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## ***COMPANY INFORMATION***

### **BOARD OF DIRECTORS**

Air Marshal Muhammad Arif Pervaiz (Retd)  
Air Vice Marshal Syed Razi ul Hassan Nawab (Retd) - Director designate  
Air Commodore Zafar Yasin (Retd)  
Air Commodore Mehmood Ahmed (Retd)  
Air Commodore Muhammad Masud Akhtar (Retd)  
Group Captain Ehsan-ur-Rauf Sheikh (Retd)  
Mr. Aamir Shahzad Mughal

### **CHIEF EXECUTIVE OFFICER**

Mr. Sohel N. Kidwai

### **CFO & COMPANY SECRETARY**

Mr. Nisar Ahmed Almani

### **AUDIT COMMITTEE**

Mr. Aamir Shahzad Mughal - Chairman  
Air Commodore Mahmood Ahmad (Retd) - Member  
Air Commodore (R.) Muhammad Masud Akhtar (Retd) - Member

### **Human Resource & Remuneration Committee**

Air Commodore Mahmood Ahmad (Retd) - Chairman  
Air Commodore Muhammad Masud Akhtar (Retd) - Member  
Mr. Sohel N. Kidwai (CEO) - Member

### **INVESTMENT COMMITTEE**

Air Marshal Muhammad Arif Pervaiz (Retd) - Chairman  
Mr. Aamir Shahzad Mughal - Member  
Air Commodore Mahmood Ahmed (Retd) - Member  
Mr. Sohel N. Kidwai - CEO - In attendance  
Mr. Nisar Ahmed Almani

## ***COMPANY INFORMATION***

### **COUNTRY HEAD BUSINESS**

Mr. Naveed Y. Butt

### **LEGAL ADVISOR**

SurrIDGE & BeeCHENO

### **AUDITORS**

Riaz Ahmed & Company  
Chartered Accountants

### **COORDINATOR INTERNAL CONTROL**

Hussain Bux Uner

### **ADMIN & HR**

Khalid Bin Wasi

### **REGISTERED OFFICE**

10th Floor, Shaheen Complex, M.R. Kayani Road, Karachi.

### **HEAD OFFICE**

10th Floor, Shaheen Complex, M.R. Kayani Road, Karachi.

### **SHARE REGISTRAR**

M/s. Corplink (Pvt) Ltd.  
Wings Arcade, 1-K, Commercial Model Town, Lahore.

## OFFICES

### Head Office

10th Floor, Shaheen Complex  
M. R. Kayani Road, Karachi - 74200  
Tel. # 32630370-75, 322139850-51 Fax # 32626674  
E-mail: [sihife@cyber.net.pk](mailto:sihife@cyber.net.pk)  
URL: [www.shaheeninsurance.com](http://www.shaheeninsurance.com)  
UAN: (021) 111-765-111

### Karachi

Branch Manager-Mr. M. Iftikhar Alam  
10th Floor, Shaheen Complex  
M.R. Kayani Road, Karachi - 74200  
Tel. # 32630370-75, 32213950-51, Fax # 32626674  
E-mail: [iftikhar.alam@shaheeninsurance.com](mailto:iftikhar.alam@shaheeninsurance.com)  
Direct # 32272595  
UAN: (021-111-765-111)

### Lahore Zonal Office

Branch Head / GM Mr. Muhammad Saleem  
Office # 4, 6th Floor, Shaheen Complex  
Opp. PTV Station 38, Abbott Road,  
Lahore.  
Tel # 042-36376270, 36376274, 36376278, 36376279  
Fax # 042-36376276  
E-mail: [lhr\\_zone@shaheeninsurance.com](mailto:lhr_zone@shaheeninsurance.com)

### Islamabad

Branch Manager - Abdul Hameed  
Office # 6, 1st Floor, VIP Plaza,  
I-8, Markaz Islamabad.  
Tel: 051-4938283  
Fax: 051-4938284  
E-mail: [isb@shaheeninsurance.com](mailto:isb@shaheeninsurance.com)

### Multan

Office no. A- 1717 & 1718, 2nd Floor,  
Kachari Road, Opp. Hajveri Arcade, Multan  
E-mail: [mul@shaheeninsurance.com](mailto:mul@shaheeninsurance.com)

### Sialkot

Branch Manager - Mr. Mian Waheed Akhter  
104, First Floor, Kareem Plaza, Defence  
Road, Near Allama Iqbal Town, Sialkot  
Tel. # (052) 3250982, 3550131  
Fax # (052) 3257412  
E-mail: [sil@shaheeninsurance.com](mailto:sil@shaheeninsurance.com)

### Hyderabad

Agency Manager - Syed Shakir Ali  
Upper 2nd Floor  
House # 75, Soldier Bazar  
Tel. # (021) 2720487  
Fax # (022) 2720489  
E-mail: [hyd@shaheeninsurance.com](mailto:hyd@shaheeninsurance.com)

### Lahore Corporate

Branch Manager / GM Mr. Sohaib Ansar Khan  
Office # 6, 6th Floor, Shaheen Complex  
Opp. PTV Station 38, Abbott Road,  
Lahore  
Tel # 042-36370384, 36370741, 36370742  
Fax # 042-36370385  
E-mail: [lhr\\_corporate@shaheeninsurance.com](mailto:lhr_corporate@shaheeninsurance.com)

### Faisalabad

Branch Manager / Mr. Gulshan Ali Ansari  
Office # 2, 4<sup>th</sup> Floor, Ahmed Plaza, Bilal Road,  
Civil Lines, Faisalabad,  
Tel. # (041) 2614112, 2621370, 2634658  
Fax # (041) 2613514  
E-mail: [fsd@shaheeninsurance.com](mailto:fsd@shaheeninsurance.com)

### Peshawar

Branch Manager - Mr. Aamir Shahzad  
Upper Basement, State Life Building  
34 - The Mall, Peshawar Cantt.  
Tel # (091) 5273122 Fax # (091) 5273106  
E-mail: [psw@shaheeninsurance.com](mailto:psw@shaheeninsurance.com)



## DIRECTORS' REPORT TO THE MEMBERS

The Directors are pleased to announce the results of your Company for the nine months ended September 30, 2015.

