

PIONEER/HO/CS/42/2021

June 24, 2021

The Chairman  
Bangladesh Securities and Exchange Commission  
Securities Commission Bhaban  
E-6/C, Agargaon,  
Sher-e-Bangla Nagar Administrative Area  
Dhaka 1207.

Subject : 1<sup>st</sup> Quarter (Q-1) un audited accounts 2021.

Dear Sir,


We are pleased to inform you that the Board of Directors of Pioneer Insurance Company Limited in their 222<sup>nd</sup> meeting (virtual), by using digital platform, held on 24th June, 2021, at 4:15 p.m. has approved the 1<sup>st</sup> Quarter (Q-1) un audited accounts 2021, copy enclosed herewith for your kind perusal.

Interconnected information are as follows:

SL No.	Particulars	31.03.2021 Tk	31.03.2020 Tk
1	Gross Premium	737,758,934	780,265,524
2	Earning Per Share (EPS) for Q1	2.04	2.03
3	Net Asset Value (NAV)	3,601,852,246	3,118,384,362
4	Net Asset Value Per Share	51.47	44.56
5	Net Operating Cash Flow Per Share	1.14	0.81

Thanking you.

Yours faithfully,

  
Tark Ur Rahman  
CEO

C.C. to: 1. The Managing Director, Dhaka Stock Exchange Limited, Stock Exchange Building,  
9/F, Motijheel C/A, Dhaka.

2. The Chief Executive Officer, Chittagong Stock Exchange Limited, Eunoos Trade Centre  
(Level-15), 52-53, Dilkusha C/A, Dhaka-1000.

# PIONEER INSURANCE COMPANY LIMITED

## FIRST QUARTER(Q1) ACCOUNTS

### Un-audited Statement of Profit or Loss and Other Comprehensive Income For the First Quarter(Q1) ended March 31, 2021

	Notes	January to March -2021 Taka	January to March-2020 Taka
<b>A. INCOME :</b>			
Gross Premium	4	737,758,934	780,265,524
Less Reinsurance Premium		296,462,729	320,822,141
Net Premium		441,296,205	459,443,383
Reinsurance Commission		37,467,352	45,392,632
Income from Investment and other sources		25,249,301	23,426,327
		504,012,858	528,262,342
<b>B. EXPENDITURE :</b>			
Claims	5	82,401,103	122,205,834
Expenses of Management		206,330,334	206,907,130
		288,731,437	329,112,964
<b>C. RESERVE FOR UNEXPIRED RISKS ADJUSTMENTS</b>		13,134,822	(1,524,823)
<b>D. PROFIT BEFORE TAX (A-B-C)</b>		202,146,599	200,674,201
<b>E. PROVISION FOR TAX</b>	6	59,579,082	58,558,187
<b>F. NET PROFIT AFTER TAX (D-E)</b>		142,567,517	142,116,014
<b>G. RESERVE</b>		43,467,718	44,845,419
<b>H. BALANCE OF PROFIT B/F</b>		433,879,597	193,850,361
<b>I. RETAINED EARNINGS (F-G+H)</b>		532,979,396	291,120,956
<b>Earning per Share after tax (EPS)</b>	11	<b>2.04</b>	2.03



Chief Financial Officer



Company Secretary



Chief Executive Officer

Sd/-

Director

Sd/-

Chairman

**PIONEER INSURANCE COMPANY LIMITED**  
**FIRST QUARTER(Q1) ACCOUNTS**

**Un-audited Statement of Financial Position**  
**As at March 31, 2021**

	Notes	As at 31 March 2021 <u>Taka</u>	As at 31 December 2020 <u>Taka</u>
<b>A. FIXED ASSETS</b>		520,835,590	524,570,441
<b>B. CURRENT ASSETS :</b>			
Stock of Printing		1,877,187	2,029,614
Bangladesh Govt. Treasury Bond		75,000,000	25,000,000
Investment (Share)	8	1,408,110,751	1,435,167,712
Sundry Debtors		1,928,673,088	1,817,358,220
Insurance Stamp		4,617,101	4,888,221
Cash & Bank Balance (including FDR)		1,563,575,947	1,529,755,452
<b>Total Current Assets</b>		<u>4,981,854,074</u>	<u>4,814,199,219</u>
<b>C. CURRENT LIABILITIES :</b>			
Fund Accounts, Creditors & Accruals		1,900,837,418	1,857,112,807
<b>D. NET WORKING CAPITAL (B-C)</b>		3,081,016,656	2,957,086,412
<b>E. NET ASSETS (A+D)</b>		<u><b>3,601,852,246</b></u>	<u><b>3,481,656,853</b></u>
<b>FINANCED BY :</b>			
Share Capital	3	699,806,250	699,806,250
Share Premium		144,000,000	144,000,000
Revenue Reserve	9	2,225,066,600	2,203,971,006
Retained Earnings		532,979,396	433,879,597
<b>Total Shareholders' Equity</b>		<u><b>3,601,852,246</b></u>	<u><b>3,481,656,853</b></u>
Net Assets Value Per Share	10	51.47	49.75



