashment Fund maintained by the Company and as such, liability in respect thereof, forms part of the Group Leave Encashment Fund.

3.08 Fixed assets

3.08.01 Tangible fixed assets

An item shall be recognized as fixed asset if it is probable that future economic benefits associated with the item will flow to the entity, and the cost of the item can be measured reliably. Fixed assets are capitalized at cost of acquisition and subsequently stated at cost less accumulated depreciation in compliance with the requirements of IAS 16: Property, Plant and Equipment. The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the assets to its working condition for its intended use. The cost also includes the cost of replacing part of the property, plant and equipment and borrowing costs for long-term debt availed for the construction/implementation of the property, plant and equipment, if the recognition criteria are met.

Subsequent cost

The subsequent expenditure is only capitalized as part of assets when the useful life or economic benefit or both of that asset is increased provided that it is probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The costs of day to day servicing of fixed assets are recognized in the Revenue Account as 'repairs and maintenance' when it is incurred.

Depreciation

Depreciation is charged on straight line basis. Depreciation is charged on newly acquired assets from the date when asset is available for use to comply with IAS-16. In case of disposal, depreciation charged up to the date of disposal. The rates of depreciation are furnished below;

Category of Asset	Rate of depreciation
Electronic installation	5%
Furniture & fitting	4%
Refrigerator & Air condition	10%
IT Equipment	30%
Renovation & modernization	5%
Telephone	5%
Miscellaneous & Capital Equipment	10%
Audio visual equipment	20%



Neon sign	20%
Voltage stabilizer & UPS	30%

Disposal of fixed asset

An item of fixed asset is removed from the Balance Sheet when it is disposed off or when no future economic benefits are expected from its use or disposal. The gain or loss on the disposal or retirement of an item of fixed asset is included in the Revenue Account in the period in which the de-recognition occurs.

Impairment of asset

The carrying amounts of assets are reviewed at the Balance Sheet date if there is any indication of impairment based on internal/external factors. An impairment loss, if any, is recognized wherever carrying amount of an asset exceeds its recoverable amounts. No such assets have been impaired during the year and for this reason no provision has been made for impairment of assets.

3.08.02 Intangible asset

Expenditure incurred on major application software and its customization or further development is recognized as intangible asset. The same is capitalized under fixed assets if such expenditure results in a benefit of enduring nature. Intangible assets are reported at acquisition value with deductions for impairment losses, if any. Intangible assets comprises web design and software (Windows) which are stated at cost of acquisition, including any cost attributable for bringing the same to its working condition less accumulated amortization. Other software expenses such as support and maintenance annually are expensed in the period in which they are incurred. The intangible assets are amortized on a straight line basis based on useful life as estimated by management. Amortization is charged when asset is available for use. In case of disposal, amortisation charged up to the date of disposal.

Category of Asset	Rate of Amortisation
Software	20%

3.09 Taxation

Income tax expense comprises current and deferred taxes. Income tax expense is recognized in Revenue Account except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity in accordance with IAS 12: Income Tax.

Current tax

Income tax expense for current year is recognized on the basis of company's computation of taxable income according to the Fourth Schedule of the Income Tax Act 2023 and the best judgments of management at the applicable tax rate pursuant to provision of Income Tax Act 2023. As per paragraph 46 of IAS 12: Income Taxes, current tax is the expected tax payable on the taxable income for the period, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous periods. The tax rate used for the reporting period was 40%.

Provision for Income Tax

The company (Life Insurance Corporation of Bangladesh Ltd.) did not made any provision for income tax for the current year due to the gross external incomings of the income year 2024 (i.e. BDT 74,794,292) was lower than the management expenses of the year ended 31 December 2024 (i.e. BDT 125,771,066) and actuarial-valuation for the year is yet to be made.

Deferred tax

Company has recognized deferred tax as per IAS12. Temporary differences arises in respect to depreciation charge on asset addition (since tax authority charge depreciation for full year) or difference of tax rates between LIC Bangladesh and 3rd Tofsil/Schedule of ITA-2023 and for gratuity provision.



3.10 Commission

Commission to insurance agents represents first year commission & renewal commission. Allowances and commission other than field officers represent unit manager & branch manager's allowance &

3.11 Leases

The Company leases a number of office spaces for different branch offices in different locations. Before the adoption of IFRS 16, all lease contracts were classified as operating leases. IFRS 16 requires all contracts that contain a lease to be recognized in the Balance Sheet as a right-of-use asset and lease liability. Only certain short and low-value leases are exempted.

Detail calculation is available in note no. 8 and 22.

3.12 Cash and bank balance

Cash, bank and other balances consist of cash in hand and with banks on current and deposit accounts and short-term investments in fixed deposit receipts which are held and available for use by the company without any restriction.

