

A large, stylized blue letter 'C' that is open on the left side. The 'C' is composed of two thick blue curved segments. Inside the white space of the 'C', the text 'ANNUAL REPORT 2013' is centered.

ANNUAL
REPORT
2013

Chartered Life
Insurance Company Ltd.



Chartered-
Money Back Plan



Chartered-
Hajj Bima



Chartered-
Pension Plan



Chartered-
Single Premium Plan



Chartered-
Child Plan



ANNUAL
REPORT
2013

Chartered Life
Insurance Company Limited

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Letter of Transmittal

All Shareholders,
Bangladesh Securities and Exchange Commission,
Insurance Development and Regulatory Authority,
Registrar of Joint Stock Companies & Firms,

Dear Sir (s),

ANNUAL REPORT FOR THE YEAR ENDED DECEMBER 31, 2013.

The undersigned has the privilege of forwarding a copy of the Annual Report 2013 of Chartered Life Insurance Company Limited together with Directors' Report, Audited Financial Statements including Balance Sheet as at December 31, 2013 and the related Life Revenue Account and Cash Flow Statement for the year ended December 31, 2013 along with notes thereon for kind information and record.

Sincerely yours,



Hossain Suman
Company Secretary

Notice of the 1st Annual General Meeting

Notice is hereby given that the 1st Annual General Meeting of the Shareholders of Chartered Life Insurance Company Limited will be held on Sunday the 21st December 2014 at 11:00 a.m. at the Head Office of the Company at Unique Trade Center (UTC), Level-5, 8 Panthapath, Dhaka-1215, Bangladesh to transact the following agenda.

Agenda:

- 01. To receive and approve the report of the Board of Directors regarding the affairs of the company for the year ended 31st December 2013
- 02. To receive, consider and adopt the Accounts for the year ended 31st December, 2013 together with the Auditor's Report
- 03. To appoint Auditors for the year 2014 and to fix their remuneration
- 04. To elect Directors as per Articles of Association of the Company

Date: December 01, 2014

By Order of the Board



Hossain Suman
Company Secretary

Note:

1. A member entitled to attend and vote at the General Meeting may appoint a proxy to attend and vote in his/her stead. Such proxy shall be a member of the company. The proxy form duly stamped should be deposited at the registered office of the Company not later than 48 hours before the time fixed for the meeting.
2. For the sake of convenience, shareholders are requested to submit their queries if any, on the Directors' Report/Audited Accounts for the year 2013 at the Registered Office of the Company preferably 72 hours before the day of the Annual General Meeting.

Vision

To become the best life insurance company in Bangladesh as well as in South East Asia by ensuring economic freedom of the people and establishing utmost integrity, accountability and transparency.

Mission

- * Build dynamic, sound and professional management team
- * Conduct business in responsible manner
- * Develop innovative products
- * Enhance good governance
- * Faster quality management system

Core Values

- Creativity
- Happiness
- Accountability
- Respect
- Transparency
- Excellence
- Responsibility
- Ethics
- Development
- Leadership
- Integrity
- Faith
- Economic Freedom

Corporate Directory

- 01. Name of Company** ☐ ☐: **Chartered Life Insurance Company Ltd.**
- 02. Date of Incorporation** ☐ ☐: 30th July, 2013
- 03. Commencement of Business** ☐ ☐: 30th July, 2013
- 04. Authorised Capital** ☐ ☐: 250 Crore (Two hundred and Fifty Crore)
- 05. Paid up Capital** ☐ ☐: 18 Crore (Eighteen Crore)
- 06. Nature of Business** ☐ ☐: Life Insurance
- 07. Registered Office** ☐ ☐: Unique Trade Center (UTC), Level-5, 8 Panthapath, Dhaka-1215, Bangladesh.
- 08. Auditors** ☐ ☐: Haque Shahalam Mansur & Co. Chartered Accountants
☐ ☐ 27, Bijoy Nagar, Shaj Bhaban, 6th Floor, B-11, Dhaka-1000, Bangladesh
- 09. Actuary** ☐ ☐: Mohammad Sohrab Uddin PhD, AIA House: 8, 2nd Floor, Road: 12, Sector:13,
☐ ☐ Uttara Model Town, Dhaka-1230, Bangladesh
- 10. Reinsurer** ☐ ☐: SCOR Global Life SE, Singapore
- 11. Bankers** ☐ ☐: Eastern Bank Ltd, BRAC Bank Ltd, City Bank Ltd,

