

PROGRESSIVE INSURANCE COMPANY LTD

Half Yearly Report
June 30, 2019



CONTENTS

VISION / MISSION STATEMENT AND QUALITY POLICIES.....	1
COMPANY INFORMATION.....	2
DIRECTORS' REVIEW REPORT TO SHAREHOLDERS (ENGLISH & URDU).....	3-4
INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION.....	5-6
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION	7
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME.....	8
CONDENSED INTERIM CASH FLOW STATEMENT	9-10
CONDENSED INTERIM STATEMENT OF CHANGE IN EQUITY.....	11
PATTERN OF SHAREHOLDING	12-13
NOTES TO THE ACCOUNTS.....	14-21



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 standout 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 audited half yearly financial statement for the period ended June 30, 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 cash flow statement ;
- Condensed interim statement of change in equity

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

حصص یافتگان کیلئے ڈائریکٹر جائزہ رپورٹ

آپ کے بورڈ آف ڈائریکٹرز کی طرف سے کمپنی کی ششماہی رپورٹ ۳۰ جون ۲۰۱۹ کو ختم ہونے والی مدت کیلئے غیر آڈٹ شدہ مالیاتی گوشوارے پیش کرنا میرے لیے باعث مسرت ہے۔

اعداد و شمار روایتی 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 صبور رحمن

کراچی۔



Independent auditor's review report to the members of Progressive Insurance Company Limited

Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Progressive Insurance Company Limited** ("the Company") as of **June 30, 2019** and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement, and condensed interim statement of changes in equity, and notes to and forming part to the condensed interim financial statements for the six-month period then ended (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures for the quarters ended June 30, 2019 and June 30, 2018 in the condensed interim profit and loss account, condensed interim statement of comprehensive income and relevant notes have not been reviewed and we do not express a conclusion on them.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we 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 statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Emphasis of matter

We draw attention to note 1.2 to the financial statements which elaborates that the Company does not meet minimum paid up capital requirement pursuant to Rule 11 of the Insurance Rules 2017. The operating activities of the Company have ceased and the trading in shares of the Company have been suspended as the Company is placed in defaulter segment. Further, the Company is incurring recurring



losses. Accordingly, these financial statements have been prepared on going concern basis. These conditions indicate existence of material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern. However, we noted that the Company has complied with all the PSX regulations and notified Pakistan Stock Exchange to restore the trading in shares of the Company which may enable the Company to issue right shares to fulfill the capital deficiency requirement. Our opinion is not modified in respect of this matter.

Other Matter

The condensed interim financial statements of the Company for the six-month period ended June 30, 2018 were not reviewed by a chartered accountant.

The engagement partner on the review resulting in this independent auditor's review report is **Pervez**.

Junaidy Shoaib Asad.
Junaidy Shoaib Asad
Chartered Accountants

Karachi

Dated: **31 AUG 2019**



PROGRESSIVE INSURANCE COMPANY LTD.

PROGRESSIVE INSURANCE COMPANY LIMITED Statement of Financial Position As at June 30, 2019

		June 30 2019 (Unaudited)	December 31 2018 (Audited)
	Note	(Rupees)	
ASSETS			
Fixed assets	5	388,847	413,959
Investment property	6	111,500,000	111,500,000
Investments			
- Equity securities	7	2,541,222	2,297,292
- Term deposits		1,250,000	1,250,000
Insurance and reinsurance receivable		-	-
Taxation - net		515,065	505,245
Deposit with State Bank of Pakistan		1,000,000	1,000,000
Sundry receivables		5,282,468	5,274,800
Cash and bank balances	8	23,273	42,720
TOTAL ASSETS		122,500,875	122,284,016
Capital and reserves attributable to Company's equity holders			
Issued, subscribed and paid - up capital	9	161,500,000	161,500,000
Reserves		(46,168,232)	(44,673,271)
Total Equity		115,331,768	116,826,729
Liabilities			
Provision for outstanding claims (including IBNR)		-	-
Loan from Director		6,365,986	4,623,986
Unclaimed dividend		300,755	300,755
Accrued expenses		123,993	154,173
Other creditors and accruals		378,373	378,373
Total liabilities		7,169,107	5,457,287
TOTAL EQUITY AND LIABILITIES		122,500,875	122,284,016
Contingencies and commitments	10		

The annexed notes from 1 to 19 form an integral part of these financial statements.


