

# PROGRESSIVE INSURANCE COMPANY

September Quarter Ended 2022



# PROGRESSIVE INSURANCE COMPANY LTD.

## 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 holder shareholders, re-insurance, business associate's partners as a whole.

## MISSION STATEMENT

- ❖ To strengthen the roots of the company, lifting it way past other Companies 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 company;
- ❖ Efficient utilization of resources and manpower of the Company; and
- ❖ Introducing high standards of professionalism globally.



Head office: 505-507,  
5th Floor, Japan Plaza,  
M.A. Jinnah Road, Karachi.



Tel: 021-32712551, 021-32712552  
E-mail: [info@theprogressive.com](mailto:info@theprogressive.com)  
Website: [www.theprogressive.com](http://www.theprogressive.com)



# PROGRESSIVE INSURANCE COMPANY LTD.

## COMPANY INFORMATION

### BOARD OF DIRECTORS

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

### CHIEF EXECUTIVE COMPANY SECRETARY

Syed Sabur Rehman  
Muhammad Abdul Wahab

### REGISTERED OFFICE

Office No. 505-507, 5<sup>th</sup> Floor, Japan Plaza  
M.A Jinnah Road Karachi.  
Tel: 021-32712551-52

### HEAD OFFICE

Office No. 505-507, 5<sup>th</sup> Floor, Japan Plaza  
M.A Jinnah Road Karachi.  
Tel: 021-32712551-52

### AUDIT COMMITTEE

Name of Person	Designation
Nasir Munir Ahmed	Chairman (Non-Executive Director)
Barister Rashid Munir	Member (Non-Executive Director)
Abdul Haleem	Member (Non-Executive Director)

### BANKERS

The Bank of Khyber Ltd.

### AUDITORS

M/s S.M Suhail & Co  
Chartered Accountants

### LEGAL ADVISOR

Mr. A. Wahab Baloch  
Advocate

### STOCK EXCHANGE LISTING

Progressive Insurance Company Limited is on the Pakistan Stock Exchange Ltd.

### PUBLIC INFORMATION

Financial analysts, stock brokers and media desiring  
Information about the company and all types of general  
Insurance should contact Mr. Abdul Wahab & Chief Executive Officer,  
Progressive Insurance Company Limited, at Company's Head Office, Karachi.

### SHAREHOLDER INFORMATION

Inquiries concerning lost share  
dividend payment, change of  
verification of transfer deeds  
transfer should be directed to  
registered office 505-507, 5<sup>th</sup> F  
Plaza, M.A Jinnah Road, Karachi  
Tel: 021-32712551-52



Head office: 505-507,  
5th Floor, Japan Plaza,  
M.A. Jinnah Road, Karachi.



Tel: 021-32712551, 021-3271255  
E-mail: info@theprogressive  
Website: www.theprogressi



# PROGRESSIVE INSURANCE COMPANY LTD.

## DIRECTORS' REPORT

The Directors of Progressive Insurance Company Limited take pleasure in presenting the unaudited Quarterly financial statement for the period ended 30<sup>th</sup>, September 2022.

### Net Loss

Operating net loss by company is Rs. 6,199,610/- during the Quarter September 2022.

The statistic covers the annexed financial statement of conventional General Insurance comprising.

- Condensed Interim Statement of financial Position (Unaudited).
- Condensed Interim statement of Profit or Loss and other comprehensive Income (Unaudited).
- Condensed Interim Statement of Changes in Equity (Unaudited).
- Condensed Interim cash Flow Statement (Unaudited).

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 inshallah it will be completed soon with the cooperation of S.E.C.P.

### Thanks and Appreciation

We are grateful to the Securities and Exchange Commission of Pakistan; particularly (Insurance Division) of SECP, and their staff/officer/officials of the SECP, for their guidance and support and co-operation extended for the growth and progress of the Company.

Karachi:

Date: 23<sup>th</sup> December 2022

For and on behalf of the  
Board of Directors

  
**Syed Sabur Rehman**  
Chief Executive Officer



Head office: 505-507,  
5th Floor, Japan Plaza,  
M.A. Jinnah Road, Karachi.



