

PRAGATI LIFE INSURANCE LIMITED
BALANCE SHEET (Un-Audited)
As at 30 June 2022

<u>NOTES</u>	<u>30-Jun-22</u>	<u>31-Dec-21</u>	<u>NOTES</u>	<u>30-Jun-22</u>	<u>31-Dec-21</u>
	<u>TAKA</u>	<u>TAKA</u>		<u>TAKA</u>	<u>TAKA</u>
<u>SHARE CAPITAL AND LIABILITIES</u>			<u>PROPERTY AND ASSETS</u>		
SHAREHOLDERS' CAPITAL			LOANS		
AUTHORISED			On Insurers' Policies within their surrender value 4.00		
100,000,000 Ordinary Shares of Tk.10 each	1,000,000,000	1,000,000,000		120,752,455	103,890,817
ISSUED,SUBSCRIBED AND PAID-UP			INVESTMENT		
30,703,102 Ordinary Shares of Tk.10 each fully paid up in cash	307,031,020	307,031,020	Statutory Deposit with Bangladesh Bank		
Share Premium Accounts	76,757,755	76,757,755	Bangladesh Govt. Treasury Bond		
BALANCE OF FUNDS AND ACCOUNTS			VIPB Accelerated Income Unit Fund		
Life Insurance Fund 1.00	6,130,650,737	6,090,782,954	HFAML Unit Fund		
Reserve for Unexpected Losses	10,000,000	10,000,000	UFS-Pragati Life Unit Fund		
LIABILITIES AND PROVISIONS			Investment in Bond		
Estimated liabilities in respect of outstanding claims, whether due or intimated	27,633,809	27,837,666	Investment in Shares		
Amount due to other persons or bodies carrying on insurance business	70,398,118	55,273,119	3,401,308,385		
Sundry Creditors 2.00	402,548,594	411,585,355	Outstanding Premium		
Unpaid Dividend 3.00	1,228,436	1,228,436	Interest, Dividends and Rents Accruing but not due		
Premium Deposits	15,910,231	23,895,036	Advances & Deposits 5.00		
Fair Value Change Account	(207,908,386)	(172,814,002)	Sundry Debtors 6.00		
			CASH AND BANK BALANCES		
			On Fixed Deposit with Banks & Financial Institutes 7.00		
			On Short Term Deposit with Banks		
			On Current Account with Banks		
			Cash in Hand		
			1,674,629,681		
			1,893,186,143		
			OTHER ACCOUNTS		
			Stamps, Printing & Stationary in Hand		
			Fixed Assets (At Cost Less Depreciation)		
			Intangible Assets (At Cost Less Amortization)		
			Freehold Land (At Cost)		
			6,834,250,314		
			6,831,577,339		

Sd/-
Company Secretary

Sd/-
Chief Financial Officer

Sd/-
Chief Executive Officer

Sd/-
Director

Sd/-
Director

Sd/-
Chairman

PRAGATI LIFE INSURANCE LIMITED
REVENUE ACCOUNT (Un-Audited)
For the Half Year ended 30 June 2022

INCOME	For the 6 months ended		Growth Rate (%)	For the 3 months ended		Growth Rate (%)
	Jan to Jun-22	Jan to Jun-21		April to Jun-22	April to Jun-21	
	Taka	Taka	Taka	Taka		
Balance of Life Fund at the beginning of the year	6,090,782,954	5,944,809,600	2.46	6,093,047,010	5,966,214,867	2.13
PREMIUM LESS RE-INSURANCE						
First Year Premium	645,804,973	531,364,707	21.54	341,926,040	266,353,285	28.37
Renewal Premium	882,735,479	671,367,602	31.48	395,693,965	294,551,353	34.34
Group Insurance Premium	614,392,333	564,567,056	8.83	226,674,028	231,289,566	(2.00)
Gross Premium	2,142,932,785	1,767,299,365	21.25	964,294,033	792,194,204	21.72
Less: Re-insurance Premium	15,125,000	19,500,000	(22.44)	6,875,000	7,269,588	(5.43)
Net Premium	2,127,807,785	1,747,799,365	21.74	957,419,033	784,924,616	21.98
Interest, Dividends and Rents	193,016,891	220,171,714	(12.33)	93,812,541	113,236,760	(17.15)
Other Income	1,658,497	6,625,346	(74.97)	526,160	4,451,476	(88.18)