Chief Executive


Director


Chief Financial Officer



PROGRESSIVE INSURANCE COMPANY LTD.

PROGRESSIVE INSURANCE COMPANY LIMITED Statement of Comprehensive Income For the six months period ended June 30, 2019

Note	Quarter ended		Half year ended	
	June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018
	(Rupees)		(Rupees)	
Premium revenue	-	-	-	-
Premium ceded to reinsurers	-	-	-	-
Net premium revenue	-	-	-	-
Investment income	11 27,846	275,624	230,140	365,140
Management expenses	-	-	-	-
Rental income	-	-	-	-
Other income	-	-	-	-
	27,846	275,624	230,140	365,140
Net income	27,846	275,624	230,140	365,140
General and administrative expenses	12 1,290,747	326,874	1,450,305	558,932
Other expenses	-	-	-	-
Total expenses	(1,290,747)	(326,874)	(1,450,305)	(558,932)
Finance costs	(452)	-	(1,052)	(113)
Loss before tax from operations	(1,263,353)	(51,250)	(1,221,217)	(193,905)
Taxation	-	(112)	-	-
Loss after taxation	(1,263,353)	(51,362)	(1,221,217)	(193,905)
Other comprehensive income				
<i>Items that will be reclassified subsequently to profit and loss account:</i>				
Unrealized (loss) / gain on available-for-sale investment - net	(339,023)	126,733	(273,744)	106,033
Total comprehensive (loss) / income for the year	(1,602,376)	75,371	(1,494,961)	(87,872)
(Loss) / earning per share - basic and diluted	13 (0.10)	0.00	(0.08)	(0.01)

The annexed notes from 1 to 19 form an integral part of these financial statements.


Chief Executive


Director


Chief Financial Officer



PROGRESSIVE INSURANCE COMPANY LTD.

PROGRESSIVE INSURANCE COMPANY LIMITED Statement of Cash flows For the six months period ended June 30, 2019

OPERATING CASH FLOWS

a) Underwriting activities

Insurance premium received
Reinsurance premiums paid
Claims paid
Reinsurance and other received
Commission paid
Commission received
Marketing and administrative expenses paid
Other underwriting payments.
Other underwriting receipts.

Net Cash Flow From Underwriting Activities

b) Other operating activities

Income tax paid
General management expenses paid
Other operating payment
Other operating receipts
Loans advanced
Loans repayments received
Other payments on operating assets
Other receipts in respect of operating assets

Total cash flow used in operating activities

INVESTING ACTIVITIES

Investment income
Dividend received
Rental received
Proceed from sale of fixed assets
Proceed from sale of shares
Purchase of shares
Total cash flow generated from investment activities

FINANCING ACTIVITIES

Loans received
Loans repaid
Total cash flow generated from financing activities
Net cash (used in) / generated from all activities
Cash and cash equivalents at the beginning of the year
Cash and cash equivalents at the end of the year

June 30, 2019
June 30, 2018
----- (Rupees) -----

-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-

(9,819)	(2,092)
(1,456,426)	(533,435)
-	-
-	-
-	-
-	-
-	-
-	-
-	-
(1,466,245)	(535,527)

204,730	89,516
-	275,624
-	-
-	-
985,690	-
(1,485,622)	-
(295,202)	365,140

1,742,000	39,038
-	-
1,742,000	39,038
(19,447)	(131,349)
42,720	156,281
23,273	24,932

Chief Executive

Director

Chief Financial Officer



PROGRESSIVE INSURANCE COMPANY LTD.

