Independent Auditor's Report
and
Financial Statements
of
Life Insurance Corporation (LIC) of Bangladesh Limited
As at and for the year ended December 31, 2025

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Independent Auditor’s Report

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

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Life Insurance Corporation (LIC) of Bangladesh Limited (“the Company”), which comprise the Balance Sheet (Statement of Financial Position) as at 31 December 2025, and the Life Revenue Account (Profit and Loss and Other Comprehensive Income Account), Statement of Changes in Shareholders Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the company as at 31 December 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 1938 (as amended in 2010) and other applicable laws and regulations.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in the audit of financial statements for the year 2025. These matters were addressed in the context of the audit of the financial statements as a whole, and in forming the auditor’s opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matters described in the Basis for Opinion section we have determined the matters described below to be the key audit matters to be communicated in our report. For each matter below, our description of how our audit addressed the matter is provided in that context.

Premium Income

Risks: Premium income is the most significant item in the Life Revenue Account. Net premium income comprises the gross premium received including group insurance less reinsurance premium during the period. Given the important nature, connections to other items to the financial statements and sensitivity of the item, this area poses high level of risk. At the year-end 2025, Net premium income was BDT.176,968,922 (2024: BDT. 176,017,690).

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

- Carried out analytical procedures and recalculated premium income for the period on a sample basis;
- Used professional judgments to test the premium on sample basis and we considered the age, sex, weight & height, medical history, marital status, dependents, occupation, etc. of policyholders.
- Carried out cut-off testing to ensure premium has been included in the premium income in the appropriate period.
- On a sample basis tested that the premium income was being deposited in the designated bank accounts.
- For a sample of insurance contracts tested to see if appropriate level of reinsurance was done and whether that reinsurance premium was properly calculated; and
- Finally, assessed the appropriateness and presentation of disclosures against relevant accounting standards, the Insurance Act, 1938 (as amended in 2010), the insurance Rules, 1958 and other applicable rules and regulations and regulatory requirements.

Investment

Risks: The classification and measurement of investment in securities requires judgment and complex estimates. At the year end, the company reported total investment in Equity Shares BDT. 19,474,639 (2024: BDT. 20,399,989), BGTB and Zero-Coupon Bond BDT. 794,916,786 (2024: BDT. 736,917,165).

Our Responses to the Risks

- We assessed the processes and controls put in place by the company to identify and confirm the existence of investment. Finally, assessed the appropriateness and presentation of disclosures against relevant accounting standards and circulars issued by IDRA.
- Testing, on a sample basis, the existence and ownership of investments by examining supporting documentation and sample basis confirmations obtained from relevant financial institutions.
- Evaluating the appropriateness of the valuation methodologies and key assumptions used by management in determining the fair value of investments.
- Testing the mathematical accuracy of calculations and assessing whether any impairment indicators existed.
- Finally, assessed the appropriateness and presentation of disclosures against relevant accounting standards.

Emphasis of Matters

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

3.09 which state that the company did not make any provision for income tax for the current year due to the gross external incomings of the income year 2025 (i.e. BDT 79,210,615) was lower than the management expenses of the year ended 31 December 2025 (i.e. BDT 115,695,702) and actuarial-valuation for the year is yet be made. Our opinion is not modified in respect of these matters.

Other Information

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

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

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

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

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, the Companies Act 1994, the Insurance Act 1938 (as amended in 2010), the Securities and Exchange Rules 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 1938 (as amended in 2010), the Insurance Rules, 1958 and the relevant notification issued by the Insurance Development and Regulatory Authority, we also report that:

a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;

b) In our opinion, proper books of accounts, records and other statutory books as required by law have been kept by the Company so far as it appeared from our examinations of those books and proper returns adequate for the purpose of our audit have been received from branches not visited by us;

c) The Statement of Financial Position, Life Revenue and Profit and Loss and Other Comprehensive Income Accounts and Statement of Changes in Equity and Statement of Cash Flows of the Company dealt with by the report are in agreement with the books of account and returns;

d) As per section 62(2) of the Insurance Act 1938 (amended in 2010), in our opinion to the best of our knowledge and belief an according to the information and explanation given to us all expenses of management wherever incurred and whether incurred directly or indirectly, in respect of insurance business of the company transacted in Bangladesh during the year under report have been duly debited to the Revenue Accounts of the Company;

e) As per regulation 11 of part 1 of the third schedule of the Insurance Act 1938 (amended in 2010), in our opinion to the best of our information and as shown by its books, the company during the year under report has not paid any persons any commission in any form outside Bangladesh in respect of any its business re-insured abroad;

f) The expenditure was incurred for the purpose of the Company's business.

Wasequl Huq Reagan, FCA
Engagement Partner
ICAB Enrl. No. 1517
Mahfel Huq & Co.
Chartered Accountants
Firm Registration No: CAF-001-133
DVC:
Dhaka,

Life Insurance Corporation (LIC) of Bangladesh Limited
Balance Sheet (Statement of Financial Position)
As at 31st December 2025

