PAKISTAN INSURANCE CORPORATION

15th Annual Report

AND STATEMENTS OF ACCOUNT FOR THE YEAR ENDED 31ST DECEMBER 1967

ESTABLISHED UNDER THE PAKISTAN INSURANCE CORPORATION ACT NO. XXXVIII OF 1952

BOARD OF DIRECTORS

M. A. MAJID, C.S.P. (Retd.)	*Chairman*
S. S. IQBAL HOSAIN, S.Q.A., P.M.A.S. MAJID ALI, C.S.P. AHMED DAWOOD, H.K. FAKHRUDDIN VALIBHAI MIAN MOHAMED BASHIR AMIRALI H. FANCY M. R. SIDDIQI	*Directors*
A. G. RIZA, C.S.P.	*Managing Director*

MANAGEMENT

Managing Director	A. G. RIZA, C.S.P.
Deputy Managing Director	MOHAMED SADIQ
Secretary	AKRAM MURAD
Manager (Finance & Accounts)	S. M. SIDDIQUE

HEAD OFFICE

Pakistan Insurance Building,
Bunder Road,
P. O. Box No. 4777, City
Karachi-2 (Pakistan)

LAHORE OFFICE

Sunlight Building, Bank Square,
P. O. Box No. 875

DACCA OFFICE

Muslim Insurance Building,
121-Motijheel Commercial Area.

AUDITORS

SYED MAHMUD & CO.
MINOO N. BAMJEE & CO.

PAKISTAN INSURANCE CORPORATION
KARACHI

Report by the Board of Directors for the year ended 31st December, 1967.

To the Shareholders,

Your Directors are pleased to present the Revenue Accounts, the Profit and Loss and the Profit and Loss Appropriation Accounts for the year ended 31st December, 1967 and the Balance Sheet as at 31st December, 1967, together with the Report of the Auditors thereon.

The following summary of the accounts will be of assistance in appreciating the results achieved during the year :—

Revenue Accounts :

(In lacs of rupees)

	Fire		Marine		Miscellaneous		Life		Total	
	1966	1967	1966	1967	1966	1967	1966	1967	1966	1967
Gross Premium	335.49	365.00	354.96	410.36	247.61	308.06	0.32	0.89	938.38	1084.31
Retrocession Premium ..	202.92	199.03	200.34	219.17	152.61	197.98	0.01	0.05	555.88	616.23
Nett Premium	132.57	165.97	154.62	191.19	95.00	110.08	0.31	0.84	382.50	468.08
Nett Commission	60.74	68.64	46.94	48.56	29.76	34.46	0.07	0.32	137.51	151.98
Nett Claims	63.46	70.84	80.97	116.20	65.03	64.70	0.05	0.42	209.51	252.16
Expenses of Management ..	4.48	4.68	4.74	5.26	3.30	3.95	..	0.01	12.52	13.90
Premium Reserve Adjustment and Balance of Fund ..	1.71	13.36	11.30	14.63	6.88	6.03	0.19	0.09	20.08	34.11
Underwriting Profit	2.18	8.45	10.67	6.54	(—)9.97	0.94	..	..	2.88	15.93

You will observe from the accounts that the Gross Premium of the Corporation for the year has increased by Rs. 145.93 lacs *i.e.*, 15.55% over 1966 and the nett retained premium has gone up by Rs. 85.58 lacs *i.e.*, 22.37%. The substantial improvement in the nett premium has been brought about mainly by reducing retrocessions abroad consistent with the security. As in the last year the Premium Reserve during 1967 has been increased only by 40% of the amount by which the nett premium income of 1967 increased over the nett premium income of 1966. The Premium Reserve has thus been augmented by Rs. 34.02 lacs.

Underwriting Profit :

The year ended with an overall underwriting profit of Rs. 15.93 lacs, inspite of the financing charge of Rs. 34.02 lacs for the conventional premium Reserve.

