

Growing Stronger in the Right Direction

INTERIM FINANCIAL INFORMATION
FOR THE FIRST QUARTER ENDED 31 MARCH 2015





Growing Stronger in the Right Direction

As a value-driven company, the corporate objectives of Adamjee Insurance reflect who we are and what we aspire to be in the future.

As one of the leading insurance companies of Pakistan, we innovate to provide our customers with leading-edge products and advanced solutions that cater to their requirements.

We are on the right path towards progress as we explore opportunities & solutions with the aim of reaching greater heights of success in the years to come.





Contents

05 Vision / Core Values

06 Company Information

08 Directors' Report to the Members on Unconsolidated
Condensed Interim Financial Information

10 Unconsolidated Condensed Interim
Financial Information

42 Directors' Report to the Members on Consolidated
Condensed Interim Financial Information

44 Consolidated Condensed Interim
Financial Information





Vision

Our will is to explore,
innovate and differentiate.

Our passion is to provide leadership
to the insurance industry.

Core Values

Integrity

Humility

Fun at the Workplace

Corporate Social Responsibility

Company Information

BOARD OF DIRECTORS

Umer Mansha	Chairman
Ahmed Ebrahim Hasham	Director
Ali Muhammad Mahoon	Director
Fredrik Coenrard de Beer	Director
Kamran Rasool	Director
Ibrahim Shamsi	Director
Imran Maqbool	Director
Muhammad Umar Virk	Director
Shahid Malik	Director
Shaikh Muhammad Jawed	Director
Muhammad Ali Zeb	Managing Director & CEO

ADVISOR

Mian Muhammad Mansha

AUDIT COMMITTEE

Shaikh Muhammad Jawed	Chairman
Ahmed Ebrahim Hasham	Member
Ibrahim Shamsi	Member
Umer Mansha	Member

HUMAN RESOURCE AND REMUNERATION COMMITTEE

Umer Mansha	Chairman
Ibrahim Shamsi	Member
Kamran Rasool	Member
Muhammad Ali Zeb	Member

UNDERWRITING COMMITTEE

Umer Mansha	Chairman
Fredrik Coenrard de Beer	Member
Muhammad Ali Zeb	Member
Head of Technical	Member

CLAIM SETTLEMENT COMMITTEE

Shaikh Muhammad Jawed	Chairman
Ahmed Ebrahim Hasham	Member
Muhammad Ali Zeb	Member
Head of Claims	Member

RE-INSURANCE COMMITTEE AND CO-INSURANCE

Muhammd Umar Virk	Member
Muhammad Ali Zeb	Member
Head of Reinsurance	Member

COMPANY SECRETARY

Tameez-ul-Haque
F.C.A.

CHIEF FINANCIAL OFFICER

Muhammad Asim Nagi
A.C.A.

EXECUTIVE MANAGEMENT TEAM

Muhammad Ali Zeb
Muhammad Asim Nagi
Adnan Ahmad Chaudhry
Asif Jabbar
Muhammad Salim Iqbal

AUDITORS

M/s. KPMG Taseer Hadi & Company
Chartered Accountants
2nd Floor, Servis House,
2-Main Gulberg, Jail Road,
Lahore - 54000, Pakistan

SHARES REGISTRAR

Technology Trade (Pvt.) Limited
Dagia 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
Habib Bank Limited
Meezan Bank Limited
Industrial Development Bank of Pakistan
FINCA Microfinance Bank Limited
MCB Bank Limited
National Bank of Pakistan
NIB Bank Limited
Soneri Bank Limited
Standard Chartered Bank (Pakistan) Limited
The Punjab Provincial Cooperative Bank Limited
United Bank Limited
Zarai Taraqiati Bank Limited

REGISTERED OFFICE

4th Floor, 27-C-III, Tanveer Building, M.M. Alam
Road, Gulberg-III, Lahore - 54000, Pakistan
Phone: (92 42) 35772960-79,
Fax (92 42) - 35772868
Email: info@adamjeeinsurance.com
Website: www.adamjeeinsurance.com

Directors' Report to the Members on Unconsolidated Condensed Interim Financial Information

For the quarter ended 31 March 2015

On behalf of the Board, I am pleased to present the unconsolidated condensed interim financial information of the Company for the first quarter ended 31 March 2015.

The highlights for the period under review are as follows:

	31 March 2015	31 March 2014
	Rupees in thousand	
	(Unaudited)	(Unaudited)
Gross premium	3,347,443	2,872,378
Net premium	1,820,672	1,531,146
Underwriting results	257,208	34,641
Investment income	636,419	701,649
Profit before tax	788,591	688,475
Profit after tax	737,327	628,269
Earnings per share (Rupees)	2.11	1.80

The Gross Premium of the Company has increased by 17% where as the Net Premium has increased by 19%. Net Claims and Net Commission have increased by 12% and 17%, respectively over the corresponding period of last year.

The investment income of the Company has decreased by 9% as compared to last year and the Profit Before and After Tax have increased by 15% and 17%, respectively from the same period of last year.

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, Securities and Exchange Commission of Pakistan for their continued guidance and assistance.

On Behalf of Board of Directors

Muhammad Ali Zeb

Managing Director and Chief Executive

Date: 24 April 2015
Lahore

**Unconsolidated
Condensed Interim
Financial Information
For the quarter ended
31 March 2015**



Unconsolidated Condensed Interim Balance Sheet

As at 31 March 2015

Note	31 March 2015	31 December 2014
	Rupees in thousand	
	(Unaudited)	(Audited)
EQUITY AND LIABILITIES		
Share capital and reserves		
Authorised share capital	3,750,000	3,750,000
Paid-up share capital	3,500,000	3,500,000
Retained earnings	9,946,421	9,209,094
Reserves	1,410,078	1,395,150
	11,356,499	10,604,244
TOTAL EQUITY	14,856,499	14,104,244
Underwriting provisions		
Provision for outstanding claims (including IBNR)	5,343,261	5,706,373
Provision for unearned premium	5,588,022	5,269,848
Commission income unearned	227,344	231,121
	11,158,627	11,207,342
Deferred liabilities		
Staff retirement benefits	115,197	106,248
Creditors and accruals		
Premiums received in advance	207,957	204,539
Amounts due to other insurers / reinsurers	919,591	1,226,375
Accrued expenses	72,648	68,841
Other creditors and accruals	1,880,924	1,819,006
	3,081,120	3,318,761
Other liabilities		
Unclaimed dividends	94,597	95,416
TOTAL LIABILITIES	14,449,541	14,727,767
Contingencies and Commitments	7	
TOTAL EQUITY AND LIABILITIES	29,306,040	28,832,011

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

	Note	31 March 2015	31 December 2014
		Rupees in thousand	
		(Unaudited)	(Audited)
Cash and bank deposits			
Cash and other equivalents		11,215	8,820
Current and other accounts		1,902,542	1,808,107
Deposits maturing within 12 months		1,037,187	1,059,703
		2,950,944	2,876,630
Loans			
To employees		15,834	14,225
Investments	8	13,668,202	13,482,064
Deferred taxation		97,694	97,694
Current assets - others			
Premiums due but unpaid	9	3,763,498	3,627,920
Amounts due from other insurers / reinsurers	10	845,800	817,282
Salvage recoveries accrued		251,433	207,471
Premium and claim reserves retained by cedants	11	-	-
Accrued investment income		264,958	26,214
Reinsurance recoveries against outstanding claims		3,508,895	3,669,232
Taxation - payments less provision		8,473	49,843
Deferred commission expense		463,562	477,296
Prepayments		2,018,025	2,116,209
Sundry receivables		340,351	256,133
		11,464,995	11,247,600
Fixed Assets - Tangible & Intangible	12		
Owned			
Land and buildings		405,674	410,689
Furniture and fixtures		119,526	124,024
Motor vehicles		300,848	313,417
Machinery and equipment		102,824	106,180
Computers and related accessories		101,353	109,056
Intangible asset - computer software		43,763	48,711
Capital work in progress - Tangible		34,383	1,721
		1,108,371	1,113,798
TOTAL ASSETS		29,306,040	28,832,011

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Unconsolidated Condensed Interim Profit and Loss Account (Unaudited)

For the quarter ended 31 March 2015

	Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Treaty	Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand								
Revenue account								
Net premium revenue	250,434	184,684	816,696	382,050	186,808	-	1,820,672	1,531,146
Net claims	(86,996)	(84,371)	(450,550)	(336,068)	(106,860)	-	(1,064,845)	(946,906)
Expenses	(54,416)	(42,235)	(178,672)	(33,028)	(41,627)	-	(349,978)	(422,533)
Net commission	(33,990)	(34,348)	(72,579)	(7,767)	43	-	(148,641)	(127,066)
Underwriting result	<u>75,032</u>	<u>23,730</u>	<u>114,895</u>	<u>5,187</u>	<u>38,364</u>	<u>-</u>	257,208	34,641
Investment income							636,419	701,649
Rental income							1,561	1,248
Other income							23,484	23,914
							918,672	761,452
General and administration expenses							(116,451)	(57,233)
Exchange gain / (loss)							2,464	(1,520)
Finance charges on lease liabilities							-	(173)
Workers' welfare fund							(16,094)	(14,051)
Profit before tax							788,591	688,475
Provision for taxation							(51,264)	(60,206)
Profit after tax							737,327	628,269
Balance at the commencement of the period							9,209,094	8,106,138
Profit after tax for the period							737,327	628,269
Final dividend for the year ended 31 December 2014: Nil [2013: @10% (Rupee 1/- per share)] (Final dividend for year ended 31 December 2014 @ 15% pending shareholders' approval)							-	(350,000)
Balance unappropriated profit at the end of the period							9,946,421	8,384,407
Rupees								
Earnings per share - basic and diluted (Note 13)							2.11	1.80

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Unconsolidated Condensed Interim Profit and Loss Account (Unaudited)

For the quarter ended 31 March 2015

Business underwritten Inside Pakistan

	Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Treaty	Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand								
Revenue account								
Net premium revenue	242,839	173,913	376,884	377,614	184,591	-	1,355,841	1,124,776
Net claims	(70,963)	(84,371)	(169,872)	(332,182)	(101,782)	-	(759,170)	(582,464)
Expenses	(51,602)	(40,847)	(107,907)	(31,260)	(40,280)	-	(271,896)	(339,332)
Net commission	(32,985)	(33,445)	(28,753)	(7,012)	54	-	(102,141)	(75,108)
Underwriting result	<u>87,289</u>	<u>15,250</u>	<u>70,352</u>	<u>7,160</u>	<u>42,583</u>	<u>-</u>	222,634	127,872
Investment income							636,419	701,649
Rental income							-	-
Other income							19,639	18,795
							878,692	848,316
General and administration expenses							(100,130)	(41,574)
Exchange gain / (loss)							2,464	(1,520)
Finance charges on lease liabilities							-	(173)
Workers' welfare fund							(16,094)	(14,051)
Profit before tax							764,932	790,998

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Unconsolidated Condensed Interim Profit and Loss Account (Unaudited)

For the quarter ended 31 March 2015

Business underwritten Outside Pakistan

	Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Quarter ended 31 March 2015	Quarter ended 31 March 2014
(Rupees in thousand)							
Revenue account							
Net premium revenue	7,595	10,771	439,812	4,436	2,217	464,831	406,370
Net claims	(16,033)	-	(280,678)	(3,886)	(5,078)	(305,675)	(364,442)
Expenses	(2,814)	(1,388)	(70,765)	(1,768)	(1,347)	(78,082)	(83,201)
Net commission	(1,005)	(903)	(43,826)	(755)	(11)	(46,500)	(51,958)
Underwriting result	(12,257)	8,480	44,543	(1,973)	(4,219)	34,574	(93,231)
Investment income						-	-
Rental income						1,561	1,248
Other income						3,845	5,119
						39,980	(86,864)
General and administration expenses						(16,321)	(15,659)
Exchange gain						-	-
Finance charges on lease liabilities						-	-
Workers' welfare fund						-	-
Profit / (loss) before tax						23,659	(102,523)

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Unconsolidated Condensed Interim Statement of Comprehensive Income (Unaudited)

