



PRIME INSURANCE COMPANY LIMITED

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

Second Quarter Financial Statements-2021 (Un-audited)

PRIME INSURANCE COMPANY LIMITED BALANCE SHEET (Un-audited) As on June 30, 2021		
Shareholders' Equity & Liabilities	Amount in Taka 30.06.2021	31.12.2020 (Audited)
A. SHAREHOLDERS' EQUITY		
Authorized share capital	1,000,000,000	1,000,000,000
Issued, Subscribed & Paid-up capital	408,774,980	408,774,980
General reserve	11,400,000	11,400,000
Exceptional loss reserve	267,787,704	257,698,018
Profit & loss appropriation account	22,244,222	42,406,163
Total shareholders' equity	710,206,906	720,279,161
B. CURRENT LIABILITY		
Reserve for unexpired risk	40,366,110	62,545,347
Deposit premium & unexpired risk reserve	105,926,630	99,842,420
Outstanding claims	51,064,667	46,869,509
Amount due to other persons or bodies	94,657,954	192,447,799
Sundry creditors	110,913,804	106,359,578
Income tax provision	391,268,425	384,426,488
Deferred tax liabilities	26,263,592	20,207,799
Total current liabilities	820,461,182	912,698,940
Total shareholders' equity & liabilities	1,530,668,089	1,632,978,101
PROPERTY & ASSETS		
A. Non Current Assets	502,883,029	477,842,744
Property, plant & equipment	303,799,828	310,332,197
Bangladesh Govt Treasury Bond	25,000,000	25,000,000
Investment at fair value	174,083,201	142,510,547
B. Current Assets		
Stock of stationery	1,230,992	2,060,116
Insurance stamp in hand	1,055,193	1,337,663
Premium collection control account	3,761,409	4,896,601
Accounts receivable	401,663,859	398,753,021
Amount due from other persons or bodies carrying on insurance business	228,243,924	255,458,913
Deferred tax assets	-	-
Cash and cash equivalents	391,829,683	492,629,043
Total current assets	1,027,785,060	1,155,135,357
Total property & assets	1,530,668,089	1,632,978,101
Net Assets Value (NAV) Per Share	17.37	17.62

PRIME INSURANCE COMPANY LIMITED INCOME STATEMENT (Un-audited) For the period of 2nd Quarter ended June 30, 2021				
Particulars	Jan-Jun'21	Apr-Jun'21	Jan-Jun'20	Apr-Jun'20
Gross direct premium	233,949,457	68,760,998	282,655,655	76,595,917
Premium on PSB	52,083,716	27,398,921	42,116,271	20,274,357
R/I premium on acceptance	-	-	-	-
Total gross premium	286,033,173	96,159,919	324,771,926	96,870,274
Less: Re-insurance ceded	139,049,755	27,873,963	248,910,794	62,030,720
Less: R/I Premium on PSB	46,086,556	24,171,285	35,080,905	16,909,105
Net Premium Income	100,896,862	44,114,671	40,780,227	17,930,449
Add: Net R/I commission earned	37,355,261	12,373,799	71,092,103	26,775,332
Add: Net premium reserve retained	16,333,846	7,232,682	46,375,967	27,573,778
Total premium income	154,585,969	63,721,152	158,248,297	72,279,559
Less: Reserve for unexpired risk	40,366,110	13,788,003	16,333,846	7,232,682
Less: Agent commission	32,660,627	7,882,358	42,398,348	11,489,387
Less: Management expenses (Allocable)	72,438,681	33,697,163	55,295,544	21,430,264
Less: Management expenses (Unallocable)	9,298,571	4,351,372	8,115,828	3,005,365
Less: Net claims	10,318,666	8,316,384	24,446,910	19,300,900
Operating profit/(loss)	(10,496,686)	(4,314,128)	11,657,821	9,820,961
Add: Non-operational income	42,088,072	17,474,364	5,795,273	7,701,720
Interest income	12,822,876	(4,161,094)	11,184,905	5,868,330
Realized gain (loss) on share investment	32,170,993	8,128,196	-	-
Dividend income	3,839,694	1,518,338	3,892,845	1,904,171
Unrealised gain/(loss) on shares	(8,781,266)	10,988,874	(10,745,807)	(415,256)
Office rent & other income	2,035,775	1,000,050	1,463,330	344,475
Profit before tax	31,591,376	13,160,236	17,453,094	17,522,681
Less: Provision for income tax	6,841,937	1,662,584	31,457,875	28,989,134
Deferred tax expenses/(income)	(6,055,794)	3,433,395	(1,278,085)	(907,825)
Net profit after tax	30,805,243	8,064,257	(12,726,696)	(10,558,628)
Earnings per share (EPS)	0.75	0.20	(0.31)	(0.26)
Number of shares outstanding	40,877,498	40,877,498	40,877,498	40,877,498

