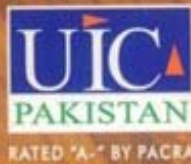


2008

3rd Quarter Report



UIG
Group of Companies



The **UNITED INSURANCE
COMPANY OF PAKISTAN LTD.**

A Member Company of United International Group



Proposed site for front office of:-
"The United International Group"
Near Sheikhpura Motorway Interchange.



CONTENTS

Company's Executive	2
Company Information	3
Directors' Report	6
Balance Sheet	8
Profit & Loss Account	10
Statement of Cash Flows	11
Statement of Premiums	12
Statement of Claims	14
Statement of Expenses	16
Statement of Changes in Equity	18
Statement of Investment Income	19
Notes to the Accounts	20

COMPANY'S EXECUTIVES



Mian M.A Shahid
Chairman & Chief Executive



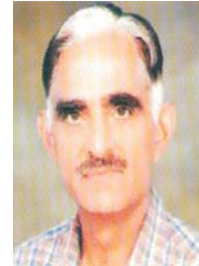
Naseer Ahmed
Advisor to Chairman/Chief Executive



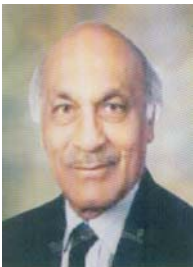
Zia Hassan Zuberi
Dy. Managing Director/Company Secretary



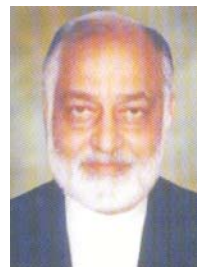
Azizullah Memon
Dy. Managing Director



Maj. Gen. (R) Asif Duraiz Akhtar
Executive Director



Javed Sadiq
Executive Director



Sheikh Muhammad Javed
Executive Director



Muhammad Saleem Sheikh
Executive Director



Mian M.A Zahid
Executive Director

COMPANY INFORMATION



Khawas Khan Niazi
Joint Director Finance



Raja Naeem Tariq
Chief Financial Officer



Tajamal Iqbal
Chief Manager Accounts



S.M. Qaiser Imam
Joint Director Underwriting



Aftab Ahmed Phambra
Joint Director



Muhammad Masood Malik
General Manager Administration

BOARD OF DIRECTORS

CHAIRMAN & CHIEF EXECUTIVE
DIRECTOR / PRESIDENT
DIRECTORS

Mian M.A. Shahid
Chaudhry Habib-ur-Rehman
Chaudhry Najeeb-ur-Rehman
Chaudhry Aziz-ur-Rehman
Chaudhry Maqsood Ahmed
Muhammad Ashraf Khan
Huma Waheed
Muhammad Iftikhar Hussain

MANAGEMENT

CHAIRMAN & CHIEF EXECUTIVE
DEPUTY MANAGING DIRECTOR/
COMPANY SECRETARY
ADVISOR TO
CHAIRMEN & CHIEF EXECUTIVE
DEPUTY MANAGING DIRECTOR
EXECUTIVE DIRECTOR
EXECUTIVE DIRECTOR
EXECUTIVE DIRECTOR
EXECUTIVE DIRECTOR
EXECUTIVE DIRECTOR
JOINT DIRECTOR/COUNTRY MANAGER
JOINT DIRECTOR FINANCE
CHIEF FINANCIAL OFFICER
CHIEF INTERNAL AUDITOR
JOINT DIRECTOR UNDERWRITING
JOINT DIRECTOR
GENERAL MANAGER ADMINISTRATION
E.V.P. REINSURANCE
SENIOR MANAGER REINSURANCE
ASSISTANT GENERAL MANAGER CLAIMS
MANAGER AGRICULTURE
DEPUTY GENERAL MANAGER (IT)

Mian M.A. Shahid
Zia Hassan Zuberi
Naseer Ahemd (Former Member Revenue CBR)
(Additional Secretary Military Finance)
(Additional Secretary Finance)
Aziz Ullah Memon (Former President UBL & Bolan Bank)
Maj. Gen. (R) Asif Duraiz Akhter
Muhammad Saleem Sheikh
(Former President/Chief Executive ABL)
Javaid Sadiq (Former Chairman/Chief Executive IDBP)
Sheikh Muhammad Javaid
(Former Member KESC Board of Director & Managing Director)
Mian M. A. Zahid
Dr. Murtaza Mughal
Khawas Khan Niazi
Raja Naeem Tariq
Tajamal Iqbal
S. M. Qaiser Imam
Aftab Ahmed Phambra
Muhammad Masood Malik (Former Bank Executive HBL)
Mumtaz Hussain Khan
Aamir Hameed
Muhammad Yasin Khan
Dr. Arshad Hussain
Ch. Khalid Mehmood

