

PIONEER INSURANCE COMPANY LIMITED

THIRD QUARTER (Q3) ACCOUNTS-2021

**Unaudited Statement of Profit or Loss and Other Comprehensive Income
For the Third Quarter (Q3) ended September 30, 2021**

	Notes	January to September-21 <u>Taka</u>	January to September-20 <u>Taka</u>	July to September-21 <u>Taka</u>	July to September-20 <u>Taka</u>
A. INCOME :					
Gross Premium	4	2,110,514,159	2,108,169,034	651,715,992	716,191,473
Less Reinsurance Premium		888,909,843	872,376,054	314,680,668	304,539,403
Net Premium		1,221,604,316	1,235,792,980	337,035,324	411,652,070
Reinsurance Commission		94,818,483	113,290,848	22,001,564	42,537,341
Income from Investment and other sources		70,672,945	84,157,758	28,671,045	30,521,772
		1,387,095,744	1,433,241,586	387,707,933	484,711,183
B. EXPENDITURE :					
Claims	5	278,978,448	279,849,717	83,543,175	71,897,553
Expenses		444,799,313	614,397,384	126,436,760	230,669,758
		723,777,761	894,247,101	209,979,935	302,567,311
C. Reserve for Unexpired Risks adjustments		4,394,781	(58,934,050)	(26,305,784)	(15,551,499)
D. PROFIT BEFORE TAX (A-B-C)	11	658,923,202	597,928,535	204,033,782	197,695,371
E. PROVISION FOR TAXES	6	200,162,248	176,738,275	63,254,083	58,121,901
F. NET PROFIT AFTER TAX (D-E)		458,760,954	421,190,260	140,779,699	139,573,470
G. RESERVE		119,190,717	119,839,991	32,664,338	39,217,979
H. BALANCE OF PROFIT B/F		223,937,722	53,889,111	455,392,598	254,883,889
I. RETAINED EARNINGS (F-G+H)		563,507,959	355,239,380	563,507,959	355,239,380
Earning per Share after tax(EPS)	12	5.96	5.47 (Restated)	1.83	1.81 (Restated)



Chief Financial Officer



Company Secretary



Chief Executive Officer

Sd/-

Director

Sd/-

Chairman

PIONEER INSURANCE COMPANY LIMITED

THIRD QUARTER (Q3) ACCOUNTS-2021

**Unaudited Statement of Financial Position
As on September 30, 2021**

	Notes	As at 30 Sept. 2021 <u>Taka</u>	As at 31 Dec. 2020 <u>Taka</u>
A. FIXED ASSETS		522,201,272	524,570,441
B. CURRENT ASSETS :			
Stock of Printing & stationary		1,717,841	2,029,614
Investment (BGTB)		75,000,000	25,000,000
Investment (Share)	8	1,411,376,311	1,435,167,712
Sundry Debtors(incl.adv.deposit & pre- payment)		1,861,031,521	1,822,109,968
Stock of Insurance Stamp		3,605,378	4,888,221
Cash & Bank Balance (including FDR)		1,610,522,529	1,525,003,704
Total Current Assets		4,963,253,580	4,814,199,219
C. CURRENT LIABILITIES :			
Balance of Fund & Account		673,815,088	669,420,307
Deposit Premium		103,502,719	86,633,808
Sundry Creditors		490,783,206	671,786,423
Unclaimed Dividend	14	5,506,164	-
Outstanding Claims		406,937,142	429,272,269
Fund accounts, Creditors & accruals		1,680,544,319	1,857,112,807
D. NET WORKING CAPITAL (B-C)		3,282,709,261	2,957,086,412
E. NET ASSETS (A+D)		<u>3,804,910,533</u>	<u>3,481,656,853</u>
FINANCED BY :			
Share Capital	3	769,786,875	699,806,250
Share Premium		144,000,000	144,000,000
Revenue Reserve	9	2,327,615,699	2,203,971,006
Retained Earnings		563,507,959	433,879,597
Total Shareholders' Equity		<u>3,804,910,533</u>	<u>3,481,656,853</u>
Net Assets Value Per Share (NAV)	10	49.43	45.23 (Restated)



