

Habib Insurance Company Limited

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Habib Insurance Company Limited

Company Information

Board of Directors

Chairman	:	Rafiq M. Habib
Directors	:	Abbas D. Habib
		Mazher Ali Jumani
		Mansoor G. Habib
		Mohamedali R. Habib
		Sajjad Hussain Habib
		Aun Mohammad A. Habib

Managing Director & Chief Executive : Ali Raza D. Habib

Company Secretary / Executive Director : Shabbir Gulamali

Auditors : M/s. KPMG Taseer Hadi & Co.
Chartered Accountants

Share Registrar : M/s. Noble Computer Services (Pvt.) Ltd.
Mezzanine Floor, House of Habib Building,
Siddiqsons Tower, 3 Jinnah Cooperative
Housing Society, Main Shahrah-e-Faisal,
Karachi-75350

Registered Office : 1st Floor, State Life Bldg. No. 6,
Habib Square, M. A. Jinnah Road,
P.O. Box 5217, Karachi-74000,
Pakistan
Tel : (92-21) 32424030/38/39
Fax : (92-21) 32421600
UAN : (92-21) 111 03 03 03
Website : www.habibinsurance.net

Habib Insurance Company Limited

DIRECTORS' REVIEW

The Shareholders,

The Directors are pleased to present the unaudited accounts for the period ended 30th September 2012.

By the Grace of Allah, the net profits of the Company increased to Rs.106.19 million for the period ended 30th September 2012 as compared to Rs. 61.32 million for the previous years' nine months due to a substantial rise in the investment income covering the reduction in underwriting profits. The earnings per share was Rs. 1.07. The gross underwritten premium also went up to Rs. 765.05 million from Rs. 693.95 million of the corresponding period last year, however underwriting results were at a reduced level due to marginal increase in claims.

Investment income rose from Rs. 75.16 million to Rs. 115.88 million for the period under review. Capital gains showed a marked improvement rising to Rs. 40.37 million and there has once again been an impressive dividend income of Rs. 70.08 million.

As we enter the final phase of the year we feel positive with certain encouraging signs around us. The declining trend in CPI inflation figures and corresponding cuts in discount rate are important factors. We are indeed hopeful that Inshallah the progress achieved till now will follow through towards a successful closing of the year.

On behalf of the Board of Directors

ALI RAZA D. HABIB
Managing Director
& *Chief Executive*

Karachi: October 25, 2012

Habib Insurance Company Limited

Condensed Interim Balance Sheet as at September 30, 2012 (Unaudited)

	Unaudited September 30, 2012 (Rupees in '000)	Audited December 31, 2011 (Rupees in '000)	Note	Unaudited September 30, 2012 (Rupees in '000)	Audited December 31, 2011 (Rupees in '000)
Share Capital and Reserves					
Authorised share capital 100,000,000 ordinary shares of Rs. 5 each	500,000	500,000			
Paid-up share capital	495,499	450,454			
Retained earnings	122,033	173,504			
Reserves	254,122	254,122			
Total Equity	871,654	878,080			
Underwriting Provisions					
Provision for outstanding claims (including IBNR)	206,454	209,927			
Provision for unearned premium	421,446	363,602			
Commission income unearned	46,420	37,137			
Total underwriting provisions	674,320	610,666			
Deferred Liability					
Staff retirement benefits	27,052	24,036			
Creditors and Accruals					
Premiums received in advance	3,628	13,583			
Amounts due to other insurers/ reinsurers	165,305	130,152			
Accrued expenses	10,109	10,861			
Taxation – provision less payments	38,199	49,959			
Other creditors and accruals	175,211	134,828			
	392,452	339,383			
Other Liabilities					
Unclaimed dividends	33,487	25,911			
TOTAL LIABILITIES	1,127,311	999,996			
	<u>1,998,965</u>	<u>1,878,076</u>			
TOTAL EQUITY AND LIABILITIES	<u>1,998,965</u>	<u>1,878,076</u>			
Cash and Bank Deposits					
Cash and other equivalents				1,732	902
Current and other accounts				28,282	49,530
				30,014	50,432
Loans to employees					
Secured and considered good				30,437	31,237
Investments			6	1,022,195	916,434
Deferred Taxation				23,288	19,445
Current Assets - others					
Premiums due but unpaid				294,038	204,360
Amounts due from other insurers/ reinsurers				158,374	123,623
Accrued investment income				4,378	3,006
Reinsurance recoveries against outstanding claims				120,505	124,995
Deferred commission expense				45,234	38,170
Advance, deposit and prepayments				247,183	171,781
Sundry receivables				11,047	180,468
				880,759	846,403
Fixed Assets			7		
Tangible and intangible					
Furniture, fixtures and office equipment				6,309	7,840
Computer and related equipment				1,026	1,139
Motor vehicles				807	898
Capital work in progress				3,750	3,750
Computer software				380	498
				12,272	14,125
TOTAL ASSETS				<u>1,998,965</u>	<u>1,878,076</u>

