



**Financial Performance Analysis of
Sadharan Bima Corporation**

Supervised by:

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By

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BBA (Major in Finance)

Daffodil International University

An internship report submitted in partial fulfillment of the requirement for the degree of Bachelor of Business Administration (BBA)

**Department of Business Administration
DAFFODIL INTERNATIONAL UNIVERSITY**

Letter of Transmittal

Date: 10th January 2019

To
Sayed Farrukh Ahmed

Assistant Professor
Department of Business Administration
Daffodil International University Bangladesh

Subject: Submission of Internship Report on Financial Performance Analysis of “SadharanBima Corporation”.

Dear Sir,

It is my great pleasure to submit you my internship report's on **Financial Performance Analysis of “SadharanBima Corporation”**. I have tried my best to complete this report properly following the guidelines provided by you and concerned organization.

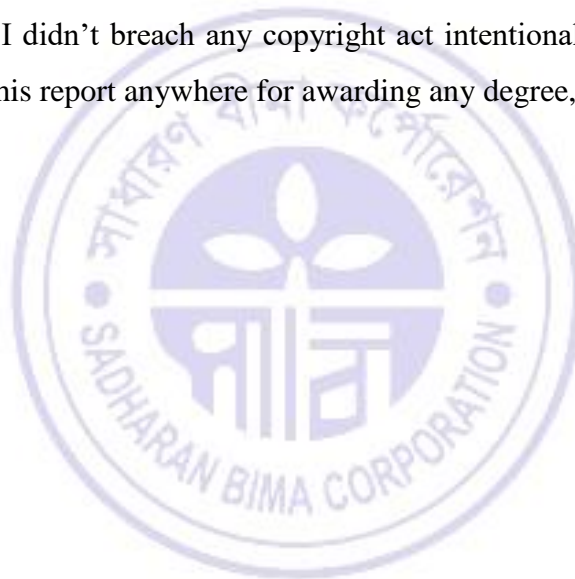
I have confidence that the internship program has increased both of my practical experience and theoretical knowledge to a great extent. I will be obliged to answer any query that may arise during the evaluation of this report. So, I am fervently requesting and hope that you would be kind enough to accept my report and oblige thereby.

Sincerely Yours,

Name: Md. Johirul Islam
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DECLARATION

I am **Md. Johirul Islam** the student of Bachelor of Business Administration (BBA) bearing **ID: 151-11-4401** major in Finance from Daffodil International University, Bangladesh would like to solemnly declare here that an internship report on “**Financial Performance Analysis of “SadharanBimaCorporation”**” has been authentically prepared by me. While preparing this internship report, I didn’t breach any copyright act intentionally. I am further declaring that, I did not submit this report anywhere for awarding any degree, diploma or certificate.



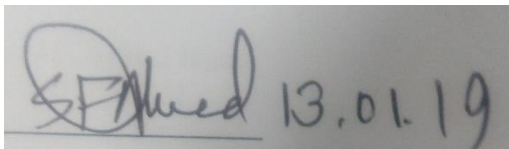
Name: Md. Johirul Islam
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CERTIFICATE



This is to certify that an internship report on “**Financial Performance Analysis Of “SadharanBima Corporation”**” for partial fulfillment of the degree of Bachelor of Business Administration (BBA) major in Finance from the Daffodil International University Bangladesh carried out by **Md. Johirul Islam, ID NO: 151-11-4401** under my supervision. Under my guidance and supervision this paper is being carried out successfully. No part of this paper has been submitted for any degree diploma, title, or recognition before.

I wish him every success in life.



Sayed Farrukh Ahmed
Assistant Professor
Department of Business Administration
Daffodil International University, Bangladesh

ACKNOWLEDGEMENT

In the process of preparing this report's I received genuine cooperation from number of individuals whose names are not possible to mention in this report but I would remember them with my heartfelt appreciation and gratitude.

First of all, I am very much grateful to Almighty God who gave blessings, courage and ability to prepare this report. I am very much grateful to **Sayed Farrukh Ahmed**, Assistant Professor, Department of Business Administration, Daffodil International University Bangladesh, for guiding me to complete my internship program. I am also highly indebted to him for his scholarly and constructive suggestion which was of much assistance to prepare this report on "**Sadharan Bima Corporation (SBC)**". Sincere gratitude to all of the wonderful peoples of **Daffodil International University, Bangladesh**. Specially my teachers, classmates and others

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EXECUTIVE SUMMARY

Internship refers to a joint program in which business schools and business house co-operate. The prime objective of such program is to provide students on the job exposure and the opportunity to translate the bookish knowledge in real life situation.

Furthermore this internship assignment is a vital requirement for obtaining Bachelor of Business Administration (MBA) program. I will supposed to work in SadharanBima Corporation, Head-office, 33 Dilkusha C/A, Dhaka-1000. And get proper understanding in a report.

In the first part I will introduced the topic. Then I will discuss about the title of the study, objective of the study, methodology, scope and source of the study.

In the next part I will try to discuss about the SadharanBima Corporation, Head-office, 33 Dilkusha C/A, Dhaka-1000.

Then I will discuss about the details of the financial situation of SadharanBima Corporation. This part is mainly focused on the Analysis & Findings of Financial Performance Evaluation in SadharanBima Corporation.

In the last part I will present conclusion and recommendations of SadharanBima Corporation.

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CHAPTER-ONE



1.1 Introduction

Insurance industry plays a critical part within the economy of Bangladesh. The Insurance division of Bangladesh is profoundly competitive. Insurance companies bargain with parts of safety net provider individuals and properties. So dangers are being disseminated among them to their re-insurer. By taking all dubious commerce hazard Insurance companies amplified the field of commerce in our nation. Insurance gives the affirmation of indemnity and offer assistance to gather the capital to dispatch a modern trade and extend the existing business. Development in Insurance scope is unequivocally related with rising livelihoods, the improvement of an progressively advanced managing an account segment, and moo or direct levels of swelling. The solid contribution of rising earnings to more noteworthy Insurance scope may be inferable to demand factors (rising request for scope as people gotten to be wealthier), supply components (it gets to be more cost-effective to supply protections as the economy grows, giving both a more grounded regulation environment

1.2 Origin of the report

The internship program is imperative for the student who is interested to be a BBA graduate. In my internship program I was attached to an organization named by SadharanBima Corporation. I have prepared this internship report by gathering much knowledge about the insurance business practically. This report made by all of my practical experience about the corporate activities, theoretical knowledge, research under the close supervision of my internal support as well as my official supervisor.

