

ANNUAL REPORT 2018



Fareast Islami Life Insurance Company Ltd
Based on Islami Shariah

LETTER OF TRANSMITTAL

All Shareholders
Insurance Development and Regulatory Authority
Bangladesh Securities and Exchange Commission
Registrar of Joint Stock Companies & Firms
Dhaka Stock Exchange Limited
Chittagong Stock Exchange Limited
Central Depository Bangladesh Limited
All other Stakeholders.

Annual Report for the year ended on 31 December, 2018.

Dear Sir,

We are pleased to enclose a copy of the Annual Report 2018 together with the Audited Financial Statements including consolidated Balance Sheet as at 31 December, 2018 and Life Revenue Account, Cash Flow Statement for the year ended 31 December, 2018, a summary of significant accounting policies and other explanatory notes thereto of Fareast Islami Life Insurance Company Limited for your kind information and record.

Best regards,



(Syed Abdul Aziz)
DMD & Company Secretary

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NOTICE OF THE 19TH ANNUAL GENERAL MEETING

Notice is hereby given to all the Shareholders of Fareast Islami Life Insurance Company Limited that the 19th Annual General Meeting of the Company will be held on 29 September 2019, Sunday at 10.30 a.m at Fareast Tower, 35 Topkhana Road, Dhaka-1000 to transact the following business :

Agenda:

1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31 December 2018 together with the reports of Directors and Auditors thereon.
2. To declare Dividend for the year ended 31 December 2018 as recommended by the Board of Directors.
3. To elect/ re-elect Directors and approve the appointment of Independent Directors.
4. To appoint Statutory Auditors for the year 2019 and fix up their remuneration.
5. To appoint Corporate Governance (CG) Auditors for the year 2019 and fix up their remuneration.
6. To transact any other business with the permission of the Chair.

By Order of the Board of Directors



(Syed Abdul Aziz)
DMD & Company Secretary

08 September 2019
Dhaka

Notes :

- The 'Record Date' was 05 September 2019. The Shareholders whose names appeared in the Depository Register of the Company on the 'Record Date' will be entitled to attend the Meeting and to receive Dividend.
- The Board of Directors have recommended 20% Cash Dividend for the year 2018.
- A member entitled to attend and vote at the Annual General Meeting may appoint a proxy to attend and vote on his/her behalf (such proxy shall be a member of the Company). The Proxy Form duly stamped must be submitted at the Head Office of the Company not later than 48 hours before the time fixed for the Meeting.
- Entrance to the Meeting room will be allowed on production of the attendance slip duly signed by the Member/Proxy.

N.B: Please note that no gift or entertainment shall be given to the shareholders at the AGM as per BSEC directives.



VISION

Our Vision is to have a poverty free Bangladesh in course of a generation in the new millennium, reflecting the national dream and to make a society where human dignity and rights get the highest consideration to remove of poverty.

To become the best and premier islami life insurance company in the country in terms of efficiency, capital adequacy, asset quantity, sound management and profitability having strong liquidity.



MISSION

- Continue delivering attractive returns to our valued shareholder by sustainable growth in business.
- Setting high standards of integrity.
- Become a most caring organization and employer of choice.
- Ensuring human resources development to meet the challenges of the time by providing continued training and professionalism.
- Bring innovation in products and services.

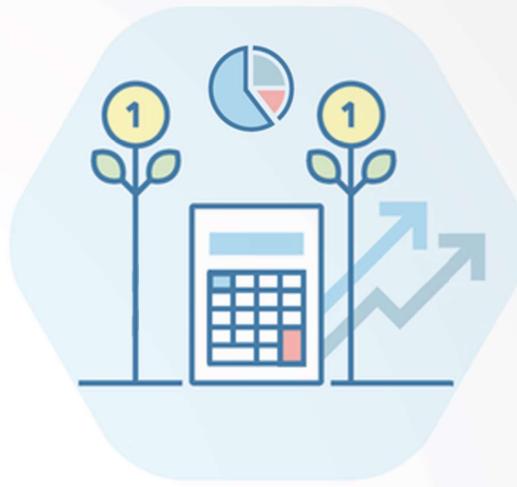


OBJECTIVES

- **Creation of Clients Satisfaction**
- **Quality Services**
- **Innovation of Products**
- **Development of Human Resources**
- **Profit Earning**

We believe in uncompromising commitment to fulfil our clients' needs and satisfaction to become their first choice in islami life insurance. As a leading life insurance company in the country we are committed to provide the all out cooperation and services to our stakeholders. Since inception of the company, we have set a number of long term strategic goals.

We have broadened our range of services over the years with a view to reaching out for more clients and to meet their precise needs and demands.



CODE OF CONDUCT AND ETHICAL PRINCIPLES

We believe that business ethics practices provide a basis for the stability and sustainable growth of the company. The company has established sophisticated processes and structures exhaustive in employees conduct and ethical principles for a responsible and values driven management and control. The Code of Conduct is designed to guide the employees of the company to observe and comply with the prudential standards of conduct, manner and behaviour. It is in alignment with the Company's Vision, Mission, Objectives, corporate culture and aims at enhancing the ethical and transparent process in managing the affairs of the Company. The employees of the company should strictly adhere to the following code of conduct and ethical principles:

- Employees must be sincere and loyal to the Company.
- Maintain strict secrecy of the Company.
- Refrain from disclosing the confidential and sensitive information of the Company.
- Behaviour must be in such a manner that will enrich the image, dignity and reputation of the Company.
- Perform the duties efficiently and faithfully.
- Ensure policyholders, other stakeholders' needs and satisfaction in the best possible manner within the guidelines of corporate ethics, honesty, sincerity, dignity and utmost care.
- Build and consolidate corporate culture in the company.
- Ensure Corporate Social Responsibilities (CSR) through performing activities.
- Pay more importance in human resources as well as financial capital.



CORPORATE PHILOSOPHY

For Policyholders

- To provide the most courteous and efficient services in every aspect of its business.
- To be innovative in the development of new insurance products and services.

For Employees

- By promoting their well-being through attractive remuneration and fringe benefits.
- By promoting good staff moral through proper staff training and development and provision of opportunities for career development.

For Shareholders

- By forging ahead and consolidating its position as a stable and progressive financial institution.
- By generating profits and fair return on their investment.

For Community

- By assuming our role as a socially responsible corporate entity in a tangible manner.
- By adhering closely to national policies and objectives thereby contributing towards the progress of the nation.
- By upholding ethical values and best practices.



CORE VALUES

Five key core values that dictate the manner through which we provide insurance services to the nation.

Integrity

We are committed to upholding integrity as one of the core values of Islam in all of our activities.

Solidarity

Solidarity of the nation is a must for peace, progress, prosperity and happiness. So, Islam strongly inspires us for solidarity. Solidarity of our people is our dream and wishes to see the dream turning into truth.

Lawful

Fareast Islami Life comes to establish everything lawful and destroys lawlessness. This value taught us to be lawful in our all sphere of operations.

A'dal and Ehsan

Allah SubhanahuTa'ala dictates us to establish A'dal and Ehsan in all Muaamelat and Muasharat. We are here to establish A'dal and Ehsan by ensuring riba free islamic economic system.

Mutual benefits

Fareast Islami Life always concerned about mutual benefits. Our activities are nothing but to make sure mutual benefits of all stakeholders.

PROFILE OF THE COMPANY

A leading third generation company in the insurance sector, Fareast Islami Life Insurance Comapny Limited started its journey on May 29, 2000 and obtained Certificate of Incorporation and Certificate of Commencement of Business on May 29, 2000 as a Public Limited Company under the Companies Act, 1994 and subsequently listed with the Dhaka and Chittagong Stock Exchanges Limited in 2005. Since inception, Fareast Islami Life Insurance Company Limited has been working efficiently and achieved strong and prominent position in the insurance sector. By the passing of time the company has consolidated its strength manifold through extending its business rapidly while ensuring sustanable growth. The company has been rendering life insurance business and services through its Offices throughout Bangladesh.

Fareast Islami Life Insurance Comapny Limited is focused on providing quality & quick services to its clients. We are always conscious to meet up our clients' needs. Over the yerars Fareast Islami Life has established a track record as a sound and dependable services and consistently enabled to comply with all commitments to the clients and the society.

At present the authorized capital of the company is taka1000 million and paid up capital is taka 747.42 million. As on 31 December 2018 total number of shareholders were 8,066. The shares of the company are traded both in Dhaka and Chittagong Stock Exchanges Limited in the catagory "A" from the beginning. The total market value of the company's shares is taka 4,723.74 million as on 31 December 2018.

Most of the Directors of the company are prominent figures in the society having ownership of many organisations. They are experienced with adequate knowledge about the relevant business fields and also bearing positive personality. The company has effective and efficient workforce with a perfect combination of talent, youth and experience. At the end of 2018 the company had 4137 permanent employees and more than three lac development employees. These employees are amply trained and experienced on various phases of insurance activities and most importantly they are dedicatad to their duty and responsibilities. The company always ensures better work environment for its employees and as a result, the employees become motivated to provide better services. Most of the senior employees are highly qualified and professional degree holders. They have been trained at home and abroad.

Financial performance of the company is very strong and positive. Total assets of the company as at 31 December 2018 stood at taka 42,579.34 million and life fund taka 33,329.26 million. The company invested its fund in Shariah based banks and financial companies, wherfrom good income is generated and as a result attractive returns are available to give benefits to Shareholders as well as policyholders as dividend and bonus. The company always maintained strong corporate culture, corporate governance, code of conduct, ethical principles and corporate social responsibilities.



CORPORATE CHRONICLE

Incorporation of the Company	29 May, 2000
Commencement of Business	29 May, 2000
License issued by Chief Controller of Insurance	30 May, 2000
First Policy Issued	28 June, 2000
Land Acquisition for Fareast Tower	4 December, 2002
Publication of Prospectus for IPO	29 March, 2005
Subscription opened	7 May, 2005
Subscription closed	11 May, 2005
Lottery held for Allotment of Shares	13 June, 2005
Listed with Dhaka Stock Exchange Ltd.	18 July, 2005
Listed with Chittagong Stock Exchange Ltd.	18 July, 2005
Trading of shares on Dhaka Stock Exchange Ltd.	20 July, 2005
Trading of shares on Chittagong Stock Exchange Ltd.	20 July, 2005
First Observation of Service Month	July 2006
Change in the denomination of Face value BDT 10.00	12 August, 2010
Re-valuation of Fareast Tower	27 December, 2011
Incorporation of Fareast Islami Securities Ltd.	6 March, 2012
Authorized capital increased to BDT 1000 million	5 May, 2013
Incorporation of Fareast Islami Properties Ltd.	24 June, 2014

CORPORATE INFORMATION

Name of the Company	Fareast Islami Life Insurance Company Limited	
Legal Form	A public limited company incorporated in Bangladesh on 29 May 2000 under the companies Act 1994 and subsequent listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited	
Commencement of Business	29 May 2000	
Registered Office	Fareast Tower (Level-18), 35 Topkhana Road, Purana Paltan, Dhaka-1000.	
Telephone No.	09613000123	
Fax No.	88-02-9573077	
Website	www.fareastislamilife.com	
E-mail	info@fareastislamilife.com	
Chairman	Mr. Md. Nazrul Islam	
Chief Executive Officer	Mr. Md. Hemayet Ullah	
Chief Consultant	Mr. Md. Ali Hossain	
Authorized Capital	Tk. 1,000 million	
Paid up Capital	Tk. 747.42 million	
Auditors	Mahfel Huq & Co. Chartered Accountants BGIC Tower (4th Floor) 34, Topkhana Road, Dhaka-1000	
Tax Advisor	Mr. Md. Enamul Kabir Howlader Kabir Associates BGIC Tower (4th Floor) 34, Topkhana Road, Dhaka-1000	
Credit Rating	AA	
Credit Rating Agency	Emerging Credit Rating Ltd. Shams Rangs, House-104 Park Road Leve-A1, A2 & A5, Baridhara, Dhaka-1212	
Subsidiary Company	Fareast Islami Securities Ltd. Fareast Islami Properties Ltd.	
Corporate Governance Auditor	Zoha Zaman Kabir Rashid & Co. Chartered Accountants Rupayan Karim Tower, Level-7, Suite # 7A, 80 Kakrail, Dhaka-1000	
Actuarial Consultant	Mr. Mohammad Sohrab Uddin PhD, AIA House # 6 (4th floor), Road # 12 Sector # 13, Uttara Model Town Dhaka-1230.	
Principal Bankers	Islami Bank Bangladesh Ltd. Shahjalal Islami Bank Ltd. Al-Arafah Islami Bank Ltd. Social Islami Bank Ltd.	Exim Bank of Bangladesh Ltd. Union Bank Ltd. First Security Islami Bank Ltd. Mirpur Holycrescent Hospital, Dhaka.
Medical Consultant	Dr. S. M. Mustafa Zaman Professor BSMMU, Dhaka.	Dr. Najnin Akter MBBS, Senior Medical Officer Mirpur Holycrescent Hospital, Dhaka.

BOARD AND ITS COMMITTEES

BOARD OF DIRECTORS

Mr. Md. Nazrul Islam
Chairman

Prof. Dr. Iffat Jahan
Vice Chairman

Al-Haj Md. Helal Miah

Mr. Syed Shah Alam Meerza
(Alternate of Dr. Md. Mokaddes Hossain)

Ms. Ayesha Husne Jahan

Ms. Nazneen Hossain

Dr. Md. Manowar Hossain
(Alternate of Ms. Shaher Banu)

Ms. Muslima Shireen

Ms. Taslima Islam

Fareast Securities Ltd
(Rep. Mr. Asif Iqbal)

Ms. Ramisha Islam

South Green Ltd.
(Rep. Mr. Mohammad Sohel Arif)

Bangladesh Science House
(Rep. Mr. Abdul Awal)

Ms. Rabeya Begum

Mr. Md. Kamrul Hasan

Mr. A.K.M. Monirul Islam

Mr. Md. Reaj Uddin

Independent Directors

Mr. Md. Jahidul Islam FCA

Mr. Redwan Farid Sami

Chief Executive Officer (CEO)

Mr. Md. Hemayet Ullah (ex-officio)

EXECUTIVE COMMITTEE

Al-Haj Md. Helal Miah	Chairman
Mr. Md. Nazrul Islam	Member
Ms. Ayesha Husne Jahan	Member
Ms. Nazneen Hossain	Member
Dr. Md. Manowar Hossain	Member
Ms. Ramisha Islam	Member

BOARD AUDIT COMMITTEE

Mr. Redwan Farid Sami	Chairman
Mr. Md. Nazrul Islam	Member
Mr. Md. Jahidul Islam FCA	Member
Mr. Syed Shah Alam Meerza	Member
Mr. Syed Abdul Aziz (DMD & Company Secretary)	Member Secretary

NOMINATION & REMUNERATION COMMITTEE

Mr. Md. Jahidul Islam FCA	Chairman
Mr. Md. Nazrul Islam	Member
Prof. Dr. Iffat Jahan	Member
Mr. Syed Shah Alam Meerza	Member
Mr. Syed Abdul Aziz (DMD & Company Secretary)	Member Secretary

POLICY & CLAIMS COMMITTEE

Ms. Ayesha Husne Jahan	Chairperson
Mr. Md. Nazrul Islam	Member
Prof. Dr. Iffat Jahan	Member
Al-Haj Md. Helal Miah	Member
Mr. Syed Shah Alam Meerza	Member
Ms. Nazneen Hossain	Member
Dr. Md. Manowar Hossain	Member
Ms. Muslima Shireen	Member
Ms. Taslima Islam	Member
Mr. Asif Iqbal	Member
Ms. Ramisha Islam	Member
Mr. Mohammad Sohel Arif	Member
Mr. Abdul Awal	Member
Ms. Rabeya Begum	Member
Mr. Md. Kamrul Hasan	Member
Mr. A.K.M. Monirul Islam	Member
Mr. Md. Reaj Uddin	Member

INVESTMENT & REAL ESTATE DEVELOPMENT COMMITTEE

Mr. Md. Nazrul Islam
 Prof. Dr. Iffat Jahan
 Al-Haj Md. Helal Miah
 Mr. Syed Shah Alam Meerza
 Ms. Ayesha Husne Jahan
 Ms. Nazneen Hossain
 Dr. Md. Manowar Hossain
 Ms. Muslima Shireen
 Ms. Taslima Islam
 Mr. Asif Iqbal
 Ms. Ramisha Islam
 Mr. Mohammad Sohel Arif
 Mr. Abdul Awal
 Ms. Rabeya Begum
 Mr. Md. Kamrul Hasan
 Mr. A.K.M. Monirul Islam
 Mr. Md. Reaj Uddin

PURCHASE COMMITTEE

Prof. Dr. Iffat Jahan
 Mr. Md. Nazrul Islam
 Al-Haj Md. Helal Miah
 Mr. Syed Shah Alam Meerza
 Ms. Ayesha Husne Jahan
 Ms. Nazneen Hossain
 Mr. Asif Iqbal
 Mr. Md. Reaj Uddin

Chairman
 Member
 Member

SHARIAH COUNCIL

Principal Saiyed Kamaluddin Zafree	Chairman
Muhtaram Shah Abdul Hannan	Member
Mufti Sayeed Ahmad Mozaddedi	Member
Justice M. A. Rouf	Member
Dr. Miah Mohammad Ayub	Member
Prof. Mohammad Muzahidul Islam	Member
Prof. Dr. A N M Rafiqur Rahman	Member
Prof. A Q M Abdul Hakim	Member
Shah Mohammad Wali Ullah	Member
H.M. Prof. Dr. Shahidul Islam Barakaty	Member
Prof. Mau. ABM Masum Billah	Member
Mr. Md. Hemayet Ullah, Chief Executive Officer	Ex-officio Member

SHARIAH EXECUTIVE COMMITTEE

Mufti Sayeed Ahmad Mozaddedi	Chairman
Muhtaram Shah Abdul Hannan	Member
Dr. Miah Mohammad Ayub	Member
Prof. Mohammad Muzahidul Islam	Member
Prof. Dr. A N M Rafiqur Rahman	Member
Mr. Md. Hemayet Ullah, Chief Executive Officer	Ex-officio Member

DIRECTORS' PROFILES



Mr. Md. Nazrul Islam

Chairman, Board of Directors

Mr. Md. Nazrul Islam is a Sponsor Director of Fareast Islami Life Insurance Company Limited and Chairman of the Board of Directors. He engaged in business after graduation and near about in three decades he established a good number of companies in the financial sector and NBFI. He contributes a lot to develop the country's economy via Bank, NBFI and Insurance Company. Mr. Nazrul Islam with his dynamic personality contributed a lot to contributes the nation by developing the education sector.

His business affiliation is versatile and diversified. He earned notable fame in the business community for his integrity and remarkable business performance. He proves himself as a successful Chairman in several companies namely Fareast Islami Securities Limited, Fareast Islami Properties Limited and Primeasia University Board of Trustees. Mr. Md. Nazrul Islam is the Vice Chairman of Bangladesh Institute for Professional Development (BIPD) and Prime Multimedia. He is the Director of Meghna Bank Limited, Prime Insurance Company Limited, Prime Islami Securities Limited and PFI Properties Limited. Apart from that he is the Managing Director of Apsara Holding Limited, Ramisha Cold Storage Limited, Punot Cold Storage Limited, Fareast Cold Storage Limited, Fareast Securities Limited, Ramisha BD Limited,

Rimsha BD Limited and Ramisha Composite Textiles Mills Limited (proposed). He is also Sponsor of CVC Finance Limited. Proprietor of M/s. Ramisha Enterprise and M/s. Rimsha Enterprise.

As a very prominent entrepreneur, he has received many prestigious awards from the institutions at home and abroad for his remarkable contribution to the modern business. He is the member of Bangladesh Insurance Association (BIA), Bangladesh Association of Publicly Listed Companies, member of Australia Bangladesh Chamber of Commerce, Canada Bangladesh Chamber of Commerce & Industry, Bangladesh Thai Chamber of Commerce & Industry (BTCCI) & Bangladesh German Chamber of Commerce & Industry (BGCCI). He contributes a lot among the various business sectors and its development by setting the strategic plan to achieve the business goal.

Mr. Nazrul Islam's contribution to the society through the Corporate Social Responsibility activities is remarkable. As a very widely travelled person, he has the detailed idea of modern business and technologies through cross country cultural activities. He has an amiable personality having the track record of making contributions in the social and educational development activities of the country.



Prof. Dr. Iffat Jahan

Director

Prof. Dr. Iffat Jahan is an Alternate Director (of Mr. Samir Obaid) and she is Vice-Chairman of the Company. She is Chairman of Purchase Sub-Committee. She is a business person and also an educationist. Dr. Iffat Jahan completed her BA (Hons), MA degree from Dhaka University in the year 1980 & 1982 respectively. In the year 2002 she got her PhD. degree from Jadavpur University, Kolkata, India. She started her career as a lecturer in Government College of Music, Agargaon, Dhaka. Lastly, she promoted to the rank of professor and retired from the same post in the year 2009. She is the Chairperson of TERTEX Ind. Ltd. an export oriented garments factory.

Alhaj Md. Helal Miah

Director

Al-Haj Mohammad Helal Miah is a Sponsor Director and Chairman, Executive Committee of Fareast Islami Life Insurance Company Limited and the Founder Chairman of Amanat Shah Group. He is the man of vision. In the Last 35 years he has established himself as successful industrialist and renowned businessman, especially in the field of spinning and textile. His business affiliation is versatile and diversified in the capital market. He is the founder President of Bangladesh Lungi Manufacturers, Traders & Exporters Association. He is also earning foreign currency every year exporting his products. He is the member of Board of Trustee and Board of Governor of Southeast University, Narsingdi Model School and contributing the nation with quality education. He is the life member of Bangladesh Red Crescent Society, Bangladesh Diabetics Society, Narsingdi Club and Narsingdi Foundation. Moreover, he is the life Advisor of Narsingdi Chamber of Commerce. At present he belongs to the organizations such as Chairman, Hazrat Amanat Shah Securities Ltd., Chairman & Managing Director of Amanat Shah Weaving Processing Ltd., Standard Company Ltd., Managing Director, Hazrat Amanat Shah Spinning Mills Ltd., Director, Midland Bank Ltd. and Proprietor - M/s Helal & Brothers.



Dr. Md. Mokaddes Hossain

Director

Dr. Md. Mokaddes Hossain is a Sponsor Director of Fareast Islami Life Insurance Company Limited. He was born in 1956 in a respectable Muslim family in Barisal. He obtained his MBBS Degree from Chittagong Medical College. He is engaged in business for last 25 years in different sectors like Construction, Real Estate and Medical Diagnostics etc. His business affiliation is versatile and diversified. He was the Founder Chairman of the Board of Directors of Fareast Islami Life Insurance Co. Ltd. and Metro Living (Pvt.) Ltd. He is the Chairman of Barisal CT Centre Ltd., North Bengal CT Scan Ltd., Rangpur CT Scan Ltd. and Diagnosis Centre Ltd., CT Imaging and Diagnostic Centre Chittagong Ltd., CT Imaging and Diagnostic Centre Khulna Ltd. His association with the above mentioned well reputed organizations makes him a forward looking and progressive industrialist who has already reached a very desirable destiny with enviable heights. Furthermore, he has also attachment with various socio-cultural activities.



Ms. Ayesha Husne Jahan

Director

Ms. Ayesha Husne Jahan is a Sponsor Director of Fareast Islami Life Insurance Company Limited and also Chairperson of the Policy & Claims Sub-Committee. She was born in a respectable Muslim family. She had her schooling in the local educational institutions and obtained B.Com. Degree. She is a subscriber member of Fareast Islami Life Insurance Company Limited and associated with many other socio-cultural activities.



Ms. Nazneen Hossain

Director



Mrs. Nazneen Hossain is a Sponsor Director of Fareast Islami Life Insurance Company Limited. She is a reputed business person of the Country. She established versatile and diversified business and proved herself as a business icon in the country. Mrs. Nazneen Hossain is the Director of Mosharaf Group and Chairperson of Mosharaf Composite Textile Mills Limited, Mosharaf Apparels Studio Limited, M.N. Dyeing Printing & Washing Mills Limited, Natore Cold Storage Limited, Ekota Cold Storage Limited and Asuchem Limited. By her dynamic leadership and strong vision, she expanded diversified business to its present level in Mosharaf Group. She is the Director of Sonali Twisting & Netting Industries Limited, Silimpur Cold Storage Limited. She is also a Member of FBCCI and Director of Munshigonj Chamber of Commerce and Industries. She is a Proprietor of M/S. Nazneen Enterprise and M/S. N. H. Trade International.

She is also associated with various charity organizations.

Dr. Md. Manowar Hossain

Director

Dr. Md. Manowar Hossain is an Alternate Director of Ms. Shaher Banu, Sponsor Director of Fareast Islami Life Insurance Company Limited. He completed his SSC from West End High School, Dhaka and HSC from Notre Dame College, Dhaka. He obtained his MBBS degree from Sher-e-Bangla Medical College, Barisal and after that he started practice as a physician. In 1992 he opened up a new venture of medical service oriented business named as "Medinova Medical Services Ltd". He is the founder Director of Medinova Medical Services Ltd. and carrying out his duties and responsibilities till now. He is also a Representative Director of Fareast Islami Securities Limited. He has attachment with various educational and socio-cultural activities.



Ms. Muslima Shireen

Director

Ms. Muslima Shireen is a Sponsor Director of Fareast Islami Life Insurance Company Limited. Ms. Muslima Shireen is a dynamic and visionary lady. She is the Chairperson of MAWSONS Ltd. and Sponsor of Prime Bank Ltd. She has also taken part in establishing a good number of business entities including bank, non-banking financial institution and Insurance Company. She is also making a lot of contributions to the society.



Ms. Taslima Islam

Director

Ms. Taslima Islam is a Sponsor Director of Fareast Islami Life Insurance Company Limited. She had her graduation from a public university. She is associated with the development of country's economic growth and development of socio-cultural activities. She is a renowned business person and industrialist. Her business affiliation is versatile and diversified. Her right decisions with proper indications create a pathway to achieve the business goal. She has earned notable fame in the business community for her business integrity with setting the strategic objective. Presently, she is the Chairperson of Prime Islami Securities Limited, Ramisha Cold Storage Limited, Punot Cold Storage Limited, Fareast Cold Storage Limited, Fareast Securities Limited, Ramisha BD Limited, Rimsha BD Limited, Apsara Holdings Limited and Ramisha Composite Textiles Mills Limited (proposed). Ms. Taslima Islam is also a Director of Prime Insurance Company Limited, Fareast Islami Properties Limited, Fareast Islami Securities Limited, Bangladesh Institute of Professional Development Ltd (BIPD) and Prime Multimedia Limited. Apart from that she is the Sponsor of Meghna Bank Limited and CVC Finance Limited. She is also Proprietor of M/s. Momo Enterprise and Member of Trustees Board of Primeasia University. She has the attachment with various educational and socio-cultural activities. Under her leadership, women inspired in socially strategic ways to advance individual or group objectives. She is becoming the role of women with decision-making power and influence, over more aspects of social, political and economic life.





Mr. Asif Iqbal

Director

Mr. Asif Iqbal obtained his Bachelor of Commerce degree from a reputed Public University of Dhaka. He is one of the Directors of Fareast Islami Life Insurance Company Limited, representing Fareast Securities Limited. He is also member of the Policy & Claims Committee, Investment & Real Estate Development Committee and Purchase Committee of the Board of Directors of Fareast Islami Life Insurance Company Limited. Mr. Asif Iqbal is a Director of Prime Insurance Company Limited, representing Rimsha BD Limited. He has attachment with various socio cultural activities.

Ms. Ramisha Islam

Director

Ms. Ramisha Islam has completed Grade-12 from International School Dhaka and presently she is studying Bachelor of International Business in USA. Ms. Ramisha Islam is a young and promising entrepreneur of the country. She is one of the Directors of Fareast Islami Life Insurance Company Limited and member of Executive Committee, Policy & Claims Committee and Investment & Real Estate Development Committee of the Board of Directors. She is also Director of Ramisha Cold Storage Ltd, Punot Cold Storage Ltd, Fareast Cold Storage Ltd, Fareast Securities Ltd, Ramisha BD Limited, Rimsha BD Limited, Apsara Holdings Ltd and Ramisha Composite Textiles Mills Ltd (proposed). Apart from that she is a shareholder of Meghna Bank Ltd. She has attachment with various socio-cultural activities.



Mr. Mohammad Sohel Arif

Director

Mr. Mohammad Sohel Arif is a Director representing South Green Limited. Mr. Mohammad Sohel Arif born in a respectable muslim family. He completed his M.Com in Management from a public university. He is a reputed business person. He established versatile business organization. Mr. Mohammad Sohel Arif deals with import business of agricultural machineries and electrical motor pumps. He is associated with a lot of socio-cultural activities.

**Mr. Abdul Awal**

Director

Mr. Abdul Awal is a Director representing Bangladesh Science House. He is an entrepreneur of the country. His business affiliation is versatile and diversified. Mr. Abdul Awal engaged in business of Import, Supply, Commissioning, Indenting, Laboratory, Medical heavy equipment & production chemical in Bangladesh. He is a Member of Federation of Bangladesh Chamber of Commerce & Industry, Member of Indentors Association and also Member of Bangladesh Knit Wear Association. He is associated with a lot of socio-cultural activities.



Ms. Rabeya Begum

Director

Ms. Rabeya Begum is a Director of Fareast Islami Life Insurance Company Limited. She was born in a respectable Muslim family. She has completed her post-graduation from Government Tularam University & College, Narayanggonj. Her qualities such as being holistic, collaborative, inclusive and consultative that helps her to make the decision in the business community. She included her footsteps with the peer group to develop the company's vision and achieve the ultimate goals. She has success in building the meaningful business relationship via social networking. She is also associated with many socio-cultural activities.

Mr. Md. Kamrul Hasan

Director

Mr. Md. Kamrul Hasan MBA, is a Director of Fareast Islami Life Insurance Company Limited. He is the Member of General body of the Federation of Bangladesh Chamber of Commerce and Industry (FBCCI) and the Asstt. Secretary General of Bangladesh Lungi Manufacturers Traders & Exporters Association. His business affiliation is versatile and diversified. For the last eight years he has earned a notable fame from his business community. He is the Director of Amanat Shah Group Ltd., Hazrat Amanat Shah Securities Ltd., Amanat Shah Knit Composite Ltd. and Nodi Bangla Development Ltd. He is the Proprietor of M/S. Amanat Shah Traders. Mr. Hasan is holding the position of Managing Director of Standard Composite (Pvt.) Ltd. and Federal Knit World Ltd. He is also one of the members of Board of Governor of Narsingdi Model School and Narsingdi Club. Furthermore, he is associated with philanthropic activities in different areas of the locality.



Mr. Md. Jahidul Islam FCA

Independent Director

Mr. Md. Jahidul Islam FCA is an Independent Director and Chairman, Nomination & Remuneration Committee (NRC) of Fareast Islami Life Insurance Company Limited. He is a Chartered Accountant having a vast experience mainly in banking and non banking financial organizations. Mr. Islam completed his graduation from National University after that he did his Chartered Accountancy (CA) from the Institute of Chartered Accountants of Bangladesh (ICAB). Mr. Islam has a long career in the field of auditing accounting, VAT, company affairs advisory services and management consultancy. He is Managing Partner of Islam Jahid & Co., Chartered Accountants. Mr. Islam associated with many other socio-cultural activities.



Mr. Redwan Farid Sami

Independent Director

Mr. Redwan Farid Sami is an Independent Director and also Chairman, Board Audit Committee of Fareast Islami Life Insurance Company Limited. Mr. Sami has completed Bachelor of Business (Accounting) Sub Major in Finance law from University of Western Sydney, Australia. He has also completed Diploma in Business and Foundation studies from Western Sydney (College), Australia. He has a long career in the field of auditing, accounting. Mr. Sami is a Director of Freshcoast, Singapore. Recently Mr. Sami joined as CEO, Satellite Television, Khela, Dhaka. Mr. Sami associated with many other socio-cultural activities.



Mr. Md. Hemayet Ullah

Chief Executive Officer (CEO)

Mr. Md. Hemayet Ullah joined Fareast Islami Life Insurance Company Limited as the Additional Managing Director on 02 July 2010. Now he is the Chief Executive Officer (CEO) of Fareast Islami Life Insurance Company Limited. Prior to joining Fareast Islami Life Insurance Company Limited he was the Deputy Managing Director of Meghna Life Insurance Company Limited.



After completing B.Com (Hon's) and M.Com in Accounting from Chittagong University in 1986, Mr. Md. Hemayet Ullah joined Delta Life Insurance Company Limited in 1993. In 2000 he joined Meghna Life Insurance Company Limited as a General Manager and he served in various positions in Meghna Life Insurance Company Limited. He is a Representative Director of Usmania Glass Sheet Factory Ltd and Vice Chairman of Insurance Forum. Apart from those he has attachment with various educational and social organization of the country. He is the member of the Trustee Board of Primeasia University, Bangladesh Red Crescent Society. He is also associated with many other social organization.

EXECUTIVES OF HEAD OFFICE

Chief Executive Officer

Mr. Md. Hemayet Ullah

Chief Consultant

Mr. Md. Ali Hossain

Deputy Managing Director & Company Secretary

Mr. Syed Abdul Aziz

Deputy Managing Director & CFO

Mr. Mohammed Alamgir Kabir FCA, FLMI, ARA

Asst. Managing Director

Mr. Mustafizur Rahman

Mr. Md. Abdur Rahim Bhuiyan, ABIA

Mr. Md. Kamrul Hasan Khan

Mr. Md. Majedul Islam

Senior Executive Vice President

Mr. Md. Farid Hossain

Mr. Md. Belayet Hosain Bhuiyan

Mr. Amir Mohammad Ibrahim

Mr. Md. Kamal Hosen Howlader

Mr. Sk. Abdur Razzaque

Executive Vice President

Mr. Md. Habibullah Bahar

Mr. Md. Zakir Hossain

Ms. Samira Yunus

Mr. Md. Firoz Shah Alam

Mr. Mohammed Nazrul Islam

Joint Executive Vice President

Mr. Md. Abdul Momin

Major (Retd.) Alhaj Muhammad Abu Taher Belal

Mr. Muhammad Aminuzzaman

Senior Vice President

Mr. Md. Lokman Faruque

Mr. K.M. Shamsuddin

Mr. Shahadat Hossain Hazary

Mr. Md. Shah Alam

Mr. Shahinul Islam

Mr. Mamun or Rashid

EXECUTIVES OF HEAD OFFICE



MANAGEMENT COMMITTEE

Convenor

Mr. Md. Hemayet Ullah
Chief Executive Officer

Members

Mr. Md. Ali Hossain
Chief Consultant

Mr. Syed Abdul Aziz
DMD & Company Secretary

Mr. Mohammed Alamgir Kabir FCA, FLMI, ARA
DMD & Chief Financial Officer (CFO)

Mr. Mustafizur Rahman
AMD & Head of Dev. Admin

Mr. Md. Majedul Islam
AMD & Head of IT

Mr. Md. Kamal Hosen Howlader
SEVP & Head of Internal Control & Compliance

Mr. Sk. Abdur Razzaque
SEVP & Incharge, Banking & Investment

Mr. Md. Zakir Hossain -Member Secretary
EVP & Incharge HRD

Mr. Muhammad Azaharul Islam
VP & PS to Chairman

MANAGEMENT COMMITTEE



From Left Side : 1. Mr. Md. Kamal Hosen Howlader, 2. Mr. Sk. Abdur Razzaque, 3. Mr. Mohammed Alamgir Kabir FCA, FLM, APA, 4. Mr. Md. Ali Hossain
5. Mr. Md. Hemayet Ullah, 6. Mr. Syed Abdul Aziz 7. Mr. Mustafizur Rahman, 8. Mr. Md. Zakir Hossain, 9. Mr. Md. Azharul Islam



পেনশন বীমা মুনাফাবিহীন



মেয়াদী বীমা মুনাফাসহ



শিশু শিক্ষা ও বিবাহ মেয়াদী বীমা মুনাফাসহ

OUR PRODUCTS

Ekok Bima (Individual Life) & Sharbojonin Bima (Micro Insurance)

- Endowment Assurance Plan - (with profit)
- Assurance-Cum-Pension Plan - (without profit)
- Islamic Endowment Plan (Hajj Bima) - (with profit)
- Four Payment Endowment Assurance Plan - (with profit)
- Islamic Endowment Plan (Denmohar Bima) - (with profit)
- Islamic Three Payment Endowment Assurance Plan - (with profit)
- Single Premium Endowment Assurance Plan (without profit)
- Child Protection Plan - (with profit)
- Fareast Deposit Pension Scheme FDPS - (with profit)
- Islami Money Back Insurance Plan - (without Profit)
- Islami Endowment Plan FDPS - (with profit)
- Child Education & Marriage Endowment Insurance Plan - (with profit)
- Joint Life Endowment Assurance Plan - (with profit)
- Two Stage Anticipated Endowment Insurance Plan - (with profit)
- Five Stage Anticipated Endowment Insurance Plan - (with profit)
- Endowment Assurance Plan (Short term) - (with Profit)
- Monthly Endowment Assurance Plan - (with Profit)
- Term Assurance Plan - (without profit)

Exclusively for Sharbojonin Bima (Micro Insurance)

- Monthly Savings Plan (MSP)

Group Insurance

- Group Term Insurance
- Group Endowment Insurance
- Group Variable Endowment Insurance

CORPORATE SOCIAL RESPONSIBILITIES (CSR)

Fareast Islami Life Insurance Company Limited is one of the largest, best corporate cultured companies in Bangladesh. It has been discharging responsibilities to the society since its inception. The Company's CSR activities are largely focused in the areas of education, health, skill development and financial inclusion and other activities as the Company may choose to select in fulfilling its CSR objectives. Besides, it also Participates in the areas of disaster relief, environment and ethnicity, all aimed at improving the quality of life of the communities. Corporate Social Responsibility (CSR) has been a long standing commitment of the Company and forms an integral part of its activities.

The Company's objective is to pro-actively support meaningful socio-economic development in the country and enable a larger number of people to participate in and benefit from the country's economic progress. The principal aim and objective of the society are to undertake, promote, sponsor, assist or aid directly any activity in the promotion and growth of the economy, welfare, socio-economic development and upliftment of the people in rural/urban areas. Our Company is committed to being a responsible corporate citizen. We offer assistance and support magnanimously to all of our communities around the society. We take numerous initiatives in individual and organizational level for the development of the society, particularly the less fortunate part of the community. Corporate social responsibility plan of Fareast Islami Life Insurance Company Limited is mainly about the awareness of actions in support of environmentally sustainable social development. This is based on the belief that growth and development are effective only when they result in wider access to opportunities and benefit a broader section of society. The CSR policy of the Company sets the framework guiding the Company's CSR activities.

It is our business opportunity to get sustenance from the society where we live and operate. We want to give some return to the society. Our area of corporate social responsibility includes our clients, employees, shareholders, business associates and the society as a whole. Our relationship with the society is our understanding, trust and credibility. The company has spent Taka 8.82 million in the year 2018 for the purpose of CSR for distribution of Blankets among the poor people in cold hit area of the country, medical treatment for poor people, educational welfare and other sectors. The inbuilt rigor of the due diligence process has also led to the recalibration of the CSR expenses in a few instances. While this has also contributed to the reduction in spending, we are confident that we are able to optimize impact on the target beneficiaries through these processes.

CSR Policy indicates the activities to be undertaken by the company and recommendation of the amount of the expenditure to be incurred on such activities; reviewing and recommending the annual CSR plan to the Board, monitoring the CSR activities, implementation of and compliance with the CSR Policy and reviewing and implementing, if required, any other matter related to CSR initiatives.



REPORT ON HUMAN RESOURCES

Human Capital

FILIC is committed to being an employer of choice. Our core values of integrity, initiative and involvement

guide us as we create an engaging and dynamic environment for our employees to realize and maximize their potential. We recognise that an engaged workforce is the key to our success. Towards this end, our top priority is to develop our people and our leadership capabilities. At the same time, we strive to foster a strongly collaborative environment in which our people are able to deliver strong and sustainable performance.

Building A Strong Corporate Culture

Our people are our most valuable assets, embodying our commitment to maximizing wealth of the company. We rely on them to communicate this value to our many stakeholders. A talented officer can win the heart of a customer by providing efficient services blended with personal care which eventually builds a strong and ever-lasting business relationship with that customer. At present, more than 4000 desk employees and 3 lac development employees are actively working with FILIC. Among these, we proudly declare that a good number of female workers, about 69000 women are working with success in both desk & business development level throughout the country.

Listening To Our Employees

FILIC conducts regular coordination meeting with desk and development employees, also separately amongst Development Office In-charges and Department/ Section In-charges to gather employee feedback on jobs and processes, management and leadership, and the workplace environment. The importance of coordination meeting across the company amongst managers is to develop appropriate action plans. Results of these meetings

are reflected in the performance evaluation of managers, ensuring that the findings are met with appropriate remedies.

Code Of Conduct

Code of conduct is a set of rules outlining the responsibilities of proper practices for an individual or organization. As per the "Code of Conduct and Ethical Guidelines" for FILIC employees, all have to maintain and demonstrate highest ethical standards. The basic premise of this code of conduct is that each employee, while on the payroll of FILIC, shall place FILIC ahead of his/her personal interests. As our Company based on Shariah, our employees follow the ethical rules & regulations.

Developing Our People

We have been continuing to invest in our people and in their personal & professional development. Opportunities were provided for them to cultivate core competencies and skills to be future-ready to meet the rapidly changing demands of the industry. On the job learning and workshops were organized throughout the year to help our people in their career development. Our esteem company has its own training institute named FILITRA which is equipped with all modern study and course materials for regular development of our employees.

Policy Of Recruitment

Our company has formulated Human Resources Policy including a strategic imperative for recruiting the best people from the society. FILIC recruits fresh graduates from different academic backgrounds of renowned universities which act as a source of creativity. Fresh graduates are recruited through comprehensive written test and interview. FILIC also recruits experienced employees from the insurance industry having sound life insurance knowledge and expertise.

Employees' Health, Safety & Well-being

We believe that our employees are the key to our success; as such we place great priority in ensuring the well-being of our employees through a positive working environment that enhance their quality of life. We aim to address the different needs of our employees. We regularly review and assess the requirements of our employees as we develop a working environment that reflects the societal changes which shape the economy of the future. To ensure a healthy life of our people, our company has made contract with many hospitals such as LABAID, IBNE SINA, SAMARITA, Central Hospital, Islami Bank Hospital etc. for getting health treatment at a discounted rate. Such facility can be availed by our employees and also by their family members.

Safety Committee

The Safety Committee of FILIC oversees the safety and well-being of all our employees in our head office and branches. The Safety committee organises annual Fire Safety and Emergency trainings for our fire wardens at our locations nationwide. This ensures that assigned wardens are well equipped with the required skills in the face of an emergency.

Rewards And Performance Management

To drive performance, remuneration and other incentives are based on a total rewards view rather than individual compensation components. We remain committed to a fair and open performance management process to reward performance and support career development. The compensation framework is also aligned to the Financial Stability Boards' principles for sound compensation practices.

Employees' Benefits

The company offers satisfactory financial and non-financial benefits for the employees of the company to ensure a better lifestyle. These benefits include:

- Annual increment
- Festival and incentive bonuses
- Earned leave encashment
- Group insurance facilities
- Fair promotion
- Loan facilities at privileged rate
- Career growth opportunities
- Training and workshop at home and abroad
- Favorable work environment
- Health care facilities
- Attractive compensation package
- Leave fare assistance
- Hajj & Foreign tour awards
- Hire purchase
- Home Loan

Apart from the above facilities, our company offers the following benefits at resignation or retirement:

- Provident fund
- Gratuity
- 60 days earned leave encashment

Job Satisfaction

FILIC seeks not only to attract the most qualified personnel but also to retain them by creating a superior working environment and addressing their needs. To ensure success for the company as a whole, employees are encouraged to engage in energetic teamwork and effort is given to facilitate communication and the flow of information. Employees' initiative and responsibility are performed through challenging assignments where rewards are determined by results.

We work hard to create high-quality work environment that will enable our people to fully support our Vision of being the country's pre-eminent life insurance provider while playing a leadership role in driving economic and social development across South East Asia. By doing this, we are better able to deliver our brand promise of helping our clients, our employees, our shareholders and members of our communities lead better lives.

AWARDS AND RECOGNITION

An award is appreciation of work and high inspiration. Fareast Islami Life Insurance Company Limited is Proud of its effort to make the company best run Insurance company in the country. It is a testament to our good governance, compliance and transparency that we won a number of prestigious awards over the years. A few notable awards achieved are shown below:



BIZZ Award 2017



BIZZ Award 2016



BIZZ Award 2015



BIZZ Award 2014



European Award 2013



Crown Award 2012



Geneva Award 2012

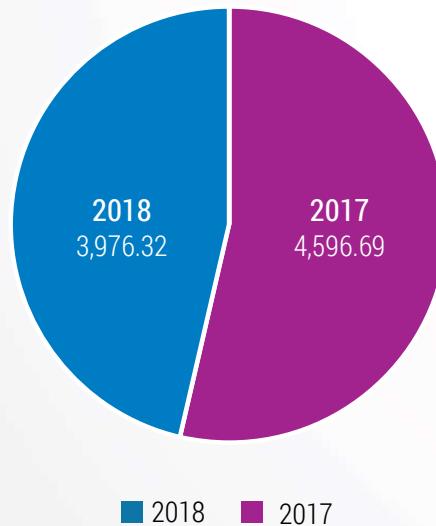
MARKET VALUE ADDED STATEMENT

as on 31 December 2018

Market value added statement reflects the company's performance evaluated by the market through the share price. This amount is derived from the difference between the total market value and total book value of shares of a company. A high market value added indicates that the company has created substantial wealth for the equityholders.

The equity market value of the company stood at taka 4,723.74 million where the book value of the equity stood at taka 747.42 million, resulting in market value added of taka 3,976.32 million as on 31 December 2018 against taka 4,595.69 million 2017.

