

# PROGRESSIVE INSURANCE COMPANY LTD.

*Half Yearly Report*

*30th June, 2015*



## COMPANY INFORMATION

### BOARD OF DIRECTORS

<b>Nasir Munir Ahmed</b>	<b>Chairman</b>
<b>Syed Sabur Rehman</b>	<b>Director/CEO</b>
<b>Barrister Rashid Munir Ahmed</b>	<b>Director</b>
<b>Kifayat Hussain Kaifi</b>	<b>Director</b>
<b>Abdul Haleem</b>	<b>Director</b>
<b>Syed Ali Sarwar</b>	<b>Director</b>
<b>Aamir Pervaiz</b>	<b>Director</b>

### CHIEF EXECUTIVE

**Syed Sabur Rehman**

### COMPANY SECRETARY

**Rehan Ali**

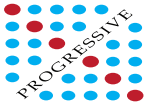
### REGISTERED OFFICE

**Office No.502-, 5<sup>th</sup> Floor**

**Park Avenue Building Block-6 PECHS**

**Shahrah-e-Faisal, Karachi.**

**Tel: 021-34551045.**



## **DIRECTORS' REPORT**

**We are pleased to present the audited financial statements for the quarter ended 30<sup>th</sup> June 2015.**

**During the period under review non business was procured as the management is still in the process of revival of the company and will made soon.**

**We would like to thank for the courtesy and co-operation extended by all concerned.**

**For and on behalf of the  
Board of Directors**

**Syed Sabur Rehman  
Chief Executive Officer**

**Place: Karachi.**

**Date:**



## REVIEW REPORT TO THE MEMBERS

We have reviewed the accompanying

- i. Condensed interim balance sheet;
- ii. Condensed interim profit and loss account;
- iii. Condensed interim statement of comprehensive income;
- iv. Condensed interim statement of changes in equity;
- v. Condensed interim cash flows statement;
- vi. Condensed interim statement of premiums;
- vii. Condensed interim statement of claims;
- viii. Condensed interim statement of expenses; and
- ix. Condensed interim statement of investment income

of Progressive Insurance Company Limited (“the company”) together with notes to the accounts for the six-month period then ended 30<sup>th</sup> June 2015 (here-in-after referred to as the “condensed interim financial information”). Management is responsible for the preparation and presentation of the condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim Financial Reporting. Our responsibility is to express a conclusion on the condensed interim financial information based on our review.

### Scope of Review

We conducted our review in accordance with the International standard on auditing applicable to review engagements. The standard requires that we plan and perform the review to obtain moderate assurance as to whether financial statements are free of material misstatements. A review is limited primarily to inquire of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, do not express an audit opinion.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for Interim Financial Reporting.

### Other Matters

The figures for the three months period ended 30<sup>th</sup> June 2015 in the condensed interim financial information have not been reviewed and we do not express a conclusion on them.