3.13 Stamps in hand

Stock of policy stamp are valued at cost.

3.14 Statement of cash flow

Statement of cash flows has been prepared in accordance with as per IAS 7: "Statement of Cash Flows" under direct method as prescribed by the Bangladesh Securities and Exchange Commission (BSEC) rule-1987. A reconciliation of Net Operating Cash Flows from operating activities under the indirect method has also been prepared in accordance with clause no 5 (2)(e) of Notification No. BSEC/CMRRCD/2006-158/258/Admin/81 Dated- 20 June, 2018 (Gazette publication date: 8 August, 2018) as shown in note no 37.

3.15 Responsibility for preparation of financial statements

The Board of Directors is responsible for preparing the financial statements in accordance with Section 183 of the Companies Act 1994, as well as the provisions outlined in the Framework for the Preparation and Presentation of Financial Statements under the Insurance Act 1938 (as amended in 2010), the Insurance Rules 1958, and the applicable International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS).

3.16 Related party disclosure

Parties are considered to be related if one of the parties has the ability to control the other party or exercise significant influence over the party in making financial and operating decisions. The Company carried out transactions with related parties in the normal course of business and on arm's length basis. The information as required by IAS 24: Related party disclosures has been disclosed in a separate notes to the financial statements (Note-44 & 45).

3.17 Actuarial Valuation

Actuarial Valuation for the year ended 31 December 2023 has been completed by Ranadey Professional Services (RPS). Life Insurance Corporation of Bangladesh Limited has a deficit of life fund around BDT. 431.41 Million as per Actuarial Valuation dated: 11th June 2024. The life fund deficit amount of BDT. 431.41 million for the year ended 31 December 2023 as per actuarial valuation.

3.18 Gratuity Fund

Provision for Gratuity has been made in the financial statements and the company will apply to NBR for the recognition of Gratuity fund.



3.19 Workers profit participation fund (WPPF):

Section 234 of chapter 15 of Bangladesh Labor Act 2006 (as amended in 2013) requires every company to establish a workers Participation Fund and Welfare Fund. However, BFID, on behalf of the financial institution sector, requested clarification from the Labor Ministry regarding the applicability of the provisions for the sector. Similarly Bangladesh Insurance Association has corresponded with Financial Ministry on this matter requesting for clarification on the applicability of WPPF on Insurance Companies. As no decision has been yet concluded on such communications. Therefore, The company (Life Insurance Corporation of Bangladesh Ltd.) did not set aside any profits contribution related to Worker's profit participation Fund for the current year due to the on-going discussion between the IDRA and related Finance Ministries.

4.00 Compliance with accounting standards:

The company complies with following accounting standards:

Serial No	Name	Status
IAS 1	Presentation of financial statement	*
IAS 2	Inventory	N/A
IAS 7	Statement of Cash Flow	Complied
IAS 8	Accounting policies, changes in accounting estimates	Complied
IAS 10	Event after reporting period	Complied
IAS12	Income Tax	Complied
IAS 16	Property ,plant and equipment	Complied
IAS 19	Employee Benefit	Complied
IAS 20	Accounting for government grant	N/A
IAS 21	Effects of changes in foreign exchange rate	N/A
IAS 23	Borrowing Costs	N/A
IAS 24	Related party transaction	Complied
IAS 26	Accounting and reporting by retirement benefit plan	N/A
IAS 27	Separate Financial Statement	N/A
IAS 28	Investment in joint venture and associates	N/A
IAS 29	Financial reporting in hyperinflationary economy	N/A
IAS 31	Interest in joint venture	N/A
IAS 32	Financial Instruments: presentation	*
IAS 33	Earning per share	N/A
IAS 34	Interim financial reporting	N/A
IAS 36	Impairment of asset	Complied
IAS 37	Provision, contingent liabilities & contingent asset	Complied
IAS 38	Intangible Asset	Complied
IAS 40	Investment Property	N/A
IAS41	Agriculture	N/A

Serial No	Name	Status
IFRS 1	First time adoption of financial reporting	N/A
IFRS 2	Share based payment	N/A
IFRS 3	Business combination	N/A
IFRS 4	Insurance Contract	*
IFRS 5	Non current asset held for sale and discontinued business	N/A
IFRS 6	Evaluation and exploration of mineral resources	N/A
IFRS 7	Financial Instrument	*
IFRS 8	Operating Segment	N/A
IFRS 9	Financial Instrument	*
IFRS 10	Consolidated Financial Statement	N/A
IFRS 11	Joint Arrangement	N/A
IFRS 12	Disclosure of interest in other entities	N/A
IFRS 13	Fair Value Measurement	Complied
IFRS 14	Regulatory and deferral account	N/A

IFRS 15	Revenue from contract with customer	N/A
IFRS 16	Leases	Complied
IFRS 17	Insurance Contract	N/A

* The management of Life Insurance Company of Bangladesh Limited has followed the principles of IAS and IFRS consistently in the preparation of the financial statements to that extent as applicable to Insurance Company in Bangladesh. Some of the standards have not been complied with, about which IDRA or Insurance Act 1938, Insurance rules 1958 has special guidelines.

