

PIONEER INSURANCE COMPANY LIMITED

SECOND QUARTER (Q2) ACCOUNTS

Un-audited Statement of Financial Position

As at June 30, 2022

	Notes	As at 30 June 2022 <u>Taka</u>	As at 31 Dec. 2021 <u>Taka</u>
A. FIXED ASSETS		520,414,821	515,863,024
B. CURRENT ASSETS :			
Stock of Printing		1,622,741	1,679,063
Bangladesh Govt. Treasury Bond		204,700,000	125,000,000
Investment (Share)	8	1,293,509,979	1,315,572,809
Sundry Debtors		1,963,229,745	1,956,324,332
Insurance Stamp		4,526,714	4,640,139
Cash & Bank Balance (including FDR)		2,113,654,611	1,879,041,259
Total Current Assets		5,581,243,790	5,282,257,602
C. CURRENT LIABILITIES :			
Balance of Fund & Account		672,410,414	657,248,135
Deposit Premium		304,759,157	226,687,576
Sundry Creditors		713,068,774	774,241,105
Unclaimed Dividend	13	1,271,813	1,678,546
Outstanding Claims		336,828,012	392,825,087
Fund accounts, Creditors & accruals		2,028,338,170	2,052,680,449
D. NET WORKING CAPITAL (B-C)		3,552,905,620	3,229,577,153
E. NET ASSETS (A+D)		<u>4,073,320,441</u>	<u>3,745,440,177</u>
FINANCED BY :			
Share Capital	3	769,786,870	769,786,870
Share Premium		144,000,000	144,000,000
Revenue Reserve	9	2,304,624,610	2,175,074,531
Retained Earnings		854,908,961	656,578,776
Total Shareholders' Equity		<u>4,073,320,441</u>	<u>3,745,440,177</u>
Net Assets Value Per Share	10	52.91	48.66



Chief Financial Officer



Company Secretary



Chief Executive Officer (C.C.)

Sd/-

Director

Sd/-

Chairman

PIONEER INSURANCE COMPANY LIMITED

SECOND QUARTER (Q2) ACCOUNTS

**Un-audited Statement of Profit or Loss and other Comprehensive Income
For the Second Quarter(Q2) ended June 30, 2022**

	Notes	January to June-22 <u>Taka</u>	January to June-21 <u>Taka</u>	April to June-22 <u>Taka</u>	April to June-21 <u>Taka</u>
A. INCOME :					
Gross Premium	4	1,530,033,336	1,458,798,167	765,953,912	721,039,233
Less: Reinsurance Premium		666,373,563	574,229,175	338,074,210	277,766,446
Net Premium		863,659,773	884,568,992	427,879,702	443,272,787
Reinsurance Commission		80,162,549	72,816,919	37,797,092	35,349,566
Income from Investment and other sources		58,547,633	42,001,900	31,209,236	16,752,599
		1,002,369,955	999,387,811	496,886,030	495,374,952
B. EXPENDITURE :					
Claims	5	158,210,109	195,435,273	102,112,176	113,034,170
Expenses		428,926,348	318,362,553	217,476,672	112,032,219
		587,136,457	513,797,826	319,588,848	225,066,389
C. RESERVE FOR UNEXPIRED RISKS ADJUSTMENTS		15,162,278	30,700,565	1,294,333	17,565,743
D. PROFIT BEFORE TAX (A-B-C)		400,071,220	454,889,420	176,002,849	252,742,820
E. PROVISION FOR TAXES	6	115,095,464	136,908,165	47,518,274	77,329,083
F. NET PROFIT AFTER TAX (D-E)		284,975,756	317,981,255	128,484,575	175,413,737
G. RESERVE		86,645,571	86,526,379	43,712,223	43,058,661
H. BALANCE OF PROFIT B/F		656,578,776	433,879,597	770,136,609	532,979,397
I. RETAINED EARNINGS (F-G+H)		854,908,961	665,334,473	854,908,961	665,334,473
Earning Per Share after tax (EPS)	11	3.70	4.13(Restated)	1.67	2.28(Restated)



Chief Financial Officer



Company Secretary



Chief Executive Officer (C.C.)