Particulars	Notes	Amount in Taka	
		2025	2024
Capital and Liabilities			
Share Capital			
Authorised Capital			
100,000,000 ordinary shares of Tk.10 each		**1,000,000,000**	**1,000,000,000**
Issued, subscribed and paid up capital			
60,000,000 ordinary shares of Tk.10 each fully paid up	**5.00**	600,000,000	600,000,000
Additional Fund Provided by LIC of India for security deposit		15,000,000	15,000,000
Balance of Fund and Accounts		**433,548,466**	**383,726,740**
Life Insurance Fund	**6.00**	445,317,615	394,859,906
Fair Value Changes Account	**7.00**	(11,769,149)	(11,133,167)
Liabilities and Provisions		**36,862,932**	**41,929,103**
Lease Liability	**8.00**	2,811,423	11,236,324
Current Liabilities	**9.00**	14,059,180	12,704,534
Premium Deposits	**10.00**	11,784,052	9,779,968
Provision for Income Tax	**11.00**	8,208,277	8,208,277
Total Capital and Liabilities		**1,085,411,398**	**1,040,655,843**
Property and Assets			
Policy Loan	**12.00**	**29,362,949**	**20,452,086**
Investment		**814,391,425**	**757,317,154**
Statutory Deposit	**13.00**	15,000,000	15,000,000
Treasury Bond and Zero Coupon Bond	**13.00**	779,916,786	721,917,165
Equity Share	**14.00**	19,474,639	20,399,989
Agents Balances	**15.00**	**60,839**	**29,339**
Outstanding Premiums	**16.00**	**3,901,822**	**3,235,157**
Interest Accruing but not Due	**17.00**	**17,755,827**	**19,380,301**
Advances and Deposits	**18.00**	**39,448,197**	**29,476,154**
Deferred Tax Assets	**19.00**	**1,208,812**	**2,373,246**
Cash and Bank Balances		**166,470,311**	**185,531,139**
Bank Balances	**20.00**	165,783,204	185,185,037
Stamps in Hand		375,330	211,315
Cash in Hand		311,777	134,787
Fixed assets at cost less depreciation	**21.00**	**9,951,793**	**10,616,345**
Right of Use (RoU) Assets	**22.00**	**2,859,423**	**12,244,922**
Total Property and Assets		**1,085,411,398**	**1,040,655,843**
Net Asset Value (NAV) Per Share	**38.00**	**10.00**	**10.00**

The annexed notes form an integral part of this financial statement

Chief Executive officer **Director** **Director** **Chairman**

Signed as per our annexed report on even date

Wasequl Huq Reagan, FCA
Engagement Partner
ICAB Enrl. No. 1517
Mahfel Huq & Co.
Chartered Accountants
Firm Registration No: CAF-001-133

Dhaka, DVC:

Life Insurance Corporation (LIC) of Bangladesh Limited
Life Revenue Account
For the year ended December 31, 2025

Particulars	Notes	Amount in Taka	
		2025	2024
Balance of fund at the beginning of the year		**394,859,906**	**293,103,052**
Premium Less Reinsurance	**23.00**		
First Year Premium		55,364,734	72,174,175
Renewal Premium		115,077,477	101,083,556
Group Insurance Premium		6,811,888	7,325,290
Gross Premium		**177,254,099**	**180,583,021**
Less: Reinsurance Premium		(285,177)	(4,565,331)
Net Premium		**176,968,922**	**176,017,690**
Interest, dividend and rent	**24.00**	78,710,238	74,463,193
Other income	**25.00**	500,377	331,098
Total		**256,179,537**	**250,811,982**

First year premium where the maximum premium paying period is :		
Single	31,263,399	41,847,203
Two years		-
Three years		-
Four years		-
Five years	2,020,862	2,542,873
Six years	1,178,648	1,483,106
Seven years	1,368,196	1,721,616
Eight years	529,251	665,963
Nine years	808,677	1,017,567
Ten years	6,026,963	7,583,793
Eleven years	494,372	622,074
Twelve years or over (including throughout life)	11,674,366	14,689,982
Total	**55,364,734**	**72,174,175**

Life Insurance Corporation (LIC) of Bangladesh Limited
Life Revenue Account
For the year ended December 31, 2025

Particulars	Notes	Amount in Taka	
		2025	2024
Expenditure			
Claims under policies (including provision for claims due or intimated) less reinsurances			
by Death	**26.00**	8,760,311	4,099,350
Claim by Maturity	**26.01**	9,175,300	-
by Survival Benefit		10,489,289	6,979,500
Annuity Claim		749,773	472,894
Health Care Benefit-(HCB)		205,000	-
Critical Illness Rider		340,812	
by Surrender		59,141,207	11,641,735
		88,861,692	**23,193,479**
Expenses of Management			
Commission		**18,273,917**	**21,172,198**
(a)Commission to insurance agents (less reinsurances)	**27.00**	18,273,917	21,172,198
(b)Allowances and Commission (other than (a) above)		-	-
Other Management Expenses (Except Commission)		**97,421,785**	**104,598,867**
Salary and Allowances	**28.00**	52,837,571	52,943,099
Travelling Expenses	**29.00**	1,201,564	635,156
Office Expenses	**30.00**	1,418,091	1,462,482
Motor Car Expenditure Staff Cars		2,287,028	2,396,866
Rent, Rates, Taxes and Maintenances Expenses	**31.00**	20,884,199	21,602,821
Printing and Stationary		735,288	1,063,792
Postage Telegram Expenses		196,547	148,058
Gratuity Expenses		3,981,592	4,643,792
Telephone Expenses		132,536	82,025
Networking Expenses		437,618	472,937
Legal and Consultancy Fee	**32.00**	2,059,557	3,237,006
Publicity Expenses	**33.00**	1,616,041	3,769,809
Audit Fees		402,500	402,500
Competition Prizes-Branch Head		182,731	404,359
Competition Prizes-BM/UM		671,512	1,388,151
Competition Prizes-Agents		2,201,464	4,064,145
Policy Stamp Expenses	**34.00**	374,430	461,017
Electricity Charges		1,066,339	758,874
Agents Training Expenses		467,192	520,060
Agents Conference Expenses		206,000	-
Short Remittances		(84)	-
Short Remittances P&GS		129	18
Other Misc. Expenses		824,108	1,232,882
Depreciation on Fixed Assets	**Annexure-A**	1,756,134	1,355,324
Amortization on Software	**Annexure-A**	10,360	14,367
Board Meeting Expenses	**35.00**	1,082,337	1,212,457
IDRA Renewal Fee and Trade License Renewal Fee	**36.00**	389,002	326,870
Total Management Expenses		**115,695,702**	**125,771,066**
Other Expenses			
Income Tax Expenses	**11.01**	1,164,434	90,583
Total Expenses		**205,721,828**	**149,055,128**
Surplus/(Deficit) in Life Revenue account for the year	**6.00**	50,457,709	101,756,854
Total		**256,179,537**	**250,811,982**

The annexed notes form an integral part of this financial statement

Chief Executive officer **Director** **Director** **Chairman**

Signed as per our annexed report on even date

Wasequl Huq Reagan, FCA
Engagement Partner
ICAB Enrl. No. 1517
Mahfel Huq & Co.
Chartered Accountants
Firm Registration No: CAF-001-133