Particulars	2018	2017
Face value per share (BDT)	10.00	10.00
Market value per share (BDT)	63.20	71.50
Number of shares outstanding	74,742,751	74,742,751
Total market capitalization (BDT in million)	4,723.74	5,344.11
Book value of paid up capital (BDT in million)	747.42	747.42
Market value added (BDT in million)	3,976.32	4,596.69

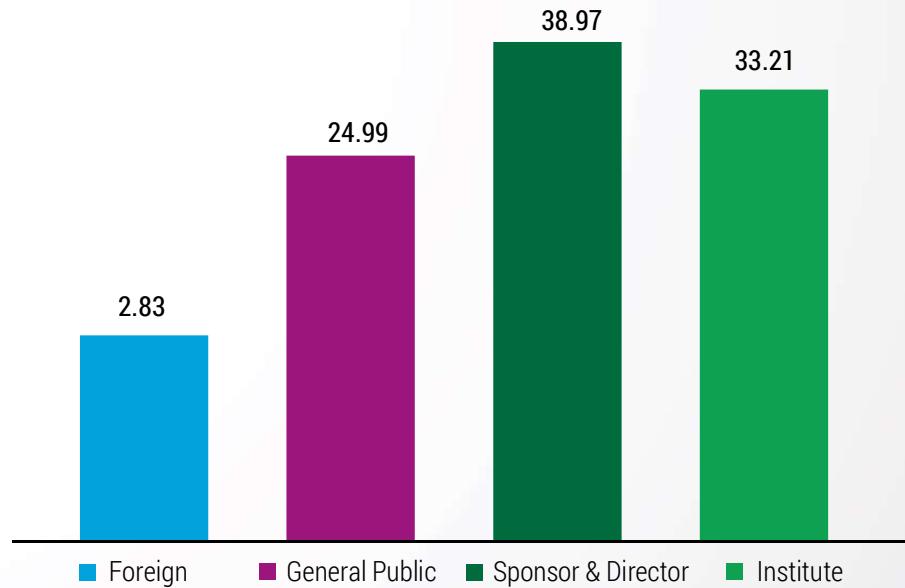


SHAREHOLDINGS STRUCTURE

as on 31 December 2018

The Present Authorized Capital of the Company is taka 1000 million and Paidup Capital is taka 747.42 million. At the end of the year 2018 total number of shareholders stood at 8,066 and the shareholdings percentage as per category is shown in the following table:

Category of shareholders	Number of shareholders	Quantity of Share	Shareholding %
Sponsor & Director	28	2,48,23,349	33.21
Institute	230	2,91,23,382	38.97
General Public	7,804	1,86,79,187	24.99
Foreign	04	21,16,833	2.83
Total -	8,066	7,47,42,751	100



Key Financial Indicators

(Data relates to "Fareast Islami Life Insurance Co. Ltd")

Amount in Million BDT

Sl.No.	Particulars	Year				
		2014	2015	2016	2017	2018
01	First year Premium Income	1,890.20	2,560.21	3,221.16	3,761.23	3,068.64
02	Renewal Premium Income	5,766.66	5,931.17	6,003.38	6,325.18	7,491.78
03	Group & Health Insurance Premium	14.44	19.83	30.46	33.97	27.37
04	Gross Premium	7,671.30	8,511.21	9,255.00	10,120.38	10,587.79
05	Reinsurance Premium	10.66	14.79	17.97	17.31	27.50
06	Net Premium (4-5)	7,660.64	8,496.42	9,237.03	10,103.07	10,560.29
07	Retention Ratio (6/4) (%)	99.86	99.83	99.81	99.83	99.74
08	First year Premium Income growth (%)	33.47	35.45	25.82	16.77	(18.41)
09	Renewal Premium Income growth (%)	1.62	2.85	1.22	5.36	18.44
10	Gross Premium Income Growth (%)	8.02	10.95	8.74	9.35	4.62
11	First Year Commissions paid for acquisition of life insurance business	694.70	842.63	997.76	1,151.65	955.90
12	Second Year Commissions paid for acquisitions of life insurance business	63.52	71.40	11.19	168.88	181.12
13	Third and Later year Commissions paid for acquisition of life insurance business	256.57	260.86	241.58	231.64	284.16
14	Total commissions paid for acquisition of life insurance business (11+12+13)	1,014.79	1,174.89	1,356.53	1,552.17	1,421.18
15	First Year Commissions/First Year Premium (%)	36.75	32.91	30.98	30.60	30.88
16	Second Year Commissions/Second Year Renewal Premium (%)	10.00	10.00	10.00	10.00	10.00
17	Third and Later year Commissions/ Third and Later Year Premium (%)	5.00	5.00	5.00	5.00	5.00
18	Management Expenses	2,594.05	3,353.58	4,152.41	4,138.30	3,769.38
19	Allowable Management Expenses	2,162.14	2,762.54	3,520.91	3,460.20	3,566.13
20	Excess Management Expenses (18-19)	431.91	591.04	631.50	678.10	203.25

Key Financial Indicators

(Data relates to "Fareast Islami Life Insurance Co. Ltd")

Amount in Million BDT

Sl.No.	Particulars	Year			
		2014	2015	2016	2017
21	Excess Management Expense Ratio (%)	19.98	21.39	17.94	19.60
22	Overall Management Expenses Ratio (%)	33.81	39.40	44.87	40.89
23	Renewal Expenses Ratio (%)	22.54	25.03	25.62	25.83
24	Claims Paid	2,639.74	3,575.05	5,426.22	5,807.91
25	Claims/Gross Premium (%)	34.41	42.00	58.63	57.39
26	Total Commission Expenses/Gross Premium (%)	13.23	13.80	14.66	15.34
27	Investment Income	1,883.96	1,611.54	1,502.85	1,483.30
28	Investment Income/Gross Premium (%)	24.56	18.93	16.24	14.66
29	Yield on Life Fund (%)	7.21	5.50	4.85	4.63
30	Conservation Ratio (%)	81.20	77.32	70.66	69.97
31	Second Policy Year Lapse Ratio (%) by number of policies	38.50	47.13	37.13	35.31
32	Third Policy Year Lapse Ratio (%) by number of policies	9.92	13.54	12.88	14.31
33	Fourth Policy Year Lapse Ratio (%) by number of policies	6.73	9.19	10.06	10.74
34	Fifth Policy Year Lapse Ratio (%) by number of policies	5.49	7.02	6.60	8.34
35	Sixth Policy Year Lapse Ratio (%) by number of policies	3.94	6.26	4.88	5.31
36	Second Policy Year Laps Ratio (%) by premium amount	55.98	67.80	49.86	27.57
37	Third Policy Year Laps Ratio (%) by premium amount	9.69	13.47	11.81	9.83
38	Fourth Policy Year Laps Ratio (%) by premium amount	6.72	10.75	10.17	6.38
39	Fifth Policy Year Laps Ratio (%) by premium amount	5.69	8.75	8.16	5.90
40	Sixth Policy Year Laps Ratio (%) by premium amount	2.43	7.49	6.15	4.52

Key Financial Indicators

(Data relates to "Fareast Islami Life Insurance Co. Ltd")

Amount in Million BDT

Sl. No.	Particulars	Year			
		2014	2015	2016	2017
41	Market Price per Share (in BDT) at year end	75.10	62.50	67.70	71.50
42	Dividend Yield (%)	5.99	6.24	5.17	3.50
43	Outstanding Premium as at 31st December	877.92	1,505.02	1,300.84	913.26
44	Total Investment as at 31st December	25,919.48	26,937.26	26,231.94	27,507.02
45	Life fund as at 31st December	28,862.81	31,297.71	32,166.09	33,447.46
46	Total Assets as at 31st December	38,656.23	40,697.27	41,140.63	42,397.01
47	Paid Up Capital as at 31st December	566.23	622.86	622.86	747.43
48	Paid Up Capital/Total asset (%)	1.46	1.53	1.51	1.76
49	Net Cash flow from operating activities	3,866.62	800.51	(335.62)	409.50
50	Net Cash flow from investing activities	(1,162.36)	(3,748.51)	(832.49)	(7,639.87)
51	Net Cash flow from financing activities	226.49	(198.18)	(242.91)	(93.43)
52	Net change in cash and cash equivalent	2,477.35	(3,146.18)	(1,411.03)	(8,287.32)

Key Financial Indicators

(Data relates to “Fareast Islami Life Insurance Co. Ltd”)

53. First Year and Renewal Premium Income

Year	2014	2015	2016	2017	2018	Description
	1,523.61	2,244.61	3,024.60	2,970.63	2,903.56	First Year Premium Income (excluding single Premium)
2014	N.A	536.75	509.17	568.04	282.99	Renewal premium out of the policies issued in 2014
2015	N.A	N.A	675.13	959.43	495.38	Renewal premium out of the policies issued in 2015
2016	N.A	N.A	N.A	1,803.16	906.70	Renewal premium out of the policies issued in 2016
2017	N.A	N.A	N.A	N.A	1,060.05	Renewal premium out of the policies issued in 2017

Amount in Million BDT

54. Number of First Year and Renewal Policies

Year	2014	2015	2016	2017	2018	Description
	138,768	180,775	235,761	216,105	176,740	Number of new policies issued
2014	N.A	58,376	51,540	51,804	35,875	Number of policies renewed out of the policies issued in 2014
2015	N.A	N.A	64,857	79,367	52,534	Number of policies renewed out of the policies issued in 2015
2016	N.A	N.A	N.A	146,394	92,463	Number of policies renewed out of the policies issued in 2016
2017	N.A	N.A	N.A	N.A	108,042	Number of policies renewed out of the policies issued in 2017

Notes

Item No. 31 to 40 : Figures have been calculated omitting single premium business

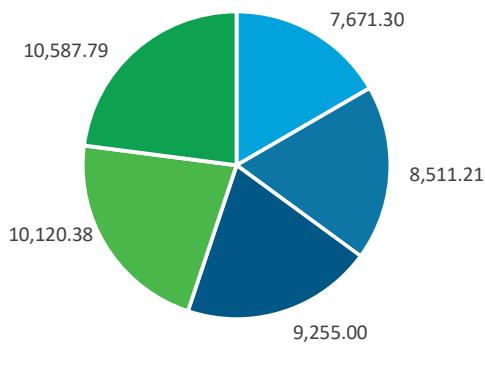
Item No. 53 & 54 : Figures have been calculated omitting single premium business.

Item 54: Figures are given as exact numbers.

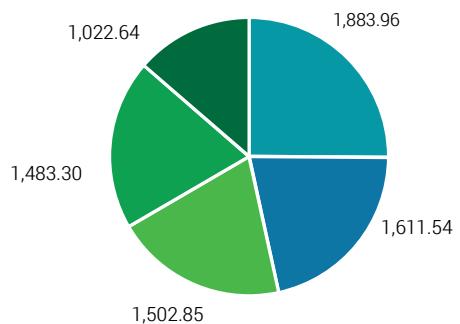
GRAPHICAL REPRESENTATION

Taka in Million

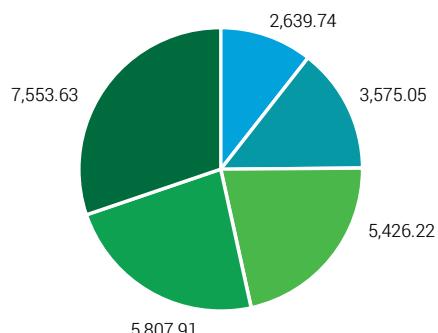
Gross Premium



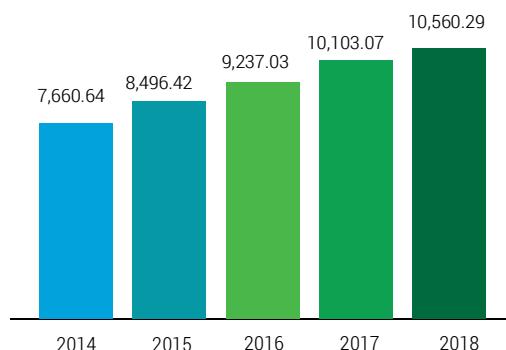
Investment Income



Claims Paid

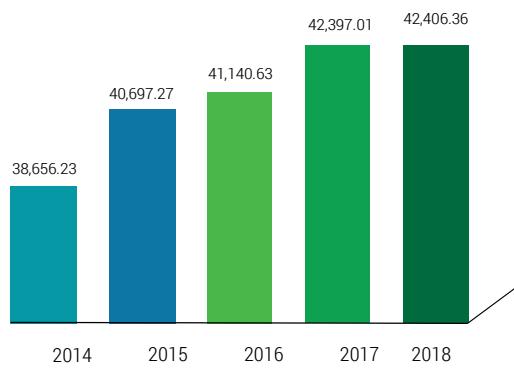


Net Premium

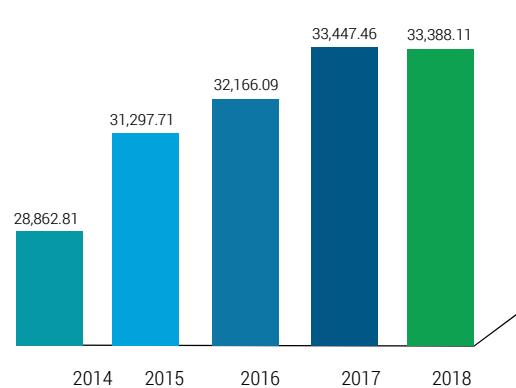


Taka in Million

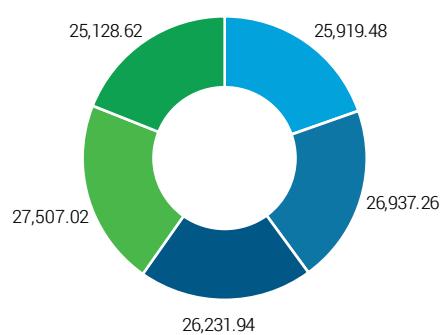
Assets



Life Fund

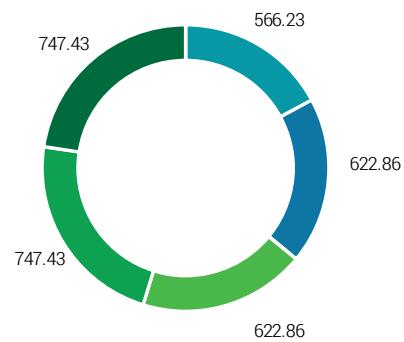


Total Investment



■ 2014 ■ 2015 ■ 2016 ■ 2017 ■ 2018

Paid Up Capital



■ 2014 ■ 2015 ■ 2016 ■ 2017 ■ 2018

REVIEW OF THE CHAIRMAN



'Dear Shareholders, with great pleasure, I present to you the highlights of your Company's performance during the year 2018. As detailed in the annual report, your Company continues to tread the path of sustained growth. Your Company has completed a successful year in terms of operational excellence and financial growth. It has performed well, compared to industry, despite challenges and competition. This result could only be achieved because of dedicated efforts, thoughtful strategies and technological intervention. Our approach towards enhancing customer experience and adapting to changing market dynamics has added to the resilience of the Company. We are proud of our achievements and I would like to thank and congratulate all the stakeholders who have played a part in this journey. I am confident that we will continue to perform well in coming years.'

Bismillahir Rahmanir Rahim.

In the name of Allah, the most gracious, most merciful

Dear Shareholders,

Assalamu Alikum Wa-rahmatullah.

I am very pleased to welcome you all to the 19th Annual General Meeting (AGM) of Fareast Islami Life Insurance Company Limited and place before you the Company's Financial Statements and performance of the financial year 2018. Stepping into the 19th year of business operation, Fareast Islami Life Insurance Company Limited can assert with pride that it has persistently strived to achieve optimum value index for its shareholders as well as stakeholders from the very outset of this organisation. The insurance industry in the country is expected to grow in the coming years due to rising financial literacy and government initiatives. In line with accelerating economic growth of the country, the company maintained sustainable momentum with a 4.5% growth in business in 2018 with gross premium income taka 10,560 million. The regulator has released a number of guidelines, regulations and other exposure drafts during the current financial year. Insurance has a vital role to play in protecting public wealth, mobilising savings for efficient use and stabilising the financial markets. It is your kind patronage and relentless support that have always resulted in achieving rip-roaring success for the entity.

Fareast Islami Life Insurance Co. Ltd. (FILIC) took up various confident and customer centric process-overhaul initiatives, tech infrastructure upgrades and HR up-skilling projects. Taking into account the emergence of digital market, upgrading our IT infrastructure and core policy administration systems is a key focus of the bank's continual efforts to transform and improve. To further enrich our customer service, we embarked on a remodelling of distribution channel and our field force network to guarantee greater synergy as a one-stop life insurance provider, thus catering to the varying financial needs of our wide-ranging customer base. In addition, we focused on generating new product

in trade, and the emerging corporate and local corporate segments all over the countries. This was done in an attempt to bridge the urban-rural divide and to ensure that Bangladesh's not tapped life insurance population also receive the profound benefits from the insurance sector.

It is beyond my idea to pay tribute to our customers whose continuous and ever increasing loyalty will always be reciprocated by this company in offering them innovative value added products combined with the highest form of service excellence particularly by the fast settlement of claims. I thank each and every member of our staff for their sincere commitment to fulfil their responsibilities even when faced with unanticipated stress and challenges. Their performance has resulted in another year of outstanding success.

Our Company has always been maintained the highest governance standards and practices by adopting, as is the norm for all constituent companies of the group "the Fareast group-corporate governance policies and code of conduct." These policies and code Prescribe a set of systems, processes and principles which conform to the highest international standards and are reviewed periodically to ensure their continuing relevance, effectiveness and responsiveness to the needs of investors, and other stakeholders.

We have drawn up exciting growth plans and set midterm objective such as below:

- Increase our Customer base - to 5 million.
- To retain the customer level to increase First Year (FY) & Renewal (RW) premium growth.
- Increase the distribution reach – to minimize customer points throughout Bangladesh.

Together, these initiatives will further accelerate our growth and lead to substantial value creation for all.

Fareast has remained a testimony of growth spread across almost two decades. In succession, the financial year 2018 denotes yet another triumphant year of operation.

Dear Shareholders, reassured by our remarkable track record; we believe that the company is poised to surmount the challenges of the future and retain the momentum for business growth in years to come. We are most obliged and appreciative of the unrelenting support and patronage received from our clients and shareholders; as we look forward to the continuation of the same. In particular, I like to thank with whom we have extensive dealings along with the regulators, stock exchanges of Dhaka and Chittagong, BSEC and Government bodies for their incessant co-operation and support. I would also like to thank all our field forces who have steadfastly continued to support us by bringing satisfactory sustainable business growth, customers for their

valuable trust, employees for their dedication and hard work towards achieving our goals and our shareholders and Board of Directors for their continued guidance and support.

May Allah help us, Ameen.

Ma-Assalam,



Md. Nazrul Islam

Chairman

07 August 2019
Dhaka



MESSAGE FROM THE CHIEF EXECUTIVE OFFICER



"Increasing adoption of technology across operations is driving efficiencies leading to higher value creation for all stakeholders. Going forward, customer centricity will continue to be a key differentiator. In Bangladesh life insurance sector continued to grow at a good pace during the year 2018. Favourable regulatory policies, formalisation of the economy and financialization of savings will be the growth engines of the sector going forward."

Bismillahir Rahmanir Rahim.

Dear Shareholders & patrons

Assalamu Alikum Wa-Rahmatullah

Fareast Islami Life Insurance Co. Ltd. (FILIC) has recently completed 18 years of operations. The closing of 2018 has been on a high note, with the Company gaining on various industry parameters. Your Company has achieved a Gross Written Premium (GWP) of Tk. 10,560 million out of which New Business Premium (NBP) was recorded at 3,069 million. It gives me immense pleasure to share with you the highlights of our performance in 2018 under the contents of Key Financial Indicators . We believe that this performance has only been possible due to the dedication and commitment of all our employees and partners, and the trust our customers place on us. With this trust comes the responsibility of delivering on the promises made to them and protect their future through our services.

We believe that year 2018 has been positive for the Company. We have entered the 19th successful year of operation. Keeping the tradition of sustainable growth, in First year and Renewal Premium during the year. In our endeavour to expand our business and build a larger customer base, we have expanded our reach, opened new offices, increased our employee strength and continue to develop a stronger sales network. This has helped us to connect well with our customers and serve them better. We have achieved our business target through our distribution channel, this was possible due to our focus on enhancing distribution efficiency. We have improved our Claim Settlement Ratio related with the last year. The performance is the result of our sustained efforts to improve the quality of business and customer focus. While achieving business excellence, our focus has always been towards placing our customers at the heart of everything we do and we continuously strive to serve them better.

It gives me immense happiness to inform you that FILIC was recognised among the Most Trusted Brands in Life Insurance business in the country. This continuous recognition has only reinforced our faith and belief in ourselves, pushing us to perform even better. These achievement are a testimony to the company's value-driven commitment towards its customers and stakeholders and our professional excellence.

The Company has continued to remain committed to the cause of providing innovative products to our customers. 2018 was a year of renewed focus on customer service, delivery, process automation and enhancements in business process and quality. We expect that our dedicated efforts should help us in sustained development in the coming years. We are also working towards increasing our geographical reach by opening new avenue except but reducing the branch offices. This reinforces our commitment to invest in growing regions which will support the overall premium growth of the Company. We shall undertake the process of digitising operations from making the sales process automation and paperless to launching mobile learning Apps solution for internal and external customers and employees. This year Company's technological initiatives have accelerated our achievements and scale of business. We continue to build on our existing corporate culture and strengthen our image as a socially responsible insurance company through various corporate social responsibility initiatives including social issues. We are also focusing on customer education initiatives to improve the overall understanding and importance of insurance in customer's minds. We feel this will help them choose the right products for their insurance needs and also secure their family's future in case of an exigency.

The life insurance industry is entering a new growth phase with the help of positive regulatory initiatives. Government is working hard to provide simple and cheap insurance schemes so as to improve financial

inclusion and encourage the low income earners to enter the formal financial system with an aim to increase insurance penetration in the coming years. Demographic situation in the country gives us a strong insurable market with a large young working population. Our regulator Insurance Development and Regulatory Authority (IDRA) plays a crucial role in developing the insurance industry and we are working with them in their endeavour. Our growth has been achieved by the hard work, commitment and dedication of our employees which is why we believe that this growth will be sustained in future as well.

I take this opportunity to express my sincere gratitude for your continued trust and support in this Company. I would also like to thank all our customers for giving us the opportunity to serve them and appreciate the efforts of our partners and other stakeholders for their hard work and dedication to take this Company forward. The IDRA has been very supportive of our

efforts and we thank them for their continuous guidance and support. Our commitment to deliver only the best to our customers, employees, partners, regulator and each and every stakeholder remains ever the same. We wholeheartedly thank each one of you for your support, which has helped the company live up to its people's expectations. We look forward to serving and working closely with all of you in our onward journey to set newer benchmarks and bigger milestones.

May Allah help us, Ameen.

Ma-Assalam,



Md. Hemayet Ullah

Chief Executive Officer (CEO)

07 August 2019

Dhaka.





DIRECTOR'S REPORT

Bismillahir Rahmanir Rahim.
Respected Shareholders,
Assalamu Alikum Wa-rahmatullah.

In the name of Allah, the most gracious, most merciful and peace be upon our Prophet Muhammad (SM) and his descendants and companions.

The Directors are pleased to present the 19th Annual Report of Fareast Islami Life Insurance Company Ltd, together with the Directors' Report along with the Audited Financial Statements and the Auditors' Report for the year ended December 31, 2018 for your approval and consideration. Despite various challenges, by the grace of Almighty Allah, we have completed another successful year 2018. The Annual Report of the Company has been prepared in accordance with the Company's Act, 1994, Bangladesh Securities & Exchange Commissions (BSEC) notification, Listing Rules of Dhaka Stock Exchange Ltd. (DSE) and Chittagong Stock Exchange Ltd. (CSE) and others applicable Rules & Regulations. The report of the Shariah Council for the year ended has also been placed. The Annual Report also reflects the overall performance of the company for the year ended 2018.

Global Economy Outlook

The global economy started 2018 with strong, synchronized growth. But as the year progressed, momentum faded and growth trends diverged. The US economy accelerated, thanks to fiscal stimulus enacted early in the year, while the economies of the Eurozone, the UK, Japan and China began to weaken. These divergent trends will persist in 2019. IHS Markit predicts global growth will edge down from 3.2% in 2018 to 3.1% in 2019, and keep decelerating over the next few years. Indeed, in some economies, growth has slowed and may have already peaked. While unemployment is lower than pre-crisis levels, many countries are still afflicted by labor shortages and tepid inflation rates. Heightened bilateral tariffs have caused global trade and investments to decelerate. Meanwhile, some emerging market economies are challenged by high capital outflows and currency depreciation. With the normalization of monetary policy, global financial conditions will be less liberal. In particular, US fiscal policy changes and the deceleration of China's growth will contribute to a global slowdown. In

advanced economies, medium-term output will likely suffer from reductions in working-age population growth and productivity. Projections for emerging Asia and emerging Europe (except Turkey) are still encouraging. However, the outlook is less promising for Latin America, the Middle East and sub-Saharan Africa. For the latter three regions, the medium-term forecast for commodity exporters is lukewarm. All of them will need to diversify their economies further and make fiscal adjustments. Looking at Iran, the resumption of US sanctions significantly dampens its outlook. At the same time, Turkey has undergone a sobering revision of its growth forecasts due to market unrest, steep depreciation of its currency, heightened uncertainty and falling consumer demand. Similarly, following the recently announced trade measures, various Asian economies' growth forecasts have been decreased.

Bangladesh Economic Scenario

The robust seven plus percent FY18 GDP growth momentum remained strong, well supported by both domestic and export demand. The year of 2018 was full of positives for Bangladesh. First, Bangladesh is on course to gaining the status of a developing country under the UN's parameters. Second, remittance inflows recovered well, recording 17.32% growth and maintaining foreign exchange reserves of over US\$30 billion. Third, inflation stayed well below 6% as GDP growth reached an impressive 7.86%, motivated emphatically by the manufacturing sector. However, long-standing challenges including the Rohingya crisis and growing trade deficit hindered Bangladesh's economic recovery in 2018. Although Central Bank measures mitigated the effects of a liquidity crunch in the monetary market, rising default loans and deposit-credit growth imbalance put pressure on overall economy. Meanwhile, inflation grew in line with increased food inflation, leading to calls for a contractionary monetary policy.

Industry Outlook and Prospects

The development objective of the Insurance Sector Development Project for Bangladesh is to strengthen the institutional capacity of the regulator and state owned insurance corporations and increase the coverage of insurance in Bangladesh. The project comprises of three components. The first component aims at strengthening the capacity of

insurance development and regulatory authority (IDRA) to regulate and supervise the insurance as well as the reinsurance markets with the support of Bangladesh Insurance Academy (BIA). It consists of two sub-components: (i) strengthening the capacity of the regulator IDRA; and (ii) strengthening the capacity of BIA. The second component, modernization, strengthening, and increasing the efficiency of the state-owned insurance corporation's objective is to assist the two state-owned insurance corporations, Jiban Bima Corporation (JBC) and Shadharan Bima Corporation (SBC) improve their systems and business practices. The third component, project implementation, management, and monitoring will help develop a strong monitoring and evaluation system to be used by the project implementation unit at IDRA and other stakeholders to assess progress on implementation.

World Bank sanctioned a loan of USD 65 Million, out of the project cost is USD 80 Million for the development of Insurance Industry in Bangladesh. The project closing date set on as 31 August 2022. Bangladesh Government already prepared a draft paper for the project entitled "Bangladesh Insurance Development Project". The main objective of the project are organizational development, skilled ness, monitoring capability enhancement of Insurance Development & Regulatory Authority (IDRA), Two public Life & Non-Life Insurance Corporation and to increase the number of policy holders. To reform Bangladesh Insurance Academy to enhance the quality of insurance education and training would be done relatedly.

In recent years except 5-6 most of the Life Insurance companies are in solvency crisis and management expenses limit is beyond allowable management expenses limit. As a result companies are fail to settle maturity claims in due time, Bonus of policies are less year after year and above all the public interest hampered seriously. Because most of the Life insurance companies do not have sufficient reserve to meet up the liability and the Insurance Development and Regulatory Authority (IDRA) is still to develop the solvency guideline. By the Insurance Act 2010 already adopted instead of Insurance Act 1938 and many reforms are going on to overcome the situation.

Business Performance 2018

The Company continues to retain its market leadership among the private local players and achieved the highest market share amongst private players in 2018 under the Islamic Shariah platform. The Company focused on improving its protection business. Our continued focus on customer retention has resulted in increase in retail renewal premium by 18.43% from 6,325 million in 2017 to 7,491 million in 2018. Total management expenses reduced to 5% i.e. 1,903 million in 2018 as compared to 2,005 million in 2017. However total cost to total gross premium (TGP) ratio reduced from 42.6% in 2017 to 37.5% in 2018. It's an immense pleasure to note that in continued unstable economic condition prevailing in the country and stiff competition among different insurers the year 2018 was another successful year of the company. We all achieved the result due to our dedicated field forces, soundness of our organizational structure and our constant endeavor to review our business strategies wherever necessary keeping in view of the quality of business, improved customer services and reduction of procuration cost in all spheres of business.

Our Reach

The Company reaches its customers through different offices collection center mostly in Thana/UpaZilla level all over the country. On December 31, 2018, the Company had 4,129 employees and development staffs to cater to the needs of customers. We follow a diversified distribution strategy across our regions to acquire new customers, using a variety of channels including captive agents, corporate agents, banking channels, direct sales and digital mediums. We continue to focus on strengthening our distribution channel and increase our reach within their customer base.

Product and Services

We continuously focus on developing, updating and innovative products tailoring to ever changing needs of our customers. We offer customized and competitive products to meet the demand of all types of customers. We have introduced diverse range of products and services to provide to the needs of all our valued clients from the inception of the company. A comprehensive range of Life insurance products and services are awaiting

launching very soon with the approval of regulatory authority, such as Health Care Group Insurance Scheme, Monthly Premium Endowment Assurance Plan and Endowment Assurance Plan etc. Most of the products are participating traditional while few products under Group Life and individual life are nonparticipating traditional. To enhance the benefits of the plans accidental and disability riders are also offered. The Company provides quality service to the policyholders and checks to minimize miss-selling and avoid poor persistency. It is expected that the upcoming products will contribute towards the growth of good business for the company in near future.

Dividend to Shareholders and Bonus to Policyholders

The Actuarial Valuation resulted divisible surplus of Taka 149.48 million for the year ended 2018. The Board in the Meeting held on August 07, 2019 recommended to pay 20% Cash dividend i.e taka 2.00 per Share for the year 2018 as approved in the Annual General Meeting. Based on the actuarial valuation report the Board also approved the highest Bonuses to its Policy Holders'.

Preceding Five Years Key Operating and Financial Data

Preceding five years key operating, financial summarized data and graphical representation as shown in the contents under "Key Financial Indicators" and "Graphical Representation".

Information Technology

Fareast Islami Life Insurance Co. Ltd. (FILIC) has developed Policy Administration System to provide better services to its internal and external customers. The Policy Administration System is integrated with the Financial Accounting System based on Oracle Application. This integrated System will support the strategic partner to achieve the consequence of the business. FILIC has highly experienced and trained professionals working on maintaining and developing the company's IT infrastructure. Information and Communication Technology (ICT) has become indispensable for insurance companies in ensuring smooth operational activities and providing efficient services. FILIC has recognised this fact and the Board of Directors have adopted a comprehensive

ICT policy for the company. Here it is especially mentionable that the Company has recently implemented online services through its ICT Department for getting prompt services throughout the Bangladesh. Apart from this, steps have been taken to provide access to information technology to all offices and keep the data secured with effective and efficient manner without any sort of malfunction. Mobile phone has a very important role to play in spreading information technology enabled services. FILIC's IT department will develop Mobile Apps for the best interest of the customers. FILIC also invested in a world class Data Center with offsite data backup facility to prevent loss of data under any catastrophe incidents.

Actuarial Valuation

Mohammad Sohrab Uddin PhD, AIA a senior and renowned Actuary was appointed by the Board of Directors to complete the actuarial valuation for the year ended 31 December, 2018. In accordance with Insurance Act, Actuarial Valuation of the company as on 31 December, 2018 has been done and the divisible surplus with the Life Fund of the company have been determined. It appears from the valuation report that a remarkable excess of life fund over liabilities has been determined under the valued policies.

Credit Rating

During the latest credit rating, Emerging Credit Rating Limited rated Fareast Islami Life Insurance Company Ltd, as AA (Double A). The Credit Rating Company has been given concentration on the following key points:

- Strong and sound solvency.
- Satisfactory Payment Position of Claims.
- Satisfactory return on Investment Portfolio.
- Well Experienced management team.
- Sound liquidity position.
- Low management expenses.
- Surplus assets over liabilities etc.

Auditors

As per section 210 of Companies Act, 1994, every company shall, at each Annual General Meeting appoint an auditor or auditors to hold the office from the conclusion of that meeting until the next Annual General Meeting. Mahfel Huq & Co. a prominent Audit Firm, was appointed as Auditors of the Company for the year 2018 at the Eighteen Annual

General Meeting to hold office up to the conclusion of the ensuing Annual General Meeting. This year they will eligible to re-appoint for the year 2019 ref, with the BSEC Notificaion 20 June 2018 (No. BSEC/ CMRRCD/ 2006-158/ 208/ Admin/ 81).

Re-Insurance

The Board of Directors recognized the importance of sound risk management practices and internal controls to safeguard the Policyholders' Fund and the Company's Assets. Besides, Insurance development and Regulatory Authority (IDRA) circulated an S.R.O No.-349 Law/2015 Dated 16 March 2016 related to reinsurance. It is a mandatory provision for a life insurance company to diversify Co.'s risk through a reinsurance contract. Although, Fareast Islami Life Insurance Co. Ltd. (FILIC) was already under coverage with reinsurer-Trust Re (Reinsurer), Manama, Bahrain.

Internal audit and compliance framework

Internal Control: The Company has institutionalized a robust and comprehensive internal Control framework/mechanism with all the processes, to ensure reliability of financial reporting, timely feedback on achievement of operational and strategic goals and, compliance with applicable policies, procedures, laws, and regulations. Review of control is undertaken by Internal Control & Compliance Department (ICCD) through execution of internal audits as per risk based audit plan. The internal control covers auditing of processes, transactions and systems. The internal control function is capable of reviewing and assessing the adequacy and effectiveness of, and the Company's adherence to its internal controls as well as reporting on its policies and procedures.

Compliance: The Company formulated various internal policies/procedures and an employee code of conduct, which governs day-to-day activities to ensure compliance. The Compliance function disseminates relevant laws, regulations and circulars related to insurance, anti-money laundering and other regulatory requirements, to various functions. It also serves as a reference pointed out for the staff of various functions for seeking clarifications on applicable laws, regulations and circulars issued by the regulatory authorities. The team also monitors the adequacy of the compliance framework within

the Company. Key issues observed as part of this monitoring are reported to the Board through CEO, and implementation of the recommendations is actively monitored. A compliance certificate signed by CEO, based on the certification from respective functional heads, is placed at the Board in a timely manner.

Internal Financial Controls

The Company has institutionalized a robust and comprehensive internal control mechanism in respect of all the major processes. The internal Control & Compliance Department (ICCD), in addition to ensuring compliance to policies, regulations, processes etc., also test and report adequacy of internal financial controls with reference to financial reporting/statements.

Financial Reporting Standard

The company prepared the financial statements in accordance with Bangladesh Accounting Standards (BAS), Bangladesh Financial Reporting Standards (BFRS), the Companies Act, 1994 and other applicable rules and regulations. The Board of Directors of the company have ensured the responsibility that the company keeps accounting records with reasonable accuracy. The financial estimates and judgments relating to the financial statements have been made on prudent and reasonable basis, in order to reflect the financial operations of the company in a true and fair view.

Related Party Transactions

The particulars of contracts or arrangements entered into by the Company with related parties during 2018 referred to in the 'details of related parties and transactions with related parties' including certain arm's length transactions are disclosed in Notes 3.13 to the Accounts forming part of the financial statements.

Going Concern

The Board of Directors have reviewed the Company's business plan and is satisfied that the Company has adequate resources to continue its operations in the foreseeable future. Accordingly, the Financial Statements are prepared based on the basis of going concern concept.

Auditors' Report

There is no qualification, reservation, adverse remark or disclaimer passed by the statutory auditors for the year ended 31 December 2018.

Risks and concerns

Fareast Islami Life Insurance Company has a defined Risk Management Strategy and Framework designed to identify, manage, monitor and to mitigate various risks. As part of this, a Risk Management Policy has been put in place. The Company recognizes that risk is an integral part of the business and managed acceptance of risk is essential for the generation of shareholders' value. Life Insurance Companies are exposed to a number of risks such as Investment Risks, Insurance Risks, Market Risks, Operational Risks and Reputational Risks etc. In order to manage these Risks properly, Insurance Development and Regulatory Authority (IDRA) has issued guidelines which are being followed by the company with utmost-care. The standard operating procedure has strengthened internal control system and facilitated the risk management process of our company. Internal control system which is being made effective by increasing the internal audit, both comprehensive and others, of the various affiliated offices as well as Head office of the company.

Corporate Governance

The corporate governance's framework of the Company is based on an effective independent Board. The separation of Board's supervisory role from the executive management and the constitution of Board Committees. Fairness, transparency, accountability and the responsibilities are the standard of acceptable corporate behaviour today. As sound corporate governance practice has consistently been followed in carrying out the overall operation of Fareast Islami Life Insurance Co. Ltd. (FILIC). The company have been smoothly running the day to day activities of FILIC within the policy guidelines of the Board of Directors and in accordance with the legal and regulatory framework of different regulatory bodies of the country. Awareness of corporate governance has grown rapidly worldwide in recent years due to increased legislative and regulatory activities as well as evolving best practice recommendations. FILIC as a leading Life Insurance company in Bangladesh led

by highly professional people is committed in adopting the highest governance standard and adjusting them as required in protecting the interest of policyholders and shareholders. A comprehensive report about corporate governance scenario of our company has shown in the contents under "Certificate on Compliance with Conditions of Corporate Governance Guidelines".

Corporate Social Responsibilities (CSR)

Fareast Islami Life Insurance Company Ltd being one of the best corporate companies in the country has been discharging responsibilities to the society since its inception. As we get our business from the society in which we live and operate. 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. Our corporate social responsibility includes our clients, employees, shareholders, business associates and the society as a whole. Our relationship with the society is one of understanding, trust and credibility. In reciprocation, the citizens feel and acknowledge the significance and reasons for our existence as a corporate citizen. The company has been performing its social responsibilities by helping the distressed people affected by natural calamities, education welfare, medical treatment and donation to poor people of the society. In the year 2018 company expended 8.82 million taka in Corporate Social Responsibilities sector.

Human Resources and Training

We believe that one of the greatest strengths that an organisation can have is the human capital. Encouraging employees to innovate, think out of the box challenge conventions and push boundaries while not letting hierarchy interference with capability, has been a constant effort. At FILIC the employees have a passion for learning and adapting to changes. "People are the Key of success". Technology can be purchased and copied, neither people can be copied nor their ideas, personalities, motivation and cultural values be copied. Recognizing people as "human and intellectual capital" is very important for any organization. Company has to invest in building that capital and manage that resource wisely and deftly for organizational unity of purpose to create and

maintain competitive advantages now and all the time to be successful and profitable.

We all aware that a healthy environment has been there, employees enjoy working with pride. To face the challenge and to meet the demand of required manpower normally, we recruit fresh at the entry level as well as experienced officers in mid and top levels. Extensive training programs both centrally, regionally through the company's training department and development professional cadre of human resources. We are also sending our personnel to Bangladesh Insurance Academy, Bangladesh Insurance Association and other training institutions at home and abroad. Research for improvement of operational activities and quality services are going on. Finally, we have in our company dedicated and highly professional pool of workforce voicing our corporate slogan, 'Efficiency is our strength

Staff Welfare

Staff welfare has always been uppermost in the Company. The very word staff welfare indicates the financial benefits given to officers and staffs of the company in addition to the salary & allowances. The company has always been given the uppermost preference regarding staff welfare which includes contributory Recognised Provident Fund, Gratuity Schemes and Group Insurance facility towards welfare of members of the staff including field as well as desk officers of the company. Recently Company has introduced of house Investment scheme, Car loan scheme and Benevolent Fund for the Officers and Staffs of the company.

We have been striving for developing a sustainable institutional infrastructure for the company. It has been built and put into place a dynamic and growth oriented organizational structure by reshuffling the overall activities. We have also been preparing ourselves to face the challenges of globalization with strategies such as capacity building, using modern technologies, decentralization of operations and training of both desk and development work force at home and abroad with a view to providing excellent services to our valued stakeholders.

Contribution to the National Exchequer

Fareast Islami Life Insurance Company Limited made significant contribution to the government in boosting up its revenue collection. According to prevailing law of the land, the company being a corporate citizen pays Tax on its own income. Besides, the company complies to deduct or paid on account of service tax, stamp duty, tax deducted at source, VAT, dividend distribution tax and other duties and deposited the same to the National Exchequer. During the year 2018 under review the company contributed taka 477.54 million to National Exchequer.

Subsidiary Companies

Fareast Islami Life Insurance Company has formed two Subsidiary Companies namely "Fareast Islami Securities Ltd." and "Fareast Islami Properties Ltd." In the year of 2012 Fareast Islami Securities Ltd. and in the year of 2014 Fareast Islami Properties Ltd. both of the companies got the Certificate of Incorporation from the Registrar of Joint Stock Companies & Firms .

Legal Update

During the year 2018, no significant and material orders were passed by the regulators, courts or tribunals, that impacted the going concern status of the Company, or which can potentially impact the Company's future operations.

Pattern of Shareholdings

We hereby confirm that the shareholding pattern of the Company and any transfer of shares during the year are in accordance with statutory requirements. There was no capital infusion by the promoters during the year. The total quantity of shares of the company are 7,47,42,751. The pattern of shareholdings has shown under the contents of "Shareholding Structure".

Relation and Communication with Shareholders

We always give priority to our shareholders. The shareholders of the Company are able to collect all required information from our Share Department. Company is able to provide required services to the shareholders through modern technology based on share management software. The Company has been arranging regularly Annual General Meetings

(AGM) as per rules of Companies Act, 1994 from the inception, where discuss about Company's progress, important activities and developments. As a result, the shareholders get various information about the Company in due time.

Remuneration of Directors

The company only pays meeting fee to its Directors as per rules and regulation. Details are shown in Annexure - 1, " Attendance of the Meeting-2018".

Retirement & Election of Directors

According to the Companies Act, 1994 and Article 94 of the Articles of Association of the Company one third directors will be retired from their office by rotation in every Annual General Meeting. Sponsor Directors will be elected by the Sponsor Shareholders, Shareholder Directors will be elected by the Shareholders and Independent Directors will be appointed by the Board of Directors and approved by the shareholders in the Annual General Meeting.

Sponsor Directors

As per Article 94 of the Articles of Association of the Company the Sponsor Directors will retire from the office at 19th Annual General Meeting where eligible Director(s) offer themselves for re-election:

Public Subscriber Directors

In accordance with the Article 94 of the Articles of Association of the Company the Directors representing Public Shareholders shall retire from the office by rotation and are eligible to offer themselves for re-election at the 19th Annual General Meeting.

It may be mentioned here that Notice for Election of Directors from Public Subscribers were published in "The Daily Prokati Khobar" and "The Daily News Today" on 25th & 26th July 2019 respectively. Inviting nominations from Public Subscribers and all preparations have been made in order to hold the election as per schedule.

Independent Directors

The Company has two Independent Directors on the Board. In compliance with the latest corporate governance notification guidelines of BSEC, were appointed as independent Directors by the Board of Directors of the Company. The Independent Directors enjoy full independence in terms of

carrying out their coveted responsibilities. Both of them are well conversant in the field of business and professional areas.

Appreciation and Acknowledgement

Appreciation and Acknowledgement

We would like to convey our immense gratitude for the confidence you have shown in us. Your unwavering backing has helped the company to grow. We thoroughly appreciate the efforts of the employees, whose commitment and hard work are the cornerstones of our success. At the same time, we are dearly grateful to our shareholders, clients, IDRA, BIA, Bangladesh Bank, relevant government agencies, regulatory bodies and any others doing business with us. It is our priority to consistently show that we are deserving of your trust.

May Allah with all of us.

Ameen.

Ma-Assalam.