Date  
Karachi

\_\_\_\_\_  
Muqtadir & Co  
Chartered Accountants



# PROGRESSIVE INSURANCE COMPANY LTD.

## Condensed Interim Statement Of Financial Position As at June 30, 2015 (Un-Audited)

		Un-Audited 30-Jun 2015 (Amounts in Rupees)	Audited 31st Dec. 2014
<b>EQUITY AND LIABILITIES</b>			
<b>Share Capital and Reserves</b>			
Authorised share capital 20,000,000 ordinary shares of Rs. 10 each		200,000,000	200,000,000
Issued, subscribed and paid - up capital	6	161,500,000	161,500,000
Accumulated losses		(37,709,054)	(37,500,912)
		123,790,946	123,999,088
<b>Underwriting Provisions</b>			
Provision for outstanding claims (including IBNR)		4,128,773	4,128,773
<b>Creditors and Accruals</b>			
Amounts due to other insurers/reinsurers		12,986,660	12,986,660
Accrued expenses		4,000	21,700
Other creditors and accruals		378,373	378,373
Provision for taxation		744,660	10,311
		14,113,693	13,397,044
<b>Other Liabilities</b>			
Loan from Director		3,480,195	3,497,695
Unclaimed dividend		300,755	300,755
		3,780,950	3,798,450
<b>Total Liabilities</b>		22,023,416	21,324,267
		145,814,362	145,323,355
<b>Contingencies and Commitments</b>	4	-	-
<b>ASSETS</b>			
<b>Cash and Bank Deposits</b>			
Cash and other equivalent		27,201	21,201
Current and other accounts		83,478	186,597
Deposits (maturing within 12 months)		2,250,000	2,250,000
		2,360,679	2,457,798
<b>Investments in Shares</b>		594,129	661,878
<b>Investment Property</b>		111,865,000	111,865,000
<b>Other Assests</b>			
Amount due from other insurers/reinsurers		268,103	268,103
Accrued investment income		284,500	284,500
Advacne income tax		1,220,428	481,806
Sundry receivables		28,599,840	28,644,826
		30,372,871	29,679,235
<b>Tangible Assets</b>			
Property, plant and equipments		621,683	659,444
		621,683	659,444
<b>Total Assets</b>		145,814,362	145,323,355

The annexed notes form an integral part of these financial statements.

Chairman

Director

Director

Chief Executive

## Condensed Interim Statement Of Profit & Loss Account (Un-Audited)

For six months period ended 30 June 2015

INCOME	Quarter Ended			
	30-Jun	2015	30-Jun	2014
	Note	Fire and Property	Marine Aviation and Transport	Miscellaneous
Quarter Ended June 30, 2015				
Revenue Account				
Net Premium Revenue	-	-	-	-
Administrative Surcharge	-	-	-	-
Net Claims	-	-	-	-
Expenses	-	-	-	-
Net Commission	-	-	-	-
Underwriting result	-	-	-	-
Profit on deposit				
Dividend Income				
General and administration Expenses				
Capital gain/ (loss)				
Bank charges				
Profit/(Loss) before tax				
Six Months Ended June 30, 2015				
Revenue Account				
Net Premium Revenue	-	-	-	-
Administrative Surcharge	-	-	-	-
Net Claims	-	-	-	-
Expenses	-	-	-	-
Net Commission	-	-	-	-
Underwriting result	-	-	-	-
Profit on deposit				
Dividend Income				
General and administration Expenses				
Capital gain/ (loss)				
Bank charges				
Profit/(Loss) before tax				
Provision for taxation				
Profit/(Loss) after tax				
Profit and loss Appropriation Account				
Balance as at commencement of year				
(Loss) before tax for the year				
Balance Unappropriated Profit/(Loss) at end of the year				
(Loss) per share				

The annexed notes form an integral part of these financial statements.




