



Sustainable Growth

66th
quarterly report

For the Period Ended
March 31, 2013

**The Pakistan General
Insurance Company Limited**



Contents

02
Company
Information

03
Directors'
Reports

04
Condensed
Interim
Balance
Sheet

06
Condensed
Interim
Profit and
Loss Account /
Statement of
Comprehensive
Income

07
Statement of
Changes
in
Equity

08
Statement
of
Cash Flow

09
Statement
of Premiums

10
Statement
of Claims

11
Statement
of Expenses

12
Statement
of Investment
Income

13
Selected Notes
to the
Condensed
Interim
Financial
Statements



Company Information

Board of Directors

Ch. Manzoor Ahmed (Chairman) (PSP Retd.)
Ch. Zahoor Ahmed (Chief Executive Officer)
Nasir Ali (ACII)
Ghulam Mustafa
Raees-ud-Din
Dr. Mehmood ul Haq
Rehan Beg
Ather Zahoor
Muazzam Gul (FCA – Eng. & Wales)

Chief Executive Officer

Ch. Zahoor Ahmed

Chief Financial Officer

Azhar Hafeez Ch.

Chief Risk Officer

Nasir Ali (ACII)

Company Secretary

Mazhar Zahoor

Audit Committee

Rehan Beg (Chairman)
Dr. Mehmood-ul-Haq
Muazzam Gul (Secretary)

Investment Committee

Muazzam Gul (Chairman)
Dr. Mehmood-ul-Haq
Ather Zahoor (Secretary)

Human Resource Committee

Ather Zahoor (Chairman)
Ch. Manzoor Ahmed
Rehan Beg (Secretary)

Underwriting Committee

Ch. Zahoor Ahmed (Chairman)
Zahid Iqbal Zia
Zaheer Ahmed Khan (Secretary)

Claims Committee

Ch. Ghulam Mustafa (Chairman)
Usman Ali
Mian Muhammad Iqbal (Secretary)

Reinsurance and Coinsurance Committee

Nasir Ali (Chairman)
Muhammad Maqsood Peracha
Sajid Hussain (Secretary)

Auditors

Rehman Sarfaraz Rahim Iqbal Rafiq Chartered Accountants (A member firm of Russell Bedford)
Kamran & Co. Chartered Accountants (A member firm of INPACT Asia Pacific)

Legal Advisers

M. Javed Iqbal (Advocate Supreme Court)
Ch. M. Maqsood (Advocate Supreme Court)

IFS Rating

Rating Company: JCR – VIS and PACRA
Rating: A-
Outlook: Stable

Share Registrar

Corplink (Private) Limited

Tax Consultants

Kamran & Co. Chartered Accountants

Bankers

All Pakistani and international banks operating across Pakistan

Registered & Head Office

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

Contact

Tel.: +92(042) 3732-4404; 3722-3224
Fax: +92(042) 3723-0895; 3723-0634
Email: info@pgi.com.pk
Web: www.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, 2014.

During the period under review, despite difficult market situation, the Company has been able to maintain its operational performance. The net premium had increased by 12% from Rs. 37 million in 2013 to Rs. 41 million in 2014; however, the net claim expense had also been increased by 47% from Rs. 7 million in 2013 to Rs. 10 million in 2014. In addition to the same, there is insignificant decrease in underwriting profits for the same period from Rs. 19 million in last year to Rs. 17 million in 2014. The period witnessed stock markets' recovery and the Company has also booked a gain of Rs. 0.286 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

A handwritten signature in black ink, appearing to read 'Manzoor', is positioned above the name of the Chairman.

Ch. Manzoor Ahmed
Chairman

Lahore: April 29, 2014



Condensed Interim Balance Sheet As at March 31, 2014 (Un-Audited)