For and on behalf of the Board of Directors,



(Md. Nazrul Islam)

Chairman

07 August 2019

Dhaka

পরিচালকমণ্ডলীর প্রতিবেদন

বিসমিল্লাহির রাহমানির রাহিম
সন্মানিত শেয়ারহোস্তারবৃন্দ,

আসসালামু আলাইকুম ওয়া'রাহমাতুল্লাহ।

সমস্ত প্রশংসা আল্লাহর জন্য যিনি বিশ্ব অমান্দের শ্রষ্টা এবং মালিক। হ্যরত মুহাম্মদ (স.) এবং তার অনুসারীদের উপর আল্লাহর আশীর্বাদ ও শান্তি বর্ষিত হউক।

ফারইস্ট ইসলামী লাইফ ইন্সুরেন্স কোম্পানী লিমিটেড ('কোম্পানী') এর ১৯তম বার্ষিক সাধারণ সভায় সন্মানিত পরিচালকমণ্ডলীর পক্ষ থেকে আপনাদেরকে জানাই আন্তরিক অভিনন্দন এবং এতদ সঙ্গে ৩১ ডিসেম্বর ২০১৮ সমাপ্ত বছরের কোম্পানীর নিরীক্ষিত আর্থিক বিবরণী ও নিরীক্ষা প্রতিবেদন এবং পরিচালকমণ্ডলীর প্রতিবেদন আপনাদের অনুমোদন এবং বিবেচনার জন্য উপস্থাপন করছি। সম্মানিত পরিচালকবৃন্দের পক্ষে এ প্রতিবেদনটি ১৯৯৪ সনের কোম্পানী আইন, বাংলাদেশ সিকিউরিটিজ এভ এক্সচেঞ্জ কমিশন (বিএসই) কর্তৃক জারীকৃত প্রজ্ঞাপন, ঢাকা ষ্টক এক্সচেঞ্জ লিঃ (ডিএসই) এবং চট্টগ্রাম ষ্টক এক্সচেঞ্জ লিঃ (সিএসই) এবং সংশ্লিষ্ট অন্যান্য বিধি বিধান অনুযায়ী তৈরি করা হয়েছে। বছর শেষের শর্ি'আহ্ কাউন্সিলের প্রতিবেদনটিও এর সঙ্গে উপস্থাপন করা হয়েছে। বার্ষিক প্রতিবেদনে এছাড়াও ২০১৮ সমাপ্ত বছরের কোম্পানির সামগ্রিক অবদান প্রতিফলিত হয়েছে।

বিশ্ব অর্থনীতির চিত্র

বিশ্ব অর্থনীতির প্রবৃদ্ধি সমস্য সাধনের মাধ্যমে ২০১৮ সাল শুভ সূচনার উভব হয়। প্রবৃদ্ধির প্রবন্ধন দিক নির্দেশনা পরিবর্তনের কারণে ২০১৮ সালের শেষের দিকে এর চলমানতার গতি স্লান হয়ে যায়। বছরের প্রথম দিকে আইনি সহযোগি ও প্রয়োদনার কারণে মার্কিন অর্থনীতির গতি বৃদ্ধি পেয়েছিল কিন্তু পরবর্তীতে ইউরোজেন, যুক্তরাজ্য, জাপান এবং চীনের অর্থনীতি ক্রমান্বয়ে দুর্বল হতে শুরু করে। এ ধরনের বিভিন্ন প্রবন্ধন যা অর্থনীতির ধারা দুর্বল করে তা ২০১৯ সালেও অব্যাহত থাকবে। এ ধারা অব্যাহত থাকলে বৈশ্বিক প্রবৃদ্ধি ২০১৯ সালে ৩.১০% এ নেমে যাবে এবং পরবর্তী কয়েক বছরে প্রবৃদ্ধি হাসের এ ধারা অব্যাহত থাকবে। প্রকৃতপক্ষে, অর্থনীতি ধারার গতি হ্রাস পেয়ে হাসকরনের সর্বোচ্চ শিখরে অবস্থান করছে। প্রাক-সংকটের মাত্রার তুলনায় বেকারত্ব কম হলেও, অনেক দেশ এখনও শ্রমের অভাব এবং মুদ্রাক্ষীতির হারের কারণে নানান সমস্যা হচ্ছে। বিভিন্ন দেশের মধ্যে উচ্চতর দ্বিপাক্ষিক শুল্ক বিশ্বব্যাপী বাণিজ্য এবং বিনিয়োগ মাত্রা হ্রাস করেছে। এর ফলে কিছু উদীয়মান অর্থনীতি বাজার উচ্চ মূলধনের ব্যবহার এবং মুদ্রার আবমূল্যায়ন দ্বারা চ্যালেঞ্জপ্রাপ্ত হয়েছে। আর্থিক নীতি স্বাভাবিক হওয়ার সাথে সাথে বিশ্বব্যাপী আর্থিক অবস্থা হার হ্রাস পাবে। বিশ্বত, মার্কিন রাজস্বের নীতিতে পরিবর্তন এবং চীনের প্রবৃদ্ধি বিশ্বব্যাপী মন্দি অবস্থার জন্য দায়ী থাকবে। উন্নত অর্থনৈতিক দেশগুলোতে মধ্যম মেয়াদী উৎপাদন, জনসংখ্যার কর্মবয়স বৃদ্ধি এবং উৎপাদনশীলতা হাসের ফলে এর অর্থনীতি ক্ষতিগ্রস্ত হবে। এশিয়া এবং ইউরোপের দেশগুলো (তুরস্ক বাদে) অর্থনীতি উদীয়মান হিসেবে এখনও সম্ভাবনাময়। তবে এর

বীপরীতে ল্যাটিন আমেরিকা, মধ্যপ্রাচ্য এবং আফ্রিকা সাহারার দেশগুলো প্রবৃদ্ধির সম্ভাবনা কম। উক্ত তিনটি অঞ্চলে প্রয়োগ নির্দেশনা ক্ষেত্রে মধ্যমেয়াদী পরিকল্পনায় ত্রাসকর পূর্বাভাস নির্দেশ করে। অর্থনীতির বৈচিত্র আনয়ন এবং আর্থিক সংশোধন করা দরকার। ইরানের দিকে তাকালে, এ সকল দেশগুলোতে মার্কিন নিষেধাজ্ঞাগুলি পুনরায় চালু করার ফলে উল্লেখযোগ্যভাবে এর প্রবৃদ্ধির গতিকে কমিয়ে দেয়। একই সময়ে, বাজারে অস্থিরতা, এর মুদ্রার অবমূল্যায়ন, বাজার অনিশ্চয়তা বৃদ্ধি এবং গ্রাহকের চাহিদা হ্রাসের কারণে তুরস্ক তার প্রবৃদ্ধির পূর্বাভাসের এক বিশ্বয়কর সংশোধন আনয়ন করেছে। একইভাবে, সম্প্রতি ঘোষিত বাণিজ্য ব্যবস্থার নীতি অনুসরণে, বিভিন্ন এশীয় অর্থনীতির বৃদ্ধির পূর্বাভাস ঘটাতি লক্ষ্যন্ত।

বাংলাদেশের অর্থনীতির চিত্র

অর্থ বছর ২০১৮ সালে সাত শতাংশের অধিক হারে জিডিপির প্রবৃদ্ধি ছিল, সে ক্ষেত্রে দেশীয় চাহিদা এবং রপ্তানি উভয়ই এ প্রবৃদ্ধির উন্নয়ন সহায়তা করে। ২০১৮ সাল বাংলাদেশের জন্য ইতিবাচক পূর্ণ ছিল। প্রথমত, বাংলাদেশ জাতিসংঘের প্রারম্ভিকগুলির অধীনে একটি উন্নয়নশীল দেশের মর্যাদা অর্জন করে। দ্বিতীয়ত, রেমিট্যাঙ্গ প্রবাহ ভালভাবে পুনরুদ্ধার হয়েছে, শতকরা ১৭.৩২% প্রবৃদ্ধির রেকর্ড এবং ৩০ বিলিয়ন মার্কিন ডলারের বেশী বৈদেশিক মুদ্রার রিজার্ভ অব্যাহত রয়েছে। তৃতীয়ত, মুদ্রাক্ষীতি ৬% নিচে রয়েছে এবং জিডিপি প্রবৃদ্ধি প্রশংসনীয় তবে শতকরা ৭.৮৬% ভাগ অর্জন করেছে, এ ক্ষেত্রে প্রভাবিত রয়েছে। তবে, রোহিঙ্গা সংকট এবং ক্রমবর্ধমান বাণিজ্য ঘটাতি সহ দীর্ঘদিনের প্রতিবন্ধকতাগুলি ২০১৮ সালে বাংলাদেশে অর্থনৈতিক পুনরুদ্ধারে বাধা প্রদান করেছে। যদিও কেন্দ্রীয় ব্যাংকের আর্থিক বাজারে তরলতা সংকটের প্রভাব হ্রাস পেয়েছে, বর্ধমান খেলাপি খন এবং আমানত দায় বৃদ্ধির ভারসাম্যহীনতা সামগ্রিক অর্থনীতিতে চাপ সৃষ্টি করেছে। এদিকে খাদ্য মুদ্রাক্ষীতির সাথে সামঞ্জস্য রাখার ফলে চুক্তিভিত্তিক মুদ্রা নীতি গ্রহনের পরিস্থিতি উভব হয়েছে।

বীমা শিল্পের চিত্র এবং সম্ভাবনা

বাংলাদেশের জন্য বীমা খাতে উন্নয়নের লক্ষ্য নিয়ন্ত্রক, রাষ্ট্রীয় মালিকানাধীন বীমা কর্পোরেশনের প্রাতিষ্ঠানিক ক্ষমতাকে শক্তিশালী করা এবং বাংলাদেশে বীমা অধিক্ষেত্রে বৃদ্ধি করা। এই তিনটি উপাদান নিয়ে বীমা উন্নয়ন প্রকল্প গঠিত। প্রথম উপাদানটি বীমা এবং নিয়ন্ত্রক কর্তৃপক্ষ ('আইডিআরএ) এর ক্ষমতা শক্তিশালীকরণের লক্ষ্যে বীমা এবং পূর্ববীমাকরণ বাজারগুলিকে বাংলাদেশ বীমা একাডেমির ('বিআইএ) সহায়তায় পুনঃবিন্যাস করা। এতে দুটি উপ-উপাদান রয়েছে: (ক) নিয়ন্ত্রক আইডিআরএর ক্ষমতা শক্তিশালীকরণ; এবং (খ) বিআইএর ক্ষমতা শক্তিশালীকরণ। দ্বিতীয় উপাদান হচ্ছে, আধুনিকীকরণ, শক্তিশালীকরণ এবং রাষ্ট্রীয় মালিকানাধীন বীমা কর্পোরেশনের দক্ষতা বৃদ্ধি করা। দুটি রাষ্ট্রীয় মালিকানাধীন বীমা কর্পোরেশন, যথাঃ (ক) জীবন বীমা কর্পোরেশন

(জেবিসি) এবং সাধারণ বিমা কর্পোরেশন (এসবিসি) তাদের প্রযুক্তি এবং ব্যবসায়ের অনুশীলনগুলিতে উন্নয়নে সহায়তা করা। তৃতীয় উপাদান হচ্ছে প্রকল্প বাস্তবায়ন, ব্যবহারপনা, এবং পর্যবেক্ষণে আইডিআরএ এবং অন্যান্য স্টেকহোল্ডারদের প্রকল্প বাস্তবায়ন ইউনিট দ্বারা বাস্তবায়নের অগ্রগতি মূল্যায়ন করার জন্য একটি শক্তিশালী পর্যবেক্ষণ এবং মূল্যায়ন পদ্ধতির বিকাশে সহায়তা করবে।

বিশ্বব্যাংক বাংলাদেশে বীমা শিল্পের উন্নয়নে ৬৫ মিলিয়ন মার্কিন ডলার খণ্ড বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ বরাবর অনুমোদন করেছে যেক্ষেত্রে মোট প্রকল্প ব্যয় ধরা হয়েছে ৮০ মিলিয়ন মার্কিন ডলার। উক্ত প্রকল্প বাস্তবায়নের সময় ৩১ আগস্ট ২০২২ পর্যন্ত ধার্য করা হয়েছে। বাংলাদেশ সরকার ইতিমধ্যে “Bangladesh Insurance Development Project” নামে প্রকল্পটির খসড়া অনুমোদন করেছে। প্রকল্পটির মূল উদ্দেশ্য হলো সাংগঠনিক উন্নয়ন, দক্ষতা এবং যোগ্যতা দ্বারা বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ (আইডিআরএ) সরকারী জীবন বীমা এবং নন-জীবন বীমা কর্পোরেশনের পর্যবেক্ষণ নীতিমালা এবং পলিসি গ্রহীতার সংখ্যা বৃদ্ধি করা। বাংলাদেশ ইঙ্গুরেস একাডেমীর সংক্ষার করত বীমা শিল্প এবং প্রশিক্ষনের মান উন্নতকরনের মাধ্যমে সংশ্লিষ্ট কার্য সম্পন্ন হয়।

বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ (আইডিআরএ) জন সচেতনতা বৃদ্ধির লক্ষ্যে বীমা মেলার আয়োজন করে। বীমা মেলায় ৭৭টি কোম্পানীর মধ্যে সার্বাধিক লাইফ ও নন-লাইফ বীমা কোম্পানী এ মেলায় অংশগ্রহণ করে। মেলা স্থলে অনলাইন পলিসি বিক্রয়, উন্নুক্ত আলোচনা ও সেমিনার অনুষ্ঠিত হয়।

সাম্প্রতিক বছরগুলোতে জীবন বীমা কোম্পানীর মধ্যে ৫-৬টি কোম্পানী ব্যতীত বেশীর ভাগ কোম্পানী অর্থপার্চার্য সঞ্চাটে আছে। এর ফলস্বরূপ কোম্পানীগুলো যথোপযুক্ত সময়ে মেয়াদপৃত্তির দাবি নিষ্পত্তি করতে ব্যর্থ হচ্ছে, বছরের পর বছর পলিসি বোনাস করছে এবং সর্বোপরি জনগমের স্বার্থ গুরুতর ভাবে ব্যাহত হচ্ছে। যেহেতু বেশিরভাগ জীবন বীমা কোম্পানীর দায়বদ্ধতা পূরণের জন্য পর্যাপ্ত সংযোগ নেই এবং বীমা উন্নয়ন ও রেণ্ডেলেটির অথরিটির (আইডিআরএ) স্বচ্ছতা মূল্যনীতি প্রনয়ন এখনও প্রক্রিয়াধীন। বীমা আইন ১৯৩৮ এর পরিবর্তে বীমা আইন ২০১০ প্রনয়ন করা হয়েছে এবং সার্বিক পরিস্থিতি উন্নতির জন্য অনেক সংক্ষার চলছে।

ফারইন্সের ব্যবসা পর্যালচনা ২০১৮

ফারইন্স ২০১৮ সালে ইসলামী শরী'আহ মোতাবেক পরিচালিত হয়ে সমস্ত দেশীয় কোম্পানীর মধ্যে ১ম স্থান দখল করে বীমা বাজারে এর নেতৃত্বকে অব্যাহত রেখেছে। কোম্পানী এর ব্যবসায় উন্নতি এবং সুরক্ষার উপর দৃষ্টি নিবন্ধন করে। গ্রাহক ধারণ ক্ষমতার উপর আমাদের অব্যাহত দৃষ্টিভঙ্গির কারণে আমাদের নবায়ন প্রিমিয়াম বৃদ্ধির হার শতকরা ১৮.৪৩% ভাগ এবং ২০১৭ এবং ২০১৮ সালে সংগ্রহীত নবায়ন প্রিমিয়াম যথাক্রম ৬,৩২৫ এবং ৭,৪৯১ মিলিয়ন টাকা। ২০১৮ সালে মোট ব্যয় ১,৯০৩ মিলিয়ন টাকা যা ২০১৭ সালে ছিল ২,০০৫ মিলিয়ন টাকা। তবে মোট ওয়েকেড প্রাপ্ত প্রিমিয়ামের

তুলনায় মোট খরচের অনুপাত ২০১৭ সালের শতকরা ৪২.৬% ভাগ হতে কমে ২০১৮ সালে শতকরা ৩৭.৫% ভাগ অর্জিত হয়েছে। এটি একটি অপরিমেয় আনন্দের ব্যাপার যে দেশের অস্তিত্বীয় অর্থনৈতিক অবস্থা এবং বিভিন্ন কোম্পানির মধ্যে কঠোর প্রতিযোগীতার মধ্যে ২০১৮ সাল আমাদের ব্যবসার ক্ষেত্রে আরও একটি সফল বছর হিসেবে পরিগণিত হয়েছে। আমরা সকলে মিলে এই সাফল্য গাথায় অংশীদার হয়েছি এর মধ্যে রয়েছে বিপন্ন কর্মী, আমাদের সাংগঠনিক কাঠামোর সুদূরতা, ব্যবসার গুণগতমান, উন্নত গ্রাহক সেবা এবং ব্যবসার সকল ক্ষেত্রে ব্যবসা সংগ্রহের খরচ হাসের মাধ্যমে ব্যবসা কৌশল নির্বাচন করা।

আমাদের বিস্তৃতি

কোম্পানী এর গ্রাহকদের ৭৭৬টি বিভিন্ন অফিস/ কালেকশন সেন্টারের মাধ্যমে ৩১ শে ডিসেম্বর ২০১৮ পর্যন্ত সেবা প্রদান করে আসছে। উক্ত তারিখে কোম্পানীর মোট কর্মকর্তা ছিল ৪,১২৯ জন এবং লক্ষাধিক মার্টকর্মী ছিল যারা গ্রাহকদের সেবা প্রদান করে আসছেন। কোম্পানীর এর পন্য পরিকল্পনাগুলো একনিষ্ঠ কর্মী, ব্যবসায়িক এজেন্ট এবং ব্যাংকিং চ্যানেলের মাধ্যমে বিপন্ন করে থাকে।

পণ্য এবং সেবা

আমরা ক্রমাগত আমাদের গ্রাহকদের চাহিদার দিকে খেয়াল রেখে পণ্যের হালনাগাদ করন, উন্নয়ন ও বিভিন্ন পণ্য উৎপাদন করে থাকি। আমরা গ্রাহকদের চাহিদার দিকে খেয়াল রেখে প্রতিযোগিতামূলক পণ্য তাদের চাহিদা অনুযায়ী প্রদান করি। কোম্পানীর শুরু থেকে আমরা আমাদের মূল্যবান গ্রাহকদের চাহিদাগুলি সরবরাহের জন্য বিভিন্ন ধরনের পণ্য ও পরিসেবাগুলি চালু করেছি। বিস্তৃত পরিসরে জীবন বীমা পণ্য বা পরিসেবাগুলি নিয়ন্ত্রণ কর্তৃপক্ষের অনুমোদনের অপেক্ষায় আছে যেমন, হেলথ কেয়ার এক্সপ্রেস ক্লীম, বিভিন্ন এন্ডোমেন্ট পরিকল্পনা যা অনুমোদন সাপেক্ষে খুব শীঘ্ৰই চালু করা হবে। বেশীরভাগ পণ্যগুলি অংশীদারিত্ব ভিত্তিক এছাড়াও গোষ্ঠী বীমা এবং একক জীবন বীমার কিছু পন্য অ-অংশীদারিত্ব ভিত্তিক হিসেবে রয়েছে। এ ছাড়াও দুর্ঘটনা এবং অক্ষমতা সুবিধা সম্বলিত কিছু সহযোগী পরিকল্পনা রয়েছে। কোম্পানী কিছু অপ-বিক্রয় করিয়ে, দুর্বল বীমা চলমানতা বিবেচনায় রেখে বীমাকারীদের জন্য মানসম্মত পরিসেবা সরবরাহ করার ব্যবস্থা গ্রহণ করেছে। আশা করা যাচ্ছে নতুন পণ্যগুলি ভবিষ্যতে কোম্পানীর ব্যবসা প্রবৃদ্ধিতে সহায়তা করবে।

শেয়ারহোল্ডারদের লভ্যাংশ এবং বীমাগ্রহীতাদের বোনাস বীমা গান্তিক মূল্যায়ন অনুযায়ী ২০১৮ সালে বন্টনযোগ্য মুনাফা ১৪৯.৪৮ মিলিয়ন টাকা। কোম্পানীর পরিচালনা পর্যন্ত ০৭ই আগস্ট ২০১৯ইং তারিখে ২০% নগদ লভ্যাংশ অর্থাৎ শেয়ার প্রতি ২.০০ টাকা প্রদানের জন্য বার্ষিক সাধারণ সভায় অনুমোদনের জন্য সুপরিশ করে। বিগত সময়ে গান্তিক মূল্যায়ন অনুযায়ী বোর্ড কোম্পানীর বীমা গ্রহীতাদের সর্বোচ্চ পলিসি বোনাস অনুমোদন করে।

বিগত পাঁচ বছরে উল্লেখযোগ্য ও অর্থ সংক্রান্ত তথ্যাবলী বিগত পাঁচ বছরে উল্লেখযোগ্য অর্জন, অর্থ সংক্রান্ত সংক্ষিপ্ত তথ্যাবলী এবং চিত্রের মাধ্যমে একটি পূর্ণাঙ্গ প্রতিবেদন সূচীপত্রে অন্তর্ভুক্ত “Key Financial Indicators” এবং ‘Graphical Representation’ এ সন্নিবেশিত করা হয়েছে।

তথ্য ও প্রযুক্তি সেবা

ফারইষ্ট ইসলামী লাইফ ইন্সুরেন্স কোম্পানী লিমিটেড তার কার্যক্রম স্বয়ংক্রিয়, স্বাভাবিক ও নিরাপদজনকভাবে পরিচালনা করার জন্য আইটি সিস্টেমকে সাফল্যজনকভাবে উচ্চতর স্তরে উন্নীত করেছে। এ ক্ষেত্রে ওরাকল এপ্লিকেশন ভিত্তিক পলিস ব্যবস্থাপনা এবং হিসাব রক্ষণের জন্য সমন্বিত সফটওয়্যার তৈরী করা হয়েছে। এর ফলে ব্যাবসায়িক লক্ষ্য এবং সাফল্য অর্জন সহজ হয়েছে। ফারইষ্ট ইসলামী লাইফের রয়েছে তথ্য-প্রযুক্তি পরিচালনা ও অবকাঠামোগত উন্নয়ন বিষয়ে কাজ করার উচ্চতর অভিজ্ঞতা এবং পেশাগত প্রশিক্ষণ। কোম্পানীর তথ্য-প্রযুক্তি বিষয়ে অভিজ্ঞগণ নিয়মিত ভাবে নতুন নতুন প্রযুক্তি এবং কোম্পানীর প্রয়োজনীয় কার্যক্রম পরিচালনায় সচেষ্ট রয়েছেন। কোম্পানীর তথ্য-প্রযুক্তি বিভাগ প্রধান কার্যালয়ের সাথে শাখা অফিস সমূহের সার্বক্ষণিক যোগাযোগ এবং কাজের গতিশীলতার জন্য Local Area Network (LAN) সার্ভিস চালু করেছেন। তথ্য এবং যোগাযোগ প্রযুক্তি ইন্সুরেন্স কোম্পানীর সঠিক কার্যক্রম পরিচালনা এবং কার্যকর সেবা প্রদানের জন্য অপরিহার্য। কোম্পানীর সকল অফিসে কোম্পানীর সফটওয়্যার ও এর ব্যবহার নিশ্চিত করা হয়েছে। আইটি ডিপার্টমেন্ট কর্তৃক কোম্পানীর মোবাইল অপস্ট তৈরীর কাজ বর্তমানে চলমান রয়েছে। ফারইষ্ট ইসলামী লাইফ ইন্সুরেন্স কোম্পানী লিমিটেডের পরিচালনা পর্যন্ত এ বিষয়টিকে স্বীকৃতি দিয়ে কোম্পানীর জন্য একটি পরিপূর্ণ তথ্য-প্রযুক্তি নীতিমালা গ্রহণ করেছে। এখানে বিশেষ ভাবে উল্লেখ্য যে, কোম্পানী অতি সম্প্রতি আইসিটি ডিপার্টমেন্টের মাধ্যমে দ্রুত গ্রাহক সেবা প্রদানের লক্ষ্যে সারাদেশ ব্যাপী অন লাইন সার্ভিস চালু করেছে।

এ্যাকচুয়ারিয়াল ভ্যালুয়েশন

মোহাম্মদ সোহরাব উদ্দীন পি,এইচ,ডি, এআইএ একজন অভিজ্ঞ এবং সিনিয়র এ্যাকচুয়ারীকে কোম্পানীর ৩১ ডিসেম্বর, ২০১৮ সালের ভ্যালুয়েশনের জন্য কনসাল্টিং এ্যাকচুয়ারিয়াল হিসেবে নিয়োগ প্রাপ্ত হয়েছেন। বীমা আইন অনুযায়ী ২০১৮ সালের ৩১ ডিসেম্বর পর্যন্ত কোম্পানীর এ্যাকচুয়ারিয়াল ভ্যালুয়েশন যথাযথভাবে সম্পন্ন করা হয়েছে এবং কোম্পানীর দায় ও পরিসম্পদের মূল্যায়ন করা হয়েছে। এ্যাকচুয়ারিয়াল ভ্যালুয়েশনের ফলাফল অনুযায়ী পলিসিসমূহের বিপরীতে দায়ের তুলনায় কোম্পানীর লাইফ ফান্ডের প্রবৃদ্ধির হার সন্তোষজনক।

ক্রেডিট রেটিং

ইমার্জিং ক্রেডিট রেটিং লিমিটেড এর সর্বশেষ রেটিং অনুযায়ী ফারইষ্ট ইসলামী লাইফ ইন্সুরেন্স কোম্পানী লিমিটেড কে AA রেটিং প্রদান করেছে।

একচুয়ারীয়াল ভ্যালুয়েশনের ভিত্তিতে এ রেটিং নিম্নোক্ত রেশনাল সমূহের উপর ভিত্তি করে করা হয়েছে।

- উচ্চমানের আর্থিক স্বচ্ছতা
- উচ্চহারে বীমা দাবী পরিশোধের ক্ষমতা
- বিনিয়োগের যথাযথ প্রত্যর্পন
- পেশাগত দক্ষ ব্যবস্থাপনা
- সন্তোষজনক তারল্য
- নিয়ন্ত্রিত ব্যবস্থাপনা ব্যয়
- এ্যাকচুয়ারিয়াল ভ্যালুয়েশন অনুযায়ী দায়ের তুলনায় সম্পদের আর্থিক ইত্যাদি।

নিরীক্ষক

কোম্পানী আইন ১৯৯৪, ধারা ২১০ অনুসারে প্রত্যেক কোম্পানী উহার প্রত্যেক বার্ষিক সাধারণ সভায় এক বা একাধিক নিরীক্ষককে উক্ত সভার সমাপ্তি হতে পরবর্তী বার্ষিক সাধারণ সভার সমাপ্তি পর্যন্ত সময়ের জন্য নিয়োগ করতে পারে। মাহফেল হক এন্ড কোং, খ্যাতনামা নিরীক্ষা প্রতিষ্ঠানকে ২০১৮ সালে কোম্পানীর নিরীক্ষক হিসাবে নিয়োগ প্রদান করা হয়েছে। আইন অনুযায়ী বার্ষিক সাধারণ সভায় ২০১৯ সালের জন্য উক্ত নিরীক্ষা প্রতিষ্ঠানের পুনঃ নিয়োগের কোন বাধা নেই এ ক্ষেত্রে BSEC Notificaion 20 June 2018 (No. BSEC/ CMRRC/ 2006-158/208/ Admin/81) উল্লেখযোগ্য। এই বার্ষিক সাধারণ সভায় ২০১৯ সালের নিরীক্ষার জন্য নিরীক্ষক পুনঃ নিয়োগ করা হবে।

পুনঃ বীমাকরন

কোম্পানীর পরিচালনা পর্যন্ত বীমা গ্রহীতাদের প্রিমিয়াম এবং কোম্পানীর সম্পদ রক্ষা করার জন্য বুঁকি ব্যাবস্থাপনা প্রক্রিয়া এবং অভ্যন্তরীণ নিয়ন্ত্রণগুলোর মাধ্যমে বীমাকারীদের তহবিল রক্ষণ গুরুত্ব স্বীকার করে। এ ছাড় বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ (আইডিআরএ) পুনঃবীমাকরনের পক্ষে ১৬ই মার্চ ২০১৬ S.R.O No.-349 আইন/২০১৫ একটি পরিপত্র প্রকাশ করে। জীবন বীমা কোম্পানীর ক্ষেত্রে পুনঃবীমার মাধ্যমে বুঁকি হ্রাসকরনের বিধান বাধ্যতামূলক করা হয়েছে। যদিও আমাদের কোম্পানী ট্রাষ্ট রি�-ইন্সুরেন্স মানামা, বাহরাইনের সাথে পুনঃবীমাকরণ চুক্তি সম্পাদন করেছে।

আভ্যন্তরীণ নিরীক্ষা ও পরিচালন কাঠামো

আভ্যন্তরীণ নিরীক্ষা: আর্থিক প্রতিবেদন, কার্যকরী এবং কৌশলগত লক্ষ অর্জনের জন্য সময়মত প্রতিক্রিয়া এবং প্রযোজ্য নীতিমালা পদ্ধতি, আইন এবং প্রবিধানের সাথে সম্পত্তি নিশ্চিতকরনের জন্য কোম্পানীটি সমস্ত প্রক্রিয়ার একটি শক্তিশালী আভ্যন্তরীণ নিরীক্ষা কাঠামো প্রতিষ্ঠানিকভাবে পরিচালিত করেছে। বুঁকি ভিত্তিক নিরীক্ষা পরিকল্পনা অনুযায়ী নিয়ন্ত্রণ পর্যালোচনার বিষয়াবলী আভ্যন্তরীণ নিরীক্ষা ও প্রতিপালন বিভাগ দ্বারা পরিচালিত হয়। আভ্যন্তরীণ নিরীক্ষার বিভিন্ন প্রক্রিয়াকরণ, লেনদেন এবং বিভিন্ন পদ্ধতি এর অন্তর্ভুক্ত। আভ্যন্তরীণ নিরীক্ষা কার্যপদ্ধতি কোম্পানীর আভ্যন্তরীণ নিয়ন্ত্রণের কার্যকারিতা, পর্যালোচনা, পর্যাপ্ততা ও এর প্রতিবেদনের নীতি ও পদ্ধতি পরিমাপ করে।

পরিচালন কাঠামো: কোম্পানী বিভিন্ন আভ্যন্তরীণ নীতিমালা/পদ্ধতি এবং কর্মচারী আচরণ বিধি প্রনয়ন করেছে যা দৈনন্দিন কার্যক্রম পরিচালনার জন্য একটি নিশ্চিত পরিপালন কাঠামো। পরিচালন কার্য বিভিন্ন ক্ষেত্রে প্রয়োজনীয় আইন প্রবিধান এবং বীমার সাথে সংশ্লিষ্ট বিজ্ঞপ্তি এন্টি মানি লস্টারিং এবং অন্যান্য নিয়ন্ত্রকের অত্যাবশকীয় বিষয়গুলি বিভিন্ন বিভাগে পৌছে দেয়। এটি প্রযোজ্য আইন, প্রবিধান এবং নিয়ন্ত্রক কর্তৃপক্ষ কর্তৃক প্রদত্ত বিজ্ঞপ্তিগুলোর উপর স্পষ্টীকরনের জন্য বিভিন্ন ফাংশনের কর্মদের জন্য একটি রেফারেন্স পয়েন্ট হিসেবে কাজ করে। পরিপালন নিয়োজিত দল কোম্পানী জুড়ে এর পরিপালন কাঠামোর পর্যাপ্ততা নিরীক্ষন করে। এই নিরীক্ষনের অংশ হিসেবে মূল বিষয়গুলো মূখ্য নির্বাহী কর্মকর্তার মাধ্যমে বোর্ডকে অবহিতকরনের মাধ্যমে সুপারিশ বাস্তবায়ন সত্ত্বিভাবে পর্যবেক্ষণ করা হয়। বিভিন্ন সংশ্লিষ্ট বিভাগ প্রধান এর সার্টিফিকেশন এর উপর ভিত্তি করে নির্দিষ্ট সময়ে বোর্ডে উপস্থাপনের জন্য প্রধান নির্বাহী কর্মকর্তা দ্বারা স্বাক্ষরিত একটি পরিচালন সনদ উপস্থাপন করা হয়।

আভ্যন্তরীণ নিরীক্ষা এবং পরিপালন কাঠামো

কোম্পানী এর সকল কার্যক্রমের মধ্যে একটি ব্যাপক এবং শক্ত সমর্থ নিয়ন্ত্রণ ব্যবস্থা প্রতিষ্ঠা করেছে। এ ছাড়াও আভ্যন্তরীণ নিরীক্ষা এবং পরিপালন বিভাগ (ICCD) বিভিন্ন নীতিমালা, প্রবিধান, প্রক্রিয়া প্রক্রিয়া পরিপালন নিশ্চিত করে এর পাশাপাশি আর্থিক প্রতিবেদন/ বিবৃতির সাথে আভ্যন্তরীণ আর্থিক নিয়ন্ত্রণগুলির যথার্থতা যাচাই করে।

আর্থিক প্রতিবেদনের মানদণ্ড

কোম্পানী তার আর্থিক প্রতিবেদন বাংলাদেশ ফাইন্যান্সিয়াল রিপোর্টিং স্টান্ডার্ডস (বিএফআরএস), কোম্পানী আইন ১৯৯৪ এবং বিদ্যমান অন্যান্য আইন কানুন ও বিধি-বিধান অনুযায়ী তৈরী করেছে। কোম্পানীর পরিচালকবৃন্দ তাদের দায়িত্বশীলতার প্রতি সচেতন এবং কোম্পানীর হিসাব সংক্রান্ত তথ্যাবলী সঠিক এবং বিশ্বাসযোগ্য পাহায় যথাযথ ভাবে সংরক্ষণ ব্যবস্থা নিশ্চিত করেছেন। আর্থিক পরিমাপ এবং মানদণ্ড সংক্রান্ত অর্থ-হিসাব তৈরী করা হয় সচেতনতা এবং যৌক্তিকভাবে, যাতে কোম্পানীর বার্ষিক আর্থিক বিবরণীতে অর্থ লেনদেন সংক্রান্ত সঠিক এবং নিরপেক্ষতা প্রকাশ পায়।

কোম্পানীর সাথে সম্পর্কিত পক্ষের লেনদেন

২০১৮ সালে কোম্পানীর সাথে সম্পর্কিত বিভিন্ন পার্টির সাথে বাণিজ্যিক ভাবে লেনদেন পরিচালিত হয়েছে যা ফাইন্যান্সিয়াল স্টেটমেন্টের ৩.১৩ নং নোটে বর্ণনা দেওয়া হয়েছে।

ব্যবসায়িক চলমানতা ধারণা

কোম্পানীর পরিচালনা পর্যন্ত এর ব্যবসায়িক পরিকল্পনা পর্যালোচনা করে ভবিষ্যতে কোম্পানী সুষ্ঠুভাবে এর ব্যবসায়িক কার্যকলাপ চালিয়ে নেয়ার জন্য পর্যাপ্ত সংস্থান রয়েছে বলে একমত পোষণ করে। তদনুসারে কোম্পানী এর আর্থিক বিবরণী প্রস্তুতের ক্ষেত্রে ব্যবসায়িক চলমানতার ধারণাকে ভিত্তি হিসেবে গ্রহণ করেছে।

নিরীক্ষকের প্রতিবেদন

বিধিবদ্ধ নিরীক্ষকগণ ৩১শে ডিসেম্বর ২০১৮ সালে কোন বিধি নিয়ে বিহুর্ভূত, অনুচ্ছারিত আপত্তি, প্রতিকূল বক্তব্য বা অব্যাকৃত মতামত প্রদান করেন নাই।

যুক্তি ব্যবস্থাপনা ও সর্তকতা

ফারইষ্ট ইসলামী লাইফ ইন্সুরেন্স কোম্পানী লিমিটেড যুক্তি ব্যবস্থাপনার ক্ষেত্রে রয়েছে সুনির্দিষ্ট কৌশল এবং কাঠামো যা দ্বারা বিভিন্ন ধরনের যুক্তি চিহ্নিতকরণ, পর্যবেক্ষনের মাধ্যমে প্রশমিত করা হয়, যার ফলে একটি যুক্তি ব্যবস্থাপনা নীতি কার্যকর আছে। আমরা স্বীকার করি যে, যুক্তি ব্যবসার একটি অবিচ্ছেদ্য উপাদান এবং অংশীদারদের মূল্য নির্ধারান যুক্তি ব্যবস্থাপনার মাধ্যমে যুক্তি গ্রহণ করা অতীব জরুরী। জীবন বীমা কোম্পানীগুলোকে মার্কেট যুক্তি, গতিবিধির যুক্তি, সুনামের যুক্তিসহ নামবিধি যুক্তি মোকাবেলা করতে হয়। যথাযথভাবে এসকল যুক্তি মোকাবেলা করার জন্য বীমা উন্নয়ন ও নিয়ন্ত্রণ কর্তৃপক্ষ দিকনির্দেশনা ইস্যু করেছেন, যা কোম্পানী সর্বাত্মকভাবে পরিপালন করেছে। বিশেষ উল্লেখযোগ্য অভিট ফার্ম প্রাইজ ওয়াটার হাউজ ও কুপার আন্তর্জাতিক মানের নিয়ম ও পদ্ধতি তৈরী করেছেন। এই উচ্চমানের নিয়মাবলী আভ্যন্তরীণ নিয়ন্ত্রণ ব্যবস্থাকে শক্তিশালী এবং কোম্পানীর যুক্তিপূর্ণ ব্যবস্থাপনাকে সহজ করেছে। আভ্যন্তরীণ নিয়ন্ত্রণ ব্যবস্থাকে আভ্যন্তরীণ নিরীক্ষা ও অন্যান্য সহযোগী ব্যবস্থার মাধ্যমে কোম্পানীর বিভিন্ন অফিস ও প্রধান কার্যালয়কে উল্লেখযোগ্যভাবে ফলপ্রসূ করা হয়েছে।

কর্পোরেট সুশাসন

কোম্পানীর কর্পোরেট সুশাসনের কাঠামো একটি কার্যকর স্বতন্ত্র বোর্ডের উপর ভিত্তি করে গঠিত, নির্বাহী ব্যবস্থাপনা এবং বোর্ড কমিটির গঠন বোর্ডের তত্ত্বাবধান থেকে বিচ্ছিন্ন। সততা, স্বচ্ছতা, স্থায়িত্ব এবং দায়িত্বশীলতা হচ্ছে আজকের কর্পোরেট সুশাসনের মূল ভিত্তি। ফারইষ্ট ইসলামী লাইফ ইন্সুরেন্স কোম্পানী সর্বক্ষেত্রে সঠিক কর্পোরেট সুশাসন মেনে চলতে দৃঢ় প্রতিজ্ঞ। ফারইষ্ট ইসলামী লাইফ ইন্সুরেন্স তার দৈনন্দিন কার্যক্রম পরিচালনার ক্ষেত্রে পরিচালনা পর্যবেক্ষণের নির্দেশনা পরিপূর্ণভাবে মেনে চলে। সাম্প্রতিক সময়ে কর্পোরেট সুশাসনের বিষয়ে বিশ্ব ব্যাপী দ্রুত সচেতনতা বৃদ্ধি পাচ্ছে, আইনের বিষয়ে সচেতনতা, নিয়মানুবর্তিতা বিশেষ করে সুশাসন পরিপালনে মূল্যায়ন এবং সুপারিশের কারণে। ফারইষ্ট ইসলামী লাইফ ইন্সুরেন্স কোম্পানী যেহেতু বাংলাদেশের অন্যতম বৃহৎ লাইফ ইন্সুরেন্স কোম্পানী তাই কর্পোরেট সুশাসন নিশ্চিত করে তার সকল শেয়ারহোল্ডার এবং স্টেকহোল্ডারদের স্বার্থ সংরক্ষণে প্রতিশ্রুতিবদ্ধ। কর্পোরেট সুশাসনের রূপরেখার একটি চির সূচীপত্রে “Certificate on Compliance with Conditions of Corporate Governance Guidelines” অন্তর্ভুক্ত পূর্বক উল্লেখ করা হয়েছে।

কর্পোরেট সামাজিক দায়বদ্ধতা (CSR)

দেশের অন্যতম বৃহৎ কোম্পানী হিসেবে ফারইষ্ট ইসলামী লাইফ প্রতিষ্ঠালগ্ন থেকেই বিভিন্ন সামাজিক দায়িত্ব পালন করে

আসছে। আমরা সামাজিক পরিবেশে ব্যবসা পরিচালনা করি এবং এখান থেকেই ব্যবসায়িক সাফল্য পেয়ে থাকি, বিনিময়ে সমাজকেও কিছু দিতে চাই। কোম্পানী সবসময় সমাজের কল্যানের জন্য তার দায়বদ্ধতা স্বীকার করে এবং যখন প্রয়োজন হয় তখন এই ধরনের কার্যক্রমে অংশ নেয়। আমরা কর্পোরেট সামাজিক দায়বদ্ধতা সম্পর্কে একটি শক্তিশালী নীতি অনুসরণ করি। গ্রাহক, কর্মকর্তা-কর্মচারী, শেয়ারহোল্ডার, ব্যবসায়িক সহযোগী এবং সর্বোপরি সমাজের সবকিছুই আমাদের কর্পোরেট সামাজিক দায়বদ্ধতার আওতাভূক্ত। সমাজের সাথে আমাদের রয়েছে একটি সুন্দর বোঝাপড়া, আঙ্গ ও বিশ্বস্ততার সম্পর্ক। ফলশ্রুতিতে, সুশীল সমাজ ও ব্যবসায়িক প্রতিষ্ঠান হিসেবে আমাদের গুরুত্ব ও প্রয়োজনীয়তা অনুভব করছে এবং স্বীকৃতিও দিচ্ছে। প্রাকৃতিক দুর্যোগ, শিক্ষা সহায়তা, চিকিৎসা, আর্থিক সাহায্য ও চরম সংকটে সহযোগিতার মাধ্যমে কোম্পানী তার সামাজিক দায়িত্ব অব্যাহত রেখেছে। কোম্পানী ২০১৮ সালে কর্পোরেট সামাজিক দায়বদ্ধতা খাতে ৮.৮২ মিলিয়ন টাকা ব্যয় করেছে।

মানব সম্পদ ও প্রশিক্ষণ ব্যবস্থা

আমরা বিশ্বাস করি, মানব সম্পদ হচ্ছে কোন প্রতিষ্ঠানের সবচেয়ে বড় চালিকা শক্তি। কর্মকর্তা কর্মচারীদের উত্তীবনীমূলক কাজে উৎসাহ দেয়া, ধ্যান ধারনার বাইরে চিন্তা করে, গতনুগতিক প্রক্রিয়ার পরিবর্তন এবং অনুক্রমের সামর্থ্য হস্তক্ষেপ হতে বিরত থেকে অর্জিত ফলাফলের জন্য সর্বাত্মক সহযোগীতায় আমরা সচেষ্ট। কোম্পানীতে কর্মচারীদের শেখার অংশ এবং পরিবর্তনে অভিযোজিত হওয়ার জন্য সহায়ক। মানুষ হচ্ছে সাফল্যের চাবি কাঠি আর প্রযুক্তিকে কেবল ক্রয় কিংবা অনুকরণ করা যায়। মানুষ কেবল শুধু অনুকরণই করতে পারেনা বরং সে অন্যের ধারনা, দায়িত্বশীল, উত্তীবন এবং সাংস্কৃতিক মূল্যবোধকেও অনুসরণ করে। একটি প্রতিষ্ঠানের জনবলকে বৃদ্ধিদীপ্ত মূল্যবন্ধন হিসাবে গণ্য করা হয়। কোম্পানী দালান কোঠায় বিনিয়োগ করে থাকে এবং সে বিনিয়োগ যথাযথ ভাবে পরিচালনা করে বুদ্ধিমত্তার সাথে কোম্পানীর সাফল্য এবং ধারাবাহিক সুযোগ সুবিধা অর্জন করে থাকে। আমরা সকলেই জানি যে, স্বাস্থ্যকর পরিবেশে কর্মকর্তা-কর্মচারীরা কাজকে উপভোগ করে থাকে এবং এরপ পরিবেশে তারা কাজ করতে গর্বোৰোধ করে। সময়ের প্রয়োজনে এবং চাহিদা পুরণের জন্য আমরা আর্থিক স্তরে নতুন জনশক্তির পাশাপাশি মধ্যম এবং উচ্চ স্তরে প্রয়োজনীয় দক্ষ ও অভিজ্ঞ কর্মকর্তা নিয়োগ দান করে থাকি। এছাড়া উন্নয়ন এবং ডেক্স কর্মকর্তাদের পেশাগত মান উন্নয়নের জন্য প্রধান কার্যালয় ও জোনাল অফিসসমূহে কোম্পানীর প্রশিক্ষণ বিভাগের মাধ্যমে নিয়মিতভাবে ব্যাপক প্রশিক্ষণের ব্যবস্থা নেয়া হয়েছে। মানব সম্পদের দক্ষতা অর্জনের জন্য আমরা আমাদের কর্মকর্তাদের বাংলাদেশ ইন্স্যুরেন্স একাডেমী, বাংলাদেশ ইন্স্যুরেন্স এসোসিয়েশন এবং দেশে-বিদেশের অন্যান্য প্রশিক্ষণ প্রতিষ্ঠানে প্রেরণ করে থাকি। পাশাপাশি কোম্পানীর সার্বিক কর্মকাণ্ড এবং সেবার মান উন্নয়নের জন্য গবেষণা কর্মকাণ্ডকে গতিশীল করা হচ্ছে। সর্বোপরি আমরা আমাদের কোম্পানীর প্রতি দায়িত্বশীল, পেশাগত ক্ষেত্রে দক্ষ এবং আমাদের কর্পোরেট শ্লোগান হচ্ছে “দক্ষতাই শক্তি”।

কর্মকর্তা-কর্মচারীদের সুযোগ-সুবিধা

কোম্পানী এর কর্মকর্তা-কর্মচারীদের কল্যানের দিকে সর্বদা সর্বোচ্চ দৃষ্টি দিয়ে থাকে। কোম্পানীর কর্মকর্তা-কর্মচারীদের কল্যাণ বলতে বুকায় বেতন-ভাতা ব্যতীত অন্যান্য আর্থিক সুযোগ-সুবিধা প্রদান। ফারইষ্ট ইসলামী লাইফ ইন্স্যুরেন্স কোম্পানী লিমিটেড সর্বদাই কর্মকর্তা-কর্মচারীদের কল্যানের বিষয়কে অগ্রাধিকার দিয়ে থাকে। ইতিমধ্যে ফারইষ্ট ইসলামী লাইফ ইন্স্যুরেন্স কোম্পানী লিমিটেডের সকল ডেক্স ও উন্নয়ন কর্মকর্তাদের জন্য স্বীকৃত ভবিষ্যৎ তহবিল সুবিধা, গ্রাহ্য প্রবর্তন করা হয়েছে। অতি সম্প্রতি কোম্পানী কর্মকর্তা ও কর্মচারীদের জন্য গৃহনির্মাণ বিনিয়োগ প্রকল্প, গাড়ী ক্রয় খণ্ড সুবিধা এবং কল্যাণ তহবিল সুবিধা প্রবর্তন করেছে।

