



The Pakistan General Insurance Co. Ltd.
(Incorporated in 1947)



58th
.....
annual report 2005



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COMPANY INFORMATION

BOARD OF DIRECTORS

CHAIRMAN

Ch. Manzoor Ahmad
PSP (Retd)
M.A.LLB: DTL: DLL.

PRESIDENT & CHIEF EXECUTIVE

Ch. Zahoor Ahmed

DIRECTORS

Mr. Nasir Ali
Dr. Mahmood-ul-Haq
Mr. Aamer Manzoor
Ch. Mazhar Zahoor
Mr. Usman Ali
Tallat Zahoor

**EXECUTIVE DIRECTOR
& SECRETARY**

Ch. Muhammad Saleem

The Pakistan General Insurance Company Ltd.

AUDIT COMMITTEE:	Mr. Nasir Ali Dr. Mahmood-ui-Haq Mr. Mazhar Zahoor	Chairman Member Member
CHIEF FINANCIAL OFFICER:	Mr. Javed Iqbal Khan	
COMPANY SECRETARY:	Ch. Muhammad Saleem	
SR.EXECUTIVE VICE PRESIDENT:	Mr. Javed Iqbal Khan	
UNDERWRITING COMMITTEE:	Malik Muhammad Asghar Haji Zahid Iqbal Zia	
CLAIM COMMITTEE:	Maj (Rtd.) Munir A. Kazi Ch. Ghulam Mustafa Haji Ghulam Sarwar Chughtai	
RE-INSURANCE & CO-INSURANCE COMMITTEE:	Mr. Nasir Ali Ch. Ghulam Mustafa Mr. Muhammad Maqsood Piracha	
INTERNAL AUDITOR:	Mr. Abdul Rasheed Mr. Muhammad Tariq Gorsl	
AUDITORS:	Hameed Khan & Co., Chartered Accountants 16-A, Link Farid Court Road, Near A.G. Office, Lahore Ph: 042-7351851 - 7234562 - 7239271 E-mail: hameed@brain.net.pk	
LEGAL ADVISOR:	Ch. Muhammad Maqsood Ahmad Advocate Supreme Court 9 State Life Building, Bank Square Shahrah-e-Quaid-e-Azam, Lahore Ph: Office: 042-7237097 - 0300-4249753	
	Mr. Javed Iqbal Advocate High Court, Lahore 2nd Floor, Cooperative Bank House Shahrah-e-Quaid-e-Azam, Lahore Ph: Office: 042-7242222 - 7231400, 0300-9492009	
REGISTERED OFFICE:	Cooperative Bank House 5-Bank Square Shahrah-e-Quaid-e-Azam Post Box No, 1364, Lahore Ph: 042-7323569-7325382-7324404 Fax: 042-7230634 - 7230895	
HEAD OFFICE:	5-A Bank Square, Lahore Ph: 042-7323569-7325382-7324404 Fax: 042-7230634 - 7230895	
PRESIDENT OFFICE:	Gardee Trust Building Thornton Road, Lahore Ph: 042-7223224/7230892-94,7310685, 7310590 Fax: 042-7230895 - 7230634	

MANAGEMENT EXECUTIVES

President & Chief Executive	Ch. Zahoor Ahmed
Joint President	Ch. Athar Zahoor
Chief Risk Officer	Mr. Nasir Ali B.Sc. (Hons.) LSE (UK) MBA, M.Sc., Ins & Risk Mgmt (UK) AC II (London)
Executive Director/Secretary	Ch. Muhammad Saleem
Sr. Executive Vice President (Administration)	Ch. Ghulam Mustafa (B.A. LLB)
Advisor & General Manager	Major (Retd) Munir A. Kazi
Senior Executive Vice President (Accounts)	Mr. Javed Iqbal Khan
Senior Vice President (Underwriting & Claims)	Malik Muhammad Asghar
Vice President (Re-Insurance)	Mr. Muhammad Maqsood Piracha

MARKETING AND DEVELOPMENT

Joint President (South Zone)	Raja Gul Saeed Ahmad Khan
General Manager (Lahore Zone I)	Sheikh Azmat Ali
General Manager (Lahore Zone II)	Ch. Habibullah
General Manager (Lahore Zone III)	Sheikh Muhammad Anwar
General Manager (Lahore Zone IV)	M. Saeed Khokhar
General Manager (North)	Malik Fazal Dad
General Manager (Multan Region)	Syed Fahim Waris
General Manager (Bahawalpur Region)	Ch. Muhammad Ali
Executive Vice President (Karachi)	Mr. Haroon Ghani Memon
Senior Vice President (Hyderabad Region)	Muhammad Shafi Chundrigar
Vice President (Capital City)	Raja Basit Ali
Vice President Baluchistan	Sardar Kamran Khan Durrani

VISION STATEMENT

Pakistan General Insurance Company Ltd is committed to provide quality insurance services to the entire satisfaction of their customer.

MISSION STATEMENT

Our aim is to provide cost effective insurance cover to our customers which is covered by increasing the productivity of our employees.

We follow good Governance and sound professionalism to become a well known and respected corporate entity in the eyes of Government and society.

We strive to maintain a customer focused approach by ensuring that our service is delivered to the customer in time, according to the required specifications and within our stipulated cost.

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 58th Annual General Meeting of the Shareholders of the Company will be held at Head Office of the Company situated at Cooperative Bank House, Bank Square, Lahore on Saturday, April 29, 2006 at 11:00 a.m. to transact the following business:

- To confirm the minutes of the last Annual General Meeting held on April 30, 2005.
- To receive, consider and adopt the Audited Accounts of the Company for the year ended 31-12-2005 together with Director's and Auditor's Reports thereon.
- To appoint Auditors and fix their remuneration for the year ending December 31, 2006.
- Any other matter with the permission of the Chairman.

By order of the Board

Lahore. April 6, 2006

Ch. Muhammad Saleem
Director/Company Secretary

NOTES:

- The Share Transfer Book of the Company shall remain closed from 20th April, 2006 to April 21, 2006 (both days inclusive).
- A member entitled to attend and vote at the Annual General Meeting may appoint another member as his/her proxy to attend and vote on his/her behalf, Proxies to be effective must be received by the company not less than 48 hours before the meeting. A member shall not be entitled to appoint more than one proxy. If a member appoints more than one proxy and more than one instruments of proxy are deposited by a member with the Company, all such instruments of proxy shall be rendered invalid.
- Shareholders are requested to immediately notify of change in their addresses, if any.

DIRECTORS' REPORT

The Directors of your company are pleased to present to you the 58th Annual Report together with Accounts of the Company for the year ended 31st December, 2005 and the Auditors Report thereon.

OPERATING RESULTS

Premium Income during the year under review was Rs. 62,961,681 as against Rs.53,466,672 in 2004.

The overall business figures are as under: -

	2005 Rs.	2004 Rs.
Gross Premium	62,961,681	53,466,672
Net Premium	24,906,147	20,066,738
Net Claims (Paid & Outstanding)	18,471,514	15,615,575
Expenses of Management (Gross)	17,888,664	17,513,777
Reserve for Unexpired Risks	26,499,797	12,356,706
Capital and Reserve	89,244,925	87,407,278

PROFIT AND LOSS

Profit before Taxation	2,380,129	613,636
Less: Provision for Taxation	<u>(1,125,118)</u>	<u>(265,950)</u>
	1,255,011	347,686
Add: Accumulated Profit Brought Forward	6,407,278	4,459,933
Correction of Prior Period Error	(821,127)	-
Surplus realized on incremental depreciation on revalued assets	<u>1,403,763</u>	<u>1,599,659</u>
Retained Earnings	<u><u>8,244,925</u></u>	<u><u>6,407,278</u></u>

APPROPRIATION

Balance Carried to Balance Sheet	<u><u>8,244,925</u></u>	<u><u>6,407,278</u></u>
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AUDITORS QUALIFICATIONS:

The details of leased vehicles will be provided in due course of time. However vehicles have value of Rs. 5,502,500/- were transferred from advances to leased vehicle account.

The Pakistan General Insurance Company Ltd.

- Our Company has a dispute with M/s Maqbool Textile Mills Ltd about the payment of fire insurance claim amounting to Rs. 59.518 Million. The Company had paid a sum of Rs. 9.9 Million in the year 2000 as a gesture of goodwill and considered the claim not payable on the basis of technical grounds. M/s Maqbool Textile Mills Ltd has filed a case against our Company in Lahore High Court for recovery of the amount while our Company has made counter claim to Arbitrator for recovery of Rs. 9.900 million already paid to M/s Maqbool Textile Mills Ltd by invoking Arbitration clause under the policy conditions.
- The audited accounts of Pak Equity Insurance Company Ltd (Associated undertaking) will be provided in due course of time.
- The disclosure information regarding revaluation of assets will be provided in due course of time.
- The accounts of Provident fund are under audit.
- The fixed assets register is under preparation and Zakat will be deposited in due course of time.
- The case is pending in the courts of law. The provision will be made after the decision of case.
- The auditors have also draw attention to certain contingencies. The management is confident that the outcome of these contingencies will be in company's favour.

COMPLIANCE WITH THE CODE OF CORPORATE GOVERNANCE

The Board of Directors remained engaged in performing their duties as required under the Code of Corporate Governance. In addition, the Code of Corporate Governance for Insurance Companies has also been adopted and complied with, and such compliance is attached with this report.

CHANGE IN THE BOARD OF DIRECTORS

There was no change of director in the Board of Directors of the Company except Mr. Nadeem Sohail who has resigned due to personal reasons. The vacancy was filled by appointing Mr. Usman Ali. His appointment was duly approved by Board of Directors in their meeting.

STATEMENT OF THE ETHICS AND BUSINESS PRACTICES

The Board has adopted the Statement of Ethics and Business Practices. All employees are informed and are required to observe these rules of conduct.

STATEMENT OF COMPLIANCE WITH THE BEST PRACTICES ON TRANSFER PRICING

The Board has approved the annexed statement of compliance with best practices on transfer pricing.

BOARD OF DIRECTORS MEETINGS

During the year five (5) Board Meetings were held and the number of meetings attended by each Director is given hereunder:

NAME OF DIRECTORS	ATTENDANCE
Ch. ZahoorAhmad	5
Mr. NasirAli	3
Ch. Muhammad Saleem	5
Ch. Mazhar Zahoor	3
Nadeem Sohail	3
Dr. Mahmood ul Haq	3
Mr. Aamir Manzoor	3
Talat Zahoor	3
Usman Ali	1

Leave of absence was granted to the directors who could not attend the board meeting(s).