Chairman

Director

Director

Chief Executive

## Condensed Interim Cash Flow Statement (Un-Audited) For six months period ended 30 June 2015

	Un-Audited	
	30-Jun 2015 (Amounts in Rupees)	30-Jun 2014 (Amounts in Rupees)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
a) Underwriting activities		
Premium received	-	-
Reinsurance premiums paid	-	-
Claims paid	-	-
Surrender Paid	-	-
Reinsurance and other recovered received	-	-
Commission paid	-	-
Commission received	-	-
Other underwriting payments.	-	-
Other underwriting receipts.	-	-
Net Cash Flow From Underwriting Activities	-	-
b) Other operating activities		
Income tax paid	(4,273)	(6,851)
General management expenses paid	(253,054)	(86,281)
Other operating payment	-	-
Other operating receipts	-	-
Loans advanced	-	-
Loans repayments received	-	-
Other payments on operating assets	-	-
Other receipts in respect of operating assets	-	-
Total Net Cash Flows From All Operating Activities	(257,327)	(93,132)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Investment income	47,958	44,914
Dividend received	-	23,594
Rental received	-	-
Proceed from sale fixed assets	-	-
Proceed from sale shares	129,750	-
Purchased of shares	-	-
Total Cash Flow From Investing Activities	177,708	68,508
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Loans received	-	-
Loans repaid	(17,500)	-
Total cash flow from financing activities	(17,500)	-
Net cash inflow/(outflow) from all activities	(97,119)	(24,624)
Cash at the beginning of the year	2,457,798	2,393,611
Cash at the end of the year	2,360,679	2,368,988
<b>RECONCILIATION TO THE PROFIT AND LOSS ACCOUNT</b>		
Operating cash flows	(257,327)	(93,132)
Depreciation Expense	(37,760)	(43,286)
(Loss)/ Gain on disposal of Shares/Fixed Assets	67,464	8,356
Increase/ (decrease) in assets other than cash	(44,979)	6,851
(Increase)/ decrease in liabilities other than running finance	16,500	(16,809)
	-	-
	(256,101)	(138,020)
Other Adjustments		
Markup on deposits	47,958	44,914
Dividend income	-	23,594
	47,958	68,508
Profit or loss other taxation	(208,142)	(69,511)
Definition of Cash		
Cash in hand and at banks and with stamps in hand		
Cash and other Equivalents		
Cash in hand	27,201	44,991
Current and other accounts		
Current account	83,478	73,997
Deposits maturing within 12 months		
Fixed and term deposits	2,250,000	2,250,000
	2,360,679	2,368,988

The annexed notes form an integral part of these financial statements.

Chairman

Director

Director

Chief Executive



## Condensed Interim Statement of Change in Equity (Un-Audited) For six months period ended 30 June 2015

(Amounts in Rupees)

Particulars	Share Capital	Revenue Reserves	Total
Balance as at December 31, 2013	161,500,000	(36,179,858)	125,320,142
Profit / (Loss) for the Six Month Period ended June 30, 2014		(69,511)	
Balance as at June 30, 2014	161,500,000	(36,249,369)	125,250,631
<b>Total Comprehensive Income/(Loss) for the nine months ended from July 01,2014 to December 31, 2014</b>			
Profit/(loss) during the period		(1,251,543)	
Balance as at January 01, 2015	161,500,000	(37,500,912)	123,999,088
Profit/(loss) during the period		(208,142)	
Balance as at June 30, 2015	161,500,000	(37,709,054)	123,790,946

The annexed notes form an integral part of these financial statements.

Chairman

Director

Director

Chief Executive





# PROGRESSIVE INSURANCE COMPANY LTD.

## Condensed Interim Statement of Comprehensive Income (Un-Audited) For six months period ended 30 June 2015

COMPREHENSIVE INCOME	2015	2014
	(Amounts in Rupees)	
Net (loss) for the year	(208,142)	(69,511)
Other comprehensive income	-	-
<b>Total Comprehensive (Loss) For The Year</b>	<b>(208,142)</b>	<b>(69,511)</b>

*The annexed notes form an integral part of these financial statements.*

Chairman

Director

Director

Chief Executive



## Condensed Interim Statement of Investment Income (Un-Audited) For six months period ended 30 June 2015

	30-Jun 2015	30-Jun 2014
<b>INCOME FROM TRADING INVESTMENTS</b>		
<b>(Amounts in Rupees)</b>		
Gain /(Loss) on trading	-	-
Dividend Income	-	23,594
Dividend Income (earned while holding the securities)	-	23,594
<b>Held to maturity</b>		
Markup Income	47,958	44,914
Gain on sale of non-trading investments	-	-
Surplus of revaluation of investment	-	-
	47,958	44,914
<b>Less Investment Related Expenses</b>	-	-
	47,958	68,508

The annexed notes form an integral part of these financial statements.