Tel: 021-32712551, 021-32712552  
E-mail: [info@theprogressivegroup.com](mailto:info@theprogressivegroup.com)  
Website: [www.theprogressivegroup.com](http://www.theprogressivegroup.com)



**PROGRESSIVE  
INSURANCE  
COMPANY LTD.**

## ڈائریکٹرز کی رپورٹ

بروگریسو انشورنس کمپنی لمیٹڈ کے ڈائریکٹرز 30 ستمبر 2022 کو ختم ہونے والی مدت کے لیے آڈٹ شدہ سیمماںی مالیاتی بیان پیش کرے میں حوشی محسوس کرے ہں۔  
بفد بفضاں

کمپنی کا اہرٹنگ حااں بفضاں روپے ہے۔/ 6,199,610 کو اہرٹر 30 ستمبر 2022 کے دوران۔  
اعدااں و سمار رواںی حبرل انشورنس ہر مسامل مالیاتی بیان کا احاطہ کرتا ہے۔

- مالیاتی ہورٹس کا گاڑھا عبوری بیان۔ (Unaudited)
  - بفع یا بفضاں اور دیگر حاامع آمدنی کا گاڑھا عبوری بیان (Unaudited)
  - انکوہٹی میں تبدیلیوں کا گاڑھا عبوری بیان۔ (Unaudited)
  - گاڑھا عبوری کسں فلو اسٹٹمنٹ۔ (Unaudited)
- شکرہ اور بعریف

ہمیں بفس ہے کہ ہہ معلوماں فابل فدر شیئر ہولڈرز کو ان کی کمپنی کے معاملاں کے بارے میں مناسب طور ہر اگاہ کرے گی۔

ہر حااںہ مءء کے دوران ناں ہرس کی خریداری کی گئی کیونکہ انظامیہ ابھی کمپنی کی بحالی کے عمل میں ہے انشاء اللہ ہہ حلاں ہی S.E.C.P کے تعاوں سے مکمل ہو جائے گی۔  
ہم سیکورٹر اینڈ انکسحیح کمسں آف پاکنسان کے شکر گزار ہیں؛ خاص طور ہر اس ای سی پی کے (انسورنس ڈویژن) اور اس ای سی پی کے ان کے عملے/افسران/افسران نے کمپنی کی ترقی اور ہسرف کے لیے ان کی رہمائی اور تعاوں کے لیے۔

کراچی:

کے لیے اور اس کی حااں سے  
ہورڈ آف ڈائریکٹرز

23<sup>th</sup> December 2022

سید صبور رحمان  
حیف ایگریکو آفیسر



Head office: 505-507,  
5th Floor, Japan Plaza,  
M.A. Jinnah Road, Karachi.



Tel: 021-32712551, 021-32712552  
E-mail: info@theprogressivegroup.  
Website: www.theprogressivegroup

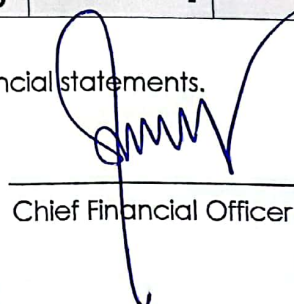
**PROGRESSIVE INSURANCE COMPANY LIMITED**  
**Condensed Interim Statement of Financial Position (unaudited)**  
**As at September 30, 2022**

ASSETS		30 Sep 2022	31 Dec 2021
		Un-Audited	Audited
<b>Non Current Assets</b>	<b>Note</b>	<b>(Amounts in PKR)</b>	
Operating assets	7	22,697,776	366,067
<b>Total Non Current Assets</b>		<b>22,697,776</b>	<b>366,067</b>
<b>Current Assets</b>			
Investments			
- In equity securities	8	2,304,436	2,648,612
- In term deposits	9	1,250,000	1,250,000
Advance tax		526,748	526,748
Deposit with State Bank of Pakistan		1,000,000	1,000,000
Advances and other receivables	10	5,523,575	5,279,854
Cash and bank balances	11	59,839	299,955
Non current assets held for sale	12	111,500,000	111,500,000
<b>Total Current Assets</b>		<b>122,164,598</b>	<b>122,505,169</b>
<b>TOTAL ASSETS</b>		<b>144,862,374</b>	<b>122,871,237</b>
<b>EQUITY AND LIABILITIES</b>	<b>Note</b>		
<b>Equity</b>			
Capital and reserves attributable to Company's equity			
Authorised share capital			
20 million (Dec 2021: 20 million) Ordinary Shares of Rs. 10 each		200,000,000	200,000,000
Issued, subscribed and paid -up capital	13	161,500,000	161,500,000
Reserves		1,476,519	1,823,787
Loan from director	14	43,335,195	14,878,180
Accumulated loss		(65,601,028)	(59,401,418)
<b>Total Equity</b>		<b>140,710,686</b>	<b>118,800,549</b>
<b>Liabilities</b>			
<b>Underwriting Provisions</b>			
Provision for outstanding claims (including IBNR)		-	-
<b>Creditors and accruals</b>			
Advance against property		3,100,000	3,100,000
Unclaimed dividend		300,755	300,755
Accrued expenses		372,560	291,560
Other creditors and accruals		378,373	378,373
<b>Total Creditors and accruals</b>		<b>4,151,688</b>	<b>4,070,688</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>144,862,374</b>	<b>122,871,237</b>
<b>Contingencies and commitments</b>	15	-	-

The annexed notes from 1 to 25, form an integral part of these financial statements.

