

**asiaINSURANCE**

456-K, Model Town, Lahore. Ph: 042-35916801-3, 042-32560238-9 Fax: 042-35865579 E-mail: info@asiainsurance.com.pk

We've got You covered

company Ltd.

Directors' Report To The Shareholders

On behalf of your directors' it is my pleasure to present you condensed interim financial statement and directors' report for the period ended March 31, 2015.

Your company has underwritten premium of Rs. 125,608,015/- during the period ended March 31, 2015 of current year. Department wise breakup of which is as under:

| Fire (Rs.) | Marine (Rs.) | Motor (Rs.) | Bond (Rs.) | Misc (Rs.) |
|------------|--------------|-------------|------------|------------|
| 23,974,781 | 6,116,347 | 35,761,415 | 10,101,504 | 49,653,968 |

An overview of the financial statement reveals that the company has earned Net premium revenue of Rs. 66.78 million, Net premium revenue of the corresponding period in 2014 was Rs. 34.99, so there is a growth of 91%. The company has declared an after tax profit of Rs. 10.75 million for the period ended March 31, 2015 (March 31, 2014: Rs. 2.09 million).

The directors are thankful to the Insurance Division of Securities & Exchange Commission of Pakistan, PRCL, our overseas Re-Insurers and banks for their support and corporation. Thanks are also due to our esteemed and valued clients for their continued patronage.

Acknowledgement




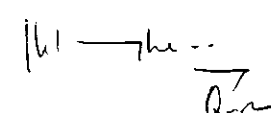
The above results would not have been possible without the dedication and day and night efforts of officers, staff and field force of your company. Your directors record their appreciation and thanks to all of them for their hard work and dedication.

Chairman

ASIA INSURANCE COMPANY LIMITED
CONDENSED INTERIM BALANCE SHEET
AS AT MARCH 31, 2015 (UN-AUDITED)

| | Note | Unaudited 31-Mar-15 Rupees | Audited 31-Dec-14 Rupees |
|---|------|----------------------------------|--------------------------------|
| Share capital and Reserves | | | |
| Authorised share capital 50,000,000 (2014: 30,000,000) ordinary shares of Rs.10/- each | | <u>500,000,000</u> | <u>500,000,000</u> |
| Paid up share capital | 5 | 300,000,000 | 300,000,000 |
| Retained Earnings | | 128,062,684 | 117,317,042 |
| Reserves | | 2,500,000 | 2,500,000 |
| | | 430,562,684 | 419,817,042 |
| Surplus on revaluation of fixed assets | | 136,060,170 | 136,060,170 |
| Underwriting provisions | | | |
| Provision for outstanding claims (including IBNR) | | 37,095,540 | 32,366,560 |
| Provision for unearned premium | | 191,431,975 | 147,389,333 |
| Commission income unearned | | 5,414,259 | 5,177,462 |
| | | 233,941,774 | 184,933,355 |
| Long term financing | 6 | 3,584,234 | 3,784,888 |
| Deferred tax liability | | 42,101 | 1,148,274 |
| Creditors and Accruals | | | |
| Premiums received in advance | | 2,485,589 | 1,992,270 |
| Amounts due to other insurers / reinsurers | | 9,478,031 | 10,174,105 |
| Accrued expenses | | 425,000 | 425,000 |
| Taxation - provision less payments | | 5,346,344 | 4,428,820 |
| Current portion of long term financing | 6 | 3,185,307 | 3,662,734 |
| Other creditors and accruals | | 58,851,476 | 46,463,162 |
| | | 79,771,747 | 67,146,091 |
| Other liabilities | | | |
| Unclaimed Dividend | | 59,962 | 59,962 |
| TOTAL LIABILITIES | | <u>317,399,818</u> | <u>257,072,570</u> |
| TOTAL EQUITY AND LIABILITIES | | <u>884,022,672</u> | <u>812,949,782</u> |
| Contingencies and Commitments | 7 | - | - |