Shareholders

SL	Name	No. of Shares
1	Vice Principal Md. Abdus Shahid	900000
2	Shykh Seraj	1800000
3	Unique Hotel & Resorts Ltd. (Represented by Md. Kamrul Noor)	1800000
4	Energypac Power Generation Ltd. (Represented by Md. Rabiul Alam)	1800000
5	GPH Power Generation Ltd. (Represented by Md. Jahangir Alam)	1800000
6	Md. Rezaul Karim	1800000
7	Durjay Khan Majlish	1800000
8	Mohammad Nazim Uddin Khan	1800000
9	Shamshed Ali	1116000
10	Ghulam Mustafa	900000
11	Golden Oil Mills Ltd. (Represented by Niaz Ahmed)	900000
12	Zillur Rahman Zilu	612000
13	Munayam Khan Babul	612000
14	Mohd. Imtiaz Ahmed	360000



BOARD of DIRECTORS

- | | |
|------------------------------------|----------------------------|
| 1. Vice Principal Md. Abdus Shahid | ☐ ☐ ☐ Chairman |
| 2. Shykh Seraj | ☐ ☐ ☐ Vice-Chairman |
| 3. Mohd. Noor Ali | ☐ ☐ ☐ Independent Director |
| 4. Faridur Reza Sagar | ☐ ☐ ☐ Independent Director |
| 5. Md. Rabiul Alam | ☐ ☐ ☐ Director |
| 6. Md. Jahangir Alam | ☐ ☐ ☐ Director |
| 7. Kamrul Noor | ☐ ☐ ☐ Director |
| 8. Md. Rezaul Karim | ☐ ☐ ☐ Director |
| 9. Ghulam Mustafa | ☐ ☐ ☐ Director |
| 10. Niaz Ahmed | ☐ ☐ ☐ Director |
| 11. Durjay Khan Majlish | ☐ ☐ ☐ Director |
| 12. Mohammad Nazim Uddin Khan | ☐ ☐ ☐ Director |
| 13. Shamshed Ali | - Director |
| 14. Mohd. Imtiaz Ahmed | - Director |
| 15. Zillur Rahman Zilu | - Director |
| 16. Munayam Khan Babul | - Director |

BOARD of DIRECTORS



Vice Principal
Md. Abdus Shahid
Chairman



Shykh Seraj
Vice-Chairman



Mohd. Noor Ali
Independent Director



Faridur Reza Sagar
Independent Director



Md. Rabiul Alam
Director



Md. Jahangir Alam
Director



Md. Rezaul Karim
Director



Ghulam Mustafa
Director



Niaz Ahmed
Director



Kamrul Noor
Director



Durjay Khan Majlish
Director



Mohammad Nazim Uddin Khan
Director



Shamshed Ali
Director



Zillur Rahman Zilu
Director



Munayam Khan Babul
Director



Mohd. Imfiaz Ahmed
Director

Event Highlights



The Directors of the Board are seen greeted with flower in its First Board Meeting held on July 31, 2013 at the Board Room of the Company at Unique Trade Center (UTC).



Honorable Shareholders, Directors, Executives, Media Personalities & Well Wishers of the Company were present in the milad mehfil at Inauguration Ceremony of the head office at Unique Trade Center.



The Statutory Meeting of the Company was held on January 23, 2014 at The Westin Dhaka. Honorable Chairman Vice Principal Md. Abdus Shahid presided over the meeting and the Directors, Shareholders and top Executives of the Company were present.

