

22.11.2016

## Rating of JSC IC “Busin” is updated

**November 22, 2016** at the meeting of the Rating committee of RA “Expert-Rating” it was decided to confirm the financial stability rating of the insurer Private JSC “Insurance company “BUSIN” (19492371) at the level **uaAA** according to the national scale. Stability rating of the insurer on the international scale is **A**. The insurer with rating **uaAA** is characterized by a very high level of financial stability compared to other Ukrainian insurers. Making decision to confirm the Insurer’s rating at this level, the Agency was guided by the analysis results of the Company’s statements for the 9 months of 2016.

Table

### Key performance indicators of JSC IC «Busin» for the 9 months of 2016

(th. UAH, p.p., %)

Indicators	9 months of 2016 (30.09.2016)	9 months of 2015 (30.09.2015)	Change	Growth rate, %
Total assets, th. UAH	174 286,9	174 590,1	-303,2	-0,17%
Shareholders' equity, th. UAH	106 751,6	94 314,4	12 437,2	13,19%
Gross liabilities, th. UAH	67 535,3	80 275,7	-12 740,4	-15,87%
Shareholders' equity/Liabilities ratio, %	158,07%	117,49%	40,58p.p.	-
Cash and cash equivalents, th. UAH	91 816,3	74 434,2	17 382,1	23,35%
Cash and cash equivalents/ Liabilities ratio, %	135,95%	92,72%	43,23p.p.	-
Total gross premiums, th. UAH	93 782,3	103 199,9	-9 417,6	-9,13%
Proportion of insurance premiums, belonged to the reinsurers, th. UAH	37 885,7	52 917,3	-15 031,6	-28,41%
Insurance premiums, belonged to the reinsurers/Gross premiums ratio, %	40,40%	51,28%	-10,88p.p.	-
Insurance indemnities and reimbursements, th. UAH	3 644,7	2 892,1	752,6	26,02%
Insurance indemnities/Gross premiums ratio for the period, %	3,89%	2,80%	1,08p.p.	-
Financial result from operating activities, th. UAH	47 068,9	19 704,4	27 364,5	138,88%
ROS, %	50,19%	19,09%	31,10p.p.	-
Net profit (loss), th. UAH	41 583,1	33 545,0	8 038,1	23,96%
ROE, %	38,95%	35,57%	3,39p.p.	-

Source: data of the Company, calculations by RA «Expert-Rating»

1. Shareholders' equity of the insurance company “BUSIN” in the period from 30.09.2015 to 30.09.2016 has grown by 13,19% and at the end of the period has amounted to UAH 106,75 mln. The Company’s liabilities, on the contrary, have reduced by 15,87% down to UAH 67,54 mln. As a result, the ratio of shareholders' equity to liabilities has increased by 40,58 p.p. up to the level 158,07%, respectively. The insurer has a good reserve of equity.

2. The balance of cash at the Insurer’s accounts at the end of the third quarter of 2016 has amounted to UAH 91,82 mln that is almost by a quarter higher than the same indicator on 30.09.2015. Due to a decrease in gross liabilities against the background of the growth of liquid assets, the Company’s liquidity has grown by 43,23 p.p. up to 135,95% that is a very high level of liquidity.

3. For the three quarters of current year the Insurer has collected UAH 93,78 mln of gross premiums. Share of insurance premiums, belonged to the reinsurers, has reduced by 28,41% and has amounted to 40,4% of gross premiums volume. Indemnities and reimbursements, performed by the Company for the 9 months of 2016, have grown by 26,02% and have amounted to UAH 3,64 mln.

4. For the 9 months of 2016 the Company has noticeably increased the financial result from operating activities: from UAH 19,7 mln one year earlier, up to UAH 47,07 mln. That has contributed to the growth of ROS by 19,09 p.p. up to 50,19% that is a high indicator for the Ukrainian insurance market. Net profit according to the results of the 9 months of 2016 has amounted to UAH 41,58 mln that is by 8,04 mln higher, than for the same period of 2015.

Analysis of the results of IC “BUSIN” activity according to the results of the three quarters of 2016 has shown a growth of capitalization, liquidity and a significant increase in financial results. These factors enable the Agency to confirm the financial stability rating of the insurer IC “BUSIN” at the level uaAA according to the national scale

Analytical service of RA «Expert-Rating»