আমরা কোম্পানীকে একটি যুগেপযোগী প্রাতিষ্ঠানিক কাঠামোতে দাঁড় করাতে চেষ্টা চালিয়ে যাচ্ছি। ইতোমধ্যে কোম্পানীর একক বীমা এবং সার্বজনীন বীমার সার্বিক কার্যাবলী পুনর্বিন্যাস করে প্রশাসনিক ক্ষেত্রে গতিশীলতা বাড়াতে পদক্ষেপ নেওয়া হয়েছে। বিশ্বায়নের চ্যালেঞ্জ মোকাবেলার জন্য আমরা কোম্পানীর বিভিন্ন কর্ম কৌশলকে অফিস তথা মাঠ পর্যায়ে আধুনিক প্রযুক্তির সমন্বয়ে বিকেন্দ্রীকরণ করেছি এবং ডেক্স ও উন্নয়ন কর্মকর্তাদের দেশে-বিদেশে প্রশিক্ষণের মাধ্যমে দক্ষ জনশক্তি হিসেবে গড়ে তুলেছি, যাতে কোম্পানীর সম্মানিত পলিসি গ্রাহকগণকে তারা দ্রুত সেবাদানে অগ্রণী ভূমিকা পালন করতে পারে।

জাতীয় রাজস্ব অবদান

ফারইষ্ট ইসলামী লাইফ ইন্স্যুরেন্স কোম্পানী লিমিটেড জাতীয় রাজস্ব সংগ্রহে গুরুত্বপূর্ণ অবদান রেখে আসছে। দেশের প্রচলিত আইন অনুযায়ী কোম্পানী কর্পোরেট নাগরিক হিসেবে তার নিজস্ব আয়ের উপর কর প্রদান করে থাকে। এছাড়াও কোম্পানী নিয়মানুযায়ী সেবা কর, স্ট্যাম্প ডিউটি, মূল্য সংযোজন কর, লভ্যাংশ বন্টন কর এবং অন্যান্য শুল্ক ও কর জাতীয় কোষাগারে জমাদান করছে। ২০১৮ সালে কোম্পানী ভ্যাট, ট্যাক্স, শুল্ক ও অন্যান্য কর বাবদ ৪৭৭.৫৪ মিলিয়ন টাকা সরকারের রাজস্ব কোষাগারে জমা প্রদান করেছে।

সাবসিডিয়ারি কোম্পানী

ফারইষ্ট ইসলামী লাইফ ইন্স্যুরেন্স কোম্পানী লিমিটেড, ফারইষ্ট ইসলামী সিকিউরিটিজ লিমিটেড এবং ফারইষ্ট ইসলামী প্রপার্টিজ লিমিটেড নামে দুটি সাবসিডিয়ারি কোম্পানী গঠন করেছে। ২০১২ সালে ফারইষ্ট ইসলামী সিকিউরিটিজ লিমিটেড এবং ২০১৪ ফারইষ্ট ইসলামী প্রপার্টিজ লিমিটেডের নামে রেজিস্ট্রের অব জয়েন্ট স্টক কোম্পানীজ এন্ড ফার্মস হতে ইনকোর্পোরেশন সার্টিফিকেট লাভ করে এদের কার্যক্রম চালিয়ে যাচ্ছে।

আইনি অবস্থা

কোম্পানীকে ২০১৮ সালে বিভিন্ন নিয়ন্ত্রক সংস্থা, আদালত বা ট্রাইবুনাল কর্তৃক কোন উল্লেখযোগ্য আদেশ প্রদান করা হয়নি যা এর চলমান পরিস্থিতির উপর প্রভাব ফেলবে অথবা ভবিষ্যতে এর কর্মের উপর প্রভাব ফেলবে।

শেয়ারধারণ সংক্রান্ত তথ্য

আমরা নিশ্চিত করছি যে, কোম্পানীর শেয়ার ধারণ এবং শেয়ার হস্তান্তর উভ বছরে সংবিধিবদ্ধ নিয়মানুযায়ী হয়েছে। এবছরে প্রবর্তকদের দ্বারা কোন মূলধন পাঠানো হয়নি। কোম্পানীর মোট শেয়ার সংখ্যা ৭,৪৭,৪২,৭৫১ টি। শেয়ার সংক্রান্ত বিস্তারিত তথ্য সূচীপত্রে “Shareholding Structure” বর্ণিত করা হয়েছে।

শেয়ারহোল্ডারগণের সাথে যোগাযোগ ও সম্পর্ক

শেয়ারহোল্ডারদের স্বার্থকে আমরা সবসময় সর্বোচ্চ অগ্রাধিকার দিয়ে থাকি। কোম্পানীর শেয়ারহোল্ডারগণ শেয়ার বিভাগে এসে তাদের কাঞ্চিত তথ্য ও সেবা পেতে পারেন। কোম্পানী একটি আধুনিক ও যুগোপযোগী শেয়ার সফ্টওয়ার এর মাধ্যমে শেয়ারহোল্ডারদেরকে প্রয়োজনীয় সেবা ও তথ্য প্রদানের ব্যবস্থা করেছে। জন্মালয় থেকে এ প্রতিষ্ঠান কোম্পানী আইন ১৯৯৪ এর বিধি-বিধান মোতাবেক যথারীতি নিয়মিত বার্ষিক সাধারণ সভা আয়োজন করে আসছে, যার মাধ্যমে শেয়ারহোল্ডারদেরকে কোম্পানীর আর্থিক ফলাফল, অগ্রগতি, উন্নতপূর্ণ কার্যক্রম ও উন্নয়ন সম্পর্কে অবহিত করা হয়। ফলশ্রূতিতে শেয়ারহোল্ডারগণ কোম্পানী সম্পর্কে নানা ধরনের প্রয়োজনীয় তথ্য যথাসময়ে পেয়ে থাকেন।

পরিচালকদের সম্মানী

কোম্পানী পরিচালনা পর্যবেক্ষণের সদস্যদের আইন ও বিধি বিধান অনুযায়ী শুধু মিটিং ফি প্রদান করে থাকে। বিস্তারিত বিবরণী অত্র রিপোর্টের Annexure - 1, “Attendance of the Meeting-2018” এ বর্ণনা দেওয়া হয়েছে।

পরিচালকদের অবসর গ্রহণ এবং নির্বাচন

কোম্পানী আইন, ১৯৯৪ এবং কোম্পানীর আর্টিক্যালস অব এসোসিয়েশনের ৯৪ অনুচ্ছেদ অনুযায়ী প্রত্যেক বার্ষিক সাধারণ সভায় এক-ত্রৈয়াংশ পরিচালক পর্যায়ক্রমে অবসর গ্রহণ করবেন। উদ্যোক্তা পরিচালক উদ্যোক্তা শেয়ারহোল্ডার কর্তৃক, শেয়ারহোল্ডার পরিচালক শেয়ারহোল্ডার কর্তৃক এবং স্বাধীন পরিচালক পরিচালনা পর্যবেক্ষণে নির্বাচিত হবেন এবং বার্ষিক সাধারণ সভায় শেয়ারহোল্ডার কর্তৃক অনুমোদিত হবেন।

উদ্যোক্তা পরিচালক

কোম্পানীর আর্টিকেলস্ অব এসোসিয়েশনের ৯৪তম অনুচ্ছেদ অনুযায়ী উদ্যোক্তা পরিচালকগণ ১৯তম বার্ষিক সাধারণ সভায় অবসরগ্রহণ করবেন এবং তারা যোগ্য হওয়া সাপেক্ষে পুনঃনির্বাচিত হতে পারবেন।

পাবলিক শেয়ারহোল্ডার পরিচালক

কোম্পানীর আর্টিকেলস্ অব এসোসিয়েশনের ৯৪তম অনুচ্ছেদ অনুযায়ী ১৯তম বার্ষিক সাধারণ সভায় নিয়ম অনুযায়ী পাবলিক শেয়ারহোল্ডার পরিচালকগণ অবসর গ্রহণ করবেন এবং তারা যোগ্য হওয়া সাপেক্ষে পুনঃনির্বাচিত হতে পারবেন।

এ ছাড়াও উল্লেখ্য, পাবলিক শেয়ারহোল্ডার পরিচালক নির্বাচনের বিজ্ঞপ্তি ২৫শে এবং ২৬ শে জুলাই ২০১৯ তারিখে দৈনিক প্রভাতী খবর ও দৈনিক নিউজ টু-ডে পত্রিকায় প্রকাশিত হয়েছে এবং নির্ধারিত সময়ে নির্বাচন অনুষ্ঠান সংক্রান্ত সকল প্রস্তুতি ইতিমধ্যে সম্পন্ন করা হয়েছে।

ইন্ডিপেন্ডেন্ট পরিচালক

বাংলাদেশ সিকিউরিটিজ এড এক্সচেঞ্জ কমিশনের প্রকাশিত প্রজ্ঞাপন অনুযায়ী ইন্ডিপেন্ডেন্ট পরিচালক নিয়োগ দেয়া হয়েছে। ইন্ডিপেন্ডেন্ট পরিচালকগণ তাদের কাজে পূর্ণ স্বাধীনতা ভোগ করে থাকেন। কোম্পানীতে নিয়োগকৃত ইন্ডিপেন্ডেন্ট পরিচালকগণ নিজ নিজ পেশা ও ব্যবসার ক্ষেত্রে অত্যন্ত দক্ষ ও অভিজ্ঞ।

প্রশংসা ও কৃতজ্ঞতা

আপনারা আমাদের প্রতি যে আস্থা রেখেছিলেন তার জন্য আমরা আপনাদের প্রতি অগাধ কৃতজ্ঞতা প্রকাশ করছি। আপনাদের অবিরাম সহায়তা কোম্পানীর প্রবন্ধিতে সহায়তা করেছে। আমরা কর্মকর্তা এবং কর্মচারীদের প্রচেষ্টার সর্বদা প্রশংসা করি, যাদের প্রতিক্রিতি এবং কঠোর পরিশ্রম আমাদের সাফল্যের মূল ভিত্তি। একই সাথে, আমরা আমাদের শেয়ারহোল্ডার, কাষ্টমার, বীমা উন্নয়ন ও নিয়ন্ত্রন কর্তৃপক্ষ (আইডিআরএ), বাংলাদেশ ইন্সুরেন্স এসোসিয়েশন (বিআইএ), বাংলাদেশ ব্যাংক, সংশ্লিষ্ট সরকারী সংস্থা, নিয়ন্ত্রক সংস্থা এবং অন্য সকল ব্যক্তি এবং প্রতিষ্ঠান আমাদের সাথে ব্যবসা কার্যক্রম যুক্ত হয়েছে তার জন্য আমরা আপনাদের সকলের নিকট কৃতজ্ঞ। ধারাবাহিকভাবে প্রদর্শিত আমাদের অগ্রাধিকার হল আমরা আপনার আস্থার প্রাপ্ত্য। আমাদের অগ্রাধিকার হলো ধারাবাহিকভাবে আপনাদের প্রাপ্ত্য প্রদানের শাখ্যে আস্থা অর্জনে সর্বদা সচেষ্ট থাকা।

আল্লাহ আমাদের সকলের সহায় হোন, আমীন।

মাআস্সালাম,
পরিচালকমণ্ডলীর পক্ষে,

(মোঃ নজরুল ইসলাম)

চেয়ারম্যান

০৭ আগস্ট ২০১৯

ঢাকা

SOME MEMORABLE EVENTS



Honorable Chairman Mr. Md. Nazrul Islam is delivering speech in Business Conference 2018



Celebration of 43rd Anniversary of National Mourning Day 15 August 2018



Honorable Chairman Mr. Md. Nazrul Islam is delevring speech in Division Conference at Rangpur



Death claim cheque handed over by honorable chief guest Mr. H.N Ashequr Rahman MP at Rangpur



Death claim cheque handed over by honorable cheif guest Mr. Borhan Uddin Ahmed, Member of IDRA



Reception to Mr. H.N Ashequr Rahman MP and Mr. Gokul Chand Das, Member of IDRA in Division Conference at Rangpur



18th Annual General Meeting at Fareast Tower



Honorable Chairman of the Company, Mr. Md. Nazrul Islam is receiving crest as a highest Income Tax Payer at Munshigonj District, crest handed over by Mr. A.K.M Salim Osman, MP



Reception with flower bouquet to S M Aktaruzzaman, Addl. DIG of Police & Barrister Md. Nuruzzaman at Fareast Tower



Zonal Conference 2018 at Fareast Tower



Thailand tour awarded officers with Chief Executive Officer and DMD & Company Secretary



Honorable Chairman Mr. Nazrul Islam with Japanese guest & senior executives of Fareast Islami Life at Fareast Tower



Iftar Mahfil and Dowa-2018 at Fareast Tower



Honorable Vice Chairman Prof. Dr. Iffat Jahan is delivering speech in office incharges conference at Sylhet



Reception with flower bouquet to Md. Anisul Hoque Mridha, ASP-999 (National Emergency Service)



Board Meeting at Fareast Tower



Inauguration of IT Training & Computer Lab at Fareast Tower



Reception to honorable Chairman Mr. Md. Nazrul Islam for selection of highest Income Tax payer at Munshigonj District



Honorable Chairman Mr. Md. Nazrul Islam is delivering speech in Division Incharge Conference-2018



Tour awarded officers in Thailand



Death claim cheque handed over by the Police Super of Mymensingh to the nominee of late. Jahirul Islam, Police Constable (attacked by the terrorist at Solakiya Eidgah Moydan)



Honorable Chairman Mr. Md. Nazrul Islam is delivering speech in a conference at Fareast Tower



Death claim cheque handed over by UNO, Satkaria Upazila



Hajj awarded officers with Chief Executive Officer and other Senior Executives of Head Office

RISK MANAGEMENT



"In line with its quest for implementation of Risk Management, Fareast Islami Life Insurance Company Limited (FILIC) has developed a robust Risk Management Framework. It describes the overall Risk Management methodology at Fareast Islami Life Insurance Company Limited. As a step forward in this direction, the Company has also taken up an initiative to establish a Risk Appetite Framework to integrate the risk management with strategic business objectives and define the overall risk appetite for the Company."

Risk Management

The Company recognises that risk is an integral element of the business and managed acceptance of risk is essential for generation of shareholder value. The Company's acceptance of risk is dependent on the return on risk-adjusted capital and consistency with its strategic objectives. Having accepted a risk, the Company may cede or hedge it where this is cost effective. In general therefore, the Company's control procedures and systems are designed to manage risk, rather than eliminate it. However, at certain times, there may also exist some risks for which the Company has no tolerance and which are actively avoided. The Company has in place a risk management framework with the following aims:

- Determining the risk profile of the Company i.e. the aggregate level of risks that the Company has undertaken in pursuit of profitable business.
- Identification, measurement, monitoring and control of risk for the purpose of protecting the interests of key stakeholders.
- Enhancing the Company's ability to identify and pursue opportunities that offer attractive risk-adjusted returns by providing transparent, accurate and timely risk information.
- Embedding risk-based decision-making in key management processes and fostering a culture of risk awareness.

- Limiting the Company's exposure to adverse outcomes through risk limits.
- Ensuring compliance with regulatory requirements.
- Focusing on ensuring that it possesses the appropriate capabilities and experience in managing and transferring risks.
- Minimising reputational risk.

Risk Governance Framework

In line with its quest for implementation of Risk Management, our Company has developed a robust Risk Management Framework. It describes the overall Risk Management methodology at Fareast Islami Life Insurance Company Limited. As a step forward in this direction, the Company has also taken up an initiative to establish a Risk Appetite Framework to integrate the risk management with strategic business objectives and define the overall risk appetite for the Company. At Fareast Islami Life Insurance, Risk Management vertical is responsible for development & implementation of Enterprise Risk Management in a phased manner. The Board approved risk policy ('the Policy') details identification, measurement, monitoring and control standards relating to the various individual risks. The Policy covers aspects related to:

1. Risk identification

- The Company identifies its risk exposures through a variety of techniques and processes, including:
- Stress testing of the current financial condition of the Company. Risk may be identified by reference to the statutory position of the Company.
 - Product development process by way of analysis of the sensitivity of profit margins and of profit signatures to market and insurance risks. Any liquidity or operational risk arising out of the new product or modification of existing product is assessed prior to product launch.
 - Business planning process by way of analysis of the sensitivity of the projected solvency and emergence of profit to market and insurance risks.
 - Risk and Control Self-Assessment to identify and assess operational risks in terms of their likelihood and impact by each business unit within the Company.

2. Risk measurement

The Company uses the following approaches to measure its risk exposure:

- Risk to the Evaluation : Value at Risk of the Evolution is an appropriate measure of risk exposure for market, credit and insurance risks. The value at risk is measured by calculating the reduction in the evolution under extreme economic and noneconomic scenarios. The stresses are benchmarked to European Insurance and Occupational Pensions Authority standards as they develop, subject to appropriate adjustments for local conditions and the Company's stage of development.
- Risk to the growth of the Evaluation: In addition to the risk to the current evaluation, the Company also considers risks that impede future growth of the evaluation like insufficient new business profit growth and over-run in acquisition or renewal expenses, caused by adverse deviation of actual unit costs from planned unit costs.
- Risk to the statutory position: The Company considers the impact of market risk on its statutory position and assesses the quality of its performing a resilience test periodically on the quasi-regulatory balance sheet. The quasi-regulatory balance sheet is obtained by marking to market the assets on the regulatory balance sheet. The liabilities are determined with reference to the market value of assets and by preserving the margins for adverse deviation in

accordance with applicable regulation and professional guidance. The quasi-regulatory Balance Sheet is subjected to economic shocks and the solvency ratios and free assets under the stress scenarios are monitored.

- Key Risk Indicators and loss data for operational risk.
- Liquidity Ratio of its highly liquid assets to its near term liabilities, after allowing for any constraint on the fungibility of its assets.

3. Risk monitoring

The Company is committed to recognizing and managing its risks in a proactive, ongoing and positive manner. The Risk Management Policy outlines the strategy for risk management and determines the processes and identifies tools for realizing its objectives. The management reviews all the risk and present a risk report to the Board on a quarterly basis. The management may inform the Board of the key findings at its discretion. Based on the Board reports, representatives of promoter shareholders may consider the risks to their respective operations.

4. Risk control

Identified risks are managed by one or more of the following techniques:

- Retention (acceptance)
- Avoidance
- Transfer or
- Reduction (mitigation)

The nature of the controls implemented and the level of control exercised are based upon the :

- Potential severity of the risk
- Frequency of the risk occurring
- Cost of implementing controls relative to the significance of the risk and
- Risk Appetite

Risk Management

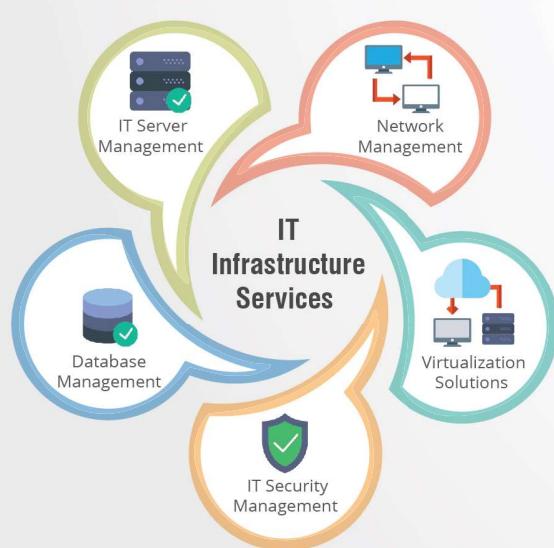
The Risk Management team is responsible for development of overall risk management framework at Fareast Islami Life. The framework encompasses risk management activities integrated with the Business Objectives of Fareast Islami Life and forms the base for compliance, monitoring & reporting of those activities.



INFORMATION TECHNOLOGY



Information technology has become ever so important and takes a vital role in all industries specially in the insurance system. The insurance market is an information based market since there is lot of gathering, processing and distribution of information and thus information technology is needed to manage all this information. As our endeavor is to create a stronger digital connect, expand our product portfolio to meet the changing needs of our customers and add value to their association. So, Fareast Islami Life Insurance Co Limited IT department is taking necessary initiatives to satisfy the demand of new transforming the business of the 21st century maintaining guideline of Insurance Development Regulatory Authority (IDRA) and roadmap of Digital Bangladesh Vision 2021.

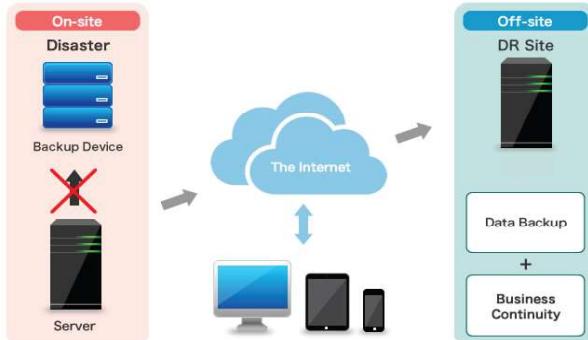


Computers are now being used extensively for creating a storing data, information with the help of complex and sophisticated technological tools in every kind of business of insurance system. Computerization makes fast processing, efficiency, cost saving and introducing Green environment. It eliminates a great deal of paper handling and travel cost once required by insurance development officers.

With the advent of the Internet, online processes are replacing conventional models of Insurance system. The greatest impact in online technology has been achieved by e-commerce. E-commerce is attractive both to buyers and sellers as it reduces search costs for buyers and inventory costs for sellers. For ensuring to provide the best service to their policy holders Fareast Islami Life Insurance is working for further improvement of IT infrastructure, Connectivity, Security etc.

To deliver the insurance related information to users doorstep now policy holders can check their policy related information like payment information, due date etc through Company website (www.fareastislamilife.com). Latest information including major activities, circulars, achievements, new policy, plans financial & management information now available to the company website. All information of the website updated regular basis by IT department.

Recently for enhancing service new fareast mobile apps has developed so that policy holders may check updated policy information using their mobile globally as and when basis. Product information, premium calculator, office information, pay premium etc are also accessible through these apps. Considering business development company insurance agents now can check their business, policy sale status and customer related information at any time through their mobile.



For enhancing, IT services and redundancy Near Data Center (NDC) has established at Narayangang. Business continuity during worst situation including recovering all IT services in time has considered during establishing this NDC. For ensuring the redundant service redundant power, cooling, connectivity etc has been considered. World class hardware, network, power, surveillance system has installed to satisfy the demand.

As a part of implementation paperless office & automation, E-mail system has become an integral part of present communication system of the company. Automated HR & payroll system, E-inventory management system, IT helpdesk desk management system has already developed and maintained by Fareast IT department.

For implementation of prompt and transparent service digital Premium Receipt (PR) system has introduced most of the offices including service centers & zonal offices. To provide the digital PR facility to organizational offices more than three hundred organizational offices has promoted to model organizational offices and provide computer, printer, Scanner etc. IT equipment has delivered to modernize the offices and training to related officers is going on to satisfy the demand for automation of insurance system of modern era.



For improving security system new surveillance system, access control system with fingerprint has implemented to all departments throughout the Head office. Maintenance, supervision and expansion of existing servers, network, Power & cooling system, surveillance system properly maintained by skill Engineers of IT department. For ensuring reliable and secured environment, Data center has equipped with world renowned Cisco Firewall, core switch, access level switch router etc. For ensuring security all divisional offices, service centers & zonal offices are equipped with IT devices and connected with the Data center. Application servers, Database servers and get the resources through Virtual Private Network.



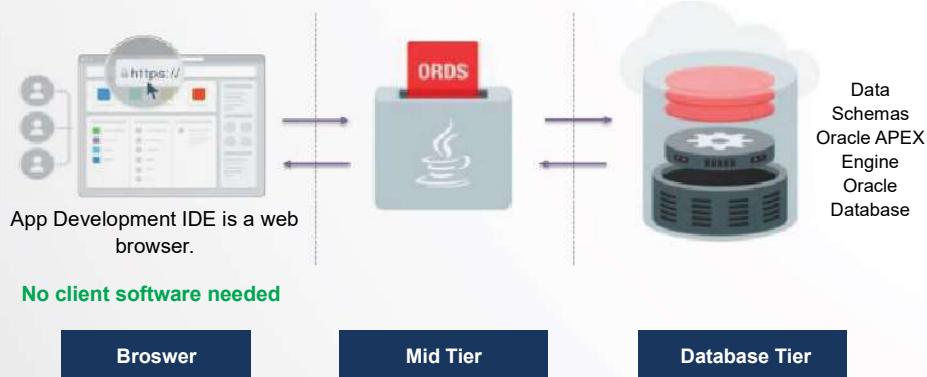
Considering faster service to the policyholders a number of zonal offices which were connected with modem upgraded to optical fiber connectivity and 3G modem replace with 4G modem. To satisfy business demand replacement of old computer through new brand computer is going on as a regular process.

Training on IT system throughout the company for hardware, software and network has become an integral part of service of IT department. Training on software applications for all departments like for digital PR, BEFTN, maturity claim, HR & payroll management system, attendance management is going on regular basis by the skilled Engineers of the IT team.

For maintaining fast and better service, a bright energetic hardware, network and software support team is working dedicatedly to resolve IT related issues for all divisional offices, service centers, zonal offices & model organizational offices. Software development team is working to develop different software modules to satisfy the demand of business. Considering prompt service all types of computer hardware & network related problem solved by highly skilled in-house engineers.



For digital transformation & accessibility, all business-related paper conversion to image including document management & storage management is under consideration to the management and hope fully will be start shortly.



Considering better service & communication to the policy holders, process of installation "Customized relation management" (CRM) based call center is on process and will be completed shortly. Moreover for faster communication with the inbound & overseas offices and reducing transportation cost, the project for implementation Video Conference system is under consideration in next development phase.

CORPORATE GOVERNANCE



Accountability, Fairness, Responsibilities and Transparency are the four pillars of Corporate Governance. Corporate Governance is self regulation integrated into a business model. Good governance helps and ensure to safeguard the interest of stakeholders. The Company has a healthy corporate governance structure and is committed to maintain sound corporate governance principles and practices.

Corporate Governance

Fareast Islami Life Insurance Company Limited has a strong policy of fair, transparent and ethical governance practices. The Board of the Company is committed to adhere to the sound principles of Corporate Governance. We believe in adopting and adhering to the best recognized corporate governance practices and continuously benchmarking itself against each such practices to ensure that the interests of policyholders and all the stakeholders is protected through ethical behavior and transparent decision making process. The Board understands its fiduciary role and responsibility towards the stakeholders and is committed to meet their expectations. The Company believes in adopting and adhering to the best standards of corporate governance to all the stakeholders. Fareast Life considers that its corporate governance practices comply with all the aspects of BSEC Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August, 2012. In addition to establishing high standards of corporate governance, Fareast Islami Life also considers best governance practices in its activities. The independent role of Board of Directors, Separate and Independent role of Chairman and Chief Executive Officer, distinct role of Chief Financial Officer, Company Secretary and different Board Committees allow Fareast Islami Life Insurance Company Limited to achieve excellence in best corporate governance practices.

Board of Directors

The Board of Fareast Islami Life Insurance Company Limited considers that its membership should comprise of directors with an appropriate mix of skills, experience and personal attributes that allow the directors, individually and the Board, collectively, to discharge their responsibilities and duties, under the law, efficiently and effectively, understand the business of the company and assess the performance of the management.

Composition

The Board of Fareast Islami Life Insurance Company Ltd. comprises of Nineteen members of which are two Independent Directors.

All the Directors possess a wide range of skills and experience over a range of professions, business and service. Each of our directors brings in independent judgment and considerable

knowledge to perform their roles effectively. The Board of Directors ensure that the activities of the company are strict and highest possible ethical standards and in the best interests of the stakeholders.

Membership of Independent Director

The Company appointed 2 Independent Directors namely Mr. Md. Jahidul Islam FCA & Mr. Redwan Farid Sami. One of them (Mr. Kazi Farid Uddin Ahmed FCA) is the Chairman of the Audit Committee. He is a professional Chartered Accountant with diversified skills and knowledge.

Tenure and Retirement of Directors

The office of Directors is subject to retirement as per Articles of Association of the Company. At least one-third of the Directors from each group shall retire by rotation in every Annual General Meeting, but remains eligible for re-election. Casual vacancies, if any are filled by the Board in accordance with the stipulations of the Companies Act, 1994 and Article of the Company. The Independent Director is appointed by the Board of Directors meeting and approve by the shareholders in Annual General Meeting for a term of three years.

Directors' Compensation

Except the Chief Executive Officer, none of the Directors holds any position and does not receive any remuneration other than fees for attending the Board/Committee meetings. The maximum fees payable to Directors is Taka 8,000 for attending each meeting. In the year 2018, nine Board Meetings were held to discuss scheduled businesses of the Company.

Role and Responsibilities of the Board of Directors

The Board of Directors committed to the company seeking to achieve superior financial performance, long term prosperity and remains concerned to protect the interests of all stakeholders, while meeting stakeholders' expectations of sound corporate governance practice. The Board has the responsibility to periodically review and approve the overall strategies, business policy, organization and significant policies of the company. In discharging the above responsibilities, the Board carries out the

following functions as per the charter of the Board.

- Determine, monitors and evaluate strategies, policy, management performance criteria, objectives, business plan etc.
- Ensuring that decisions and investment are consistent with long term strategies goals.
- Ensuring and guiding management to manage external stakeholders.
- Approving the company's Annual Report & reviewing its periodical financial report.
- Ensure the compliance with all relevant laws and regulations.
- Review the Report of the audit committee.
- Delegation to Board committees and management and approval of transactions in excess of delegated level.
- Ensuring proper decision making and accountability structure throughout the company.
- Approval of annual budget including major expenditure proposals.
- Regular review of financial performance and overdue situation.
- Appointment and evaluation of the performance of the top management position.
- Monitoring the adequacy, appropriateness and operation of internal controls.
- Appointment Independent Director.
- Appointment consultants and other Advisors in compliance with the norms.

Role and Responsibilities of Chairman of the Board of Directors and Chief Executive Officer

In line with the best practices and to ensure appropriate supervision of the Management, the roles and responsibilities of Chairman of the Board of Directors and the Chief Executive Officer are separated with clear division of responsibilities as defined and documented after proper approval.

Chairman

The Chairman leads the Board and also responding for the effective performance of the Board. The Chairman continuously works together with the rest of the Board members in setting the policy framework and strategies to align the business activities driven by the senior management with the company's objectives and aspirations through monitoring the implementation.

The Chairman ensures orderly conduct and proceedings of the Board, where healthy debate on issues being deliberated is encouraged. The Chairman takes the lead to ensure the appropriateness and effectiveness of the succession-planning program for the Board and senior management levels. He also promotes a healthy working relationship with the Chief Executive Officer and provides the necessary support and advices. He continues to demonstrate the highest standards of corporate governance practices.

Chief Executive Officer

Chief Executive Officer is responsible for overseeing the day- to-day operations to ensure smooth and effective operation of the company. Furthermore, he is responsible for mapping the long term and short term plans for Board approval and is accountable for implementing the policies and decisions of the Board as well as co-ordinating the development and implementation of business and corporate strategies. The Chief Executive Officer ensures that the financial management practice is performed at the highest level of integrity and transparency for the benefit of the stakeholders.

Role of the Company Secretary

The Company Secretary provides assistance to the Board of Directors and the Management. He is responsible for advising the Board of Directors on issues relating to compliance with the relevant laws, rules, procedures and regulations as well as best practices of corporate governance. The company Secretary keeps the records of the company's compliance or non-compliance status of the conditions imposed by Bangladesh Securities and Exchange Commission (BSEC) and other regulatory authorities.

Internal Control

A sound system of internal Audit & Compliance requires a defined organizational and policy framework. The Board is responsible for ensuring that the Company has an adequate and effective control system in place. Fareast Islami Life Insurance Company's Internal Audit is an Independent function that reports functionally to the Audit Committee and administratively to the Cheif

Executive Officer. The functional reporting includes matters relating to Audit Charter, risk assessment and related Audit plans, results of internal audit activities and other matters that the head of Internal Audit deems necessary.

The internal Audit & Compliance Department of the Company carrying out the regular Internal Audit of all divisions, departments and offices. The Committee regularly reviewed the internal Audit & Compliance functions. The Internal Audit Report is forwarded to the members of the Board where detailed discussions are being made on the examinations, findings and recommendations. The following activities are carried out by the Internal Audit Department :

- To review the effectiveness of Company's internal control and management information systems.
- To ensure implementation of Shariah principles in the business operation of the Company and establishing company's values.
- Internal audit team works closely with external auditors and meets them regularly to discuss matters of mutual interest to strengthen working relationship and to co-ordinate audit efforts.
- Internal audit is to develop and maintain a quality assurance and improvement program which covers all aspects of the internal audit activities.
- It reviews Company's Financial Statements and oversees its compliance with applicable auditing, accounting and reporting requirements.

Statutory Auditor

Appointment of Statutory Auditor is regulated by the Companies Act 1994 and by Securities & Exchange Rules 1987. The current statutory Auditor is Mahfuz Huq & Co. Chartered Accountants. According to BSEC order, a statutory Auditor can continue in office for maximum three consecutive years. The statutory auditor works here independently and review the financial statements before submission to the Board for approval. The company has duly complied with the regulatory requirements as stipulated by the BSEC presented to the shareholders as a part of the Annual Report.

Board Committees

The Board has constituted the following sub-committees to assist its activities:

Executive Committee

Executive Committee (EC) of the Board consists of seven members. Beyond the delegation power of management, Executive Committee makes a decision upon all routine and day to day operational functioning of the Company. Besides, according to Executive Committee's charter discharge the following duties:

Administrative

To approve recruitment of the Staff/Officers of all Grades and the Executives upto the Vice President Level through interview and to make primary selection of the Executives from the SVP and above both in desk and development side and submit the matter to the Board for final decision.

To consider and approve the promotion of the Staff/Officers of all Grades and the Executives upto the VP level and to refer/recommend the case of promotion of the Executives from the SVP and above to the Board for approval in respect of both the Desk and Development.

To approve transfer of the officers from AVP to the VP level and award punishment including demotion as per Rules of the Company. Such cases above the post of the VP be referred/recommended to the Board for decision.

To recommend Reward/Special Increment to those outstanding cases of the employees, when necessary and refer to the Board for approval.

To study/scrutinize/approve such measures which will expedite/increase the administrative functions of the Management leading to the augmentation of the overall output of the Company and refer to the Board, if necessary.

Any other matter that may be required for immediate decision/approval.

Financial

To approve printing and purchase of the necessary materials for the Company as under:

(a) Through spot quotation or press tender basis upto Taka10,00,000.00 (Taka ten lac) only in single instance/item.

(b) Amount exceeding Taka10,00,000.00 (Taka ten

IAC) be referred to the Board for approval/decision.

- To suggest and recommend to the Board for Investment of Company's fund.
- To approve advance rent upto 50% (fifty percent) on the total rent of the term of the lease but not exceeding rent for 30 (thirty) months.

Organizational

- To approve opening of the branches and selection/hiring of the office premises with terms and conditions including payment of advance rent within the ceiling as approved by the Board.
- To approve advertisement for publicity for development and improvement of business and image of the Company through different Media within the ceiling as approved by the Board.
- To frame, develop and plan new Projects/Schemes for introduction / implementation by the Company and recommend the same to the Board for approval /decision.
- To approve training to the employees/officers including development officers/ executives for improving their professional knowledge efficiency and skill.

Audit Committee

An Audit Committee is an operating committee of the Board of Directors charged with oversight of financial reporting and disclosure. Committee members are drawn from members of the company's Board of Directors. The committee assists the Board of Directors fulfill its corporate governance and overseeing responsibilities in relation to an entity's financial reporting, internal control & Compliance system, internal and external audit functions.

Composition of the Audit Committee

In accordance with the currently accepted best practice and Corporate Governance Guidance of BSEC, the Board appointed Audit Committee comprised of five members including one independent director. The Chairman of the Committee is an independent Director. He is a Professional Chartered Accountant has vast experience in Audit, Accounting and financial reporting in Insurance sector. The Committee is responsible to report to the Board of Directors.

Role of the Audit Committee

Terms of Reference of the Audit Committee which clearly defines the role and responsibility of the Audit Committee are periodically reviewed with the concurrence of the Board of Directors. This process ensures that new developments and concerns are adequately addressed.

The main objective of the Audit Committee is to assist the Board of Directors to effectively carrying out its responsibilities relating to financial and other connected affairs of the Company. The Committee is empowered to:

- Examine any matter relating to the financial and other connected issues of the company.
- Review all Internal and External Audit and Inspection programs.
- Review all Internal and External Audit reports and follow up on recommendations.
- Review the existence of Internal Control Systems and procedures in operation.
- Review the quality of Accounting Policies to Statutory and Regulatory Compliance.
- Ensure that a well managed sound financial reporting system is in place to provide timely reliable information to the Board of Directors, Regulatory Authorities, Management and all other stakeholders.
- Ensure that the Company's policies are firmly committed to the highest standards of good corporate governance practices and operation conform the highest ethical standards and in the best interests of all Stakeholders.

Activities of Audit Committee

The Committee carried out the following activities:

Financial Reporting

The Committee reviewed the financial reporting system in place to ensure reliability of the information provided to the stakeholders and strict adherence and compliance to the accounting policies and requirements of Bangladesh Accounting Standards (BAS). Having assessed the internal financial controls, the Committee is of the view that reasonable assurance of the Company's assets are safeguarded and that the financial position of the Company is sound enough.

Regulatory Compliance

The Company's procedures in place to ensure Compliance with the Insurance Development and Regulatory Authority's (IDRA) instructions and statutory requirements were under close scrutiny. The Committee monitors the due compliance with all requirements through the statements on compliance status submitted by the Board Audit Team.

Reporting to the Authorities

If the Audit Committee has reported to the Board of Directors about anything which has material impact on the financial condition and results of operation and has discussed with the Board of Directors and the management that any rectification is necessary and if the Audit Committee finds that such rectification has been unreasonably ignored, the Audit Committee should report such finding to the Bangladesh Securities & Exchange Commission, upon reporting of such matters to the Board of Directors for three times or completion of a period of 6 (six) months from the date of first reporting to the Board of Directors, whichever is earlier.

Reporting to the Shareholders and General Investors

Report on activities carried out by the Audit Committee, including any report made to the Board of Directors under condition 3.4.1 (ii) above during the year, should be signed by the Chairman of the Audit Committee and disclosed in the annual report of the company.

Statement on Abridged Responsibility of Corporate Governance

The Companies Act, 1994 requires the Directors to prepare the Financial Statements for each financial year. The Directors are responsible for preparing the Annual Report and the Financial Statements in accordance with the Companies act, 1994. International Accounting Standards (IAS), International Financial Reporting Standards (IFRS) and Bangladesh Accounting Standard (BAS) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), Bangladesh Securities and Exchange Commission (BSEC) Notification 07 August 2012 and the Listing Regulations of the Dhaka and Chittagong Stock Exchanges. The financial statements are required by law and

International Accounting Standards to present fairly the financial position of the Company and the performance for the period.

In preparing financial statements, the Directors are required to:

- Select suitable accounting policies and then apply them consistently.
- Make judgments and estimates that are reasonable and prudent.
- Ensure that the financial statements have been prepared in accordance with International Accounting Standards and International Financial Reporting Standards as adopted by the ICAB.
- Prepare the financial statements on going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping proper accounting records that disclose with reasonable accuracy of the financial position of the Company and enable them to ensure that its financial statements comply with the Companies Act, 1994. Under applicable laws and regulations, the Directors are also responsible for preparing a Directors' Report that complies with that laws and regulations.

In compliance with the requirements of the BSEC's Notification, the Directors are also required to declare certain matters in their report which inter alia include as under :

- That the financial statements and other information included in the Annual Report fairly present in all material respects, the state of affairs of the Company.
- That the preparation of the financial statements, information has been obtained from the books of accounts, which have been maintained properly as required by the law.
- That in the preparation of financial statements, the Directors have used appropriate accounting policies, consistently applied and supported by reasonable and prudent judgments.
- The Directors have the responsibility for ensuring that the financial statements have been prepared in observance of Bangladesh Accounting Standards, Bangladesh financial Reporting Standards, the Companies Act, 1994, the Securities and Exchange Rules, 1987 and all other applicable rules and regulations.
- The Directors have the general responsibilities for

taking such measures as is reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

- It is the responsibility of the Directors to conduct appropriate enquiries and analysis of financial reporting and other relevant indicators which give reasonable assurance as to the Company's ability to continue as going concern.
- To give a report on significant deviation in operating results from last year.
- To present key operating and financial data for at least last five years.
- The Directors confirm that their Report includes the report on the above matters and further confirm that the Annual Report together with the Financial Statements have been prepared in compliance with the laws, rules and regulatory guidelines.

Nomination & Remuneration Committee (NRC)

The Board of Directors formed a Nomination & Remuneration Committee (NRC) as Sub-Committee of the Board and the terms and conditions of the Committee rationalized as per corporate governance code.

Composition of the Nomination & Remuneration Committee (NRC) NRC

In accordance with the currently accepted best practice and corporate Governance Guidance of BSEC, the Board formed NRC comprised of five members including one independent director. The chairman of the committee is an Independent Director. The Committee is responsible to report to the Board of Directors.

Terms of Reference (TOR) of Nomination & Remuneration Committee (NRC)

The role of nomination and remuneration committee is to assist and to advise the board to fulfill its responsibilities to the employees of the company or matters relating to their compensation, bonuses, incentives and also nomination and remuneration issues of the employees.

Policy & Claims Committee

The Policy & Claims Committee is a Sub-Committee of the Board comprised of seventeen members. The responsibilities of the committee are clearly

assigned by the Board. The main responsibilities and functions of the committee are as follows :

- To review the Service Rules of the Company to be framed in due course including Provident Fund, Gratuity, Group Insurance and other benefits and recommend to the Board for approval/decision.
- To review the organizational structure, creation of posts, grades, salary structure of all levels and recommend to the Board for approval.
- Death claims above Taka 50,000 (Taka fifty thousand) & upto Taka 2,00,000.00 (Taka two lac) and ex-gratia payment up to Taka 1,00,000.00 (Taka one lac) be settled and approved for payment by the Policy & Claims Committee and recommend payment of death claims above Taka 2,00,000.00 (Taka two lac) & ex-gratia payment above Taka 1,00,000.00 (Taka one lac) to the Board for approval.

Purchase Committee

Purchase Committee is a Sub-Committee of the Board consists with ten members. Purchase Committee is a body to deliberate on important issues and matters relating to purchase of the company. The committee performs within the power delegated to it by the Board of Directors. The resolutions of the committee are ratified by the Board. The following functions are performed by the committee :

- To evaluation and approve the proposal of any quotation relating to purchase of goods and services.
- To analyse and consider the purchase proposal of furniture.
- To approve to purchase vehicles for employees of the company.
- To approve the proposal for printing and stationery items.
- To approve the proposal of Computer and Computer accessories, etc.
- Any other matter that may be required for immediate decision for purchase & procurement.

Investment & Real Estate Development Committee

The Board of Directors established and important sub-committee of the Board name as The Investment & Real Estate Development Committee

(IRDC) of the Board comprised of eighteen members. The responsibilities of the committee are clearly assigned by the Board. The main responsibilities and function of the committee are as follows :

- To analyse and consider the purchase/sale proposal of land, building, apartment and recommend to the Board.
- To supervise construction work of company's buildings.
- To appoint consultant as and when necessary.
- To appoint contractor as and when necessary.
- Taking decision for investment and properties development.

Academic Council

The company has formed a committee of Academic Council with eight members. The rules and responsibilities of the committee are as follows :

- To prepare the annual budget and development plan of the academy and place the same before the Board of Directors of FILIC for their approval.
- To specify the duties and responsibilities of the officers and other employees in respect of maintenance of the Books of Accounts and other registers.
- To prepare the annual accounts of the academy and other necessary statements timely and submit the same to the company.
- To facilitate audit and inspection of the books and accounts of the academy.
- To prepare and examine the syllabus and curriculum of the training courses.
- To ensure proper utilization of the funds as provided by the company.
- To perform any other duties as may be deemed necessary for the smooth functioning of the academy.

Shariah Council and Shariah Executive Committee

Fareast Islami Life Insurance Company Ltd is a islami shahriah based company. The company always adhere to compliance of shariah principles. The Company has two shariah committees named as Shariah Council and Shariah Executive Executive Committee, both of the committees are consisting of

prominenet islami scholars, economists, educationists, ex-judges and lawyears to advise the management on shariah matters relating to business and daily operational activities. The above Committee's functions are as follows :

- To comply Shariah Principles in operating entire activities of the Company and to give their views and opinion in accordance with Shariah Principles. Shariah Council shall have access at all times to the papers and documents of the Company and to require from the Company such information and explanations as the Council may think necessary for giving their opinion.
- To recommend the Board for executing decision of the Shariah Council.
- To comply Shariah guidelines, Muraqibs of the Shariah Council inspect all offices of the Company throughout the year in order to give necessary instructions and to submit their reports to the Shariah Council.
- To find out problems in implementing Shariah Principles in day to day operation of the Company and recommend to solve the problems.
- Honourable Members of Shariah Executive Committee participate to seminars, symposium, Ifter Mahfil, Milad Mahfil and get together with the Policyholders, Elites, well-wishers. Also, they participate in the formal and informal discussion as arranged by the different offices of the company on Shariah issues and inspired all concerned for compliance of Shariah.

Management Committee

Ensuring effective internal control framework FILIC has a management committee. This committee is the highest decision and policy making body of the company which is responsible for overall management. Management committee is comprised of top most senior executives and the CEO is the Convenor of the committee. Meeting of the management committee is held once in a month. The main functions of the committee are to address general issues of importance, introduce new products, business perfomance analysis, set new business strategies and goals to procure business, evaluation of performance of the employees, monitor internal control system, etc.