AUDIT COMMITTEE

As required under the Code of Corporate Governance, and reported last year, the Board established an audit committee, which has its terms of reference duly approved by the Board. The committee members are as follows:

Mr. Nasir Ali	Chairman
Ch. Mazhar Zahoor	Member
Dr. Mehmood ul Haq	Member

APPOINTMENT OF AUDITORS

The present external auditors M/s Hameed Khan & Co. Chartered Accountants retire and being eligible, have offered themselves for reappointment. The external auditors are holding satisfactory rating by the Institute of Chartered Accountants of Pakistan (ICAP) as required under their Quality Control Review Program. The Audit Committee has recommended their reappointment as auditors of the Company for the year 2006, at a remuneration to be mutually agreed by the management and the auditors.

PATTERN OF SHAREHOLDING

A statement showing the pattern of shareholding is attached with this report.

TRADING IN COMPANY'S SHARES

No trading in the shares of the company was carried out by the directors, CEO, CFO, Company Secretary and their spouses and minor children.

CORPORATE FINANCIAL REPORTING

- The financial statements together with the notes forming an integral part of these statements are drawn up in conformity with the Companies Ordinance, 1984, and the Insurance Ordinance, 2000, prepared by the management of your Company, present fairly its state of affairs, the result of its operations, cash flows and changes in equity.
- Proper books of accounts of the Company have been maintained.
- Appropriate accounting policies have been consistently applied in preparation of these financial statements and accounting estimates are based on reasonable and prudent judgment.
- The International Accounting Standards, as applicable in Pakistan, have been followed in preparation of financial statements and any departure there from has been adequately disclosed.
- The system of internal control is sound in design and has been continuously monitored by the internal audits. This is a continuing process and any weaknesses will be removed and its effective implementation shall be ensured.
- There is no doubt upon the listed Company's ability to continue as a going concern.
- There has been no material departure from the best practices of corporate governance, as detailed in the listing regulations.
- Key operating and financial data for the last six years is shown at page number 13.
- Outstanding taxes and duties are given in the financial statements.
- At present the value of investments of the provident fund cannot be determined since auditors of provided fund has been recently appointed by the company.
- The related party transactions are approved or ratified by the audit committee and the Board of Directors;
- The amount of premium receivable from the related parties was Rs. Nil.
- It is certified that: Arm's length price have been used in all the related party transactions, without exception;
- The accounting policy of the valuation method as disclosed in note 2.19 has been duly approved by the Board;
- The auditors have made no adverse remarks in this regard;

- Board granted leave of absence to those directors who could not attend the Board meetings during the year 2005.
- No trade carried out by the Directors, CEO, CFO, Company Secretary, Executives and their spouses and minor children.
- All the major decisions relating to investments/disinvestments of funds, change in the policy of underwriting, if any, appointment, remuneration and terms & conditions of CEO are taken to the Board.

FINANCIAL STATEMENTS

The Financial Statements of the Company have been audited by M/s Hameed Khan & Co., Chartered Accountants having various qualifications.

There were no material changes and commitments affecting the financial position of your Company from the end of the financial year and up to the date of signing the Directors' Report.

EARNINGS PER SHARE

Earnings per share after tax is Rs. 0.16 per share (2004:0.04)

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Board's primary role is to protect the interests of stakeholders. The Board regularly reviews the Company's strategic directions and sets annual plans and performance targets. These targets are regularly checked to find out whether these are being achieved by the management. The Board is also responsible for approving and monitoring financial and other reporting of the Company. The Company has been in compliance with the provisions set-out by the Securities & Exchange Commission of Pakistan and the listing regulations of the Karachi and Lahore Stock Exchanges.

FUTURE OUTLOOK

The future outlook for the short and medium term is dependent on improved geo political situation in the region, besides the continuation of economic and fiscal policies by the Government. All economic indicators are, however, positive and should lead to higher growth during the year 2006. The business plan of the Company for the year 2006 ensures continuing steady growth both in the insurance business as well as investment income to which the management remains firmly committed to.

STATUTORY PAYMENTS

- The company has filed the suit against collectorate of customs for the recovery of excise duty. The cases are still pending and in the opinion of the management, the decision will be made in the favour of management. In the meantime the company has made full provision of excise duty of Rs. 4,096,674 as at December 31, 2005.
- The company is in the process making payments for F.I.F.

GENERAL

The directors and the management of the Company wish to express their profound gratitude to the valued customers for their association with the Company over the last fifty eight years. The confidence reposed by the customers in the Company was reflected by a number of messages of felicitations received on the occasion of Golden Jubilee celebrations marking completion of fifty eight years of successful operations. We also take this opportunity to thank all Re-Insurance Companies, including the Pakistan Reinsurance Company Limited, and the Bankers of the Company for the support given to PGI during the year.

The Directors are also pleased to record their appreciation of the valuable services rendered by the employees of the Company during the last 58 years and hope that they will continue to work with the same zeal and dedication enabling the Company to achieve higher goals.

For and on behalf of the Board

Ch.ZahoorAhmad
Chief Executive

Ch. Muhammad Saleem
Director

Lahore: April 6, 2006

OPERATING AND FINANCIAL DATA

	2005	2004	2003	2002	2001	2000
	(RUPEES)					
Gross Premium	62,961,681	53,466,672	52,184,726	41,103,085	43,579,718	46,074,260
Net Premium	24,906,147	20,066,738	27,894,375	24,095,897	27,745,215	25,739,707
Net Claims paid Outstanding	18,471,514	15,615,575	15,529,213	12,599,302	10,391,465	15,291,571
Profit before Tax	2,380,129	613,636	13,548,924	461,554	610,605	(10,685,996)
Profit after Tax	1,255,011	347,686	11,044,225	260,962	409,105	(10,557,326)
Paid-up-Capital	80,000,000	80,000,000	80,000,000	80,000,000	80,000,000	80,000,000
Cash on Deposit/Current	32,352,694	33,763,002	39,799,927	1,071,954	8,274,964	15,316,732
Total Property & Assets	105,427,544	66,788,355	70,792,434	37,893,334	40,480,214	43,215,790

**PATTERN OF SHAREHOLDING
AS AT DECEMBER 31, 2005**

Number of Shareholders	Shareholding		Total Held
	From	To	
187	1	100	3,401
1,670	101	500	826,985
20	501	1000	19,220
23	1001	5000	47,197
6	5001	10000	54,752
9	15001	20000	160,000
10	20001	25000	200,000
14	25001	30000	320,000
7	30001	35000	235,000
9	35001	40000	340,000
7	40001	45000	290,000
28	45001	50000	1,396,700
1	50001	55000	50,500
1	60001	65000	63,500
3	70001	75000	222,300
2	75001	80000	160,000
1	80001	85000	82,000
1	90001	95000	92,500
9	95001	100000	900,00
1	105001	110000	109,000
1	120001	125000	122,403
3	145001	150000	446,604
1	155001	160000	157,493
1	160001	165000	161,000
1	185001	190000	189,973
1	350001	355000	350,132
1	995001	1000000	1,000,000
2,044			8,000,000

CATEGORIES OF SHAREHOLDERS	NUMBER OF SHAREHOLDERS	SHARES HELD	PERCENTAGE
Individuals	2,041	6,955,000	87.33
Investment Companies	2	45,000	0.17
Insurance Companies	1	1,000,000	12.50
Joint Stock Companies	-	-	-
Financial Institution	-	-	-
Modaraba Companies	-	-	-
	2,044	8,000,000	100.00

The Pakistan General Insurance Company Ltd.

INFORMATION REQUIRED UNDER THE CODE OF CORPORATE GOVERNANCE CATEGORIES OF SHAREHOLDER AS AT DECEMBER 31, 2005

The shareholding pattern of the equity share capital of the company as on December 31, 2005 was as follows:-

Categories of Shareholders	No. of Share Holders	Total No. of Share Held	Holding %
DIRECTOR, CHIEF EXECUTIVE & THEIR FAMILY			
CHAIRMAN AND FAMILY			
Ch. Manzoor Ahmed & Family	4	566,000	7.07
CHIEF EXECUTIVE & FAMILY			
Ch. Zahoor Ahmed & Family	7	1,133,805	14.18
DIRECTOR			
Ch. Muhammad Saleem & Family	2	207,493	2.59
Mr. Mehmood-UI-Haq	1	209,000	2.60
Mr. Nadeem Sohail	1	9,252	0.12
ASSOCIATED COMPANIES UNDERTAKING & RELATED PARTIES			
Pak Equity Insurance Co. Ltd	1	1,000,000	12.50
NATIONAL INVESTMENT TRUST & ICP			
Investment Corporation of Pakistan	1	35,000	0.44
BANK, DIFS AND NBFIS			
M/s Taurus Securities Ltd.	1	10,000	0.13
GENERAL PUBLIC			
Local	2026	4,829,450	60.37
Total	2044	8,000,000	100.00
SHAREHOLDERS MORE THAN 10%			
Pak Equity Insurance Co.		1,000,000	12.50

SHARE HOLDING PATTERN

The shareholding pattern of the equity share capital of the company as on December 31, 2005 was as follows:-

Categories of Shareholders	No. of Share Holders	Total No. of Share Held	Holding %
DIRECTOR, CHIEF EXECUTIVE & THEIR FAMILY ASSOCIATED COMPANY UNDERTAKING & RELATED PARTIES	15	2,125,550	26.56
Pak equity Insurance Co. Ltd	1	1,000,000	12.50
NATIONAL INVESTMENT TRUST & ICP			
Investment Corporation of Pakistan	1	35,000	0.44
BANK, DIFS AND NBFIS			
M/s Taurus Securities Ltd.	1	10,000	0.13
General Public			
Local	2026	4,829,450	60.37
TOTAL	2044	8,000,000	100.00

Shareholders more than 10%
Pak Equity Insurance Co.

1,000,000 12.50

**STATEMENT OF COMPLIANCE WITH BEST
PRACTICES OF THE CODE OF CORPORATE GOVERNANCE**

The Directors of the Company are pleased to state that all the requirements of the Code of Corporate Governance, issued by the Securities and Exchange Commission of Pakistan and adopted by the Stock Exchanges except internal audit functions, have been generally complied with and implemented by the Company.

Lahore
April 6, 2006

Ch. Zahoor Ahmad
Chief Executive

**REVIEW REPORT TO THE MEMBERS ON STATEMENT
OF COMPLIANCE WITH BEST PRACTICES OF THE
CODE OF CORPORATE GOVERNANCE**

We have reviewed the Statement of Compliance with the best practices contained in the Code of Corporate Governance prepared by the Board of Directors of Pakistan General Insurance Company Ltd to comply with the Listing Regulation No. 37 of the Karachi Stock Exchange and Lahore Stock Exchange where the Company is listed.