Profit and Loss Account :

The Profit and Loss Account after accounting for income from investments and other sources and allowing for outgo on various accounts not allocable to any revenue account discloses a profit of Rs. 36,20,745 as shown below :—

		Rs.
Underwriting Profit		15,93,588
Income from Investments and Other Sources		22,99,774
		38,93,362
Miscellaneous Outgo		2,72,617
		36,20,745
Profit and Loss balance brought forward from 1966		5,37,527
		41,58,272
Less Dividend for 1966 paid during the year		5,00,000
		Rs. 36,58,272

Amount available for disposal which has been appropriated as under :—

	Rs.	
Exceptional Loss Reserve	15,00,000	
General Reserve	6,00,000	
Taxation Reserve	10,00,000	31,00,000
Balance available for Dividend for the year under report and to be carried forward		Rs. 5,58,272

Balance Sheet :

The Corporation's financial and underwriting reserves which have been accumulating satisfactorily from year to year stood as under on 31-12-1967 :—

		Rs.
(*a*) *Paid up Capital*		50,00,000
(*b*) *Financial and Other Reserves*	Rs.	
Exceptional Loss Reserve	80,00,000	
General Reserve	22,00,000	
Reserve for Taxation	11,94,427	
Reserve for Bad and Doubtful Debts	1,50,000	
Exchange Fluctuation Reserve ..	3,68,425	
Gratuity Fund	60,000	1,19,72,852
(*c*) *Technical Reserves*		
Premium Reserve and Life Fund ..	2,17,88,828	
Reserve for Outstanding Claims ..	1,53,55,185	3,71,44,013
Total Capital and Reserves ..		Rs. 5,41,16,865

The investments of the Corporation at the end of 1967 amounted to Rs. 387.09 lacs. The break-up of these investments is as follows :—

	Rs.
Government Loans, Bonds and Certificates	79.37 lacs
Debentures	27.11 lacs
Shares of Semi-Government Institutions	81.27 lacs
Shares of Joint Stock Companies	151.45 lacs
Shares of Insurance Companies	33.12 lacs
Land & Buildings	14.77 lacs
Total Rs.	387.09 lacs

In furtherance of its policy of encouraging the floatation and promotion of new national insurance companies and assisting the existing smaller companies, the Corporation invested a further sum of Rs. 2 lacs during the year under report in a new national insurance company established in East Pakistan. This has raised the Corporation's investment in insurance companies to Rs. 33.12 lacs, of which Rs. 19.47 lacs are invested in East Pakistan and Rs. 13.65 lacs in West Pakistan.

The passing of the Pakistan Insurance Corporation (Amendment) Act, 1967 in July, 1967 was an event of great significance for your Corporation. The main provisions introduced by the amending Act are : (i) that the Corporation shall henceforth maintain 3 separate Registers (instead of existing one Register) of Share-holders—one each at Karachi, Lahore and Dacca in which share-holders residing in respective areas only will be registered ; (ii) the three elected Directors of the Corporation will now be elected one each from amongst the share-holders registered in each of the three Registers. This will ensure equitable regional representation in the Board of Directors of the Corporation ; (iii) the Corporation has been authorised to undertake direct insurance business outside Pakistan ; and (iv) powers have been assumed by the Central Government to direct insurers transacting general insurance business in Pakistan to reinsure with the Corporation such proportion of the business which is in excess of the aggregate of the Insurers' nett retention as may be notified by the Government from time to time. Necessary administrative measures are in hand to achieve the objectives of these amendments.

A phased programme has been prepared for your Corporation's direct insurance operations abroad. On the spot surveys have been carried out to assess the feasibility of direct operations in the United Kingdom and Dubai. Insurance markets of other countries, particularly the Afro-Asian countries, are also being explored. An office of the Corporation is expected to start functioning in London soon after legal formalities connected therewith have been completed. Among other functions London Office will deal with insurance matters connected with Foreign Aid/Loan and deal with enquiries from the Export Credit Guarantee Scheme.

