



PAKISTAN INSURANCE CORPORATION

\$

17th Annual Report and Accounts
FOR THE YEAR ENDED 31st DECEMBER 1969.

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

BOARD OF DIRECTORS

MD. HAFIZUR RAHMAN, S.Q.A., C.S.P. (Rtd.)		<i>Chairman</i>
A. KHALEQUE, P.M.A.S.	}	<i>Directors</i>
H. U. BEG, P.T.S.		
IQBALUDDIN AHMED, T.Q.A.		
MIAN MOHAMMED BASHIR, S.Q.A.		
MIRZA MEHDY ISPHANI		
KHUDA BUKSH		
M. MOYEEDUL ISLAM, T. Pk.		<i>Managing Director</i>

HEAD OFFICE

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

DACCA OFFICE

Pakistan Insurance Corporation,
121, Motijheel
Commercial Area,
P.O. Box No. 337,
Dacca.

LAHORE OFFICE

Pakistan Insurance Corporation,
Wapda House, 4th Floor,
Quaid-e-Azam Road,
P.O. Box No. 578,
Lahore.

AUDITORS

HASHMI & CO.
MINOO N. BAMJEE & CO.

PAKISTAN INSURANCE CORPORATION KARACHI

Report by the Board of Directors for the year ended 31st December, 1969.

To the Shareholders,

Your Directors are pleased to present the Revenue Accounts, the Profit & Loss and the Profit & Loss Appropriation Accounts for the year ended 31st December, 1969 and the Balance Sheet as at 31st December, 1969 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 thousands of rupees)									
			Fire		Marine		Miscellaneous		Life		Total	
			1968	1969	1968	1969	1968	1969	1968	1969	1968	1969
Gross Premium ...	...	...	39,833	43,649	52,426	68,479	39,464	43,816	219	347	131,922	156,291
Retrocession Premium ...	...	...	23,035	25,044	28,820	33,931	25,818	27,728	101	068	77,774	86,772
Nett Premium ...	...	...	16,798	18,605	23,606	34,548	13,646	16,088	118	279	54,168	69,519
Nett Commission ...	...	...	8,022	8,848	6,808	8,525	3,517	4,565	026	076	18,373	22,014
Nett Claims ...	...	...	5,904	7,724	13,105	17,599	7,965	9,560	055	195	27,029	35,078
Expenses of Management ...	...	...	538	673	709	1,056	533	676	003	006	1,783	2,410
Premium Reserve Adjustment ...	...	...	080	723	1,795	4,377	1,055	976	...	...	2,930	6,077
Life Fund Increase ...	...	...	...	...	...	...	...	...	034	002	034	002
Underwriting Profit ...	...	...	2,254	637	1,189	2,991	576	311	...	...	4,019	3,938

You will observe from the accounts that the Gross Premium of the Corporation for the year has increased by Rs. 24,349 thousands, i.e., 18.45% over 1968 and the nett retained premium has gone up by Rs.15,351 thousands, i.e., 28.34%. However, the overall claims ratio also has slightly increased from 49.90% in 1968 to 50.46% in 1969. As in the last year, the Premium Reserve during 1969 has been increased by 40% of the amount by which the nett premium income of 1969 increased over the nett premium income of 1968. The Premium Reserve has thus been augmented by Rs. 6,077 thousands.

Underwriting Profit :

The year ended with an overall underwriting profit of Rs. 3,938 thousands inspite of the financing charge of Rs. 6,077 thousands 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 heads not allocable to Revenue Accounts discloses a profit of Rs. 7,628,161 as shown below :—

								Rs.
Underwriting Profit	...	...	...	...	...	...	...	3,938,328
Income from Investments and other sources	...	...	...	...	...	...	...	4,137,203
								<u>8,075,531</u>
Miscellaneous Outgo	...	...	...	...	...	...	...	447,370
								<u>7,628,161</u>
Profit and Loss balance brought forward from 1968	...	...	...	...	...	...	...	555,726
								<u>8,183,887</u>
Less Dividend for 1968 paid during the year	...	...	...	...	...	...	...	500,000
								<u>7,683,887</u>
Amount available for disposal which has been appropriated as under:—								Rs.
Exceptional Loss Reserve	...	...	...	...	...	6,500,000		
General Reserve	...	...	...	...	...	100,000		
Taxation Reserve	...	...	...	...	...	525,000		
								<u>7,125,000</u>
Balance available for Dividend for the year under Report and to be carried forward	...	...	...	...	...			558,887