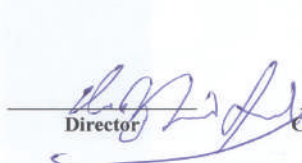
June 30,
2019
----- (Rupees) -----

June 30,
2018
----- (Rupees) -----

RECONCILIATION TO PROFIT AND LOSS ACCOUNT		
Operating cash flows	(1,466,245)	(535,527)
Depreciation expense	(25,112)	(22,998)
Provision for impairment of investment property		-
Gain on disposal of shares	25,410	-
Increase / (decrease) in assets other than cash	9,820	1,980
Decrease / (increase) in liabilities other than running finance	30,180	(2,500)
Income realized from provision reversal	-	-
Provision against sundry receivables	-	-
Other Adjustments		
Markup on deposits	204,730	89,516
Dividend income	-	275,624
	204,730	365,140
Loss after taxation	(1,221,217)	(193,905)

The annexed notes from 1 to 19 form an integral part of these financial statements.


Chief Executive


Director


Chief Financial Officer



PROGRESSIVE INSURANCE COMPANY LTD.

PROGRESSIVE INSURANCE COMPANY LIMITED Statement of Changes in Equity For the six months period ended June 30, 2019

	Issued, subscribed and paid-up capital	Reserves		Total reserves	Total
		Accumulated losses	Available-for- sale investment revaluation reserve (Rupees)		
Balance as at January 1, 2018	161,500,000	(45,562,789)	2,044,033	(43,518,756)	117,981,244
Loss after taxation for the six months period ended 30 June 2018	-	(193,905)	-	(193,905)	(193,905)
Unrealised loss on available-for-sale investment - rest	-	-	106,033	106,033	106,033
Balance as at June 30, 2018	161,500,000	(45,756,694)	2,150,066	(43,606,628)	117,893,372
Balance as at January 1, 2019	161,500,000	(46,377,483)	1,704,212	(44,673,271)	116,826,729
Loss after taxation for the six months period ended 30 June 2019	-	(1,221,217)	-	(1,221,217)	(1,221,217)
Unrealised loss on available-for-sale investment	-	-	(273,744)	(273,744)	(273,744)
Balance as at June 30, 2019	161,500,000	(47,598,700)	1,430,468	(46,168,232)	115,331,768

The annexed notes from 1 to 19 form an integral part of these financial statements.


Chief Executive


Director


Chief Financial Officer



PATTERN OF SHARE HOLDING AS AT 30-06-2019.

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 30-06-2019

	<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>



PROGRESSIVE INSURANCE COMPANY LIMITED

Notes to the Financial Statements

For the six months period ended June 30, 2019

1. THE COMPANY AND IT'S OPERATIONS

- 1.1 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.
- 1.2 As per Section 11 of the Insurance Rules 2017, the Company is required to maintain minimum paid up capital of Rs. 500 million net off any discount offered on issue of shares. Currently, the Company does not meet the said requirement and consequently the trading activities of the Company have been suspended and the Company is generating recurring losses. During the period ended 30 June 2019, the Company incurred net loss of Rs. 1.22 million (30 June 2018: 0.194 million). However, the Company is in the process of issuance of right shares to meet the said requirement and the Directors have agreed to provide interest free funds to finance the working capital requirements of the Company. Accordingly, these financial statements have been prepared on going concern basis.

2. BASIS OF PREPARATION

- 2.1 This condensed interim financial information of the Company for the six months period ended 30 June 2019 has been prepared in accordance with the requirements of the International Accounting Standard 34 - 'Interim Financial Reporting' as applicable in Pakistan, provisions of and directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017 and the Insurance Accounting Regulations, 2017. In case requirements differ, the provisions of or directives issued under the Companies Act, 2017, Insurance Ordinance, 2000, the Insurance Rules, 2017 and the Insurance Accounting Regulations, 2017 shall prevail.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended December 31, 2018.

2.1 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention except for certain financial instruments which are carried at their fair values. Figures have been rounded off to the nearest thousand rupees.