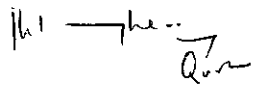
The annexed notes 1 to 12 form an integral part of these financial statements

 Chairman
  Director
  Director
  Principal Officer/Chief Executive

ASIA INSURANCE COMPANY LIMITED
CONDENSED INTERIM BALANCE SHEET
AS AT MARCH 31, 2015 (UN-AUDITED)

| | Note | Unaudited 31-Mar-15 Rupees | Audited 31-Dec-14 Rupees |
|--|------|----------------------------------|--------------------------------|
| Cash and bank deposits | | | |
| Cash in hand | | 395,759 | 380,078 |
| Current and other accounts | | 76,965,289 | 31,433,127 |
| Deposits maturing within 12 months | | 6,000,000 | 22,000,000 |
| | | 83,361,048 | 53,813,205 |
| Investments | 8 | 217,798,137 | 228,172,862 |
| Deferred tax Asset | | - | - |
| Current Assets - Others | | | |
| Premiums due but unpaid - unsecured | | 43,177,707 | 35,104,793 |
| Amounts due from other insurers/reinsurers - unsecured | | 134,102,957 | 121,010,573 |
| Accrued investment income | | 705,173 | 1,430,650 |
| Reinsurance recoveries against outstanding claims | | 9,098,596 | 6,075,544 |
| Deferred commission expense | | 35,359,979 | 28,523,000 |
| Prepaid reinsurance premium ceded | | 26,292,057 | 26,298,438 |
| Sundry receivables | | 46,805,967 | 36,059,357 |
| | | 295,542,436 | 254,502,355 |
| Fixed Assets (Tangible) | | | |
| | 9 | | |
| Land - freehold | | 160,000,000 | 160,000,000 |
| Building | | 298,476 | 306,130 |
| Furniture and fixtures | | 1,468,636 | 1,345,251 |
| Office equipment | | 3,625,850 | 3,211,557 |
| Motor vehicles | | 46,661,201 | 39,986,913 |
| Computers and accessories | | 1,632,764 | 1,558,802 |
| | | 213,686,927 | 206,408,653 |
| Capital work in progress (Building) | | 73,634,124 | 70,052,707 |
| TOTAL ASSETS | | 884,022,672 | 812,949,782 |

The annexed notes 1 to 12 form an integral part of these financial statements

 Chairman
 Director
 Director
 Principal Officer/Chief Executive

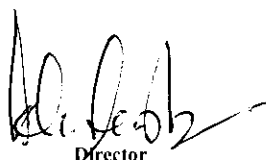
ASIA INSURANCE COMPANY LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2015

| | Note | Fire & Property | Marine, Aviation and Transport | Motor | Credit and Suretyship | Miscellaneous | 31-MAR-2015 Aggregate | 31-MAR-2014 Aggregate |
|---|------|------------------|--------------------------------|------------------|-----------------------|------------------|-----------------------|-----------------------|
| -----Rupees----- | | | | | | | | |
| Net premium revenue | | 13,296,492 | 3,671,837 | 20,498,705 | 10,247,663 | 19,064,704 | 66,779,401 | 34,998,121 |
| Net claims | | (2,690,939) | (295,005) | (5,992,207) | - | (7,686,940) | (16,665,091) | (17,092,247) |
| Expenses | | (2,996,454) | (764,443) | (4,469,589) | (1,262,521) | (6,205,930) | (15,698,937) | (10,637,390) |
| Net commission | | (4,285,120) | (1,147,567) | (3,259,373) | (1,448,811) | (2,833,529) | (12,974,400) | (2,746,669) |
| Underwriting results | | <u>3,323,979</u> | <u>1,464,822</u> | <u>6,777,536</u> | <u>7,536,331</u> | <u>2,338,305</u> | <u>21,440,973</u> | <u>4,521,815</u> |
| Investment income | | | | | | | 739,079 | 5,108,057 |
| Other income | | | | | | | 450,293 | 2,834 |
| | | | | | | | <u>1,189,372</u> | <u>5,110,891</u> |
| | | | | | | | 22,630,345 | 9,632,706 |
| General and administration expenses | | | | | | | (11,500,783) | (6,719,272) |
| Profit before tax | | | | | | | 11,129,562 | 2,913,434 |
| Provision for taxation - Deferred | | | | | | | 1,106,173 | 171,191 |
| Provision for taxation - Current | | | | | | | (1,490,093) | (991,931) |
| Profit after tax | | | | | | | <u>10,745,642</u> | <u>2,092,693</u> |
| Earnings per share (basic and diluted) | | | | | | | <u>0.36</u> | <u>0.07</u> |