EXPENDITURE

CLAIMS UNDER POLICIES (INCLUDING PROVISION FOR CLAIMS DUE OR INTIMATED), LESS RE-INSURANCE:

EXPENDITURE	For the 6 months ended		Growth Rate (%)	For the 3 months ended		Growth Rate (%)
	Jan to Jun-22	Jan to Jun-21		April to Jun-22	April to Jun-21	
	Taka	Taka	Taka	Taka		
Death	21,023,317	16,338,003	28.68	12,362,778	6,462,275	91.31
Maturity	710,363,759	511,593,692	38.85	345,841,563	180,636,287	91.46
Survival Benefit	232,895,322	194,186,309	19.93	117,854,580	79,744,336	47.79
Surrender Claim	41,744,188	32,399,354	28.84	4,521,096	14,717,035	(69.28)
Pension Claim	6,619,445	1,715,733	285.81	1,308,535	1,349,633	(3.05)
Group Claim	493,693,857	480,326,196	2.78	145,300,508	255,674,127	(43.17)
	1,506,339,888	1,236,559,287	21.82	627,189,060	538,583,693	16.45

Expenses of Management

Commissions:

(a) Commissions to Insurance Agents (Less than on Re-insurance)	239,495,350	212,496,795	12.71	110,966,852	106,855,678	3.85
(b) Allowances and Commissions (other than commission including in sub-item (a) preceding)	264,079,365	242,121,333	9.07	130,626,415	113,306,592	15.29
	503,574,715	454,618,128	10.77	241,593,267	220,162,270	9.73

Salaries etc.(Other than to Agents and those Contained in the Allowances and Commissions)

Salaries etc.(Other than to Agents and those Contained in the Allowances and Commissions)	108,233,322	99,196,946	9.11	54,411,385	54,771,503	(0.66)
Festival Bonus	14,086,521	5,875,590	139.75	14,086,521	5,875,590	139.75
Companies Contribution to Employees P.F.	2,970,824	2,847,159	4.34	1,641,284	1,294,732	26.77
Travelling and Conveyance	5,947,587	4,657,320	27.70	3,405,714	1,198,709	184.12
Directors' Fees	883,200	1,382,400	(36.11)	384,000	432,000	(11.11)
Medical Fees	961,224	1,444,303	(33.45)	481,837	669,763	(28.06)
Auditors Fees	-	57,500	(100.00)	-	-	-
Legal and Professional Fees	863,943	1,811,925	(52.32)	361,721	1,415,650	(74.45)
Insurance Policy Stamp	8,427,465	6,614,680	27.41	3,929,760	2,140,900	83.56
Advertisement and Publicity	9,549,031	6,815,779	40.10	3,112,471	4,085,498	(23.82)
Printing and Stationery	3,077,830	1,639,915	87.68	920,564	(1,490,540)	(161.76)
Office Rent	38,646,331	37,195,638	3.90	20,447,221	20,698,215	(1.21)
Bank Charges	7,566,506	7,465,453	1.35	3,202,784	4,402,252	(27.25)
Repairs and Maintenance	14,961,837	13,683,081	9.35	7,356,680	6,047,762	21.64
Car Fuel, Maintenance & Repairs	2,961,085	3,904,579	(24.16)	1,304,721	1,264,872	3.15

PRAGATI LIFE INSURANCE LIMITED
REVENUE ACCOUNT (Un-Audited)
For the Half Year ended 30 June 2022

INCOME

First year premium, where the maximum premium paying period is:

