

Dividend Distribution Policy

This policy of Dividend Distribution of Northern Islami Insurance Limited has been prepared in a view to comply with Directive no. BSEC/CMRRCD/2021-386/03 dated 14 January, 2021 of the Bangladesh Securities and Exchange Commission (BSEC). This policy is for payment of dividend to entitled shareholders/members of the company.

The Board of Directors recommend/declare and distribute dividend as per the provision of companies Act, 1994, Articles of Association of the company and BSEC's guidelines/notifications.

1. The company will pay the annual dividend to the entitled shareholders within 30 (thirty) days from the date of Annual General Meeting.
2. Interim dividend will be paid to the entitled shareholders within 30 days of record date.
3. Business and investment policy of the company may need to be amended, revised, refined and readjusted as and when necessary to accommodate the changes in the regulatory frameworks, government policy and other requirement. Therefore, the company may review this policy when deem necessary.
4. The company will pay cash dividend directly to the bank account of the entitled shareholders, as available in the BO (Beneficiary Owner) account maintained with the depository participant (DP), or the bank account as provided by the shareholder in paper form, through Bangladesh Electronic Funds Transfer Network (BEFTN), provided that the company may pay off such cash dividend through bank transfer or any electronic payment system as recognized by the Bangladesh Bank, if not possible to pay off through BEFTN.
5. In case of a stock broker or a merchant banker or a portfolio manager, cash dividend will be paid off to consolidated customer's Bank Account (CCBA) as provided by the merchant banker or the portfolio manager through BEFTN within stipulated time prescribed by the company.
6. The company, in case of non-availability of bank account formation or not possible to distribute cash dividend through BEFTN or any electronic payment system, issue cash dividend warrant and send it by post to the shareholders.
7. The company, immediately after disbursement of cash dividend and issuance a certificate of tax deducted at source, if applicable, will intimate to the shareholder through a short message service (SMS) to the mobile number or email address as provided in the BO account by the shareholder.
8. The company will maintain detailed information of unpaid or unclaimed dividend and rational thereof, as per BO account number wise or name wise of the shareholders.
9. The company shall credit stock dividend or bonus share directly to the BO account or issue bonus share certificate to the entitled shareholder, as applicable, within 30 (thirty) days of declaration or approval, as the case may be, subject to clearance of the Stock exchange(s) and the Central Depository Bangladesh Limited (CDBL)
10. The company shall submit a compliance Report to the Commission and the exchange(s) in a specific format, within 7 (seven) working days of completion of dividend distribution.
11. The company shall transfer the unpaid, unclaimed or undistributed dividend both cash and bonus to the CMSF (Capital Market Stabilization Fund) as per BSEC's Directive(s).
Provided that the company will publish the year wise summary of its unpaid or unclaimed dividend in the website.
12. The company will not forfeit any unclaimed cash dividend or stock dividend till the claim becomes learned by the law of land in force.

This Dividend Distribution policy shall be disclosed in the Annual Report of the company and on the company's website www.niil.com.bd