

Quarterly Accounts  
(Un-Audited)  
for the 3rd Quarter Ended  
September 30, 2008

COVER  
Nature Covers to protect



Central Insurance Company Limited



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## Company Information

### **BOARD OF DIRECTORS**

A. Samad Dawood (Chairman)  
Viqar Siddiqui (Chief Executive)  
Aleem A. Dani  
Isar Ahmad  
Shahid Hameed Pracha  
Haroon Mahenti  
Aziz Moon

### **BOARD AUDIT COMMITTEE**

Aleem A. Dani (Chairman)  
Haroon Mahenti (Member)  
Shahid Hameed Pracha (Member)  
Aziz Moon (Member)

### **COMPANY SECRETARY & CFO**

Ghulam Haider

### **EXECUTIVES AT HEAD OFFICE**

Tariq Mahmood Awan  
Mirza Akhtar Baig  
Shehla Hashim

### **AUDITORS**

KPMG Taseer Hadi & Co.  
(Chartered Accountants)  
Sheikh Sultan Building #2,  
Beaumont Road, Karachi-75530  
Website: [www.kpmg.com.pk](http://www.kpmg.com.pk)

### **BANKERS**

Meezan Bank Limited  
Bank Al Habib Limited  
Atlas Bank Limited  
Habib Bank Limited  
Standard Chartered Bank

### **TAX CONSULTANTS**

Tanuli Qazi Law Associates  
346-Hotel Metropol, Club Road,  
Karachi.

### **LEGAL ADVISORS**

Zahid & Tariq Advocates  
65 Hussain Manzil,  
Chestnut Street,  
Garden East, Karachi

### **REGISTERED OFFICE & SHARES DEPARTMENT**

Dawood Centre,  
M.T. Khan Road, Karachi-75530

### **BRANCH OFFICE LAHORE**

35-A, Empress Road, Lahore-54000

## **Directors' Review**

The directors are pleased to present the un-audited financial results of the company for the nine month period ended September 30, 2008.

The underwriting profit of the company has increased to Rs. 13.40 million against Rs 12.88 million achieved in the corresponding period of the previous year despite the gross as well as the net premiums having both declined to Rs. 79.99 million and Rs. 12.41 million respectively as against Rs. 82.75 million and Rs. 18.04 million recorded in the same period last year.

The profit from investment income has recorded an increase of over 29% i.e. to Rs 75.93 million from 59.02 million recorded last year.

Likewise the company's profit after tax has shown an increase of Rs. 14.12 million which works out to approximately 23% more than that of last year. Accordingly the earnings per share have also gone up to Rs. 4.14 as against Rs. 3.37 recorded last year.

Our Capital Markets have been under considerable strain over the last few months. The Global Credit crisis coupled with the country's worsening macroeconomic parameters and lack of liquidity in the domestic market have seriously dampened investor confidence resulting in the KSE 100 index falling by over 40% from its peak. Although the value of our portfolio has not been immune to the crisis, we believe it will recover in the longer term as our portfolio companies continue to show growth in core earnings.

On behalf of the Board

Karachi:  
October 23, 2008

Viqar Siddiqui  
(Chief Executive)

**BALANCE SHEET (UN-AUDITED)**  
**As at September 30, 2008**

	Note	30-Sep-08 (Un-Audited)	31-Dec-07 (Audited)
<b>(Rupees in 000')</b>			
Share Capital and Reserves			
Authorised Share Capital		300,000	150,000
Paid-up share capital		184,581	139,834
Retained earnings		3,829,368	3,842,474
Reserves		133,088	133,088
Total Equity		4,147,037	4,115,396
Underwriting Provisions			
Provision for outstanding claims (including IBNR)		47,203	41,021
Provision for unearned premium		61,253	70,993
Commission income unearned		5,262	5,958
Total Underwriting Provision		113,718	117,972
Deferred Liabilities			
Staff Retirement Benefits		856	780
Creditors and Accruals			
Premium received in advance		37	13
Amounts due to other insurers/reinsurers		54,548	28,272
Accrued Expenses		3,581	2,100
Other Creditors and Accruals	6	21,313	11,844
		79,479	42,229
Other liabilities			
Unclaimed dividend		26,076	27,355
<b>TOTAL LIABILITIES</b>		<b>220,129</b>	<b>188,336</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	7	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>4,367,166</b>	<b>4,303,732</b>