For the quarter ended 31 March 2015

	Quarter ended 31 March 2015	Quarter ended 31 March 2014
	Rupees in thousand	
Profit after tax for the year	737,327	628,269
Other comprehensive income		
Items that may be reclassified subsequently to profit and loss:		
Effect of translation of investment in foreign branches - net	14,928	(72,325)
Total comprehensive income for the year	752,255	555,944

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Unconsolidated Condensed Interim Cash Flow Statement (Unaudited)

For the quarter ended 31 March 2015

Operating cash flows

a) Underwriting activities

Premiums received	
Reinsurance premiums paid	
Claims paid	
Surrenders paid	
Reinsurance and other recoveries received	
Commissions paid	
Commissions received	
Other underwriting payments	

Net cash flow from underwriting activities

b) Other operating activities

Income tax paid	
General and other expenses paid	
Loans disbursed	
Loan repayments received	
Other receipts	

Net cash used in other operating activities

Total cash used in all operating activities

Investment activities

Profit / return received	
Dividends received	
Payments for investments	
Proceeds from disposal of investments	
Fixed capital expenditure - Tangible assets	
Fixed capital expenditure - Intangible assets	
Proceeds from disposal of fixed assets	
Rental received	
Income received on PIBs	
Income received on TBs	
Income received on TFCs	

Total cash flow / (used in) investing activities

Financing activities

Lease rentals paid	
Dividends paid	

Total cash used in financing activities

Net cash flow from / (used in) from all activities

Cash at the beginning of the period

Cash at the end of the period

Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand	

3,219,200	2,587,024
(1,400,156)	(1,131,587)
(2,240,638)	(2,214,575)
(3,917)	(10,843)
896,752	1,441,269
(216,999)	(207,715)
117,195	134,750
(248,983)	(477,872)
122,454	120,451

(9,894)	(19,785)
(239,672)	(111,891)
(12,177)	(12,982)
9,397	10,627
3,229	2,380
(249,117)	(131,651)
(126,663)	(11,200)

20,896	24,577
42,139	159,179
(1,152,418)	(1,919,131)
1,299,368	1,539,921
(33,652)	(30,880)
-	(515)
1,872	3,145
1,561	1,248
21,097	5,105
-	7,305
933	929
201,796	(209,117)

-	(3,344)
(819)	(954)
(819)	(4,298)
74,314	(224,615)
2,867,554	2,537,200
2,941,868	2,312,585

Unconsolidated Condensed Interim Cash Flow Statement (Unaudited)

For the quarter ended 31 March 2015

Reconciliation to Profit and Loss Account

Operating cash flows
Depreciation expense
Provision for gratuity
Other income - bank deposits
Profit on disposal of fixed assets
Finance charges on lease obligations
Rental income
Increase / (decrease) in assets other than cash
Decrease in liabilities other than running finance

Others

Profit on sale of investments
Amortization expense
Decrease in unearned premium
Amortization of income on Government Securities - net
Decrease in loans
Income tax paid
Profit on PIBs
Reversal for diminution in value of investments
Dividend, investment and other income
Income on treasury bills
Income on TFCs

Profit before taxation

Definition of cash:

Cash comprises cash in hand, bank balances excluding Rupees 9,076 thousands (2014: Rupees 9,076 thousands) held under lien and other deposits which are readily convertible to cash and which are used in the cash management function on a day-to-day basis.

Cash for the purposes of the statement of cash flows consists of:

Cash and other equivalent
Current and other accounts
Deposits maturing within 12 months
Total cash and cash equivalents

Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand	

(126,663)	(11,200)
(35,296)	(29,416)
(8,949)	(421)
20,478	20,418
(223)	(404)
-	(173)
1,561	(1,248)
18,850	(791,443)
592,806	928,863
462,564	114,976

318,183	374,557
(4,892)	(4,971)
(318,174)	(147,699)
-	-
2,780	2,355
9,894	19,785
11,000	2,607
14,229	-
291,538	317,542
-	7,650
1,469	1,673
326,027	573,499
788,591	688,475

Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand	

11,215	3,700
1,902,542	1,269,461
1,028,111	1,039,424
2,941,868	2,312,585

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Unconsolidated Condensed Interim Cash Flow Statement (Unaudited)

For the quarter ended 31 March 2015

Business underwritten Inside Pakistan

	Quarter ended 31 March 2015	Quarter ended 31 March 2014
	Rupees in thousand	
Operating cash flows		
a) Underwriting activities		
Premiums received	2,646,245	2,037,426
Reinsurance premiums paid	(1,243,123)	(936,354)
Claims paid	(1,533,923)	(1,704,118)
Surrenders paid	(3,917)	(10,843)
Reinsurance and other recoveries received	547,396	1,166,686
Commissions paid	(150,925)	(148,981)
Commissions received	94,841	114,544
Other underwriting payments	(189,362)	(266,794)
Net cash flow from underwriting activities	167,232	251,566
b) Other operating activities		
Income tax paid	(9,894)	(19,785)
General and other expenses paid	(234,306)	(104,304)
Loans disbursed	(9,445)	(9,668)
Loan repayments received	7,582	8,558
Other receipts	3,175	2,750
Net cash used in other operating activities	(242,888)	(122,449)
Total cash (used in) / flow from all operating activities	(75,656)	129,117
Investment activities		
Profit / return received	16,449	14,840
Dividends received	42,139	159,179
Payments for investments	(1,152,418)	(1,919,131)
Proceeds from disposal of investments	1,299,368	1,539,921
Fixed capital expenditure - Tangible assets	(683)	(27,395)
Fixed capital expenditure - Intangible assets	-	(515)
Proceeds from disposal of fixed assets	1,211	3,145
Rental received	-	-
Income received on PIBs	21,097	5,105
Income received on TBs	-	7,305
Income received on TFCs	933	929
Total cash flow from / (used in) investing activities	228,096	(216,617)
Financing activities		
Lease rentals paid	-	(3,344)
Dividends paid	(819)	(954)
Total cash used in financing activities	(819)	(4,298)
Net cash flow from / (used in) from all activities	151,621	(91,798)
Cash at the beginning of the period	1,660,572	1,274,188
Cash at the end of the period	1,812,193	1,182,390

Unconsolidated Condensed Interim Cash Flow Statement (Unaudited)

For the quarter ended 31 March 2015

Reconciliation to Profit and Loss Account

Operating cash flows
Depreciation expense
Provision for gratuity
Other income - bank deposits
Profit on disposal of fixed assets
Finance charges on lease obligations
Rental income
Decrease in assets other than cash
Decrease in liabilities other than running finance

Others

Profit on sale of investments
Amortization expense
Decrease in unearned premium
Amortization of income on Government Securities - net
Decrease in loans
Income tax paid
Profit on PIBs
Reversal for diminution in value of investments
Dividend, investment and other income
Income on treasury bills
Income on TFCs

Profit before taxation

Definition of cash:

Cash comprises cash in hand, bank balances excluding Rupees 9,076 thousands (2014: Rupees 9,076 thousands) held under lien and other deposits which are readily convertible to cash and which are used in the cash management function on a day-to-day basis.

Cash for the purposes of the statement of cash flows consists of:

Cash and other equivalent
Current and other accounts
Deposits maturing within 12 months

Total cash and cash equivalents

Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand	
(75,656)	129,117
(30,059)	(23,463)
(4,422)	1,339
15,920	14,930
(990)	(404)
-	(173)
-	(2,496)
(216,450)	(517,815)
629,763	756,409
318,106	357,444
318,183	374,557
(4,892)	(4,971)
(196,427)	(286,399)
-	-
1,832	1,110
9,894	19,785
11,000	2,607
14,229	-
291,538	317,542
-	7,650
1,469	1,673
446,826	433,554
764,932	790,998

Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand	
10,994	3,487
1,800,465	1,173,701
734	5,202
1,812,193	1,182,390

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Unconsolidated Condensed Interim Cash Flow Statement (Unaudited)

For the quarter ended 31 March 2015

Business underwritten Outside Pakistan

	Quarter ended 31 March 2015	Quarter ended 31 March 2014
	Rupees in thousand	
Operating cash flows		
a) Underwriting activities		
Premiums received	572,955	549,598
Reinsurance premiums paid	(157,033)	(195,233)
Claims paid	(706,715)	(510,457)
Surrenders paid	-	-
Reinsurance and other recoveries received	349,356	274,583
Commissions paid	(66,074)	(58,734)
Commissions received	22,354	20,206
Other underwriting payments	(59,621)	(211,078)
Net cash used in underwriting activities	(44,778)	(131,115)
b) Other operating activities		
Income tax refund/(paid)	-	-
General and other expenses paid	(5,366)	(7,587)
Loans disbursed	(2,732)	(3,314)
Loan repayments received	1,815	2,069
Other receipts	54	(370)
Net cash used in all operating activities	(6,229)	(9,202)
Total cash used in other operating activities	(51,007)	(140,317)
Investment activities		
Profit / return received	4,447	9,737
Dividends received	-	-
Payments for investments	-	-
Proceeds from disposal of investments	-	-
Fixed capital expenditure - Tangible assets	(32,969)	(3,485)
Fixed capital expenditure - Intangible assets	-	-
Proceeds from disposal of fixed assets	661	-
Rental received	1,561	1,248
Income received on PIBs	-	-
Income received on TBs	-	-
Income received on TFCs	-	-
Total cash flow from investing activities	(26,300)	7,500
Financing activities		
Lease rentals paid	-	-
Dividends paid	-	-
Total cash used in financing activities	-	-
Net cash outflow from all activities	(77,307)	(132,817)
Cash at the beginning of the period	1,206,982	1,263,012
Cash at the end of the period	1,129,675	1,130,195

Unconsolidated Condensed Interim Cash Flow Statement (Unaudited)

For the quarter ended 31 March 2015

Reconciliation to Profit and Loss Account

Operating cash flows
Depreciation expense
Provision for gratuity
Other income - bank deposits
Loss on disposal of fixed assets
Finance charges on lease obligations
Rental income
Increase / (decrease) in assets other than cash
(Increase) / decrease in liabilities other than running finance

Others

Profit on sale of investments
Amortization expense
Decrease / (Increase) in unearned premium
Amortization of income on Government Securities - net
Decrease / (increase) in loans
Income tax paid
Profit on PIBs
(Provision) / reversal of impairment in value of investments
Dividend, investment and other income
Income on TFCs

Profit before taxation

Definition of cash:

Cash comprises cash in hand, bank balances excluding Rupees Nil (2014: Nil) held under lien and other deposits which are readily convertible to cash and which are used in the cash management function on a day-to-day basis.