The responsibility for compliance with the Code of Corporate Governance is that of the Board of Directors of the Company. Our responsibility is to review, to the extent where such compliance can be objectively verified, whether the Statement of Compliance reflects the status of the Company's compliance with the provisions of the Code of Corporate Governance and report if it does not. A review is limited primarily to enquiries of the Company personnel and review of various documents prepared by the Company to comply with the Code.

As part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We have not carried out any special review of the internal control system to enable us to express an opinion as to whether the Board's statement on internal control covers all controls and the effectiveness of such internal controls.

We have observed that the implementation of Code of Corporate Governance is still in process.

Based on our review, except for the matter noted in the previous paragraph, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Company's compliance, in all material respects, with the best practices contained in the Code of Corporate Governance.

Lahore.
Dated: April 6, 2006

Hameed Khan & Co.
Chartered Accountants

AUDITORS' REPORT TO THE MEMBERS

We have audited the annexed financial statements comprising of;

- i) Balance Sheet
- ii) Profit & Loss Account
- iii) Statement of Changes in Equity
- iv) Cash Flow Statement
- v) Statement of Premium
- vi) Statement of Claim
- vii) Statement of Expenses; and
- viii) Statement of Investment Income

of **M/s PAKISTAN GENERAL INSURANCE COMPANY LTD** as at December 31, 2005 together with notes forming part thereof, for the year then ended.

It is the responsibility of the Company's Board of Directors/Management to establish and maintain a system of internal control, and prepare and present the financial statements in conformity with the Approved Accounting Standards as applicable in Pakistan and the requirements of the Insurance Ordinance, 2000 (XXXIX of 2000) and the Companies Ordinance 1984 (XLVII of 1984). Our responsibility is to express an opinion on these statements based on our audit.

We conducted our audit in accordance with the Auditing Standards as applicable in Pakistan. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting policies used and significant estimates made by management, as well as, evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion, and after due verification we report that:

- i) As stated in note 11 in the financial statements, other receivables include a total amount of Rs. 5,737,833 paid to various leasing companies against installment of vehicles on behalf of staff members.
- ii) As stated in note 10.2 to the financial statements, we were not provided with the audited accounts of Pak Equity Insurance Company Ltd by the management since the audit of the company was not completed till to-date. Consequently any impairment in the value of investment if any, has not been provided for.
- iii) The company is defendant in a lawsuit for nonpayment of fire insurance claim amounting to Rs. 59.518 million (Share of PGI). The company has made a counter-claim for the recovery of Rs. 9.9 million already paid to them and the preliminary hearings and discovery proceedings on both actions are in progress. Furthermore the winding up petition filed against the company in the civil court is pending adjudication in the court. The management of the company and the legal counsel believe that the company has a good chance of prevailing, but the ultimate outcome of the lawsuits cannot presently be determined, and no provision for any liability/provision for bad debts that may result has been made in the financial.

- iv) As stated in note 11 to the Financial Statements, Other receivables include an amount of Rs. 2,255,037 recoverable from Mr. Azhar (Ex-General Manager, Karachi) for which suit for recovery has been filed in a Court of Law. No provision has been made in the accounts for doubtful debts as the management is hopeful for its recovery.

Except for the matters referred to in paragraphs (i) to (iv) above and to the extent to which it effects the results of the company.

In our opinion;

- a) Proper books of accounts have been kept by the Company as required by the Insurance Ordinance, 2000 and the Companies Ordinance, 1984;
- b) The financial statements together with the notes thereon have been drawn up in conformity with the Insurance Ordinance, 2000 and the Companies Ordinance, 1984, and accurately reflect the books and records of the Company and are further in accordance with accounting policies consistently applied except for the change as specified in note 2.16 to the accounts, with which we concur;
- c) The financial statements together with the notes thereon presents fairly, in all material respects, the state of Company's affairs as at December 31,2005 and of the profit, its cash flows and changes in equity for the year then ended in accordance with Approved Accounting Standards as applicable in Pakistan except information regarding cost and accumulated depreciation of revalued assets as required under International Accounting Standard-16 Property, Plant & Equipment which has not been complied with in the preparation of these financial statements, and give the information required to be disclosed by the Insurance Ordinance, 2000 and the Companies Ordinance, 1984.
- d) Zakat deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980), was deducted by the company and not deposited in the central zakat fund established under section 7 of that ordinance.

Hameed Khan & Co.
Chartered Accountants

Lahore:
Dated: April 6, 2006

BALANCE SHEET AS AT DECEMBER 31, 2005

Share Capital & Reserve	Not e	2005 Rupees	2004 Rupees	Note	2005 Rupees	2004 Rupees
Authorized 8,000,000 Ordinary share of Rs. 10 each		80,000,000	80,000,000	Cash & bank Deposits		
Issued, subscribed & paid-up 8,000,000 Ordinary share of Rs. 10 each fully paid in cash	3	80,000,000	80,000,000	Cash & other equipment	283,573	3,221,053
Retained Earnings		8,244,925	6,407,278	Current and other accounts	13,761,121	26,541,949
General reserve		1,000,000	1,000,000	Deposit maturing within 12 months	32,352,694	33,763,002
		89,244,925	87,407,278	LOANS-UNSECURED		
Surplus on revaluation of fixed assets	4	22,307,890	23,220,336	Employees	162,350	3,126,738
UNDERWRITING PROVISIONS				INVESTMENT	10	10,376,400
Provision for outstanding claims (including IBNR)		3,441,580	2,445,789	OTHER ASSETS		
Provision for unearned premium – net		26,499,797	12,356,706	Premium due but unpaid –net	3,747,756	11,728,510
Commission income unearned		9,838,471	6,222,634	Amount due from other insurers/ reinsures	2,116,464	498,594
Total Underwriting provisions		39,779,848	21,025,129	Deferred Commission	2,649,797	-
DEFERRED LIABILITIES				Reinsurance recoveries against Outstanding claims	2,563,899	1,497,122
Deferred taxation	5	8,825,746	8,150,860	Advance Tax	1,421,655	1,411,989
CREDITORS & ACCRUALS				Security deposits	449,612	449,612
Amounts due to other insurers/ Reinsures		1,781,487	1,261,690	Others receivables	11	17,892,870
Accrued expenses		442,909	707,530			30,842,235
Other creditors	6	7,495,092	13,849,284	Fixed Assets		
Current Portion of long term liability	7	2,298,892	573,353	Operating Fixed Assets		
		12,018,380	16,391,827	Land & buildings	49,767,791	51,571,242
OTHER LIABILITIES				Furniture, fixtures & office equipments	4,502,746	4,646,347
Unclaimed dividend		-	321,900	Vehicles	12	10,231,833
Liabilities against assets subject to finance lease	7	3,471,938	168,141			9,592,702
Taxation	8	3,512,496	3,553,581	Leased assets	12	9,334,849
		6,984,434	4,043,622			948,064
TOTAL LIABILITIES		67,608,408	49,611,468	Capital work in progress- office building (civil work)		31,590,325
Total Equity & Liabilities		179,161,223	160,239,082	Total assets		179,161,223
Contingencies & Commitments	9	-	-			160,239,082

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

CH. ZAHOOR AHAMD
CHIEF EXECUTIVE

CH. MUHAMMAD SALEEM
DIRECTOR

NASIR ALI
DIRECTOR

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2005**

	Note	Fire & Property Rs.	Marine Rs.	Motor Rs.	Others Rs.	Treaty Rs.	Aggregate 2005 Rs.	Aggregate 2004 Rs.
REVENUE ACCOUNT								
Net premium revenue		9,473,601	4,772,928	8,296,427	2,367,686	(4,495)	24,906,147	20,066,738
Net claims		(1,231,974)	(1,069,925)	(2,320,414)	(80,222)	(191,785)	(4,894,320)	(7,266,113)
Express of management		(8,544,091)	(2,931,695)	(4,534,928)	(1,877,950)	-	(17,888,664)	(17,513,777)
Net commission		3,565,177	1,412,980	582,916	603,491	(27,720)	6,136,854	7,047,130
UNDERWRITING RESULTS								
		3,262,723	2,184,288	2,024,001	1,013,005	(224,000)	8,260,017	2,333,987
Investment Income							144,449	37,369
Miscellanies income							1,380,381	1,365,376
							1,524,830	1,402,745
							9,784,847	3,736,723
General & administration expenses	13						(7,404,718)	(6,052,647)
PROFIT/ (LOSS) BEFORE PRIOR PERIOD ADJUSTMENT							2,380,129	(2,315,924)
Prior years adjustment	14						-	2,929,560
PROFIT BEFORE TAXATION							2,380,129	613,636
Taxation								
- current							124,531	265,950
- prior year							(165,616)	
- differed							1,166,203	-
Profit after taxation							1,125,118	265,950
Profit & loss appropriation account							1,255,011	347,686
Balance at commencement of year							6,407,278	4,459,933
Correction of prior period error	16						(821,127)	
Profit after taxation for the year							1,255,011	1,599,659
Surplus realized on incremental depreciation on revalued assets							1,403,763	1,599,659
Balance unappropriated profit at End of year							8,844,925	6,407,278
Earning per share – basic	17						0.16	0.04

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

CH. ZAHOOR AHAMD
CHIEF EXECUTIVE

CH. MUHAMMAD SALEEM
DIRECTOR

NASIR ALI
DIRECTOR

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2005**

	Share capital Rs.	General Reserve Rs.	Unappropriated Profit Rs.	Total Rs.
Balance as at January 1, 2004	80,000,000	1,000,000	4,459,933	85,459,933
Profit for the year	-	-	347,686	347,686
Incremental depreciation on revalued assets for the year	-	-	1,599,659	1,599,659
Balance as at December 31, 2004	80,000,000	1,000,000	6,407,278	87,407,278
Correction of prior period error	-	-	(821,127)	(821,127)
Profit for the year	-	-	1,255,011	1,255,011
Incremental depreciation on revalued assets for the year	-	-	1,403,763	1,403,763
Balance as at December 31, 2005	80,000,000	1,000,000	8,244,925	89,244,925

The annexed notes from an integral part of the financial statements.