Dhaka, DVC:

Life Insurance Corporation (LIC) of Bangladesh Limited
Statement of Cash Flows
For the year ended 31 December, 2025

Particulars	Amount in Taka	
	2025	**2024**
A. ***Cash flow from Operating Activities***		
Collection from premium	178,591,518	184,162,813
Payment of Claims	(88,861,692)	(23,193,479)
Other income received	530,086	330,993
Payment for reinsurances, management expenses and others	(112,583,333)	(128,472,696)
Interest, dividend and rent received	80,334,712	73,933,376
Tax paid during the year	(9,287,850)	(6,647,203)
Net Cash Flows from Operating Activities	**48,723,441**	**100,113,803**
B. ***Cash flow from Investing Activities***		
Treasury bond and Zero Coupon Bond	(57,999,621)	(99,239,072)
Acquisition of fixed assets	(1,216,652)	(2,293,506)
Sale of Fixed Assets	85,002	24,953
Policy Loan & Advance to Agents	(8,942,363)	(12,217,711)
Purchase of Equity Share	289,368	(371,017)
Net Cash Used in Investing Activities	**(67,784,266)**	**(114,096,353)**
C. ***Cash flow from Financing Activities***	-	-
Net Cash Received/ (Used) in Financing Activities		**-**
D. ***Net (decrease)/increase in cash and cash equivalents***	**(19,060,825)**	**(13,982,550)**
E. ***Cash and cash equivalents at beginning of the year***	**185,531,139**	**199,513,689**
F. ***Cash and cash equivalents at end of the year (D+E)***	**166,470,311**	**185,531,139**
Net operating Cash Flows Per Share (Note No. 39)	**0.81**	**1.67**

Chief Executive officer **Director** **Director** **Chairman**

Dhaka,

Life Insurance Corporation (LIC) of Bangladesh Limited
Statement of Changes in Shareholders Equity
For the year ended December 31, 2025

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

For the year ended December 31, 2024

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

Chief Executive officer **Director** **Director** **Chairman**

Dhaka,

Life Insurance Corporation (LIC) of Bangladesh Limited
Statement of Life Insurance Fund
As at 31st December 2025

Particulars			Amount in Taka	
			2025	**2024**
A.	**Assets**			
	Investment (including FDRs)		885,569,163	883,100,007
	Interest accrued but not due		17,755,827	19,380,301
	Outstanding Premiums		3,901,822	3,235,157
	Advances and deposits		70,080,797	52,330,825
	Right of Use (RoU) Assets		2,859,423	12,244,922
	Cash and bank balances (excluding FDRs)		95,292,573	59,748,287
	Fixed assets (at cost less depreciation)		9,951,793	10,616,345
			1,085,411,398	**1,040,655,843**
B.	**Liabilities**			
	Current liabilities		36,862,932	41,929,102
	Fair Value Changes Account		(11,769,149)	(11,133,167)
			25,093,783	**30,795,935**
C.	Gross fund (assets minus liabilities)	**A-B**	1,060,317,615	1,009,859,907
D.	Less: shareholders capital (paid up capital)		(600,000,000)	(600,000,000)
	Less: Fund by LIC(India) as security deposit		(15,000,000)	(15,000,000)
E.	Life insurance fund at the end of the year	**C-D**	**445,317,615**	**394,859,906**

Chief Executive officer **Director** **Director** **Chairman**

Dhaka,

Life Insurance Corporation (LIC) of Bangladesh Limited

FORM AA

Classified Summary of the Assets

As at December 31, 2025

SL. No.	Class of Assets	Book Value (Taka)	Market / Realizable Value (Taka)	Remarks
Class of Assets				
	Investments			
1	Statutory deposit with Bangladesh Bank	15,000,000	15,000,000	At cost
2	Treasury Bond and Zero Coupon Bond	779,916,786	779,916,786	Realizable value
3	Equity Share	19,474,639	19,474,639	At market value
	Cash and Bank Balances			
4	Cash in hand, STD and current accounts	166,470,311	166,470,311	Book value
	Other Assets			
5	Interest accrued but not due	17,755,827	17,755,827	Realizable value
6	Advance and deposits	39,448,197	39,448,197	Realizable value
7	Fixed assets (at cost less depreciation)	9,951,793	9,951,793	Carrying Amount
8	Right of Use (RoU) Assets	2,859,423	2,859,423	Carrying Amount
9	Deferred Tax Assets	1,208,812	1,208,812	Carrying Amount
10	Outstanding Premiums	3,901,822	3,901,822	Carrying Amount
11	Agent Balance	60,839	60,839	Carrying Amount
12	Policy Loan	29,362,949	29,362,949	Carrying Amount

Chief Executive officer **Director** **Director** **Chairman**

Dhaka,

Life Insurance Corporation of Bangladesh Limited
Notes to the Financial Statement
As at and for the year ended 31 December 2025

1.00 Legal status and nature of the business

1.01 Legal status of business

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

1.02 Nature of business

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

2.00 Basis of presentation

2.01 Statement of compliance

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

2.02 Other regulatory compliances

The company is also required to comply with following rules and regulations:
→ Income Tax Act 2023
→ Bangladesh Securities and Exchange Commission (BSEC) Rules, 2020
→ Value Added Tax and Supplementary Duty Act 2012
→ Value Added Tax and Supplementary Duty Rules 2016

2.03 The structure and content of the financial statements

A complete set of financial statement comprises :
i) Balance Sheet
ii) Life Revenue Account
iii) Statement of changes in equity
iv) Statement of cash flow
v) Statement of life insurance fund
vi) Classified summary of asset (Form AA)
vii) Notes comprising significant accounting policy and other explanatory information.

2.04 Period of financial statements

The financial statement covers 12 months from 1st January 2025 to 31st December 2025.

2.05 The date of authorisation for issue

The financial statement were authorised for issue by the Board of Directors in its meeting held on ……………………..