	For the 6 months ended		Growth Rate (%)	For the 3 months ended		Growth Rate (%)
	Jan to Jun-22	Jan to Jun-21		April to Jun-22	April to Jun-21	
	Taka	Taka		Taka	Taka	
Single	3,368,930	2,938,711	14.64	1,852,103	1,615,893	14.62
Two Years	-	-	-	-	-	-
Three Years	-	-	-	-	-	-
Four Years	-	-	-	-	-	-
Five Years	-	-	-	-	-	-
Six Years	-	-	-	-	-	-
Seven Years	1,382,904	1,015,192	36.22	896,052	590,611	51.72
Eight Years	-	-	-	-	-	-
Nine Years	-	-	-	-	-	-
Ten Years	11,904,589	9,884,760	20.43	7,238,191	5,815,216	24.47
Eleven Years	15,538,410	12,876,903	20.67	6,487,298	4,983,470	30.18
Twelve Years and Above	613,610,140	504,649,141	21.59	325,452,396	253,348,095	28.46
	645,804,973	531,364,707	21.54	341,926,040	266,353,285	28.37
	8,413,266,127	7,919,406,025	6.24	7,144,804,744	6,868,827,719	4.02

EXPENDITURE

	For the 6 months ended		Growth Rate (%)	For the 3 months ended		Growth Rate (%)
	Jan to Jun-22	Jan to Jun-21		April to Jun-22	April to Jun-21	
	Taka	Taka		Taka	Taka	
Group Insurance Premium	1,546,200	1,453,500	6.38	-	-	-
Company Registration Fees	1,835,496	1,681,168	9.18	917,748	840,584	9.18
Hospitalization Insurance Premium	817,931	810,669	0.90	438,035	367,013	19.35
Papers, Periodicals and Books	14,919	10,411	43.30	6,290	3,942	59.56
Telephone, Fax and Internet	4,028,594	3,620,842	11.26	2,368,407	1,804,874	31.22
Electricity & Utility Expenses	4,002,715	2,756,426	45.21	2,348,936	1,730,626	35.73
Training and Recruitment Expenses	2,852,585	2,188,980	30.32	802,281	1,668,965	(51.93)
Entertainment	1,745,658	1,936,916	(9.87)	987,522	1,007,426	(1.98)
Postage and Courier	1,255,116	1,181,086	6.27	705,597	580,002	21.65
Business Development Expenses	6,858,809	6,369,655	7.68	2,643,349	2,061,787	28.21
Revenue Stamp & Non Judicial Stamp	3,342,755	2,529,260	32.16	1,800,365	1,143,640	57.42
Fees & Subscriptions	828,407	791,161	4.71	20,000	130,088	(84.63)
Donations	1,798,825	30,000	5,896.08	838,000	30,000	2,693.33
Conference	8,321,196	7,388,067	12.63	8,321,196	(400,000)	(2,180.30)
Meeting, Seminar & Symposium	77,466	439,183	(82.36)	38,961	400,000	(90.26)
Gratuity	6,428,190	1,528,395	320.58	4,018,687	295,884	1,258.20
Depreciation and Amortization	7,809,219	6,888,811	13.36	4,069,643	3,578,207	13.73
	272,700,787	236,196,798	15.45	145,371,680	118,049,944	23.14
Total Management Expenses	776,275,502	690,814,926	12.37	386,964,947	338,212,214	14.41
Total Expenses	2,282,615,390	1,927,374,213	18.43	1,014,154,007	876,795,907	15.67
Balance of the fund at the end of the year as shown in the Balance Sheet	6,130,650,737	5,992,031,812	2.31	6,130,650,737	5,992,031,812	2.31
	8,413,266,127	7,919,406,025	6.24	7,144,804,744	6,868,827,719	4.02

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 2021 and there have been no changes in those policies since then.
- ii) Previously reported interim period's figures have been restated to confirm to current period's presentation.
- iii) 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.
- vi) The detail of the un-audited half yearly financial statements ended 30 June 2022 is available in the website of Pragati Life Insurance Ltd. The address of the website is www.pragatilife.com