  
 Chief Executive

  
 Director

  
 Chief Financial Officer

# PROGRESSIVE INSURANCE COMPANY LIMITED

Condensed Interim Statement of Profit or Loss and Other Comprehensive Income (unaudited)


For the Third Quarter and Nine Month Period Ended September 30, 2022

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS	Note	Quarter ended (Unaudited)		Nine Month ended (Unaudited)	
		30 Sep 2022	30 Sep 2021	30 Sep 2022	30 Sep 2021
(Amounts in PKR)					
<b>REVENUE ACCOUNT</b>					
Premium revenue		-	-	-	-
Premium ceded to reinsurers		-	-	-	-
Net premium revenue		-	-	-	-
Investment income / (loss)	16	64,030	(74,631)	78,510	(46,384)
Management expenses		-	-	-	-
Rental income		-	-	-	-
Other income		64,030	(74,631)	78,510	(46,384)
<b>Net Income</b>		<b>64,030</b>	<b>(74,631)</b>	<b>78,510</b>	<b>(46,384)</b>
General and administrative expenses	17	(2,291,392)	(2,179,128)	(6,275,860)	(7,039,028)
Banking charges		(1,130)	(2,260)	(2,260)	(8,344)
Other expenses		-	-	-	-
Total expenses		(2,292,522)	(2,181,388)	(6,278,120)	(7,047,372)
Loss before tax from operation		<b>(2,228,492)</b>	<b>(2,256,019)</b>	<b>(6,199,610)</b>	<b>(7,093,756)</b>
Taxation		-	-	-	-
<b>Loss after taxation</b>		<b>(2,228,492)</b>	<b>(2,256,019)</b>	<b>(6,199,610)</b>	<b>(7,093,756)</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
The items that will be reclassified subsequently in the statement of profit or loss:					
Unrealized (loss) on investment available for sale -net		-	(1,065,449)	-	(694,947)
Unrealized (loss) on NIT units		(118,650)	-	(275,100)	-
Unrealized (loss) on equity investments		(15,163)	-	(72,168)	-
<b>Total Comprehensive Loss for the Half Year</b>		<b>(2,362,305)</b>	<b>(3,321,467)</b>	<b>(6,546,879)</b>	<b>(7,788,702)</b>
Loss per share		(0.15)	(0.21)	(0.41)	(0.48)

The annexed notes from 1 to 25, form an integral part of these financial statements.

  
Chief Executive

  
Director

  
Chief Financial Officer

**PROGRESSIVE INSURANCE COMPANY LIMITED**  
**Condensed Interim Statement of Changes in Equity (unaudited)**  
**For the Nine Month Period Ended September 30, 2022**

Particulars	(all amounts in PKR)					
	Share Capital	Reserves		Loan from Director	Accumulated Profit / (Loss)	Total
	Issued, Subscribed and Paid-up Capital	Unrealized Gain/ Loss Investment Available for Sale	Total Reserves			
Balance as at December 31, 2020	161,500,000	1,897,206	1,897,206	8,846,781	(49,914,076)	122,329,911
Loss for the nine month period	-	-	-	-	(7,093,756)	(7,093,756)
Additional loan from director	-	-	-	4,877,538	-	4,877,538
Unrealized loss on available for Sale investments	-	(694,947)	(694,947)	-	-	(694,947)
Balance as at September 30, 2021	161,500,000	1,202,260	1,202,260	13,724,319	(57,007,832)	119,418,747
Balance as at December 31, 2021	161,500,000	1,823,787	1,823,787	14,878,180	(59,401,418)	118,800,549
Loss for the nine month period	-	-	-	-	(6,199,610)	(6,199,610)
Additional loan from director	-	-	-	28,457,015	-	28,457,015
Unrealized loss on NIT units	-	(275,100)	(275,100)	-	-	(275,100)
Unrealized loss on equity investments	-	(72,168)	(72,168)	-	-	(72,168)
Balance as at September 30, 2022	161,500,000	1,476,519	1,476,519	43,335,195	(65,601,028)	140,710,686

The annexed notes from 1 to 25, form an integral part of these financial statements.

