

PRAGATI LIFE INSURANCE LIMITED

Balance Sheet (Un-Audited)

As at 30 September 2010

CAPITAL AND LIABILITIES	30 Sep'10 Taka	31 Dec'09 Taka	Growth Rate (%)
SHAREHOLDER'S CAPITAL			
Authorised Capital			
25,00,000 Ordinary Shares of Tk.100 each	<u>250,000,000</u>	<u>250,000,000</u>	-
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	1,990,293,099	1,511,229,566	31.70
Liabilities and Provisions			
Estimated liabilities in respect of outstanding claims, whether due or intimated	35,857,469	27,841,646	28.79
Amount due to Other Persons or Bodies carrying on insurance business	19,020,379	18,353,311	3.63
Sundry Creditors	68,363,246	90,699,526	(24.63)
Premium Deposits	18,116,403	16,609,792	9.07
	<u>141,357,497</u>	<u>153,504,275</u>	(7.91)
	<u>2,206,650,596</u>	<u>1,739,733,841</u>	26.84

PROPERTY AND ASSETS	30 Sep'10 Taka	31 Dec'09 Taka	Growth Rate (%)
Loans			
On Insurers' Policies within their surrender value	4,287,360	3,746,933	14.42
Investment (At Cost)			
Statutory Deposit with Bangladesh Bank(BGTB)	4,000,000	4,000,000	-
Bond - Orascom Telecom Bangladesh Ltd	20,000,000	-	-
Bond - MTBL	20,000,000	-	-
Bangladesh Govt. Treasury Bond	482,600,000	417,300,000	15.65
Investment in Share	536,051,576	338,056,908	58.57
	<u>1,062,651,576</u>	<u>759,356,908</u>	39.94
Agents' Balance	153,992	153,992	-
Outstanding Premium	197,922,613	174,974,410	13.12
Interest, Dividend and Rent Accrued but not due	23,160,264	25,946,769	(10.74)
Advances, Deposits & Sundry Debtors	119,871,864	156,094,455	(23.21)
Cash, Bank and Other Balances			
On Fixed Deposit with Banks	282,285,464	231,042,783	22.18
On STD Accounts with Banks	118,549,531	85,690,215	38.35
On Current Accounts with Banks	101,131,528	97,555,057	3.67
Cash in Hand	6,087,669	3,175,746	91.69
Collection in Hand	93,931,915	113,549,200	(17.28)
	<u>601,986,107</u>	<u>531,013,001</u>	13.37
Stamps, Printing & Stationery in Hand	5,444,234	5,241,284	3.87
Fixed Assets (At Cost Less Depreciation)	191,172,586	83,206,089	129.76
	<u>2,206,650,596</u>	<u>1,739,733,841</u>	26.84

Majedur Rashid Chowdhury
Asstt. General Manager

Chandra Shekhar Das, ACA
Asstt. Managing Director

Zafar Halim
Managing Director

PRAGATI LIFE INSURANCE LIMITED
Life Revenue Account (Un-Audited)
For the Third Quarter ended 30 September 2010

EXPENDITURE	For the 9 months ended		Growth Rate (%)	For the 3 months ended		Growth Rate (%)
	Jan to Sep-10 Taka	Jan to Sep-09 Taka		July to Sep-10 Taka	July to Sep-09 Taka	
Claims & Surrenders (Less Re-Insurance)						
By Death	36,587,918	53,389,401	(31.47)	16,310,419	33,163,020	(50.82)
By Maturity	20,586,302	10,597,844	94.25	10,255,228	1,863,042	450.46
By Surrender	826,509	228,937	261.02	293,637	11,828	2,382.56
By Survival Benefit	60,498,603	35,827,554	68.86	14,210,892	5,307,924	167.73
By Survival Profit	37,782	104,003	(63.67)	37,782	70,135	(46.13)
By Hospitalization	68,392,095	36,959,782	85.04	22,270,264	12,706,587	75.27
	186,929,209	137,107,521	36.34	63,378,222	53,122,536	19.31
Profit Commission	3,631,945	12,669,969	(71.33)	590,575	4,908,974	(87.97)
Total Claims & Surrenders	190,561,154	149,777,490	27.23	63,968,797	58,031,510	10.23
Expenses of Management						
(a) Commissions to Insurance Agents (Less that on Re-Insurance)	166,164,659	123,771,240	34.25	25,841,542	42,530,577	(39.24)
(b) Allowances and Commissions (other than commission included in sub-item (a) preceding)	345,297,335	135,576,980	154.69	180,765,198	35,960,820	402.67
	511,461,994	259,348,220	97.21	206,606,740	78,491,397	163.22
Salaries etc.(other than to agents and those contained in the allowances and commissions)	72,108,972	58,953,267	22.32	26,993,338	21,604,531	24.94
Travelling and conveyance	2,590,807	2,477,635	4.57	765,708	656,506	16.63
Insurance Policy Stamp	5,999,325	3,853,712	55.68	1,396,315	1,819,487	(23.26)
Advertisement and Publicity	2,251,402	2,514,513	(10.46)	509,003	415,752	22.43
Printing and Stationery	8,043,514	4,693,296	71.38	3,809,984	1,291,237	195.06
Office Rent	36,445,541	19,507,671	86.83	18,686,075	7,856,811	137.83
Car Fuel,Maintenance & Repairs	7,390,376	7,130,352	3.65	1,774,395	1,945,127	(8.78)
Depreciation	25,479,300	12,608,751	102.08	8,888,293	2,869,583	209.74
Other Expenses	47,411,552	11,250,876	321.40	26,758,958	2,771,663	865.45
	207,720,789	122,990,073	68.89	89,582,069	41,230,697	117.27
Total Management Expenses	719,182,783	382,338,293	88.10	296,188,809	119,722,094	147.40
Dividend	7,500,000	7,500,000	-	7,500,000	-	-
Total Expenses	917,243,937	539,615,783	69.98	367,657,606	177,753,604	106.84
Balance of the fund at the end of the period as shown in the Balance Sheet	1,990,293,099	1,341,327,141	48.38	1,990,293,099	1,341,327,141	48.38
	2,907,537,036	1,880,942,924	54.58	2,357,950,705	1,519,080,745	55.22

