

# PROGRESSIVE INSURANCE COMPANY LTD

***Half Yearly Report***  
***June 30, 2021***



## 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-, 5<sup>th</sup> 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, 2021.

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

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 ۲۰۲۱ 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 ریگولیری 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 at **June 30, 2021** and the related condensed interim statement of comprehensive income, the condensed interim statement of changes in equity, the condensed interim statement of cash flows and notes 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, 2021 and June 30, 2020 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 the note 1.2 to the condensed interim financial statements, which states that the Company does not meet the minimum paid-up capital requirement of Rs. 500 million as required under Section 11 of the Insurance Rules 2017. Further, the trading in the shares of the Company has also been ceased as the Company has been placed in default counter list of the Pakistan Stock Exchange Limited due to non-compliances. The Company has not generated any revenue due to the suspension of insurance license and during the six months period ended June 30 2021, the Company reported net loss after taxation of Rs. 4.84 million (30 June 2020: Rs. 0.88 million).

However, the management of the Company is in the process of complying with all of the defaults notified by the Pakistan Stock Exchange & is actively pursuing with regulatory authorities to obtain necessary approvals to place the Company on Active Trading counter so that the trading in shares of the Company can be restored and the process of issue of right shares could be initiated to meet the minimum paid-up capital requirement. The Directors of the Company have also assured to provide full financial support in shape of equity contributions and loans as and when needed. Keeping in view these facts, these condensed interim financial statements have been prepared on going concern basis. Our conclusion is not modified in respect of this matter.

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



**Chartered Accountants**

Karachi

Dated: **01 DEC 2021**





# PROGRESSIVE INSURANCE COMPANY LTD.

## PROGRESSIVE INSURANCE COMPANY LIMITED Condensed Interim Statement of Financial Position As at June 30, 2021

		June 30 2021 (Un-audited)	December 31 2020 (Audited)
	Note	(Rupees)	
<b>ASSETS</b>			
Fixed assets	5	391,365	321,184
Investment property	6	-	111,500,000
Investments			
- Equity securities	7	3,651,683	2,668,606
- Term deposits		1,250,000	1,250,000
Insurance and reinsurance receivable		-	-
Taxation - net		526,748	520,243
Deposit with State Bank of Pakistan		1,000,000	1,000,000
Sundry receivables		5,579,758	5,397,681
Cash and bank balances	8	1,617,656	623,842
Non-current asset classified as held for sale	9	111,500,000	-
<b>TOTAL ASSETS</b>		<b>125,517,210</b>	<b>123,281,556</b>
<b>Capital and reserves attributable to Company's equity holders</b>			
Issued, subscribed and paid - up capital	10	161,500,000	161,500,000
Reserves		(52,484,105)	(48,016,870)
<b>Total Equity</b>		<b>109,015,895</b>	<b>113,483,130</b>
<b>Liabilities</b>			
Provision for outstanding claims (including IBNR)		-	-
Loan from Director		12,570,458	8,846,781
Advance against sale of property		3,100,000	-
Unclaimed dividend		300,755	300,755
Accrued expenses		151,729	272,517
Other creditors and accruals		378,373	378,373
<b>Total liabilities</b>		<b>16,501,315</b>	<b>9,798,426</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>125,517,210</b>	<b>123,281,556</b>

Contingencies and commitments

11

The annexed notes from 1 to 20 form an integral part of these financial statements.

  
Chief Executive

  
Director

  
Chief Financial Officer



# PROGRESSIVE INSURANCE COMPANY LTD.

## PROGRESSIVE INSURANCE COMPANY LIMITED Condensed Interim Statement of Comprehensive Income For the six months period ended June 30, 2021