  
 Chief Executive

  
 Director

  
 Chief Financial Officer



**PROGRESSIVE INSURANCE COMPANY LIMITED**  
**Condensed Interim Statement of Cash Flows (unaudited)**  
**For the Nine Month Period Ended September 30, 2022**

CASH FLOWS FROM OPERATING ACTIVITIES	30 Sep 2022	30 Sep 2021
	Un-Audited	Un-Audited
	(Amounts in PKR)	
<b>(a) Underwriting activity</b>		
Premium received	-	-
Reinsurance premium paid	-	-
Claims paid	-	-
Surrender paid	-	-
Reinsurance and other recoveries received	-	-
Commission paid	-	-
Commission received	-	-
Other underwriting payments	-	-
Other underwriting receipts	-	-
<b>Net Cash Flow from Underwriting Activities</b>	<b>-</b>	<b>-</b>
<b>(b) Other operating activities</b>		
Income tax paid	-	(6,505)
General management expenses paid	(5,974,038)	(7,050,477)
Other operating payment	(246,253)	(32,125)
Finance cost	(2,260)	(8,344)
<b>Total Cash Flow utilized in Operating Activities</b>	<b>(6,222,551)</b>	<b>(7,097,451)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Profit / return received	59,817	775
Dividend received	9,350	37,688
Proceeds from non current asset held for sale	-	3,100,000
Fixed capital expenditure	(22,550,000)	(92,400)
Proceed from investments	23,343	1,523,568
Payment for investments	(17,090)	(2,585,492)
<b>Total cash flow generated from investing activities</b>	<b>(22,474,580)</b>	<b>1,984,139</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Loans received	28,457,015	4,877,538
<b>Total cash flow generated from financing activities</b>	<b>28,457,015</b>	<b>4,877,538</b>
Net cash (used in) / generated from all activities	(240,116)	(235,774)
<b>Cash and cash equivalents at the beginning of the nine month period</b>	<b>299,955</b>	<b>623,842</b>
<b>Cash and cash equivalents at the end of the nine month period</b>	<b>59,839</b>	<b>388,068</b>

The annexed notes from 1 to 25, form an integral part of these financial statements.

  
 Chief Executive

  
 Director

  
 Chief Financial Officer

**PROGRESSIVE INSURANCE COMPANY LIMITED**  
**Reconciliation to Profit or Loss Account (unaudited)**  
**For the Nine Month Period Ended September 30, 2022**

	30 Sep 2022 Un-Audited	30 Sep 2021 Un-Audited
(Amounts in PKR)		
Operating cash flows	(6,222,551)	(7,097,451)
Depreciation expense	(218,291)	(39,424)
Gain / (loss) on disposal of shares	9,344	(84,847)
Increase in assets other than cash	243,721	38,630
Increase in liabilities other than running finance	(81,000)	50,873
Markup on deposits	37	775
Markup on TDR	59,780	-
Dividend income	9,350	37,688
<b>Loss after taxation</b>	<b>(6,199,610)</b>	<b>(7,093,756)</b>

The annexed notes from 1 to 25, form an Integral part of these financial statements.

  
 Chief Executive

  
 Director

  
 Chief Financial Officer

# PROGRESSIVE INSURANCE COMPANY LIMITED

## Notes to the Condensed Interim Financial Statements (unaudited)

For the Nine Month Period Ended September 30, 2022

Note	
1	<b>THE COMPANY AND IT'S OPERATIONS</b>
	<p>The Company was incorporated as a Public Limited Company in 1987 under the repealed Companies Ordinance, 1984 now the Companies Act, 2017. Its shares are quoted on the Pakistan Stock Exchange. The Company is engaged in providing non-life insurance services for fire, marine, motor, and miscellaneous classes. The registered office of the company is situated at Room # 505-507, 5th floor, Japan Plaza, M.A Jinnah Road, Karachi.</p>
2	<b>GOING CONCERN ISSUE</b>
	<p>The Company cannot undertake any new insurance business as the Company does not meet the minimum paid-up capital required of Rs. 500 million net off any discount offered on issue of shares as required under clause 11 of the Insurance Rule 2017. As a result of this, the insurance license of the Company has been suspended, many years ago.</p>
	<p>Further, the trading of shares of the Company was suspended and the Company's shares were placed on the default counter of Pakistan Stock Exchange ("PSX"), according to the PSX regulation 5.11.1(b) in this regard.</p>
	<p>The Company has not generated any revenue and is reporting recurring losses and the loss for the nine month period ended on September 30, 2022, amounted to Rs. 6.2 million (Sep 2021: Rs. 7.093 million).</p>
	<p>The above-stated conditions indicate the existence of material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern. However, the management of the Company is striving to increase its paid-up capital up to the requirements of the Insurance Rules up to Rs. 500 million, and is in the process of complying with all of the PSX regulations and is actively pursuing obtaining necessary approvals from relevant authorities for removal of its shares from the default counter of the PSX, so that, the process of issuance of the right shares would be initiated to meet the paid-up capital requirement. The Company has also filed a petition in November 2019 in the High Court of Sindh, against the SECP to issue a directive to put the Company's shares on the active trading counter, so that the process of issuing of right shares could be initiated. The Directors of the Company have also agreed to provide interest-free funds to finance the working capital requirements of the Company as and when needed.</p>
	<p>Keeping in view of these facts, these financial statements have been prepared on going concern basis.</p>