2.06 The functional and presentation currency

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

2.07 The risk and uncertainty for use of estimates and judgement

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

2.08 Going concern

Life Insurance Corporation of Bangladesh Ltd. has adequate resources to continue its operation for the foreseeable future. For these reasons, the Board of Directors of the Company continues to adopt a going concern basis in preparing the financial statements. Assessment of the ability to continue as a going concern for a period of at least 12 months from 31st December 2025 is given below:

a) The Company has current liabilities and the ability to settle on time;

b) The Company has a strong cash position. As at 31st December 2025, it has total Cash and Bank Balances of BDT 166,470,311;

c) The Company has not defaulted on any loan agreement or breached any covenant;

d) The Company has no serious liquidity or cash flow problems;

e) The Company has not sold a substantial number of fixed assets;

f) The Company has not lost any key management or staff;

g) The Company has not faced any legal difficulties.

2.09 Accrual basis

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

2.10 Materiality, aggregation and offsetting

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

2.11 Comparative information

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

2.12 Basis of measurement of elements of financial statements

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

3.00 Signilicant accounting policies

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

3.01 Revenue recognition

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

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

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

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

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

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

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

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

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

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

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

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

3.01.01 Acquisition costs

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

3.02 Reinsurance premium

This represents the amount receivable from the reinsurer (Munich RE) for the year ended on 3l December, 2025. The net retention of the company for individual life is BDT 5 lac per policy per person and group insurance is BDT 5 lac per policy per person.

3.03 Claim

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

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

3.04 Reinsurance

This represents the provisional amount payable to the reinsurer (Munich RE) for the year ended on 31 December 2025. Provision has been made on the basis of the best available information.

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

3.05 Premium deposit

Premium deposits represent premiums received, but risk has not yet been accepted because of lapse policy and advance premium as at 3l December 2025.

3.06 Accruals,provisions and contingencies

a) **Accruals**

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

b) **Provisions, contigent liabilities and contingent assets**

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

3.07 Employee benefits

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

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

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

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

3.08 Fixed assets

3.08.01 Tangible fixed assets

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

Subsequent cost

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

Depreciation

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

Category of Asset	Rate of depreciation
Electronic installation	5%
Furniture & fitting	4%
Refrigerator & Air condition	10%
IT Equipment	30%

Renovation & modernization	5%
Telephone	5%
Miscellaneous & Capital Equipment	10%
Audio visual equipment	20%
Neon sign	20%
Voltage stabilizer & UPS	30%

Disposal of fixed asset

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

Impairment of asset

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

3.08.02 Intangible asset

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

Category of Asset	Rate of Amortisation
Software	20%

3.09 Taxation

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

Current tax

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

Provision for Income Tax

The company (Life Insurance Corporation of Bangladesh Ltd.) did not make any provision for income tax for the current year due to the gross external incomings of the income year 2025 (i.e., BDT 79,210,615) being lower than the management expenses of the year ended 31 December 2025 (i.e., BDT 115,695,702), and the actuarial valuation for the year has yet to be made.

Deferred tax

The company has recognized deferred tax as per IAS 12. Temporary differences arise in respect to depreciation charge on asset addition (since the tax authority charges depreciation for the full year) or difference of tax rates between LIC Bangladesh and 3rd Tofsil/Schedule of ITA-2023, and for gratuity provision.

3.10 Commission

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

3.11 Leases

The Company leases a number of office spaces for different branch offices in different locations. Before the adoption of IFRS 16, all lease contracts were classified as operating leases. IFRS l6 requires all contracts that contain a lease to be recognized in the Balance Sheet as a right-of-use asset and lease liability. Only certain short and low-value leases are exempted.

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

3.12 Cash and bank balance

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

3.13 Stamps in hand

Stock of policy stamp are valued at cost.

3.14 Statement of cash flow

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

3.15 Responsibility for preparation of financial statements

The Board of Directors is responsible for the preparation of financial statements under section 183 of the Companies Act 1994 and as per the provisions of the Framework for the preparation and presentation of Financial Statements issued by the International Accounting Standard Board (IASB) as adopted by the Financial Reporting Council (FRC).

3.16 Related party disclosure

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

3.17 Actuarial Valuation

Actuarial Valuation for the year ended 31 December 2025 has been completed by Ranadey Professional Services (RPS). Life Insurance Corporation of Bangladesh Limited has a deficit of life fund of around BDT. 331.71 Million as per Actuarial Valuation dated 18th June 2026. The life fund deficit amount in BDT. 331.71 million for the year ended 31 December 2025 as per actuarial valuation.

3.18 Gratuity Fund

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

3.19 Workers profit participation fund (WPPF):

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

4.00 Compliance with accounting standards:

The company complies with following accounting standards:

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

Serial No	Name	Status
IFRS 1	First time adoption of financial reporting	N/A
IFRS 2	Share based payment	N/A
IFRS 3	Business combination	N/A
IFRS 4	Insurance Contract	*
IFRS 5	Non current asset held for sale and discontinued business	N/A
IFRS 6	Evaluation and exploration of mineral resources	N/A
IFRS 7	Financial Instrument	*
IFRS 8	Operating Segment	N/A
IFRS 9	Financial Instrument	*
IRFS 10	Consolidated Financial Statement	N/A

IFRS 11	Joint Arrangement	N/A
IFRS 12	Disclosure of interest in other entities	N/A
IFRS 13	Fair Value Measurement	Complied
IFRS 14	Regulatory and deferral account	N/A
IFRS 15	Revenue from contract with customer	N/A
IFRS 16	Leases	Complied
IFRS 17	Insurance Contract	N/A

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

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

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

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

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

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

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

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

Notes	Particulars	Amount in Taka	
		2025	2024
5.00	**Share capital**		
	Authorized Capital (100,000,000 Ordinary Shares of Tk.10 each)	**1,000,000,000**	**1,000,000,000**
	Issued subscribed and paid up		
	60,000,000 Ordinary Shares of Tk.10 each fully paid up	**600,000,000**	**600,000,000**

5.01 Distribution schedule of paid up capital

Name of the Sponsors	No. of Shares	% of Holdings	Amount
1. LIC (India)	49,999,996	83.33%	499,999,960
2. Strategic Equity Management Limited	7,000,000	11.67%	70,000,000
3. Mutual Trust Bank Limited	3,000,000	5.00%	30,000,000
4. Mr. Arya Lahiri	1	0.00%	10
5. Saswata Ray	1	0.00%	10
6. Smt. Geeta Prabhakaran	1	0.00%	10
7. Mr. Anirban Sarkar	1	0.00%	10
Total	**60,000,000**	**100.00%**	**600,000,000**