1.3 Objectives of the Report

The prime objective of this report is to discuss about the financial analysis of the “SadharanBima Corporation”. The primary objective of preparing this internship report is to fulfilling the requirement of BBA degree. However, the objective behind this study is something broader..

Objectives of the report are summarized in the following manner-

- ❖ To present an overview of SadharanBima Corporation.
- ❖ To analyze the financial performance of SBC in different years.
- ❖ To suggest necessary recommendations to overcome the shortcomings of SBC to improve their financial performance.

1.4 Scope of the report

The scope of this report is limited to the overall description of the company, its services, its position in the industry, its financial performance analysis the practical progress of its operation. The scope of the study is limited to organizational setup, functions and performances.

- To obtain practical experience about general banking activities by involving such type of program.
- Recent performance of SBC in terms of deposit, investment and foreign exchange.
- To analyze the banks current financial flows performed by SBC.
- To build professional carrier in the financial institutions and in insurance sector.

1.5 Methodology of the Report

In my Educational life I have assembled much more information almost diverse strategy of inquire about prepare. In the long run I got an opportunity to apply my hypothetical information within the down to earth field. To plan this internship report approximately SadharanBima Enterprise I have collected numerous data from distinctive sources. I have utilized essential source and auxiliary source to gather data to fulfill this report.

(a) Primary source:

- Face to face conversation with the manager, officers and employers.
- Old research papers.
- Direct observation of SadharanBima Corporation accounts and finance and all others department.
- Gathering knowledge by direct counseling by the employers of SadharanBima Corporation.

(b) Secondary source:

- Auditor's statement of financial affairs.
- Annual report of SBC.
- Internet also used for collecting many theoretical data.
- Website and newsletters
- Various journals and report related to the study.

That is all about the sources I have collected data to make this internship report. The sources mentioned above I have collected many relevant data to fulfill my report.

1.6 Limitations of the Report

To complete this report I have faced many critical situations. There are many limitations of this report. The main limitation is the short time period. Due to the lack of time I cannot gather much knowledge to complete my report in details. To know about the overall scenario of SadharanBima Corporation and its overall activities, it's needed more time but due to the short time period I was not able to provide more information. In this short period of time it's not possible to understand the whole financial knowledge of a company or corporation like SadharanBima Corporation. SadharanBima Corporation is a vast financial institution which covers a huge area of financial activities.

Other limitations of this study:

- The main constraint of the study is insufficiency of current information, relevant to the study.
- Lack of experience in internship report writing.
- Due to the large financial institution, it's very difficult to gather pros and cons of all financial data.
- Short time experience is not enough to provide more details in the report.
- Another limitation is confidentiality.

Chapter- Two

Profile of SadharanBima Corporation



2.1 Profile of Sadharan Bima Corporation (SBC):

With the rise of Bangladesh as an autonomous country, Insurance industry was nationalized alongside managing an account and other mechanical segment. At the introductory arrange of nationalization of the nationalization of Insurance industry, five governments claimed protections enterprises counting one controlling organization were setup. Due to troublesome encounter in operations, the protections industry was encourage reconsolidated in 1973 by passing the Insurance organization act VI of 1973 and setting up two organizations- one for common protections within the title of Sadharan Bima Organization and one for life Insurance within the title of Jibon Bima Organization. By ideals of the protections enterprise act VI of 1973 Sadharan Bima Organization was favored as the sole safety net providers for the non-life protections commerce in Bangladesh. This imposing business model it delighted in till 1984 when the Government revised the protections corporation act, 1973 by law No L and LI of 1984 permitting for the arrangement of protections companies within the There after, in pursuance of the decision of the government it was agreed that Sadharan Bima Corporation would underwrite 100% of the public properties business and distribute fifty percent of all insurance business relating to any public property to the private Non-life insurance companies on equal basis. The introduction of the above amendments to the insurance corporation act 1973 along with the privatization program and disinvestment policy of the government resulted in adverse impact on the direct premium income of the corporation, ***In the year of 2016***, the gross premium income and the overall business volume of SBC attained Taka 872.87 crore in 2016 and taka 861.45 crore in 2015. Net premium income attained Taka 582.37 crore in 2016 and Taka 548.12 crore in 2015. Gross claims paid Taka 200.06 crore (Loss ratio 22.92%) and net claims paid Taka 173.29 crore (Loss ratio 29.76%)

In the year of 2015, the gross premium income and the overall business volume of SBC attained Taka 861.45 crore in 2015 and taka 800.89 crore in 2014. Net premium income attained Taka 548.12 crore in 2015 and Taka 527.48 crore in 2014. Gross claims paid Taka 272.20 crore (Loss ratio 31.60%) and net claims paid Taka 218.24 crore (Loss ratio 39.82%)

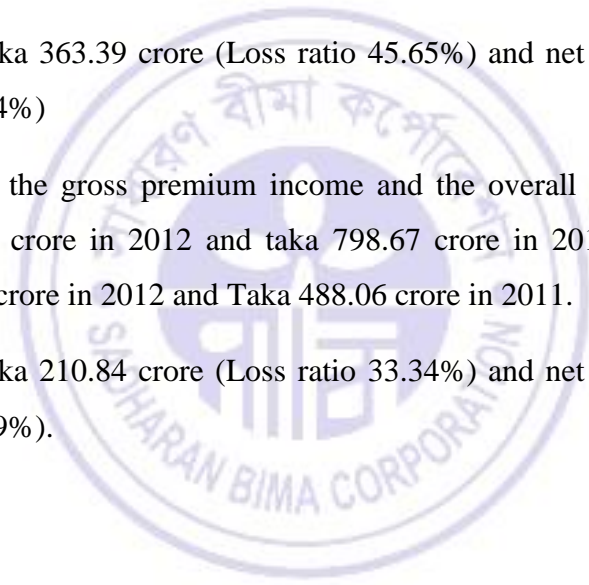
In the year of 2014, the gross premium income and the overall business volume of SBC attained Taka 800.89 crore in 2014 and taka 796.04 crore in 2013. Net premium income attained Taka 527.48 crore in 2014 and Taka 479.83 crore in 2013. Gross claims paid Taka 475.09 crore (Loss ratio 59.32%) and net claims paid Taka 225.79 crore (Loss ratio 42.80%).

In the year of 2013, the gross premium income and the overall business volume of SBC attained Taka 796.04 crore in 2013 and Taka 800.53 crore in 2012. Net premium income attained Taka 479.83 crore in 2015 and Taka 512.25 crore in 2012.