Cash for the purposes of the statement of cash Flows consists of:

Cash and other equivalent
Current and other accounts
Deposits maturing within 12 months
Total cash and cash equivalents

Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand	
(51,007)	(140,317)
(5,237)	(5,953)
(4,527)	(1,760)
4,558	5,488
767	-
-	-
1,561	1,248
235,300	(273,628)
(36,957)	172,454
144,458	(242,468)
-	-
-	-
(121,747)	138,700
-	-
948	1,245
-	-
-	-
-	-
-	-
(120,799)	139,945
23,659	(102,523)

Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand	
221	213
102,077	95,760
1,027,377	1,034,222
1,129,675	1,130,195

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Unconsolidated Condensed Interim Statement of Changes in Equity (Unaudited)

For the quarter ended 31 March 2015

	Share Capital	Capital Reserves				Revenue Reserves		Total
	Issued, subscribed and paid-up	Reserve for issue of bonus shares	Reserve for exceptional losses	Investment fluctuation reserve	Exchange translation reserve	General reserve	Retained earnings	
Rupees in thousand								
Balance as at 31 December 2013 (Audited)	3,500,000	-	22,859	3,764	477,286	936,500	8,106,138	13,046,547
Comprehensive income for the period ended 31 March 2014								
Profit for the period ended 31 March 2014	-	-	-	-	-	-	628,269	628,269
Other comprehensive income for the period	-	-	-	-	(72,325)	-	-	(72,325)
Total comprehensive income for the period	-	-	-	-	(72,325)	-	628,269	555,944
Transactions with owners of the Company								
Final dividend for the year ended 31 December 2013@ 10% (Rupee 1/- per share)	-	-	-	-	-	-	(350,000)	(350,000)
Balance as at 31 March 2014	3,500,000	-	22,859	3,764	404,961	936,500	8,384,407	13,252,491
Comprehensive income for the period 01 April to 31 December 2014								
Profit for the period	-	-	-	-	-	-	1,250,829	1,250,829
Other comprehensive income	-	-	-	-	27,066	-	11,358	38,424
Total comprehensive income for the period	-	-	-	-	27,066	-	1,262,187	1,289,253
Transactions with owners of the Company								
Interim dividend for the period ended 30 June 2014@ 12.5% (Rupees 1.25/- per share)	-	-	-	-	-	-	(437,500)	(437,500)
Balance as at 31 December 2014 (Audited)	3,500,000	-	22,859	3,764	432,027	936,500	9,209,094	14,104,244
Comprehensive income for the period ended 31 March 2015								
Profit for the period ended 31 March 2015	-	-	-	-	-	-	737,327	737,327
Other comprehensive income for the period	-	-	-	-	14,928	-	-	14,928
Total comprehensive income for the period	-	-	-	-	14,928	-	737,327	752,255
Balance as at 31 March 2015	3,500,000	-	22,859	3,764	446,955	936,500	9,946,421	14,856,499

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Unconsolidated Condensed Interim Statement of Premiums (Unaudited)

For the quarter ended 31 March 2015

Class	Premiums written	Unearned premium reserve			Premiums earned	Reinsurance ceded	Prepaid reinsurance premium ceded			Reinsurance expense	Net premium revenue	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand												
Direct and facultative												
Fire and property damage	860,112	2,317,112	2,066,989	543	1,110,778	665,341	1,653,732	1,459,114	385	860,344	250,434	234,371
Marine, aviation and transport	315,151	48,712	116,510	54	247,407	110,454	5,524	53,255	-	62,723	184,684	160,414
Motor	1,144,434	1,826,457	2,059,548	12,950	924,293	126,931	145,516	166,553	1,703	107,597	816,696	706,228
Accident & Health	642,433	563,010	818,488	246	387,201	1,443	12,704	9,130	134	5,151	382,050	282,230
Miscellaneous	385,313	514,557	526,487	95	373,478	189,203	236,190	238,772	49	186,670	186,808	147,903
Total	3,347,443	5,269,848	5,588,022	13,888	3,043,157	1,093,372	2,053,666	1,926,824	2,271	1,222,485	1,820,672	1,531,146
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Grand Total	3,347,443	5,269,848	5,588,022	13,888	3,043,157	1,093,372	2,053,666	1,926,824	2,271	1,222,485	1,820,672	1,531,146

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Unconsolidated Condensed Interim Statement of Premiums (Unaudited)

For the quarter ended 31 March 2015

Business underwritten Inside Pakistan												
Class	Premiums written	Unearned premium reserve			Premiums earned	Reinsurance ceded	Prepaid reinsurance premium ceded			Reinsurance expense	Net premium revenue	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand												
Direct and facultative												
Fire and property damage	837,478	2,267,875	2,020,588	-	1,084,765	652,451	1,618,179	1,428,704	-	841,926	242,839	228,316
Marine, aviation and transport	309,983	42,421	115,834	-	236,570	110,454	5,458	53,255	-	62,657	173,913	150,968
Motor	480,453	718,851	816,330	-	382,974	5,723	833	466	-	6,090	376,884	319,218
Accident & Health	639,762	539,400	801,548	-	377,614	-	-	-	-	-	377,614	280,545
Miscellaneous	379,053	506,570	517,244	-	368,379	184,967	232,065	233,244	-	183,788	184,591	145,729
Total	2,646,729	4,075,117	4,271,544	-	2,450,302	953,595	1,856,535	1,715,669	-	1,094,461	1,355,841	1,124,776
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Grand Total	2,646,729	4,075,117	4,271,544	-	2,450,302	953,595	1,856,535	1,715,669	-	1,094,461	1,355,841	1,124,776

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Unconsolidated Condensed Interim Statement of Premiums (Unaudited)

For the quarter ended 31 March 2015

Business underwritten Outside Pakistan												
Class	Premiums written	Unearned premium reserve			Premiums earned	Reinsurance ceded	Prepaid reinsurance premium ceded			Reinsurance expense	Net premium revenue	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand												
Direct and facultative												
Fire and property damage	22,634	49,237	46,401	543	26,013	12,890	35,553	30,410	385	18,418	7,595	6,055
Marine, aviation and transport	5,168	6,291	676	54	10,837	-	66	-	-	66	10,771	9,446
Motor	663,981	1,107,606	1,243,218	12,950	541,319	121,208	144,683	166,087	1,703	101,507	439,812	387,010
Accident & Health	2,671	23,610	16,940	246	9,587	1,443	12,704	9,130	134	5,151	4,436	1,685
Miscellaneous	6,260	7,987	9,243	95	5,099	4,236	4,125	5,528	49	2,882	2,217	2,174
Total	700,714	1,194,731	1,316,478	13,888	592,855	139,777	197,131	211,155	2,271	128,024	464,831	406,370
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Grand Total	700,714	1,194,731	1,316,478	13,888	592,855	139,777	197,131	211,155	2,271	128,024	464,831	406,370

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Unconsolidated Condensed Interim Statement of Claims (Unaudited)

For the quarter ended 31 March 2015

Class	Total claims paid	Outstanding claims			Claims expenses	Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims			Reinsurance and other recoveries revenue	Net claims expense	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 31 March 2015	Quarter ended March 2014
Rupees in thousand												
Direct and Facultative												
Fire and property damage	829,055	2,403,109	1,908,189	113	334,022	565,660	1,551,981	1,233,402	55	247,026	86,996	103,259
Marine, aviation and transport	113,661	308,228	305,501	-	110,934	14,501	168,410	180,472	-	26,563	84,371	36,008
Motor	863,414	2,120,265	2,146,206	22,033	867,322	323,705	1,664,900	1,776,306	18,339	416,772	450,550	523,011
Accident & Health	368,860	146,480	123,419	68	345,731	4,282	2,784	8,214	49	9,663	336,068	254,457
Miscellaneous	65,648	707,959	839,614	21	197,282	17,122	488,628	561,934	6	90,422	106,860	30,171
Total	2,240,638	5,686,041	5,322,929	22,235	1,855,291	925,270	3,876,703	3,760,328	18,449	790,446	1,064,845	946,906
Treaty												
Proportional	-	20,332	20,332	-	-	-	-	-	-	-	-	-
Total	-	20,332	20,332	-	-	-	-	-	-	-	-	-
Grand Total	2,240,638	5,706,373	5,343,261	22,235	1,855,291	925,270	3,876,703	3,760,328	18,449	790,446	1,064,845	946,906

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Unconsolidated Condensed Interim Statement of Claims (Unaudited)

For the quarter ended 31 March 2015

Business underwritten Inside Pakistan												
Class	Total claims paid	Outstanding claims			Claims expenses	Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims			Reinsurance and other recoveries revenue	Net claims expense	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand												
Direct and Facultative												
Fire and property damage	820,899	2,395,537	1,891,549	-	316,911	559,313	1,545,559	1,232,194	-	245,948	70,963	97,701
Marine, aviation and transport	113,661	308,152	305,425	-	110,934	14,501	168,410	180,472	-	26,563	84,371	36,008
Motor	171,247	172,203	196,163	-	195,207	(2,097)	66,356	93,788	-	25,335	169,872	165,218
Accident & Health	362,743	142,538	111,977	-	332,182	-	-	-	-	-	332,182	253,348
Miscellaneous	65,373	707,959	832,704	-	190,118	16,854	488,628	560,110	-	88,336	101,782	30,189
Total	1,533,923	3,726,389	3,337,818	-	1,145,352	588,571	2,268,953	2,066,564	-	386,182	759,170	582,464
Treaty												
Proportional	-	20,332	20,332	-	-	-	-	-	-	-	-	-
Total	-	20,332	20,332	-	-	-	-	-	-	-	-	-
Grand Total	1,533,923	3,746,721	3,358,150	-	1,145,352	588,571	2,268,953	2,066,564	-	386,182	759,170	582,464

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Unconsolidated Condensed Interim Statement of Claims (Unaudited)

For the quarter ended 31 March 2015

Business underwritten Outside Pakistan												
Class	Total claims paid	Outstanding claims			Claims expenses	Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims			Reinsurance and other recoveries revenue	Net claims expense	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand												
Direct and Facultative												
Fire and property damage	8,156	7,572	16,640	113	17,111	6,347	6,422	1,208	55	1,078	16,033	5,558
Marine, aviation and transport	-	76	76	-	-	-	-	-	-	-	-	-
Motor	692,167	1,948,062	1,950,043	22,033	672,115	325,802	1,598,544	1,682,518	18,339	391,437	280,678	357,793
Accident & Health	6,117	3,942	11,442	68	13,549	4,282	2,784	8,214	49	9,663	3,886	1,109
Miscellaneous	275	-	6,910	21	7,164	268	-	1,824	6	2,086	5,078	[18]
Total	706,715	1,959,652	1,985,111	22,235	709,939	336,699	1,607,750	1,693,764	18,449	404,264	305,675	364,442
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Grand Total	706,715	1,959,652	1,985,111	22,235	709,939	336,699	1,607,750	1,693,764	18,449	404,264	305,675	364,442

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Unconsolidated Condensed Interim Statement of Expenses (Unaudited)

For the quarter ended 31 March 2015

Class	Commissions paid or payable	Deferred commission			Net commission expense	Other management expenses	Underwriting expense	Commission from reinsurers	Net underwriting expense	
		Opening	Closing	Currency translation effect					Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand										
Direct and facultative										
Fire and property damage	82,312	237,072	211,018	97	108,463	54,416	162,879	74,473	88,406	99,168
Marine, aviation and transport	35,094	10,503	11,020	3	34,580	42,235	76,815	232	76,583	76,162
Motor	105,888	169,562	192,325	1,364	84,489	178,672	263,161	11,910	251,251	267,928
Accident & Health	7,812	11,301	11,364	18	7,767	33,028	40,795	-	40,795	51,538
Miscellaneous	23,682	48,858	37,835	13	34,718	41,627	76,345	34,761	41,584	54,803
Total	254,788	477,296	463,562	1,495	270,017	349,978	619,995	121,376	498,619	549,599
Treaty										
Proportional	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-
Grand Total	254,788	477,296	463,562	1,495	270,017	349,978	619,995	121,376	498,619	549,599

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Unconsolidated Condensed Interim Statement of Expenses (Unaudited)

For the quarter ended 31 March 2015

Business underwritten Inside Pakistan										
Class	Commissions paid or payable	Deferred commission			Net commission expense	Other management expenses	Underwriting expense	Commission from reinsurers	Net underwriting expense	
		Opening	Closing	Currency translation effect					Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand										

Direct and facultative

Fire and property damage	78,547	228,246	203,264	-	103,529	51,602	155,131	70,544	84,587	94,595
Marine, aviation and transport	34,288	10,308	10,929	-	33,667	40,847	74,514	222	74,292	71,202
Motor	32,696	54,280	58,176	-	28,800	107,907	136,707	47	136,660	149,722
Accident & Health	7,554	9,514	10,056	-	7,012	31,260	38,272	-	38,272	47,251
Miscellaneous	22,858	47,698	36,641	-	33,915	40,280	74,195	33,969	40,226	51,670
Total	175,943	350,046	319,066	-	206,923	271,896	478,819	104,782	374,037	414,440
Treaty										
Proportional	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-
Grand Total	175,943	350,046	319,066	-	206,923	271,896	478,819	104,782	374,037	414,440

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Unconsolidated Condensed Interim Statement of Expenses (Unaudited)

For the quarter ended 31 March 2015

Business underwritten Outside Pakistan										
Class	Commissions paid or payable	Deferred commission			Net commission expense	Other management expenses	Underwriting expense	Commission from reinsurers	Net underwriting expense	
		Opening	Closing	Currency translation effect					Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand										

Direct and facultative

Fire and property damage	3,765	8,826	7,754	97	4,934	2,814	7,748	3,929	3,819	4,573
Marine, aviation and transport	806	195	91	3	913	1,388	2,301	10	2,291	4,960
Motor	73,192	115,282	134,149	1,364	55,689	70,765	126,454	11,863	114,591	118,206
Accident & Health	258	1,787	1,308	18	755	1,768	2,523	-	2,523	4,287
Miscellaneous	824	1,160	1,194	13	803	1,347	2,150	792	1,358	3,133
Total	78,845	127,250	144,496	1,495	63,094	78,082	141,176	16,594	124,582	135,159
Treaty										
Proportional	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-
Grand Total	78,845	127,250	144,496	1,495	63,094	78,082	141,176	16,594	124,582	135,159

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Unconsolidated Condensed Interim Statement of Investment Income (Unaudited)

For the quarter ended 31 March 2015

Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand	

Income from non-trading investments

Available-for-sale

Return on Term Finance Certificates
Return on Pakistan Investment Bonds
Profit on Treasury Bills
Dividend income
- associated undertakings
- others

1,469	1,673
11,000	2,607
-	7,650
142,346	189,166
149,192	125,996
291,538	315,162
304,007	327,092

Gain on sale of available-for-sale investments

- associated undertakings
- others

-	61,259
318,183	313,298
318,183	374,557
622,190	701,649

Reversal of impairment in value of available-for-sale investments

14,229 -

Net investment income

636,419 701,649

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Notes to the Unconsolidated Condensed Interim Financial Information (Unaudited)

For the quarter ended 31 March 2015

1 Status and nature of business

Adamjee Insurance Company Limited ("the Company") is a public limited company incorporated in Pakistan on 28 September 1960 under the Companies Act, 1913 (now the Companies Ordinance, 1984). The Company is listed on all stock exchanges in Pakistan and is engaged in the general insurance business comprising fire & property, marine, motor and miscellaneous. The registered office of the Company is situated at Tanveer Building, 27-C-III, MM Alam Road, Gulberg III, Lahore.

