

Independent Auditor's Report
&
Audited Financial Statements
of

Northern Islami Insurance PLC.

As at and for the year ended on December 31, 2025.



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Independent Auditor's Report

To the Shareholders of
Northern Islami Insurance PLC

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the financial statements of **Northern Islami Insurance PLC** (the Company), which comprise the Statement of Financial Position as at 31 December, 2025, Profit and Loss Appropriation Account, Statement of Profit or Loss & Other Comprehensive Income, Consolidated Revenue Account, Fire Insurance Revenue Account, Marine Cargo Insurance Revenue Account, Marine Hull Insurance Revenue Account, Motor Insurance Revenue Account, Miscellaneous Insurance Revenue Account, 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 and other explanatory information disclosed in notes 1 to 36 and Annexure-A to D, Form AA, XL.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the company as at December 31, 2025 and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), The Companies Act 1994, the Insurance Act 2010, the Insurance rules 1958, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

Basis for Qualified Opinion

1. Non-Receipt of FDR Balance Confirmations

We issued FDR balance confirmation requests in respect of 882 FDRs amounting to Tk. 959,284,180. As at the reporting date, confirmations for 135 FDRs amounting to Tk. 133,755,509 had been received, while confirmations for the remaining 747 FDRs amounting to Tk. 825,528,671 were not received. However, we obtained the relevant FDR statements and instruments.

2. Non-Receipt of Third-Party Confirmations for Inter-Insurance Balances (Ref. Note No. 9 & 18)

We issued third-party confirmation requests in respect of Current Assets under "Amount Due from Other Persons or Bodies Carrying on Insurance Business" amounting to BDT 531,324,668 and Current Liabilities under "Amount Due to Other Persons or Bodies Carrying on Insurance Business" amounting to BDT 150,989,835. However, as of the reporting date, the confirmations have not yet been received from the respective parties.

3. Non-Compliance with Corporate Governance Code Regarding Independent Directors (Ref. Note No. 12)

The Company has not complied with Clause 1(2)(a) of the Corporate Governance Code, 2018, issued by the Bangladesh Securities and Exchange Commission (BSEC), which requires that at least one-fifth of the Board of Directors be Independent Directors. For a Board comprising 16 directors, a minimum of four (4) Independent Directors is mandated. The current Board composition includes only two (2) Independent Directors, resulting in a

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Panthapath Branch (Dhaka)

Fare Diya Complex, Flat No. 2/D, 2nd floor
11/8/F, Free School Street, Panthapath, Dhaka-1205.
Cell : +88 01821 893047
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Al-Madina Tower, (6th floor), 88/89, Agrabad C/A,
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statutory shortfall. However, the existing composition of the Board is in compliance with the provisions of the Insurance Act, 2010.

4. Non-Recognition of Post-Employment Benefit Liability in Compliance with Labour Law Requirements.

The entity has not made any provision for post-employment benefits as required under Sections 14–16 and 19–23 of the Bangladesh Labour Act, 2006. Accordingly, the liability for employee benefits may be understated and the financial statements are not in compliance with the applicable legal requirements.

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Emphasis of Matter

We draw attention to the following matters disclosed in the financial statements.

1. We draw attention to Note: 3.16 of the Financial Statements, which describes the reason for not establishing Workers' Profit Participation Fund by the Company according to the Labor Act. 2006 (as amended in 2013 and 2018);
2. Management has described the reason for not performing impairment test in accordance with IFRS 9 regarding the investment on FDR in People's Leasing and Financial Service and International Leasing and Financial Service Ltd. carrying at BDT 1,600,000 and BDT 16,604,090 respectively as at December 31, 2025 in note:10 of the financial statements.
3. As disclosed in note 3.21 to the financial statements where it has been described the reason for departure from IFRS 16 (Lease) during the year in the financial statements.
4. We draw attention (Note No. 20) which describe, Non-Transfer of Long Outstanding Unclaimed Dividend to Capital Market Stabilization Fund. And,

Our opinion is not modified in respect of these matters:

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the 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.

Except for the matters described in the *Basis for Qualified Opinion* section, we have determined the matters described below to be the key audit matters to be communicated in our report:

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Key Audit Matter	How our audit addressed the Key Audit Matter
<p>1. Recognition of Premium Income.</p> <p><i>See form XL of the financial statements.</i></p> <p>Gross general insurance premiums represent the total premiums received for policies issued during the financial year.</p> <p>We identified premium income recognition as a key audit matter due to the high volume of transactions and its material significance to the financial statements. There is an inherent risk regarding the accuracy of calculating unearned premiums and ensuring revenue is recognized in the correct accounting period.</p>	<p>Our audit procedures focused on substantive testing and included the following:</p> <ul style="list-style-type: none"> * Process Understanding: Obtained an understanding of the Company's manual and system-based processes for recording premium income. * Substantive Sampling: Selected a sample of recorded premium transactions during the year and traced them to supporting documents, such as copies of insurance policies, money receipts, and bank statements. * Cut-off Procedures: Checked a sample of insurance policies issued immediately before and after the year-end to assess whether the premium income was recorded in the correct accounting period. * Mathematical Accuracy: Checked the mathematical accuracy of the unearned premium reserve calculation based on regulatory guidelines. * Regulatory Disclosures: Assessed whether the disclosures related to premium income in the financial statements comply with the Insurance Act, 2010, and applicable accounting standards.
<p>2. Accounting for Reinsurance Contracts.</p> <p><i>See Consolidated Revenue Account of the financial statements.</i></p> <p>The Company participates in reinsurance arrangements to manage its underwriting risks, including statutory reinsurance with Sadharan Bima Corporation (SBC).</p> <p>We identified the accounting for reinsurance as a key audit matter because the calculation of ceded premiums, reinsurance commissions, and reinsurance recoveries involves applying specific treaty rates and</p>	<p>Our audit procedures focused on substantive testing and included the following:</p> <ul style="list-style-type: none"> * Process Understanding: Obtained an understanding of the Company's process for calculating and recording reinsurance premiums and commissions. * Treaty Review: Read a sample of reinsurance treaties to understand the basic terms and coverage applicable to the financial year. * Substantive Recalculation: On a sample basis, checked the mathematical accuracy of the premium ceded and reinsurance

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<p>regulatory guidelines, requiring dedicated audit attention.</p>	<p>commissions earned based on the applicable treaty rates.</p> <p>* Reconciliation Check: Checked a sample of year-end balances due to and due from reinsurers (including SBC) against available statements of account.</p> <p>* Disclosures: Assessed the adequacy of the disclosures regarding reinsurance balances in the financial statements.</p>
<p>3. Agency Commission and Deferred Acquisition Costs.</p> <p><i>See Consolidated Revenue Account to the financial statements.</i></p> <p>The Company incurs acquisition costs, primarily commissions paid to insurance agents for procuring business.</p> <p>We identified this as a key audit matter because calculating the deferral of these costs (Deferred Acquisition Costs) over the life of the policies requires systematic attention, and there is a need to ensure the commission rates applied comply with the limits prescribed by the Insurance Development and Regulatory Authority (IDRA).</p>	<p>Our audit procedures focused on substantive testing and included the following:</p> <p>* Process Understanding: Obtained an understanding of the process for approving and calculating agency commissions.</p> <p>* Regulatory Compliance: Checked the commission rates applied by the Company against the approved rates and circulars issued by IDRA for a sample of policies.</p> <p>* Substantive Sampling: Selected a sample of commission payment vouchers and traced them to the corresponding insurance policies to check the accuracy of the calculation.</p> <p>* Mathematical Accuracy: Checked the mathematical accuracy of the Deferred Acquisition Cost calculation on a sample basis, observing whether it aligned with the unearned premium reserve timeline.</p> <p>* Disclosures: Assessed whether the accounting policies and disclosures regarding acquisition costs were appropriate.</p>
<p>4. Estimated liability in respect of outstanding claims, whether due or intimated, and claim Payment.</p> <p>The estimated liability for claims due or reported but not settled involves considerable management judgment and estimation. Misstatement of this liability could materially impact the financial statements and may, in severe cases, raise going concern considerations.</p>	<p>Our response to the risk:</p> <p>We assessed both the control environment and undertook extensive substantive testing as follows:</p> <p>* Evaluated the design and tested the operating effectiveness of controls over the claim's recognition and estimation process.</p>

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	<p>*Obtained the claims register and tested, on a sample basis, the completeness of recorded claims.</p> <p>*Cross-verified a sample of claims with corresponding policy documents and claim forms.</p> <p>*Discussed with management the methodology and assumptions used in estimating outstanding claims and challenged their reasonableness where appropriate.</p> <p>*Reviewed minutes from claims committee meetings to assess decision-making processes related to significant or disputed claims.</p> <p>*For a sample of paid claims, traced transactions to supporting documentation, including intimation letters, surveyor reports, payment registers, bank statements, and ledger entries.</p> <p>*Evaluated the adequacy and appropriateness of related disclosures in accordance with the Insurance Act, 1938 (as amended in 2010), Insurance Rules, 1958, and other applicable regulations.</p>
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Other Information

Management is responsible for the other information, which comprises all of the information in the Annual Report other than the financial statements and our auditors' 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.

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 the financial statements in accordance with IFRSs, the Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, 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 financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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



financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Insurance Act 2010, the Insurance Rules 1958, the Securities and Exchange Rules 1987, and relevant notifications issued by the Bangladesh Securities and Exchange Commission, we also report that:

- a) We have obtained all the information and explanations that, 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
- c) The Company management has followed relevant provisions of laws and rules in managing the affairs of the Company, and proper books of accounts, records, and other statutory books have been properly maintained and (where applicable) proper returns adequate for the purposes of our audit have been received from branches not visited by us;
- d) As per section 63(2) of the Insurance Act 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 related Revenue

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Accounts and the Statement of Comprehensive Income of the Company;

- e) We report that to the best of our information and as shown by its books, the company during the year under report has not paid any person any commission in any form, outside Bangladesh, in respect of any of its business re-insured abroad;
- f) The statement of Financial Position, Profit and Loss Appropriation Account, Statement of Profit or Loss & Other Comprehensive Income, Consolidated Revenue Account, Statement of Changes in Equity and Statement of Cash Flows of the Company together with the annexed notes dealt with by the report are in agreement with the books of account and returns; and
- g) The expenditure was incurred for the purpose of the Company's business.

Firm's Name : Rahman Mostafa Alam & Co. Chartered Accountants

Signature : *2020mhuam*

Auditors' Name : Md. Mustafizur Rahman FCA, (Managing Partner/Enr No.: 0218)

FRC Enl. No. : CA-001-250

Date : 12-MAY 2026

Place : Dhaka

DVC : 2605140218AS407379



Northern Islami Insurance PLC
Statement of Financial Position
As at December 31, 2025

Particulars	Notes	Amount in taka	
		December 31, 2025	December 31, 2024
Assets			
Non-Current Assets		350,594,919	367,565,283
Property, Plant and Equipment	4.00	350,514,562	367,441,657
Intangible Assets	5.00	80,357	123,626
Investment	6.00	209,519,136	210,422,996
Current Assets		2,138,977,062	2,153,267,184
Interest Accrued (but not due)	7.00	3,460,348	5,530,182
Stock of Stationery in hand		972,298	816,522
Insurance Stamps in hand		609,650	1,062,750
Amount Due From Other Persons or Bodies Carrying on Insurance Business	8.00	531,324,668	520,244,028
Sundry Debtors (including advance taxes, others advances, deposits and pre-payments)	9.00	571,803,718	532,551,276
Investment in Fixed Deposit with Banks	10.00	959,284,180	1,039,244,149
Cash and Cash Equivalents	11.00	71,522,200	53,818,277
Total Assets		2,699,091,117	2,731,255,463
Share Capital			
Authorized :			
100,000,000 ordinary shares of Tk.10 each		1,000,000,000	1,000,000,000
Issued, Subscribed and paid up :			
42,659,611 ordinary shares of Tk.10 each	12.00	426,596,110	426,596,110
Reserve or Contingency Accounts		660,488,767	631,350,336
Reserve for Exceptional Losses	13.00	428,573,422	409,915,007
Revaluation Reserve	14.00	110,912,696	117,105,121
Profit and Loss Appropriation Account	15.00	121,002,649	104,330,208
Balance of Funds and Accounts		128,888,739	195,179,390
Fire Insurance Business		47,228,749	92,806,294
Marine Insurance Business		57,252,479	68,208,288
Motor Insurance Business		22,897,759	20,671,227
Miscellaneous Insurance Business		1,509,752	13,493,581
Premium Deposit	16.00	105,413,516	153,523,431
Liabilities and Provisions		1,377,703,985	1,324,606,196
Estimated Liability in Respect of Outstanding Claims Whether due or Intimated	17.00	693,909,455	620,863,400
Amount due to other Persons or Bodies Carrying on Insurance Business	18.00	150,989,835	217,787,023
Sundry Creditors (including provision for tax)	19.00	414,663,559	370,782,923
Unclaimed dividend	20.00	16,448,598	9,906,694
Deferred Tax Liabilities	21.00	101,692,538	105,266,156
Total Capital and Liabilities		2,699,091,117	2,731,255,463
Net Assets Value Per Share	22.00	25.48	24.80

The Accompanying notes 1 to 36 and Annexure-A to D, Form AA, XL form an integral part of the financial statements.