The Results are summarized below;

	Rupees in million			
	September	September	% Age	December
	2015	2014		2014
Gross Premium Written	268.784	239.778	12.09	284.182
Net Premium Revenue	173.732	173.656	0.043	229.620
Net Claims	73.962	62.139	19.02	73.395
Underwriting Results	38.899	42.992	(9.52)	67.626
Investment Income	9.110	9.989	(8.79)	15.897
Profit/(Loss) Before Tax	7.894	11.396	(30.73)	11.817
Profit/(Loss) After Tax	5.084	13.891	(63.40)	12.962
Earnings Per Share	0.11	0.36	(69.44)	0.31

Profit after tax for the nine months ending September 30, 2015 was lesser than profit after tax for the corresponding nine months of 2014. Profit after tax of the company during the nine months of 2015 was restricted mainly due to higher level of claims in fire segment coupled with decrease in other income. It would be worthwhile to mention here that business of the company has started to exhibit an upward trend. Premium written during the quarter ended September 30, 2015 has increased significantly, resulting in an overall increase of 12% in premium written during the current nine months of 2015 compared with corresponding period of 2014. This is likely to further pick up in coming months, improving the bottom line profitability of the company. Vigorous efforts are being made to get enlistment with various banks and other agencies. Additionally, we are constantly in touch with the rating agency for further improvement of our credit rating, so that the company has a level playing field with other competing insurance companies.

It may be pertinent to mention here that our company has entered into an agreement with JS Bank Limited for providing insurance services. Besides exploring other business avenues, our company is also in the process of collaborating with other commercial banks to provide insurance services to their consumer finance clientele. Besides, the company has also secured enlistment on the panel of approved insurers of Directorate General Transit Trade, Government of Pakistan, opening up an additional avenue for strengthening of existing product line of the company.

Board of Directors' of the company is pleased to inform that the company has paid the long outstanding liability of Rs 56.15 million on account of cotton claim.

On the macroeconomic front, severe shortage of electricity and gas continue to pose major challenge for the overall economic environment of the country affecting the insurance industry as well.

Investment income of the company during the period under review remained almost the same compared with the corresponding period of 2014. Company, however, continue to pursue conservative investment strategy mainly focusing on low risk avenues. Company's investment committee has been vigilant and careful, while making investment decisions.

Decrease in Management and General Administrative Expenses of the company during the nine months of 2015 compared with the corresponding nine months of 2014 are mainly attributed to prudent controls instituted at various levels of the company.

Despite constraints and economies of scale, our company would continue to pursue growth, and performance will improve in times to come.

During the period under review, one director Air Commodore Shahid Jamil Hashmi (Retd.) resigned from the board of the company due to his personal preoccupations. In place of outgoing director, Air Vice Marshal Syed Razi ul Hassan Nawab (Retd.) has been appointed as the director of the company subject to necessary approval by the Securities and Exchange Commission of Pakistan.

Your Directors would like to place on record their appreciation to the field force, staff, Securities and Exchange Commission of Pakistan, Pakistan Re-insurance Company Limited and all our re-insurers for their commitment and support.

Lastly, Let us assure that we will achieve a step higher in our rating InshaAllah and company will definitely produce better results during the remaining months of the year.



**Air Commodore Zafar Yasin (Retd.)**  
**Chairman - Officiating**

October 30, 2015

**CONDENSED INTERIM BALANCE SHEET  
AS AT 30 SEPTEMBER 2015**

	Note	30 September 2015	31 December 2014
		Rupees	
		Un-audited	Audited
<b>Share capital and reserves</b>			
<b>Authorized share capital</b>			
60,000,000 (2014: 60,000,000) ordinary shares of Rupees 10 each		<u>600,000,000</u>	<u>600,000,000</u>
Issued, subscribed and paid-up share capital	6	450,000,000	450,000,000
General reserve		20,000,000	20,000,000
Accumulated loss		<u>(124,831,993)</u>	<u>(129,916,865)</u>
<b>Shareholders' equity</b>		<b>345,168,007</b>	<b>340,083,135</b>
<b>Underwriting provisions</b>			
Provision for outstanding claims (including IBNR)		146,963,744	228,704,455
Provision for unearned premium		182,107,013	125,728,997
Premium deficiency reserve		3,764,066	3,764,066
Commission income unearned		49,143	743,862
<b>Total underwriting provisions</b>		<b>332,883,966</b>	<b>358,941,380</b>
<b>Creditors and Accruals</b>			
Premium received in advance		1,816,535	3,854,296
Amounts due to other insurers / reinsurers		10,156,377	13,356,119
Accrued expenses		10,031,546	10,639,373
Agent balances		20,791,811	11,997,063
Taxation - provisions less payments		2,767,639	1,599,149
Current portion of liabilities against assets subject to finance lease		1,080,442	552,335
Other creditors and accruals	7	59,906,913	45,335,080
		<u>106,551,263</u>	<u>87,333,415</u>
<b>Borrowings</b>			
Liabilities against assets subject to finance lease		7,255,226	-
<b>Other liabilities</b>			
Unclaimed dividend		<u>398,934</u>	<u>398,934</u>
<b>TOTAL LIABILITIES</b>		<b>447,089,389</b>	<b>446,673,729</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>792,257,396</b>	<b>786,756,864</b>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	8		

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.

**CONDENSED INTERIM BALANCE SHEET  
AS AT 30 SEPTEMBER 2015**

	Note	30 September 2015	31 December 2014
		Rupees	
		Un-audited	Audited
<b>Cash and bank deposits</b>			
Cash and other equivalents		2,198,575	1,333,342
Current and saving accounts		37,182,976	39,775,824
Deposits maturing within 12 months		150,000,000	189,290,000
		<u>189,381,551</u>	<u>230,399,166</u>
<b>Loans - secured</b>			
To employees		34,994	54,314
<b>Investments</b>	9	278,171,728	238,653,910
<b>Investment properties</b>	10	57,575,208	58,955,085
<b>Current Assets-Others</b>			
Premiums due but unpaid - net	11	121,408,440	127,690,441
Amounts due from other insurers / reinsurers		25,322,863	15,057,279
Accrued investment income		895,906	1,837,735
Reinsurance recoveries against outstanding claims		23,689,636	30,089,146
Deferred commission expense		24,673,121	16,787,150
Advances, deposits and prepayments		47,607,164	45,682,240
Other receivables		10,404,561	10,343,677
		<u>254,001,691</u>	<u>247,487,668</u>
<b>Fixed assets - Tangible and intangible</b>			
<b>Owned</b>			
Furniture, fixtures and office equipment		5,065,792	6,624,788
Motor vehicles		371,777	3,503,697
Computer software - intangible		-	317,036
		<u>5,437,569</u>	<u>10,445,521</u>
<b>Leased</b>			
Motor vehicles		7,654,655	761,200
<b>TOTAL ASSETS</b>		<u><u>792,257,396</u></u>	<u><u>786,756,864</u></u>

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.