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

A. Samad Dawood  
Chairman

Viqar Siddiqui  
Chief Executive and Principal officer

**BALANCE SHEET (UN-AUDITED)**  
**As at September 30, 2008**

		30-Sep-08 (Un-Audited)	31-Dec-07 (Audited)
	Note	(Rupees in 000')	
<b>Cash and Bank Deposits</b>			
Cash and other equivalent		42	17
Current and other accounts		25,269	94,882
Deposits maturing within 12 months		2,609	2,621
		27,920	97,520
Investments	8	4,161,429	4,017,496
Deferred taxation		6,464	10,498
<b>Other Assets</b>			
Premiums due but unpaid		41,994	17,006
Amounts due from other insurers / reinsurers		4,698	29,464
Accrued investment income		126	1,437
Reinsurance recoveries against outstanding claims		27,200	20,795
Taxation - payments less provision		35,131	34,986
Deferred commission expense		711	861
Prepayments - prepaid reinsurance premium ceded		56,348	66,933
Sundry receivables		1,826	2,633
		168,034	174,115
<b>Fixed Assets</b>			
Tangible and intangible	9		
Furniture, Fixtures and Office Equipment		940	1,015
Motor Vehicles		2,345	2,625
Intangible - Computer Software		34	463
		3,319	4,103
<b>TOTAL ASSETS</b>		<b>4,367,166</b>	<b>4,303,732</b>

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

Aziz Moon  
Director

Aleem A. Dani  
Director

**PROFIT & LOSS ACCOUNT (UN-AUDITED)  
For the Period Ended September 30, 2008**

		Three months period ended 30 September					(Rupees in '000)	
	Note	Fire and and property	Marine, aviation and transport	Motor	Others	Treaty	Aggregate 2008	Aggregate 2007
<b>Revenue account</b>								
Net premium revenue		254	1,464	2,062	(779)	-	3,001	7,677
Net claims		73	(140)	45	92	-	70	1,291
Expenses		(661)	(1,169)	(371)	458	-	(1,743)	(2,568)
Net commission		1,336	794	15	984	-	3,129	3,603
<b>Underwriting result</b>		<b>1,002</b>	<b>949</b>	<b>1,751</b>	<b>755</b>	<b>-</b>	<b>4,457</b>	<b>10,003</b>
							25,301	19,092
Investment income							311	2,115
Other income							(1,395)	(1,892)
General and administration expenses							24,217	19,315
<b>Profit before tax</b>							<b>28,674</b>	<b>29,318</b>
Provision for taxation	10						(4,042)	(6,619)
<b>Profit after tax</b>							<b>24,632</b>	<b>22,699</b>
		Nine months period ended 30 September					(Rupees in '000)	
	Note	Fire and and property	Marine, aviation and transport	Motor	Others	Treaty	Aggregate 2008	Aggregate 2007
<b>Revenue Account</b>								
Net premium revenue		1,607	3,380	7,022	401	-	12,410	18,047
Net claims		(254)	(1,169)	(1,720)	(93)	-	(3,236)	(2,768)
Expenses		(1,789)	(2,539)	(693)	(750)	-	(5,771)	(6,781)
Net commission		4,350	3,637	32	1,975	-	9,994	4,384
<b>Underwriting result</b>		<b>3,914</b>	<b>3,309</b>	<b>4,641</b>	<b>1,533</b>	<b>-</b>	<b>13,397</b>	<b>12,882</b>
							75,927	59,017
Investment income							1,872	8,483
Other income							(5,774)	(6,994)
General and administration expenses							72,025	60,506
<b>Profit before tax</b>							<b>85,422</b>	<b>73,388</b>
Provision for taxation	10						(9,034)	(11,113)
<b>Profit after tax</b>							<b>76,388</b>	<b>62,275</b>
<b>Profit and loss appropriation account</b>								
Balance at commencement of the nine months							3,842,474	1,185,384
Issue of bonus shares @ 20% (2007: Nil)							(27,967)	-
Final dividend for the year ended 31 December 2007 at Rs. 2 per share (2006: Rs. 3.5 per share)							(27,967)	(48,942)
Issue of bonus shares @ 10% (2007: Nil)							(16,780)	
Interim dividend @ Rs 1 per share (2007 : Rs.1.50)							(16,780)	(20,975)
							(89,494)	(69,917)
<b>Profit after tax</b>							<b>76,388</b>	<b>62,275</b>
<b>Balance of unappropriated profit at end of the nine months</b>							<b>3,829,368</b>	<b>1,177,742</b>
								Restated
Earnings per share	13						4.14	3.37
The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.								
A. Samad Dawood Chairman		Viqar Siddiqui Chief Executive and Principal officer			Aziz Moon Director		Aleem A. Dani Director	

**STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**For the Period Ended September 30, 2008**

	Share capital	Capital reserves			Revenue reserves		Total
	Issued, subscribed and paid-up	Reserve for exceptional losses	Reserve for bonus shares	Capital gain reserve	General reserve	Unappropriated profit	
	----- Rupees in '000 -----						
Balance as at 1 January 2007	139,834	10,535	-	2,553	120,000	1,185,384	1,458,306
Changes in equity for the nine months period ended 30 September 2007							
Final dividend for the year ended 31 December 2006	-	-	-	-	-	(48,942)	(48,942)
1st Interim dividend of Rs.1.50 per share	-	-	-	-	-	(20,975)	(20,975)
Profit for the nine months ended 30 September 2007	-	-	-	-	-	62,275	62,275
Balance as at 30 September 2007	139,834	10,535	-	2,553	120,000	1,177,742	1,450,664
Changes in equity for the three months period ended 31 December 2007							
2nd Interim dividend of Rs. 1.50 per share	-	-	-	-	-	(20,975)	(20,975)
Profit for the three months ended 31 December 2007	-	-	-	-	-	2,685,707	2,685,707
Balance as at 31 December 2007	139,834	10,535	-	2,553	120,000	3,842,474	4,115,396
Changes in equity for the nine months period ended 30 September 2008							
Final dividend for the year ended 31 December 2007	-	-	-	-	-	(27,967)	(27,967)
Issue of bonus shares	27,967	-	-	-	-	(27,967)	-
Issue of bonus shares	16,780					(16,780)	
1st Interim dividend @ Rs. 1 per share	-					(16,780)	(16,780)
Profit for the nine months ended 30 September 2008	-	-	-	-	-	76,388	76,388
Balance as at 30 September 2008	184,581	10,535	-	2,553	120,000	3,829,368	4,147,037