Balance Sheet :

The Corporation's financial and underwriting reserves which have been accumulating satisfactorily from year to year stood as under on 31-12-1969 :—

						Rs.	Rs.
(a) <i>Paid up Capital</i>	...	...	...	...	...		5,000,000
(b) <i>Financial and other Reserves :</i>							
Exceptional Loss Reserve	...	...	...	...	...	20,000,000	
General Reserve	...	...	...	...	...	2,800,000	
Reserve for Taxation	...	...	...	...	...	2,619,427	
Reserve for Bad and Doubtful Debts	...	...	...	...	...	150,000	
Exchange Fluctuation Reserve	...	...	...	...	...	329,801	
Gratuity Fund	...	...	...	...	...	231,562	26,130,790
(c) <i>Technical Reserves :</i>							
Premium Reserve	...	...	...	...	...	30,767,198	
Life Fund	...	...	...	...	...	64,056	
Reserve for Outstanding Claims	...	...	...	...	...	20,486,435	51,317,689
Total Capital and Reserves	...	...	...	...	...		<u>82,448,479</u>

The investments of the Corporation at the end of 1969 amounted to Rs. 47,762 thousands. The break-up of these investments is as follows:—

						Rs.
Government Loans, Bonds and Certificates	...	...	...	...	...	8,200 thousands.
Debentures	...	...	...	...	...	3,011 thousands
Shares of Semi-Government Institutions	...	...	...	...	...	9,955 thousands
Shares of Joint Stock Companies	...	...	...	...	...	17,318 thousands
Shares of Insurance Companies	...	...	...	...	...	3,312 thousands
						41,796 thousands
Land and Buildings	...	...	...	...	...	5,966 thousands
				Total	...	47,762 thousands

With a view to handle reinsurance treaties of the local Companies on systematic and scientific basis a detailed study was undertaken by your Corporation to assess the results of reinsurance treaties given to local companies in respect of different classes of business. Certain corrective measures were taken in respect of treaties with unsatisfactory trend of business producing continuous losses to the Corporation. It was also considered necessary that the terms of treaties to different companies be based on uniform pattern which necessitated adjustment of the terms of certain companies. There has been some criticism against the corrective measures adopted by your Corporation. However, in the wake of huge losses suffered by the Corporation on the reinsurance treaties of certain companies it was high time that, keeping commercial considerations also in view, measures be taken to place the business on sound and profitable footing. Certain restrictions were imposed in respect of Jute and Cotton business which has produced huge losses and has been a source of considerable strain on the country's economy at large. It is hoped that with reforms introduced in the conduct of reinsurance business the results would considerably improve. Your attention at this stage may also be invited to our observations in the last year's report that considerable recoveries would be effected by the Corporation from its reinsurers abroad, on account of claims arising from devastating fires which took place in Thole Produce Yard and Jute godowns in East Pakistan. These claims recoveries in turn caused considerable difficulties at the time of renewal of treaties covering the Corporation for 1970. These difficulties were, however, duly overcome and it was possible to renew all the treaties covering the Corporation at reasonable terms.

Your are aware that the Life Department of your Corporation receives only voluntary cessions as Compulsory Cessions are not available to it. In spite of this, the Life Reassurance Department has been expanding steadily. The premium income increased from Rs. 219 thousands in 1968 to Rs. 347 thousands in 1969 depicting an increase of 58%. We now have treaty, group and facultative life reinsurance business connections with over 57% of the Life Companies operating in Pakistan. For the first time the Department was able to negotiate life reinsurance treaties with Foreign Life Companies operating in

Pakistan. Our underwriting service, specially in respect of sub-standard lives and group rating is being utilized increasingly by ceding companies.