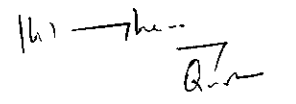
Appropriations have been reflected in statement of changes in equity.

The annexed notes 1 to 12 form an integral part of these financial statements


Chairman


Director


Director


Principal Officer/Chief Executive

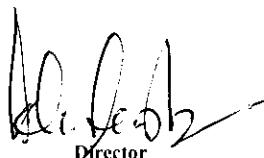
ASIA INSURANCE COMPANY LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2015

| | Note | Fire & Property | Marine, Aviation and Transport | Motor | Credit and Suretyship | Miscellaneous | 31-MAR-2015 Aggregate | 31-MAR-2014 Aggregate |
|---|------|------------------|--------------------------------|------------------|-----------------------|------------------|-----------------------|-----------------------|
| -----Rupees----- | | | | | | | | |
| Net premium revenue | | 13,296,492 | 3,671,837 | 20,498,705 | 10,247,663 | 19,064,704 | 66,779,401 | 34,998,121 |
| Net claims | | (2,690,939) | (295,005) | (5,992,207) | - | (7,686,940) | (16,665,091) | (17,092,247) |
| Expenses | | (2,996,454) | (764,443) | (4,469,589) | (1,262,521) | (6,205,930) | (15,698,937) | (10,637,390) |
| Net commission | | (4,285,120) | (1,147,567) | (3,259,373) | (1,448,811) | (2,833,529) | (12,974,400) | (2,746,669) |
| Underwriting results | | <u>3,323,979</u> | <u>1,464,822</u> | <u>6,777,536</u> | <u>7,536,331</u> | <u>2,338,305</u> | <u>21,440,973</u> | <u>4,521,815</u> |
| Investment income | | | | | | | 739,079 | 5,108,057 |
| Other income | | | | | | | 450,293 | 2,834 |
| | | | | | | | <u>1,189,372</u> | <u>5,110,891</u> |
| General and administration expenses | | | | | | | 22,630,345 | 9,632,706 |
| Profit before tax | | | | | | | <u>(11,500,783)</u> | <u>(6,719,272)</u> |
| Provision for taxation - Deferred | | | | | | | 11,129,562 | 2,913,434 |
| Provision for taxation - Current | | | | | | | 1,106,173 | 171,191 |
| Profit after tax | | | | | | | <u>(1,490,093)</u> | <u>(991,931)</u> |
| | | | | | | | <u>10,745,642</u> | <u>2,092,693</u> |
| Earnings per share (basic and diluted) | | | | | | | <u>0.36</u> | <u>0.07</u> |

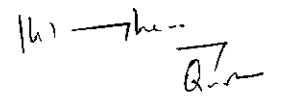
Appropriations have been reflected in statement of changes in equity.

The annexed notes 1 to 12 form an integral part of these financial statements


Chairman


Director


Director

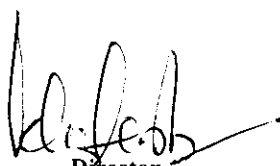

Principal Officer/Chief Executive

ASIA INSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2015

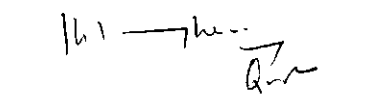
| | Note | 31-Mar-15 Rupees | 31-Mar-14 Rupees |
|---|------|--------------------------|-------------------------|
| Profit after tax for the year | | 10,745,642 | 2,092,693 |
| Other comprehensive income: | | | |
| Items that may be subsequently reclassified to profit or loss | | - | - |
| Items that may not be subsequently reclassified to profit or loss | | - | - |
| Total comprehensive income for the year | | <u><u>10,745,642</u></u> | <u><u>2,092,693</u></u> |

The annexed notes 1 to 12 form an integral part of these financial statements.


