

Quarterly
Financial Statements
March 31,
2011
(Un-Audited)



Moving towards a better tomorrow



PGI

The Pakistan General Insurance Company Limited

Company Profile

Board of Directors

Ch. Manzoor Ahmed (Chairman) PSP
Inspector General of Police (Retd.)
DG Intelligence Bureau (Retd.)
Ch. Zahoor Ahmed (Chief Executive)
Ch. Ghulam Mustafa
Ch. Muhammad Saleem
Ch. Mazhar Zahoor
Mehmood ul Haq
Usman Ali
Ch. Athar Zahoor
Rehan Beg

Chief Executive Officer

Ch. Zahoor Ahmed

Chief Risk Officer

Aftab Ahmed Phambra

Chief Financial Officer

Azhar Hafeez Ch.

Company Secretary

Ch. Muhammad Saleem

Audit Committee

Rehan Beg (Chairman)
Mazhar Zahoor
Ch. Athar Zahoor (Secretary)

Investment Committee

Ch. Zahoor Ahmed (Chairman)
Ch. Manzoor Ahmed
Javed Iqbal Khan (Secretary)

Claims Committee

Ch. Ghulam Mustafa (Chairman)
Fazal Dad Malik
Muhammad Kashif (Secretary)

Underwriting Committee

Muhammad Kashif (Chairman)
Zahid Iqbal Zia
Muhammad Yousuf (Secretary)

Re-Insurance & Co-Insurance Committee

Muhammad Maqsood Peracha (Chairman)
Muhammad Usman
Sajid Hussain (Secretary)

Auditors

M. Yousuf Adil Saleem & Co.
Chartered Accountants
(A member firm of Deloitte Touché Tomatsu)
Kamran & Co.
Chartered Accountants
(A member firm of INPACT Asia Pacific)

Legal Adviser

Law Inn. Mr. M. Javed Iqbal (Advocate)
Ch. Muhammad Maqsood (Advocate)

Share Registrar

Corplink (Private) Limited

Tax Consultants

Kamran & Co.
Chartered Accountants

Bankers

National Bank of Pakistan Limited
Habib Bank Limited
Allied Bank Limited
Bank of Punjab Limited
United Bank Limited
MCB Bank Limited
Standard Chartered Bank Limited
Bank Alfalah Limited
Soneri Bank Limited
NIB Bank Limited
Bank of Khyber Limited
K.A.S.B Bank Limited

Registered & Head Office

Cooperative Bank House, 5 Bank Square
Shahrah-e-Quaid-e-Azam
Lahore

Contact

Tel.: +92(042) 3732-4404; 3722-3224
3735-2182; 3732-3569
Fax: +92(042) 3723-0895; 3723-0634
www.pgi.com.pk email: info@pgi.com.pk

Directors' Report to the Shareholders

The Board of Directors of "The Pakistan General Insurance Company Limited" (the "Company") is pleased to present the un-audited condensed interim financial statements for the first quarter ended March 31, 2011.

During the period under review, despite difficult market situation, the Company has been able to maintain its operational performance, reflected by an increase of 24% in Gross Written Premium from Rs. 66 million in 2010 to Rs. 82 million in 2011. In addition to the same, the underwriting profits for the same period increased from Rs. 17 million in last year to Rs. 19 million in 2011, depicting a positive growth of 12%. The period witnessed stock markets' recovery during the period and the Company has also booked a gain of Rs. 0.11 million on account of fair value adjustments of the investments in equity instruments.

The Company is conscious of the macro economic challenges currently being faced by the economy but we hope that these will be addressed effectively, to enable establishment of an environment, conducive to the growth of the industry. We will continue to strive hard to sustain our performance in the coming months.

We are grateful to our business partners and all stakeholders for their continued patronage and the Company employees for their dedicated efforts.

For and on behalf of the Board



Ch. Zahoor Ahmed
Chief Executive

Lahore: April 27, 2011

The Pakistan General
Insurance Co. Ltd.



