

**PRAGATI LIFE INSURANCE LIMITED**

**Balance Sheet (Un-Audited )**

As at 31 March 2014

<b>CAPITAL AND LIABILITIES</b>	<b>31 Mar'14</b>	<b>31 Dec'13</b>	<b>Growth Rate (%)</b>	<b>PROPERTY AND ASSETS</b>	<b>31 Mar'14</b>	<b>31 Dec'13</b>	<b>Growth Rate (%)</b>
	<b>Taka</b>	<b>Taka</b>			<b>Taka</b>	<b>Taka</b>	
<b>SHAREHOLDER'S CAPITAL</b>				<b>Loans</b>			
<b>Authorised Capital</b>				On Insurers' Policies within their surrender value	8,083,927	7,878,231	2.61
25,000,000 Ordinary Shares of Tk.10 each	250,000,000	250,000,000	-	<b>Investment</b>			
				Investment in Bond	19,000,000	19,000,000	-
				Bangladesh Govt. Treasury Bond	1,448,600,000	1,173,600,000	23.43
<b>Issued, Subscribed and Paid-up Capital</b>				Investment in Share	370,984,124	357,013,215	3.91
9,878,400 Ordinary Shares of Tk.10 each					<b>1,996,584,124</b>	<b>1,707,613,215</b>	<b>16.92</b>
fully paid up in cash	98,784,000	98,784,000	-	<b>Agents' Balance</b>	153,992	153,992	-
				<b>Outstanding Premium</b>	143,346,076	223,504,798	(35.86)
				<b>Interest, Dividend and Rent Accrued but not due</b>	109,256,737	98,232,947	11.22
<b>Life Insurance Fund</b>	<b>3,772,443,039</b>	<b>3,570,433,313</b>	<b>5.66</b>	<b>Advances, Deposits &amp; Sundry Debtors</b>	138,675,705	118,407,527	17.12
				<b>Cash, Bank and Other Balances</b>			
<b>Liabilities and Provisions</b>				On Fixed Deposit with Banks	877,385,991	1,015,857,752	(13.63)
Estimated liabilities in respect of outstanding claims, whether due or intimated	33,899,097	81,651,223	(58.48)	On STD Accounts with Banks	225,179,189	130,907,491	72.01
Amount due to Other Persons or Bodies carrying on insurance business	17,765,380	4,889,173	263.36	On Current Accounts with Banks	41,700,096	44,436,230	(6.16)
Sundry Creditors	104,415,710	100,521,309	3.87	Cash in Hand	19,098,466	19,324,832	(1.17)
Premium Deposits	150,843	7,051,757	(97.86)	Collection in Hand	12,321,672	19,496,382	(36.80)
	<b>156,231,030</b>	<b>194,113,462</b>	<b>(19.52)</b>		<b>1,175,685,414</b>	<b>1,230,022,687</b>	<b>(4.42)</b>
Fair Value Change A/C	(337,883,908)	(350,522,819)	(3.61)	<b>Stamps, Printing &amp; Stationery in Hand</b>	7,828,935	7,901,572	(0.92)
				<b>Fixed Assets (At Cost Less Depreciation)</b>	109,959,251	119,092,987	(7.67)
	<b>3,689,574,161</b>	<b>3,512,807,956</b>	<b>5.03</b>		<b>3,689,574,161</b>	<b>3,512,807,956</b>	<b>5.03</b>

Majedur Rashid Chowdhury  
Deputy General Manager (F&A)

Chandra Shekhar Das, FCA  
Deputy Managing Director

Md. Jalalul Azim  
Managing Director

**PRAGATI LIFE INSURANCE LIMITED**  
**Life Revenue Account (Un-Audited)**  
**For the First Quarter ended 31 March 2014**

EXPENDITURE	For the 3 months ended		Growth Rate (%)
	Jan to Mar-14	Jan to Mar-13	
	Taka	Taka	
<b>Claims &amp; Surrenders (Less Re-Insurance)</b>			
By Death	27,860,315	36,257,490	(23.16)
By Maturity	55,568,563	7,716,725	620.11
By Surrender	538,305	232,429	131.60
By Survival Benefit	60,546,359	29,446,238	105.62
By Hospitalization	45,016,429	34,365,425	30.99
Profit Commission	189,529,971	108,018,307	75.46
	10,120,715	3,697,985	173.68
<b>Total Claims &amp; Surrenders</b>	<b>199,650,686</b>	<b>111,716,292</b>	<b>78.71</b>

**Expenses of Management**

(a) Commissions to Insurance Agents (Less that on Re-Insurance)	36,003,943	27,622,681	30.34
(b) Allowances and Commissions (other than commission included in sub-item (a) preceding)	15,024,993	10,528,300	42.71
	<b>51,028,936</b>	<b>38,150,981</b>	<b>33.76</b>
Salaries etc. (other than to agents and those contained in the allowances and commissions)	37,395,884	32,884,052	13.72
Travelling and conveyance	1,650,517	1,009,415	63.51
Insurance Policy Stamp	581,660	725,665	(19.84)
Advertisement and Publicity	5,999,999	4,779,699	25.53
Printing and Stationery	1,135,829	1,430,012	(20.57)
Office Rent	11,509,491	12,231,345	(5.90)
Car Fuel, Maintenance & Repairs	4,443,914	2,528,960	75.72
Bank Charges	6,097,256	15,558,038	(60.81)
Repair & Maintenance	4,628,768	1,663,285	178.29
Electricity & Utility Expenses	413,461	451,628	(8.45)
Entertainment	487,839	401,559	21.49
Meeting Seminar & Symposium	182,487	167,998	8.62
Depreciation	10,893,581	12,745,397	(14.53)
Other Expenses	3,789,570	2,251,268	68.33
	<b>89,210,256</b>	<b>88,828,321</b>	<b>0.43</b>
<b>Total Management Expenses</b>	<b>140,239,192</b>	<b>126,979,302</b>	<b>10.44</b>
<b>Total Expenses</b>	<b>339,889,878</b>	<b>238,695,594</b>	<b>42.39</b>

