

PRAGATI LIFE INSURANCE LIMITED

Balance Sheet (Un-Audited)

As at 30 September 2013

CAPITAL AND LIABILITIES	30 Sep'13 Taka	31 Dec'12 Taka	Growth Rate (%)
SHAREHOLDER'S CAPITAL			
Authorised Capital			
25,000,000 Ordinary Shares of Tk.10 each	<u>250,000,000</u>	<u>250,000,000</u>	-
Issued, Subscribed and Paid-up Capital			
9,878,400 Ordinary Shares of Tk.10 each fully paid up in cash	98,784,000	94,080,000	5.00
Life Insurance Fund	3,456,449,456	3,153,140,802	9.62
Liabilities and Provisions			
Estimated liabilities in respect of outstanding claims, whether due or intimated	54,713,083	132,582,261	(58.73)
Amount due to Other Persons or Bodies carrying on insurance business	5,861,479	30,484,366	(80.77)
Sundry Creditors	86,212,138	104,611,551	(17.59)
Premium Deposits	-	287,361	(100.00)
Fair Value Change Account	(344,656,740)	(333,869,163)	3.23
	(197,870,040)	(65,903,624)	200.24
	<u>3,357,363,416</u>	<u>3,181,317,178</u>	<u>5.53</u>

PROPERTY AND ASSETS	30 Sep'13 Taka	31 Dec'12 Taka	Growth Rate (%)
Loans			
On Insurers' Policies within their surrender value	7,829,562	6,845,346	14.38
Investment			
Statutory Deposit with Bangladesh Bank (BGTB)	19,000,000	4,000,000	375.00
Investment in Bond	158,000,000	42,000,000	276.19
Bangladesh Govt. Treasury Bond	1,138,600,000	838,600,000	35.77
Investment in Share	358,412,438	344,932,613	3.91
	1,674,012,438	1,229,532,613	36.15
Agents' Balance	153,992	153,992	-
Outstanding Premium	114,258,969	253,697,949	(54.96)
Interest, Dividends and Rents Accrued but not due	102,364,367	83,216,992	23.01
Advances, Deposits & Sundry Debtors	145,239,354	156,976,712	(7.48)
Cash, Bank and Other Balances			
On Fixed Deposit with Banks	936,235,484	986,877,974	(5.13)
On STD Accounts with Banks	159,767,458	194,355,049	(17.80)
On Current Accounts with Banks	47,320,327	50,356,671	(6.03)
Cash in Hand	22,788,003	26,426,339	(13.77)
Collection in Hand	17,107,995	21,827,916	(21.62)
	1,183,219,267	1,279,843,949	(7.55)
Stamps, Printing & Stationery in Hand	8,360,154	9,378,990	(10.86)
Fixed Assets (At Cost Less Depreciation)	121,925,313	161,670,635	(24.58)
	<u>3,357,363,416</u>	<u>3,181,317,178</u>	<u>5.53</u>

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

Chandra Shekhar Das, ACA
Asstt. Managing Director

Md. Jalalul Azim
Managing Director

PRAGATI LIFE INSURANCE LIMITED
Life Revenue Account (Un-Audited)
For the 3rd Quarter ended 30 September 2013