6.00 Life Insurance Fund

	2025	2024
Balance as on January 01, 2025	394,859,906	293,103,052
Add: Surplus/(Deficit) in Life Revenue account for the year	50,457,709	101,756,854
Balance as on December' 2025	**445,317,615**	**394,859,906**

7.00 Fair Value Changes Account

	2025	2024
Equity Shares Value at Market Price on 31 Dec 2025	19,474,639	20,399,989
Equity Shares Value at Cost Price on 31 Dec 2025	(31,243,788)	(31,533,156)
	(11,769,149)	**(11,133,167)**

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

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

8.00 Lease Liability

	2025	2024
Opening Balance	11,236,324	15,320,640
Addition during the Year	1,017,489	3,308,230
Adjustment during the Year	(9,442,390)	(7,392,546)
Closing Balance	**2,811,423**	**11,236,324**

9.00 Current Liabilities

	2025	2024
Retention Money	24,000	24,000
Other Miscellaneous Credit	249,130	32,006
Agents Exam Fee	163,040	166,340
Agents License Renewal Fee	56,000	3,100
Withheld Commission	29,914	26,899
Other Sundry Liabilities	-	41,910
Other Outstanding expenses	4,655,889	3,310,493
Provision for Gratuity (9.01)	8,366,667	8,641,870
Commission Payment Returned by Bank	169,555	155,356
Outstanding Commission 1st year	180,168	169,258
Outstanding Commission Renewal	164,817	133,302
Closing Balance	**14,059,180**	**12,704,534**

Notes	Particulars	Amount in Taka	
		2025	2024
9.01	**Provision for Gratuity**		
	Opening Balance	8,641,870	6,997,188
	Gratuity Expenses	3,981,592	4,643,792
	Payment/Adjustment During the year	(4,256,795)	(2,999,110)
	Closing Balance	**8,366,667**	**8,641,870**
10.00	**Premium Deposits**		
	Premium Deposits	782,175	409,507
	Policy Deposit	8,299,246	6,912,471
	Policy Deposit Claim	120,000	120,000
	P & G's Premium Deposit (Proposal)	614,155	576,706
	P & G's Premium Deposit (Policy)	1,968,476	1,761,284
	Closing Balance	**11,784,052**	**9,779,968**
11.00	**Provision for Income Tax**		
	Opening Balance	8,208,277	8,208,277
	Provision made During the Year	-	-
	Adjustment During the Year	-	-
	Closing Balance	**8,208,277**	**8,208,277**

The gross external incomings of the income year 2025 (i.e., BDT 79,210,615) were lower than the management expenses of the year ended 31 December 2025 (i.e., BDT 115,695,702), and the latest actuarial valuation (2025) contains a deficit for which no further provision has been made.

Notes	Particulars	2025	2024
11.01	**Income Tax Expenses**		
	Income Tax Expenses (Paid to DCT for the financial Year-2025)		-
	Deferred Tax Assets (19.00)	1,164,434	90,583
	Total	**1,164,434**	**90,583**
12.00	**Policy Loan**	**29,362,949**	**20,452,086**
13.00	**Investment**		
	Statutory deposit	15,000,000	15,000,000
	Zero-Coupon Bond	3,832,954	6,749,731
	Treasury Bond	776,083,832	715,167,435
	Closing Balance	**794,916,786**	**736,917,165**
14.00	**Investment in Equity Share**		
	Investment in Equity Share	19,474,639	20,399,989
	Closing Balance	**19,474,639**	**20,399,989**

Sl. No.	Name of Companies	Unit/Qty.	Cost as on 31.12.2025	Market Value as on 31.12.2025
1	Green Delta Capital	111,039	13,269,378	7,747,475
2	Green Delta Securities Ltd.	146,199	13,519,055	7,117,141
3	IDLC Investments Ltd.	83,375	4,455,355	4,610,023
	Total	**340,613**	**31,243,788**	**19,474,639**

Notes	Particulars	2025	2024
15.00	**Agents Balances**		
	Advances to agents	60,839	29,339
	Closing Balance	**60,839**	**29,339**
16.00	**Outstanding Premium**		
	Premium-First Year	600,562	564,193
	Premium-Renewal	3,301,260	2,670,964
	Closing Balance	**3,901,822**	**3,235,157**

Notes	Particulars	Amount in Taka	
		2025	2024
17.00	**Interest accrued but not due**		
	Accrued Interest on BGTB, FDR and ZCB (17.01)	17,755,827	19,380,301
	Closing Balance	**17,755,827**	**19,380,301**
17.01	**Accrued Interest on BGTB, FDR and ZCB**		
	Opening Balance	19,380,301	18,850,483
	Add: Interest accrued during the year	14,282,104	17,531,052
	Less: Received during the year	(15,906,578)	(17,001,234)
	Closing Balance	**17,755,827**	**19,380,301**
18.00	**Advances, Deposits and Prepayments**		
	Rent deposit & Advance Rent	1,262,877	2,452,161
	Advance Rent	-	-
	Sundry Advance	515,040	121,798
	Advance to Employee	-	140,000
	Interest Receivable on BGTB (Holding Period Interest of Bond Seller)	59,613	320,618
	Other Sundry deposits	2,331,204	-
	Other Sundry deposits- G Life		-
	Other Sundry deposits- P&GS		-
	Deferred Commission for FA/UM/BM	1,773,578	1,094,172
	Tax deducted at source (18.01)	33,470,822	25,347,406
	Bulk Collection Contra		-
	Suspense Account on CDA		-
	Other Miscellaneous Debit Account	35,063	-
	Closing Balance	**39,448,197**	**29,476,154**
18.01	**Tax deducted at source**		
	Opening Balance and addition during the year	25,347,406	18,790,786
	Addition during the year	8,401,362	6,591,183
	Adjustment During the Year	(277,946)	(34,563)
	Closing Balance	**33,470,822**	**25,347,406**
19.00	**Deferred Tax Assets**		
	Carrying Amount of assets as per tax base	13,249,027	14,904,779
	Carrying Amount of assets as per accounting base	(9,951,793)	(10,616,345)
	Provision for Gratuity	3,981,592	4,643,792
	Gratuity Payment during the year	(4,256,795)	(2,999,110)
	Temporary difference	**3,022,031**	**5,933,115**
	Tax rate	40.00%	40.00%
	Closing Balance	**1,208,812**	**2,373,246**
20.00	**Bank Balances**		
	Short Term Deposits (20.01)	71,177,738	125,782,852
	Current Accounts (20.02)	94,605,466	59,402,185
	Closing Balance	**165,783,204**	**185,185,037**

