

PRAGATI LIFE INSURANCE LIMITED

Balance Sheet (Un-Audited)

As at 30 June 2012

CAPITAL AND LIABILITIES	30 June'12 Taka	31 Dec'11 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			
8,400,000 Ordinary Shares of Tk.10 each fully paid up in cash	<u>84,000,000</u>	<u>84,000,000</u>	-
Life Insurance Fund	<u>2,655,636,222</u>	<u>2,593,792,187</u>	<u>2.38</u>
Liabilities and Provisions			
Estimated liabilities in respect of outstanding claims, whether due or intimated	116,585,315	144,644,146	(19.40)
Amount due to Other Persons or Bodies carrying on insurance business	36,255,988	37,861,979	(4.24)
Sundry Creditors	61,209,064	222,987,028	(72.55)
Premium Deposits	-	25,210,094	(100.00)
Fair Value Adjustment A/C	(277,769,573)	(265,872,730)	4.47
	<u>(63,719,206)</u>	<u>164,830,517</u>	<u>(138.66)</u>
	<u>2,675,917,016</u>	<u>2,842,622,704</u>	<u>(5.86)</u>

PROPERTY AND ASSETS	30 June'12 Taka	31 Dec'11 Taka	Growth Rate (%)
Loans			
On Insurers' Policies within their surrender value	5,192,828	4,976,432	4.35
Investment			
Statutory Deposit with Bangladesh Bank(BGTB)	4,000,000	4,000,000	-
Investment in Bond	36,000,000	36,000,000	-
Bangladesh Govt. Treasury Bond	803,600,000	708,600,000	13.41
Investment in Share	404,724,762	407,240,096	(0.62)
	<u>1,248,324,762</u>	<u>1,155,840,096</u>	<u>8.00</u>
Agents' Balance	153,992	153,992	-
Outstanding Premium	42,782,046	155,553,585	(72.50)
Interest, Dividend and Rent Accrued but not due	70,626,607	57,199,113	23.48
Advances, Deposits & Sundry Debtors	107,068,628	99,280,342	7.84
Cash, Bank and Other Balances			
On Fixed Deposit with Banks	860,835,073	705,849,246	21.96
On STD Accounts with Banks	92,577,792	130,593,746	(29.11)
On Current Accounts with Banks	87,928,178	67,962,434	29.38
Cash in Hand	2,305,086	1,824,750	26.32
Collection in Hand	-	289,601,282	(100.00)
	<u>1,043,646,129</u>	<u>1,195,831,458</u>	<u>(12.73)</u>
Stamps, Printing & Stationery in Hand	8,160,283	8,233,557	(0.89)
Fixed Assets (At Cost Less Depreciation)	149,961,741	165,554,129	(9.42)
	<u>2,675,917,016</u>	<u>2,842,622,704</u>	<u>(5.86)</u>

Majedur Rashid Chowdhury
Sr.AGM (F & A)

Chandra Shekhar Das, ACA
Asstt. Managing Director

Md. Abul Basher Akhond
Managing Director

PRAGATI LIFE INSURANCE LIMITED

Cash Flow Statement For the Half Year ended 30 June 2012

	Jan to June-12 Taka	Jan to June-11 Taka
A. <u>Cash flows from operating activities:</u>		
Collection from Premium	917,944,576	702,601,195
Other Income Received	624,295	1,427,621
Payment for Claims	(311,928,513)	(180,737,248)
Payment for Management Expenses, Re-insurance and others	(746,555,406)	(552,241,027)
Source Tax (Income Tax) deducted	(4,098,042)	(1,314,500)
Net cash flows from operating activities	(144,013,090)	(30,263,959)
B. <u>Cash flows from investing activities:</u>		
Acquisition of Fixed Assets	7,673,662	(2,975,451)
Loan against Policies paid (Net of Realization)	(216,396)	(1,779,425)
Investments made	(92,484,666)	(38,323,699)
Interest, Dividends and Rents Received	88,767,754	41,350,906
Fair Value Adjustment A/C	(11,896,843)	-
Net cash flows from investing activities	(8,156,489)	(1,727,669)
C. <u>Cash flows from financial activities :</u>		
Dividend Paid	(56,121)	215,496
Fraction Share Sold	40,371	-
Net cash flows from financing activities	(15,750)	215,496
D. Net increase in cash and cash Equivalents (A+B+C)	(152,185,329)	(32,207,124)
E. Cash and cash Equivalents at the beginning of the year	1,195,831,458	854,632,629
F. Cash and cash Equivalents and the end of the period (D+E)	1,043,646,129	822,425,505

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PRAGATI LIFE INSURANCE LIMITED

Life Revenue Account (Un-Audited)