4.01 Disclosure of departure from the requirements of IFRS due to mandatory compliance with Insurance Act

The management has followed the principles of IFRS consistently in preparation of the financial statements to that extent as applicable to the company. Some requirements of Insurance Act 2010 and Insurance Rules 1958 and regulations contradict with those of financial instruments and general provision standards of IFRS. As such the LIC Bangladesh has departed from those contradictory requirements of IFRS in order to comply with the rules and regulations of IDRA which are disclosed below where applicable:

a) As per Insurance Act 1938 (as amended in 2010), investments in quoted shares and unquoted shares are revalued at the year end at market price and as per book value of last audited balance sheet respectively. Provisions have been made by netting off any unrealized gain/(loss) arising at the Balance sheet date. Under IFRS 9, on initial recognition, a financial asset is classified as measured at: amortized cost; Fair Value through Other Comprehensive Income (FVOCI) – debt investment; Fair Value through Other Comprehensive Income (FVOCI) – equity investment; or Fair Value Through Profit or Loss (FVTPL). The classification of financial assets under IFRS 9 is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics.

i) On initial recognition of an equity investment that is not held for trading, the company may irrevocably elect to present subsequent changes in the investment's fair value in other comprehensive income (OCI). This election is made on an investment-by-investment basis.

ii) These assets are subsequently measured at fair value. Other net gains and losses are recognized in OCI

b) Insurance Act 1938 has issued templates for financial statements which will strictly be followed by all non-life and life insurance companies. The templates of financial statements issued by Insurance Act does not include other comprehensive income (OCI) and the elements of other comprehensive income allowed to include in a single comprehensive income (OCI) Statement. As such LIC Bangladesh Ltd does not prepare the other comprehensive income statement. However the LIC Bangladesh Ltd does not have any elements of OCI to be presented.

c) As per IDRA guidelines, financial instruments are categorized, recognized and measured differently from those prescribed in IFRS 9. As such some disclosure and presentation requirements of IFRS 7 and IAS 32 have not been made in the financial statements.



		Amount in Taka	
		2024	2023
5.00 Share capital			
Authorized Capital (100,000,000 Ordinary Shares of Tk.10 each)		1,000,000,000	1,000,000,000
Issued subscribed and paid up			
60,000,000 Ordinary Shares of Tk.10 each fully paid up		600,000,000	600,000,000

5.01 Distribution schedule of paid up capital

Name of the Sponsors	No. of Shares	% of Holdings	Amount
1. LIC (India)	50,000,000	83.33%	500,000,000
2. Strategic Equity Management Limited	7,000,000	11.67%	70,000,000
3. Mutual Trust Bank Limited	3,000,000	5.00%	30,000,000
Total	60,000,000	100.00%	600,000,000

6.00 Life Insurance Fund

Balance as on January 01, 2024

Add: Surplus/(Deficit) in Life Revenue account for the year

Balance as on December' 2024

293,103,052	204,519,332
101,756,854	88,583,720
394,859,906	293,103,052

7.00 Fair Value Changes Account

Equity Shares Value at Market Price on 31 Dec 2024

Equity Shares Value at Cost Price on 31 Dec 2024

20,399,989	25,554,625
(31,533,156)	(31,162,138)
(11,133,167)	(5,607,513)

Detailed disclosure of the equity share investment, is shown in note 14.00.

According to IDRA circular No. Life -04/2012 dated 11 June, 2012 "Guidelines for Preparation of Accounts and Financial Statements" as well as in compliance with the section 2.2 of the said circular namely Valuation of Equity Shares : Listed equity shares shall be measured at fair value at the balance sheet date. Fair value is the lowest of the quoted closing price at the balance sheet date. Unrealized gains/losses arising due to changes in the fair value of the listed equity shares should be taken under Fair Value Changes Account. In this regard difference between Cost price and closing market price of listed shares i.e. unrealized loss have been taken under Fair Value Changes Account of the Balance Sheet.

