PRIME INSURANCE COMPANY LIMITED

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

Third Quarter Financial Statements (Un-audited)-2017

BALANCE SHEET (Un-audited)

As on September 30, 2017

Shareholders' Equity & Liabilities	Amount in Taka 30-09-2017	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	9,275,000	8,900,000
Exceptional loss reserve	212,976,772	191,160,376
Investment fluctuation fund	-	-
Profit & loss appropriation account	28,756,013	61,195,010
Total shareholders' equity	**659,782,765**	**670,030,366**
B. CURRENT LIABILITY		
Reserve for unexpired risk	87,475,755	78,860,479
Deposit premium	80,938,868	20,690,733
Outstanding claims	78,503,489	49,671,371
Sundry creditors	54,106,531	60,592,176
Amount due to other persons	23,369,740	3,808,970
Income tax provision	234,551,516	227,569,435
Total current liabilities	**558,945,899**	**441,193,164**
Total shareholders' equity & liabilities	**1,218,728,664**	**1,111,223,530**
PROPERTY & ASSETS		
A. Non Current Assets	**215,880,614**	**170,613,310**
Property, plant & equipment	51,882,835	57,939,614
Investment at fair value	154,997,779	103,673,696
Bangladesh Govt Treasury Bond	9,000,000	9,000,000
B. CURRENT ASSETS		
Stock of stationery	3,653,670	3,843,461
Insurance stamp in hand	1,284,164	1,179,526
Accounts receivable	787,639,881	716,286,433
Deferred tax assets	233,205	543,980
Investment in FDR	161,900,000	164,400,000
Cash and cash equivalents	48,137,130	54,356,820
Total current assets	**1,002,848,050**	**940,610,220**
Total property & assets	**1,218,728,664**	**1,111,223,530**
Net Assets Value (NAV) Per Share	**16.14**	**16.39**

INCOME STATEMENT (Un-audited)

For the period of 3rd Quarter Ended September 30, 2017

Particulars	2017 Jan-Sep '17	2017 July-Sep '17	2016 Jan-Sep '16	2016 July-Sep '16
Gross direct premium	525,028,882	127,474,323	392,715,600	107,732,530
Premium on PSB	39,186,685	9,132,474	33,787,951	7,896,107
R/I premium on acceptance	323,090	110,918	167,200	85,411
Total gross premium	**564,538,657**	**136,717,715**	**426,670,751**	**115,714,048**
Less: Re-insurance ceded	314,133,602	88,151,750	250,470,787	63,864,237
Less: R/I Premium on PSB	32,241,100	7,217,905	28,563,664	5,905,562
Net Premium Income	**218,163,955**	**41,348,060**	**147,636,300**	**45,944,249**
Add: Net R/I commission earned	49,709,314	12,458,596	38,912,578	93,939
Add: Net premium reserve retained	59,280,071	18,430,037	67,701,651	12,898,530
Less: Reserve for unexpired risk	87,475,755	16,584,783	59,280,072	18,430,038
Less: Agent commission	78,754,332	19,121,148	58,907,340	16,159,879
Less: Management expenses (Allocable)	89,016,461	30,901,482	86,347,625	26,777,065
Less: Management expenses (Unallocable)	12,063,969	3,691,351	11,630,019	4,188,934
Less: Net claims	50,521,172	1,380,701	23,090,236	11,999,901
Operating/U/W profit/(loss)	**9,321,650**	**557,227**	**14,995,237**	**(18,619,099)**
Add: Non-operational income	**40,864,352**	**9,884,600**	**30,894,429**	**10,821,839**
Interest income	10,023,176	2,085,949	21,016,230	8,485,476
Investment income	11,126,042	869,221	4,921,634	458,389
Unrealised gain/(loss) on shares	45,532,018	36,588,378	4,071,689	-
Loss on shares sells	(30,963,720)	(30,963,720)	-	-
Dividend income	5,125,994	1,291,393	884,876	1,053,097
Other income	20,842	13,379	-	824,877
Profit before tax	**50,186,002**	**10,441,827**	**45,889,666**	**(7,797,260)**
Less: Provision for income tax	6,982,081	5,578,469	10,144,587	(4,858,485)
Deferred tax expenses/(income)	310,775	1,253,843	-	-
Net profit after tax	**42,893,146**	**3,609,515**	**35,745,079**	**(2,938,775)**
Earnings per share (EPS)	**1.05**	**0.09**	**0.87**	**(0.07)**
Number of shares outstanding	40,877,498	40,877,480	40,877,498	40,877,480

