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VISION



THE POWER OF VISION

Our will is to Explore, Innovate and Differentiate.
Our passion is to provide leadership to
the Insurance Industry.

CORE VALUES

THE POWER OF BELIEF

At Adamjee Insurance its our belief that commitment, passion and a thirst for uncompromising quality leads you to the excellence that we today are recognized for.

Integrity: Transparency and Honesty without Compromise

Humility: Empathy, Self Esteem and Respect in all relationships

Fun at Workplace: Work Life Balance

Corporate Social Responsibility: Service to Humanity

Board of Directors

Umer Mansha	Chairman
Ahmed Ebrahim Hasham	Director
Ali Munir	Director
Alman Aslam	Director
Hassan Mansha	Director
Ibrahim Shamsi	Director
Khalid Qadeer Qureshi	Director
Muhammad Usman Ali Usmani	Director
Nabiha Shahnawaz Cheema	Director
S. M. Jawed	Director
Manzar Mushtaq	Managing Director & CEO

Advisor

Mian Muhammad Mansha

Audit Committee

Umer Mansha	Chairman
Ahmed Ebrahim Hasham	Member
Ali Munir	Member
Ibrahim Shamsi	Member
S. M. Jawed	Member

Human Resource Committee

Hassan Mansha	Chairman
Ibrahim Shamsi	Member
Umer Mansha	Member
Manzar Mushtaq	Member

Risk Management Committee

S. M. Jawed	Chairman
Ali Munir	Member
Umer Mansha	Member

Strategic Committee

Umer Mansha	Chairman
Alman Aslam	Member
S. M. Jawed	Member
Manzar Mushtaq	Member

Secretary

Tameez-ul-Haque,
F.C.A.

Chief Financial Officer

Mudassar Zubair Ahmed Mirza,
A.C.A., A.C.M.A. (UK)

Head of Internal Audit

Rehan Ahmed Khan,
F.C.A., A.C.M.A.

Executive Directors

Jehangir Bashir Nawaz

Auditors

M/s Riaz Ahmad & Co.
Chartered Accountants, Karachi

Shares Registrar

Technology Trade (Pvt.) Limited
Dagja House, 241-C, Block-2, P.E.C.H.S.,
Off Shahrah-e-Quaideen, Karachi
Phone: (92-21) 34391316-7, 34387960-1
Fax: (92-21) 34391318

Bankers

Askari Bank Limited
Bank Alfalah Limited
Bank Al-Habib Limited
Barclays Bank PLC, Pakistan
Citibank N.A.
Habib Bank Limited
HSBC Middle East Bank Limited
KASHF Microfinance Bank Limited
MCB Bank Limited
National Bank of Pakistan
NIB Bank Limited
Oman International Bank S.A.O.G.
Rozgar Microfinance Bank Limited
Soneri Bank Limited
Standard Chartered Bank Limited
Tameer Micro Finance Bank Limited
United Bank Limited
Zarai Taraqiati Bank Limited

Registered Office

Adamjee House
P.O. Box No. 4850
I.I. Chundrigar Road, Karachi-74000, Pakistan
Phone: PABX (92-21) 32412623
UAN: (92-21) 111-242-111
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Website: www.adamjeeinsurance.com

DIRECTORS' REPORT TO THE MEMBERS ON UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 31 MARCH 2011

On behalf of the Board, I am pleased to present the unconsolidated financial statements of the Company for the first quarter ended 31 March 2011.

The highlights for the period under review are as under:

	31 March 2011	31 March 2010
	(Rupees in thousand)	
Gross Premium	2,745,629	2,593,025
Net Premium	1,984,814	1,722,192
Underwriting Results	250,092	232,413
Investment Income	198,484	221,175
Profit Before Tax	364,604	334,315
Profit After Tax	288,823	247,562
		(Restated)
Earnings per Share (Rupees)	2.33	2.00

During the period under review, the Company has underwritten the premium of Rs. 2,746 million and registered a growth of 6% over the corresponding period. The first quarter has shown considerable increase in net premium revenue by 15% compared to corresponding period. The underwriting results have improved and the underwritten profit has increased by 8%. Furthermore; there was a decline in management expenses by 6%.