COMPANY INFORMATION

EXECUTIVE MANAGEMENT COMMITTEE

Mian M. A. Shahid	Chairman
Zia Hassan Zuberi	Member
Naseer Ahmed	Member
Aziz ullah Memon	Member
Maj. Gen. (R) Asif Duraiz Akhtar	Member
Javed Sadiq	Member
Sheikh M. Javed	Member
Mian M.A Zahid	Member
Muhammad Saleem Sheikh	Member

MANAGEMENT COMMITTEE

Mian M.A Shahid	Chairman
Zia Hassan Zuberi	Member
Naseer Ahmed	Member
Aziz ullah Memon	Member
Muhammad Saleem Sheikh	Member
Khawas Khan Niazi	Member
Aftab Ahmed Phambra	Member
S.M Qaisar Imam	Member

INVESTMENT COMMITTEE

Mian M.A Shahid	Chairman
Zia Hassan Zuberi	Member
Huma Waheed	Member
Khawas Khan Niazi	Member
Javed Sadiq	Member

AUDIT COMMITTEE

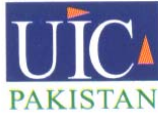
Ch. Aziz-ur-Rehman	Chairman
Muhammad Ashraf Khan	Member
Huma Waheed	Member

RE-INSURANCE COMMITTEE

Main M.A Shahid	Chairman
Dr. Murtaza Mughal	Member
Khawas Khan Niazi	Member
Mumtaz Hussain Khan	Member
Aamir Hameed	Member

UNDERWRITING COMMITTEE

Ch. Habib-ur-Rehman	Chairman
S.M. Qaisar	Member
Mumtaz Hussain Khan	Member
Dr. Arshad Hussain	Member



COMPANY INFORMATION

CLAIMS SETTLEMENT COMMITTEE

Huma Waheed	Chairman
Muhammad Yasin Khan	Member
S.M. Qaisar	Member

JOINT DIRECTORS

Zarar Ahmed Butt
Mian Kashif Rasheed
Ch. Aslam Feroze
Muhammad Siddique Sheikh
Muhammad Naseem Butt

AUDITORS

M/s Avais Hyder Liaquat Nauman
Chartered Accountants

INCOME TAX ADVISOR

Sarwars
Chartered Accountants

LEGAL ADVISORS

- . Ch. Fazal Hussain (Advocate)
- . M. A. Hamdani (Advocate)

REGISTERED OFFICE

204, 2nd Floor, Madina City Mall, Abdullah Haroon Road,
Saddar Karachi.
Tel: (021) 5621460-2
(021) 5221803-4
Fax: (021) 5621459
Telegram: UNITINSURE
Email: info@theunitedinsurance.com
unitedpk69@hotmail.com
Web: www.theunitedinsurance.com

HEAD OFFICE

Nizam Chambers,
7-Shahrah-e-Fatima Jinnah, Lahore,
Tel: (042) 6361471, 6315091, 6371420, 6311078
UAN: 111-000-014
Fax: (042) 6375036-6304350
Email: uicp@xcess.net.pk

DIRECTORS' REPORT

The Directors are pleased to present their report together with un-audited accounts for the Company but external auditors for the Third Quarter ended 30 September 2008

Gross Premium income during Third Quarter 30 September 2008 under review was Rs. 281.501 Millions. The accounts for the Third Quarter ended 30 September 2008 at glance are given hereunder.

	(Rupees in millions)		
	3 rd Quarter 2008	3 rd Quarter 2007	3 rd Quarter 2006
Gross Premium	433.561	379.053	228.652
Retained Premium	290.569	234.023	159.994
Net Incurred Claims	85.472	79.002	39.509
Management Expenses	55.454	31.485	20.653
Reserves for Un-Expired Risks	108.301	131.522	79.368
General Reserve	195.116	145.116	138.116
Under-Writing Profits	125.895	104.410	81.690
Investment Income	1.859	1.490	00.488
Profit before Tax	76.972	73.423	65.812
Paid Up Capital	302.470	252.006	229,096

Increase registered in premium income is due to sincere and tireless efforts by the management and our field force.

The unexpired risk reserve for the Third Quarter of 2008 has been calculated in accordance with the accounting policy adopted for annual accounts. The large amount brought forward for unexpired risk from the year ended December 31, 2007 has resulted in bigger profits for the 1st Third Quarter 2008. An independent analysis for the 1st Third Quarter, 2008 will reveal that the Company has shown better results when compared to Third Quarter ended 30 September, 2007

In the Third Quarter 2008 alone, your Company settled/paid claims for the total amount of Rs.55.286 millions and as at September 30, 2008 amounting to Rs.98.018 millions with in close of Third Quarter 2008 and continues its commitments to meet the claim liabilities without delay.

