

PROGRESSIVE INSURANCE COMPANY LTD

Quarterly Report
31 March 2019



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VISION STATEMENT

To grow as a professional and trusted business entity with the objective to play a leading role in progress of insurance industry and safeguard interest of the policy holders, share holders, re-insurance, business associate's partners as a whole.

MISSION STATEMENT

- ❖ To strengthen the roots of the company, lifting it way past other Companies to stand out and emerge as one of the leading Insurance Companies of Pakistan.
- ❖ To restore trust among shareholders and policyholders.
- ❖ To increase wealth of shareholders by procuring quality business and introducing new products with competitive edge over others.
- ❖ To Progress through good governance, recognized corporate and insurance practices and highly skilled marketing and office staff.

QUALITY POLICY

Progressive Insurance Company Limited believes in providing high quality solutions to risk exposures to the satisfaction of its, customers through:

- ❖ Developing and maintaining the best quality culture;
- ❖ Developing capabilities of employees of the Company;
- ❖ Continuous improvement and teamwork spirit;
- ❖ Updating business knowledge and techniques for betterment of each concern;
- ❖ Efficient utilization of resources and manpower of the Company; and
- ❖ Introducing high standards of professionalism globally.



COMPANY INFORMATION

BOARD OF DIRECTORS

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

CHIEF EXECUTIVE

Syed Sabur Rehman

COMPANY SECRETARY

Rehan Ali

REGISTERED OFFICE

Office No.502-, 5th Floor
Park Avenue Building Block-6 PECHS
Shahrah-e-Faisal, Karachi.
Tel: 021-34551045.



DIRECTORS' REVIEW REPORT TO THE SHAREHOLDERS

Your Director are pleased to present the un-audited quarterly financial statement for the period ended March 31, 2019.

The statistic covers the annexed financial statements of conventional general insurance comprising:

- Condensed interim statement of financial position;
- Condensed interim profit and loss account;
- Condensed interim statement of comprehensive income;
- Condensed interim statement of changes in equity;
- Condensed interim cash flow statement;

We are confident that this information would adequately apprise the valued shareholders about the affair of their company.

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
Board of Director

A handwritten signature in black ink, appearing to read 'Syed Sabur Rehman', is written over a light blue rectangular background.

Syed Sabur Rehman
Chief Executive Officer

Karachi

July 12, 2019

حصص یافتگان کیلئے ڈائریکٹرز جائزہ رپورٹ

آپ کے بورڈ آف ڈائریکٹرز کی طرف سے کمپنی کی سہماہی رپورٹ ۳۱ مارچ ۲۰۱۹ کو ختم ہونے والی مدت کیلئے غیر آڈٹ شدہ مالیاتی گوشوارے پیش کرنا میرے لیے باعث مسرت ہے۔

اعدادوشمارروایتی جنرل انشورنس کے ضمنی مالی بیانات پر مشتمل ہیں۔

مالی پوزیشن کا منسلک عبوری بیان

منافع اور نقصان کا اکاؤنٹ بیان

جامع آمدنی کا بیان

ایکونٹی میں تبدیلی کا بیان

کیش فلو کا بیان

ہمیں یقین ہے کہ مندرجہ بالا معلومات معزز حصص یافتگان کو مناسب طور پر ان کی کمپنی کے معاملات کے بارے میں آگاہ کریں گے۔

اس مدت کے دوران کاروباری سرگرمیاں بند رہیں کیونکہ انتظامیہ اب بھی کمپنی کی بحالی کے عمل میں مصروف ہیں اور جلد ہی اسکی بحالی کا عمل مکمل کر لیا جائے گا۔

اعتراف:

ہم بورڈ ریگولیٹری اتھارٹی، حصص یافتگان، کسٹمرز اور بینکرز کی معاونت اور تعاون کو بے حد سراہتے ہیں اور مستقبل میں بھی انکی معاونت اور مشورے کے منتظر رہیں گے اور آپ کی انشورنس کمپنی کی کامیابی کے لئے دعا گو ہیں۔

