

**ASIA INSURANCE COMPANY LIMITED**  
**CONDENSED INTERIM BALANCE SHEET (UNAUDITED)**  
**AS AT SEPTEMBER 30, 2014**

|                                                                        | Note | Unaudited<br>Sep-30, 2014<br>Rupees | Audited<br>Dec-31, 2013<br>Rupees |
|------------------------------------------------------------------------|------|-------------------------------------|-----------------------------------|
| <b>Share capital and Reserves</b>                                      |      |                                     |                                   |
| Authorised share capital<br>30,000,000 ordinary shares of Rs.10/- each |      | 300,000,000                         | 300,000,000                       |
| Paid up share capital                                                  | 5    | 300,000,000                         | 300,000,000                       |
| Retained Earnings                                                      |      | 101,768,094                         | 69,804,358                        |
| Reserves                                                               |      | 2,500,000                           | 2,500,000                         |
|                                                                        |      | 404,268,094                         | 372,304,358                       |
| Surplus on revaluation of fixed assets                                 |      | 136,060,170                         | 136,060,170                       |
| <b>Underwriting provisions</b>                                         |      |                                     |                                   |
| Provision for outstanding claims (including IBNR)                      |      | 39,752,357                          | 41,101,656                        |
| Provision for unearned premium                                         |      | 138,123,290                         | 83,404,343                        |
| Commission income unearned                                             |      | 5,471,026                           | 4,479,013                         |
|                                                                        |      | 183,346,673                         | 128,985,012                       |
| Long term financing                                                    | 6    | 8,096,176                           | -                                 |
| <b>Creditors and Accruals</b>                                          |      |                                     |                                   |
| Premiums received in advance                                           |      | 1,862,839                           | 1,383,355                         |
| Amounts due to other insurers / reinsurers                             |      | 7,177,468                           | 3,354,766                         |
| Accrued expenses                                                       |      | 30,000                              | 490,000                           |
| Taxation - provision less payments                                     |      | 8,182,488                           | -                                 |
| Other creditors and accruals                                           |      | 33,293,809                          | 24,048,885                        |
|                                                                        |      | 50,546,604                          | 29,277,006                        |
| <b>Other liabilities</b>                                               |      |                                     |                                   |
| Unclaimed Dividend                                                     |      | 59,962                              | 59,962                            |
| <b>TOTAL LIABILITIES</b>                                               |      | <b>242,049,415</b>                  | <b>158,321,980</b>                |
| <b>TOTAL EQUITY AND LIABILITIES</b>                                    |      | <b>782,377,679</b>                  | <b>666,686,508</b>                |
| Contingencies and Commitments                                          | 7    |                                     |                                   |

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

Chairman

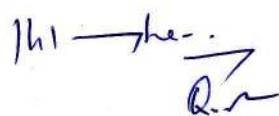
Director

**ASIA INSURANCE COMPANY LIMITED**  
**CONDENSED INTERIM BALANCE SHEET (UNAUDITED)**  
**AS AT SEPTEMBER 30, 2014**

|                                                        | Note | Unaudited<br>Sep-30, 2014<br>Rupees | Audited<br>Dec-31, 2013<br>Rupees |
|--------------------------------------------------------|------|-------------------------------------|-----------------------------------|
| <b>Cash and bank deposits</b>                          |      |                                     |                                   |
| Cash in hand                                           |      | 330,093                             | 486,765                           |
| Current and other accounts                             |      | 3,097,313                           | 28,674,994                        |
| Deposits maturing within 12 months                     |      | 6,000,000                           | 20,000,000                        |
|                                                        |      | <b>9,427,406</b>                    | <b>49,161,759</b>                 |
| <b>Investments</b>                                     | 8    | <b>225,458,058</b>                  | <b>217,249,110</b>                |
| <b>Deferred tax Asset</b>                              |      | <b>2,680,132</b>                    | <b>2,497,209</b>                  |
| <b>Current Assets- Others</b>                          |      |                                     |                                   |
| Premiums due but unpaid-unsecured                      |      | 39,421,395                          | 14,557,722                        |
| Amounts due from other insurers / reinsurers-unsecured |      | 137,709,397                         | 66,061,072                        |
| Accrued investment income                              |      | 802,196                             | 1,569,672                         |
| Reinsurance recoveries against outstanding claims      |      | 12,916,637                          | 20,614,787                        |
| Deferred commission expense                            |      | 25,234,330                          | 14,918,278                        |
| Prepaid reinsurance premium ceded                      |      | 26,937,936                          | 19,166,762                        |
| Sundry receivables                                     |      | 33,401,079                          | 16,403,932                        |
|                                                        |      | <b>276,422,970</b>                  | <b>153,292,225</b>                |
| <b>Fixed Assets (Tangible)</b>                         | 9    |                                     |                                   |
| Land - freehold                                        |      | 160,000,000                         | 160,000,000                       |
| Building                                               |      | 314,633                             | 340,144                           |
| Furniture and fixtures                                 |      | 1,053,213                           | 893,353                           |
| Office equipment                                       |      | 3,048,773                           | 3,058,414                         |
| Motor vehicles                                         |      | 35,423,245                          | 26,773,624                        |
| Computers and Accessories                              |      | 1,457,005                           | 1,625,035                         |
|                                                        |      | <b>201,296,869</b>                  | <b>192,690,570</b>                |
| Capital Work in Progress (Building)                    |      | <b>67,092,244</b>                   | <b>51,795,635</b>                 |
| <b>TOTAL ASSETS</b>                                    |      | <b>782,377,679</b>                  | <b>666,686,508</b>                |