The Company has always maintained a visible record of Code of Corporate Governance. This is reflected clearly by the growth of the Company over the year. The 1st Half of Year 2008 is reviewed by the Company's Audit Committee to comply with the requirements of Code of Corporate Governance as incorporated in the listing regulation of Karachi Stock Exchange (Guarantee) Limited. The Company aims to follow this policy to achieve still better results.

STATEMENT OF CORPORATE AND FINANCIAL REPORTING

- A) The financial statements prepared by the management of the Company present fairly its state of affairs. The results of its operation cash flows and changes in equity.
- B) Proper books of the Company have been maintained.
- C) These financial statements have been prepared on the formal of financial statements issued by the Securities & Exchange Commission of Pakistan (SECP) through Securities and Exchange Commission (Insurance) Rules, 2002 [SECP (Insurance) Rules, 2002] dated December 12, 2002 wherever, the requirements of the Insurance Ordinance, 2000, Companies Ordinance, 1984 or directives issued by the SECP differ with requirements of these standards, the requirements of Insurance Ordinance 2000, Companies Ordinance 1984 or the requirements of the said directives take precedence.
- D) Appropriate accounting policies as adopted in December 31, 2007 have been consistently applied in preparation of financial statements and accounts estimates are based on reasonable and prudent judgment,
- E) International Accounting Standards as adopted and as applicable in Pakistan have been followed in preparation of financial statements and any departure there-from has adequately declared.
- F) The system of Internal control is sound in designs and has been effectively implemented and monitored.

DIRECTORS' REPORT

G) There has been no material departure from the best practices of Corporate Governance, as detailed in the listing regulations.

H) During the Third three Meetings of the Board of Directors were held and attendance of Directors were as under:-

<u>Sr No.</u>	<u>Name of Directors</u>	<u>Meeting Attended</u>
01.	Mian M.A. Shahid.	04
02.	Chaudhry Habib-ur-Rehman	04
03.	Chaudhry Maqsood Ahmed	04
04.	Chaudhry Najib-ur-Rehman	04
05.	Chaudhry Aziz-ur-Rchman	04
06.	Huma Waheed.	04
07.	Muhammad Ashraf Khan	04
08.	Muhammad Iftikhar Hussain.	04

Trade In the share of the Company carried out by directors, CE, CFO, Company Secretary and their spouses and minor children are under:-

<u>Sr No.</u>	<u>Name of Directors</u>	<u>No. of Shares</u>	
		<u>Acquired</u>	<u>Transfer/Sold</u>
01	Chaudhry Habib-ur-Rehman	-	2,799
02.	Mrs. Mahjabeen Habib	Spouse	-
			348
03.	Chaudhry Najib-ur-Rehman	Director	-
			2,620
04.	Mrs. Rehana Najib	Spouse	-
			1,596
05.	Chaudhry Aziz-ur-Rehman	Director	-
			2,712

**INTEREST OF DIRECTORS AND THEIR RELATIVES OF
SHARE HELD BY THEM**

01.	Main M.A. Shahid	Chair man & Chief Executive	217,149
02.	Mrs. Shagufta Parveen	Spouse	27,508
03.	Chaudhry Habib-ur-Rehman.	President	13,998
04.	Mrs. Mahjabeen Habib	Spouse	1,743
05.	Chaudhry Maqsood Ahmcd.	Director	60,475
06.	Chaudhry Najib-ur-Rehman	Director	13,102
07.	Mrs. Rehana Najib	Director	7,984
08.	Huma Waheed.	Director	13,560
09.	Chaudhry Aziz-ur-Rehman	Director	2,809
10.	Ashraf Khan.	Director	2,316
11.	Muhammad Iftikhar Hussain.	Director	2,049
			362,693

THANKS AND APPRECIATION:

The Directors take this opportunity to express their hearties thanks to the Securities & Exchange Commission of Pakistan, State Bank of Pakistan, Pakistan Re-Insurance Company Limited, Foreign Re-Insurance, Bankers and other financial Institutions and valued clients. The Directors also appreciate the loyalty dedication put in by all its staff Members Officers & Field Force.

For and on behalf of Board of Directors

Place: Lahore

Dated: October 27, 2008

7| 3rd Quarter Report 2008

(MIAN M.A SHAHID)
Chairman & Chief Executive

BALANCE SHEET (UN-AUDITED)