بورڈ آف ڈائریکٹرز کے جانب و توسط سے۔

چیف ایگزیکٹو / ڈائریکٹر



سید صبیر رحمن

کراچی۔

July 12, 2019

**Condensed Interim Statement Of
Financial Position**

As at March 31-2018

		(Amounts in Rupees)	
		Un-Audited	Audited
		March 31st	31st Dec.
		2019	2018
ASSETS			
Fixed assets		401,402	413,958
Investment Property		111,500,000	111,500,000
Investments			
- Equity securities	6	2,362,571	2,297,292
- Term deposits	7	1,250,000	1,250,000
Insurance and reinsurance receivable		-	-
Taxation -net		505,245	505,245
Deposit with state Bank of Pakistan		1,000,000	1,000,000
Sundry receivables	8	5,272,298	5,274,800
Cash and bank balances	9	1,134,913	42,720
TOTAL ASSETS		123,426,429	122,284,014
Capital and reserves attributable to Company's equity holders			
Issued, subscribed and paid -up capital	10	161,500,000	161,500,000
Reserves		(44,565,856)	(44,673,271)
Total Equity		116,934,144	116,826,729
Liabilities			
Provision for outstanding claims (including IBNR)		-	-
Loan from Director	11	5,658,986	4,623,986
Unclaimed dividend		300,755	300,755
Accrued expenses	12	154,171	154,171
Other creditors and accruals	13	378,373	378,373
Total liabilities		6,492,285	5,457,285
TOTAL EQUITY AND LIABILITIES		123,426,429	122,284,014
Contingencies and commitments	16		

The annexed notes form 1 to 18 an integral part of these condensed interim financial information.

Chief Executive

Director

Chief Financial Officer



**Condensed Interim Profit and Loss Account
For The Period Ended March 31, 2019 Un-audited**

	(Amounts in Rupees)	
	For The Period Ended	
	March 31st 2019	March 31st 2018
Premium revenue	-	-
Premium ceded to reinsurers	-	-
Net premium revenue	-	-
Investment income	14	202,294
Management expenses		89,516
Rental income		
Other income		
Net Income		
General and administrative expenses	15	(160,158)
Other expenses	-	-
Total expenses	-	-
Profit/(loss) before tax from operation	42,136	(142,542)
Taxation	-	-
Loss after taxation		
Other Comprehensive Income		
Item that will be reclassified subsequently to profit and loss account:		
Unrealized gain on available-for-sale investment -net	65,279	305,727
Total comprehensive loss for the year	107,415	163,185
Loss per share	0.003	(0.009)

The annexed notes form 1 to 18 an integral part of these condensed interim financial information.

Chief Executive

Director

Chief Financial Officer



**Statement of Comprehensive Income
For The Period Ended March 31st, 2019 (Un-Audited)**

	(Amounts in Rupees)	
	31-Mar 2019	31-Mar 2018
Profit/(loss) after Tax	42,136	(142,542)
Other Comprehensive Income		
Item that may be reclassified subsequently to profit and <i>Unrealised loss on available for sale investment-net of deferred tax</i>	65,279	305,727
Total Comprehensive income for the period	<u>107,415</u>	<u>163,185</u>

The annexed notes form 1 to 18 an integral part of these condensed

Chief Executive

Director

Chief Financial Officer



**Condensed Interim Statement of Change in Equity
For The Period Ended March 31, 2019 (Un-Audited)**

(Amounts in Rupees)

	Share Capital	Reserves		Total	Unappropriated	Total
	Issued subscribed and paid-up	General Reserves	Unrealized gain on available for sale investment	Reserve	Profit/(loss)	
Balance as at January 01, 2018 (as reported)	161,500,000	-	-	-	(42,862,527)	118,637,473
Effect of changes in accounting policy	-	-	(656,229)	-		(656,229)
Balance as at January 01, 2018 (restated)	161,500,000		(656,229)		(42,862,527)	117,981,244
Total Comprehensive income for the period						
Profit/(loss) for the period					(142,542)	(142,542)
Unrealized gain on available for Sale investments			305,727	305,727	-	305,727
Total Comprehensive Income for the			305,727	305,727	(142,542)	163,185
Balance as at March 31, 2018 (Restated)	161,500,000		305,727	305,727	(43,005,069)	118,144,429
Balance as at January 01, 2019 (as reported)	161,500,000	-			(44,673,271)	116,826,729
Total Comprehensive income for the period						
Profit / (loss) for the period					42,136	42,136
Unrealized gain on available for Sale investments			65,279	65,279		65,279
Total Comprehensive income for the period						
period ended March 31, 2019			65,279	65,279	42,136	107,415
Balance as at March 31, 2019	161,500,000	-	65,279	65,279	42,136	116,934,144