Condensed Interim Balance Sheet As At March 31, 2011 (Un-audited)

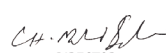
	Note	Un-audited Mar 31, 11 Rupees	Audited Dec 31, 10 Rupees
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized share capital 40,000,000 (December 31, 2010: 40,000,000) ordinary shares of Rs. 10 each		<u>400,000,000</u>	<u>400,000,000</u>
Issued, subscribed and paid-up share capital		250,000,000	250,000,000
Un-appropriated profit		2,278,701	1,271,653
Capital reserves		50,000,000	50,000,000
General reserves		<u>67,500,000</u>	<u>55,000,000</u>
		<u>369,778,701</u>	<u>356,271,653</u>
Surplus on revaluation of fixed assets and investment properties	6	6,352,913	6,440,640
Underwriting provisions			
Provision for outstanding claims (Including IBNR)		11,595,056	8,241,160
Provision for unearned premium		143,016,548	146,459,315
Commission income unearned		<u>29,824,462</u>	<u>29,632,458</u>
		<u>184,436,066</u>	<u>184,332,933</u>
Deferred liability			
Deferred taxation		23,237,634	23,284,872
Creditors and accruals			
Amounts due to other insurers / reinsurers		3,492,992	3,602,435
Accrued expenses		957,258	845,010
Taxation - provision less payments	7	448,717	425,091
Other creditors		18,197,254	18,292,036
Current portion of liabilities against assets subject to finance lease	8	<u>189,652</u>	<u>157,741</u>
		<u>23,285,873</u>	<u>23,322,313</u>
Other liabilities			
Liabilities against assets subject to finance lease	8	<u>437,467</u>	<u>533,992</u>
		<u>437,467</u>	<u>533,992</u>
Total liabilities		<u>231,397,040</u>	<u>231,474,110</u>
Total equity and liabilities		<u><u>607,528,654</u></u>	<u><u>594,186,403</u></u>
Contingencies and commitments	9		

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.


CHAIRMAN
(CH. MANZOOR AHMED)


CHIEF EXECUTIVE / PRINCIPAL OFFICER
(CH. ZAFAR AHMED)


DIRECTOR
(CH. GHULAM MUSTAFA)


DIRECTOR
(CH. MUHAMMAD SALEEM)

The Pakistan General
Insurance Co. Ltd.



Condensed Interim Balance Sheet As At March 31, 2011 (Un-audited)

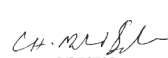
	Note	Un-audited Mar 31, 11 Rupees	Audited Dec 31, 10 Rupees
ASSETS			
Cash and bank deposits			
Cash and other equivalents		109,353	89,550
Current and other accounts		20,686,854	7,258,993
Deposits maturing within 12 months		58,508,000	58,508,000
Deposits maturing after 12 months		30,000,000	25,000,000
		<u>109,304,207</u>	<u>90,856,543</u>
Loans - unsecured; considered good			
To employees		109,485	181,136
Investments	10	24,620,620	24,260,748
Investment properties		226,250,000	228,317,851
Current assets - others			
Premiums due but unpaid - net (unsecured)		32,817,759	40,018,651
Amount due from other insurers / reinsurers (unsecured)		8,556,584	7,463,689
Reinsurance recoveries against outstanding claims		8,282,788	5,422,484
Deferred commission expense		21,038,431	21,053,588
Prepaid reinsurance premium ceded		88,768,298	87,107,530
Sundry receivables		743,112	743,112
		<u>160,206,972</u>	<u>161,809,054</u>
Fixed assets			
	11		
Tangible fixed assets			
Owned			
- land and buildings		61,007,427	61,779,673
- furniture, fixtures and office equipment		4,661,321	4,780,842
- vehicles		20,402,580	21,196,876
		<u>86,071,328</u>	<u>87,757,391</u>
Assets subject to finance lease			
- vehicles		966,042	1,003,680
		<u>87,037,370</u>	<u>88,761,071</u>
Total assets		<u><u>607,528,654</u></u>	<u><u>594,186,403</u></u>

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The Pakistan General
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Moving towards a better tomorrow

Quarterly Report

Condensed Interim Profit and Loss Account / Statement of Comprehensive Income For the First Quarter ended March 31, 2011 (Un-audited)