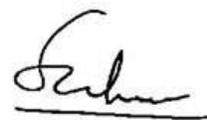
Chairman-Officiating



Director



Director



Chief Executive Officer

**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)  
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2015**

Note	Quarter ended 30 September 2015					2015 Aggregate	2014 Aggregate
	Fire and property damage	Marine, aviation and transport	Motor	Accident and health	Others		
	Rupees						
<b>Revenue Account</b>							
Net premium revenue	4,304,725	1,218,657	52,134,040	2,102,156	7,768,343	67,527,921	56,174,368
Net claims	(22,893,187)	-	(11,116,730)	(1,080,931)	(32,506)	(35,123,354)	(26,281,682)
Management expenses	(1,462,988)	(438,179)	(8,067,865)	(316,863)	(1,252,524)	(11,538,441)	(12,097,334)
Net commission	(663,361)	(604,069)	(6,371,589)	(100,069)	(1,419,707)	(9,158,795)	(10,286,397)
<b>Underwriting results</b>	<b>(20,714,811)</b>	<b>178,409</b>	<b>26,577,856</b>	<b>604,273</b>	<b>5,063,606</b>	<b>11,707,331</b>	<b>7,508,955</b>
Investment income						3,973,013	5,569,427
Rental income						676,937	375,000
Other income						986,278	1,843,148
General and administration expenses						(14,583,668)	(15,097,484)
<b>Profit / (loss) for the period before taxation</b>						<b>1,859,891</b>	<b>189,046</b>
Provision for taxation						(675,279)	(280,872)
<b>Profit / (loss) after tax</b>						<b>1,184,612</b>	<b>(91,826)</b>
<b>Earnings per share-basic and diluted</b>	16.					<b>0.03</b>	<b>(0.002)</b>

Note	Nine months period ended September 30, 2015					2015 Aggregate	2014 Aggregate
	Fire and property damage	Marine, aviation and transport	Motor	Accident and health	Others		
	Rupees						
<b>Revenue Account</b>							
Net premium revenue	16,893,818	2,600,221	128,797,328	10,488,201	14,953,371	173,732,939	173,656,535
Net claims	(34,679,300)	(1,066,010)	(32,814,532)	(3,389,394)	(2,004,634)	(73,962,870)	(62,139,172)
Management expenses	(4,897,296)	(1,276,155)	(21,525,375)	(1,658,430)	(4,220,982)	(33,578,238)	(37,017,968)
Net commission	(3,863,456)	(1,809,091)	(16,658,849)	(388,663)	(4,572,566)	(27,292,624)	(31,507,324)
<b>Underwriting results</b>	<b>(26,546,234)</b>	<b>(1,550,035)</b>	<b>57,798,571</b>	<b>5,041,714</b>	<b>4,155,190</b>	<b>38,899,207</b>	<b>42,992,071</b>
Investment income						9,110,928	9,989,215
Rental income						1,754,457	1,473,036
Other income						4,065,702	38,645,596
General and administration expenses						(45,836,158)	(81,703,597)
<b>Profit for the period before taxation</b>						<b>7,894,136</b>	<b>11,396,321</b>
Provision for taxation							
-Current						(2,808,264)	(971,160)
-Prior						-	3,466,010
<b>Profit after tax</b>						<b>5,084,872</b>	<b>13,891,171</b>
Balance of accumulated loss at commencement of the year						(129,916,865)	(142,879,328)
Profit for the nine months period						5,084,872	13,891,171
Balance of accumulated loss at end of the period						(124,831,993)	(128,988,157)
<b>Earnings per share-basic and diluted</b>	16.					<b>0.11</b>	<b>0.31</b>

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information



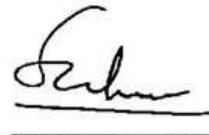
Chairman-Officiating



Director



Director



Chief Executive Officer

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2015**

	Quarter ended		Nine month period ended	
	30 Sep 2015	30 Sep 2014	30 Sep 2015	30 Sep 2014
	<b>Rupees</b>			
Profit / (loss) for the period	1,184,612	(91,826)	5,084,872	13,891,171
<b>Other comprehensive income</b>				
Items that will not be reclassified into profit or loss	-	-	-	-
Items that may be reclassified subsequently to profit or loss	-	-	-	-
<b>Total comprehensive income / (loss) for the period</b>	<b>1,184,612</b>	<b>(91,826)</b>	<b>5,084,872</b>	<b>13,891,171</b>

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.