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

  
**Director**

  
**Principal Officer/Chief Executive**

# ASIA INSURANCE COMPANY LIMITED

## CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED)

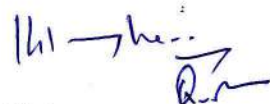
FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2014

| Note                                     | Fire & Property  | Marine, Aviation and | Motor             | Credit and Suretyship | Miscellaneous    | 30-Sep-14 Aggregate | 30-Sep-13 Aggregate |
|------------------------------------------|------------------|----------------------|-------------------|-----------------------|------------------|---------------------|---------------------|
| For the quarter ended September 30, 2014 |                  |                      |                   |                       |                  |                     |                     |
| -----Rupees-----                         |                  |                      |                   |                       |                  |                     |                     |
| Net Premium Revenue                      | 10,213,984       | 5,767,558            | 19,871,268        | 10,506,073            | 8,206,913        | 54,565,796          | 20,669,000          |
| Net Claims                               | (926,204)        | (1,038,815)          | (2,735,850)       | -                     | (530,299)        | (5,231,168)         | (3,864,932)         |
| Expenses                                 | (2,772,555)      | (1,417,208)          | (3,021,903)       | (2,784,121)           | (3,239,776)      | (13,235,563)        | (8,736,633)         |
| Net Commission                           | (4,168,991)      | (1,816,641)          | (2,385,049)       | (2,490,418)           | (598,272)        | (11,459,371)        | (2,337,974)         |
| <b>Underwriting results</b>              | <b>2,346,234</b> | <b>1,494,894</b>     | <b>11,728,466</b> | <b>5,231,533</b>      | <b>3,838,566</b> | <b>24,639,694</b>   | <b>5,729,461</b>    |
| Investment Income                        |                  |                      |                   |                       |                  | 5,203,733           | 1,452,200           |
| Other Income                             |                  |                      |                   |                       |                  | 51,367              | 45,214              |
|                                          |                  |                      |                   |                       |                  | 5,255,100           | 1,497,414           |
|                                          |                  |                      |                   |                       |                  | 29,894,795          | 7,226,875           |
| General and administration expenses      |                  |                      |                   |                       |                  | (10,934,141)        | (5,728,078)         |
| Profit before tax                        |                  |                      |                   |                       |                  | 18,960,654          | 1,498,797           |
| Provision for tax - Deferred             |                  |                      |                   |                       |                  | (46,755)            | (18,896)            |
| Provision for tax - Current              |                  |                      |                   |                       |                  | (6,133,041)         | 116,731             |
| <b>Profit after tax</b>                  |                  |                      |                   |                       |                  | <b>12,780,858</b>   | <b>1,596,632</b>    |
| Earnings per share (EPS)                 |                  |                      |                   |                       |                  | 0.426               | 0.053               |

|                                         |                   |                  |                   |                  |                  |                   |                  |
|-----------------------------------------|-------------------|------------------|-------------------|------------------|------------------|-------------------|------------------|
| For the period ended September 30, 2014 |                   |                  |                   |                  |                  |                   |                  |
| -----Rupees-----                        |                   |                  |                   |                  |                  |                   |                  |
| Net Premium Revenue                     | 29,073,821        | 14,607,579       | 51,242,230        | 23,931,558       | 14,589,951       | 133,445,139       | 42,730,005       |
| Net Claims                              | (1,624,935)       | (2,798,935)      | (19,096,609)      | (7,146,702)      | (1,473,005)      | (32,140,186)      | (14,459,406)     |
| Expenses                                | (9,281,891)       | (3,414,784)      | (11,450,340)      | (5,249,401)      | (5,696,729)      | (35,093,145)      | (21,556,531)     |
| Net Commission                          | (6,558,652)       | (3,478,301)      | (3,834,684)       | (4,436,232)      | 1,407,588        | (16,900,281)      | (4,604,914)      |
| <b>Underwriting results</b>             | <b>11,608,342</b> | <b>4,915,559</b> | <b>16,860,598</b> | <b>7,099,222</b> | <b>8,827,805</b> | <b>49,311,527</b> | <b>2,109,154</b> |
| Investment Income                       |                   |                  |                   |                  |                  | 16,768,690        | 21,846,446       |
| Other Income                            |                   |                  |                   |                  |                  | 361,742           | 102,274          |
|                                         |                   |                  |                   |                  |                  | 17,130,432        | 21,948,720       |
|                                         |                   |                  |                   |                  |                  | 66,441,959        | 24,057,874       |
| General and administration expenses     |                   |                  |                   |                  |                  | (23,434,543)      | (16,350,072)     |
| Profit before tax                       |                   |                  |                   |                  |                  | 43,007,416        | 7,707,802        |
| Provision for tax - Deferred            |                   |                  |                   |                  |                  | 182,923           | (967,850)        |
| Provision for tax - Current             |                   |                  |                   |                  |                  | (11,226,603)      | 847,134          |
| <b>Profit after tax</b>                 |                   |                  |                   |                  |                  | <b>31,963,736</b> | <b>7,587,086</b> |
| Earnings per share (EPS)                |                   |                  |                   |                  |                  | 1.065             | 0.253            |

Appropriations have been reflected in statement of changes in equity.