	Note	Un-audited Mar 31, 2014 Rupees	Audited Dec 31, 2013 Rupees
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized share capital 40,000,000 (December 31, 2013: 40,000,000) ordinary shares of Rs. 10 each		400,000,000	400,000,000
Issued, subscribed and paid-up share capital		375,000,000	375,000,000
Un-appropriated profit		47,183,407	36,737,102
General reserves		115,000,000	115,000,000
		537,183,407	526,737,102
Surplus on revaluation of fixed assets and investment properties	6	10,064,764	10,135,149
Underwriting provisions			
Provision for outstanding claims (Including IBNR)		46,231,002	49,670,324
Provision for unearned premium		152,179,591	165,325,294
Additional provision for unexpired risks		10,064,523	10,064,523
Commission income unearned		14,123,233	15,579,024
		222,598,349	240,639,165
Deferred liability			
Deferred taxation		6,672,424	6,710,323
Creditors and accruals			
Amounts due to other insurers / reinsurers		4,198,154	5,806,153
Accrued expenses		2,403,262	2,745,510
Taxation - provision less payments	7	5,758,539	5,785,366
Other creditors		8,164,547	8,620,946
Current portion of liabilities against assets subject to finance lease	8	24,112	93,872
		20,548,614	23,051,847
Other liabilities			
Liabilities against assets subject to finance lease	8	-	-
Unclaimed dividends		235,913	235,913
		235,913	235,913
Total liabilities		250,055,300	270,637,248
Total equity and liabilities		797,303,471	807,509,499
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. Zahoor Ahmed)


Director
(Ghulam Mustafa)


Director
(Ather Zahoor)

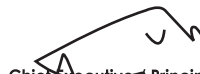


Condensed Interim Balance Sheet As at March 31, 2014 (Un-Audited)

	Note	Un-audited Mar 31, 2014 Rupees	Audited Dec 31, 2013 Rupees
ASSETS			
Cash and bank deposits			
Cash and other equivalents		540,651	152,218
Current and other accounts		34,361,056	17,969,957
Deposits maturing within 12 months		67,200,000	54,000,000
Deposits maturing after 12 months		37,500,000	37,500,000
		<u>139,601,707</u>	<u>109,622,175</u>
Loans - unsecured; considered good			
To employees		201,984	203,826
Investments			
	10	83,089,455	82,552,908
Investment properties			
		109,241,588	110,624,393
Current assets - others			
Premiums due but unpaid - net (unsecured)		180,165,457	196,969,965
Amount due from other insurers / reinsurers (unsecured)		21,456,587	40,562,226
Accrued investment income		261,746	427,233
Reinsurance recoveries against outstanding claims		3,027,042	3,717,408
Deferred commission expense		21,268,927	22,937,390
Prepaid reinsurance premium ceded		69,290,994	72,657,225
Advance for purchase of buildings		92,000,000	92,000,000
Sundry receivables		449,612	1,469,282
		<u>387,920,365</u>	<u>430,740,729</u>
Fixed assets			
	11		
Tangible fixed assets			
Owned			
- land and buildings		52,306,243	52,968,347
- furniture, fixtures and office equipment		3,836,414	3,934,784
- vehicles		20,512,444	16,245,952
		<u>76,655,101</u>	<u>73,149,083</u>
Assets subject to finance lease			
- vehicles		593,271	616,385
		<u>77,248,372</u>	<u>73,765,468</u>
Total assets			
		<u>797,303,471</u>	<u>807,509,499</u>

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. Zahoor Ahmed)


Director
(Ghulam Mustafa)


Director
(Ather Zahoor)




**Condensed Interim Profit and Loss Account /
Statement of Comprehensive Income
For the First Quarter Ended March 31, 2014 (Un-Audited)**

	Fire and property damage	Marine, aviation and transport	Motor	Others	January to March Aggregate	
					March 31 2014	March 31 2013
						Rupees
Net premium revenue	22,490,389	12,097,773	2,968,351	3,767,986	41,324,499	36,743,433
Net claims	(7,518,076)	(2,062,254)	(64,267)	(564,250)	(10,208,847)	(6,939,851)
Expenses	(5,903,681)	(2,337,821)	(483,039)	(1,160,714)	(9,885,255)	(10,121,528)
Net commission	(2,438,074)	(601,293)	(368,295)	(749,865)	(4,157,527)	96,699
Underwriting result	6,630,558	7,096,405	2,052,750	1,293,157	17,072,870	19,778,753
Investment income					3,072,818	2,653,906
Rental income					1,432,650	2,036,595
Other income					3,245	5,687
Financial charges					(101,545)	(92,563)
General and administrative expenses					(10,935,395)	(9,676,660)
					(6,528,227)	(5,073,035)
Profit before taxation					10,544,643	14,705,718
Taxation					(168,723)	(143,823)
Profit for the period					10,375,920	14,561,895
Other comprehensive income for the period						
Incremental depreciation on revalued assets					70,385	74,090
					70,385	74,090
Total comprehensive income for the period					10,446,305	14,635,985
Profit and loss appropriation account						
Balance at commencement of the period					36,737,102	9,152,858
Transferred to general reserve					-	(5,000,000)
Total comprehensive income for the period					10,375,920	14,561,895
Incremental depreciation on revalued assets					70,385	74,090
Balance un-appropriated profit at the end of the period					47,183,407	18,788,843
Earnings per share (basic and dilutive)					0.28	0.39
				Rupee		