  
Chairman-Officiating

  
Director

  
Director

  
Chief Executive Officer

**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)  
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2015**

	30 September 2015	30 September 2014
	----- Rupees -----	
<b>OPERATING ACTIVITIES</b>		
<b>a) Underwriting activities</b>		
Premiums received	273,029,051	307,955,418
Reinsurance premiums paid	(53,940,201)	(58,308,811)
Claims paid	(177,170,973)	(184,267,265)
Reinsurance and other recoveries received	27,866,902	87,042,009
Commissions paid	(28,702,912)	(56,446,571)
Commissions received	1,624,346	84,514
<b>Net cash flows from underwriting activities</b>	<b>42,706,212</b>	<b>96,059,294</b>
<b>b) Other operating activities</b>		
Income tax paid	(1,640,774)	(1,431,200)
Management and administration expenses paid	(54,031,680)	(88,575,390)
Loans advanced - net	19,320	714,254
<b>Net cash used in other operating activities</b>	<b>(55,653,134)</b>	<b>(89,292,336)</b>
<b>Total cash used in all operating activities</b>	<b>(12,946,922)</b>	<b>6,766,958</b>
<b>INVESTING ACTIVITIES</b>		
Profit / Return received	10,052,755	8,254,589
Rentals received	1,907,748	1,473,036
Payments for investments	(43,361,037)	(15,021,561)
Proceeds from disposal of investments	-	6,216,350
Fixed capital expenditure	(369,750)	(73,000)
Proceeds from disposal of fixed assets	4,682,000	8,761,900
<b>Total cash (used in) / flows from all investing activities</b>	<b>(27,088,284)</b>	<b>9,611,314</b>
<b>FINANCING ACTIVITIES</b>		
Financial charges paid	(190,824)	-
Payments of finance lease liability	(803,647)	(791,572)
Issue of right shares	-	150,000,000
<b>Total cash flows from / (used in) all financing activities</b>	<b>(994,471)</b>	<b>149,208,428</b>
<b>Net cash flows from all activities</b>	<b>(41,029,677)</b>	<b>165,586,700</b>
Exchange gain on cash and cash equivalents	12,062	-
Cash and cash equivalents at the beginning of year	230,399,166	71,531,639
<b>Cash and cash equivalents at end of the period</b>	<b>189,381,551</b>	<b>237,118,339</b>

30 September 2015      30 September 2014  
————— Rupees —————

**Reconciliation to profit and loss account**

Operating cash flows	(12,946,922)	6,766,958
Exchange gain on cash and cash equivalents	12,062	-
Depreciation on fixed assets	(6,467,063)	(8,444,385)
Depreciation on investment property	(1,379,878)	(1,379,827)
Gain on disposal of fixed assets	2,668,346	5,948,549
Taxes paid	1,640,774	(1,431,200)
Financial charges	(190,824)	(324,821)
Increase (Decrease) in assets other than cash	6,514,023	(139,272,901)
(Increase) Decrease in liabilities	5,780,878	137,577,372
Investment and other income	12,262,741	15,422,586
Provision for tax	(2,809,264)	(971,160)
<b>Profit after taxation</b>	<b>5,084,872</b>	<b>13,891,171</b>

**Definition of cash**

Cash comprises of cash in hand, policy stamps, cheques in hand, bank balances and other deposits which are readily convertible to cash and which are used in the cash management function on a day-to-day basis.

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

**Cash and other equivalents**

- Cash in hand	183,171	2,138,302
- Policy stamps in hand	2,015,404	-
	<u>2,198,575</u>	<u>2,138,302</u>

**Current and saving accounts**

- Current accounts	11,130,116	1,185,781
- Savings accounts	26,052,859	38,794,256
	<u>37,182,976</u>	<u>39,980,037</u>

**Deposits maturing within 12 months**

Term Deposit- local currency	150,000,000	195,000,000
	<u>189,381,551</u>	<u>237,118,339</u>

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.



Chairman-Officiating



Director



Director



Chief Executive Officer

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)  
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2015**

	Paid-up share capital	Revenue reserves		Total
		General reserve	Accumulated loss	
----- Rupees -----				
Balance as at 31 December 2013	300,000,000	20,000,000	(142,879,328)	177,120,672
Changes in equity for the nine month period ended 30 Sep 2014				
Issue of right shares during the period	150,000,000	-	-	150,000,000
Profit for the nine month period ended 30 Sep 2014	-	-	13,891,171	13,891,171
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	-	13,891,171	13,891,171
Balance as at 30 Sep 2014	450,000,000	20,000,000	(128,988,157)	341,011,843
Changes in equity for the three month period ended 30 September 2014				
Loss for the three month period ended 31 Dec 2014	-	-	(928,708)	(928,708)
Other comprehensive income	-	-	-	-
Total comprehensive loss for the period	-	-	(928,708)	(928,708)
Balance as at 31 December 2014	450,000,000	20,000,000	(129,916,865)	340,083,135
Changes in equity for the nine month period ended 30 Sep 2015				
Profit for the nine month period ended 30 Sep 2015	-	-	5,084,872	5,084,872
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	-	5,084,872	5,084,872
Balance as at 30 September 2015	450,000,000	20,000,000	(124,831,993)	345,168,007

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.



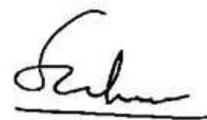
Chairman-Officiating



Director



Director



Chief Executive Officer

CONDENSED INTERIM STATEMENT OF PREMIUMS (UN-AUDITED)  
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2015

Business underwritten inside Pakistan

Class	Quarter ended 30 SEPTEMBER 2015											
	Premium written		Unearned premium reserve		Premium earned		Reinsurance ceded		Prepaid reinsurance premium ceded		2015 Net premium revenue	
	a	b	c	d=2+b-c	e	f	g	h=2+f-g	i	j	k=h-i	2014 Net premium revenue
Direct and facultative												
Fire and property damage	21,302,082	15,244,819	26,841,656	9,705,245	10,040,517	9,462,187	14,102,184	5,400,520	4,394,725	5,205,507	4,394,725	5,205,507
Marine, aviation and transport	2,679,578	1,591,854	1,364,614	2,906,818	1,688,162	844,081	844,082	1,888,161	1,218,857	1,526,517	1,218,857	1,526,517
Motor	86,516,317	87,027,200	131,786,678	83,794,639	889,952	5,191,319	4,460,472	1,620,799	52,134,048	39,254,267	52,134,048	39,254,267
Accident and health	(4,114,466)	9,732,126	3,515,504	2,102,156	-	-	-	-	2,102,156	(2,918,976)	2,102,156	(2,918,976)
Others	16,404,524	10,319,425	18,596,562	8,127,357	3,910,496	8,398,437	11,939,659	359,044	7,788,343	13,097,053	7,788,343	13,097,053
Total	134,768,084	123,915,424	182,107,013	76,596,445	15,529,096	23,888,024	31,346,596	9,068,524	87,527,921	56,174,368	87,527,921	56,174,368