Sd/-

Director

Sd/-

Chairman

PIONEER INSURANCE COMPANY LIMITED

SECOND QUARTER (Q2) ACCOUNTS

**Un-audited Statement of Cash Flows
For the Second Quarter(Q2) ended June 30, 2022**

	Notes	January to June-22 <u>Taka</u>	January to June-21 <u>Taka</u>
CASH FLOW FROM OPERATING ACTIVITIES:			
Collection from Premium & Other Income		1,703,235,158	1,375,815,586
Management Expenses, Commission, Reinsurance & Claims		(1,300,391,965)	(1,055,337,286)
Income-tax paid		(140,000,000)	(80,000,000)
		262,843,193	240,478,300
CASH FLOW FROM INVESTING ACTIVITIES :			
Purchase of Fixed Assets		(79,700,000)	(5,055,406)
Investment in Govt. Treasury Bond		(13,497,179)	(50,000,000)
Share Investment		64,967,338	27,737,399
		(28,229,841)	(27,318,007)
CASH FLOW FROM FINANCING ACTIVITIES :			
		-	-
NET CASH FLOWS FOR THE YEAR:		234,613,352	213,160,293
Cash and Bank Balance at the beginning of the year		1,879,041,259	1,529,755,452
Cash and Bank Balance at the end of the period		<u>2,113,654,611</u>	<u>1,742,915,745</u>
Net Operating Cash Flow Per Share	12	3.41	3.12 (Restated)

Reconciliation Statement of Net Profit with Cash Flows from Operating Activities


Profit before tax	400,071,220
Depreciation	8,945,382
Changes in working capital:	
Increase/(decrease) the balance of fund	15,162,279
Increase/(decrease) the premium deposit	78,071,581
Increase/(decrease) of amount due from other persons or bodies carrying on	9,487,372
Increase/(decrease) outstanding claims	(55,997,075)
Increase/(decrease) sundry creditors (excluding tax provision)	(176,674,528)
Increase/(decrease) stock of stamp & others	169,747
Increase/(decrease) Sundry Debtors (excluding income tax)	144,567,430
Increase/(decrease) interest, dividend & rent accrued	(20,960,215)
Increase/(decrease) income tax paid	(140,000,000)
Net cash generated from operating activities.	<u>262,843,193</u>



Chief Financial Officer



Company Secretary



Chief Executive Officer (C.E.)

Sd/-

Director

Sd/-

Chairman

PIONEER INSURANCE COMPANY LIMITED

SECOND QUARTER(Q2) ACCOUNTS

Statement of Change in Equity for the Second Quarter (Q2) ended June 30, 2022

Particulars	Share Capital	Share Premium	General Reserve	Reserve for Fair Value of Share	Reserve for exceptional loss	Retained Earnings	Total
Equity as at January 01,2022	769,786,870	144,000,000	4,500,000	769,707,750	1,400,866,781	656,578,776	3,745,440,177
Net Profit for this period (after adjustment of tax)						284,975,756	284,975,756
Transfer to Reserve for exceptional losses					86,645,571	(86,645,571)	
Transfer to Reserve for fair value of share				42,904,508			42,904,508
Equity as at 30th June, 2022	769,786,870	144,000,000	4,500,000	812,612,258	1,487,512,352	854,908,961	4,073,320,441
Equity as at 30th June, 2021	699,806,250	144,000,000	4,500,000	954,560,504	1,333,394,781	665,334,473	3,801,596,008



Chief Financial Officer



Company Secretary



Chief Executive Officer (C.C.)

Sd/-

Director

Sd/-

Chairman

PIONEER INSURANCE COMPANY LIMITED
Selected explanatory notes to the Quarterly Financial Statements for the Second
Quarter (Q2) ended June 30, 2022.

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, 2021.