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

A. Samad Dawood  
Chairman

Viqar Siddiqui  
Chief Executive and Principal officer

Aleem A. Dani  
Director

Aziz Moon  
Director

**STATEMENT OF CASH FLOWS (UN-AUDITED)**  
**For the Period Ended September 30, 2008**

Operating Cash Flows	30-Sep-08	30-Sep-07
	(Rupees in 000')	
(a) Underwriting activities		
Premiums received	71,591	49,813
Re-insurance premiums paid	(15,691)	(40,064)
Claims paid	(7,214)	(8,767)
Re-insurance and other recoveries received	3,755	3,777
Commission paid	(8,771)	(4,658)
Commission received	13,089	15,763
Other underwriting receipts	215	367
Net cash flow from underwriting activities	56,974	16,231
(b) Other operating activities		
Income tax paid	(5,145)	(5,164)
General management expenses paid	(4,126)	(7,864)
Other operating payments	(4,857)	(15,743)
Other operating receipts	15,225	467
Advances	-	(444)
Net cash flow from other operating activities	1,097	(28,748)
Total cash flow from all operating activities	58,071	(12,517)
Investment activities		
Profit / Return received	1,841	8,425
Dividend received	49,462	49,375
Payments for investments	(790,241)	(412,963)
Proceeds from disposal of investments	656,779	150,792
Fund Capital Expenditure	(1,169)	(36)
Proceeds from disposal of fixed assets	1,683	-
Total cash flow from investing activities	(81,645)	(204,407)
Financing activities		
Dividends paid	(46,026)	(63,249)
Total cash flow from financing activities	(46,026)	(63,249)
Net cash inflow from all activities	(69,600)	(280,173)
Cash at the beginning of the year	97,520	307,548
Cash at the end of the period	27,920	27,375

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

A. Samad Dawood  
Chairman

Viqar Siddiqui  
Chief Executive and Principal officer

Aziz Moon  
Director

Aleem A. Dani  
Director

**STATEMENT OF PREMIUMS (UN-AUDITED)  
For the Period Ended September 30, 2008**

(Rupees in '000)

Business underwritten inside Pakistan	Class	Three months period ended 30 September									
		Premiums written		Unearned premium reserve		Premiums earned	Re-insurance ceded	Prepaid Re-insurance premium ceded		Re-insurance expense	Net premium revenue
		Opening	Closing	Opening	Closing			Opening	Closing	2008	2007
Direct and facultative	1. Fire and property damage	5,225	14,984	11,527	8,682	4,910	14,651	11,133	8,428	254	1,373
	2. Marine, aviation and transport	12,811	13,820	16,346	10,285	11,274	13,545	15,998	8,821	1,464	2,880
	3. Motor	3,205	3,538	4,489	2,254	547	55	410	192	2,062	3,036
	4. Miscellaneous	(899)	34,026	28,891	4,236	(780)	34,602	28,807	5,015	(779)	388
	<b>Total</b>	<b>20,342</b>	<b>66,368</b>	<b>61,253</b>	<b>25,457</b>	<b>15,951</b>	<b>62,853</b>	<b>56,348</b>	<b>22,456</b>	<b>3,001</b>	<b>7,677</b>
Treaty	5. Proportional / non-proportional	-	-	-	-	-	-	-	-	-	-
	<b>Grand Total</b>	<b>20,342</b>	<b>66,368</b>	<b>61,253</b>	<b>25,457</b>	<b>15,951</b>	<b>62,853</b>	<b>56,348</b>	<b>22,456</b>	<b>3,001</b>	<b>7,677</b>
Treaty	Class	Nine months period ended 30 September									
		Premiums written		Unearned premium reserve		Premiums earned	Re-insurance ceded	Prepaid Re-insurance premium ceded		Re-insurance expense	Net premium revenue
		Opening	Closing	Opening	Closing			Opening	Closing	2008	2007
Direct and facultative	1. Fire and property damage	24,504	15,873	11,527	28,850	22,952	15,424	11,133	27,243	1,607	4,277
	2. Marine, aviation and transport	35,111	16,893	16,346	35,658	32,026	16,250	15,998	32,278	3,380	4,243
	3. Motor	9,752	2,787	4,489	8,050	1,147	291	410	1,028	7,022	8,348
	4. Miscellaneous	10,621	35,440	28,891	17,170	10,608	34,968	28,807	16,769	401	1,179
	<b>Total</b>	<b>79,988</b>	<b>70,993</b>	<b>61,253</b>	<b>89,728</b>	<b>66,733</b>	<b>66,933</b>	<b>56,348</b>	<b>77,318</b>	<b>12,410</b>	<b>18,047</b>
Treaty	5. Proportional / non-proportional	-	-	-	-	-	-	-	-	-	-
	<b>Grand Total</b>	<b>79,988</b>	<b>70,993</b>	<b>61,253</b>	<b>89,728</b>	<b>66,733</b>	<b>66,933</b>	<b>56,348</b>	<b>77,318</b>	<b>12,410</b>	<b>18,047</b>

