

**PRAGATI LIFE INSURANCE LIMITED**

**Balance Sheet (Un-Audited )**

As at 30 September 2014

<b>CAPITAL AND LIABILITIES</b>	<b>30 Sep'14</b> Taka	<b>31 Dec'13</b> Taka	<b>Growth</b> <b>Rate (%)</b>
<b>SHAREHOLDER'S CAPITAL</b>			
<b>Authorised Capital</b>			
25,000,000 Ordinary Shares of Tk.10 each	<u>250,000,000</u>	<u>250,000,000</u>	-
<b>Issued, Subscribed and Paid-up Capital</b>			
9,878,400 Ordinary Shares of Tk.10 each fully paid up in cash	<b>98,784,000</b>	<b>98,784,000</b>	-
<b>Life Insurance Fund</b>	<b>3,758,891,846</b>	<b>3,570,433,313</b>	<b>5.28</b>
<b>Liabilities and Provisions</b>			
Estimated liabilities in respect of outstanding claims, whether due or intimated	39,394,821	81,651,223	(51.75)
Amount due to Other Persons or Bodies carrying on insurance business	32,414,592	4,889,173	562.99
Sundry Creditors	102,099,155	100,521,309	1.57
Premium Deposits	26,700	7,051,757	(99.62)
	<b>173,935,268</b>	<b>194,113,462</b>	<b>(10.40)</b>
Fair Value Change Account	(360,439,164)	(350,522,819)	2.83
	<u><b>3,671,171,950</b></u>	<u><b>3,512,807,956</b></u>	<u><b>4.51</b></u>

<b>PROPERTY AND ASSETS</b>	<b>30 Sep'14</b> Taka	<b>31 Dec'13</b> Taka	<b>Growth</b> <b>Rate (%)</b>
<b>Loans</b>			
On Insurers' Policies within their surrender value	9,044,040	7,878,231	14.80
<b>Investment</b>			
Statutory Deposit with Bangladesh Bank (BGTB)	19,000,000	19,000,000	-
Investment in Bond	150,000,000	158,000,000	(5.06)
Bangladesh Govt. Treasury Bond	1,586,100,000	1,173,600,000	35.15
Investment in Share	342,281,359	357,013,215	(4.13)
	<b>2,097,381,359</b>	<b>1,707,613,215</b>	<b>22.83</b>
<b>Agents' Balance</b>	153,992	153,992	-
<b>Outstanding Premium</b>	44,407,577	223,504,798	(80.13)
<b>Interest, Dividends and Rents Accrued but not due</b>	95,830,885	98,232,947	(2.45)
<b>Advances, Deposits &amp; Sundry Debtors</b>	173,130,303	118,407,527	46.22
<b>Cash, Bank and Other Balances</b>			
On Fixed Deposit with Banks	976,415,342	1,015,857,752	(3.88)
On STD Accounts with Banks	110,999,464	130,907,491	(15.21)
On Current Accounts with Banks	26,816,189	44,436,230	(39.65)
Cash in Hand	18,228,159	19,324,832	(5.67)
Collection in Hand	3,651,643	19,496,382	(81.27)
	<b>1,136,110,797</b>	<b>1,230,022,687</b>	<b>(7.63)</b>
<b>Stamps, Printing &amp; Stationery in Hand</b>	8,989,460	7,901,572	13.77
<b>Fixed Assets (At Cost Less Depreciation)</b>	106,123,537	119,092,987	(10.89)
	<u><b>3,671,171,950</b></u>	<u><b>3,512,807,956</b></u>	<u><b>4.51</b></u>

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 3rd Quarter ended 30 September 2014