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	69,980,620	769,786,870
	Total:		76,978,687	769,786,870	

4. Class wise Gross Premium:

Class of Premium	As on 30/06/2022	As on 30/06/2021
Fire	838,499,380	844,843,941
Marine	398,523,016	317,616,279
Motor	99,099,977	102,289,635
Misc.	193,910,963	194,048,312
Total:	1,530,033,336	1,458,798,167



5. Net Claims (Class wise):

Class	As on 30/06/2022	As on 30/06/2021
Fire	128,591,303	139,463,291
Marine	10,807,421	21,249,453
Motor	14,703,627	17,488,160
Misc.	4,107,758	17,234,369
Total:	158,210,109	195,435,273

6. Provision for Income Tax: Provision for tax Tk.115,095,464 includes Tk. 154,380 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 2022 and the Income Tax Ordinance 1984. Details calculations are given below:

Particulars	As on 30/06/2022	As on 30/06/2021
Net Profit	400,071,220	454,889,420
Less: Reserve for exceptional loss	86,645,571	86,526,379
Less: Cash Dividend Income Received	11,303,552	8,310,606
Less: Profit on sale of share	2,237,866	-
Taxable Income	299,884,231	360,052,435
Tax @ 37.50%	112,456,587	135,019,663
Tax on Cash Dividend Income @ 20%	2,260,710	1,662,121
Tax on Profit on sale of Share @10%	223,787	-
Total Current Tax	114,941,084	136,681,784
Provision for Tax	115,095,464	136,800,000

Provision has been made for deferred tax liability/ (assets) for the period ended 30, June 2022 in order to comply with the requirement of IAS- 12. Calculations are given below:

Particulars	As on 30/06/2022
W.D.V. of Fixed Assets as per Financial position	520,414,821
W.D.V. of Fixed Assets as per Tax basis	520,003,140
Taxable temporary difference	411,681
Tax rate	37.50%
Deferred tax liabilities as on 30/06/2021	154,380

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. 2,304,624,610

Details are given below:

Particulars	As at 30/06/2022	As at 31/12/2021
Reserve for Exceptional Losses	1,487,512,352	1,400,866,781
General Reserve	4,500,000	4,500,000
Reserve for Fair Value of share	812,612,258	769,707,750
Total:	2,304,624,610	2,175,074,531



10. Net Assets Value:

Calculation of Net Assets Value (NAV) per share

	As at 30/06/2022	As at 31/12/2021
Net Assets	4,073,320,441	3,745,440,177
Weighted average number of ordinary shares	76,978,687	76,978,687
Net Assets Value per Share	52.91	48.66

Calculation of Net Assets:

	As at 30/06/2022	As at 31/12/2021
Fixed Assets	520,414,821	515,863,024
Add Current Assets	5,581,243,790	5,282,257,602
Total Assets	6,101,658,611	5,798,120,626
Current Liabilities	2,028,338,170	2,052,680,449
Net Assets	4,073,320,441	3,745,440,177

NAV has increased due to increase in Current Assets.

11. Earnings per Share:

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

Particulars	Jan-June,2022	Jan-June,2021
Net Profit after Tax	284,975,756	317,981,255
Weighted average number of Ordinary shares	76,978,687	69,980,625
Earnings per Share	3.70	4.13(Restated)

As compare to the restated EPS of previous period the current period EPS has decreased mainly due to re-introduce of Agency Commission expenses as per IDRA's Circular dated 24/10/2021, which was suspended as per IDRA's Circulars no-84/2021 dated 04/02/2021.

12. Net Operating Cash Flows Per Share:

Details calculation is as follows:

Particulars	As on 30/06/2022	As on 30/06/2021
Net cash generated from operating activities	262,843,193	240,478,300
Weighted average number of ordinary shares	76,978,687	69,980,625
Net Operating Cash Flows Per Share	3.41	3.12(Restated)

13. Unclaimed Dividend:

Taka 1,2271,813 has been kept deposited into bank as unclaimed dividend.



. 14. **Related party transactions:**

In accordance with Para 18 of IAS-24, details transaction with related parties and balance with them as at June 30, 2022 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	47,609,397	-	-	-
Apex Tannery Ltd.	Common Director	13,810,538	-	-	-
Square Group	Common Director	162,008,343	-	-	-
ACI Group	Common Director	110,859,348	-	-	-
Shamsul Alamin Group	Common Director	2,701,500	-	-	-
Total:		336,989,126			

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.