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 and statement of compliance

The unconsolidated condensed interim financial information has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 - 'Interim Financial Reporting' as applicable in Pakistan, provisions of and directives issued under Companies Ordinance, 1984 and the Insurance Ordinance, 2000 and SEC (Insurance) Rules, 2002. In case where requirements differ, the provision of or directives issued under the Companies Ordinance, 1984, the Insurance Ordinance, 2000 and SEC (Insurance) Rules, 2002 have been followed.

The disclosures made in this unconsolidated condensed interim financial information have, however, been limited based on format prescribed by the Securities and Exchange Commission of Pakistan in its Circular No. 7 of 2003 and International Accounting Standard 34 - 'Interim Financial Reporting.' They do not include all the disclosures required for annual financial statements, and these condensed interim financial information should be read in conjunction with annual financial statements of the Company for the year ended 31 December 2014.

3 Basis of measurement

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

4 Summary of significant accounting policies

The accounting policies and methods of computation adopted in the preparation of this unconsolidated condensed interim financial information are the same as those applied in the preparation of the unconsolidated financial statements of the Company for the year ended 31 December 2014.

The Company has adopted all the applicable new standards and amendments to standards, including any consequential amendments to other standards, with a date of initial application of 01 January 2015, as mentioned in the financial statements for the year ended 31 December 2014.

There is no significant impact of such changes on this condensed interim financial information of the Company.

5 Accounting estimates and judgments

The preparation of this unconsolidated condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Notes to the Unconsolidated Condensed Interim Financial Information (Unaudited)

For the quarter ended 31 March 2015

During preparation of this unconsolidated condensed interim financial information, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 31 December 2014.

6 Financial risk management

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended 31 December 2014.

7 Contingencies and commitments

7.1 Contingencies

There has been no significant change in the contingencies since the date of preceding published annual financial statements.

7.2 Commitments

The Company has issued letter of guarantees amounting to Rupees 7,988 thousands (31 December 2014: Rupees 7,898 thousands) relating to its UAE branch.

8 Investments

Available-for-sale

In related parties:

Marketable securities - Listed

Less: Provision for impairment in value of investments

Note	31 March 2015	31 December 2014
	Rupees in thousand	
	(Unaudited)	(Audited)

6,078,629 5,713,706

8.1 - -

6,078,629 5,713,706

Others:

Marketable securities - Listed

Marketable securities - Unlisted

Less: Provision for impairment in value of investments

8.1

6,388,506 6,582,200

351,471 351,471

(212,215) (226,444)

6,527,762 6,707,227

Fixed income securities

8.2

366,916 366,236

6,894,678 7,073,463

Investment in subsidiary

Adamjee Life Assurance Company Limited

694,895 694,895

13,668,202 13,482,064

Notes to the Unconsolidated Condensed Interim Financial Information (Unaudited)

For the quarter ended 31 March 2015

Note	31 March 2015	31 December 2014
	Rupees in thousand	
	(Unaudited)	(Audited)
8.1	Reconciliation of provision for impairment in value of investments	
	Opening provision	226,444
	Reversal / (charge) for the period / year	220,890
	Closing provision	(14,229)
		212,215
		226,444

8.2 The fixed income securities include Pakistan Investment Bonds amounting to Rupees 366,916 thousands (2014: Rupees 366,236 thousands) deposited with the State Bank of Pakistan as required under section 29 of the Insurance Ordinance, 2000.

8.3 On 31 March 2015, the fair value of 'available-for-sale' securities was Rupees 20,751,736 thousands (2014 Rupees 23,500,013 thousands). As per the Company's accounting policy, 'available-for-sale' investments are stated at lower of cost or market value (market value being taken as lower if the reduction is other than temporary). However, International Accounting Standard (IAS) 39, 'Financial Instruments: Recognition and Measurement' dealing with the recognition and measurement of financial instruments requires that these instruments should be measured at fair value. Accordingly, had these investments been measured at fair value, their carrying value as at 31 March 2015 would have been higher by Rupees 7,083,534 thousands (31 December 2014: Rupees 10,017,949 thousands).

Note	31 March 2015	31 December 2014
	Rupees in thousand	
	(Unaudited)	(Audited)
9	Premiums due but unpaid - unsecured	
	Considered good	3,763,498
	Considered doubtful	3,627,920
		364,897
		3,991,402
	Less: Provision for doubtful balances	(364,897)
		3,627,920

9.1 Reconciliation of provision for doubtful balances

Opening provision	363,482	369,231
Exchange difference	1,415	(5,749)
Charge for the period / year	-	-
Closing provision	364,897	363,482

Notes to the Unconsolidated Condensed Interim Financial Information (Unaudited)

For the quarter ended 31 March 2015

Note	31 March 2015	31 December 2014
	Rupees in thousand	
	(Unaudited)	(Audited)
10 Amounts due from other insurers / reinsurers - unsecured		
Considered good	845,800	817,282
Considered doubtful	299,558	299,558
	1,145,358	1,116,840
Less: Provision for doubtful balances	10.1 (299,558)	(299,558)
	845,800	817,282
10.1 Reconciliation of provision for doubtful balances		
Opening provision	299,558	322,810
Charge for the period / year	-	(23,252)
Written off during the period	-	-
Closing provision	299,558	299,558
11 Premium and claim reserves retained by cedants		
Considered good	-	-
Considered doubtful	23,252	23,252
	23,252	23,252
Less: Provision for doubtful balances	(23,252)	(23,252)
	-	-
11.1 Reconciliation of provision for doubtful balances		
Opening provision	23,252	-
Charge for the period / year	-	23,252
Written off during the period	-	-
Closing provision	23,252	23,252

Notes to the Unconsolidated Condensed Interim Financial Information (Unaudited)

For the quarter ended 31 March 2015

Note	31 March 2015	31 December 2014
	Rupees in thousand	
	(Unaudited)	(Audited)
12 Operating fixed assets - tangible and intangible		
Opening balance - net book value	1,112,077	1,107,362
Additions during the period	12.1 990	205,489
Less:		
Book value of disposals during the period	12.2 (2,095)	(13,731)
Depreciation / amortisation charged during the period	(40,188)	(177,029)
Exchange difference	3,204	(10,014)
	(39,079)	(200,774)
	1,073,988	1,112,077
Capital work in progress	34,383	1,721
	1,108,371	1,113,798
12.1 Additions during the period / year:		
Owned		
Land and building	-	2,402
Furniture and fixture	-	6,003
Motor vehicles	-	79,804
Machinery and equipments	433	12,029
Computer and related accessories	557	104,683
Intangibles	-	568
	990	205,489
12.2 Written down values of operating fixed assets disposed off during the period / year		
Owned		
Land and building	-	468
Furniture and fixture	-	5
Motor vehicles	2,095	7,037
Machinery and equipments	-	106
Computer and related accessories	-	86
Intangibles	-	-
	2,095	7,702
Leased		
Motor vehicle	-	6,029
	2,095	13,731

Notes to the Unconsolidated Condensed Interim Financial Information (Unaudited)

For the quarter ended 31 March 2015

Note	31 March 2015	31 March 2014
	Rupees in thousand	
	(Unaudited)	(Unaudited)
13 Earnings per share - basic and diluted		
There is no dilutive effect on the basic earnings per share which is based on:		
Net profit after tax for the period	<u>737,327</u>	<u>628,269</u>
	Number of shares	
Weighted average number of shares	<u>350,000,000</u>	<u>350,000,000</u>
	Rupees	
Basic earnings per share	<u>2.11</u>	<u>1.80</u>

14 Transactions with related parties

The Company has related party relationships with its associates, subsidiary company, employee retirement 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 those specified in their terms of employment.

Investment in related parties have been disclosed in note 8 to the unconsolidated condensed interim financial information. Other transactions with related parties are summarized as follows:

		31 March 2015	31 March / 31 Dec 2014
		Rupees in thousand	
i) Transactions			
Subsidiary company	Premiums underwritten	4,725	573
	Premiums received	692	690
	Claims paid	1,156	247
	Premium paid	1,929	-
	Service charges received	2,836	-
	Investments made	-	-
Other related parties	Premiums underwritten	249,959	264,070
	Premiums received	277,356	261,560
	Claims paid	209,834	56,570
	Rent paid	2,916	-

Notes to the Unconsolidated Condensed Interim Financial Information (Unaudited)

For the quarter ended 31 March 2015

		31 March 2015	31 March / 31 Dec 2014
		Rupees in thousand	
	Rent received	1,561	1,248
	Dividends received	-	189,166
	Dividends paid	-	-
	Income on bank deposits	9,308	6,872
	Investments made	90,101	40,671
	Charge in respect of gratuity expense	8,429	9,008
	Contribution to Employees' Provident Fund	4,956	13,050
		Number of shares	
	Bonus shares received	-	3,004,653
		Rupees in thousand	
ii)	Period end balances		
	Subsidiary company		
	Balances receivable	784	966
	Balances payable	95	136
	Other related parties		
	Balances receivable	293,606	347,346
	Balances payable	115,480	305,383
	Cash and bank balances	597,777	1,174,526
	Payable to Staff Gratuity Fund	65,898	61,476
	Payable to Employees' Provident Fund	3,095	1,232

For the quarter ended 31 March 2015

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 December 2014																	
Fire and Property Damage		Marine, Aviation and Transport		Motor		Accident & Health		Miscellaneous		Treaty		Unallocated Corporate Assets / Liabilities		Total		Aggregate	
Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan	Inside Pakistan	Outside Pakistan		
Rupees in thousand																	
4,917,742	106,037	466,808	14,509	616,153	2,896,256	499,712	33,621	1,283,136	18,891	-	-	-	-	7,783,551	3,069,314	10,852,865	
-	-	-	-	-	-	-	-	-	-	-	-	16,516,217	1,462,929	16,516,217	1,462,929	17,979,146	
4,917,742	106,037	466,808	14,509	616,153	2,896,256	499,712	33,621	1,283,136	18,891	-	-	-	-	24,297,768	4,532,243	28,832,011	
5,423,224	69,699	463,623	7,763	1,088,578	3,182,075	877,587	29,413	1,465,989	10,173	20,332	-	-	-	9,339,333	3,298,923	12,638,256	
-	-	-	-	-	-	-	-	-	-	-	-	1,828,696	260,815	1,828,696	260,815	2,089,511	
5,423,224	69,699	463,623	7,763	1,088,578	3,182,075	877,587	29,413	1,465,989	10,173	20,332	-	1,828,696	260,815	11,168,029	3,559,738	14,727,767	
Capital expenditure															102,195	6,692	108,887
Other Information																	
Segment assets																	
Unallocated assets																	
Total assets																	
Segment liabilities																	
Unallocated liabilities																	
Total liabilities																	

Notes to the Unconsolidated Condensed Interim Financial Information (Unaudited)

For the quarter ended 31 March 2015

16 Date of authorization for issue

This unconsolidated condensed interim financial information was authorized for issue on 24 April 2015 by the Board of Directors of the Company.