DIRECTORS' REPORT

Respected Directors/ Shareholders,

Assalamualaikum

I, on behalf of the Board of Directors, offer my gratitude to the honorable policyholders, shareholders and well wishers for the constant patronage and cooperation in conducting the business of Chartered Life Insurance Company Ltd and also welcome you all in the 1st Annual General Meeting. On this occasion I, on behalf of the Members of the Board, feel great honored to be able to present before you the 1st Annual Report together with the Audited Accounts of the company for the year ended on 31st December, 2013 and the Auditors Report thereon.

Commencement of Business

Chartered Life Insurance Company Limited got Commencement of Business Certificate in 30 July, 2013 issued by Registrar of Joint Stock Companies & Firms.

Getting License

Chartered Life Insurance Company Limited had acquired License for Life Insurance business issued by Insurance Development & Regulatory Authority (IDRA) recommended by the Government of Bangladesh. It's our pleasure to thank Insurance Development & Regulatory Authority (IDRA) and Government of Bangladesh for providing the license. We, the shareholders are committed to ensure economic freedom of the people of the country. Chartered Life Insurance Company Ltd will pave the way of sound life insurance business in the country. The Company is very much committed to ensure financial security of the policyholders.

Management

Chartered Life Insurance Company Limited is being looked after by an experienced management team with wide exposure in insurance industry. The skilled innovative management team will lead the company to achieve the mission and vision of the company.

Management Committees

There are various committees consisting of senior executives to administer major functions of the Company effectively and efficiently.

Product Development

Chartered Life Insurance Company Limited is planning to develop products depending on the trend of the market, changes in financial market and social demand.

Corporate Social Responsibility

The Company always acknowledges its responsibilities for the well being of the society and takes part in such activities whenever it becomes necessary. We pursue a strong policy in respect of corporate social responsibility. We get our business sustenance from the society in which we live and operate. In reciprocation, we want to do something back to the society. Our corporate social responsibility includes our customer, employees, shareholders, business associates and a society as a whole.

Prospect for 2014

Chartered Life Insurance Company Ltd. is planning to make an innovative track in the life insurance business in the country. It will make customer oriented products, have prudent management, provide efficient services, use new technologies and comply with regulatory requirements. The Company will gain firm confidence in the mind of its clients.

To survive in the market competition, the Management will initiate the following measures to achieve the target for the year 2014:

Developing strong marketing strategy to explore business areas. initiating new product development and customization the existing products as per market trend and customer demand. Recruit quality manpower and arrange required training program both for the regular and development staff. Initiating more promotional programs in print, electronic & social media and generate new innovative ideas for improvisation of the customer service.

Election of Directors

In accordance with the Article 91 & 92 of the Company's Articles of Association, the under noted directors from Sponsor Shareholders shall retire from the office by rotation. Being eligible, they offered themselves for re-election.

- | | |
|------------------------------------|-----------------------------------|
| 1. Vice Principal Md. Abdus Shahid | 7. Mr. Md. Rezaul Karim |
| 2. Mr. Shykh Seraj | 8. Mr. Md. Jahangir Alam |
| 3. Mr. Ghulam Mustafa | 9. Mr. Shamshed Ali |
| 4. Mr. Kamrul Noor | 10. Mr. Durjay Khan Majlish and |
| 5. Mr. Niaz Ahmed | 11. Mr. Mohammad Nazim Uddin Khan |
| 6. Mr. Md. Rabiul Alam | |

Appointment of Independent Directors

The Board of Directors of Chartered Life Insurance Company Ltd had appointed Mr. Mohd. Noor Ali, one of the leading renowned businessman and Mr. Faridur Reza Sagar, reputed writer & film maker as Independent Directors.

Appointment of Auditors

The Auditors M/s Haque Shahalam Mansur & Co. Chartered Accountants will retire at the conclusion of ensuing Annual General Meeting and being eligible under section 210 of the Companies Act 1994 offered themselves for re-appointment.

Executive Committee

An executive committee has been formed headed by Vice Chairman Mr. Shykh Seraj. Sponsor Director Mr. Ghulam Mustafa & Mr. Niaz Ahmed and Advisor of the company Engr. M. Nurul Akter are members of the Committee.