2.2 Functional and presentation currency

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

2.3 Standards, amendments or interpretations

The following new and revised relevant IFRSs effective in the current period had no significant impact on the amounts reported and disclosures in these condensed interim financial information:

JSA



IFRS - 16

IFRS 16 'Leases', issued in January 2016, with the date of initial application on 01 January 2019. IFRS 16 introduces significant changes to lessee accounting. It removes the distinction between operating and finance leases under IAS 17 and requires a lessee to recognize a right-of-use asset and a lease liability at lease commencement for all leases except for short term leases and leases of low value assets.

The Company has no such leases as at the balance sheet date. Therefore, IFRS - 16 does not have any impact on these condensed interim financial information.

IFRS - 9

IFRS 9 'Financial Instruments' and amendment (effective for period ending on or after June 30, 2019). IFRS 9 replaces the existing guidance in IAS 39 Financial Instruments: Recognition and Measurement. IFRS 9 includes revised guidance on the classification and measurement of financial instruments, a new expected credit loss model for calculating impairment on financial assets and new general hedge accounting requirements. It also has carried forward the guidance on recognition and derecognition of financial instruments from IAS 39.

Further, IFRS 4 provides two alternative options in relation to application of IFRS 9 for entities issuing contracts within the scope of IFRS 4, notably atemporary exemption and an overlay approach. The temporary exemption enables eligible entities to defer the implementation date of IFRS 9. The overlay approach allows an entity applying IFRS 9 from the effective date to remove from the profit or loss account the effects of some of the accounting mismatches that may occur by applying IFRS 9 before IFRS 17 is applied. The Company has adopted the temporary exemption which allows the Company to defer the application of IFRS 9 until December 31, 2021.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation including judgement and estimate used in measurement of fair values for the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements for the year ended 31 December 2018.

4. USE OF ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this condensed interim financial information, the significant judgment made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied in the preparation of the financial statements for the year ended 31 December 2018.

5. FIXED ASSETS

	For the six month period ended 30 June 2019									
	Cost			Rate		Depreciation			Written down	
	As at 01 January 2019	Additions / (disposals)	Disposals	As at 30 June 2019	%	As at 01 January 2019	For the period	Disposals	As at 30 June 2019	value as at 30 June 2019
	(Rupees)					(Rupees)				
Office Equipment	1,272,371	-	-	1,272,371	10	1,100,701	8,584	-	1,109,285	163,086
Furniture & fixtures	1,497,096	-	-	1,497,096	10	1,318,136	8,948	-	1,327,084	170,013
Air Conditioner	324,860	-	-	324,860	10	305,663	960	-	306,623	18,237
Vehicles	2,642,053	-	-	2,642,053	30	2,597,922	6,620	-	2,604,542	37,511
	5,736,380	-	-	5,736,380		5,322,422	25,112	-	5,347,534	388,847



PROGRESSIVE INSURANCE COMPANY LTD.

	For the year ended 31 December 2018									
	Cost			Rate	Depreciation				Written down value as at 31 December 2018	
	As at 01 January 2018	Additions / (disposals)	Disposals	As at 31 December 2018	%	As at 01 January 2018	For the year	Disposals		As at 31 December 2018
	(Rupees)					(Rupees)				
Office Equipment	1,272,371	-	-	1,272,371	10	1,081,627	19,074	-	1,100,701	171,670
Furniture & fixtures	1,497,096	-	-	1,497,096	10	1,298,251	19,885	-	1,318,136	178,961
Air Conditioner	324,860	-	-	324,860	10	303,530	2,133	-	305,663	19,197
Vehicles	2,642,053	-	-	2,642,053	30	2,593,019	4,903	-	2,597,922	44,131
	5,736,380	-	-	5,736,380		5,276,427	45,995	-	5,322,422	413,959

6. INVESTMENT PROPERTY

	Note	June 30 2019 (Un-audited)	31 December 2018 (Audited)
		-----Rupees-----	
Building - Lahore	6.1	365,000	365,000
Held for capital appreciation			
- Land		111,500,000	111,500,000
Less: provision for impairment		(365,000)	(365,000)
		<u>111,500,000</u>	<u>111,500,000</u>

6.1 The Property is not in possession of the company. The Company has filed a suite against the tenant for recovery and vacation of the property.