PRIME INSURANCE COMPANY LIMITED STATEMENT OF CASH FLOW (Un-audited) For the period 2nd Quarter ended June 30, 2021		
Particulars	Amount in Taka Jan-Jun '2021	Jan-Jun '2020
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Received against insurance business	307,574,419	355,217,954
Management exps, re-insurance, claims & others	(326,864,835)	(268,769,265)
Income tax, VAT, stamp duty paid	(27,649,465)	(20,879,306)
Net cash flow from operating activities	(46,939,881)	65,569,383
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of fixed assets	(3,089,510)	(4,737,504)
Investment in shares	(250,680,984)	-
Sale proceeds of investment in shares	210,327,058	-
Sale proceeds on fixed assets & others	7,200	1,463,330
Interest received	25,576,826	5,503,522
Income from office rent	1,302,765	-
Cash dividend received	3,074,664	3,114,276
Fixed deposit receipt-(increased)/decreased	122,847,687	(81,589,688)
Advance office rent received	500,000	-
Net cash flow from investing activities	109,865,706	(76,246,064)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Cash dividend paid	(40,877,498)	-
Net cash flow from financing activities	(40,877,498)	-
Increase/(decrease) in cash & cash equivalents (A+B+C)	22,048,327	(10,676,681)
Cash and cash equivalent on January 1, 2021 (excluding FDR)	35,793,230	33,364,016
Cash and cash equivalent on June 30, 2021	57,841,557	22,687,335
Net Cash Flow From Operating Activities Per Share	(1.15)	1.60

STATEMENT OF CHANGES IN EQUITY for the 2nd Quarter ended June 30, 2021					
Particulars	Share capital	General reserve	Exceptional loss reserve	Profit & loss APRs. A/c	Total Taka
Balance as at January 01, 2021	408,774,980	11,400,000	257,698,018	42,406,163	720,279,161
Net profit after tax for the period	-	-	-	30,805,243	30,805,243
Cash dividend paid for the year 2020	-	-	-	(40,877,498)	(40,877,498)
Changes made during the period	-	-	10,089,686	(10,089,686)	-
Balance as at June 30, 2021	408,774,980	11,400,000	267,787,704	22,244,222	710,206,906
Balance as at June 30, 2020	408,774,980	10,400,000	246,158,513	(11,292,197)	654,041,296

Selected explanatory notes to the 2nd Quarter Financial Statements-2021:

- 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.
- Basis of Preparation:** The interim financial statements have been prepared based on IAS-34 and in compliance with other IASs, the Companies Act, 1994, Insurance Act, 2010 and other applicable laws and regulations.
- 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 2020.
- Dividend:** Dividend declared for the year 2020 and already disbursed to the shareholders account.
- Depreciation:** Depreciation has been charged in compliance with para 55 of the IAS-16.
- Deviation from previous period:** EPS increase due to realized gain increased on shares investment, decreased of unrealized loss on share investment, increased of FDR interest and others income and Operating cash flow per share were decreased at the same period of preceding year due to payment of of provisional expenses i.e payable to (re-insurance ceded premium, claims, current tax payable and other dues payable) etc.
- Comparative Information:** Figures have been rearranged/restated wherever necessary to conform to current period's presentation.

SD/= **Md.Lokman Hossain**
Chief Financial Officer (CC)

SD/= **Farhana Kulsum**
Company Secretary (cc)

SD/= **Sujit Kumar Bhowmik**
Chief Executive Officer (cc)

SD/= **Md. Nurul Islam Mollah**
Director

SD/= **Md. Nazrul Islam**
Chairperson

Date: July 29, 2021