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## Rating of JSC IC “BUSIN” is confirmed

**March 12, 2019** at the meeting of the Rating committee of RA “Expert-Rating” it was decided to confirm the financial stability rating of the insurer 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 2018 year.

Table

**Key performance indicators of JSC IC «BUSIN» for the 2018, (th. UAH, p.p., %)**

Indicators	2018 year (31.12.2018)	2017 year (31.12.2017)	Change	Growth rate, %
Total assets, th. UAH	292 364	303 226	-10 862	-3,58%
Shareholders’ equity, th. UAH	108 347	102 608	5 739	5,59%
Gross liabilities, th. UAH	184 017	200 618	-16 601	-8,27%
Shareholders’ equity/Liabilities ratio, %	58,88%	51,15%	7,73 p.p.	-
Cash and cash equivalents, th. UAH	88 301	122 679	-34 378	-28,02%
Cash and cash equivalents/ Liabilities ratio, %	47,99%	61,15%	-13,16 p.p.	-
Total gross premiums, th. UAH	184 705	167 306	17 399	10,40%
Proportion of insurance premiums, belonged to the reinsurers, th. UAH	110 038	103 330	6 708	6,49%
Insurance premiums, belonged to the reinsurers/Gross premiums ratio, %	59,57%	61,76%	-2,19 p.p.	-
Insurance indemnities and reimbursements, th. UAH	73 925	13 743	60 182	437,91%
Insurance indemnities/Gross premiums ratio for the period, %	40,02%	8,21%	31,81 p.p.	-
Financial result from operating activities, th. UAH	26 236	18 994	7 242	38,13%
ROS, %	14,20%	11,35%	2,85 p.p.	-
Net profit (loss), th. UAH	16 628	12 062	4 566	37,85%
ROE, %	15,35%	11,76%	3,59 p.p.	-

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

1. Shareholders’ equity of IC “BUSIN” for the period from 31.12.2017 to 31.12.2018 has increased by 5,59% up to UAH 108,35 mln. Gross liabilities of the Company have reduced by 8,27% down to UAH 184,02 mln. for the same period. The growth of shareholders’ equity against the background of the decrease in the Insurer’s liabilities has resulted in the increase of its capitalization by 7,73 p.p. up to 58,88%. The Company’s assets for the analyzed period have decreased by 3,58% down to UAH 292,36 mln.

2. Cash and its equivalents at the accounts of IC “BUSIN” as of 31.12.2018 has amounted to UAH 88,3 mln., that is by 28,02% less than a year before. As a result of great decrease rates of cash over gross liabilities the Company’s liquidity has decreased by 13,16 p.p. and at the end of 2018 has amounted to 47,99%.

3. For the four quarters of 2018 the Company has collected UAH 184,71 mln of gross premiums that is by 10,4% more than premiums collected for the 2017 year. Part of insurance premiums, belonged to the reinsurers, have grown by 6,49% and have amounted to 57,59% of gross premiums. Indemnities and reimbursements, performed by the Company for the twelve months of 2018, have grown in 5,38 times up to UAH 73,93 mln compared to the same period of 2017. The indemnities’ level has grown by 31,81 p.p. up to 40,02%.

4. Indicators of profitability of IC “BUSIN” have improved according to the results of 2018. Thus, the financial result from operating activity of the Company for the 2018 has amounted to UAH 26,34 mln that is by 38,13% more than for the 2017. Net profit of the Insurer has grown by 37,85% up to UAH 16,63 mln for the 2018 compared to the 2017. The Agency appreciates the Insurer’s profitable activity and notes the availability of not bad indicators of ROS and ROE.

Therefore, the results analysis of IC “BUSIN” activity according to the results of the 2018 has shown: growth of capitalization, acceptable liquidity, growth of business activity and improvement of the Company’s profitable indicators.

*Analytical service of RA «Expert-Rating»*