**Balance of the fund at the end of the  
period as shown in the Balance Sheet**

	<b>3,772,443,039</b>	<b>3,268,974,385</b>	<b>15.40</b>
	<b>4,112,332,917</b>	<b>3,507,669,979</b>	<b>17.24</b>

INCOME	For the 3 months ended		Growth Rate (%)
	Jan to Mar-14	Jan to Mar-13	
	Taka	Taka	
<b>Balance of Life Fund at the Beginning of the Year</b>	<b>3,570,433,313</b>	<b>3,153,140,802</b>	<b>13.23</b>
<b>Less : Prior Year Adjustment</b>	<b>-</b>	<b>83,600</b>	<b>(100.00)</b>
	<b>3,570,433,313</b>	<b>3,153,057,202</b>	<b>13.24</b>
<b>Premium Less Re-Insurance</b>			
First Year Premium - IPL	31,962,266	11,566,928	176.32
First Year Premium - PB	4,665,618	5,283,839	(11.70)
First Year Premium -Takaful	10,106,783	6,675,506	51.40
First Year Premium -PIBD	1,890,963	2,614,643	(27.68)
First Year Premium -IDPS	1,600,566	1,374,311	16.46
	<b>50,226,196</b>	<b>27,515,227</b>	<b>82.54</b>

Renewal Premium - IPL	102,454,612	29,056,563	252.60
Renewal Premium - PB	52,256,397	52,908,405	(1.23)
Renewal Premium - Takaful	22,298,108	16,650,576	33.92
Renewal Premium - PIBD	17,479,452	17,998,680	(2.88)
Renewal Premium -IDPS	13,384,496	13,536,927	(1.14)
	<b>207,873,065</b>	<b>130,153,151</b>	<b>59.71</b>

Group Insurance Premium - Life	83,268,819	93,031,470	(10.49)
Group Insurance Premium - Health	141,480,301	54,834,221	158.01
	<b>224,749,120</b>	<b>147,865,691</b>	<b>52.00</b>

<b>Gross Premium</b>	<b>482,848,381</b>	<b>305,534,069</b>	<b>58.03</b>
Less: Reinsurance Premium	13,826,207	10,734,124	28.81
<b>Net Premium</b>	<b>469,022,174</b>	<b>294,799,945</b>	<b>59.10</b>

<b>Interest, Dividends and Rents</b>	<b>68,591,722</b>	<b>57,769,504</b>	<b>18.73</b>
<b>Other Income</b>	<b>4,285,708</b>	<b>2,043,328</b>	<b>109.74</b>

	<b>4,112,332,917</b>	<b>3,507,669,979</b>	<b>17.24</b>
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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 2013 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 represents Individual Product Line, Pragati Bima, Pragati Islami Bima Division, Islami Deposit Pension Scheme respectively.
- The published quarterly financial statements are available in the website of the company. The address of the website is www.pragatilife.com

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**PRAGATI LIFE INSURANCE LIMITED**

**Cash Flow Statement**

**For the First Quarter ended 31 March 2014**

	<b>Jan-Mar'14</b>	<b>Jan-Mar'13</b>
	<u><b>Taka</b></u>	<u><b>Taka</b></u>
<b>A. Cash flows from operating activities:</b>		
Collection from premium	563,007,103	449,481,145
Other Income received	367,541	2,043,328
Payment for claims	(247,402,812)	(160,988,603)
Payment for management expenses, re-insurance and others	(138,897,359)	(55,173,022)
Source Tax (Income Tax) deducted	(14,509,476)	(1,632,690)
<b>Net cash flows from operating activities</b>	<b>162,564,997</b>	<b>233,730,158</b>
<b>B. Cash flows from investing activities:</b>		
Acquisition of fixed assets	(1,910,803)	(4,792,278)
Disposal of fixed assets	4,069,125	-
Loan against policies paid (Net of Realization)	(205,696)	(15,260)
Investments made	(288,970,909)	(53,641,386)
Interest, Dividends and Rents received	57,567,932	46,888,969
Fair Value Change A/C	12,638,911	(49,663,845)
<b>Net cash flows from investing activities</b>	<b>(216,811,440)</b>	<b>(61,223,800)</b>
<b>C. Cash flows from financial activities :</b>		
Dividend Paid	(90,830)	(1,350)
<b>Net cash flows from financial activities</b>	<b>(90,830)</b>	<b>(1,350)</b>
<b>D. Net increase in cash and cash equivalents (A+B+C)</b>	<b>(54,337,273)</b>	<b>172,505,008</b>
<b>E. Cash and cash equivalents at the beginning of the year</b>	<b>1,230,022,687</b>	<b>1,279,843,949</b>
<b>F. Cash and cash equivalents and the end of the period (D+E)</b>	<b>1,175,685,414</b>	<b>1,452,348,957</b>

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