Note	Quarter ended		Half year ended	
	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
	(Rupees)		(Rupees)	
Premium revenue	-	-	-	-
Premium ceded to reinsurers	-	-	-	-
Net premium revenue	-	-	-	-
Investment income	76,573	27,846	28,247	118,724
Management expenses	-	-	-	-
Rental income	-	-	-	-
Other income	-	-	-	-
	76,573	27,846	28,247	118,724
Net income	76,573	27,846	28,247	118,724
General and administrative expenses	2,164,982	1,290,747	4,859,900	997,743
Other expenses	-	-	-	-
Total expenses	(2,164,982)	(1,290,747)	(4,859,900)	(997,743)
Bank charges	(2,260)	(452)	(6,084)	(2,235)
Loss before tax from operations	(2,090,668)	(1,263,353)	(4,837,737)	(881,254)
Taxation	-	-	-	-
Loss after taxation	(2,090,668)	(1,263,353)	(4,837,737)	(881,254)
Other comprehensive income				
Items that will be reclassified subsequently to profit and loss account:				
Unrealized gain / (loss) on available-for-sale investment - net	323,338	(339,023)	370,502	(1,008)
Total comprehensive loss for the year	(1,767,330)	(1,602,376)	(4,467,235)	(882,262)
Loss per share - basic and diluted	(0.11)	(0.10)	(0.30)	(0.05)

The annexed notes from 1 to 20 form an integral part of these financial statements.

  
Chief Executive

  
Director

  
Chief Financial Officer



# PROGRESSIVE INSURANCE COMPANY LTD.

## PROGRESSIVE INSURANCE COMPANY LIMITED Condensed Interim Statement of Cash flows For the six months period ended June 30, 2021

### 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 receipt

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
Advance received against sale of property
Purchase 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 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, 2021      June 30, 2020

— (Rupees) —

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

(6,505)	(2,448)
(4,958,469)	(957,868)
(188,544)	(129,443)
-	-
-	-
-	-
-	-
-	-
(5,153,518)	(1,089,759)

775	121,572
33,181	-
-	-
3,100,000	-
(92,400)	-
1,523,568	1,200,933
(2,141,469)	(1,078,252)
2,423,655	244,253

3,723,677	852,163
-	-
3,723,677	852,163
993,814	6,657
623,842	21,127
1,617,656	27,784

Chief Executive

Director

Chief Financial Officer



# PROGRESSIVE INSURANCE COMPANY LTD.

## RECONCILIATION TO PROFIT AND LOSS ACCOUNT

Operating cash flows
Depreciation expense
Loss on disposal of shares
Dividend income
Increase in assets other than cash
Decrease / (increase) in liabilities other than running finance
Income realized from provision reversal
Provision against sundry receivables
Other Adjustments
Markup on deposits
TDR profit on IDBP

Loss after taxation

June 30, 2021  
June 30, 2020  
(Rupees)

(5,153,518)	(1,089,759)
(22,219)	(21,276)
(5,709)	(2,848)
33,181	-
188,965	129,656
120,788	(18,600)
-	-
-	-
775	2,941
-	118,631
775	121,572
(4,837,737)	(881,254)

The annexed notes from 1 to 20 form an integral part of these financial statements.

  
Chief Executive

  
Director

  
Chief Financial Officer





# PROGRESSIVE INSURANCE COMPANY LTD.

## PROGRESSIVE INSURANCE COMPANY LIMITED Condensed Interim Statement of Changes in Equity For the six months period ended June 30, 2021

	Issued, subscribed and paid-up capital	Reserves	Available-for- sale Investment valuation reserve (Rupees)	Total reserves	Total
Balance as at January 1, 2020	161,500,000	(48,160,096)	1,424,571	(46,735,525)	114,764,475
Loss after taxation for the six months period ended 30 June 2020	-	(881,254)	-	-	(881,254)
Unrealised loss on available-for-sale investment	-	-	-	(1,008)	(1,008)
Balance as at June 30, 2020	161,500,000	(49,041,350)	1,424,571	(46,736,533)	113,882,212
Balance as at January 1, 2021	161,500,000	(49,914,077)	1,897,207	(48,016,870)	113,483,130
Loss after taxation for the six months period ended 30 June 2021	-	(4,837,737)	-	(4,837,737)	(4,837,737)
Unrealised loss on available-for-sale investment	-	-	370,502	370,502	370,502
Balance as at June 30, 2021	161,500,000	(54,751,814)	2,267,709	(52,484,105)	109,015,895

The annexed notes from 1 to 20 form an integral part of these financial statements.