The Corporation continued to manage the National Co-insurance Scheme during the year under report. Increasing volume of business is now being underwritten by the Scheme. You are aware that the business underwritten by the National Co-insurance Scheme is distributed amongst all those Pakistani Companies who fulfil certain laid down criteria.

The Export Credits Guarantee Scheme administered by the Pakistan Insurance Corporation on behalf of the Central Government has maintained steady progress during the year under review. The Scheme has been rendering valuable service to the exporters and bankers for the 8th consecutive year, first in the form of Comprehensive (Shipment) Guarantee to the exporters covering them against the risk of non-realisation of their sale-proceeds in respect of their credit sales overseas, and secondly, in the form of Export Finance (Pre-shipment) Guarantee to the Commercial banks covering the banks against the non-payment of advances made to their exporting clients at pre-shipment stage.

Your Corporation continued to take active interest in the programme of collaboration in the field of insurance and reinsurance under the aegis of the R. C. D. The R. C. D. Reinsurance Pools, namely, (i) Fire, (ii) Marine, (iii) Accident, (iv) Aviation and (v) Engineering Pools received increasing volume of business during the year under review.

The Directorate of Insurance Training conducted further courses during the year and has by now trained nearly 100 Agents and Employers of Agents. The expansion of its activities is under consideration.

In our last report we gave you a brief account of the building projects in hand. Significant among those were the construction of a 10 storeyed centrally air-conditioned building at Dacca and construction of a multi-storeyed commercial building at Karachi. We are glad to mention that about 90% civil work of the Dacca building has since been completed. The air-conditioning work is in full progress. The building is expected to be completed around November, 1970. As for multi-storeyed commercial building at Karachi, land measuring 8,860 sq. yds. has been acquired from the Karachi Port Trust. Foreign architects of repute and standing working in collaboration with local architects would be preparing the design of the proposed building. Work in connection with the sub-soil investigation is already in hand.

Your Corporation has been following a progressive policy towards its employees. It has extended to them a number of benefits, namely, (i) Group term Insurance has been provided at the cost of the Corporation for Class III and IV employees and at 50% cost to the Class I & II employees; (ii) Staff Welfare Fund has been established and a Fair Price shop has already been opened out of this fund; (iii) Medical facilities have been extended to the dependent parents of the employees, and (iv) Bonus of two and a half months' pay to officers and three months' pay to staff has also been granted by the Board to the employees out of 1969 profits.

Since our last report a number of changes have taken place in the Board of Directors of the Corporation. Mr. Md. Hafizur Rahman, S.Q.A., C.S.P. (Retd.), has been nominated by the Government as Chairman of the Board of Directors in place of Mr. M. A. Majid, C.S.P. (Retd.), M/s. A. Khaleque, P.M.A.S. and H.U. Beg, P.T.S., have replaced M/s. Masud Zaman, C.S.P. and Majid Ali, C.S.P., as nominees of the Ministries of Commerce and Finance respectively. M/s. Iqbaluddin Ahmed, T.Q.A. and Khuda Buksh have been nominated by the Government on the Board while Mr. Ahmed Dawood, H.K., has ceased to be a Director. Mr. M. Moyeedul Islam, T. Pk., has taken over charge of the Corporation as Managing Director, vice Mr. A. G. Riza, C.S.P., who has left to take up his new assignment as Vice-Chairman, Export Promotion Bureau. The Directors would like to express their deep sense of appreciation of the services rendered by the outgoing Directors and the Managing Director. Their keen interest in the affairs of the Corporation has contributed greatly to the progress of the

Corporation. Mr. M. Moyeedul Islam, T. Pk., as you are aware, is a prominent figure in the insurance industry of the country and brings with him a rich and varied experience. It is hoped that under his leadership the Corporation will make further strides towards 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 organisation. 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 have been pleased to declare a dividend of 10% (ten per cent) which is at present the maximum permissible under the P.I.C. Act.

Md. Hafizur Rahman, S.Q.A., C.S.P. (Retd.)