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

RAFIQ M. HABIB
Chairman

MAZHER ALI JUMANI
Director

MANSOOR G. HABIB
Director

ALI RAZA D. HABIB
Managing Director
& Chief Executive

Habib Insurance Company Limited

Condensed Interim Profit and Loss Account for the nine months ended September 30, 2012 (Unaudited)

(Rupees in '000)

	Quarter ended September 30					
	Fire and Property	Marine and Transport	Motor	Other Classes	2012 Aggregate	2011 Aggregate
Revenue Account						
Net premium revenue	25,662	41,406	33,304	20,272	120,644	114,425
Net claims	(1,539)	(22,904)	(23,978)	(12,233)	(60,654)	(67,133)
Expenses	(13,869)	(10,132)	(5,068)	(6,197)	(35,266)	(25,375)
Net commission	4,979	(3,977)	(3,081)	(1,107)	(3,186)	(3,451)
Underwriting result	15,233	4,393	1,177	735	21,538	18,466
Investment income					35,808	20,011
Other income					1,650	1,033
General and administration expenses					(14,187)	(20,266)
					23,271	778
Profit before tax					44,809	19,244
Provision for taxation - Current					(6,506)	(2,222)
- Deferred					1,433	103
					(5,073)	(2,119)
Profit after tax					39,736	17,125
Other comprehensive income					-	-
Total comprehensive income					39,736	17,125

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

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& Chief Executive

Habib Insurance Company Limited

Condensed Interim Profit and Loss Account for the nine months ended September 30, 2012 (Unaudited)

(Rupees in '000)

Note	Nine months ended September 30					
	Fire and Property	Marine and Transport	Motor	Other Classes	2012 Aggregate	2011 Aggregate
Revenue Account						
Net premium revenue	76,733	102,545	100,918	57,715	337,911	320,742
Net claims	(14,014)	(65,776)	(68,138)	(44,542)	(192,470)	(182,617)
Expenses	(41,585)	(25,107)	(12,791)	(24,944)	(104,427)	(90,124)
Net commission	13,692	(8,786)	(8,538)	(1,850)	(5,482)	(7,785)
Underwriting result	34,826	2,876	11,451	(13,621)	35,532	40,216
Investment income					115,871	75,160
Other income					5,583	3,667
General and administration expenses					(41,768)	(50,328)
					79,686	28,499
Profit before tax					115,218	68,715
Provision for taxation - Current					(12,874)	(10,830)
- Deferred					3,843	3,434
					(9,031)	(7,396)
Profit after tax					106,187	61,319
Other comprehensive income					-	-
Total comprehensive income					106,187	61,319
Profit and loss appropriation account						
Balance at commencement of the year					173,504	197,360
Issue of bonus shares @ 10% (2010: 12.5%)					(45,045)	(50,051)
Final dividend for the year ended December 31, 2011 at Rs. 1.25 per share (2010: Rs. 1.25 per share)					(112,613)	(100,101)
					(157,658)	(150,152)
Profit after tax for the period					106,187	61,319
Balance unappropriated profit at end of the nine months					122,033	108,527
						(Restated)
Earnings per share of Rs. 5/- each	9				Rupees 1.07	0.62