The investment income of the Company has declined by 10% as compared to last year due to recording of further impairment in investment during the period. The Profit before and after tax improved by 9% and 17% respectively from the same period last year. The general and administration expenses have reduced considerably by 24%.

Mr. Muhammad Ali Zeb, Managing Director & Chief Executive Officer has resigned for personal reasons and his resignation has been accepted by the Board of Directors with effect from 22 March 2011. The Board appreciated the services rendered by Mr. Muhammad Ali Zeb first as Chief Financial Officer and then in the capacity of Chief Executive Officer. Mr. Manzar Mushtaq is being appointed as Managing Director & Chief Executive Officer of the Company with effect from 23 March 2011.

We thank our shareholders, valued customers, employees and development staff for their sustained support in ensuring the continued success of our Company and trusting Adamjee Insurance as their brand of first choice. We are also grateful to the Insurance Division, Security Exchange Commission of Pakistan and State Bank of Pakistan for their continued guidance and assistance.

On behalf of Directors

Karachi: 27 April 2011

Umer Mansha
Chairman



**Unconsolidated Condensed Interim
Financial Statements
For the First Quarter ended 31 March 2011**

THE POWER OF ACCURACY

At Adamjee Insurance we don't make mistakes, we can't afford to. In a business that prides itself in numbers, accuracy becomes the name of the game. Each number each value is checked and vetted on multiple levels and that's what defines our quest for excellence.

UNCONSOLIDATED CONDENSED INTERIM BALANCE SHEET

AS AT 31 MARCH 2011

	Note	31 March 2011 (Unaudited)	31 December 2010 (Audited)
—————(Rupees in thousand)—————			
Share capital and reserves			
Authorised share capital		<u>1,500,000</u>	<u>1,500,000</u>
Paid-up share capital		<u>1,237,045</u>	1,237,045
Retained earnings		<u>8,799,224</u>	8,634,106
Reserves		<u>1,152,484</u>	1,163,848
		<u>9,951,708</u>	9,797,954
TOTAL EQUITY		<u>11,188,753</u>	11,034,999
Underwriting provisions			
Provision for outstanding claims (including IBNR)		<u>6,841,729</u>	7,980,409
Provision for unearned premium		<u>4,674,538</u>	5,017,435
Commission income unearned		<u>270,910</u>	305,434
Total underwriting provisions		<u>11,787,177</u>	13,303,278
Deferred liabilities			
Deferred taxation		<u>82,444</u>	68,353
Staff retirement benefits		<u>17,500</u>	17,326
		<u>99,944</u>	85,679
Creditors and Accruals			
Premiums received in advance		<u>86,630</u>	75,329
Amounts due to other insurers / reinsurers		<u>1,146,089</u>	1,581,965
Accrued expenses		<u>100,978</u>	147,995
Other creditors and accruals		<u>1,617,245</u>	1,520,732
		<u>2,950,942</u>	3,326,021
Borrowings			
Liabilities against assets subject to finance lease		<u>88,778</u>	107,637
Other liabilities			
Unclaimed dividends		<u>29,117</u>	29,121
TOTAL LIABILITIES		<u>14,955,958</u>	16,851,736
CONTINGENCIES AND COMMITMENTS	6		
TOTAL EQUITY AND LIABILITIES		<u>26,144,711</u>	<u>27,886,735</u>

The annexed notes form an integral part of this condensed interim unconsolidated financial information.

	Note	31 March 2011 (Unaudited)	31 December 2010 (Audited)
(Rupees in thousand)			
Cash and bank deposits			
Cash and other equivalents		6,938	59,393
Current and other accounts		1,182,879	1,060,597
Deposits maturing within 12 months		1,576,255	1,584,827
		2,766,072	2,704,817
Loans			
To employees		22,609	22,086
Investments	7	9,137,113	9,406,998
Current assets - others			
Premiums due but unpaid	8	4,298,380	4,546,222
Amounts due from other insurers / reinsurers	9	1,077,808	993,584
Salvage recoveries accrued		171,213	99,636
Premium and claim reserves retained by cedants		23,252	23,252
Accrued investment income		168,989	33,445
Reinsurance recoveries against outstanding claims		5,069,682	6,253,202
Taxation - payments less provision		5,168	43,697
Deferred commission expense		490,915	512,222
Prepayments		1,608,209	1,829,112
Sundry receivables		245,515	317,071
		13,159,131	14,651,443
Fixed Assets - Tangible & Intangible	10		
Owned			
Land and buildings		278,031	281,472
Furniture and fixtures		63,914	62,289
Motor vehicles		202,518	197,252
Machinery and equipment		296,383	316,190
Computers and related accessories		50,672	52,270
Intangible asset - computer software		44,888	48,475
		936,406	957,948
Leased			
Motor vehicles		123,380	143,443
TOTAL ASSETS		26,144,711	27,886,735