The activities of the National Co-insurance Scheme, which is administered by the Corporation since a number of years to the benefit of national companies, continued to expand during the year under report. The demand for Contractors' All Risks, Erection and Performance Bond insurance has increased considerably. A number of high valued projects like electrification of P.W.R. Lahore-Khanewal section, Khairpur Tubewell Drainage, Karachi-Hyderabad Highways and Indus Basin Projects continue to receive insurance protection through the National Co-insurance Scheme. Considerable initial work has already been done on the insurances of the gigantic Tarbella Dam Project. Both the Pakistan International Airlines and the National Shipping Corporation fleet continue to be insured with the Scheme. The Corporation has also continued to underwrite Protection and Indemnity insurance business of the National Shipping Corporation.

The activities of the Corporation in the matter of administration of the Export Credits Guarantee Scheme continued to expand for the sixth year in 1967. In order to popularise the Scheme, the Scheme's liability arising out of political risks has been enhanced from 85% to 90%. During the year under report, the Scheme settled claims under its policies issued in National interest on exports made to Indonesia under Protocol I of Pakistan-Indonesia Trade Agreement 1965 to the tune of Rs. 3.80 crores. To augment the existing facilities offered to exporters and to bring the Scheme's protection in line with the requirements of our expanding export trade the protections offered by the Scheme are presently under review. In the ensuing year the Scheme is expected to accord better support to our export trade.

The Corporation continued to play a leading role in connection with the development of multinational regional co-operation in the field of insurance. Considerable further progress was made during. the year in implementation of the programme of collaboration under the aegies of the R.C.D. The R.C.D. Insurance Centre which is housed in the Pakistan Insurance Corporation has been pursuing its programme of work actively. An R.C.D. Insurance Manual was published by the Centre during the year under review. It is intended to keep the manual upto-date by periodical revisions. The centre also assists in co-ordinating the programme of technical co-operation in the field of insurance, under which six trainees, two from each country, are being exchanged every year. As a further step, a six-week training course for middle level insurance executives of the R. C. D. countries is scheduled to be organised in Iran in September, 1968.

The first R.C.D. Insurance Seminar which was sponsored jointly by the Pakistan Insurance Corporation and the Insurance Association of Pakistan was held on April 15-20, 1968 at Karachi. The Pakistan delegation was led by Mr. A. G. Riza, Managing Director of your Corporation. The Seminar proved a great success and a number of recommendations of lasting importance were adopted.

The three R.C.D. Re-insurance Pools, namely (i) Fire, (ii) Marine and (iii) Accident were established in 1966 to reduce the foreign exchange expenditure of the region on reinsurance services. These pools have been operating actively since 1st January, 1967. The management of the R.C.D. Marine Re-insurance Pool is entrusted to Pakistan (Pakistan Insurance Corporation) while Fire and Accident Pools are being managed by Turkey and Iran respectively. Two more R.C.D. Pools namely Aviation and Engineering have been established *w.e.f.* 1st January 1968. The Aviation Pool is being managed by this Corporation and it has already put this Pool into operation. This is yet another addition to the ever-increasing activities of your Corporation.

The co-operation between Indonesia and Pakistan in the field of insurance under the Indonesia-Pakistan Economic & Cultural Co-operation (IPECC) is being developed.

The first general meeting of the Federation of Afro-Asian Insurers and Reinsurers (F.A.I.R.) was held in Karachi during the first quarter of the year under review. The Managing Director of the Corporation was elected as President of the F.A.I.R. for the current term.

Our participation in these projects has enhanced the prestige of the Pakistan insurance industry in the international market.

You are aware that Mr. A. G. Riza, C.S.P., who has held top posts in the Government, has taken over charge of the Corporation as a whole-time Managing Director in April, 1968 *vice* Mr. W. A. Shaikh, C.S.P., who left to take up his assignment as Secretary to the Government of Pakistan, Ministry of Health, Labour & Social Welfare. The Directors would like to express their deep appreciation of the services rendered by the outgoing Managing Director whose wise counsel contributed substantially to the progress of the Corporation. Mr. A. G. Riza, C.S.P., brings with him a rich treasure of knowledge and experience and it is hoped that under his able guidance the Corporation will make further rapid progress.