	Note	(Un-Audited) September 30, 2008 Rupees	(Audit) Dec 31, 2007 Rupees
Share Capital And Reserves			
Authorised Share Capital 50,000,000/-(2007-50,000,000) Ordinary Share of Rs.10/- each		500,000,000	500,000,000
Paid-Up share capital		302,406,780	252,005,650
Retained Earnings		2,099,442	100,728,591
General Reserve		195,115,917	75,115,917
		499,622,139	427,850,158
Surplus On Revaluation Of Fixed Assets		1,638,975	1,638,975
Underwriting Provisions			
Provision for outstanding Claims (including IBNR)		14,250,927	18,927,628
Provision for Unearned Premium		108,301,083	153,836,920
Commission Income Unearned		16,907,651	38,525,114
Total Underwriting Provisions		139,459,661	211,288,920
Other Liabilities			
Staff Retirement Benefits		4,760,122	5,041,292
Deferred Tax Liability		8,181,540	8,181,540
		12,941,662	13,222,832
Creditors and Accruals			
Premium Received in advance		-	292,734
Amounts due to other Insurers/reinsurers		19,684,914	17,951,742
Accrued Expenses		3,099,668	4,674,759
Provision for Taxation		5,200,000	7,225,349
Other Creditors and Accruals		30,687,138	27,686,190
		58,670,820	57,850,774
Borrowings			
Short-Term Bank Borrowings		13,646,468	14,124,575
Other Liabilities			
Liabilities against assets subject of finance lease		59,214,636	56,285,240
TOTAL LIABILITIES		283,933,247	352,772,341
TOTAL EQUITY AND LIABILITIES		785,194,361	782,261,474
CONTINGENCIES & COMMITMENTS	3		-

AS AT SEPTEMBER 30, 2008

	Note	(Un-audited) September 30, 2008 Rupees	(Audited) December 31, 2007 Rupees
Cash & Bank Deposits			
Cash and equivalents		256,429	42,455
Current and other accounts		145,607,015	114,163,651
Deposits maturing within 12 months		29,920,120	45,950,000
Deposits maturing after 12 months		15,363,358	31,042,972
		191,155,922	191,199,078
Loans (Secured)			
To employees & agents		1,782,054	1,253,534
		42,830,733	
		44,391,133	13,263,145
Investment Property			
			45,198,061
Other Assets			
Premiums due but unpaid		165,644,118	129,283,140
Amounts due from other insurers/reinsurers		14,111,147	18,126,380
Prepaid Re-Insurance premium ceded		50,623,412	107,479,600
Re-Insurance recoveries against outstanding claims		6,668,707	9,704,828
Deferred Commission Expense		27,363,522	47,079,830
Accrued investment income		789,939	1,234,682
Sundry receivables		7,915,939	2,889,177
		273,125,269	315,797,637
Fixed Assets – Tangible			
Owned			
Land Freehold		2,800,000	2,800,000
Buildings		58,690,779	60,662,854
Furniture, Fixtures, Office & Computers Equipments		64,802,355	61,276,202
Motor vehicle		27,157,826	23,587,936
		153,450,960	148,326,992
Leased			
Motor Vehicles		78,458,290	67,223,027
TOTAL ASSETS		785,194,361	782,261,474

The annexed notes form an integral part of these interim condense financial statements

Mian M. A. Shahid
Chairman & Chief Executive

Huma Waheed
Director

Ch. Habib-ur-Rehman
Director/President

PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE PERIOD ENDED SEPTEMBER 30, 2008

Note	Quarter Ended September 30, 2008					Quarter Ended Sept. 30, 2007 Aggregate
	Fire & Property Damage	Marine Aviation & Transport	Motor	Misc	Quarter Ended Sep 30, 2008 Aggregate	
-----Rupees-----						
Revenue Account						
Net Premium Revenue	23,702,948	4,385,111	19,179,303	19,882,440	67,149,802	74,028,588
Net Claims	(16,020,900)	(542,348)	(8,770,855)	(4,770,855)	(29,386,731)	(39,491,986)
Management Expenses	(8,081,251)	(1,822,268)	(9,248,836)	(6,471,874)	(25,624,229)	(10,832,547)
Net Commission	2,361,087	116,908	(2,630,873)	(676,541)	(829,419)	(984,183)
Underwriting results	1,961,884	2,137,403	(1,471,261)	8,681,397	11,309,423	22,719,872
Investment Income					174,400	1,001,695
Other income					11,000	(15,757)
Rental income					-	15,000
General & admin expenses					(1,569,834)	(16,109,495)
Profit before Tax					9,924,989	7,611,315
Provision for taxation						(400,000)
Current					(800,000)	
Deferred					(125,000)	-
Profit after Tax					8,999,989	7,211,315
Basic Earning per Share					0.30	0.24