Business underwritten inside Pakistan

Class	Nine month period ended 30 September 2015											
	Premium written		Unearned premium reserve		Premium earned		Reinsurance ceded		Prepaid reinsurance premium ceded		2015 Net premium revenue	
	a	b	c	d=2+b-c	e	f	g	h=2+f-g	i	j	k=h-i	2014 Net premium revenue
Direct and facultative												
Fire and property damage	35,567,452	22,225,559	26,841,656	30,971,355	19,237,276	8,942,445	14,102,184	14,077,537	10,893,818	11,669,405	10,893,818	11,669,405
Marine, aviation and transport	8,617,483	817,757	1,364,614	8,070,626	5,064,487	1,250,000	844,082	5,470,405	2,800,221	4,222,789	2,800,221	4,222,789
Motor	191,700,046	76,452,881	131,786,678	136,364,049	5,353,817	6,673,578	4,460,472	7,566,721	129,787,328	129,762,802	129,787,328	129,762,802
Accident and health	7,893,954	6,100,851	3,515,504	10,488,201	-	-	-	-	10,488,201	17,154,771	10,488,201	17,154,771
Others	24,965,976	20,123,149	19,596,562	26,512,563	10,819,496	12,679,555	11,939,659	11,599,192	14,953,371	10,837,769	14,953,371	10,837,769
Total	289,764,910	125,728,997	182,107,013	212,406,795	40,474,875	29,545,576	31,346,596	36,673,655	173,732,939	173,656,535	173,732,939	173,656,535

Note: The Company does not underwrite business outside Pakistan.  
The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.



Chairman-Officiating



Director



Director



Chief Executive Officer

CONDENSED INTERIM STATEMENT OF CLAIMS (UN-AUDITED)  
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2015  
Business underwritten inside Pakistan

Class	Claims paid	Outstanding claims		Claims expense	Quarter ended 30 September 2015		Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims		Reinsurance and other recoveries revenue	2015 Net claims expense	2014 Net claims expense
		Opening	Closing		Reinsured	Other		Opening	Closing			
Rupees												
Direct and facultative												
Fire and property damage	61,268,680	86,572,565	48,888,243	23,382,358	(2,942,301)	17,606,850	21,037,322	489,171	22,883,187	12,237,889	(1,253,511)	
Marine, aviation and transport	4,050,000	6,339,914	4,348,914	-	1,500,000	3,440,278	1,940,278	-	11,116,730	10,118,278	1,981,007	
Motor	22,987,846	66,344,218	58,093,347	14,736,875	3,002,658	8,400	628,587	3,620,245	1,880,931	1,981,007	3,258,045	
Accident and health	2,630,209	24,386,759	23,437,481	1,080,831	-	5,989,839	85,451	381,461	35,123,354	28,281,862		
Others	6,348	12,098,140	12,398,759	393,957	6,245,905	27,024,421	23,699,638	4,470,577				
Total	90,343,083	197,712,596	146,963,744	39,594,231	7,805,682	27,024,421	23,699,638	4,470,577	35,123,354	28,281,862		
Treaty - Proportional												
Grand total	90,343,083	197,712,596	146,963,744	39,594,231	7,805,682	27,024,421	23,699,638	4,470,577	35,123,354	28,281,862		

Business underwritten inside Pakistan

Class	Claims paid	Outstanding claims		Claims expense	Nine month period ended 30 September 2015		Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims		Reinsurance and other recoveries revenue	2015 Net claims expense	2014 Net claims expense
		Opening	Closing		Reinsured	Other		Reinsured	Other			
Rupees												
Direct and facultative												
Fire and property damage	90,091,078	93,453,686	48,888,243	45,323,653	11,006,520	21,489,488	21,037,322	10,944,533	34,679,300	18,637,680	(188,888)	
Marine, aviation and transport	5,107,628	8,392,532	4,348,914	1,065,010	1,204,521	3,144,797	1,940,278	-	9,942,632	32,624,566	2,309,121	
Motor	89,692,192	86,028,280	58,093,347	41,757,189	8,316,070	-	628,587	8,942,657	3,389,394	2,004,634	8,736,321	
Accident and health	8,808,017	28,847,104	23,437,481	3,389,394	-	5,444,890	85,451	1,880,382	73,962,870	62,139,172		
Others	3,471,150	11,982,893	12,398,759	3,885,016	7,239,791	30,088,146	23,699,638	21,467,392				
Total	177,170,973	228,704,455	146,963,744	95,430,282	27,866,902	30,088,146	23,699,638	21,467,392	73,962,870	62,139,172		
Treaty - Proportional												
Grand total	177,170,973	228,704,455	146,963,744	95,430,282	27,866,902	30,088,146	23,699,638	21,467,392	73,962,870	62,139,172		

Note: This Company does not underwrite business outside Pakistan.  
The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.



Chairman-Officiating



Director



Director



Chief Executive Officer

**STATEMENT OF EXPENSES (UN-AUDITED)  
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2015**  
Business underwritten inside Pakistan

Class	Quarter ended 30 Sep 2015											
	Commissions paid or payable	Operating	Deferred Commission	Closing	Net Commission expense	Commission expense	Management expenses	Other Management expenses	Underwriting expense	*Commission from reinsurers	2015 Net underwriting expenses	2014 Net underwriting expenses
	a	b	c	d	e=f+g	h=i+j+k	l	m	n	o	p=q+r	s
<b>Direct and facultative</b>												
Fire and property damage	3,659,562	4,457,868	5,866,696	2,130,735	2,130,735	1,462,368	3,593,723	1,467,374	3,593,723	1,467,374	2,126,348	4,097,073
Marine, aviation and transport	581,543	317,912	295,386	604,069	604,069	438,179	1,042,248	-	1,042,248	-	1,042,248	1,344,247
Motor	10,226,848	12,164,212	15,736,840	6,652,220	6,652,220	8,067,865	14,720,085	260,631	14,720,085	260,631	14,439,454	13,054,613
Accident and health	(208,670)	422,490	113,751	100,669	100,669	316,863	416,962	-	416,962	-	416,962	1,263,228
Others	2,009,864	1,978,121	2,558,448	1,428,337	1,428,337	1,252,524	2,880,881	8,630	2,880,881	8,630	2,872,231	2,594,968
<b>Total</b>	<b>16,247,947</b>	<b>19,340,603</b>	<b>24,673,121</b>	<b>10,915,430</b>	<b>10,915,430</b>	<b>11,538,441</b>	<b>22,453,870</b>	<b>1,756,635</b>	<b>22,453,870</b>	<b>1,756,635</b>	<b>20,697,236</b>	<b>22,363,730</b>
Treaty - Proportional	-	-	-	-	-	-	-	-	-	-	-	-
<b>Grand total</b>	<b>16,247,947</b>	<b>19,340,603</b>	<b>24,673,121</b>	<b>10,915,430</b>	<b>10,915,430</b>	<b>11,538,441</b>	<b>22,453,870</b>	<b>1,756,635</b>	<b>22,453,870</b>	<b>1,756,635</b>	<b>20,697,236</b>	<b>22,363,730</b>