8.00 Lease Liability

Opening Balance

Addition during the Year

Adjustment during the Year

Closing Balance

15,320,640	20,979,368
3,308,230	1,112,989
(7,392,546)	(6,771,717)
11,236,324	15,320,640

9.00 Current Liabilities

Retention Money

Other Miscellaneous Credit

Agents Exam Fee

Agents License Renewal Fee

Withheld Commission

Other Sundry Liabilities

Other Outstanding expenses

Provision for Gratuity (9.01)

Commission Payment Returned by Bank

Outstanding Commission 1st year

Outstanding Commission Renewal

Closing Balance

24,000	24,000
32,006	100
166,340	219,790
3,100	13,350
26,899	19,175
41,910	4,015,473
3,310,493	2,347,764
8,641,870	6,997,188
155,356	82,643
169,258	280,931
133,302	188,154
12,704,534	14,188,568



		Amount in Taka	
		2024	2023
9.01 Provision for Gratuity			
Opening Balance		6,997,188	6,014,593
Gratuity Expenses		4,643,792	1,132,595
Payment/Adjustment During the year		(2,999,110)	(150,000)
Closing Balance		8,641,870	6,997,188
10.00 Premium Deposits			
Premium Deposits		409,507	492,613
Policy Deposit		6,912,471	4,722,167
Policy Deposit Claim		120,000	120,000
P & G's Premium Deposit (Proposal)		576,706	658,617
P & G's Premium Deposit (Policy)		1,761,284	1,676,068
Closing Balance		9,779,968	7,669,466
11.00 Provision for Income Tax			
Opening Balance		8,208,277	8,208,277
Provision made During the Year		-	-
Adjustment During the Year		-	-
Closing Balance		8,208,277	8,208,277

The gross external incomings of the income year 2024 (i.e. BDT 74,794,292) was lower than the management expenses of the year ended 31 December 2024 (i.e. BDT 125,771,066) and the latest actuarial-valuation (2023) contains deficit of life fund for which no further provision has been made.

11.01 Income Tax Expenses			
Income Tax Expenses (Paid to DCT for the financial Year-2024)		-	-
Deferred Tax Assets (19.00)		90,583	807,164
Total		90,583	807,164
12.00 Policy Loan		20,452,086	8,219,375
13.00 Investment			
Statutory deposit		15,000,000	15,000,000
Zero-Coupon Bond		6,749,731	1,648,163
Treasury Bond		715,167,435	621,029,930
Closing Balance		736,917,165	637,678,093
14.00 Investment in Equity Share			
Investment in Equity Share		20,399,989	25,554,626
Closing Balance		20,399,989	25,554,626

Sl. No.	Name of Companies	Unit/Qty.	Cost as on 31.12.2024	Market Value as on 31.12.2024
1	Green Delta Capital	110,539	13,236,195	7,935,243
2	Green Delta Securities Ltd.	145,800	13,519,054	8,105,887
3	IDLC Investments Ltd.	51,414	4,777,906	4,358,859
	Total	307,753	31,533,156	20,399,989



		Amount in Taka	
		2024	2023
15.00 Agents Balances			
Advances to agents			
Closing Balance		29,339	44,339
		29,339	44,339
16.00 Outstanding Premium			
Premium-First Year		564,193	936,438
Premium-Renewal		2,670,964	3,768,009
Closing Balance		3,235,157	4,704,447
17.00 Interest accrued but not due			
Accrued Interest on BGTB, FDR and ZCB (17.01)			
Closing Balance		19,380,301	18,850,483
		19,380,301	18,850,483
17.01 Accrued Interest on BGTB, FDR and ZCB			
Opening Balance			
Add: Interest accrued during the year		18,850,483	18,878,522
Less: Received during the year		17,531,052	17,638,735
Closing Balance		(17,001,234)	(17,666,774)
		19,380,301	18,850,483
18.00 Advances, Deposits and Prepayments			
Rent deposit & Advance Rent			
Sundry Advance		2,452,161	3,516,360
Advance to Employee		121,798	578,888
Interest Receivable on BGTB (Holding Period Interest of Bond Seller)		140,000	116,775
Other Sundry deposits		320,618	619,060
Other Sundry deposits- G Life		-	-
Other Sundry deposits- P&GS		-	-
Deferred Commission for FA/UM/BM		-	-
Tax deducted at source (18.01)		1,094,172	545,999
Other Miscellaneous Debit Account		25,347,406	18,790,786
Closing Balance		29,476,154	24,167,868
18.01 Tax deducted at source			
Opening Balance and addition during the year			
Addition during the year		18,790,786	11,665,636
Adjustment During the Year		6,591,183	7,125,150
Closing Balance		(34,563)	-
		25,347,406	18,790,786
19.00 Deferred Tax Assets			
Carrying Amount of assets as per tax base			
Carrying Amount of assets as per accounting base		14,904,779	14,894,356
Provision for Gratuity		(10,616,345)	(9,717,380)
Gratuity Payment during the year		4,643,792	1,132,595
Temporary difference		(2,999,110)	(150,000)
Tax rate		5,933,115	6,159,572
Closing Balance		40.00%	40.00%
		2,373,246	2,463,829
20.00 Bank Balances			
Short Term Deposits (20.01)			
Current Accounts (20.02)		125,782,852	175,584,500
Closing Balance		59,402,185	23,774,134.8
		185,185,037	199,358,635
20.01 Short Term Deposits			
State Bank of India Fixed Deposit			
FDR		-	-
Closing Balance		125,782,852	175,584,500
		125,782,852	175,584,500