Gross claims paid Taka 363.39 crore (Loss ratio 45.65%) and net claims paid Taka 210.84 crore (Loss ratio 43.94%)

In the year of 2012, the gross premium income and the overall business volume of SBC attained Taka 800.53 crore in 2012 and taka 798.67 crore in 2011. Net premium income attained Taka 512.25 crore in 2012 and Taka 488.06 crore in 2011.

Gross claims paid Taka 210.84 crore (Loss ratio 33.34%) and net claims paid Taka 208.99 crore (Loss ratio 32.79%).



2.2 SadharanBima Corporation at a glance:

- Established in 1973 under Act VI of 1973.
- 100% owned by the government of People's Republic of Bangladesh.
- Head office at 33 Dilkusha commercial area, Dhaka.
- Authorized capital: Taka 200 Million
- Paid up capital: taka 100 Million.
- Sole underwriter of all general insurance business in Bangladesh (both public & private sector) till 1984.
- Also underwrite private sector business.
- National reinsurer for the insurance companies in private sector since 1985.

2.3 Vision, Missions, Goals and Strategic Objectives:

❖ Vision :

- To be world class insurance & reinsurance organization.

❖ Mission:

- To be the premier organization in Bangladesh for all insurance and reinsurance business and to provide quality service at affordable cost.
- To be the Insurer of the first choice in Bangladesh by offering top class security, comprehensive, efficient services and professional conduct of business.
- Maintain SBC's leading position in the insurance market of Bangladesh.
- To become an insurance organization/Company of international standard by attaining the highest confidence and trust of all concerned from home & abroad through improved services, dedication, customer care and efficiency.
- To place innovation, technology and knowledge at the heart of the organization's growth.

Goals:


- Venture into other areas Bangladesh and aboard on the strength of SBC`s core competency.
- Enter into and expand new insurance product and services to meet the changing needs of the clients.
- Fulfillment of SBC`s social commitments towards people as a state owned enterprise.

2.4 Objectives SBC:

- To accomplish commerce targets.
- To increment private division trade through promoting efforts
- To construct, keep up and make strides the commercial picture of the organization and pick up acknowledgment as a complement and proficient guarantors as well as re insurer.
- To upgrade and streamline the authoritative framework and procedures.
- To achieve full computerization and to utilize IT office to its full potential
- To improve the aptitudes and capability of the workers through persistent training
- To guarantee superior return from SBC`s investment.
- To secure and grow the genuine bequest segment of SBC through a arranged way.

2.5 Corporate Information:

Corporate Information of SadharanBima Corporation at a glance

Logo	
Legal Status	State Owned Organization
Registered Office	SadharanBimaBhaban, 33, , Dhaka-1000, Bangladesh.
Authorized capital	200Crore
Paid up Capital	100Crore
Total Human Resources	1500
Number of Zonal Office	08
Number of Branch Office	81
P. O. Box no.	607
Fax	88-02-9564197
Website	www.sbc.govt.bd

2.6 District wise Branches of SBC:

There are total 86 Branches of SBC in Bangladesh. By all of these Branches the SBC operating its whole activities in Bangladesh.

District	Branch
Dhaka one	19
Narayanganj Zone	06
Chittagong Zone	07
Khulna Zone	17
Rajshahi Zone	16
Comilla Zone	08
Mymensingh Zone	08
Sylhet Zone	05

2.7 Product and services

Product

Property insurance policy :

- Fire insurance policy
- Industrial all risk policy
- Business interruption policy
- Household all risks policy
- Business interruption or loss profit policy

Marine :

- All types of marine cargo policy
- All type of marine hull policy including freight

Motor : -

- Automobile comprehensive policy
- Automobile act liability policy

Engineering : -

- Machinery breakdown policy
- Contractors all risks policy including advance loss or profit
- Erection all risks policy including advance loss and profit
- Electronic all risks policy
- Deterioration of stock policy
- Boiler & pressure vessel policy



Aviation : -

- Aviation hull all risks including war risks policy
- Aviation primary legal liability policy
- Loss of license policy
- Airport liability policy

Misc . Accident : -

- Public liability policy
- Burglary & house breaking policy
- Cash in transit policy
- Cash in safe policy
- Cash on counter policy
- Fidelity guarantee policy
- Employers liability/ workmen' s compensation policy
- Personal accident policy
- Peoples personal accident policy
- Peoples accident policy for air travel policy
- Comprehensive air travel policy
- Travelers baggage policy
- Professional indemnity policy
- Product liability policy
- Dread disease policy
- Oversea mediclaim policy for business holiday ourstudy



2.8 Services

1. Reinsurance Service :

In 1985, after formation of private Insurance industry business Government empower SBC to Grant 100percent–insurance services to insurance companies in our country . SBC play role as a re–insurer has given support to private insurance industries in Bangladesh in a large way . In view of the large net–worth and confinement ability, SBC has approved both treaty and Elective businesses from the private insurance companies .In appreciation of reinsurance, the Insurance Corporation Act 1990 give that 50% of a company' s reinsurance business precondition be placed with the sadharanBima Corporation . And others 50% may be reinsured one of two with sadharanBima Corporation or with any other insurer in Bangladesh or abroad .SadharanBima Corporation is playing direct insurance along with private insurance company' s reinsurance . In Bangladesh SBC is large general insurance corporation that doing direct Business to the chorus of BDT 886 million in 2005 . During the carbon period it is re–insurance premium income was 2627million BTd . SBC act as shareholder of Asian Reinsurance Corporation . SBC' s main portfolio cover marine cargo, fire, engineering and aviation .SBC also gain reinsurance business from abroad market by its intermediaries and as well as directly action .The flawless financial backing and rich background earned over the years in the ground of insurance, re–insurance and financial services (which investment, risk improvement services etc .) Bear SBC in an excellent area of a professional re–insurer in Bangladesh . At the current growing economy in our country the premium income of SadharanBima Corporation is also growing constantly .

2. Industrial development through equity participation :

SadharanBima Corporation performs an important role for the development of insurance industry in Bangladesh . SBC is the promote shareholder of advance Corporation our country, Industrial improvement and Leasing Company, tea company ltd, aramid ltd, National Housing Finance and Investment Ltd, Central Depository BD Ltd etc . SBC has large supply of fixed deposit fund with different commercial banks in our country .