INCOME	For the 9 months ended		Growth Rate (%)	For the 3 months ended		Growth Rate (%)
	Jan to Sep-10 Taka	Jan to Sep-09 Taka		July to Sep-10 Taka	July to Sep-09 Taka	
Balance of Life Fund at the Beginning of the Year	1,511,229,566	1,058,860,529	42.72	1,927,463,820	1,252,826,467	53.85
Premium Less Re-Insurance						
First Year Premium - IPL	208,580,896	146,313,164	42.56	18,330,336	39,604,675	(53.72)
First Year Premium -Takaful	171,236,397	30,768,316	456.53	54,764,318	11,337,720	383.03
First Year Premium - PB	66,315,650	57,928,298	14.48	25,358,610	19,641,098	29.11
First Year Premium -PIBD	33,557,292	24,963,158	34.43	14,574,274	8,859,958	64.50
First Year Premium -IDPS	27,410,705	37,584,751	(27.07)	10,361,554	11,060,703	(6.32)
First Year Premium -PUD	6,951,722	11,251,521	(38.22)	400,084	6,718,900	(94.05)
	514,052,662	308,809,208	66.46	123,789,176	97,223,054	27.32
Renewal Premium - IPL	181,652,815	145,048,824	25.24	45,880,774	39,878,689	15.05
Renewal Premium - Takaful	29,790,645	12,392,120	140.40	8,331,445	3,120,650	166.98
Renewal Premium - PB	144,633,769	120,450,381	20.08	50,950,559	39,090,181	30.34
Renewal Premium - PIBD	33,926,452	21,882,932	55.04	12,914,473	8,707,632	48.31
Renewal Premium -IDPS	38,482,870	22,239,903	73.04	13,345,670	8,754,100	52.45
Renewal Premium -PUD	1,117,808	46,110	2,324.22	482,138	46,110	945.63
	429,604,359	322,060,270	33.39	131,905,059	99,597,362	32.44
Group Insurance Premium - Life	106,120,818	65,423,970	62.20	34,008,479	24,148,251	40.83
Group Insurance Premium - Health	98,141,635	52,198,328	88.02	44,585,417	22,484,605	98.29
	204,262,453	117,622,298	73.66	78,593,896	46,632,856	68.54
Gross Premium	1,147,919,474	748,491,776	53.36	334,288,131	243,453,272	37.31
Less: Reinsurance Premium	12,020,350	11,012,829	9.15	4,478,248	4,127,829	8.49
Net Premium	1,135,899,124	737,478,947	54.02	329,809,883	239,325,443	37.81
Interest, Dividends and Rents	258,154,955	83,274,885	210.00	100,191,430	26,698,804	275.27
Other Income	2,253,391	1,328,563	69.61	485,572	230,031	111.09
	2,907,537,036	1,880,942,924	54.58	2,357,950,705	1,519,080,745	55.22

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 2009 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 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 Third Quarter ended 30 September 2010

	Jan to Sep-10	Jan to Sep-09
	Taka	Taka
A. <u>Cash flows from operating activities:</u>		
Collection from premium	1,124,971,271	748,491,776
Other Income received	2,253,391	1,328,563
Payment for claims	(182,545,331)	(155,313,253)
Payment for management expenses, re-insurance and others	(692,044,494)	(406,771,846)
Source Tax (Income Tax) deducted	(1,167,313)	(352,505)
Net cash flows from operating activities	251,467,524	187,382,735
B. <u>Cash flows from investing activities:</u>		
Acquisition of fixed assets	(133,445,797)	(108,052,871)
Loan against policies paid (Net of Realization)	(540,427)	(584,657)
Investments made	(303,294,668)	(101,234,732)
Interest, Dividends and Rents received	260,941,460	82,755,870
Net cash flows from investing activities	(176,339,432)	(127,116,390)
C. <u>Cash flows from financial activities :</u>		
Refund of excess subscription against IPO	-	(15,000)
Dividend Paid	(4,154,986)	-
	(4,154,986)	(15,000)
D. Net increase in cash and cash equivalents (A+B+C)	70,973,106	60,251,345
E. Cash and cash equivalents at the beginning of the year	531,013,001	406,158,269
F. Cash and cash equivalents at the end of the period (D+E)	601,986,107	466,409,614

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