PRIME INSURANCE COMPANY LIMITED

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

Second Quarter Financial Statements (Un-audited)

BALANCE SHEET (Un-audited)

As on June 30, 2017

Shareholders' Equity & Liabilities	Amount in Taka 31.06.2017	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	9,150,000	8,900,000
Exceptional loss reserve	208,841,966	191,160,376
Investment fluctuation fund	-	-
Profit & loss appropriation account	29,406,304	61,195,010
Total shareholders' equity	**656,173,250**	**670,030,366**
B. CURRENT LIABILITY		
Reserve for unexpired risk	70,890,972	78,860,479
Deposit premium	78,496,323	20,690,733
Outstanding claims	75,472,033	49,671,371
Sundry creditors	89,029,929	60,592,176
Amount due to other persons	17,618,745	3,808,970
Income tax provision	228,973,047	227,569,435
Total current liabilities	**560,481,049**	**441,193,164**
Total shareholders' equity & liabilities	**1,216,654,299**	**1,111,223,530**
PROPERTY & ASSETS		
A. Non Current Assets	**190,740,184**	**170,613,310**
Property, plant & equipment	53,964,591	57,939,614
Investment at fair value	127,775,593	103,673,696
Bangladesh Govt Treasury Bond	9,000,000	9,000,000
B. CURRENT ASSETS		
Stock of stationery	3,753,670	3,843,461
Insurance stamp in hand	1,250,952	1,179,526
Accounts receivable	581,055,459	527,293,148
Amount due from coinsurers	219,183,282	188,993,285
Deferred tax assets	1,487,048	543,980
Cash and cash equivalents	219,183,705	218,756,820
Total current assets	**1,025,914,115**	**940,610,220**
Total property & assets	**1,216,654,299**	**1,111,223,530**
Net Assets Value (NAV) Per Share	**16.05**	**16.39**

INCOME STATEMENT (Un-audited)

For the period of 2nd Quarter ended June 30, 2017

Particulars	2017 Jan-Jun '17	2017 Apr-Jun '17	2016 Jan-Jun '16	2016 Apr-Jun '16
Gross direct premium	397,554,559	201,277,400	284,983,070	128,692,402
Premium on PSB	30,054,211	18,755,269	25,891,844	16,479,389
R/I premium on acceptance	212,172	113,756	81,789	81,789
Total gross premium	**427,820,942**	**220,146,425**	**310,956,703**	**145,253,580**
Less: Re-insurance ceded	225,981,852	54,213,055	186,606,550	56,986,622
Less: R/I Premium on PSB	25,023,195	15,290,388	22,658,102	14,962,420
Net Premium Income	**176,815,895**	**150,642,982**	**101,692,051**	**73,304,538**
Add: Net R/I commission earned	37,250,718	(2,613,419)	38,818,639	7,141,080
Add: Net premium reserve retained	40,850,034	29,481,066	54,803,121	34,189,576
Less: Reserve for unexpired risk	70,890,972	60,415,287	40,850,034	29,481,066
Less: Agent commission	59,633,184	30,191,610	42,747,461	19,303,861
Less: Management expenses (Allocable)	58,114,979	31,252,139	59,570,560	33,776,401
Less: Management expenses (Unallocable)	8,372,618	4,389,858	7,441,085	3,609,313
Less: Net claims	49,140,471	44,641,028	11,090,335	7,774,284
Operating/U/W profit/(loss)	**8,764,423**	**6,620,707**	**33,614,336**	**20,690,269**
Add: Non-operational income	**30,979,752**	**(786,334)**	**20,072,590**	**13,821,718**
Interest income	7,937,227	2,821,680	12,530,754	6,616,156
Investment income	10,256,821	3,472,363	4,463,245	4,391,470
Unrealised gain/(loss) on shares	8,943,640	(9,119,834)	3,018,592	2,814,092
Dividend income	3,834,601	2,033,292	-	-
Other income	7,463	6,165	59,999	-
Profit before tax	**39,744,175**	**5,834,373**	**53,686,926**	**34,511,987**
Less: Provision for income tax	1,403,612	(1,382,649)	15,003,072	8,546,029
Deferred tax expenses/(income)	(943,068)	(800,192)		
Net profit after tax	**39,283,631**	**8,017,214**	**38,683,854**	**25,965,958**
Earnings per share (EPS)	**0.96**	**0.20**	**0.95**	**0.64**
Number of shares outstanding	**40,877,498**	**40,877,480**	**40,877,498**	**40,877,480**

