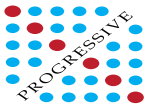


PROGRESSIVE INSURANCE COMPANY LTD.

Half Yearly Report

30th June, 2013



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

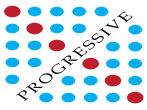
REGISTERED OFFICE

Office No.502-, 5th Floor

Park Avenue Building Block-6 PECHS

Shahrah-e-Faisal, Karachi.

Tel: 021-34551045.



DIRECTORS' REPORT

We are pleased to present the audited financial statements for the quarter ended 30th June 2013.

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

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

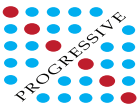
**For and on behalf of the
Board of Directors**

A handwritten signature in black ink, appearing to read "Syed Sabur Rehman", is written over a faint, circular watermark.

**Syed Sabur Rehman
Chief Executive Officer**

Place: Karachi.

Date:



REVIEW REPORT TO THE MEMBERS

We have reviewed the accompanying

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

of Progressive Insurance Company Limited (“the company”) together with notes to the accounts for the six-month period then ended 30th June 2013 (here-in-after referred to as the “condensed interim financial information”). Management is responsible for the preparation and presentation of the condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim Financial Reporting. Our responsibility is to express a conclusion on the condensed interim financial information based on our review.

Scope of Review

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

Conclusion

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

Other Matters

The figures for the three months period ended 30th June 2013 in the condensed interim financial information have not been reviewed and we do not express a conclusion on them.

Date
Karachi

Muqtadir & Co
Chartered Accountants



PROGRESSIVE INSURANCE COMPANY LTD.

Condensed Interim Statement Of Financial Position

As at June 30, 2013 (Un-Audited)

	Note	Un-Audited	Audited
		30-Jun 2013 (Amounts in Rupees)	31st Dec. 2012
EQUITY AND LIABILITIES			
Share Capital and Reserves			
Authorised share capital 20,000,000 ordinary shares of Rs. 10 each		<u>200,000,000</u>	<u>200,000,000</u>
Issued, subscribed and paid - up capital	6	<u>161,500,000</u>	<u>161,500,000</u>
Accumulated losses		<u>(35,297,484)</u>	<u>(34,985,026)</u>
		126,202,516	126,514,974
Underwriting Provisions			
Provision for outstanding claims (including IBNR)		<u>4,128,773</u>	<u>4,128,773</u>
Creditors and Accruals			
Amounts due to other insurers/reinsurers		<u>12,986,660</u>	<u>12,986,660</u>
Accrued expenses		<u>257,031</u>	<u>35,475</u>
Other creditors and accruals		<u>378,373</u>	<u>378,373</u>
Provision for taxation		<u>744,660</u>	<u>744,660</u>
		14,366,724	14,145,168
Other Liabilities			
Loan from Director		<u>3,147,695</u>	<u>3,177,695</u>
Unclaimed dividend		<u>300,755</u>	<u>300,755</u>
		3,448,450	3,478,450
Total Liabilities		<u>21,943,947</u>	<u>21,752,391</u>
		148,146,463	148,267,365
Contingencies and Commitments	4	-	-
ASSETS			
Cash and Bank Deposits			
Cash and other equivalent		<u>19,101</u>	<u>17,601</u>
Current and other accounts		<u>42,228</u>	<u>162,804</u>
Deposits (maturing within 12 months)		<u>2,250,000</u>	<u>2,250,000</u>
		2,311,329	2,430,405
Investments in Shares		1,175,784	1,130,808
Investment Property		111,865,000	111,865,000
Other Assests			
Amount due from other insurers/reinsurers		<u>268,103</u>	<u>268,103</u>
Accrued investment income		<u>350,365</u>	<u>350,365</u>
Advacne income tax		<u>1,157,444</u>	<u>1,153,449</u>
Sundry receivables		<u>30,222,662</u>	<u>30,223,700</u>
		31,998,574	31,995,617
Tangible Assets			
Property, plant and equipments		<u>795,776</u>	<u>845,535</u>
		795,776	845,535
Total Assets		<u>148,146,463</u>	<u>148,267,365</u>