Business underwritten inside Pakistan

Class	Nine month period ended 30 NINE 2015											
	Commissions paid or payable	Operating	Deferred Commission	Closing	Net Commission expense	Commission expense	Management expenses	Other Management expenses	Underwriting expense	*Commission from reinsurers	2015 Net underwriting expenses	2014 Net underwriting expenses
	a	b	c	d	e=f+g	h=i+j+k	l	m	n	o	p=q+r	s
<b>Direct and facultative</b>												
Fire and property damage	6,179,823	3,249,130	5,866,696	5,462,258	5,462,258	4,897,295	10,369,554	1,596,802	10,369,554	1,596,802	8,764,732	17,324,065
Marine, aviation and transport	1,908,075	196,402	295,386	1,809,091	1,809,091	1,278,155	3,085,246	-	3,085,246	-	3,085,246	5,519,786
Motor	23,472,051	9,344,823	15,736,840	17,078,034	17,078,034	21,525,375	38,903,409	419,165	38,903,409	419,165	38,164,224	56,362,064
Accident and health	162,362	320,032	113,751	368,663	368,663	1,658,430	2,047,053	-	2,047,053	-	2,047,053	6,260,763
Others	3,755,329	3,676,763	2,558,448	4,873,644	4,873,644	4,220,962	9,094,626	301,078	9,094,626	301,078	8,793,548	9,826,082
<b>Total</b>	<b>37,497,960</b>	<b>16,797,150</b>	<b>24,673,121</b>	<b>29,611,689</b>	<b>29,611,689</b>	<b>33,578,239</b>	<b>63,188,928</b>	<b>2,319,065</b>	<b>63,188,928</b>	<b>2,319,065</b>	<b>60,870,863</b>	<b>96,312,790</b>
Treaty - Proportional	-	-	-	-	-	-	-	-	-	-	-	-
<b>Grand total</b>	<b>37,497,960</b>	<b>16,797,150</b>	<b>24,673,121</b>	<b>29,611,689</b>	<b>29,611,689</b>	<b>33,578,239</b>	<b>63,188,928</b>	<b>2,319,065</b>	<b>63,188,928</b>	<b>2,319,065</b>	<b>60,870,863</b>	<b>96,312,790</b>

\* Commission from reinsurers is arrived at after taking the impact of the operating and closing balances of unearned commission.

Note: The Company does not underwrite business outside Pakistan.

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.



**Chairman-Officiating**



**Director**



**Chief Executive Officer**

**CONDENSED INTERIM STATEMENT OF INVESTMENT INCOME (UN-AUDITED)  
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2015**

	Quarter ended		Six month period ended	
	30 September 2015	30 September 2014	30 September 2015	30 September 2014
----- Rupees -----				
<b>Income from trading Investments - net</b>				
Gain on sale of held for trading investments	-	1,052,893	-	2,161,510
Dividend income	-	298,752	-	298,752
	-	1,351,645	-	2,460,262
<b>Income from non-trading investments</b>				
<i>Held-to-maturity</i>				
Return on other fixed income securities	1,808,745	4,780,831	8,891,894	8,715,994
Return on PIBs	1,179,117	456,258	2,336,568	765,615
	2,987,862	5,237,089	11,228,462	9,481,609
<b>Available for sale</b>				
Dividend income	-	-	39,653	-
<b>Unrealized loss on revaluation of held-for-trading investments</b>	85,151	(1,025,057)	(2,157,187)	(1,939,671)
<b>Investment related expenses</b>	-	(4,250)	-	(12,985)
<b>Net investment income</b>	<b>3,073,013</b>	<b>5,559,427</b>	<b>9,110,928</b>	<b>9,989,215</b>

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.



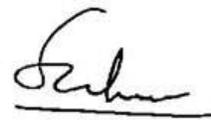
Chairman-Officiating



Director



Director



Chief Executive Officer

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2015**

**1. STATUS AND NATURE OF BUSINESS**

Shaheen Insurance Company Limited ("the Company") was incorporated in March 1995 under the Companies Ordinance, 1984, as a Public Company and obtained the certificate for commencement of business in July 1995. It was registered with the Controller of Insurance in November 1995 to carry out non-life insurance business comprising fire, marine, motor, aviation, engineering, transportation, health, etc. The shares of the company are listed on Karachi, Lahore and Islamabad Stock Exchanges.

Its registered office is located at 10th floor, Shaheen Commercial Complex, Karachi.

**2. BASIS OF PREPARATION**

**2.1 Statement of Compliance**

This condensed interim financial report (condensed interim financial information) of the Company for the six months period ended 30 September 2015 has been prepared in accordance with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting" and provisions of and directives issued under the Companies Ordinance, 1984, the Insurance Ordinance, 2000 and the SEC (Insurance) Rules, 2002. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984, the Insurance Ordinance, 2000 and the SEC (Insurance) Rules, 2002 have been followed.

The Securities and Exchange Commission of Pakistan ("SECP") has allowed insurance companies to defer the application of International Accounting Standard (IAS) 39 "Financial Instruments: Recognition and Measurement" in respect of "Investment available-for-sale" until suitable amendments have been made in the law. Accordingly the requirements of IAS -39, to the extent allowed by the SECP, have not been considered in the preparation in this condensed interim financial information.

**2.2** This condensed interim financial information is unaudited but subject to limited review by the statutory auditors and is being submitted to the shareholders in accordance with the Section 245 to the Companies Ordinance, 1984. This condensed interim financial information should be read in conjunction with the annual financial statements of the Company for the year ended 31 December 2014.