NB: The Second Quarter Financial Statements (Un-audited) have been approved in the 292nd Board Meeting of the Comepany held on 29th July, 2017. The Second Quarter Financial Statements for the period ended June 30, 2017 (Un-audited) is abailable in the website of the Company at www.prime-insurance.net.

STATEMENT OF CASH FLOW (Un-audited)

For the period 2nd Quarter ended June 30, 2017

Particulars	Amount in Taka 30-06.2017	30-06.2016
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Turnover against Insurance Business	458,817,724	327,632,693
Management Expenses, Re-insurance, Claims & Agent	(326,508,964)	(315,457,822)
Income Tax paid	(17,040,751)	(10,737,250)
Net cash flow from operating activities	***115,268,009***	***1,437,621***
Net Cash Flow From Operating Activities Per Share	**2.82**	**0.04**
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Advance against fixed assets	-	(1,250,000)
Investment in shares	(231,497,365)	(23,355,530)
Sales proceeds of investment in shares	129,749,022	20,538,976
FDR encashed	18,700,000	121,200,000
FDR openned	(6,700,000)	(34,000,000)
Interest received	5,041,897	11,867,148
Dividend received	3,067,682	2,946,817
sale proceeds of fixed assets	-	60,000
Interest paid on margin loan	-	-
Purchase of fixed assets	(403,854)	(3,261,666)
Net cash flow from investing activities	***(82,042,618)***	***94,745,745***
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Increase of paid-up capital	-	-
Cash dividend	(32,798,506)	(51,096,687)
Net cash flow from financing activities	***(32,798,506)***	***(51,096,687)***
Increase/(decrease) in cash & cash equivalents (A+B+C)	426,885	45,086,679
Cash and cash equivalent on January 1	218,756,820	37,200,269
Cash and cash equivalent on June 30	**219,183,705**	**82,286,948**

STATEMENT OF CHANGES IN EQUITY for the 1st Quarter ended June 30, 2017

Particulars	Share capital	General reserve	Exceptional loss reserve	Investment fluctn fund	Profit & loss appr. account	Total Taka
Balance 01.01.2017	**408,774,980**	**8,900,000**	**191,160,376**	**-**	**61,195,010**	**670,030,366**
Stock dividend	-	-	-		-	
Cash dividend paid					(53,140,747)	**(53,140,747)**
Net profit after tax	-		-		39,283,631	39,283,631
Changes during the period	-	250,000	17,681,590	-	(17,931,590)	**-**
Balance as at	**408,774,980**	**9,150,000**	**208,841,966**	**-**	**29,406,304**	**656,173,250**
Balance as at June '16	**408,774,980**	**7,700,000**	**181,623,507**	**71,197,198**	**30,475,393**	**699,771,078**

Selected explanatory notes to the Second 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 & methord 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:** As cash dividend of 13% for the year 2016 has been distributed among the shareholders in the second quarter.
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
Dated: July 29, 2017

sd/-	sd/-	sd/-	sd/-	sd/-	sd/-
Enamul Haque Khan	**Md. Lokman Hossain**	**Badal Chandra Rajbangshi**	**Mohammodi Khanam**	**Nazma Haque**	**Md. Zakiullah Shahid**
Company Secretary	SVP & Head of Accounts Deptt.	SEVP & CFO	Chief Executive Officer	Director	Chairman