Chairman

A. Khaleque, P.M.A.S.

H. U. Beg, P.T.S.

Iqbaluddin Ahmed, T.Q.A.

Mian Mohammed Bashir, S.Q.A.

Mirza Mehdy Isphani

Khuda Buksh

Directors.

M. Moyeedul Islam, T. Pk.

Managing Director.

PAKISTAN INSURANCE

REVENUE ACCOUNT FOR THE YEAR ENDED CONSOLIDATED FOR

1968		PARTICULARS	Pakistan Rupees		Equivalent U.S. \$	
Pak. Rs.	Equivalent U.S. \$		Amount	Total	Amount	Total
18,372,831	3,858,297	Commission Paid (Less Retrocessions)		22,013,842		4,622,911
22,640,016	4,754,408	Claims (Less Retrocessions) Paid during the year	34,335,779		7,210,521	
19,744,066	4,146,258	Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated.	20,486,435		4,302,155	
42,384,082	8,900,666		54,822,214		11,512,676	
15,355,185	3,224,591	Less: Outstanding at the end of the previous year.	19,744,066		4,146,258	
27,028,897	5,676,075			35,078,148		7,366,418
1,783,324	374,499	Expenses of Management—Note 6		2,410,412		506,187
24,691,219	5,185,161	Premium Reserve for the year		30,767,198		6,461,118
61,991	13,018	Balance of Life Fund at the end of the year		64,056		13,452
4,018,632	843,914	Profit transferred to Profit and Loss Account		3,938,328		827,050
7,595,689	15,950,964	Total ...		94,271,984		19,797,136

CORPORATION

31st DECEMBER, 1969
CLASSES OF BUSINESS

1968			PARTICULARS	Pakistan Rupees		Equivalent U.S. \$	
Pak.	Rs.	Equivalent U.S. \$		Amount	Total	Amount	Total
21,761,000	4,569,815		Premium Reserve brought forward from last year.		24,691,219		5,185,161
27,828	5,844		Balance o f Life Fund at the beginning of the year.		61,991		13,018
131,942,109	27,707,870		Premiums	156,290,525		32,821,043	
77,774,043	16,332,565		Less: Retrocessions	86,771,751		18,222,086	
54,168,066	11,375,305				69,518,774		14,598,957

75,956,894 15,950,964

Total...

94,271,984

19,797,136

PAKISTAN INSURANCE

REVENUE ACCOUNT FOR THE YEAR

FIRE

1968		PARTICULARS	Pakistan Rupees		Equivalent U. S. \$	
Pak. Rs.	Equivalent U. S. \$		Amount	Total	Amount	Total
8,021,888	1,684,598	Commission Paid (Less Retrocessions)		8,847,522		1,857,981
5,305,268	1,114,107	Claims (Less Retrocessions) Paid during the year.	7,492,772		1,573,484	
4,174,419	876,629	Add: Total estimated Liability in respect of outstanding claims at the end of the year whether due or intimated.	4,406,107		925,283	
9,479,687	1,990,736		11,898,879		2,498,767	
3,576,104	750,982	Less: Outstanding at the end of the Previous years	4,174,419		876,629	
5,903,583	1,239,754			7,724,460		1,622,138
538,381	113,060	Expenses of Management—		673,181		141,368
7,895,203	1,657,994	Premium Reserve for the year		8,618,058		1,809,794
2,253,453	473,226	Profit transferred to Profit and Loss Account—		636,626		133,692
24,612,508	5,168,632	Total ...		26,499,847		5,564,973