20.02 Current Accounts

Green Delta Security Ltd.
 Green Delta Capital Ltd.
 IDLC Investments Limited
 Collection A/C-MTB
 Mutual Trust Bank (Bulk Collection)
 Premier Bank (SND Account)
 Standard Chartered Bank
 DBBL-Rocket Account
 Portal Payment Collection Account
 Brac Bank
 Brac BFTN
 Bank Account - One Bank Ltd
 Bkash Collection Account
 NAGAD Collection A/C
 Bank Account Current No 111- Gulshan
 Pubali Bank Ltd-Uttara
 State Bank of India- Branch Motijheel
 The City Bank Ltd-Narayanganj
 State Bank of India-Khulna
 Mutual Trust Bank-Jessore
 Bank Asia-Agrabad(Chittagong)
 State Bank of India-Jubilee (Chittagong)
 Mutual Trust Bank-Sylhet
 Prime Bank-Bogra
 Mutual Trust Bank-Rangpur
 Mutual Trust Bank-Rajsahi
 Brac Bank Barishal
 BANK A/C Current No.111 - MymenSingh
Closing Balance

Amount in Taka	
2024	2023

270	220
76,493	93,367
170,688	397,778
6,085,557	6,243,109
5,279,272	-
40,832	150,863
197,315	1,424,772
64,803	946,583
23,522	23,522
35,672,621	2,285,214
1,806,647	36,331
1,182,565	909,821
550,983	377,421
45,969	21,860
2,636,209	5,028,337
959,385	423,244
564,648	501,453
61,033	64,862
370,901	529,275
96,712	256,750
1,842,339	2,273,694
985	985
274,817	181,428
290,484	265,719
797,757	934,690
113,978	133,652
164,234	155,021
31,164	114,164
59,402,185	23,774,135

21.00 Fixed assets at cost less depreciation or amortisation

Software
 Electric Installment
 Furniture & Fittings
 Refrig. & air conditioners
 Information Technology (IT) equipment
 Renovation/ Modernization
 Telephones
 Miscellaneous capital equipment
 Audio Visual equipment
 Neon signs, etc.
 Voltage stabilizer & UPS
Closing Balance

21,718	36,085
1,068,823	1,154,243
4,412,001	4,616,707
872,253	1,045,485
1,734,499	297,961
2,244,337	2,206,646
70,143	75,509
17,755	24,009
4	4
140,878	198,704
33,934	62,026
10,616,345	9,717,380

22.00 Right of Use (RoU) Assets

Opening Balance
 Addition during the year
 Amortization
Closing Balance

16,968,363	23,437,091
3,439,105	1,112,989
(8,162,546)	(7,581,717)
12,244,922	16,968,363

23.00 Premium less reinsurances

First year Premium
 Single Premium (Ordinary)
 Other First year Premium (Ordinary)
Renewal Premium
Group Insurance
 P & GS First Premium Account - OYRGTA

9,857,257	13,814,833
41,847,203	37,452,737
20,469,715	19,464,157
101,083,556	92,154,405
3,827,078	10,353,521



P & GS First Premium (DAB) Account - OYRGTA
P & GS First Premium Account (PTD)-OYRGTA
P & GS First Premium Account(PPD) - OYRGTA
CI Premium
P & GS First Year Renewal Premium - OYRGTA
Gross Premium
Less: Reinsurance Premium
Net Premium

Amount in Taka	
2024	2023
1,118,926	2,924,724
908,461	1,605,039
1,413,909	2,702,431
40,100	-
16,817	172,638
180,583,021	180,644,484
(4,565,331)	(7,854,473)
176,017,690	172,790,011

24.00 Interest, Dividend and Rent

Interest on FDR and SND Accounts
Interest on BGTB
Interest on Zero Coupon Bond
Dividend on Shares
X Charge
Capital Gain/ (loss) on Investment
Profit on sale of shares
Loss on sale of shares
Other Receipts
Loss on sales of shares
Total

15,320,376	18,619,634
56,740,124	42,855,434
466,460	234,072
440,648	637,114
-	1,154
1,317,833	148,306
126,605	352,804
-	-
51,147	83,041
-	-
74,463,193	62,931,559

Particulars	Interest Realized	Interest Accrued for 2024	Total
Interest on FDR and SND Accounts	12,071,188	3,249,188	15,320,376
Interest on BGTB	42,458,260	14,281,864	56,740,124
Total	54,529,448	17,531,052	72,060,500