The annexed notes 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 (UNAUDITED)**

**FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2014**

| Note | 30-Sep-14<br>Aggregate | 30-Sep-13<br>Aggregate |
|------|------------------------|------------------------|
|------|------------------------|------------------------|

**For the quarter ended September 30, 2014**

**-----Rupees-----**

|                                 |            |           |
|---------------------------------|------------|-----------|
| Profit after tax for the period | 12,780,858 | 1,596,632 |
|---------------------------------|------------|-----------|

**Other comprehensive income:**

|                                                               |   |   |
|---------------------------------------------------------------|---|---|
| Items that may be subsequently reclassified to profit or loss | - | - |
|---------------------------------------------------------------|---|---|

|                                                                   |   |   |
|-------------------------------------------------------------------|---|---|
| Items that may not be subsequently reclassified to profit or loss | - | - |
|-------------------------------------------------------------------|---|---|

|                                                  |                   |                  |
|--------------------------------------------------|-------------------|------------------|
| <b>Total comprehensive income for the period</b> | <b>12,780,858</b> | <b>1,596,632</b> |
|--------------------------------------------------|-------------------|------------------|

**For the period ended September 30, 2014**

**-----Rupees-----**

|                                 |            |           |
|---------------------------------|------------|-----------|
| Profit after tax for the period | 31,963,736 | 7,587,086 |
|---------------------------------|------------|-----------|

**Other comprehensive income:**

|                                                               |   |   |
|---------------------------------------------------------------|---|---|
| Items that may be subsequently reclassified to profit or loss | - | - |
|---------------------------------------------------------------|---|---|

|                                                                   |   |   |
|-------------------------------------------------------------------|---|---|
| Items that may not be subsequently reclassified to profit or loss | - | - |
|-------------------------------------------------------------------|---|---|

|                                                  |                   |                  |
|--------------------------------------------------|-------------------|------------------|
| <b>Total comprehensive income for the period</b> | <b>31,963,736</b> | <b>7,587,086</b> |
|--------------------------------------------------|-------------------|------------------|

Appropriations have been reflected in statement of changes in equity.

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Chairman

Director

Director

Principal Officer/Chief Executive

**ASIA INSURANCE COMPANY LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)**  
**AS AT SEPTEMBER 30, 2014**

|                                                               | Note | 30-Sep-14<br>Rupees | 30-Sep-13<br>Rupees |
|---------------------------------------------------------------|------|---------------------|---------------------|
| <b>Operating Cash Flows</b>                                   |      |                     |                     |
| <b>a) Underwriting activities</b>                             |      |                     |                     |
| Premiums received                                             |      | 199,881,937         | 107,437,210         |
| Reinsurance premiums paid                                     |      | (111,698,837)       | (53,370,895)        |
| Claims paid                                                   |      | (42,865,029)        | (18,307,061)        |
| Reinsurance and other recoveries received                     |      | 17,073,694          | 8,805,274           |
| Commissions paid                                              |      | (35,562,602)        | (15,022,514)        |
| Commissions received                                          |      | 9,338,282           | 6,203,883           |
| Other underwriting receipts/(payments)                        |      | (18,541,742)        | (3,878,624)         |
| Net cash flow from underwriting activities                    |      | 17,625,703          | 31,867,273          |
| <b>b) Other operating activities</b>                          |      |                     |                     |
| Income tax paid                                               |      | (1,499,520)         | (1,733,238)         |
| General management expenses paid                              |      | (42,959,182)        | (32,696,767)        |
| Other operating payments                                      |      | (495,000)           | (370,000)           |
| Other receipts in respect of operating assets                 |      | -                   | 102,274             |
| Net cash flow from other operating activities                 |      | (44,953,702)        | (34,697,731)        |
| <b>Total cash flow from operating activities</b>              |      | <b>(27,327,999)</b> | <b>(2,830,458)</b>  |
| <b>Investment activities</b>                                  |      |                     |                     |
| Profit / return received                                      |      | 18,236,309          | 22,659,535          |
| Dividends received                                            |      | 149,352             | 277,718             |
| Payments for investments                                      |      | (91,014,798)        | (30,663,731)        |
| Proceeds from disposal of investments                         |      | 82,318,097          | -                   |
| Fixed capital expenditure                                     |      | (29,757,832)        | (17,892,703)        |
| Proceeds from disposal of fixed assets                        |      | -                   | -                   |
| <b>Total cash flow from investing activities</b>              |      | <b>(20,068,872)</b> | <b>(25,619,181)</b> |
| <b>Financing activities</b>                                   |      |                     |                     |
| Financing obtained during the period                          |      | 8,096,176           | -                   |
| Financial charges paid                                        |      | (433,658)           | -                   |
| Repayment during the period                                   |      | -                   | -                   |
| <b>Total cash flow from financing activities</b>              |      | <b>7,662,518</b>    | <b>-</b>            |
| <b>Net cash inflow/(outflow) from all activities</b>          |      | <b>(39,734,353)</b> | <b>(28,449,639)</b> |
| <b>Cash and cash equivalents at the beginning of the year</b> |      | <b>49,161,759</b>   | <b>62,903,496</b>   |
| <b>Cash and cash equivalents at the end of the year</b>       |      | <b>9,427,406</b>    | <b>34,453,857</b>   |

**ASIA INSURANCE COMPANY LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)**  
**AS AT SEPTEMBER 30, 2014**

**RECONCILIATION TO PROFIT AND LOSS ACCOUNT**

Operating cash flows  
 Financial charges  
 Depreciation expense  
 Profit/(loss) on disposal of fixed assets