 Company Secretary Chief Financial Officer Chief Executive Officer Director Director Chairman

Signed as per the annexed report of the same date.

Firm's Name : Rahman Mostafa Alam & Co., Chartered Accountants

Signature : 

Auditor's Name : Md. Mustafizur Rahman FCA, (Managing Partner/Enr No.: 0218)

FRC En. No. : CA-001-250

Date : 12 MAY 2026

Place : Dhaka

DVC : 2605140218 AS407374





Northern Islami Insurance PLC
Statement of Profit or Loss and other Comprehensive Income
For the year ended December 31, 2025

Particulars	Notes	Amount in taka	
		January 01, 2025 to December 31, 2025	January 01, 2024 to December 31, 2024
Interest, Dividend and Rents (not applicable to any particular fund or account):			
Interest Income	23.00	77,828,819	75,186,742
Other Income	24.00	527,977	784,044
Underwriting Profit or Loss transferred from :		63,036,476	85,783,233
Fire Insurance Revenue Account		17,690,422	(20,794,829)
Marine Insurance Revenue Account		18,301,262	55,934,014
Motor Insurance Revenue Account		23,812,332	30,293,827
Miscellaneous Insurance Revenue Account		3,232,460	20,350,221
Total Income		141,393,272	161,754,019
Expenses of Management (not applicable to any particular fund or account)	25.00	22,857,811	34,510,221
		20,587,501	26,142,815
Directors' Fees		809,600	4,056,800
Audit Fees		799,250	816,500
Subscription		225,000	615,000
Legal and Professional Fees		238,919	238,919
Depreciation and Amortization		17,164,513	18,877,466
Registration Renewal Fees		1,350,219	1,538,130
Profit Before Tax		97,947,960	101,100,983
Deferred Tax (Income)/Expenses	21.00	(3,573,618)	(3,880,451)
Provision for Taxation	26.00	29,723,536	27,715,303
Profit after Tax carried to Profit or Loss Appropriation Account		71,798,042	77,266,131
Total		141,393,272	161,754,019

The Accompanying notes 1 to 36 and Annexure-A to D, Form AA, XL form an integral part of the financial statements.


Company Secretary Chief Financial Officer Chief Executive Officer Director Director Chairman
Signed as per the annexed report of the same date.

Firm's Name : Rahman Mostafa Alam & Co., Chartered Accountants
Signature : 
Auditor's Name : Md. Mustafizur Rahman FCA, (Managing Partner/Enr No.: 0218)
FRC En. No. : CA-001-250
Date : 12-MAY 2026
Place : Dhaka
DVC : 260514 0218 AS 40 73 74





Northern Islami Insurance PLC
Profit and Loss Appropriation Account
For the year ended December 31, 2025

Particulars	Notes	Amount in taka	
		January 01, 2025 to December 31, 2025	January 01, 2024 to December 31, 2024
Balance being Profit brought forward from last year		104,330,208	90,582,207
Revaluation Surplus Transferred to Retained Earnings		6,192,425	6,351,205
Net Profit for the year brought down		71,798,042	77,266,131
Total		182,320,675	174,199,543
Reserve for Exceptional Losses		18,658,415	27,209,724
Cash Dividend		42,659,611	42,659,611
Balance of Profit After Tax		121,002,649	104,330,208
Total		182,320,675	174,199,543
Earning Per Share (EPS)		1.68	1.81
Face Value Per Share		10	10

The Accompanying notes 1 to 36 and Annexure-A to D, Form AA, XL form an integral part of the financial statements.

     
Company Secretary Chief Financial Officer Chief Executive Officer Director Director Chairman

Signed as per the annexed report of the same date.

Firm's Name : Rahman Mostafa Alam & Co., Chartered Accountants

Signature : 

Auditor's Name : Md. Mustafizur Rahman FCA, (Managing Partner/Enr No.: 0218)

FRC En. No. : CA-001-250

Date : 12 MAY 2026

Place : Dhaka

DVC : 260514 0218 AS 407374





Northern Islami Insurance PLC
Consolidated Insurance Revenue Account
For the year ended December 31, 2025

Particulars	Notes	Amount in Taka	
		January 01, 2025 to December 31, 2025	January 01, 2024 to December 31, 2024
Balance of account at the beginning of the year:			
Reserve for unexpired risks		195,179,390	235,435,574
Net Premium less re-insurances		315,472,887	467,276,625
Commission on re-insurances ceded		47,081,470	56,663,803
Total		557,733,747	759,376,002
Claims under policies less re-insurances:			
Paid during the year		17,054,003	26,358,977
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated		693,909,455	620,863,400
Sub- Total		710,963,458	647,222,377
Less : Claims outstanding at the end of the previous year		620,863,400	520,249,900
		90,100,058	126,972,477
Agent commission		87,340,004	120,227,284
Expenses of management	27	188,368,470	231,213,618
Balance of account at the end of the year as shown in the balance sheet		128,888,739	195,179,390
Underwriting profit or loss transferred to profit or loss account		63,036,476	85,783,233
Total		557,733,747	759,376,002

The Accompanying notes 1 to 36 and Annexure-A to D, Form AA, XL form an integral part of the financial statements.


 Company Secretary Chief Financial Officer Chief Executive Officer Director Director Chairman

Signed as per the annexed report of the same date.

Firm's Name : Rahman Mostafa Alam & Co., Chartered Accountants

Signature : 

Auditor's Name : Md. Mustafizur Rahman FCA, (Managing Partner/Enr No.: 0218)

FRC En. No. : CA-001-250

Date : 12 MAY 2026

Place : Dhaka

DVC : 2605140218 AS 407374





Northern Islami Insurance PLC
Fire Insurance Revenue Account
For the year ended December 31, 2025

Particulars	Notes	Amount in Taka	
		January 01, 2025 to December 31, 2025	January 01, 2024 to December 31, 2024
Balance of account at the beginning of the year:			
Reserve for unexpired risks		92,806,294	106,456,190
Premium less re-insurances		118,071,872	232,015,734
Commission on re-insurances ceded		24,640,005	28,526,618
Total		235,518,171	366,998,542
Claims under policies less re-insurances			
Paid during the year		3,004,402	6,055,855
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated		601,624,100	580,211,500
		604,628,502	586,267,355
Less : Claims outstanding at the end of the previous year		580,211,500	499,595,000
		24,417,002	86,672,355
Agent Commission		50,002,302	75,227,938
Expenses of management	28.00	96,179,696	133,086,784
Balance of account at the end of the year as shown in the balance sheet			
Reserve for unexpired risks being 40% of premium income of the year		47,228,749	92,806,294
Underwriting profit or loss transferred to profit and loss account		17,690,422	(20,794,829)
Total		235,518,171	366,998,542

The Accompanying notes 1 to 36 and Annexure-A to D, Form AA, XL form an integral part of the financial statements.


Company Secretary Chief Financial Officer Chief Executive Officer Director Director Chairman

Signed as per the annexed report of the same date.

Firm's Name : Rahman Mostafa Alam & Co., Chartered Accountants

Signature : 

Auditor's Name : Md. Mustafizur Rahman FCA, (Managing Partner/Enr No.: 0218)

FRC En. No. : CA-001-250

Date : 12 MAY 2026

Place : Dhaka

DVC : 260514 0218 AS 407374





Northern Islami Insurance PLC
Marine Insurance Revenue Account
For the year ended December 31, 2025

Particulars	Notes	Amount in Taka	
		January 01, 2025 to December 31, 2025	January 01, 2024 to December 31, 2024
Balance of account at the beginning of the year			
Reserve for unexpired risks		68,208,288	71,852,105
Premium less re-insurances		136,382,239	149,848,872
Commission on re-insurances ceded		17,784,142	19,721,333
Total		222,374,669	241,422,310
Claims under policies less re-insurances			
Paid during the year		5,775,838	9,480,483
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated		79,674,155	22,984,000
		85,449,993	32,464,483
Less : Claims outstanding at the end of the previous year		22,984,000	3,670,000
		62,465,993	28,794,483
Agent Commission		28,571,231	31,067,905
Expenses of management	28.00	55,783,704	57,417,620
Balance of account at the end of the year as shown in the balance sheet			
Reserve for unexpired risks being 40% of premium income on marine cargo and 100% of premium income on Marine Hull of the year :			
Cargo		57,252,479	68,208,288
Hull		52,753,173	54,427,056
		4,499,306	13,781,232
Underwriting profit or loss transferred to profit and loss account		18,301,262	55,934,014
Total		222,374,669	241,422,310

The Accompanying notes 1 to 36 and Annexure-A to D, Form AA, XL form an integral part of the financial statements.







 Company Secretary Chief Financial Officer Chief Executive Officer Director Director Chairman

Signed in terms of our report of even date annexed.

Firm's Name : Rahman Mostafa Alam & Co., Chartered Accountants

Signature : 

Auditor's Name : Md. Mustafizur Rahman FCA, (Managing Partner/Enr No.: 0218)

FRC En. No. : CA-001-250

Date : 12 MAY 2026

Place : Dhaka

DVC : 2605140218 AS 407374





Northern Islami Insurance PLC
Motor Insurance Revenue Account
For the year ended December 31, 2025

Particulars	Notes	Amount in Taka	
		January 01, 2025 to December 31, 2025	January 01, 2024 to December 31, 2024
Balance of account at the beginning of the year:			
Reserve for unexpired risks		20,671,227	33,059,851
Premium less re-insurances		57,244,396	51,678,067
Commission on re-insurances ceded		-	-
Total		77,915,623	84,737,918
Claims under policies less re-insurances			
Paid during the year		6,027,920	10,481,402
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated		12,611,200	15,467,900
		18,639,120	25,949,302
		15,467,900	14,984,900
		3,171,220	10,964,402
Agent Commission		8,324,323	7,652,204
Expenses of management	28.00	19,709,989	15,156,258
Balance of account at the end of the year as shown in the balance sheet			
Reserve for unexpired risks being 40% of premium income of the year		22,897,759	20,671,227
Underwriting profit or loss transferred to profit and loss account		23,812,332	30,293,827
Total		77,915,623	84,737,918

The Accompanying notes 1 to 36 and Annexure-A to D, Form AA, XL form an integral part of the financial statements.


Company Secretary Chief Financial Officer Chief Executive Officer Director Director Chairman

Signed as per the annexed report of the same date.

Firm's Name : Rahman Mostafa Alam & Co. Chartered Accountants

Signature : 

Auditor's Name : Md. Mustafizur Rahman FCA, (Managing Partner/Enr No.: 0218)

FRC En. No. : CA-001-250

Date : 12 MAY 2026

Place : Dhaka

DVC : 2605140218AS407374





Northern Islami Insurance PLC
Miscellaneous Insurance Revenue Account
For the year ended December 31, 2025

Particulars	Notes	Amount in taka	
		January 01, 2025 to December 31, 2025	January 01, 2024 to December 31, 2024
Balance of account at the beginning of the year:			
Reserve for unexpired risks		13,493,581	24,067,428
Premium less re-insurances		3,774,380	33,733,952
Commission on re-insurances ceded		4,657,323	8,415,852
Total		21,925,284	66,217,232
Paid during the year		2,245,843	341,237
Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated		-	2,200,000
		2,245,843	2,541,237
Less : Claims outstanding at the end of the previous year		2,200,000	2,000,000
		45,843	541,237
Agent Commission		442,148	6,279,237
Expenses of management	28.00	16,695,081	25,552,956
Balance of account at the end of the year as shown in the balance sheet			
Reserve for unexpired risks being 40% of premium income of the year		1,509,752	13,493,581
Underwriting profit or loss transferred to profit and loss account		3,232,460	20,350,221
Total		21,925,284	66,217,232

The Accompanying notes 1 to 36 and Annexure-A to D, Form AA, XL form an integral part of the financial statements.








Company Secretary Chief Financial Officer Chief Executive Officer Director Director Chairman

Signed as per the annexed report of the same date.

