

PRAGATI LIFE INSURANCE LIMITED

Balance Sheet (Un-Audited)

As at 31 March 2011

CAPITAL AND LIABILITIES	31 Mar'11 Taka	31 Dec'10 Taka	Growth Rate (%)
SHAREHOLDER'S CAPITAL			
Authorised Capital			
25,00,000 Ordinary Shares of Tk.100 each	250,000,000	250,000,000	-
Issued, Subscribed and Paid-up Capital			
7,50,000 Ordinary Shares of Tk.100 each fully paid up in cash	75,000,000	75,000,000	-
Life Insurance Fund	2,169,874,438	2,119,107,850	2.40
Liabilities and Provisions			
Estimated liabilities in respect of outstanding claims, whether due or intimated	65,843,842	86,923,963	(24.25)
Amount due to Other Persons or Bodies carrying on insurance business	15,773,540	15,517,489	1.65
Sundry Creditors	47,912,091	251,118,642	(80.92)
Premium Deposits	2,020,521	41,430,240	(95.12)
	131,549,994	394,990,334	(66.70)
	2,376,424,432	2,589,098,184	(8.21)

PROPERTY AND ASSETS	31 Mar'11 Taka	31 Dec'10 Taka	Growth Rate (%)
Loans			
On Insurers' Policies within their surrender value	5,004,382	4,756,639	5.21
Investment (At Cost)			
Statutory Deposit with Bangladesh Bank(BGTB)	4,000,000	4,000,000	-
Investment in Bond	40,000,000	40,000,000	-
Bangladesh Govt. Treasury Bond	528,600,000	528,600,000	-
Investment in Share	649,920,619	620,822,364	4.69
	1,222,520,619	1,193,422,364	2.44
Agents' Balance	153,992	153,992	-
Outstanding Premium	26,811,163	170,697,018	(84.29)
Interest, Dividend and Rent Accrued but not due	42,483,313	31,943,364	33.00
Advances, Deposits & Sundry Debtors	89,284,754	125,164,270	(28.67)
Cash, Bank and Other Balances			
On Fixed Deposit with Banks	445,977,840	391,789,879	13.83
On STD Accounts with Banks	171,988,774	81,212,101	111.78
On Current Accounts with Banks	93,689,469	101,746,131	(7.92)
Cash in Hand	2,339,540	2,505,646	(6.63)
Collection in Hand	75,395,275	277,378,872	(72.82)
	789,390,898	854,632,629	(7.63)
Stamps, Printing & Stationery in Hand	7,407,510	6,700,070	10.56
Fixed Assets (At Cost Less Depreciation)	193,367,801	201,627,838	(4.10)
	2,376,424,432	2,589,098,184	(8.21)

Majedur Rashid Chowdhury
Asstt. General Manager (F & A)

Chandra Shekhar Das ACA
Asstt. Managing Director

Zafar Halim
Managing Director

PRAGATI LIFE INSURANCE LIMITED

Cash Flow Statement For the First Quarter ended 31 March 2011

	Jan-Mar'11 Taka	Jan-Mar'10 Taka
A. <u>Cash flows from operating activities:</u>		
Collection from premium	386,917,361	374,807,063
Other Income received	438,638	691,342
Payment for claims	(95,783,697)	(71,976,095)
Payment for management expenses, re-insurance and others	(340,241,080)	(208,004,390)
Source Tax (Income Tax) deducted	(1,000,519)	(805,597)
Net cash flows from operating activities	(49,669,297)	94,712,323
B. <u>Cash flows from investing activities:</u>		
Acquisition of fixed assets	(4,460,199)	(15,199,341)
Loan against policies paid (Net of Realization)	(247,743)	(1,952,485)
Investments made	(29,098,255)	(129,262,137)
Interest, Dividends and Rents received	18,435,219	48,251,368
Net cash flows from investing activities	(15,370,978)	(98,162,595)
C. <u>Cash flows from financial activities :</u>		
Refund of excess subscription against IPO	-	(10,000)
Dividend Paid	(201,456)	(97,926)
	(201,456)	(107,926)
D. Net increase in cash and cash equivalents (A+B+C)	(65,241,731)	(3,558,198)
E. Cash and cash equivalents at the beginning of the year	854,632,629	531,013,001
F. Cash and cash equivalents and the end of the period (D+E)	789,390,898	527,454,803

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PRAGATI LIFE INSURANCE LIMITED

Life Revenue Account (Un-Audited)