	Fire and property damage	Marine, aviation and transport	Motor act	Others including miscellaneous	January to March	
					March 31 2011 Aggregate	March 31 2010 Aggregate
	----- Rupees -----					
Net premium revenue	22,518,416	6,673,977	3,757,312	3,911,094	36,860,799	28,858,504
Net claims	(5,281,313)	(2,953,697)	(317,926)	(2,385,273)	(10,938,209)	(10,543,307)
Expenses	(5,496,718)	(2,266,182)	(617,239)	(2,096,616)	(10,476,755)	(5,237,892)
Net commission	1,682,365	1,513,485	(420,704)	1,154,821	3,929,967	3,711,580
Underwriting result	<u>13,422,750</u>	<u>2,967,583</u>	<u>2,401,443</u>	<u>584,026</u>	<u>19,375,802</u>	<u>16,788,885</u>
Investment income					1,486,519	1,368,015
Rental income					1,682,505	1,529,550
Other income					3,514	1,285
Financial charges					(79,411)	(123,873)
General and administrative expenses					(8,912,542)	(4,978,216)
					<u>(5,819,415)</u>	<u>(2,203,239)</u>
Profit before taxation					13,556,387	14,585,646
Taxation					(137,066)	(94,569)
Profit for the period					<u>13,419,321</u>	<u>14,491,077</u>
Other comprehensive income for the period						
Incremental depreciation on revalued assets					87,727	92,344
					<u>87,727</u>	<u>92,344</u>
Total comprehensive income for the period					<u>13,507,048</u>	<u>14,583,421</u>
Profit and loss appropriation account						
Balance at commencement of the period					1,271,653	6,076,266
Transferred to general reserve					(12,500,000)	(15,000,000)
Profit for the period					13,419,321	14,491,077
Incremental depreciation on revalued assets					87,727	92,344
Balance un-appropriated profit at the end of the period					<u>2,278,701</u>	<u>5,659,687</u>
Earnings per share (basic and dilutive)				Rupee	<u>0.54</u>	<u>0.58</u>

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.


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The Pakistan General
Insurance Co. Ltd.



Statement of Changes in Equity For the First Quarter ended March 31, 2011 (Un-audited)

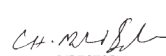
	Share capital	Reserves		Un-appropriated profit	Total equity
		Capital	General		
----- Rupees -----					
Balance as at December 31, 2009	200,000,000	100,000,000	55,000,000	6,076,266	361,076,266
Total comprehensive income for the quarter ended March 31, 2010					
Profit for the quarter	-	-	-	14,491,077	14,491,077
Other comprehensive income for the quarter	-	-	-	92,344	92,344
	-	-	-	14,583,421	14,583,421
Transactions with owners recorded directly in equity					
Transferred to general reserves	-	-	15,000,000	(15,000,000)	-
	-	-	15,000,000	(15,000,000)	-
Balance as at March 31, 2010	200,000,000	100,000,000	70,000,000	5,659,687	375,659,687
Total comprehensive income for the nine months period ended from April 1, 2010 to December 31, 2010					
Loss during the period	-	-	-	(9,665,067)	(9,665,067)
Other comprehensive income for the period	-	-	-	277,033	277,033
	-	-	-	(9,388,034)	(9,388,034)
Transactions with owners recorded directly in equity					
Distribution to owners					
- final dividend 2009 - Rs. 0.50 per share	-	-	-	(10,000,000)	(10,000,000)
- bonus shares issued - Rs. 2.50 per share	50,000,000	(50,000,000)	-	-	-
	50,000,000	(50,000,000)	-	(10,000,000)	(10,000,000)
Transfers in reserves	-	-	(15,000,000)	15,000,000	-
	50,000,000	(50,000,000)	(15,000,000)	5,000,000	(10,000,000)
Balance as at December 31, 2010	250,000,000	50,000,000	55,000,000	1,271,653	356,271,653
Total comprehensive income for the quarter ended March 31, 2011					
Profit for the quarter	-	-	-	13,419,321	13,419,321
Other comprehensive income for the quarter	-	-	-	87,727	87,727
	-	-	-	13,507,048	13,507,048
Transactions with owners recorded directly in equity					
Transferred to general reserves	-	-	12,500,000	(12,500,000)	-
	-	-	12,500,000	(12,500,000)	-
Balance as at March 31, 2011	<u>250,000,000</u>	<u>50,000,000</u>	<u>67,500,000</u>	<u>2,278,701</u>	<u>369,778,701</u>

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.