**2.3 Basis of Presentation**

This condensed interim financial information has been prepared under the historical cost convention, except that 'held to maturity' investments are stated at amortized cost and investment 'at fair value through profit or loss- held for trading investments' are stated at fair value.

This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

This condensed interim financial information has been prepared and presented in Pakistani rupees, which is the Company's functional and presentation currency.

**3. SIGNIFICANT ACCOUNTING POLICIES AND COMPUTATION METHODS**

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

**4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS**

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

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

**5. FINANCIAL AND INSURANCE RISK MANAGEMENT**

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

**6. SHARE CAPITAL**

**6.1 Authorized share capital**

30 September 2015	31 December 2014		30 September 2015	31 December 2014
		Number of shares	Rupees	
80,000,000	60,000,000	Ordinary shares of Rs. 10 each	800,000,000	600,000,000

## 8.2 Issued, subscribed and paid - up share capital

30 September 2015	31 December 2014		30 September 2015	31 December 2014
Number of shares			Rupees	
8,000,000	8,000,000	Ordinary shares of Rs. 10 each, fully paid in cash	80,000,000	80,000,000
12,000,000	12,000,000	Ordinary shares of Rs. 10 each, issued as fully paid bonus shares	120,000,000	120,000,000
10,000,000	10,000,000	Ordinary shares of Rs. 10 each, issued as right shares	100,000,000	100,000,000
15,000,000	15,000,000	Ordinary shares of Rs. 10 each, issued as right shares	150,000,000	150,000,000
<u>45,000,000</u>	<u>45,000,000</u>		<u>450,000,000</u>	<u>450,000,000</u>

## 7. OTHER CREDITORS AND ACCRUALS

Federal excise duty payable	45,710,617	32,575,984
Withholding tax payable	2,521,876	1,853,536
Workers welfare fund payable	710,725	710,725
Unearned rental income	638,399	485,108
Payable to provident fund	5,244,505	5,294,410
Others	5,080,781	4,415,317
	<u>59,906,913</u>	<u>45,335,080</u>

## 8. CONTINGENCIES AND COMMITMENTS

### 8.1 Contingencies

8.1.1 Securities and Exchange Commission of Pakistan has postponed the hearing on show cause notices issued under section 208 of the companies ordinance 1984 and section 39 read with section 156 and section 158 of the Insurance ordinance 2000. Hearing is likely to take place in current year.

8.1.2 A claim was raised by General Trading Establishment in 2011 amounting to Rs. 60.65 million, which was rejected by the surveyor. The aggrieved party filed a suit against the Company in the High court of Sindh. The legal advisor of the Company is of the view that the Company is likely to be successful in respect of this suit. Therefore, no provision has been made in the condensed interim financial

8.1.3 The Income tax assessments of the Company have been finalized up to and including the assessment year 2013-14 (financial year ended December 31, 2013), unless amended.

However, assessments for Tax years 2004, 2006 and 2007 had been amended by the taxation officer, against which the Company had preferred an appeal before the Commissioner Inland Revenue (Appeal) (CIR(A)). Subsequently, CIR(A) confirmed the order of taxation officer, against which company preferred to file an appeal before the Appellate Tribunal Inland Revenue (ATIR). ATIR decided the case in favor of the Company. Department filed Income Tax Reference Application against the company in the High Court of Sindh. Case so filed was decided in favour of the Company against the department in the High Court of Sindh as well, through the order dated September 5, 2013. However, Income Tax Department has filed Civil Petitions in The Supreme Court of Pakistan against the Order of High Court of Sindh; the decision of which is pending. The demand raised was of Rs 2.045 million for the tax year 2004, Rs 8.22 million for the tax year 2006, and Rs 9.889 million for tax year 2007 against apportionment of expenditure. As it is expected that the matter will be decided in favour of the Company, no provision has been made in the accounts.

### 8.2 Commitments

There were no commitments as at 30 September 2015 ( 31 December 2014: Nil)

## 9. INVESTMENTS

### 9.1 Type of Investments

#### Held-to-maturity

	30 September 2015	31 December 2014
	Rupees	
Government Securities	56,325,852	14,650,846
	<u>56,325,852</u>	<u>14,650,846</u>

#### At fair value through profit or loss - Held for trading

#### Available-for-sale investments

First Capital Equities Limited	188,000,000	188,000,000
Mutual Funds		
Open-end funds	32,062,726	32,062,726
	<u>278,171,728</u>	<u>238,653,910</u>

## 9.2 Government Securities

Type of security	Maturity date	Profit (%)	Face value	30 Sep 2015	31 December 2014
				Rupees	
Pakistan Investment Bonds	18 July 2018	11.50%	15,000,000	14,724,508	14,650,846
Pakistan Investment Bonds	18 July 2018	11.50%	8,600,000	9,508,666	-
Pakistan Investment Bonds	18 July 2017	11.50%	3,000,000	3,218,389	-
Pakistan Investment Bonds	30 August 2018	12.00%	25,800,000	28,874,279	-
				<u>56,325,852</u>	<u>14,650,846</u>

These represent listed term finance certificates (face value of Rs. 5 000 each) and carried mark up rate equal to five years Pakistan

- 9.3 At 31 December 2012, the TFC was classified as non-performing as per the valuation report of debt securities by the Mutual Fund Association of Pakistan under SECP Circular 33 of 2012 dated 24 October 2012.
- 9.4 Market value of quoted available-for-sale securities is Rupees 213.65 (31 December 2014: Rupees 208.68 million).
- 9.5 Had the Company followed International Accounting Standard (IAS) 39 "Financial Instruments: Recognition and Measurement" in respect of recognition of gain / (loss) on measurement of available for sale securities directly into equity, the investments of the Company would have been lower by Rs. 10.21 million (2014: lower by Rs. 11.383 million) and the net equity would have decreased by the same amount.
- 9.6 On 29 November 2012, the Company through an agreement settled balance of 'reverse repo' and 'premium due but unpaid' amounting to Rs. 99.89 million (reverse repo and associated mark-up) and Rs. 88.859 million of FCSC Group and Pace (Pakistan) Limited respectively against 4.7 million shares of First Capital Equities Limited (a related party) at Rs. 40 per share against the market value of Rs. 69 per share as at that date. The agreement was subsequently amended on 07 March 2013 to make the clause of restriction on holding period and SWAP against property null and void.