7. INVESTMENT IN EQUITY SECURITIES

Available for sale

Quoted - Others	2,541,222	2,297,292
-----------------	-----------	-----------

7.1	Number of Shares / Unit		Investee name	Carrying Value	
	Jun-19	Dec-18		Jun-19	Dec-18
				----- Rupees -----	
	297	297	Sui Southern Gas Company Limited	6,142	6,861
	74	74	SAMBA Bank Ltd	406	595
	1,700	1,700	Bank of Punjab Limited	15,555	20,349
	4,477	477	Karachi Electricity Supply Corporation Limited	19,654	2,833
	14	13	Suraj Cotton Limited	1,747	1,760
	359	259	Orix Modaraba	5,597	-
	500	500	HBL growth fund - Class A	5,165	14,175
	500	500	HBL growth fund - Class B segment	-	-
	375	375	DG Khan Cement Limited	21,203	30,056
	300	-	Ghandhara Nissan Limited	15,729	-
	1,500	-	General Tyre and Rubber Company	77,265	-
	100	-	Hascol	6,862	-
	1,000	-	HBL	113,260	-
	2,000	-	Nirala MSR Foods Limited	-	-
	10,000	-	Power Cement Limited	64,300	-
	5,000	-	TRG Pakistan Limited	81,800	-
	159,798	298	SilkBank Limited	188,562	373
	21,500	2,000	Summit Bank Limited	13,975	1,640
	35,000	35,000	NIT Units	1,904,000	2,218,650
	<u>244,494</u>	<u>41,493</u>		<u>2,541,222</u>	<u>2,297,292</u>



PROGRESSIVE INSURANCE COMPANY LTD.

	June 30 2019 (Un-audited)	31 December 2018 (Audited)
8. CASH AND BANK BALANCES		
Cash in hand	310	310
Cash at bank - Current account	22,963	42,410
	<u>23,273</u>	<u>42,720</u>
9. SHARE CAPITAL		
9.1 Authorized Capital		
20,000,000 ordinary shares of Rs. 10 each	<u>200,000,000</u>	<u>200,000,000</u>
9.2 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	111,500,000	111,500,000
	<u>161,500,000</u>	<u>161,500,000</u>

10. CONTINGENCIES AND COMMITMENT

There were no contingencies and commitments as at December 31, 2018 (31 December 2017: Nil).

	For the three months period ended (Un-audited)		Half year ended (Un-audited)	
	June 30 2019	June 30 2018	June 30 2019	June 30 2018
Notes	-----Rupees-----		-----Rupees-----	
11. INVESTMENT INCOME				
<i>Dividend income</i>				
Dividend income on securities held for trading	-	-	-	-
Dividend income on securities available- for-sale investments	-	275,624	-	275,624
	-	275,624	-	275,624
Profit on deposits	2,436	-	204,730	89,516
Capital gain on sale of securities	25,410	-	25,410	-
	<u>27,846</u>	<u>275,624</u>	<u>230,140</u>	<u>365,140</u>
12. GENERAL AND ADMINISTRATIVE EXPENSES				
Salaries	-	-	-	25,000
Fees and subscriptions	725,937	127,350	825,937	134,700
Electricity	2,770	2,441	2,770	3,038
Auditors' remuneration	44,820	-	44,820	-
Depreciation	12,556	11,498	25,112	22,997
Advertisement	24,957	15,957	24,957	15,957
Legal and professional charges	50,000	154,550	50,000	304,550
Printing	-	15,000	10,000	15,000
Entertainment	5,270	-	5,270	-
Travelling	139,057	8	139,057	10,120
Brokerage	2,505	-	2,505	-
Miscellaneous	282,875	70	319,877	27,570
	<u>1,290,747</u>	<u>326,874</u>	<u>1,450,305</u>	<u>558,932</u>