25.00 Other Income

Interest on Policy Loan
Interest on Premium
Interest on loan to employees
Profit/Loss on sale of asset
Total

224,103	202,427
102,165	120,798
4,724	28,007
105	-
331,098	351,232

26.00 Claim by Death

Claim by Death Ordinary
Guaranteed Addition
Accidental Death Claim
Claim by Death P & Gs
Total

1,735,000	4,277,796
46,350	164,050
200,000	-
2,118,000	2,818,000
4,099,350	7,259,846

27.00 Commission to Insurance Agents (less reinsurance)

Commission on First Premium
Commission on 1st Year Renewal Premium
Bonus Commission to Agents
Persistency Bonus
Commission on Renewal Premium
Commission on Single Premium
Commission Paid to Unit Managers
Commission Paid to Branch Managers
Incentives
P & GS Commission Account -1st Premium - OYRG
P & GS Commission Account -1st Premium - OYRG
P & GS Profit Sharing
Total

2,178,423	3,110,103
3,974,055	3,962,974
1,104,159	1,334,774
-	-
5,836,368	5,212,173
1,217,031	1,039,413
1,731,657	1,935,070
1,107,823	1,081,728
3,144,918	3,887,700
402,214	701,494
234,293	255,402
241,256	223,514
21,172,198	22,744,346

28.00 Salary and Allowances

Class 1 Basic Salary
House Upkeep Allowance
House Rent Allowance

25,696,718	25,185,691
1,651,999	1,662,717
4,435,166	4,297,097



		Amount in Taka	
		2024	2023
	Class 1 Conveyance Allowance	608,166	594,871
	House Maintenance Allowance	1,271,900	1,253,128
	Utility Allowance	461,733	441,709
	Tax Relief for Expatriate CL-1	5,345,549	6,206,140
	Gratuity - Expatriates	-	-
	Leave Encashment - Expatriates	2,194,532	1,093,916
	Festival Allowance	3,091,008	3,953,744
	Children Educational Allowance	266,392	272,525
	Telephone Allowance	808,720	967,260
	PF Contribution - Employer	4,097,316	3,324,347
	Medical Expenses CL-1	556,412	689,658
	Other Staff Amenities	491,941	581,599
	Reimbursement Gas Electricity Water Charges	202,488	232,474
	Entertainment Expenses	1,335,464	1,298,301
	Newspaper Allowance	427,595	414,545
	Total	52,943,099	52,469,722
29.00	Travelling Expenses		
	Travel Expenses Class 1 Offices	527,620	475,552
	Travelling Expenses of Agents	94,821	397,380
	Transfer Travelling Expenses	12,715	162,344
	Total	635,156	1,035,276
30.00	Office Expenses		
	Management Training Expenses	154,456	185,918
	Employees Training Expenses	0	-
	Fire and Other Insurance Premium	203,874	258,022
	Medical Fees	230,764	168,018
	Donation	0	15,000
	Subscription	161,006	172,631
	Bank Charges Collection A/c	519,758	603,967
	Bank Charges Current A/c	192,624	677,863
	Donation to PM Relief Fund	0	50,000
	Total	1,462,482	2,131,419
31.00	Rent, Rates, Taxes and Maintenances Expenses		
	Rent Rate and Tax Paid - Office	5,800,652	6,144,109
	Amortization of RoU Assets	8,162,546	7,581,717
	Annual Maintenance Fee-Software	2,261,445	5,405,867
	Repairs and Maintenance of Furniture	55,966	4,000
	Finance Expense	1,207,313	1,122,430
	Office Upkeep and Cleaning Materials	4,039,279	3,656,541
	Office Equipment Expenses	75,620	224,784
	Total	21,602,821	24,139,448
32.00	Legal and Consultancy Fee		
	Legal Charges	-	-
	Other Fee as Advisor	3,237,006	1,943,027
	Total	3,237,006	1,943,027
33.00	Publicity Expenses		
	Cost of Diaries and Calendars	889,900	621,887
	Other Publicity Expenses	2,879,909	2,358,849
	Total	3,769,809	2,980,736
34.00	Policy Stamp Expenses		
	Policy Stamp	413,910	514,920
	Receipt Stamp	47,107	52,770
	Total	461,017	567,690