Chief Financial Officer



Company Secretary



Chief Executive Officer

Sd/-

Director

Sd/-

Chairman

PIONEER INSURANCE COMPANY LIMITED


THIRD QUARTER (Q3) ACCOUNTS-2021

**Unaudited Statement of Cash Flows
For the Third Quarter (Q3) ended September 30, 2021**

	Notes	January-Sept. 2021 <u>Taka</u>	January-Sept. 2020 <u>Taka</u>
CASH FLOW FROM OPERATING ACTIVITIES :			
Collection from Premium & Other Income		2,075,949,654	2,024,508,432
Management Expenses, Commission, Reinsurance & Claims		(1,620,154,432)	(1,677,377,941)
Income-tax paid		(197,656,009)	(74,955,766)
		258,139,213	272,174,725
CASH FLOW FROM INVESTING ACTIVITIES :			
Purchase of Fixed Assets		(10,904,515)	(1,861,683)
Investment in Govt. Treasury Bond		(50,000,000)	-
Share Investment		28,245,377	-
		(32,659,138)	(1,861,683)
CASH FLOW FROM FINANCING ACTIVITIES:			
Dividend		(139,961,250)	(139,961,250)
NET CASH FLOWS FOR THE YEAR:		85,518,825	130,351,792
Cash and Bank Balance at the beginning of the year		1,525,003,704	1,261,281,596
Cash and Bank Balance at the end of the period		<u>1,610,522,529</u>	<u>1,391,633,388</u>
Net Operating Cash Flow Per Share	13	3.35	3.54 (Restated)

Reconciliation Statement of Net Profit with Cash Flows from Operating Activities

Profit before tax	658,923,202
Add Non-Cash expenses (Depreciation)	13,273,684
Add Decrease in Current Assets:	
Sundry Debtors	158,734,456
Stock of Insurance Stamp	1,282,843
Stock of Printing & stationary	311,773
	160,329,072
Add Increase in Current Liabilities:	
Deposit Premium	16,868,911
Unexpired Risk Reserve (Balance of Fund & Account)	4,394,781
	21,263,692
Less Decrease in Current Liabilities :	
Sundry Creditors	375,659,301
Outstanding Claims	22,335,127
	397,994,428
Less Income tax paid	197,656,009
Cash Flows from Operating Activities	<u>258,139,213</u>



Chief Financial Officer



Company Secretary



Chief Executive Officer

Sd/-

Director

Sd/-

Chairman

PIONEER INSURANCE COMPANY LIMITED

THIRD QUARTER (Q3) ACCOUNTS-2021

Statement of Change in Equity for the Third Quarter (Q3) ended September 30, 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)						458,760,954	458,760,954
Transfer to Reserve for exceptional losses					119,190,717	(119,190,717)	
Transfer to Reserve for Fair Value of Share				4,453,976			4,453,976
Transfer to Stock Dividend A/C	69,980,625					(69,980,625)	
Transfer to Dividend A/C						(139,961,250)	(139,961,250)
Equity as at 30th September, 2021	769,786,875	144,000,000	4,500,000	957,056,580	1,366,059,119	563,507,959	3,804,910,533
Equity as at 30th September, 2020	699,806,250	144,000,000	4,500,000	941,030,424	1,214,029,597	355,239,380	3,358,605,651



Chief Financial Officer



Company Secretary



Chief Executive Officer

Sd/-

Director

Sd/-

Chairman

Pioneer Insurance Co. Ltd.
Schedule of Fixed Assets as at September 30, 2021
(As Per Account based)

Annexure-1

Particulars	Cost				Rate	Depreciation				Written down value	
	As on 01.01.2021	Adjustment	Addition During the year	Total 30.09.2021		As on 01.01.2021	Adjustment	During the year	Total 30.09.2021	As on 30.09.2021	As on 01.01.2021
Furniture & Fixtures	12,233,530		86,500	12,320,030	10%	8,220,321		304,691	8,525,012	3,795,018	4,013,209
Office Machineries	3,864,738			3,864,738	15%	3,256,815		68,391	3,325,206	539,532	607,923
Air Conditioner	15,868,009		77,937	15,945,946	15%	11,446,125		501,359	11,947,484	3,998,462	4,421,884
Computer	16,938,114		3,647,845	20,585,959	15%	10,935,055		914,626	11,849,681	8,736,278	6,003,059
Telephone Installation	3,567,310		121,475	3,688,785	15%	2,907,910		83,294	2,991,204	697,582	659,400
Electric Equipment	3,894,456			3,894,456	15%	2,833,282		119,382	2,952,664	941,792	1,061,174
Motor Vehicle	168,015,377		6,708,340	174,723,717	20%	122,461,412		7,493,619	129,955,031	44,768,686	45,553,965
Signboard	2,222,767		50,172	2,272,939	20%	1,887,343		54,629	1,941,972	330,967	335,424
Croceries	1,060,234			1,060,234	20%	874,877		27,804	902,681	157,553	185,357
Office Renuvation	89,345,823		212,246	89,558,069	20%	64,922,879		3,705,891	68,628,770	20,929,299	24,422,944
Office space	123,156,102			123,156,102				0	0	123,156,102	123,156,102
Office Space (Work in Progress)	314,150,000			314,150,000				0	0	314,150,000	314,150,000
Grand Total	754,316,460	0	10,904,515	765,220,975		229,746,019	0	13,273,684	243,019,703	522,201,272	524,570,441