Chairman

Director

Director




Chief Executive

## Condensed Interim Statement of Claim (Un-Audited)

For six months period ended 30 June 2015

For six months period ended 30 June 2015										Un-Audited	
										30-Jun	30-Jun
Class	Claims paid	Outstanding claims		Claims expense	Re-insurance and other recoveries	Reinsurance and other recoveries in respect of outstanding claims		Re-insurance and other recoveries	2015 Net claims Expense	2014 Net claims Expense	
		Opening	Closing			Opening	Closing				
(Amounts in Rupees)											
Direct and facultative											
1. Fire and Property Damage	.	.	.	.	.	.	.	.	.	.	
2. Marine, Aviation and Transport	.	.	.	.	.	.	.	.	.	.	
3. Motor	.	.	.	.	.	.	.	.	.	.	
4. Miscellaneous	.	.	.	.	.	.	.	.	.	.	
Total	.	.	.	.	.	.	.	.	.	.	

The annexed notes form an integral part of these financial statements.

		
Chairman	Director	Chief Executive

## Condensed Interim Statement of Premium (Un-Audited)

For the six months period ended 30 June 2015

For the six months period ended 30 June 2015											Un-Audited	
											30-Jun	30-Jun
	Premium written	Unearned premium reserves		Premium earned	Re insurance ceded	Reinsurance Prepaid ceded	Premium ceded	Re-insurance expense	2015 Net Premiums	2014 Net Premiums		
		Opening	Closing									
Class	(Amounts in Rupees)											
Direct and facultative												
1. Fire and Property Damage	.	.	.	.	.	.	.	.	.	.		
2. Marine, Aviation and Transport	.	.	.	.	.	.	.	.	.	.		
3. Motor	.	.	.	.	.	.	.	.	.	.		
4. Miscellaneous	.	.	.	.	.	.	.	.	.	.		
Total	.	.	.	.	.	.	.	.	.	.		

The annexed notes form an integral part of these financial statements.



Chairman

Director

Director

Chief Executive





**For six months period ended 30 June 2015**

**The annexed notes form an integral part of these financial statements.**



## Chief Executive



## NOTES TO THE ACCOUNTS FOR THE HALF YEAR ENDED 30<sup>th</sup> JUNE, 2015

### 1. STATUS AND NATURE OF BUSINESS

The Company was incorporated as a Public Limited Company in 1987 under the Companies Ordinance, 1984 and is quoted on Pakistan Stock Exchange, Karachi. The company is engaged in providing general insurance services in shape of fire, marine, motor and miscellaneous. The registered office of the company is situated at 504, park avenue 24-A Block-6 P.E.C.H.S sharah-e-faisal Karachi.

### 2. BASIS FOR PREPARATION OF THE FINANCIAL STATEMENT

This condensed financial information is unaudited and is being submitted to the members in accordance with the listing regulations of Pakistan Stock Exchange and section 237 of the Companies Act, 2017 and being presented in condensed form in accordance with the requirements of the approved accounting standard "International Accounting Standard - Interim Financial Reporting (IAS-34)" as applicable in Pakistan and in the format prescribed by Insurance Division of Securities and Exchange Commission of Pakistan (SECP) through the Insurance Rules, 2017, and the Insurance Accounting Regulations, 2017.

This interim financial information does not include all the information and disclosures required in the financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended December 31, 2014.

### 3. ACCOUNTING POLICIES

The accounting policies used are consistent with those used in the audited financial statements as of 31<sup>st</sup> December, 2014

### 4. CONTINGENCIES AND COMMITMENT

Status of contingencies and commitments remained unchanged as disclosed in the financial statements as of 31<sup>st</sup> December, 2014

### 5. GENERAL

Figures in these financial statements have been rounded off to the nearest rupees.

### 6. ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

30 <sup>th</sup> June 2015 Rupees	30 <sup>th</sup> June 2014 Rupees
---	---

5,000,000	Ordinary Shares of Rs. 10/- each paid in cash	50,000,000	50,000,000
11,150,000	Ordinary Shares of Rs. 10/- each paid in other than cash	11,150,000	11,150,000

161,500,000

161,500,000

161,500,000

Chairman

Director

Director

Chief Executive