3. Risk minimization services :

Re–insurance & only state owned general insurance industry in Bangladesh SBChas continued its helps to the insurance business in our country with protection . SadharanBima Corporation would consistently effort to give the better customer services fulfillment of insurance, re–insurance and uncertainty management demands and problems to the insurance business in our country . At the same time, SadharanBima Corporation gives risk minimizes services to its valued clients in such way which is given below :

- Pre-underwriting analysis services .
- Sadharanbima corporation has the freedom to take the necessary help and guidelines from the abroad re-insurer respecting risk minimize approach .
- SBC administrative appoints professional and specialist surveyors to find out risk and loss before & after loss . It may be quoted that license for the survey firms are issued by the office of the Chief Controller of Insurance, Government of the Peoples' Republic of Bangladesh .

4. Human resources development for insurance industry :

For development of human resource management in Bangladesh, SBC has provided professional training program for their officer' s employees & staffs both in the country and abroad . Sadharanbima Corporation also give professional training for employees & officers of the private insurance companies performing in Bangladesh .

2.9 Corporate Philosophy:

1. for Policyholders :

- 1) To give the good and attentive services in each business activates related to their policy holders .
- 2) More professional planning and encourage to the betterment of new insurance services and product line .

2. for Employees :

- 1) By advertising their wellbeing through handsomerewards and brink advantages .
- 2) By giving professional and good training program they discover skilled employees .

3. for Shareholders :

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


4. for Community :

- 1) By domineering our role as a culturally responsible corporate entity in an actual Manner .
- 2) By comply closely to national action and objectives there by devoting towards the economic development of the country .
- 3) By defending ethical morals and good methods .
- 4)

2.10 Corporate Social Responsibility:

Sadharanbima corporation is devoted to taking all its activities in insect that is opposing of the safety of workers, society environment, health, customers, health and the corporation . To carry of this promise, Sadharanbima corporation plays an enduring attempt to comply to the following principles :

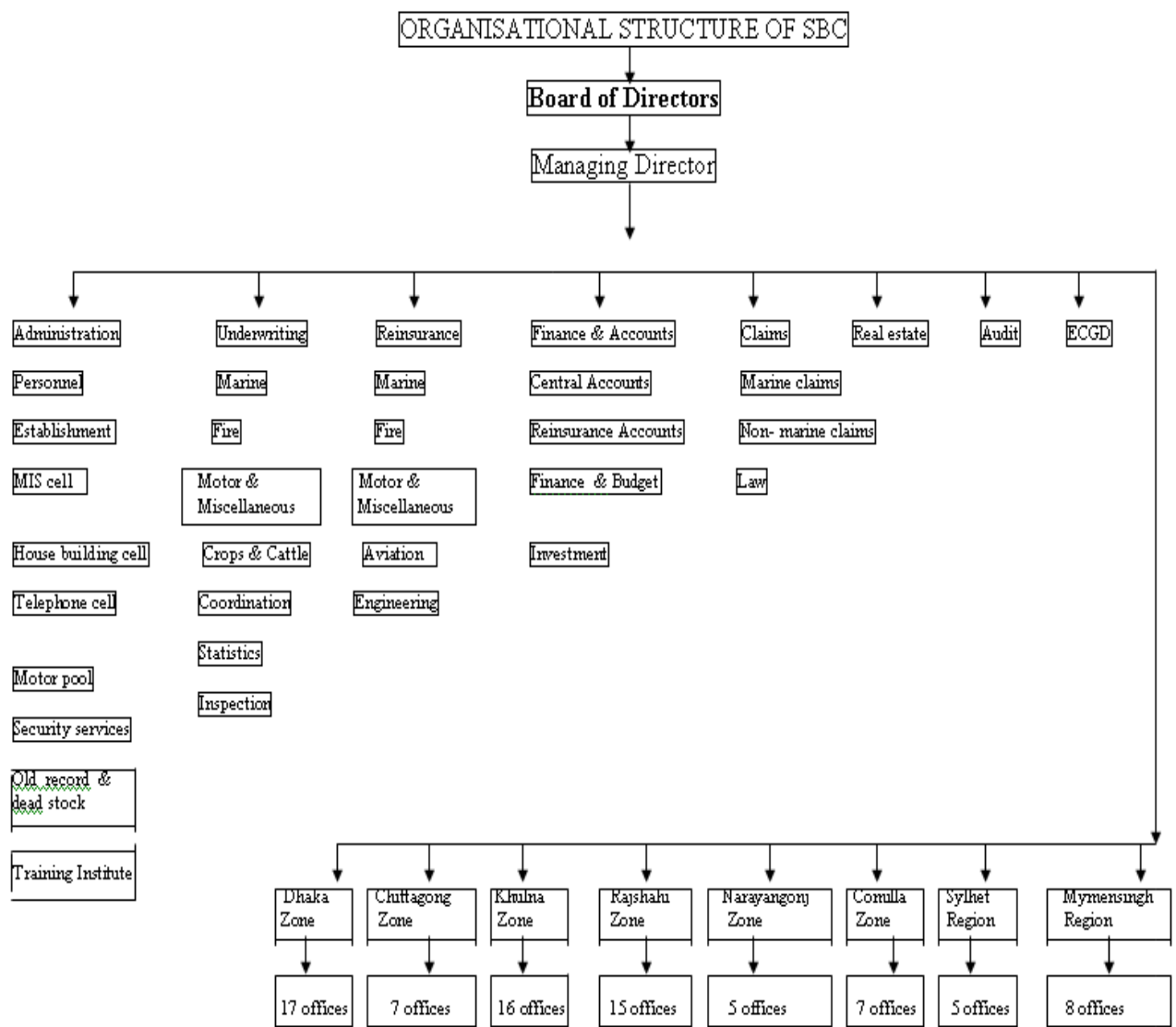
- Establish its workers by hopeful allowances and satisfying innovation . advertise an environment for development of their skills and personal knowledge of their corporations services providers by providing training inside the Bangladesh and outside the Bangladesh .
- Undertaking to reach area of leadership in their every business operation and sectors . The corporation is devoted to assuring their performance of business activities to management in conformity with standard honesty, expert, legal standards and reputed corporation governance .
- SBC dream to acquire their performance quality by recognizing, premise, board meeting and better valued policy holder's desire . Sadharanbima corporation will complete its clients' needs insure to provide good quality services to fulfill their customer need .