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

Chairman

Director

Director

Chief Executive

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

For six months period ended 30 June 2013

INCOME	Quarter Ended		Miscellaneous
	30-Jun 2013	30-Jun 2012	
	(Amounts in Rupees)		
	Quarter Ended June 30, 2013		
Revenue Account			
Net Premium Revenue	-	-	-
Administrative Surcharge	-	-	-
Net Claims	-	-	-
Expenses	-	-	-
Net Commission	-	-	-
Underwriting result	-	-	-
Profit on deposit	-	-	86,116
Dividend Income	-	-	360
General and administration Expenses	(59,309)	-	(63,283)
Capital gain/ (loss)	-	-	-
Bank charges	-	-	(330)
Profit/(Loss) before tax	(59,309)	-	22,863
	Six Months Ended June 30, 2013		
Revenue Account			
Net Premium Revenue	-	-	-
Administrative Surcharge	-	-	-
Net Claims	-	-	-
Expenses	-	-	-
Net Commission	-	-	-
Underwriting result	-	-	-
Profit on deposit	39,949	-	125,716
Dividend Income	-	-	360
General and administration Expenses	(159,254)	-	(159,187)
Capital gain/ (loss)	(193,119)	-	-
Bank charges	(35)	-	(330)
Profit/(Loss) before tax	(312,458)	-	(33,441)
Provision for taxation	-	-	-
Profit/(Loss) after tax	(312,458)	-	(33,441)
Profit and loss Appropriation Account			
Balance as at commencement of year	(34,985,026)	-	(34,275,168)
(Loss) before tax for the year	(312,458)	-	(33,441)
Balance Unappropriated Profit/(Loss) at end of the year	(35,297,484)	-	(34,308,609)
(Loss) per share	(0.002)	-	(0.00)

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

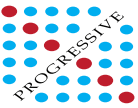


Chairman



Director

Chief Executive



PROGRESSIVE INSURANCE COMPANY LTD.

Condensed Interim Cash Flow Statement (Un-Audited) For six months period ended 30 June 2013

	Un-Audited	
	30-Jun 2013 (Amounts in Rupees)	30-Jun 2012 (Amounts in Rupees)
CASH FLOWS FROM OPERATING ACTIVITIES		
a) Underwriting activities		
Premium received	-	-
Reinsurance premiums paid	-	-
Claims paid	-	-
Surrender Paid	-	-
Reinsurance and other recovered received	-	-
Commission paid	-	-
Commission received	-	-
Other underwriting payments.	-	-
Other underwriting receipts.	-	-
Net Cash Flow From Underwriting Activities	-	-
b) Other operating activities		
Income tax paid	(3,995)	(11,978)
General management expenses paid	(125,031)	(113,651)
Other operating payment	-	-
Other operating receipts	-	-
Loans advanced	-	-
Loans repayments received	-	-
Other payments on operating assets	-	-
Other receipts in respect of operating assets	-	-
Total Net Cash Flows From All Operating Activities	(129,026)	(125,629)
CASH FLOW FROM INVESTING ACTIVITIES		
Investment income	39,949	125,716
Dividend received	-	360
Rental received	-	-
Proceed from sale fixed assets	-	-
Proceed from sale shares	-	-
Purchased of shares	-	-
Total Cash Flow From Investing Activities	39,949	126,076
CASH FLOW FROM FINANCING ACTIVITIES		
Loans received	-	-
Loans repaid	(30,000)	(40,000)
Total cash flow from financing activities	(30,000)	(40,000)
Net cash inflow/(outflow) from all activities	(119,077)	(39,553)
Cash at the beginning of the year	2,430,405	2,368,785
Cash at the end of the year	2,311,329	2,329,232
RECONCILIATION TO THE PROFIT AND LOSS ACCOUNT		
Operating cash flows	(129,026)	(125,629)
Depreciation Expense	(49,758)	(57,366)
(Loss)/ Gain on disposal of Shares/Fixed Assets	(193,119)	-
Increase/ (decrease) in assets other than cash	3,995	11,977
(Increase)/ decrease in liabilities other than running finance	15,500	11,500
	-	-
	(352,408)	(159,518)
Other Adjustments		
Markup on deposits	39,949	125,716
Dividend income	-	360
	39,949	126,076
Profit or loss other taxation	(312,458)	(33,441)
Definition of Cash		
Cash in hand and at banks and with stamps in hand		
Cash and other Equivalents		
Cash in hand	19,101	17,601
Current and other accounts		
Current account	42,228	61,631
Deposits maturing within 12 months		
Fixed and term deposits	2,250,000	2,250,000
	2,311,329	2,329,232

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

Chairman

Director

Director

Chief Executive



Condensed Interim Statement of Change in Equity (Un-Audited) For six months period ended 30 June 2012

(Amounts in Rupees)

Particulars	Share Capital	Revenue Reserves	Total
Balance as at December 31, 2011	161,500,000	(34,275,168)	127,224,832
Profit / (Loss) for the Six Month Period ended June 30, 2012		(33,441)	
Balance as at June 30, 2012	161,500,000	(34,308,609)	127,191,391
Total Comprehensive Income/(Loss) for the nine months ended from July 01, 2012 to December 31, 2012			
Profit/(loss) during the period		(676,417)	
Balance as at January 01, 2013	161,500,000	(34,985,026)	126,514,974
Profit/(loss) during the period		(312,458)	
Balance as at June 30, 2013	161,500,000	(35,297,484)	126,202,516