Schedule of Fixed Assets as at September 30, 2021
(As Per Tax based)

Particulars	Cost				Rate	Depreciation				Written down value	
	As on 01.01.2021	Adjustment	Addition During the year	Total 30.09.2021		As on 01.01.2021	Adjustment	During the year	Total 30.09.2021	As on 30.09.2021	As on 01.01.2021
Furniture & Fixtures	12,233,530		86,500	12,320,030	10%	8,220,321		304,691	8,525,012	3,795,018	4,013,209
Office Machineries	3,864,738			3,864,738	10%	3,256,815		45,594	3,302,409	562,329	607,923
Air Conditioner	15,868,009		77,937	15,945,946	20%	11,446,125		667,180	12,113,305	3,832,641	4,421,884
Computer	16,938,114		3,647,845	20,585,959	20%	10,935,055		1,139,741	12,074,796	8,511,163	6,003,059
Telephone Installation	3,567,310		121,475	3,688,785	20%	2,907,910		108,021	3,015,931	672,854	659,400
Electric Equipment	3,894,456			3,894,456	20%	2,833,282		159,176	2,992,458	901,998	1,061,174
Motor Vehicle	168,015,377		6,708,340	174,723,717	20%	122,461,412		7,493,619	129,955,031	44,768,686	45,553,965
Signboard	2,222,767		50,172	2,272,939	20%	1,887,343		54,629	1,941,972	330,967	335,424
Croceries	1,060,234			1,060,234	20%	874,877		27,804	902,681	157,553	185,357
Office Renuvation	89,345,823		212,246	89,558,069	20%	64,922,879		3,705,891	68,628,770	20,929,299	24,422,944
Office space	123,156,102			123,156,102				0	0	123,156,102	123,156,102
Office Space (Work in Progress)	314,150,000			314,150,000				0	0	314,150,000	314,150,000
Grand Total	754,316,460	0	10,904,515	765,220,975		229,746,019	0	13,706,344	243,452,363	521,768,612	524,570,441



[Handwritten signature]

[Handwritten signature]

PIONEER INSURANCE COMPANY LIMITED
Selected explanatory notes to the Quarterly Financial Statements for the Third
Quarter (Q3) ended September 30, 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 76,978,687 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
2020	10% Bonus	10	6,998,062	69,980,625	769,786,875
	Total:		76,978,687	769,786,875	

4. **Gross Premium (Class wise):**

Class	As on 30/09/2021	As on 30/09/2020
Fire	1,136,691,041	1,104,409,941
Marine	568,900,809	457,651,155
Motor	156,974,662	184,808,104
Misc.	247,947,647	361,299,834
Total:	2,110,514,159	2,108,169,034



5. Net Claims (Class wise):

Class	As on 30/09/2021	As on 30/09/2020
Fire	180,698,637	163,353,840
Marine	56,680,832	76,675,137
Motor	24,944,011	38,684,148
Misc.	16,654,968	1,136,592
Total:	278,978,448	279,849,717

6. Provision for Income Tax: Provision for tax Tk. 200,162,248 includes Tk. 162,248 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 30/09/2021	As on 30/09/2020
Net Profit	658,923,202	597,928,535
Less: Reserve for exceptional loss	119,190,717	119,839,991
Less: Cash Dividend Income Received	15,474,356	15,872,433
Taxable Income	524,258,129	462,216,111
Tax @ 37.50%	196,596,798	173,331,041
Tax on Cash Dividend Income @ 20%	3,094,871	3,174,487
Total Current Tax	199,691,669	176,505,528
Provision for Tax	200,000,000	176,505,528