Umer Mansha
Chairman

S.M. Jawed
Director

Ibrahim Shamsi
Director

Manzar Mushtaq
Managing Director & Chief Executive Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

FOR THE QUARTER ENDED 31 MARCH 2011

	Share Capital	Capital Reserves				Revenue Reserves		Total
	Issued, subscribed and paid-up	Reserve for issue of bonus shares	Reserve for exceptional losses	Exchange translation reserve	Investment fluctuation reserve	General reserve	Retained earnings	
	(Rupees in thousand)							
Balance as at 31 December 2009	1,124,586	-	22,859	173,424	3,764	936,500	8,520,042	10,781,175
Total comprehensive income for the quarter ended 31 March 2010	-	-	-	17,605	-	-	247,562	265,167
Final dividend for the year ended 31 December 2009 @15% (Rs. 1.5/- per share)	-	-	-	-	-	-	(168,688)	(168,688)
Transfer to Reserve for Issue of Bonus shares	-	112,459	-	-	-	-	(112,459)	-
Balance as at 31 March 2010	1,124,586	112,459	22,859	191,029	3,764	936,500	8,486,457	10,877,654
Total comprehensive income for the Nine months ended 31 December 2010	-	-	-	9,696	-	-	271,354	281,050
Interim dividend @ 10% (Re. 1 /- per share)	-	-	-	-	-	-	(123,705)	(123,705)
Issue of Bonus shares for the year ended 31 December 2009	112,459	(112,459)	-	-	-	-	-	-
Balance as at 31 December 2010	1,237,045	-	22,859	200,725	3,764	936,500	8,634,106	11,034,999
Total comprehensive income for the quarter ended 31 March 2011	-	-	-	(11,364)	-	-	288,823	277,459
Final dividend for the year ended 31 December 2010 @10% (Re.1 /- per share)	-	-	-	-	-	-	(123,705)	(123,705)
Balance as at 31 March 2011	1,237,045	-	22,859	189,361	3,764	936,500	8,799,224	11,188,753

The annexed notes form an integral part of this condensed interim unconsolidated financial information.


Umer Mansha
Chairman


S.M. Jawed
Director


Ibrahim Shamsi
Director


Manzar Mushtaq
Managing Director & Chief Executive Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)

FOR THE QUARTER ENDED 31 MARCH 2011

	Quarter ended 31 March 2011	Quarter ended 31 March 2010
	—————(Rupees in thousand)—————	
Operating Cash Flows		
a) Underwriting activities		
Premiums received	3,016,554	2,784,389
Reinsurance premiums paid	(1,318,966)	(985,951)
Claims paid	(2,520,098)	(1,527,910)
Surrenders paid	(11,782)	(34,758)
Reinsurance and other recoveries received	1,096,703	78,767
Commissions paid	(307,860)	(367,693)
Commissions received	159,608	127,543
Other underwriting payments	(241,499)	(401,994)
Net cash flow from underwriting activities	(127,340)	(327,607)
b) Other operating activities		
Income tax (paid)/refund	(23,161)	(46,963)
General and other expenses paid	(128,998)	(146,776)
Loans disbursed	(6,507)	(5,337)
Loan repayments received	9,044	8,669
Other receipts	4,164	2,103
Net cash flow from other operating activities	(145,458)	(188,304)
Total cash flow from all operating activities	(272,798)	(515,911)
Investment activities		
Profit / return received	15,305	17,529
Dividends received	61,216	117,727
Investments purchased	(594,239)	(748,654)
Proceeds from disposal of investments	878,589	1,238,995
Fixed capital expenditure	(29,906)	(27,038)
Proceeds from disposal of fixed assets	22,586	5,919
Income received on Rent	165	2,921
Income received on PIBS	1,416	1,745
Income received on TFC	1,506	2,344
Total cash flow from investing activities	356,638	611,488
Financing activities		
Lease rentals paid	(22,581)	(11,362)
Dividends paid	(4)	(1,038)
Total cash flow from financing activities	(22,585)	(12,400)
Net cash outflow from all activities	61,255	83,177
Cash at the beginning of the period	2,699,993	2,152,653
Cash at the end of the period	2,761,248	2,235,830

