

13.03.2017

## Rating of IC «BROKBUSINESS» is updated

**March 13, 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 2016.

Table

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

Indicators	2016 (31.12.2016)	2015 (31.12.2015)	Change	Growth rate, %
Total assets, th. UAH	251 184,0	239 513,0	11 671,0	4,87%
Shareholders' equity, th. UAH	157 611,0	152 403,0	5 208,0	3,42%
Gross liabilities, th. UAH	93 573,0	87 110,0	6 463,0	7,42%
Shareholders' equity/Liabilities ratio, %	168,44%	174,95%	-6,52p.p.	-
Cash and cash equivalents, th. UAH	88 968,0	94 799,0	-5 831,0	-6,15%
Cash and cash equivalents/ Liabilities ratio, %	95,08%	108,83%	-13,75p.p.	-
Total gross premiums, th. UAH	125 291,9	118 525,2	6 766,7	5,71%
Proportion of insurance premiums, belonged to the reinsurers, th. UAH	11 115,0	10 198,2	916,8	8,99%
Insurance premiums, belonged to the reinsurers/Gross premiums ratio, %	8,87%	8,60%	0,27p.p.	-
Insurance indemnities and reimbursements, th. UAH	46 678,5	44 489,5	2 189,0	4,92%
Insurance indemnities/Gross premiums ratio for the period, %	37,26%	37,54%	-0,28p.p.	-
Financial result from operating activities, th. UAH	5 163,0	15 957,0	-10 794,0	-67,64%
ROS, %	4,12%	13,46%	-9,34p.p.	-
Net profit (loss), th. UAH	5 206,0	556,0	4 650,0	836,33%
ROE, %	3,30%	0,36%	2,94p.p.	-

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

1. Assets of IC “BROKBUSINESS” in the period from 31.12.2015 to 31.12.2016 have increased by UAH 11,67 mln. up to UAH 251,18 mln. Shareholders’ equity has grown by UAH 5,21 mln and has amounted to UAH 157,61 mln, and gross liabilities have increased by UAH 6,46 mln up to UAH 93,57 mln. The ratio of shareholders’ equity to liabilities of the Insurer on 31.12.2016 has amounted to 168,44% that indicates the formation of a good reserve of equity by the Company.

2. The balance of cash at the Company’s accounts as of 31.12.2016 has amounted to UAH 88,97 mln., that is lower by UAH 5,83 mln than the indicator a year before. The growth of liabilities against the background of the decrease in the balance of cash at the accounts has lowered the Insurer’s liquidity by 13,75 p.p. down to 95,08%, but even under such decrease rates the Company’s liquidity remains at a very high level.

3. For the four quarters of 2016 the Company has collected UAH 125,29 mln of insurance premiums that is by UAH 6,77 mln higher than the indicator for the same period of 2015. Part of insurance premiums, belonged to the reinsurers, have grown by 8,99% and have amounted to 8,87% of grow premiums. The Company has performed insurance indemnities and compensations for the amount of UAH 46,68 mln, the indemnities’ level of the Insurer has amounted to 37,26%.

4. The Company continues to improve its financial result: net profit according to the results of 2016 has amounted to UAH 5,21 mln that is by UAH 4,65 mln more than for 2015. The growth of net profit has positively affected the dynamics of the Insurer’s ROE.

Having analyzed the activity results of IC “BROKBUSINESS” according to the results of 2016, the Agency notes the availability of: equity reserve, high liquidity, growth of business activity and increase in net profit. These factors enable the Agency to confirm the financial stability rating of IC “BROKBUSINESS”.

*Analytical service of RA «Expert-Rating»*