Chapter-Three

Organizational Structure

Corporate Organogram of SBC



Board of Directors of SBC



General Managers of SBC



The logo of Sadhana Bima Corporation is a circular emblem. It features a central stylized flame or flower-like symbol. The text 'সাদনা বীমা কর্পোরেশন' is written in Bengali script along the top inner edge of the circle, and 'SADHANA BIMA CORPORATION' is written in English along the bottom inner edge. The logo is rendered in a light purple color.

Chapter- Four

Data Analysis

Data Analysis:

A prepare of extricating data from information is called information examination. Information examination comprises of different stages such as, setting up a information set, planning the information for preparing, applying models, recognizing discoveries, and making reports. The most reason of information analyzing is to discover out the significant insights that can offer assistance to form choice

Here I have analyzed the financial data of SadharanBima Corporation (SBC). I have tried to find out the financial situation of SadharaBim Corporation.

Financial Performance of SBC:

Gross Premium & Net Premium:

Year	Gross premium (In Crore)	Net premium (In Crore)
2016	872.88	582.38
2015	861.45	548.12
2014	800.89	527.48
2013	796.03	479.82
2012	800.52	512.25

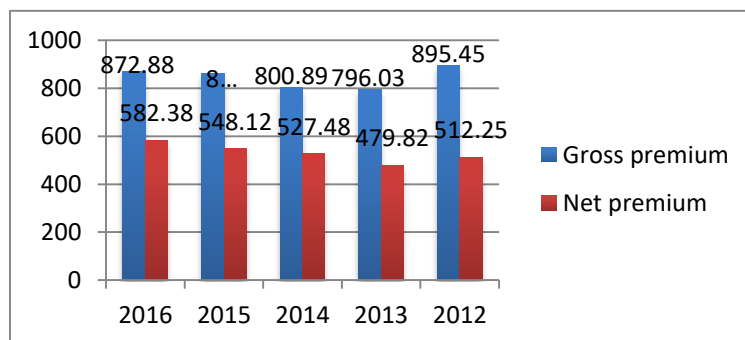


Figure: Graphical Presentation of Gross Premium & Net Premium

Gross Premium Segment Wise (2016):

Type	Gross premium (In millions)
Fire	394.39
Marine	254.66
Misc.	223.83

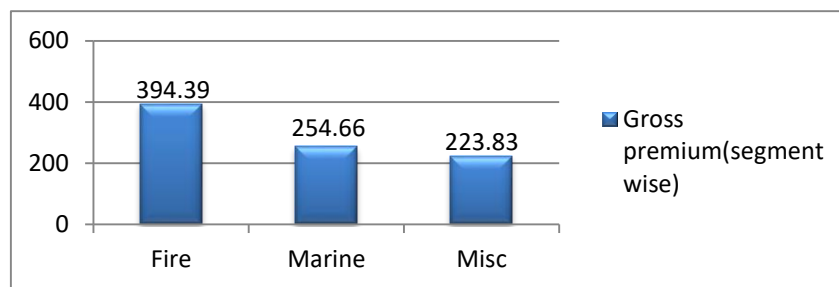


Figure: Graphical Presentation of Gross premium (Segment wise)

Interpretation: SBC receive a huge gross premium from fire insurance.

3.6.3 Net Premium & Underwriting Result:

Year	Net premium (In crore)	Underwriting result (In crore)
2016	582.38	144.94
2015	548.12	166.83
2014	527.48	119.66
2013	479.83	136.18
2012	512.25	102.31

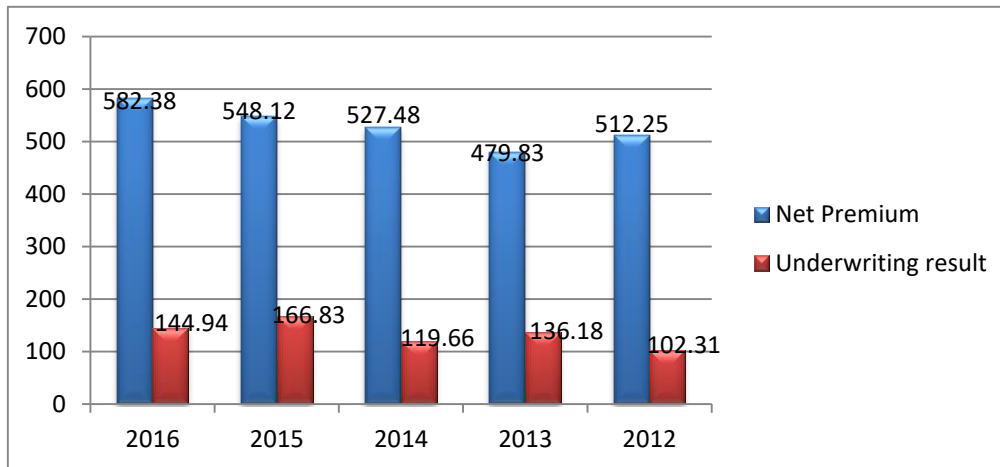


Figure: Graphical Presentation of Gross premium & Underwriting results

Interpretation: There is an upward trend in Net premium and difference between net premium and underwriting result is high.

Net Profit & Investment Income:

Year	Net Profit (In crore)	Investment Income (In crore)
2016	285.44	150.47
2015	283.26	125.94
2014	247.07	136.48
2013	218.40	101.59
2012	180.37	85.78

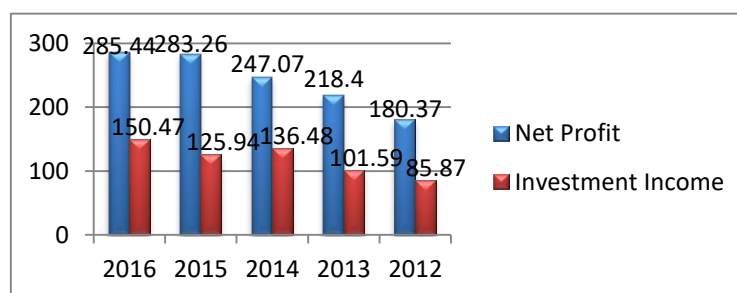


Figure: Graphical Presentation of Net profit & Investment income

Ratio Analysis of SadharanBima Corporation

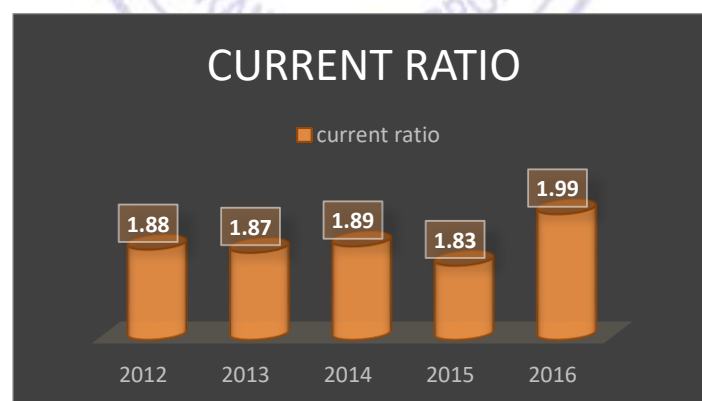
Liquidity ratio:

By analysis of liquidity ratio we can measure the liquidity of a firm to meet its short term requirements. The main two ratios are current ratio and quick ratio. Lower the current ratio of a firm means the firm is inefficient to meet its short term requirements. When the ratio is higher it means that the firm is more efficient to meet its short term requirements. The standard current ratio is 2:1. The standard quick/acid ratio is 1:1.

Here is the liquidity ratio analysis of SadharanBima Corporation for the years from 2012 to 2016.

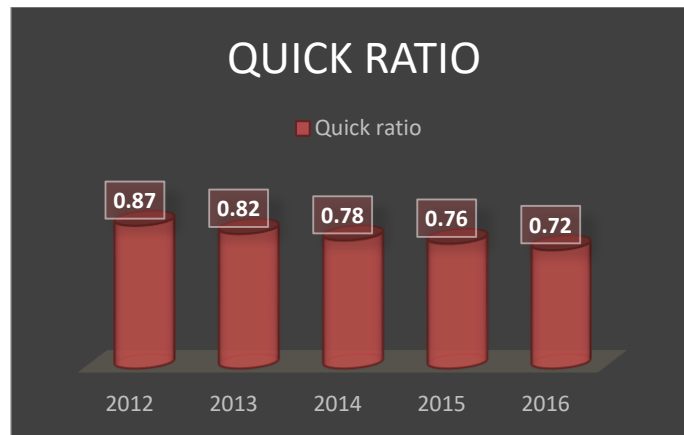
Ratios	2012	2013	2014	2015	2016	average
Current ratio	1.88:1	1.87:1	1.89:1	1.83:1	1.99	1.89
Quick ratio	87:1	82:1	78:1	76:1	72:1	79:1

Source: Annual report SBC for the years from 2012 to 2016



Analysis: The Current Ratio helps to identify about the liquidity of a company and helps to find out how easily the company can pay off its current liabilities.

Here we see that the current ratio is fluctuating from 2012 to 2016. Over the years the ratio ranged from 1.87 to 1.99. 2016 shows the best performance and 2015 is the worst performance. Current ratio of SBC is more than 1:1. So its liquidity is not bad.



Analysis: The Quick ratio means how speedily the company meets its current liabilities with its most liquid assets. If the company has quicker ratio, it means that the company is able to pay off its current liabilities speedily.

We can see the acid test ratio is ranged from 72: to 87:1 for the year of 2012 to 2016. The SBC's quick ratio is somewhat less than 1. The best performance is in 2012 and bed performance is in 2016.

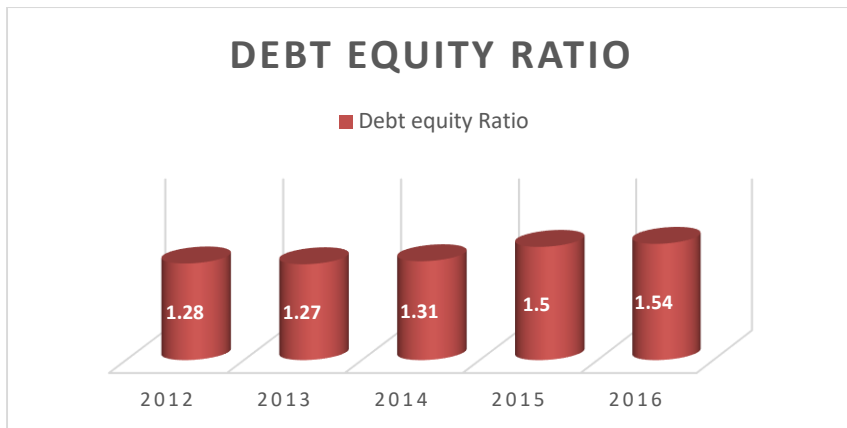
Debt Ratio:

The debt ratio is a financial ratio that measures the extent of a company's leverage. The debt ratio is defined as the ratio of total debt to total assets, expressed as a decimal or percentage. It can be interpreted as the proportion of a company's assets that are financed by debt.

Ratios	2012	2013	2014	2015	2016	Average
Debt to Equity Ratio	128%	127%	131%	150%	154%	138%
Debt to Total Asset Ratio	56%	55%	57%	59%	62%	58%

Debt to Equity Ratio

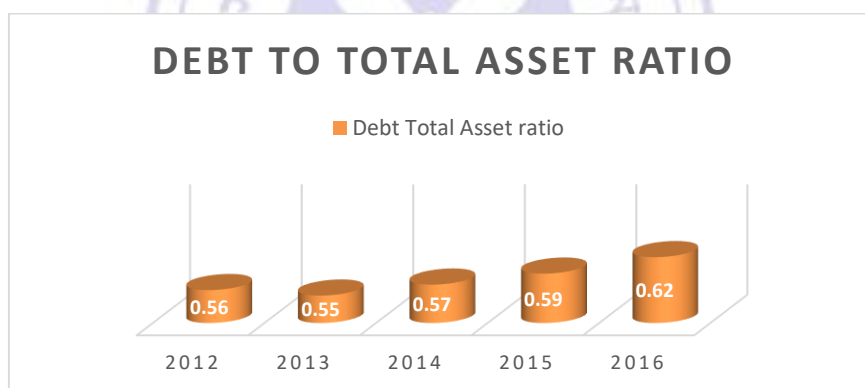
The Debt/Equity (D/E) Proportion is calculated by partitioning a company's add up to liabilities by its shareholder value. These numbers are accessible on the adjust sheet of a company's monetary explanations. The proportion is utilized to assess a company's monetary leverage. The debt/equity proportion is additionally alluded to as a chance or equipping proportion.



Analysis: The amount of debt position means that how much money of other's people we use to generate profit. Here the debt position of SBC is ranged from 127% to 154% from the year of 2012 to 2016. And the best performance is in 2016 and worst performance is in 2013. The debt position of SBC is good enough.