The Directors wish to express their thanks to the management and the staff for their tireless efforts in building up the Corporation into a strong and sound organization. They also wish to record their appreciation of the assistance received by the Corporation during the year from the Government of Pakistan, the Insurance Association of Pakistan, all insurers operating in Pakistan and our numerous overseas associates—particularly the R.C.D. partners.

The Directors are pleased to declare a dividend of 10% (ten per cent) which is at present the maximum permissible under the P.I.C. Act, and a bonus of two months' pay to the employees.

M. A. MAJID — *Chairman*

S. S. IQBAL HOSAIN
MAJID ALI
AHMED DAWOOD
FAKHRUDDIN VALIBHAI
MIAN MOHAMED BASHIR
AMIRALI H. FANCY
M. R. SIDDIQI
— *Directors*

A. G. RIZA — *Managing Director*

PAKISTAN INSURANCE CORPORATION
KARACHI

REPORT OF THE AUDITORS TO THE SHARE-HOLDERS

We have audited the annexed Balance Sheet of the Pakistan Insurance Corporation as at 31st December, 1967, the Life, Fire, Marine, and Miscellaneous Business Revenue Accounts, the Profit and Loss and the Profit and Loss Appropriation Accounts of the Corporation for the year ended at that date and report that :—

(*a*) we have obtained all the information and explanations which we required.

(*b*) Such Balance Sheet with the notes thereon is a full and fair Balance Sheet and exhibits a true and correct view of the Corporation's state of affairs, according to the best of our information and explanations given to us and as shown by the Books of the Corporation.

MINOO N. BAMJEE & CO.,
Chartered Accountants.

SYED MAHMUD & CO.,
Chartered Accountants.

Karachi, the 12th May, 1968.

PAKISTAN INSURANCE CORPORATION

REVENUE ACCOUNT FOR THE YEAR ENDED 31ST DECEMBER, 1967.

CONSOLIDATED FOR ALL CLASSES OF BUSINESS

1966 Rupees.	PARTICULARS	Rupees.	Rupees.
1,37,50,361	Commission Paid (less Retrocessions)		1,51,98,157
1,87,79,475	Claims (less Retrocessions) Paid during the year	2,08,08,304	
1,09,48,447	*Add* : Total estimated Liability in respect of outstanding claims at the end of the year whether due or intimated	1,53,55,185	
2,97,27,922	Total ..	3,61,63,489	
87,76,881	*Less* : Outstanding at the end of the previous year	1,09,48,447	
2,09,51,041			2,52,15,042
12,52,309	Expenses of Management ..		13,90,432
1,83,58,896	Premium Reserve for the year ..		2,17,61,000
19,330	Balance of Life Fund at the end of the year		27,828
2,88,474	Profit transferred to Profit and Loss Account		15,93,588
5,46,20,411		Total Rs.	6,51,86,047

1966 Rupees.	PARTICULARS	Rupees.	Rupees.
1,63,69,761	Premium Reserve brought forward from last year		1,83,58,896
—	Balance of Life Fund at the beginning of the year		19,330
9,38,38,534	Premium	10,84,31,149	
5,55,87,884	*Less* : Retrocessions	6,16,23,328	
3,82,50,650			4,68,07,821
5,46,20,411	Total Rs.		6,51,86,047

As per our report annexed.

M. A. MAJID	*Chairman*
S. S. IQBAL HOSAIN MAJID ALI AHMED DAWOOD FAKHRUDDIN VALIBHAI MIAN MOHAMED BASHIR AMIRALI H. FANCY M. R. SIDDIQI	*Directors*
A. G. RIZA	*Managing Director*

(MINOO N. BAMJEE & CO.)
Chartered Accountants

(SYED MAHMUD & CO.)
Chartered Accountants

(S. M. SIDDIQUE)
Manager (Finance & Accounts)

Karachi, 12th May, 1968.

PAKISTAN INSURANCE CORPORATION

REVENUE ACCOUNT FOR THE YEAR ENDED 31ST DECEMBER 1967.