For the Half Year ended 30 June 2012

EXPENDITURE	For the 6 months ended		Growth Rate (%)	For the 3 months ended		Growth Rate (%)
	Jan to June-12	Jan to June-11		Apr to June-12	Apr to June-11	
	Taka	Taka		Taka	Taka	
Claims & Surrenders (Less Re-Insurance)						
By Death	71,306,146	35,605,220	100.27	47,882,875	24,426,224	96.03
By Maturity	42,960,124	28,920,880	48.54	35,249,459	10,152,752	247.19
By Surrender	385,923	761,659	(49.33)	39,453	88,485	(55.41)
By Survival Benefit	38,551,319	39,673,696	(2.83)	20,080,836	20,977,816	(4.28)
By Hospitalization	121,137,762	51,060,388	137.24	65,644,164	25,854,775	153.90
	274,341,274	156,021,843	75.84	168,896,787	81,500,052	107.24
Profit Commission	9,528,408	3,604,882	164.32	81,992	3,423,097	(97.60)
Total Claims & Surrenders	283,869,682	159,626,725	77.83	168,978,779	84,923,149	98.98
Expenses of Management						
(a) Commissions to Insurance Agents (Less than on Re-Insurance)	114,932,991	85,846,031	33.88	27,461,372	56,165,949	(51.11)
(b) Allowances and Commissions (other than commission included in sub-item (a) preceding)	231,638,131	109,714,479	111.13	9,034,478	66,725,890	(86.46)
	346,571,122	195,560,510	77.22	36,495,850	122,891,839	(70.30)
Salaries etc.(other than to agents and those contained in the allowances and commissions)	61,094,553	50,156,360	21.81	31,035,607	26,020,791	19.27
Travelling and conveyance	2,597,021	1,722,550	50.77	988,885	972,019	1.74
Insurance Policy Stamp	5,983,580	4,015,383	49.02	4,381,050	2,016,783	117.23
Advertisement and Publicity	5,565,692	4,084,288	36.27	1,018,724	1,797,196	(43.32)
Printing and Stationery	3,272,465	6,578,729	(50.26)	928,980	3,546,690	(73.81)
Office Rent	27,178,414	27,144,781	0.12	15,841,029	15,305,140	3.50
Car Fuel,Maintenance & Repairs	10,219,533	6,794,237	50.41	5,756,465	3,860,981	49.09
Bank Charges	41,576,156	10,064,685	313.09	21,046,551	9,262,782	127.22
Repair & Maintenance	2,621,405	750,617	249.23	1,282,380	468,303	173.84
Electricity & Utility Expenses	1,059,904	1,480,852	(28.43)	478,863	1,228,739	(61.03)
Entertainment	839,998	745,093	12.74	421,643	353,034	19.43
Meeting Seminar & Symposium	997,199	583,314	70.95	416,948	210,591	97.99
Depreciation	25,406,119	24,768,985	2.57	12,733,948	12,048,749	5.69
Other Expenses	7,918,726	16,061,405	(50.70)	5,037,412	4,198,042	19.99
	196,330,765	154,951,279	26.70	101,368,485	81,289,840	24.70
Total Management Expenses	542,901,887	350,511,789	54.89	137,864,335	204,181,679	(32.48)
Total Expenses	826,771,569	510,138,514	62.07	306,843,114	289,104,828	6.14
Balance of the fund at the end of the period as shown in the Balance Sheet	2,655,636,222	2,208,283,021	20.26	2,655,636,222	2,208,283,021	20.26
	3,482,407,791	2,718,421,535	28.10	2,962,479,336	2,497,387,849	18.62

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 2011 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 for the year 2011 @ 12% and already have been approved in 12th AGM which was held on 12th July 2012
- v) The published halfyearly financial statements are available in the website of the company. The address of the website is www.pragatilife.com

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INCOME	For the 6 months ended		Growth Rate (%)	For the 3 months ended		Growth Rate (%)
	Jan to June-12	Jan to June-11		Apr to June-12	Apr to June-11	
	Taka	Taka		Taka	Taka	
Balance of Life Fund at the Beginning of the Year	2,593,792,187	2,119,107,850	22.40	2,646,020,653	2,169,874,438	21.94
Premium Less Re-Insurance						
First Year Premium - IPL	80,433,167	92,670,521	(13.21)	5,698,855	53,708,334	(89.39)
First Year Premium - PB	81,365,074	25,551,204	218.44	8,608,752	15,091,369	(42.96)
First Year Premium -Takaful	95,135,431	58,290,611	63.21	3,514,973	40,436,465	(62.29)
First Year Premium -PIBD	39,718,671	12,231,357	224.73	3,582,220	7,084,478	(34.02)
First Year Premium -IDPS	17,138,001	9,041,010	89.56	1,843,896	4,025,509	(57.85)
	313,790,344	197,784,703	58.65	23,248,696	120,346,155	(80.68)
Renewal Premium - IPL	42,699,835	32,123,973	32.92	25,662,882	17,985,527	42.69
Renewal Premium - PB	88,075,899	83,522,828	5.45	49,936,407	53,048,213	(5.87)
Renewal Premium - PIBD	27,281,090	23,308,561	17.04	15,530,969	14,695,909	5.68
Renewal Premium - Takaful	35,113,740	11,611,165	202.41	27,950,938	6,557,112	326.27
Renewal Premium -IDPS	21,398,195	25,994,568	(17.68)	10,092,708	12,066,005	(16.35)
	214,568,759	176,561,095	21.53	129,173,904	104,352,766	23.79
Group Insurance Premium - Life	204,780,529	102,809,151	99.19	102,443,309	53,150,729	92.74
Group Insurance Premium - Health	72,033,405	69,452,196	3.72	31,923,345	25,725,989	24.09
	276,813,934	172,261,347	60.69	134,366,654	78,876,718	70.35
Gross Premium	805,173,037	546,607,145	47.30	286,789,254	303,575,639	(5.53)
Less: Reinsurance Premium	19,376,976	5,080,970	281.36	18,401,117	4,435,932	314.82
Net Premium	785,796,061	541,526,175	45.11	268,388,137	299,139,707	(10.28)
Interest, Dividends and Rents	102,195,248	56,359,889	81.33	47,768,443	27,384,721	74.43
Other Income	624,295	1,427,621	(56.27)	302,103	988,983	(69.45)
	3,482,407,791	2,718,421,535	28.10	2,962,479,336	2,497,387,849	18.62