Debt to Total Asset Ratio

The debt to total assets ratio is an indicator of financial leverage. It tells you the percentage of total assets that were financed by creditors, liabilities, debt. The debt to total assets ratio is calculated by dividing a corporation's total liabilities by its total assets



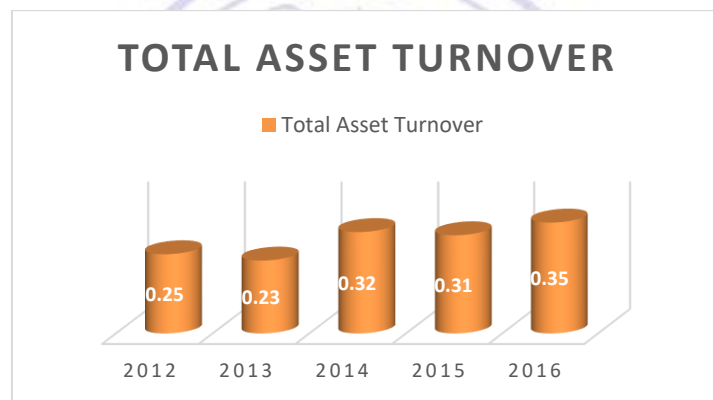
Analysis: The debt to total asset ratio indicates that the percentage of the company's total asset that is financed by other people's money. Here we can see that SBC is carried more debt and incurred more interest and risk from the year of 2012 to 2016. The year of worst performance is 2013 and best year of performance is 2016.

Activity ratio:

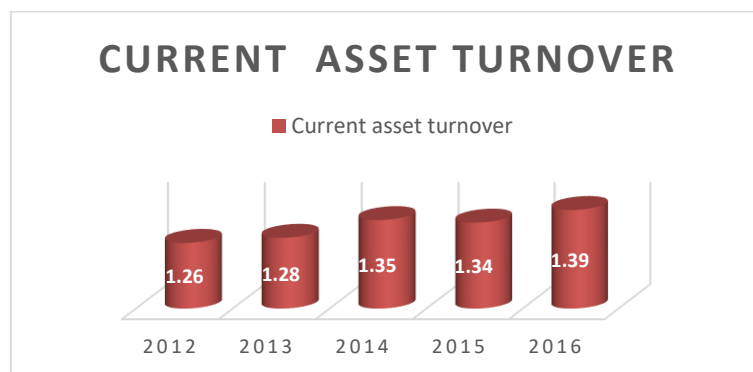
Activity ratios measure a firm's ability to convert different accounts within its balance sheets into cash or sales. Activity ratios measure the relative efficiency of a firm based on its use of its assets, leverage, or other similar balance sheet items and are important in determining

whether a company's management is doing a good enough job of generating revenues and cash from its resources.

Ratios	2012	2013	2014	2015	2016	Average
Total Asset Turnover	0.25 times	0.23 times	0.32 times	0.31 times	0.35 times	0.29 times
Current Asset Turnover	1.26 times	1.28 times	1.35 times	1.34 times	1.39 times	1.32 times
Fixed Asset Turnover	1.53 times	1.57 times	1.37 times	1.88 times	2.19 times	1.70 times

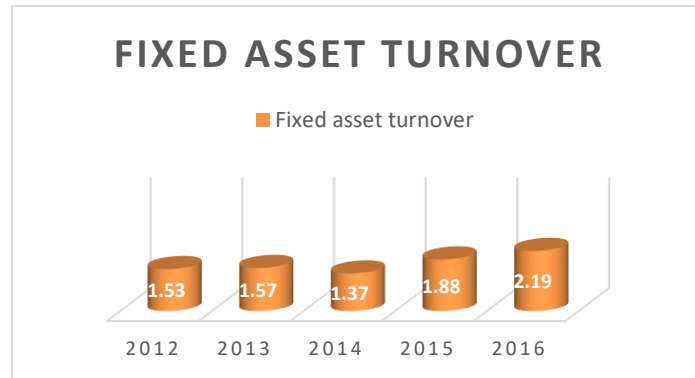


Analysis: This ratio means the ability of a company to generate of its sales from its assets. High turnover means the upper utilization of resources. The average total asset turnover is 0.29 times.



Analysis: current asset turnover means how the company is able to generate its sales or net profit by using its current assets. The current asset turnover of SBC is 1.26 times to 1.39

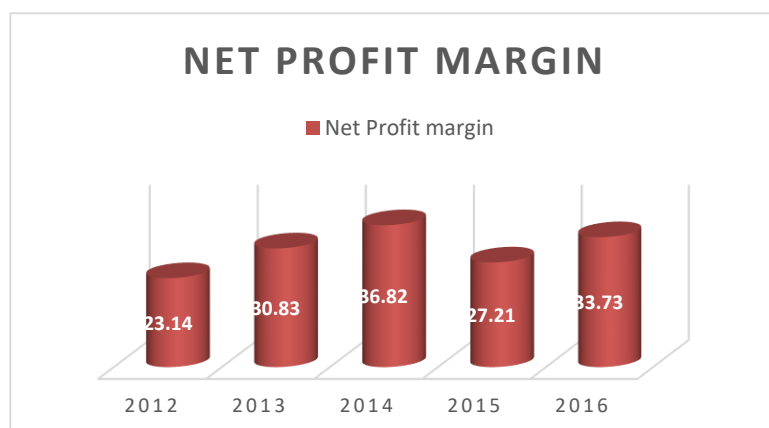
times for the years of 2012 to 2016. And average turnover is 1.32 times which indicates that SBC is more able to generate profit by its current assets.



