PRIME INSURANCE COMPANY LIMITED

Head Office: Unique Heights (9th floor) 117, Kazi Nazrul Islam Avenue, Dhaka-1000

1st Quarter Financial Statements-2017 (Un-audited)

NB: The 1st Quarter Financial Statements-2017 (Unaudited) have been approved in the 289th Board Meeting of the Company held on April 22, 2017. The 1st Quarter Financial Statements for the period ended March 31, 2017 (Un-audited) is available in the website of the company at www.prime-insurance.net.

BALANCE SHEET (Un-audited)
As on March 31, 2017

Shareholders' Equity & Liabilities	Amount in Taka	
	31.03.2017	31.12.2016 (Audited)
A. SHAREHLDERS' EQUITY		
Authorised share capital	**1,000,000,000**	**1,000,000,000**
Paid-up capital	408,774,980	408,774,980
General reserve	9,025,000	8,900,000
Exceptional loss reserve	193,777,667	191,160,376
Investment fluctuation fund	-	-
Profit & loss appropriation account	36,292,637	61,195,010
Total shareholders' equity	**647,870,284**	**670,030,366**
B. CURRENT LIABILITY		
Reserve for unexpired risk	10,475,685	78,860,479
Deposit premium & unexpired risk reserve	91,586,201	20,690,733
Outstanding claims	23,246,148	49,671,371
Sundry creditors	118,139,767	60,592,176
Amount due to other persons	92,250,659	3,808,970
Income tax provision	230,355,696	227,569,435
Total current liabilities	**566,054,156**	**441,193,164**
Total shareholders' equity & liabilities	**1,213,924,440**	**1,111,223,530**
PROPERTY & ASSETS		
A. Non Current Assets	**270,027,207**	**170,613,310**
Property, plant & equipment	55,837,403	57,939,614
Investment at fair value	205,189,804	103,673,696
Bangladesh Govt Treasury Bond	9,000,000	9,000,000
B. Current Assets		
Stock of stationery	3,643,461	3,843,461
Insurance stamp in hand	1,247,458	1,179,526
Accounts receivable	542,500,752	527,293,148
Amount due from coinsurers	189,837,113	188,993,285
Deferred tax assets	401,104	543,960
Cash and cash equivalents	206,267,345	218,756,820
Total current assets	**943,897,233**	**940,610,220**
Total property & assets	**1,213,924,440**	**1,111,223,530**
Net Assets Value (NAV) Per Share	**15.85**	**16.39**

INCOME STATEMENT (Un-audited)
For the period of 1st Quarter ended March 31, 2017

Particulars	Amount in Taka	
	Jan-Mar'17	Jan-Mar'16
Gross direct premium	196,277,159	156,290,668
Premium on PSB	11,298,942	9,412,455
R/I premium on acceptance	98,416	-
Total gross premium	**207,674,517**	**165,703,123**
Less: Re-insurance ceded	171,768,797	129,619,928
Less: R/I Premium on PSB	9,732,807	7,695,682
Net Premium Income	**26,172,913**	**28,387,513**
Add: Net R/I commission earned	39,864,137	31,677,559
Add: Net premium reserve retained	11,368,968	20,613,545
Less: Reserve for unexpired risk	10,475,685	11,368,968
Less: Agent commission	29,441,574	23,443,600
Less: Management expenses (Allocable)	26,862,840	25,794,159
Less: Management expenses (Unallocable)	3,982,760	3,831,772
Less: Net claims	4,499,443	3,316,051
Operating/U/W profit/(loss)	**2,143,716**	**12,924,067**
Add: Non-operational income	**31,766,086**	**6,250,872**
Interest income	5,115,547	5,914,598
Investment income	6,784,458	-
Unrealised gain/(loss) on shares	18,063,474	-
Dividend income	1,801,309	276,275
Other income	1,298	59,999
Profit before tax	**33,909,802**	**19,174,939**
Deferred tax expenses/(income)	142,876	-
Less: Provision for income tax	2,786,261	6,457,043
Net profit after tax	**30,980,665**	**12,717,896**
Earnings per share (EPS)	**0.76**	**0.31**
Number of shares outstanding	40,877,498	40,877,498

STATEMENT OF CASH FLOW (Un-audited)
For the period 1st Quarter ended March 31, 2017

Particulars	Amount in Taka	
A. CASH FLOW FROM OPERATING ACTIVITIES:	**Jan-Mar '17**	**Jan-Mar'16**
Received against insurance business	207,674,517	165,703,123
Management exps, re-insurance & claims	(118,037,041)	(123,834,714)
Income tax paid	(5,537,968)	(8,870,241)
Net cash flow from operating activities	**84,099,508**	**32,998,168**
Net Cash Flow From Operating Activities Per Share	**2.06**	**0.81**
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Investment in Stock & others	(176,241,951)	(542,092)
Sale proceeds of investment in shares	74,493,608	266,208
FDR encashed	-	178,700,000
FDR opened	-	(87,500,000)
Interest received	3,810,926	21,754,580
Cash dividend received	1,441,047	2,167,141
Purchase of fixed assets	(92,613)	(18,461,585)
Net cash flow from investing activities	**(96,588,983)**	**96,384,252**
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Cash dividend paid	-	-
Net cash flow from financing activities	**-**	**-**
Increase/(decrease) in cash & cash equivalents (A+B+C)	(12,489,475)	30,541,528
Cash and cash equivalent on January 1	218,756,820	37,200,269
Cash and cash equivalent on March 31	**206,267,345**	**67,741,797**

STATEMENT OF CHANGES IN EQUITY for the 1st Quarter ended March 31, 2017

Particulars	Share capital	General reserve	Exceptional loss reserve	Investment fluctuation fund	Profit & loss APRs. A/c	Total Taka
Balance as at January 01, 2017	408,774,980	8,900,000	191,160,376	-	61,195,010	670,030,366
Net profit after tax for the period	-	-	-	-	30,980,665	30,980,665
Cash dividend declared for 2016					(53,140,747)	(53,140,747)
Changes made during the period	-	125,000	2,617,291	-	(2,742,291)	-
Balance as at March 31, 2017	**408,774,980**	**9,025,000**	**193,777,667**	**-**	**36,292,637**	**647,870,284**
Balance as at March 31, 2016	408,774,980	7,700,000	174,293,053	73,470,882	60,662,892	724,901,807

Selected explanatory notes to the 1st Quarter Financial Statements-2017:

1. **Legal form of the Company:** The company was incorporated as a public limited company on 21 March 1996 under the Companies Act, 1994. The Company has been registered with the Insurance Development & Regulatory Authority (IDRA) under the Insurance Act, 2010. The company is listed with Dhaka Stock Exchange Ltd & Chittagong Stock Exchange Ltd as a publicly traded company.
2. **Basis of Preparation:** The interim financial statements have been prepared based on BAS-34 and in compliance with other BASs, the Companies Act, 1994, Insurance Act, 2010 and other applicable laws and regulations.
3. **Accounting policies & method of computation:** Accounting policies and method of computation followed in preparing this interim financial statements are consistent with those used in the Annual Financial Statements of 2016.
4. **Dividend:** Cash dividend of 13% for the year 2016 declared on March 30, 2017.
5. **Depreciation:** Depreciation has been charged in compliance with para 55 of the BAS-16.
6. **Comparative Information:** Figures have been rearranged/restated wherever necessary to conform to current period's presentation.

Place: Dhaka
Date: April 22, 2017

Company Secretary | Head of Accounts | Chief Financial Officer | Chief Executive Officer | Director | Chairman