Notes	Particulars	Amount in Taka	
		2025	2024
20.01	**Short Term Deposits**		
	State Bank of India Fixed Deposit	-	-
	FDR	71,177,738	125,782,852
	Closing Balance	**71,177,738**	**125,782,852**
20.02	**Current Accounts**		
	Green Delta Security Ltd.	218	270
	Green Delta Capital Ltd.	44,522	76,493
	IDLC Investments Limited	280,937	170,688
	Collection A/C-MTB	7,100,563	6,085,557
	Mutual Trust Bank (Bulk Collection)	0	5,279,272
	Premier Bank (SND Account)	67,979	40,832
	Standard Chartered Bank	199,877	197,315
	DBBL-Rocket Account	74,750	64,803
	Portal Payment Collection Account	44,035	23,522
	Online Premium Collection using API	1,247,121	-
	Brac Bank	21,462,109	35,672,621
	Brac BFTN	2,242,346	1,806,647
	Bank Account - One Bank Ltd	680,774	1,182,565
	Bkash Collection Account	165,290	550,983
	NAGAD Collection A/C	46,878	45,969
	Bank Account - Online proposal deposit	636,721	
	MidLandBank Collection	10,945	
	Bank Account Current A/c-II- SBI	1,183,488	-
	P&GS Bank Account	42,396,101	-
	Bank Account Current No111- Gulshan	8,149,222	2,636,209
	Pubali Bank Ltd-Uttara	945,702	959,385
	State Bank of India- Branch Motijheel	1,274,712	564,648
	The City Bank Ltd-Narayanganj	216,645	61,033
	State Bank of India-Khulna	838,124	370,901
	Mutual Trust Bank-Jessore	-	96,712
	Bank Asia-Agrabad(Chittagong)	3,393,457	1,842,339
	State Bank of India-Jubilee (Chittagong)	985	985
	Mutual Trust Bank-Syhlet	246,598	274,817
	Prime Bank-Bogra	142,783	290,484
	Mutual Trust Bank-Rangpur	717,284	797,757
	Mutual Trust Bank-Rajsahi	-	113,978
	Brac Bank Barishal	292,273	164,234
	BANK A/C Current No.111 - MymenSingh	503,028	31,164
	Closing Balance	**94,605,466**	**59,402,185**
21.00	**Fixed assets at cost less depreciation or amortisation**		
	Software	11,358	21,718
	Electric Installment	977,095	1,068,823
	Furniture & Fittings	4,190,483	4,412,001
	Refrig. & air conditioners	453,691	872,253
	Information Technology (IT) equipment	1,852,646	1,734,499
	Renovation/ Modernization	2,270,355	2,244,337
	Telephones	64,792	70,143
	Miscellaneous capital equipment	11,514	17,755
	Audio Visual equipment	4	4
	Neon signs, etc.	113,937	140,878
	Voltage stabilizer & UPS	5,918	33,934
	Closing Balance	**9,951,793**	**10,616,345**

Notes	Particulars	Amount in Taka	
		2025	2024
22.00	**Right of Use (RoU) Assets**		
	Opening Balance	12,244,922	16,968,363
	Addition during the year	1,017,489	3,439,105
	Amortization	(10,402,988)	(8,162,546)
	Closing Balance	**2,859,423**	**12,244,922**
23.00	**Premium less reinsurances**		
	First year Premium	9,220,440	9,857,257
	Single Premium (Ordinary)	31,263,399	41,847,203
	Other First year Premium (Ordinary)	14,880,895	20,469,715
	Renewal Premium	115,077,477	101,083,556
	Group Insurance		
	P & GS First Premium Account - OYRGTA	3,695,273	3,827,078
	P & GS First Premium (DAB) Account - OYRGTA	914,597	1,118,926
	P & GS First Premium Account (PTD)-OYRGTA	870,919	908,461
	P & GS First Premium Account(PPD) - OYRGTA	1,311,168	1,413,909
	CI Premium	13,904	40,100
	P & GS First Year Renewal Premium - OYRGTA	6,026	16,817
	Gross Premium	**177,254,098**	**180,583,021**
	Less: Reinsurance Premium	(285,177)	(4,565,331)
	Net Premium	**176,968,921**	**176,017,690**
24.00	**Interest, Dividend and Rent**		
	Interest on FDR and SND Accounts	6,956,980	15,320,376
	Interest on BGTB	68,632,181	56,740,124
	Interest on Zero Coupon Bond	403,439	466,460
	Dividend on Shares	388,739	440,648
	X Charge	-	-
	Capital Gain/ (loss) on Investment	2,511,363	1,317,833
	Profit on sale of shares	(211,645)	126,605
	Loss on sale of shares	-	-
	Other Receipts	29,182	51,147
	Loss on sales of shares	-	-
	Total	**78,710,238**	**74,463,193**

Particulars	Interest Realized	Interest Accrued for 2025	Total
Interest on FDR and SND Accounts	5,488,598	1,468,382	6,956,980
Interest on BGTB	54,193,984	14,438,197	68,632,181
Total	**59,682,582**	**15,906,579**	**75,589,161**

Notes	Particulars	2025	2024
25.00	**Other Income**		
	Interest on Policy Loan	422,574	224,103
	Interest on Premium	101,942	102,165
	Interest on loan to employees	5,570	4,724
	Profit/Loss on sale of asset	(29,709)	105
	Total	**500,377**	**331,098**