15. 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 Second Quarter (Q2) 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 (C.C)

Sd/-
Director

Sd/-
Chairman



Pioneer Insurance Co. Ltd.
Schedule of Fixed Assets as at June 30, 2022
(As per Account based)

Annexure-1

Particulars	Cost				Rate	Depreciation				Written down value	
	As on 01.01.2022	Adjustment During the year	Addition During the year	Total 30.06.2022		As on 01.01.2022	Adjustment	During the year	Total 30.06.2022	As on 30.06.2022	As on 01.01.2022
Furniture & Fixtures	12,455,884	0	93,794	12,549,678	10%	8,628,511	0	198,394	8,826,905	3,722,773	3,827,373
Office Machineries	3,864,738	0	123,763	3,988,501	15%	3,348,003	0	49,741	3,397,744	590,757	516,735
Air Conditioner	16,307,426	0	45,800	16,353,226	15%	12,121,965	0	319,062	12,441,027	3,912,199	4,185,461
Computer	22,606,494	0	431,011	23,037,505	15%	12,090,109	0	834,466	12,924,575	10,112,930	10,516,385
Telephone Installation	3,688,785	0	69,999	3,758,784	15%	3,015,931	0	56,589	3,072,520	686,264	672,854
Electric Equipment	4,613,739	0	46,581	4,660,320	15%	3,004,452	0	125,223	3,129,675	1,530,645	1,609,287
Motor Vehicle	155,943,998	0	12,315,709	168,259,707	20%	118,893,101	0	5,295,068	124,188,169	44,071,538	37,050,897
Signboard	2,272,939	0	52,670	2,325,609	20%	1,958,743	0	40,198	1,998,941	326,668	314,196
Croceries	1,067,654	0	6,240	1,073,894	20%	912,072	0	16,390	928,462	145,432	155,582
Office Renuvation	89,558,069	0	311,612	89,869,681	20%	69,849,917	0	2,010,250	71,860,167	18,009,514	19,708,152
Office space	123,156,102	0	0	123,156,102		0	0	0	0	123,156,102	123,156,102
Office Space (Work in Progress)	314,150,000	0	0	314,150,000		0	0	0	0	314,150,000	314,150,000
Grand Total	749,685,828	0	13,497,179	763,183,007		233,822,804	0	8,945,382	242,768,186	520,414,821	515,863,024

Schedule of Fixed Assets as at June 30, 2022
(As per Tax based)

Particulars	Cost				Rate	Depreciation				Written down value	
	As on 01.01.2022	Adjustment During the year	Addition During the year	Total 30.06.2022		As on 01.01.2022	Adjustment	During the year	Total 30.06.2022	As on 30.06.2022	As on 01.01.2022
Furniture & Fixtures	12,455,884	0	93,794	12,549,678	10%	8,628,511	0	198,394	8,826,905	3,722,773	3,827,373
Office Machineries	3,864,738	0	123,763	3,988,501	10%	3,348,003	0	36,822	3,384,825	603,676	516,735
Air Conditioner	16,307,426	0	45,800	16,353,226	20%	12,121,965	0	423,699	12,545,664	3,807,562	4,185,461
Computer	22,606,494	0	431,011	23,037,505	20%	12,090,109	0	1,097,376	13,187,485	9,850,020	10,516,385
Telephone Installation	3,688,785	0	69,999	3,758,784	20%	3,015,931	0	73,410	3,089,341	669,443	672,854
Electric Equipment	4,613,739	0	46,581	4,660,320	20%	3,004,452	0	165,455	3,169,907	1,490,413	1,609,287
Motor Vehicle	155,943,998	0	12,315,709	168,259,707	20%	118,893,101	0	5,295,068	124,188,169	44,071,538	37,050,897
Signboard	2,272,939	0	52,670	2,325,609	20%	1,958,743	0	40,198	1,998,941	326,668	314,196
Croceries	1,067,654	0	6,240	1,073,894	20%	912,072	0	16,390	928,462	145,432	155,582
Office Renuvation	89,558,069	0	311,612	89,869,681	20%	69,849,917	0	2,010,250	71,860,167	18,009,514	19,708,152
Office space	123,156,102	0	0	123,156,102		0	0	0	0	123,156,102	123,156,102
Office Space (Work in Progress)	314,150,000	0	0	314,150,000		0	0	0	0	314,150,000	314,150,000
Grand Total	749,685,828	0	13,497,179	763,183,007		233,822,804	0	9,357,063	243,179,867	520,003,140	515,863,024



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