

ТОВ „Стандарт-Рейтинг” (Україна) 04071, Україна, м. Київ, вул. Введенська 4, тел. +38 /044/ 383-59-64 факс +38 /044/ 383-27-50 http://www.standard-rating.com/		Standard-Rating (Ukraine) LLC 04071, Ukraine, Kyiv, Vvedenska St. 4, tel. +38 /044/ 383-59-64 fax +38 /044/ 383-27-50 http://www.standard-rating.com/
---	--	--

09/24/2012

PRESS-RELEASE

(Translation from Russian)

The rating of the insurance company «Persha» is updated

September 24, the rating committee RA «Standard-Rating» has decided to update the credit rating/the financial stability rating of Private JSC «Insurance company «Persha» at the level **uaA+** according to the national scale. The insurer with rating **uaA+** is characterized by a high financial stability, compared to other Ukrainian insurers. The stability level is susceptible to adverse commercial, financial and economic conditions. The rating of IC «Persha» has been confirmed, basing on the results analysis of the Company's activity in the I half of 2012 (see table).

Table

Key indicators of Private JSC «Insurance company «Persha» (31681672) in the I half of 2012, th.UAH, p.p., %

#	Indicators	I half of 2012 (30.06.2012)	I half of 2011 (30.06.2011)	Change	Growth rate, %
1	Total gross premiums, including	77594	61859	15735	25,44%
2	from insurants-individuals	25467	22252	3215	14,45%
3	from reinsurers	1414	2440	-1026	-42,05%
4	Proportion of individuals in gross premiums	32,82%	35,97%	-3,15 p.p	-
5	Proportion of reinsurers in gross premiums	1,82%	3,94%	-2,12 p.p	-
6	Insurance payments sent to reinsurers	20009	27460	-7451	-27,13%
7	Coefficient of dependence on the reinsurers	25,79%	44,39%	-18,60 p.p.	-
8	Net premiums	57585	34399	23186	67,40%
9	Premium earned	53869	37698	16171	42,90%
10	Financial result from operating activity	4162	2981	1181	39,62%
11	ROS	5,36%	4,82%	0,54 p.p.	-
12	Insurance indemnities and compensations	14005	12457	1548	12,43%
13	Insurance indemnities/Gross premiums ratio	18,05%	20,14%	-2,09 p.p.	-
14	Shareholders' equity	45186	28979	16207	55,93%
15	Liabilities	55748	47886	7862	16,42%
16	Shareholders' equity/Liabilities ratio	81,05%	60,52%	20,54 p.p.	-
17	Liquid assets	43127	23936	19191	80,18%
18	Liquid assets/Liabilities ratio	77,36%	49,99%	27,38 p.p.	-
19	Net profit	2428	582	1846	317,18%
20	ROE	5,37%	2,01%	3,36 p.p.	-

1. In the first half of 2012 gross premiums of the insurer have grown up to UAH 77,594 mln that is by 25,44% more, than the same indicator of the first six months of 2011. The Company has achieved the growth of net premiums by 67,40%, earned premiums – by 42,90%. The growth of business volumes of IC «Persha» has significantly exceeded the market average growth rate that has indicated the increase in the insurer's proportion in the segment of classical insurance in Ukraine.

2. In the Agency's opinion, a significant increase in business volumes of IC «Persha» has positively impacted on the financial situation of the insurer. Thus, in the period from 30.06.2011 to 30.06.2012 the shareholders' equity of the insurer has grown from UAH 28,979 mln up to UAH 45,186 mln, while the ratio of shareholders' equity to liabilities has grown by 20,54 p.p. up to 81,05% and has entered the zone of excessive capitalization. Liquid assets have grown by 80,18%, and the ratio between liquid assets and liabilities of the company has grown by 27,38 p.p. up to 77,36%. The liquidity level of the company has exceeded the average market indicator that with the further growth may result in the improvement of the insurer's rating.

3. The activity of the Company has remained profitable in the first two quarters of 2012. The financial result from operating activities has grown by almost 40% up to UAH 4,162 mln. Net profit has amounted to UAH 2,428 mln in the first half of 2012 that is in 4 times more, than the same indicator in the first half of 2011. ROE of the insurer has grown by 3,36 p.p. The profitability growth of operations against the background of increase in business volumes will positively impact on the financial stability of the company in future and will result in the minimization of its credit risks.

Therefore, the growth of business volumes along with the growth of liquidity and capitalization against the background of increase in business volumes, while fixing such trends in the third quarter of 2012, helps reducing the credit risks inherent to the insurer's activity and may will result in the improvement of its credit rating.

RA «Standard-Rating» (Ukraine)