Corporate Governance

Chartered Life Insurance Company Limited is complying with the relevant guidelines of Bangladesh Securities & Exchange Commission on Corporate Governance. The company will make Corporate Governance Policy, HR Policy and other guidelines, procedures to safeguards & minimize the incidents of various risks faced by the Company in the business environment.

Board of Director's Responsibility Statement

With regard to responsibilities for preparation and presentation of the Financial Statements, the Board of Directors confirm that:

1. The financial statements together with the notes thereon have been drawn up in conformity with the companies Act-1994, Insurance Act-2010, Insurance Rules 1958 and Securities and Exchange Rules 1987. These statements present fairly the Company's statement of affairs, the result of its operation and cash flow.
2. In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating material departure, if any.
3. The Board had selected each accounting policy and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of financial year and of the results of the Company for that period.
4. The Board had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Company's Act, 1994, Insurance Act-2010, Insurance Rules 1958 and Securities and Exchange Rules 1987 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
5. The Board had prepared the annual accounts on "Going Concern" basis.
6. The Internal Control system is sound in design and effectively implemented and monitored.

In fine, on behalf of the Board of Directors, I wish to thank to our valued policy holders, shareholders, Insurance Development and Regulatory authority (IDRA), Bankers, Bangladesh Securities and Exchange Commission (BSEC) for their continuous support and cooperation.

The Board of Directors also expresses deep appreciation to the Sponsors, Patrons, Management, all members of staff and well wishers, whose continued support and patronage have made the Company moving ahead.

I wish all success.

For and on behalf of the Board



Vice Principal Md. Abdus Shahid
Chairman

HAQUE SHAHALAM MANSUR & CO.

CHARTERED ACCOUNTANTS

27, Bijoy Nagar, Shaj Bhaban (6th floor), B-11

Dhaka-1000

Phone : 8311197, 9362649, 9358787

Reference

**Auditors' Report to the Shareholders of
Chartered Life Insurance Company Limited**

We have audited the accompanying Balance Sheet of Chartered Life Insurance Company Limited as of 31 December, 2013 and the related Life Revenue Account and Statement of Cash Flows together with the notes thereto for the year then ended. The preparations of these financial statements are the responsibility of the Company's management. Our responsibility is to express an independent opinion on these financial statements based on our audit.

We conducted our audit in accordance with Bangladesh Standard on Auditing (BSA). Those standards required that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining on test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements prepared in accordance with BSA, give a true and fair view of the state of the Company's affairs as of 31 December 2013 and of the results of its operations and its cash flows for the year then ended and comply with the Companies Act, 1994, the insurance Act, 2010 and Rules, 1958, the Securities and Exchange Rules, 1987 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, Life Revenue Account and its Cash Flows dealt with by the report are in agreement with the books of account and returns;
- iv) the expenditure incurred was for the purposes 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 Life Revenue Account of the Company; and
- vi) as per regulation 11 of part 1 of the third schedule of the Insurance Act, 1938 as amended, we certify that to the best of our information and as show 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.

Dated, Dhaka
December 04, 2014


HAQUE SHAHALAM MANSUR & CO.
Chartered Accountants

CHARTERED LIFE INSURANCE COMPANY LIMITED
BALANCE SHEET
AS AT 31ST DECEMBER 2013

<u>CAPITAL & LIABILITIES</u>	<u>NOTES</u>	2013 <u>TAKA</u>	2012 <u>TAKA</u>
SHAREHOLDERS' CAPITAL			
AUTHORISED			
25,00,00,000 Ordinary Shares of Tk. 10 each		2,500,000,000	-
ISSUED, SUBSCRIBED & PAID-UP			
18,00,00,000 Ordinary Shares of Tk.10 each fully paid up	04	180,000,000	-
BALANCE OF FUND AND ACCOUNTS			
Life Insurance Fund	05	8,446,573	-
		8,446,573	-
LIABILITIES AND PROVISIONS			
Loan From Director	06	28,820,371	-
Sundry Creditors	07	1,618,680	-
Total		218,885,624	-
PROPERTY & ASSETS			
LOAN			
On Insurer's Policies within their Surrender Value		-	-
INVESTMENT			
Statutory Deposit with Bangladesh Bank	08	15,000,000	-
Advances, Deposits & Sundry Debtors	09	4,321,024	-
CASH, BANK & OTHER BALANCES			
STD & Current Account with Banks	10	197,181,130	
Cash in Hand (Head Office, Dhaka)	11	1,145	
OTHER ASSETS			
Preliminary Expenses	12	2,382,325	
Total		218,885,624	-