(Increase) / Decrease in liabilities  
 Dividend  
 Interest, rental and other income  
 Deferred taxation

**Profit after taxation**

| Note | 30-Sep-14<br>Rupees | 30-Sep-13<br>Rupees |
|------|---------------------|---------------------|
|      | (27,327,999)        | (2,830,458)         |
|      | (433,658)           | -                   |
|      | (5,854,924)         | (4,255,044)         |
|      | -                   | -                   |
|      | 123,898,221         | 53,984,595          |
|      | (67,448,771)        | (62,005,587)        |
|      | 149,352             | 277,718             |
|      | 16,981,080          | 21,568,728          |
|      | 182,923             | 847,134             |
|      | <u>40,146,224</u>   | <u>7,587,086</u>    |

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

**Cash and cash equivalents**

Cash in Hand  
 Current accounts & Other Accounts  
 Deposits maturing within 12 months

|                  |                   |
|------------------|-------------------|
| 330,093          | 560,007           |
| 3,097,313        | 8,893,850         |
| 6,000,000        | 25,000,000        |
| <u>9,427,406</u> | <u>34,453,857</u> |

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

*[Signature]*  
 Chairman

*[Signature]*  
 Director

*[Signature]*  
 Director

*[Signature]*  
 Principal Officer/Chief Executive



ASIA INSURANCE COMPANY LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

AS AT SEPTEMBER 30, 2014

|                                                                                  | Paid up Share<br>Capital | Retained<br>Earnings/Un-<br>appropriated<br>Profit | Revenue<br>Reserves | Total Share<br>Capital & Reserves | Surplus on<br>Revaluation of<br>Fixed Assets | Total       |
|----------------------------------------------------------------------------------|--------------------------|----------------------------------------------------|---------------------|-----------------------------------|----------------------------------------------|-------------|
|                                                                                  | -----R u p e e s-----    |                                                    |                     |                                   |                                              |             |
| Balance as at January 1, 2013                                                    | 300,000,000              | 50,262,886                                         | 2,500,000           | 352,762,886                       | 136,060,170                                  | 488,823,056 |
| Net profit/Total Comprehensive income for<br>the period ended September 30, 2013 | -                        | 7,587,086                                          | -                   | 7,587,086                         | -                                            | 7,587,086   |
| Balance as at September 30, 2013                                                 | 300,000,000              | 57,849,972                                         | 2,500,000           | 360,349,972                       | 136,060,170                                  | 496,410,142 |
| 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<br>the period ended September 30, 2014 | -                        | 31,963,736                                         | -                   | 31,963,736                        | -                                            | 31,963,736  |
| Balance as at September 30, 2014                                                 | 300,000,000              | 101,768,094                                        | 2,500,000           | 404,268,094                       | 136,060,170                                  | 540,328,264 |

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

Chairman

Director

Director

Principal Officer/Chief Executive

ASIA INSURANCE COMPANY LIMITED  
CONDENSED INTERIM STATEMENT OF PREMIUMS (UNAUDITED)  
FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2014

| Class of Business               | Quarter Ended September 30, 2014 |                          |             |                 |                   |                                   |            |                 |                     | Quarter Ended September 30, 2013 |
|---------------------------------|----------------------------------|--------------------------|-------------|-----------------|-------------------|-----------------------------------|------------|-----------------|---------------------|----------------------------------|
|                                 | Premiums Written                 | Unearned Premium Reserve |             | Premiums Earned | Reinsurance Ceded | Prepaid Reinsurance Premium Ceded |            | Reins. Expenses | Net Premium Revenue |                                  |
|                                 |                                  | Opening                  | Closing     |                 |                   | Opening                           | Closing    |                 |                     |                                  |
| -----R u p e e s-----           |                                  |                          |             |                 |                   |                                   |            |                 |                     |                                  |
| <u>Direct &amp; Facultative</u> |                                  |                          |             |                 |                   |                                   |            |                 |                     |                                  |
| Fire & Property damage          | 14,681,747                       | 37,333,307               | 36,722,622  | 15,292,432      | 8,777,011         | 11,980,724                        | 15,679,287 | 5,078,448       | 10,213,984          | 5,485,124                        |
| Marine, Aviation and Transport  | 8,124,958                        | 3,417,407                | 3,485,085   | 8,057,280       | 4,145,549         | 151,904                           | 2,007,731  | 2,289,722       | 5,767,558           | 1,641,248                        |
| Motor                           | 15,379,985                       | 53,806,498               | 47,877,715  | 21,308,768      | 1,437,500         | -                                 | -          | 1,437,500       | 19,871,268          | 10,109,624                       |
| Credit and Suretyship           | 16,642,169                       | 19,163,791               | 23,759,951  | 12,046,009      | 1,448,349         | 2,182,384                         | 2,090,797  | 1,539,936       | 10,506,073          | -                                |
| Miscellaneous                   | 19,557,959                       | 15,592,218               | 26,277,917  | 8,872,261       | 4,200,688         | 3,624,780                         | 7,160,121  | 665,347         | 8,206,913           | 3,433,004                        |
| Grand Total                     | 74,386,818                       | 129,313,220              | 138,123,290 | 65,576,748      | 20,009,097        | 17,939,792                        | 26,937,936 | 11,010,952      | 54,565,796          | 20,669,000                       |