Firm's Name : Rahman Mostafa Alam & Co., Chartered Accountants

Signature : 

Auditor's Name : Md. Mustafizur Rahman FCA, (Managing Partner/Enr No.: 0218)

FRC En. No. : CA-001-250

Date : 12 MAY 2026

Place : Dhaka

DVC : 2605190218 AS40 7379





Northern Islami Insurance PLC
Statement of Changes in Equity
For the year ended December 31, 2025

Particulars	Amount in Taka				
	Share Capital	Retained Earnings	Reserve for Exceptional Losses	Revaluation Reserve	Total Equity
Balance as on January 01, 2025	426,596,110	104,330,208	409,915,007	117,105,121	1,057,946,446
Addition during the period	-	-	18,658,415	-	18,658,415
Revaluation surplus transferred to Retained Earnings	-	6,192,425	-	(6,192,425)	-
Cash dividend for the year 2024	-	(42,659,611)	-	-	(42,659,611)
Profit after tax for the year	-	53,139,627	-	-	53,139,627
Balance as on December 31, 2025	426,596,110	121,002,649	428,573,422	110,912,696	1,087,084,877

For the year ended December 31, 2024

Particulars	Amount in Taka				
	Share Capital	Retained Earnings	Reserve for Exceptional Losses	Revaluation Reserve	Total Equity
Balance as on January 01, 2024	426,596,110	90,582,207	382,705,283	123,456,326	1,023,339,926
Addition during the period	-	-	27,209,724	-	27,209,724
Revaluation surplus transferred to Retained Earnings	-	6,351,205	-	(6,351,205)	-
Cash dividend for the year 2023	-	(42,659,611)	-	-	(42,659,611)
Profit after tax for the year	-	50,056,407	-	-	50,056,407
Balance as on December 31, 2024	426,596,110	104,330,208	409,915,007	117,105,121	1,057,946,446

The Accompanying notes 1 to 36 and Annexure-A to D, Form AA, XL form an integral part of the financial statements.


Company Secretary Chief Financial Officer Chief Executive Officer Director Director Chairman

Signed as per the annexed report of the same date.

Firm's Name : Rahman Mostafa Alam & Co., Chartered Accountants

Signature : 

Auditor's Name : Md. Mustafizur Rahman FCA, (Managing Partner/Enr No.: 0218)

FRC En. No. : CA-001-250

Date : 12 MAY 2026

Place : Dhaka

DVC : 260519 0218 AS 407374





Northern Islami Insurance PLC
Statement of Cash Flows
For the year ended December 31, 2025

Particulars	Notes	Amount in Taka		
		January 01, 2025 to December 31, 2025	January 01, 2024 to December 31, 2024	
Cash flows from operating activities				
Collection from premium and others		606,221,205	870,392,917	
Payment for management expenses, re-insurance and claims		(601,486,882)	(695,751,490)	
Income Tax paid		(30,427,613)	(41,244,138)	
Net cash generated from operating activities		(25,693,290)	133,397,289	
Cash flows from investing activities				
Fixed Assets acquired		(194,149)	(5,648,907)	
Investment in Fixed Deposit with Banks		79,959,969	(82,692,725)	
Investment in Bond		(250,900)	16,261,254	
Net cash used in investing activities		79,514,920	(72,080,378)	
Cash flows from financing activities				
Dividend paid		(36,117,707)	(40,765,155)	
Net cash generated from financing activities		(36,117,707)	(40,765,155)	
Net Increase/(decrease)		17,703,923	20,551,756	
Cash and cash equivalents at the beginning of the year		53,818,277	33,266,521	
Cash and cash equivalents at the end of the year		71,522,200	53,818,277	
Net Operating Cash Flow per Share (NOCFS)		29.00	(0.60)	3.13

The Accompanying notes 1 to 36 and Annexure-A to D, Form AA, XL form an integral part of the financial statements.


Company Secretary Chief Financial Officer Chief Executive Officer Director Director Chairman
Signed as per the annexed report of the same date.

Firm's Name : Rahman Mostafa Alam & Co., Chartered Accountants

Signature : 

Auditor's Name : Md. Mustafizur Rahman FCA, (Managing Partner/Enr No.: 0218)

FRC En. No. : CA-001-250

Date : 12 MAY 2026

Place : Dhaka

DVC : 260514 0218 AS 407374





Northern Islami Insurance PLC
FORM - AA
Classified Summary of Assets
As at December 31, 2025

Class of Assets	Amount in taka		Remarks
	Book value as per Financial Position	Market Value	
Bangladesh Govt. Treasury Bond	187,600,000	187,600,000	Not quoted in the market
Fixed Deposit with Banks	959,284,180	959,284,180	Realizable Value
Balance in STD A/C with Banks	61,894,464	61,894,464	Realizable Value
Cash in Hand	9,627,736	9,627,736	Realizable Value
Interest on Investment accrued but not due	3,460,348	3,460,348	Realizable Value
Amount due from other persons or bodies carrying on insurance business	531,324,668	531,324,668	Realizable Value
Other Assets :			
Property, Plant & Equipments	350,594,919	350,594,919	Realizable Value
Investment in Bond	20,000,000	20,000,000	Market Value
Investment in share	155,639	155,639	Market Value
Sundry Debtors	573,567,215	573,567,215	Realizable Value
Stock of Stationery and Stamps	1,581,948	1,581,948	Realizable Value
	2,699,091,116	2,699,091,116	

The Accompanying notes 1 to 36 and Annexure-A to D, Form AA, XL form an integral part of the financial statements.


Company Secretary Chief Financial Officer Chief Executive Officer Director Director Chairman
Signed as per the annexed report of the same date.

Firm's Name : Rahman Mostafa Alam & Co., Chartered Accountants

Signature : 

Auditor's Name : Md. Mustafizur Rahman FCA, (Managing Partner/Enr No.: 0218)

FRC En. No. : CA-001-250

Date : 12 MAY 2026

Place : Dhaka

DVC : 260514 0218 AS 40 7374



Northern Islami Insurance PLC.
Notes to the Financial Statements
As at & for the year ended on December 31, 2025

1.0 Introduction:

1.1 Status of the Company

Northern General Insurance Company Limited ("Northern Islami Insurance PLC." after changing its name) was incorporated as public company limited by shares on April 08, 1996 under the companies Act, 1994 bearing certificate of incorporation no.C-30509(1725)/96. The Company was entitled to commence business vide certificate of commencement issued on April 08, 1996 by the Registrar of Joint Stock Companies & Firms under section 150(2) of the said Act. The Controller of Insurance has issued certificate of registration on May 25, 1996. The Securities & Exchange Commission has approved for issue of shares to public on October 20, 2008 (date of lottery). The company has been listed with the stock exchange [both in Dhaka and in Chittagong] on July 16, 2008.

With the approval of all concern authority, Northern General Insurance Company Limited has been renamed to Northern Islami Insurance Limited ("the Company") and certificate no. C-30509, issue no. 92741, dated November 03, 2019 has been issued by the Registrar of Joint Stock Companies and Farms (RJSC). Insurance Development and Regulatory Authority (IDRA) had provided registration certificate on November 18, 2019 by giving approval to change the name from Northern General Insurance Company Limited to Northern Islami Insurance Limited. Both Dhaka Stock Exchange Ltd. (DSE) and Chittagong Stock Exchange Ltd. (CSE) also gave approval in this regard with effect from March 12, 2020.

Further with the approval of all concern authority, Northern Islami Insurance Limited has been renamed to Northern Islami Insurance PLC. ("the Company") and certificate no. C-30509 dated September 05, 2024 has been issued by the Registrar of Joint Stock Companies and Farms (RJSC). Insurance Development and Regulatory Authority (IDRA) had provided registration certificate on November 11, 2024 by giving approval to change the name from Northern Islami Insurance Limited to Northern Islami Insurance PLC. Both Dhaka Stock Exchange Ltd. (DSE) and Chittagong Stock Exchange Ltd. (CSE) also gave approval in this regard with effect from March 03, 2025 and March 02, 2025 respectively.

1.2 Operation of business based on Islami Shariah & Change of name of the Company

To operate insurance business on the basis of Islami Shariah, the required changes including provision for formation of Shariah Council in the Memorandum of Association and Articles of Association had been approved in Extra Ordinary General Meeting held on 14/10/2019. Thereafter, the company obtained the required permission for operating business based on Islami Shariah and the change of company name from Northern General Insurance Co. Ltd. to Northern Islami Insurance Limited had been obtained from Insurance Development & Regulatory Authority (IDRA) & Registrar of Joint Stock Companies & Firms (RJSC). The company formed Shariah Council and started its insurance business based on Islami Shariah from 1 December, 2019.

Further with the approval of all concern authority the change of company name from Northern Islami Insurance Limited to Northern Islami Insurance PLC. had been obtained from Insurance Development & Regulatory Authority (IDRA) & Registrar of Joint Stock Companies & Firms (RJSC).

1.3 Nature of Business

The primary objectives of the Company are to carry on non-life related all kinds of insurance, guarantee and indemnity business.

1.4 Directors Responsibility:

The Board of Directors takes the responsibility for the preparation and presentation of these Financial Statements.

1.5 Approval for Issuing Financial Statements:

The Board of Directors have approved these Financial Statements on April 29, 2026.

2.00 Preparation of the Financial Statements

As per the requirements of IAS 1; "Presentation of Financial Statements" the Financial Statements have been prepared on the basis of Going-concern concept under generally accepted accounting principles according to the historical cost convention. Requirements as to disclosure of financial information warranted by the Insurance Act 2010 have been adhered to in presenting financial statements.



2.01 Components of the Financial Statements

These financial statements are presented in accordance with the guidelines provided as per requirement of Insurance Act 1938 (as amended in 2010) and IAS 1: "Presentation of Financial Statements". A complete set of financial statements comprises of:

- i. Balance Sheet as at December 31, 2025;
- ii. Profit and Loss Account for the year ended December 31, 2025;
- iii. Profit and Loss Appropriation Account for the year ended December 31, 2025;
- iv. Consolidated Insurance Revenue Account for the year ended December 31, 2025;
- v. Fire Insurance Revenue Account for the year ended December 31, 2025;
- vi. Marine Insurance Revenue Account for the year ended December 31, 2025;
- vii. Motor Insurance Revenue Account for the year ended December 31, 2025;
- viii. Miscellaneous Insurance Revenue Account for the year ended December 31, 2025;
- ix. Statement of Changes in Equity for the year ended December 31, 2025;
- x. Statement of Cash Flows for the year ended December 31, 2025;
- xi. Notes comprising a summary of significant accounting policies and other explanatory information to the accounts for the year ended December 31, 2025.

2.02 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:

- Going Concern
- 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 Act 2023
- Value Added Tax Act 2012 & Rules 2016
- The Listing Regulations of Dhaka and Chittagong Stock Exchanges
- International Accounting Standards (IAS) and International Financial Reporting Standard (IFRS) and Interpretations which have been adopted by the Institute of Chartered Accountants of Bangladesh (ICAB).
- International Standard on Auditing (ISA)
- Any other laws, regulations, covenants, conventions and practices prevailing concerning the Non- life insurance industry in Bangladesh.

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.

2.03 Reporting Currency

The figures in the Financial Statements represented Bangladesh Currency (BDT). Figures have been rounded off to the nearest integer.

2.04 Going Concern

The company can continue operating without the significant threat of liquidation, and therefore remain in business for the foreseeable future. The going-concern value of a company is typically much higher than its liquidation value because it includes intangible assets and customer loyalty as well as any potential for future returns.



2.05 IDRA Guidelines

Mandatory investment has to be made as per IDRA instructions which are not required in accordance with IASs/ IFRSs.

2.06 Use of Estimates and Judgments

The preparation of financial statements require management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses for which actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period when revised and in any future periods affected.

3.00 Significant Accounting Policies: Revenue Recognition [IFRS 15]

3.01 Gross general insurance premium comprise the total premium received for the whole period of cover provided by contracts entered into during the accounting period. They are recognized in the year on which the policy issued. Re-insurance premium are deducted from the gross premium to present the net premium income from insurance business. Unearned premiums are those proportions of premiums written in a year that relate to periods of risk after the reporting date. Unearned premiums are calculated as required by the Insurance Act, 1938 (as amended in 2010). The proportion attributable to subsequent periods is deferred as a provision for unearned premiums.

The sum of premium income as appeared in Revenue Accounts is net of the refund made, Re-insurance ceded and Re-insurance premium on PSB.

3.02 Property, Plant & Equipment's Recognition and Measurement

The cost of an item of Fixed Assets shall be recognized as an asset if, and only it is probable that future economic benefits associated with the item will flow to the entity, and the cost of the item can be measured reliably.