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

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Habib Insurance Company Limited

Condensed Interim Statement of Cash Flows for the nine months ended September 30, 2012 (Unaudited)

	September 30, 2012 (Rupees in '000)	September 30, 2011 (Rupees in '000)
Operating activities		
a) Underwriting activities		
Premiums received	630,661	580,222
Reinsurance premiums paid	(397,640)	(296,988)
Claims paid	(325,165)	(256,299)
Reinsurance and other recoveries	133,713	115,850
Commissions paid	(51,594)	(50,666)
Commissions received	84,938	76,634
Other underwriting receipts	-	137
Net cash inflow from underwriting activities	74,913	168,890
b) Other operating activities		
Income tax paid	(24,635)	(5,759)
General management expenses paid	(149,746)	(138,289)
Other operating receipts	169,143	60,599
Loans advanced	(6,810)	(743)
Loans repayments received	9,733	964
Net cash outflow from other operating activities	(2,315)	(83,228)
Total cash inflow from all operating activities	72,598	85,662
Investment activities		
Profit/ Return received	10,279	8,229
Dividends received	67,454	39,440
Payments for investments	(801,297)	(683,058)
Proceeds from disposal of investments	735,907	616,291
Fixed capital expenditure	(675)	(3,076)
Proceeds from disposal of fixed assets	353	882
Total cash inflow/ (outflow) from investing activities	12,021	(21,292)
Financing activities		
Dividends paid	(105,037)	(97,650)
Total cash outflow from financing activities	(105,037)	(97,650)
Net cash outflow from all activities	(20,418)	(33,280)
Cash and cash equivalent at beginning of the year	50,432	57,998
Cash and cash equivalent at end of the period	30,014	24,718

Reconciliation to Profit and Loss Account

	September 30, 2012 (Rupees in '000)	September 30, 2011 (Rupees in '000)
Operating cash flows	72,598	85,662
Depreciation expense	(2,447)	(6,407)
Profit on disposal of fixed assets	271	544
Dividends paid	7,576	2,451
Increase in assets other than cash	33,557	171,809
Increase in liabilities	(136,056)	(265,123)
	(24,501)	(11,064)
Other adjustments		
Income tax paid	24,635	5,759
Provision for gratuity	(3,705)	(3,781)
Gratuity paid	687	1,124
Profit/ Return received	10,279	8,229
Dividends received	67,454	39,440
Capital gain	40,370	29,008
Provision for taxation	(9,032)	(7,396)
	130,688	72,383
Profit after taxation	106,187	61,319

Definition of cash

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

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

Cash and other equivalents

	September 30, 2012	September 30, 2011
Cash in hand	1,655	1,532
Stamps in hand	77	112
	1,732	1,644

Current and other accounts

	September 30, 2012	September 30, 2011
Current accounts	7,071	3,616
PLS accounts	21,211	19,458
	28,282	23,074
	30,014	24,718

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

RAFIQ M. HABIB
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Managing Director
& Chief Executive

Habib Insurance Company Limited

Condensed Interim Statement of Changes in Equity for the nine months ended September 30, 2012 (Unaudited)

(Rupees in '000)