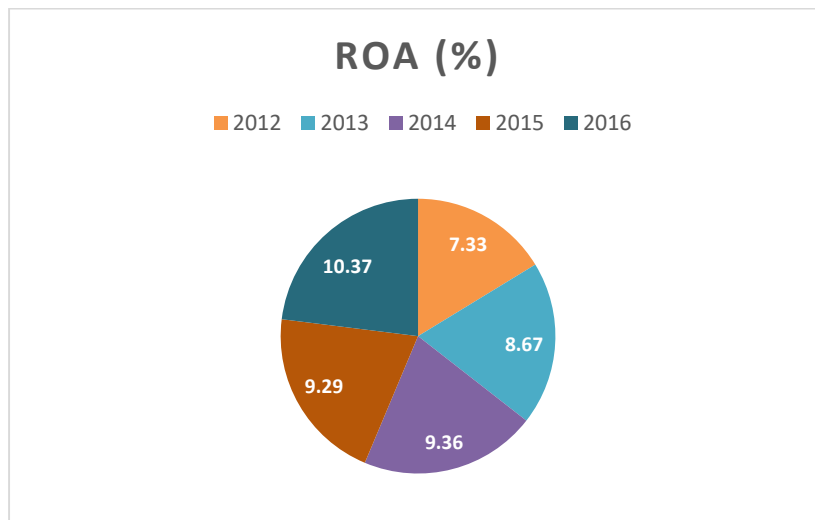
Analysis: Fixed asset turnover means how the company is able to generate its sales or net profit by using its fixed assets. The fixed asset turnover of SBC is 1.37times to 2.19 times for the years of 2012 to 2016. And average turnover is 1.70 times which indicates that SBC is more able to generate profit by its fixed assets. The best performance is in 2016 and worst performance is in 2014.

Profitability ratio

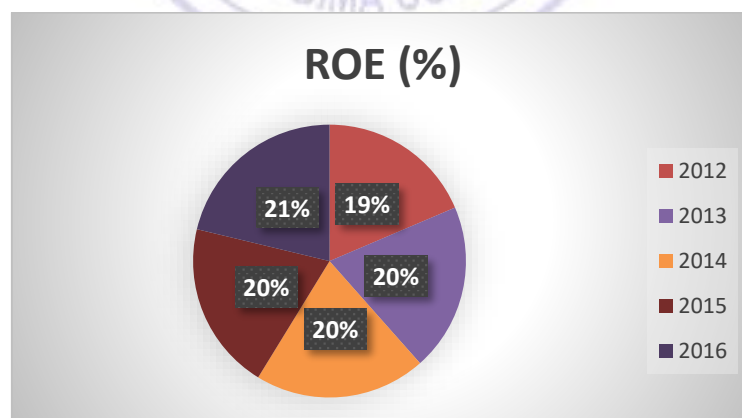
Ratios	2012	2013	2014	2015	2016	Average
Net Profit margin (%)	23.14%	30.83%	36.82%	27.21%	33.73%	30.35%
ROA (%)	7.33%	8.67%	9.36%	9.29%	10.37%	9.004%
ROE (%)	12.03%	12.86%	13.14%	12.94%	13.75%	12.94%



Analysis: The net profit margin of SBC is gradually increasing but in the year of 2015 the percentage had decreased comparing to the other years. The net profit margin of SBC is range from 23.14% to 33.73% from 2012 to 2016. And best performance is in 2016. And worst performance is in 2015.



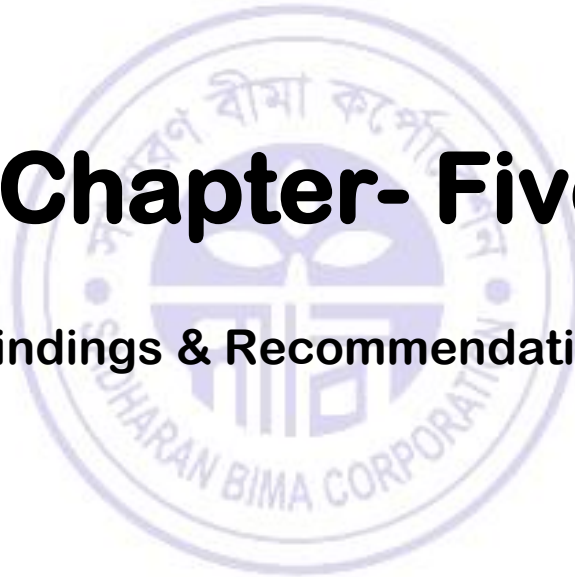
Analysis: Return of Asset means how much the company is generating profit from its assets. It means the efficiency of a company to utilization of its assets. The best performance is in 2016 and bed position is in 2012.



Analysis: Return on Equity indicates the company’s ability to generate profit by using shareholders equity. Higher performance means higher efficiency of using its shareholders equity. The best ROE is range from 12.03% to 13.75% for the years of 2012 to 2016.

Chapter- Five

Findings & Recommendations



Findings:

Insurance is as old as the civilization. It was present in the form of mutual help. Insurance is a co-operative device of distributing losses, falling on an individual or his family over a large number of persons, each bearing a nominal expenditure and feeling secure against heavy of loss. Insurance provides certainty of payment at the uncertainty of loss, if provides capital, protection & prevention of loss. It helps Economic progress. Besides, I get more experience about SadharanBima Corporation.

During the internship program I have found out the following findings from my study:

- The overall current ratio of SadharanBima Corporation is good. According to the graph of current ration in 2012 to 2016 consequent upon 1.88:1, 1.87:1, 1.89:1, 1.83:1 and 1.99.
- Over the years the ratio ranged from 1.87 to 1.99. 2016 shows the best performance and 2015 is the worst performance.
- The net profit margin of SBC is range from 23.14% to 33.73% from 2012 to 2016. And best performance is in 2016. And worst performance is in 2015.
- The debt position of SBC is ranged from 127% to 154% from the year of 2012 to 2016. And the best performance is in 2016 and worst performance is in 2013. The debt position of SBC is good enough.
- The total asset turnover is 0.35 times which is better than other years.
- From the year of 2012 to 2016 we have identified that the operating performance of SBC is upward.

Recommendations:

SadharanBima Corporation is a successful and reputed insurance corporation in Bangladesh. Here is some recommendation given below :

- SBC needs to decrease their long term liability situation
- SBC needs to give more emphasize on equity comparing to debt
- SBC should use modern technology to speed up their activities.
- They have to increase current asset and reduce current liabilities for future improvement.
- The corporation should arrange adequate reinsurance back up of risks assumed by its good quality of services.
- SBC should ensure that the duties and responsibilities are appropriately segregated between the board and management to provide sufficient check and balance and flexibility for smooth business operation.

Concluding Remark

SadharanBima Corporation is a government owned company that has been working in the country as a leading general insurance company. It has a lot of responsibility as for being the biggest insurance sector of general site. High capital and all the reinsurance promises are well defined and they are still proving their evidence of competency we can surely say that they are the future of general insurance sector in Bangladesh. SadharanBima Corporation has the upper hand in the government sector. Where the government needs profit from its own SadharanBima Corporation's annual report showed the amount clearly. They are well figured amount that is being added to the fund of government's wealth.

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