**Condensed Interim
Cash Flow Statement**

For The Quarter Ended March 31, 2019

	Un-Audited	
	March 31st 2019	March 31st 2018
(Amounts in Rupees)		
CASH FLOWS FROM OPERATING ACTIVITIES		
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	-	(713)
General management expenses paid	(145,100)	(218,544)
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	(145,100)	(219,257)
CASH FLOW FROM INVESTING ACTIVITIES		
Investment income	202,294	89,516
Dividend received	-	-
Rental received	-	-
Proceed from sale fixed assets	-	-
Proceed from sale shares	-	-
Purchased of shares	-	-
Total Cash Flow From Investing Activities	202,294	89,516
CASH FLOW FROM FINANCING ACTIVITIES		
Loans received	1,035,000	6,194
Loans repaid	-	-
Total cash flow from financing activities	1,035,000	6,194
Net cash inflow/(outflow) from all activities	1,092,194	(123,547)
Cash at the beginning of the year	42,720	156,281
Cash at the end of the year	1,134,914	32,734



RECONCILIATION TO THE PROFIT AND LOSS ACCOUNT

Operating cash flows	(145,100)	(219,257)
Depreciation Expense	(12,556)	(11,499)
(Loss)/ Gain on disposal of Shares/Fixed Assets	-	-
Increase/ (decrease) in assets other than cash	(2,502)	(705)
(Increase)/ decrease in liabilities other than running finance	-	(597)
	(160,158)	(232,058)
Other Adjustments		
Markup on deposits	202,294	89,516
Dividend income	-	-
	202,294	89,516
Profit or loss other taxation	42,136	(142,542)

The annexed notes form 1 to 18 an integral part of these condensed interim financial information.

Chief Executive

Director

Chief Financial Off

**PATTERN OF SHARE HOLDING AS AT 31-03-2019**

NUMBER OF SHARE HOLDER	SHARE HOLDINGS		TOTAL SHARE HELD
151	1	100	13,572
200	101	500	87,900
158	501	1000	155,895
249	1001	5000	745,800
69	5001	10000	558,250
29	10001	15000	364,883
14	15001	20000	261,000
10	20001	25000	244,000
5	25001	30000	138,800
3	30001	35000	99,500
7	35001	40000	269,500
1	40001	45000	42,000
1	55001	60000	57,000
1	60001	65000	64,500
2	65001	70000	132,700
1	95001	100000	100,000
1	120001	125000	125,000
1	135001	140000	140,000
1	145001	150000	150,000
1	165001	170000	166,400
1	180001	185000	185,000
1	500001	505000	505,000
1	975001	980000	978,000
1	2900001	2905000	2,902,000
1	7660001	7665000	7,663,300
910			16,150,000



CATEGORIES OF CERTIFICATE HOLDING AS ON 31-3-2019

	<u>NO OF SHARE</u>	<u>NO OF SHARE HOLDERS</u>	<u>PERCENTAGE %</u>
<u>Associated Companies Undertaking & Related Parties</u>	1	978,000	6.06
Pakistan Industrial & Commercial Leasing Ltd.			
<u>DIRECTORS, C.E.O THEIR SPOUSE AND MINOR CHILDREN</u>	7	10,568,300	65.44
Nasir Munir Ahmed		500	
Barrister Rashid Munir Ahmed		500	
Kifayat Hussain Kaifi		500	
Abdul Haleem		500	
Syed Ali Sarwer		500	
Amir Pervaiz		500	
<u>DIRECTOR/CHIEF EXECUTIVE OFFICER</u>			
Syed Sabur Rehman		10,565,300	
<u>BANKS, DEVELOPMENT FINANCIAL INSTITUTIONS NON BANKING FINANCIAL INSTITUTION, INSURANCE COMPANIES, MODARABAS AND MUTUAL FUNDS</u>	3	29,500	0.18
Bank Al-Falah Ltd		6,500	
First Dawood Investment Bank Ltd.		3,000	
Escort Investment Bank Ltd		20,000	
<u>SHAREHOLDING TEN PERCENT OR MORE VOTING INTEREST IN THE LISTED COMPANIES.</u>			
Syed Sabur Rehman			
<u>INDIVIDUAL</u>	875	3,361,700	20.82
<u>OTHER CORPORATE SHAREHOLDERS</u>	24	1,212,500	7.5
	<u>910</u>	<u>16,150,000</u>	<u>100</u>



NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

For The Period Ended March 31, 2019

1. THE COMPANY AND IT'S OPERATION

The Company was incorporated as a Public Limited Company in 1987 under Companies Ordinance, 1984 and is quoted on the Karachi, Lahore and Islamabad stock exchanges (now merged as Pakistan Stock Exchange) in Pakistan. 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 Room # 505-507, 5th floor, Japan Plaza, M.A Jinnah Road, Karachi.

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

This condensed interim financial information is unaudited but subject to the limited scope review by the auditors and is being submitted to the shareholders as required under section 237 of the Companies Act, 2017 and the listing regulation of the Pakistan Stock Exchange.

This condensed interim financial information does not include all the information and disclosures required for full annual financial statement and should be read in conjunction with the annual financial statement of the company as at and for the year ended December 31, 2018 which have been prepared in accordance with approved accounting standards as applicable to insurance companies in Pakistan.

This condensed interim financial information of the company for the quarter ended March 31, 2019 has been prepared in accordance with the requirement of the International Accounting Standard 34- (IAS 34): Interim Financial Reporting, provisions of and directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, The SEC (Insurance) Rules, 2017, Insurance Accounting Regulations, 2017.

In case where requirement differ, the provision of or directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, The SECP (Insurance) Rules, 2017 Insurance Accounting Regulations, 2017, have been followed.

The comparative statement of financial position presented in this condensed interim financial information has been extracted from the annual audited financial statements of the company for the year ended December 31, 2018, whereas the comparative condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from the unaudited condensed interim financial information for the period ended March 31, 2018.



1.1.1 Basis of Measurement

This condensed interim financial information has been prepared under the historical cost convention except for certain financial asset which is stated at fair value.

This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

1.2 Functional and Presentation Currency

This condensed interim financial information has been prepared and presented in Pakistan Rupees, which is the Company's functional and presentation currency.

3 USE OF ESTIMATES AND DJUDGMENTS

The preparation of condensed interim financial information in conformity with the requirement of approved accounting standards as applicable in Pakistan requires management to make judgments/estimates and associated assumption that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The judgments/estimates and associated assumptions are based on historical experience. Current trends and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making the estimate about carrying values of assets and liabilities that are not readily apparent from other sources.

Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on ongoing basis. Revision to accounting estimates are recognized in the period in which the estimate is revised. If the revision affect only that period, or in the period of the revision and future period if the revision affects both current and future period.

In preparing this condensed interim financial information, the significant judgments made by management in applying the Company's accounting policies and the key source of estimating uncertainty were the same as those applied to the financial statement of the Company for the year ended December 31, 2018.

4 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted by the company in the preparation of this condensed interim financial information are same as those applied in the preparation of the preceding annual audited financial statement for the year ended December 31, 2018.

Amendment to certain existing standards and new standards and interpretation on approved accounting standards became effective during the period either were not relevant to the Company's operation or did not have any significant impact on the accounting policies of the company.



6 INVESTMENT IN EQUITY SECURITIES

	Market Value as at March 31	
	2019	2018
	(Un-Audited)	(Audited)
Available for sale		
Quoted-Others	<u>2,362,571</u>	<u>2,297,292</u>

7 INVESTMENT IN TERM DEPOSITS

	Period ended March 31	
	2019	2018
	(Un-Audited)	(Audited)
Bank of Khyber	250,000	250,000
United Bank Limited	<u>1,000,000</u>	<u>1,000,000</u>
	<u>1,250,000</u>	<u>1,250,000</u>

The term deposited carry markup at the rates ranging from 4%- 6%.