	Nine Months Ended September 30, 2008					Nine Month Ended Sept. 30, 2007 Aggregate
	Fire & Property Damage	Marine Aviation & Transport	Motor	Misc	Third Quarter Ended Sept. 30, 2008 Aggregate	
-----Rupees-----						
Revenue Account						
Net Premium Revenue	48,784,972	15,921,977	158,025,925	67,836,351	290,569,252	234,022,854
Net Claims	(27,992,196)	(2,928,997)	(44,608,710)	(9,942,476)	(85,472,377)	(79,001,353)
Management Expenses	(22,702,517)	(3,760,804)	(16,956,766)	(12,034,446)	(55,454,533)	(31,485,391)
Net Commission	6,720,700	403,085	(24,570,52)	(6,210,108)	(23,656,895)	(19,126,401)
Underwriting results	4,810,959	9,635,261	71,889,904	39,649,323	125,985,447	104,409,709
Investment Income					1,859,247	1,489,560
Other income					84,378	20,714,543
Rental income					240,000	255,000
General & admin expenses					(51,197,981)	(53,445,249)
Profit before Tax					76,971,981	73,423,563
Provision for taxation						(3,000,000)
Current					(4,800,000)	
Deferred					(400,000)	(180,000)
Profit after tax					71,771,981	70,243,563
Profit & Loss Appropriation Account						
Balance at commencement of period					50,327,461	295,954
Amortization of Surplus on Revaluation						-
Profit after tax for the period					71,771,981	70,243,563
Profit available for appropriation					122,099,442	70,539,517
Bonus shares issued					-	-
Transfer to General Reserve					(120,000,000)	(70,000,000)
Balance un-A appropriated Profit at End of Period					2,099,442	539,517
Basic Earning Per Share					2.37	2.08

The annexed notes form an integral part of these financial statements.

Mian M. A. Shahid
Chairman & Chief Executive

Huma Waheed
Director

Ch. Habib-ur-Rehman
Director/President

STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE PERIOD ENDED SEPTEMBER 30, 2008

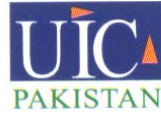
	(Un-audited) September 30, 2008 Rupees	(Un-audited) September 30, 2007 Rupees
Operating Cash Flows:		
a) underwriting activities		
Premium received	375,375,663	328,182,652
Reinsurance premium paid	(131,670,777)	(144,108,268)
Claims paid	(78,199,787)	(76,226,907)
Reinsurance and other recoveries received	86,184,811	96,444,798
Commission paid	(69,650,476)	(69,934,752)
Commission received	71,104,600	52,580,711
Net cash flow from underwriting activities	253,144,034	186,938,234
b) Other Operating activities:		
Income tax paid	(7,225,349)	(7,197,939)
Other operating payments	(115,896,230)	(125,682,474)
Other operating receipts/payments	84,378	20,714,453
Loan repayments received	(528,520)	3,294,210
Net cash flow from other operating activities	(123,565,721)	(108,871,660)
Total cash flow from all operating activities	129,578,313	78,066,574
Investment activities:		
Investment income received	1,859,247	1,904,511
Rental income received	240,000	255,000
Purchase of investments	(29,567,588)	1,628,852
Fixed capital expenditure	(104,604,417)	(105,004,841)
Proceeds from disposal of fixed assets	-	25,205,000
Total cash flow from investing activities	(132,072,758)	(76,011,478)
Financing activities:		
Bank borrowings	(478,107)	1,375,442
Lease liability paid	2,929,396	7,876,628
Total cash flow from financing activities	2,451,289	9,252,070
Net cash inflow from all activities	(43,156)	(11,307,166)
Cash and cash equivalents at the beginning of the period	191,199,078	149,028,380
Cash and cash equivalents at the end of the period	191,155,922	160,335,546
Reconciliation of Profit and Loss account		
Net cash flow from operating activities	129,578,313	78,066,574
Depreciation	(18,138,100)	(9,541,615)
Investment income	1,859,247	1,489,560
Provision for gratuity	-	(1,617,288)
Profit and loss on disposal of fixed assets	-	20,721,300
Lease finance charges	(5,228,831)	(4,334,202)
Provision for taxation	(5,200,000)	
Increase/decrease in liabilities	68,839,094	
Increase/decrease in assets other than cash	(99,937,742)	
Profit after taxation	71,771,981	

The annexed notes form an integral of these financial statements.

Mian M. A. Shahid
Chairman & Chief Executive

Huma Waheed
Director

Ch. Habib-ur-Rehman
Director/President



The United Insurance Company of Pakistan Limited

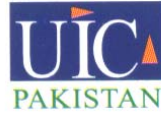
**STATEMENT OF PREMIUMS (UN-AUDITED)
FOR THIRD QUARTER ENDED SEPTEMBER 30, 2008**

