



Pragati Insurance Limited

Pragati Insurance Bhaban, 20-21 Kawran Bazar, Dhaka. Phone PABX : 9133680-2

1st QUARTER (UNAUDITED) FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 31, 2017

CONDENSED STATEMENT OF FINANCIAL POSITION AS AT March 31, 2017

| | March 31,2017 | December 31,2016 |
|--|----------------------|----------------------|
| A) Fixed Assets : | | |
| Land & Building | 2,205,571,678 | 2,205,571,678 |
| Administrative Fixed Assets | 83,161,547 | 83,056,547 |
| | 2,288,733,225 | 2,288,628,225 |
| B) Current Assets : | | |
| Stock of Printing Material | 1,120,200 | 1,020,310 |
| Sundry Debtors | 548,523,495 | 550,463,262 |
| Advance Payment of Taxes | 253,548,640 | 253,548,640 |
| Investment (Shares & Securities) | 538,768,153 | 554,087,466 |
| Cash & Bank Balance (including FDR) | 566,588,315 | 552,383,589 |
| Total Current Assets | 1,908,548,803 | 1,911,503,267 |
| C) Current Liabilities : | | |
| Creditors & Accruals | 132,581,273 | 140,601,606 |
| Outstanding Claims | 81,976,834 | 77,856,514 |
| Bank Overdraft | 164,839,627 | 198,032,083 |
| Total Current Liabilities | 379,397,734 | 416,490,203 |
| D) Net Working Capital (B-C) | 1,529,151,069 | 1,495,013,064 |
| Net Assets(A+D) | 3,817,884,294 | 3,783,641,289 |
| Financed by | | |
| Shareholders' Equity : | | |
| Share Capital | 556,003,390 | 556,003,390 |
| Reserves & Contingency Account | 2,804,366,805 | 2,799,336,455 |
| Retained Earnings | 118,135,090 | 84,483,260 |
| Total Shareholders' Equity | 3,478,505,285 | 3,439,823,105 |
| Balance of Fund & Account (Reserve for Unexpired Risk) | 330,969,959 | 326,939,838 |
| Deposit Premium | 8,409,050 | 16,878,346 |
| | 3,817,884,294 | 3,783,641,289 |
| Net Asset Value (per share) | 61.65 | 55.09 |

CONDENSED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) AS At March 31, 2017

| Particulars | Share Capital | Reserves & Contingency Account | Retained Earnings | Total |
|--|---------------|--------------------------------|-------------------|---------------|
| Opening Balance as on 01-01-2017 | 556,003,390 | 2,799,336,455 | 84,483,260 | 3,439,823,105 |
| Net Profit for the 1st quarter ended March 31,2017 | | | 33,651,830 | 33,651,830 |
| Fair Value Changes Account (Adjustment) | | 5,030,350 | | 5,030,350 |
| Balance as at March 31,2017 | 556,003,390 | 2,804,366,805 | 118,135,090 | 3,478,505,285 |

CONDENSED STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE PERIOD ENDED MARCH 31, 2017

| | MARCH 31,2017 | MARCH 31,2016 |
|---|-------------------|------------------|
| (A) Cash Flow from operating activities : | 34,743,633 | 38,367,058 |
| Collection from Premium & other Income | 478,462,560 | 442,085,985 |
| Less Management expenses ,Re-insurance, Claims & Others | 443,718,927 | 403,718,927 |
| (B) Cash Flow from Investing activities : | 12,653,549 | 9,052,919 |
| Purchase of Fixed Assets | (105,000) | (6,484,043) |
| Bank Interest, Rent & others | 20,666,093 | 24,257,512 |
| Investment (Net) | (7,907,544) | (8,720,550) |
| (C) Cash Flow from Financing activities : | (33,192,456) | (39,210,076) |
| Bank Overdraft | (33,192,456) | (39,210,076) |
| Net Cash inflow/outflow for the quarter (A+B+C) | 14,204,726 | 8,209,901 |
| Cash and Bank Balance as at 01-01-2017 | 552,383,589 | 528,647,063 |
| Cash and Bank Balance as at 31-03-2017 | 566,588,315 | 543,467,012 |
| Net operating cash flow (per share). | 0.62 | 0.69 |

CONDENSED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED MARCH 31, 2017

| | MARCH 31,2017 Taka | MARCH 31,2016 Taka |
|---|-----------------------|-----------------------|
| INCOME | | |
| Gross Premium | 473,441,236 | 439,055,566 |
| Less Reinsurance & Adj. of Unexpired Risk | 250,955,827 | 249,288,768 |
| Net Premium | 222,485,409 | 189,766,798 |
| Re-Insurance Commission | 23,091,013 | 33,825,922 |
| Income from Interest, Investment and Capital gain | 20,666,093 | 25,757,512 |
| | 266,242,515 | 249,350,232 |
| EXPENDITURE | | |
| Net Claims (Gross less Re-insurance & Adj of Outstanding Claim) | 43,306,290 | 52,187,715 |
| Management expenses | 92,269,110 | 92,048,740 |
| Agent Commission | 70,015,285 | 68,053,613 |
| | 205,590,685 | 212,290,068 |
| Profit before Tax | 60,651,830 | 37,060,164 |
| Provisional estimate of Taxes | 27,000,000 | 12,000,000 |
| Retained Earnings | 33,651,830 | 25,060,164 |
| Earnings per Share (EPS) | 0.61 | 0.45 |

Selected explanatory notes to the Quarterly Financial Statements for the 1strd quarter ended March 31,2017.

1. Legal form of the Company

The Company was incorporated as a public Ltd. company on 27 January 1986 and obtained the Certificate of Commencement of Business from the Registrar of Joint Stock Companies, Bangladesh with effect from 30 January 1986. The Company is listed with both Dhaka Stock Exchange and Chittagong Stock Exchange Limited as a Public Limited Company. The primary objectives of the company are to carry on all kinds of non-life insurance business as laid down by Insurance, Act 2010.

2. Basis of presentation:

First quarter Financial Statement has been prepared based on Bangladesh Accounting Standard (BAS)-34 'Interim Financial Reporting' and in accordance with other Bangladesh Accounting Standard (BAS), the Companies Act 1994, The Insurance Act 2010, Bangladesh Securities And Exchange Commission's rules 1987 and other applicable laws and regulation.

3. Accounting policies & method of computations:

Accounting policies and methods of computations followed in preparing these Quarterly Financial Statements are consistent with those used in the Annual Financial Statements, prepared and published for the year ended December 31, 2016.

4. Depreciation on Fixed Asset has been calculated in accordance with paragraph 55 of BAS 16.

5. Provision for income tax has been made on taxable income after necessary add back in accordance with the provision of Finance Act 2016.

6. Investment in share, available for sale has been shown in Fair values (Market Value) and necessary provision has been made in Financial Statements.

Chief Financial Officer

Managing Director

Company Secretary

Director

Chairman

N.B: The above 1st Quarter Financial Statements are available in the Company's website at www.pragatiinsurance.com