FIRE BUSINESS

1966 Rupees	PARTICULARS	Rupees	Rupees
60,73,678	Commission Paid (less Retrocessions)		68,63,933
60,19,762	Claims (less Retrocessions) Paid during the year	54,25,363	
19,17,529	*Add*: Total estimated Liability in respect of outstanding claims at the end of the year whether due or intimated	35,76,104	
79,37,291	Total ..	90,01,467	
15,91,080	*Less*: Outstanding at the end of the previous year ..	19,17,529	
63,46,211			70,83,938
4,47,717	Expenses of Management ..		4,68,047
64,79,255	Premium Reserve for the year ..		78,15,000
2,18,137	Profit transferred to Profit and Loss Account		8,45,337
1,95,64,998	Total Rs.		2,30,76,255

1966 Rupees	PARTICULARS	Rupees	Rupees
63,08,550	Premium Reserve brought forward from last year		64,79,255
3,35,48,512	Premiums	3,65,00,269	
2,02,92,064	*Less*: Retrocessions	1,99,03,269	
1,32,56,448			1,65,97,000
1,95,64,998	Total Rs.		2,30,76,255

As per our report annexed.

M. A. MAJID — *Chairman*

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(MINOO N. BAMJEE & CO.)
Chartered Accountants

(SYED MAHMUD & CO.)
Chartered Accountants

(S. M. SIDDIQUE)
Manager (Finance & Accounts)

Karachi, 12th May, 1968.

A. G. RIZA — *Managing Director*

PAKISTAN INSURANCE CORPORATION

REVENUE ACCOUNT FOR THE YEAR ENDED 31ST DECEMBER, 1967.

MARINE BUSINESS

1966 Rupees	PARTICULARS	Rupees	Rupees
46,94,295	Commission Paid (less Retrocessions) ..		48,55,776
73,96,599	Claims (less Retrocessions) Paid during the year ..	89,25,367	
63,86,092	*Add*: Total estimated Liability in respect of outstanding claims at the end of the year whether due or intimated	90,80,401	
1,37,82,691	Total	1,80,05,768	
56,85,685	*Less*: Outstanding at the end of the previous year ..	63,86,092	
80,97,006			1,16,19,676
4,73,710	Expenses of Management ..		5,26,213
74,48,562	Premium Reserve for the year ..		89,12,000
10,67,233	Profit transferred to Profit and Loss Account		6,54,132
2,17,80,806	Total Rs.		2,65,67,797

1966 Rupees	PARTICULARS	Rupees	Rupees
63,18,800	Premium Reserve brought forward from last year		74,48,562
3,54,96,244	Premiums	4,10,35,871	
2,00,34,238	*Less*: Retrocessions	2,19,16,636	
1,54,62,006			1,91,19,235
2,17,80,806	Total Rs.		2,65,67,797

As per our report annexed.

(MINOO N. BAMJEE & CO.)
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(SYED MAHMUD & CO.)
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Manager (Finance & Accounts)

Karachi, 12th May, 1968.

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— *Directors*

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PAKISTAN INSURANCE CORPORATION

REVENUE ACCOUNT FOR THE YEAR ENDED 31ST DECEMBER, 1967.

MISCELLANEOUS BUSINESS

1966 Rupees	PARTICULARS	Rupees	Rupees
29,75,482	Commission Paid (less Retrocessions)		34,46,305
53,58,113	Claims (less Retrocessions) Paid during the year	64,42,574	
26,44,825	*Add*: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	26,72,180	
80,02,938	Total ..	91,14,754	
15,00,114	*Less*: Outstanding at the end of the previous year ..	26,44,826	
65,02,824			64,69,928
3,30,449	Expenses of Management ..		3,95,031
44,31,079	Premium Reserve for the year ..		50,34,000
—	Profit transferred to Profit and Loss Account		94,119
1,42,39,834		Total Rs.	1,54,39,383

1966 Rupees	PARTICULARS	Rupees	Rupees
37,42,411	Premium Reserve brought forward from last year		44,31,079
2,47,61,366	Premiums	3,08,06,384	
1,52,60,839	*Less*: Retrocessions	1,97,98,080	
95,00,527			1,10,08,304
9,96,896	Loss Transferred to Profit and Loss Account		—
1,42,39,834		Total Rs.	1,54,39,383

As per our report annexed.