Quarter ended September 30, 2008

Business underwriting inside Pakistan

**Quarter
Ended
September
30, 2007 Net
Premium**

Class	Premiums Written	Unearned premium reserve		Premium Earned	Re-insurance Ceded	Prepaid Re-Ins. Premium Ceded		Re-Insurance Expenses	Net Premium	
		Opening	Closing			Opening	Closing			
----- Rupees -----										
Direct & Facultative										
1. Fire and Property Damage	51,451,524	21,399,159	23,054,202	40,796,481	37,339,353	12,191,129	33,164,949	17,093,533	23,702,948	36,984,418
2. Marine, Aviation and Transport	10,091,542	3,945,916	7,364,643	6,672,725	4,909,023	1,921,753	4,543,162	2,287,614	4,385,111	6,115,323
3. Motor	47,576,862	19,393,598	47,791,517	19,791,303	-	-	-	-	19,179,303	19,350,142
4. Miscellaneous	42,940,422	12,090,808	30,019,080	24,940,150	13,094,978	4,878,033	12,915,301	5,057,710	19,882,440	11,668,705
GRAND TOTAL	152,060,260	47,829,481	108,301,038	91,588,658	55,343,345	19,718,915	50,623,412	24,438,857	76,149,802	74,028,588



The United Insurance Company of Pakistan Limited

Nine Months Ended September 30, 2008

Business underwritten inside Pakistan

Quarter Ended
Sept. 30, 2007
Net Premium

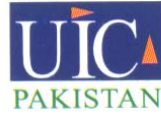
Class	Premiums Written	Unearned Premium Reserve		Premium Earned	Reinsurance Ceded	Prepaid ReIns. Premium Ceded		Re-Insur Expenses	Quarter Ended Sept. 30, 2008 Net Premium		
		Opening	Closing			Opening	Closing				
----- Rupees -----											
Direct & Facultative											
1	Fire and Property Damage	154,959,047	24,918,646	23,054,202	174,823,491	88,393,035	70,810,433	33,164,949	126,038,519	84,784,972	95,004,620
2.	Marine, Aviation and Transport	32,749,801	10,104,848	7,364,643	35,400,006	12,082,256	11,938,935	4,543,162	19,478,029	15,921,977	21,391,811
3.	Motor	138,423,280	72,362,687	47,791,157	162,994,810	-	4,968,858	-	4,968,858	158,025,952	83,798,807
4	Miscellaneous	107,428,994	28,539,997	30,091,080	105,877,911	31,195,486	19,761,374	12,915,301	38,041,559	67,836,351	33,827,616
GRAND TOTAL		433,561,122	453,836,178	108,301,083	479,096,217	131,670,777	107,479,600	50,623,412	188,562,965	290,569,252	234,022,854

The annexed notes form an integral part of these financial statements

Mian M.A. Shahid
Chairman & Chief Executive

Huma Waheed
Director

Ch. Habib-ur-Rehman
Director/President



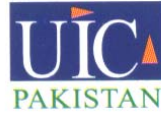
The United Insurance Company of Pakistan Limited

STATEMENT OF CLAIMS (UN-AUDITED)
FOR THIRD QUARTER ENDED SEPTEMBER 30, 2008

Quarter ended September 30, 2008

Business underwritten inside Pakistan

Class	Claims paid	Outstanding Claims		Claims Expenses	Re-Insurance and other recoveries received	Re-insurance and other recoveries in respect of outstanding claims		Re-Insurance and other recoveries revenue	Quarter Ended Sept. 30, 2008 Net Claims Expenses	Quarter Ended Sept 30, 2007 Net Claims Expenses
		Opening	Closing			Opening	Closing			
----- Rupees -----										
Direct & Facultative										
1. Fire and Property Damage	38,658,260	8,767,956	7,578,996	37,469,300	22,232,957	5,532,620	4,748,063	21,448,400	16,020,900	7,029,958
2. Marine, Aviation and Transport	3,349,315	3,392,389	3,357,611	3,314,537	2,772,189	1,259,460	1,259,460	2,772,189	542,348	924,957
3. Motor	9,310,350	3,543,956	3,134,320	9,071,714	(7,125)	353,200	661,184	300,859	8,779,855	22,959,711
4. Miscellaneous	10,025,357	-	-	10,025,357	5,972,927	-	-	5,972,729	4,052,628	8,577,360
GRAND TOTAL	61,334,282	15,704,301	14,250,927	59,880,908	30,970,570	7,145,280	6,668,707	03,494,177	29,386,731	39,491,986



The United Insurance Company of Pakistan Limited

Nine Months Ended September 30, 2008

Business underwritten inside Pakistan

Nine Months Ended September 30, 2007 Net Claims Expenses

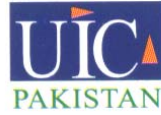
Class	Claims paid	Outstanding Claims		Claims expenses	Re-Insurance and other recoveries received	Re-insurance and other recoveries in respect of outstanding claims		Re-Insurance and other recoveries revenue	Net Claims Expenses		
		Opening	Closing			Opening	Closing				
----- Rupees -----											
Direct & Facultative											
1	Fire and Property Damage	79,764,817	6,316,454	7,578,996	81,027,359	52,417,358	4,130,258	4,748,063	53,035,163	27,992,196	13,773,384
2.	Marine, Aviation and Transport	9,298,159	3,637,037	3,357,611	9,091,093	6,069,946	1,239,310	1,259,460	6,090,096	2,928,997	3,078,184
3.	Motor	46,648,911	8,853,057	3,134,320	41,110,174	115,000,	4,274,720	661,184	(3,498,536)	44,608,170	48,444,680
4	Miscellaneous	23,640,090	121,080	-	23,519,010	13,637,076	60,540	-	13,576,536	9,942,474	13,705,105
GRAND TOTAL		159,352,337	18,927,628	14,250,927	154,675,636	72,239,380	9,704,828	6,668,707	69,203,259	58,742,377	97,001,353