CONDENSED INTERIM STATEMENT OF PREMIUMS (UNAUDITED)  
FOR THE PERIOD ENDED SEPTEMBER 30, 2014

| Class of Business                 | Period Ended September 30, 2014 |                          |             |                    |                      |                                      |            |                    |                        | Period Ended<br>September<br>30, 2013 |
|-----------------------------------|---------------------------------|--------------------------|-------------|--------------------|----------------------|--------------------------------------|------------|--------------------|------------------------|---------------------------------------|
|                                   | Premiums<br>Written             | Unearned Premium Reserve |             | Premiums<br>Earned | Reinsurance<br>Ceded | Prepaid Reinsurance<br>Premium Ceded |            | Reins.<br>Expenses | Net Premium<br>Revenue |                                       |
|                                   |                                 | Opening                  | Closing     |                    |                      | Opening                              | Closing    |                    |                        |                                       |
| -----R u p e e s-----             |                                 |                          |             |                    |                      |                                      |            |                    |                        |                                       |
| <u>Direct &amp; Facultative</u>   |                                 |                          |             |                    |                      |                                      |            |                    |                        |                                       |
| Fire & Property damage            | 59,316,821                      | 19,901,666               | 36,722,622  | 42,495,865         | 20,428,938           | 8,672,393                            | 15,679,287 | 13,422,044         | 29,073,821             | 9,184,680                             |
| Marine, Aviation and<br>Transport | 21,822,506                      | 4,694,493                | 3,485,085   | 23,031,914         | 8,460,379            | 1,971,687                            | 2,007,731  | 8,424,335          | 14,607,579             | 5,872,099                             |
| Motor                             | 73,174,499                      | 30,257,946               | 47,877,715  | 55,554,730         | 4,312,500            | -                                    | -          | 4,312,500          | 51,242,230             | 17,613,357                            |
| Credit and Suretyship             | 33,546,804                      | 20,659,727               | 23,759,951  | 30,446,580         | 1,448,349            | 7,157,470                            | 2,090,797  | 6,515,022          | 23,931,558             | -                                     |
| Miscellaneous                     | 36,405,496                      | 7,890,511                | 26,277,917  | 18,018,090         | 9,223,048            | 1,365,212                            | 7,160,121  | 3,428,139          | 14,589,951             | 10,059,869                            |
| Grand Total                       | 224,266,126                     | 83,404,343               | 138,123,290 | 169,547,179        | 43,873,214           | 19,166,762                           | 26,937,936 | 36,102,040         | 133,445,139            | 42,730,005                            |

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

Chairman

Director

Director

Principal Officer/Chief Executive



ASIA INSURANCE COMPANY LIMITED  
CONDENSED INTERIM STATEMENT OF CLAIMS (UNAUDITED)  
FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2014

| Class of Business              | Quarter Ended September 30, 2014 |                    |            |               |                                           |                                                                   |            |                                          |                    | Quarter Ended September 30, 2013 |
|--------------------------------|----------------------------------|--------------------|------------|---------------|-------------------------------------------|-------------------------------------------------------------------|------------|------------------------------------------|--------------------|----------------------------------|
|                                | 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 |                                  |
|                                |                                  | Opening            | Closing    |               |                                           | Opening                                                           | Closing    |                                          |                    |                                  |
|                                | -----R u p e e s-----            |                    |            |               |                                           |                                                                   |            |                                          |                    |                                  |
| Direct & Facultative           |                                  |                    |            |               |                                           |                                                                   |            |                                          |                    |                                  |
| Fire & Property damage         | 4,901,042                        | 6,228,010          | 5,859,021  | 4,532,053     | 3,952,108                                 | 4,051,400                                                         | 3,705,141  | 3,605,849                                | 926,204            | (1,770,624)                      |
| Marine, Aviation and Transport | 3,751,028                        | 6,215,252          | 6,115,254  | 3,651,030     | 3,103,214                                 | 4,275,702                                                         | 3,784,703  | 2,612,215                                | 1,038,815          | 1,331,220                        |
| Motor                          | 4,548,096                        | 23,232,991         | 21,420,745 | 2,735,850     | -                                         | 4,520,019                                                         | 4,520,019  | -                                        | 2,735,850          | 2,737,694                        |
| Credit and Suretyship          | -                                | -                  | -          | -             | -                                         | -                                                                 | -          | -                                        | -                  | -                                |
| Miscellaneous                  | 11,496                           | 5,742,337          | 6,357,337  | 626,496       | 9,197                                     | 819,774                                                           | 906,774    | 96,197                                   | 530,299            | 1,566,642                        |
| Grand Total                    | 13,211,662                       | 41,418,590         | 39,752,357 | 11,545,429    | 7,064,519                                 | 13,666,895                                                        | 12,916,637 | 6,314,261                                | 5,231,168          | 3,864,932                        |