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. Zahoor Ahmed)


Director
(Ghulam Mustafa)


Director
(Ather Zahoor)



**Statement of Changes in Equity
For the First Quarter Ended March 31, 2104 (Un-Audited)**

	Reserves			Total equity
	Share capital	General reserves	Un-appropriated profit	
----- Rupees -----				
Balance as at December 31, 2012	300,000,000	190,000,000	9,152,858	499,152,858
Total comprehensive income for the quarter ended March 31, 2013				
Profit for the quarter	-	-	14,561,895	14,561,895
Other comprehensive income for the quarter	-	-	74,090	74,090
	-	-	14,635,985	14,635,985
Other transactions				
Transferred to general reserves	-	5,000,000	(5,000,000)	-
	-	5,000,000	(5,000,000)	-
Balance as at March 31, 2013	300,000,000	195,000,000	18,788,843	513,788,843
Total comprehensive income for the nine months period ended from April 1, 2013 to December 31, 2013				
Loss during the period	-	-	12,725,992	12,725,992
Other comprehensive income for the period	-	-	222,267	222,267
	-	-	12,948,259	12,948,259
Other transactions				
Distribution to owners - bonus shares	75,000,000	(75,000,000)	-	-
Transfers in reserves	-	(5,000,000)	5,000,000	-
	75,000,000	(80,000,000)	5,000,000	-
Balance as at December 31, 2013	375,000,000	115,000,000	36,737,102	526,737,102
Total comprehensive income for the quarter ended March 31, 2014				
Profit for the quarter	-	-	10,375,920	10,375,920
Other comprehensive income for the period	-	-	70,385	70,385
	-	-	10,446,305	10,446,305
Balance as at March 31, 2014	375,000,000	115,000,000	47,183,407	537,183,407

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. Zahoor Ahmed)


Director
(Ghulam Mustafa)


Director
(Ather Zahoor)




Statement of Cash Flow

For the First Quarter Ended March 31, 2104 (Un-Audited)

	Mar 31, 2014 Rupees	Mar 31, 2013 Rupees
Operating cash flows		
a) Underwriting activities		
Premiums received	71,384,258	86,271,153
Reinsurance premiums paid	(23,034,723)	(24,359,189)
Claims paid	(23,262,500)	(26,824,048)
Reinsurance and other recoveries received	10,304,697	20,607,348
Commissions paid	(6,327,748)	(6,381,830)
Commissions received	2,382,893	5,065,970
Net cash flow from underwriting activities	31,446,877	54,379,404
b) Other operating activities		
Income tax paid	(233,449)	(400,250)
General management expenses paid	(18,325,997)	(17,225,296)
Loan repayments received / (paid)	1,842	(16,172)
Other operating receipts / (payments)	18,226,398	(1,760,017)
Net cash flow from other operating activities	(331,206)	(19,401,735)
Total cash flow from all operating activities (a+b)	31,115,671	34,977,669
Investment activities		
Profit / return received	2,514,703	2,158,696
Dividend received	21,568	19,545
Rental income	1,432,650	2,036,595
Acquisition of available for sale investments	(4,937,000)	(25,223,556)
Miscellaneous income	3,245	5,687
Total cash in flow from investing activities	(964,834)	(21,003,033)
Financing Activities		
Financial charges paid	(101,545)	(92,563)
Repayment of finance lease liabilities	(69,760)	(56,095)
Total cash (out) / in flow from financing activities	(171,305)	(148,658)
Net cash in flow from all activities	29,979,532	13,825,978
Cash at beginning of the period	109,622,175	197,178,825
Cash at end of the period	139,601,707	211,004,803
Reconciliation to Profit and Loss Account		
Operating cash flows	31,115,671	34,977,669
Depreciation expense	(2,836,901)	(2,915,140)
Gain on remeasurement of investments	286,547	225,665
Finance cost	(101,545)	(92,563)
Investment income	2,514,703	2,158,696
Rental income	1,432,650	2,036,595
Dividend income	21,568	19,545
Other income	3,245	5,687
(Decrease) / Increase in assets other than cash	(42,379,892)	(34,202,373)
Decrease / (Increase) in liabilities	20,319,874	12,348,114
Profit after taxation as per profit and loss account	10,375,920	14,561,895
Definition Of Cash		
Cash for the purposes of the statement of cash flows consists of following -		
Cash and other equivalents (Cash and stamps in hand)	540,651	456,245
Current and other accounts (Current accounts)	34,361,056	52,040,558
Deposits		
Maturing within 12 months	67,200,000	128,508,000
Maturing after 12 months	37,500,000	30,000,000
	104,700,000	158,508,000
	139,601,707	211,004,803