EXPENDITURE	For the 9 months ended		Growth Rate (%)	For the 3 months ended		Growth Rate (%)
	Jan to Sep-13	Jan to Sep-12		July to Sep-13	July to Sep-12	
	Taka	Taka		Taka	Taka	
Claims & Surrenders (Less Re-Insurance)						
By Death	115,689,791	96,133,279	20.34	32,923,055	24,827,133	32.61
By Maturity	78,392,596	60,342,289	29.91	26,529,417	17,382,165	52.62
By Surrender	3,730,339	962,470	287.58	2,628,387	576,547	355.88
By Survival Benefit	106,734,066	63,176,080	68.95	36,618,028	24,624,761	48.70
By Hospitalization	123,781,529	201,232,532	(38.49)	41,204,815	80,094,770	(48.55)
	428,328,321	421,846,650	1.54	139,903,702	147,505,376	(5.15)
Profit Commission	12,547,521	14,168,885	(11.44)	6,259,971	4,640,477	34.90
Total Claims & Surrenders	440,875,842	436,015,535	1.11	146,163,673	152,145,853	(3.93)
Expenses of Management						
(a) Commissions to Insurance Agents (Less that on Re-Insurance)	63,881,714	138,844,113	(53.99)	21,177,616	23,911,122	(11.43)
(b) Allowances and Commissions (other than commission included in sub-item (a) preceding)	49,360,604	239,612,801	(79.40)	22,002,971	7,974,670	175.91
	113,242,318	378,456,914	(70.08)	43,180,587	31,885,792	35.42
Salaries etc.(other than to agents and those contained in the allowances and commissions)	123,873,575	100,973,682	22.68	45,699,817	39,879,129	14.60
Travelling and conveyance	3,471,566	4,144,610	(16.24)	1,066,192	1,547,589	(31.11)
Insurance Policy Stamp	1,345,010	8,025,660	(83.24)	355,330	2,042,080	(82.60)
Advertisement and Publicity	10,419,700	6,945,767	50.02	3,590,689	1,380,075	160.18
Printing and Stationery	2,992,404	4,981,451	(39.93)	625,925	1,708,986	(63.37)
Office Rent	36,415,283	44,801,594	(18.72)	13,139,914	17,623,180	(25.44)
Car Fuel,Maintenance & Repairs	14,328,633	20,488,088	(30.06)	8,600,322	10,268,555	(16.25)
Bank Charges	42,960,671	67,643,023	(36.49)	16,477,520	26,066,867	(36.79)
Repair & Maintenance	6,805,132	4,108,712	65.63	3,095,251	1,487,307	108.11
Electricity & Utility Expenses	2,592,076	1,897,122	36.63	1,480,227	837,218	76.80
Entertainment	1,654,244	1,590,497	4.01	696,585	750,499	(7.18)
Meeting, Seminer & Symposium	731,971	1,260,047	(41.91)	238,993	262,848	(9.08)
Depreciation	39,014,225	35,320,271	10.46	14,654,956	9,914,152	47.82
Other Expenses	11,205,035	13,613,181	(17.69)	1,228,692	5,694,455	(78.42)
	297,809,525	315,793,705	(5.69)	110,950,413	119,462,940	(7.13)
Total Management Expenses	411,051,843	694,250,619	(40.79)	154,131,000	151,348,732	1.84
Dividend	11,289,600	10,080,000	12.00	11,289,600	10,080,000	12.00
Total Expenses	863,217,285	1,140,346,154	(24.30)	311,584,273	313,574,585	(0.63)
Balance of the fund at the end of the period as shown in the Balance Sheet	3,456,449,456	2,820,583,571	22.54	3,456,449,456	2,820,583,571	22.54
	4,319,666,741	3,960,929,725	9.06	3,768,033,729	3,134,158,156	20.22

Notes:

- i) 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 2012 and there have been no changes in those policies since then.
- ii) 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.
- iii) IPL,PB,PIBD,IDPS represents Individual Product Line, Pragati Bima, Pragati Islami Bima Division, Islami Deposit Pension Scheme respectively.
- iv) Based on the surplus in the interim actuarial valuation, the Board of Directors have recommended Stock dividend @ 5% and Cash dividend @ 7% for the year 2012 and already have been approved in 13th AGM which was held on 07 September 2013.
- v) The published halfyearly financial statements are available in the website of the company. The address of the website is www.pragatilife.com