Chief Financial Officer



Company Secretary



Chief Executive Officer

Sd/-

Director

Sd/-

Chairman

**PIONEER INSURANCE COMPANY LIMITED**  
**FIRST QUARTER(Q1) ACCOUNTS**

**Un-audited Statement of Cash Flows**  
**For the First Quarter (Q1) ended March 31, 2021**

	Notes	January to March -2021 Taka	January to March -2020 Taka
<b>CASH FLOW FROM OPERATING ACTIVITIES :</b>			
Collection from Premium & Other Income		714,943,051	712,957,424
Management Expenses, Commission, Reinsurance & Claim		(585,364,444)	(646,425,066)
Income Tax		(50,000,000)	(10,000,000)
		79,578,607	56,532,358
<b>CASH FLOW FROM INVESTING ACTIVITIES :</b>			
Investment in Govt. Treasury Bond		(50,000,000)	-----
Investment in Share		4,684,837	-----
Purchase of Fixed Assets		(442,949)	(997,652)
		(45,758,112)	(997,652)
<b>CASH FLOW FROM FINANCING ACTIVITIES :</b>			
		-----	-----
<b>NET CASH FLOWS FOR THE YEAR:</b>		33,820,495	55,534,706
Cash and Bank Balance at the beginning of the year		1,529,755,452	1,261,281,596
Cash and Bank Balance at the end of the period		<u>1,563,575,947</u>	<u>1,316,816,302</u>
Net Operating Cash Flow Per Share	12	1.14	0.81

**Reconciliation Statement of Net Profit with Cash Flows from Operating Activities**

<b>Profit before tax</b>	<b>202,146,599</b>
Add Non-Cash expenses (Depreciation)	4,177,800
Less Increase in Current Assets ( Accrued Interest, Sundry Debtors, Stock of Printing etc.)	60,891,321
Less Decrease in Current Liabilities (Premium Deposit, Outstanding Claims, Unexpired Risk Reserve, etc.)	15,854,471
Less Income tax paid	<u>50,000,000</u>
<b>Cash Flows from Operating Activities</b>	<b><u>79,578,607</u></b>



Chief Financial Officer



Company Secretary



Chief Executive Officer

Sd/-

Director

Sd/-

Chairman

# PIONEER INSURANCE COMPANY LIMITED

## FIRST QUARTER(Q1) ACCOUNTS

### Statement of Changes in Equity (Un-audited) for the First Quarter(Q1) ended March 31, 2021

Particulars	Share Capital	Share Premium	General Reserve	Reserve for Fair Value of Share	Reserve for Exceptional losses	Retained Earnings	Total
Equity as at January 01,2021	699,806,250	144,000,000	4,500,000	952,602,604	1,246,868,402	433,879,597	3,481,656,853
Net Profit for this year (after adjustment of tax )						142,567,517	142,567,517
Transfer to Reserve for exceptional losses					43,467,718	(43,467,718)	
Transfer to Reserve for Fair Value				(22,372,124)			(22,372,124)
Equity as at 31st March, 2021	699,806,250	144,000,000	4,500,000	930,230,480	1,290,336,120	532,979,396	3,601,852,246
Equity as at 31st March, 2020	699,806,250	144,000,000	4,500,000	839,922,131	1,139,035,025	291,120,956	3,118,384,362



Chief Financial Officer



Company Secretary



Chief Executive Officer

Sd/-

Director

Sd/-

Chairman

## PIONEER INSURANCE COMPANY LIMITED

### Selected explanatory notes to the Quarterly Financial Statements for the First Quarter (Q1) ended March 31, 2021.

**1. Basis of preparation:** Quarterly abridged Financial Statement (un-audited) has been prepared in accordance with BSEC notification no-BSEC/CMRRCD/2006-158/208/Admin/91, dated 20 June 2018 and based on International Accounting Standard(IAS)- 34 "Interim Financial Reporting" as adopted in IFRS, the Company Act-1994, the Insurance Act-2010, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

**2. Significant Accounting Policies and Method of Computation:** Accounting policies and methods of computation followed in preparing this Quarterly Financial Statements are consistent with those used in the Annual Financial Statements prepared and published for the year ending December 31, 2020.

**3. Issued, Subscribed and Paid-up Capital :** Issued, Subscribed and Paid-up Capital consists of 69,980,625 Ordinary Shares of Tk. 10/= each fully paid-up.