**PROGRESSIVE INSURANCE COMPANY LIMITED**  
**Notes to the Condensed Interim Financial Statements (unaudited)**  
**For the Nine Month Period Ended September 30, 2022**

Note	BASIS OF PREPARATION
3	
	<p>These condensed interim financial statements for the nine month period ended have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting, those comprise of:</p> <ul style="list-style-type: none"> <li>- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and</li> <li>- Provisions of and directives issued under the Companies Act, 2017 and the Insurance Ordinance, 2000, the Insurance Rules, 2017 and the Insurance Accounting Regulations, 2017;</li> <li>- In case requirement differ, the provisions or directives of the Companies Act, 2017, the Insurance Ordinance, 2000, Insurance Rules, 2017 shall prevail.</li> </ul> <p>These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Company's audited annual financial statements for the year ended December 31, 2021.</p>
<b>3.1</b>	<b>Basis of measurement</b>
	The condensed interim financial statements have been prepared under the historical cost bases except for the available-for-sale investments that have been measured at fair value.
<b>3.2</b>	<b>Functional and presentation currency</b>
	These condensed interim financial statements have been prepared and presented in Pakistani Rupees, which is the Company's functional and presentation currency.
<b>3.3</b>	<b>Standards, interpretations and amendments to published approved accounting standards that are effective in the current year</b>
	There are certain new and amended standards and interpretations, that are mandatory for the Company's accounting periods beginning on or after January 1, 2022, but are considered not to be relevant or to have any significant effect on the Company's operations and therefore, are not disclosed in these notes to the condensed interim financial statements.
<b>3.4</b>	<b>Standards, interpretations and amendments to published approved accounting standards that are not yet effective:</b>
	There are certain new and amended standards, interpretations and amendments that are mandatory for the Company's accounting periods beginning on or after January 1, 2022 but are considered not to be relevant or do not have any significant effect on the Company's operations and, therefore, no detail has reflected in these notes to the condensed interim financial statements.
Note	ACCOUNTING ESTIMATES AND JUDGEMENTS
4	
	<p>The preparation of condensed interim financial statements in conformity with approved accounting standards requires management to make judgments, estimates, and assumptions, that affect the application of policies and reported amounts of assets and liabilities, income, and expenses. Actual results may differ from these estimates.</p> <p>In preparation for these condensed interim financial statements, the significant judgment made by management in applying the Company's accounting policies and the key sources of estimation, and uncertainty are the same as those that applied to the financial statement as at and for the year ended December 31, 30 2021.</p>

**PROGRESSIVE INSURANCE COMPANY LIMITED**  
**Notes to the Condensed Interim Financial Statements (unaudited)**  
**For the Nine Month Period Ended September 30, 2022**

<b>Note</b> <b>5</b>	<b>SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES</b>
	<p>The preparation of these condensed interim financial statements are in conformity with approved accounting standards which require the management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.</p> <p>In preparing these condensed interim financial statement, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended on December 30, 2021.</p>
<b>Note</b> <b>6</b>	<b>MANAGEMENT OF INSURANCE AND FINANCE RISK</b>
	<p>Insurance and financial risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended December 30, 2021.</p>

**PROGRESSIVE INSURANCE COMPANY LIMITED**  
**Notes to the Condensed Interim Financial Statements (unaudited)**  
**For the Nine Month Period Ended September 30, 2022**

Particulars - Owned Assets	COST				DEPRECIATION				Book Value As at September 30, 2022	Rate %
	As at January 01, 2022	Addition	Disposal	As at September 30, 2022	As at January 01, 2022	Charge for the Period	Elimination on Disposal	As at September 30, 2022		
Building	-	22,550,000	-	22,550,000	-	187,917	-	187,917	22,362,083	5
Office equipment	1,364,771	-	-	1,364,771	1,162,624	15,161	-	1,177,785	186,986	10
Furniture & fixtures	1,497,096	-	-	1,497,096	1,366,634	9,785	-	1,376,418	120,678	10
Air conditioner	324,860	-	-	324,860	310,866	1,050	-	311,915	12,945	10
Motor vehicles	2,642,053	-	-	2,642,053	2,622,591	4,379	-	2,626,970	15,083	30
<b>September 30, 2022</b>	<b>5,828,780</b>	<b>22,550,000</b>	<b>-</b>	<b>28,378,780</b>	<b>5,462,714</b>	<b>218,291</b>	<b>-</b>	<b>5,681,005</b>	<b>22,697,776</b>	
<b>December 31, 2021</b>	<b>5,736,380</b>	<b>92,400</b>	<b>-</b>	<b>5,828,780</b>	<b>5,415,196</b>	<b>47,518</b>	<b>-</b>	<b>5,462,714</b>	<b>366,067</b>	