Notes	Particulars	Amount in Taka	
		2025	2024
26.00	**Claim by Death**		
	Claim by Death Ordinary	6,427,871	1,735,000
	Guaranteed Addition	482,481	46,350
	Accidental Death Claim	-	200,000
	Claim by Death P & Gs	1,849,959	2,118,000
	Total	**8,760,311**	**4,099,350**
26.01	**Claim by Maturity**		
	Claims by Maturity ORD	6,880,000	-
	Guaranteed Addition	2,295,300	-
		9,175,300	-
27.00	**Commission to Insurance Agents (less reinsurance)**		
	Commission on First Premium	1,941,241	2,178,423
	Commission on 1st Year Renewal Premium	2,647,218	3,974,055
	Bonus Commission to Agents	714,756	1,104,159
	Persistency Bonus	-	0
	Commission on Renewal Premium	6,325,015	5,836,368
	Commission on Single Premium	789,855	1,217,031
	Commission Paid to Unit Managers	1,125,698	1,731,657
	Commission Paid to Branch Managers	708,462	1,107,823
	Incentives	3,088,331	3,144,918
	P & GS Commission Account -1st Premium - OYRG	528,624	402,214
	P & GS Commission Account -1st Premium - OYRG	261,565	234,293
	P & GS Profit Sharing	143,152	241,256
	Total	**18,273,917**	**21,172,198**
28.00	**Salary and Allowances**		
	Class 1 Basic Salary	22,485,748	25,696,718
	House Upkeep Allowance	1,340,754	1,651,999
	House Rent Allowance	4,439,021	4,435,166
	Class 1 Conveyance Allowance	606,248	608,166
	House Maintenance Allowance	1,266,731	1,271,900
	Utility Allowance	462,594	461,733
	Tax Relief for Expatriate CL-1	6,293,094	5,345,549
	Gratuity - Expatriates	0	0
	Leave Encashment - Expatriates	2,240,353	2,194,532
	Festival Allowance	4,100,932	3,091,008
	Children Educational Allowance	215,482	266,392
	Telephone Allowance	669,820	808,720
	PF Contribution - Employer	3,158,819	4,097,316
	Medical Expenses CL-1	558,705	556,412
	Other Staff Amenities	2,237,856	491,941
	Reimbursement Gas Electricity Water Charges	161,532	202,488
	Entertainment Expenses	1,861,047	1,335,464
	Newspaper Allowance	738,834	427,595
	Non performance Salary Dedn	-	-
	Total	**52,837,571**	**52,943,099**
29.00	**Travelling Expenses**		
	Travel Expenses Class 1 Offices	413,542	527,620
	Travelling Expenses of Agents	493,799	94,821
	Transfer Travelling Expenses	294,223	12,715
	Total	**1,201,564**	**635,156**

Notes	Particulars	Amount in Taka	
		2025	2024
30.00	**Office Expenses**		
	Management Training Expenses	95,836	154,456
	Employees Training Expenses.	0	0
	Fire and Other Insurance Premium	214,677	203,874
	Medical Fees	161,396	230,764
	Donation	0	0
	Subscription	187,251	161,006
	Bank Charges Collection A/c	19,142	519,758
	Bank Charges Current A/c	739,788	192,624
	Donation to PM Relief Fund	0	0
	Total	**1,418,091**	**1,462,482**
31.00	**Rent, Rates, Taxes and Maintenances Expenses**		
	Rent Rate and Tax Paid - Office	1,470,985	5,800,652
	Amortization of RoU Assets	10,402,988	8,162,546
	Annual Maintenance Fee-Software	2,134,225	2,261,445
	Repairs and Maintenance of Furniture	0	55,966
	Finance Expense	2,056,707	1,207,313
	Office Upkeep and Cleaning Materials	4,738,910	4,039,279
	Office Equipment Expenses	80,384	75,620
	Total	**20,884,199**	**21,602,821**
32.00	**Legal and Consultancy Fee**		
	Legal Charges	80,090	-
	Other Fee as Advisor	1,979,467	3,237,006
	Total	**2,059,557**	**3,237,006**
33.00	**Publicity Expenses**		
	Cost of Diaries and Calendars	791,450	889,900
	Other Publicity Expenses	824,591	2,879,909
	Total	**1,616,041**	**3,769,809**
34.00	**Policy Stamp Expenses**		
	Policy Stamp	325,025	413,910
	Receipt Stamp	49,405	47,107
	Total	**374,430**	**461,017**
35.00	**Board Meeting Expenses**		
	Director Fee	175,382	83,505
	Board Meeting Expenses	906,955	1,128,952
	Total	**1,082,337**	**1,212,457**
36.00	**IDRA Renewal Fee and Trade License Renewal Fee**		
	IDRA Renewable Fee	210,714	208,742
	Fee for Filling Returns and Renewal Trade License	178,288	118,128
	Total	**389,002**	**326,870**

Notes	Particulars	Amount in Taka	
		2025	2024
37.00	**Disclosures on reconciliation between Life Fund & Net operating cash flows**		
	Addition of Life Fund	**50,457,709**	**101,756,854**
	Adjustments for		
	Profit/Loss on Sale of Asset	(29,709)	105
	Depreciation of Property Plant & Equipments	1,756,134	1,355,324
	Amortization of Software	10,360	14,367
		52,194,494	**103,126,651**
	Adjustments of Increases / Decreases	**(3,471,053)**	**(3,012,847)**
	Increase / (Decrease) Lease Liability	(8,424,901)	(4,084,316)
	Increase / (Decrease) Current Liabilities	1,354,646	(1,499,242)
	Increase / (Decrease) Premium Deposits	2,004,084	2,110,502
	Increase / (Decrease) Provision for Income Tax	-	-
	(Increase) / Decrease Agents Balances	(31,500)	15,000
	(Increase) / Decrease Outstanding Premiums	(666,665)	1,469,290
	(Increase) / Decrease Interest Accruing but not Due	1,624,474	(529,818)
	(Increase) / Decrease Deferred tax Assets	1,164,434	90,583
	(Increase) / Decrease RoU Assets	9,385,499	4,723,441
	(Increase) / Decrease Advances and Deposits	(9,881,125)	(5,308,287)
	Net Clash Flows from Operation	**48,723,441**	**100,113,804**
38.00	**Net Asset Value per share (NAV)**		
	Total Assets	1,085,411,398	1,040,655,843
	Total Liabilities	(485,411,398)	(440,655,843)
	Net Assets	**600,000,000**	**600,000,000**
	No. of Shares	60,000,000	60,000,000
	Net Assets Per Value (NAV)	**10.00**	**10.00**