  
Chief Executive

  
Director

  
Chief Financial Officer



## PATTERN OF SHARE HOLDING AS AT 30-06-2021.

NUMBER OF SHARE HOLDER	SHARE HOLDINGS	TOTAL SHARE HELD
151	1	100
200	101	500
158	501	1000
249	1001	5000
69	5001	10000
29	10001	15000
14	15001	20000
10	20001	25000
5	25001	30000
3	30001	35000
7	35001	40000
1	40001	45000
1	55001	60000
1	60001	65000
2	65001	70000
1	95001	100000
1	120001	125000
1	135001	140000
1	145001	150000
1	165001	170000
1	180001	185000
1	500001	505000
1	975001	980000
1	2900001	2905000
1	7660001	7665000
<b>910</b>		<b>16,150,000</b>



# PROGRESSIVE INSURANCE COMPANY LTD.

## CATEGORIES OF CERTIFICATE HOLDING AS ON 30-06-2021

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





## PROGRESSIVE INSURANCE COMPANY LTD.

### PROGRESSIVE INSURANCE COMPANY LIMITED

#### Condensed Interim Notes to the Financial Statements

For the six months period ended June 30, 2021

#### 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 six months period ended 30 June 2021, the Company incurred net loss of Rs. 4.84 million (30 June 2020: 0.881 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 Statement of compliance

This condensed interim financial information of the Company for the six months period ended 30 June 2021 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, 2020.

##### 2.2 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.

##### 2.3 Functional and presentation currency

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

##### 2.4 Standards, amendments or interpretations

The new and revised relevant IFRSs effective in the current period had no significant impact on the amounts reported and disclosures & have therefore not been detailed in these condensed interim financial information.





# PROGRESSIVE INSURANCE COMPANY LTD.

## 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 2020 except for the following:

### 3.1 Non - current assets held for sale

Non current assets are classified as assets held for sale when their carrying amount is to be recovered principally through a sale transaction rather than continuing use and sale is considered highly probable. They are stated at the lower of carrying amount and fair value less cost to sell.

## 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 2020.

## 5. FIXED ASSETS

For the six month period ended 30 June 2021									
	Cost			Rate %	Depreciation			Written down value as at 30 June 2021	
	As at 01 January 2021	Additions / (disposals)	Disposals	As at 30 June 2021	As at 01 January 2021	For the period	Disposals	As at 30 June 2021	
	(Rupees)				(Rupees)				
Office Equipment	1,272,371	92,400	-	1,364,771	10	1,133,318	13,113	-	1,146,431
Furniture & fixtures	1,497,096	-	-	1,497,096	10	1,352,138	7,248	-	1,359,386
Air Conditioner	324,860	-	-	324,860	10	309,311	777	-	310,088
Vehicles	2,642,053	-	-	2,642,053	30	2,620,429	1,081	-	2,621,510
	<u>5,736,380</u>	<u>92,400</u>	<u>-</u>	<u>5,828,780</u>		<u>5,415,196</u>	<u>22,219</u>	<u>-</u>	<u>5,437,415</u>

For the year ended 31 December 2020									
	Cost			Rate %	Depreciation			Written down value as at 31 December 2020	
	As at 01 January 2020	Additions / (disposals)	Disposals	As at 31 December 2020	As at 01 January 2020	For the year	Disposals	As at 31 December 2020	
	(Rupees)				(Rupees)				
Office Equipment	1,272,371	-	-	1,272,371	10	1,117,868	15,450	-	1,133,318
Furniture & fixtures	1,497,096	-	-	1,497,096	10	1,336,032	16,106	-	1,352,138
Air Conditioner	324,860	-	-	324,860	10	307,583	1,728	-	309,311
Vehicles	2,642,053	-	-	2,642,053	30	2,611,161	9,268	-	2,620,429
	<u>5,736,380</u>	<u>-</u>	<u>-</u>	<u>5,736,380</u>		<u>5,372,644</u>	<u>42,552</u>	<u>-</u>	<u>5,415,196</u>

## 6. INVESTMENT PROPERTY

	Note	June 30 2021 (Un-audited)	31 December 2020 (Audited)
Building - Lahore	6.1	365,000	365,000
Land		-	111,500,000
Less: provision for impairment		(365,000)	(365,000)
		<u>-</u>	<u>111,500,000</u>



# PROGRESSIVE INSURANCE COMPANY LTD.

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.