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

A. SamadDawood  
Chairman

Viqar Siddiqui  
Chief Executive and Principal officer

Aziz Moon  
Director

Aleem A. Dan  
Director

**STATEMENT OF CLAIMS (UN-AUDITED)**  
**For the Period Ended September 30, 2008**

Business underwritten inside Pakistan

3<sup>rd</sup> Quarter (Jan - Sep 2008)

(Rupees in '000)

Treaty	Class	Three months period ended 30 September										Net claims expense 2008	Net claims expense 2007
		Claims paid	Outstanding claims Opening	Outstanding claims Closing	Claims expense	Re-insurance recoveries received	Re-insurance recoveries and other recoveries outstanding claims Opening	Re-insurance recoveries and other recoveries outstanding claims Closing	Re-insurance revenue	Net claims expense 2008	Net claims expense 2007		
Direct and facultative	1. Fire and property damage	1,330	21,373	30,151	10,108	495	11,760	21,446	10,181	(73)	555		
	2. Marine, aviation and	151	6,026	5,892	17	6	1,569	1,440	(123)	140			
	3. Motor	1,731	10,767	8,634	(402)	3,313	2,956	(357)	(45)	(1,324)			
	4. Miscellaneous	67	2,543	2,526	50	119	1,335	1,358	142	(92)	(181)		
	<b>Total</b>	<b>3,279</b>	<b>40,709</b>	<b>47,203</b>	<b>9,773</b>	<b>620</b>	<b>17,977</b>	<b>27,200</b>	<b>9,843</b>	<b>(70)</b>	<b>(1,291)</b>		
Treaty	5. Proportional / non-proportional	-	-	-	-	-	-	-	-	-	-		
	<b>Grand Total</b>	<b>3,279</b>	<b>40,709</b>	<b>47,203</b>	<b>9,773</b>	<b>620</b>	<b>17,977</b>	<b>27,200</b>	<b>9,843</b>	<b>(70)</b>	<b>(1,291)</b>		
Treaty	Class	Nine months period ended 30 September										Net claims expense 2008	Net claims expense 2007
		Claims paid	Outstanding claims Opening	Outstanding claims Closing	Claims expense	Re-insurance recoveries received	Re-insurance recoveries and other recoveries outstanding claims Opening	Re-insurance recoveries and other recoveries outstanding claims Closing	Re-insurance revenue	Net claims expense 2008	Net claims expense 2007		
Direct and facultative	1. Fire and property damage	4,684	23,998	30,151	10,837	3,502	14,365	21,446	10,583	254	1,103		
	2. Marine, aviation and transport	(448)	4,318	5,892	1,126	104	1,587	1,440	(43)	1,169	240		
	3. Motor	2,880	10,342	8,634	1,172	17	3,521	2,956	(548)	1,720	1,368		
	4. Miscellaneous	98	2,363	2,526	261	132	1,322	1,358	168	93	57		
	<b>Total</b>	<b>7,214</b>	<b>41,021</b>	<b>47,203</b>	<b>13,396</b>	<b>3,755</b>	<b>20,795</b>	<b>27,200</b>	<b>10,160</b>	<b>3,236</b>	<b>2,768</b>		
Treaty	5. Proportional / non-proportional	-	-	-	-	-	-	-	-	-	-		
	<b>Grand Total</b>	<b>7,214</b>	<b>41,021</b>	<b>47,203</b>	<b>13,396</b>	<b>3,755</b>	<b>20,795</b>	<b>27,200</b>	<b>10,160</b>	<b>3,236</b>	<b>2,768</b>		