8 SUNDRY RECEIVABLE

	Period ended March 31	
	2019	2018
	(Un-Audited)	(Audited)
Sundry Receivable (Unsecured)	<u>5,272,298</u>	<u>5,274,800</u>

9 CASH AND BANK BALANCE

	Period ended March 31	
	2019	2018
	(Un-Audited)	(Audited)
Cash in hand	310	310
Cash at bank-current account	<u>11,16,604</u>	<u>42,410</u>
	<u>1,116,914</u>	<u>42,720</u>



10 SHARE CAPITAL

	Period ended March 31	
	2019	2018
	(Un-Audited)	(Audited)
Authorized Capital		
20,000,000 ordinary shares of Rs.10 each	<u>200,000,000</u>	<u>200,000,000</u>
Issued, Subscribed and paid up capital		
5,000,000 Ordinary shares of Rs.10 each fully paid in cash	50,000,000	50,000,000
11,150,000 Ordinary shares of Rs.10 each fully paid in kind	<u>111,500,000</u>	<u>111,500,000</u>
	<u>161,500,000</u>	<u>161,500,000</u>

11 RELATED PARTY TRANSACTIONS

The related parties comprise principal shareholders and their affiliates, directors, executives, etc. transactions with other related parties are entered into, at the rates negotiated with them.

Details of transactions and balances at year end with related parties, other than those which have been disclosed elsewhere in these financial statements, are as follows:

	Period ended March 31	
	2019	2018
	(Un-Audited)	(Audited)
Directors		
Loan obtained	<u>10,35,000</u>	<u>6,64,038</u>
Loan repaid	--	

	Period ended March 31	
	2019	2018
	(Un-Audited)	(Audited)
Balance with related parties		
Directors		
Loan Payable	<u>56,58,986</u>	<u>4,623,986</u>

This represents interest free loan and no repayment term has been agreed however presently it is repayable at the discretion of the company.



12 ACCRUED EXPENSES

	Period ended March 31	
	2019	2018
	(Un-Audited)	(Audited)
Auditor fee	150,000	150,000
Other Misc. Expenses	<u>4,171</u>	<u>4,171</u>
	<u>154,171</u>	<u>154,171</u>

13 OTHER CREDITORS AND ACCRUALS

	Period ended March 31	
	2019	2018
	(Un-Audited)	(Audited)
Other creditors and accruals	<u>378,373</u>	<u>378,373</u>

14 INVESTMENT INCOME

	Period ended March 31	
	2019	2018
	(Un-Audited)	(Un-Audited)
Dividend Income	--	--
Profit of Deposits	<u>202,294</u>	<u>89,516</u>
	<u>202,294</u>	<u>89,516</u>

15 GENERAL AN DADMINISTRATIVE EXPENSES

	Period ended March 31	
	2019	2018
	(Un-Audited)	(Un-Audited)
Salary Exp	--	25,000
Electricity Exp		597
Bank Charges	600	113
Depreciation Expenses	12,556	11,499
Miscellaneous Expenses	37,002	27,500
Printing & Stationary Expenses	10,000	--
SECP Challan Fee	100,000	7,350
Travelling Expense	--	10,000
Legal fee	<u>--</u>	<u>1,50,000</u>
	<u>1,60,158</u>	<u>2,32,058</u>



16 CONTINGENCIES AND COMMITMENTS

There is not contingency and commitment as at March 31, 2019.

17 GENERAL

The figures for the quarter period ended March 31, 2019 have been rounded off to the nearest rupees.

18 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorized for issue in the board of director meeting of the company held on July 12, 2019

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Chief Executive

A handwritten signature in black ink on a light blue background, positioned above a horizontal line.

Director

A handwritten signature in black ink on a light blue background, positioned above a horizontal line.

Chief Financial Officer



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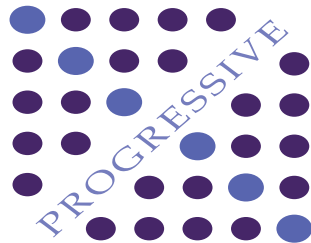
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