

02.06.2017

Rating of IC «BROKBUSINESS» is updated

June 2, 2017 at the meeting of the Rating committee of RA “Expert-Rating” it was decided to update the financial stability rating of the insurer Private JSC “Insurance company “BROKBUSINESS” (20344871) at the level **uaAA-** according to the national scale. Confirming the rating at such level, the Agency was guided by the results of the Company’s activity for the first quarter of 2017.

Table

Key performance indicators of PrJSC «IC «BROKBUSINESS» (th. UAH, p.p., %)

Indicators	QI of 2017 (31.03.2017)	QI of 2016 (31.03.2016)	Change	Growth rate, %
Total assets, th. UAH	245 338.0	241 823.0	3 515.0	145%
Shareholders' equity, th. UAH	143 699.0	158 946.0	-15 247.0	-9.59%
Gross liabilities, th. UAH	101 639.0	82 877.0	18 762.0	22.64%
Shareholders' equity/Liabilities ratio, %	141.38%	191.79%	-50.40 p.p.	-
Cash and cash equivalents, th. UAH	86 570.0	101 656.0	-15 086.0	-14.84%
Cash and cash equivalents/ Liabilities ratio, %	85.17%	122.66%	-37.48 p.p.	-
Total gross premiums, th. UAH	29 572.7	25 703.8	3 868.9	15.05%
Proportion of insurance premiums, belonged to the reinsurers, th. UAH	1 281.5	1 054.6	226.9	21.52%
Insurance premiums, belonged to the reinsurers/Gross premiums ratio, %	4.33%	4.10%	0.23 p.p.	-
Insurance indemnities and reimbursements, th. UAH	15 632.7	12 715.2	2 917.5	22.94%
Insurance indemnities/Gross premiums ratio for the period, %	52.86%	49.47%	3.39 p.p.	-
Financial result from operating activities, th. UAH	-14 603.0	7 173.0	-21 776.0	-
ROS, %	-49.38%	27.91%	-77.29 p.p.	-
Net profit (loss), th. UAH	-13 910.0	6 561.0	-20 471.0	-
ROE, %	-9.68%	4.13%	-13.81 p.p.	-

Source: data of Private JSC “IC “BROKBUSINESS”, calculations by RA «Expert-Rating»

1. The increase in assets of IC “BROKBUSINESS” for the period from 31.03.2016 to 31.03.2017 has amounted to UAH 3.52 mln. Shareholders’ equity of the Company for the same period has reduced by UAH 15.25 mln and has amounted to UAH 143.7 mln, and gross liabilities have increased by UAH 18.76 mln up to UAH 101.64 mln. That has enabled to decrease the surplus of equity reserve: the ratio of shareholders’ equity to liabilities of the Insurer has reduced by 50.4 p.p. and on 31.03.2017 has amounted to 141.38%.

2. Cash at the Company’s accounts as of 31.03.2017 has amounted to UAH 86.57 mln that is lower by 14.84% than the indicator a year earlier. Significant growth of liabilities, against the background of the decrease in the balance of cash at accounts, has slightly lowered the Insurer’s liquidity. AT the end of the first quarter of 2017 the ratio of cash to the Company’s liabilities has amounted to 85.17% and, despite a significant decrease, the liquidity’s level has still remained high.

3. For the three months of 2017 the Company has collected UAH 29.57 mln of insurance premiums, that is by 15.05% higher than the indicator for the same period of 2016. Part of insurance premiums, belonged to the reinsurers, has grown by 21.52% and has amounted to 4.33% of gross premiums. The Company for the first quarter of 2017 has performed insurance indemnities and reimbursements for the amount of UAH 15.63 mln, the indemnities’ level of the Insurer has risen up to 52.86%.

Having studied the performance results of IC “BROKBUSINESS” according to the results of the first quarter of 2017, the Agency notes optimization of equity reserve, high liquidity and growth of business activity that actually correspond to the trends of 2016.

Analytical service of RA «Expert-Rating»