		Amount in Taka	
		2024	2023
35.00 Board Meeting Expenses			
Director Fee		83,505	48,000
Board Meeting Expenses		1,128,952	873,721
Total		1,212,457	921,721
36.00 IDRA Renewal Fee and Trade License Renewal Fee			
IDRA Renewable Fee		208,742	199,240
Fee for Filing Returns and Renewal Trade License		118,128	148,060
Total		326,870	347,300
37.00 Disclosures on reconciliation between Life Fund & Net operating cash flows			
Addition of Life Fund		101,756,854	88,583,720
Adjustments for			
Profit/Loss on Sale of Asset	105	-	-
Depreciation of Property Plant & Equipments	1,355,324	1,161,584	-
Amortization of Software	14,367	69,855	-
	103,126,651	89,815,159	
Adjustments of Increases / Decreases		(3,012,847)	9,203,512
Increase / (Decrease) Lease Liability	(4,084,316)	(5,658,728)	-
Increase / (Decrease) Current Liabilities	(1,499,242)	2,312,547	-
Increase / (Decrease) Premium Deposits	2,110,502	1,954,016	-
Increase / (Decrease) Provision for Income Tax	-	-	-
(Increase) / Decrease Agents Balances	15,000	-	-
(Increase) / Decrease Outstanding Premiums	1,469,290	2,704,798	-
(Increase) / Decrease Interest Accruing but not Due	(529,818)	28,039	-
(Increase) / Decrease Deferred tax Assets	90,583	807,164	-
(Increase) / Decrease RoU Assets	4,723,441	6,468,728	-
(Increase) / Decrease Advances and Deposits	(5,308,287)	586,948	-
Net Cash Flows from Operation	100,113,804	99,018,671	
38.00 Net Asset Value per share (NAV)			
Total Assets	1,040,655,843	947,882,490	
Total Liabilities	(440,655,843)	(347,882,490)	
Net Assets	600,000,000	600,000,000	
No. of Shares	60,000,000	60,000,000	
Net Assets Per Value (NAV)	10.00	10.00	
39.00 Net Operating Cash Flow Per Share			
Net Operating Cash Flows Per Share (NOCFPS) has been calculated based on net cash generated from operating activities and number of shares outstanding during the period as at December 31, 2024. Detailed calculations are as follows:			
Net Cash Generated From Operating Activities	100,113,803	99,018,671	
Number of Shares	60,000,000	60,000,000	
Net Operating Cash Flow Per Share (NOCFPS)	1.67	1.65	
40.00 Capital expenditure commitment			
There was no capital expenditure commitment entered into by the Company as on December 31, 2024.			
41.00 Contingent liability			
There was no claim against the Company nor acknowledged as debt by the Company as on December 31, 2024.			
42.00 Credit facility available to the Company			
There was no credit facility available to the company under any contract as on December 31, 2024.			



Amount in Taka	
2024	2023

43.00 Expenses incurred in foreign currency

The Company has neither incurred any expense nor earned any income in foreign currency as on December 31, 2024.

44.00 Key Management Personnel Compensation:

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

Sl No.	Name of employee	Post employment benefits	Short employee benefits	Termination benefits
1	Saswata Ray (MD & CEO)	P.F @10% of Basic Salary.	4,751,184	P.F, Gratuity, Severance Pay, Leave Encashment, & Group insurance coverage
2	Sudipta Sarkar (CFO)	P.F @10% of Basic Salary.	4,287,317	P.F, Gratuity, Severance Pay, Leave Encashment, & Group insurance coverage
3	M.S.Chakravarti (CTO)	P.F @10% of Basic Salary.	4,345,333	P.F, Gratuity, Severance Pay, Leave Encashment, & Group insurance coverage

45.00 Related party disclosures

Life Insurance Corporation Bangladesh Limited, in normal course of business, carried out a number of transactions with related parties (common directors). As per IAS 24: Related Party Disclosures all transactions involving related parties arising in normal course of business were conducted on an arm's length basis at commercial rates on the same terms and conditions as applicable to the third parties.

Details of transaction with related parties and balances with them were as follows:

Sl. No.	Name of the Parties	Nature of Relationship	Types of Transaction	Amount of Transaction during the year	Closing Balance
				Addition/ (Adjustment)	
1	Strategic Equity Management Limited	Shareholder	-	-	-
2	Mutual Trust Bank	Shareholder	FDR	-	54,887,618
			Current Account	-	6,085,557
3	LIC (India)	Shareholder	Software Maintenance Fee	1,725,000.00	-

There was no provisions for doubtful debts related to the amount of outstanding balances to the related parties. Expense recognized during the period in respect of bad or doubtful debts due from related parties was Nil.

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

- i) Number of employees drawing salary above Tk. 3,000 per month
ii) Number of employees drawing salary below Tk. 3,000 per month

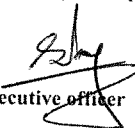
28
-
<u>28</u>

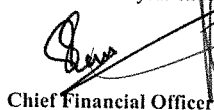
47.00 Date of authorization

These financial statements were authorized for issue on 5 February, 2025 by the board of directors of the Company.

