Pragati Insurance Limited

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

2ND QUARTER (UNAUDITED) FINANCIAL STATEMENTS FOR THE PERIOD ENDED JUNE 30,2018

CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30 , 2018

		JUNE 30,2018	December 31,2017
A)	**Fixed Assets :**		
	Land & Building	2,228,236,554	2,227,236,554
	Administrative Fixed Assets	90,864,800	73,736,050
		2,319,101,354	**2,300,972,604**
B)	**Current Assets :**		
	Stock of Printing Material	1,858,874	1,538,733
	Sundry Debtors	540,179,527	547,427,704
	Advance Payment of Taxes	298,930,430	289,643,031
	Investment (Shares & Securities)	610,124,252	584,086,718
	Cash & Bank Balance (including FDR)	565,103,801	586,918,464
	Total Current Assets	**2,016,196,884**	**2,009,614,650**
C)	**Current Liabilities :**		
	Creditors & Accruals	376,001,502	565,659,396
	Outstanding Claims	107,440,061	57,026,144
	Bank Overdraft	181,943,383	136,042,270
	Total Current Liabilities	**665,384,946**	**758,727,810**
D)	Net Working Capital (B-C)	**1,350,811,938**	**1,250,886,840**
	Net Assets(A+D)	**3,669,913,292**	**3,551,859,444**
	Financed by		
	Shareholders Equity :		
	Share Capital	583,803,550	583,803,550
	Share Premium & Other Reserve	2,487,410,276	2,482,380,155
	Retained Earnings	203,266,529	117,789,415
	Total Shareholders Equity	**3,274,480,355**	**3,183,973,120**
	Balance of Fund & Account (Reserve for Unexpired Risk)	382,876,225	363,221,915
	Deposit Premium	9,556,712	4,664,409
		3,666,913,292	**3,551,859,444**
	Net Asset Value (Per Share)	56.09	54.54

CONDENSED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
AS AT JUNE 30, 2018

Particulars	Share Capital	Reserves & Contingency Account	Retained Earnings	Total
Opening Balance as on 01-01-2018	583,803,550	2,482,380,155	117,789,415	3,183,973,120
Net Profit for the 2nd quarter ended June 30,2018			85,477,114	85,477,114
Fair Value Changes Account (Adjustment)		5,030,121		5,030,121
Balance as at June 30,2018	583,803,550	2,487,410,276	203,266,529	3,274,480,355

CONDENSED STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE PERIOD ENDED JUNE 30,2018

	Particulars	JUNE 30,2018	JUNE 30,2017
(A)	**Cash Flow from operating activities :**	72,500,646	65,091,069
	Collection from Premium	1,059,310,502	916,318,320
	Less: Management expenses, Re-insurance, Claims & Others	986,809,856	851,227,251
(B)	**Cash Flow from Investing activities :**	20,827,582	(7,016,232)
	Purchase of Fixed Assets	(18,128,750)	(254,928)
	Bank Interest & others	50,977,469	49,523,334
	Investment (Net)	(12,021,137)	(56,284,638)
(C)	**Cash Flow from Financing activities :**	(115,142,891)	(75,281,452)
	Bank Overdraft	(115,142,891)	(75,281,452)
	Dividend Paid	-	-
	Net Cash inflow/outflow for the quarter (A+B+C)	(21,814,663)	(17,206,615)
	Cash and Bank Balance as on (01-01-2018)	586,918,464	552,383,589
	Cash and Bank Balance as on (30-06-2018)	565,103,801	535,176,970
	Net operating cash flow per share	1.24	1.17

CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED JUNE 30, 2018

PARTICULARS	JUNE 30,2018	JUNE 30,2017	April to June 2018	April to June 2017
INCOME				
Gross Premium	1,007,610,144	886,318,320	435,957,636	412,877,084
Less Reinsurance &Adj. of Unexpired Risk	577,016,485	500,974,566	259,402,051	250,018,739
Net Premium	430,593,659	385,343,754	176,555,585	162,858,345
Re-Insurance Commission	51,700,358	54,595,870	25,185,072	31,504,857
Income from Interest, Rent, Dividend & Other income	47,854,600	48,375,825	25,238,078	27,944,092
Capital Gain	3,122,869	1,147,509	649,145	913,149
	533,271,486	489,462,958	227,627,880	223,220,443
EXPENDITURE				
Net Claims (Gross less Re-insurance & Adj of Outstanding Claim	93,663,531	90,898,796	39,405,794	47,592,506
Management expenses	152,989,319	162,804,940	57,975,342	70,535,830
Commission	151,141,522	137,447,748	65,393,646	67,432,463
	397,794,372	391,151,484	162,774,782	185,560,799
Profit before Tax	135,477,114	98,311,474	64,853,098	37,659,644
Provisional estimate of Taxes	50,000,000	32,000,000	22,500,000	5,000,000
Retained Earnings	85,477,114	66,311,474	42,353,098	32,659,644
Earnings per Share (EPS)	1.46	1.19	0.73	0.59

Selected explanatory notes to the Quarterly Financial Statements for the 2nd quarter ended June 30,2018

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:

Second 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, 2017.

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 2018.

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

7. During the period ended June 2018 Company earned Gross Premium and net premium Tk.1007.61 million and Tk.577.06 million against Tk. 886.32 million and Tk.500.97 respectively for the corresponding same period of the previous year.

Chief Financial Officer | Managing Director | Company Secretary | Director | Chairman

N.B: The above 2nd Quarter Financial Statements are available in the Company's website at www.pragatiinsurance.com