

18.05.2016

## Rating of JSC IC «Busin» is updated

**May 18, 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 first quarter of 2016.

Table

**Key performance indicators of JSC IC «Busin» for the Q1 of 2016 (th. UAH, p.p., %)**

Indicators	I quarter of 2016 (31.03.2016)	I quarter of 2015 (31.03.2015)	Change	Growth rate, %
Total assets, th. UAH	221 490,0	182 076,8	39 413,2	21,65%
Shareholders' equity, th. UAH	82 681,3	84 455,2	-1 773,9	-2,10%
Gross liabilities, th. UAH	138 808,7	97 621,6	41 187,1	42,19%
Shareholders' equity/Liabilities ratio, %	59,56%	86,51%	-26,95 p.p.	-
Cash and cash equivalents, th. UAH	76 108,5	70 171,4	5 937,1	8,46%
Cash and cash equivalents/ Liabilities ratio, %	54,83%	71,88%	-17,05 p.p.	-
Total gross premiums, th. UAH	35 287,1	27 663,7	7 623,4	27,56%
Proportion of insurance premiums, belonged to the reinsurers, th. UAH	14 403,8	9 170,9	5 232,9	57,06%
Insurance premiums, belonged to the reinsurers/Gross premiums ratio, %	40,82%	33,15%	7,67 p.p.	-
Insurance indemnities and reimbursements, th. UAH	794,3	685,2	109,1	15,92%
Insurance indemnities/Gross premiums ratio for the period, %	2,25%	2,48%	-0,23 p.p.	-
Financial result from operating activities, th. UAH	15 205,9	8 541,7	6 664,2	78,02%
ROS, %	43,09%	30,88%	12,22 p.p.	-
Net profit (loss), th. UAH	17 717,9	23 919,5	-6 201,6	-25,93%
ROE, %	21,43%	28,32%	-6,89 p.p.	-

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

1. The growth of assets of Insurance company “BUSIN” in the period from 31.03.2015 to 31.03.2016 has amounted to UAH 39,41 mln or 21,65%. Shareholders’ equity of the Company has decreased by 2,1% and has amounted to 82,68 mln, and gross liabilities have increased by 42,19% up to UAH 138,81 mln. The higher growth rate of liabilities, than shareholders’ equity, has decreased the Company’s capitalization by 26,95 p.p. down to 59,56%.

2. The balance of cash at the Insurer’s accounts on 31.03.2016 has amounted to UAH 76,11 mln that is by UAH 5,94 mln higher than the indicator at the end of the first quarter of 2015. The ratio of cash to liabilities of the Company at the beginning of the second quarter of 2016 has amounted to 54,83%.

3. For the first quarter of 2016 the Insurer has collected UAH 35,29 mln of gross premiums that is by 27,56% more than for the same period of 2015. The part of insurance premiums, belonged to the reinsurers, has grown by 57,06% and has amounted to UAH 14,40 mln or 40,82% of the volume of gross premiums. Indemnities, performed by the Company for the three months of 2016, have grown by 15,92%, with respect to the indicator of the first quarter of previous year.

4. The Company has increased the financial result from operating activity by 78,02% that has enabled to increase ROS by 12,22 p.p. up to 43,09%. Net profit according to the results of the first quarter of current year has amounted to UAH 17,72 mln that is a high indicator under real conditions of the Ukrainian market.

Having studied and analyzed the results of IC “BUSIN” activity according to the results of the first quarter of 2016, the Agency notes a growth of assets, an increase in business activity and a significant level of profit. The above 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»*