Chairman


Director


Director


Principal Officer/Chief Executive

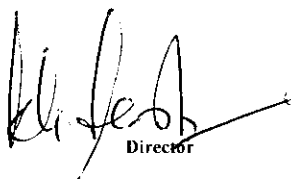
ASIA INSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2015

| | Paid up share capital | Retained Earnings/Un-appropriated profit | Revenue reserves | Total share capital & reserves | Surplus on revaluation of fixed assets | Total |
|---|-----------------------|--|------------------|--------------------------------|--|--------------------|
| | -----R u p e e s----- | | | | | |
| Balance as at January 1, 2014 | 300,000,000 | 69,804,358 | 2,500,000 | 372,304,358 | 136,060,170 | 508,364,528 |
| Net profit/Total Comprehensive income for the Period ended March 31, 2014 | - | 2,092,693 | - | 2,092,693 | - | 2,092,693 |
| Balance as at March 31, 2014 | 300,000,000 | 71,897,051 | 2,500,000 | 374,397,051 | 136,060,170 | 510,457,221 |
| Balance as at January 1, 2015 | 300,000,000 | 117,317,042 | 2,500,000 | 419,817,042 | 136,060,170 | 555,877,212 |
| Net profit/Total Comprehensive income for the Period ended March 31, 2015 | - | 10,745,642 | - | 10,745,642 | - | 10,745,642 |
| Balance as at March 31, 2015 | 300,000,000 | 128,062,684 | 2,500,000 | 430,562,684 | 136,060,170 | 566,622,854 |

The annexed notes 1 to 12 form an integral part of these financial statements



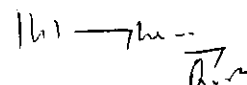
Chairman



Director



Director



Principal Officer/Chief Executive

ASIA INSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2015

| | Note | 31-Mar-15 Rupees | 31-Mar-14 Rupees |
|---|------|---------------------|---------------------|
| Operating Cash Flows | | | |
| a) Underwriting activities | | | |
| Premiums received | | 118,028,420 | 61,797,190 |
| Reinsurance premiums paid | | (28,568,049) | (51,203,030) |
| Claims paid | | (19,893,295) | (13,762,668) |
| Reinsurance and other recoveries received | | 4,934,132 | 4,629,851 |
| Commissions paid | | (22,796,021) | (10,804,471) |
| Commissions received | | 3,221,439 | 2,429,853 |
| Other underwriting (payments) | | (14,639,429) | (9,749,002) |
| Net cash flow from underwriting activities | | 40,287,197 | (16,662,277) |
| b) Other operating activities | | | |
| Income tax paid | | (572,569) | (40,532) |
| General management expenses paid | | (6,749,290) | (12,377,480) |
| Other receipts in respect of operating assets | | 450,293 | 2,834 |
| Net cash flow from other operating activities | | (6,871,566) | (12,415,178) |
| Total cash flow from operating activities | | 33,415,631 | (29,077,455) |
| Investment activities | | | |
| Profit / return received | | 1,391,204 | 5,807,985 |
| Dividends received | | - | 41,000 |
| Payments for investments | | (76,947,508) | (93,388,553) |
| Proceeds from disposal of investments | | 87,395,585 | 99,123,990 |
| Fixed capital expenditure | | (14,787,550) | (9,120,762) |
| Total cash flow from investing activities | | (2,948,269) | 2,463,660 |
| Financing activities | | | |
| Financing obtained less repayments | | (678,081) | 5,102,716 |
| Financial charges paid | | (241,438) | (74,367) |
| Total cash flow from financing activities | | (919,519) | 5,028,349 |
| Net cash inflow/(outflow) from all activities | | 29,547,843 | (21,585,445) |
| Cash and cash equivalents at the beginning of the year | | 53,813,205 | 49,161,759 |
| Cash and cash equivalents at the end of the year | 14 | 83,361,048 | 27,576,314 |