17 General

17.1 No significant reclassification / rearrangement of corresponding figures has been made in this unconsolidated condensed interim financial information.

17.2 Figures have been rounded off to the nearest thousand rupees unless other wise stated.

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Directors' Report to the Members on Consolidated Condensed Interim Financial Information

For the quarter ended 31 March 2015

On behalf of the Board, I am pleased to present the consolidated condensed financial information of Adamjee Insurance Company Limited and its subsidiary, Adamjee Life Assurance Company Limited for the quarter ended 31 March 2015.

The following appropriation of profit has been recommended by the Board of Directors:

	31 March 2015	31 March 2014
	Rupees in thousand	
	(Unaudited)	(Unaudited)
Profit before tax	794,415	695,549
Taxation	(51,697)	(61,202)
Profit after tax	742,718	634,347
Profit attributable to non-controlling interest	(1,387)	(1,563)
Profit attributable to ordinary shareholders	741,331	632,784
Unappropriated profit brought forward	8,869,577	7,807,566
Profit available for appropriation	9,610,908	8,440,350

Appropriation

Final dividend for the year ended 31 December 2014: Nil

[2013: @ 10% (Rupee 1/- per share)]

- (350,000)

(Final dividend for year ended 31 December 2014 @ 15% pending shareholders' approval)

Profit after appropriation

9,610,908 8,090,350

Earnings per share

The consolidated condensed interim financial information reflects Rs. 2.12 (31 March 2014: Rs. 1.81) earnings per share for the period under review.

On Behalf of Board of Directors

Date: 24 April 2015
Lahore

Muhammad Ali Zeb
Managing Director and Chief Executive

**Consolidated
Condensed Interim
Financial Information
For the quarter ended
31 March 2015**



Consolidated Condensed Interim Balance Sheet

As at 31 March 2015

Note	31 March 2015	31 December 2014
	Rupees in thousand	
	(Unaudited)	(Audited)
EQUITY AND LIABILITIES		
Share capital and reserves		
Authorised share capital		
375,000,000 [2014: 375,000,000] ordinary shares of Rs. 10 each	3,750,000	3,750,000
Issued, subscribed and paid up capital	3,500,000	3,500,000
Reserves	1,410,078	1,395,150
Retained earnings	9,610,908	8,869,577
Equity attributable to equity holders of the parent	14,520,986	13,764,727
Non-controlling interest	9,913	8,526
	14,530,899	13,773,253
Balance of statutory funds (including policy holders' liabilities of Rs. 9.086 billion [2014: Rs. 7.986 billion])	9,375,985	8,256,341
Underwriting provisions		
Provision for outstanding claims (including IBNR)	5,491,118	5,819,872
Provision for unearned premium	5,588,022	5,269,848
Commission income unearned	227,344	231,121
Total underwriting provisions	11,306,484	11,320,841
Deferred liabilities		
Staff retirement benefits	123,678	112,547
Creditors and accruals		
Premiums received in advance	380,041	346,706
Amounts due to other insurers / reinsurers	923,852	1,245,594
Accrued expenses	77,669	72,803
Other creditors and accruals	2,170,797	2,058,253
	3,552,359	3,723,356
Other liabilities		
Unclaimed dividends	94,597	95,416
TOTAL LIABILITIES	15,077,118	15,252,160
Contingencies and Commitments	7	
TOTAL EQUITY AND LIABILITIES	38,984,002	37,281,754

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

	Note	31 March 2015	31 December 2014
		Rupees in thousand	
		(Unaudited)	(Audited)
ASSETS			
Cash and bank deposits			
Cash and other equivalents		11,273	8,893
Current and other accounts		2,315,574	2,380,695
Deposits maturing within 12 months		1,272,187	1,059,703
		3,599,034	3,449,291
Loans - secured, considered good			
To employees		15,834	14,225
Loans secured against life insurance policies		5,235	3,523
Investments	8	22,291,984	20,886,884
Deferred taxation		99,583	98,873
Current assets - others			
Premiums due but unpaid	9	3,800,080	3,652,444
Amounts due from other insurers / reinsurers	10	849,784	820,933
Salvage recoveries accrued		251,433	207,471
Premium and claim reserves retained by cedants	11	-	-
Accrued investment income		430,220	357,131
Reinsurance recoveries against outstanding claims		3,508,895	3,669,232
Taxation - payments less provision		16,035	57,714
Deferred commission expense		463,562	477,296
Prepayments		2,051,618	2,147,235
Sundry receivables		429,699	267,025
		11,801,326	11,656,481
Operating fixed assets - tangible and intangible	12		
Owned			
Land and buildings		405,674	410,689
Furniture and fixtures		167,731	140,439
Motor vehicles		300,848	323,015
Machinery and equipment		102,824	112,986
Computers and related accessories		101,353	126,425
Intangible asset - computer software		51,341	57,202
Capital work in progress - Tangible		41,235	1,721
		1,171,006	1,172,477
TOTAL ASSETS		38,984,002	37,281,754

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Consolidated Condensed Interim Profit and Loss Account (Unaudited)

For the quarter ended 31 March 2015

	General Insurance						Life Insurance				Total	
	Fire and Property Damage	Marine, Aviation and Transport	Motor	Accident & Health	Miscellaneous	Treaty	Conventional Business	Accident & Health Business	Non-Unitized Investment Link Business	Unit Link Business	Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand												
Revenue account												
Net premium revenue	250,434	184,684	816,696	382,050	186,808	-	27,936	-	94,332	1,316,188	3,259,128	2,174,284
Net claims	(86,996)	(84,371)	(450,550)	(336,068)	(106,860)	-	(22,245)	-	(10,776)	(236,164)	(1,334,030)	(1,285,229)
Expenses	(54,416)	(42,235)	(178,672)	(33,028)	(41,627)	-	(8,584)	-	(7,951)	(110,009)	(476,522)	(516,621)
Net commission	(33,990)	(34,348)	(72,579)	(7,767)	43	-	(6,382)	-	(7,093)	(295,721)	(457,837)	(284,753)
Net Investment income - statutory funds	-	-	-	-	-	-	5,806	3	86,063	294,241	386,113	169,246
Add: Policyholders' liabilities at beginning of the year	-	-	-	-	-	-	101,213	-	1,613,531	6,271,711	7,986,455	4,824,672
Less: Policyholders' liabilities at end of the year	-	-	-	-	-	-	(94,204)	-	(1,766,129)	(7,225,479)	(9,085,812)	(5,067,969)
(Deficit) / Surplus of Policyholders' funds	-	-	-	-	-	-	(3,540)	(3)	(1,977)	(14,767)	(20,287)	21,011
Underwriting result	75,032	23,730	114,895	5,187	38,364	-	-	-	-	-	257,208	34,641
Investment income - other											647,677	712,986
Rental income											1,561	1,248
Other income											20,892	24,950
											927,338	773,825
General and administration expenses											(119,293)	(62,532)
Exchange gain / (loss)											2,464	(1,520)
Finance charges on lease liabilities											-	(173)
Workers' welfare fund											(16,094)	(14,051)
Profit before tax											794,415	695,549
Provision for taxation											(51,697)	(61,202)
Profit after tax											742,718	634,347
Profit attributable to:												
Equity holders of the parent											741,331	632,784
Non-controlling interest											1,387	1,563
											742,718	634,347
Profit and loss appropriation account - Parent Company												
Balance at the commencement of the year											8,869,577	7,807,566
Profit after tax for the year											741,331	632,784
Final dividend for the year ended 31 December 2014: Nil [2013: @10% (Rupee 1/- per share)]											-	(350,000)
[Final dividend for year ended 31 December 2014 @ 15% pending shareholders' approval]												
Balance unappropriated profit at the end of the year											9,610,908	8,090,350
----Rupees----												
Earnings per share - basic and diluted											2.12	1.81

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Consolidated Condensed Interim Statement of Comprehensive Income (Unaudited)

For the quarter ended 31 March 2015

	Quarter ended 31 March 2015	Quarter ended 31 March 2014
	Rupees in thousand	
Profit after tax for the year	742,718	634,347
Other comprehensive income		
Items that may be reclassified subsequently to profit and loss:		
Effect of translation of investment in foreign branches - net	14,928	(72,325)
Total comprehensive income for the year	757,646	562,022
Total comprehensive income attributable to:		
Equity holders of the parent	756,259	560,459
Non-controlling interest	1,387	1,563
	757,646	562,022

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Consolidated Condensed Interim Cash Flow Statement (Unaudited)

For the quarter ended 31 March 2015

Cash flows from operating activities

a) Underwriting activities

Premiums received	
Reinsurance premiums paid	
Claims paid	
Surrenders paid	
Reinsurance and other recoveries received	
Commissions paid	
Commissions received	
Other underwriting payments	
Net cash generated from underwriting activities	

b) Other operating activities

Income tax paid	
General and management expenses paid	
Loans disbursed	
Loans repayments received	
Other receipts	
Net cash used in other operating activities	
Total cash generated from / (used in) all operating activities	

Cash flows from investing activities

Profit / return received on bank deposits	
Return on Pakistan Investment Bonds	
Income received from TFCs	
Income from treasury bills	
Dividends received	
Rentals received	
Disbursement of policy loans	
Settlement of policy loans	
Payments for investments	
Proceeds from disposal of investments	
Fixed capital expenditure - tangible assets	
Fixed capital expenditure - intangible assets	
Proceeds from disposal of fixed assets	
Total cash used in investing activities	

Cash flows from financing activities

Finance lease rentals paid	
Dividends paid	
Net cash used in financing activities	
Net cash generated from / (used in) all activities	
Cash at the beginning of the year	
Cash at the end of the year	

Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand	
4,730,605	3,254,507
(1,423,017)	(1,131,587)
(2,536,682)	(2,572,328)
(3,917)	(10,843)
896,752	1,441,269
(599,051)	(399,062)
117,195	134,750
(248,983)	(477,872)
932,902	238,834
(10,732)	(19,969)
(364,768)	(220,533)
(12,177)	(12,982)
9,397	10,627
3,229	2,380
(375,051)	(240,477)
557,851	(1,643)
396,389	24,577
21,097	5,105
933	929
-	7,305
42,467	159,771
1,561	1,248
(2,054)	(705)
342	-
(4,360,146)	(10,437,729)
3,533,216	9,890,304
(12,036)	(36,276)
(32,647)	(841)
3,589	4,063
(407,289)	(382,249)
-	(3,344)
(819)	(954)
(819)	(4,298)
149,743	(388,190)
3,440,215	2,850,625
3,589,958	2,462,435

Consolidated Condensed Interim Cash Flow Statement (Unaudited)

For the quarter ended 31 March 2015

Reconciliation to Profit and Loss Account

Operating cash flows
Depreciation expense
Provision for gratuity
Other income - bank deposits
(Loss) / gain on disposal of operating fixed assets
Finance charge on lease obligations
Rental income
Increase / (decrease) in assets other than cash
(Increase) / decrease in liabilities other than running finance

Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand	

557,852	(1,643)
(40,869)	(32,717)
(8,949)	(421)
20,478	20,418
(9)	514
-	(173)
1,561	1,248
55,042	(766,124)
(514,093)	721,989
71,013	(56,909)

Others

Profit on sale of investments
Amortization expense
Capital contribution from shareholders fund
Increase in unearned premium
Decrease in loans
Income taxes paid
Reversal of provision for impairment in value of 'available-for-sale' investments
Dividend, investment and other income
Income from treasury bills
Return on Pakistan Investment Bonds
Income from TFCs

318,183	381,798
(4,892)	(6,781)
(318,174)	-
-	(147,699)
2,780	2,355
9,894	19,969
14,229	-
688,913	490,886
-	7,650
11,000	2,607
1,469	1,673
723,402	752,458
794,415	695,549

Profit before taxation

Definition of cash:

Cash comprises cash in hand, bank balances excluding Rs. 9,076 thousands (2014: Rs 9,076 thousands) held under lien, and other deposits which are readily convertible to cash and which are used in the cash management function on a day-to-day basis.