Fixed assets have been accounted for at cost less accumulated depreciation. Cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs of enhancement of existing assets are recognized as a separate asset, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of such items can be measured reliably. All other expenditures are charged to the Profit or Loss account during the financial period in which they are incurred.

The Office Floor Space was revalued in the year 2021 by an independent valuer, namely FAMES & R, Chartered Accountants. The revaluation report was signed on 26 April 2022 to reflect the fair value of the asset at prevailing market prices.

The Written Down Value (WDV) of the Office Floor Space as at 31 December 2021 was Tk. 246,638,509. Based on the revaluation exercise, the fair value was determined, resulting in a **Revaluation Surplus of Tk. 93,361,491**, thereby increasing the carrying amount of the asset to approximately **Tk. 340,000,000** as at 31 December 2021 after revaluation.

Management has further reviewed the fair value of the Office Floor Space in the current year and assessed that there is no material difference in market prices, mainly due to the impact of the pandemic situation on the real estate market. Accordingly, no additional revaluation has been recognized in the current year. However, management will consider revaluation in future periods, if required.

Depreciation on Property, Plant and Equipment

Fixed assets are depreciated applying the Reducing Balance method consistently, as per IAS 16 for addition of assets; depreciation is charged from the date of capitalization up to the date immediately preceding the date of disposal. Depreciation method, useful lives and residual values are reviewed at each year-end and adjusted if appropriate.

According to IAS 8 Management has estimated the useful life of Floor Space (including undivided proportionate land) and as such the depreciation of the related asset is changed and accounted for on new rate of 2.50%.



The rate of Depreciation used on the assets is as follows:

Name of Assets	Rate	Name of Assets	Rate
Furniture and Fixture	10%	Telephone Installation	15%
Type Writer and Office Equipment's	15%	Office Decoration	10%
Electric Fan	15%	Office Floor Space	2.5%
Air Conditioner and Refrigerator	20%	Library Books	20%
Motor Vehicle	20%	Computer	20%
Motor Cycle	20%		

The value of all assets at December 31, 2024 as shown in the Balance Sheet and in the Classified Summary of Assets have been prepared following the regulations and Form AA, Part II, First Schedule of the Insurance Act 1938. The said assets have been set forth in the Balance Sheet at amounts of their respective book values and such value does not exceed their aggregate market value.

3.03 Intangible assets

Intangible assets are measured at cost less accumulated amortization and accumulated impairment loss (if any). Intangible assets are recognized when all the conditions for recognition as per IAS 38 intangible assets are met.

Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific assets to which it relates.

The rate of Depreciation used on the assets is as follows:

Name of Assets	Rate
Software installation	35%

3.04 Sale of Property, Plant & Equipment's

Sale price of Fixed Assets are determined on the basis of the assets. Gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as being the difference between sales proceeds and carrying amount of the asset so recognized as per provision of IAS 16 "Property, Plant & Equipment's".

3.05 Impairment

If the recoverable amount of asset is less than its carrying amount, the carrying amount of the asset should be reduced to its recoverable amount. That reduction is an impairment loss. An impairment loss is recognized as expenses in the Income Statement.

3.06 Valuation of Investment

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

3.07 Provision for Insurance Premium

Depending on business, certain percentage of premium income is to be made as provision in accordance with Insurance Act and Rules. But, this is not in commensurate to the provision of IAS-37.

3.08 Reserve for unexpired risks

Unexpired risk on insurance premium and re-insurance premium are followed as per Insurance Act 1938 (as amended 2010). However, such general provision cannot satisfy the conditions of provision as per IAS 37. At the year end the NIPLC has recognized provision of BDT 128,888,739 as balance of fund and accounts in the balance sheet under liabilities.



3.09 Financial Instruments

As per IDRA guidelines, financial instruments are categorized, recognized and measured differently from those prescribed in IFRS 9. NIPLC has disclosed financial instruments in accordance with prescribed templates of IDRA guidelines where applicable.

3.10 IDRA Guidelines

Mandatory investment has to be made as per IDRA instructions which are not required in accordance with IASs/ IFRSs.

3.11 Investment in Share and Redeemable Bond

Investments are initially recognized at cost including acquisition charges. The investments in marketable ordinary shares have been valued at market price. Investment in redeemable bond has been valued at cost. Provision for diminution value of shares as on closing of the year is made in the financial statements.

3.12 Cash and Cash Equivalents

Cash and cash equivalents consist of cash, cash in clearing account, FDR and bank balances. For the purpose of statement of cash flow, cash and cash equivalents are arrived at after net off bank overdrafts, if any.

3.13 Cash Flow Statements

Cash flow statement is prepared in accordance with IAS-7“Statement of Cash Flows”. Cash flows from operating activities have been presented at “Direct Method”. As per clause 5(2)(e) of the BSEC notification (No. BSEC/CMRRCD/2006-158/208/Admin/81-dated 20 June 2018) the reconciliation of net income or net profit with cash flows from operating activities are given in note 29.

3.14 Earnings Per Share [EPS]: TK. 1.68 [IAS 33]

Earnings Per Share (IAS - 33) is calculated by applying the formula of net profit after tax divided by number of shares as follows:

Particulars	2025	2024
Net Profit after Tax for the year (Taka)	71,798,042	77,266,131
Ordinary Shares (Number)	42,659,611	42,659,611
Face value per share (Taka)	10	10
Basic Earnings Per Share (Taka)	1.68 (Approx)	1.81 (Approx)

It is relevant to note that the Company has changed its face value per share from Tk. 100 to Tk. 10 vide 6th EGM held on November 24, 2011.

3.15 Benefits, Claims and Expenses Recognition:

Gross Benefits and Claims

General insurance claims include all claims occurring during the year relates to internal and external/external claims handling costs that are directly related to the processing and settlement of claims, a reduction for the value of salvage and other recoveries and any adjustments to claims outstanding from previous years.

Re-insurance Claims

Re-insurance claims are recognized when the related gross insurance claim determined according to the terms of the relevant contract.

3.16 Employment Benefits [IAS 19]

The company's employment benefits to eligible employees comprise of recognized contributory provident fund and group insurance scheme. Assets of provident fund are held under separate trustee as per the provident fund rules. Provident Fund is contributed by the employees and the company at pre-determined rates. Employees are entitled to get company's contribution to provident fund after completion of minimum five years of service in the company. The company's contributions to the provident fund, group insurance and provision for gratuity have been charged as revenue expenditure. Gratuity is being paid on cash basis.

Workers' Profit Participation and Welfare Fund

Section 234 of chapter 15 of Labor Law 2006 (as amended in 2013) requires every company to establish a workers' Participation Fund and Welfare Fund. However, BFID, on behalf of the financial institution sector, requested clarification from the Labor Ministry regarding the applicability of the provisions for the sector. Similarly, Bangladesh Insurance Association has corresponded with Financial Ministry on this matter requesting for exemption for Insurance Companies. As on 2nd



June 2021, IDRA issued a letter to the minister of finance department in which they requested to give exemption from the section 234 of chapter 15 of Labor Law 2006 (as amended in 2013). As no decision has been yet concluded on such communications, we are yet to provide for the said provision.

3.17 Provision for Outstanding Claim

This has been recognized on estimates in the financial statements on the basis of expected ultimate cost of claims including incidental cost whether reported or not on the date of reporting.

3.18 Reserve or Contingencies:

Un-expired Risk

Surplus/(deficit) on Revenue Accounts has been arrived at after making necessary provision for un-expired risk @ 40% of net premium income on all business except Marine Hull Insurance for which provision has been made @ 100% on net premium income.

Reserve for Exceptional Loss

Reserve for Exceptional Losses Tk. 18,658,415 was appropriated out of current year's profit before tax being 6% of net premium earned during the year as reserve to meet exceptional losses under 4th schedule of Income Tax Ordinance 1984.

Revaluation reserve

This has been recognized in the financial statements in year 2022 being difference amount of revalued assets and depreciated assets, that is, the surplus value of revalued and depreciated assets. Revaluation reserve has been transferred to Retained Earnings as per IAS 16 subsequently.

3.19 Interest Expense

The company has incurred interest and related expenses on account of overdraft and short-term loan. In terms of provision of the International Accounting Standard (IAS) 1 "Presentation of Financial Statements" interest expenses are recognized on accrual basis.

3.20 Allocation of Management Expenses (Note 27)

Management expenses have been allocated to all Revenue Accounts in proportion to their gross premium.

3.21 Leases

Financial Reporting Principles IFRS 16 Leases effective from annual periods beginning on or after January 01, 2019 has changed how the company accounts for its lease contracts. The company leases a number of office space in addition to service sites. Before the adoption of IFRS 16, all lease contracts were classified as operating leases. IFRS 16 requires all contracts that contain a lease to be recognized on the balance sheet as a right-of-use asset and lease liability. Only certain short-term and low-value leases are exempted.

In compliance with the standard, the company has assumed to use the recognition exemptions in the standard for short-term leases and leases of low value items. Due to this reason, the leases have accounted for as short-term leases and the lease payments associated with them are recognized in note 26 as office rent expenses of Taka 10,815,733 including VAT.

3.22 Taxation

Income tax on earnings for the year comprises current and deferred tax which is based on the applicable tax law in Bangladesh. It is recognized in the income statement as tax expense.

3.23 Current Tax

Current tax is the expected tax payable on taxable income for the year based on the taxes rates (and tax laws) which are enacted at the reporting date, including any adjustment for tax payable in previous periods. Current tax for current and prior periods is recognized as a liability (or Assets) to the extent that it is unpaid (or refundable).

Provision for income tax has been made at best estimate keeping in view with the provisions of Income Tax Ordinance 1984 and amendment made thereto from time to time. Applicable rate of income tax for the company is 37.50% as per Finance Ordinance 2025.

3.24 Deferred Tax [IAS 12]

The Company recognized deferred tax in accordance with the provision of IAS 12. This arises due to temporary difference deductible or taxable for the events or transaction recognized in the profit



and loss account. A temporary difference is the difference between tax bases of an asset or liability and its carrying amount/reported amount in the financial statements. Deferred tax asset or liability is the amount of income tax payable or recoverable in future period(s) recognized in the current period. The deferred tax assets/liabilities do not create a legal liability/recoverability to and from the income tax authority.

3.25 Accounting for Changes in Accounting Estimates

IAS - 8 states that the effect of a change in an accounting estimate is to be applied prospectively by inclusion in the current accounting period and, if relevant, in future accounting period. The carrying amount of assets, liabilities, or equity may be changed following a change in accounting estimates in the period of the change.

3.26 Related Party Disclosure

As per International Accounting Standards (IAS) 24 "Related Party Disclosures", parties are considered to be related if one of the parties has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The company carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with its related parties. Related party disclosures have been given in Note 31.

3.27 Contingent Liabilities and Contingent Assets

The company does not recognize contingent liability and contingent assets. A contingent liability is probable obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of uncertain future events not within the control of the company or present obligation that cannot be measured reliably.

The company has a writ petition against VAT on agent commission under the service code S 099.20 "Other Miscellaneous Service" and the entity obtained a stay order by the High Court Division of the Supreme Court of Bangladesh.

3.28 Branch Accounting

The company has 28 branch offices (including Head Office) with no overseas branch as on December 31, 2025. Accounts of the branches are maintained at the head office which is included in the accompanying financial statements.

3.29 Consistency of Presentation

In accordance with the IFRS framework for the presentation of financial statements together with IAS 1 and IAS 8, Northern Islami Insurance PLC. applies the accounting disclosure principles consistently from one period to the next. For selecting and applying new accounting policies, changes in accounting policies applied, correction of errors, the amounts involved are accounted for and disclosed retrospectively in accordance with the requirement of IAS 8 and applied the same accounting and valuation principles in 2025 as in financial statements for 2024 (unless otherwise stated).

3.30 Risk Analysis

Risk analysis for insurance business is difficult to estimate the uncertainty in taking and managing the risk by chronological identification of unascertained risk, mitigating approach of risk and continuing efforts to equate the risk at reasonable level. This, inter alia, includes:

(a) Insurance Product Risk

In non-life insurance business, the product selection is one of the important factors for the company. Product with less uncertainty with lower cost can facilitate to secure more risk coverage. Accordingly, high risk is more related to the capital strength and credit rating of the company. Necessary provision for un-expired risk @ 40% of net premium income on all business except Marine Hull Insurance for which provision has been made @ 100% on net premium income.