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

Chairman

Director

Director

Chief Executive



Condensed Interim Statement of Comprehensive Income (Un-Audited) For six months period ended 30 June 2013

COMPREHENSIVE INCOME	2013	2012
	(Amounts in Rupees)	
Net (loss) for the year	(312,458)	(33,441)
Other comprehensive income	-	-
Total Comprehensive (Loss) For The Year	(312,458)	(33,441)

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

Chairman

Director



Director



Chief Executive



Condensed Interim Statement of Investment Income (Un-Audited) For six months period ended 30 June 2013

	30-Jun 2013	30-Jun 2012
INCOME FROM TRADING INVESTMENTS		
	(Amounts in Rupees)	
Gain /(Loss) on trading	-	-
Dividend Income	-	360
Dividend Income (earned while holding the securities)	-	360
Held to maturity		
Markup Income	39,949	125,716
Gain on sale of non-trading investments	-	-
Surplus of revaluation of investment	-	-
	39,949	125,716
Less Investment Related Expenses	-	-
	39,949	126,076

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

Chairman

Director



Director



Chief Executive

Condensed Interim Statement of Claim (Un-Audited)

For six months period ended 30 June 2013

	Un-Audited		30-Jun		30-Jun		2013 Net		2012 Net	
	Claims paid	Outstanding claims	Claims expense	Re-insurance and other recoveries	Re-insurance and other recoveries	Re-insurance and other recoveries	Re-insurance and other recoveries	Re-insurance and other recoveries	Re-insurance and other recoveries	Re-insurance and other recoveries
Class	Opening	Closing	Opening	Closing	Opening	Closing	Opening	Closing	Opening	Closing
(Amounts in Rupees)										
Direct and facultative										
1. Fire and Property Damage
2. Marine, Aviation and Transport
3. Motor
4. Miscellaneous
Total

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



Chairman

Director

Director

Chief Executive



Condensed Interim Statement of Premium (Un-Audited)

For the six months period ended 30 June 2013

	Un-Audited		30-Jun	30-Jun	2013 Net Premiums	Re-insurance expense	Premium ceded	Reinsurance Prepaid ceded	Re-insurance ceded	Premium earned	Unearned premium reserves		Premium written	2012 Net Premiums	
	30-Jun	30-Jun									Opening	Closing			
Class	(Amounts in Rupees)														
Direct and facultative															
1. Fire and Property Damage															
2. Marine, Aviation and Transport															
3. Motor															
4. Miscellaneous															
Total															

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



Chairman



Director

Chief Executive

Condensed Interim Statement of Expenses (Un-Audited)

For six months period ended 30 June 2013

	Un-Audited		30-Jun						30-Jun	
	2014 Net Underwriting expense	2013 Net Underwriting expense	Commissions from insurers	Underwriting expense	Other management expenses	Net commission expenses	Closing Deferred commission	Opening deferred commission	Commissions paid or payable	
Class	(Amounts in Rupees)									
Direct and facultative										
1. Fire and Property Damage	.	.	.	.	.	.	.	.	.	.
2. Marine, Aviation and Transport	.	.	.	.	.	.	.	.	.	.
3. Motor	.	.	.	.	.	.	.	.	.	.
4. Miscellaneous	.	.	.	.	.	.	.	.	.	.
Total	.	.	.	.	.	.	.	.	.	.

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



Chairman

Director

Director

Chief Executive



Notes to the Condensed Interim Financial Information (Un-Audited) For The Half Year Ended 30th June, 2013

1. STATUS AND NATURE OF BUSINESS

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

2. BASIS FOR PREPARATION OF THE FINANCIAL STATEMENT

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

This interim financial information does not include all the information and disclosures required in the financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended December 31, 2012.

3. ACCOUNTING POLICIES

The accounting policies used are consistent with those used in the audited financial statements as of 31st December, 2012

4. CONTINGENCIES AND COMMITMENT

Status of contingencies and commitments remained unchanged as disclosed in the financial statements as of 31st December, 2012

5. GENERAL

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

6. ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

		31 st March 2013 Rupees	31 st March 2012 Rupees
5,000,000	Ordinary Shares of Rs. 10/- each paid in cash	50,000,000	50,000,000
11,150,000	Ordinary Shares of Rs. 10/- each paid in other than cash	11,150,000	11,150,000
161,500,000		161,500,000	161,500,000

Chairman

Director



Director



Chief Executive