The annexed notes form an integral part of these financial statements

Mian M.A. Shahid
Chairman & Chief Executive

Huma Waheed
Director

Ch. Habib-ur-Rehman
Director/President



The United Insurance Company of Pakistan Limited

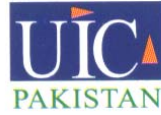
**STATEMENT OF EXPENSES (UN-AUDITED)
FOR THIRD QUARTER ENDED SEPTEMBER 30, 2008**

Quarter ended September 30, 2008

Business underwriting inside Pakistan

Quarter Ended
September 30,
2007 Net
Underwriting
Expenses

Class	Commissions paid or payable	Deferred Commission		Net Commission Expenses	Other Management Expenses	Underwriting Expense	*Net Commission on Re-Insurance	Net Underwriting Expenses	
		Opening	Closing						
----- Rupees -----									
Direct & Facultative									
1 Fire and Property Damage	9,196,789	4,910,113	10,541,997	3,564,905	8,081,251	11,644,156	5,925,992	5,720,164	2,557,834
2 Marine, Aviation and Transport	1,441,145	836,483	1,721,186	556,442	1,822,268	2,378,710	673,350	1,705,360	622,430
3 Motor	6,824,199	4,680,753	8,892,079	2,630,873	9,248,836	11,879,709	-	11,879,709	5,632,202
4 Miscellaneous	5,640,295	2,760,296	6,208,260	2,192,331	6,471,874	8,664,205	1,515,790	7,148,415	3,004,264
GRAND TOTAL	23,120,428	13,187,645	27,363,522	8,944,551	25,624,229	34,568,780	8,115,132	26,453,643	11,816,730



The United Insurance Company of Pakistan Limited

Nine Months Ended September 30, 2008

Business underwriting inside Pakistan

Nine months Ended September 30, 2007 Net Underwriting Expenses

Class	Commissions paid or payable	Deferred Commission		Net Commission Expenses	Other Management Expenses	Underwriting Expenses	*Net Commission on Re-Insurance	Net Underwriting Expenses	
		Opening	Closing						
----- Rupees -----									
Direct & Facultative									
1 Fire and Property Damage	28,514,190	23,076,088	10,541,997	41,048,281	22,702,517	63,750,798	47,768,981	15,981,817	13,584,073
2. Marine, Aviation and Transport	4,723,541	3,059,504	1,721,186	6,061,859	3,760,804	9,822,663	6,464,944	3,357,719	1,546,887
3. Motor	21,297,571	12,165,080	8,892,079	24,570,572	16,956,766	41,527,338	-	41,527,338	21,402,914
4 Miscellaneous	15,115,174	8,779,158	6,208,260	17,686,072	12,034,446	29,720,518	11,475,964	18,244,554	14,077,918
GRAND TOTAL	69,650,476	47,079,830	27,363,522	89,366,784	55,454,533	144,82,317	57,594,757	79,111,728	50,611,792

*Net commission from Re-insurance is arrived at after taking the impact of opening and closing unearned commission.

The annexed notes form an integral part of these financial statements

Mian M.A. Shahid
Chairman & Chief Executive

Huma Waheed
Director

Ch. Habib-ur-Rehman
Director/President

STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE PERIOD ENDED SEPTEMBER 30, 2008

DESCRIPTION	SHARE CAPITAL	GENERAL RESERVE	RETAINED EARNINGS	TOTAL
	RS.	RS.	RS.	RS.
Balance as at January 01, 2007	229,096,050	98,025,517	295,954	327,417,521
Bonus Shares issued	22,909,600	(22,909,600)		-
Net Profit for the period	-	-	63,032,248	63,032,248
Transfer to General Reserve	-	63,000,000	(63,000,000)	-
Balance as at September 30, 2007	252,005,650	138,115,917	394,557	390,516,124
Balance as at January 01, 2008	252,005,650	75,115,917	100,728,591	427,850,158
Bonus Share issued	50,401,130	-	(50,401,130)	-
Net Profit for the period	-	-	62,771,992	62,771,992
Transfer from revaluation surplus	-	-	40,750	40,750
Transfer to General Reserve	-	110,000,000	(110,000,000)	-
Balance as at September 30, 2008	302,406,780	185,115,917	3,140,203	490,662,900