জোহা জামান কবির রশীদ এ্যাড কোং
চার্টার্ড একাউন্টেন্টস

Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

**Report to the Shareholders of Fareast Islami Life Insurance Company Limited
on compliance of Corporate Governance Code**

We have examined the compliance with Corporate Governance of Fareast Islami Life Insurance Company Limited for the year ended 31 December 2018. This code relates to the Notification No. BSEC/CMRRC/2006-158/207/Admin/80 dated 03 June 2018 of Bangladesh Securities and Commission (BSEC).

Such compliance with Corporate Governance Code is the responsibility of the Company. Our examination is limited to the review of procedures and implementation thereof as adopted by the management of the Company for ensuring the compliance with the conditions of the corporate Governance Code.

This is a security and verification and an independent audit on compliance with the conditions of Corporate Governance Code as well as the provisions of Bangladesh Secretarial Standards as adopted by Institute of Chartered Secretaries of Bangladesh in so far as those standards are not inconsistent with any condition of this Corporate Governance Code.

We state that we have obtained all the information and explanations which we have required and after due scrutiny and verification thereof, we report that, in our opinion:

- (a) The Company has complied with the conditions of Corporate Governance Code as stipulated in the above mentioned Corporate Governance Code issued by the Commission;
- (b) The Company has complied with the provisions of the relevant Bangladesh Secretarial Standards as adopted by the Institute of Chartered Secretaries of Bangladesh as required by this Code;
- (c) Proper books and records have been kept by the Company as required by the Companies Act 1994, laws and regulations of Bangladesh Securities and Exchange Commission and other relevant authorities; and
- (d) The Governance of the Company is satisfactory.

For Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

Tarek Rashid
Partner

Dhaka
September 02, 2019

Zoha Zaman Kabir Rashid & Co., a partnership firm registered in Bangladesh and a member firm of MSI Global Alliance, a leading international association of independent legal and accounting firms.

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COMPLIANCE REPORT

Annexure-A

[As per condition No. 1(5) (xxvii)]

Status of compliance with the conditions imposed by the Commission's Notification No. SEC/CMRRCD/2006158/207/Admin/80 dated 3 June 2018 issued under section 2CC of the Securities and Exchange Ordinance, 1969:

(Report under Condition No. 9)

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1.1	BOARD OF DIRECTORS:			
1(1)	Size of the Board of Directors:	✓		Board comprises of 20 members including 2 independent directors
	The total number of members of the company's Board of Directors shall not be less than 5 (five) and more than 20 (twenty)			
1(2)	INDEPENDENT DIRECTORS:			
1(2) (a)	At least one fifth (1/5) of the total number of Directors shall be Independent Directors	✓		Two independent directors appointed as per sec. 76 of Insurance Act 2010
1(2)(b)	Independent Director means a Director			
1(2)(b)(i)	who either does not hold share in the company or holds less than one per cent (1%) shares of the total paid-up shares of the company;	✓		
1(2)(b)(ii)	who is not a sponsor of the company or is not connected with the company's any sponsor or director or nominated director or share holder of the company or any of its associates, sister concerns, subsidiaries and parents or holding entities who holds one per cent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship and his or her family members also shall not hold above mentioned shares in the company;	✓		
1(2)(b)(iii)	who has not been an executive of the company in immediately preceding 2 (two) financial years;	✓		
1(2)(b)(iv)	who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary or associated companies	✓		
1(2)(b)(v)	who is not a member of TREC (Trading Right Entitlement Certificate) holder, director or officer of any stock exchange;	✓		
1(2)(b)(vi)	who is not a shareholder, director excepting independent director or officer of any member or TREC holder of stock exchange or an intermediary of the capital market;	✓		
1(2)(b)(vii)	who is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of the concerned company's statutory audit firm or audit firm engaged in internal audit services or audit firm conducting special audit or professional certifying compliance of this code;	✓		
1(2)(b)(viii)	who is not independent director in more than 5 (five) listed companies	✓		

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1(2)(b)(ix)	who has not been convicted by a court of competent jurisdiction as defaulter in payment of any loan or any advance to a bank or a Non-Bank Financial Institution (NBFI); and	✓		
1(2)(b)(x)	who has not been convicted for a criminal offence involving moral turpitude;	✓		
1(2)(c)	The independent director(s) shall be appointed by the Board and approved by the shareholders in the Annual General Meeting (AGM);	✓		
1(2)(d)	The post of independent director(s) cannot remain vacant for the more than 90 (ninety) days; and	✓		
1(2)(e)	The tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) tenure only;	✓		
1(3)	Qualification of Independent Director:			
1(3)(a)	Independent director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial laws, regulatory requirements and corporate laws and can make meaningful contribution to the business;	✓		
1(3)(b)	Independent Director shall have following Qualifications:			
1(3)(b)(i)	Business Leader who is or was a promoter or director of an unlisted company having minimum paid-up capital of Tk.100.00 million or any listed company or a member of any national or international chamber of commerce or business association; or			N/A
1(3)(b)(ii)	Corporate Leader who is or was a top level executive not lower than Chief Executive Officer of Managing Director or Deputy Managing Director or Chief Financial Officer or Head of Finance or Accounts or Company Secretary or Head of Internal Audit and Compliance or Head of Legal Service or a candidate with equivalent position of an unlisted company having minimum paid up capital of Tk. 100.00 million or of a listed company; or	✓		
1(3)(b)(iii)	Former official of government or statutory or autonomous or regulatory body in the position not below 5th Grade of the national pay scale, who has at least educational background of bachelor degree in economics or commerce or business or law; or			N/A
1(3)(b)(iv)	University Teacher who has educational background in Economics or Commerce or Business Studies or Law; or			N/A
1(3)(b)(v)	Professional who is or was anadvocate practicing at least in the High Court Division of Bangladesh Supreme Court or a Chartered Accountant or Cost and Management Accountant or Chartered Financial Analyst or Chartered Certified Accountant or Certified Public Accountant or Chartered Management Accountant or Chartered Secretary or equivalent qualification;			N/A
1(3)(c)	The independent director shall have at least 10 (ten) years of experiences in any filed mentioned in clause (b);	✓		

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1(3)(d)	In special cases, the above qualifications or experiences may be relaxed subject to prior approval of the Commission,			N/A
1(4)	Duality of Chairperson of the Board of Directors and Managing Director or Chief Executive Officer			
1(4)(a)	The positions of the Chairperson of the Board and the Managing Director (MD) and /or Chief Executive Officer (CEO) of the company shall be filled by different individuals;	✓		
1(4)(b)	The Managing Directors (MD) and/or Chief Executive Officer (CEO) of a listed company shall not hold the same position in another listed company;	✓		
1(4)(c)	The Chairperson of the Board shall be elected from among the non-executive directors of the company;	✓		
1(4)(d)	The Board shall clearly define respective roles and responsibilities of the Chairperson and the Managing Director and/or Chief Executive Officer;	✓		
1(4)(e)	In the absence of the Chairperson of the Board, the remaining members may elect one of themselves from nonexecutive directors as chairperson for that particular Board meeting; the reason of absence of the regular Chairperson shall be duly recorded in the minutes.	✓		
1(5)	The Directors' Report to Shareholders			
1(5)(i)	An industry out look and possible future developments in the industry;	✓		
1(5)(ii)	The segment-wise or product-wise performance;	✓		
1(5)(iii)	Risk and concerns including internal and external risk factors, threat to sustainability and negative impact on environment, if any;	✓		
1(5)(iv)	A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin, where applicable;			N/A
1(5)(v)	A discussion on continuity of any extraordinary activities and their implications (gain or loss);			No such gain/ loss occurred
1(5)(vi)	A detailed discussion on related party transactions along with a statement showing amount, nature of related party, nature of transactions and basis of transactions of all related party transactions;	✓		
1(5)(vii)	A statement of utilization of proceeds raised through public issues, rights issues and/or any other instruments;			There were no public issue & right issue during 2018.
1(5)(viii)	An explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO), Rights Share Offer, Direct Listing, etc;	✓		
1(5)(ix)	An explanation on any significant variance that occurs between Quarterly Financial performance and Annual Financial Statements;			No such variance occurred

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1(5)(x)	A statement of remuneration paid to the directors including independent director;			N/A
1(5)(xi)	A statement that the Financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity;	✓		
1(5)(xii)	A statement that proper books of account of the issuer company have been maintained;	✓		
1(5)(xiii)	A statement that appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment;	✓		
1(5)(xiv)	A statement that International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there from has been adequately disclosed;	✓		
1(5)(xv)	A statement that the system of internal control is sound in design and has been effectively implemented and monitored;	✓		
1(5)(xvi)	A statement that minority shareholders have been protected from abusive actions by, or in the interest of, controlling shareholders acting either directly or indirectly and have effective means of redress;	✓		
1(5)(xvii)	A statement that there is no significant doubt upon the issuer company's ability to continue as a going concern, if the issuer company is not considered to be a going concern, the fact along with reasons there of shall be disclosed;	✓		
1(5)(xviii)	An explanation that significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons there of shall be explained;			N/A
1(5)(xix)	A statement where key operating and financial data of at least preceding 5 (five) years shall be summarized;	✓		
1(5)(xx)	An explanation of the reasons if the issuer company has not declared dividend (cash or stock) for the years;			N/A
1(5)(xxi)	Board's statement to the effect that no bonus share or stock dividend has been or shall be declared as interim dividend;	✓		
1(5)(xxii)	The total number of Board meetings held during the year and attendance by each director;	✓		Annexure-I, Page No. 98
1(5)(xxiii)	A report on the pattern of shareholding disclosing the aggregate number of shares (alongwith name-wise details where stated below) held by :			
1(5)(xxiii)(a)	Parent or Subsidiary or Associated Companies and other related parties (name-wise details);	✓		Annexure-II, Page No. 99
1(5)(xxiii)(b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and Compliance and their spouses and minor children (name-wise details);	✓		"

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1(5)(xxiii)(c)	Executives; and	✓		Annexure-II, Page No. 99
1(5)(xxiii)(d)	Shareholders holding ten percent (10%) or more voting interest in the company (name-wise details);	✓		"
1(5)(xxiv)	In case of the appointment or reappointment of a director, a disclosure on the following information of the shareholders :			
1(5)(xxiv)(a)	A brief resume of the director;	✓		
1(5)(xxiv)(b)	Nature of his or her expertise in specific functional areas; an	✓		
1(5)(xxiv)(c)	Names of companies in which the person also holds the directorship and the membership of committees of the Board;	✓		
1(5)(xxv)	A Management's Discussion and Analysis signed by CEO or MD presenting detailed analysis of the company's position and operations along with brief discussion of changes in the financial statements, among others, focusing on :			
1(5)(xxv)(a)	accounting policies and estimation for preparation of financial statements;	✓		
1(5)(xxv)(b)	changes in accounting policies and estimation, if any, clearly describing the effect on financial performance or results and financial position as well as cash flows in absolute figure for such changes;			N/A
1(5)(xxv)(c)	comparative analysis (including effects of inflation) of financial performance or results and financial position as well as cash flows for current financial year with immediate preceding five years explaining reasons thereof;	✓		
1(5)(xxv)(d)	compare such financial performance or results and financial position as well as cash flows with the peer industry scenario;	✓		
1(5)(xxv)(e)	briefly explain the financial and economic scenario of the country and the globe;	✓		
1(5)(xxv)(f)	risks and concerns issues related to the financial statements, explaining such risk and concerns mitigation plan of the company; and	✓		
1(5)(xxv)(g)	future plan or projection or forecast for company's operation, performance and financial position, with justification thereof, i.e., actual position shall be explained to the shareholders in the next AGM;	✓		
1(5)(xxvi)	Declaration or certification by the CEO and the CFO to the as per Annexure-A; and	✓		
1(5)(xxvii)	The report as well as certificate regarding compliance of conditions of this Code as required under condition No. 9 shall be disclosed as per Annexure-B and Annexure-C.	✓		
1(6)	Meetings of the Board of Directors			
	The company shall conduct its Board meetings and record the minutes of the meetings as well as keep required books and records in line with the provisions of the relevant Bangladesh Secretarial provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Code.	✓		

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1(7)	Code of Conduct for the Chairperson, other Board members and Chief Executive Officer			
1(7)(a)	The Board shall lay down a code of conduct, based on the recommendation of the Nomination and Remuneration Committee (NRC) at condition No. 6, for the Chairperson of the Board, other board members and Chief Executive Officer of the company;	✓		
1(7)(b)	The code of conduct as determined by the NRC shall be posted on the website of the company including, among others, prudent conduct and behavior; confidentiality; conflict of interest; compliance with laws, rules and regulations; prohibition of insider trading; relationship with environment, employees, customers and suppliers; and independency.	✓		
2	GOVERNANCE OF BOARD OF DIRECTORS OF SUBSIDIARY COMPANY :			
2(a)	Provisions relating to the compositions of the Board of the holding company shall be made applicable to the composition of the Board of the subsidiary company;	✓		
2(b)	At least 1 (one) independent director on the Board of the holding company shall be a director on the Board of the subsidiary company;	✓		
2(c)	The minutes of the board meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company;	✓		
2(d)	The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also	✓		
2(e)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company.	✓		
3	MANAGING DIRECTOR (MD) OR CHIEF EXECUTIVE OFFICER (CEO), CHIEF FINANCIAL OFFICER (CFO), HEAD OF INTERNAL AUDIT AND COMPLIANCE (HIAC) AND COMPANY SECRETARY (CS) :			
3(1)	Appointment			
3(1)(a)	The Board shall appoint a Managing Director (MD) or Chief Executive Officer (CEO), a Company Secretary (CS), a Chief Financial Officer (CFO) and a Head of Internal Audit and Compliance (HIAC);	✓		
3(1)(b)	The positions of the Managing Director (MD) or Chief Executive Officer (CEO), Company Secretary (CS), Chief Financial Officer (CFO) and Head of Internal Audit and Compliance (HIAC) shall be filled by different individuals;	✓		
3(1)(c)	The MD or CEO, CS, CFO, and HIAC of a listed company shall not hold any executive position in any other company at the same time;	✓		

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
3(1)(d)	The Board shall clearly define respective roles, responsibilities and duties of the CFO, the HIAC and the CS;	✓		
3(1)(e)	The MD or CEO, CS, CFO and HIAC shall not be removed from their position without approval of the Board as well as immediate dissemination to the Commission and stock exchange(s).	✓		
3(2)	Requirement to attend Board of Directors' Meetings			
	The MD or CEO, CS, CFO, HIAC of the company shall attend the meetings of the Board:	✓		
	Provided that the CS, CFO and/or the HIAC shall not attend such part of a meeting of the Board which involves consideration of an agenda item relating to their personal matters.	✓		
3(3)	Duties of Managing Director (MD) or Chief Executive Officer (CEO) and Chief Financial Officer (CFO)			
3(3)(a)	The MD or CEO and CFO shall certify to the Board that they have reviewed financial statements for the year and that to the best of their knowledge and belief:	✓		
3(3)(a)(i)	these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading; and	✓		
3(3)(a)(ii)	these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws;	✓		
3(3)(b)	The MD or CEO and CFO shall also certify that there are, to the best of knowledge and belief no transactions entered into by the company during the year which are fraudulent, illegal or in violation of the code of conduct for the company's Board or its members;	✓		
3(3)(c)	The certification of the MD or CEO and CFO shall be disclosed in the Annual Report.	✓		
4	BOARD OF DIRECTORS' COMMITTEE :			
4(i)	Audit Committee; and	✓		
4(ii)	Nomination and Remuneration Committee (NRC).	✓		
5	AUDIT COMMITTEE :			
5(1)	Responsibility to the Board of Directors			
5(1)(a)	The company shall have an Audit Committee as a sub-committee of the Board;	✓		
5(1)(b)	The Audit Committee shall assist the Board in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business;	✓		

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
5(1)(c)	The Audit Committee shall be responsible to the Board; the duties of the Audit Committee shall be clearly set forth in writing.	✓		
5(2)	Constitution of the Audit Committee			
5(2)(a)	The Audit Committee shall be composed of at least 3 (three) members;	✓		
5(2)(b)	The Board shall appoint members of the Audit Committee who shall be nonexecutive directors of the company excepting Chairperson of the Board and shall include at least 1 (one) independent director;	✓		
5(2)(c)	All members of the audit committee should be "financially literate" and at least 1 (one) member shall have accounting or related financial management background and 10 (ten) years of such experience;	✓		
5(2)(d)	When the term of service of any Committee member expires or there is any circumstance causing any Committee member to be unable to hold office before expiration of the term of service, thus making the number of the committee members to be lower than the prescribed number of 3 (three) persons, the Board shall appoint the new Committee member to fill up the vacancy immediately or not later than 1 (one) month from the date of vacancy in the committee to ensure continuity of the performance of work of the Audit Committee;	✓		
5(2)(e)	The Company Secretary shall act as the secretary of the Committee;	✓		
5(2)(f)	The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent director;	✓		
5(3)	Chairperson of the Audit Committee			
5(3)(a)	The Board shall select 1 (one) member of the Audit Committee to be Chairperson of the Audit Committee, who shall be an independent director;	✓		
5(3)(b)	In the absence of the Chairperson of the Audit Committee, the remaining members may elect one of themselves as Chairperson for that particular meeting, in that case there shall be no problem of constituting a quorum as required under condition No. 5(4)(b) and the reason of absence of the regular Chairperson shall be duly recorded in the minutes.	✓		
5(3)(c)	Chairperson of the Audit Committee shall remain present in the Annual General Meeting (AGM)	✓		
5(4)	Meeting of the Audit Committee			
5(4)(a)	The Audit Committee shall conduct at least its four meeting in a financial year.	✓		
5(4)(b)	The quorum of the meeting of the Audit Committee shall be constituted in presence of either two members or two third of the members of the Audit Committee, whichever is higher, where presence of an independent director is a must.	✓		

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
5(5)	Role of Audit Committee			
5(5)(a)	Oversee the financial reporting process;	✓		
5(5)(b)	monitor choice of accounting policies and principles;	✓		
5(5)(c)	monitor Internal Audit and Compliance process to ensure that it is adequately resourced, including approval of the Internal Audit and Compliance Plan and review of the Internal Audit and Compliance Report;	✓		
5(5)(d)	oversee hiring and performance of external auditors;	✓		
5(5)(e)	hold meeting with the external or statutory auditors for review of the annual financial statements before submission to the Board for approval of adoption;	✓		
5(5)(f)	review along with the management, the annual financial statements before submission to the Board for approval;	✓		
5(5)(g)	review along with the management, the quarterly and half yearly financial statements before submission to the Board for approval;	✓		
5(5)(h)	review the adequacy of internal audit function;	✓		
5(5)(i)	review the Management's Discussion and Analysis before disclosing in the Annual Report;	✓		
5(5)(j)	review statement of all related party transactions submitted by the management;	✓		
5(5)(k)	review Management Letters or Letter of Internal Control weakness issued by statutory auditors;	✓		
5(5)(l)	oversee the determination of audit fees based on scope and magnitude, level of expertise deployed and time required for effective audit and evaluate the performance of external auditors; and	✓		
5(5)(m)	oversee whether the proceeds raised through Initial Public Offering (IPO) or Repeat Public Offering (RPO) or Right Share Offer have been utilized as per the purposes stated in relevant offer document or prospectus approved by the Commission	✓		
5(6)	Reporting of the Audit Committee			
5(6)(a)	Reporting to the Board of Directors			
5(6)(a)(i)	The Audit Committee shall report on its activities to the board	✓		
5(6)(a)(ii)	The Audit Committee shall immediately report to the Board on the following findings, if any :			
5(6)(a)(ii)(a)	Report on conflicts of interest;			There was no reportable case of conflict of interest in 2018
5(6)(a)(ii)(b)	suspected or presumed fraud or irregularity or material defect identified in the internal audit and compliance process or in the financial statements;			N/A
5(6)(a)(ii)(c)	suspected infringement of laws, regulatory compliances including securities related laws, rules and regulations; and			N/A
5(6)(a)(ii)(d)	any other matter which the Audit Committee deems necessary shall be disclosed to the Board immediately.			N/A

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
5(6)(b)	Reporting to the Authorities If the Audit Committee has reported to the Board about anything which has material impact on the financial condition and results of operation and has discussed with the Board and the management that any rectification is necessary and if the Audit Committee finds that such rectification has been unreasonably ignored, the Audit Committee shall report such finding to the Commission, upon reporting of such matters to the Board for three times or completion of a period of 6 (six) months from the date of first reporting to the Board, whichever is earlier.			There was no such case in the 2018
5(7)	Reporting to the Shareholders and General Investors Report on activities carried out by the Audit Committee, including any report made to the Board under condition No. 5(6)(a)(ii) above during the year, shall be signed by the Chairperson of the Audit Committee and disclosed in the annual report of the issuer company.	✓		
6	NOMINATION AND REMUNERATION COMMITTEE (NRC)			
6(1)	Responsibility to the Board of Directors			
6(1)(a)	The company shall have a Nomination and Remuneration Committee (NRC) as a subcommittee of the Board,	✓		
6(1)(b)	The NRC shall assist the Board in formulation of the nomination criteria or policy for determining qualifications, positive attributes, experiences and independence of directors and top level executive as well as a policy for formal process of considering remuneration of directors, top level executive;	✓		
6(1)(c)	The Terms of Reference (ToR) of the NRC shall be clearly set forth in writing covering the areas stated at the condition No. 6(5)(b),	✓		
6(2)	Constitution of the NRC			
6(2)(a)	The Committee shall comprise of at least three members including an independent director,	✓		
6(2)(b)	All members of the Committee shall be non-executive directors;	✓		
6(2)(c)	Members of the Committee shall be nominated and appointed by the Board;	✓		
6(2)(d)	The Board shall have authority to remove and appoint any member of the Committee;	✓		
6(2)(e)	In case of death, resignation, disqualification, or removal of any member of the Committee or in any other cases of vacancies, the board shall fill the vacancy within 180 (one hundred eighty) days of occurring such vacancy in the Committee;	✓		
6(2)(f)	The Chairperson of the Committee may appoint or co-opt any external expert and/or member(s) of staff to the Committee as advisor who shall be nonvoting member, if the Chairperson feels that advice or suggestion from such external expert and/or member(s) of staff shall be required or valuable for the Committee;	✓		
6(2)(g)	The Company Secretary shall act as the secretary of the Committee;	✓		

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
6(2)(h)	The quorum of the NRC meeting shall not constitute without attendance of at least an Independent Director;	✓		
6(2)(i)	No member of the NRC shall receive, either directly or indirectly, any remuneration for any advisory or consultancy role or otherwise, other than Director's fees or honorarium from the company	✓		
6(3)	Chairperson of the NRC			
6(3)(a)	The Board shall select 1 (one) member of the NRC to be Chairperson of the Committee, who shall be an independent director;	✓		
6(3)(b)	In the absence of the Chairperson of the NRC, the remaining members may elect one of themselves as Chairperson for the particular meeting, the reason of absence of the regular Chairperson shall be duly recorded in the minutes;	✓		
6(3)(c)	The Chairperson of the NRC shall attend the annual general meeting (AGM) to answer the queries of the shareholders;	✓		
6(4)	Meeting of the NRC			
6(4)(a)	The NRC shall conduct at least one meeting in a financial year	✓		
6(4)(b)	The Chairperson of the NRC may convene any emergency meeting upon request by any member of the NRC;	✓		
6(4)(c)	The quorum of the meeting of the NRC shall be constituted in presence of either two members or two third of the members of the Committee, whichever is higher, where presence of an independent director is must as required under condition No. 6(2)(h);	✓		
6(4)(d)	The proceedings of each meeting of the NRC shall duly be recorded in the minutes and such minutes shall be confirmed in the next meeting of the NRC.	✓		
6(5)	Role of the NRC			
6(5)(a)	NRC shall be independent and responsible or accountable to the Board and to the shareholders;	✓		
6(5)(b)	NRC shall oversee, among others, the following matters and make report with recommendation to the Board			
6(5)(b)(i)	Formulating the criteria for determining qualifications, positive attributes and independence of a director and recommend a policy to the Board, relating to the remuneration of the directors, top level executive, considering the following:			
6(5)(b)(i)(a)	the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate suitable directors to run the company successfully;	✓		
6(5)(b)(i)(b)	the relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and	✓		
6(5)(b)(i)(c)	remuneration to directors, top level executive involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals;	✓		
6(5)(b)(ii)	devising a policy on Board's diversity taking into consideration age, gender, experience, ethnicity, educational background and nationality	✓		
6(5)(b)(iii)	identifying persons who are qualified to become directors and who may be appointed in top level executives position in accordance with the criteria laid down, and recommended their appointment and removal to the Board;	✓		
6(5)(b)(iv)	formulating the criteria for evaluation of performance of independent directors and the Board;	✓		

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
6(5)(b)(v)	identifying the company's needs for employees at different levels and determine their selection, transfer or replacement and promotion criteria; and	✓		
6(5)(b)(vi)	developing, recommending and reviewing annually the company's human resources and training policies;	✓		
6(5)(c)	The company shall disclose the nomination and remuneration policy and the evaluation criteria and activities of NRC during the year at a glance in its annual report.	✓		
7	EXTERNAL OR STATUTORY AUDITORS :			
7(1)	The issuer company shall not engage its external or statutory auditors to perform the following services of the company, namely:			
7(1)(i)	appraisal or valuation services or fairness opinions,	✓		
7(1)(ii)	financial information systems design and implementation	✓		
7(1)(iii)	book-keeping or other services related to the accounting records or financial statements;	✓		
7(1)(iv)	broker-dealer services;	✓		
7(1)(v)	actuarial services;	✓		
7(1)(vi)	internal audit services or special audit services;	✓		
7(1)(vii)	any service that the Audit Committee determines;	✓		
7(1)(viii)	audit or certification services on compliance of corporate governance as required under condition No. 9(1); and	✓		
7(1)(ix)	any other service that creates conflict of interest.	✓		
7(2)	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company; his or her family members also shall not hold any shares in the said company	✓		
7(3)	Representative of external or statutory auditors shall remain present in the Shareholders' Meeting (Annual General Meeting or Extraordinary General Meeting) to answer the queries of the shareholders.	✓		
8	MAINTAINING A WEBSITE BY THE COMPANY:			
8(1)	The company shall have an official website linked with the website of the stock exchange.	✓		https://www.fareastislamilife.com
8(2)	The company shall keep the website functional from the date of listing.	✓		
8(3)	The company shall make available the detailed disclosures on its website as required under the listing regulations of the concerned stock exchange(s).	✓		
9	REPORTING AND COMPLIANCE OF CORPORATE GOVERNANCE:			
9(1)	The company shall obtain a certificate from a practicing Professional Accountant or Secretary (Chartered Accountant or Cost and Management Accountant or Chartered Secretary) other than its statutory auditors or audit firm on yearly basis regarding compliance of conditions of Corporate Governance Code of the Commission and shall such certificate shall be disclosed in the Annual Report.	✓		
9(2)	The professional who will provide the certificate on compliance of this Corporate Governance Code shall be appointed by the shareholders in the annual general meeting.	✓		The professional who will provide the certificate for the year 2019 will be placed for appointment in the forthcoming AGM.
9(3)	The directors of the company shall state in accordance with the Annexure-C attached in the directors' report whether the company has complied with these conditions or not.	✓		

Attendance of the Board Meetings-2018

Sl. #	Name of the Directors	Resignation/ Appointment	Total Meeting	Total Present
01.	Mr. Md. Nazrul Islam, Chairman, Board of Directors		11	11
02.	Prof. Dr. Iffat Jahan, Vice Chairman		11	11
03.	Al-Haj Md. Helal Miah, Chairman, Executive Committee		11	9
04.	Mr. Shahriar Khaled (Alternate, Mr. Sheikh Md. Hasan)	Resigned 22/10/18	7	4
05.	Ms. Ayesha Husne Jahan, Chairperson, Policy & Claims Sub Committee		11	10
06.	Ms. Nazneen Hossain, Chairperson, Purchase Sub Committee		11	5
07.	Dr. Md. Manowar Hossain (Alternate of Ms. Shaher Banu)		11	8
08.	Mr. K. M. Khaled	Resigned 22/10/18	7	3
09.	Ms. Muslima Shireen		11	9
10.	Mr. Rubaiyat Khaled	Resigned 22/10/18	7	4
11.	Ms. Taslima Islam		11	5
12.	Maksons Associates Ltd (Rep. Mr. Md. Tanvirul Haque)	Resigned 22/10/18	7	3
13.	Fareast Securities Ltd. (Rep. Mr. Saymon Ahmed)		9	3
14.	Fareast Securities Ltd. (Rep. Mr. Md. Ashaduzzaman)	Appointment 25/11/18 Resigned 09/12/18	1	1
15.	Fareast Securities Ltd. (Rep. Mr. Md. Asif Iqbal)	Appointment 09/12/18	1	1
16.	Maksons Bangladesh Ltd. (Rep. Mr. Mohammad Atiar Rahman)	Resigned 22/10/18	7	4
17.	Prime Financial Securities Ltd (Reg. Mr. Md. Tajul Islam)	Resigned 22/10/18	7	4
18.	Ms. Rabeya Begum		11	11
19.	Mr. Md. Kamrul Hasan		11	4
20.	A. K. M. Monirul Islam		11	11
21.	Mr. Kazi Farid Uddin Ahmed FCA, Independent Director		11	9
22.	Dr. Md. Mokaddes Hossain (Alternate, Mr. Syed Shah Alam Meerza)	Appointment 22/10/18	2	2
23.	South Green Ltd (Rep. Mr. Mohammad Sohel Arif)	Appoinment 22/10/18	3	3
24.	Mr. Rahim Uddaulah Chowdhury	Appoinment 15/11/18	3	2
25.	Mr. Md. Mamun Chwodhury	Appoinment 22/10/18	2	2
26.	Mr. Md. Reaj Uddin	Appoinment 25/11/18	2	2
27.	Bangladesh Science House (Rep. Mr. Abdul Awal)	Appoinment 22/10/18	2	1
28.	Mr. Md. Ashraf Uddin Ahmed FCA, CFC	Appoinment 25/11/18	1	1
29.	Mr. Md. Hemayet Ullah (CEO)		11	11

Sl. #	Name of the CS, CFO & HIAC	Total Meeting	Total Present
01.	Syed Abdul Aziz Company Secretary (CS)	11	11
02.	Mr. Mohammed Alamgir Kabir FCA Chief Financial Officer (CFO)	11	11
03.	Mr. Md. Kamal Hosen Howlader Head of Internal Audit & Compliance (HIAC)	11	11

The pattern of Shareholding as on 31 December 2018.

Annexure - II

- (a) Parent/ Subsidiary/ Associated Companies and other related parties: N/A
- (b) Directors, Chief Executive Officer, Company Secretary, Chief Financial officer, Head of Internal Control and Compliance and their spouses and minor children:

Name of Directors	Status	Quantity of Shares	Name of Spouse/Children	Quantity of Shares
Mr. Md. Nazrul Islam	Chairman	15,29,376	-	-
Al-Haj Md. Helal Miah	Director	14,94,856	-	-
Ms. Ayesha Husne Jahan	Director	14,94,856	-	-
Ms. Nazneen Hossain	Director	14,99,024	-	-
Ms. Shaher Banu	Director	21,96,751	-	-
Ms. Muslima Shireen	Director	15,11,976	-	-
Ms. Taslima Islam	Director	15,10,244	-	-
Fareast Securities Ltd.	Director	15,60,000	-	-
Dr. Md. Mokaddes Hossain	Director	14,99,024	-	-
South Green Ltd.	Director	15,00,000	-	-
Bangladesh Science House	Director	14,98,860	-	-
Mr. Md. Mamun Chowdhury	Director	15,05,000	-	-
Mr. Samir Obaid	Director	1,911	-	-
Ms. Rabeya Begum	Director	30,641	-	-
Mr. A.K.M Monirul Islam	Director	24,000	-	-
Mr. Kamrul Hasan	Director	6,204	-	-
Mr. Rahim Uddaulah Chowdhury	Director	50,000	-	-
Mr. Md. Reaj Uddin	Director	1,000	-	-
Mr. Kazi Farid Uddin Ahmed FCA	Independent Director	NIII		-

Chief Executive Officer, Company Secretary, Chief Financial officer, Head of Internal Control and Compliance and their spouses and minor children:

Name	Status	Quantity of Shares	Name of Spouse/Children	Quantity of Shares
Mr. Md. Hemayet Ullah	Chief Executive Officer	Nil	--	Nil
Mr. Syed Abdul Aziz	Company Secretary	Nil	--	Nil
Mr. Md. Alamgir Kabir FCA	Chief Financial Officer	Nil	--	Nil
Mr. Md. Kamal Hosen Howlader	Head of ICC Department	Nil	--	Nil

- (c) Executives (Top five salaried employees of the Company, other than the Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer and Head of Internal Control and Compliance:

Name	Status	Quantity of Shares	Name of Spouse/Children	Quantity of Shares
Mr. Kamrul Hasan Khan	Asst. Managing Director	Nil	-	Nil
Mr. Md. Majedul Islam	Asst. Managing Director	Nil	-	Nil
Mr. Amir Mohammad Ibrahim	Senior Executive Vice President	Nil	-	Nil
Mr. Sk. Abdur Razzaque	Senior Executive Vice President	Nil	-	Nil
Ms. Samira Yunus	Executive Vice President	Nil	-	Nil

- (d) Shareholders holding ten percent (10%) or more voting interest in the Company : No such shareholders.

Certificate of BAPLC



REPORT OF BOARD AUDIT COMMITTEE

Composition of the Committee

In accordance with the currently accepted best practice and Corporate Guidelines of Bangladesh Securities and Exchange Commission (BSEC), the Board of Directors of the company appointed Audit Committee comprised of four Directors including one Independent Director. DMD & Company Secretary is working as Member Secretary of the Committee.

Role of the Committee

The main functions of the Committee is to assist the Board of Directors to ensure that the Financial Statements reflect true and fair view of the state of affairs of the Company, to have a good monitoring system of the business operation, to maintain proper and adequate internal control system, to facilitate the smooth functioning of the Company's operations and to provide accurate, appropriate and timely information to the Board of Directors, regulatory authorities, policyholders, shareholders and other related parties. The Committee has also to ensure compliance of the requirements of International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS), Insurance Act & Rules, BSEC and other Regulatory Bodies' regulations.

Committee Meetings

During the year, the Committee held five meetings in which the Committee reviewed some pertinent issues on the business operation, human resource, finance and accounts etc. The proceedings of the Committee meetings are regularly reported to the Board of Directors.

Committee Activities

- Coordinated with the internal and External Auditors' and discussion on their audit findings.
- Reviewed the Financial Statements, Audit Reports and Actuarial Valuation Reports etc.
- Reviewed the internal Audit Reports of different offices of the Company conducted by the Internal Control and Compliance Department and reports prepared by the Board Audit Team.
- Reviewed the policy and guidelines formulated and recommended by the Policy & Claims Sub-Committee and the Management Committee of the Company.
- Ensured that the Financial Statements of the Company contained full disclosure and these were prepared in accordance with IAS and IFRS as adopted in Bangladesh.
- Reviewed and examined all the regulatory returns like investment Return, Actuarial Abstracts, Claims Return, Income Tax Return, Annual Return etc.

Committee's Summary Report

The Committee has the following observations regarding corporate and the financial affairs of the Company:

- Laws and regulations relating to insurance business and companies' internal policy and guidelines have been complied with.
- Financial Statements for the year ended 31 December 2018 contained full disclosure and those are prepared in accordance with IAS and IFRS as adopted in Bangladesh.

- Actuarial Valuation Report as on 31 December 2018 has been extracted complying with the provisions of the Insurance Act 1938 as amended in 2010 and the Insurance Rules 1958.
- Appropriate Management Information Systems (MIS) including automation of operations are in place and in effect.
- Existing risk management procedures are effective and ensure transparency of financial transactions of the Company.
- The Committee considered recommendations made by the External Auditors' and Auditors appointed by the Insurance Development and Regulatory Authority (IDRA) and Internal Auditors of the Company in their respective reports.

The findings and recommendations of the Committee were reported to the Board of

Directors meeting and the Board of Directors had taken appropriate measures. The minutes of each the meeting were circulated among the members of the Committee.

Good Governance

Highest standards in Corporate Good Governance and strict adherence to the requirements of Fareast Islami Life's Code of Ethics are ensured by close monitoring. Though the Code of Ethics all levels of staff have been educated and encouraged to resort to whistle blowing, when they suspect wrong doings by others.



Kazi Farid Uddin Ahmed FCA

Chairman
Board Audit Committee
07 August 2019
Dhaka

শরী'আহ কাউন্সিল এর প্রতিবেদন

৩১ ডিসেম্বর ২০১৮ ঈসায়ী তারিখে সমাপ্ত বছরের জন্য

بسم الله الرحمن الرحيم

সমাজিত শেয়ারহোল্ডারবৃন্দ,

আস-সালামু 'আলাইকুম ওয়া রাহমাতুল্লাহি ওয়া বারাকাতুহু ।

সমস্ত প্রশংসা মহান আল্লাহ সুবহানাহু ওয়া তা'য়ালার জন্য যিনি এ মহাবিশ্বের একমাত্র ইলাহ । শাস্তি ও করণা বর্ষিত হোক সর্বশেষ ও ইমামুল আমিয়া মুহাম্মাদ (সা.) ও তাঁর অনুসারীদের উপর ।

প্রিয় শেয়ারহোল্ডারবৃন্দ,

৩১ ডিসেম্বর ২০১৮ সমাপ্ত বছরে শরী'আহ কাউন্সিল বীমা সংক্রান্ত বিভিন্ন বিষয়ে পর্যালোচনা করে, যাতে ফারইষ্ট ইসলামী লাইফ ইন্সুরেন্স কোম্পানী লিমিটেডের পরিচালনা পর্ষদ এবং ব্যবস্থাপনা কর্তৃপক্ষ কর্তৃক প্রেরিত বিষয়াবলী অন্তর্ভুক্ত ছিল । আলোচ্য বছরে বিভিন্ন বিষয়ে শরী'ঈ দিকনির্দেশনা প্রদান করতে শরী'আহ কাউন্সিলের ২টি সভা অনুষ্ঠিত হয় । উত্থাপিত বিষয়াদি পর্যালোচনাতে কাউন্সিল নিম্নোক্ত মতামত ও সুপারিশ প্রদান করে-

মতামত:

১. ২০১৮ হিসাব বছরে কোম্পানী কর্তৃক সম্পাদিত কার্যাবলী, লেনদেন পর্যালোচনায় প্রতীয়মান হয় যে, আইনগত বাধ্যবাধকতার কারণে কিছু কিছু বিষয় ছাড়া বাকীগুলো যথাসম্ভব ইসলামী শরী'আহ নীতিমালা অনুযায়ী করা হয়েছে ।
২. কোম্পানীর পলিসিহোল্ডারগণের মধ্যে বোনাস ও শেয়ারহোল্ডারগণের মধ্যে বন্টনকৃত ডিভিডেন্ড বিদ্যমান বীমা আইন, একচুয়্যারি কর্তৃক নির্ধারিত নীতিমালা ও যথাসম্ভব শরী'আহ অনুযায়ী করা হয়েছে ।
৩. শাখা অফিসসমূহে মুরাক্কিবগণের পরিদর্শন প্রতিবেদন পর্যালোচনা ও পর্যবেক্ষণ করে শরী'আহ কাউন্সিল নিশ্চিত হয়েছে যে, কতিপয় অনিয়ম ও ক্রটি-বিচ্যুতি ছাড়া শরী'আহ পরিপালনে কোম্পানীর সর্বস্তরে সচেতনতা বিগত বছরের তুলনায় বৃদ্ধি পেয়েছে ।
৪. শরী'আহ'র দৃষ্টিতে সংশয়পূর্ণ আয় ও প্রচলিত ব্যাংকে স্বল্পকালীন সংরক্ষিত হিসাব থেকে প্রাপ্ত আয় কোম্পানীর আলাদা হিসাবে (সাদাকাহ ফালে) কাউন্সিলের নির্দেশনা অনুযায়ী খরচ করার জন্য সংরক্ষণ করা হয়েছে ।

সুপারিশ:

১. কর্মকর্তাদের মানোন্নয়ন ও গ্রাহকসেবা বৃদ্ধির লক্ষ্য ইসলামী বীমা বিষয়ে সচেতনতা বাঢ়াতে আরও প্রশিক্ষণ, কর্মশালা, সভা, সেমিনার, সিম্পোজিয়াম ও সুধী সমাবেশের আয়োজন করা ।
২. বিনিয়োগের সময় শরী'আহ'র মূলনীতি অনুযায়ী ক্রয়-বিক্রয় নিশ্চিত করার জন্য শাখা পর্যায়ে কর্মকর্তাদেরকে অধিকতর সচেতন ও বিচক্ষণ হতে হবে, যাতে করে ইসলামী বীমা ব্যবস্থায় শরী'আহ বাস্তবায়নে পূর্ণতা অর্জনে সক্ষমতা লাভ করা যায় ।
৩. মাঠ কর্মীদেরকে শরী'আহ'র নীতি অনুসরণ করে আরও সতর্কতা ও স্বচ্ছাতার সাথে বীমা সংগ্রহ করার প্রতি দৃষ্টি দিতে হবে ।
৪. শরী'আহ পরিদর্শন প্রতিবেদনে উল্লেখিত ক্রটি-বিচ্যুতির সংশোধনী বাস্তবায়নে দ্রুত কার্যকরী ব্যবস্থা গ্রহণে কর্তৃপক্ষের দৃষ্টি আকর্ষণ করা হলো ।

বীমা ব্যবসায় পরিপূর্ণভাবে শরী'আহ মূলনীতি অনুসরণে আল্লাহ তা'য়ালার কাছে সাহায্য ও তাওফীক কামনা করছি । আমীন ॥

শরী'আহ কাউন্সিল এর পক্ষে-

তারিখ: ০৮/আগস্ট/২০১৯

(অধ্যক্ষ সাইয়েদ কামালুদ্দীন জাফরী)
চেয়ারম্যান, শরী'আহ কাউন্সিল

RESPONSIBILITY STATEMENT OF CHIEF EXECUTIVE OFFICER & CHIEF FINANCIAL OFFICER

Board of Directors
Fareast Islami Life Insurance Company Limited
Fareast Tower (Level-18)
35, Topkhana Road
Dhaka-1000.

The following is provided to the Board of Directors of Fareast Islami Life Insurance Company Limited in our capacity as the persons responsible for performing the functions of Chief Executive Officer and Chief Financial Officer of Fareast Islami Life Insurance Company Limited.

In accordance with the notification of Bangladesh Securities and Exchange Commission No. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August, 2012 we declared that for the financial year ended 31 December, 2018.

- i) We have reviewed the financial statements for the year 2018 and that to the best of our knowledge and belief:
 - a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
 - b) these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.
- ii) There are, to the best of knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violation of the Insurance code of conduct.



Md. Hemayet Ullah
Chief Executive Officer

07 August 2019
Dhaka



Md. Alamgir Kabir
Chief Financial Officer

DIRECTORS' RESPONSIBILITIES FOR FINANCIAL STATEMENTS

The Directors are responsible for preparing the annual report and financial statements for the year ended 31 December 2018 in accordance with the Companies Act 1994, Bangladesh Securities and Exchange Commission Rules 1987, Bangladesh Financial Reporting Standards (BFRS), Corporate Governance Guidelines and other applicable laws and regulations, the Board of Directors confirm:

- (i) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (ii) 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 ;
- (iii) the directors had selected such accounting policies 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 the financial year and of the profit and loss of the Company for that period;
- (iv) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (v) the directors have a reasonable expectation, after making enquiries and following a review of the Company's plan that the Company has adequate resources to continue in operational existence for the foreseeable future and therefore continues to adopt the going concern basis in preparing the Accounts.
- (vi) the Internal Control system is sound in design and effectively implemented and monitored;
- (vii) the key operating and financial data of the last five years is ref. Under the contents "Key Financial Indicators". and
- (viii) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Mahfel Huq & Co. Auditors of the Company, have examined the financial statements made available by the Board of Directors meeting and expressed their opinion.



Md. Nazrul Islam

Chairman

07 August 2019
Dhaka



AUDITORS' REPORT AND FINANCIAL STATEMENTS

Independent Auditor's Report

To the Shareholders of Fareast Islami Life Insurance Company Limited

Report on the audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of Fareast Islami Life Insurance Company Limited and its subsidiaries ('the Group') which comprise the Consolidated Balance Sheet as at 31 December, 2018, and the Consolidated Life Revenue Account, Consolidated Statement of Life Insurance Fund, Consolidated Statement of Cash Flows and Consolidated Statement of Changes in Shareholders' Equity for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements give a true and fair view of the financial position of the Group as at 31 December 2018, and its financial performance 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), the Securities and Exchange Rules 1987 and other applicable laws and regulations.

Basis for Opinion

We conducted our audit in accordance with International Standard on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group 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 our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key audit matters	How our audit addressed the key audit matters
Provision for Income Tax Provision for income tax requires the consideration of incomes from both 'actuarial surplus' and 'gross external incomings' in accordance with the Income Tax Ordinance (ITO 1984). For this purpose after the year-end, the appointed Actuary of the Company provides a summary and valuation of the policies as per 'Form H' as stated in the Insurance Act 1938 (as amended in 2010). Valuation amount in excess of the 'Life Fund as reported in the Financial Statements' is referred to as 'actuarial surplus'. Also the income from 'gross external incomes less management expense' is derived. As per the ITO 1984, tax has to be calculated on the higher base comparing between the incomes from 'actuarial surplus' and 'gross external incomes' at the rate applicable considering the allowable deductions as per the 4th Schedule of the said Ordinance.	We reviewed the tax calculation work flows and related details. To be specific, our substantive testing procedures included the following: <ul style="list-style-type: none">• We made sure that tax was calculated on the higher base comparing between the incomes from 'actuarial surplus' and 'gross external incomings'.• Actuarial surplus was taken from actuarial valuation taking into consideration the approved Form H by the appointed Actuary.• Income from 'gross external incomings' were derived properly.• Deductions as allowable by the 4th Schedule of ITO 1984 were applied duly.