REVENUE ACCOUNT FOR THE YEAR ENDED

MARINE

1968		PARTICULARS	Pakistan Rupees		Equivalent U. S. \$	
Pak. Rs.	Equivalent U. S. \$		Amount	Total	Amount	Total
6,808,707	1,429,830	Commission Paid (Less Retrocessions)		8,525,220		1,790,298
9,399,441	1,973,885	Claims (Less Retrocessions) Paid during the year	18,773,335		3,942,404	
12,785,873	2,685,036	Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated.	11,611,065		2,438,326	
22,185,314	4,658,921	Total.....	30,384,400		6,380,730	
(9,080,401)	(1,906,886)	Less: Outstanding at the end of the Previous year.	12,785,873		2,685,036	
13,104,913	2,752,035			17,598,527		3,695,694
708,588	148,803	Expenses of Management		1,056,125		221,787
10,706,598	2,248,388	Premium Reserve for the year		15,083,342		3,167,505
1,188,926	249,675	Profit transferred to Profit and Loss Account		2,990,975		628,105
32,517,732	6,828,731	Total ...		45,254,189		9,503,389

ENDED 31st DECEMBER, 1969.
BUSINESS.

31st DECEMBER, 1969.
BUSINESS

1968		PARTICULARS	Pakistan Rupees		Equivalent U. S. \$	
Pak. Rs.	Equivalent U. S. \$		Amount	Total	Amount	Total
8,912,000	1,871,522	Premium Reserve brought forward from last year		10,706,598		2,248,388
2,426,083	11,009,488	Premiums	68,478,888		14,380,581	
(28,820,351)	(6,052,279)	Less: Retrocessions	33,931,297		7,125,580	
23,605,732	4,957,209			34,547,591		7,255,001
32,517,732	6,828,731	Total ...		45,254,189		9,503,389

PAKISTAN INSURANCE

REVENUE ACCOUNT FOR THE YEAR ENDED MISCELLANEOUS

1968		PARTICULARS	Pakistan Rupees		Equivalent U. S. \$	
Pak. Rs.	Equivalent U. S. \$		Amount	Total	Amount	Total
3,516,599	738,487	Commission Paid (Less Retrocessions)		4,565,072		958,666
7,897,419	1,658,459	Claims (Less Retrocessions) Paid during the year.	7,949,935		1,669,488	
2,739,944	575,389	Add: Total estimated Liability in respect of outstanding claims at the end of the year whether due or intimated.	4,349,877		913,475	
10,637,363	2,233,848		12,299,812		2,582,963	
(2,672,180)	(561,158)	Less: Outstanding at the end of the Previous year.	2,739,944		575,389	
7,965,183	1,672,690			9,559,868		2,007,574
533,397	112,013	Expenses of Management		675,754		141,908
6,089,418	1,278,779	Premium Reserve for the year		7,065,798		1,483,819
576,253	121,013	Profit transferred to Profit and Loss Account		310,727		65,253
18,680,850	3,922,982	Total ...		22,177,219		4,657,220

REVENUE ACCOUNT FOR THE YEAR ENDED LIFE

1968		PARTICULARS	Pakistan Rupees		Equivalent U. S. \$	
Pak. Rs.	Equivalent U. S. \$		Amount	Total	Amount	Total
25,637	5,384	Commission Paid (Less Retrocession)		76,028		15,966
37,888	7,957	Claims (Less Retrocession) Paid during the year:				
—	—	By Death	118,788		24,946	
—	—	By Maturity	—		—	
—	—	By Surrenders	—		—	
—	—	By Personal Accidents	949		199	
—	—	By Annuities	—		—	
37,888	7,957		119,737		25,145	
43,830	9,204	Add: Total estimated liability in respect of outstanding claims at the end of the year whether due or intimated.	119,386		25,071	
81,718	17,161	Total...	239,123		50,216	
(26,500)	(5,565)	Less: Outstanding at the end of the previous year.	43,830		9,204	
55,218	11,596			195,293		41,012
2,958	621	Expenses of Management—		5,352		1,124
61,991	13,018	Balance of Fund at the end of the year		64,056		13,451
145,804	30,619	Total ...		340,729		71,553

CORPORATION

31st DECEMBER, 1969
BUSINESS

1968		PARTICULARS	Pakistan Rupees		Equivalent U. S. \$	
Pak. Rs.	Equivalent U. S. \$		Amount	Total	Amount	Total
5,034,000	1,057,141	Premium Reserve brought forward from last year		6,089,418		1,278,779
39,464,227	8,287,496	Premiums	43,815,729		9,201,312	
(25,817,377)	(5,421,655)	Less: Retrocessions.	27,727,928		5,822,871	
				16,087,801		3,378,441
13,646,850	2,865,841					
18,680,850	3,922,982	Total ...		22,177,219		4,657,220

31ST DECEMBER 1969.
BUSINESS.