(b) Operational Risk

This is in association of all departmental effort within the company to ensure the sufficient coverage for the uncertainty of particular policy selection. It varies in accordance with the nature of products offered to the insured. Guideline for selection of offered product and monitoring the same are effective when fencing the risk at the level of estimate.

(c) Strategic Market Risk



This indicates to identify and quantify the inherent risk of the products for the insured in competitive market. Product with low risk should be encouraged to minimize risk.

(d) Underwriting Risk

This is involved in loss events coverable under contract or agreement with the insured and the volume or size of the coverable loss. It relates to selection, pricing, monitoring and technical provision. However, risk with excessive volume is jointly shared by two or more insurers. In such circumstances, non-life insurance business with different products has been carried out with approved guideline.

(e) Reinsurance Risk

Reinsurance has an influence basing the capital strength and rating aspects. Treaty limit is outlined by the amount of risk which can be ceded to another re-insurer. It depends on the nature of risk to be taken by the company. As such, technical provision has been estimated by way of covering the reasonable and probable obligations with respect to claims for known or un-known uncertainty.

(f) Investment Risk

This relates to market, credit and liquidity of the company and as such, investments consist of assets covering the technical provisions and shareholders' equity. Accordingly, investment plan has been designed in such manner to accommodate inherent risk.

(g) Liquidity Risk

This indicates to pay the claim on demand and the company needs to liquidate or convert assets to meet the obligation as and when arise.

(h) Credit Risk

The Company follows IDRA instructions with respect to issuing of policies, that is, policies were not issued on credit.

(i) Default Risk

It indicates default in paying off the claims on demand when third party involved in such approach. At the time, the company needs to have sufficient liquidity to pay off the claims on demand and to fulfill the contractual obligation.

(j) Legal and Regulatory Risk

There is legal and regulatory obligation to follow and abide by the restricted rules and regulation in carrying out the business which do not conform to the competitive market for procuring business. As such, non-compliance to rules and regulation may invite risk to the employment of the company.

3.31 General:

- i) Figures appearing in these Financial Statements have been rounded off to the nearest integer.
- ii) Prior year's figures have been shown to ensure comparability with the current year.
- iii) Bracket figures denote negative.





Notes	Particulars	Amount in taka	
		December 31, 2025	December 31, 2024
4.00	Property, Plant and Equipments		
	Opening Balance	528,077,993	522,429,086
	Addition during the period	194,149	5,648,907
	Adjustment during the period	-	-
	Closing Balance	528,272,142	528,077,993
	Accumulated Depreciation		
	Opening Balance	160,636,336	141,825,438
	Charged during the period	17,121,244	18,810,898
	Adjustment during the period	-	-
	Closing Balance	177,757,580	160,636,336
	Written Down Value	350,514,562	367,441,657

Details of Property, plant and equipments along with depreciation charged thereon as on December 31, 2024 has been shown in **Annexure-A**.

5.00	Intangible Assets		
	Opening Balance	5,071,161	5,071,161
	Addition during the period	-	-
	Adjustment during the period	-	-
	Closing Balance	5,071,161	5,071,161
	Accumulated Depreciation		
	Opening Balance	4,947,535	4,880,967
	Charged during the period	43,269	66,568
	Closing Balance	4,990,804	4,947,535
	Written Down Value	80,357	123,626

Details of Intangible Assets along with depreciation charged thereon as on **December 31, 2024** has been shown in **Annexure-B**. Full amount of depreciation has been charged to Administration expenses.

6.00	Investment		
	The break-up of the amount is as under:		
6.01	Bangladesh Government Treasury Bond - at cost	187,600,000	177,600,000
6.02	Premium on Bangladesh Government Treasury Bond	1,763,497	2,693,039
6.03	AIBL 3rd Mudaraba Subordinated Bond	20,000,000	30,000,000
6.04	Shares in Listed Companies	155,639	129,957
	Total	209,519,136	210,422,996

- 6.01** Investment in Bangladesh Government Treasury Bond includes is made as per section 23, schedule - 1 of the Insurance Act - 2010 being statutory deposit with Bangladesh Bank.
- 6.02** Premium on Bangladesh Government Treasury Bond other than statutory deposit is made at the time of purchase of Bangladesh Government Treasury Bond which is amortised over the period of such Bond.
- 6.03** Further Investment of Tk. 500,00,000 in AIBL 3rd Mudaraba Subordinated Bond on 01.11.2020. Originally, the profit rate was Mudaraba Term Deposit rate plus 2.00% additional. The investment will be redeemed @20% each year after 2 (two) years from the end of 3rd year.
- 6.04** Details of investment in the shares of listed companies are given below :

Sl. No.	Particulars	Amount in taka	
		Market value as at December 31, 2025	Market value as at December 31, 2024
01	Aftab Auto Limited	202	218
02	BD Finance Limited	348	307
03	Beacon Pharma Limited	26,150	33,975
04	Dhaka Bank Limited	1,345	1,243
05	Eastern Bank Limited	510	445
06	Exim Bank Limited	240	576
07	Fine Foods Limited	90,511	53,621
08	Islami Bank Limited	262	387
09	Islami Insurance Limited	22,184	24,190
10	National Bank Limited	365	558
11	Paramount Insurance Limited	12,456	11,907





Notes	Particulars	Amount in taka	
		December 31, 2025	December 31, 2024
12	Premier Leasing International Limited	282	1,566
13	Prime Finance Limited	31	133
14	Pubali Bank Limited	433	381
15	Rupali Insurance Limited	84	91
16	Summit Power Limited	74	89
17	Uttara Finance Limited	162	270
	Total	155,639	129,957

The above investment in marketable securities that are designated as available for sale by the management. These are measured at fair value and presented as non current assets.

7.00 Interest accrued (but not due)

This represents accrued interest on Fixed Deposits with the different banks and in Bangladesh Govt. Treasury Bond as summarized below:

7.01	Bangladesh Govt. Treasury Bond	3,133,527	5,151,362
	Fixed Deposit with different banks	35,647	135,465
	FSIB Mudaraba Subordinate Bond	-	-
	AIBL 3rd Mudaraba Subordinated Bond	291,174	243,355
	Total	3,460,348	5,530,182

7.02 Bangladesh Govt. Treasury Bond

Investment in Bangladesh Government Treasury Bond was purchased through AB Bank Limited, Principal Branch, Dhaka. Accrued interest is calculated at the rate varied from 6.44% to 12.75%.

8.00 Amount Due From Other Persons or Bodies Carrying on Insurance Business

Serial No.	Particulars	Closing Amount in Taka	
		December 31, 2025	December 31, 2024
1	Sadharan Bima Corporation	529,145,749	518,065,109
2	Rupali Ins. Co. Ltd.	593,109	593,109
3	Federal Ins. Co. Ltd.	49,434	49,434
4	Central Insurance Co. Ltd.	164,529	164,529
5	Janata Ins. Co. Ltd.	261,017	261,017
6	City General Ins. Co. Ltd.	23,963	23,963
7	Pragati Ins. Cco. Ltd.	497,582	497,582
8	Bd. National Ins. Co. Ltd.	54,707	54,707
9	Green Delta Ins. Co. Ltd.	328,555	328,555
10	Kharnaphuli Ins. Co. Ltd.	83,201	83,201
11	Republic Ins. Co. Ltd.	112,130	112,130
12	Desh General Ins. Co. Ltd.	10,692	10,692
	Total	531,324,668	520,244,028

The above amount is due from Shadharan Bima Corporation on account of re-insurance arrangements, public sector business and Co-insurance scheme with other General Insurance Companies.

9.00 Sundry Debtors

(including advance taxes, others advances, deposits and pre-payments)

The break-up of the amount as under:

Sl. No.	Particulars	Amount in taka	
		31-Dec-2025	31-Dec-2024
i	Advance Income Tax	355,780,494	344,681,190
ii	Advance Tax deduction at source	98,758,633	79,430,324
iii	Not Yet Deposit (Bank Guarantee)	66,743,461	42,864,697
iv	Advance office rent	3,584,571	4,921,659
v	Security Deposit with CDBL	300,000	300,000
vi	Prepaid Agent Commission	45,050,054	58,413,406
vii	Advance to Staff	1,586,505	1,940,000
	Total	571,803,718	532,551,276

Advance Tax payment has been made year to year on cheque payment through Government treasury challan as advance tax and tax return filed on the basis of audited accounts.

It is to mention that, as appeals are pending at Commissioner of Appeal, Tribunal and High Court, paid amount of "advance tax" and "advance tax deduction at source" mentioned above, could not be adjusted yet.





Notes	Particulars	Amount in taka	
		December 31, 2025	December 31, 2024

10.00 Investment in Fixed Deposit with Banks

Sl. No.	Name of Bank	Amount in Taka	
		31-Dec-2025	31-Dec-2024
01	Agrani Bank	2,703,019	2,603,686
02	Al Arafah Islami Bank Limited	183,139,053	256,269,755
03	Bangladesh Commerce Bank Limited	13,942,082	14,722,162
04	Bank Asia Limited	7,750,299	12,238,666
05	BASIC Bank Limited	1,296,783	1,206,248
06	Bengal Commercial Bank Ltd.	7,644,770	7,026,840
07	BRAC Bank Limited	17,624,469	16,636,494
08	Citizens Bank	2,510,570	800,000
09	Commercial Bank of Ceyloyn PLC	1,929,524	1,785,316
10	Dhaka Bank Limited	36,003,758	32,906,536
11	Dutch Bangla Bank Limited	2,431,253	2,368,509
12	Exim Bank of Bangladesh Limited	30,440,490	30,930,889
13	Eastern Bank Limited	12,013,314	13,979,513
14	First Security Islami Bank Limited	86,017,150	79,343,376
15	Global Islami Bank Limited	6,901,608	7,433,253
16	IFIC Bank Limited	9,967,303	9,193,974
17	International Leasing and Financial Service Limited	16,604,090	15,926,046
18	Islami Bank Bangladesh Limited	52,057,879	63,758,191
19	Jamuna Bank Ltd.	10,827,914	10,888,062
20	Janata Bank Limited	4,890,752	4,600,895
21	Meghna Bank Ltd.	3,983,926	3,218,978
22	Marcentile Bank Limited	13,118,098	9,298,653
23	Midland Bank Ltd.	1,026,003	952,334
24	Modhumoti Bank Ltd.	1,782,100	909,904
25	Mutual Trust Bank Limited	18,197,149	17,213,373
26	NCC Bank Limited	39,429,883	39,305,410
27	NRB Bank Ltd.	1,900,236	1,810,219
28	NRB Commercial Bank Limited	16,640,009	23,688,897
29	National Bank Limited	8,621,204	7,986,724
30	One Bank Limited	4,349,349	5,887,112
31	Padama Bank Limited	4,085,181	3,791,795
32	**People's Leaseing And Financial Services Ltd.	1,600,000	1,600,000
33	Premier Bank Limited	22,483,450	23,794,092
34	Prime Bank Limited	11,223,406	11,673,144
35	Pubali Bank Limited	14,277,635	16,979,053
36	Rajshahi Krishi Unnayan Bank	2,057,191	1,926,836
37	Rupali Bank Limited	1,677,464	1,567,515
38	Shahjalal Islami Bank Limited	13,242,693	18,465,800
39	Social Islami Bank Limited	163,852,856	157,622,212
40	Sonali Bank Limited	2,791,734	7,894,273
41	South Bangla Agriculture and Commerce Bank	9,622,610	10,967,505
42	Southeast Bank Limited	8,704,014	8,309,530
43	Standard Bank Limited	10,405,777	10,693,420
44	The City Bank Limited	5,751,945	7,162,651
45	Trust Bank Limited	5,997,909	5,638,566
46	Union Bank Ltd.	24,757,864	23,656,062
47	United Commercial Bank Limited	38,702,795	30,437,556
48	Uttara Bank Limited	2,305,620	2,174,124
	Total	959,284,180	1,039,244,149