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


Managing Director


Director


Vice-Chairman


Chairman

Dated, Dhaka
December 04, 2014


Haque Shahalam Mansur & CO.
Chartered Accountants

CHARTERED LIFE INSURANCE COMPANY LIMITED
LIFE REVENUE ACCOUNT
 FOR THE YEAR ENDED 31 DECEMBER, 2013

<u>PARTICULARS</u>		<u>2013</u> <u>TAKA</u>	<u>2012</u> <u>TAKA</u>
INCOME :			
BALANCE OF FUND AT THE BEGINNING OF THE YEAR		-	-
PREVIOUS YEARS' ADJUSTMENT		-	-
PROFIT/INTEREST, DIVIDEND & RENTS	13	10,921,219	-
Total		10,921,219	-
EXPENDITURE :			
Expenses of Management			
Salaries etc. (other than to agents and those contained in the allowance and commission)		175,000	-
Office Rent		1,423,680	-
Stationery		3,771	-
Bank Charge		725,490	-
Audit Fee		20,000	-
License fee		100,000	-
Meeting Expenses		26,705	-
Total		2,474,646	-
Total Expenses of Management		2,474,646	-
Other Expenses			
Depreciation on Fixed Assets		-	-
BALANCE OF THE FUND AT THE END OF THE YEAR AS SHOWN IN THE BALANCE SHEET		8,446,573	-
Total		10,921,219	-

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


 Managing Director


 Director


 Vice-Chairman


 Chairman

Dated, Dhaka
 December 04, 2014


 Haque Shahalam Mansur & CO.
 Chartered Accountants

CHARTERED LIFE INSURANCE COMPANY LIMITED
CASH FLOW STATEMENT
AS AT 31 DECEMBER, 2013

<u>PARTICULARS</u>	<u>2013 TAKA</u>	<u>2012 TAKA</u>
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Payment for management Expenses	(855,966)	-
Source tax(Income tax) deducted	(1,121,024)	-
Net Cash Flow from operating activities	(1,976,990)	-
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Interest/Profit, dividend & Rent received	10,921,219	-
Purchase of Bangladesh Govt. Treasury Bond (BGTB)	(15,000,000)	-
Proceed from Preliminary Expenses	(2,382,325)	-
Net Cash Flow from investing activities	(6,461,106)	-
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Loan from Directors	28,820,371	-
Advance, deposit & Sundry Debtors	(3,200,000)	-
Paid-UP-Capital	180,000,000	-
Net Cash Flow from financing activities	205,620,371	-
D. Net increase in cash and cash Equivalents (A+B+C)	197,182,275	-
E. Cash and Cash Equivalents at the beginning of the year	-	-
F. Cash and Cash Equivalents at the end of the year (D+E)	197,182,275	-

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


Managing Director


Director


Vice-Chairman


Chairman

Dated, Dhaka
December 04, 2014


Haque Shahalam Mansur & CO.
Chartered Accountants

CHARTERED LIFE INSURANCE COMPANY LIMITED
STATEMENT OF LIFE INSURANCE FUND
AS AT 31 DECEMBER, 2013

<u>PARTICULARS</u>	<u>2013 TAKA</u>	<u>2012 TAKA</u>
ASSETS		
Statutory Deposit with Bangladesh Bank	15,000,000	-
Advance, Deposits & Sundry Debtors	4,321,024	-
Cash & Bank Balance	197,182,275	-
Preliminary Expenses	2,382,325	-
	218,885,624	-
LESS: LIABILITIES		
Loan from Directors	28,820,371	-
Sundry Creditor	1,618,680	-
	30,439,051	-
Gross Fund (Assets-Liabilities)	188,446,573	-
Less: Shareholders' Capital (Paid-up Capital)	180,000,000	-
Life Insurance Fund as at 31st December, 2013	8,446,573	-