ASIA INSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2015

| | Note | 31-Mar-15 Rupees | 31-Mar-14 Rupees |
|--|------|---------------------|---------------------|
| RECONCILIATION TO PROFIT AND LOSS ACCOUNT | | | |
| Operating cash flows | | 33,415,631 | (29,077,455) |
| Finacial charges paid | | (241,438) | - |
| Depreciation expense | | (3,927,859) | (1,827,786) |
| Increase in assets other than cash | | 41,765,558 | 53,806,447 |
| (Increase) in liabilities | | (62,111,502) | (25,849,502) |
| Dividend | | - | 41,000 |
| Interest, rental and other income | | 739,079 | 4,828,798 |
| Deferred taxation | | 1,106,173 | 171,191 |
| Profit after taxation | | 10,745,642 | 2,092,693 |

Cash for the purpose of the Statement of Cash Flows consists of:

Cash and cash equivalents

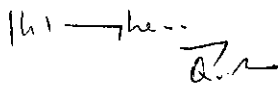
| | | | |
|------------------------------------|----|-------------------|-------------------|
| Cash in Hand | | 395,759 | 155,412 |
| Current accounts & Other Accounts | | 76,965,289 | 13,420,901 |
| Deposits maturing within 12 months | | 6,000,000 | 14,000,000 |
| | 14 | 83,361,048 | 27,576,314 |

The annexed notes 1 to 12 form an integral part of these financial statements


Chairman


Director


Director


Principal Officer/Chief Executive

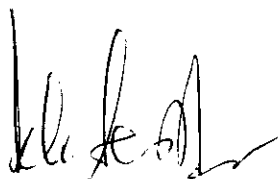
ASIA INSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF PREMIUMS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2015

| | 31-Mar-15 | | | | | | | | | 31-Mar-14 |
|--------------------------------|------------------|--------------------------|-------------|-----------------|-------------------|-----------------------------------|------------|----------------------|---------------------|---------------------|
| Class of Business | Premiums Written | Unearned Premium Reserve | | Premiums Earned | Reinsurance Ceded | Prepaid Reinsurance Premium Ceded | | Reinsurance Expenses | Net Premium Revenue | Net Premium Revenue |
| | | Opening | Closing | | | Opening | Closing | | | |
| -----R u p e e s----- | | | | | | | | | | |
| Direct & Facultative | | | | | | | | | | |
| Fire & property damage | 23,974,781 | 43,552,013 | 46,375,502 | 21,151,292 | 8,640,405 | 16,449,988 | 17,235,593 | 7,854,800 | 13,296,492 | 7,198,106 |
| Marine, aviation and transport | 6,116,347 | 3,158,892 | 3,346,173 | 5,929,066 | 2,336,138 | 1,156,074 | 1,234,983 | 2,257,229 | 3,671,837 | 4,574,148 |
| Motor | 35,761,415 | 36,046,491 | 49,887,326 | 21,920,580 | 1,312,500 | 2,875,000 | 2,765,625 | 1,421,875 | 20,498,705 | 15,261,381 |
| Credit and suretyship | 10,101,504 | 21,795,302 | 21,287,056 | 10,609,750 | - | 784,522 | 422,435 | 362,087 | 10,247,663 | 5,998,818 |
| Miscellaneous | 49,653,968 | 42,836,635 | 70,535,918 | 21,954,685 | 2,490,548 | 5,032,854 | 4,633,421 | 2,889,981 | 19,064,704 | 1,964,668 |
| Grand Total | 125,608,015 | 147,389,333 | 191,431,975 | 81,565,373 | 14,779,591 | 26,298,438 | 26,292,057 | 14,785,972 | 66,779,401 | 34,998,121 |