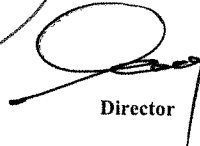
48.00 Subsequent Event

There has not any subsequent event for the year ended 31 December 2024.


Chief Executive Officer


Chief Financial Officer


Director


Director


Chairman

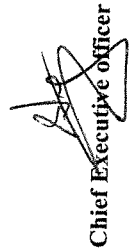


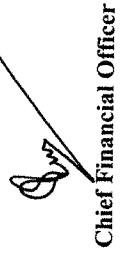
Life Insurance Corporation (LIC) of Bangladesh Limited
Fixed Assets Schedule
As at December 31, 2024

Particulars	Cost			Total as at 31.12.2024	Rate %	Depreciation			Total at 31.12.2024	Carrying amount at 31.12.2024
	Balance at 01.01.2024	Addition during the period	Adjustment			Balance at 01.01.2024	Charge for the year	Adjustment		
Electric Installation	1,828,330	6,200	-	1,834,530	5%	674,087	91,620	-	765,707	1,068,823
Furniture & fittings	6,318,682	49,750	-	6,368,432	4%	1,701,975	254,456	-	1,956,431	4,412,001
Refrigerator & Aircondition	3,547,040	196,800	52,632	3,691,208	10%	2,501,555	355,137	37,737	2,818,955	872,253
IT equipment	3,523,453	1,816,892	58,035	5,282,310	30%	3,225,492	370,399	48,082	3,547,809	1,734,500
Renovation/modernization	3,499,250	215,864	-	3,715,114	5%	1,292,604	178,173	-	1,470,777	2,244,337
Telephones	107,010	-	-	107,010	5%	31,501	5,366	-	36,867	70,143
Miscellaneous capital equip	62,400	-	-	62,400	10%	38,391	6,255	-	44,646	17,754
Audio-Visual equipment	748,048	-	-	748,048	20%	748,044	-	-	748,044	4
Neon signs	634,961	8,000	-	642,961	20%	436,257	65,826	-	502,083	140,878
Voltage stabilizer & equipment	291,822	-	-	291,822	30%	229,796	28,092	-	257,888	33,934
Total	20,560,996	2,293,506	110,667.00	22,743,835		10,879,702	1,355,324	85,819	12,149,207	10,594,627

Intangible Assets Schedule

Particulars	Cost			Total as at 31.12.2024	Rate %	Amortization			Total at 31.12.2024	Carrying amount at 31.12.2024
	Balance at 01.01.2024	Addition during the period	Adjustment			Balance at 01.01.2024	Charge for the year	Adjustment		
Software	16,251,526	-	-	16,251,526	20%	16,215,441	14,367	-	16,229,808	21,718
Total	16,251,526	-	-	16,251,526		16,215,441	14,367	-	16,229,808	21,718


Chief Executive officer


Chief Financial Officer




Director


Chairman

As at December 31, 2023

Particulars	Cost			Rate %	Depreciation			Carrying amount at 31.12.2023
	Balance at 01.01.2023	Addition during the period	Adjustment		Balance at 01.01.2023	Charge for the year	Adjustment	
Electric Installation	1,828,330	-	-	5%	582,669	91,418	-	1,154,243
Furniture & fittings	6,273,252	45,430	-	4%	1,449,859	252,116	-	4,616,707
Refrigerator & Aircondition	3,547,040	-	-	10%	2,146,852	354,703	-	1,045,485
IT equipment	3,493,890	29,563	-	30%	3,047,185	178,307	-	297,961
Renovation/modernization	3,499,250	-	-	5%	1,117,640	174,964	-	2,206,646
Telephones	107,010	-	-	5%	26,150	5,351	-	75,509
Miscellaneous capital equipment	62,400	-	-	10%	32,151	6,240	-	24,009
Audio-Visual equipment	748,048	-	-	20%	748,044	-	-	4
Neon signs	572,286	62,675	-	20%	364,507	71,750	-	198,704
Voltage stabilizer & equipment	275,804	16,018	-	30%	203,061	26,735	-	62,026
Total	20,407,310	153,686	-		9,718,118	1,161,584	-	9,681,295

Intangible Assets Schedule

Particulars	Cost			Rate %	Amortization			Carrying amount at 31.12.2023
	Balance at 01.01.2023	Addition during the period	Adjustment		Balance at 01.01.2023	Charge for the year	Adjustment	
Software	16,251,526	-	-	20%	16,145,586	69,855	-	36,085
Total	16,251,526	-	-		16,145,586	69,855	-	36,085



CERTIFICATE UNDER THE INSURANCE ACT, 2010

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

- 1 The value of investment in shares and debentures have been taken at cost with adequate provision 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 December 31, 2024 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.

Chief Executive officer

Chief Financial Officer

Director

Director

Chairman