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. Zahoor Ahmed)


Director
(Ghulam Mustafa)


Director
(Ather Zahoor)

Statement of Premiums
For the First Quarter Ended March 31, 2104 (Un-Audited)

Business underwritten inside Pakistan

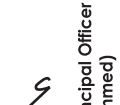
Class	Written		Premium		Earned	Reinsurance premium ceded		Reinsurance		Net premium revenue		
	Opening	Closing	Unearned premium reserve	Closing		Reinsured	Prepaid reinsurance premium ceded	Reinsurance expense	Reinsured		January to March	2013
					Opening				Closing			
Direct and facultative												
Fire and property damage	34,606,550	96,228,145	90,035,681	40,799,014	16,767,693	41,997,082	40,456,150	18,308,625	22,490,389	20,714,848		
Marine, aviation and transport	13,703,982	37,626,848	32,145,820	19,185,010	6,656,465	16,176,462	15,745,690	7,087,237	12,097,773	9,026,573		
Motor	2,831,506	5,249,918	5,016,548	3,064,876	96,525	-	-	96,525	2,968,351	2,133,461		
Miscellaneous	6,803,943	24,220,383	24,981,542	8,042,784	2,880,271	14,483,681	13,089,154	4,274,798	3,767,986	4,868,551		
Total	57,945,981	165,325,294	152,179,591	71,091,684	26,400,954	72,657,225	69,290,994	29,767,185	41,324,499	36,743,433		

Rupees



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


Chairman
(Ch. Manzoor Ahmed)


Chief Executive
(Ch. Zahoor Ahmed)


Director
(Ghulam Mustafa)


Director
(Ather Zahoor)

Statement of Claims
For the First Quarter Ended March 31, 2104 (Un-Audited)

Business underwritten inside Pakistan

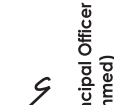
Class	Outstanding claims		Claims paid	Claims expense	Reinsurance and other recoveries received		Reinsurance recoveries in respect of outstanding claims		Reinsurance and other recoveries	Net claims expenses	
	Opening	Closing			Opening	Closing	Opening	Closing			January to March
Direct and facultative											
Fire and property damage	13,877,000	-	13,877,000	6,358,924	-	-	6,358,924	7,518,076	2,990,339		
Marine, aviation and transport	6,475,000	47,691,371	45,233,282	4,016,911	2,645,023	3,342,408	2,652,042	2,062,254	2,685,816		
Motor	1,020,500	1,453,953	497,720	64,267	-	-	-	64,267	80,112		
Miscellaneous	1,890,000	525,000	500,000	1,865,000	1,300,750	375,000	375,000	564,250	1,183,584		
Total	23,262,500	49,670,324	46,231,002	19,823,178	10,304,697	3,717,408	3,027,042	10,208,847	6,939,851		

Rupees



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


 Chairman
 (Ch. Manzoor Ahmed)


 Chief Executive
 (Ch. Zahoor Ahmed)


 Director
 (Ghulam Mustafa)


 Director
 (Ather Zahoor)

Statement of Expenses
For the First Quarter Ended March 31, 2104 (Un-Audited)

Business underwritten inside Pakistan

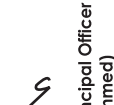
Class	Commission		Net expenses	Other management expenses	Underwriting expenses	Commission from reinsurers	Net underwriting expenses	
	Paid or payable	Deferred					Closing	January to March 2014
Direct and facultative								
Fire and property damage	4,578,152	13,627,912	12,654,589	5,903,681	11,455,156	3,113,401	8,341,755	5,389,566
Marine, aviation and transport	1,615,784	5,240,056	4,790,315	2,337,821	4,403,346	1,464,232	2,939,114	2,552,197
Motor	345,688	744,265	721,658	483,039	851,334	-	851,334	667,471
Miscellaneous	1,456,587	3,325,157	3,102,365	1,160,714	2,840,093	929,514	1,910,579	1,415,595
Total	7,996,211	22,937,390	21,268,927	9,885,255	19,549,929	5,507,147	14,042,782	10,024,829