See note no. 11 in the financial statements

Valuation of life fund

<p>Valuation of life fund involves complex and subjective judgments about future events, both internal and external to the business, for which small changes in assumptions can result in material impacts to the valuation of these liabilities.</p>	<p>The work to address the valuation of life fund included the following procedures:</p> <ul style="list-style-type: none"> • We understood the governance process in place to determine the life fund. • Reviewed the actuarial report and assessed the reasonableness of the assumptions used to estimate the liability to policyholders. • We tested the key judgments and controls over the liability, including the preparation of the manually calculated components. We focused on the consistency in treatment and methodology period-on-period and with reference to recognized actuarial practice. • Based on the work performed and the evidence obtained, we consider the assumptions used to be appropriate.
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See note no.6.00 to the financial statements

Carrying value of investments in subsidiary by the Company

<p>The company has invested in equity shares of its subsidiary Fareast Islami Securities Limited & Fareast Islami Properties Limited. As at 31st December, 2018 the value of the new investment is BDT 569,500,000</p> <p>At the time of audit of our separate financial statements of the company, we have considered the recoverable value of the company's investment in the Fareast Islami Securities Limited & Fareast Islami Properties Limited.</p> <p>Management has conducted impairment assessment and calculated recoverable value of its subsidiary Fareast Islami Securities Limited & Fareast Islami Properties Limited, in accordance with IAS-36.</p>	<p>We have reviewed management's analysis of impairment assessment and recoverable value of subsidiary in accordance with IAS-36.</p> <p>In particular, our discussions with management were focused on the continued appropriateness of the value in use model, the key assumptions used in the model, the reasonably possible alternative assumptions, particularly where they had the most impact on the value in use calculation.</p> <p>We also checked the mathematical accuracy of the model, recalculated discount rate used within the model, inputs used in the determination of assumptions within the model were challenged and corroborating information was obtained in reference to third party sources.</p>
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See note no. 14 in the financial statements

Other Information

Management is responsible for the other information. The other information comprises all of the information in the Annual report other than the financial statements and our auditor's report thereon. The directors are responsible for the other information.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. 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. We have nothing to report in this regard.

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 these consolidated financial statements in accordance with IFRSs, the Companies Act. 1994, the Insurance Act. 1938 (as amended in 2010), the Securities and Exchange Rules 1987 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of these consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group'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 Group or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated 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 Group'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 consolidated 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 Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

Report on other Legal and Regulatory Requirements

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

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) In our opinion, proper books of accounts, records and other statutory books as required by law have been kept by the Company so far as it appeared from our examinations of those books and proper returns adequate for the purpose of our audit have been received from branches not visited by us;
- c) 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;
- d) The information and explanations required by us have been received and found satisfactory;
- e) As per regulation 11 of part 1 of the third schedule of the Insurance Act 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 Consolidated Balance Sheet, Consolidated Life Revenue Account, Consolidated Statement of Life Insurance Fund and Statement of Consolidated Cash Flows of the Group dealt with by the report are in agreement with the books of account and returns;
- g) The expenditure was incurred for the purpose of the Company's business; and
- h) The company has complied with relevant laws and regulations pertaining to reserves.

Dhaka, 07 August 2019



Mahfel Huq & Co.
Chartered Accountants



CONSOLIDATED FINANCIAL STATEMENTS

Consolidated Balance Sheet

As at 31 December 2018

CAPITAL AND LIABILITIES	Notes	Amount in Taka	
		2018	2017
SHAREHOLDERS' CAPITAL	4.00		
Authorised			
10,00,00,000 Ordinary Shares of Tk.10 each		1,000,000,000	1,000,000,000
Issued, Subscribed and Paid-up Capital			
74,742,751 Ordinary Shares of Tk.10 each		747,427,510	747,427,510
BALANCE OF FUND & ACCOUNTS			
Revaluation Reserve	5.00	3,330,392,262	3,330,392,262
Life Insurance Fund	6.A	33,329,264,616	33,462,500,966
Welfare Fund	7.00	8,495,139	11,435,275
		36,668,152,017	36,804,328,503
Non-Controlling Interest	6.B	37,014,173	50,398,848
LIABILITIES & PROVISIONS			
Amount due to other persons or bodies carrying on Insurance business	8.00	43,361,679	23,390,572
Estimated liabilities in respect of outstanding claims whether due or intimated	9.00	214,151,704	472,720,299
Loans & Advances	10.00	1,727,950,000	1,683,889,000
Sundry Creditors	11.A	2,942,860,271	2,665,366,774
Provision for Share Value Fluctuation Account		25,585,148	-
Premium Deposits	12.00	172,846,144	109,295,026
		5,126,754,946	4,954,661,671
		42,579,348,646	42,556,816,532

The annexed notes 1 to 47 and Annexure - A form an integral part of these financial statements.

Syed Abdul Aziz
DMD & Company Secretary

Md. Hemayet Ullah
Chief Executive Officer

Md. Jahidul Islam FCA
Director

Mohammad Sohel Arif
Director

Md. Nazrul Islam
Chairman

Signed in terms of our separate report of even date

07 August 2019
Dhaka

Mahfel Huq & Co.
Chartered Accountants

Consolidated Balance Sheet

As at 31 December 2018

PROPERTY AND ASSETS	Notes	Amount in Taka	
		2018	2017
LOANS			
On Insurer's Policies within their surrender value	13.00	669,212,401	663,597,121
INVESTMENT	14.A		
Shares & Bonds		6,865,253,779	5,284,339,203
Equity Shares in CDBL		5,711,810	5,711,810
Treasury Bond with Bangladesh Bank		3,130,086,502	1,792,565,628
Investment in DSE Membership		349,724,994	466,300,000
Investment in Shares (DLR A/C)		148,118,597	36,668,340
		10,498,895,682	7,585,584,981
Outstanding Premium	15.00	1,066,113,754	913,255,250
Profit, Dividend & Rent Accrued but not Due	16.00	553,882,778	638,488,365
Advances, Deposits and Prepayments	17.A	7,766,945,697	4,328,442,622
Sundry Debtors	18.A	170,430,186	100,398,013
CASH AND BANK BALANCES			
Fixed Deposit with Banks	19.A	4,135,932,474	11,390,918,822
SND & CD Account with Banks	20.A	3,642,972,030	4,656,554,162
Cash in Hand		141,105	172,799
		7,779,045,609	16,047,645,783
OTHER ACCOUNTS			
Stamps in Hand		6,503,232	5,808,917
Printing & Stationery in Hand		8,856,321	7,909,856
Fixed Assets (At cost less depreciation)	21.A	14,059,462,986	12,262,927,845
Other Assets		-	2,757,779
		42,579,348,646	42,556,816,532

The annexed notes 1 to 47 and Annexure - A form an integral part of these financial statements.


Syed Abdul Aziz
DMD & Company Secretary


Md. Hemayet Ullah
Chief Executive Officer


Md. Jahidul Islam FCA
Director


Mohammad Sohel Arif
Director


Md. Nazrul Islam
Chairman

Signed in terms of our separate report of even date


Mahfel Huq & Co.
Chartered Accountants

07 August 2019
Dhaka

Consolidated Life Revenue Account

For the year ended 31 December 2018

PARTICULARS	Notes	Amount in Taka	
		2018	2017
BALANCE OF FUND AT THE BEGINNING OF THE YEAR		33,462,500,966	33,174,329,059
PREMIUM LESS RE-INSURANCE	22.00		
First year premium (Individual Life)		2,239,985,986	2,804,584,890
First year premium (Sharbojonin Bima)		828,655,112	956,644,534
		3,068,641,098	3,761,229,424
Renewal premium (Individual Life)		5,854,873,446	5,174,045,723
Renewal premium (Sharbojonin Bima)		1,636,904,543	1,151,135,812
		7,491,777,989	6,325,181,535
Group Insurance premium		27,371,451	33,971,554
Gross premium		10,587,790,538	10,120,382,513
Less: Re-Insurance premium		27,497,406	17,308,988
Net premium		10,560,293,132	10,103,073,525
Profit, Dividend and Rent	23.A	983,903,732	1,523,901,055
Other Income	24.00	33,187,426	2,491,237
		45,039,885,256	44,803,794,876
First year premiums, where, the maximum premiums paying period is			
Single		165,084,746	790,599,999
Two years		-	-
Three years		-	-
Four years		-	-
Five years		19,260,182	29,643,878
Six years		6,612,735	7,020,098
Seven years		696,220	679,383
Eight years		1,218,634	1,230,701
Nine years		100,848	202,029
Ten years		1,165,736,863	1,391,012,207
Eleven years		1,310,082	2,470,022
Twelve years or over		1,708,620,788	1,538,371,107
(Including throughout life)		3,068,641,098	3,761,229,424

Consolidated Life Revenue Account

For the year ended 31 December 2018

PARTICULARS	Notes	Amount in Taka	
		2018	2017
CLAIMS UNDER POLICIES (INCLUDING PROVISION FOR CLAIMS DUE OR INTIMATED) LESS RE-INSURANCE			
By Death		114,899,643	113,679,355
By Maturity		6,469,807,456	4,873,985,116
By Survival		840,834,119	697,251,151
By Surrender		128,084,303	122,993,770
		7,553,625,521	5,807,909,392
EXPENSES OF MANAGEMENT			
Commission			
(a) Commission to Insurance Agents (less that on Re-Insurance)		1,421,182,596	1,552,168,113
(b) Allowances and Commission (other than commission including in Sub-Item (a) above)		471,977,718	608,208,552
		1,893,160,314	2,160,376,665
Salaries etc.(other than to agents and those contained in the allowances and commission)	25.00	909,685,110	915,949,065
Travelling & Conveyance	26.00	24,419,519	33,301,362
Shariah Meeting Fees		176,000	145,000
Meeting Fees		4,613,332	4,792,223
Auditor's Fees		287,500	287,500
Actuarial Fees		1,711,765	1,080,000
Honorarium of Adviser		218,233	459,360
Medical Consultant Fees		1,891,892	1,846,713
Medical Expenses		1,096,901	1,195,871
Professional Fees & Legal Expenses	27.00	6,068,634	6,999,385
Registration & Renewal Fees		-	35,445,839
Advertisement & Publicity		18,611,351	23,951,110
Printing & Stationery	28.A	16,875,291	19,763,907
Policy Stamp		29,103,765	32,329,445
Revenue Stamp		4,988,425	2,937,093
Postage & Courier Bills		4,134,701	4,773,107
Telephone, Internet & Fax Bills	29.00	9,028,349	9,013,432
Training & Recruitment Expenses		1,583,449	1,373,864
Meeting Expenses		352,498	426,180
Development Expenses		328,952,914	384,727,748
Welfare Expenses		3,517,195	4,850,980
Office Rent	30.00	111,521,065	99,382,605
Office Expenses	31.00	12,359,666	13,552,314
Repairs & Maintenance		32,091,405	24,513,763

Consolidated Life Revenue Account

For the year ended 31 December 2018

PARTICULARS	Notes	Amount in Taka	
		2018	2017
Gas, Water & Electricity Charges	32.00	28,550,471	26,471,331
Electric Expenses		550,165	350,457
Car Fuel	33.00	43,317,158	46,799,347
Car Registration & Renewal Fees		2,558,408	1,966,630
Bank Charges		10,729,444	11,168,081
Car Repairs & Maintenance	34.00	32,070,561	24,185,617
Car Insurance Expenses		5,836,058	2,957,779
Newspaper & Periodicals	35.00	885,961	289,010
Entertainment	36.00	4,673,401	5,198,201
AGM Expenses		428,170	219,435
Mobile Telephone Bills		7,998,775	7,291,711
Fees, Subscription and Donation	37.00	6,126,918	5,558,490
Shifting Expenses		599,710	465,944
Duty & Taxes		8,161,856	6,310,278
Refreshment & Recreation Expenses		11,372,650	9,378,720
Trade Licence		329,538	2,953,338
Cleaning & Washing		6,623,817	6,624,882
Insurance Premium		10,471,364	11,233,257
Software Expenses		190,000	188,000
Depreciation on Fixed Assets		189,407,862	203,032,224
Miscellaneous Expenses	38.00	9,788,585	9,704,117
		1,903,959,832	2,005,444,715
OTHER EXPENSES			
Income Tax	39.00	171,402,770	148,724,341
		171,402,770	148,724,341
		3,968,522,916	4,314,545,721
DIVIDEND			
Cash Dividend		186,856,878	93,428,439
Bonus Share		-	124,571,250
		186,856,878	217,999,689
		4,155,379,794	4,532,545,410
BALANCE OF FUND AT THE END OF THE YEAR AS SHOWN IN THE BALANCE SHEET			
Attributable to:			
Balance of Fund at the end of the year as shown in the Balance Sheet		33,330,879,941	34,463,340,074
Non-controlling interest		45,039,885,256	44,803,794,876
		33,329,264,616	33,462,500,966
		1,615,325	839,108
		33,330,879,941	33,463,340,074

The annexed notes 1 to 47 and Annexure - A form an integral part of these financial statements.

Syed Abdul Aziz
DMD & Company Secretary

Md. Hemayet Ullah
Chief Executive Officer

Md. Jahidul Islam FCA
Director

Mohammad Sohel Arif
Director

Md. Nazrul Islam
Chairman

Signed in terms of our separate report of even date

07 August 2019
Dhaka

Mahfel Huq & Co.
Chartered Accountants

Statement of Consolidated Life Insurance Fund

As at 31 December 2018

PARTICULARS	Notes	Amount in Taka	
		2018	2017
A. ASSETS			
Loans on Insurer's policies within their surrender value	13.00	669,212,401	663,597,121
Investment	14.A	10,498,895,682	7,585,584,981
Outstanding premium	15.00	1,066,113,754	913,255,250
Profit, Dividend & Rent accrued but not due	16.00	553,882,778	638,488,365
Advances, Deposits & Prepayments	17.A	7,766,945,697	4,328,442,622
Sundry Debtors	18.A	170,430,186	100,398,013
Cash & Bank Balances		7,779,045,609	16,047,645,783
Stamp in Hand		6,503,232	5,808,917
Printing & Stationery in Hand		8,856,321	7,909,856
Other Assets		-	2,757,779
Fixed Assets (at cost less depreciation)	21.A	14,059,462,986	12,262,927,845
		42,579,348,646	42,556,816,532
B. LIABILITIES			
Revaluation Reserve	5.00	3,330,392,262	3,330,392,262
Welfare Fund	7.00	8,495,139	11,435,275
Amount due to other persons or bodies carrying on insurance business	8.00	43,361,679	23,390,572
Estimated Liabilities in respect of outstanding claims whether due or intimated	9.00	214,151,704	472,720,299
Loans & Advances	10.00	1,727,950,000	1,683,889,000
Sundry Creditors	11.A	2,942,860,271	2,665,366,774
Provision for Share Value Fluctuation Account		25,585,148	-
Premium Deposits	12.00	172,846,144	109,295,026
		8,465,642,347	8,296,489,208
C. Gross Fund (A - B)		34,113,706,299	34,260,327,324
D. Shareholders' Capital (Paid-up Capital)			
Paid-up Capital		747,427,510	747,427,510
Non-controlling Interest	6.B	37,014,173	50,398,848
E. Life Insurance Fund as at 31 December 2018 (C - D)		33,329,264,616	33,462,500,966

The annexed notes 1 to 47 and Annexure - A form an integral part of these financial statements.

Syed Abdul Aziz DMD & Company Secretary	Md. Hemayet Ullah Chief Executive Officer	Md. Jahidul Islam FCA Director	Mohammad Sohel Arif Director	Md. Nazrul Islam Chairman

Signed in terms of our separate report of even date

Mahfel Huq & Co.
 Chartered Accountants

07 August 2019
Dhaka

Consolidated Form- AA Classified Summary of the Assets in Bangladesh

As at 31 December 2018

Sl. No.	Class of Assets	Book Value	Market Value	Remarks
		Taka	Taka	
1	Bangladesh Government Securities (Pratirakha Sanchaya Patra-PSP)	-	-	
2	National Investment Bond (NIB)	-	-	
3	Treasury Bond with Bangladesh Bank	3,130,086,502	3,130,086,502	At Cost
4	Other Ordinary Shares of Concerns in Bangladesh	5,711,810	5,711,810	At Cost
5	Loans on the Company's Policies effected in Bangladesh within their surrender value	669,212,401	669,212,401	Realisable Value
6	Shares & Bonds Listed on Stock Exchanges	7,242,590,482	7,013,372,376	Fair value
7	Invesrment In DSE Membership	349,724,994	349,724,994	At Cost
8	Loans on Personal Security (domiciled & resident in Bangladesh)			
9	Other Loans granted in Bangladesh (Land & House Property in Bangladesh)			
10	Cash on Fixed Deposit in Bank	4,135,932,474	4,135,932,474	Realisable Value
11	Cash in Hand and on Current & STD. A/C.in Banks	3,643,113,135	3,643,113,135	Realisable Value
12	Other Assets			
a.	Agents Balances			
b.	Outstanding Premium	1,066,113,754	1,066,113,754	Realisable Value
c.	Profit, dividend and rent either outstanding or accrued but not due	553,882,778	553,882,778	Realisable Value
d.	Advances, Deposits & Prepayments	7,766,945,697	7,766,945,697	Realisable Value
e.	Stamps, Forms and Stationery in hand	15,359,553	15,359,553	At Cost
f.	Sundry Debtors	170,430,186	170,430,186	Realisable Value
g.	Fixed Assets (At cost less depreciation)	14,059,462,986	14,059,462,986	Written Down Value
		42,808,566,752	42,579,348,646	

The annexed notes 1 to 47 and Annexure - A form an integral part of these financial statements.

Syed Abdul Aziz
DMD & Company Secretary

Md. Hemayet Ullah
Chief Executive Officer

Md. Jahidul Islam FCA
Director

Mohammad Sohel Arif
Director

Md. Nazrul Islam
Chairman

Signed in terms of our separate report of even date

07 August 2019
Dhaka

Mahfel Huq & Co.
Chartered Accountants

Consolidated Cash Flow Statement

For the year ended 31 December 2018

PARTICULARS	Notes	Amount in Taka	
		2018	2017
A. Cash Flows from operating Activities			
Collection from premium		10,470,985,746	10,378,546,967
Payment for Claims		(7,812,194,116)	(5,960,112,183)
Payment for Management Expenses and Others		(3,050,527,190)	(3,979,195,942)
Net Cash Used in Operating Activities		(391,735,560)	439,238,842
B. Cash Flows from Investing Activities			
Purchase of Fixed Assets		(5,933,699,199)	(491,193,080)
Disposal of Fixed Assets		48,314,486	122,420,768
Investment and Other income received		1,160,324,904	1,578,970,225
Investment made during the year		(2,956,947,927)	(4,168,904,357)
Net Cash used for Investing Activities		(7,682,007,736)	(2,958,706,444)
C. Cash Flows from Financing Activities			
Share Capital		-	-
Dividend Paid		(194,856,878)	(95,912,689)
Net Cash Flows from Financing Activities		(194,856,878)	(95,912,689)
D. Net Increase/Decrease in cash and cash equivalents (A+B+C)		(8,268,600,174)	(2,615,380,291)
E. Cash and Cash Equivalents at the beginning of the year		16,047,645,783	18,663,026,074
F. Cash and Cash Equivalents at the end of the year		7,779,045,609	16,047,645,783

The annexed notes 1 to 47 and Annexure - A form an integral part of these financial statements.

Syed Abdul Aziz
DMD & Company Secretary

Md. Hemayet Ullah
Chief Executive Officer

Md. Jahidul Islam FCA
Director

Mohammad Sohel Arif
Director

Md. Nazrul Islam
Chairman

Signed in terms of our separate report of even date

07 August 2019
Dhaka

Statement of Consolidated Changes in Shareholders' Equity

For the year ended 31 December 2018

Particular	Share Capital	Share Premium	General Reserve	Reserve For Exceptional Losses	Non Controlling Interest	Total
Equity as on 01 January 2018	747,427,510	-	-	-	50,398,848	797,826,358
Addition during the year	-	-	-	-	1,615,325	1,615,325
Shares transferred during the year	-	-	-	-	(15,000,000)	(15,000,000)
Equity as on 31 December 2018	747,427,510	-	-	-	37,014,173	784,441,683

Equity as on 01 January 2017	622,856,260	-	-	-	49,559,740	672,416,000
Addition during the year (Bonus share)	124,571,250	-	-	-	839,108	125,410,358
Equity as on 31 December 2017	747,427,510	-	-	-	50,398,848	797,826,358

The annexed notes 1 to 47 and Annexure - A form an integral part of these financial statements.

Syed Abdul Aziz

DMD & Company Secretary

Md. Hemayet Ullah

Chief Executive Officer

Md. Jahidul Islam FCA

Director

Mohammad Sohel Arif

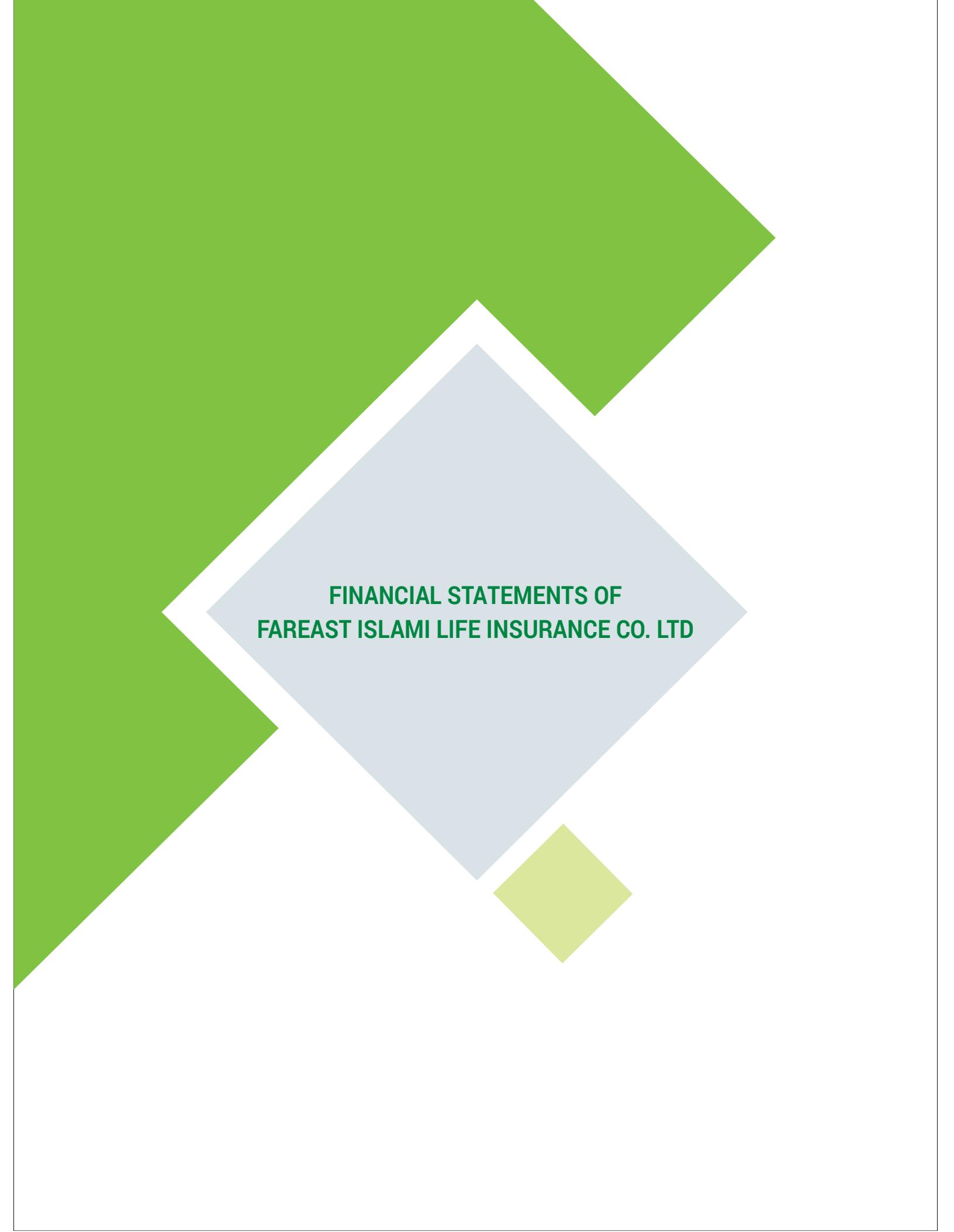
Director

Md. Nazrul Islam

Chairman

Signed in terms of our separate report of even date

07 August 2019
Dhaka



**FINANCIAL STATEMENTS OF
FAREAST ISLAMI LIFE INSURANCE CO. LTD**

Balance Sheet

As at 31 December 2018

CAPITAL AND LIABILITIES	Notes	Amount in Taka	
		2018	2017
SHAREHOLDERS' CAPITAL			
Authorised Capital			
10,00,00,000 Ordinary Shares of Tk.10 each	4.00	1,000,000,000	1,000,000,000
Issued, Subscribed and Paid-up Capital			
74,742,751 Ordinary Shares of Tk.10 each		747,427,510	747,427,510
BALANCE OF FUND & ACCOUNTS			
Revaluation Reserve	5.00	3,330,392,262	3,330,392,262
Life Insurance Fund	6.00	33,388,110,960	33,447,462,417
Welfare Fund	7.00	8,495,139	11,435,275
		36,726,998,361	36,789,289,954
LIABILITIES & PROVISIONS			
Amount due to other persons or bodies carrying on Insurance business	8.00	43,361,679	23,390,572
Estimated liabilities in respect of outstanding claims whether due or intimated	9.00	214,151,704	472,720,299
Loans & Advances	10.00	1,727,950,000	1,683,889,000
Sundry Creditors	11.00	2,748,039,268	2,570,994,895
Provision for Share Value Fluctuation Account		25,585,148	-
Premium Deposits	12.00	172,846,144	109,295,026
		4,931,933,943	4,860,289,792
		42,406,359,814	42,397,007,256

The annexed notes 1 to 47 and Annexure - A form an integral part of these financial statements

Syed Abdul Aziz
DMD & Company Secretary

Md. Hemayet Ullah
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Mohammad Sohel Arif
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Md. Nazrul Islam
Chairman

Signed in terms of our separate report of even date

07 August 2019
Dhaka

Mahfel Huq & Co.
Chartered Accountants

Balance Sheet

As at 31 December 2018

PROPERTY AND ASSETS	Notes	Amount in Taka	
		2018	2017
LOANS			
On Insurer's Policies within their surrender value	13.00	669,212,401	663,597,121
INVESTMENT(AT COST)	14.00		
Shares & Bonds		6,865,253,779	5,284,339,203
Equity Shares in CDBL		5,711,810	5,711,810
Treasury Bond with Bangladesh Bank		3,130,086,502	1,792,565,628
Fareast Islami Securities Ltd (Subsidiary)		497,500,000	496,500,000
Fareast Islami Properties Ltd (Subsidiary)		72,000,000	58,000,000
		10,570,552,091	7,637,116,641
Outstanding Premium	15.00	1,066,113,754	913,255,250
Profit, Dividend & Rent Accrued but not Due	16.00	553,882,778	638,488,365
Advances, Deposits and Prepayments	17.00	7,770,515,274	4,330,857,264
Sundry Debtors	18.00	105,373,879	54,728,370
CASH, BANK & OTHER BALANCES			
Fixed Deposit with Banks	19.00	4,043,910,566	11,277,185,426
SND & CD Account with Banks	20.00	3,558,212,871	4,612,211,328
Cash in Hand		112,508	160,462
		7,602,235,945	15,889,557,216
OTHER ACCOUNTS			
Stamps in Hand		6,503,232	5,808,917
Printing & Stationery in Hand		8,856,321	7,909,856
Fixed Assets (At cost less depreciation)	21.00	14,053,114,139	12,255,688,256
		42,406,359,814	42,397,007,256

The annexed notes 1 to 47 and Annexure - A form an integral part of these financial statements

Syed Abdul Aziz
DMD & Company Secretary

Md. Hemayet Ullah
Chief Executive Officer

Md. Jahidul Islam FCA
Director

Mohammad Sohel Arif
Director

Md. Nazrul Islam
Chairman

Signed in terms of our separate report of even date

07 August 2019
Dhaka

Mahfel Huq & Co.
Chartered Accountants

Life Revenue Account

For the year ended 31 December 2018

PARTICULARS	Notes	Amount in Taka	
		2018	2017
BALANCE OF FUND AT THE BEGINNING OF THE YEAR		33,447,462,417	32,166,085,973
Prior adjustment made during the year			
PREMIUM LESS RE-INSURANCE	22.00		
First year premium (Individual Life)		2,239,985,986	2,804,584,890
First year premium (Sharbojonin Bima)		828,655,112	956,644,534
		3,068,641,098	3,761,229,424
Renewal premium (Individual Life)		5,854,873,446	5,174,045,723
Renewal premium (Sharbojonin Bima)		1,636,904,543	1,151,135,812
		7,491,777,989	6,325,181,535
Group Insurance premium		27,371,451	33,971,554
Gross premium		10,587,790,538	10,120,382,513
Less: Re-Insurance premium		27,497,406	17,308,988
Net premium		10,560,293,132	10,103,073,525
Profit, Dividend and Rent	23.00	1,022,643,949	1,483,296,183
Other Income	24.00	33,187,426	2,491,237
		45,063,586,924	43,754,946,918

First year premiums, where, the maximum premiums paying period is		
Single	165,084,746	790,599,999
Two years	-	-
Three years	-	-
Four years	-	-
Five years	19,260,182	29,643,878
Six years	6,612,735	7,020,098
Seven years	696,220	679,383
Eight years	1,218,634	1,230,701
Nine years	100,848	202,029
Ten years	1,165,736,863	1,391,012,207
Eleven years	1,310,082	2,470,022
Twelve years or over	1,708,620,788	1,538,371,107
(Including throughout life)	3,068,641,098	3,761,229,424

Life Revenue Account

For the year ended 31 December 2018

PARTICULARS	Notes	Amount in Taka	
		2018	2017
CLAIMS UNDER POLICIES (INCLUDING PROVISION FOR CLAIMS DUE OR INTIMATED) LESS RE-INSURANCE			
By Death		114,899,643	113,679,355
By Maturity		6,469,807,456	4,873,985,116
By Survival		840,834,119	697,251,151
By Surrender		128,084,303	122,993,770
		7,553,625,521	5,807,909,392
EXPENSES OF MANAGEMENT			
Commission			
(a) Commission to Insurance Agents (less than on Re-Insurance)		1,421,182,596	1,552,168,113
(b) Allowances and Commission		471,977,718	608,208,552
(other than commission including in Sub-Item (a) above)		1,893,160,314	2,160,376,665
Salaries etc. (other than to agents and those contained in the allowances and commission)		899,226,758	906,673,706
Travelling & Conveyance		24,354,807	33,235,410
Shariah Meeting Fees		176,000	145,000
Meeting Fees		4,613,332	4,792,223
Auditor's Fees		287,500	287,500
Actuarial Fees		1,711,765	1,080,000
Honorarium of Adviser		218,233	459,360
Medical Consultant Fees		1,891,892	1,846,713
Medical Expenses		1,096,901	1,195,871
Professional Fees & Legal Expenses		4,244,311	4,843,093
Registration & Renewal Fees		-	35,445,839
Advertisement & Publicity		18,611,351	23,951,110
Printing & Stationery	28.00	16,363,225	19,182,208
Policy Stamp		29,103,765	32,329,445
Revenue Stamp		4,988,425	2,937,093
Postage & Courier Bills		4,134,701	4,773,107
Telephone, Internet & Fax Bills		8,634,498	8,615,815
Training & Recruitment Expenses		1,571,749	1,320,264
Meeting Expenses		352,498	426,180
Development Expenses		328,910,366	384,563,748
Welfare Expenses		3,517,195	4,850,980
Office Rent		109,628,957	97,234,605
Office Expenses		12,125,121	13,312,994
Repairs & Maintenance		31,905,405	24,327,763

Life Revenue Account

For the year ended 31 December 2018

PARTICULARS	Notes	Amount in Taka	
		2018	2017
Gas, Water & Electricity Charges		28,223,296	26,145,221
Electric Expenses		550,165	350,457
Car Fuel		43,195,626	46,664,707
Car Registration & Renewal Fees		2,558,408	1,966,630
Bank Charges		10,729,444	11,168,081
Car Repairs & Maintenance		31,958,097	24,050,633
Car Insurance Expenses		5,784,084	2,922,779
Newspaper & Periodicals		855,596	258,495
Entertainment		4,273,556	4,691,520
AGM Expenses		408,170	199,435
Mobile Telephone Bills		7,998,775	7,291,711
Fees, Subscription and Donation	37.00	6,126,918	5,558,490
Shifting Expenses		599,710	465,944
Duty & Taxes		8,161,856	6,310,281
Refreshment & Recreation Expenses		11,372,650	9,378,720
Trade Licence		264,288	2,929,846
Cleaning & Washing		6,563,817	6,564,882
Insurance Premium		10,471,364	11,233,257
Depreciation on Fixed Assets		188,454,367	201,940,077
Miscellaneous Expenses		3,620	3,150
		1,876,222,562	1,977,924,343
OTHER EXPENSES			
Income Tax		165,610,689	143,274,412
		165,610,689	143,274,412
		3,934,993,565	4,281,575,420
DIVIDEND			
Cash Dividend		186,856,878	93,428,439
Bonus Share		-	124,571,250
		186,856,878	217,999,689
BALANCE OF FUND AT THE END OF THE YEAR AS SHOWN IN THE BALANCE SHEET			
		4,121,850,443	4,499,575,109
		33,388,110,960	33,447,462,417
		45,063,586,924	43,754,946,918

The annexed notes 1 to 47 and Annexure - A form an integral part of these financial statements

Syed Abdul Aziz

DMD & Company Secretary

Md. Hemayet Ullah

Chief Executive Officer

Md. Jahidul Islam FCA

Director

Mohammad Sohel Arif

Director

Md. Nazrul Islam

Chairman

Signed in terms of our separate report of even date

07 August 2019

Dhaka

Mahfel Huq & Co.
Chartered Accountants

Statement of Life Insurance Fund

As at 31 December 2018

PARTICULARS	Notes	Amount in Taka	
		2018	2017
A. ASSETS			
Loans on Insurer's policies within their surrender value	13.00	669,212,401	663,597,121
Investment	14.00	10,570,552,091	7,637,116,641
Outstanding premium	15.00	1,066,113,754	913,255,250
Profit, Dividend & Rent accrued but not Due	16.00	553,882,778	638,488,365
Advances, Deposits & Prepayments	17.00	7,770,515,274	4,330,857,264
Sundry Debtors	18.00	105,373,879	54,728,370
Cash & Bank Balances		7,602,235,945	15,889,557,216
Stamp in Hand		6,503,232	5,808,917
Printing & Stationery in Hand		8,856,321	7,909,856
Fixed Assets (at cost less depreciation)	21.00	14,053,114,139	12,255,688,256
		42,406,359,814	42,397,007,256
B. LIABILITIES			
Revaluation Reserve	5.00	3,330,392,262	3,330,392,262
Welfare Fund	7.00	8,495,139	11,435,275
Amount due to other persons or bodies carrying on insurance business	8.00	43,361,679	23,390,572
Estimated Liabilities in respect of outstanding claims whether due or intimated	9.00	214,151,704	472,720,299
Loan & Advance	10.00	1,727,950,000	1,683,889,000
Sundry Creditors	11.00	2,748,039,268	2,570,994,895
Provision for Share Value Fluctuation Account		25,585,148	-
Premium Deposits	12.00	172,846,144	109,295,026
		8,270,821,344	8,202,117,329
C. Gross Fund (A - B)		34,135,538,470	34,194,889,927
D. Shareholders' Capital (Paid-up Capital)		747,427,510	747,427,510
E. Life Insurance Fund as at 31 December 2018 (C - D)		33,388,110,960	33,447,462,417

The annexed notes 1 to 47 and Annexure - A form an integral part of these financial statements


Syed Abdul Aziz
DMD & Company Secretary


Md. Hemayet Ullah
Chief Executive Officer


Md. Jahidul Islam FCA
Director


Mohammad Sohel Arif
Director


Md. Nazrul Islam
Chairman

Signed in terms of our separate report of even date

07 August 2019
Dhaka


Mahfel Huq & Co.
Chartered Accountants

Form-AA Classified Summary of the Assets in Bangladesh

As at 31 December 2018

Sl. No.	Class of Assets	Book Value	Market Value	Remarks
		Taka	Taka	
1	Bangladesh Government Securities (Pratirakkha Sanchaya Patra-PSP)	-	-	
2	National Investment Bond (NIB)	-	-	
3	Treasury Bond with Bangladesh Bank	3,130,086,502	3,130,086,502	At Cost
4	Other Ordinary Shares of Concerns in Bangladesh	5,711,810	5,711,810	At Cost
5	Loans on the Company's Policies effected in Bangladesh within their surrender value	669,212,401	669,212,401	Realisable Value
6	Shares & Bonds Listed on Stock Exchanges	7,094,471,885	6,865,253,779	Fair Value
7	Fareast Islami Securities Ltd (Subsidiary)	497,500,000	497,500,000	At Cost
8	Fareast Islami Properties Ltd (Subsidiary)	72,000,000	72,000,000	At Cost
9	Loans on Personal Security (domiciled & resident in Bangladesh)	-	-	
10	Other Loans granted in Bangladesh (Land & House Property in Bangladesh)	-	-	
11	Cash on Fixed Deposit in Bank	4,043,910,566	4,043,910,566	Realisable Value
12	Cash in Hand and on Current & STD.A/C. in Banks	3,558,325,379	3,558,325,379	Realisable Value
13	Other Assets			
a.	Agents Balances	-	-	
b.	Outstanding Premium	1,066,113,754	1,066,113,754	Realisable Value
c.	Profit, dividend and rent either outstanding or accrued but not due	553,882,778	553,882,778	Realisable Value
d.	Advances, Deposits & Prepayments	7,770,515,274	7,770,515,274	Realisable Value
e.	Stamps, Forms and Stationery in hand	15,359,553	15,359,553	At Cost
f.	Sundry Debtors	105,373,879	105,373,879	Realisable Value
g.	Fixed Assets (At cost less depreciation)	14,053,114,139	14,053,114,139	Written Down Value
		42,635,577,920	42,406,359,814	

The annexed notes 1 to 47 and Annexure - A form an integral part of these financial statements

Syed Abdul Aziz
DMD & Company Secretary

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Chief Executive Officer

Md. Jahidul Islam FCA
Director

Mohammad Sohel Arif
Director

Md. Nazrul Islam
Chairman

Signed in terms of our separate report of even date

07 August 2019
Dhaka

Mahfel Huq & Co.
Chartered Accountants

Cash Flow Statement

For the year ended 31 December 2018

PARTICULARS	Notes	Amount in Taka	
		2018	2017
A. Cash Flows from operating Activities			
Collection from premium		10,470,985,746	10,378,546,967
Payment for Claims		(7,812,194,116)	(5,960,112,183)
Payment for Management Expenses and Others		(3,119,381,294)	(3,939,643,097)
Net Cash Used in Operating Activities		(460,589,664)	478,791,687
B. Cash Flows from Investing Activities			
Purchase of Fixed Assets		(5,933,636,447)	(491,158,880)
Disposal of Fixed Assets		48,314,486	122,420,768
Investment and Other income received		1,140,436,962	1,568,563,531
Investment made during the year		(2,894,989,730)	(4,138,821,222)
Net Cash used for Investing Activities		(7,639,874,729)	(2,938,995,803)
C. Cash Flows from Financing Activities			
Dividend Paid		(186,856,878)	(93,428,439)
Net Cash used for Financing Activities		(186,856,878)	(93,428,439)
D. Net Increase/Decrease in cash and cash equivalents (A+B+C)		(8,287,321,271)	(2,553,632,555)
E. Cash and Cash Equivalents at the beginning of the year		15,889,557,216	18,443,189,771
F. Cash and Cash Equivalents at the end of the year		7,602,235,945	15,889,557,216

The annexed notes 1 to 47 and Annexure - A form an integral part of these financial statements

Syed Abdul Aziz	Md. Hemayet Ullah	Md. Jahidul Islam FCA	Mohammad Sohel Arif	Md. Nazrul Islam
DMD & Company Secretary	Chief Executive Officer	Director	Director	Chairman

Signed in terms of our separate report of even date

07 August 2019
Dhaka

Statement of Changes in Shareholders' Equity

For the year ended 31 December 2018

Particular	Share Capital	Share Premium	General Reserve	Reserve For Exceptional Losses	Total
Equity as on 01 January 2018	747,427,510	-	-	-	747,427,510
Addition during the year (Bonus share)	-	-	-	-	-
Equity as on 31 December 2018	747,427,510	-	-	-	747,427,510

Equity as on 01 January 2017	747,427,510		-	-	747,427,510
Addition during the year (Bonus share)	-	-	-	-	-
Equity as on 31 December 2017	747,427,510		-	-	747,427,510

The annexed notes 1 to 47 and Annexure - A form an integral part of these financial statements

Syed Abdul Aziz
DMD & Company Secretary

Md. Hemayet Ullah
Chief Executive Officer

Md. Jahidul Islam FCA
Director

Mohammad Sohel Arif
Director

Md. Nazrul Islam
Chairman

Signed in terms of our separate report of even date

07 August 2019
Dhaka



The graphic design features a large, light green triangle pointing upwards and to the right, partially overlapping a smaller, light grey triangle pointing downwards and to the left. A small, solid yellow square is positioned at the bottom center. The background is white.

NOTES TO THE FINANCIAL STATEMENTS

Notes to the Financial Statements

For the year ended 31 December 2018

1.00 LEGAL FORM AND STATUS OF THE COMPANY

Fareast Islami Life Insurance Company Limited established on 29 May 2000 and registered with the Registrar of Joint Stock Companies and Firms with the issuance of a incorporation Certificate no. C-40381(2349)/2000 dated 29 May 2000 as a Public Limited Company under the Companies Act 1994 and registered with the Department of Insurance on 30 May 2000 under Insurance Act 1938 as amended 2010. The company started issuance of shares to the public in 2005 and got listed in both Dhaka Stock Exchange Ltd. and Chittagong Stock Exchanges Ltd.

2.00 NATURE OF BUSINESS

Fareast Islami Life Insurance Company Limited is engaged in Ekok Bima, Group Insurance (GI) and non-traditional Micro Insurance business under the name of Sarbojonin Bima. The Company is a Publicly Traded Company and its shares are listed with the Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited.

Address of registered office and place of business of the company

The registered office of the Company is situated at Fareast Tower, 35 Topkhana Road, Dhaka - 1000.

Subsidiary Companies

Fareast Islami life Insurance Company Limited is a parent company of two subsidiary companies namely Fareast Islamy Securities Limited and Fareast Islami Properties Limited details of which are given below

Fareast Islami Securities Ltd

In pursuant to the permission from IDRA, the company (Parent) formed a wholly owned (99.50%) public limited company. The main objective of the company is to act as a member of Stock Exchanges, and to carry on business of brokers, stocks, shares, securities and provide margin loan to the investors under the present rules and regulations.

Fareast Islami Properties Ltd

In pursuant to the permission from IDRA, the company (Parent) formed a wholly owned (72.00%) public limited company. The main objective of the company is to acquire by purchase, lease, and settlement or otherwise any land from any person and to develop the same for the residential, industrial, commercial and housing person.

3.00 SIGNIFICANT ACCOUNTING POLICIES

3.01 Basis of Consolidation

The financial statements of the company and its subsidiary have been consolidated in accordance with International Financial Reporting Standard (IFRS) 10: 'Consolidated Financial Statements'. The consolidation of the financial statements has been prepared by using uniform accounting policies and after eliminating all material intra group balances, income and expenses arising from intra-group transactions. The total revenue of the company and its subsidiaries are shown in the consolidated Life Revenue Account with the proportion of Fund after taxation pertaining to minority shareholders being deducted as 'Non-controlling Interest'. All assets and liabilities of the company and of its subsidiaries are shown in the consolidated balance sheet. The interest of minority shareholders of the subsidiaries are shown separately in the consolidated balance sheet under the heading 'Non-controlling Interest'.

3.02 Components of the Financial Statements

The Financial Statements include the following components

- i) Balance Sheet
- ii) Life Revenue Account
- iii) Statement of Cash Flows
- iv) Statement of Changes in Shareholders' Equity
- v) Statement of Life insurance Fund
- vi) Classification of the Assets (Form AA) and
- vii) Accounting Policies and Explanatory Notes

3.03 Basis of Presentation and Statement of Compliance

The following underlying assumptions, measurement base, laws, rules, regulations and accounting pronouncements have been considered in preparing and presenting the Financial Statements

- Accrual unless stated otherwise
- Historical cost convention
- The Insurance Act 2010
- The Insurance Act 1938
- The Insurance Rule 1958
- The Companies Act 1994
- The Bangladesh Securities and Exchange Rules 1987
- The Income Tax Ordinance 1984
- The Listing Regulations of Dhaka and Chittagong Stock Exchanges
- The International Accounting Standards (IAS)
- Any other applicable legislation

Where the requirements of the Companies Act 1994, the Insurance Act 1938 & 2010 and the Bangladesh Securities and Exchange Rules 1987 differ with the requirements of these standards, the requirements of the Companies Act 1994, the Insurance Act 1938 & 2010 and the Bangladesh Securities and Exchange rules 1987 take precedence.