INCOME	For the 9 months ended		Growth Rate (%)	For the 3 months ended		Growth Rate (%)
	Jan to Sep-13	Jan to Sep-12		July to Sep-13	July to Sep-12	
	Taka	Taka		Taka	Taka	
Balance of Life Fund at the Beginning of the Year	3,153,140,802	2,593,792,187	21.56	3,319,396,240	2,655,636,222	24.99
Less : Prior Year Adjustment	83,600.00	-	-	-	-	-
	3,153,057,202	2,593,792,187	21.56	3,319,396,240	2,655,636,222	24.99
Premium Less Re-Insurance						
First Year Premium - IPL	41,010,854	103,781,331	(60.48)	12,956,222	23,348,164	(44.51)
First Year Premium - PB	15,455,909	85,733,021	(81.97)	4,977,487	4,367,947	13.95
First Year Premium -Takaful	17,760,014	42,030,546	(57.74)	4,470,575	2,311,875	93.37
First Year Premium -PIBD	7,505,410	97,359,069	(92.29)	2,184,594	2,223,638	(1.76)
First Year Premium -IDPS	4,504,671	18,989,624	(76.28)	1,262,910	1,851,623	(31.79)
	86,236,858	347,893,591	(75.21)	25,851,788	34,103,247	(24.20)
Renewal Premium - IPL	141,811,502	151,872,073	(6.62)	73,247,184	109,172,238	(32.91)
Renewal Premium - PB	142,345,908	137,038,556	3.87	46,262,976	48,962,657	(5.51)
Renewal Premium - Takaful	69,100,344	41,864,774	65.06	26,121,588	14,583,684	79.12
Renewal Premium - PIBD	45,874,155	63,057,760	(27.25)	14,332,763	27,944,020	(48.71)
Renewal Premium -IDPS	39,409,300	32,947,000	19.61	12,160,996	11,548,805	5.30
	438,541,209	426,780,163	2.76	172,125,507	212,211,404	(18.89)
Group Insurance Premium - Life	339,211,463	318,387,904	6.54	165,016,312	113,607,375	45.25
Group Insurance Premium - Health	123,358,769	135,526,355	(8.98)	20,380,603	63,492,950	(67.90)
	462,570,232	453,914,259	1.91	185,396,915	177,100,325	4.68
Gross Premium	987,348,299	1,228,588,013	(19.64)	383,374,210	423,414,976	(9.46)
Less: Reinsurance Premium	21,912,769	22,000,000	(0.40)	2,360,721	2,623,024	(10.00)
Net Premium	965,435,530	1,206,588,013	(19.99)	381,013,489	420,791,952	(9.45)
Interest, Dividends and Rents	199,829,674	159,828,407	25.03	70,848,950	57,633,159	22.93
Other Income	1,344,335	721,118	86.42	(3,224,950)	96,823	(3,430.77)
	4,319,666,741	3,960,929,725	9.06	3,768,033,729	3,134,158,156	20.22

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Statement of Changes in Equity

For the Third Quarter ended 30 September 2013

Particulars	Share Capital	Share Premium	General Reserve	Reserve for Exceptional Losses	Retained Earnings	Total
Equity as on 01 January 2013	94,080,000	-	-	-	-	94,080,000
Addition during the period (Bonus Share)	4,704,000	-	-	-	-	4,704,000
Equity as on 30 September 2013	98,784,000	-	-	-	-	98,784,000
Equity as on 30 September 2012	94,080,000	-	-	-	-	94,080,000

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Cash Flow Statement For the 3rd Quarter ended 30 September 2013

	Jan to Sep-13 Taka	Jan to Sep-12 Taka
A. <u>Cash flows from operating activities:</u>		
Collection from Premium	1,126,787,279	1,345,341,730
Other Income Received	3,445,785	721,118
Payment for Claims	(518,745,020)	(462,517,152)
Payment for Management Expenses, Re-insurance and others	(417,606,032)	(881,606,307)
Source Tax (Income Tax) deducted	(13,533,318)	(6,639,188)
Net cash flows from operating activities	180,348,694	(4,699,799)
B. <u>Cash flows from investing activities:</u>		
Acquisition of Fixed Assets	(6,014,220)	189,474
Disposal of Fixed Assets	4,643,867	-
Loan against Policies paid (Net of Realization)	(984,216)	(1,432,620)
Investments made	(444,479,825)	(71,035,809)
Interest, Dividends and Rents Received	180,682,299	131,864,344
Fair Value Change A/C	(10,787,577)	(26,194,532)
Net cash flows from investing activities	(276,939,672)	33,390,857
C. <u>Cash flows from financial activities :</u>		
Excess subscription against IPO refunded	-	(5,000)
Dividend Paid	(33,704)	(56,121)
Fraction Share Sold	-	40,371
Net cash flows from financing activities	(33,704)	(20,750)
D. Net increase in cash and cash Equivalents (A+B+C)	(96,624,682)	28,670,308
E. Cash and cash Equivalents at the beginning of the year	1,279,843,949	1,195,831,458
F. Cash and cash Equivalents and the end of the period (D+E)	1,183,219,267	1,224,501,766

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