Notes	Particulars	Amount in taka																																																																											
		December 31, 2025	December 31, 2024																																																																										
10.1.1	As the Government of Bangladesh or any Court of Law has not yet declared any of the above-mentioned Banks/Financial Institutions insolvent due to liquidity crisis, the management of the Company assumes that the aforesaid financial assets are recoverable. Accordingly, no impairment loss has been recognised against such investments at this stage. Any impairment, if required, will be considered upon final resolution or declaration by the Government or the competent Court of Law. This particularly includes the investment in International Leasing & Financial Services Limited amounting to Tk. 16,604,090.																																																																												
10.1.2	Peoples Leasing and Financial Services Limited (PLFSL) , which commenced its operation in 1996, faced a wide range of financial scams from 2004, which forced the central bank to appoint an observer in 2015. The central bank removed five directors of the NBFIL in the year 2015 for their alleged involvement in the embezzlement of Tk 358 crore. Now, the HC has appointed Kamal-UI-Alam, a senior lawyer of the Supreme Court, as PLFSL chairman and Mohammad Jalaluddin, a former managing director of Ansar VDP Unnayan Bank, as managing director. This whole issue under the supervision of the High Court of Bangladesh and that's why we can't provide any kind of conclusive evidence to the auditor regarding the FDR (Tk. 16,00,000) of PLFSL.																																																																												
11.00	Cash and Cash Equivalents																																																																												
11.1.1	Balance with banks	61,894,464	49,778,065																																																																										
11.1.2	Cash in hand (including cash at branches)	9,627,736	4,040,212																																																																										
	Balance	71,522,200	53,818,277																																																																										
11.01.01	Balance with banks																																																																												
	This represents the balance in STD & CD accounts with different banks. We have circularized the balance confirmation letter to the bank to confirm the balance directly to the Auditors. The detailed of the bank balances has been given below :																																																																												
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	This represents petty cash of head office and branches and also CD account balances of the branches. Management has certified the closing petty cash in hand.																																																																												
12.00	Share Capital	426,596,110	426,596,110																																																																										
	Details of Share capital has been shown in Annexure-B.																																																																												
13.00	Reserve for Exceptional Losses																																																																												
	Balance as at January 01, 2025	409,915,007	382,705,283																																																																										
	Add : Provision for the year	18,658,415	27,209,724																																																																										
	Balance as at December 31, 2025	428,573,422	409,915,007																																																																										
14.00	Revaluation Reserve																																																																												
	Balance as at January 01, 2025	117,105,121	123,456,326																																																																										
	Add : Revaluation Surplus	-	-																																																																										
	Less : Deferred Tax on Revaluation @ 37.5%	-	-																																																																										
	Less : Transferred to Retained Earnings	(6,192,425)	(6,351,205)																																																																										
	Balance as at December 31, 2025	110,912,696	117,105,121																																																																										





Notes	Particulars	Amount in taka	
		December 31, 2025	December 31, 2024
15.00 Profit and loss Appropriation Account			
	Balance as at January 01, 2025	104,330,208	90,582,207
	Less : Appropriation for Cash dividend & Stock dividend	42,659,611	42,659,611
		61,670,597	47,922,596
	Add : Profit during the year	53,139,627	50,056,407
	Add : Transferred from Revaluation Reserve	6,192,425	6,351,205
	Balance as at December 31, 2025	121,002,649	104,330,208

16.00 Premium Deposit

This represents the balance of premium tk. 34,397,723 for above 6(six) month and tk.71,015,793 less than 6(six) month received against Cover Notes during the year for which Policies were not issued within December 31, 2025. All deposit Below one year.

17.00 Estimated liability in respect of outstanding claims whether due or intimated

The break-up of the amount with estimated numbers of claim against policies is as under:

Sl. No.	Class of business	Amount in Taka	
		December 31, 2025	December 31, 2024
01	Fire	601,624,100	580,211,500
02	Marine	79,674,155	22,984,000
03	Motor	12,611,200	15,467,900
04	Miscellaneous	-	2,200,000
	Total	693,909,455	620,863,400

Year wise break up are as follows:

Year	Taka
2021	13,355,000
2022	424,942,700
2023	19,367,000
2024	158,896,400
2025	77,348,355
	693,909,455

Most of the time clients can't provide necessary documents for settlement of claims, particularly third party documents. Due to Lack of required documents Surveyor can't assess quantum of losses. Sometimes prior approvals are required from re-insurer SBC for settlement of claims. For these reasons some outstanding claim are carried forwarded.

18.00 Amount due to other persons or bodies carrying on insurance business

Sl No.	Particulars	Amount in Taka	
		December 31, 2025	December 31, 2024
1	Sadaran Bima Corporation	149,363,126	216,160,314
2	Prime Insurance Co. Ltd.	705,027	705,027
3	Mercantile Insurance Co. Ltd.	117,365	117,365
4	Pravati Insurance Co. Ltd.	111,171	111,171
5	Continental Insurance Co. Ltd.	264,901	264,901
6	Co-Operative Insurance Co. Ltd.	319,018	319,018
7	Eastern Insurance Co. Ltd.	109,227	109,227
	Total	150,989,835	217,787,023

The above amount is payable to Shadharan Bima Corporation on account of re-insurance arrangements and co-insurance scheme to other General Insurance Companies.

19.00 Sundry Creditors

The break-up of the amount is as under :

Sl. No.	Head of accounts	Amount in Taka	
		31-Dec-2025	31-Dec-2024
01	Audit fees payable	1,679,075	1,667,575
02	VAT Payable	8,614,638	5,712,993
03	Employees' Tax deduction at source	499,277	407,308
04	Security Deposit	35,000	35,000
05	Share Subscription	4,435,895	4,435,895
06	Accrued expenses	7,431,883	388,352
07	Provident Fund Payable	10,160,773	1,849,474
08	Shareholders Account	1,321,052	1,321,052
09	Provision for Income Tax	379,921,697	350,198,161
10	Income tax deducted at source	564,269	4,767,113
	Total	414,663,559	370,782,923





Notes	Particulars	Amount in taka	
		December 31, 2025	December 31, 2024

19.09.01 Provision for Income Tax

Year wise break up are as follows:

Year	Taka
Upto 2021	283,802,952
2022	13,681,907
2023	24,997,999
2024	27,715,303
2025	29,723,536
	<u>379,921,697</u>

20.00 Unclaimed dividend

Years wise break up as under:

Years	Amount in Taka	
	31-Dec-2025	31-Dec-2024
2017	352,343	352,343
2018	1,571,225	1,571,225
2019	1,820,883	1,820,883
2020	1,540,199	1,540,199
2021	1,333,358	1,333,358
2022	1,299,519	1,299,519
2023	1,913,559	1,989,167
2024	6,617,512	-
Balance as at December 31, 2025	<u>16,448,598</u>	<u>9,906,694</u>

Total unclaimed dividend amounts to Tk. 16,448,598. Dividend of Tk. 1,058,278 (Mr. Barrister Faysal Ahmed Patwary) and Tk. 4,172,000 (Mr. Saharier Khaled) has been withheld in compliance with the Hon'ble High Court order under Writ Petition No. 4976/2016 pending final judgment.

Unclaimed dividend for 2023 (Tk. 1,913,559) and 2024 (Tk. 6,617,512) is not required to be transferred to CMSF as per applicable regulations.

In addition, the remaining unclaimed dividend of Tk. 2,687,249 will be paid subsequently in accordance with applicable laws and regulatory requirements.





Notes	Particulars	Amount in taka	
		January 01, 2025 to December 31, 2025	January 01, 2024 to December 31, 2024
21.00	Deferred Tax [IAS 12]		
	Deferred Tax Liabilities		
	Book value of depreciable fixed assets	350,594,919	367,565,283
	Less: Tax base	77,421,441	84,363,812
	Total difference	273,173,478	283,201,471
	Less: Permanent	1,993,377	2,491,721
	Taxable Temporary differences	271,180,101	280,709,750
	Effective Tax Rate [is considered as per Finance Act, 2024]	37.50%	37.50%
	Deferred Tax Expense/(Income)		
	Opening deferred tax liabilities	105,266,156	109,146,607
	Closing deferred tax Liabilities	101,692,538	105,266,156
		(3,573,618)	(3,880,451)
	Less: Deferred Tax on Revaluation Surplus	-	-
	Total Deferred tax expense /(Income)	(3,573,618)	(3,880,451)
	Increase in deferred tax Liabilities over the year		
	The break-up of the amount is as under		
	Balance as at January 01, 2025	105,266,156	109,146,607
	Deferred tax expense/ (Income) during	(3,573,618)	(3,880,451)
	Deferred tax On revaluation Surplus	-	-
	Balance as at December 31, 2025	101,692,538	105,266,156
22.00	Net assets value (NAV)		
	Net Assets Value (NAVs) per share has been calculated by dividing net asset value reported in the statement of financial position by the weighted average number of ordinary shares in issue.		
	Particulars		
	Shareholders' equity	1,087,084,877	1,057,946,446
	Weighted average number of ordinary shares	42,659,611	42,659,611
	Net Assets Value (NAVs) per share at the balance sheet date	25.48	24.80
23.00	Interest Income		
	This represents the amount received or accrued during the year on interest bearing account with different bank as follows:		
	Bangladesh Treasury Bond	14,317,620	11,854,757
	FSIBL 2nd Mudaraba Subordinated Bond	-	1,601,913
	AIBL 3rd Mudaraba Subordinated Bond	3,375,000	2,929,500
	Fixed Deposits Receipts	59,216,933	57,347,776
	Short Term Deposits	919,266	1,452,796
	Balance	77,828,819	75,186,742
	Interest income from Bangladesh Treasury Bond & AIBL 3rd Mudaraba Subordinated Bond calculated on day basis, Fixed Deposits Receipts on an average basis and Short Term Deposit on actual basis.		
24.00	Others Income		
	Gain(unrealised) on investment in security	25,682	(17,085)
	Cash dividend	2,362	1,873
	Co-Insurance service charge	10,096	570,521
	Miscellaneous	489,837	228,735
	Balance	527,977	784,044
25.00	Expenses of Management		
	The following expenses were incurred for management of the company's total business but not related to any particular fund or identical business.		
	Insurance Premium	1,377,361	1,584,222
	Bank Charges & Excise duty	565,584	1,375,032
	Advertisement and Publicity	572,607	726,610
	Traveling and Conveyance	82,631	258,231
	Lease Rental	-	-
	AGM & Conferance	343,490	234,981
	Picnic expenses	-	-
	Annual Picnic	-	-
	Festival Allowance	11,719,825	13,008,030
	Performance bonus	-	7,491,715
	Medical Allowance	64,000	1,830,000
	Annual listing fee	763,973	532,596
	Group Insurance Premium	1,312,560	1,611,009
	Contribution to Provident Fund	6,055,780	5,857,795
		22,857,811	34,510,221





Notes	Particulars	Amount in taka	
		January 01, 2025 to December 31, 2025	January 01, 2024 to December 31, 2024

26.00 Provision for Taxation :

Particulars	Total Income	Exempted (Exceptional loss reserve & unrealised gain)	Taxable Income
Income from business(Income Tax Act 2023)	19,591,164	18,658,415	932,749
Interest income from FDR & STD accounts(Income Tax Act 2023)	60,136,199	-	60,136,199
Interest income from BGTB	14,317,620	-	14,317,620
Interest income from 2nd FSIBL Bond	-	-	-
Interest income from 3rd ALIBL Bond	3,375,000	-	3,375,000
Dividend Income from investment in securities(U/s 54 Rule 19)	2,362	-	2,362
Gain (Unrealised) on investment in securities	25,682	25,682	-
Capital gain from share trading(U/s 31)	-	-	-
Fixed assets sales (Motor Car) U/s 16(3)	-	-	-
Other Income (U/s 33)	499,933	-	499,933
	97,947,960	18,684,097	79,263,863

Computation of current year tax provision

Particulars of using Tax payable rate on taxable income against various head as per the Income Tax Act, 2023. Details are given below:

Particulars	Taxable Income	Rate of Tax	Tax provision
Tax on Income from business@37.50%	932,749	37.50%	349,781
Tax on Interest from FDR & STD accounts@37.50%	60,136,199	37.50%	22,551,075
Tax on Interest income from BGTB @0%	14,317,620	37.50%	5,369,108
Tax on Interest income from 2nd FSIBL Bond @37.5%	-	37.50%	-
Tax on Interest income from 3rd ALIBL Bond @37.5%	3,375,000	37.50%	1,265,625
Tax on Dividend Income @20%	2,362	20%	472
Tax on Gain (Unrealised) on investment in securities @0%	-	0%	-
Tax on Capital gain from share trading @10%	-	10%	-
Tax on Fixed assets sales (Motor Car) @15%	-	15%	-
Tax on Other Income @37.50%	499,933	37.50%	187,475
	79,263,863		29,723,536

27.00 Expenses of Management

These expenses were incurred in consolidation of identical business as below:

Salaries and allowances (including CEO's salary)	150,764,680	188,484,734
Wages	1,300,415	1,586,930
Postage and Telegram	234,700	332,276
Printing	1,377,539	2,928,534
Stationery	1,092,351	1,438,581
Conveyance	1,220,156	2,064,468
Training Fee	72,850	82,750
Entertainment	1,274,579	1,928,797
Electrical Expenses	38,100	218,038
Office Contingency and General Charges	402,680	959,746
Repair & Maintenance	696,057	161,867
Telephone, Trunk Call and Telex	1,866,672	2,204,283
Car Fuel	1,682,750	2,333,466
Internet Charge	1,433,534	1,439,783
Office Rent	10,815,733	11,362,729
Gas, Water and Electricity Charges	3,264,738	3,440,270
Service Charges	974,400	974,400
Papers and Periodicals	111,158	118,555
Holding Tax	2,210	2,210
Other Expenses	324,684	989,932
Management Expenses SBC	8,199,984	7,628,869
Stamp Duty consumed - Fire	932,500	151,000
Stamp Duty consumed - Motor	219,500	109,550
Stamp Duty consumed - Miscellaneous	66,500	271,850
	188,368,470	231,213,618





Notes	Particulars	Amount in taka	
		January 01, 2025 to December 31, 2025	January 01, 2024 to December 31, 2024

28.00 Gross Premium & Allocation of Expenses of Management:

The above expenses were allocated to respective revenue account on the basis of gross premium earned during the year under audit as follows:

Revenue Account	Basis of allocation		Amount in taka		
	Gross Premium	Percentage (%)	General Expenses	Direct Expenses	Total Management Expenses
Fire	364,507,709	53%	86,789,090	9,390,606	96,179,696
Marine	222,313,228	32%	52,932,660	2,851,044	55,783,704
Motor	57,345,434	8%	13,653,917	6,056,072	19,709,989
Miscellaneous	46,714,977	7%	11,122,811	5,572,270	16,695,081
Total for the year 2025	690,881,348	100%	164,498,478	23,869,992	188,368,470
Total for the year 2024	902,516,758	100%	214,259,191	16,954,427	231,213,618

29.00 Net Operating Cash Flow (NOCF):

Net Operating Cash Flow (NOCFs) per share has been calculated by dividing net cash used in operating activities reported in the cash flows statement of financial position by the weighted average number of ordinary shares in issue.