CH. ZAHOOR AHAMD
CHIEF EXECUTIVE

CH. MUHAMMAD SALEEM
DIRECTOR

NASIR ALI
DIRECTOR

CASH FLOW STATEMENT FOR THE YEAR ENDED DECEMBER 31, 2005

	2005 Rs.	2004 Rs.
Operating Cash Flows		
a) Underwriting activities		
Premium Received	70,942,435	46,508,649
Reinsurance Premiums Paid	(23,912,443)	(930,208,218)
Claims Paid	(17,593,833)	(14,666,908)
Reinsurance and other recoveries received	12,628,527	6,556,669
Commission Paid	(3,328,681)	3,369,460
Commission received	10,431,393	12,264,170
Net Cash flow from underwriting activities	49,167,398	17,084,932
b) Other Operating activities		
General management expenses paid	(19,333,516)	(16,929,733)
Other operating Payments	(1,078,546)	(876,669)
Loans advanced	-	(3,206,688)
Loans repayment received	2,964,388	79,950
Other Payments on operating assets	(4,926,925)	(5,282,197)
Other receipts in respect of operating assets	7,587,850	7,207,161
Net cash flow from other operating activities	(14,786,749)	19,008,1760
Total cash flow other operating activities	34,380,649	(1,923,244)
Investment activities		
Profit received	144,449	37,369
Fixed Capital expenditure	(34,277,572)	(1,049,075)
Proceeds from disposal of fixed assets	280,000	-
Total cash flow from investing activities	(33,853,123)	(1,011,706)
Lease payments	(894,476)	(356,675)
Financial charges paid	(721,485)	(129,600)
Total cash flow all investing activities	(1,615,934)	(486,275)
	(35,469,057)	(1,497,981)

The Pakistan General Insurance Company Ltd.

	2005	2004
	Rs.	Rs.
Financing activities		
Dividend paid	(321,900)	(2,615,700)
Net cash inflow from all year	(1,410,308)	(6,036,925)
Cash at the beginning of the year	33,763,002	39,799,927
Cash at the end of the year	32,352,694	33,763,002
Reconciliation to Profit & Loss Account		
Operating cash flows	34,380,648	(1,923,244)
Depreciation Expense	5,623,798	(5,053,115)
Investment income	144,449	37,379
Profit on disposal of fixed assets	11,841	-
Financial Charges	(702,375)	(122,823)
Miscellaneous income	1,380,381	1,365,376
(Decrease) / Income in assets other than cash	(10,188,113)	9,408,448
Decrease / (increase) in liabilities other than running finance	(18,148,022)	3,364,285
Profit after taxation as per Profit and Loss account	1,225,011	347,686
Definition of cash		
Cash of the purposes of the statement of cash flows consist of:		
Cash and other equivalents	283,573	3,221,053
Current and other accounts	13,761,121	26,541,949
Deposit maturing within 12 months	18,308,000	4,000,000
	32,352,694	33,763,002

The annexed notes form an integral part of these financial statements

CH. ZAHOOR AHAMD
CHIEF EXECUTIVE

CH. MUHAMMAD SALEEM
DIRECTOR

NASIR ALI
DIRECTOR

STATEMENT OF PREMIUM
FOR THE YEAR ENDED DECEMBER 31, 2005

Class	Premium			Reinsurance				Net Premium Revenue		
	Written	Unearned Premium Reserve		Earned	Reinsurance	Prepaid Reinsurance		Reinsurance Expense	2005	2004
		Opening	Closing			Premium ceded	Closing			
	Rs.	Rs.	Rs.	Rs.	Ceded	Opening	Rs.	Rs.	Rs.	Rs.
Direct										
Fire and Property	30,074,282	15,751,071	19,081,569	26,743,784	15,914,730	11,116,606	9,761,153	17,270,183	9,473,601	9,886,225
Marine	10,319,251	7,562,292	6,333,686	11,547,857	5,677,491	4,521,167	3,423,739	6,774,929	4,772,928	3,867,481
Motor	15,962,459	3,566,086	10,531,402	8,997,143	-	700,716	-	700,716	8,296,427	5,419,462
Miscellaneous	6,610,184	4,160,310	5,298,994	5,471,500	2,320,222	2,344,564	1,560,972	3,103,814	2,367,686	616,653
Total	62,966,176	31,039,759	41,25,651	52,760,284	23,912,443	18,683,053	14,745,854	27,859,642	24,910,642	19,789,821
Treaty	(4,495)	-	-	(4,495)	-	-	-	-	(4,495)	276,917
Grand Total	62,961,681	31,039,759	41,245,651	52,755,789	23,912,443	18,683,053	14,745,854	27,849,642	24,906,147	20,066,738

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

CH. ZAHOOR AHMAD
 CHIEF EXECUTIVE

CH. MUHAMMAD SALEEM
 DIRECTOR

NASIR ALI
 DIRECTOR

The Pakistan General Insurance Company Ltd.

STATEMENT OF CLAIMS For the Year Ended December 31, 2005

Class	Claims				Reinsurance				Net claims Expense	
	Paid	Outstanding		Claims expense	Reinsurance and other Recoveries Received	Reinsurance and other recoveries in respect of outstanding claims		Reinsurance and other recoveries Revenue	2005	2004
		Opening	Closing			Opening	Closing			
Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	
Direct										
Fire	8,118,404	1,104,119	2,308,090	9,322,375	6,961,074	66,2472	1,791,799	8,090,401	1,231,974	3,344,832
Marine	5,931,938	17,550	1,000,000	6,914,388	5,082,893	10,530	772,100	5,844,463	1,069,925	1,320,775
Motor	2,820,966	1,324,120	133,490	1,630,336	134,042	824,120	-	(690,078)	2,320,414	2,681,392
Miscellaneous	530,740	-	-	530,740	450,518	-	-	450,518	80,222	(3,373)
Total	17,402,048	2,445,789	3,441,580	18,397,839	12,628,527	1,497,122	2,563,899	13,695,304	4,702,535	7,315,626
Treaty	191,785	-	-	191,785	-	-	-	-	191,785	(49,513)
Grand Total	17,593,833	2,445,789	3,441,580	18,589,624	12,628,527	1,497,122	2,563,899	13,695,304	4,894,320	7,266,113

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

CH. ZAHOOR AHMAD
CHIEF EXECUTIVE

CH. MUHAMMAD SALEEM
DIRECTOR

NASIR ALI
DIRECTOR

STATEMENT OF EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2005

Class	Paid or Payable	Commission		Net expense	Other Management Expenses	Underwriting Expenses	Commission from Reinsures	Net Underwriting Expenses	
		Deferred						2005	2004
		Opening	Closing						
Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	
Fire & Property	1,944,167	-	932,042	1,012,125	8,544,091	9,556,216	4,978,904	4,978,904	4,697,571
Marine	511,049	-	290,995	220,054	2,931,695	3,151,749	1,633,034	1,518,715	2,140,026
Motor	470,224	-	1,053,140	(582,916)	4,534,928	3,952,012	-	3,952,012	2,345,717
Miscellaneous	375,521	-	372,802	1,719	1,877,950	1,879,669	605,210	1,274,459	1,211,910
Total	3,300,961	-	2,649,979	650,982	17,888,664	18,539,646	5,715,556	11,724,090	10,395,224
Treaty	27,720	-	-	27,720	-	27,720	-	27,720	71,423
Grand Total	3,328,681	-	2,649,979	678,702	17,888,664	18,567,366	6,815,556	11,751,810	10,466,647

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

CH. ZAHOOR AHMAD
 CHIEF EXECUTIVE

CH. MUHAMMAD SALEEM
 DIRECTOR

NASIR ALI
 DIRECTOR

STATEMENT OF INVESTMENT INCOME
FOR THE YEAR ENDED DECEMBER, 31, 2005

	2005	2004
	Rs.	Rs.
Income from Non-Trading Investment		
Held to Maturity		
Return on Government Securities	12,480	37,639
Return on Deposits	131,969	-
Net Investment Income	144,449	37,369

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

CH. ZAHOOR AHMAD
CHIEF EXECUTIVE

CH. MUHAMMAD SALEEM
DIRECTOR

NASIR ALI
DIRECTOR

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED DECEMBER 31, 2005

1. STATUS AND NATURE OF BUSINESS

The Pakistan General Insurance Company Limited was incorporated as a public limited company on July 26, 1947 and was listed on the Karachi Stock Exchange (Guarantee) Limited and Lahore Stock Exchange (Guarantee) Limited on July 25, 1995. The company is engaged in general insurance business of Fire, Marine, Motor & Miscellaneous. The registered office of the company is situated at Cooperative Bank House, 5 Bank Square, Lahore.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION

These financial statements have been prepared on the format of financial statements issued by the Securities & Exchange Commission of Pakistan (SECP) through Securities & Exchange Commission (Insurance) Rules, 2002 [SEC (Insurance) Rules, 2002], vide SRO 938 dated December 12, 2002.

2.2 STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with the requirements of SRO 938 issued by the SECP in December 2002, the Insurance Ordinance, 2000, the requirements of the Company's Ordinance, 1984, and approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Accounting Standards as notified under the provisions of the Company's Ordinance, 1984. Wherever, the requirements of the Insurance Ordinance, 2000, Companies Ordinance, 1984 or directives issued by the SECP differ with the requirements of these standards, the requirements of Insurance Ordinance, 2000, Companies Ordinance, 1984 or the requirements of the said directives take precedence.

The Securities & Exchange Commission of Pakistan has allowed the insurance companies to defer the application of International Accounting Standards 39 (IAS 39) financial instruments : recognition and measurement in respect of investments available for sale until suitable amendment have been made in the laws. Accordingly the requirement of IAS 39 to the extent allowed by SECP, have not been considered in the preparation of these financial statements.

2.3 STANDARDS, INTERPRETATION AND AMENDMENT TO APPROVED ACCOUNTING STANDARDS THAT OR NOT YET EFFECTIVE.

The following amendments to existing standards have been published that are applicable to companies financial statements. Covering annual period beginning on or after the following dates:

- | | |
|--|-----------------|
| 1. IAS1 Presentation of financial statements
capital disclosure | January 1, 2007 |
| 2. IAS19 (Amendments Employees Benefits) | January 1, 2006 |

Application of the above amendments would result in an impact on the nature and extent on disclosure made in the future financial statements of the company which cannot be worked out currently.

2.4 Basis of Measurement

2.4.1 These accounts have been prepared under the historical Cost Convention, as modified by the revaluation of office premises stated in note 4.

2.4.2 Profit & Loss Account

The premium earned on Fire, Marine, Motor and Miscellaneous Insurance business net of reinsurance after providing outstanding claims including IBNR, commission and allocable management expenses and reserve for unexpired risks are transferred to the profit and loss account.

2.4.3 Provision for un-earned Premium

Provision for unearned premium represents the portion of premium written relating to unexpired period of coverage. The company has opted for 1/24* method to calculate provision for unearned premium as per the option given under SEC (Insurance) Rules, 2002.

2.4.4 Premium Deficiency Reserve

No provision for the premium deficiency reserve has been made. Management considers that the unearned reserve for all classes of business as at the year end is adequate to meet the expected future liability after reinsurances expenses, commission and other underwriting expenses, expected to be incurred after the balance sheet date in respect of policies in those classes of business in force at the balance sheet date.

2.5 Taxation

2.5.1 Current

Provision for taxation is based on taxable income at the current rates of taxation after taking into account tax credits and tax rebates available, if any.