June 30 2021 (Un-audited)	31 December 2020 (Audited)
----- Rupees -----	

## 7. INVESTMENT IN EQUITY SECURITIES

Available for sale

Quoted - Others

3,651,683	2,668,606
-----------	-----------

### 7.1

Number of Shares / Unit		Investee name	Carrying Value	
Jun-21	Dec-20		Jun-21	Dec-20
			----- Rupees -----	
297	297	Sui Southern Gas Company Limited	3,950	4,312
74	74	SAMBA Bank Ltd	494	555
1,700	1,700	Bank of Punjab Limited	14,280	15,759
477	477	Karachi Electricity Supply Corporation Limited	1,994	1,865
15	15	Suraj Cotton Limited	3,599	3,368
359	359	Orix Modaraba	6,283	6,300
500	500	HBL growth fund - Class A	4,150	4,250
500	500	HBL growth fund - Class B segment	9,420	9,128
375	375	DG Khan Cement Limited	44,220	42,968
2,000	2,000	Nirala MSR Foods Limited	-	-
50,298	298	Silk Bank Limited	101,098	322
500	500	Baluchistan Particle Board Limited	8,655	-
-	7,100	HASCOL Petroleum Limited	-	104,299
1,000	1,000	Fauji Cement Company Limited	23,000	21,670
-	5,500	Shaheen Insurance Company Limited	-	23,760
2,000	-	Saudi Pak Leasing Company Limited	4,900	-
5,000	-	Kohinoor Energy Limited	180,000	-
4,000	-	Ghani Glass Limited	192,800	-
3,000	-	Gul Ahmed Textile Mills Limited	152,190	-
5,000	-	Saif Power Limited	86,700	-
4,000	-	Kot Addu Power Company Limited	177,400	-
<b>Mutual funds</b>				
35,000	35,000	NIT Units	2,636,550	2,430,050
116,095	55,695		3,651,683	2,668,606

June 30 2021 (Un-audited)	31 December 2020 (Audited)
----- Rupees -----	

## 8. CASH AND BANK BALANCES

Cash in hand

691,512	100,000
---------	---------

Cash at bank - Current account

926,144	523,842
---------	---------

1,617,656	623,842
-----------	---------

## 9. NON-CURRENT ASSET CLASSIFIED AS HELD FOR SALE

The Company has entered into agreement for sale of its investment property measuring 999 acres situated at Mirpur Sakro, Thatta for a total consideration of Rs. 120 million. The carrying value of the said property is Rs. 111.5 million. The Company has received advance amount of Rs. Rs. 3.1 million and the remaining payment will be received over a 2 year period.



# PROGRESSIVE INSURANCE COMPANY LTD.

	June 30 2021 (Un-audited)	31 December 2020 (Audited)
	----- Rupees -----	
<b>10. SHARE CAPITAL</b>		
<b>10.1 Authorized Capital</b>		
20,000,000 ordinary shares of Rs. 10 each	<u>200,000,000</u>	<u>200,000,000</u>
<b>10.2 Issued, subscribed and paid-up capital</b>		
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. CONTINGENCIES AND COMMITMENT

- There were no contingencies and commitments as at 30 June 2021 (31 December 2020: Nil).

Notes	For the three months period ended (Un-audited)		Half year ended (Un-audited)	
	June 30 2021	June 30 2020	June 30 2021	June 30 2020
	-----Rupees-----		-----Rupees-----	
<b>12. INVESTMENT INCOME</b>				
Dividend income on securities available- for-sale investments	33,181	-	33,181	-
Profit on deposits	-	7,685	775	2,941
TDR Profit IDBP	-	-	-	118,631
Loss on sale of securities	<u>43,392</u>	<u>66,102</u>	<u>(5,709)</u>	<u>(2,848)</u>
	<u>76,573</u>	<u>73,787</u>	<u>28,247</u>	<u>118,724</u>