September 30, 2022  
(Amounts in PKR)

**PROGRESSIVE INSURANCE COMPANY LIMITED**  
**Notes to the Condensed Interim Financial Statements (unaudited)**  
**For the Nine Month Period Ended September 30, 2022**

Note		30 Sep 2022		31 Dec 2021			
8	EQUITY SECURITIES	Un-Audited		Audited			
(Amounts in PKR)							
	<b>Available for sale</b>						
	Quoted - Others	Note	<b>8.1</b>	148,436	217,512		
	Mutual funds - NIT Units	Note	<b>8.2</b>	2,156,000	2,431,100		
	<b>Total Equity Securities</b>			<b>2,304,436</b>	<b>2,648,612</b>		
Note	Investee name	Number of Shares/ Unit		Market Value per Share		Total Market Value	
8.1		30-Sep-22	31-Dec-21	30-Sep-22	31-Dec-21	30-Sep-22	31-Dec-21
	Sui Southern Gas Company Limited	297	297	10.01	9.29	2,973	2,759
	SAMBA Bank Ltd	74	74	6.53	12.45	483	921
	Bank of Punjab Limited	1,912	1,700	5.39	8.47	10,306	14,399
	K Electricity Corporation Limited	477	477	2.98	3.44	1,421	1,641
	Suraj Cotton Limited	16	15	170.00	218.00	2,720	3,270
	Orix Modaraba	359	359	16.00	16.00	5,744	5,744
	HBL growth fund - Class A	500	500	5.30	6.70	2,650	3,350
	HBL growth fund - Class B segment	500	500	13.21	-	6,605	-
	DG Khan Cement Limited	375	375	60.62	82.94	22,733	31,103
	Nirala MSR Foods Limited	2,000	2,000	-	12.76	-	25,520
	Ghani Global Limited	150	150	16.41	24.12	2,462	3,618
	Service Fabrics Limited	1,011	930	8.26	9.91	8,351	9,216
	Silk Bank Limited	173	173	1.09	1.45	189	251
	Saudi Pak Leasing Company Limited	2,000	2,000	-	1.89	-	3,780
	First Dawood Investment Bank	-	7,000	-	2.00	-	14,000
	Treet Corporaton Limited	1,000	1,000	22.69	41.69	22,690	41,690
	Escort Investment Bank	4,000	4,000	5.09	9.23	20,360	36,920
	Engro Power Gen Qadirpur	1,000	1,000	21.50	19.33	21,500	19,330
	Ghadhara Tyre And Rubber Co.Ltd	500	-	34.50	-	17,250	-
	<b>Quoted - Others</b>	<b>16,344</b>	<b>22,550</b>			<b>148,436</b>	<b>217,512</b>
Note	Mutual Funds	Number of Shares per unit		Market Value of Shares		Market value	
8.2		30-Sep-22	31-Dec-21	30-Sep-22	31-Dec-21	30-Sep-22	31-Dec-21
	NIT Units	35,000	35,000	61.60	69.46	2,156,000	2,431,100
	<b>Mutual Funds</b>	<b>35,000</b>	<b>35,000</b>			<b>2,156,000</b>	<b>2,431,100</b>
Note	TERM DEPOSITS						
9							
	<b>Investment In Term Deposits</b>						
	Bank of Khyber				250,000		250,000
	United Bank Limited				1,000,000		1,000,000
					<b>1,250,000</b>		<b>1,250,000</b>
Note	The term deposits carry markup at rates ranging from 4% - 6%.						
9.1							

**PROGRESSIVE INSURANCE COMPANY LIMITED**  
**Notes to the Condensed Interim Financial Statements (unaudited)**  
**For the Nine Month Period Ended September 30, 2022**