		Half year ended (Un-audited)	
		June 30 2019	June 30 2018
		-----Rupees-----	
13. LOSS PER SHARE - BASIC AND DILUTED			
Loss after taxation for the year	<i>Rupees</i>	<u>(1,221,217)</u>	<u>(193,905)</u>
Weighted average number of shares outstanding during the year	<i>No. of shares</i>	<u>16,150,000</u>	<u>16,150,000</u>
Loss per share - basic and diluted	<i>Rupees</i>	<u>(0.08)</u>	<u>(0.01)</u>

14. REMUNERATION OF CHIEF EXECUTIVE, DIRECTORS & OTHER EXECUTIVES

The Directors and the Chief Executive have performed voluntary services and no remuneration has been paid to them.

15. 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.

Balances with related parties include loan payable to Director of the Company of Rs. 6.366 million (31 December 2018: Rs. 4.624 million)

16. FAIR VALUE OF MEASUREMENT OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Underlying the definition of fair value is the presumption that the Company is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires the company to classify fair value measurements in fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value. It has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Inputs for the asset or liability that are not based on observable market data (that is, unadjusted) inputs (Level 3).

Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred.

30 June 2019									
Available-for-sale	Held to maturity	Receivables and other financial assets	Cash and cash equivalents	Other financial liabilities	Total	Level 1	Level 2	Level 3	TOTAL
(Rupees)									
Financial assets measured at fair value									
Equity securities - quoted									
2,541,222	-	-	-	-	2,541,222	2,541,222	-	-	2,541,222
Financial assets - not measured at fair value									
Term deposits									
-	1,250,000	-	-	-	1,250,000	-	-	-	-
Deposit with State of Pakistan									
-	1,000,000	-	-	-	1,000,000	-	-	-	-
Sundry receivables									
-	-	5,282,468	-	-	5,282,468	-	-	-	-
Cash and bank									
-	-	-	23,273	-	23,273	-	-	-	-
2,541,222	2,250,000	5,282,468	23,273	-	10,096,963	2,541,222	-	-	2,541,222
Financial liabilities not measured at fair value									
Loan from Director									
-	-	-	-	6,365,986	6,365,986	-	-	-	-
Unclaimed dividend									
-	-	-	-	300,755	300,755	-	-	-	-
Accrued expenses									
-	-	-	-	123,993	123,993	-	-	-	-
Other creditors and accruals									
-	-	-	-	378,373	378,373	-	-	-	-
-	-	-	-	7,169,107	7,169,107	-	-	-	-
Financial assets measured at fair value									
Equity securities - quoted									
2,297,292	-	-	-	-	2,297,292	2,297,292	-	-	2,297,292
Financial assets - not measured at fair value									
Term deposits									
-	1,250,000	-	-	-	1,250,000	-	-	-	-
Deposit with State of Pakistan									
-	1,000,000	-	-	-	1,000,000	-	-	-	-
Sundry receivables									
-	-	5,274,800	-	-	5,274,800	-	-	-	-
Cash and bank									
-	-	-	42,720	-	42,720	-	-	-	-
2,297,292	2,250,000	5,274,800	42,720	-	9,864,812	2,297,292	-	-	2,297,292
Financial liabilities not measured at fair value									
Loan from Director									
-	-	-	-	4,623,986	4,623,986	-	-	-	-
Unclaimed dividend									
-	-	-	-	300,755	300,755	-	-	-	-
Accrued expenses									
-	-	-	-	154,173	154,173	-	-	-	-
Other creditors and accruals									
-	-	-	-	378,373	378,373	-	-	-	-
-	-	-	-	5,457,287	5,457,287	-	-	-	-

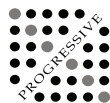


PROGRESSIVE INSURANCE COMPANY LTD.

