PRIME INSURANCE COMPANY LIMITED

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

1st Quarter Financial Statements-2018 (Un-audited)

NB: The 1st Quarter Financial Statements-2018 (Unaudited) have been approved in the 302th Board Meeting of the Company held on May 14, 2018. The 1st Quarter Financial Statements for the period ended March 31, 2018 (Un-audited) is available in the website of the company at www.prime-insurance.net.

BALANCE SHEET (Un-audited)
As on March 31, 2018

Shareholders' Equity & Liabilities	Amount in Taka	
	31.03.2017	31.12.2017 (Audited)
A. SHAREHOLDERS' EQUITY		
Authorised share capital	1,000,000,000	1,000,000,000
Paid-up capital	408,774,980	408,774,980
General reserve	10,150,000	9,900,000
Exceptional loss reserve	217,937,507	210,250,498
Investment fluctuation fund	-	-
Profit & loss appropriation account	21,707,949	76,679,316
Total shareholders' equity	**658,570,436**	**705,604,794**
B. CURRENT LIABILITY		
Reserve for unexpired risk	31,010,489	102,098,593
Deposit premium & unexpired risk reserve	138,360,135	23,632,146
Outstanding claims	71,692,071	69,287,456
Sundry creditors	124,086,988	57,774,932
Amount due to other persons	42,580,724	15,438,205
Income tax provision	257,507,964	248,981,810
Total current liabilities	**665,238,371**	**517,213,142**
Total shareholders' equity & liabilities	**1,323,808,807**	**1,222,817,936**
PROPERTY & ASSETS		
A. Non Current Assets	**437,964,808**	**349,850,078**
Property, plant & equipment	209,077,533	211,887,457
Investment at fair value	203,887,275	128,962,621
Bangladesh Govt Treasury Bond	25,000,000	9,000,000
B. Current Assets		
Stock of stationery	2,769,038	3,753,670
Insurance stamp in hand	2,662,146	1,044,182
Accounts receivable	407,819,203	394,571,216
Amount due from coinsurers	258,459,150	259,129,285
Deferred tax assets	-	-
Cash and cash equivalents	214,134,462	214,469,505
Total current assets	**885,843,999**	**872,967,858**
Total property & assets	**1,323,808,807**	**1,222,817,936**
Net Assets Value (NAV) Per Share	**16.11**	**17.26**

INCOME STATEMENT (Un-audited)
For the period of 1st Quarter ended March 31, 2018

Particulars	Amount in Taka	
	Jan-Mar'18	Jan-Mar'17
Gross direct premium	202,653,849	196,277,159
Premium on PSB	16,629,063	11,298,942
R/I premium on acceptance	332,936	98,416
Total gross premium	**219,615,848**	**207,674,517**
Less: Re-insurance ceded	102,196,870	171,768,797
Less: R/I Premium on PSB	14,925,516	9,732,807
Net Premium Income	**102,493,462**	**26,172,913**
Add: Net R/I commission earned	14,543,290	39,864,137
Add: Net premium reserve retained	10,475,686	11,368,968
Less: Reserve for unexpired risk	31,010,489	10,475,685
Less: Agent commission	30,398,077	29,441,574
Less: Management expenses (Allocable)	27,184,444	26,862,840
Less: Management expenses (Unallocable)	4,897,967	3,982,760
Less: Net claims	4,538,486	4,499,443
Operating/U/W profit/(loss)	**29,482,975**	**2,143,716**
Add: Non-operational income	**(6,674,931)**	**31,766,086**
Interest income	4,316,819	5,115,547
Investment income	1,980,241	6,784,458
Dividend income	1,589,391	1,801,309
Unrealised gain/(loss) on shares	(14,720,257)	18,063,474
Other income	158,875	1,298
Profit before tax	**22,808,044**	**33,909,802**
Provision for income tax	7,021,642	2,786,261
Deferred tax expenses/(income)	1,504,512	142,876
Net profit after tax	**14,281,890**	**30,980,665**
Earnings per share (EPS)	**0.35**	**0.76**
Number of shares outstanding	40,877,498	40,877,498

STATEMENT OF CASH FLOW (Un-audited)
For the period 1st Quarter ended March 31, 2018

Particulars	Amount in Taka	
	Jan-Mar '18	Jan-Mar'17
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Received against insurance business	224,395,225	207,674,517
Management exps, re-insurance & claims	(128,813,744)	(118,037,041)
Income tax paid	(6,585,317)	(5,537,968)
Net cash flow from operating activities	**88,996,164**	**84,099,508**
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Investment in Stock & others	(99,238,399)	(176,241,951)
Sale proceeds of investment in shares	6,339,138	74,493,608
Sale proceeds on fixed assets	11,700	-
Interest received	2,391,592	3,810,926
Cash dividend received	1,271,512	1,441,047
Purchase of fixed assets	(106,750)	(92,613)
Interest paid on margin accounts		
Net cash flow from investing activities	**(89,331,207)**	**(96,588,983)**
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Cash dividend paid	-	-
Net cash flow from financing activities	-	-
Increase/(decrease) in cash & cash equivalents (A+B+C)	(335,043)	(12,489,475)
Cash and cash equivalent on January 1, 2018	214,469,505	218,756,820
Cash and cash equivalent on March 31, 2018	**214,134,462**	**206,267,345**
Net Cash Flow From Operating Activities Per Share	**2.18**	**2.06**

STATEMENT OF CHANGES IN EQUITY for the 1st Quarter ended March 31, 2018

Particulars	Share capital	General reserve	Exceptional loss reserve	Investment fluctuation fund	Profit & loss APRs. A/c	Total Taka
Balance as at January 01, 2018	408,774,980	9,900,000	210,250,498	-	76,679,316	705,604,794
Net profit after tax for the period	-	-	-	-	14,281,889	14,281,889
Cash dividend declared for 2017					(61,316,247)	(61,316,247)
Changes made during the period	-	250,000	7,687,009	-	(7,937,009)	-
Balance as at March 31, 2018	**408,774,980**	**10,150,000**	**217,937,507**	-	**21,707,949**	**658,570,436**
Balance as at March 31, 2017	408,774,980	9,025,000	193,777,667	-	36,292,637	647,870,284

Selected explanatory notes to the 1st Quarter Financial Statements-2018:

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 2017.
4. **Dividend:** Cash dividend of 15% for the year 2017 declared on March 29, 2018.
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: May 14, 2018

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