## 13. GENERAL AND ADMINISTRATIVE EXPENSES

Salaries	414,000	75,500	1,239,040	312,970
Rent, rates & taxes	223,150	-	485,095	-
Fuel	-	18,392	61,460	62,149
Fees and subscriptions	137,000	-	247,000	-
Electricity	52,717	-	120,990	3,213
Auditors' remuneration	-	-	48,600	48,600
Depreciation	13,108	10,638	22,219	21,276
Advertisement	-	-	-	-
Legal and professional charges	530,500	111,500	1,065,604	146,000
Printing & stationary	-	-	6,160	9,660
Entertainment	40,422	24,983	87,360	45,414
Repair & maintenance	294,716	10,545	787,000	28,237
Donations	50,000	-	50,000	-
Medical expenses	-	2,957	-	6,305
Communication	35,220	600	38,918	1,800
Travelling	155,718	-	275,202	213,372
Brokerage	-	14	-	2,522
Miscellaneous	<u>218,431</u>	<u>94,165</u>	<u>325,252</u>	<u>96,225</u>
	<u>2,164,982</u>	<u>349,294</u>	<u>4,859,900</u>	<u>997,743</u>





# PROGRESSIVE INSURANCE COMPANY LTD.

		Half year ended (Un-audited)	
		June 30 2021	June 30 2020
		-----Rupees-----	
<b>14. LOSS PER SHARE - BASIC AND DILUTED</b>			
Loss after taxation for the year	<i>Rupees</i>	<u>(4,837,737)</u>	<u>(881,254)</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>(0.30)</u>	<u>(0.05)</u>

## 15. 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.

## 16. 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. 12.57 million (31 December 2020: Rs. 8.85 million)

## 17. 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.





# PROGRESSIVE INSURANCE COMPANY LTD.

## 18. SEGMENT INFORMATION

	For the six months period ended June 30, 2021				
	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	-	-	-	-	-
<b>Net underwriting income</b>	-	-	-	-	-
Insurance claim	-	-	-	-	-
Insurance claim recovered from reinsurers	-	-	-	-	-
Net claims	-	-	-	-	-
Commission expense	-	-	-	-	-
Management expense	-	-	-	-	-
Net insurance claims and expenses	-	-	-	-	-
Underwriting results	-	-	-	-	-
Net investment income					28,247
General and administrative expenses					(4,859,900)
Result of operating activities					(4,831,653)
Finance costs					(6,084)
Loss before tax					(4,837,737)

	For the six months period ended 30 June 2020				
	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	-	-	-	-	-
<b>Net underwriting income</b>	-	-	-	-	-
Insurance claim	-	-	-	-	-
Insurance claim recovered from reinsurers	-	-	-	-	-
Net claims	-	-	-	-	-
Commission expense	-	-	-	-	-
Management expense	-	-	-	-	-
Net insurance claims and expenses	-	-	-	-	-
Underwriting results	-	-	-	-	-
Net investment income					118,724
General and administrative expenses					(997,743)
Result of operating activities					(879,019)
Finance costs					(2,235)
Loss before tax					(881,254)



# PROGRESSIVE INSURANCE COMPANY LTD.

## 18.1 Other information - Status of assets and liabilities

As at 30 June 2021					
	Fire and Property damage	Marine, Aviation and Transport	Motor	Miscellaneous	Total
	(Rupees)				
Segment assets	.	.	.	.	125,517,210
Unallocated assets	.	.	.	.	125,517,210
Consolidated total assets	.	.	.	.	
Segment liabilities	.	.	.	.	16,501,315
Unallocated liabilities	.	.	.	.	16,501,315
Consolidated total liabilities	.	.	.	.	


  

As at 31 December 2020					
	Fire and Property damage	Marine, Aviation and Transport	Motor	Miscellaneous	Total
	(Rupees)				
Segment assets	.	.	.	.	123,281,556
Unallocated assets	.	.	.	.	123,281,556
Consolidated total assets	.	.	.	.	
Segment liabilities	.	.	.	.	9,795,426
Unallocated liabilities	.	.	.	.	9,795,426
Consolidated total liabilities	.	.	.	.	

## 19. GENERAL


Figures have been rounded off to the nearest rupee.

## 20. DATE OF AUTHORISATION FOR ISSUE

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

29 NOV 2021

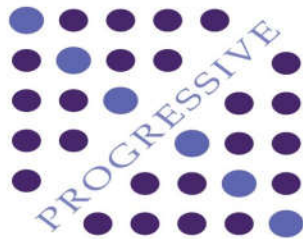
  
Chief Executive

  
Director

  
Chief Financial Officer

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