Rupees



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


 Chairman
 (Ch. Manzoor Ahmed)


 Chief Executive
 (Ch. Zahoor Ahmed)


 Director
 (Ghulam Mustafa)


 Director
 (Ather Zahoor)




Statement of Investment Income
For the First Quarter Ended March 31, 2104 (Un-Audited)

	January to March	
	2014 Rupees	2013 Rupees
Income from non - trading investments		
Available for sale		
Dividend income	21,568	19,545
Held - to - maturity		
Return on Defence Saving Certificates	450,000	425,618
Return on deposits and other securities	2,334,487	2,008,943
Gain on revaluation of available for sale investments - quoted	286,547	225,665
Investment related expenses	(19,784)	(25,865)
Net investment income	3,072,818	2,653,906

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. Zahoor Ahmed)


Director
(Ghulam Mustafa)


Director
(Ather Zahoor)



Selected Notes to the Condensed Interim Financial Statements For the First Quarter Ended March 31, 2104 (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.

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, 2013.

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.

6 SURPLUS ON REVALUATION OF FIXED ASSETS AND INVESTMENT PROPERTIES

Balance at beginning of the period / year

Less: Incremental depreciation on revalued assets relating to current period / year transferred to un-appropriated profit (net of deferred taxation)

Balance at end of the period / year

Un-audited Mar 31, 2014 Rupees	Audited Dec 31, 2013 Rupees
10,135,149	10,431,506
(70,385)	(296,357)
10,064,764	10,135,149

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, 2013. The basis used for revaluation is current market value.

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.



Selected Notes to the Condensed Interim Financial Statements For the First Quarter Ended March 31, 2104 (Un-audited)

	Un-audited Mar 31, 2014 Rupees	Audited Dec 31, 2013 Rupees
7 TAXATION - PROVISION LESS PAYMENTS		
Balance at the beginning of the period / year	5,785,366	18,616,569
Less: Charge for the period / year	206,622	5,704,560
Prior periods taxation	-	(16,473,425)
Add: Paid / Deducted during the period / year	(233,449)	(2,062,338)
	5,758,539	5,785,366

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, 2014	December 31, 2013	December 31, 2013	
	Rupees			
Not later than 1 year	24,553	24,112	98,211	93,872
Later than 1 year but not later than 5 years	-	-	-	-
Total minimum lease payments	24,553	24,112	98,211	93,872
Less: Finance charge allocated to future years	(441)	-	(4,339)	-
Present value of minimum lease payments	24,112	24,112	93,872	93,872
Less: Current portion shown in current liabilities	(24,112)	(24,112)	(93,872)	(93,872)
	-	-	-	-

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, 2013.

	Un-audited Mar 31, 2014 Rupees	Audited Dec 31, 2013 Rupees
10 INVESTMENTS		
Held-to-maturity	19,395,199	19,145,199
Available for sale		
Marketable securities	19,492,242	19,492,242
Less: Provision for impairment in value of investments	(797,986)	(1,084,533)
	18,694,256	18,407,709
Loans and receivables (Investment in Blomfield School)	45,000,000	45,000,000
	83,089,455	82,552,908
11 FIXED ASSETS		
Carrying amount at beginning of the period / year	73,765,468	77,538,308
Additions during the period / year	4,937,000	2,120,625
Depreciation charge for the period / year	(1,454,096)	(5,893,465)
Carrying amount at end of the period / year	77,248,372	73,765,468
	- note 11.1	
	Un-audited Mar 31, 2014 Rupees	Audited Dec 31, 2013 Rupees
11.1 Additions during the period / year		
Office equipment	-	46,200
Furniture and fixtures	-	22,425
Motor vehicles	4,937,000	2,052,000
	4,937,000	2,120,625



Selected Notes to the Condensed Interim Financial Statements For the First Quarter Ended March 31, 2104 (Un-audited)

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 29, 2014.

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
(Ghulam Mustafa)


Director
(Ather Zahoor)



THE PAKISTAN GENERAL INSURANCE COMPANY LIMITED

Co-operative Bank House,
5-Bank Square Shahrah-e-Quaid-e-Azam,
GPO Box No. 1364, Lahore.
Tel: +92-42-37324404, 37223224, 37352182
Fax: +92-42-37230895, 37230634
Email: info@pgi.com.pk



www.pgi.com.pk