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)

FOR THE QUARTER ENDED 31 MARCH 2011

BUSINESS UNDERWRITTEN INSIDE PAKISTAN

	Quarter ended 31 March 2011	Quarter ended 31 March 2010
	—————(Rupees in thousand)—————	
Operating Cash Flows		
a) Underwriting activities		
Premiums received	2,633,484	2,313,409
Reinsurance premiums paid	(1,200,390)	(885,306)
Claims paid	(2,196,453)	(1,310,133)
Surrenders paid	(11,380)	(34,100)
Reinsurance and other recoveries received	1,012,545	6,985
Commissions paid	(268,670)	(307,113)
Commissions received	140,821	105,594
Other underwriting payments	(188,937)	(364,687)
Net cash flow from underwriting activities	(78,980)	(475,351)
b) Other operating activities		
Income tax (paid) /refund	(23,161)	(46,963)
General and other expenses paid	(119,595)	(121,355)
Loans disbursed	(6,277)	(4,422)
Loan repayments received	8,145	7,061
Other receipts	831	1,365
Net cash flow from other operating activities	(140,057)	(164,314)
Total cash flow from all operating activities	(219,037)	(639,665)
Investment activities		
Profit / return received	8,595	13,076
Dividends received	61,216	117,727
Investments purchased	(594,239)	(748,654)
Proceeds from disposal of investments	878,589	1,238,995
Fixed capital expenditure	(29,294)	(25,769)
Proceeds from disposal of fixed assets	22,586	5,919
Income received on Rent	165	2,921
Income received on PIBS	1,416	1,745
Income received on TFC	1,506	2,344
Total cash flow from investing activities	350,540	608,304
Financing activities		
Lease rentals paid	(22,581)	(11,362)
Dividends paid	(4)	(1,038)
Total cash flow from financing activities	(22,585)	(12,400)
Net cash outflow from all activities	108,918	(43,761)
Cash at the beginning of the period	1,536,471	1,240,605
Cash at the end of the period	1,645,389	1,196,844

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)

FOR THE QUARTER ENDED 31 MARCH 2011

BUSINESS UNDERWRITTEN OUTSIDE PAKISTAN

	Quarter ended 31 March 2011	Quarter ended 31 March 2010
	—————(Rupees in thousand)—————	
Operating Cash Flows		
a) Underwriting activities		
Premiums received	383,070	470,980
Reinsurance premiums paid	(118,576)	(100,645)
Claims paid	(323,645)	(217,777)
Surrenders paid	(402)	(658)
Reinsurance and other recoveries received	84,158	71,782
Commissions paid	(39,190)	(60,580)
Commissions received	18,787	21,949
Other underwriting payments	(52,562)	(37,307)
Net cash flow from underwriting activities	(48,360)	147,744
b) Other operating activities		
Income tax refund/(paid)	-	-
General and other expenses paid	(9,403)	(25,421)
Loans disbursed	(230)	(915)
Loan repayments received	899	1,608
Other receipts	3,333	738
Net cash flow from other operating activities	(5,401)	(23,990)
Total cash flow from all operating activities	(53,761)	123,754
Investment activities		
Profit / return received	6,710	4,453
Dividends received	-	-
Income on Mutual Funds	-	-
Investments purchased	-	-
Proceeds from disposal of investments	-	-
Fixed capital expenditure	(612)	(1,269)
Proceeds from disposal of fixed assets	-	-
Income received on Rent	-	-
Income received on PIBS	-	-
Total cash flow from investing activities	6,098	3,184
Financing activities		
Lease rentals paid	-	-
Dividend paid	-	-
Total cash flow from financing activities	-	-
Net cash outflow from all activities	(47,663)	126,938
Cash at the beginning of the period	1,163,522	912,048
Cash at the end of the period	1,115,859	1,038,986

UNCONSOLIDATED CONDENSED INTERIM NOTES TO THE FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED 31 MARCH 2011

1. THE COMPANY AND ITS OPERATIONS

Adamjee Insurance Company Limited (the company) is a public limited company incorporated in Pakistan on September 28, 1960 under the Companies Act, 1913 (now Companies Ordinance, 1984). The company is listed on all the stock exchanges in Pakistan and is engaged in the non-life insurance business.