Cash for the purposes of the statement of cash flows consists of:

Cash and other equivalent
Current and other accounts
Deposits maturing within 12 months

Total cash and cash equivalents

Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand	

11,273	3,853
2,315,574	1,419,158
1,263,111	1,039,424
3,589,958	2,462,435

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Consolidated Condensed Interim Statement of Changes in Equity (Unaudited)

For the quarter ended 31 March 2015

	Share capital	Capital reserve			Revenue reserve				Equity attributable to equity holders of the parent	Non-controlling interest	Total Equity
					Net Retained Earnings						
	Issued, subscribed and paid up	Reserve for exceptional losses	Investment fluctuation reserve	Exchange translation reserve	General reserve	Capital Contribution to statutory fund	Retained earnings	Net Retained earnings			
Rupees in thousand											
Balance as at 31 December 2013 (Audited)	3,500,000	22,859	3,764	477,286	936,500	(331,638)	8,139,204	7,807,566	12,747,975	22,702	12,770,677
Comprehensive income for the period ended 31 March 2014											
Profit for the period	-	-	-	-	-	-	632,784	632,784	632,784	1,563	634,347
Other comprehensive income	-	-	-	(72,325)	-	-	-	-	(72,325)	-	(72,325)
Capital contribution to statutory funds	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	(72,325)	-	-	632,784	632,784	560,459	1,563	562,022
Transactions with owners of the Company											
Final dividend for the year ended 31 December 2013 @ 10% (Rupee 1/- per share)	-	-	-	-	-	-	(350,000)	(350,000)	(350,000)	-	(350,000)
Balance as at 31 March 2014	3,500,000	22,859	3,764	404,961	936,500	(331,638)	8,421,988	8,090,350	12,958,434	24,265	12,982,699
Comprehensive income for the period April to 31 December 2014											
Profit for the period	-	-	-	-	-	-	1,257,459	1,257,459	1,257,459	2,297	1,259,756
Other comprehensive income	-	-	-	27,066	-	-	11,358	11,358	38,424	-	38,424
Capital contribution to statutory funds	-	-	-	-	-	(52,090)	-	(52,090)	(52,090)	(18,036)	(70,126)
Total comprehensive income for the period	-	-	-	27,066	-	(52,090)	1,268,817	1,216,727	1,243,793	(15,739)	1,228,054
Transactions with owners of the Company											
Interim dividend for the period ended 30 June 2014 @ 12.5% (Rupees 1.25/- per share)	-	-	-	-	-	-	(437,500)	(437,500)	(437,500)	-	(437,500)
Balance as at 31 December 2014 (Audited)	3,500,000	22,859	3,764	432,027	936,500	(383,728)	9,253,305	8,869,577	13,764,727	8,526	13,773,253
Comprehensive income for the period ended 31 March 2015											
Profit for the period	-	-	-	-	-	-	741,331	741,331	741,331	1,387	742,718
Other comprehensive income	-	-	-	14,928	-	-	-	-	14,928	-	14,928
Capital contribution to statutory funds	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	14,928	-	-	741,331	741,331	756,259	1,387	757,646
Transactions with owners of the Company											
Balance as at 31 March 2015	3,500,000	22,859	3,764	446,955	936,500	(383,728)	9,994,636	9,610,908	14,520,986	9,913	14,530,899

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Consolidated Condensed Interim Statement of Premiums (Unaudited)

For the quarter ended 31 March 2015

Class	Premiums written	Unearned premium reserve			Premiums earned	Reinsurance ceded	Prepaid reinsurance premium ceded			Reinsurance expense	Net premium revenue	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand												
Direct and facultative												
Fire and property damage	860,112	2,317,112	2,066,989	543	1,110,778	665,341	1,653,732	1,459,114	385	860,344	250,434	234,371
Marine, aviation and transport	315,151	48,712	116,510	54	247,407	110,454	5,524	53,255	-	62,723	184,684	160,414
Motor	1,144,434	1,826,457	2,059,548	12,950	924,293	126,931	145,516	166,553	1,703	107,597	816,696	706,228
Accident & Health	642,433	563,010	818,488	246	387,201	1,443	12,704	9,130	134	5,151	382,050	282,230
Miscellaneous	385,313	514,557	526,487	95	373,478	189,203	236,190	238,772	49	186,670	186,808	147,903
Total	3,347,443	5,269,848	5,588,022	13,888	3,043,157	1,093,372	2,053,666	1,926,824	2,271	1,222,485	1,820,672	1,531,146
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	3,347,443	5,269,848	5,588,022	13,888	3,043,157	1,093,372	2,053,666	1,926,824	2,271	1,222,485	1,820,672	1,531,146
Life insurance:												
Conventional business	65,447	-	-	-	65,447	37,511	-	-	-	37,511	27,936	12,074
Accident and Health Business	-	-	-	-	-	-	-	-	-	-	-	-
Non-united Investment Link Business	95,638	-	-	-	95,638	1,306	-	-	-	1,306	94,332	83,399
Unit Link Business	1,332,279	-	-	-	1,332,279	16,091	-	-	-	16,091	1,316,188	547,665
Total	1,493,364	-	-	-	1,493,364	54,908	-	-	-	54,908	1,438,456	643,138
Grand Total	4,840,807	5,269,848	5,588,022	13,888	4,536,521	1,148,280	2,053,666	1,926,824	2,271	1,277,393	3,259,128	2,174,284

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Consolidated Condensed Interim Statement of Premiums (Unaudited)

For the quarter ended 31 March 2015

Business underwritten inside Pakistan												
Class	Premiums written	Unearned premium reserve			Premiums earned	Reinsurance ceded	Prepaid reinsurance premium ceded			Reinsurance expense	Net premium revenue	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand												
Direct and facultative												
Fire and property damage	837,478	2,267,875	2,020,588	-	1,084,765	652,451	1,618,179	1,428,704	-	841,926	242,839	228,316
Marine, aviation and transport	309,983	42,421	115,834	-	236,570	110,454	5,458	53,255	-	62,657	173,913	150,968
Motor	480,453	718,851	816,330	-	382,974	5,723	833	466	-	6,090	376,884	319,218
Accident & Health	639,762	539,400	801,548	-	377,614	-	-	-	-	-	377,614	280,545
Miscellaneous	379,053	506,570	517,244	-	368,379	184,967	232,065	233,244	-	183,788	184,591	145,729
Total	2,646,729	4,075,117	4,271,544	-	2,450,302	953,595	1,856,535	1,715,669	-	1,094,461	1,355,841	1,124,776
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	2,646,729	4,075,117	4,271,544	-	2,450,302	953,595	1,856,535	1,715,669	-	1,094,461	1,355,841	1,124,776
Life insurance:												
Conventional business	65,447	-	-	-	65,447	37,511	-	-	-	37,511	27,936	12,074
Accident and Health Business	-	-	-	-	-	-	-	-	-	-	-	-
Non-united Investment Link Business	95,638	-	-	-	95,638	1,306	-	-	-	1,306	94,332	83,399
Unit Link Business	1,332,279	-	-	-	1,332,279	16,091	-	-	-	16,091	1,316,188	547,665
Total	1,493,364	-	-	-	1,493,364	54,908	-	-	-	54,908	1,438,456	643,138
Grand Total	4,140,093	4,075,117	4,271,544	-	3,943,666	1,008,503	1,856,535	1,715,669	-	1,149,369	2,794,297	1,767,914

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Consolidated Condensed Interim Statement of Premiums (Unaudited)

For the quarter ended 31 March 2015

Business underwritten outside Pakistan												
Class	Premiums written	Unearned premium reserve			Premiums earned	Reinsurance ceded	Prepaid reinsurance premium ceded			Reinsurance expense	Net premium revenue	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand												
Direct and facultative												
Fire and property damage	22,634	49,237	46,401	543	26,013	12,890	35,553	30,410	385	18,418	7,595	6,055
Marine, aviation and transport	5,168	6,291	676	54	10,837	-	66	-	-	66	10,771	9,446
Motor	663,981	1,107,606	1,243,218	12,950	541,319	121,208	144,683	166,087	1,703	101,507	439,812	387,010
Accident & Health	2,671	23,610	16,940	246	9,587	1,443	12,704	9,130	134	5,151	4,436	1,685
Miscellaneous	6,260	7,987	9,243	95	5,099	4,236	4,125	5,528	49	2,882	2,217	2,174
Total	700,714	1,194,731	1,316,478	13,888	592,855	139,777	197,131	211,155	2,271	128,024	464,831	406,370
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Grand Total	700,714	1,194,731	1,316,478	13,888	592,855	139,777	197,131	211,155	2,271	128,024	464,831	406,370

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Consolidated Condensed Interim Statement of Claims (Unaudited)

For the quarter ended 31 March 2015

Class	Total claims paid	Outstanding claims			Claims expenses	Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims			Reinsurance and other recoveries revenue	Net claims expense	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand												

Direct and Facultative

Fire and property damage	829,055	2,403,109	1,908,189	113	334,022	565,660	1,551,981	1,233,402	55	247,026	86,996	103,259
Marine, aviation and transport	113,661	308,228	305,501	-	110,934	14,501	168,410	180,472	-	26,563	84,371	36,008
Motor	863,414	2,120,265	2,146,206	22,033	867,322	323,705	1,664,900	1,776,306	18,339	416,772	450,550	523,011
Accident & Health	368,860	146,480	123,419	68	345,731	4,282	2,784	8,214	49	9,663	336,068	254,457
Miscellaneous	65,648	707,959	839,614	21	197,282	17,122	488,628	561,934	6	90,422	106,860	30,171
Total	2,240,638	5,686,041	5,322,929	22,235	1,855,291	925,270	3,876,703	3,760,328	18,449	790,446	1,064,845	946,906

Treaty

Proportional	-	20,332	20,332	-	-	-	-	-	-	-	-	-
Total	2,240,638	5,706,373	5,343,261	22,235	1,855,291	925,270	3,876,703	3,760,328	18,449	790,446	1,064,845	946,906

Life insurance:

Conventional Business	69,680	56,380	50,239	-	63,539	49,022	37,180	29,452	-	41,294	22,245	11,993
Accident and Health Business	-	-	-	-	-	-	-	-	-	-	-	-
Non-utilised Investment Link Business	10,150	11,911	14,177	-	12,416	-	7,009	8,649	-	1,640	10,776	3,498
Unit Link Business	216,214	45,208	83,441	-	254,447	-	31,970	50,253	-	18,283	236,164	322,832
Total	296,044	113,499	147,857	-	330,402	49,022	76,159	88,354	-	61,217	269,185	338,323
Grand Total	2,536,682	5,819,872	5,491,118	22,235	2,185,693	974,292	3,952,862	3,848,682	18,449	851,663	1,334,030	1,285,229

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Consolidated Condensed Interim Statement of Claims (Unaudited)

For the quarter ended 31 March 2015

Business underwritten inside Pakistan												
Class	Total claims paid	Outstanding claims			Claims expenses	Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims			Reinsurance and other recoveries revenue	Net claims expense	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand												

Direct and Facultative

Fire and property damage	820,899	2,395,537	1,891,549	-	316,911	559,313	1,545,559	1,232,194	-	245,948	70,963	97,701
Marine, aviation and transport	113,661	308,152	305,425	-	110,934	14,501	168,410	180,472	-	26,563	84,371	36,008
Motor	171,247	172,203	196,163	-	195,207	(2,097)	66,356	93,788	-	25,335	169,872	165,218
Accident & Health	362,743	142,538	111,977	-	332,182	-	-	-	-	-	332,182	253,348
Miscellaneous	65,373	707,959	832,704	-	190,118	16,854	488,628	560,110	-	88,336	101,782	30,189
Total	1,533,923	3,726,389	3,337,818	-	1,145,352	588,571	2,268,953	2,066,564	-	386,182	759,170	582,464

Treaty

Proportional	-	20,332	20,332	-	-	-	-	-	-	-	-	-
Total	1,533,923	3,746,721	3,358,150	-	1,145,352	588,571	2,268,953	2,066,564	-	386,182	759,170	582,464

Life insurance:

Conventional Business	69,680	56,380	50,239	-	63,539	49,022	37,180	29,452	-	41,294	22,245	11,993
Accident and Health Business	-	-	-	-	-	-	-	-	-	-	-	-
Non-unitised Investment Link Business	10,150	11,911	14,177	-	12,416	-	7,009	8,649	-	1,640	10,776	3,498
Unit Link Business	216,214	45,208	83,441	-	254,447	-	31,970	50,253	-	18,283	236,164	322,832
Total	296,044	113,499	147,857	-	330,402	49,022	76,159	88,354	-	61,217	269,185	338,323
Grand Total	1,829,967	3,860,220	3,506,007	-	1,475,754	637,593	2,345,112	2,154,918	-	447,399	1,028,335	920,787

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Consolidated Condensed Interim Statement of Claims (Unaudited)

For the quarter ended 31 March 2015

Business underwritten outside Pakistan												
Class	Total claims paid	Outstanding claims			Claims expenses	Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims			Reinsurance and other recoveries revenue	Net claims expense	
		Opening	Closing	Currency translation effect			Opening	Closing	Currency translation effect		Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand												
Direct and Facultative												
Fire and property damage	8,156	7,572	16,640	113	17,111	6,347	6,422	1,208	55	1,078	16,033	5,558
Marine, aviation and transport	-	76	76	-	-	-	-	-	-	-	-	-
Motor	692,167	1,948,062	1,950,043	22,033	672,115	325,802	1,598,544	1,682,518	18,339	391,437	280,678	357,793
Accident & Health	6,117	3,942	11,442	68	13,549	4,282	2,784	8,214	49	9,663	3,886	1,109
Miscellaneous	275	-	6,910	21	7,164	268	-	1,824	6	2,086	5,078	(18)
Total	706,715	1,959,652	1,985,111	22,235	709,939	336,699	1,607,750	1,693,764	18,449	404,264	305,675	364,442
Treaty												
Proportional	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-
Grand Total	706,715	1,959,652	1,985,111	22,235	709,939	336,699	1,607,750	1,693,764	18,449	404,264	305,675	364,442

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Consolidated Condensed Interim Statement of Expenses (Unaudited)

For the quarter ended 31 March 2015

Class	Commissions paid or payable	Deferred commission			Net commission expense	Other management expenses	Underwriting expense	Commission from reinsurers	Net underwriting expense	
		Opening	Closing	Currency translation effect					Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand										
Direct and facultative										
Fire and property damage	82,312	237,072	211,018	97	108,463	54,416	162,879	74,473	88,406	99,168
Marine, aviation and transport	35,094	10,503	11,020	3	34,580	42,235	76,815	232	76,583	76,162
Motor	105,888	169,562	192,325	1,364	84,489	178,672	263,161	11,910	251,251	267,928
Accident & Health	7,812	11,301	11,364	18	7,767	33,028	40,795	-	40,795	51,538
Miscellaneous	23,682	48,858	37,835	13	34,718	41,627	76,345	34,761	41,584	54,803
Total	254,788	477,296	463,562	1,495	270,017	349,978	619,995	121,376	498,619	549,599
Treaty										
Proportional	-	-	-	-	-	-	-	-	-	-
Total	254,788	477,296	463,562	1,495	270,017	349,978	619,995	121,376	498,619	549,599
Life Insurance:										
Conventional Business	6,382	-	-	-	6,382	8,584	14,966	-	14,966	10,124
Accident and Health Business	-	-	-	-	-	-	-	-	-	-
Non-unitised Investment Link Business	7,093	-	-	-	7,093	7,951	15,044	-	15,044	27,410
Unit Link Business	295,721	-	-	-	295,721	110,009	405,730	-	405,730	214,241
Total	309,196	-	-	-	309,196	126,544	435,740	-	435,740	251,775
Grand Total	563,984	477,296	463,562	1,495	579,213	476,522	1,055,735	121,376	934,359	801,374

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Consolidated Condensed Interim Statement of Expenses (Unaudited)

For the quarter ended 31 March 2015

Business underwritten inside Pakistan										
Class	Commissions paid or payable	Deferred commission			Net commission expense	Other management expenses	Underwriting expense	Commission from reinsurers	Net underwriting expense	
		Opening	Closing	Currency translation effect					Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand										

Direct and facultative

Fire and property damage	78,547	228,246	203,264	-	103,529	51,602	155,131	70,544	84,587	94,595
Marine, aviation and transport	34,288	10,308	10,929	-	33,667	40,847	74,514	222	74,292	71,202
Motor	32,696	54,280	58,176	-	28,800	107,907	136,707	47	136,660	149,722
Accident & Health	7,554	9,514	10,056	-	7,012	31,260	38,272	-	38,272	47,251
Miscellaneous	22,858	47,698	36,641	-	33,915	40,280	74,195	33,969	40,226	51,670
Total	175,943	350,046	319,066	-	206,923	271,896	478,819	104,782	374,037	414,440

Treaty

Proportional	-	-	-	-	-	-	-	-	-	-
Total	175,943	350,046	319,066	-	206,923	271,896	478,819	104,782	374,037	414,440

Life Insurance:

Conventional Business	6,382	-	-	-	6,382	8,584	14,966	-	14,966	10,124
Accident and Health Business	-	-	-	-	-	-	-	-	-	-
Non-unitised Investment Link Business	7,093	-	-	-	7,093	7,951	15,044	-	15,044	27,410
Unit Link Business	295,721	-	-	-	295,721	110,009	405,730	-	405,730	214,241
Total	309,196	-	-	-	309,196	126,544	435,740	-	435,740	251,775
Grand Total	485,139	350,046	319,066	-	516,119	398,440	914,559	104,782	809,777	666,215

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Consolidated Condensed Interim Statement of Expenses (Unaudited)

For the quarter ended 31 March 2015

Business underwritten outside Pakistan										
Class	Commissions paid or payable	Deferred commission			Net commission expense	Other management expenses	Underwriting expense	Commission from reinsurers	Net underwriting expense	
		Opening	Closing	Currency translation effect					Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand										
Direct and facultative										
Fire and property damage	3,765	8,826	7,754	97	4,934	2,814	7,748	3,929	3,819	4,573
Marine, aviation and transport	806	195	91	3	913	1,388	2,301	10	2,291	4,960
Motor	73,192	115,282	134,149	1,364	55,689	70,765	126,454	11,863	114,591	118,206
Accident & Health	258	1,787	1,308	18	755	1,768	2,523	-	2,523	4,287
Miscellaneous	824	1,160	1,194	13	803	1,347	2,150	792	1,358	3,133
Total	78,845	127,250	144,496	1,495	63,094	78,082	141,176	16,594	124,582	135,159
Treaty										
Proportional	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-
Grand Total	78,845	127,250	144,496	1,495	63,094	78,082	141,176	16,594	124,582	135,159

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Consolidated Condensed Interim Statement of Investment Income (Unaudited)

For the quarter ended 31 March 2015

Note	Quarter ended 31 March 2015	Quarter ended 31 March 2014
	Rupees in thousand	

General insurance:

Income from non-trading investments

Available-for-sale:

Return on term finance certificates

Return on treasury bills

Return on Pakistan Investment Bonds

Dividend income:

- associated undertakings
- others

1,469	1,673
-	7,650
11,000	2,607
142,346	189,166
149,192	125,996
291,538	315,162
304,007	327,092

Gain on sale of 'available-for-sale' investments:

- associated undertakings
- others

-	61,259
318,183	313,298
318,183	374,557
622,190	701,649

Reversal of impairment in value of 'available-for-sale' investments

8.1	14,229	-
	636,419	701,649

Life insurance:

Shareholders' fund

Unrealised appreciation in value of quoted securities

Return on Government Securities

Return on bank deposits

Dividend income

Gain on sale of non trading investments

Reversal of impairment in value of 'available-for-sale' investments

134	194
6,002	6,876
388	255
955	884
3,779	3,128
-	-
11,258	11,337

Statutory Funds:

Conventional Business

Return on Government Securities

Realisation of discount on government securities

Return on bank deposits

Gain on sale of Government Securities

Reversal of impairment in value of 'available-for-sale' investments

4,041	3,001
-	-
1,756	1,512
9	-
-	-
5,806	4,513
653,483	717,499

balance carried forward

Consolidated Condensed Interim Statement of Investment Income (Unaudited)

For the quarter ended 31 March 2015

Note	Quarter ended 31 March 2015	Quarter ended 31 March 2014
Rupees in thousand		
balance brought forward	653,483	717,499
Accident and Health Business		
Return on Government Securities	2	-
Return on bank deposits	1	1
	3	1
Non-unitised Investment Link Business		
Appreciation in value of quoted securities	36,782	8,037
Return on fixed income securities	1,028	1,401
Realisation of discount on government securities	-	-
Return on Government Securities	39,478	26,667
Return on bank deposits	911	1,170
Gain on sale of disposal of trading investments	7,864	278
	86,063	37,553
Unit Link Business		
Appreciation in value of quoted securities	111,266	37,564
Realisation of discount on government securities	-	-
Return on Government Securities	147,227	79,980
Return on fixed income securities	2,272	2,610
Dividend income	1,652	122
Return on bank deposits	6,342	3,069
Gain on disposal of open-end trading / non trading investments	25,482	3,834
	294,241	127,179
	<u>1,033,790</u>	<u>882,232</u>
Net investment income		
Net investment income - statutory funds	386,113	169,246
Net investment income - other	647,677	712,986
	<u>1,033,790</u>	<u>882,232</u>

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

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

Notes to the Consolidated Condensed Interim Financial Information (Unaudited)

For the quarter ended 31 March 2015

1 Status and nature of business

The Group consists of:

Holding Company

Adamjee Insurance Company Limited

Subsidiary Company

Adamjee Life Assurance Company Limited [74.28% held by Adamjee Insurance Company Limited (2014: 74.28%)]

Adamjee Insurance Company Limited (Holding Company)

Adamjee Insurance Company Limited is a public limited company incorporated in Pakistan on 28 September 1960 under the Companies Act, 1913 (now the Companies Ordinance 1984). The Company is listed on all stock exchanges in Pakistan and is engaged in the general insurance business comprising fire and property, marine, motor, accident & health and miscellaneous classes. The registered office of the Company is situated at Tanveer Building, 27-C-III, MM Alam Road, Gulberg III, Lahore.

Adamjee Life Assurance Company Limited (Subsidiary Company)

Adamjee Life Assurance Company Limited was incorporated in Pakistan on 4 August 2008 as a public unlisted company under the Companies Ordinance, 1984 and started its operations from 24 April 2009. The registered office of the Company is located at First Floor Islamabad Stock Exchange Tower, 55-B, Jinnah Avenue, Blue Area, Islamabad while its principal place of business is located at Third Floor, The Forum, Khayaban-e-Jami, Clifton, Karachi. The Company is a subsidiary of Adamjee Insurance Company Limited and an associate of IVM Intersurer B.V. who have a holding of 74.28% (2014: 74.28%) and 25.72% (2014: 25.72%), respectively in the share capital of the Company. IVM Intersurer B.V. has nominated Hollard Life Assurance Company Limited (HLA), a subsidiary of IVM Intersurer B.V., to act on its behalf in respect of matters relating to the Company. HLA is South Africa's largest private sector insurance company.

The Company is engaged in life assurance business carrying on non-participating business only. In accordance with the requirements of the Insurance Ordinance, 2000, the Company has established a shareholders' fund and the following statutory funds in respect of its each class of life assurance business:

- Conventional Business
- Accident and Health Business
- Non-Unitized Investment Link Business
- Unit Linked Business

2 Basis of preparation and statement of compliance

This consolidated condensed interim financial information has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 - 'Interim Financial Reporting' as applicable in Pakistan, provisions and directives issued under Companies Ordinance, 1984 and the Insurance Ordinance, 2000 and SEC (Insurance) Rules, 2002. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984, the Insurance Ordinance, 2000 and SEC (Insurance) Rules, 2002 have been followed.

Notes to the Consolidated Condensed Interim Financial Information (Unaudited)

For the quarter ended 31 March 2015

The disclosures made in this consolidated condensed interim financial information have, however, been limited based on format prescribed by Securities and Exchange Commission of Pakistan in its Circular No. 7 of 2003 and International Accounting Standard (IAS) 34 - 'Interim Financial Reporting'. They do not include all the disclosures required for annual financial statements, and these condensed interim financial information should be read in conjunction with annual financial statements of the Company for the year ended 31 December 2014.