Year	Particulars	Value per Share	Paid up capital		Cumulative Paid-up capital
			No. of Shares	Taka	
1996	As per MOA & AOA	10	6,000,000	60,000,000	60,000,000
2001	Initial Public Offering	10	9,000,000	90,000,000	150,000,000
2009	25% Bonus	10	3,750,000	37,500,000	187,500,000
	20% Rights	10	3,750,000	37,500,000	225,000,000
2010	25% Bonus	10	4,687,500	46,875,000	271,875,000
2011	30% Bonus	10	8,156,250	81,562,500	353,437,500
2012	20% Bonus	10	7,068,750	70,687,500	424,125,000
2013	20% Bonus	10	8,482,500	84,825,000	508,950,000
2014	25% Bonus	10	12,723,750	127,237,500	636,187,500
2015	10% Bonus	10	6,361,875	63,618,750	699,806,250
	<b>Total:</b>		<b>69,980,625</b>	<b>699,806,250</b>	

#### 4. Class wise Gross Premium:

Class of Premium	As on 31/03/2021	As on 31/03/2020
Fire	427,882,337	388,920,587
Marine	157,226,381	182,627,459
Motor	59,234,286	68,187,404
Misc.	93,415,930	140,530,074
<b>Total:</b>	<b>737,758,934</b>	<b>780,265,524</b>



#### 5. Claims(Class wise):

Class	As on 31/03/2021	As on 31/03/2020
Fire	34,536,907	94,861,840
Marine	24,936,050	7,633,892
Motor	10,769,465	18,551,548
Misc.	12,158,681	1,158,554
<b>Total:</b>	<b>82,401,103</b>	<b>122,205,834</b>

6. **Provision for Income Tax:** Provision for tax Tk. 59,579,082 includes Tk. 54,082 as provision for Deferred Tax Liabilities / (Assets). Provision for Income Tax has been made on taxable income after necessary add back in accordance with the provision of Finance Act 2020 and the Income Tax Ordinance 1984. Details calculations are given below:

Particulars	As on 31/03/2021	As on 31/03/2020
Net Profit	202,146,599	200,674,201
Less: Reserve for exceptional loss	43,467,718	44,845,419
Taxable Income	158,678,881	155,828,782
Current Tax	59,504,580	58,435,793
Provision for adjustment of Previous year	0	0
Provision for Tax	59,525,000	58,500,000

Provision has been made for deferred tax liability/ (assets) for the period ended 31, March 2021 in order to comply with the requirement of IAS- 12. Calculations are given below:

Particulars	As on 31/03/2021
W.D.V. of Fixed Assets as per Financial position	520,835,590
W.D.V. of Fixed Assets as per Tax basis	520,691,370
Taxable temporary difference	144,220
Tax rate	37.50%
Deferred tax liabilities as on 31/03/2021	54,082

7. **Depreciation:** Depreciation on Fixed Assets has been calculated in accordance with paragraph 55 of BAS-16.

8. **Investment in Share:** Incompliance with IFRS-9, Investment in Share, available for sale, has been shown in Fair Value (Market Value) and necessary provision has been made in Financial Statement as Revenue Reserve.

#### 9. Revenue Reserve : Tk.2,225,066,600

Details are given below:

	As on 31/03/2021	As at 31/12/2020
Reserve for Exceptional Losses	1,290,336,120	1,246,868,402
General Reserve	4,500,000	4,500,000
Reserve for Fair Value of share	930,230,480	952,602,604
<b>Total:</b>	<b>2,225,066,600</b>	<b>2,203,971,006</b>



#### 10. Net Assets Value:

Calculation of Net Assets Value (NAV) per share :

	As on 31/03/2021	As at 31/12/2020
Net Assets	3,601,852,246	3,481,656,853
Weighted average number of ordinary shares	69,980,625	69,980,625
<b>Net Assets Value per Share</b>	<b>51.47</b>	<b>49.75</b>

#### 11. Earnings per Share:

Earnings per share (EPS) calculated in accordance with "IAS 33"

Particulars	Jan-Mar,2021	Jan-Mar,2020
Net Profit after Tax	142,567,517	142,116,014
Weighted average number of ordinary shares	69,980,625	69,980,625
Earnings per Share	2.04	2.03

#### 12. Net Operating Cash Flows Per Share (NOCFPs):

Details calculation is as follows:

Particulars	As on 31/03/2021	As on 31/03/2020
Net cash generated from operating activities	79,578,607	56,532,358
Weighted average number of ordinary shares	69,980,625	69,980,625
Net Operating Cash Flows Per Share	1.14	0.81

#### 13. Related party transactions:

In accordance with Para 18 of IAS-24, details transaction with related parties and balance with them as at March 31, 2021 are given below:

Name of the related party	Relationship	Amount of transaction	Outstanding balance	Doubtful debts	Expenses in respective Doubtful debts
Apex Footware Ltd.	Common Director	16,418,307	-	-	-
Apex Tannery Ltd.	Common Director	1,028,170	-	-	-
Square Group	Common Director	33,771,365	-	-	-
ACI Group	Common Director	40,635,412	-	-	-
Shamsul Alamin Group	Common Director	798,241	-	-	-
<b>Total:</b>		<b>92,651,495</b>			



14. In accordance with para-17 of IAS-24, we confirm that, during the period under review no compensation except Chief Executive Officer's remuneration was allowed by the Company.

The detail of published First Quarter (Q1) Financial Statements is available in the website of the Company. The address of the website is [www.pioneerinsurance.com.bd](http://www.pioneerinsurance.com.bd)



\_\_\_\_\_  
Chief Financial Officer



\_\_\_\_\_  
Company Secretary



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Chief Executive Officer

\_\_\_\_\_  
Sd/-

Director

\_\_\_\_\_  
Sd/-

Chairman