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

A. Samad Dawood  
ChairmanViqar Siddiqui  
Chief Executive and Principal officerAziz Moon  
DirectorAleem A. Dani  
Director



**STATEMENT OF INVESTMENT INCOME (UN-AUDITED)**  
**For the Period Ended September 30, 2008**

	Three months period ended September 30		Nine months period ended September 30	
	2008	2007	2008	2007
Income from Non-Trading Investments				
Held to Maturity				
Return on Government Securities	-	-	-	3
Available for sale				
Dividend Income				
- Related parties	18,356	15,531	43,056	44,987
- Others	1,922	2,901	5,304	4,032
Gain on Sale of available for Sale Investments	20,278	18,432	48,360	49,019
Provision for impairment in the value of available for sale investment	5,105	805	42,383	10,314
Less: Investment related expenses	-	-	(14,322)	-
Zakat	(22)	(85)	(434)	(259)
	(60)	(60)	(60)	(60)
Net Investment Income	25,301	19,092	75,927	59,017

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

A. Samad Dawood  
Chairman

Viqar Siddiqui  
Chief Executive and Principal officer

Aziz Moon  
Director

Aleem A. Dani  
Director

**NOTES TO THE ACCOUNTS (UN-AUDITED)  
For the Period Ended September 30, 2008**

**1. STATUS AND NATURE OF BUSINESS**

Central Insurance Company Limited – a Dawood Group Company (the company) is a public limited company incorporated in Pakistan on 23 April, 1960 under the Companies Act, 1913 (now Companies Ordinance, 1984). The company is listed on the Karachi and Lahore Stock Exchanges and is engaged in general insurance services in the sphere of fire, marine, motor and miscellaneous.

The registered office of the company is situated at Dawood Centre, Molvi Tamizuddin Khan Road, Karachi.

**2. BASIS OF PRESENTATION**

These condensed interim financial statements are unaudited and are being submitted to shareholders as required under section 245 of the Companies Ordinance, 1984 and the Listing Regulations of the Karachi and Lahore Stock Exchanges. These condensed interim financial statements have been prepared in accordance with the requirements of the International Accounting Standard 34 "Interim Financial Reporting" as applicable in Pakistan and in the format prescribed by the Securities and Exchange Commission of Pakistan in its Circular No. 7 of 2003.

The condensed interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the company's annual financial statements for the year ended 31 December 2007.

These financial statements have been presented in Pakistan rupee, which is also the Company's functional currency and rounded to the nearest thousand rupees.

**3. ACCOUNTING POLICIES**

The accounting policies adopted in the preparation of the condensed interim financial statements are the same as applied in the preparation of the financial statements of the company for the year ended 31 December 2007.

**4. SIGNIFICANT ESTIMATES AND JUDGMENTS**

The preparation of the condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by management and the key sources of estimating uncertainty in preparation of these condensed interim financial statements were same as those applied to the annual financial statements for the year ended 31 December 2007.

**5. FINANCIAL RISK MANAGEMENT**

The Company's financial risk management objectives and policies are consistent with that disclosed in the annual financial statements for the year ended 31 December 2007.

6. OTHER CREDITORS AND ACCRUALS	30 September 2008	31 December 2007
	(Rupees in '000)	
Commission payable	21,246	11,320
Trustees employees provident fund	31	31
Withholding tax payable	-	70
Sundry creditors	36	128
Premium refundable to policy holders	-	295
	21,313	11,844

7. CONTINGENCIES AND COMMITMENTS

The status of contingencies and commitments remained unchanged as disclosed in the financial statements for the year ended 31 December 2007.