3 Basis of measurement

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

4 Summary of significant accounting policies

The accounting policies and methods of computation adopted in the preparation of this consolidated condensed interim financial information are same as those applied in preparation of the consolidated financial statements for the year ended 31 December 2014.

The Company has adopted all the applicable new standards and amendments to standards, including any consequential amendments to other standards, with a date of initial application of 01 January 2015, as mentioned in the financial statements for the year ended 31 December 2014.

There is no significant impact of such changes on this consolidated condensed interim financial information of the Company.

5 Accounting estimates and judgments

The preparation of this consolidated condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgement in the process of applying the Group's accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During the preparation of this consolidated condensed interim financial information, the significant judgements made by the management in applying the Group's accounting policies and the key sources of estimation and uncertainty were the same as those applied in the preceding audited financial statements of the Company for the year ended 31 December 2014.

6 Financial risk management

The Company's financial risk management and objectives and policies are consistent with those disclosed in the financial statements for the year ended 31 December 2014.

7 Contingencies and commitments

7.1 Contingencies

Holding Company

There has been no significant change in the contingencies since the date of preceding financial statements for the year ended 31 December 2014.

Notes to the Consolidated Condensed Interim Financial Information (Unaudited)

For the quarter ended 31 March 2015

Subsidiary Company

There is no contingency as at 31 March 2015 (31 December 2014: Nil)

7.2 Commitments

Holding Company

The Holding Company has issued letter of guarantees amounting to Rupees 7,988 thousands (31 December 2014: Rupees 7,898 thousands) relating to its UAE branch.

Subsidiary Company

There is no capital or other commitment as at 30 March 2015 (31 December 2014: Nil)

8 Investments

Available-for-sale

In related parties

Marketable securities - listed

Less: Provision for impairment in value of investments

6,078,629 5,713,706

- -

6,078,629 5,713,706

Others

Marketable securities - listed

Marketable securities - unlisted

Less: Provision for impairment in value of investments

6,419,971 6,610,672

351,471 351,471

(212,215) (226,444)

6,559,227 6,735,699

Fixed income securities

808,553 881,123

7,367,780 7,616,822

13,446,409 13,330,528

At fair value through profit or loss

In related parties

Marketable securities - listed

- -

Others

Marketable securities - listed

Fixed income securities

1,479,003 1,290,162

7,366,444 6,266,193

8,845,447 7,556,355

8,845,447 7,556,355

22,291,856 20,886,883

Notes to the Consolidated Condensed Interim Financial Information (Unaudited)

For the quarter ended 31 March 2015

	Notes	31 March 2015	31 December 2014
		Rupees in thousand	
		(Unaudited)	(Audited)
8.1 Reconciliation of provision for impairment in value of investments			
Opening provision		226,444	220,890
Reversal for the period / year		(14,229)	5,554
Closing provision		<u>212,215</u>	<u>226,444</u>

8.2 The fixed income securities classified as 'available-for-sale' include Pakistan investment bonds and Government treasury bills amounting to Rupees 628,010 thousands (31 December 2014: Rupees 588,365 thousands) and Rupees 180,543 thousands, respectively (31 December 2014: Rupees 292,758 thousands).

8.3 On 31 March 2015, the fair value of 'available-for-sale' securities was Rupees 20,552,755 thousands (31 December 2014: Rupees 24,069,585 thousands). As per the Company's accounting policy, 'available-for-sale' investments are stated at lower of cost or market value (market value being taken as lower if the reduction is other than temporary). However, International Accounting Standard (IAS) 39 - 'Financial Instruments: Recognition and Measurements' dealing with the recognition and measurement of financial instruments requires that these instruments should be measured at fair value. Accordingly, had these investments been measured at fair value, their carrying value as at 31 March 2015 would have been higher by Rupees 7,106,346 thousands (31 December 2014: higher by Rupees 10,739,057 thousands).

8.4 The fixed income securities at 'fair value through profit or loss' include Pakistan investment bonds, Government treasury bills and Ijarah Sukuks amounting to Rupees 7,345,671 thousands (31 December 2014: 6,226,208 thousands), Rupees 5,654 thousands (31 December 2014: 24,953 thousands) and Rupees 15,119 thousands (31 December 2014: 15,032 million), respectively.

	Notes	31 March 2015	31 December 2014
		Rupees in thousand	
		(Unaudited)	(Audited)
9 Premiums due but unpaid - unsecured			
Considered good		3,800,080	3,652,444
Considered doubtful		<u>364,897</u>	<u>363,482</u>
		4,164,977	4,015,926
Less: Provision for doubtful balances	9.1	<u>(364,897)</u>	<u>(363,482)</u>
		<u>3,800,080</u>	<u>3,652,444</u>

9.1 Reconciliation of provision for doubtful balances

Opening provision		363,482	369,231
Exchange loss		1,415	(5,749)
Charge for the period		-	-
Closing provision		<u>364,897</u>	<u>363,482</u>

10 Amounts due from other insurers / reinsurers - unsecured

Considered good		849,784	820,933
Considered doubtful		<u>299,558</u>	<u>299,558</u>
		1,149,342	1,120,491
Less: Provision for doubtful balances	10.1	<u>(299,558)</u>	<u>(299,558)</u>
		<u>849,784</u>	<u>820,933</u>

Notes to the Consolidated Condensed Interim Financial Information (Unaudited)

For the quarter ended 31 March 2015

Notes	31 March 2015	31 December 2014
	Rupees in thousand	
	(Unaudited)	(Audited)
10.1 Reconciliation of provision for doubtful balances		
Opening provision	299,558	322,810
Reversal for the year	-	(23,252)
Closing provision	<u>299,558</u>	<u>299,558</u>
11 Premium and claim reserves retained by cedants		
Considered good	-	-
Considered doubtful	<u>23,252</u>	<u>23,252</u>
	<u>23,252</u>	<u>23,252</u>
Less: Provision for doubtful balances	<u>(23,252)</u>	<u>(23,252)</u>
	<u>-</u>	<u>-</u>
11.1 Reconciliation of provision for doubtful balances		
Opening provision	23,252	-
Charge for the period / year	-	23,252
Written off during the period	-	-
Closing provision	<u>23,252</u>	<u>23,252</u>
12 Operating fixed assets - tangible and intangible		
Opening balance - net book value	1,170,756	1,161,771
Additions during the period	12.1 4,969	236,271
Less:		
Book value of disposals during the period	12.2 (3,598)	(16,532)
Depreciation / amortisation charged during the period	(45,760)	(200,740)
Exchange difference	3,204	(10,014)
	<u>(46,154)</u>	<u>(227,286)</u>
	<u>1,129,571</u>	<u>1,170,756</u>
Capital work in progress	<u>41,235</u>	<u>1,721</u>
	<u>1,170,806</u>	<u>1,172,477</u>
12.1 Additions during the period / year		
Owned		
Land and building	-	2,402
Furniture and fixture	23	11,181
Motor vehicles	-	84,619
Machinery and equipment	3,151	17,258
Computer and related accessories	1,795	119,563
Intangibles	-	1,248
	<u>4,969</u>	<u>236,271</u>

Notes to the Consolidated Condensed Interim Financial Information (Unaudited)

For the quarter ended 31 March 2015

Notes	31 March 2015	31 December 2014
	Rupees in thousand	
	(Unaudited)	(Audited)
12.2 Written down values of operating fixed assets disposed off during the period / year		
Owned		
Land and building	-	468
Furniture and fixture	-	218
Motor vehicles	3,495	9,474
Machinery and equipment	-	122
Computer and related accessories	103	221
Intangibles	-	-
	3,598	10,503
Leased		
Motor vehicles	-	6,029
	3,598	16,532

13 Transactions with related parties

The related parties comprise 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 payment of rentals for the use of premises rented from them. There are no transactions with key management personnel other than their terms of employment.

Investment in related parties have been disclosed in note 8 to the consolidated condensed interim financial information. Other transactions with related parties are summarised as follows:

	31 March 2015	31 March / 31 Dec 2014
	Rupees in thousand	
i) Transactions		
Premium underwritten	260,362	266,586
Premium received	277,356	261,560
Claims paid	230,801	73,936
Rent paid	2,916	-
Rent received	1,561	1,248
Dividend received	-	189,166
Dividend paid	-	1,029,150
Income on bank deposits	16,125	4,618
Commission paid	149,882	112,589
Fees paid	-	7,326
Investments made	90,101	40,671
Investments sold	-	-
Charge in respect of gratuity expense	8,429	9,008
Company's contribution to Employees' Provident Fund	4,956	3,941
	Number of shares	
Bonus shares received	-	3,004,653
	Rupees in thousand	
ii) Period end balances		
Balances receivable	297,697	347,346
Balances payable	217,317	305,383
Cash and bank balances	902,076	1,174,526
Payable to Staff Gratuity Fund	65,898	67,775
Payable to Employees Provident Fund	3,095	1,232

Notes to the Consolidated Condensed Interim Financial Information (Unaudited)

For the quarter ended 31 March 2015

14 Segment reporting

14.1 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 2015															
Rupees in thousand															
Fire and Property Damage	Marine, Aviation and Transport		Motor		Accident & Health		Miscellaneous		Treaty		Unallocated Corporate Assets/Liabilities		Total		Grand 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	Inside Pakistan	Outside Pakistan	
Segment assets	3,921,599	80,231	636,344	9,420	759,521	3,181,386	818,447	23,474	1,308,959	19,847	-	-	7,444,670	3,314,358	20,721,723
Unallocated assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total assets	3,921,599	80,231	636,344	9,420	759,521	3,181,386	818,447	23,474	1,308,959	19,847	-	-	7,444,670	3,314,358	20,721,723
Segment liabilities	4,378,673	72,379	542,845	1,441	1,200,273	3,313,974	1,163,508	28,738	1,545,509	18,503	20,332	-	8,851,140	3,435,035	12,872,684
Unallocated liabilities	-	-	-	-	-	-	-	-	-	-	-	-	1,873,353	290,013	2,163,366
Total liabilities	4,378,673	72,379	542,845	1,441	1,200,273	3,313,974	1,163,508	28,738	1,545,509	18,503	20,332	-	10,724,493	3,725,048	15,077,118
Capital expenditure	683 32,969 33,652 11,031 44,683														

31 December 2014															
Rupees in thousand															
Fire and Property Damage	Marine, Aviation and Transport		Motor		Accident & Health		Miscellaneous		Treaty		Unallocated Corporate Assets/Liabilities		Total		Grand 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	Inside Pakistan	Outside Pakistan	
Segment assets	4,917,742	106,037	466,808	14,509	616,153	2,896,256	378,604	33,621	1,404,246	18,891	-	-	7,783,553	3,069,314	19,610,222
Unallocated assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total assets	4,917,742	106,037	466,808	14,509	616,153	2,896,256	378,604	33,621	1,404,246	18,891	-	-	7,783,553	3,069,314	19,610,222
Segment liabilities	5,589,089	77,806	494,347	9,906	1,142,355	3,338,154	735,227	30,429	1,717,594	13,661	20,332	-	9,698,944	3,469,956	13,168,900
Unallocated liabilities	-	-	-	-	-	-	-	-	-	-	-	-	1,468,123	89,780	1,557,903
Total liabilities	5,589,089	77,806	494,347	9,906	1,142,355	3,338,154	735,227	30,429	1,717,594	13,661	20,332	-	11,167,067	3,559,736	14,726,803
Capital expenditure	102,195 6,692 108,887 30,783 139,670														

For the quarter ended 31 March 2015

[illegible]

Notes to the Consolidated Condensed Interim Financial Information (Unaudited)

For the quarter ended 31 March 2015

15 Date of authorisation for issue

This consolidated condensed interim financial information was approved and authorised for issue on 24 April 2015 by the Board of Directors of the Company.

16 General

16.1 No significant reclassification / rearrangement of corresponding figures has been made in this consolidated condensed interim financial information.

16.2 Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

Umer Mansha
Chairman

Kamran Rasool
Director

Muhammad Umar Virk
Director

Muhammad Ali Zeb
Managing Director & Chief Executive Officer