2.5.2 Deferred

Deferred tax is accounted for using the balance sheet liability method in respect of all temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of the taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets, as required by IAS-12 (Income Taxes), are recognized to the extent that it is probable that taxable profits will be available against which the deductible temporary differences, unused tax losses and tax credits can be utilized. The Company now also accounts for deferred taxation on surplus on revaluation of fixed assets.

2.6 Investments

- Held for maturity

These are measured at cost

- **Available for Sale**

Unquoted investments are stated at cost less provision for impairment loss, if any.

2,7 Tangible Fixed Assets & Depreciation - owned

Tangible fixed assets except freehold land are stated at cost or revaluation less accumulated depreciation. Freehold land is stated at cost. Depreciation is charged to profit by applying reducing balance method at the following rates:-

▪ Office Premises	5%
▪ Furniture	10%
▪ Office Equipments	10%
▪ Vehicles	15%
▪ Arms & Ammunition	10%
▪ Bicycle	10%

Depreciation is charged on additions from the month the asset is put to use and on disposals upto the month of disposal.

Gain/loss on disposal of fixed assets is included in income currently. Normal repairs and maintenance are charged to income currently.

2.8 Change in Accounting Estimate

Previously, no depreciation was charged on assets in the year of disposal whereas full years depreciation was charged in the year of purchase. The company has changed its method of charging depreciation as required by IAS 16 "Property Plant and Equipment" and now the depreciation on the addition is charged from the month in which asset is available for use and on deletion upto the month in which asset is deleted. This change has been accounted for as changes in accounting estimates in accordance with the requirements of IAS 8, "Accounting Policies, Changes in Accounting Estimates and Errors" and the effect of these changes in accounting estimates has been recognized prospectively in the profit and loss account of the current year. Had there been no change in accounting estimate, the profit for the year and value of property plant & equipment would have been lower by Rs.111,459. Due to impracticability, the future impact is not disclosed.

2.9 Assets subject to Finance Lease

These are stated at cost less accumulated depreciation. The total outstanding obligations under the lease agreement, less finance charges allocated to future period are shown as liabilities. The finance charge is calculated at the interest rates implicit in the lease and is recognized in profit and loss account. Depreciation is charged at the same rates as applied to owned assets.

2.10 Foreign Currencies

Non-monitory assets and liabilities in foreign currencies are translated into Pak Rupees at rates of exchange prevailing on the date of transactions. Assets and liabilities in foreign currencies are translated into Pak Rupees at rates of exchange ruling on the balance sheet date. Exchange differences, if any, are included in profit & loss account.

2.11 Staff retirement benefits

The company operates a funded provident fund scheme for all permanent employees. Monthly contribution is made by the company at the rate of 10 percent of basic salary and the same is charged to profit & loss account.

2.12 Financial Instruments

All financial assets and liabilities are recognized at the time when the Company becomes a party to the contractual provisions of the instrument. Any gain or loss on recognition of the financial assets and financial liabilities is taken to profit and loss account currently.

2.13 Offsetting of Financial assets and Financial Liabilities

A financial asset and a financial liability is offset and the net amount is reported in the balance sheet if the Company has a legally enforceable right to set-off the recognized amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

2.14 Segment Reporting

The Company's operating business are organized and managed separately according to the nature of services provided with each segment representing a strategic business unit that serves different markets.

The perils covered under fire insurance include damages caused by fire, riot and strike, explosion, earthquake, atmospheric damage, flood, electric fluctuation and impact. Marine insurance provide coverage against cargo risk, war risk and damages occurring in inland transit.

Motor insurance provides comprehensive car coverage and indemnity against third party loss.

Miscellaneous insurance provides cover against burglary, loss of cash in safe and cash in transit, personal accident, money, engineering losses and other coverages.

2.15 Cash & Bank Balances

Cash and bank balances are defined as cash in hand and at banks, stamps in hand and short term placements with banks.

2.16 Commission Expenses

Upto the year 2004 it was the policy of the company to record commission expenses at the time of issuance of policy. However, during the year, in order to comply with the requirement of SECP rules 2002, The company has changed its accounting policy in this respect and consequently such expenses are deferred and are recognized as an asset in correlation with unearned premium revenue that will be recognized in the subsequent period.

The Pakistan General Insurance Company

"This change in accounting policy has been accounted for prospectively as the information relating to prior period cannot reasonably be determined. The correspondence figures have not been restated as the management is of the view that it is impracticable to do so. Had the company not changed the above policy, the profit before tax and net assets would have lower by Rs. 2.649 million.

2.17 Expenses of Management

These expenses, after adjustment of administrative surcharge and other recoveries are allocated to insurance revenue accounts in proportion to the gross premium income of the year.

	2005	2004
	Rs.	Rs.
Salaries, wages & benefits	9,737,249	8,811,547
Professional & retainer ship fee	499,300	1,252,500
Advertisement	38,300	1,833
Books & periodical	18,940	24,502
Computer expenses	51,020	43,685
Bank charges	155,155	212,499
Electricity, sui gas & water	365,076	559,514
Vehicle expenses	3,149,561	3,597,536
Office cleaning & maintenance	332,224	371,182
Postage & telegram	191,620	240,149
Office rent	1,684,217	1,209,194
Telephone charges	1,199,983	1,343,941
Traveling & conveyance	516,631	211,754
Law charges	181,000	170,184
Entertainment	782,141	772,081
Property tax	8,507	15,369
Fire service charges	17,382	32,016
Medical expenses	39,694	35,376
Accident policy stamps/service charges	76,893	3,897
Printing & stationery	208,299	330,147
Interest	41,558	99,675
Registration & filling fee	819,895	283,940
	20,114,645	2,108,744
Less: Investment related expenses	2,225,981	2,108,744
	17,888,664	17,513,777

2.18 Revenue Recognition - Premium

Premium income is recognized at the time of issuance of policies.

2.19 Claims

Liability for outstanding claims is recognized in respect of all claims incurred as at the balance sheet date which represent the estimates of the claims intimated or assessed before the end of the accounting year and measured at the undiscounted value of expected future payments.

Consistent with prior years provision for outstanding claims include amounts in relation to unpaid reported claims, claim incurred but not reported (IBNR), and expected claims settlement costs.

Provision for IBNR, is made for the cost of settling claims incurred but not reported at the balance sheet date, on the basis of management's judgement and the company's prior experience.

Reinsurance recoveries against outstanding claims are recognized as an asset and measured at the amount expected to be received.

2.20 Impairment of Assets

The carrying amounts of the Company's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the assets recoverable amount is estimated and impairment losses are recognized in the profit and loss account.

2.21 Transfer Pricing Policy

Parties are said to be related if they are able to influence the operating and financial decisions of the company and vice versa.

The majority of the associated undertakings/related parties transactions represent insurance transactions and purchases and sales of investments. These transactions are carried on an arm's length basis using comparable uncontrolled price method.

2.22 Pakistan Reinsurance Company Limited (PRCL) Retrocession

PRCL retrocession business is accounted for on the basis of the statements received relating to the first three quarters of the current year and one quarter of the previous year, with the exception of cash and bank transactions which are accounted for currently.

2.23 Zakat

Zakat deductible compulsorily under the Zakat and Ushr Ordinance, 1980 is accounted for in the year of deduction.

3. Share Capital

	2005	2004
	Rs.	Rs.
Issued, subscribed and paid up 8,000,000 (2004: 8,000,000 Nos) Ordinary shares of Rs.10 each Fully paid in cash	80,000,000	80,000,000

3.1 Associated undertakings held 1,000,000 (2004: 1,000,000 No's) ordinary shares in the Company at the year end.

4. Surplus on revaluation of fixed assets

Opening Balance	23,220,336	24,260,114
------------------------	------------	------------

Underappreciated of surplus on revaluation Of fixed assets January 1, 2006	23,220,336	24,260,114
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Surplus realized:

* Incremental depreciation on revalued Assets relating to current year transferred to Accumulated profit/loss net of deferred taxation	(912,446)	(1,039,778)
--	-----------	-------------

22,307,890	23,220,336
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4.1 The properties of the Company have been revalued by an independent professional valuers M/s Muhammad Siddique Associates & M/s Frank Observers in November & December 2003. The company revalued its properties through an independent professional valuer M/s Muhammad Siddique Associates in the years 1990 & 1996.

4.2 Depreciation effect for the current year as well as for the previous year pertaining to revaluation surplus arising out of revaluation carried out in the years 1990 and 1996 has been adjusted against revaluation surplus, as permitted under Section 235 (2) of the Companies Ordinance, 1984.

4.3 The basis used for revaluation of land and building is current market value based on market. Survey of the same property.

The Pakistan General Insurance Company

5. DEFERRED TAXATION		2005	2004
		Rs.	Rs.
Accelerated tax depreciation		1,878,608	712,405
Surplus on revaluation on fixed assets		6,947,138	7,438,455
		8,825,746	8,150,860

6. OTHER CREDITORS			
Central excise duty		4,096,674	9,007,417
Federal insurance fee		1,646,029	1,944,519
Provident fund		582,966	1,613,197
Financial charges payable		-	19,083
Income tax deducted at source		1,153,744	1,099,389
Zakat payable		15,679	15,679
Other payables		-	150,000
		7,495,092	13,849,284

7. LIABILITIES AGAINST ASSETS SUBJECT TO FINANCE LEASE

Period	Minimum Lease Payment	Present Value	Maximum Lease Payment	Present Value
	2005		2004	
Up to one year	2,977,210	2,298,892	579,749	505,026
	4,483,640	3,471,938	287,325	236,468
One year to five year	7,460,850	5,770,830	867,074	741,494
Finance charges allocated to future period	(1,690,020)	-	(125,580)	-
	5,770,830	5,770,830	741,494	741,494
Current maturity shown under current liabilities	(2,298,892)	(2,298,892)	(573,353)	(573,535)
	3,477,938	3,471,938	168,141	168,141

The company has entered into various lease agreements with leasing companies for vehicles.

The present value of minimum lease payments have been discounted at implicit interest rate ranging from 15% to 20% to arrive at their present value. Rentals are payable in monthly installments. The company intends to purchase these assets at the end of the lease term at residual values.

The liability is secured by demand promissory note, post dated cheques and personal guarantees of the sponsors and deposit of Rs. 34,900 (2004: Rs. 34,900).

The Pakistan General Insurance Company

	2005	2004
	Rs.	Rs.
8. TAXATION		
Opening Balance	3,552,581	3,287,631
For the year	124,531	265,950
Adjusted during the year	(165,616)	-
	3,512,496	3,553,581

Provision of minimum tax liability under section 113 of the Income Tax Ordinance 2001 has been accounted for in the accounts.