The annexed notes form an integral part of these financial statements

Mian M. A. Shahid
Chairman & Chief Executive

Huma Waheed
Director

Ch. Habib-ur-Rehman
Director/President

STATEMENT OF INVESTMENT INCOME (UN-AUDITED)

FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2008

	Quarter Ended		Nine Months Ended	
	September 30, 2008 Rupees	September 30, 2007 Rupees	September 30, 2008 Rupees	September 30, 2007 Rupees
Income from non-trading investment				
Available for sale				
Dividend Income	19,012	18,609	208,519	74,174
Held to Maturity				
Return on other Fixed Income Securities Deposits	155,388	983,086	1,650,728	1,415,386
	174,400	1,001,695	1,859,247,	1,489,560
Less: Investment Related Expenses	-	-	-	-
Net Investment Income	174,400	1,001,695	1,859,247	1,489,560

The annexed notes from an integral part of these financial statements.

Mian M.A. Shahid
Chairman & Chief Executive

Huma Waheed
Director

Ch. Habib-ur-Rehman
Director/President

NOTES TO THE ACCOUNTS

FOR THE QUARTER ENDED SEPTEMBER 30, 2008

1. NATURE AND STATUS OF BUSINESS

The Company was incorporated on October 20, 1959 as a Public Limited Company and its shares are quoted on Karachi Stock Exchange (Guarantee) Limited. The Registered Office of the Company is situated at 204, 2nd Floor, Madina City Mall, Abdullah Haroon Road, Saddar Karachi. The principal activity of the Company is General Insurance business. It has not transacted any business out side Pakistan.

2. BASIS OF PREPARATION AND ACCOUNTING CONVENTION

- 2.1 These accounts have been prepared in accordance with the requirements of SRO-938 issued by Securities & Exchange Commission of Pakistan, the Insurance Ordinance 2000 with the requirements of the Companies Ordinance 1984 and International Accounting Standards, (IAS-34 “Interim Financial Reporting”). These financial statements have been prepared under the historical cost convention without any adjustment for the effect of inflation of current values.
- 2.2 The financial statements are un-audited but have been reviewed by the Company’s Audit Committee as required by the Code of Corporate Governance and are being submitted to the shareholders as required under Section 245 of the Companies Ordinance 1984.
- 2.3 The Company operates an un-funded retirement gratuity scheme. Gratuity is accounted for as and when paid. The requirements of IAS 19 (revised 1998) has not been complied in preparation of these financial statements.
- 2.4 For the 3rd Quarter 2008 the company has calculated reserve for unearned premium as per instructions of S.E.C.P. conveyed through Rules. The company has opted for 1/24th method and maintained its reserves for unexpired risk in accordance with regulation 8(4)(b) of the accounting regulations for non-life insurance companies issued by Securities & Exchange Commission of Pakistan.
- 2.5 As per SRO 938 issued by Securities & Exchange Commission of Pakistan a premium deficiency reserve is to be maintained where the unearned premium liability for any class of business is not adequate to meet expected future liability. The management considers that the unearned premium reserve for all classes of business at the end of the period was adequate to meet expected future liability after Re-insurance of claims and other expenses expected to be incurred after balance sheet date in respect of policies in those classes of business in force at balance sheet date. Hence no reserve for the same has been made in these financial statements.
- 2.6 All accounting policies adopted for the preparation of these 3rd quarterly accounts as at September 30, 2008 are the same as applied in preparation of the preceding annual published accounts of the Company for the year ended December 31, 2007.

3. CONTINGENCIES AND COMMITMENTS

All the contingencies and commitments are same in the 3rd quarterly accounts as at September 30, 2008 as determined on the policy adopted and applied in preparation of the preceding annual published accounts of the Company for the year ended December 31, 2007.

4. FIXED ASSETS

Following are the major addition (deletions) infixed assets.

	September 30, 2008 Rupees	September 30, 2007 Rupees
WON ASSETS		
Land	-	2,800,000
Building	(1,972,075)	21,901,514
Investment Property	(806,928)	46,359,633
Furniture, Fixture	3,526,153	21,097,244
Office & Computer Equipments	3,569,890	6,714,641
Motor Vehicles		
LEASED ASSETS	11,235,263	15,427,666
Motor Vehicles		

5. DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on **October 27, 2008** by the Board of Directors of the Company.

6. GENERAL

All figures have been rounded off to the nearest rupee, the figures of previous 3rd Quarterly accounts have been rearranged to confirm with the current figures wherever necessary.

Mian M.A. Shahid
Chairman & Chief Executive

Huma Waheed
Director

Ch. Habib-ur-Rehman
Director/President

UICG

Group of Companies



The **UNITED INSURANCE COMPANY OF PAKISTAN LIMITED.**

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