

30.11.2016

Rating of IC «BROKBUSINESS» is confirmed

November 30, 2016 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 9 months of 2016.

Table

Key performance indicators of PrJSC «IC «BROKBUSINESS» (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	249 200,0	244 728,0	4 472,0	1,83%
Shareholders' equity, th. UAH	160 909,0	158 189,0	2 720,0	1,72%
Gross liabilities, th. UAH	88 291,0	86 539,0	1 752,0	2,02%
Shareholders' equity/Liabilities ratio, %	182,25%	182,80%	-0,55p.p.	-
Cash and cash equivalents, th. UAH	84 585,0	92 007,0	-7 422,0	-8,07%
Cash and cash equivalents/ Liabilities ratio, %	95,80%	106,32%	-10,52p.p.	-
Total gross premiums, th. UAH	92 486,5	88 053,8	4 432,7	5,03%
Proportion of insurance premiums, belonged to the reinsurers, th. UAH	8 999,9	8 079,3	920,6	11,39%
Insurance premiums, belonged to the reinsurers/Gross premiums ratio, %	9,73%	9,18%	0,56p.p.	-
Insurance indemnities and reimbursements, th. UAH	34 674,1	27 443,7	7 230,4	26,35%
Insurance indemnities/Gross premiums ratio for the period, %	37,49%	31,17%	6,32p.p.	-
Financial result from operating activities, th. UAH	8 035,0	6 819,0	1 216,0	17,83%
ROS, %	8,69%	7,74%	0,94p.p.	-
Net profit (loss), th. UAH	8 539,0	6 186,0	2 353,0	38,04%
ROE, %	5,31%	3,91%	1,40p.p.	-

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

1. The growth of shareholders' equity of IC “BROKBUSINESS” in the period from 30.09.2015 to 30.09.2016 has amounted to UAH 2,72 mln., and gross liabilities UAH 1,752 mln. The Agency notes that under difficult conditions, the Insurer maintains a good reserve of equity: the ratio of shareholders' equity to liabilities on 30.09.2016 has amounted to 182,25%. The Company's assets for the analyzed period have grown up to UAH 249,2 mln.

2. Cash at the Company's accounts as of 30.09.2016 has amounted to UAH 84,585 mln that is lower by 8,07% than the indicator one year earlier. Despite the fact that the growth of liabilities against the decrease in the balance of cash at the accounts has decreased the Insurer's liquidity, it remains at a high level – 95,80%.

3. For the 9 months of current year the Company has collected UAH 92,487 mln of insurance premiums that is by 5,03% higher than the indicator for the same period of 2015. Part of insurance premiums, belonged to the reinsurers, has grown by 11,39% and has amounted to 9,73% of gross premiums. Insurance indemnities and reimbursements performed by the Company for the three quarters of current year have grown by 26,35%, the indemnities' level of the Insurer has increased by 6,32 p.p. up to 37,49%.

4. The Company has significantly improved its financial results. The financial result from operating activities of the Insurer according to the results of the three quarters of 2016 has amounted to UAH 8,035 mln, and net profit – UAH 8,539 mln. The growth of financial results has positively affected the indicators of the Insurer's efficiency indicators.

Having studied the activity results of IC “BROKBUSINESS” for the 9 months of 2016, the Agency notes the growth of business activity, the availability of equity reserve, the high liquidity and the availability of profitable activity. The totality of these factors enables the Agency to confirm the financial stability rating of IC “BROKBUSINESS” at the level **uaAA-** according to the national scale.

Analytical service of RA «Expert-Rating»