Provision has been made for deferred tax liability/ (assets) for the period ended 30, September 2021 in order to comply with the requirement of IAS- 12. Calculations are given below:

Particulars	As on 30/09/2021	As on 30/09/2020
W.D.V. of Fixed Assets as per Accounts base	522,201,272	525,246,679
W.D.V. of Fixed Assets as per Tax base	521,768,612	524,626,020
Taxable temporary difference	432,660	620,659
Tax rate	37.50%	37.50%
Deferred tax liabilities as on 30/09/2021	162,248	232,747

Details calculation are given in Annexure-1

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

Details calculation of depreciation on Fixed Assets are given in Annexure-1

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. 2,327,615,699

Details are given below:

	As on 30/09/2021	As at 31/12/2020
Reserve for Exceptional Losses	1,366,059,119	1,246,868,402
General Reserve	4,500,000	4,500,000
Reserve for Fair Value of share	957,056,580	952,602,604
Total:	2,327,615,699	2,203,971,006

10. Net Assets Value Per Share (NAV)

Calculation is given below

	As on 30/09/2021	As on 31/12/2020
Net Assets	3,804,910,533	3,481,656,853
Weighted average number of ordinary shares	76,978,687	69,980,625
Net Assets Value per Share	49.43	45.23 (Restated)

Calculation of Net Assets:

	As on 30/09/2021	As on 31/12/2020
Fixed Assets	522,201,272	524,570,441
Add Current Assets	4,963,253,580	4,814,199,219
Total Assets	5,485,454,852	5,338,769,660
Current Liabilities	1,680,544,319	1,857,112,807
Net Assets	3,804,910,533	3,481,656,853

NAV has increased due to increase in total Assets & decrease in Current Liabilities.

11. Profit Before Tax:

Due to decrease in expenditure, the profit has increased compared to the previous period.

12. Earnings per Share (EPS):

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

Particulars	Jan-Sept.,2021	Jan-Sept,2020
Net Profit after Tax	458,760,954	421,190,260
Weighted average number of ordinary shares	76,978,687	69,980,625
Earnings per Share (EPS)	5.96	5.47 (Restated)

As compare to the restated EPS of previous period, the current period EPS has increased due to decrease in expenses.



13. Net Operating Cash Flows Per Share(NOCFPs):

Detail calculation is as follows:

Particulars	As on 30/09/2021	As on 30/09/2020
Net cash generated from operating activities	258,139,213	272,174,725
Weighted average number of ordinary shares	76,978,687	69,980,625
Net Operating Cash Flows Per Share	3.35	3.54 (Restated)

14. Unclaimed Dividend:

Opening Balance as at 01.01.2021	7,394,739
Less: Paid during the year	1,888,575
Balance as at 30.09.2021	5,506,164

15. Related party transactions:

In accordance with Para 18 of IAS-24, details transaction with related parties and balance with them as at September 30, 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	56,478,144	-	-	-
Apex Tannery Ltd.	Common Director	15,109,754	-	-	-
Square Group	Common Director	160,164,151	-	-	-
ACI Group	Common Director	118,318,685	-	-	-
Shamsul Alamin Group	Common Director	3,592,440	-	-	-
Total:		353,663,174			

We are confirming you that Pioneer Insurance Company Limited has complied the BSEC Notification No. BSEC/CMRRCD/2009-193/2/admin/103 dated February 05,2020. Pioneer Insurance Company Limited did not enter into any contract for the sale or purchase of the assets of 1% (one percent) or above of the total tangible assets as shown in the statement of financial position as of the end of the immediately preceding completed financial year or for supply of goods and materials amounting to 1% (one percent) or above the revenue for the immediately preceding financial year with:-

- (i) Any director of the company;
- (ii) Any firms in which any director of the company is a partner;
- (iii) Any private company of which any director of the company is a director or member; or
- (iv) Any public company, the managing agent, manager or director which is accustomed to act in accordance with the direction or instructions of any director of the company.



16. 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 Third Quarter (Q3) financial statements is available in the website of the Company. The address of the website is www.pioneerinsurance.com.bd



Chief Financial Officer



Company Secretary



Chief Executive Officer

Sd/-

Director

Sd/-

Chairman