CONDENSED INTERIM STATEMENT OF CLAIMS (UNAUDITED)  
FOR THE PERIOD ENDED SEPTEMBER 30, 2014

| Class of Business                 | Period Ended September 30, 2014 |                    |            |                  |                                                    |                                                                         |            |                                                   |                       | Period Ended<br>September<br>30, 2013 |
|-----------------------------------|---------------------------------|--------------------|------------|------------------|----------------------------------------------------|-------------------------------------------------------------------------|------------|---------------------------------------------------|-----------------------|---------------------------------------|
|                                   | Claims Paid                     | Claims Outstanding |            | Claim<br>Expense | Reinsurance<br>and other<br>Recoveries<br>Received | Reinsurance and other<br>recoveries in respect of<br>Outstanding Claims |            | Reinsurance<br>and other<br>Recoveries<br>Revenue | Net Claims<br>Expense |                                       |
|                                   |                                 | Opening            | Closing    |                  |                                                    | Opening                                                                 | Closing    |                                                   |                       |                                       |
| -----R u p e e s-----             |                                 |                    |            |                  |                                                    |                                                                         |            |                                                   |                       |                                       |
| Direct & Facultative              |                                 |                    |            |                  |                                                    |                                                                         |            |                                                   |                       |                                       |
| Fire & Property damage            | 10,476,252                      | 6,058,546          | 5,859,021  | 10,276,727       | 8,867,191                                          | 3,920,540                                                               | 3,705,141  | 8,651,792                                         | 1,624,935             | 591,616                               |
| Marine, Aviation and<br>Transport | 8,276,066                       | 9,340,165          | 6,115,254  | 5,051,155        | 5,970,691                                          | 7,503,174                                                               | 3,784,703  | 2,252,220                                         | 2,798,935             | 2,854,690                             |
| Motor                             | 15,443,611                      | 14,520,107         | 21,420,745 | 22,344,249       | 1,072,551                                          | 2,344,930                                                               | 4,520,019  | 3,247,640                                         | 19,096,609            | 9,333,279                             |
| Credit and Suretyship             | 7,816,298                       | 6,695,965          | -          | 1,120,333        | -                                                  | 6,026,369                                                               | -          | (6,026,369)                                       | 7,146,702             | -                                     |
| Miscellaneous                     | 852,802                         | 4,486,873          | 6,357,337  | 2,723,266        | 1,163,261                                          | 819,774                                                                 | 906,774    | 1,250,261                                         | 1,473,005             | 1,676,821                             |
| Grand Total                       | 42,865,029                      | 41,101,656         | 39,752,357 | 41,515,730       | 17,073,694                                         | 20,614,787                                                              | 12,916,637 | 9,375,544                                         | 32,140,186            | 14,456,406                            |

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

Chairman

Director

Director

Principal Officer/Chief Executive

ASIA INSURANCE COMPANY LIMITED  
CONDENSED INTERIM STATEMENT OF EXPENSES (UNAUDITED)  
FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2014

| Class of Business              | Quarter Ended September 30, 2014 |                     |            |                        |                           |                                 |                            |                           | Quarter Ended September 30, 2013 |
|--------------------------------|----------------------------------|---------------------|------------|------------------------|---------------------------|---------------------------------|----------------------------|---------------------------|----------------------------------|
|                                | Commission Paid                  | Deferred Commission |            | Net Commission Expense | Other Management Expenses | Underwriting Expenses /(income) | Commission from Reinsurers | Net Underwriting Expenses |                                  |
|                                |                                  | Opening             | Closing    |                        |                           |                                 |                            |                           |                                  |
| -----R u p e e s-----          |                                  |                     |            |                        |                           |                                 |                            |                           |                                  |
| Direct and Facultative         |                                  |                     |            |                        |                           |                                 |                            |                           |                                  |
| Fire & property damage         | 4,003,264                        | 10,131,464          | 9,965,737  | 4,168,991              | 2,772,555                 | 6,941,546                       | 1,327,267                  | 5,614,279                 | 2,332,026                        |
| Marine, Aviation and Transport | 1,833,560                        | 854,348             | 871,267    | 1,816,641              | 1,417,208                 | 3,233,849                       | 610,015                    | 2,623,834                 | 986,616                          |
| Motor                          | 1,495,732                        | 8,070,975           | 7,181,657  | 2,385,049              | 3,021,903                 | 5,406,952                       | -                          | 5,406,952                 | 5,091,390                        |
| Credit and Suretyship          | 3,317,727                        | 3,449,482           | 4,276,791  | 2,490,418              | 2,784,121                 | 5,274,539                       | (205,086)                  | 5,479,625                 | -                                |
| Miscellaneous                  | 1,857,945                        | 1,679,204           | 2,938,877  | 598,272                | 3,239,776                 | 3,838,048                       | 1,194,765                  | 2,643,283                 | 2,664,575                        |
| Grand Total                    | 12,508,228                       | 24,185,472          | 25,234,330 | 11,459,371             | 13,235,563                | 24,694,934                      | 2,926,961                  | 21,767,972                | 11,074,607                       |