Sd/-
Company Secretary

Sd/-
Chief Financial Officer

Sd/-
Chief Executive Officer

Sd/-
Director

Sd/-
Director

Sd/-
Chairman

PRAGATI LIFE INSURANCE LIMITED
Statement of Cash Flows (Un-Audited)
For the Half Year ended 30 June 2022

	Jan-June'22 TAKA	Jan-June'21 Taka
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Collection from Premium	2,147,946,625	1,767,299,365
Other Income received	519,295	2,194,921
Payment for Claims	(1,506,543,745)	(1,241,498,713)
Payment for management expenses, commission, re-insurance and others	(784,484,512)	(729,293,260)
Source Tax (Income Tax) deducted	(24,620,009)	(14,103,536)
Net Cash Flow from operating activities	(167,182,346)	(215,401,223)
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Acquisition of Fixed Assets	(17,192,098)	(18,797,799)
Disposal of Fixed Assets	359,413	8,037,327
Loan against Policies paid (Net of Realization)	(16,861,638)	(16,298,513)
Investments made	(216,717,717)	53,257,054
Interest, Dividends and Rents Received	199,037,924	229,292,285
Net Cash Flow from investing activities	(51,374,116)	255,490,354
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Dividend Paid	-	-
Net Cash Flow from financing activities	-	-
D. Net increase in cash and cash Equivalents (A+B+C)	(218,556,462)	40,089,131
E. Cash and Cash Equivalents at the beginning of the year	1,893,186,143	1,822,308,502
F. Cash and Cash Equivalents at the end of the year (D+E)	1,674,629,681	1,862,397,633

Sd/- Company Secretary	Sd/- Chief Financial Officer	Sd/- Chief Executive Officer	Sd/- Director	Sd/- Director	Sd/- Chairman
---------------------------	---------------------------------	---------------------------------	------------------	------------------	------------------

PRAGATI LIFE INSURANCE LIMITED
Statement of Changes in Shareholders' Equity
For the Half Year ended 30 June 2022

Particulars	Share Capital	Share Premium	Reserve for Unexpected Losses	Retained Earnings	Other Reserve	Total
Balance as on 01 January 2022	307,031,020	76,757,755	10,000,000	-	-	393,788,775
Bonus share issue for the year 2022	-	-	-	-	-	-
Addition During the Period	-	-	-	-	-	-
Balance as on 30 June 2022	307,031,020	76,757,755	10,000,000	-	-	393,788,775
Balance as on 30 June 2021	307,031,020	76,757,755				393,788,775
Balance as on 01 January 2021	307,031,020	76,757,755	-	-	-	383,788,775
Addition During the Period	-	-	10,000,000	-	-	10,000,000
Balance as on 31 December 2021	307,031,020	76,757,755	10,000,000	-	-	393,788,775

Sd/-
Company Secretary

Sd/-
Chief Financial Officer

Sd/-
Chief Executive Officer

Sd/-
Director

Sd/-
Director

Sd/-
Chairman

01.00 Life Insurance Fund

This consists of the accumulated balance of revenue surplus up to 30 June 2022

	<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
Opening balance	6,090,782,954	5,944,809,600
Add: Increase in Life Fund during the year	39,867,783	145,973,354
Closing balance	<u>6,130,650,737</u>	<u>6,090,782,954</u>

02.00 Sundry Creditors

		<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
Provision for Expenses	02.01	260,883,930	271,106,737
Income Tax and VAT		-	6,632
License Fees Payable		12,081,986	11,220,815
Other Deposits (Excess Deposit)		2,611,396	2,339,343
Trade Suspense		81,017,688	90,355,407
Sundry Creditors		18,484	338,295
Security Deposit-Employee		40,000	40,000
Premium Received in Advance		175,367	21,609
Security Deposit-Supplier		2,214,693	2,083,171
Other Liabilities		-	301,550
Training Fees Payable		26,267,795	17,918,877
Creditors for Cancelled Cheques		8,980,213	8,016,306
Certificate Fees Payable		8,257,042	7,836,613
		<u>402,548,594</u>	<u>411,585,355</u>