NB: The Third Quarter Financial Statements (Un-audited) have been approved in the 295th Board Meeting of the comepany held on 26th October, 2017. The Third Quarter Financial Statements for the period ended September 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 3rd Quarter Ended September 30, 2017

Particulars	Amount in Taka Jan-Sep '17	Jan-Sep '16
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Turnover against Insurance Business	579,786,798	452,228,837
Management Expenses, Re-insurance, Claims & Agent Commission	(483,007,292)	(427,648,531)
Income tax paid	(25,498,789)	(19,607,250)
Net cash flow from operating activities	**71,280,717**	**4,973,056**
Net Cash Flow From Operating Activities Per Share (NOCFPS)	**1.74**	**0.12**
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Advance against fixed assets	-	(2,500,000)
Investment in shares	(320,810,264)	(55,027,942)
Sale proceeds of investment in shares	282,464,350	24,752,692
FDR encashed	53,600,000	157,700,000
FDR openned	(51,100,000)	(84,500,000)
Interest received	7,935,440	21,016,228
Dividend received	4,100,796	3,257,352
Sale proceeds of fixed assets	11,000	60,000
Interest paid on margin loan	(5,164)	(17,061)
Purchase of fixed assets	(555,818)	(9,606,825)
Net cash flow from investing activities	**(24,359,660)**	**55,134,444**
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Cash dividend	(53,140,747)	(51,096,687)
Net cash flow from financing activities	**(53,140,747)**	**(51,096,687)**
Increase/(decrease) in cash & cash equivalents (A+B+C)	(6,219,690)	9,010,813
Cash and cash equivalent on January 1	54,356,820	37,200,269
Cash and cash equivalent on September 30	**48,137,130**	**46,211,082**

STATEMENT OF CHANGES IN EQUITY for the period 3rd Quarter Ended September 30, 2017

Particulars	Share capital	General reserve	Exceptional loss reserve	Investment fluct. fund	Profit & loss appr. account	Total Taka
Balance at 1 January 2017	408,774,980	8,900,000	191,160,376	-	61,195,010	670,030,366
Stock dividend	-	-	-	-	-	-
Cash dividend	-	-	-	-	(53,140,747)	(53,140,747)
Net profit after tax	-	-	-	-	42,893,146	42,893,146
Changes during the period	-	375,000	21,816,396	-	(22,191,396)	-
Balance at 30 Sep 2017	**408,774,980**	**9,275,000**	**212,976,772**	-	**28,756,013**	**659,782,765**
Balance at 30 Sep 2016	408,774,980	7,700,000	186,217,932	66,014,443	28,124,948	696,832,303

Selected explanatory notes to the Third 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. The NOCFPS for the period under review is Tk. 1.74 against Tk. 0.12 for the previous period. The deviation is the result of significant increase in company's volume of insurance business in 2017.
7. **Comparative Information:** Figures have been rearranged/restated wherever necessary to conform to current period's presentation.

Place: Dhaka
Dated: October 26, 2017

Enamul Haque Khan
Company Secretary

Md. Lokman Hossain
SVP & Head of Accounts Deptt.

Badal Chandra Rajbangshi
SEVP & CFO

Mohammodi Khanam
Chief Executive Officer

Nazma Haque
Director

Md. Zakiullah Shahid
Chairman