For the First Quarter ended 31 March 2011

EXPENDITURE	For the 3 months ended		Growth Rate (%)
	Jan to Mar-11	Jan to Mar-10	
	Taka	Taka	
Claims & Surrenders (Less Re-Insurance)			
By Death	11,178,996	13,875,204	(19.43)
By Maturity	18,768,128	3,900,429	381.18
By Surrender	673,174	395,048	70.40
By Survival Benefit	18,695,880	28,672,360	(34.79)
By Hospitalization	25,205,613	18,397,538	37.01
	74,521,791	65,240,579	14.23
Profit Commission	181,785	2,555,730	(92.89)
Total Claims & Surrenders	74,703,576	67,796,309	10.19
Expenses of Management			
(a) Commissions to Insurance Agents (Less that on Re-Insurance)	29,680,082	78,971,748	(62.42)
(b) Allowances and Commissions (other than commission included in sub-item (a) preceding)	42,988,589	69,250,060	(37.92)
	72,668,671	148,221,808	(50.97)
Salaries etc.(other than to agents and those contained in the allowances and commissions)	24,135,569	23,568,796	2.40
Travelling and conveyance	750,531	1,025,770	(26.83)
Insurance Policy Stamp	1,998,600	1,848,695	8.11
Advertisement and Publicity	2,287,092	1,043,002	119.28
Printing and Stationery	3,032,039	2,109,232	43.75
Office Rent	11,839,641	7,708,658	53.59
Car Fuel,Maintenance & Repairs	2,933,256	3,585,146	(18.18)
Bank Charges	801,903	1,560,890	(48.63)
Repair & Maintenance	282,314	2,015,640	(85.99)
Electricity & Utility Expenses	252,113	498,652	(49.44)
Entertainment	392,059	425,640	(7.89)
Meeting Seminar & Symposium	372,723	512,640	(27.29)
Depreciation	12,720,236	6,285,596	102.37
Other Expenses	11,863,363	6,390,975	85.63
	73,661,439	58,579,332	25.75
Total Management Expenses	146,330,110	206,801,140	(29.24)
Total Expenses	221,033,686	274,597,449	(19.51)
Balance of the fund at the end of the period as shown in the Balance Sheet	2,169,874,438	1,658,870,361	30.80
	2,390,908,124	1,933,467,810	23.66

INCOME	For the 3 months ended		Growth Rate (%)
	Jan to Mar-11	Jan to Mar-10	
	Taka	Taka	
Balance of Life Fund at the Beginning of the Year	2,119,107,850	1,511,229,566	40.22
Premium Less Re-Insurance			
First Year Premium - IPL	38,962,187	81,605,430	(52.26)
First Year Premium - PB	10,459,835	18,199,604	(42.53)
First Year Premium -Takaful	17,854,146	12,369,420	44.34
First Year Premium -PIBD	5,146,879	8,246,073	(37.58)
First Year Premium -IDPS	5,015,501	7,498,448	(33.11)
First Year Premium -PUD	-	3,425,150	(100.00)
	77,438,548	131,344,125	(41.04)
Renewal Premium - IPL	14,138,446	81,354,180	(82.62)
Renewal Premium - PB	30,474,615	44,361,127	(31.30)
Renewal Premium - PIBD	8,612,652	9,830,343	(12.39)
Renewal Premium - Takaful	5,054,053	10,132,560	(50.12)
Renewal Premium -IDPS	13,928,563	11,662,550	19.43
Renewal Premium -PUD	-	313,260	(100.00)
	72,208,329	157,654,020	(54.20)
Group Insurance Premium - Life	49,658,422	50,315,253	(1.31)
Group Insurance Premium - Health	43,726,207	30,770,365	42.10
	93,384,629	81,085,618	15.17
Gross Premium	243,031,506	370,083,763	(34.33)
Less: Reinsurance Premium	645,038	5,925,465	(89.11)
Net Premium	242,386,468	364,158,298	(33.44)
Interest, Dividends and Rents	28,975,168	57,388,604	(49.51)
Other Income	438,638	691,342	(36.55)
	2,390,908,124	1,933,467,810	23.66

Notes:

- Accounting Policies: The interim accounts have been prepared using the same accounting policies as those adopted in the accounts for the financial year ended 31 December 2010 and there have been no changes in those policies since then.
- Previously reported interim period's figures have been restated to confirm to current period's presentation.
- Recognition and measurement: a) Measurements for interim reporting period are on a Year-To-Date basis: b) Principles involved for recognizing liabilities, income and expenses for interim periods are the same as for annual financial statements.
- IPL,PB,PIBD,IDPS,PUD represents Individual Product Line, Pragati Bima, Pragati Islami Bima Division, Islami Deposit Pension Scheme,Pragati Urban Division respectively.
- The published quarterly financial statement are available in the website of the company. The address of the website is www.pragatilife.com

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