8. INVESTMENTS	30 September 2008	31 December 2007
	(Rupees in '000)	
Held-to-maturity	41	41
Available-for-sale	8.1 4,161,388	4,017,455
	4,161,429	4,017,496

8.1 The change in available-for-sale investments during the nine months period ended are as follows:

	30 September 2008
	(Rupees in '000)
Book value as of 01 January	4,017,455
Investment made	804,563
Investment sold	(646,308)
Provision for impairment	(14,322)
Book value as of 30 September	4,161,388
Market value as of 30 September	2,926,727

9. FIXED ASSETS

Details of the additions and disposals during the period are as follows:

	30 September 2008	
Tangible:	Cost of Additions	Carrying value of disposals
	(Rupees in '000)	
Furniture and fixtures	14	-
Office equipment	117	-
Motor vehicles	1,038	985
	1,169	985

**10. TAXATION**

	Three months period ended		Nine months period ended	
	30-Sep-08	30-Sep-07	30-Sep-08	30-Sep-07
	----- (Rupees in '000) -----			
Taxation -current	2,150	1,900	5,000	5,000
-deferred	1,892	4,719	4,034	6,113
	<u>4,042</u>	<u>6,619</u>	<u>9,034</u>	<u>11,113</u>

**11. TRANSACTIONS WITH RELATED PARTIES**

Related parties comprise related group companies, entities under common control, entities with common directors, major shareholders, directors, key management personnel and staff retirement benefits fund.

Material transactions with related parties are given below:

	Three months period ended		Nine months period ended	
	30-Sep-08	30-Sep-07	30-Sep-08	30-Sep-07
	----- (Rupees in '000) -----			
Premiums underwritten	11,506	31,962	65,945	65,101
Premiums collected	6,283	12,985	95,752	82,520
Claims paid	460	-	1,258	4,060
Commission paid	-	5,008	-	9,262
Rent paid	542	542	1,626	1,626
Dividend received	18,312	15,531	43,005	44,982
Dividend paid	-	14,965	11,534	55,040
Bonus shares received	296	-	788	-
Bonus shares issued	-	-	1,282	-
Investment made	-	114,113	132,718	114,113
Investment sold	-	-	84,578	-
Contribution to Provident Fund 11.1	34	42	102	126
Contribution to Staff Retirement Benefits 11.1	42	39	125	117
Key Management Personnel				
Dividends paid	-	6	905	23
Bonus shares issued	-	-	102	-
Remuneration 11.2	734	906	2,202	2,717

	Nine months period ended	
	30-Sep-08	30-Sep-07
Balances with related parties are as follows:	(Rupees in '000)	
Premium due but unpaid		
Dawood Corporation (Private) Limited	924	1,534
Dawood Lawrencepur Limited	6,391	1,569
Dawood Hercules Chemicals Limited	9,744	12,555
Sach International Limited	927	613
Pakistan Refinery Limited	-	752
Engro Chemicals Pakistan Limited	-	25
Inbox Technology Limited	1,337	51

- 11.1** Contribution to the provident fund and staff retirement benefits are in accordance Company's staff services
- 11.2** Remuneration to the key management personnel are in accordance with the terms of their employment.
- 11.3** Other transactions with the related parties are in accordance with the agreed terms.

## 12 SEGMENT REPORTING

Class of business wise revenue and results have been disclosed in the condensed interim statement of premiums and condensed interim profit and loss account respectively, prepared in accordance with the requirements of Insurance Ordinance, 2000 and the SEC (Insurance) Rules, 2002.

## 13 EARNINGS PER SHARE

	30-Sep-08	30-Sep-07
Profit after tax for the period	76,388	62,275
	(Number of shares)	
Weighted average number of ordinary shares outstanding as at the period end	18,458,158	18,458,158
	(Rupees)	
Earnings per share	4.14	3.37

No figure for diluted earnings per share has been presented as the company has not issued any instrument which would have an impact on earnings per share when exercised.

The number of shares for the prior period have also been adjusted for the effect of bonus shares issued during the current period.

## 14 AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on 23rd October, 2008 by the Board of Directors of the company.

A. Samad Dawood  
Chairman

Viqar Siddiqui  
Chief Executive and Principal officer

Aziz Moon  
Director

Aleem A. Dani  
Director