17. SEGMENT INFORMATION

	For the six months period ended June 30, 2019				
	Fire and Property damage	Marine, Aviation and Transport	Motor	Miscellaneous	Aggregate
	(Rupees)				
Gross written premium (inclusive of surcharges)	-	-	-	-	-
Insurance premium earned	-	-	-	-	-
Insurance premium ceded to reinsurers	-	-	-	-	-
Net insurance premium	-	-	-	-	-
Commission income	-	-	-	-	-
Net underwriting income	-	-	-	-	-
Insurance claim	-	-	-	-	-
Insurance claim recovered from reinsurers	-	-	-	-	-
Net claims	-	-	-	-	-
Commission expense	-	-	-	-	-
Management expense	-	-	-	-	-
Net insurance claims and expenses	-	-	-	-	-
Underwriting results	-	-	-	-	-
Net investment income					230,140
General and administrative expenses					(1,450,305)
Result of operating activities					(1,220,165)
Finance costs					(1,052)
Loss before tax					(1,221,217)

	For the six months period ended 30 June 2018				
	Fire and Property damage	Marine, Aviation and Transport	Motor	Miscellaneous	Aggregate
	(Rupees)				
Gross written premium (inclusive of surcharges)	-	-	-	-	-
Insurance premium earned	-	-	-	-	-
Insurance premium ceded to reinsurers	-	-	-	-	-
Net insurance premium	-	-	-	-	-
Commission income	-	-	-	-	-
Net underwriting income	-	-	-	-	-
Insurance claim	-	-	-	-	-
Insurance claim recovered from reinsurers	-	-	-	-	-
Net claims	-	-	-	-	-
Commission expense	-	-	-	-	-
Management expense	-	-	-	-	-
Net insurance claims and expenses	-	-	-	-	-
Underwriting results	-	-	-	-	-
Net investment income					365,140
General and administrative expenses					(558,932)
Result of operating activities					(193,792)
Finance costs					(113)
Loss before tax					(193,905)



17.1 Other information - Status of assets and liabilities

As at 30 June 2019				
Fire and Property damage	Marine, Aviation and Transport	Motor	Miscellaneous	Total
(Rupees)				
Segment assets	-	-	-	-
Unallocated assets	-	-	-	122,500,875
Consolidated total assets	-	-	-	122,500,875
Segment liabilities	-	-	-	-
Unallocated liabilities	-	-	-	7,169,107
Consolidated total liabilities	-	-	-	7,169,107

As at 31 December 2018				
Fire and Property damage	Marine, Aviation and Transport	Motor	Miscellaneous	Total
(Rupees)				
Segment assets	-	-	-	-
Unallocated assets	-	-	-	122,284,016
Consolidated total assets	-	-	-	122,284,016
Segment liabilities	-	-	-	-
Unallocated liabilities	-	-	-	5,457,287
Consolidated total liabilities	-	-	-	5,457,287

18. GENERAL

Figures have been rounded off to the nearest rupee.

19. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorized for issue in the Board of Directors meeting held on

29th August, 2019


Chief Executive


Director


Chief Financial Officer



**Be aware,
Be alert, Be Safe**

Learn about investing at www.jamapunji.pk

Key features:

 **Licensed Entities Verification**

 **Scam meter**

 **Jamapunji games**

 **Tax credit calculator**

 **Company Verification**

 **Insurance & Investment Checklist**


 **FAQs Answered**

 **Stock trading simulator
(based on live feed from PSX)**

 **Knowledge center**

 **Risk profiler**

 **Financial calculator**

 **Subscription to Alerts (event
notifications, corporate and
regulatory actions)**


 **Jamapunji application for
mobile device**

 **Online Quizzes**



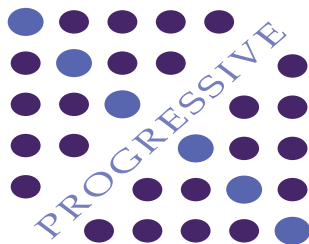
Jamapunji is an investor
Education Initiative of
Securities and Exchange
Commission of Pakistan.

 [jamapunji.pk](https://www.facebook.com/jamapunji.pk)

 [@jamapunji.pk](https://twitter.com/jamapunji.pk)

BOOK POST
PRINTED MATTER

PROGRESSIVE INSURANCE COMPANY LTD



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