3.04 Revenue recognition

The revenue is recognized after satisfying all the conditions for revenue recognition as provided IFRS 15: "Revenue" in compliance with IFRS 4 "Insurance Contract". Detailed income wise policy for revenue recognition is as given under:

a) Premium Income

The income from premium is comprised of the total amount of premium earned on various classes of life insurance business during the year, the gross amount of premium earned against various policies, the amount of claims less re-insurance settled during the year have all been duly accounted for in the books of account of the Company. While preparing the final statement of accounts, the effect of re-insurance accepted and re-insurance ceded as well as the effect of total estimated liabilities in respect of outstanding claims have been given effect to the accounts at the end of the year.

b) Investment Income

Profit on different investments is recognized on accrual basis as per IFRS-15 "Revenue from contracts with customers". Portfolio gain on investments in shares is recognized as income and credited to investment income in the life revenue account as per IFRS- 9 "Financial Instrument". Capital gain is recognized when it is realized and recognized as income and credited to investment income in the life revenue account as per IFRS-9 " Financial Instrument".

c) Dividend income

Dividend income has been accounted for only when the right to receive the dividend is established.

3.05 Investment

Investment in stocks, shares and other securities are recognized in the financial statements at cost considering long term investment and these are revalued at regular interval. Increases or decreases in the value of investment are recognized in the financial statement as per **IFRS-9 "Financial instruments"**. Increases or decreases in the value of investment in listed shares are recognized in the financial statement considering the average movement of market price as the capital market of Bangladesh. Decreases in the market value on stocks and shares are recognized in the Life Revenue Account as per **IFRS-9 "Financial Instruments"**.

The company has appealed to the Government authorities through Bangladesh Insurance Association and Insurance Development & Regulatory Authority to lower the prescribed investment amount in treasury bond due to varying earning rate of interest from Govt. treasury bond and for profit on Islami bond and the matter is under consideration by the government to raise the profit rate for Islami bond to pave the way for all Islami life Insurance Companies operating in the business market in the interest to the policy holders of the insurance.

3.06 Fixed Assets

a) Valuation of Fixed Assets

All fixed assets are stated at cost less accumulated depreciation as per IAS 16: "Property, Plant and Equipment" valued under cost model except building. The cost of acquisition of an asset comprise of its purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use inclusive of inward freight, duties and non-refundable taxes.

b) Recognition of Fixed Assets

The company recognizes in the carrying amount of an item of property, plant and equipment the cost of replacing part of such an item when that cost is incurred if it is probable that the future economic benefits embodied with the item will flow to the company and the cost of the items can be measured reliably. Normal expenditure incurred after the assets have been put into operation such as repairs and maintenance other than major replacements, renewals and or betterment of the assets are charged off as revenue expenditure in the period in which it is incurred.

c) Depreciation on Fixed Assets

Depreciation is charged on Fixed assets has been calculated on all assets using diminishing balance method in accordance with IAS-16 "Property, Plant and Equipment" at varying rates depending on the class of assets. Depreciation is charged in additions of fixed assets when it is available for use. Methods and Rates of depreciation are consistently applied in relation to previous year and depreciation rates are as follows:

Category of Assets	Rate of Depreciation
Furniture & Fixtures	10%
Office Decoration	10%
Office Equipment	15%
Vehicles	20%
Electric Installation	15%
Telephone Installation	15%
Software & Software Development	25%
Electric Sub-Station	15%
Generator	20%
Building	5%
Air Conditioner	15%
Lift	15%

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

d) Impairment of Assets

In each year the management assess whether there is any indication that the assets may be impaired in accordance with IAS 36: "Impairment of Assets" considering the current economic situations. Management concludes that there is no such indication in existence.

3.07 Taxation

IAS 12: "Income Taxes" and Income Tax ordinance 1984 have been used for the calculation of deferred tax and current tax expense respectively.

Current tax expense

The tax currently payable is based on taxable surplus for the year. Taxable surplus differs from surplus as reported in the life revenue account because it excludes items of income or expenses that are taxable or deductible in succeeding years and it further excludes items that are never taxable or deductible. The company's liability for current tax has been calculated using tax rates that have been enacted or substantively enacted by the balance sheet date.

Refund has been created/assessed in the following Income Years

Income Year	Refund Assessed
2002	3,02,149
2004	34,39,263
2005	61,19,358

Assessment of Income Tax for the Income Years 2006, 2007, 2008, 2009, 2010, 2011, 2012, 2013, 2014, 2015, 2016 and 2017 has not yet been finalized. Above refund amount are subject to adjustment with the finally assessed tax amount, if any, for the Income Year 2018 and coming years.

Deferred tax

Income Tax assessment of the company is made as per 4th schedule of Income Tax ordinance 1984. As per 4th schedule of the Income Tax Ordinance Deputy Commissioner of Taxes considered Actuarial Valuation Report for making assessment. In the past records of assessment order Tax Authority has not allowed depreciation as per 3rd schedule of the Income Tax Ordinance 1984. As such there arises no temporary difference of taxable fixed assets. In the absence of temporary difference no financial effect has been given in the Financial Statements for the year 2018 for deferred tax provision.

3.08 Financial Instruments

Derivative

According to IFRS 7: "Financial Instruments: Disclosures", the company was not a party to any derivative contract (financial instruments) at the Balance Sheet date, such as forward exchange contracts, currency swap agreement or contract to hedge currency exposure related to import of capital machinery to be leased to lessees in future.

Non-Derivative

Non-derivative financial instruments comprise of accounts and other receivable, borrowings and other payables and are shown at transaction cost as per IFRS 9 "Financial Instruments".

3.09 Commission

Commission to Insurance Agents (Less that received on Re-insurance) represents First Year Commission, Renewal Commission and Group Commission. Allowance and Commission (Other than Commission to Insurance Agents less that on Re-insurance) represent Field Officers Salary and Allowances including Incentive Bonus.

3.10 Statement of Cash Flows

Cash Flow Statement is prepared in accordance with IAS-7 and Cash Flow from operating activities have been presented under direct method as outlined in the Bangladesh Securities and Exchange Rules 1987.

Cash in hand and Cash at bank have been considered as the Cash and Cash equivalents for the preparation of the Statement, which were held and available for use by the Company without any restriction.

3.11 Employees' Benefit

Fareast Islami Life Insurance Co. Ltd offers a number of benefit plans, which includes Contributory Provident Fund, Gratuity and also Festival Bonus, which have been accounted for in accordance with the provision of International Accounting Standard -19, "Employee Benefit." Bases of enumerating the above benefits schemes operated by the company are outlined below:

Contributory Provident Fund

The Company operates a contributory provident fund for its permanent employees .The fund is administered separately by a Board of Trustees and is funded by equal contribution from the Company and the Employees. This fund is invested separately.

Gratuity

Employees of the company, who served the company for three years or above is entitled to get gratuity benefit at rates determined by the service rules of the fund. Presently the Gratuity is being paid at the time of the final settlement of the respective employees.

3.12 Provision for Liabilities

According to IAS 37: "Provision, Contingent Liabilities and Contingent Assets" the company recognizes the provision in the balance sheet when the company has a legal or constructive obligation as a result of past event and it is probable that an outflow of economic benefit will be required to settle the obligations.

3.13 Related Party Transactions

The related party is the party who has the significant power in the management process and cast significant power in the company's affairs and the management duly identified the party is related to the company and discloses the transactions of the related party as per IAS 24: "Related party Disclosures". The company did not make any transaction with the related party.

3.14 Risk and uncertainties for use of estimates in preparation of Financial Statements

Preparation of Financial Statements in conformity with the Bangladesh Accounting Standards requires management to make estimates and assumption that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and revenues and expense during the period reported. Actual result could differ from those estimates. Estimates are used for accounting of certain items such as long-term contracts, depreciation and amortization, employees benefit plans, taxes, reserves and contingencies.

3.15 Responsibility for preparation and presentation of Financial Statements

The Board of Directors and Management is responsible for the preparation and presentation of Financial Statement under section 183 of the Companies Act, 1994, BSEC guideline and as per the provision of "The Framework for the preparation and presentation of Financial Statements" issued by the International Accounting Standards Committee (IASC) as adopted by the Institute of the Chartered Accountants of Bangladesh (ICAB).

3.16 Claims

Survival Benefit claims and Annuities are accounted for when due for payment. Death claims and all other claims are accounted for when intimated. Provision for outstanding death claims has been made based on the intimation of the death claims received up to 31 December 2018

3.17 Reporting period

Financial Statements of the Company cover one financial year from 01 January 2018 to 31 December 2018.

3.18 Reporting currency

The figures in the Financial Statement represent Bangladesh Currency (Taka). Figures have been rounded off to the nearest Taka.

3.19 Comparative Figures

Comparative information has been disclosed in respect of the year 2017 for all numerical data in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current year's financial statements.

Previous year's figures have been restated and rearranged whenever considered necessary to ensure comparability with the current year's presentation.



		Amount in Taka	
		2018	2017
4.00 SHAREHOLDERS' CAPITAL			
Authorised Capital			
10,00,00,000 Ordinary Shares of Tk. 10 each		1,000,000,000	1,000,000,000
Issued, Subscribed and Paid-up Capital			
7,47,42,751 ordinary share of Tk. 10 each fully paid up.		747,427,510	747,427,510
Category of Shareholders	Share holding(%)		
Sponsor	36.33	271,524,090	271,524,090
General Public	63.67	475,903,420	475,903,420
		747,427,510	747,427,510

4.01 Distribution Schedule of Paid-up Capital

As per listing rules of the Stock Exchange, a distribution schedule of each class of equity shares and the number of shareholders and percentage as on 31 December 2018 is given below

A	Category of Share Holders	No. of Share Holders	Quantity of Shares	Share Holding %
	Sponsors & Shareholders	28	24,823,349	33.21
	Foreigners	4	2,116,833	2.83
	General Public	7,804	18,679,187	24.99
	Institutions	230	29,123,382	38.97
	Total	8,066	74,742,751	100.00
B	Share Holding Range	No. of Share Holders	Quantity of Shares	Share Holding %
	001 - 500	4,792	733,261	0.99
	501 - 5000	2,649	4,289,717	5.74
	5001 - 10000	267	1,856,138	2.49
	10001 - 20000	136	1,885,822	2.52
	20001 - 30000	52	1,366,104	1.82
	30001 - 40000	24	877,778	1.18
	40001 - 50000	14	648,446	0.87
	50001 - 100000	41	3,074,569	4.11
	100001 - 1000000	65	24,768,580	33.13
	1000001 and above	26	35,242,336	47.15
Total		8,066	74,742,751	100.00

5.00 REVALUATION RESERVE

3,330,392,262	3,330,392,262
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The above amount represents the balance of Revaluation Reserve which has been created with the increased amount of revaluation of Asset.

6.00 LIFE INSURANCE FUND

33,388,110,960	33,447,462,417
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This consists of the accumulated balance of revenue surplus upto 31 December 2018.

Balance as on January 01, 2018

33,447,462,417	32,166,085,973
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Add: Increase in Life Revenue Account during the year

(59,351,457)	1,281,376,444
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33,388,110,960	33,447,462,417
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	Amount in Taka	
	2018	2017
6.A LIFE INSURANCE FUND		
Fareast Islami Life Insurance Co. Ltd	33,329,264,616	33,462,500,966
Fareast Islami Securities Ltd	33,388,110,960	33,447,462,417
Fareast Islami Properties Ltd	(70,705,376)	8,354,806
	11,859,032	6,683,743
	33,329,264,616	33,462,500,966
6.B NON CONTROLLING INTEREST		
Fareast Islami Securities Ltd	37,014,173	50,398,848
Fareast Islami Properties Ltd	2,161,609	3,558,896
	34,852,564	46,839,952
	37,014,173	50,398,848
7.00 WELFARE FUND	8,495,139	11,435,275
As an Islami Shariah based Company the Bank Interest has not been included with the Revenue Income. Thus the Interest is recognized in a separate account as Welfare Fund excepting statutory deposit on investment with Bangladesh Bank.		
8.00 AMOUNT DUE TO OTHER PERSONS OR BODIES CARRYING ON INSURANCE BUSINESS	43,361,679	23,390,572
The amount represents the balance due to Trust Re, Manama, Bahrain on account of share of re-insurance commission and share of claim after adjustment of re-insurance premium due to them. The balance of Trust Re has been accounted for the year ended 31 December 2018.		
Balance break-up is as under		
Opening Balance as on January 01, 2018	23,390,572	10,399,296
Add: Provision for premium on Re-insurance ceded	27,497,406	17,308,988
	50,887,978	27,708,284
Less: Received against Re-Insurance Commission	5,026,299	3,617,712
	45,861,679	24,090,572
Less: Re-Insurance Premium Paid	-	-
	45,861,679	24,090,572
Less: Adjustment against Re-Insurance Claim Received	2,500,000	700,000
	43,361,679	23,390,572
Less: Adjustment made during the year	-	-
	43,361,679	23,390,572
9.00 ESTIMATED LIABILITY IN RESPECT OF OUTSTANDING CLAIMS WHETHER DUE OR INTIMATED		
a) Death Claim		
Opening Balance as on January 01, 2018	214,151,704	472,720,299
Add: Claim intimated during the year	20,042,420	31,303,743
	31,303,743	13,873,020
	103,264,752	101,421,961
	134,568,495	115,294,981
Less: Paid during the year	112,026,075	83,291,238
	22,542,420	32,003,743
	2,500,000	700,000
	20,042,420	31,303,743
	2,073,737	218,359
Less: Re-insurance claim received	218,359	429,823
	13,873,912	8,658,270
	14,092,271	9,088,093
Less: Paid during the year	12,018,534	8,869,734
	2,073,737	218,359

c) Maturity Claim

Opening Balance as on January 01, 2018

Add: Intimated during the year

Less: Paid during the year

d) Survival Benefit

Total (a+b+c+d)

Amount in Taka	
2018	2017
180,365,576	411,830,598
411,830,598	543,668,533
6,149,810,860	4,047,397,582
6,561,641,458	4,591,066,115
6,381,275,882	4,179,235,517
180,365,576	411,830,598
11,669,971	29,367,599
214,151,704	472,720,299

10.00 LOANS & ADVANCES

The make up of the above amount is given here under

10.01 Banks (Guard)

Islami Bank Bangladesh Ltd

1,727,950,000	1,683,889,000
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1,623,100,000	1,623,100,000
1,623,100,000	1,623,100,000

10.02 Others

FILIC Employee's Providend Fund Trustee Board

104,850,000	60,789,000
104,850,000	60,789,000

11.00 SUNDY CREDITORS

Printing Bills
Office Rent
Telephone Bills
Commission (Sub Note-11.01)
Electric Bills
Audit Fees
Salary (Desk)
Car Fuel
Advertisement & Publicity
Tax at Source
VAT at Source
Car Repairs & Maintenance
Company's Registration & Renewal Fees
Entertainment
Certificate & Licence Fees
Mobile Telephone Bills
Repairs & Maintenance
Actuarial Fees
Security Deposit (Sub Note-11.02)
Wasa Bills
Gas Bills
Postage & Courier Bills
Travelling & Conveyance
Unclaimed Dividend (Sub note 11.03)

2,748,039,268	2,570,994,895
1,840,418	4,201,859
4,292,028	3,942,259
492,170	456,419
250,906,859	265,086,291
2,877,097	1,745,192
391,250	391,250
37,847,437	76,649,482
180,586	4,942,829
443,100	320,775
202,621,960	129,402,047
21,021,792	17,301,076
257,384	1,461,207
14,480,227	35,445,929
236,483	180,049
179,648,124	162,629,945
203,512	235,054
3,708,404	3,412,234
1,250,000	1,250,000
284,018,779	277,407,628
9,320	25,055
2,700	2,400
967,508	551,229
2,901,375	4,036,978
483,011	776,028

	Amount in Taka	
	2018	2017
Development Expenditure	130,445,244	151,844,315
Medical Expenses	165,874	182,832
Meeting Fees	535,554	-
Fareast Welfare Foundation (Sub Note-11.04)	496,288	496,288
Refreshment & Recreation Expenses	440,300	-
Newspaper & Periodicals	4,660	4,890
Provision for Income Tax	1,588,194,983	1,422,584,294
Cleaning & Washing	-	496,811
Training & Recruitment Expenses	258,450	-
Shifting Expenses	70,836	96,490
Professional Fees & Legal Expenses	-	3,175
Un Identified Deposit	2,836,127	3,202,692
Unrealised Profit	13,279,541	229,893
Others	229,887	229,893
	2,748,039,268	2,570,994,895

11.01 Commission Payable

Agent Commission	250,906,859	265,086,291
OR Commission	179,886,182	145,972,769
SOR Commission	21,461,195	74,866,482
	49,559,482	44,247,040
	250,906,859	265,086,291

The Commission expenses of the closing month i.e. December 2018 had been paid in the following months i.e. January 2019 and onward. Commission is directly related with the business and it is common phenomena that December closing has had a hapyt businesss procurement to achieve some prizes in the contest and to qualify for some fringe benefits allowable as per Insurance Act, 2010. Because of this business earning along with commission in the month of December is in increasing year to year. That is why provision in the head of commission has increased.

OR Commission and SOR Commission - OR Commission and SOR Commission represent Over-riding Commission and Senior-employee's Over-riding Commission. OR Comissions are usually paid among the employer of agents such as Unit Manager (UM) and Branch Manager (BM). SOR Commissions are usually paid among the Branch Co-ordinator (BC) and above ranked employer of agents. These are being done in line with the provision of the Insurance Act, 2010.

11.02 Security Deposit

284,018,779	277,407,628
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Security Deposit has been increased due to amount deducted from the construction bills, amount received from the suppliers and amount received from the newly recruited employees.

11.03 Unclaimed Dividend

483,011	776,028
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This represents dividend warrant issued against dividend for the year 2005-2008 which were not encashed within 31 December 2018.

The break-up of the amount is as follows

Year	Amount in Taka	
	2018	2017
2005	49,953	49,953
2006	363,154	363,154
2008	69,904	362,921
Total	483,011	776,028

11.04 Fareast Welfare Foundation	496,288	496,288
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Fareast Welfare Foundation has been established in the year 2007 with some benevolent mission and vision to extend help to poor, victimized, affected and have-nots class of people of the society which is a compliance of Corporate Social Responsibility (CSR) of the Company.

11.A SUNDRY CREDITORS	2,942,860,271	2,665,366,774
Fareast Islami Life Insurance Co. Ltd	2,748,039,268	2,570,994,895
Fareast Islami Securities Ltd	138,992,299	97,931,592
Fareast Islami Properties Ltd	64,384,038	4,995,621
Less: Inter company transaction	2,951,415,605	2,673,922,108
	8,555,334	8,555,334
	2,942,860,271	2,665,366,774

12.00 PREMIUM DEPOSITS	172,846,144	109,295,026
First Year Premium	158,078,245	66,949,142
Renewal Premium	14,767,899	42,345,884
	172,846,144	109,295,026

This has been projected on the basis of premium collection less amount recognized as premium (Revenue) income in 2018.

13 .00 LOAN ON POLICY	669,212,401	663,597,121
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This balance represents the amount sanctioned to policy holders against policies within their surrender value as per provision of the Insurance Act, 2010.

	Amount in Taka	
	2018	2017
14.00 INVESTMENT		
14.01 Shares & Bonds	6,865,253,779	5,284,339,203
Shares & Bonds of various Company		
14.02 Equity Shares in CDBL	5,711,810	5,711,810
The amount is invested in Central Depository of Bangladesh Ltd. as Equity Shares.		
14.03 Treasury Bond with Bangladesh Bank	3,130,086,502	1,792,565,628
The Company has invested the amount in accordance with section 41 of Insurance Act 2010 with Bangladesh Bank.		
14.04 Fareast Islami Securities Ltd	497,500,000	496,500,000
Fareast Islami Life Insurance Co. Ltd. Holds 49,750,000 shares (99.50% out of 50,000,000 shares) @ Tk. 10 each against the paid-up capital of the subsidiary company.		
14.05 Fareast Islami Properties Ltd	72,000,000	58,000,000
Fareast Islami Life Insurance Co. Ltd. Holds 7,200,000 shares (72% out of 10,000,000 shares) @ Tk. 10 each against the paid-up capital of the subsidiary company.		
14.A INVESTMENT (AT COST)	10,498,895,682	7,585,584,981
Fareast Islami Life Insurance Co. Ltd	10,570,552,091	7,637,116,641
Fareast Islami Securities Ltd	438,623,606	502,968,340
Fareast Islami Properties Ltd.	59,219,985	-
Less: Inter company transaction	11,068,395,682	8,140,084,981
	569,500,000	554,500,000
	10,498,895,682	7,585,584,981
15.00 OUTSTANDING PREMIUM	1,066,113,754	913,255,250
Balance as on January 01, 2018	913,255,250	1,300,842,440
Less : Realised & adjusted during the year	913,255,250	1,300,842,440
Add : Outstanding premium for the year 2018	1,066,113,754	913,255,250
Balance as on Decemebr 31, 2018	1,066,113,754	913,255,250
Break down of the above is as under		
First year	-	-
Renewal	1,066,113,754	913,255,250
	1,066,113,754	913,255,250

	Amount in Taka	
	2018	2017
16.00 ACCRUED PROFIT	553,882,778	638,488,365
Islami Bank Bangladesh Ltd	4,206,597	4,226,302
Shahjalal Islami Bank Ltd	2,693,041	11,229,356
Exim Bank of Bangladesh Ltd	949,557	40,001
Social Islami Bank Ltd	991,417	30,675,749
First Security Islami Bank Ltd	3,155,335	51,515,294
Union Bank Ltd	33,310,292	84,624,472
Al-Arafa Islami Bank Ltd.	312,116	-
Leasing & Finance Companies	163,765,122	195,946,118
Policy Investment	342,175,022	260,231,073
	553,882,778	638,488,365

17.00 ADVANCES, DEPOSITS AND PREPAYMENTS	7,770,515,274	4,330,857,264
Advance for Office Rent	16,993,838	20,037,506
Advance for TA/DA	694,417	695,693
Advance to Employees	5,927,780	5,166,122
Branch Revolving Fund	87,321,307	48,679,380
Other Advances	333,528,325	333,528,325
Advance Income Tax	1,569,932,543	1,335,367,264
Advance against Furniture	306,456	306,456
Security Deposit	57,380	57,380
Mobilization advance for Building project	23,593,446	23,908,446
Advance for Construction, Land & Land Development	4,618,644,628	718,887,918
FILIC Employees Cooperative Society	-	1,011,407,327
Prime Islami Life Insurance Ltd. Employees Cooperative Society *	-	711,472,332
Fareast Islami Securities Ltd.	8,555,334	8,555,334
Fareast Islami Properties Ltd.	30,230	-
Car Hire Purchase Scheme	153,350,885	108,787,781
Employee House Building Loan Scheme	6,260,188	4,000,000
	7,770,515,274	4,330,857,264

17.A ADVANCES, DEPOSITS AND PREPAYMENTS	7,766,945,697	4,328,442,622
Fareast Islami Life Insurance Co. Ltd	7,770,515,274	4,330,857,264
Fareast Islami Securities Ltd	4,111,325	5,109,591
Fareast Islami Properties Ltd	874,432	1,031,101
Less: inter Company transaction	7,775,501,031	4,336,997,956
	8,555,334	8,555,334
	7,766,945,697	4,328,442,622

	Amount in Taka	
	2018	2017
18.00 SUNDY DEBTORS	105,373,879	54,728,370
Advance Against Mobile Telephone	50,991	50,991
Advance Against Motor Cycle	2,504,854	2,376,941
Receivables against Calender	103,465	103,465
Other Receivables	102,714,569	52,196,973
	105,373,879	54,728,370
18.A SUNDY DEBTORS	170,430,186	100,398,013
Fareast Islami Life Insurance Co. Ltd	105,373,879	54,728,370
Fareast Islami Securities Ltd	65,056,307	45,669,643
	170,430,186	100,398,013
19.00 FIXED DEPOSIT WITH BANK	4,043,910,566	11,277,185,426
a) MTDR against General Fund		
Islami Bank Bangladesh Ltd	1,800,238,576	1,786,521,362
Exim Bank of Bangladesh Ltd	78,084,611	10,579,948
Shahjalal Islami Bank Ltd	137,034,299	1,435,893,044
Al-Arafa Islami Bank Ltd.	20,770,986	-
Social Islami Bank Ltd	141,191,977	2,389,369,202
First Security Islami Bank Ltd	252,736,161	1,313,012,829
Union Bank Ltd	1,198,062,768	3,639,746,720
Leasing & Finance Companies	170,183,282	53,712,500
	3,798,302,660	10,628,835,605
b) MTDR against Tabarru Fund		
Islami Bank Bangladesh Ltd	70,440,314	70,072,292
Social Islami Bank Ltd	52,429,151	180,743,771
Union Bank Ltd	122,738,441	397,533,758
	245,607,906	648,349,821
	4,043,910,566	11,277,185,426
19.A FIXED DEPOSIT WITH BANK	4,135,932,474	11,390,918,822
Fareast Islami Life Insurance Co. Ltd	4,043,910,566	11,277,185,426
Fareast Islami Properties Ltd	92,021,908	113,733,396
	4,135,932,474	11,390,918,822
20.00 SND & CD ACCOUNTS WITH BANKS	3,558,212,871	4,612,211,328

The said bank balance consisting of 912 number of SND and 214 number of CD Bank Accounts maintained with different banks throughout the country.

	Amount in Taka	
	2018	2017
20.A SND & CD ACCOUNTS WITH BANKS		
Fareast Islami Life Insurance Co. Ltd	3,642,972,030	4,656,554,162
Fareast Islami Securities Ltd	3,558,212,871	4,612,211,328
Fareast Islami Properties Ltd	53,779,851	42,588,016
	30,979,308	1,754,818
	3,642,972,030	4,656,554,162
21.00 FIXED ASSETS		
Cost (A)		
Opening Balance	14,053,114,139	12,255,688,256
Add: Addition during the year		
	13,268,264,612	13,095,143,608
	2,034,194,737	352,430,199
	15,302,459,349	13,447,573,807
Less: Adjustment during the year		
	242,049,586	179,309,195
Closing Balance	15,060,409,763	13,268,264,612
Accumulated Depreciation (B)		
Opening Balance	1,012,576,350	867,524,699
Add: Charged during the year	188,454,367	201,940,077
	1,201,030,717	1,069,464,776
Less: Adjustment during the year		
	193,735,100	56,888,427
Closing Balance	1,007,295,617	1,012,576,349
Written Down Value as at December 31, 2018 (A-B)	14,053,114,139	12,255,688,256
Details are given in Annexure-A		
21.A FIXED ASSETS		
Fareast Islami Life Insurance co. Ltd.	14,059,462,986	12,262,927,845
Fareast Islami Securities Ltd.	14,053,114,139	12,255,688,256
	6,348,847	7,239,589
	14,059,462,986	12,262,927,845
21.B BUILDING AT TOPKHANA ROAD, DHAKA		
The Management of the company has re-valuated the assets of the company namely Fareast Tower located at 35, Topkhana Road, Dhaka by a valuer namely Baltic Control (BD) Ltd. in the year 2011 under IAS-16. The result of the re-valuation has increased, the cost of building by taka 3,330,392,262 which had been properly incorporate in the financial statements.		

	Amount in Taka		
	2018		2017
		10,560,293,132	10,103,073,525
22.00 PREMIUM INCOME			
Class of Premium	Gross Premium	R/I Premium	Net Premium
First year premium (Individual Life)	2,239,985,986	27,497,406	2,212,488,580
First year premium (Sharbojonin Bima)	828,655,112	-	828,655,112
Renewal premium (Individual Life)	5,854,873,446	-	5,854,873,446
Renewal premium (Sharbojonin Bima)	1,636,904,543	-	1,636,904,543
Group Insurance Premium	27,371,451	-	27,371,451
Total 2018	10,587,790,538	27,497,406	10,560,293,132
Total 2017	10,120,382,513	17,308,988	10,103,073,525
23.00 PROFIT, DIVIDEND AND RENT			
Profit on MTDR	1,022,643,949	1,483,296,183	
Bank Profit	898,352,776	1,283,921,179	
Profit on Shares	4,743,779	2,387,054	
Dividend	(45,729,280)	32,444,962	
Profit on Motor Cycle Investment	19,680,976	18,541,215	
Profit on Policy Investment	153,504	108,752	
Rental Income	138,006,126	136,808,235	
	7,436,068	9,084,786	
	1,022,643,949	1,483,296,183	
23.A PROFIT, DIVIDEND AND RENT			
Fareast Islami Life Insurance Co. Ltd	983,903,732	1,523,901,055	
Fareast Islami Securities Ltd	1,022,643,949	1,483,296,183	
Fareast Islami Properties Ltd	(52,394,835)	33,201,467	
	13,654,618	7,403,405	
	983,903,732	1,523,901,055	
24.00 OTHER INCOME			
Miscellaneous Income	33,187,426	2,491,237	
Profit on sale of old car	3,519,659	2,490,200	
Penalty Charge	29,667,767	-	
	-	1,037	
	33,187,426	2,491,237	
25.00 SALARIES ETC.			
Fareast Islami Life Insurance Co. Ltd	909,685,110	915,949,065	
Fareast Islami Securities Ltd	899,226,758	906,673,706	
Fareast Islami Properties Ltd.	8,905,802	7,722,809	
	1,552,550	1,552,550	
	909,685,110	915,949,065	
26.00 TRAVELLING & CONVEYANCE			
Fareast Islami Life Insurance Co. Ltd	24,419,519	33,301,362	
Fareast Islami Securities Ltd	24,354,807	33,235,410	
Fareast Islami Properties Ltd.	50,312	51,552	
	14,400	14,400	
	24,419,519	33,301,362	

	Amount in Taka	
	2018	2017
27.00 PROFESSIONAL FEES AND LEGAL EXPENSES		
Fareast Islami Life Insurance Co.Ltd	6,068,634	6,999,385
Fareast Islami Securities Ltd	4,244,311	4,843,093
Fareast Islami Properties Ltd	1,789,823	2,117,292
	34,500	39,000
	6,068,634	6,999,385
28.00 PRINTING & STATIONERY	16,363,225	19,182,208
Printing & Stationery expenses had been incurred due to business expansion and introduction of some new products in the year 2018. Some other printing items, which were printed for a long time use, were stock out in this year and printed again for a long period.		
28.A PRINTING & STATIONERY		
Fareast Islami Life Insurance Co. Ltd	16,875,291	19,763,907
Fareast Islami Securities Ltd	16,363,225	19,182,208
Fareast Islami Properties Ltd.	303,159	372,792
	208,907	208,907
	16,875,291	19,763,907
29.00 TELEPHONE, INTERNET & FAX BILLS	9,028,349	9,013,432
Fareast Islami Life Insurance Co. Ltd	8,634,498	8,615,815
Fareast Islami Securities Ltd	378,991	382,757
Fareast Islami Properties Ltd.	14,860	14,860
	9,028,349	9,013,432
30.00 OFFICE RENT	111,521,065	99,382,605
Fareast Islami Life Insurance Co. Ltd	109,628,957	97,234,605
Fareast Islami Securities Ltd	512,108	768,000
Fareast Islami Properties Ltd.	1,380,000	1,380,000
	111,521,065	99,382,605
31.00 OFFICE EXPENSES	12,359,666	13,552,314
Fareast Islami Life Insurance Co. Ltd	12,125,121	13,312,994
Fareast Islami Securities Ltd	29,425	34,200
Fareast Islami Properties Ltd.	205,120	205,120
	12,359,666	13,552,314
32.00 GAS, WATER & ELECTRICITY CHARGES	28,550,471	26,471,331
Fareast Islami Life Insurance Co. Ltd	28,223,296	26,145,221
Fareast Islami Securities Ltd	27,175	26,110
Fareast Islami Properties Ltd.	300,000	300,000
	28,550,471	26,471,331
33.00 CAR FUEL	43,317,158	46,799,347
Fareast Islami Life Insurance Co. Ltd	43,195,626	46,664,707
Fareast Islami Securities Ltd	121,532	134,640
	43,317,158	46,799,347
34.00 CAR REPAIRS & MAINTENANCE	32,070,561	24,185,617
Fareast Islami Life Insurance Co. Ltd	31,958,097	24,050,633
Fareast Islami Securities Ltd	112,464	134,640
	32,070,561	24,185,617

	Amount in Taka	
	2018	2017
35.00 NEWSPAPER & PERIODICALS		
Fareast Islami Life Insurance Co.Ltd	885,961	289,010
Fareast Islami Securities Ltd	855,596	258,495
Fareast Islami Properties Ltd.	4,865	5,015
	25,500	25,500
	885,961	289,010
36.00 ENTERTAINMENT		
Fareast Islami Life Insurance Co.Ltd	4,673,401	5,198,201
Fareast Islami Securities Ltd	4,273,556	4,691,520
Fareast Islami Properties Ltd.	375,845	482,681
	24,000	24,000
	4,673,401	5,198,201
37.00 FEES, SUBSCRIPTION AND DONATION	6,126,918	5,558,490
Fees, Subscription and Donation expenses have been increased substantially due to some Social Welfare expenditure such as relief distribution among the flood victims which were major and unique types of donation due to disaster in the year 2018.		
38.00 MISCELLANEOUS EXPENSES		
Fareast Islami Life Insurance Co.Ltd	9,788,585	9,704,117
Fareast Islami Securities Ltd	3,620	3,150
Fareast Islami Properties Ltd	9,340,947	9,204,821
	444,018	496,146
	9,788,585	9,704,117
39.00 INCOME TAX		
Fareast Islami Life Insurance Co.Ltd	171,402,770	148,724,341
Fareast Islami Securities Ltd	165,610,689	143,274,412
Fareast Islami Properties Ltd	3,810,249	4,475,345
	1,981,832	974,584
	171,402,770	148,724,341
40.00 SUBSEQUENT EVENTS AFTER THE BALANCE SHEET DATE - DIVIDEND		
Under IAS 10: Events after the reporting period, dividend declared after the reporting period should not be classified as a liability at the reporting period as the proposed dividend does not represent a present obligation under IAS 37: Provisions, Contingent Liabilities and Contingent Assets. Hence subsequent to the Statement of Financial position date, the Board of Directors in their meeting held on 07 August 2019 recommended 20% cash dividend (Total dividend of Tk 1494.86 lakh) existing share held at record date for the year 31 December 2018. The dividend proposal is subject to shareholders' approval at the forthcoming Annual General Meeting.		
41.00 IMPACT OF INFLATION AND CHANGING PRICES		
Financial Institutions are affected differently by inflation than are industrial ventures. While industrial and manufacturing companies generally have significant investments in inventories and fixed assets, financial institutions ordinarily do not have such investment. As a result, financial institutions are generally in a better position than industrial ventures to respond to inflationary trends by monitoring income yields through adjustments of maturities and profit rates of assets and liabilities.		
Financial Statements presented herein have been prepared in accordance with International Accounting Standards as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), which required the measurement of the financial position and operating results in terms of historical costs without considering the changes in the relative purchasing power of money over the time due to inflation.		

42.00 PUBLICATION OF THE QUARTERLY & HALF YEARLY FINANCIAL STATEMENTS

Quarterly and Half-yearly Financial Statements are being published by the Fareast Islami Life Insurance Company Limited according to the Security and Exchanges Commission's instruction.

43.00 DATE OF AUTHORIZATION

The Board of Directors of Fareast Islami Life Insurance Co. Ltd. approved this Financial Statements on 07 August 2019.

44.00 CAPITAL EXPENDITURE COMMITMENT

There is no capital expenditure contract that has been made during the year except the amount paid as advance for Construction, Land & Land Development and Mobilization advance for building project work shown in the Note # 17.

45.00 CONTINGENT LIABILITY

Contingent Liabilities are those which arise due to the past event which shall be settled in the future on the occurrence or non occurrence of some uncertain event, cost of which can be measured reliably as per IAS-37 "Provision and Contingent Assets and Liabilities". In the years under review there is no such contingent liabilities as well as no commitment is made, to be settled in the future.

	Amount in Taka	
	2018	2017
46.00 COMPANIES ACT 1994, SCHEDULE XI PART-II [NOTE 3(P) (VI) 5]	4,129	4,351
i) Number of employees drawing salary above Tk. 3,000 per month ii) Number of employees drawing salary below Tk. 3,000 per month	Nil	Nil

47.00 PAYMENTS/PERQUISITES TO DIRECTORS/OFFICERS

47.01 The aggregate amounts paid/provided during the year in respect of Directors and Officers of the Company as defined in the Bangladesh Securities and Exchange Rules, 1987 are disclosed below

	Amount in Taka		Amount in Taka	
	2018		2017	
	Directors	Officers	Directors	Officers
Board Meeting Fee	23,66,332	-	18,67,223	-
Basic Salary	-	39,74,77,171	-	38,65,01,220
Provident Fund Contribution	-	3,48,38,655	-	3,18,35,340
House Rent	-	21,67,23,045	-	20,95,50,230
Other Allowances	-	25,01,87,887	-	27,87,86,916
	23,66,332	89,92,26,758	18,67,223	90,66,73,706

47.02 Money was not spent by the Company for compensating any member of the Board for special services rendered except as stated above.

Compliance of Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS)

Name of the IAS	IAS No.	Status
Presentation of Financial Statements	1	Applied
Inventories	2	Applied
Cash Flow Statements	7	Applied
Accounting Policies, changes in Accounting Estimates and Errors	8	Applied
Events after the Balance Date	10	Applied
Construction Contracts	11	N/A
Income Taxes	12	Applied
Property, Plant and Equipment	16	Applied
Leases	17	N/A
Revenue	18	Applied
Employee Benefits	19	Applied
Accounting for Government Grants and Disclosure of Government Assistance	20	N/A
The Effects of Changes in Foreign Exchange Rates	21	Applied
Borrowing Costs	23	N/A
Related Party Disclosures	24	N/A
Accounting and Reporting by Retirement Benefit Plans	26	Applied
Consolidated and Separate Financial Statements	27	N/A
Investment in Associates	28	N/A
Interests in Joint Ventures	31	N/A
Financial Instruments : Presentation	32	Applied
Earnings per Shares	33	N/A
Interim Financial Reporting	34	N/A
Impairment of Assets	36	N/A
Provisions, Contingent Liabilities and Contingent Assets	37	Applied
Intangible Assets	38	N/A
Financial Instruments : Recognition and Measurement	39	Applied
Investment Property	40	Applied
Agriculture	41	N/A
Name of the IFRS	IFRS No.	Status
First Time Adaption of BFRS	1	N/A
Share Based Payment	2	N/A
Business Combinations	3	N/A
Insurance Contracts	4	Applied
Non-current Assets Held for Sale and Discontinued Operations	5	N/A
Exploration for and Evaluation of Mineral Resources	6	N/A
Financial Instruments : Disclosure	7	Applied
Operating Segments	8	N/A
Financial Instruments	9	Applied
Consolidated Financial Statements	10	N/A
Joint Arrangements	11	N/A
Disclosure of Interest in other Entities	12	N/A
Fair Value Measurement	13	Applied

Schedule of Fixed Assets

As at December 31, 2018

Annexure-A

Name of Assets	Cost		Rate of Dep.	Balance as at Jan. 01, 2018	Depreciation		Balance as at Dec. 31, 2018	Written Down Value as at Dec. 31, 2018
	Balance as at Jan. 01, 2018	Addition during the year			Charged during the year	Adjustment		
A) Cost:								
Land & Land Development	6,736,660,355	1,844,863,082	-	8,581,523,437	0%	-	-	-
Furniture & Fixture	350,742,535	6,475,720	-	357,218,255	10%	121,895,315	23,325,095	-
Office Decoration	350,870,985	803,804	-	351,674,789	10%	99,425,769	25,183,106	-
Office Equipment	292,038,811	44,921,426	-	336,960,237	15%	96,080,335	30,824,120	-
Motor Vehicles	343,111,242	-	242,049,586	101,061,656	20%	233,561,174	12,247,116	193,735,100
Electric Installation	24,098,203	342,424	-	24,440,627	15%	12,109,946	1,830,242	-
Telephone Installation	24,317,966	432,458	-	24,750,424	15%	14,104,808	1,564,734	-
Software	600,328	-	-	600,328	25%	524,153	19,044	-
Electric Sub Station	90,855,966	-	-	90,855,966	15%	46,231,113	6,693,728	-
Generator	28,053,553	146,140	-	28,199,693	20%	16,825,981	2,255,296	-
Building	1,436,494,689	135,541,015	-	1,572,035,704	5%	244,035,928	64,574,703	-
Air Conditioner	172,694,543	6668,668	-	173,363,211	15%	91,598,527	12,264,702	-
Lift	87,333,174	-	-	87,333,174	15%	36,183,299	7,672,481	-
Sub-Total	9,937,872,350	2,034,194,737	242,049,586	11,730,017,501	1,012,576,350	188,454,367	193,735,100	1,007,295,617
								10,722,721,877

B) Revaluation:

Building	3,330,392,262	-	3,330,392,262	-	-	-	-	3,330,392,262
Sub-Total	3,330,392,262	-	3,330,392,262	-	-	-	-	3,330,392,262
Grand Total (A+B)	13,268,264,612	2,034,194,737	242,049,586	15,060,409,763	1,012,576,350	188,454,367	193,735,100	1,007,295,617
								14,053,114,139

DIRECTORS' CERTIFICATE UNDER THE INSURANCE ACT 2010

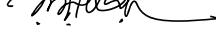
As per Regulations contained in the First Schedule of the Insurance Act, 2010, As per section 62 (2) of the said act, we certify that

1. The value of investment in shares and debentures has been taken at cost.
2. The value of all assets as shown in the balance Sheet and as classified on From "AA" annexed have duly reviewed as at 31 December 2018;
3. 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' and
4. All expenses of management in respect of Life Insurance Business transacted by the Company in Bangladesh has been fully Charged to the Life Revenue Account as expenses.



Syed Abdul Aziz

DMD & Company Secretary



Md. Hemayet Ullah

Chief Executive Officer



Md. Jahidul Islam FCA

Director



Mohammad Sohel Arif

Director



Md. Nazrul Islam

Chairman

07 August 2019

Dhaka



**AUDITORS REPORT AND FINANCIAL
STATEMENTS OF SUBSIDIARY COMPANIES**

Independent Auditor's Report to the Shareholders of Fareast Islami Securities Limited

Report on the Financial Statements

Opinion

We have audited the financial statements of Fareast Islami Securities Limited, which comprise the Statement of Financial Position as at 31 December 2018 and the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give true and fair view, in all material respects, of the financial position of the Company as at 31 December 2018 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) and comply with the requirements of the Companies Act, 1994, The Securities and Exchange Rules, 1987 and other applicable laws and regulations.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the 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), 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.

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, 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. The Companies Act, 1994 require the Management to ensure effective internal audit, internal control and risk management functions of the Company.

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 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 judgement 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.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act, 1994 and The Securities and Exchange Rules, 1987, we also report the following:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of these books;
- c) the statement of financial position and statements of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account and returns; and
- d) the expenditure incurred was for the purposes of the Company's business.

08 April 2019
Dhaka



Mahfel Huq & Co.
Chartered Accountants

Statement of Financial Position

As at 31 December 2018

ASSETS	Notes	Amount in Taka	
		2018	2017
Non-Current Assets		356,073,841	476,297,367
Property Plant & Equipment	3	6,348,847	7,239,589
Investment in DSE	4	349,724,994	466,300,000
Intangible Asset	5	-	2,757,778
Current Assets		211,874,692	130,047,927
Investment in Marketable Securities	6	88,898,612	36,668,340
Advances, Deposits & Prepayments	7	4,111,325	5,109,591
Receivable Renewal Fee	8	541,600	541,600
Accounts Receivables	9	64,514,707	45,128,043
Cash & Cash Equivalents	10	53,808,448	42,600,353
		567,948,533	606,345,294
EQUITY AND LIABILITIES			
Shareholders equity		428,956,234	508,413,702
Share Capital	11	500,000,000	500,000,000
Retained Earnings		(71,043,766)	8,413,702
Current Liabilities		138,992,299	97,931,592
Current A/C with FILIC	12	8,555,334	8,555,334
Short term loan	13	75,000,000	55,000,000
Trade and other payables	14	44,655,701	20,345,359
Liabilities for Expenses	15	6,969,266	8,710,050
Provision for Tax	16	3,811,998	5,320,849
		567,948,533	606,345,294

Annexed notes form an integral part of these financial statements.



Chairman



Director

08 April 2019
Dhaka



Mahfel Huq & Co.
Chartered Accountants

Statement of Profit or Loss and Other Comprehensive Income

For the year ended 31 December 2018

PARTICULARS	Notes	Amount in Taka	
		2018	2017
Operating Income	17	21,630,599	20,723,609
Operating expenses		(18,154,274)	(15,032,530)
CDBL & DSE Expense	18	1,581,963	1,982,372
Administrative Expenses	19	16,572,311	13,050,157
Profit from Operations		3,476,325	5,691,079
Financial Expenses	20	(5,098,110)	(7,961,359)
Other Income	21	(66,025,434)	14,977,858
Profit before Tax		(67,647,219)	12,707,578
Income Tax Expense	16	(3,810,249)	(4,475,345)
Net profit for the year		(71,457,468)	8,232,233
Other comprehensive income		-	-
Total comprehensive income for the year		(71,457,468)	8,232,233
Earnings Per Share		(1.43)	0.16

Annexed notes form an integral part of these financial statements.



Chairman



Director

08 April 2019
Dhaka



Mahfel Huq & Co.
Chartered Accountants

Statement of Changes in Shareholders' Equity

For the year ended 31 December 2018

Particulars	Share Capital	Retained Earnings	Total
As on 01 January 2017	500,000,000	2,681,469	502,681,469
Profit / (loss) after tax for the period	-	8,232,233	8,232,233
Dividend Paid	-	(2,500,000)	(2,500,000)
As on 31 December 2017	500,000,000	8,413,702	508,413,702
Dividend Paid (2017)	-	(8,000,000)	(8,000,000)
Profit / (loss) after tax for the year	-	(71,457,468)	(71,457,468)
As at 31 December 2018	500,000,000	(71,043,766)	428,956,234

Annexed notes form an integral part of these financial statements.