02.01 Provision for Expenses

		<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
Auditors Fee		402,500	402,500
Commission & Allowance		6,013,380	6,013,380
Provision for Utility Bills		702,721	857,993
Office Rent		5,042,845	7,586,645
Income Tax (Corporate)	02.01.01	237,980,552	237,980,552
Profit Commission	02.01.02	6,304,170	6,304,170
Provision for Salaries and Allowances		-	3,741,111
Payable to Gratuity Fund		4,437,762	8,220,386
		<u>260,883,930</u>	<u>271,106,737</u>

02.01.01 Income Tax (Corporate)

Year-wise break down as under:

Year	<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
2021	47,067,767	47,067,767
2020	27,874,189	27,874,189
2019	29,002,763	29,002,763
2018	20,000,000	20,000,000
2017	18,500,000	18,500,000
2016	25,000,000	25,000,000
2015	17,500,000	17,500,000
2014	17,500,000	17,500,000
2013	10,000,000	10,000,000
2012	12,500,000	12,500,000
2011	13,035,833	13,035,833
	<u>237,980,552</u>	<u>237,980,552</u>

02.01.02 Profit Commission

Brac Bank Ltd	5,674,900	5,674,900
BD Cricket Board	278,930	278,930
Multinational OSG Services BD Pvt	23,503	23,503
Evercare Hospital Dhaka	326,837	326,837
	<u>6,304,170</u>	<u>6,304,170</u>

03.00 Unpaid Dividend

This represents dividend warrant issued against dividend for the year 2006-2019 which were not encashed until 30-06-2022

	30-Jun-2022	31-Dec-2021
Opening Balance	1,228,436	3,156,402
Add: Provision during the Year	-	40,044,540
	1,228,436	43,200,942
Less: Payment during the Year	-	41,972,506
Closing Balance	1,228,436	1,228,436

The amount of Dividend which remains unpaid or unclaimed after Annual General Meeting (AGM) were transferred to a special dividend account, called "Unpaid Dividend Account" of the company.

During the year 2021 amount of Tk. 2,862,855 has been transferred in favor of the Capital Market Stabilization Fund (CMSF) following the BSEC directive number DSE/Listing/327/2021/6245-107 dated 16 Sep 2021.

04.00 Loans (On Insurers' Policies within their Surrender Value)

Movement of the head is given below:

	30-Jun-2022	31-Dec-2021
Opening balance	103,890,817	80,695,962
Add: Addition during the year	69,726,432	55,732,734
	173,617,249	136,428,696
Less: Adjustment during the year	52,864,794	32,537,879
Closing Balance	120,752,455	103,890,817

Operational segment-wise break-down is given below:

	30-Jun-2022	31-Dec-2021
Individual Product Line (IPL-Bokul)	35,870,535	32,558,289
Individual Product Line (IPL-Polash)	66,569,932	57,496,393
Individual Product Line (IPL-Metro)	916,407	647,262
Islami Jibon Bima Takaful (IJBT)	16,804,015	12,839,307
Pragati Bima & Pragati Islami Bima Division (PB & PIBD)	591,566	349,566
Total	120,752,455	103,890,817