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


Managing Director


Director


Vice-Chairman


Chairman

Dated, Dhaka
December 04, 2014


Haque Shahalam Mansur & CO.
Chartered Accountants

CHARTERED LIFE INSURANCE COMPANY LIMITED
STATEMENT OF CHANGES IN STOCKHOLDERS EQUITY
 AS AT 31 DECEMBER, 2013

Particulars	Share Capital	Share Premium	General Reserve	Retained Earnings	Other Reserve	Total
Balance as on 01 January 2013	180,000,000	-	-	-		180,000,000
Balance as on 31 December 2013	180,000,000	-	-	-		180,000,000

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


 Managing Director


 Director


 Vice-Chairman


 Chairman

Dated, Dhaka
 December 04, 2014


 Haque Shahalam Mansur & CO.
 Chartered Accountants

**CHARTERED LIFE INSURANCE COMPANY LIMITED
(FORM "AA")**

Classified Summary of the Assets in Bangladesh
AS AT 31 DECEMBER, 2013

Sl. No.	Class of Assets	Book Value Taka	Market Value Taka	Remarks
1	Investment :	15,000,000	15,000,000	
	Stutory Deposit with Bangladesh Bank	15,000,000	15,000,000	At Cost
2	Cash & Bank Balance:	197,182,275	197,182,275	
	Cash & Bank Balance	197,182,275	197,182,275	Realizable Value
3	Other Assets:	6,703,349	6,703,349	
	Advance, Deposits & Sundry Reports	4,321,024	4,321,024	Book Value At Cost
	Preliminary Expense	2,382,325	2,382,325	
	Total	218,885,624	218,885,624	


Managing Director


Director


Vice-Chairman


Chairman

Dated, Dhaka
December 04, 2014


Haque Shahalam Mansur & CO.
Chartered Accountants

CHARTERED LIFE INSURANCE COMPANY LIMITED
NOTES TO THE ACCOUNTS
 FOR THE YEAR ENDED 31 DECEMBER, 2013

1.0 LEGAL STATUS AND NATURE OF BUSINESS

Status

Chartered Life Insurance Company Limited established on 29th July 2013 as a public limited company under the Companies Act 1994. The registered office of the Company is situated at Unique Trade Center (UTC- Tower), 5th Floor, 8 Panthapath, Dhaka-1215, Bangladesh.

1.02 Nature of Business

The Company is engaged in the life insurance and Group Insurance business for the country within a challenging commitment. The Company offers a wide variety of insurance products which fulfils the requirements of our present and prospective policy holders. The product portfolio of the Company feeds the following insurance lines:

Three Payment Plan (3PP)
 Five Payment Plan (5PP)
 Endowment Plan- with profit (EP-01)
 Endowment Plan- without profit (EP-02)
 Single Premium Plan (SPP)
 Monthly Savings Plan (MSP)
 Child Protection Plan (CPP)
 Child Education Protection Plan (CEPP)
 Manpower Export Plan (MEP)
 Denmohar Endowment Bima (DEB)
 Pension Plan (PP)
 Money Back Plan (MBP)
 Group Endowment Plan (GEP)
 Group Term Plan (GTP)
 Hajj Endowment Bima (HEB)

2.00 BASIS OF PRESENTATION AND STATEMENT OF COMPLIANCE

2.01 Statement of compliance

These financial statements have been prepared on the historical cost basis and the following underlying assumption, measurement base, laws, rules, regulation and accounting pronouncements have been considered in preparing and presenting the financial statements:

- * Going concern
- * Accrual unless stated otherwise except for cash flow statement
- * Historical cost convention
- * The Insurance Act 2010
- * Insurance Rules 1958
- * The Companies Act 1994
- * Income tax ordinance 1984
- * The Securities and Exchange Rules 1987
- * Comply with the relevant Bangladesh accounting standard (BAS) which is related to the financial statement as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB).
- * Where the requirements of the companies Act 1994, The insurance act 2010, The Securities and Exchange Rules 1987 differ with the requirements of these standards, the requirements of the companies Act 1994, The insurance act 2010, The Securities and Exchange Rules 1987 take procedure.
- * These financial statements have been prepared on the format of financial statements prescribed in the Insurance rules 1958 and SE rules 1987.

