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 1st[rd] 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 consistence 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