No numeric tax rate reconciliation is given as the Company is liable for turnover tax.

The Commissioner of Income Tax (Appeals) in response to the company appeal for the assessment 2002-2003 vide his order dated 11-2-2006 granted relief in addition made in profit & loss expenses and deleted the addition made in the head of excess management expenses and commission on reinsurance. The balance of demand of Rs.789,634 has not been acknowledge by the company.

The income tax assessment of Pakistan General Insurance Company Ltd has been finalized upto and including tax year 2003 and 2004 by deeming provisions of Income Tax Ordinance 2001.

The honourable Income Tax Appellate Tribunal set aside a demand of Rs. 18,089,384 for the assessment years 1998-99 to 2000-2001. The re-assessment proceeding has not yet been started.

The appeal for the assessment year 2001-2002 is pending with the CIT (A) against a demand of Rs. 5,037,132. This demand is not acknowledged by the company in view of recent decision in the favour of company.

9. CONTINGENCIES AND COMMITMENTS

- 9.1 Various cases before different courts are pending for adjudication. These cases are alleged to be not of substance and are likely to be decided in favour of the company, hence the management has not provided any contingent liability in respect thereof.
- 9.2 There are certain cases pending with the Collector of Customs against the excise duty payable by the company. In the opinion of the management, these cases are likely to be decided in the favour of the company.
- 9.3 The company has a dispute of Rs. 10,527,015 (2004: Rs. 11,582,772) with Pakistan Reinsurance Company Ltd (PRCL) in respect of various claims not acknowledged by them due to which balance payable to PRCL is not reconciled with the Cos books of accounts. The matter is under negotiation and the outcome of which cannot be determined.
- 9.4 We were not provided with the statements of other insurers/reinsurers. Accordingly we were unable to ascertain any amount due from/to insurer or reinsurer. Further the company is also defending a law suit for reinsurance company, the outcome of which is still unknown.
- 9.5 The company has not provided contribution for the period from June 1995 to Dec. 31, 2005 against employees old age benefits since in the opinion of the management, the company is not liable to pay any contribution against employees old age benefits.

		2005	2004
		Rs.	Rs.
10. INVESTMENTS			
Held to maturity	10.1	376,400	376,400
Available for sale	10.2	10,000,000	10,000,000
		10,376,400	10,376,400

The Pakistan General Insurance Company

	2005 Rs.	2004 Rs.
10.1 Held to maturity		
Government Compensation Bonds	166,400	166,400
Defence Saving Certificate	30,300	30,300
Other Government Securities	179,700	179,700
	376,400	376,400

10.2 Available for sale

Unquoted Associated Undertaking

Number of certificate		Percentage Equity held	Face value Per Certificate	Company's Name	2005	2004
2005	2004					
1,000,000	1,000,000	20%	10	Pak Equity Insurance Company Ltd		

Cost

10,000,000	10,000,000
------------	------------

Less: Provision for
diminution

In value

-	-
---	---

10,000,000	10,000,000
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Chief Executive

Ch. Athar Zahoor

11. OTHER RECEIVABLES

	2005 Rs.	2004 Rs.
Advances to leasing companies	5,737,833	10,943,723
Receivable from M/s Maqbool Textile Mills Ltd.	9,900,000	9,00,000
Advance to contractor	-	7,500,000
Due from Ex. Employee	2,255,037	2,255,037
	17,892,870	30,598,760

The Pakistan General Insurance Company Ltd.

12. Operating Fixed Assets – Tangible

Particulars	COST/REVALUATION					DEPRECIATION				
	As at January 1, 2005	Additions / (Deletions)	Adjustment	As at December 31, 2005	Rate %	As at January 1, 2006	On Sales & Adjustments	For the year	As at December 31, 2005	Written down value as at December 31, 2005
Freehold Land	15,502,222	-	-	15,502,222	-	-	-	-	-	15,502,222
Office Premises	44,761,439	-	-	44,761,439	5	8,692,419	-	1,803,451	10,495,870	34,265,569
Furniture & Fixtures	7,816,214	27,860	-	7,844,074	10	4,835,527	-	299,989	5,135,516	2,708,558
Office Equipments	3,399,460	3,77,687	-	3,707,327	10	1,768,071	(21,305)	176,834	1,923,600	1,783,727
		(70,000)								
Vehicles	33,488,668	2,281,700	-	35,770,368	15	23,895,966	-	1,689,789	25,585,755	10,184,613
Arms & Ammunition	28,229	-	-	28,229	10	16,605	-	1,162	17,768	10,461
Bicycles	99,537	-	-	99,537	10	47,070	-	5,247	52,317	47,220
Rupees	105,095,949	2,687,247	-	107,713,196	-	39,255,659	(21,305)	3,976,472	43,210,826	64,502,370
		(70,000)								
LEASED										
Vehicles	1,481,350	4,806,075	5,502,500	11,361,075	15	533,286	(154,386)	1,647,326	2,026,226	9,334,849
		(428,850)								
Rupees	106,577,299	6,994,472	5,502,500	119,074,271		39,788,945	(175,691)	5,623,798	45,237,052	73,837,219
			0							
2004	105,528,224	1,049,075		106,577,299		34,735,790	-	5,053,155	39,788,945	66,788,354

12.1 Leased vehicles amounting to Rs.10,308,575 are obtained by utilizing funds for the company and held in name of its' various employees. However the vehicles have been used for the purpose of business of the company and the economics benefit associates with these vehicles flows to the company. The title of these vehicles will be transferred in the name of the company at the end of lease period.

12.2 International accounting standards (IAS)- 16, "property plant & equipment revised (2003)" is applicable to financial statements covering annual period beginning on or after January 1, 2005 and requires review of residual value of assets, useful life and depreciation method at each financial year end. Accordingly, based on the review of above, the management has revised the rates of depreciation of motor vehicles from 20% to 15%.

12.3 Disposal of Operating Fixed Assets

Detail of certain fixed assets sold during the year are as follows:

S. No	Description	Cost (Rs.)	Rate	Accumulated depreciation (Rs.)	Book Value (Rs)	Disposal Value (Rs)	Gain on Disposal (Rs)	Sold to	Mode of Disposal
1	Photocopier	25,000	10	7,609	17,391	20,000	2,609	M/s Pana (Tech) International, Lahore	Exchange against purchase of New Office Equipment
2	Photocopier	25,000	10	7,609	17,391	20,000	2,609	-do-	-do-
3	Air condition	20,000	10	6,087	13,913	15,000	1,087	-do-	-do-
4	Vehicle	428,850	20	154,386	274,464	280,000	5,536	Mr. Muhammad Siddique	Negotiation
		498,850		175,691	323,159	325,000	11,841		

**2005
Rupees**

**2004
Rupees**

13. General & Administrative Expenses

Salaries & Wages		532,000	475,200
Traveling expenses		22,701	140,983
Vehicle expenses		133,366	37,200
Telephone		67,730	27,400
Office rent		55,565	29,516
Electricity		117,183	16,370
Auditors' remuneration	(13.1)	150,000	150,000
Financial charges		702,375	122,823
Depreciation	(12)	5,623,798	5,053,155
		7,404,718	6,052,647

131. Auditors' remuneration

Audit Free		90,000	90,000
Review of code of corporate Governance		30,000	30,000
Taxation		30,000	30,000
		150,000	150,000

14. Prior year's adjustment

Central Excise duty- Excess Provision		-	1,724,060
Provident Fund – Excess Provision		-	1,205,500
		-	2,929,560

15. REMUNERATION TO CHIEF EXECUTIVE DIRECTORS AND EXECUTIVE

The aggregate amount charged in the accounts for remuneration, including certain benefits to Chief Executive, working Directors and other Executives of the company are as follows:

Particulars	Chief Executive		Directors		Executive	
	2005 Rs	2004 Rs	2005 Rs	2004 Rs	2005 Rs	2004 Rs
Managerial Remuneration	-	-	247,000	216,000	-	-
Bonus	-	-	38,000	36,000	-	-
House Rent	-	-	118,000	97,200	-	-
Medical	-	-	58,500	48,000	-	-
Utilities	-	-	26,000	24,000	-	-
Others	366,084	329,765	351,426	523,871	-	-
	366,084	329,765	838,926	945,071	-	-

Number of Persons	1	1	1	1	-	-
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In addition to above the Chief Executive & Directors are provided with free use of company's maintained car. The Chief Executive, Directors and one of the Executives are also provided with free use of residential telephone.

In view of the change in the definition of "Executive" in the revised fourth schedule to the Companies Ordinance, 1984, no employee of the company fall under the said category during the year.

16. CORRECTION OF PRIOR PERIOD ERROR

This represents financial charges on leased assets, calculated upto December 31, 2004 which was previously shown under advance to leasing companies. This being a correction of prior period error is adjusted against the brought forward profits.

17. EARNING PER SHARE-BASIC

		2005	2004
Profit after taxation	Rupees	1,255,011	347,686
Number of ordinary shares	Number	8,000,000	8,000,000
Earning per Share- Basic	Rupees	0.16	0.04

17-1 No figure for diluted earnings per share has been presented as the company has not issued any instruments which would have an impact on earnings per share when exercised.

18. NUMBER OF EMPLOYEES

	2005	2004
Number of Employees as at December 31,	144	149

19. FINANCIAL INSTRUMENTS AND RELATED DISCLOSURES

19.1 Credit Risk

The company's credit risk exposure is not significantly different from that reflected in the financial statements. The management monitors and limits company's exposure to credit risk through monitoring of client's credit exposure review and conservative estimates of provisions for doubtful receivables, if any, and through the prudent use of collateral policy. The management is of the view that it is not exposed to significant concentration of credit risk as its financial assets are adequately diversified in organization of sound financial standing covering various industrial sectors and segments.

19.2 FAIR VALUE OF FINANCIAL INSTRUMENTS

The estimated fair value of financial instruments are not significantly different from their book value as shown in these financial statements.