39.00 Net Operating Cash Flow Per Share

Net Operating Cash Flows Per Share (NOCFPS) has been calculated based on net cash generated from operating activities

and the number of shares outstanding during the period as of December 31, 2025. Detailed calculations are as follows:

	2025	2024
Net Cash Generated From Operating Activities	48,723,441	100,113,803
Number of Shares	60,000,000	60,000,000
Net Operating Cash Flow Per Share (NOCFPS)	**0.81**	**1.67**

40.00 Capital expenditure commitment

There was no capital expenditure commitment entered into by the Company as on December 31, 2025.

41.00 Contingent liability

There was no claim against the Company nor acknowledged as debt by the Company as on December 31, 2025.

42.00 Credit facility available to the Company

There was no credit facility available to the company under any contract as on December 31, 2025.

43.00 Expenses incurred in foreign currency

The Company has neither incurred any expense nor earned any income in foreign currency as on December 31, 2025.

Notes	Particulars	Amount in Taka	
		2025	2024

44.00 Key Management Personnel Compensation:

The aggregate amount paid/provided during the year in respect of directors and officers of the Company as defined in the Securities and Exchange Rules,1987 are disclosed below

Sl No.	Name of employee	Post employment benefits	Short employee benefits	Termination benefits
1	Saswata Ray (MD & CEO)	P.F @10% of Basic Salary.	5,189,027	P.F, Gratuity,Severance Pay,Leave Encashment, & Group insurance coverage
2	Sudipta Sarkar (CFO)	P.F @10% of Basic Salary.	4,745,236	P.F, Gratuity,Severance Pay,Leave Encashment, & Group insurance coverage

45.00 Related party disclosures

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

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

Sl. No.	Name of the Parties	Nature of Relationship	Types of Transaction	Amount of Transaction during the year Addition/ (Adjustment)	Closing Balance
1	Strategic Equity Management Limited	Shareholder	-	-	-
2	Mutual Trust Bank	Shareholder	FDR	-	
			Current Account		**8,064,445**
3	LIC (India)	Shareholder	Software Maintenance Fee	414,281	**414,281**

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

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

i) Number of employees drawing salary above Tk. 3,000 per month	29
ii) Number of employees drawing salary below Tk. 3,000 per month	-
	29

47.00 Date of authorization

These financial statements were authorized for issue on by the board of directors of the Company.

48.00 Subsequent Event

There has not any subsequent event for the year ended 31 December 2025.

Chief Executive officer **Director** **Director** **Chairman**

Annexure A

Life Insurance Corporation (LIC) of Bangladesh Limited
Fixed Assets Schedule
As at December 31, 2025

Particulars	Cost				Depreciation					Carrying amount at 31.12.2025
	Balance at 01.01.2025	Addition during the period	Adjustment	Total as at 31.12.2025	Rate %	Balance at 01.01.2025	Charge for the year	Adjustment	Total at 31.12.2025	
Electric Installation	1,834,530	-		1,834,530	5%	765,707	91,728		857,435	977,095
Furniture & fittings	6,368,432	82,153	75,850	6,374,735	4%	1,956,431	255,732	27,911	2,184,252	4,190,483
Refrigerator& Aircondition	3,691,208	-	587,800	3,103,408	10%	2,818,955	351,792	521,030	2,649,717	453,691
IT equipment	5,282,310	860,967	116,070	6,027,207	30%	3,547,809	742,820	116,068	4,174,561	1,852,646
Renovation/modernization	3,715,114	218,912		3,934,026	5%	1,470,777	192,894	-	1,663,671	2,270,355
Telephones	107,010	-		107,010	5%	36,867	5,351		42,218	64,792
Miscellaneous capital equipment	62,400	-		62,400	10%	44,646	6,240		50,886	11,514
Audio-Visual equipment	748,048	-	-	748,048	20%	748,044	-	-	748,044	4
Neon signs	642,961	54,620		697,581	20%	502,083	81,561		583,644	113,937
Voltage stabilizer & equipment	291,822	-		291,822	30%	257,888	28,016		285,904	5,918
Total	**22,743,835**	**1,216,652**	**779,720.00**	**23,180,767**		**12,149,207**	**1,756,134**	**665,009**	**13,240,332**	**9,940,435**

Intangible Assets Schedule

Particulars	Cost				Amortization					Carrying amount at 31.12.2025
	Balance at 01.01.2025	Addition during the period	Adjustment	Total as at 31.12.2025	Rate %	Balance at 01.01.2025	Charge for the year	Adjustment	Total at 31.12.2025	
Software	16,251,526	-	-	16,251,526	20%	16,229,808	10,360	-	16,240,168	11,358
Total	**16,251,526**	**-**	**-**	**16,251,526**		**16,229,808**	**10,360**	**-**	**16,240,168**	**11,358**

Chief Executive officer **Director** **Director** **Chairman**

Annexure A

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

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

Intangible Assets Schedule

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

Chief Executive officer **Director** **Director** **Chairman**

CERTIFICATE UNDER THE INSURANCE ACT, 2010

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

1 The value of investment in shares and debentures has been taken at cost with adequate provision for fluctuation in share price, if any.

2 The values of all assets as shown in the Balance Sheet and as classified on Form "AA" annexed have been duly reviewed as on December 31, 2025 and in our belief, the said assets have been set forth in the Balance Sheet at amounts not exceeding their realizable or market values under the several headings as enumerated in the annexed form.

3 All expenses of management in respect of life insurance business transacted by the Company in Bangladesh have been fully debited to the Life Revenue Account as expenses.

Chief Executive officer	**Director**	**Director**	**Chairman**