1968		PARTICULARS	Pakistan Rupees		Equivalent U. S. \$	
Pak. Rs.	Equivalent U. S. \$		Amount	Total	Amount	Total
27,828	5,844	Balance of Fund at the beginning of the year		61,991		13,018
		Premiums:				
131,565	27,629	First year Premium	243,802		51,198	
87,290	18,331	Renewal Premium	103,184		21,669	
218,855	45,960		346,986		72,867	
100,879	21,185	Less: Retrocessions	68,248		14,332	
117,976	24,775			278,738		58,535
145,804	30,619	Total ...		340,729		71,553

PAKISTAN INSURANCE

PROFIT AND LOSS ACCOUNT FOR THE YEAR

1968		PARTICULARS	Pakistan Rupees		Equivalent U. S. \$	
Pak. Rs.	Equivalent U. S. \$		Amount	Total	Amount	Total
Expenses of Management: (Not allocable to any particular Revenue Account):						
8,016	1,683	Directors' Fee & T.A.	Rs. 12,386		\$ 2,601	
9,500	1,995	Auditors' Fee	10,500		2,205	
12,947	2,719	Advertisement & Publicity	27,642		5,805	
52,031	10,926	R.C.D. Expenses	32,949		6,919	
127,880	26,855	D. I. T. Expenses	118,363		24,856	
2,289	481	F.A.I.R. Expenses	617		130	
212,663	44,659			202,457		42,516
Other Expenses:						
83,196	17,471	Interest paid on deposits retained from other Companies		101,238		21,260
		Difference in Exchange		143,675		30,172
7,397,454	1,553,467	Net Profit for the year carried down		7,628,161		1,601,915
7,693,313	1,615,597	Total		8,075,531		1,695,863

PROFIT AND LOSS APPROPRIATION ACCOUNT FOR THE

Rs.	\$		Rs.	\$
500,000	105,000	Dividend paid for the year, 1968	500,000	105,000
Amount transferred to:				
5,500,000	1,155,001	Exceptional Loss Reserve	500,000	1,365,001
900,000	189,000	Taxation Reserve	525,000	110,250
500,000	105,000	General Reserve	100,000	21,000
555,726	116,703	Balance Carried forward to Balance Sheet	558,887	117,367
7,955,726	1,670,704	Total ...	8,183,887	1,718,618

CORPORATION

ENDET 31ST DECEMBER, 1969

1968		PARTICULARS	Pakistan Rupees		Equivalent U. S. \$	
Pak. Rs.	Equivalent U. S. \$		Amount	Total	Amount	Total
Rs.	\$	Investment Income:				
2,617,559	549,688	Interest & Dividend ...		2,818,461		591,877
130,536	27,413	Income from Building ...	133,098		27,951	
(43,756)	(9,189)	Less Depreciation & other expenses ...	73,676	59,422	15,472	12,479
2,704,339	567,912			2,877,883		604,356
		Profit Transferred from Reserve Accounts :				
2,253,453	473,226	Fire		636,626		133,692
1,188,926	249,675	Marine ...		29,90,975		628,105
576,253	121,013	Miscellaneous		3,10,727		65,253
4,018,632	843,914			39,38,328		827,050
		Other Receipts :				
146,721	30,811	Interest received on deposits retained by other Companies.		262,453		55,115
657	138	Profit on sale of assets ...		—		
7	1	Share Transfer Fee ...		26		5
2,650	557	Profit on sale of Investments		—		
820,307	172,264	Miscellaneous Income ...		996,841		209,337
970,342	203,771			12,59,320		264,457
7,693,313	1,615,597	Total ...		8,075,531		1,695,863

YEAR ENDED 31ST DECEMBER, 1969.