19.3 EXPOSURE TO MARK UP RATE RISK

The Company's exposure to risk associated with mark up rates on its financial assets and liabilities as at December 31, 2005 are summarized as follows:

	Mark up Bearing		Non Mark up Bearing		Dec 31, 2005	Dec 31. 2004
	Maturity within one year	Maturity after one year	Maturity within one year	Maturity after one year		
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Financial Assets						
Cash & other equivalent	-	-	283,573	-	283,573	3,221,053
Current and deposit accounts	18,308,000	-	13761,121	-	32,069,121	30,541,949
Advance to employees	-	-	162,350	-	162,350	3,126,738
Investments	-	376,400	-	10,000,000	10,376,400	10,376,400
Premium due but unpaid – net	-	-	3,747,756	-	3,747,756	11,728,510
Amount due from other insures/ reinsures	-	-	2,116,464	-	2,116,464	498,594
Security deposits	-	-	449,612	-	449,612	449,612
Others receivables	-	-	17,892,870	-	17,892,870	30,598,760
	18,308,000	376,400	38,413,746	10,000,000	67,098,146	90,541,616
Financial Liabilities						
Amounts due to other insurers/ reinsures	-	-	1,781,487	-	1,781,487	1,261,690
Provision for outstanding claims (including IBNR)	-	-	3,441,580	-	3,441,580	2,445,789
Provision for unearned premium-net	-	-	26,499,797	-	26,499,797	12,356,706
Commission income unearned	-	-	9,838,471	-	442,909	707,530
Accrued expenses	-	-	442,909	-	442,909	707,530
Other creditors	-	-	7,495,092	-	7,495,092	13,849,284
	-	-	49,499,336	-	49,499,336	36,843,633
Mark up rate sensitivity gap	18,308,000	376,400	(11,085,590)	10,000,000	17,598,810	53,697,983

19.4 EFFECTIVE MARK UP RATE

The effective mark up rates for the Company's financial assets and liabilities are as follows:

	2005	2004
Financial Assets (%)		
Investments	15%	15%
Financial Liabilities (%)		
Liabilities against assets subject to finance lease	15% to 20%	15% to 20%

20. AUTHORIZATION FOR ISSUE

These accounts were authorized for issue on April 6, 2006 in accordance with a resolution of the Board of Directors.\

	2005 Rs.	2004 Rs.
21. TRANSACTIONS WITH ASSOCIATED COMPANIES	NIL	NIL

The Pakistan General Insurance Company Ltd.

SEGMENT REPORTING

The company has four primary business segments for reporting purpose namely, fire, marine, motor and miscellaneous.

Assets and liabilities, wherever possible, have been assigned to the following segments based on specific identification or allocated on the basis of gross premium earned by the segments.

	Fire		Marine		Motor and Miscellaneous		Total	
	2005 Rs.	2004 Rs.	2005 Rs.	2004 Rs.	2005 Rs.	2004 Rs.	2005 Rs.	2004 Rs.
Other Information								
Segment Assets	5,317,487	7,411,082	1,772,496	3,019,330	3,988,115	3,293,814	11,078,098	13,724,226
Unallocated Corporate Assets							168,083,125	146,514,865
Consolidated Total Assets							179,161,223	160,239,082
Segment Liabilities	22,705,938	19,513,495	7,568,646	7,949,943	17,029,454	8,672,665	47,304,038	36,136,103
Unallocated Corporate Liabilities							131,857,185	124,102,979
Consolidated Total liabilities							179,161,223	160,239,082
Capital Expenditure	16,453,235	566,500	5,484,412	230,797	12,339,926	251,778	34,277,572	1,049,075
Depreciation	1,908,707	2,600,715	636,236	1,059,550	1,431,530	1,155,874	3,976,472	4,816,139

GENERAL

Figures in these accounts have been off to the nearest rupee.

CH. ZAHOR AHMAD
CHIEF EXECUTIVE

CH. MUHAMMAD SALEEM
DIRECTOR

NASIR ALI
DIRECTOR

The Pakistan General Insurance Company Ltd.

HEAD OFFICE

Cooperative Bank House,
Sharah-e-Quaid-e-Azam,
Lahore

PABX: 7323569 7325382
7324404
FAX: 7230634 7230895

SR. NO.	NAME/DESIGNATION	NUMBERS
1	Ch. Zahoor Ahmed President and Chief Executive	Extension: Off: 24 Direct: 7223224 7230892-To-94
2	Ch. Athar Zahoor Joint President	Direct: 8445050 PABX: 6301535 6361535
3	Mr. Nasir Ali BSc. (Hons) LSE (UK) MBA. MSc. Ins. & Risk Mgmt (UK) ACII (London) Chairman Audit Committee Chief Risk Officer	Extension off: 12 Off: 7324404 7325382 7323569 Direct: 7350782
4	Major (Rtd) Munir A. Kazi Advisor & General Manager	Direct: 7223224 Mobile: 0333-4308046
5	Ch. Muhammad Saleem Executive Director/ Secretary	Extension: Off: 13 Direct: 7233137
6	Mr. Mazhar Zahoor MBA (IBL) Member Audit Committee	Direct: 7352182
7	Ch. Ghulam Mustafa (B.A, LI.B) Senior Executive Vice President Gm (Head Office)	Extension: Off: 14 Direct: 7210680
8	Mr. Javed Iqbal Khan Sr. Executive Vice President (Accounts)	Extension: Off: 15& 16 Direct: 7235617 Res: 7322584
9	Malik Muhammad Ashgar Sr. Vice President (Underwriting & Claims)	Extension Off: 17 Res: 6859846
10	Mr. Muhammad Maqsood Piracha Vice President (Reinsurance)	Extension: Off: 18 Res: 7418458
11	Haji Ghulam Sarwar Chughtai Vice President (Claims)	Extension Off: 20 Res: 7587317 7599066

The Pakistan General Insurance Company Ltd.

PRESIDENT & CHIEF EXECUTIVE OFFICE

Off: 7223224 7310655
 7310685 7310590
 7230892 to 7230894
 Fax: 7230895 7230634

Gardee trust Building
 Thornton Road
 Lahore.

SR. NO.	NAME/DESIGNATION	NUMBERS
1	Ch. Zahoor Ahmed President and Chief Executive	Off: 7223224 7230892 7230894
2	Major (Rtd) Munir A. Kazi General Manager	Off: 7230892 7230894 Mobile: 0300-4308046
3	Mr. Zahid Iqbal Zia Sr. Vice President (Fire & Misc. Underwriting)	Extension: Off: 13 Direct: 7310685 Res: 7324125 Mobile: 0333-4264535
4	Mr. Abdul Rasheed Vice President (Accounts)	Extension: Off: 14 Direct: 7310675 Res: 5869442 Mobile: 0333-4308044 0300-4715099
5	Mr. Abdul Razzak Hashmi Vice President (Admin. Claims)	Extension: Off: 16 Direct: 7310590 Res: 7115261
6	Mian Muhammad Iqbal Vice President (Marine Underwriting)	Extension: Off: 16 Direct: 7310590 Res: 7922629 Mobile: 0300-4328172
7	Syed Bagh Hussain Rizvi Vice President (Motor Underwriting)	Extension: Off: 14 Res: 7110197

OFFICE CENTRAL ZONE

1. LAHORE

SR. NO	NAME/DESCRIPTION	ADDRESS	NUMBERS
1	Sh. Azmat Ali General Manager (Zone-I)	1 st Floor Gulberg Center Main Boulevard (Gulberg)	Off: 042-5763146 Res: 042-5181761 Mob: 0333-4348770
2	Muhammad Saeed Khokhar General Manager (Zone-IV)	226 Manzoor Market Ewing Road Nila Gumbad	Off: 042-7356202 042-7240965 Res: 042-5410135 Mob: 0333-4262231
3	Ch. Habib Ullah General Manager (Zone-II)	89-A Temple Road	Off: 042-6366997 042-6372891 042-8443534 042-6361206 Res: 042-844351 Mob: 0321-188230
4	Ghulam Mustafa A.V.P	89-A Temple Road	Mob: 0300-4843992
5	Bilal Abaid Ullah	89-A Temple Road	Mob: 0300-4141378
6	Riasat Alii Bhattai	89-A Temple Road	Mob: 0300-4485206
7	M. Anwar Sheikh General Manager (Zone-III)	Tabark Chamber 2 nd Floor, 10-A Abbot Road	Off: 042-6304646 Fax: 042-6313195 Res: 042-6681784 Mob: 0321-8414720
8	Ch. Abdul Rasheed Asstt. President	71 Naqi Building Sharahe-e-Quaid-e-Azam	Off: 042-6360959 042-6361204-5 Res: 042-7588216 Mob: 0300-4732914
9	Ch. Gulzar Ahmed Vice President	212-213Abid Market Mozang Chungi	Off: 042-6360959 042-6301187 Res: 042-7577037 Mob: 0300-4203093
10	Amjad Ali Qureshi Branch Manager	212-213Abid Market Mozang Chungi	Off: 042-6360959 042-6301187 Res: 042-5182910 Mob: 0300-4732914
11	Riasat Ali Bhatti A.V.P	188-B G.T. Road Baghbanpura	Off: 042-6841230 Mob: 0300-4485206
12	Zaheer-ul-Hassan Qadri Regional Manager	Tariq Center, Shalimar Road Garhi Shahu	Off: 042-6309038 Res: 042-6831482 Mob: 0321-4812965

2. GUJRANWALA

SR. NO	NAME/DESCRIPTION	ADDRESS	NUMBERS
1	Khadim Hussain Butt Chief Manager	58-B Trust Plaza G.T. Road	Off: 055-3251117 055-3841117 Res: 055-3251230 Mob: 0300-6400993
2	M. Mumtaz Elahi Khokhar Regional Manager	Street # 1, Behind Petrol Station Allama Iqbal Town, Jagan Sialkot Road Gujranwala	Off: 055-3202652 Mob: 0300-4659019

The Pakistan General Insurance Company Ltd.