2.02 Reporting currency and level of precision

The financial statements are prepared in Bangladeshi Taka, which is the Company's functional currency. All financial information presented has been rounded off to the nearest taka. Figures in brackets indicate deduction.

2.03 Use of estimates and judgment

The preparation of financial statements in conformity with the accepted accounting principles and standards requires that the company's management make estimates and assumptions that affect the reported amounts of income and expenses for the year end and reported balances of assets and liabilities. The estimates and assumptions used in the accompanying financial statements are based upon management evaluation of the relevant facts and circumstances of the date of financial statements. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised.

However, assumptions and judgment made by Management in the application of accounting policies that have significant effect on the financial statement are not expected to result in material adjustment to the carrying amount of assets and liabilities in the next year.

2.04 Reporting Period

The financial period of the Company covers from 1st January , 2013 to December 31, 2013 of the calendar year.

2.05**Components of the financial statements**

The Financial Statements include the following components:

- * Balance Sheet.
- * Life Revenue Account
- * Cash Flow statement
- * Statement of Life Insurance Fund
- * Statement of Changes in Stockholders' Equity
- * Classified summary of assets(Form AA) and
- * Accounting policies and Explanatory Notes.

3.00**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies set out below have been applied consistently in these financial statements.

3.01.**Investments-Interest and Dividends**

Interest are accounted at gross value (before deduction of Income tax).

Investments in Government securities- Bangladesh Government Treasury Bond (BGTB) are stated at face values.

Interest incomes on investments are recognized on accrual basis for the number of days these are held taking into account effective yield on the instruments.

3.02**Taxation**

i) The Company is engaged in life insurance business and its taxation is based on taxable income determined under the fourth schedule of the income Tax ordinance, 1984.

ii) As the profits and gains of the insurance business from all sources are to be computed in accordance with the provision in the fourth schedule of the income Tax Ordinance and not under different heads of income, the Management feels it is not necessary to make estimate of deferred tax assets/liabilities at this stage as per the provision of BAS-12.

3.03 Cash flow statement

Cash flow statement has been prepared on direct method in accordance with BAS-7.

Cash flows from operating activities have been presented under direct method as outlined in the Securities and Exchange Rules 1987. For the purpose of cash flow statements cash and cash equivalents include in the following:

- * Cash in hand
- * Cash at Bank in current and STD accounts

	2013 <u>TAKA</u>	2012 <u>TAKA</u>
04. SHARE CAPITAL: TK. 180,000,000		
<u>Authorised Capital</u>		
25,00,00,000 Ordinary Shares of Tk. 10 each	<u>2,500,000,000</u>	<u>-</u>
<u>Issued, Subscribed and Paid-up Capital</u>		
18,000,000 Ordinary Shares of Tk.10 each fully paid up	<u>180,000,000</u>	<u>-</u>

Sl. No.	Name of the shareholders	Number of Shares	Face Value	Amount
1	Vice Principal Md. Abdus Shahid	900,000	10	9,000,000
2	Shykh Seraj	1,800,000	10	18,000,000
3	Mohammad Nazim Uddin Khan	1,800,000	10	18,000,000
4	Md. Rezaul Karim	1,800,000	10	18,000,000
5	Unique Hotel & Resort Ltd(Md. Kamrul Noor)	1,800,000	10	18,000,000
6	Ghulam Mustafa	900,000	10	9,000,000
7	Golden Oil Mills Ltd(Niaz Ahmed)	900,000	10	9,000,000
8	Shamshed Ali	1,116,000	10	11,160,000
9	GPH Power Generation Ltd(Md. Jahangir Alam)	1,800,000	10	18,000,000
10	Energypac Power generation Ltd(Md. Rabiul Alam)	1,800,000	10	18,000,000
11	Mohd. Imtiaz Ahmed	360,000	10	3,600,000
12	Durjay Khan Mailish	1,800,000	10	18,000,000
13	Zillur Rahman Jilu	612,000	10	6,120,000
14	Munayam Khan Babul	612,000	10	6,120,000
	Total			<u>180,000,000</u>