05.00 Advances & Deposits

		<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
Advance Income Tax		349,872,675	325,252,666
Income Tax Refund Due		1,783,600	1,783,600
Advance against Office Rent		41,792,259	42,058,032
Advance against Tender Security	05.01	11,084,863	3,303,750
Advance against Development Salary		97,436	97,436
Advance Company Registration Fees		1,835,495	3,670,991
Advance against Expenses		704,327	939,327
Advance against Conference		1,100,000	1,100,000
Advance against Salary		2,872,344	140,327
Advance against Building Construction		10,090,159	1,887,778
Subscription for IPO		-	10,637,500
Shasthyo Surokhsha Karmasuchi IOU		3,949,728	2,147,680
Short Term Loan		1,469,653	284,100
Revolving Fund		1,443,000	1,443,000
Motor Cycle Loan		674,000	642,000
Security Deposit		371,624	280,169
Advance against Land Purchases		56,000	56,000
Performance Bank Guarantee		500,000	500,000
Security Deposit (MRC) Icom Bd. Ltd.		28,677,350	28,663,821
Pragati Training Center		571,200	571,200
Pragati Insurance Limited		263,741	231,609
Advance against Traveling & Tour		125,247	107,933
Receivable others		131,263	16,000
Premium on BGTB		5,094,360	5,094,360
Deferred Expenses for Antivirus		61,291,887	59,900,723
		<u>610,666</u>	<u>610,666</u>
		<u>526,462,877</u>	<u>491,420,668</u>

05.01 Advance against Tender Security

		<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
National University		150,000	150,000
National University		150,000	150,000
Pragoti Industries Limited		140,000	50,000
IFIC bank		10,000	10,000
National University		-	150,000
BD Sugar		300,000	-
Ruppur Atomic Power Station		-	1,793,750
Business Communication Western Bridge		2,800,000	1,000,000
Branch office of Atomstroyexport Joint Stock Company		7,209,863	-
Vd MU Ltd. Branch		325,000	-
		<u>11,084,863</u>	<u>3,303,750</u>

06.00 Sundry Debtors

	<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
Eminent Securities Ltd.	3,927	4,293
A.M. Securities Ltd.	307	1,587
BRAC EPL Stock Brokerage Ltd.	1,370	12,046
Trade Receivable	81,017,688	90,355,405
Other Receivable	8,319,108	8,722,196
Training Fees Receivable	8,254,932	8,248,927
Lanka Bangla Securities Ltd	3,072	3,072
Total	<u>97,600,404</u>	<u>107,347,526</u>

07.00 Fixed Deposit with Banks and Financial Institutions

	<u>30-Jun-2022</u>	<u>31-Dec-2021</u>
Bank:		
AB Bank Limited	2,000,000	2,000,000
BASIC Bank Limited	21,858,781	32,346,986
Exim Bank Limited	10,000,000	108,717,243
IFIC Bank Limited	-	83,490,480
Mutual Trust Bank Limited	-	10,000,000
One Bank Limited	31,695,788	41,695,788
Padma Bank Limited	60,000,000	60,000,000
Premier Bank Limited	67,754,206	65,873,290
Social Islami Bank Limited	114,428,297	148,200,039
Southeast Bank Limited	5,132,000	38,380,557
Southeast Bank Limited	10,537,000	10,537,000
Standard Bank Limited	-	113,575,287
Sub Total	<u>323,406,072</u>	<u>714,816,670</u>
NBFI:		
Bangladesh Industrial Finance Corporation Ltd	14,277,103	13,804,488
Delta Brac Housing Finance and Corporation Ltd	44,666,852	74,930,850
Fareast Finance & Investment	20,000,000	24,441,711
FAS Finance & Investment Ltd	81,658,932	79,340,040
First Finance Ltd.	76,000,000	76,836,594
IDLC Finance Ltd	54,502,628	53,426,269
IIDFC	20,000,000	43,628,154
International Leasing	40,882,726	39,995,958
IPDC Finance Ltd	109,336,814	109,336,814
Lanka Bangla Finance Ltd.	-	20,000,000
Premier Leasing & Finance Limited	78,962,152	76,872,583
Prime Finance & Investment Ltd.	13,568,814	13,568,814
Union Capital Ltd	48,186,666	46,615,188
Sub Total	<u>602,042,687</u>	<u>672,797,463</u>
Grand Total	<u>925,448,759</u>	<u>1,387,614,133</u>