The registered office of the company is situated at Adamjee House, I.I. Chundrigar Road, Karachi.

The company also operates branches in the United Arab Emirates (UAE), the Kingdom of Saudi Arabia (KSA) and the Export Processing Zone (EPZ). The branch in the KSA has closed down its operations and is in "run-off" status with effect from 01 October 2003.

2. BASIS OF PREPARATION

This interim financial information is unaudited and is being submitted to the shareholders in accordance with the listing regulations of the Stock Exchanges and section 245 of the Companies Ordinance, 1984 and being presented in condensed form in accordance with the requirements of International Accounting Standard (IAS) - 34 'Interim Financial Reporting' and in the format prescribed by Insurance Division of SECP in its Circular No. 7 of 2003 dated August 27, 2003. This interim financial information do not include all the information and disclosures required in the financial statements, and should be read in conjunction with the Company's annual published financial statements for the year ended 31 December 2010.

3. BASIS OF MEASUREMENT

This interim financial information has been prepared under the historical cost convention except that obligations under certain employee benefits are measured at present value.

4. ACCOUNTING POLICIES AND COMPUTATION METHODS

The accounting policies and methods of computation adopted in the preparation of this interim financial information are the same as those applied in the preparation of the preceding annual published financial statements of the company for the year ended 31 December 2010.

5. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

Judgments and estimates made by the management in the preparation of this interim financial information are the same as those applied to the preceding annual published financial statements of the company for the year ended 31 December 2010.

6. CONTINGENCIES AND COMMITMENTS

6.1 Contingencies

The income tax assessments of the company have been finalized up to and including the tax year 2010. However, the company has filed appeals in respect of certain assessment years mainly on account of following:

- i) The Deputy Commissioner of Income Tax (DCIT) has finalized assessments for the assessment year 1999-2000 by taxing capital gains at the full rate of 33%. The aggregate tax liability assessed by the DCIT amounted to Rupees 48.205 million against which the company has made a total provision of Rupees 44.141 million resulting in a shortfall of Rupees 4.064 million. The company filed appeals with the Commissioner of Income Tax (Appeals) and Income Tax Appellate Tribunal (ITAT) which were decided against the company. Consequently the company has filed an appeal before the Honorable High Court of Sindh and the petition is fixed for regular hearing.

- ii) The Additional Commissioner / Taxation Officer has reopened assessments for the assessment years 2000-2001 and 2001-2002 by taxing bonus shares received by the company during the above mentioned periods resulting in an additional tax liability of Rupees 14.907 million. An appeal was filed before the Commissioner of Income Tax (Appeals) who cancelled the amended order passed by the Additional Commissioner and allowed relief to the company but the Tax Department had filed an appeal before the ITAT against the order of the Additional Commissioner, which has been decided in favour of the company. However, the company again received a notice from Additional Commissioner for reassessment of the case. The company has filed a constitutional petition in Sindh High Court against such order.
- iii) While finalizing the assessment for the assessment year 2002-2003, DCIT has reduced the business loss for the year by Rupees 88.180 million by adjusting the dividend income against this loss. The company maintains that it is entitled to carry the gross loss forward for adjustment against the future taxable income and dividend income for the year should be taxed separately at reduced rate. The appeals of the company in this respect have been rejected by the Commissioner of Income Tax (Appeals), the ITAT and the Sindh High Court. The company has now filed a reference application with the Supreme Court of Pakistan. The management is confident that the matter will eventually be decided in favor of the company and has consequently not made any provision against the additional tax liability of Rupees 26.455 million which may arise in this respect.
- iv) The Tax Authorities have also amended the assessments for tax years 2003 to 2007 on the ground that the company has not apportioned management and general administration expenses against capital gain and dividend income. The company has filed constitution petition in the High Court of Sindh against the amendment in the assessment order. The company may be liable to pay Rupees 5.881 million in the event of decision against the company, out of which Rupees 2.727 million has been provided by the company resulting in a shortfall of Rupees 3.154 million.
- v) The Taxation Officer has passed an order in the tax year 2005 and 2006 under section 221 of the Income Tax Ordinance, 2001 (the Ordinance) levying minimum tax liability aggregating to Rupees 38.358 million. An appeal had been filed before the Commissioner of Income Tax (Appeals) who upheld the order of the Taxation Officer. The Company has filed an appeal before ITAT which is pending to be heard.
- vi) The Taxation Officer has passed an order under section 161/205 of the Income Tax Ordinance, 2001 in Tax year 2007 creating a demand of Rupees 1.263 million. The company filed an appeal before the Commissioner of Income Tax (Appeals) which has been decided against the company. The company is filing an appeal before the ITAT.
- vii) The company received a notice from Additional Commissioner Inland Revenue pertaining to the assessment of tax year 2008. Among others, the Additional Commissioner raised issues pertaining to avoidance of tax on capital gains on listed securities. However, the company filed a constitutional petition in Sindh High Court against such order and the court has granted stay in this regard.