The annexed notes 1 to 12 form an integral part of these financial statements



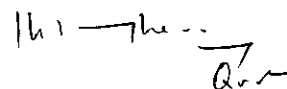
Chairman



Director



Director



Principal Officer/Chief Executive

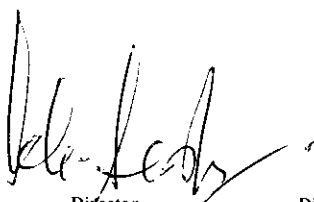
ASIA INSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF CLAIMS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2015

| | 31-Mar-15 | | | | | | | | | 31-Mar-14 |
|--------------------------------|-------------|--------------------|------------|---------------|---|---|-----------|--|--------------------|--------------------|
| Class of Business | Claims Paid | Claims Outstanding | | Claim Expense | Reinsurance and other recoveries received | Reinsurance and other recoveries in respect of outstanding claims | | Reinsurance and other recoveries revenue | Net Claims Expense | Net Claims Expense |
| | | Opening | Closing | | | Opening | Closing | | | |
| -----R u p e e s----- | | | | | | | | | | |
| Direct & Facultative | | | | | | | | | | |
| Fire & property damage | 4,905,983 | 2,628,469 | 6,000,701 | 8,278,215 | 3,509,404 | 1,084,555 | 3,162,427 | 5,587,276 | 2,690,939 | (405,045) |
| Marine, aviation and transport | 486,167 | 4,086,200 | 3,753,092 | 153,059 | 368,937 | 2,256,123 | 1,745,240 | (141,946) | 295,005 | 1,680,975 |
| Motor | 6,265,678 | 21,061,570 | 20,788,099 | 5,992,207 | - | 1,220,019 | 1,220,019 | - | 5,992,207 | 7,162,576 |
| Credit and suretyship | - | - | - | - | - | - | - | - | - | 7,146,702 |
| Miscellaneous | 8,235,467 | 4,590,321 | 6,553,648 | 10,198,794 | 1,055,791 | 1,514,847 | 2,970,910 | 2,511,854 | 7,686,940 | 1,507,039 |
| Grand Total | 19,893,295 | 32,366,560 | 37,095,540 | 24,622,275 | 4,934,132 | 6,075,544 | 9,098,596 | 7,957,184 | 16,665,091 | 17,092,247 |

The annexed notes I to 12 form an integral part of these financial statements



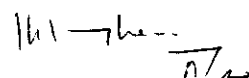
Chairman



Director



Director



Principal Officer/Chief Executive

ASIA INSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF EXPENSES (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2015

| | 31-Mar-15 | | | | | | | | 31-Mar-14 |
|-----------------------------------|-------------------------------|---------------------|------------|------------------------------|---------------------------------|---------------------------------------|----------------------------------|---------------------------------|---------------------------------|
| Class of Business | Commission Paid or Payable | Deferred Commission | | Net Commission Expense | Other Management Expenses | Underwriting Expenses /(income) | Commission from Reinsurers | Net Underwriting Expenses | Net Underwriting Expenses |
| | | Opening | Closing | | | | | | |
| -----R u p e e s----- | | | | | | | | | |
| Direct and Facultative | | | | | | | | | |
| Fire and property damage | 7,098,669 | 12,869,175 | 13,711,938 | 6,255,906 | 2,996,454 | 9,252,360 | 1,970,787 | 7,281,574 | 5,257,253 |
| Marine, aviation and transport | 1,764,574 | 913,629 | 964,356 | 1,713,847 | 764,443 | 2,478,290 | 566,280 | 1,912,010 | 2,260,399 |
| Motor | 5,278,666 | 5,354,828 | 7,374,121 | 3,259,373 | 4,469,589 | 7,728,962 | - | 7,728,962 | 3,836,659 |
| Credit and suretyship | 1,444,579 | 3,143,416 | 3,057,713 | 1,530,282 | 1,262,521 | 2,792,803 | 81,470 | 2,711,332 | 1,827,395 |
| Miscellaneous | 7,209,533 | 6,241,952 | 10,251,851 | 3,199,634 | 6,205,930 | 9,405,564 | 366,106 | 9,039,459 | 202,352 |
| Grand Total | 22,796,021 | 28,523,000 | 35,359,979 | 15,959,042 | 15,698,937 | 31,657,979 | 2,984,642 | 28,673,336 | 13,384,058 |

Note: Commission from reinsurers is arrived at taking impact of opening and closing unearned commission.