The Company has filed a petition in Honorable Civil Court, Lahore on 4 April 2015 against the First Capital Equities Limited praying for the recovery of Rupees 188 million. The case is pending for hearing.

The Company has been served a show cause notice dated 02 May 2013 by the SECP stating that investment with FCEL is creating difficulty for the Company with respect to the liquidity and solvency. Further, it appears that the Company has not followed the requirements of section 208 of the Companies Ordinance, 1984 and the Companies (Investment in Associated Companies or Associated Undertakings) Regulation, 2012. The SECP has conducted hearing on this matter. The decision of SECP is awaited.



11. PREMIUMS DUE BUT UNPAID - NET	30 September	31 December
	2015	2014
	----- Rupees -----	
Considered good	121,408,440	127,690,441
Considered doubtful	25,310,430	25,310,430
	<u>146,718,870</u>	<u>153,000,871</u>
Provision for doubtful receivables	<u>(25,310,430)</u>	<u>(25,310,430)</u>
	<u>121,408,440</u>	<u>127,690,441</u>
<b>11.1 Premiums due but unpaid from related parties include:</b>		
Shaheen Airport Services (SAPS)	322,884	3,202,171
Shaheen Foundation, PAF	165,298	-
Shaheen Aero Traders	42,846	205,608
Shaheen Knitwear	-	134,207
Hawks Advertising and Communication	-	5,518
	<u>531,028</u>	<u>3,547,504</u>

## 12. ADDITIONS AND DELETIONS IN FIXED ASSETS

Details of the cost of operating assets that have been acquired and disposed of during the nine month period are as follows:

	30 Sep 2015		30 Sep 2014	
	Additions	Disposals	Additions	Disposals
	----- Rupees -----		----- Rupees -----	
Furniture, fixtures and office equipment	369,750	1,180,989	73,000	2,213,680
Motor vehicles	-	3,135,000	-	12,593,000
Motor vehicles Leased	8,853,000	2,076,000	-	-
	<u>9,222,750</u>	<u>6,391,989</u>	<u>73,000</u>	<u>14,806,680</u>

### 13. SEGMENT REPORTING

Class of business wise revenue and results have been disclosed in the profit and loss account prepared in accordance with the requirement of Insurance Ordinance, 2000 and the SEC (Insurance) Rules, 2002. The following table presents information regarding segment assets, liabilities as at 30 June 2015 and 31 December 2014, unallocated capital expenditures and non-cess expenses during the current and last period.

	Fire & Property Damage		Marine, Aviation & Transport		Motor		Accident and Health		Others		Total	
	30 September 2015	31 December 2014	30 September 2015	31 December 2014	30 September 2015	31 December 2014	30 September 2015	31 December 2014	30 September 2015	31 December 2014	30 September 2015	31 December 2014
Rupees												
<b>SEGMENT ASSETS</b>												
Segment assets	52,584,658	56,438,864	22,659,078	24,319,924	223,407,548	238,782,686	105,400,975	113,126,567	42,053,639	45,136,051	446,105,898	478,804,192
Unallocated corporate assets					346,151,488						346,151,488	307,952,672
Total assets					<u>792,257,386</u>						<u>792,257,386</u>	<u>786,756,864</u>
<b>SEGMENT LIABILITIES</b>												
Segment liabilities	44,410,602	47,072,202	19,136,823	20,283,725	188,679,617	199,967,709	89,016,652	94,351,779	35,516,583	37,645,151	376,790,678	399,340,596
Unallocated corporate liabilities											70,328,711	47,333,153
Total liabilities											<u>447,089,389</u>	<u>446,673,729</u>
Capital expenditure	1,067,130	47,783	468,452	20,581	4,618,706	202,922	2,179,050	95,735	868,413	38,198	9,222,751	405,220
Depreciation / Amortization	824,857	1,431,865	398,570	617,000	3,529,708	6,083,321	1,663,989	2,870,037	739,718	1,145,109	7,846,941	12,147,332



**Other balances with associated companies**

	30 September 2015		31 December 2014	
	----- Rupees -----			
Prepaid rent	2,663,680		6,957,736	
Security deposits	4,147,200		4,147,200	
<b>Transactions for the period with other related parties</b>	<b>Quarter ended</b>		<b>Nine month period ended</b>	
	<b>30 September 2015</b>	<b>30 September 2014</b>	<b>30 September 2015</b>	<b>30 September 2014</b>
	----- Rupees -----		----- Rupees -----	
Contribution to the provident fund	123,505	161,295	325,978	434,497
Remuneration of key management personnel	7,650,021	4,362,930	13,363,743	12,599,677
			30 September 2015	
			31 December 2014	
	----- Rupees -----			
Payable to Provident Fund			5,244,505	
			5,294,410	

- 16.1 Insurance and claim related transactions with related parties are carried in normal course of business.  
 16.2 Remuneration to the key management personnel are in accordance with the terms of their employment.  
 16.3 Contribution to the provident fund is in accordance with the Company's staff services rules.  
 16.4 Other transactions are at agreed terms.

**16. EARNINGS / (LOSS) PER SHARE - BASIC AND DILUTED**

	Quarter ended		Nine months period ended	
	30 September 2015	30 September 2014	30 September 2015	30 September 2014
	----- Rupees -----		----- Rupees -----	
Profit / (loss) for the period	1,184,612	(91,826)	5,084,872	13,891,171
	Number of Shares		Number of Shares	
Weighted average number of ordinary shares of Rs. 10 each	45,000,000	45,000,000	45,000,000	45,000,000
	----- Rupees -----		----- Rupees -----	
Earnings / (loss) per share	0.03	(0.002)	0.11	0.31

- 16.1 The company has not issued any instrument which would dilute its basic earnings per share when exercised.

**17. GENERAL**

- 17.1 This condensed interim financial information was approved and authorized for issue in the board of directors meeting held on Oct 30, 2015  
 17.2 The figures have been rounded off to the nearest rupee.



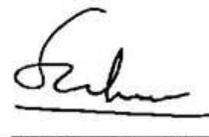
Chairman-Officiating



Director



Director



Chief Executive Officer