	Share Capital	Capital Reserves	Revenue Reserves		Total
	Issued, subscribed and paid-up	Reserve for exceptional losses	General reserve	Retained earnings	
Balance as at January 1, 2011	400,403	9,122	245,000	197,360	851,885
Total comprehensive income for the period					
Profit for the nine months ended September 30, 2011	–	–	–	61,319	61,319
Transactions with owners recorded directly in equity					
Bonus shares distribution for the year ended December 31, 2010 at 12.5%	50,051	–	–	(50,051)	–
Final dividend for the year ended December 31, 2010 of Rs. 1.25 per share	–	–	–	(100,101)	(100,101)
Balance as at September 30, 2011	450,454	9,122	245,000	108,527	813,103
Total comprehensive income for the period					
Profit for the three months ended December 31, 2011	–	–	–	64,977	64,977
Balance as at December 31, 2011	450,454	9,122	245,000	173,504	878,080
Total comprehensive income for the period					
Profit for the nine months ended September 30, 2012	–	–	–	106,187	106,187
Transactions with owners recorded directly in equity					
Bonus share distribution for the year ended December 31, 2011 @ 10%	45,045	–	–	(45,045)	–
Final dividend for the year ended December 31, 2011 of Rs. 1.25 per share	–	–	–	(112,613)	(112,613)
	45,045	–	–	(157,658)	(112,613)
Balance as at September 30, 2012	495,499	9,122	245,000	122,033	871,654

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Habib Insurance Company Limited

Condensed Interim Statement of Premiums for the nine months ended September 30, 2012 (Unaudited)

(Rupees in '000)

Business underwritten inside Pakistan Quarter ended September 30

Class	Premiums written	Unearned premium reserve		Premiums earned	Reinsurance ceded	Prepaid reinsurance premium ceded		Reinsurance expense	2012	2011
		Opening	Closing			Opening	Closing		Net premium revenue	Net premium revenue
Direct and facultative										
1. Fire and Property	67,983	233,557	204,533	97,007	51,370	164,654	144,679	71,345	25,662	31,550
2. Marine and Transport	56,057	36,483	28,654	63,886	20,288	12,071	9,879	22,480	41,406	31,833
3. Motor	27,765	75,841	68,453	35,153	2,217	921	1,289	1,849	33,304	31,577
4. Other Classes	22,655	145,648	119,806	48,497	12,682	86,141	70,598	28,225	20,272	19,465
Total	174,460	491,529	421,446	244,543	86,557	263,787	226,445	123,899	120,644	114,425

Nine months ended September 30

Direct and facultative										
1. Fire and Property	304,658	185,181	204,533	285,306	235,574	117,678	144,679	208,573	76,733	85,785
2. Marine and Transport	183,937	30,538	28,654	185,821	82,060	11,095	9,879	83,276	102,545	96,781
3. Motor	93,710	81,013	68,453	106,270	5,833	808	1,289	5,352	100,918	91,961
4. Other Classes	182,740	66,870	119,806	129,804	109,326	33,361	70,598	72,089	57,715	46,215
Total	765,045	363,602	421,446	707,201	432,793	162,942	226,445	369,290	337,911	320,742

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Habib Insurance Company Limited

Condensed Interim Statement of Claims for the nine months ended September 30, 2012 (Unaudited)

(Rupees in '000)

Business underwritten inside Pakistan	Quarter ended September 30										
	Class	Claims paid	Outstanding claims		Claims expense	Reinsurance and other recoveries received	Reinsurance and other recoveries in respect of outstanding claims		Reinsurance and other recoveries revenue	2012 Net claims expense	2011 Net claims expense
			Opening	Closing			Opening	Closing			
Direct and facultative											
1. Fire and Property	19,217	91,046	91,635	19,806	14,650	72,165	75,782	18,267	1,539	9,683	
2. Marine and Transport	17,337	26,571	33,787	24,553	3,090	11,024	9,583	1,649	22,904	16,439	
3. Motor	21,332	35,810	43,981	29,503	2,434	10,067	13,158	5,525	23,978	30,217	
4. Other Classes	14,500	31,224	37,051	20,327	4,518	18,406	21,982	8,094	12,233	10,794	
Total	72,386	184,651	206,454	94,189	24,692	111,662	120,505	33,535	60,654	67,133	
Nine months ended September 30											
Direct and facultative											
1. Fire and Property	98,303	99,397	91,635	90,541	76,335	75,590	75,782	76,527	14,014	28,546	
2. Marine and Transport	85,354	37,280	33,787	81,861	26,578	20,076	9,583	16,085	65,776	48,087	
3. Motor	80,377	42,764	43,981	81,594	8,103	7,805	13,158	13,456	68,138	72,289	
4. Other Classes	61,131	30,486	37,051	67,696	22,696	21,524	21,982	23,154	44,542	33,695	
Total	325,165	209,927	206,454	321,692	133,712	124,995	120,505	129,222	192,470	182,617	