Chairman



Director

08 April 2019
Dhaka



Mahfuz Huq & Co.
Chartered Accountants

Statement of Cash Flow

For the year ended 31 December 2018

PARTICULARS	Notes	Amount in Taka	
		2018	2017
A. Cash Flows from Operating Activities			
Operating Income		21,630,599	20,723,609
Paid for Operating Expense		(13,214,730)	(14,343,252)
Income From Investment in Marketable Securities		7,261,745	4,337,155
Dividend Income		8,103,008	7,545,019
Paid for Financial Charge and Expense		(6,230,712)	(1,175,038)
Income Tax paid		(4,381,833)	(5,110,134)
Net cash flow from operating activities		13,168,077	11,977,359
B. Cash Flows from Investing Activities			
Acquisition of Property, Plant & Equipment		(62,752)	(34,200)
Selling DSE Shares to Strategic investor		37,879,317	-
Loan Against Share Account		(10,243,873)	(22,110,692)
Investment in Share		(56,738,212)	(30,083,129)
Bank Interest Income		1,887,185	3,095,684
Net cash used in investing Activities		(27,278,335)	(49,132,337)
C. Cash Flows from Financing Activities			
Short Term loan		20,000,000	45,000,000
Dividend Paid		(8,000,000)	(2,484,250)
Pay to clients		13,318,353	(71,583,144)
Net Cash Generated from Financing Activities		25,318,353	(29,067,394)
Change in cash and cash equivalents(A+B+C)		11,208,095	(66,222,372)
Cash & cash equivalents at the Beginning of the year		42,600,353	108,822,725
Cash and cash equivalents for the year ended		53,808,448	42,600,353

Annexed notes form an integral part of these financial statements.

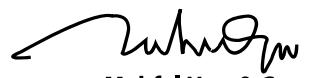


Chairman



Director

08 April 2019
Dhaka



Mahfel Huq & Co.
Chartered Accountants

Notes to the Financial Statements of Fareast Islami Securities Ltd

For the year ended 31 December 2018

1.00 About the entity

1.01 Domicile, legal form, country of incorporation and status of the company

Fareast Islami Securities Limited ("the company") was incorporated in Bangladesh as a public company limited by shares on 06 March 2012 under the Companies Act,1994 vide incorporation no. C-99900/12 dated 06 March 2012.

1.02 Address of registered office and place of business of the company

The registered office of the company is at Fareast Tower, 35 Topkhana Road, Dhaka-1000, Bangladesh. Company's principal office is also situated at the same address and at present, the company has no branch office in Bangladesh or abroad.

1.03 Objective of the company

The main objective of the company is to act as a security company under the license from Securities & Exchange Commission. Besides, the company shall provide margin loan to the investors under the present rules and regulations.

1.04 Principal activities of the company

The company is assigned primarily to cater to the service to the institutions and investors for trading of securities with the stock exchange of Bangladesh under the securities & Exchange Commission (stock dealer stock broker & authorized representative) Rules 2000.

2.00 Significant Accounting Policy for Presentation of Financial Statements

The specific accounting policies selected and applied by the company for significant transactions and events that have material effect within the framework of BAS-1 "Presentation of Financial Statements" in preparation and presentation of financial statements have been consistently applied though out the period.

2.01 Corporate Financial Statements

This comprises of the following;

- a. Statement of Financial Position as at 31 December 2018;
- b. Statement of Profit or Loss and Other Comprehensive Income for the year ended 31 December 2018;
- c. Statement of Cash Flows for the year ended 31 December 2018;
- d. Statement of Changes in Equity for the year ended 31 December 2018; and
- e. Notes to the Financial Statements.

These financial statements have been prepared under historical cost convention and in accordance with requirements of the Companies Act 1994 and the International Accounting Standards (IASs) and disclosures recommended by those standards as applicable to this company. The Board of Directors are responsible for preparing and presenting the financial statements including adequate disclosures, who approve and authorize for issue of this financial statements. The preparation of these financial statements in conformity with the International Accounting Standards (IAS) requires Board of Directors to make estimates assumptions that affect the reported amount of revenues and expenses, assets and liabilities at the date of reporting period.

Due to the inherent uncertainty involved in making estimates actual results could differ from those estimates.

2.02 Fundamental Accounting Concepts / Assumption

The financial statements have been prepared under historical cost convention on going concern concept and as per International Accounting Standards (IAS) under accrual IAS and other conventions as required by IAS 1 and IFRS for fair presentation of financial statements.

2.03 Compliance with IAS and IFRS

The financial statements have been prepared in compliance with requirement of IAS and IFRS as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) and applicable in Bangladesh. The following IAS and IFRS have been applied:

- IAS -1 Presentation of Financial Statements
- IAS -7 Statement of Cash flow
- IAS -10 Events after the Reporting period
- IAS -12 Income Taxes
- IAS -16 Property, Plant & Equipment
- IAS-24 Related Party Disclosure
- IAS-39 Financial Instrument ; Recognition and Measurement
- IAS-33 Earnings per share
- IAS-37 Provisions, Contingent Liabilities and Contingent Assets
- IAS-38 Intangible Asset
- IFRS 15 Revenue from Contracts with Customers
- IFRS 9 Financial Instruments
- IFRS 7 Financial Instruments: Disclosures

2.04 Going Concern

The company has adequate resources to continue in operation for the foreseeable future. The current credit facilities and resources of the company provides sufficient fund to meet the present requirements of its existing business. For this reason the directors continue to adopt going concern assumption in preparing the Financial Statements.

2.05 Recognition of Property, Plant and Equipments

These are capitalized at cost of acquisition and subsequently stated at cost less accumulated depreciation in compliance with the benchmark treatment of IAS-16: Property, Plant and Equipment. On retirement or otherwise disposal of fixed assets, the cost of accumulated depreciation are eliminated and any gain or loss for such disposal is reflected in the statement of comprehensive income which is determined with reference to the carrying amount of the assets and the net sales proceeds.

2.06 Depreciation of Property, Plant and Equipment

Depreciation on Property, Plant and Equipment other than land and land development has been computed during the year using the reducing balance method so as to write off the assets over their expected useful life. After considering the useful life of assets as per IAS-16, the annual depreciation rates have been applied as under which is considered reasonable by the management.

Items of Property, Plant and Equipment	Rate %
Air Conditioner	15%
Computer Hardware	15%
Furniture & Fixture	15%
Office Equipmenta	15%
Renovation	15%
Motor vehicles	10%
Server	15%
Web Design & Development	10%
Software	10%

2.07 Compliance with local Laws and Rules

The Financial statements have been prepared in compliance with the requirements of the Companies Act, 1994, the Securities and Exchange Rules, 1987 and other relevant local Laws and Rules.

2.08 Cash and cash equivalents

According to International Accounting Standard-7 " Statement of Cash flows" cash comprises cash in hand and demand deposits and cash equivalents which are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value. International Accounting Standard-1 "Presentation of Financial Statements" provides that the cash and cash equivalents are not restricted in use. Considering the provisions of International Accounting Standard-7 and International Accounting Standard-1, cash in hand, fixed deposits and bank balances have been considered as cash and cash equivalents.

2.09 Taxation

Current Tax

Provision for income tax has been made according to the Income Tax Ordinance 1984.

Deferred Tax

The company did not recognize deferred tax during the year.

2.10 Earnings per share

This has been calculated in compliance with the requirements of IAS 33 "Earnings Per share" dividing basic earning by average number of shares outstanding at the end of the year.

2.11 Statement of Cash flow

Statement of Cash flows is prepared principally in accordance with International Accounting Standard-7 " Statement of Cash flows" and the cash flow from the operating activities have been presented under direct method as prescribed by the Securities and Exchange Rules 1987 and by considering the provision of Paragraph-19 of International Accounting Standard-7 which provides that "Enterprises are encouraged to report cash flows from operating activities using the direct method".

2.12 Investment in Stock Exchange for Membership

In accordance with Section 8 of the Exchanges Demutualization Act, 2013, stock exchange's membership has been converted into shares through the issuance of two completely de linked assets to the former members in the Exchange, namely Fully Paid up Shares and TREC (Trading Right Entitlement Certificate). Exchange has the authority to issue TREC as per the Exchange Demutualization Act, 2013. Such TREC will be totally separated from the ownership of the Exchange as per law and there is no obligation for the TREC holders to be or remain shareholder of the Exchange.

2.13 Reporting currency and level of precision

The Figures in the financial statements represent Bangladesh currency (Taka), which have been rounded off to the nearest taka.

2.14 Reporting Period

Financial statements of the company cover a calendar year from 01 January 2018 to 31 December 2018.

2.15 General

Previous year's figures have been rearranged, where necessary, to conform to current year's presentation.

	Amount in Taka	
	2018	2017
3.00 Property, Plant & Equipment	6,348,847	7,239,589
Cost		
Opening balance	10,437,332	10,403,132
Addition during the year	62,752	34,200
Closing balance	10,500,084	10,437,332
Depreciation		
Opening balance	3,197,743	2,105,600
Add: Charge during the year	953,494	1,092,143
Closing balance	4,151,237	3,197,743
Carrying Amount/Written Down Value	6,348,847	7,239,589

Details of Property, Plant and Equipment have been given in Annexure "A"

4.00 Investment in DSE at Cost	349,724,994	466,300,000
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Total cost of acquisition of Membership of DSE (Including DSE Shares and TREC License) was Taka 46,63,00,000/ (Forty Six Crore Sixty Three Lac) only. Fareast Islami Securities Limited achieved 72,15,106 shares from DSE against the membership under demutualization scheme of the Dhaka Stock Exchange.

In the year 2018, 25% of such DSE Shares (18,03,777 shares from Total Shares 72,15,106) has been sold by DSE to Strategic Investor and the remaining shares are as follows:

Particulars	Cost Per Share	Number of Shares	Total Cost
Shares allotted by DSE (FV 10 each) under Demutualization Scheme	64.6283	7,215,106	466,300,000
Less: Sold 25% share in the year 2018 to the strategic investor		(1,803,777)	
Remaining Shares with value		5,411,329	349,724,994

5.00 Intangible Asset	-	2,757,778
This amount represents as follows		
Preliminary Expense	2,757,778	2,757,778
Amortization (As per IAS 38)	(2,757,778)	-
	-	2,757,778

This represents the expenses incurred for, in connection with, incorporation of the company. And as per IAS 38, Paragraph 69, Preliminary Expense has been treated as expense.

6.00 Investment in Marketable Securities	88,898,612	36,668,340
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This amount represents the investment in Marketable Securities of listed companies in Dhaka Stock Exchange. Detail list of such investment is provided in Annexure "B"

		Amount in Taka	
		2018	2017
7.00 Investment in Marketable Securities		4,111,325	5,109,591
Advance Income Tax	Note - 7.01	4,071,325	5,008,591
Advance Against Salary		40,000	101,000
		4,111,325	5,109,591
7.01 Advance Income Tax		4,071,325	5,008,591
The amount was deducted as TDS (Tax Deducted at Source) and as follows:			
Balance of Previous Year		5,008,591	3,552,954
Add: Paid current year	Note 7.02	4,071,325	5,008,591
Less: Adjustment		(5,008,591)	(3,552,954)
		4,071,325	5,008,591
7.02 Paid current year advance tax			
Tax at source - DSE		2,189,647	3,189,480
Tax at source - Dividend income		1,620,601	1,509,004
Tax at source - Bank interest		189,188	310,107
Tax at source -Vehicle		21,889	-
Advance Tax		50,000	-
		4,071,325	5,008,591
8.00 Receivable Renewal fee		541,600	541,600
Opening Balance		541,600	562,600
Received during the period		-	(21,000)
		541,600	541,600
9.00 Loan against BO account		64,514,707	45,128,043
Receivables from Margin Clients		51,722,865	41,478,992
Receivable form DSE		12,791,842	3,649,051
		64,514,707	45,128,043
9.00 Cash & Cash Equivalents		53,808,448	42,600,353
Al-Arafah Islami Bank Ltd. (Customer A/C: 0151220003972)		37,687,225	27,264,003
Al-Arafah Islami Bank Ltd. (Dealer A/C: 0021220004923)		6,884,480	10,528,219
Al-Arafah Islami Bank Ltd. (IPO A/C: 5226)		39,284	9,408
Al-Arafah Islami Bank (Strategic A/C No.151220004444)		2,936,944	-
Prime Bank Ltd. (A/C: 10831010021547)		5,945,092	4,506,954
First Security Islami Bank Ltd. (A/C: 017613100000008)		286,826	279,432
Petty Cash		26,537	11,412
Cash at Hand Extension Office		2,060	925
		53,808,448	42,600,353
11.00 Share capital			
Authorized capital		1,250,000,000	1,250,000,000
The Authorized share capital of the company is Tk. 1,250,000,000 only divided by 125,000,000 ordinary shares of Tk. 10 each.			
Paid-up capital		500,000,000	500,000,000
50,000,000 ordinary shares of Tk. 10 each.			

Composition of shareholding is as follows

Hoolding of shares	Number of holders	No of holdings	% of holding
1 to 1,000,000	5	250,000	0.5
10,00,001 to 50,000,000	1	49,750,000	99.5
Total	6	50,000,000	100

12.00 Current A/C with FILIC

This represents amount taken from Fareast Islami Life Insurance Company Ltd. during the incorporation of the company.

13.00 Short Term Loan (From FIILC)

Opening Balance
Received during the year
Closing Balance

Amount in Taka	
2018	2017
8,555,334	8,555,334

14.00 Accounts Payables

This amount is arrived at as follows:

Payable to BO Holders
Dividend Payable
Provision for Negative Equity
Payable to DSE

	44,655,701	20,345,359
Payable to BO Holders	43,096,972	17,729,235
Dividend Payable	15,750	15,750
Provision for Negative Equity	1,528,084	328,084
Payable to DSE	14,895	2,272,290
	44,655,701	20,345,359

15.00 Liabilities for Expenses

This amount is arrived at as follows:

Audit fee
Accured Interest Note - 15.01
Brokerage Commission
CDBL Charge
Office Rent
Office Supplies & Others
Vehicle Insurance
Printing & Postage
Networking & Software Maintenace
Trade License Renewal Fee
Utility Bill

	6,969,266	8,710,050
Audit fee	60,000	55,000
Accured Interest	6,386,850	7,519,452
Brokerage Commission	17,998	277,210
CDBL Charge	67,185	35,588
Office Rent	153,133	96,000
Office Supplies & Others	83,100	280,000
Vehicle Insurance	35,000	35,000
Printing & Postage	20,000	250,000
Networking & Software Maintenace	104,000	110,000
Trade License Renewal Fee	20,000	15,200
Utility Bill	22,000	36,600
	6,969,266	8,710,050

15.01 Opening Balance

Addition During the period

Payment made

Closing Balance

7,519,452	731,781
5,033,151	7,887,671
(6,165,753)	(1,100,000)
6,386,850	7,519,452

	Amount in Taka	
	2018	2017
16.00 Provision for Tax	3,811,998	5,320,849
This is made up as follows:		
Opening Balance	5,320,848	4,500,000
Add: Current year's provision	3,810,249	4,475,345
Less: Paid/Adjustment during the year	(5,319,099)	(3,654,497)
	3,811,998	5,320,848
17.00 Operating Income	21,630,599	20,723,609
This is made up as follows:		
Interest Income from margin loan	7,843,427	5,628,994
BO Income	472,500	341,000
Brokerage Commission	13,314,672	14,753,615
	21,630,599	20,723,609
17.01 BO Income	472,500	341,000
This is made up as follows:		
Income from BO Annual Fee	326,000	238,500
Income from BO Opening Fee	146,500	102,500
	472,500	341,000
18.00 CDBL & DSE Expenses	1,581,963	1,982,372
This is made up as follows:		
CDBL Expense	93,670	59,932
DSE Expense	1,488,293	1,922,440
	1,581,963	1,982,372
18.01 CDBL Expense		
CDBL Charges	89,070	52,632
CDBL/DP License Renewal Fee	4,600	7,300
	93,670	59,932
18.02 DSE Expense		
Laga DSE	1,094,823	1,594,740
Training Fee	15,000	39,000
BO Maintenance Fee	227,850	166,950
BO A/C Opening Fee	120,400	71,750
TREC License Renewal Fee	30,220	50,000
	1,488,293	1,922,440

	Amount in Taka	
	2018	2017
	16,572,311	13,050,157
19.00 Administrative Expenses		
This is made up as follows:		
Authorised Rep. Training Fee	11,700	53,600
Brokerage Commission Expense	101,623	672,378
Business Promotion	42,548	164,000
Conveyance	50,312	51,552
Depreciation	953,494	1,092,143
Honorarium & Remuneration	45,752	30,000
Festival & Other Bonus	863,974	723,314
Fuel Bill	121,532	134,640
Internet Bill	221,678	219,567
Legal & Professional Fees (Audit Fee)	60,000	55,000
Member Subscription	12,500	10,000
Office Supplies & Others	375,845	482,681
Mobile Bill	146,737	143,383
Networking Expenses	133,436	198,000
Provision for Negative Equity	1,200,000	328,084
Newspaper	4,865	5,015
Office Rent	512,108	768,000
Office Stationery	78,746	63,822
Car Expenses	112,464	134,984
Overtime	29,425	34,200
Printing & Postage	224,413	308,970
Preliminary Expense (Amortization)	2,757,778	-
Registration Fee (IPO Bidding)	43,000	21,000
Revenue & Non Judicial Stamp	2,360	3,920
Salary & Other Allowances	7,996,076	6,969,495
Software Maintenance	190,000	188,000
Stock Broker & Dealer Renewal Fee	20,000	20,000
TC Renewal Fee	70,000	25,000
Telephone	10,576	19,807
Trade License Renewal	50,220	23,492
TWS Charge	50,000	45,000
Vehicle Insurance	51,974	35,000
Utility Bill	27,175	26,110
	16,572,311	13,050,157

20.00 Financial Expenses:

This is made up as follows:

	Amount in Taka	
	2018	2017
Excise Duty	49,150	56,500
Bank Charges and Commission	15,809	17,188
Financial Charge	5,033,151	7,887,671
	5,098,110	7,961,359

21.00 Other Income / (Loss)

This is made up as follows:

	(66,025,434)	14,977,858
Income from Interest from Bank Account	1,887,185	3,095,684
Income from Gain in Share	2,680,056	4,337,155
Loss by selling DSE Shares	(78,695,683)	-
Income from Dividend	8,103,008	7,545,019
	(66,025,434)	14,977,858

The amount of interest was received from Prime Bank, Al-Arafah Bank and First security Islami Bank Ltd.

21.00 Loss by Selling 25 % DSE Shares to strategic investor

(78,695,683)

-

25% of DSE Shares (18,03,777 shares from Total Shares 72,15,106) has been sold by DSE to Strategic Investor at Taka 21/- per share and as a result loss arises as follows:

Particulars	No. of Shares	Price Per Share	Amount (Tk.)
Cost of acquisition of 25% Share	1,803,777	64.6283	116,575,000
Sold 25% shares to strategic investor	1,803,777	21.00	37,879,317
Loss by selling 25% of DSE Shares (18,03,777 shares from total 72,15,106 shares)			(78,695,683)

22.00 Events after the reporting period

There was no adjustable post Balance Sheet event of such importance, non-disclosure of which may affect the ability of the users of the financial statements to make proper evaluations and decisions.

23.00 Earnings per share

This has been calculated in compliance with the requirements of IAS 33 "Earnings Per share" dividing basic earning by average number of shares outstanding at the end of the period.

Fareast Islami Securities Limited
Property, Plant & Equipment
As on 31 December 2018

Annexure-A"

Particulars	Cost			Depreciation			Written down Value as at 31 December 2018
	Balance as at 01 January 2018	Addition	Disposal / Adjustment during the preiod	Rate of Dept.	Balance as at 01 January 2018	Charged During the preiod	
Air Conditioner	556,000	-	-	556,000	15%	214,547	51,218
Computer hardware	1,102,740	62,752	-	1,165,492	15%	352,207	121,993
Furniture & Fixture	572,750	-	-	572,750	15%	221,010	52,761
Motor Vehicle	1,773,263	-	-	1,773,263	10%	336,920	143,634
Office equipment	522,768	-	-	522,768	15%	158,965	54,570
Renovation	2,689,574	-	-	2,689,574	15%	1,037,839	247,760
Server	1,305,499	-	-	1,305,499	15%	362,276	141,483
Software	1,886,000	-	-	1,886,000	10%	511,106	137,489
Web Design & Development	28,738	-	-	28,738	10%	2,874	2,586
Balance on 31 December 2018	10,437,332	62,752	-	10,500,084	3,197,743	953,494	-
Balance on 31 December 2017	10,403,132	34,200	-	10,437,332	2,105,600	1,092,143	-
							3,197,743
							7,239,589
							6,348,847

Investment in Marketable Securities

As on 31 December 2018

Annexure-"B"

SI No.	Company Name	Quantity	Total Cost	Market Value
1	ABBANK-Z	80,000	1,771,500	960,000
2	APEXTANRY-A	5,000	831,211	688,500
3	APOLOSPAT-B	113,300	2,234,610	929,060
4	BANKASIA-A	120,000	2,107,703	2,124,000
5	BARKAPOWER-A	95,700	3,451,107	2,679,600
6	BDFINANCE-A	10,000	156,396	163,000
7	BPML-A	11,000	1,255,500	921,800
8	BSCCL-B	4,800	588,169	448,800
9	DESCO-A	40,000	2,076,356	1,616,000
10	DHAKABANK-A	67,500	1,372,500	958,500
11	ETL-Z	75,000	1,128,750	960,000
12	EXIMBANK-A	85,000	1,434,852	1,003,000
13	FARCHEM-A	97,000	1,660,068	1,484,100
14	FAREASTLIF-A	187,187	11,244,566	11,830,218
15	GBBPOWER-Z	130,000	2,942,605	1,391,000
16	GENNEXT-A	242,000	2,255,000	1,524,600
17	IBNSINA-A	500	123,650	125,800
18	IBP-A	1,794	16,312	55,793
19	IFADAUTOS-A	21,600	2,511,206	2,341,440
20	INTRACO-A	266	2,534	7,129
21	ISLAMIBANK-A	70,000	2,598,824	1,694,000
22	KPCL-A	18,000	1,156,614	1,067,400
23	KTL-A	6,138	51,869	155,291
24	MIRACLEIND-B	32,160	1,298,122	1,148,112
25	MJLBD-A	2,000	202,000	198,400
26	MLDYEING-A	6,208	166,043	184,378
27	NFML-B	57,750	1,356,794	641,025
28	NTLTUBES-A	700	72,313	72,590
29	ONEBANKLTD-A	63,000	1,449,167	945,000
30	Premierbank-A	150,000	2,160,982	1,755,000
31	PRIMEINSUR-A	2,595,000	32,611,412	35,551,500
32	RAKCERAMIC-A	21,000	1,058,615	819,000
33	SHASHADNIM-A	19,700	1,242,200	1,191,850
34	SHEPHERD-A	15,000	616,287	646,500
35	SILVAPHL-N	4,598	45,980	138,399
36	SIMTEX-A	3,000	101,755	99,000
37	SKTRIMS-A	504	5,040	23,335
38	STYLECRAFT-A	717	518,970	636,266
39	TITASGAS-A	70,000	3,885,330	2,548,000
40	UNITEDAIR-Z	70,000	702,545	203,000
41	UTTARABANK-A	30,000	859,398	845,000
42	W MSHIPYARD-A	122,000	2,732,847	2,427,800
43	ZAHINTEX-B	82,500	1,703,254	907,500
Share in transit				
1	ADNTel	18,952	568,560	568,560
2	Aman Cotton	7,846	313,840	313,840
3	Basundhara	3,459	276,720	276,720
4	Kattali Textile	10,064	100,640	100,640
5	ML Dyeing	3,021	30,210	30,210
6	Runner Auto	108,083	1,080,825	1,080,825
7	Silva Pharma	9,194	91,940	91,940
8	SK Trims	5,042	50,420	50,420
9	SS Steel	13,492	134,920	134,920
10	VFS Thread	3,519	35,190	35,190
11	Genex	10,466	104,660	104,660
Total			98,548,881	88,898,612

Independent Auditor's Report to the Shareholders of Fareast Islami Properties Limited

Report on the Financial Statements

Opinion

We have audited the financial statements of Fareast Islami Properties Limited, which comprise the Statement of Financial Position as at 31 December 2018 and the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give true and fair view, in all material respects, of the financial position of the Company as at 31 December 2018 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) and comply with the requirements of the Companies Act, 1994, The Securities and Exchange Rules, 1987 and other applicable laws and regulations.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the 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), 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.

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, 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. The Companies Act, 1994 require the Management to ensure effective internal audit, internal control and risk management functions of the Company.

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 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 judgement 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.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act, 1994 and The Securities and Exchange Rules, 1987, we also report the following:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of these books; and
- c) the statement of financial position and statements of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account and returns; and
- d) the expenditure incurred was for the purposes of the Company's business.

10 March 2019
Dhaka

Mahfel Huq & Co.
Chartered Accountants

Statement of Financial Position

As at 31 December 2018

PARTICULARS	Notes	Amount in Taka	
		2018	2017
ASSETS:			
Current Assets			
Investment	4	183,095,633	116,519,315
Advance Income Tax	5	151,241,893	874,432
Advance, Deposit & Prepayments	6	-	300,000
Cash & Cash Equivalents	7	30,979,308	1,754,818
Total Assets		183,095,633	116,519,315
EQUITY AND LIABILITIES:			
Shareholders equity			
Share Capital	8	123,057,734	100,000,000
AFS Reserve (Unrealised gain)		4,346,139	-
Retained Earnings		18,711,595	11,523,694
Current Liabilities		60,037,899	4,995,621
Accruals & Provision	9	6,037,899	4,995,621
Quard	10	54,000,000	-
Total Equity and Liabilities		183,095,633	116,519,315

Annexed notes form an integral part of these financial statements.



Chairman



Director

Signed in terms of our separate report of even date annexed.

10 March 2019
Dhaka



Mahfel Huq & Co.
Chartered Accountants

Statement of Profit or Loss and Other Comprehensive Income

For the year ended 31 December 2018

PARTICULARS	Notes	Amount in Taka	
		2018	2017
Income:			
Income form Financial Activities	11	8,744,319	7,311,010
Profit on Share (Realise Capital Gain)	12	4,910,299	-
Total Income		7,311,010	7,311,010
Expenses :			
Administrative Expenses	13	(4,387,060)	(4,444,107)
Financial Expenses	14	(97,825)	(82,376)
Total Expenses		(4,484,885)	(4,526,483)
Profit/ (Loss) Before Tax		9,169,733	2,784,527
Income Tax expenses		(1,981,832)	(974,584)
Profit/(Loss) for the year		7,187,901	1,809,943
Earnings Per Share		0.72	0.18

Annexed notes form an integral part of these financial statements.



Chairman



Director

Signed in terms of our separate report of even date annexed.

10 March 2019
Dhaka



Mahfel Huq & Co.
Chartered Accountants

Statement of Changes in Shareholders' Equity

For the year ended 31 December 2018

Particulars	Share Capital	Retained Earnings	AFS Reserve (Unrealaised gain)	Total
As on 01 January 2018	100,000,000	11,523,694	-	111,523,694
Profite / (loss) after tax for the year 2018	-	7,187,901	-	7,187,901
Adjustment	-	-	-	-
Unrealised gain	-	-	4,346,139	4,346,139
As on 31 December 2018	100,000,000	18,711,595	4,346,139	123,057,734
As on 01 January 2017	100,000,000	9,621,356	-	109,621,356
Profite / (loss) after tax for the year	-	1,809,943	-	1,809,943
Adjustment	-	92,395	-	92,395
As on 31 December 2017	100,000,000	11,523,694	9,621,356	111,523,694

Annexed notes form an integral part of these financial statements.



Chairman



Director

Signed in terms of our separate report of even date annexed.

10 March 2019
Dhaka



Mahfel Huq & Co.
Chartered Accountants

Statement of Cash Flows

For the year ended 31 December 2018

PARTICULARS	Notes	Amount in Taka	
		2018	2017
A. Cash Flows from Operating activities			
Administrative Expenses		(4,005,837)	(54,500)
Financial Expenses		(134,278)	(82,376)
Income tax paid		(1,127,655)	(2,699,498)
Net Cash used by Operating Activities		(5,267,770)	(2,836,374)
B. Cash Flows from Investing Activities			
Investment in FDR		21,711,488	(6,436,764)
Investment in Share		(59,219,985)	-
Investment & other Income received		18,000,757	7,311,010
Net cash used by investing Activities		(19,507,740)	874,246
C. Cash Flows from Financing activities			
Quard against FDR's		54,000,000	-
Net cash Provided by Financing Activities		54,000,000	-
Change in Cash and Cash equivalents (A+B+C)		29,224,490	(1,962,128)
Cash & Cash Equivalents as at 01 January 2018		1,754,818	3,716,946
Cash & Cash Equivalents as at 01 December 2018		30,979,308	1,754,818

Annexed notes form an integral part of these financial statements.



Chairman



Director

Signed in terms of our separate report of even date annexed.



Mahfel Huq & Co.
Chartered Accountants

10 March 2019
Dhaka

Notes to the Financial Statements of Fareast Islami Properties Ltd

For the year ended 31 December 2018

1.00 About the entity

1.01 Domicile, legal form, country of incorporation and status of the company

Fareast Islami Properties Limited ("the company") was incorporated in Bangladesh as a public company limited by shares on 24 June 2014 under the Companies Act,1994 vide incorporation no. C-116756/14 dated 24 June 2014.

1.02 Address of registered office and place of business of the company

The registered office of the company is at Fareast Tower, 35 Topkhana Road, Dhaka-1000, Bangladesh. Company's principal office is also situated at the same address and at present, the company has no branch office in Bangladesh or abroad.

1.03 Objective of the company

The main objective of the company is to acquire by purchase, lease, settlement or otherwise any land from any person and to develop the same for the residential, industrial, commercial and housing purposes.

1.04 Principal activities of the company

The company is primarily assigned to construction of building on any land acquired by it and to sale of the constructed building for residential, industrial, commercial and housing purposes.

2.00 Significant Accounting Policy for Presentation of Financial Statements

The specific accounting policies selected and applied by the company for significant transactions and events that have material effect within the framework of IAS-1 "Presentation of Financial Statements" in preparation and presentation of financial statements have been consistently applied through out the period.

2.01 Corporate Financial Statements

This Comprises of the following

- a) Statement of Financial Position;
- b) Statement of Profit or Loss and Other Comprehensive Income;
- c) Statement of Changes in Shareholders' Equity;
- d) Statement of Cash Flows; and
- e) Notes to the Financial Statements;

These financial statements have been prepared under historical cost convention and in accordance with requirements of the Companies Act 1994 and the International Accounting Standards (IASs) and disclosures recommended by those standards as applicable to this company. The Board of Directors are responsible for preparing and presenting the financial statements including adequate disclosures, who approve and authorize for issue of this financial statements. The preparation of these financial statements in conformity with the International Accounting Standards requires Board of Directors to make estimates assumptions that affect the reported amount of revenues and expenses, assets and liabilities at the date of reporting period.

Due to the inherent uncertainty involved in making estimates actual results could differ from those estimates.

2.02 Fundamental Accounting Concepts / Assumption

The financial statements have been prepared under historical cost convention on going concern concept and as per International Accounting Standards under accrual basis and other conventions as required by IAS 1 and IFRS for fair presentation of financial statements.

2.03 Compliance with IAS

The following IAS has been complied with by the management of the company for presentation of the Financial Statements

IAS -1 Presentation of Financial Statements
IAS -7 Statement of Cash Flows
IAS -10 Events after Reporting Period
IAS -12 Income Taxes
IAS -24 Related Party Disclosure
IAS -25 Investment
IAS -33 Earnings per share
IAS -37 Provisions, Contingent Liabilities and Contingent Assets
IFRS-9 Financial Instrument
IFRS-15 Revenue from Contracts with Customer

The related IFRS have also been complied in preparation of these financial statements.

2.04 Compliance with local Laws and Rules

The Financial statements have been prepared in compliance with the requirements of the Companies Act, 1994, the Securities and Exchange Rules, 1987 and other relevant local Laws and Regulations.

2.05 Cash and cash equivalents

According to International Accounting Standard-7 "Cash Flow Statements" cash comprises cash in hand and demand deposits and cash equivalents which are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value. International Accounting Standard-1 "Presentation of Financial Statements" provides that the cash and cash equivalents are not restricted in use. Considering the provisions of International Accounting Standard-7 and International Accounting Standard-1, cash in hand and bank balances have been considered as cash and cash equivalents.

2.06 Taxation

a) Current Tax

Provision for income tax has been made according to the Income Tax Ordinance 1984.

b) Deferred Tax

The company did not recognize deferred tax during the year.

2.07 Earnings per share

The company calculates earnings per share in accordance with International Accounting Standard-IAS 33 "Earnings per share" to be shown on the face of the profit and loss account.

2.08 Statement of Cash flows

Statement of Cash Flows has been prepared principally in accordance with IAS-7 "Statement of Cash Flows" and the cash flows from the operating activities have been presented under direct method.

2.09 Reporting currency and level of precision

The Figures in the financial statements represent Bangladesh currency (Taka), which have been rounded off to the nearest taka.

3.00 Reporting Period

Financial statements of the company cover one year from 1st January 2018 to 31 December 2018.

	2018 Taka	2017 Taka
4.00 Investment	151,241,893	113,733,396
4.01 Investment in FDR'S		
NCC Bank Banani Br.	64,021,908	113,733,396
Fareast Finance,Gulshan Br.	28,000,000	-
	92,021,908	113,733,396
4.02 Investment in share	59,219,985	-
Fareast Islami Securities Ltd.	59,219,985	-
Total (4.01+4.02)	151,241,893	113,733,396
5.00 Advance Income Tax	874,432	731,101
Opening Balance	731,101	824,313
Add: Paid during the year	874,432	731,101
Less: Adjustment	(731,101)	(824,313)
	874,432	731,101

The amount was deducted by the entity's banks from interest income as TDS.

6.00 Advance, Deposit & Prepayments	-	300,000
	-	300,000

This amount has been paid to Mr. Advocate Abdul Khaleq as advance for the purpose of formation of the company.

	Amount in Taka	
	2018	2017
7.00 Cash & Cash Equivalents	30,979,308	1,754,818
Prime Bank Ltd. Dilkusha Br.	<u>30,979,308</u>	<u>1,754,818</u>
8.00 Share capital	100,000,000	100,000,000
8.01 Authorised Share Capital	500,000,000	500,000,000
The Authorized share capital of the company is TK. 50,00,00,000 dividend by 5,00,00,000 ordinary shares of TK. 10 each.		
8.02 Issued, Subscribed & Paid-up Capital	100,000,000	100,000,000
1,00,00,000 ordinary shares of TK. 10 each.		

Composition of Shareholders by Share holding:

Range of Share holdings	No. of Shares	No. of Shareholders	% of Share holdings
00,00,001 to 72,00,000	72,000,000	1	72%
72,00,001 to 79,00,000	7,000,000	1	07%
79,00,001 to 86,00,000	7,000,000	1	07%
86,00,001 to 93,00,000	7,000,000	1	07%
93,00,001 to 1,00,00,000	7,000,000	1	07%
Total	100,000,000	5	100%

9.00 Accrual & Provision

This amount is arrived at as follows:

	Amount in Taka	
	2018	2017
Income Tax Provision	6,037,899	2,930,305
Trade License	30,230	15,200
Audit fee	34,500	34,500
Salary & Allowances	1,552,550	1,552,550
Office Hire Cost	1,380,000	1,380,000
Office Expenses	205,120	205,120
Utility Charges	300,000	300,000
Entertainment	24,000	24,000
Printing & Stationery	208,907	208,907
Cleaning & Washing	60,000	60,000
Conveyance	14,400	14,400
Telephone & Fax	14,860	14,860
Newspaper & periodicals	25,500	25,500
Repair & Maintenance	186,000	186,000
RJSC Expenses	186,000	-
	6,037,899	4,995,621

10.00 Guard

NCC Bank Banani Br.

54,000,000	-
54,000,000	-

11.00 Income from Financial Activities

This amount is arrived at as follows:

Interest on Bank Deposit -C/A	Note-10.01	141,261	72,382
Interest from investment in FDR	Note-10.02	8,603,058	7,238,628
		8,744,319	7,311,010

11.01 Interest on Bank Deposit -C/A

141,261	72,382
141,261	72,382

This amount was received as interest from Prime Bank Ltd.

11.02 Interest from investment in FDR

This amount is arrived at as follows:

Midland bank - Gulshan Branch		1,562,489	7,238,628
NCC Bank,Banani Br.		7,040,569	-
		8,603,058	7,238,628

12.00 Profit on Share(Capital Gain)

This is made-up as follows:

Realised gain

Unrealised gain

Amount in Taka	
2018	2017
9,256,438	-
4,910,299	-
4,346,139	-
9,256,438	7,238,628

13.00 Administrative Expenses:

This amount is arrived at as follows:

Audit fee

Office expenses

Preliminary Exp. Written off

Salary & Allowances

Office Hire Cost

Utility Charges

Entertainment

Printing & Stationery

Cleaning & Washing

Conveyance

Telephone & Fax

Newspaper & periodicals

Repair & Maintenance

AGM/RJSC Expenses

Trade license Expenses

Income Tax Expenses

CDBL expenses

	2018	2017
	4,387,060	4,444,107
Audit fee	34,500	39,000
Office expenses	205120	205120
Preliminary Exp. Written off	300,000	413,770
Salary & Allowances	1,552,550	1,552,550
Office Hire Cost	1,380,000	1,380,000
Utility Charges	300,000	300,000
Entertainment	24,000	24,000
Printing & Stationery	208,907	208,907
Cleaning & Washing	60,000	60,000
Conveyance	14,400	14,400
Telephone & Fax	14,860	14,860
Newspaper & periodicals	25,500	25,500
Repair & Maintenance	186,000	186,000
AGM/RJSC Expenses	20,000	20,000
Trade license Expenses	15,030	-
Income Tax Expenses	9,740	-
CDBL expenses	36,453	-
	4,387,060	4,444,107

14.00 Financial Expenses:

This amount is arrived at as follows:

Excise Duty

Bank Charges and Commission

Financial Charges

	2018	2017
	97,825	82,376
Excise Duty	62,500	79,500
Bank Charges and Commission	1,763	2,876
Financial Charges	33,562	-
	97,825	82,376

15.00 Events after the reporting period

There was no adjustable post Balance Sheet event of such importance, non-disclosure of which may affect the ability of the users of the financial statements to make proper evaluations and decisions.

16.00 Earnings per share

This has been calculated in compliance with the requirements of IAS 33 "Earnings Per share" dividing basic earnings by average number of shares outstanding at the end of the period.

ACKNOWLEDGEMENT

We have the pleasure in presenting to you the Annual Report 2018 of Fareast Islami Life Insurance Company Limited. A Company's performance, achievements and corporate governance scenario are virtually reflected in its Annual Report. Apart from being an art, ability to write and edit annual report is a professional proficiency. We are proud to say that the Annual Report 2018 has been prepared under the prudent guidance of the honorable Chairman, Directors and Cheif Executive Officer of the Company.

Annual Report 2018 has been extensively prepared, composed and compiled with participation from various Departments of the Company. Thanks and regards to all of them for their relentless efforts.

It is our firm confidence that stakeholders shall find a lot of important information about Fareast Islami Life Insurance Company Limited from this Annual Report.

With best regards,



Syed Abdul Aziz
DMD & Company Secretary

08 September 2019
Dhaka

DIVISIONAL INCHARGES (EKOK)

Mr.Muhammad Saidul Amin
Senior Executive Vice President (Dev.)
Barishal Divisional Office
109, Sadar Road, Barishal

Mr. Abu Ahmed
Senior Executive Vice President (Dev.)
Rangpur Divisional Office
New Jamal Market (3rd floor), Station Road
Rangpur Sadar, Rangpur-5400

Mr. Md. Ashrafuzzaman
Senior Executive Vice President (Dev.)
Mymensingh Divisional Office
Mojlish Mansion (3rd floor), 51 Thanaghhat,
Jubli Road, Mymensingh

Mr. Muhammad Abdul Mannan
Executive Vice President (Dev.)
Noakhali Divisional Office
Nodi Bangla Tower (4th floor), Stadium Para
Main Road, Maizdee, Noakhali

Mr. Mohammad Mahabubul Mowla
Executive Vice President (Dev.)
Faridpur Divisional Office
Faridpur Tower (3rd floor), Mujib Road
Niltuli, Faridpur

Mr. Mohammad Ibrahim
Executive Vice President (Dev.)
Dhaka Divisional Office
Rahmat Tower (2nd floor),
19, Dilkusha, Dhaka-1000

Mr. Md. Motiur Rahman
Executive Vice President (Dev.)
Cumilla Divisional Office
Nahar Plaza (2nd floor)
67/58, Nazrul Islam Avenue
Kandirpar, Cumilla

Mr. Muhammad Hefzur Rahman
Executive Vice President (Dev.)
Sylhet Divisional Office
Fareast Tower (1st floor), Mohona-01,
Sunamganj Road, Pathantula, Sylhet

Mr. H.M. Nurul Kabir Touhidi
Executive Vice President (Dev.)
Narayanganj Divisional Office
Shohitun Nesa Tower (2nd floor)
101, B.B Road, Ukil Para, Narayanganj

Mr. Md. Mostafa Zaman Hamidi
Joint Executive Vice President (Dev.)
Khulna Divisional Office
Ali Bhaban (2nd Floor),
A/7, Majid Sharoni, Sonadanga, Khulna

Mr. M Khurshadul Alam Chowdhury
Joint Executive Vice President (Dev.)
Chattogram Divisional Office
Faruk Chamber (5th floor)
1403, Sheikh Mujib Road, Chowmuhani
Agrabad, Chattogram

Mr. Md. Abdul Halim
Senior Vice President (Dev.)
Rajshahi Divisional Office
Talukder Basar Plaza (4th floor)
Santahar Road, Borogola, Bogura

DIVISIONAL INCHARGES (SHARBOJONIN)

Mr. Md. Harunur Rashid Faruquee
Senior Executive Vice President (Dev.)
Chattogram Divisional Office
B.M Heights (7th floor) 318 Sheikh Mujib Road
Agrabad, Chattogram

Mr. A B M Khairul Islam
Joint Executive Vice President (Dev.)
Noakhali Divisional Office
Nodi Bangla Tower (4th floor), Stadium Para,
Main Road, Maizdee, Noakhali

Mr. Md. Munirul Islam
Joint Executive Vice President (Dev.)
Faridpur Divisional Office
Faridpur Tower (3rd floor), Mujib Road
Niltuli, Faridpur

Mr. Muhammad Mozammel Hoq
Joint Executive Vice President (Dev.)
Cumilla Divisional Office
Nahar Plaza (2nd Floor), 67/58 Kazi Nazrul
Islam Avenue, Kandirpar, Cumilla

Mr. Sk. Abdur Rashid
Joint Executive Vice President (Dev.)
Khulna Divisional Office
Ali Bhaban (3rd Floor)
A/7, Majid Sharoni
Sonadanga, Khulna

Mr. Md. Anwar Hossain
Joint Executive Vice President (Dev.)
Mymensingh Divisional Office
41, Choto Bazar (1st floor), Muktizoddha
Saroni Road, Mymensingh

Mr. Mohammad Hamidur Rahman
Senior Vice President (Dev.)
Narayanganj Divisional Office
West Side of Narayanganj Centrel
Eadgaon (1st floor) Fatullah, Narayanganj

Mr. Syed Abdul Awal
Senior Vice President (Dev.)
Rangpur Divisional Office
New Jamal Market (3rd floor), Station Road
Rangpur Sadar, Rangpur-5400

Mr. Md. Mojibul Mowla
Senior Vice President (Dev.)
Sylhet Divisional Office
Fareast Tower (2nd floor), Mohona-01,
Sunamganj Road, Pathantula, Sylhet

Mr. GM Imam Hossain Emon
Senior Vice President (Dev.)
Dhaka Divisional Office
Fareast Tower 02 (3rd floor)
36 Topkhana Road, Dhaka-1000

Mr. Mohammad Amran
Joint Senior Vice President (Dev.)
Barishal Divisional Office
4s Tower (1st floor), East Bogura Road
Kotwali, Barishal Sadar, Barishal

Mr. Md. Afsarul Islam
Joint Senior Vice President (Dev.)
Rajshahi Divisional Office
Sultan Tower, (2nd Floor), House # 2906,
Namazgor, P.S-Bogura Sadar, Dist-Bogura

Shareholders' Note



Fareast Islami Life Insurance Co. Ltd.

Fareast Tower (Level-18), 35 Topkhana Road, Dhaka-1000.

Proxy Form

I/ We of being a shareholder(s) of Fareast Islami Life Insurance Company Limited and entitled to vote hereby appoint Mr./ Ms.

or (Failing him/ her) Mr./ Ms. as my/ our proxy to attend and vote for me/ us and on my/ our behalf at the 19th Annual General Meeting of the Company to be held on 29 September 2019, Sunday at 10.30 am at Fareast Tower, 35 Topkhana Road, Dhaka-1000 and adjournment thereof.

As witness my/ our hand this Day of 2019.

Signature of Proxy
BO ID No.

<input type="text"/>													
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Dated

Witness

Signature

Name

Address

Revenue
Stamp of
Tk. 20.00

Signature of Shareholder
BO ID No.

<input type="text"/>													
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Dated
No. of Share

Note

A member entitled to attend and vote in the AGM may appoint a Proxy (such proxy shall be a member of the company) to attend and vote on his/her behalf. The Proxy Form, duly stamped must be deposited at the Head office of the Company, not later than 48 (Forty Eight) hours before the time fixed for the meeting.

.....
Authorized Signature
Fareast Islami Life Insurance Co. Ltd.

.....
Signature Verified



Fareast Islami Life Insurance Co. Ltd.

Shareholder's Attendance Slip

I/ We hereby record my/ our attendance at the 19th Annual General Meeting of the Company to be held on 29 September 2019, Sunday at 10.30 am at Fareast Tower, 35 Topkhana Road, Dhaka-1000

Name of the Shareholder(s)/ Proxy

BO ID No.

No. of Shares held

.....
Signature of Shareholder(s) / Proxy

Note : Please complete this Attendance Slip and deposit at the registration counter on the day of the Meeting.