M. A. MAJID — *Chairman*

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(S. M. SIDDIQUE)
Manager (Finance & Accounts)

Karachi, 12th May, 1968.

A. G. RIZA — *Managing Director*

PAKISTAN INSURANCE CORPORATION

REVENUE ACCOUNT FOR THE YEAR ENDED 31st DECEMBER, 1967.

LIFE BUSINESS

1966 Rupees	Particulars	Rupees	Rupees
6,905	Commission Paid (Less Retrocessions)		32,143
...	Claims (less Retrocessions) Paid during the year		..
5,000	By Death 15,000		
..	By Maturity ..		
..	By Surrenders ..		
..	By Personal Accidents ..		
..	By Annuities ..	15,000	
5,000			
	Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated	26,500	
5,000	Total ..	41,500	
	Less: Outstanding at the end of the previous year	..	
5,000			41,500
433	Expenses of Management		1,141
19,330	Balance of Fund at the end of the year		27,828
31,668	Total Rs.		1,02,612

1966 Rupees	Particulars	Rupees	Rupees
..	Balance of Fund at the beginning of the year		19,330
	Premiums :		
31,719	First year premium	53,445	
692	Renewal Premium	35,180	
..	Consolidated for Annuities	..	
32,411		88,625	
743	Less : Retrocessions	5,343	
31,668			83,282
31,668	Total Rs.		1,02,612

As per our report annexed.

M. A. MAJID — *Chairman*

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Karachi, 12th May, 1968.

A. G. RIZA — *Managing Director*

PAKISTAN INSURANCE CORPORATION

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st DECEMBER, 1967.

1966 Rupees	Particulars	Rupees	Rupees
	Expenses of Management :		
	(Not applicable to any Particular Revenue Account) :		
15,903	Directors' Fee & T.A.	11,789	
5,500	Auditors' Fee	5,500	
..	Advertisement & Publicity	11,119	
12,400	R.C.D. Expenses	38,626	
..	D.I.T. Expenses	1,11,549	
..	F.A.I.R. Expenses	17,234	
33,803			1,95,817
9,96,896	Loss transferred from Miscellaneous Revenue Account		..
12	Loss on Sale of Fixed Assets		..
	Other Expenses:		
78,729	Interest paid on deposits retained from other companies		76,800
23,08,767	Nett Profit for the year carried down		36,20,745
34,18,207		Total Rs.	38,93,362

1966 Rupees	Particulars		Rupees	Rupees
	Investment Income			
16,54,522	Interest & Dividend		17,71,335	
1,20,498	Income from Building	1,29,748		
(48,534)	Less Depreciation & other expenses	56,720	73,028	
17,26,486				18,44,363
	Profit transferred from Revenue Accounts :			
2,18,137	Fire		8,45,337	
10,67,233	Marine		6,54,132	
..	Miscellaneous		94,119	
12,85,370				15,93,588
	Other Receipts :			
91,209	Interest received on deposits retained by other companies		1,14,253	
30	Transfer Fee		8	
1,579	Profit on sale of Investments		4,718	
3,13,533	Miscellaneous Income		3,36,432	
4,06,351				4,55,411
34,18,207			Total Rs.	38,93,362

PROFIT AND LOSS APPROPRIATION ACCOUNT FOR THE YEAR ENDED 31st DECEMBER, 1967.

1966 Rupees	Particulars	Rupees	Rupees
5,00,000	Dividend for the year 1966		5,00,000
	Amount transferred to :—		
6,00,000	Exceptional Loss Reserve ..	15,00,000	
8,75,000	Taxation Reserve	10,00,000	
3,00,000	General Reserve	6.00,000	
17,75 000			31,00,000
5,37,527	Balance Carried forward to Balance Sheet.		5,58,272
28,12,527		Total Rs.	41,58,272

1966 Rupees	Particulars	Rupees	Rupees
5,03,760	Balance brought forward from last year		5,37,527
23,08,767	Nett Profit for the year brought forward		36,20,745
28,12,527		Total Rs.	41,58,272

As per our report annexed.