Net cash generated from operating activities	(25,693,290)	133,397,289
Weighted average number of ordinary shares	42,659,611	42,659,611
Net Operating Cash Flow per Share (NOCFs) at the balance sheet	(0.60)	3.13

Net Operating Cash Flow Per Share (NOCFs) depends on Income from Net Premium, Investment income, Net claim paid, Commission paid, Management Expenses and Income tax paid. The deviation in NOCFs due to Net premium were decreased in 2025 from 2024.

30.00 Reconciliation of net income or net profit with cash flow from operating activities:

As per clause 5(2)(e) of the BSEC notification (No. BSEC/CMRRCD/2006-158/208/Admin/81-dated 20 June 2018) the reconciliation of net income or net profit with cash flows from operating activities are given below:

Particulars	Amount in taka	
	December 31, 2025	December 31, 2024
Net profit before tax	97,947,960	101,100,983
Add: Depreciation & Amortization	17,164,512	18,877,466
Add/(less): Loss/(gain) on fair value adjustment	(25,682)	17,085
Add/(less): Loss/(gain) on sales of Motor Vehicle	-	-
Add/(less): Increased/(decreased) in current liabilities	(93,879,133)	27,502,377
Add/(less): Decreased/(increased) in current assets	(16,473,334)	27,143,516
Cash generated from operation	4,734,323	174,641,427
Less: Income tax paid	30,427,613	41,244,138
Net cash generated from operating activities	(25,693,290)	133,397,289

31.00 Chief Executive Officer's salary & allowances

The CEO has been appointed with the approval from Insurance Development & Regulatory Authority (IDRA). In addition to remuneration, the CEO is also provided with telephone, cell phone, internet bills at actual. The Chief Executive Officer's salaries and allowances are Tk. 7,073,387 in 2025 and Tk. 5,850,000 in 2024.

It may be mentioned here that the above amount has been shown in Revenue Account as Management expenses in the Financial Statements.





32. Related Party Disclosure: [IAS - 24]

32.01 Related Party being Directors:

Directors' involvement in other Firms/ Companies are details below:

Sl. No.	Name of Directors	Status With NIIL	Name of the Firms/ Companies in which interested as Proprietor, Partner, Director, Managing Agent, Guarantor, Employees etc.	Position in the Firms/ Companies
01.	Al-haj Nasiruddin	Chairman	1 Nasim Trading Company	Proprietor
			2 Nams Trade Corporation	Proprietor
			3 J. A. N. Corporation Limited	Managing Director
02.	Mr. Mostafizur Rahman	Vice Chairman	1 Smart Jeans Ltd.	Chairman
			2 Apparel Promoters Ltd.	Chairman
			3 AL Razi Chemical Complex Ltd.	Chairman
			4 Shehan Specialized Textile Mills Ltd.	Chairman
			5 Globe Textile Mills Ltd.	Chairman
			6 Smart Media Ltd.	Chairman
			7 Smart Share & Securities Ltd.	Chairman
			8 Shoishob Fashion Ltd.	Chairman
			9 Smart Jacket BD Ltd.	Managing Director
			10 Smart Grain Agro Industries Ltd.	Chairman
			11 Chittagong Denim Mills Ltd.	Managing Director
			12 RB Industries Ltd.	Managing Director
			13 BM Container Depot Ltd.	Managing Director
			14 BM Energy (BD) Ltd.	Managing Director
			15 City Home Properties Ltd.	Managing Director
03.	Mr. Mortuza Siddique Chowdhury	Director	1 Mortaza Assets Limited	Managing Director
			2 MARSAs Holding Limited	Chairman
			3 MARSAs Trading Limited	Proprietor
			4 MARSAs Fishing Limited	Chairman
			5 Parkview Hospital Limited	Vice Chairman
04.	Mr. Mohammad Azam	Director	1 Zia and Brothers	Proprietor
			2 Boshra Trading	Proprietor
05.	Mr. Abdullah Jamil Matin	Director	1 Metropolitan Medical Center Limited	Director
			2 Rupali Life Insurance Company Limited	Vice Chairman
			3 Narsingdi Hatchery and Fisheries Limited	Managing Director
			4 Asian Specialized Hospital and Diagnostic Center Ltd.	Director
06.	Mrs. Naiyer Sultana	Director	Not Applicable	
07.	Ms. Thamina Rahman	Director	1 Alliance Knit Composite Ltd.	Director
08.	Mr. Faysal Ahmed Patwary	Director	1 Patwary Potato Flakes Limited	Director
			2 Greentech Greenhouse Bangladesh Limited	Director
			3 Patwary & Associates	Proprietor





Sl. No.	Name of Directors	Status With NIIL	Name of the Firms/ Companies in which interested as Proprietor, Partner, Director, Managing Agent, Guarantor, Employees etc.	Position in the Firms/ Companies	
09.	Mrs. Ferdousi Islam	Director	1	China Bangla Ceramic Industries Limited	Chairman
			2	Trustee Securities Limited	Chairman
			3	Bangal Tiger Cement Industries Limited	Director
			4	Total Merchandising & Trims Limited	Director
			5	United Shipping Lines Limited	Director
			6	SIMCO Ceramic Ltd.	Chairman
			7	SIMCO Foshan Mould Ltd.	Chairman
			8	SIMCO Foshan Abrasive Ltd.	Chairman
			9	Azbal International Limited	Chairman
10.	Mrs. Tasmin Saida Chowdhury	Director	Not Applicable		
11.	Broadway Impex Company Ltd. (Represented by Mr. Kazi Salahuddin Ahammad)	Nominated Director	Not Applicable		
12.	Carolina Business Enterprises Ltd. (Represented by Mr. Sarwar Salim)	Nominated Director	Not Applicable		
13.	Mrs. Umme Habiba Akhter	Independent Director	1	Akhter's Collections (Boutique & Handicraft)	Owner
			2	Chattogram Women Chamber of Commerce & Industry	Member
			3	Akhter Coaching Centre	Owner
			4	Disney Elementary School, Chattogram	Advisor
			5	Subline Consultancy	Director
			6	Ladies Club, Rajshahi	Vice President
14.	Mr. Zafar Alam	Independent Director	Not Applicable		





32.02 The Company has carried out business through the following related parties and the nature of transactions and value are detailed below :

Sl. No.	Name of the Client	Related to	Nature of transaction	Opening balance as on 01 Jan'25	Addition during the year	Adjustment during the year	Closing balance as on 31 December	
							2025	2024
1	Smart Jeans Ltd.	Mr. Mostafizur Rahman	Insurance Premium	-	1,822,031	1,822,031	-	-
2	Apparel Promoters Ltd.	Mr. Mostafizur Rahman	Insurance Premium	-	7,165,524	7,165,524	-	-
3	AL Razi Chemical Complex Ltd.	Mr. Mostafizur Rahman	Insurance Premium	-	4,750,565	4,750,565	-	-
4	Shehan Specialized Textile Mills Ltd.	Mr. Mostafizur Rahman	Insurance Premium	-	26,609	26,609	-	-
5	Globe Textile Mills Ltd.	Mr. Mostafizur Rahman	Insurance Premium	-	19,275	19,275	-	-
6	Shoishob Fashion Ltd.	Mr. Mostafizur Rahman	Insurance Premium	-	97,080	97,080	-	-
7	Smart Jacket BD Ltd.	Mr. Mostafizur Rahman	Insurance Premium	-	528,274	528,274	-	-
8	BM Energy (BD) Ltd.	Mr. Mostafizur Rahman	Insurance Premium	-	21,389,029	21,389,029	-	-
9	Alliance Knit Composite Ltd.	Ms. Thamina	Insurance Premium	-	2,773,513	2,773,513	-	-
10	China Bangla Ceramic Industries Limited	Mrs. Ferdousi Islam	Insurance Premium	-	11,334,974	11,334,974	-	-
11	United Shipping Lines Limited	Mrs. Ferdousi Islam	Insurance Premium	-	404,000	404,000	-	-





33.00 Compliance of Schedule XI Part II of the Companies Act, 1994

The slab of employees' remuneration is given below:

Particulars	No. of Employees	
	2025	2024
Below Taka.36,000 per year	-	-
Taka.36,000 and above	349	375
Total	349	375

34.00 Provisions Relating to Collection of Premium

The Company has always complied with the Section 18 of the Insurance Act, 2010 as applicable with regard to provision in collecting premium.

35.00 Restriction on Certain Investment

Northern Islami Insurance PLC. has not made any investment nor holds any shares or debentures of any company, firms or other business concern except FSIB Mudaraba Subordinated Bond and AIBL 3rd Mudaraba Subordinated Bond, in which any of its directors or any members of the family of such directors has any interest as Proprietor, Partner, Director, Manager or Managing Agent as per Section 44(3) of the Insurance Act, 2010.

36.00 Events after the Balance Sheet Date

The Board of Directors has recommended 5% cash and 5% stock dividend on paid-up capital of Tk.426,596,110 for the year ended December 31, 2025 at its 267th Board meeting held on May 12, 2026 subject to the approval of the AGM.

Under International Accounting Standard (IAS) 10: Events after the reporting period, dividend was declared after the balance sheet date should not be classified as a liability at the balance sheet date, as the proposed dividend does not represent a present obligation under IAS 37: Provisions, contingent liabilities and contingent assets.

 Company Secretary  Chief Financial Officer  Chief Executive Officer  Director  Director  Chairman





Northern Islami Insurance PLC
Schedule of Property, Plant and Equipments
As at December 31, 2025

Annexure-A.