558,272	117,237	Balance brought forward from last year	555,726	116,703
7,397,454	1,553,467	Net Profit for the year brought forward	7,628,161	1,601,915

7,955,726	1,670,704	Total ...	8,183,887	1,718,618
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PAKISTAN INSURANCE

BALANCE SHEET AS AT

1968		CAPITAL & LIABILITIES			
Pak Rs.	Equivalent U. S. \$			Pakistan Rupees	Equivalent U. S. \$
		Capital:			
		Authorised :			
10,000,000	2,100,002	100,000 Shares of Rs. 100 each	...	10,000,000	2,100,002
		Issued and paid Up :			
5,000,000	1,050,001	50,000 shares of Rs. 100 each fully paid up	...	5,000,000	1,050,001
10,725	2,252	Share Premium Account	...	10,725	2,252
		Reserves and Provisions :			
13,500,000	2,835,003	Exceptional Loss Reserve	...	20,000,000	4,200,004
2,700,000	567,001	General Reserve	...	2,800,000	588,001
2,094,427	439,830	Reserve for Taxation	...	2,619,427	550,080
150,000	31,500	Reserve for Bad & Doubtful Debts	...	150,000	31,500
329,801	69,258	Exchange Fluctuation Reserve	...	329,801	69,258
125,000	26,250	Gratuity Fund	...	231,562	48,628
555,726	116,703	Profit and Loss Account	...	558,887	117,366
		Reserve for Outstanding Claims :			
4,174,419	876,629	Fire	...	4,406,107	925,284
12,785,873	2,685,036	Marine	...	11,611,065	2,438,326
2,739,944	575,389	Miscellaneous	...	4,349,877	913,475
43,830	9,204	Life	...	119,386	25,071
		Premium Reserves :			
7,895,203	1,657,994	Fire	...	8,618,058	1,809,794
10,706,598	2,248,388	Marine	...	15,083,342	3,167,505
6,089,418	1,278,779	Miscellaneous	...	7,065,798	1,483,819
61,991	13,018	Life Fund	...	64,056	13,452
20,536,752	4,312,723	Amounts due to other persons and bodies carrying on Insurance Business		18,203,809	3,822,804
12,636,827	2,653,736	Deposits retained and/or received from other Companies		15,921,477	3,343,514
799,462	167,887	Sundry Creditors	...	1,107,734	232,625
102,935,996	21,616,581	Total Rs.	...	118,251,111	24,832,759

CORPORATION

31st DECEMBER, 1969.

1968

PROPERTY & ASSETS

Pak. Rs.	Equivalent U.S. \$		Pakistan Rupees	Equivalent U.S. \$
Investments — At cost:				
8,266,902	17,36,051	Government and other Securities	... 8,199,931	1,721,987
27,818,179	5,841,824	Stock and Shares	... 30,585,519	6,422,966
3,011,260	632,365	Debentures	... 3,011,260	632,365
39,096,341	8,210,240	(Market value as at 31st December 1969 Rs. 5 32 04 747	... 41,796,710	8,777,318
3,159,890	663,577	-U. S. & 1,117,300,804)	... 5,965,618	1,252,781
		Land and Buildings	... 47,762,328	10,030,099
422,56,231	8,873,817			
Amounts due from persons and bodies carrying on Insurance Business				
30,873,295	6,483,398	Deposits held by Ceding Companies	... 41,031,074	8,616,534
13,505,134	2,836,081	Cash in hand and at Banks	... 14,011,368	2,942,390
11,394,590	2,392,866	Interest accrued and Outstanding	... 8 767,366	1,841,149
210,157	44,133	Sundry Debtors	... 229,269	48,147
1,143,071	240,045	Advances, Loans, Deposits and Prepaid Expenses	... 2,466,997	518,070
3,373,772	708,494		... 3,746,615	786,790
Furniture Fixture Office Equipments and Vehicles at cost less Depreciation.				
174,519	36,649		229,452	48,185
5,227	1,098	Stock of Stationery in hand	... 6,642	1,395
102,935,996	21,616,581			
Total Rs.			... 118,251,111	24,832,759