M. A. MAJID — *Chairman*

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(S.M. SIDDIQUE)
Manager (Finance & Accounts)

A. G. RIZA — *Managing Director*

Karachi, 12th May, 1968.

PAKISTAN INSURANCE CORPORATION

BALANCE SHEET AS AT 31ST DECEMBER 1967.

1966 Rupees	Capital & Liabilities	Life Business Rupees	General Business Rupees	Total Rupees
	Capital—Authorised :			
1,00,00,000	1,00,000 Shares of Rs. 100 each.			1,00,00,000
50,00,000	Issued and paid up 50,000 Shares of Rs. 100 each fully paid up	—	50,00,000	50,00,000
10,725	Share premium Account ..	—	10,725	10,725
	Reserves and Provisions:			
65,00,000	Exceptional Loss Reserve ..	—	80,00,000	80,00,000
16,00,000	General Reserve	—	22,00,000	22,00,000
19,25,000	Reserve of Taxation ..	—	11,94,427	11,94,427
1,50,000	Reserve for Bad & Doubtful Debts	—	1,50,000	1,50,000
—	Exchange Fluctuation Reserve ..	—	3,68,425	3,68,425
—	Gratuity Fund	—	60,000	60,000
5,37,527	Profit & Loss Account ..	—	5,58,272	5,58,272
—	Reserve for Outstanding Claims:			
19,17,529	Fire	—	35,76,104	35,76,104
63,86,092	Marine	—	90,80,401	90,80,401
26,44,826	Miscellaneous	—	26,72,180	26,72,180
—	Life	26,500	—	26,500
2,66,71,699	Carried forward Rs.	26,500	328,70,534	3,28,97,034

1966 Rupees	Property & Assets	Life Business Rupees	General Business Rupees	Total Rupees
	Investments—At cost :			
1,28,59,965	Government & Other Securities.	—	1,45,91,855	1,45,91,855
1,85,25,155	Stock & Shares	—	1,99,28,871	1,99,28,871
27,11,260	Debentures	—	27,11,260	27,11,260
3,40,96,380			3,72,31,986	3,72,31,986
	(Market value as at 31st December, 1967 Rs. 3,90,90,234).			
13,10,885	Land and Building	—	14,77,153	14,77,153
3,54,07,265			3,87,09,139	3,87,09,139
1,84,15,206	Amounts due from persons and bodies carrying on Insurance Business	59,458	2,59,63,435	2,60,22,893
93,53,320	Deposits held by Ceding Cos ..	—	1,05,00,556	1,05,00,556
8,44,365	Cash in hand and at Bank ..	—	20,01,068	20,01,068
2,79,907	Interest accrued and outstanding		2,11,476	2,11,476
6,07,741	Sundry Debtors	—	4,23,900	4,23,900
19,26,887	Advances, Loans, Deposits and Pre-paid expenses	—	27,91,590	27,91,590
1,64,123	Furniture, Fixtures Office Equipment and Vehicles at cost less Depreciation.		1,89,752	1,89,752
5,905	Stock of Stationery in hand ..	—	3,644	3,644
433	Amount due from Life Business..		1,076	1,076
6,70,05,152	Carried forward Rs.	59,458	8,07,95,636	8,08,55,094

1966	Capital & Liabilities	Life Business	General Business	Total	1966	Property & Assets	Life Business	General Business	Total
Rupees		Rupees	Rupees	Rupees	Rupees		Rupees	Rupees	Rupees
2,66,71,699	Brought forward Rs. ..	26,500	3,28,70,534	3,28,97,034	6,70,05,152	Brought forward Rs. ..	59,458	8,07,95,636	8,08,55,094
	Premium Reserve & Life Fund:								
64,79,255	Fire	—	78,15,000	78,15,000					
74,48,562	Marine	—	89,12,000	89,12,000					
44,31,079	Miscellaneous	—	50,34,000	50,34,000					
19,330	Life	27,828	—	27,828					
1,15,93,631	Amount due to other persons and bodies carrying on Insurance Business.	4,054	1,38,35,665	1,38,39,719					
1,01,83,912	Deposits retained and/or received from other Companies. ..	—	1,17,26,570	1,17,26,570					
1,77,251	Sundry Creditors	—	6,01,867	6,01,867					
433	Amount due to General Business	1,076	—	1,076					
6,70,05,152	Total Rs. ..	59,458	8,07,95,636	8,08,55,094	6,70,05,152	Total Rs. ..	59,458	8,07,95,636	8,08,55,094