Particulars	Cost				Depreciation			Written Down Value		
	Opening balance as at 1-Jan-25	Addition during the year	Disposal during the year	Balance as on 31-Dec-25	Rate	Opening balance as at 1-Jan-25	Charged during the year	Adjustment during the year	Balance as on 31-Dec-25	Balance as on 31-Dec-24
Property, Plant & Equipments (Using Cost Model):										
Furniture and Fixture	12,622,172	28,200	-	12,650,372	10%	9,154,155	348,286	-	9,502,441	3,468,017
Type Writer and Office Equipments	7,781,344	-	-	7,781,344	10%	6,472,106	130,924	-	6,603,030	1,309,238
Electric Fan	381,147	-	-	381,147	15%	371,529	1,443	-	372,972	9,618
Air Conditioner and Refrigerator	8,904,405	-	-	8,904,405	20%	7,578,013	265,278	-	7,843,291	1,326,392
Motor Vehicle	106,236,296	-	-	106,236,296	20%	71,005,895	7,046,080	-	78,051,975	35,230,401
Motor Cycle	1,305,905	-	-	1,305,905	20%	1,293,452	2,491	-	1,295,943	12,453
Telephone Installation	718,744	55,681	-	774,425	15%	685,169	12,885	-	698,054	33,575
Office Decoration	40,533,856	-	-	40,533,856	10%	32,893,431	764,043	-	33,657,473	7,640,425
Library Books	187,488	-	-	187,488	20%	169,042	3,689	-	172,731	18,446
Computer	9,406,636	110,268	-	9,516,904	20%	6,145,731	667,820	-	6,813,552	3,260,905
Sub Total	188,077,993	194,149	-	188,272,142		135,768,523	9,242,939	-	145,011,462	52,309,470
Property, Plant & Equipments (Using Revaluation Model):										
Office Floor Space	340,000,000	-	-	340,000,000	2.5%	24,867,813	7,878,305	-	32,746,118	315,132,187
Sub Total	340,000,000	-	-	340,000,000		24,867,813	7,878,305	-	32,746,118	315,132,187
Grand Total As at December 31, 2025	528,077,993	194,149	-	528,272,142		160,636,336	17,121,244	-	177,757,580	367,441,657
As at December 31, 2024	522,429,086	5,648,907	-	528,077,993		141,825,438	18,810,898	-	160,636,336	367,441,657

Intangible Assets :

Particulars	Cost			Depreciation			Written Down Value			
	Opening balance as at 1-Jan-25	Addition during the year	Disposal during the year	Balance as on 31-Dec-25	Rate	Opening balance as at 1-Jan-25	Charged during the year	Adjustment during the year	Balance as on 31-Dec-25	Balance as on 31-Dec-24
Software Installation	5,071,161	-	-	5,071,161	35%	4,947,535	43,269	-	4,990,804	123,626
As at December 31, 2025	5,071,161	-	-	5,071,161		4,947,535	43,269	-	4,990,804	123,626
As at December 31, 2024	5,071,161	-	-	5,071,161		4,880,967	66,568	-	4,947,535	123,626



Northern Islami Insurance PLC
Notes to the Financial Statements
For the year ended December 31, 2025

Annexure-B

Notes	Particulars	Amount in taka	
		December 31, 2025	December 31, 2024
12.	Share Capital :		
12.01	Authorized Share Capital :		
	100,000,000 ordinary shares of Tk. 10 each	1,000,000,000	1,000,000,000
12.02	Issued, Subscribed and Paid up Capital :		
	Issued against cash	150,000,000	150,000,000
	Issued against bonus share	276,596,110	276,596,110
		426,596,110	426,596,110

Group wise shareholding position as at December 31, 2025 are given below

Shareholder Group	No. of Shareholder	No. of Shares	Percentage
Sponsors	12	13,225,432	31.00%
Institutional Investors	97	14,716,625	34.50%
General Investors	3,086	14,717,554	34.50%
Total	3,195	42,659,611	100.00%

Range wise shareholding position as at December 31, 2025 are given below :

Share holding range	No. of Shareholder	No. of Shares	Percentage
000001-005000	2,738	2,595,276	6.08%
005001-050000	367	5,312,466	12.45%
050001-100000	33	2,340,128	5.49%
100001-200000	16	2,303,552	5.40%
200001-300000	7	1,845,776	4.33%
300001-400000	8	2,744,909	6.43%
400001-500000	-	-	0.00%
500001- Over	26	25,517,504	59.82%
Total	3,195	42,659,611	100.00%

Shareholding position of Sponsor/Director as at December 31, 2025 are as follows:

Sl. No.	Name of the Directors/ Sponsor	Class of Share	No. of Shares	Nominal value	Taka
01	Al-haj Nasiruddin	Ordinary	927,111	10	9,271,110
02	Mr. Mostafizur Rahman	Ordinary	857,088	10	8,570,880
03	Mr. Abdullah Jamil Matin	Ordinary	947,111	10	9,471,110
04	Mr. Mohd. Azam	Ordinary	984,385	10	9,843,850
05	Mr. Mortuza Siddique Chowdhury	Ordinary	927,111	10	9,271,110
06	Ms. Thamina Rahman	Ordinary	1,245,647	10	12,456,470
07	Mr. Faysal Ahmed Patwary	Ordinary	952,373	10	9,523,730
08	Mrs. Ferdousi Islam	Ordinary	1,245,647	10	12,456,470
09	Mrs. Tasmin Saida Chowdhury	Ordinary	1,245,647	10	12,456,470
10	Mrs. Naiyer Sultana	Ordinary	1,171,111	10	11,711,110
11	Broadway Impex Company Ltd. (Represented by Mr. Kazi Salauddin Ahammad)	Ordinary	927,111	10	9,271,110
12	Carolina Business Enterprises Ltd. (Represented by Mr. Sarwar Salim)	Ordinary	1,795,090	10	17,950,900
Total			13,225,432		132,254,320





Northern Islami Insurance PLC.
Statement of Class-wise Underwriting Profit / (Loss)
For the year ended December 31, 2025

Annexure-C

Particulars	Amount in taka						2024
	2025						
	Fire	Marine	Motor	Miscellaneous	Total		
Gross Premium	364,507,709	222,313,228	57,345,434	46,714,977	690,881,348	902,516,758	
Add: Premium on Re-insurance Accepted	-	-	-	-	-	-	
Less: Premium on Re-insurance ceded	246,435,837	85,930,989	101,038	42,940,597	375,408,461	435,240,133	
Net Premium Income	118,071,872	136,382,239	57,244,396	3,774,380	315,472,887	467,276,625	
Add: Commission on Re-insurance ceded	24,640,005	17,784,142	-	4,657,323	47,081,470	56,663,803	
Less: Commission on Re-insurance Accepted	-	-	-	-	-	-	
Less: Agent Commission	50,002,302	28,571,231	8,324,323	442,148	87,340,004	120,227,284	
Add: Last year's Unexpired Risks	92,806,294	68,208,288	20,671,227	13,493,581	195,179,390	235,435,574	
Sub-Total	185,515,869	193,803,438	69,591,300	21,483,136	470,393,743	639,148,718	
Deduct:							
Net Claim	24,417,002	62,465,993	3,171,220	45,843	90,100,058	126,972,477	
Management Expenses	96,179,696	55,783,704	19,709,989	16,695,081	188,368,470	231,213,618	
Reserve for Unexpired Risks	47,228,749	57,252,479	22,897,759	1,509,752	128,888,739	195,179,390	
Sub-Total	167,825,447	175,502,176	45,778,968	18,250,676	407,357,267	553,365,485	
Underwriting Profit / (Loss)	17,690,422	18,301,262	23,812,332	3,232,460	63,036,476	85,783,233	

[Signature]

Company Secretary

[Signature]

Chief Financial Officer

[Signature]

Chief Executive Officer

[Signature]

Director

[Signature]

Chairman





Northern Islami Insurance PLC

Status of compliance of International Accounting Standards and International Financial Reporting Standards

Annexure-D		
Name of the IAS	IAS No	Status
Presentation of financial statements	1	**
Inventories	2	N/A
Cash flow statement	7	Applied
Accounting policies, change in accounting estimates and errors	8	Applied
Events after the balance sheet date	10	Applied
Construction contracts	11	N/A
Income Taxes	12	Applied
Property, plant and equipment	16	Applied
Employee benefits	19	Applied
Accounting for government grants and disclosure of governments assistance	20	N/A
The effect of change in foreign exchange rates	21	N/A
Borrowing cost	23	Applied
Related party disclosure	24	Applied
Accounting and reporting by retirement benefits plan	26	Applied
Consolidated and separate financial statements	27	Applied
Investment in associates	28	N/A
Investment in joint ventures	31	N/A
Financial instruments: disclosure and presentations	32	**
Earning per share	33	Applied
Interim financial reporting	34	Applied
Impairment of assets	36	Applied
Provision, contingent liabilities and contingent assets	37	Applied
Intangible assets	38	Applied
Investment property	40	N/A
Agriculture	41	N/A

Name of the IFRS	IFRS No	Status
Share base payment	2	N/A
Business combination	3	N/A
Insurance contracts	4	**
Non-currents assets held for sale and discontinued operation	5	N/A
Exploration for and evaluation of mineral resources	6	N/A
Financial instruments: disclosure	7	**
Operating segment	8	N/A
Financial instruments	9	**
Consolidated Financial Statements	10	N/A
Revenue recognition	15	Applied
Lease	16	Applied

** Northern Islami Insurance PLC management has followed the principles of IAS and IFRS consistently in the preparation of the financial statements to that extent as applicable to Insurance Company. Some of the standards have not been complied with, about which IDRA has special guideline. On the other hand, some disclosures differ with the authoritative directions as mentioned in note 2.02.

     
Company Secretary Chief Financial Officer Chief Executive Officer Director Director Chairman





FORM XL

Northern Islami Insurance PLC.
Statement showing the details of classwise premium income, re-insurance accepted and ceded, commission earned and paid, claim paid, losses recovered and recoverable
For the year ended December 31, 2025

Class of Business	Premium Income (Taka)			Commission (Taka)			Claims (Taka)					
	Gross Premium	Re-insurance Accepted	Re-insurance Ceded	Net Premium	Direct Business	Re-insurance Accepted	Re-insurance Ceded	Net Commission	Paid for direct Business	Re-insurance Accepted	Re-insurance Ceded	Net Claim
Fire	333,348,678	-	216,487,188	116,861,490	50,002,302	-	21,582,190	28,420,112	4,898,661	-	3,130,603	1,768,058
Marine - Cargo	186,027,427	-	58,503,780	127,523,647	27,904,114	-	12,193,459	15,710,655	21,386,210	-	15,852,583	5,533,627
Marine - Hull	4,447,445	-	-	4,447,445	667,117	-	360,863	306,254	-	-	-	-
Motor	55,495,484	-	-	55,495,484	8,324,323	-	-	8,324,323	5,915,963	-	-	5,915,963
Miscellaneous	2,947,651	-	1,322,225	1,625,426	442,148	-	1,332,493	(890,345)	1,985,119	-	-	1,985,119
Total	582,266,685	-	276,313,193	305,953,492	87,340,004	-	35,469,005	51,870,999	34,185,953	-	18,983,186	15,202,767

Public Sector Business (PSB):

Class of Business	Premium Income (Taka)			Commission (Taka)			Claims (Taka)					
	Gross Premium	Re-insurance Accepted	Re-insurance Ceded	Net Premium	Direct Business	Re-insurance Accepted	Re-insurance Ceded	Net Commission	Paid for PSB	Re-insurance Accepted	Re-insurance Ceded	Net Claim
Fire	31,159,031	-	29,948,649	1,210,382	-	-	3,057,815	(3,057,815)	2,159,414	-	923,070	1,236,344
Marine - Cargo	30,747,101	-	26,387,815	4,359,286	-	-	5,172,653	(5,172,653)	161,935	-	102,734	59,201
Marine - Hull	1,091,255	-	1,039,394	51,861	-	-	57,167	(57,167)	875,213	-	692,203	183,010
Motor	1,849,950	-	101,038	1,748,912	-	-	-	-	111,957	-	-	111,957
Miscellaneous	43,767,326	-	41,618,372	2,148,954	-	-	3,324,830	(3,324,830)	2,126,397	-	1,865,673	260,724
Total	108,614,663	-	99,095,268	9,519,395	-	-	11,612,465	(11,612,465)	5,434,916	-	3,583,680	1,851,236

Direct Business and Public Sector Business (PSB):

Class of Business	Premium Income (Taka)			Commission (Taka)			Claims (Taka)					
	Gross Premium	Re-insurance Accepted	Re-insurance Ceded	Net Premium	Total Business	Re-insurance Accepted	Re-insurance Ceded	Net Commission	Paid for total Business	Re-insurance Accepted	Re-insurance Ceded	Net Claim
Fire	364,507,709	-	246,435,837	118,071,872	50,002,302	-	24,940,005	25,362,297	7,058,075	-	4,053,673	3,004,402
Marine - Cargo	216,774,528	-	84,891,595	131,882,933	27,904,114	-	17,366,112	10,538,002	21,548,145	-	15,955,317	5,592,828
Marine - Hull	5,538,700	-	1,039,394	4,499,306	667,117	-	418,030	249,087	875,213	-	692,203	183,010
Motor	57,345,434	-	101,038	57,244,396	8,324,323	-	-	8,324,323	6,027,920	-	-	6,027,920
Miscellaneous	46,714,977	-	42,940,597	3,774,380	442,148	-	4,657,323	(4,215,175)	4,111,516	-	1,865,673	2,245,843
Total	690,881,348	-	375,408,461	315,472,887	87,340,004	-	47,081,470	40,258,534	39,620,869	-	22,566,866	17,054,003

[Signature]
Company Secretary

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Chief Financial Officer

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Chief Executive Officer

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Director

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Chairman