CONDENSED INTERIM STATEMENT OF EXPENSES (UNAUDITED)  
FOR THE PERIOD ENDED SEPTEMBER 30, 2014

| Class of Business              | Period Ended September 30, 2014 |                     |            |                        |                           |                                 |                            |                           | Period Ended September 30, 2013 |
|--------------------------------|---------------------------------|---------------------|------------|------------------------|---------------------------|---------------------------------|----------------------------|---------------------------|---------------------------------|
|                                | Commission Paid                 | Deferred Commission |            | Net Commission Expense | Other Management Expenses | Underwriting Expenses /(income) | Commission from Reinsurers | Net Underwriting Expenses |                                 |
|                                |                                 | Opening             | Closing    |                        |                           |                                 |                            |                           |                                 |
| -----R u p e e s-----          |                                 |                     |            |                        |                           |                                 |                            |                           |                                 |
| <u>Direct and Facultative</u>  |                                 |                     |            |                        |                           |                                 |                            |                           |                                 |
| Fire & property damage         | 14,627,619                      | 5,379,100           | 9,965,737  | 10,040,982             | 9,281,891                 | 19,322,873                      | 3,482,329                  | 15,840,544                | 5,977,884                       |
| Marine, Aviation and Transport | 5,257,946                       | 1,173,618           | 871,267    | 5,560,297              | 3,414,784                 | 8,975,081                       | 2,081,995                  | 6,893,085                 | 3,396,033                       |
| Motor                          | 7,275,183                       | 3,741,158           | 7,181,657  | 3,834,684              | 11,450,340                | 15,285,023                      | -                          | 15,285,023                | 12,551,307                      |
| Credit and Suretyship          | 4,859,157                       | 3,740,094           | 4,276,791  | 4,322,460              | 5,249,401                 | 9,571,861                       | (113,772)                  | 9,685,633                 | -                               |
| Miscellaneous                  | 3,542,697                       | 884,308             | 2,938,877  | 1,488,128              | 5,696,729                 | 7,184,857                       | 2,895,717                  | 4,289,141                 | 4,236,221                       |
| Grand Total                    | 35,562,602                      | 14,918,278          | 25,234,330 | 25,246,550             | 35,093,145                | 60,339,696                      | 8,346,269                  | 51,993,426                | 26,161,445                      |

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

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

Chairman

Director

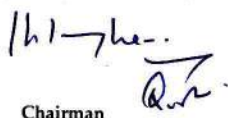
Director

Principal Officer/Chief Executive

**ASIA INSURANCE COMPANY LIMITED**  
**CONDENSED INTERIM STATEMENT OF INVESTMENT INCOME (UNAUDITED)**  
**FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2014**

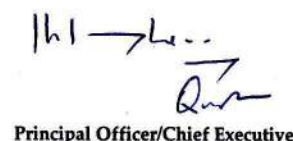
|                                                                                      | NINE MONTHS       |                   | QUARTER ENDED    |                  |
|--------------------------------------------------------------------------------------|-------------------|-------------------|------------------|------------------|
|                                                                                      | 30-Sep-14         | 30-Sep-13         | 30-Sep-14        | 30-Sep-13        |
|                                                                                      | Rupees            |                   |                  |                  |
| <b>Income from Investments at Fair value through Profit and Loss:</b>                |                   |                   |                  |                  |
| Gain/(Loss) on Investments at Fair value through Profit and Loss                     | 5,922,903         | 11,671,397        | 566,046          | 4,012,327        |
| Dividend income                                                                      | 80,767            | -                 | 39,000           | -                |
|                                                                                      | 6,003,670         | 11,671,397        | 605,046          | 4,012,327        |
| <b>Income from Non Trading Investments:</b>                                          |                   |                   |                  |                  |
| <b><u>Held to Maturity</u></b>                                                       |                   |                   |                  |                  |
| Return on Government Securities                                                      | 2,381,512         | 2,367,714         | 795,262          | 786,411          |
| Return on Fixed Income -Deposits                                                     | 631,320           | 2,424,189         | 148,699          | 213,728          |
| Amortization of discount relative to par                                             | 53,480            | 53,480            | -                | -                |
|                                                                                      | 3,066,312         | 4,845,383         | 943,961          | 1,000,139        |
| <b><u>Available for Sale</u></b>                                                     |                   |                   |                  |                  |
| Dividend Income                                                                      | 68,585            | 277,718           | 30,085           | -                |
| Gain/(Loss) on sale of non trading investments 'Available for Sale'                  | (487,753)         | -                 | (487,753)        | -                |
| Gain/(Loss) on revaluation of trading Investments                                    | 7,972,241         | 6,876,041         | 3,889,855        | (3,585,396)      |
| (Provision)/Reversal of provision for impairment in Investments 'Available for sale' | 479,345           | (698,793)         | 264,334          | 476,706          |
| Investment related expenses                                                          | (333,711)         | (1,125,300)       | (41,794)         | (451,576)        |
| <b>Net Investment Income</b>                                                         | <b>16,768,690</b> | <b>21,846,446</b> | <b>5,203,733</b> | <b>1,452,200</b> |

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

  
Chairman

  
Director

  
Director

  
Principal Officer/Chief Executive



**1     STATUS AND NATURE OF BUSINESS**

Asia Insurance Company Limited 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     BASIS OF PREPARATION**

This unaudited condensed interim financial information has been prepared in accordance with the requirements of SRO 938 issued by SECP and the Insurance Ordinance, 2000. However limited scope review has been performed by the statutory auditors in accordance with the requirements of clause (xxi) of the Code of Corporate Governance, and are being circulated to the shareholders as required under section 245 of the Companies Ordinance, 1984.

**3     STATEMENT OF COMPLIANCE**

This condensed interim financial information of the company for the three months period ended September-30, 2014 has been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting and 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 of or directives issued under the Companies Ordinance, 1984, Insurance Ordinance, 2000 and SEC (Insurance) Rules, 2002 have been followed.

**4     SIGNIFICANT ACCOUNTING POLICIES**

4.1 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, 2013.

4.2 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.