EXPENDITURE	For the 9 months ended		Growth Rate (%)	For the 3 months ended		Growth Rate (%)
	Jan to Sep-14	Jan to Sep-13		July to Sep-14	July to Sep-13	
	Taka	Taka		Taka	Taka	
<b>Claims &amp; Surrenders (Less Re-Insurance)</b>						
By Death	118,403,740	115,689,791	2.35	38,007,758	32,923,055	15.44
By Maturity	167,038,155	78,392,596	113.08	52,728,343	26,529,417	98.75
By Surrender	1,866,261	3,730,339	(49.97)	493,385	2,628,387	(81.23)
By Survival Benefit	189,802,261	106,734,066	77.83	42,387,245	36,618,028	15.76
By Hospitalization	190,883,157	123,781,529	54.21	73,125,976	41,204,815	77.47
	<b>667,993,574</b>	<b>428,328,321</b>	<b>55.95</b>	<b>206,742,707</b>	<b>139,903,702</b>	<b>47.78</b>
Profit Commission	31,860,585	12,547,521	153.92	8,279,623	6,259,971	32.26
<b>Total Claims &amp; Surrenders</b>	<b>699,854,159</b>	<b>440,875,842</b>	<b>58.74</b>	<b>215,022,330</b>	<b>146,163,673</b>	<b>47.11</b>
<b>Expenses of Management</b>						
(a) Commissions to Insurance Agents (Less that on Re-Insurance)	103,199,236	63,881,714	61.55	35,312,331	21,177,616	66.74
(b) Allowances and Commissions (other than commission included in sub-item (a) preceding)	70,611,360	49,360,604	43.05	28,878,852	22,002,971	31.25
	<b>173,810,596</b>	<b>113,242,318</b>	<b>53.49</b>	<b>64,191,183</b>	<b>43,180,587</b>	<b>48.66</b>
Salaries etc.(other than to agents and those contained in the allowances and commissions)	146,905,072	123,873,575	18.59	57,688,031	45,699,817	26.23
Travelling and conveyance	6,483,976	3,471,566	86.77	2,841,138	1,066,192	166.48
Insurance Policy Stamp	2,115,858	1,345,010	57.31	863,213	355,330	142.93
Advertisement and Publicity	13,308,477	10,419,700	27.72	4,372,860	3,590,689	21.78
Printing and Stationery	4,166,568	2,992,404	39.24	2,590,668	625,925	313.89
Office Rent	37,153,810	36,415,283	2.03	13,379,874	13,139,914	1.83
Car Fuel,Maintenance & Repairs	22,054,838	14,328,633	53.92	11,496,733	8,600,322	33.68
Bank Charges	23,035,896	42,960,671	(46.38)	8,979,955	16,477,520	(45.50)
Repair & Maintenance (IT & General)	11,149,284	6,805,132	63.84	2,418,277	3,095,251	(21.87)
Electricity & Utility Expenses	2,513,580	2,592,076	(3.03)	1,504,872	1,480,227	1.66
Entertainment	1,472,560	1,654,244	(10.98)	392,411	696,585	(43.67)
Meeting, Seminar & Symposium	690,683	731,971	(5.64)	230,570	238,993	(3.52)
Depreciation	28,287,596	39,014,225	(27.49)	6,867,730	14,654,956	(53.14)
Other Expenses	16,486,389	11,205,035	47.13	4,116,604	1,228,692	235.04
	<b>315,824,587</b>	<b>297,809,525</b>	<b>6.05</b>	<b>117,742,936</b>	<b>110,950,413</b>	<b>6.12</b>
<b>Total Management Expenses</b>	<b>489,635,183</b>	<b>411,051,843</b>	<b>19.12</b>	<b>181,934,119</b>	<b>154,131,000</b>	<b>18.04</b>
<b>Dividend</b>	-	<b>11,289,600</b>	<b>(100.00)</b>	-	<b>11,289,600</b>	<b>(100.00)</b>
<b>Total Expenses</b>	<b>1,189,489,342</b>	<b>863,217,285</b>	<b>37.80</b>	<b>396,956,449</b>	<b>311,584,273</b>	<b>27.40</b>
<b>Balance of the fund at the end of the period as shown in the Balance Sheet</b>	<b>3,758,891,846</b>	<b>3,456,449,456</b>	<b>8.75</b>	<b>3,758,891,845</b>	<b>3,456,449,456</b>	<b>8.75</b>
	<b>4,948,381,188</b>	<b>4,319,666,741</b>	<b>14.55</b>	<b>4,155,848,294</b>	<b>3,768,033,729</b>	<b>10.29</b>