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(CH. MANZOOR AHMED)


CHIEF EXECUTIVE PRINCIPAL OFFICER
(CH. MANZOOR AHMED)


DIRECTOR
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The Pakistan General
Insurance Co. Ltd.



Moving towards a better tomorrow

Quarterly Report

Statement of Cash Flows

For the First Quarter ended March 31, 2011 (Un-audited)

	January to March	
	2011	2010
	Rupees	Rupees
Operating cash flows		
a) Underwriting activities		
Premiums received	90,656,792	63,560,621
Reinsurance premiums paid	(51,698,636)	(37,500,177)
Claims paid	(37,606,731)	(30,729,844)
Reinsurance and other recoveries received	27,162,114	21,279,041
Commissions paid	(9,833,503)	(9,701,697)
Commissions received	13,970,631	13,088,957
Net cash flow from underwriting activities	32,650,667	19,996,901
b) Other operating activities		
Income tax paid	(160,678)	(127,567)
General management expenses paid	(15,485,497)	(6,553,630)
Loan repayments received / (paid)	71,651	(6,350)
Other operating payments	(1,297,120)	(1,118,129)
Other operating receipts	-	7,244,544
Net cash flow from other operating activities	(16,871,644)	(561,132)
Total cash flow from all operating activities (a+b)	15,779,023	19,435,769
Investment activities		
Profit / return received	1,106,782	1,241,111
Dividend received	19,865	34,563
Rental income	1,682,505	1,529,550
Miscellaneous income	3,514	1,285
Total cash in flow from investing activities	2,812,666	2,806,509
Financing Activities		
Financial charges paid	(79,411)	(123,873)
Repayment of finance lease liabilities	(64,614)	(109,827)
Total cash (out) / in flow from financing activities	(144,025)	(233,700)
Net cash in flow from all activities	18,447,664	22,008,578
Cash at beginning of the period	90,856,543	138,214,331
Cash at end of the period	109,304,207	160,222,909
RECONCILIATION TO PROFIT AND LOSS ACCOUNT		
Operating cash flows	15,779,023	19,435,769
Depreciation expense	(3,791,552)	(3,414,665)
Gain on remeasurement of investments	109,872	92,341
Finance cost	(79,411)	(123,873)
Investment income	1,106,782	1,241,111
Rental income	1,682,505	1,529,550
Dividend income	19,865	34,563
Other income	3,514	1,285
(Decrease) / Increase in assets other than cash	(1,447,359)	2,879,833
Decrease / (Increase) in liabilities	36,082	(7,184,837)
Profit after taxation as per profit and loss account	13,419,321	14,491,077

DEFINITION OF CASH

Cash for the purposes of the statement of cash flows consists of cash in hand and at banks, stamps in hand and short term placements with banks.


Cash and other equivalents (Cash and stamps in hand)	109,353	1,817,522
Current and other accounts (Current accounts)	20,686,854	79,897,387
Deposits		
Maturing within 12 months	58,508,000	58,508,000
Maturing after 12 months	30,000,000	20,000,000
	88,508,000	78,508,000
	<u>109,304,207</u>	<u>160,222,909</u>

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.


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The Pakistan General
Insurance Co. Ltd.