Pending resolution of the above-mentioned appeals filed by the company, no provision has been made in these unconsolidated financial statements for the aggregate amount of Rupees 88.201 million (31 December 2010: 88.201 million) as the management is confident that the eventual outcome of the above matters will be in favour of the company.

6.2 Commitments

There were no capital or other commitments as at 31 March 2011 (31 December 2010: Nil).

UNCONSOLIDATED CONDENSED INTERIM NOTES TO THE FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED 31 MARCH 2011

	Note	31 March 2011	31 December 2010
(Rupees in thousand)			
7. INVESTMENTS			
In related parties			
Available-for-sale			
Marketable securities		5,534,403	5,724,324
Less: Provision for impairment in value of investments		(2,652)	-
		5,531,751	5,724,324
Investment in subsidiary - Adamjee Life Assurance Company Limited		294,065	294,065
Investment in Associates			
- Lalpir Power Limited		412,796	412,796
- Pakgen Power Limited		412,796	412,796
		825,592	825,592
		6,651,408	6,843,981
Others			
Available-for-sale			
Marketable securities		2,986,891	2,973,083
Less: Provision for impairment in value of investments		(501,186)	(410,066)
		2,485,705	2,563,017
		9,137,113	9,406,998
8. PREMIUMS DUE BUT UNPAID - Unsecured			
Considered good		4,298,380	4,546,222
Considered doubtful		208,739	199,015
		4,507,119	4,745,237
Less: Provision for doubtful balances	8.1	(208,739)	(199,015)
		4,298,380	4,546,222
8.1 Reconciliation of provision for doubtful balances			
Opening provision		199,015	119,530
Exchange loss		-	274
Charge for the period / year		9,724	86,867
Written off during the period / year		-	(7,656)
Closing provision		208,739	199,015
9. AMOUNTS DUE FROM OTHER INSURERS/ REINSURERS - Unsecured			
Considered good		1,077,808	993,584
Considered doubtful		30,000	30,000
		1,107,808	1,023,584
Less: Provision for doubtful balances	9.1	(30,000)	(30,000)
		1,077,808	993,584

	31 March 2011	31 December 2010
	(Rupees in thousand)	
9.1 Reconciliation of provision for doubtful balances		
Opening provision	30,000	30,000
Charge for the period / year	-	-
Written off during the period / year	-	-
Closing provision	<u>30,000</u>	<u>30,000</u>
	Quarter ended 31 March 2011	Quarter ended 31 March 2010
	(Rupees in thousand)	
10. FIXED ASSETS		
10.1 The following capital expenditure was incurred during the period:		
Furniture and fixtures	4,227	21,136
Motor vehicles	19,468	3,002
Machinery and equipment	3,172	1,435
Computer and related accessories	2,704	1,465
Intangible Assets	335	-
	<u>29,906</u>	<u>27,038</u>
10.2 The following are the written down values of fixed assets disposed off during the period:		
Furniture and fixtures	135	105
Motor vehicles	6,385	3,026
Machinery and equipment	187	223
Computer and related accessories	269	-
	<u>6,976</u>	<u>3,354</u>
11. TRANSACTIONS WITH RELATED PARTIES		
<p>The company has related party relationships with its associated company, subsidiary company, employee benefit plans, key management personnel and other parties. Transactions are entered into with such related parties for the issuance of policies to and disbursements of claims incurred by them and payments of rentals for the use of premises rented from them. There are no transactions with key management personnel other than their terms of employment.</p> <p>Investment in related parties have been disclosed in note 7 to the financial statements. Other transactions with related parties are summarised as follows:</p>		
	Quarter ended 31 March 2011	Quarter ended 31 March 2010
	(Rupees in thousand)	
Premium underwritten	239,514	231,181
Premium received	147,466	167,364
Premium ceded	1,976	350
Claims paid	976,826	142,425
Rent paid	4,664	3,005
Dividend received	-	74,308
	Number of shares	
Bonus shares	2,326,228	2,740,126