3	Muhammad Afzal Butt Development Manager	58-B, Trust Plaza G.T. Road	Off: 055-3251117 055-3841117
4	Sh. Iqbal Ahmed Branch Manager	Bazar # 1 Sethi Plaza, G.T. Road	Off: 055-3251117 Mob: 0300-4181381

3. GHAKWAL

SR. NO	NAME/DESCRIPTION	ADDRESS	NUMBERS
1	Malik Shabir Awan Branch Manager	C/O Munir Akhat Telephone Exchange	Res: 0543-551150 Mob: 0300-5477177

4. OKARA

SR. NO	NAME/DESCRIPTION	ADDRESS	NUMBERS
1	Mr. Abdul Raheem Branch Manager	Chak # 11/1-L Renala Khurd	Mob: 0333-4565378

5. SAHIWAL

SR. NO	NAME/DESCRIPTION	ADDRESS	NUMBERS
1	Ch. Iqbal Hussain E.V.P	147/ Railway Road	Off: 040-4220825 Res: 040-4462120 Mob: 0300-8407710
2	Rana Khalid Mehmood	147/ Railway Road	Off: 040-4467130 Mob: 0300-9697801 Res: 040-4462120

6. MULTAN

SR. NO	NAME/DESCRIPTION	ADDRESS	NUMBERS
1	Syed Fahim Waris General Manager	Shopping Center # 3, Shahrah-e- Quaid-e-Azam, Opp: Shingrila Bakery	Off: 061-4543130 061-4581227 Fax: 061-4581227 Res: 061-4515957 Mob: 0300-8733700
2	Mudassar Abbass Branch Manager	Shopping Center # 3, Shahrah-e- Quaid-e-Azam, Opp: Shingrila Bakery	Off: 061-4543130 Mob: 0300-6359800
3	Malik Nazar Hussain Branch Manager	Shopping Center # 3, Shahrah-e- Quaid-e-Azam, Opp: Shingrila Bakery	Off: 061-4543130 061-4581227 Mob: 0300-6359800
4	Najam-UI-Hassain Sr. Vice President	Al-Muzaffar Building Water Works Road	Off: 061-6007080 Res: 061-4551455 Mob: 0300-9633017

7. KHANEWAL

Sr No.	Name/Designation	Address	Numbers
1	Rao Tariq Mukhtar Branch Manager	46 - Grain Market	Off: 065-52374 Mob: 0300-6892112

8. VEHARI

Sr No.	Name/Designation	Address	Numbers
1	Ch. Muhammad Ali General Manager	47-B Grain Market	Off: 0673-365228 0673-365828 Fax: 0673-361046 Res: 0673-363880 Mob: 0304-6000335

9. BAHAWALPUR

Sr No.	Name/Designation	Address	Numbers
1	Ch. Muhammad Ali General Manager	1 st Floor Al-Karim Plaza Circular Road	Off 062-2876535 Mob: 0301-7761335
2	Mr. Muhammad Siddique	1 st Floor Al-Karim Plaza Circular Road	Res: 062-2283258 Mob: 0301-7731635
3	Sayed Ayyaz Hussain Assistant Vice President	1 st Floor Al-Karim Plaza Circular Road	Res: 062-3101174 Mob: 0300-6859905 0300-6824905
4	Syed WaqarAli Rizvi	Zahoor Market Eid Gah Road Bahawalpur	Mob: 0333-6388157

10. LODHARAN

Sr No.	Name/Designation	Address	Numbers
1	Tahir Iqbal Maan Branch Manager	Aziz Plaza, NearADB P Multan Road	Res: 0608-362147 Mob: 0300-6802155

11. KOT ADU

Sr No.	Name/Designation	Address	Numbers
1	Muhammad Nadeem Branch Manager	Flat #4, Abbas Plaza	Off: 0662-242847 Res: 0662-242947 Mob: 0333-6003353

12. R.Y. KHAN

Sr No.	Name/Designation	Address	Numbers
1	Zia Ullah Assistant Vice President	23-Shahi Road	Off: 0685-877523 Mob: 0300-6746912
2	Muhammad Iqbal Branch Manager	9-A Babar Colony	Off: 0685-872060 Mob: 0300-9670864

The Pakistan General Insurance Company Ltd.

13. CHISHTIAN

Sr No.	Name/Designation	Address	Numbers
1	M Amin Javed Vice President	Ghalla Mandi	Off: 063-2503042 Res: 063-2507642 Mob: 0300-6980542

14. SHEIKHUPURA

Sr No.	Name/Designation	Address	Numbers
1	Hafiz Falak Sher A.V.P	Jahangirabad	Mob: 0300-4196622

15. MANDI BAHAWAL-DIN

Sr No.	Name/Designation	Address	Numbers
1	Malak Altaf Hussain Branch Manager	Kohinoor Marriage Hall Al-Ghani Plaza Jail Road	Off: 0456-509873 PP Mob: 0300-7752056

16. FAISALABAD

Sr No.	Name/Designation	Address	Numbers
1	Zaffar Hanif Shiekh Vice President	Opp: Iqbal Park, Dhobi Gate, New Garden Town, New Khan Road Runner, Kokab Shopping Centre	Off: 041-2615774 Fax: 041-2622874 Res: 041-2786633 Mob: 0300-7613133
2	Ch. Athar Pervez Vice President	Arslan Street, Saeed Colony #2, East Canal Road	Res: 041-2710460 041-8524240 Mob: 0333-8387472

17. D.G. KHAN

Sr No.	Name/Designation	Address	Numbers
1	Sayed Fahim Warris General Manager	10/Z, Model Town	Off: 064-2461101 064-2464969 Mob: 0300-8733700
2	Zaffar Ullah Khan Assistant Vice President	10/Z, Model Town	Off: 064-2461101 064-2464969 Res: 064-2467531 Mob: 0320-5677032
3	Nadir Khan Branch Manager	10/Z, Model Town	Off: 064-2461101
4	Mulazim Hussain Vice President	Quaid-e-Azam Road	Mob: 0300-6378942

18. JHANG

Sr No.	Name/Designation	Address	Numbers
1	Mian Zulfiqar Ali Khan Sr.Vice President	Mughal Market, Yousaf Shah Road	Off: 047-7621942 Res: 047-7610230 Mob: 0333-6731943
2	Tariq Nawaz Adil Branch Manager	Kutchery Road Near D.C. House Saddar	Off: 047-7622587 Mob: 0300-6507287

The Pakistan General Insurance Company Ltd.

19. SARGODHA

Sr No.	Name/Designation	Address	Numbers
1	Ch. Zafar Niaz Regional Manager	Shaheen Plaza Railway Road	Off: 048-3722435 Mob: 0300-5530729
2	M. Taufiq Piracha Branch Manager	99-Trust Plaza Fatima Jinah Road	Off: 048-3721418 Res: 048-3213459 Mob: 0300-9609161
3	Malik Muhammad Hayat Branch Manager	Zafar Colony A St #7, House #325	Off: 048-3715340 Res: 048-3715340 Mob: 0300-6042841
4	M. Arif Mirza Regional Manager	32 Canal Park Near Adda -47	Res: 048-3223332 Mob: 0300-9609936
5	Raja Muhammad Abdullah Branch Manager	1 st Floor, Hafiz Motor Noon Shopping Centre Near Taxi Stand	PH: 048-3741401 Mob: 0301-6708559

20. MIANWALI

Sr No.	Name/Designation	Address	Numbers
1	M. Khan Baloch A.V.P	House #44 G Mohallah Alam Khel Gali Sabzi Mandi	Off: 0459-233130 Mob: 0300-6090130

21. SIALKOT

Sr No.	Name/Designation	Address	Numbers
1	Mirza Azam Baig Vice President	Aurangzeb Market, Karimpura Road	Off: 052-4586223 Res: 52-4590568 Mob: 0333-8642744

22. LEYYAH

Sr No.	Name/Designation	Address	Numbers
1	Ghullam Qasim	Sewag House Opp: Canal Colony	Off: 0606-411621 Mob: 0300-6767088

23. MUZAFFAR- ABAD A.K

Sr No.	Name/Designation	Address	Numbers
1	Tahir Masood Minhas	91-Light Road	Off: 058810-43830 Mob: 0334-5012310

24. MIR PUR A.K

SrNo.	Name/Designation	Address	Numbers
1	Ashfaq Amir Branch Manager	House No 94 Sector C 4	Off: 058610-45167 Res: 058610-32838

OFFICE NOTHERN ZONE

25. ISLAMABAD

Sr No.	Name/Designation	Address	Numbers
1	Raja BasitAli Vice President	Room #1 3 2 ^{na} Floor Hill View Plaza Blue Area Islamabad	Off: 051- 2876274 Mob: 0300-5567640
2	Raja M. Ifrahim Satti	Flat #2&3, Wasal Plaza Plot #1/F, Bazar #5 Sector 1-1 0/1	Off: 051-4435886 051-4435007 Res: 051-5472557 Mob: 0301-5152260

26. RAWALPINDI

Sr No.	Name/Designation	Address	Numbers
1	Raja Basit Ali Vice President	9 The Mall	Off: 051-5567230 Mob: 0300-5567640

27. ABBOTABAD

SrNo.	Name/Designation	Address	Numbers
1	Ahsan Rasheed Mirza Branch Manager	119 Iqbal Shopping Complex The Mall	Off: 0992-336087 0992-331109 Mob: 0304-5040184
2	Ghulam Sarwar Khokhar Branch Manager	Jalal Baba Road Upper Malik Pura	Off: 0992-335184 0992-335174 Mob: 0303-6950387

28. PESHAWAR

Sr No.	Name/Designation	Address	Numbers
1	Malik Fazal Dad General Manager	Room #S 3 & 4 2 nd Floor, Belore Palace	Off: 091-5275184 091-5527961 Fax: 091-5271077 Res: 091-5279614 Mob: 0300-5892110
2	Amanullah Khan Development Manager	Room #S 3 & 4 2 nd Floor, Belore Palace	Off: 091-5275184 091-5275405 Fax: 091-5271077

OFFICE SOUTHERN ZONE

29. KARACHI

Sr No.	Name/Designation	Address	Numbers
1	Haroon Ghani Memon Executive Vice President	Room #508 5 th Floor Uni Plaza I.I. Chandrigar Road	Off: 021-2400755 Res: 021-2742491 Mob: 0320-2043305

30. HYDERABAD

Sr No.	Name/Designation	Address	Numbers
1	Muhammad Shafi Chundrigar Sr. Vice President	3 rd Floor Alpha Chamber M.A Jinnah Road Tilak Incline	Off: 022-2635128 022-2625858 022-2623438 Res: 022-2614168 Mob: 0300-3088970
2	Miss Saima Iqbal Development Manager	3 rd Floor Alpha Chamber M.A Jinnah Road Tilak Incline	Off: 022-2635128 022-2625858 022-2623438
3	M. Saleem Chundrigar Development Manager	3 rd Floor Alpha Chamber M.A Jinnah Road Tilak Incline	Off: 022-2635128 022-2625858 022-2623438
4	Abdul Rehman Panhaar Development Manager	3 rd Floor Alpha Chamber M.A Jinnah Road Tilak Incline	Off: 022-2635128 022-2625858 022-2623438
5	Miss Farzana Sr. Branch Manager	Office #4 1 st Floor Alrahim Shopping Centre Opp: Jamia Arabia High School	Off: 022-2783120 Res: 022-2614882 Mob: 0300-9373017

JOINT PRESIDENT OFFICE

31. SUKKUR

Sr No.	Name/Designation	Address	Numbers
1	Raja Gul Saeed Ahmad Khan Joint President	16 Mehran Markaz	Off: 071-5613508 Res: 071-5630919 Mob: 0300-8313717
2	Muhammad Yamin Development Manager	16 Mehran Markaz	Off: 071-5613508 Mob: 0300-9317430
3	Sheikh Wajid Ali Vice President	C/O MCB Shadad Kot, Dr. AkbarAli Sheikh	Off: 0744-4013370

32. QUETTA

Sr No.	Name/Designation	Address	Numbers
1	Sardar Kamran Khan Durani Vice President	Room #1 2 nd Floor Agha Siraj Complex Circular Road	Off: 081-2881172 Mob: 0300-9381545