Note		30 Sep 2022	31 Dec 2021
10	<b>ADVANCES AND OTHER RECEIVABLES</b>	<b>Un-Audited</b>	<b>Audited</b>
		(Amounts in PKR)	
	Advances	5,512,000	5,272,000
	Other receivables	11,575	7,854
	<b>Total Advances and other receivables</b>	<b>5,523,575</b>	<b>5,279,854</b>
Note 10.1	This Includes an amount of Rs. 5.272 million (Dec 2021: 5.272) given as advance against the purchase of a property. However, the deal did not materialize and the refund amount is outstanding.		
11	<b>CASH AND BANK BALANCES</b>		
	Cash in hand	29,898	29,898
	Cash at bank - Current account	29,941	270,057
	<b>Total Cash and bank balance</b>	<b>59,839</b>	<b>299,955</b>
12	<b>NON CURRENT ASSETS HELD FOR SALE</b>		
	The Company has entered into an agreement for the sale of its property measuring 999 acres situated at Mirpur Sakro, Thatta with an individual party, Mr. Ghulam Nabi Gandro for total consideration of Rs. 120 million. The carrying value of the said property is Rs. 111.5 million. The company has received an advance amount of 3.1 million and as per the agreement, the remaining amount will be received over 2 years period.		
13	<b>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	111,500,000	111,500,000
	<b>Total Issued, subscribed and paid -up capital</b>	<b>161,500,000</b>	<b>161,500,000</b>
14	<b>LOAN FROM DIRECTOR</b>		
	Unsecured and interest free loan	43,335,195	14,878,180
	<b>Total Loan from Director</b>	<b>43,335,195</b>	<b>14,878,180</b>
Note 14.1	This represents the funds provided by one of the Directors, Mr. S. Sabur Rehman, to meet day to day operational expenses of the Company. As per TR - 32, there was no contractual obligation with the Company to pay back this amount hence it is treated as a part of equity.		
	However, subject to approval from SECP, the company intends to settle this loan via share transfer to Mr. S. Sabur Rehman.		
15	<b>CONTINGENCIES AND COMMITMENTS</b>		
	Except as disclosed in Note 2 to the financial statements, there were no other contingencies and commitments as at September 30, 2022 (December 31, 2021: Nil).		



**PROGRESSIVE INSURANCE COMPANY LIMITED**

**Notes to the Condensed Interim Financial Statements (unaudited)**

**For the Third Quarter and Nine Month Period Ended September 30, 2022**

Note		Quarter ended (Unaudited)		Nine month ended (Unaudited)	
16	INVESTMENT INCOME / (LOSS)	30 Sep 2022	30 Sep 2021	30 Sep 2022	30 Sep 2021
		(Amounts in PKR)			
	Dividend Income on securities available for sale investment	4,250	4,507	9,350	37,688
	Capital loss/ gain on sale of securities	-	(79,138)	9,343	(84,847)
	Profit on deposits	-	-	37	775
	Profit on TDR	59,780	-	59,780	-
	<b>Total Investment Income / (loss)</b>	<b>64,030</b>	<b>(74,631)</b>	<b>78,510</b>	<b>(46,384)</b>
Note	GENERAL AND ADMINISTRATIVE EXPENSES				
17					
	Salaries	616,600	640,393	1,814,400	1,879,433
	Rent expense	-	381,528	-	866,623
	Postage and courier	3,230	-	4,324	-
	Fees and subscriptions	-	173,750	-	420,750
	Electricity	76,445	83,138	201,093	204,128
	Auditors' remuneration	-	-	81,000	48,600
	Advertisement	13,789	-	13,789	-
	Depreciation	198,041	17,205	218,291	39,424
	Communication	-	10,553	-	49,471
	Conveyance	27,730	-	51,230	-
	Repair and maintenance	233,756	107,594	513,796	894,594
	Website maintenance	50,000	-	50,000	-
	Legal and professional charges	244,500	244,500	1,337,122	1,310,104
	Printing and stationery	5,190	14,848	12,530	21,008
	Entertainment	115,880	100,323	269,256	187,683
	Security charges	56,000	-	56,000	-
	Travelling	172,921	232,676	742,683	507,878
	Fuel	135,153	102,454	376,380	163,914
	Internet charges	9,456	-	24,231	-
	Miscellaneous	332,700	70,170	509,735	445,422
	<b>Total General and administrative expenses</b>	<b>2,291,392</b>	<b>2,179,128</b>	<b>6,275,860</b>	<b>7,039,028</b>
Note	REMUNERATION OF CHIEF EXECUTIVE, DIRECTORS AND OTHER EXECUTIVES				
18					
	The Chief Executive, Directors and Other Executives, have been performing voluntary services and no remuneration has been paid to them.				
Note	RELATED PARTY TRANSACTIONS				
19					
	Related parties comprise related group companies, associates, directors, staff retirement funds, and key management personnel. The Company in the normal course of the business carried out transactions with various related parties. During the half year ended on September 30, 2022, there were no related party transactions, except as disclosed below.				