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.
- 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 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 9 months ended		Growth Rate (%)	For the 3rd Quarter ended		Growth Rate (%)
	Jan to Sep-14	Jan to Sep-13		July to Sep-14	July to Sep-13	
	Taka	Taka		Taka	Taka	
<b>Balance of Life Fund at the Beginning of the Year</b>	<b>3,570,433,314</b>	<b>3,153,140,802</b>	<b>13.23</b>	<b>3,751,642,094</b>	<b>3,319,396,240</b>	<b>13.02</b>
Less : Prior Year Adjustment	-	83,600.00	(100.00)	-	-	-
	<b>3,570,433,314</b>	<b>3,153,057,202</b>	<b>13.24</b>	<b>3,751,642,094</b>	<b>3,319,396,240</b>	<b>13.02</b>
<b>Premium Less Re-Insurance</b>						
First Year Premium - IPL	118,310,940	41,010,854	188.49	41,128,175	12,956,222	217.44
First Year Premium - PB	16,520,823	15,455,909	6.89	6,727,198	4,977,487	35.15
First Year Premium -Takaful	34,728,825	17,760,014	95.55	12,505,704	4,470,575	179.73
First Year Premium -PIBD	7,453,503	7,505,410	(0.69)	2,837,114	2,184,594	29.87
First Year Premium -IDPS	6,202,591	4,504,671	37.69	1,927,624	1,262,910	52.63
	<b>183,216,682</b>	<b>86,236,858</b>	<b>112.46</b>	<b>65,125,815</b>	<b>25,851,788</b>	<b>151.92</b>
Renewal Premium - IPL	197,138,585	141,811,502	39.01	41,326,838	73,247,184	(43.58)
Renewal Premium - PB	136,326,044	142,345,908	(4.23)	39,136,072	46,262,976	(15.41)
Renewal Premium - Takaful	52,909,172	69,100,344	(23.43)	15,298,354	26,121,588	(41.43)
Renewal Premium - PIBD	44,200,857	45,874,155	(3.65)	14,200,857	14,332,763	(13.71)
Renewal Premium -IDPS	36,962,274	39,409,300	(6.21)	11,797,889	12,160,996	(2.99)
	<b>467,536,932</b>	<b>438,541,209</b>	<b>6.61</b>	<b>119,927,222</b>	<b>172,125,507</b>	<b>(30.33)</b>
Group Insurance Premium - Life	251,109,087	339,211,463	(25.97)	99,792,865	165,016,312	(39.53)
Group Insurance Premium - Health	254,788,489	123,358,769	106.54	50,449,293	20,380,603	147.54
	<b>505,897,576</b>	<b>462,570,232</b>	<b>9.37</b>	<b>150,242,158</b>	<b>185,396,915</b>	<b>(18.96)</b>
<b>Gross Premium</b>	<b>1,156,651,190</b>	<b>987,348,299</b>	<b>17.15</b>	<b>335,295,195</b>	<b>383,374,210</b>	<b>(12.54)</b>
Less: Reinsurance Premium	33,967,783	21,912,769	55.01	11,249,417	2,360,721	376.52
<b>Net Premium</b>	<b>1,122,683,407</b>	<b>965,435,530</b>	<b>16.29</b>	<b>324,045,778</b>	<b>381,013,489</b>	<b>(14.95)</b>
<b>Interest, Dividends and Rents</b>	250,552,589	199,829,674	25.38	79,797,166	70,848,950	12.63
<b>Other Income</b>	4,711,878	1,344,335	250.50	363,256	(3,224,950)	(111.26)
	<b>4,948,381,188</b>	<b>4,319,666,741</b>	<b>14.55</b>	<b>4,155,848,294</b>	<b>3,768,033,729</b>	<b>10.29</b>

**PRAGATI LIFE INSURANCE LIMITED**  
**Cash Flow Statement**  
**For the 3rd Quarter ended 30 September 2014**

	Jan to Sep-14 Taka	Jan to Sep-13 Taka
<b>A. <u>Cash flows from operating activities:</u></b>		
Collection from Premium	1,335,748,411	1,126,787,279
Other Income Received	793,711	3,445,785
Payment for Claims	(742,110,561)	(518,745,020)
Payment for Management Expenses, Re-insurance and others	(498,975,379)	(417,606,032)
Source Tax (Income Tax) deducted	(29,938,489)	(13,533,318)
<b>Net cash flows from operating activities</b>	<b>65,517,693</b>	<b>180,348,694</b>
<b>B. <u>Cash flows from investing activities:</u></b>		
Acquisition of fixed assets	(15,516,853)	(6,014,220)
Disposal of fixed assets	4,116,875	4,643,867
Loan against Policies paid (Net of Realization)	(1,165,809)	(984,216)
Investments made	(389,768,144)	(444,479,825)
Interest, Dividends and Rents Received	252,954,651	180,682,299
Fair Value Change A/C	(9,916,345)	(10,787,577)
<b>Net cash flows from investing activities</b>	<b>(159,295,625)</b>	<b>(276,939,672)</b>
<b>C. <u>Cash flows from financial activities :</u></b>		
Dividend Paid	(133,958)	(33,704)
<b>Net cash flows from financing activities</b>	<b>(133,958)</b>	<b>(33,704)</b>
<b>D. Net increase in cash and cash Equivalents (A+B+C)</b>	<b>(93,911,890)</b>	<b>(96,624,682)</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>1,136,110,797</b>	<b>1,183,219,267</b>

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Deputy General Manager (F&A)

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Managing Director

## PRAGATI LIFE INSURANCE LIMITED

### Statement of Changes in Equity

For the Third Quarter ended 30 September 2014

Particulars	Share Capital	Share Premium	General Reserve	Reserve for Exceptional Losses	Retained Earnings	Total
Equity as on 01 January 2014	98,784,000	-	-	-	-	98,784,000
Addition during the period	-	-	-	-	-	-
<b>Equity as on 30 September 2014</b>	<b>98,784,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>98,784,000</b>
<b>Equity as on 30 September 2013</b>	<b>98,784,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>98,784,000</b>

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