NOTES :—(1) There is contingent liability to the tune of Rs. 80,000/- in respect of calls not yet made on partly paid shares of Companies, held by the Corporation as Investments.

(2) Exchange Fluctuation Reserve represents the difference in exchange on transactions where actual remittances were effected after the devaluation of the Pound Sterling, in November 1967. Current balances and/or deposits in Pound Sterling due to, or from, persons and/or Bodies carrying on Insurance business being unascertainable, have not been adjusted at the new rate of exchange. Hence, the actual difference in exchange will be booked at the time of settlement.

(3) Investments include securities of the value of Rs. 28,63,100/- pledged with the National Bank of Pakistan against standing overdraft facilities operated during the year, under sanction from the Central Government.

AUDITORS' REPORT
See Annexed Report of Date.

M. A. MAJID — *Chairman*

S. S. IQBAL HOSAIN
MAJID ALI
AHMED DAWOOD
FAKHRUDDIN VALIBHAI
MIAN MOHAMED BASHIR
AMIRALI H. FANCY
M. R. SIDDIQI
} *Directors*

(MINOO N. BAMJEE & CO.),
Chartered Accountants.

(SYED MAHMUD & CO.),
Chartered Accountants.

(S.M. SIDDIQUE),
Manager (Finance & Accounts).

Karachi, 12th May, 1968.

A. G. RIZA. — *Managing Director*

PAKISTAN INSURANCE CORPORATION

NOTIFICATION

In partial modification of our earlier notification on the subject, it is hereby notified that the Fifteenth Annual General Meeting of the Shareholders of Pakistan Insurance Corporation will now be held at Pakistan Insurance Building, Bunder Road, (Opp: Mereweather Tower), Karachi-2, on Saturday, the 8th June, 1968 at 11.00 A.M. to transact the following business, namely :—

(1) Confirmation of the Minutes of the 14th Annual General Meeting held on Friday, the 30th June, 1967.

(2) The Balance Sheet as at 31st December, 1967, the Revenue Accounts and the Profit & Loss and the Profit & Loss Appropriation Accounts for the year ended 31st December, 1967 together-with the Report by the Board on the working of the Corporation during the year and the Auditors' Report on the said Balance Sheet and Accounts will be read and considered.

(3) The Chairman will announce the Dividend declared by the Board in respect of the 1967 Accounts.

The Share Transfer Register of the Corporation will remain closed for 8 days *w.e.f.* 1st June, 1968 to 8th June, 1968, both days inclusive.

By Order of the Board,

(A. G. RIZA)
C.S.P.,

Managing Director.

GPPK—3930/47-3/M/67 (Insur)—21-5-68—1,500.

PROXY FORM

PAKISTAN INSURANCE CORPORATION

KARACHI

I/We ______________________ of ______________________ being

a share-holder of the Pakistan Insurance Corporation holding Shares Nos. ______________________

______________ hereby appoint ______________________

of ______________________ or failing him ______________________

of ______________________ as my/our proxy to vote for me/us and on my/our behalf at

a meeting of the share-holders of the Corporation to be held at ______________________

on the ______________________ day ______________________

and at any adjournment thereof.

Dated this ______________________ day of ______________________

Signature of Share-holder

Affix fifteen paisas revenue stamp

IMPORTANT :—

1. Signature must tally with the specimen filed with the Corporation.

2. No proxy shall be valid unless it is duly stamped and unless it is together with the power of attorney or other authority (if any) under which it is signed or a notarially certified copy of that power or authority is deposited at the Head Office of the Corporation not less than 4 clear days before the date fixed for the meeting.