**Statement of Premiums
For the First Quarter ended March 31, 2011 (Un-audited)**

Business underwritten inside Pakistan

Class	Written		Premium		Earned	Reinsurance		Reinsurance		Net premium revenue	
			Unearned premium reserve			premium ceded	Prepaid reinsurance premium ceded		expense	January to March	
			Opening	Closing	Opening		Closing	2011		2010	
----- Rupees -----											
<i>Direct and facultative</i>											
Fire and property damage	45,954,288	81,713,503	80,347,172	47,320,619	25,588,125	48,873,944	49,659,866	24,802,203	22,518,416	14,118,495	
Marine, aviation and transport	17,986,956	31,745,609	30,834,094	18,898,471	12,600,364	18,150,752	18,526,622	12,224,494	6,673,977	7,186,466	
Motor act	3,758,865	4,570,297	4,357,975	3,971,187	213,875	-	-	213,875	3,757,312	3,564,704	
Miscellaneous	14,095,023	28,429,906	27,477,307	15,047,622	11,635,504	20,082,834	20,581,810	11,136,528	3,911,094	3,988,839	
Total	81,795,132	146,459,315	143,016,548	85,237,899	50,037,868	87,107,530	88,768,298	48,377,100	36,860,799	28,858,504	

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The Pakistan General Insurance Co. Ltd.



(Signature)
CHAIRMAN
(CH. MANZOOR AHMED)

(Signature)
CHIEF EXECUTIVE OFFICER
(CH. ZAFAR AHMED)

(Signature)
DIRECTOR
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Quarterly Report

Moving towards a better tomorrow



The Pakistan General
Insurance Co. Ltd.

Statement of Claims
For the First Quarter ended March 31, 2011 (Un-audited)
Business underwritten inside Pakistan

Class	Claims paid		Outstanding claims		Claims expense	Reinsurance and other recoveries received	Reinsurance recoveries in respect of outstanding claims		Reinsurance and other recoveries revenue	Net claims expenses	
	Opening	Closing	Opening	Closing			Opening	Closing		January to March 2011	January to March 2010
	Rupees										
<i>Direct and facultative</i>											
Fire and property damage	21,101,800	4,215,195	700,000	17,586,605	14,224,741	2,309,449	390,000	12,305,292	5,281,313	7,298,329	
Marine, aviation and transport	9,825,000	2,720,353	4,176,449	11,281,096	7,338,396	2,404,285	3,393,288	8,327,399	2,953,697	2,170,723	
Motor act	344,931	460,612	433,607	317,926	-	-	-	-	317,926	86,572	
Miscellaneous	6,335,000	845,000	6,285,000	11,775,000	5,598,977	708,750	4,499,500	9,389,727	2,385,273	987,683	
Total	37,606,731	8,241,160	11,595,056	40,960,627	27,162,114	5,422,484	8,282,788	30,022,418	10,938,209	10,543,307	

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Statement of Expenses
For the First Quarter ended March 31, 2011 (Un-audited)
Business underwritten inside Pakistan

Class	Paid or payable		Commission		Net expenses	Other management expenses	Underwriting expenses	Commission from reinsurers	Net underwriting expenses	
	Opening	Closing	Deferred	Closing					January to March 2011	2010
----- Rupees -----										
<i>Direct and facultative</i>										
Fire and property damage	5,535,620	11,057,154	10,898,263	5,694,511	5,496,718	11,191,229	7,376,876	3,814,353	170,273	
Marine, aviation and transport	2,166,700	5,146,835	5,263,653	2,049,882	2,266,182	4,316,064	3,563,367	752,697	617,993	
Motor act	452,340	770,827	802,463	420,704	617,239	1,037,943	-	1,037,943	771,028	
Miscellaneous	1,694,000	4,078,772	4,074,052	1,698,720	2,096,616	3,795,336	2,853,541	941,795	(32,982)	
Total	9,848,660	21,053,588	21,038,431	9,863,817	10,476,755	20,340,572	13,793,784	6,546,788	1,526,312	

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The Pakistan General Insurance Co. Ltd.




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 PRINCIPAL OFFICER


 DIRECTOR
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Quarterly Report

Statement of Investment Income For the First Quarter ended March 31, 2011 (Un-audited)

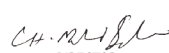
	January to March	
	2011	2010
	Rupees	Rupees
Income from non - trading investments		
Available for sale		
Dividend income	19,865	34,563
Gain on revaluation of available for sale investments - quoted	109,872	92,341
Held - to - maturity		
Return on deposits and other securities	1,356,782	1,241,111
Net investment income	1,486,519	1,368,015

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The Pakistan General
Insurance Co. Ltd.