**PROGRESSIVE INSURANCE COMPANY LIMITED**

**Notes to the Condensed Interim Financial Statements (unaudited)**

**For the Third Quarter and Nine Month Period Ended September 30, 2022**

Note	Transactions During the Nine Month Period	30 Sep 2022	31 Dec 2021
19.1	Name of related party		
	Relationship		
	<b>Mr. S. Sabur Rehman</b>	Chief Executive Officer	
	Loan received	29,154,157	6,031,399
	Loan repaid	(697,142)	-
Note	Balances as at Nine Month Period Ended		
19.2	Name of related party		
	Relationship		
	<b>Mr. S. Sabur Rehman</b>	Chief Executive Officer	
	Loan from Director	43,335,195	14,878,180
Note	<b>FAIR VALUE OF MEASUREMENT OF FINANCIAL INSTRUMENTS</b>		
20	<p>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.</p> <p>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.</p> <p>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.</p> <p>IFRS 13 'Fair Value Measurement requires the Company to classify fair value measurement in a fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value. It has the following levels:</p> <ul style="list-style-type: none"> <li>- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);</li> <li>- Inputs other than quoted prices included within level 1 that are observable for the assets or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices) (Level 2); and</li> <li>- Inputs for assets or liabilities that are not based on observable market data (i.e. unadjusted) inputs (Level 3).</li> </ul> <p>Transfer between levels of the fair value hierarchy is recognized at the end of the reporting period during which the changes have occurred.</p>		

**PROGRESSIVE INSURANCE COMPANY LIMITED**

Notes to the Condensed Interim Financial Statements (unaudited)

For the Third Quarter and Nine Month Period Ended September 30, 2022

Note	SEGMENT REPORTING	For the nine month period ended 30 Sep 2022				
		Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous	Aggregate
21		(Amounts in PKR)				
	<b>Premium</b>					
	Gross premium written (inclusive of surcharge)	-	-	-	-	-
	<b>Gross insurance premium</b>	-	-	-	-	-
	Insurance premium earned	-	-	-	-	-
	Insurance premium ceded to reinsurers	-	-	-	-	-
	<b>Net insurance premium</b>	-	-	-	-	-
	Commission income	-	-	-	-	-
	<b>Net underwriting income</b>	-	-	-	-	-
	<b>Claims and expenses</b>					
	Insurance claims	-	-	-	-	-
	Insurance claims recovered from reinsurers	-	-	-	-	-
	<b>Net claims</b>	-	-	-	-	-
	Commission expense	-	-	-	-	-
	Management expense	-	-	-	-	-
	<b>Net insurance claims and expenses</b>	-	-	-	-	-
	<b>Underwriting results</b>	-	-	-	-	-
	Net investment income					78,510
	General and administrative expenses					(6,275,860)
	<b>Result of operating activities</b>					<b>(6,197,350)</b>
	Banking charges					(2,260)
	<b>Loss before tax</b>					<b>(6,199,610)</b>

SEGMENT INFORMATION	For the nine month period ended 30 Sep 2021					
	Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous	Aggregate	
	(Amounts in PKR)					
	<b>Premium</b>					
	Gross premium written (inclusive of surcharge)	-	-	-	-	
	<b>Gross insurance premium</b>	-	-	-	-	
	Insurance premium earned	-	-	-	-	
	Insurance premium ceded to reinsurers	-	-	-	-	
	<b>Net insurance premium</b>	-	-	-	-	
	Commission income	-	-	-	-	
	<b>Net underwriting income</b>	-	-	-	-	
	<b>Claims and expenses</b>					
	Insurance claims	-	-	-	-	
	Insurance claims recovered from reinsurers	-	-	-	-	
	<b>Net claims</b>	-	-	-	-	
	Commission expense	-	-	-	-	
	Management expense	-	-	-	-	
	<b>Net insurance claims and expenses</b>	-	-	-	-	
	<b>Underwriting results</b>	-	-	-	-	
	Net investment income					(46,384)
	General and administrative expenses					(7,039,028)
	<b>Result of operating activities</b>					<b>(7,085,412)</b>
	Banking charges					(8,344)
	<b>Loss before tax</b>					<b>(7,093,756)</b>

**PROGRESSIVE INSURANCE COMPANY LIMITED**  
**Notes to the Condensed Interim Financial Statements (unaudited)**  
**For the Third Quarter and Nine Month Period Ended September 30, 2022**

Note 22	<b>NUMBER OF EMPLOYEES</b>
	The total number of employees as on June 30, 2022, is 9 (December 31, 2021: 8). The average number of employees during the year is 9 (December 31, 2021: 8).
Note 23	<b>CORRESPONDING FIGURES</b>
	Corresponding figures have been re-arranged or reclassified wherever necessary for better presentation and disclosure. There is no material reclassification to report.
Note 24	<b>GENERAL</b>
	Figures have been rounded off to the nearest of a Pakistani Rupee.
Note 25	<b>DATE OF AUTHORISATION FOR ISSUE</b>
	These condensed Interim financial statements have been authorized for issue by the Board of Directors meeting held on _____.



Chief Executive



Director



Chief Financial Officer