UNCONSOLIDATED CONDENSED INTERIM NOTES TO THE FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED 31 MARCH 2011

12. SEGMENT REPORTING

Each class of business has been identified as reportable segment. Class of business wise revenue and results have been disclosed in the profit and loss account prepared in accordance with the requirements of the Insurance Ordinance, 2000 and the SEC (Insurance) Rules, 2002. The following is a schedule of class of business wise assets and liabilities:

		31 March 2011																																																		
		Fire and Property Damage				Marine, Aviation and Transport				Motor				Miscellaneous				Treaty				Unallocated Corporate Assets/Liabilities				Total																										
		Inside Pakistan		Outside Pakistan		Inside Pakistan		Outside Pakistan		Inside Pakistan		Outside Pakistan		Inside Pakistan		Outside Pakistan		Inside Pakistan		Outside Pakistan		Inside Pakistan		Outside Pakistan		Aggregate																										
		(Rupees in thousand)																																																		
OTHER INFORMATION																																																				
Segment assets		6,362,428	82,734	853,939	54,367	2,013,991	1,135,692	2,144,595	37,407	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	11,374,953	1,310,200	12,685,153																								
Unallocated assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	12,299,597	1,159,961	13,459,558																								
Total assets		6,362,428	82,734	853,939	54,367	2,013,991	1,135,692	2,144,595	37,407	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	12,299,597	1,159,961	23,674,550	2,470,161	26,144,711																							
Segment liabilities		6,234,816	66,231	579,998	48,714	1,615,807	2,089,881	2,334,472	29,644	20,332	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	10,785,425	2,234,470	13,019,895																								
Unallocated liabilities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,767,023	169,040	1,936,063																								
Total liabilities		6,234,816	66,231	579,998	48,714	1,615,807	2,089,881	2,334,472	29,644	20,332	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,767,023	169,040	12,552,448	2,403,510	14,955,958																							
Capital expenditure																										29,294	612	29,906																								
		31 December 2010																																																		
		Fire and Property Damage				Marine, Aviation and Transport				Motor				Miscellaneous				Treaty				Unallocated Corporate Assets/Liabilities				Total																										
		Inside Pakistan		Outside Pakistan		Inside Pakistan		Outside Pakistan		Inside Pakistan		Outside Pakistan		Inside Pakistan		Outside Pakistan		Inside Pakistan		Outside Pakistan		Inside Pakistan		Outside Pakistan		Aggregate																										
		(Rupees in thousand)																																																		
OTHER INFORMATION																																																				
Segment assets		7,696,091	120,913	638,440	59,835	1,044,736	2,408,230	2,197,241	34,218	2,939	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	11,579,447	2,623,196	14,202,643																							
Unallocated assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	12,377,969	1,306,123	13,684,092																								
Total assets		7,696,091	120,913	638,440	59,835	1,044,736	2,408,230	2,197,241	34,218	2,939	-	-	-	-	-	-	-	-	-	-	-	-	-	-	12,377,969	1,306,123	23,957,416	3,929,319	27,886,735																							
Segment liabilities		7,390,948	101,729	553,040	57,001	1,606,681	2,625,138	2,571,549	33,551	20,936	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	12,143,154	2,817,419	14,960,573																							
Unallocated liabilities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,697,063	194,100	1,891,163																								
Total liabilities		7,390,948	101,729	553,040	57,001	1,606,681	2,625,138	2,571,549	33,551	20,936	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,697,063	194,100	13,840,217	3,011,519	16,851,736																							
Capital expenditure																										311,318	3,896	315,214																								