Selected Notes To the Condensed Interim Financial Statements For The First Quarter ended March 31, 2011 (Un-audited)

1 THE COMPANY AND ITS OPERATIONS

The Pakistan general Insurance Company Limited (the "Company") was incorporated as a public limited company on July 26, 1947 under Companies Act, 1913 (repealed Act now Companies Ordinance, 1984) and is listed on Karachi, Lahore and Islamabad Stock Exchanges in Pakistan on July 25, 1995. The Company is engaged in providing general insurance services in spheres of fire, marine, motor and miscellaneous. The registered office of the Company is situated at Cooperative Bank House, 5 Bank Square, Shahrah-e-Quaid-e-Azam, Lahore.

2 STATEMENT OF COMPLIANCE

These condensed interim financial statements are un-audited and being submitted to the shareholders in accordance with the listing regulations of the Karachi and Lahore Stock Exchanges, the approved accounting standards as applicable in Pakistan and the requirements of section 245 of the Companies Ordinance, 1984, the Insurance Ordinance, 2000 and SEC (Insurance) Rules, 2002.

Approved accounting standards comprise of such International Financial Reporting Standards ("IFRSs") as notified under the provisions of the Companies Ordinance, 1984. Wherever, the requirements of the Insurance Ordinance, 2000, the SEC (Insurance) Rules, 2002, the Companies Ordinance, 1984 or directives issued by the Securities and Exchange Commission of Pakistan differ with the requirements of these standards, the requirements of the Insurance Ordinance, 2000, the SEC (Insurance) Rules, 2002, the Companies Ordinance, 1984 or the requirements of the said directives take precedence. However, the disclosures made in these condensed interim financial statements, have been limited based on the requirements of IAS 34, Interim Financial Reporting and in accordance with the formant prescribed under SEC (Insurance) Rules, 2002.

These condensed interim financial statements do not include all the information and disclosures required in the financial statement, and should be read in conjunction with the Company's annual financial statements for the year ended December 31, 2010.

3 BASIS OF MEASUREMENT

These condensed interim financial statements have been prepared under the historical cost convention.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation followed in the preparation of these condensed interim financial information are same as those applied in preparing the most recent annual financial statements of the Company for the year ended December 31, 2010.

5 PREMIUM DEFICIENCY RESERVE

The Company maintains a provision in respect of premium deficiency reserve to meet expected future liability after reinsurance from claims and other expenses including reinsurance expense, commission and other underwriting expenses, expected to be incurred after balance sheet date in respect of policies in that class of business enforced at balance sheet date. The movement in the premium deficiency reserve is recorded as an expense / income in the statement of comprehensive income for the period.

	Un-audited Mar 31, 11 Rupees	Audited Dec 31, 10 Rupees
6 SURPLUS ON REVALUATION OF FIXED ASSETS AND INVESTMENT PROPERTIES		
Balance at beginning of the period / year	6,440,640	6,810,017
Less: Incremental depreciation on revalued assets relating to current period / year transferred to un-appropriated profit (net of deferred taxation)	<u>(87,727)</u>	<u>(369,377)</u>
Balance at end of the period / year	<u>6,352,913</u>	<u>6,440,640</u>

6.1 The latest revaluation of freehold land, building on freehold land and investment properties was carried by M/s. Muhammad Siddique Associates on December 31, 2008. The basis used for revaluation is current market

6.2 Depreciation effect for the current period has been adjusted against revaluation surplus as permitted under section 235(2) of the Companies Ordinance, 1984.

The Pakistan General
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Selected Notes To the Condensed Interim Financial Statements For The First Quarter ended March 31, 2011 (Un-audited)

	Un-audited Mar 31, 11 Rupees	Audited Dec 31, 10 Rupees
7 TAXATION - PROVISION LESS PAYMENTS		
Balance at the beginning of the period / year	425,091	(662,128)
Less: Charge for the period / year	184,304	1,677,230
Add: Paid / Deducted during the period / year	<u>(160,678)</u>	<u>(590,011)</u>
	<u>448,717</u>	<u>425,091</u>

7.1 Provision in respect of taxation, for the period under review, is estimated only and final liability will be determined on the basis of annual results.