4.3 Figures in the condensed interim financial information have been rounded off to the nearest rupee.

**ASIA INSURANCE COMPANY LIMITED**  
**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION**  
**FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2014**

**5 PAID UP SHARE CAPITAL**

Issued, Subscribed and Paid up capital

| Unaudited<br>Sep 30,<br>2014 | Audited<br>Dec 31,<br>2013 |                                                           | Unaudited<br>Sep 30,<br>2014<br>(Rupees) | Audited<br>Dec 31,<br>2013<br>(Rupees) |
|------------------------------|----------------------------|-----------------------------------------------------------|------------------------------------------|----------------------------------------|
| <b>No. of Shares</b>         |                            |                                                           | <b>Rupees</b>                            |                                        |
|                              |                            | Ordinary Shares<br>of Rs. 10/- each<br>fully paid in cash |                                          |                                        |
| <u>30,000,000</u>            | <u>30,000,000</u>          |                                                           | <u>300,000,000</u>                       | <u>300,000,000</u>                     |

During the period the company availed long-term Musharika Financing from Burj Bank Ltd to purchase motor vehicles.

**7 CONTINGENCIES AND COMMITMENTS**

**7.1 Contingencies**

**7.1.1** There has been no change in the contingencies since December 31, 2013.

**7.2 Commitments**

Guarantee issued by bank on behalf of the company Sep 30, 2014 Rs. Nil (Dec 31, 2013: Rs. Nil).

**8 INVESTMENTS**

**Available for sale:**

|                                          |           |           |
|------------------------------------------|-----------|-----------|
| Marketable Securities - Book Value       | 1,288,030 | 2,276,639 |
| Less: Impairment in value of investments | -         | (479,345) |
|                                          | 1,288,030 | 1,797,294 |

**Fair value through Profit & Loss - Held for trading:**

|                                          |             |             |
|------------------------------------------|-------------|-------------|
| Investments in Mutual Funds - Fair value | 153,446,230 | 156,395,989 |
| Investments in Ordinary Shares           | 44,560,691  | 32,946,200  |
|                                          | 198,006,921 | 189,342,189 |

**Held to Maturity:**

|                                      |                    |                    |
|--------------------------------------|--------------------|--------------------|
| Defence Saving Certificates (DSCs)   | 525,000            | 525,000            |
| Pakistan Investment Bonds (10 years) | 25,638,107         | 25,584,627         |
|                                      | 26,163,107         | 26,109,627         |
|                                      | <u>225,458,058</u> | <u>217,249,110</u> |

**ASIA INSURANCE COMPANY LIMITED**
**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION**
**FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2014**

|               |                                        | Unaudited<br>Sep 30,<br>2014<br>(Rupees) | Audited<br>Dec 31,<br>2013<br>(Rupees) |                   |           |
|---------------|----------------------------------------|------------------------------------------|----------------------------------------|-------------------|-----------|
| 9             | <b><u>FIXED ASSETS - Tangible</u></b>  |                                          |                                        |                   |           |
| OWNED ASSETS: |                                        |                                          |                                        |                   |           |
|               | Opening Book Value                     | 192,690,570                              | 182,473,986                            |                   |           |
|               | Additions during the period            | 9.1<br><u>14,461,223</u>                 | <u>16,291,066</u>                      |                   |           |
|               |                                        | 207,151,793                              | 198,765,052                            |                   |           |
|               | Depreciation charged during the period | <u>(5,854,924)</u>                       | <u>(6,074,482)</u>                     |                   |           |
|               | Closing Book value                     | <u><u>201,296,869</u></u>                | <u><u>192,690,570</u></u>              |                   |           |
|               |                                        | 30-09-2014                               | 31-12-2013                             |                   |           |
| 9.1           | Particulars                            | Additions                                | Disposals                              | Additions         | Disposals |
|               |                                        | Rupees                                   |                                        |                   |           |
|               | Furniture & Fixtures                   | 236,596                                  | -                                      | 330,540           | -         |
|               | Office Equipment                       | 229,050                                  | -                                      | 1,524,952         | -         |
|               | Vehicles                               | 3,345,800                                | -                                      | 12,828,634        | -         |
|               | Computers and accessories              | 225,980                                  | -                                      | 1,606,940         | -         |
|               | Musharika Vehicles                     | 10,423,797                               | -                                      | -                 | -         |
|               |                                        | <u>14,461,223</u>                        | <u>-</u>                               | <u>16,291,066</u> | <u>-</u>  |

**10 TRANSACTIONS WITH RELATED PARTIES**

Transactions with related parties are as below:

| <u>Relation</u>                  | <u>Transactions</u> | Nine Months<br>ended Sep 30,<br>Rupees | Nine Months<br>ended Sep 30,<br>Rupees |
|----------------------------------|---------------------|----------------------------------------|----------------------------------------|
| <u>Key Management Personnel:</u> |                     |                                        |                                        |
| Chief Executive/Directors        |                     |                                        |                                        |
|                                  | Commission paid     | 1,755,104                              | -                                      |
|                                  | Remuneration paid   | 702,000                                | 3,974,200                              |
|                                  | Rent paid           | 720,000                                | -                                      |

Retirement Benefit Plan:

|                                |        |         |
|--------------------------------|--------|---------|
| Contribution to Provident Fund | 36,396 | 362,404 |
|--------------------------------|--------|---------|



ASIA INSURANCE COMPANY LIMITED

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2014

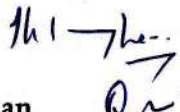
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11 EVENTS AFTER BALANCE SHEET DATE

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 October 25, 2014.

  
Chairman

  
Director

  
Director

  
Principal Officer/Chief executive