The annexed notes 1 to 12 form an integral part of these financial statements

Chairman

Director

Director

Principal Officer/Chief Executive

ASIA INSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF INVESTMENT INCOME (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2015

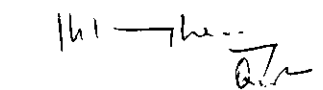
| | 31-Mar-15 Rupees | 31-Mar-14 Rupees |
|---|---------------------|---------------------|
| Income from investments at fair value through profit and loss: | | |
| Gain/(loss) on investments at fair value through profit and loss | 2,196 | 4,465,834 |
| Dividend income | - | 41,000 |
| | 2,196 | 4,506,834 |
| Income from non trading investments: | | |
| <u>Held to maturity</u> | | |
| Return on government securities | 782,372 | 793,125 |
| Return on fixed income deposits | 171,575 | 412,750 |
| | 953,947 | 1,205,875 |
| <u>Available for sale</u> | | |
| (Loss)/ gain on sale of non trading investments 'Available for Sale' | 73,352 | - |
| Gain on revaluation of trading Investments | 66,510 | (335,360) |
| Investment related expenses | (356,926) | (269,292) |
| Net Investment Income | 739,079 | 5,108,057 |

The annexed notes 1 to 12 form an integral part of these financial statements


Chairman


Director


Director


Principal Officer/Chief Executive

ASIA INSURANCE COMPANY LIMITED
SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE PERIOD ENDED MARCH 31, 2015

1 STATUS AND NATURE OF BUSINESS

Asia Insurance Company Limited ("the company") was incorporated in Pakistan as a Public Limited Company on December 6, 1979 and is engaged in General Insurance business since 1980. Its registered office is situated at 456-K Model Town, Lahore. Shares of the Company are quoted on Karachi and Lahore Stock Exchanges.

2 STATEMENT OF COMPLIANCE

These condensed interim financial statements of the Company for the three months ended March 31, 2015, have been prepared in accordance with the requirements of the International Accounting Standard 34 - 'Interim Financial Reporting', provisions of and directives issued under the Companies Ordinance, 1984, the Insurance Ordinance, 2000 and SEC (Insurance) Rules, 2002. In case where requirements differ, the provisions or directives of the Companies Ordinance, 1984, the Insurance Ordinance, 2000 and the SEC (Insurance) Rules, 2002, shall prevail.

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended December 31, 2014.

3 SIGNIFICANT ACCOUNTING POLICIES

- 3.1** The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements for the year ended December 31, 2014.
- 3.2** Previous period's figures have been re-arranged / reclassified where necessary to facilitate comparison. Appropriate disclosure is given in relevant note in case of material rearrangement.
- 3.3** Figures in the condensed interim financial information have been rounded off to the nearest rupee.

4 ACCOUNTING ESTIMATES AND JUDGEMENTS

In preparing these condensed interim financial statement, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended December 31, 2014.

ASIA INSURANCE COMPANY LIMITED
SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE PERIOD ENDED MARCH 31, 2015

5 PAID UP SHARE CAPITAL

Issued, Subscribed and Paid up capital

| Un-Audited Mar 31, 2015 | Audited Dec 31, 2014 | | Un-Audited Mar 31, 2015 (Rupees) | Audited Dec 31, 2014 (Rupees) |
|-------------------------------|----------------------------|---|---|--|
| No. of Shares | | | Rupees | |
| | | Ordinary Shares of Rs. 10/- each fully paid in cash | | |
| 30,000,000 | 30,000,000 | | 300,000,000 | 300,000,000 |

6 The company is availing long-term Musharika Financing from Burj Bank Ltd.

7 CONTINGENCIES AND COMMITMENTS

7.1 Contingencies

7.1.1 There has been no change in the contingencies since December 31, 2014.

7.2 Commitments

There has been no change in the commitments since December 31, 2014.