8 LIABILITIES AGAINST ASSETS SUBJECT TO FINANCE LEASE

The reconciliation of minimum lease payments with the net present value of the obligation is as under:

	Minimum lease payments (MLPs)	Present Value of MLPs	Minimum lease payments (MLPs)	Present Value of MLPs
	March 31, 2010		December 31, 2010	
	Rupees			
Not later than 1 year	294,636	189,652	294,636	157,741
Later than 1 year but not later than 5 years	613,825	437,467	687,484	533,992
Total minimum lease payments	<u>908,461</u>	<u>627,119</u>	<u>982,120</u>	<u>691,733</u>
Less: Finance charge allocated to future years	<u>(281,342)</u>	-	<u>(290,387)</u>	-
Present value of minimum lease payments	<u>627,119</u>	<u>627,119</u>	<u>691,733</u>	<u>691,733</u>
Less: Current portion shown in current liabilities	<u>(189,652)</u>	<u>(189,652)</u>	<u>(157,741)</u>	<u>(157,741)</u>
	<u>437,467</u>	<u>437,467</u>	<u>533,992</u>	<u>533,992</u>

8.1 The Company has entered into lease agreements with various leasing companies / financial institutions for vehicles. These agreements will expire in 2014.

9 CONTINGENCIES AND COMMITMENTS

There have been no significant changes in contingencies and commitments as disclosed in the annual financial statements of the Company for the year ended December 31, 2010.

	Un-audited Mar 31, 11 Rupees	Audited Dec 31, 10 Rupees
10 INVESTMENTS		
Held-to-maturity	15,623,077	15,373,077
Available for sale		
Marketable securities	12,042,797	12,042,797
Less: Provision for impairment in value of investments	<u>(3,045,254)</u>	<u>(3,155,126)</u>
	<u>8,997,543</u>	<u>8,887,671</u>
	<u>24,620,620</u>	<u>24,260,748</u>
11 FIXED ASSETS		
Carrying amount at beginning of the period / year	88,761,071	95,230,363
Additions during the period / year	- note 11.1	1,837,880
Book value of disposals	- note 11.2	(599,002)
Depreciation charge for the period / year	<u>(1,723,701)</u>	<u>(7,708,170)</u>
Carrying amount at end of the period / year	<u>87,037,370</u>	<u>88,761,071</u>

The Pakistan General
Insurance Co. Ltd.

Selected Notes To the Condensed Interim Financial Statements For The First Quarter ended March 31, 2011 (Un-audited)

	Un-audited Mar 31, 11 Rupees	Audited Dec 31, 10 Rupees
11.1 Additions during the period / year		
Office equipment	-	321,880
Motor vehicles	-	1,516,000
	<u>-</u>	<u>1,837,880</u>
11.2 Book value of disposals		
Motor vehicles	-	599,002
	<u>-</u>	<u>599,002</u>

12 TRANSACTIONS WITH RELATED PARTIES / ASSOCIATED UNDERTAKINGS

The related parties comprise holding company, subsidiaries and associated undertakings, other related group companies, directors of the Company, key management personnel and post employment benefit plans. The Company in the normal course of business carries out transactions with various related parties. The Company during the period have no significant transaction with related parties.

13 SEGMENT REPORTING

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

14 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue by the Board of Directors of the Company on April 27, 2011.

15 GENERAL

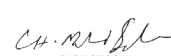
15.1 Corresponding figures have been rearranged, wherever necessary for the purpose of comparison.

15.2 Figures in these condensed interim financial statements have been rounded off to the nearest rupee.


CHAIRMAN
(CH. MANZOOR AHMED)


CHIEF EXECUTIVE PRINCIPAL OFFICER
(CH. ZAHOOR AHMED)


DIRECTOR
(CH. GHULAM MUSTAFA)


DIRECTOR
(CH. MUHAMMAD SALEEM)

The Pakistan General
Insurance Co. Ltd.



Moving towards a better tomorrow

Quarterly Report



PGI

The Pakistan General Insurance Company Limited
(Incorporated in 1947)

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