05. LIFE INSURANCE FUND: TK. 84,46,573

This amount consists of the accumulated balance of revenue surplus up to 31 December 2013

Opening balance	-	-
Add: Increase in Life Revenue A/C during the year	8,446,573	-
Total	<u>8,446,573</u>	<u>-</u>

06. LOAN FROM DIRECTOR: TK. 2,88,20,371

Sl. No.	Name of the shareholders	Total loan
1	Shykh Seraj	2,331,482
2	Md. Rezaul Karim	2,331,482
3	Unique Hotel & Resort Ltd(Md. Kamrul Noor)	4,831,482
4	Ghulam Mustafa	2,415,740
5	Golden Oil Mills Ltd(Niaz Ahmed)	2,415,740
6	GPH Power Generation Ltd(Md. Jahangir Alam)	4,831,482
7	Energypac Power generation Ltd(Md. Rabiul Alam)	4,831,482
8	Durjay Khan Mailish	4,831,481
	Total	<u>28,820,371</u>

07. SUNDRY CREDITORS: TK. 16,18,680

The amount is made up as follows:

Salary	175,000	-
Office Rent	1,423,680	-
Audit Fees	20,000	-
Total	1,618,680	-

08. INVESTMENT IN STATUTORY DEPOSIT WITH BANGLADESH BANK: TK. 15,000,000

In compliance with section 23 & 24 of Insurance Act, 2010, the amount has been deposited into Bangladesh Bank for which the Bangladesh Bank has issued 5 years Bangladesh Government Treasury Bond (BGTB) in favour of the company. Interest earned and received during the year has been duly accounted for.

09. ADVANCES, DEPOSITS & SUNDRY DEBTORS: TK. 43,21,024

The above is comprised as follows:

Advance against office Rent to Borak Real Estate(PVT) Ltd	700,000	-
Advance against office renovation & Decoration to Dimention 3	2,500,000	-
Advance Tax	1,121,024	-
Total	4,321,024	-

10. CASH AT BANK: TK. 19,71,81,130

The above balance is made up as follows:

Eastern Bank Ltd. Banani Branch	1161360079794	187,171,600	-
Eastern Bank Ltd. Banani Branch	1161360099270	10,009,530	-
Total		197,181,130	-

11. CASH IN HAND: TK. 1,145

The above balance is made up as follows:

Head Office	1,145	-
Total	1,145	-

12. PRELIMINARY EXPENSES: TK. 2,382,325

The above balance is made up as follows:

Application Fees for Paid up Capital raising, Pay Order	5,000	-
Consent Fee (BSEC) Pay Order (Paid up Capital)	76,000	-
RJSC, Registration fees, Registration filling fee, Certified copy of Memorandum Making and Actuary fees	1,326,325	-
Submission fees	375,000	-
IDRA Pay Order for Application	100,000	-
	500,000	-
	2,382,325	-

13. PROFIT/INTEREST, DIVIDEND AND RENT: TK. 10,921,219

The above balance is made up as follows:

Eastern Bank Ltd(Banani Branch-1161360079794)	10,007,641	-
Eastern Bank Ltd(Banani Branch-1161360099270)	42,078	-
Statutory Deposit (Bangladesh Bank)	871,500	-
	10,921,219	-

14. EVENTS AFTER THE REPORTING PERIOD:

There was no major event that has occurred subsequent to the balance sheet date and affecting the operating results significantly.



Chartered-
Education Plan



Chartered-
Three Payment Plan



Chartered-
Endowment Plan



Chartered- Monthly
Savings Plan



Chartered-
Group Term Plan



Chartered-
Manpower Plan



Chartered-
Denmohor Bima

Chartered Life

Secured Life



Chartered Life Insurance Company Ltd.

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