8 INVESTMENTS

Available for sale:

| | | |
|---|---------|-----------|
| Marketable Securities - Book Value | 606,195 | 808,685 |
| Add/(less): Appreciation/(impairment) in value of investments | - | 479,345 |
| | 606,195 | 1,288,030 |

Fair value through Profit & Loss - Held for trading:

| | | |
|--|-------------|-------------|
| Investments in Mutual Funds - Fair value | 168,599,217 | 168,532,707 |
| Investments in Ordinary Shares | 22,413,869 | 32,173,269 |
| | 191,013,086 | 200,705,976 |

Held to Maturity:

| | | |
|--------------------------------------|-------------|-------------|
| Defence Saving Certificates (DSCs) | 525,000 | 525,000 |
| Pakistan Investment Bonds (10 years) | 25,653,856 | 25,653,856 |
| | 26,178,856 | 26,178,856 |
| | 217,798,137 | 228,172,862 |

ASIA INSURANCE COMPANY LIMITED
SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE PERIOD ENDED MARCH 31, 2015

| | | Un-Audited Mar 31, 2015 (Rupees) | Audited Dec 31, 2014 (Rupees) |
|----------|--|---|--|
| 9 | <u>FIXED ASSETS - Tangible</u> | | |
| | OWNED ASSETS: | | |
| | Opening Book Value | 206,408,653 | 192,690,570 |
| | Additions during the period 9.1 | 11,206,133 | 22,199,383 |
| | | <u>217,614,786</u> | <u>214,889,953</u> |
| | Depreciation charged during the period | (3,927,859) | (8,481,300) |
| | Closing Book value | <u>213,686,927</u> | <u>206,408,653</u> |

| 9.1 | Particulars | 31-03-2015 | | 31-12-2014 | |
|-----|---------------------------|-------------------|-----------|-------------------|-----------|
| | | Additions | Disposals | Additions | Disposals |
| | | Rupees | | | |
| | Furniture & Fixtures | 160,850 | - | 565,096 | - |
| | Office Equipment | 503,300 | - | 479,450 | - |
| | Vehicles | 10,295,040 | - | 10,246,610 | - |
| | Computers and accessories | 246,943 | - | 484,430 | - |
| | Musharika Vehicles | - | - | 10,423,797 | - |
| | | <u>11,206,133</u> | <u>-</u> | <u>22,199,383</u> | <u>-</u> |

| | | | |
|-----------|---|---|---|
| 10 | <u>TRANSACTIONS WITH RELATED PARTIES</u> | Three Months ended Mar 31, 2015 Rupees | Three Months ended Mar 31, 2014 Rupees |
| | Transactions with related parties are as below: | | |
| | <u>Relation</u> | <u>Transaction</u> | |
| | <u>Key Management Personnel:</u> | | |
| | Chief Executive/Directors | | |
| | Commission paid | 251,435 | 576,130 |
| | Remuneration paid | 355,200 | 288,000 |
| | Rent paid | 240,000 | 234,000 |
| | <u>Retirement Benefit Plan:</u> | | |
| | Contribution to Provident Fund | 291,106 | 135,639 |

ASIA INSURANCE COMPANY LIMITED
SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE PERIOD ENDED MARCH 31, 2015

11 EVENTS AFTER BALANCE SHEET DATE

There are no events after balance sheet date causing any adjustment or disclosure in the condensed interim financial information.

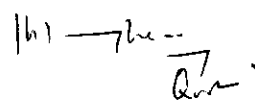
12 DATE OF AUTHORIZATION

This condensed interim financial information has been authorised for issue by the board of Directors on April 28, 2015.


Chairman


Director


Director


Principal Officer/Chief executive