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Habib Insurance Company Limited

Condensed Interim Statement of Expenses for the nine months ended September 30, 2012 (Unaudited)

(Rupees in '000)

Business underwritten inside Pakistan		Quarter ended September 30							
Class	Commissions paid or payable	Opening deferred commission	Closing deferred commission	Net commission expense	Other management expenses	Underwriting expense	*Commissions from reinsurers	2012 Net underwriting expense	2011 Net underwriting expense
Direct and facultative									
1. Fire and Property	9,240	29,911	27,106	12,045	13,869	25,914	17,024	8,890	7,532
2. Marine and Transport	9,105	6,072	4,679	10,498	10,132	20,630	6,521	14,109	8,849
3. Motor	2,123	7,069	6,057	3,135	5,068	8,203	54	8,149	8,111
4. Other Classes	1,920	8,604	7,392	3,132	6,197	9,329	2,025	7,304	4,334
Total	22,388	51,656	45,234	28,810	35,266	64,076	25,624	38,452	28,826
Nine months ended September 30									
Direct and facultative									
1. Fire and Property	40,184	21,761	27,106	34,839	41,585	76,424	48,531	27,893	28,777
2. Marine and Transport	29,023	5,218	4,679	29,562	25,107	54,669	20,776	33,893	29,992
3. Motor	7,084	7,645	6,057	8,672	12,791	21,463	134	21,329	26,796
4. Other Classes	11,910	3,546	7,392	8,064	24,944	33,008	6,214	26,794	12,344
Total	88,201	38,170	45,234	81,137	104,427	185,564	75,655	109,909	97,909

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

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*Managing Director
& Chief Executive*

Habib Insurance Company Limited

Condensed Interim Statement of Investment Income for the nine months ended September 30, 2012 (Unaudited)

	Quarter ended September 30,		Nine months ended September 30,	
	2012	2011	2012	2011
(Rupees in '000)				
Income from Non-Trading Investments				
Held-to-maturity				
Return on Government Securities	1,706	883	5,017	3,561
Available-for-sale				
Dividend income	16,385	15,514	70,079	41,051
Return on fixed income securities	161	472	822	2,007
Gain on sale of available-for-sale investments	28,802	(164)	40,370	29,008
	45,348	15,822	111,271	72,066
Provision for impairment in the value of available-for-sale investments - net	(11,087)	3,306	-	-
Investment related expenses	(159)	-	(417)	(467)
	(11,246)	3,306	(417)	(467)
Net investment income	35,808	20,011	115,871	75,160

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

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*Managing Director
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Habib Insurance Company Limited

Notes to the Condensed Interim Financial Statements for the nine months ended September 30, 2012 (Unaudited)

1. STATUS AND NATURE OF BUSINESS

Habib Insurance Company Limited (the Company) was incorporated as a Public Limited Company in the year 1942 under the Companies Act, 1913 (now the Companies Ordinance, 1984). The registered office of the Company is situated at Habib Square, M.A. Jinnah Road, Karachi and the shares of the Company are quoted on the Karachi and Lahore Stock Exchanges. The Company is engaged in general insurance business.

2. BASIS OF PREPARATION

These condensed interim financial statements are unaudited and are being submitted to shareholders as required under section 245 of the Companies Ordinance, 1984 and the Listing Regulations of the Karachi and Lahore Stock Exchanges. These condensed interim financial statements have been prepared in accordance with the requirements of the International Accounting Standard 34 "Interim Financial Reporting" as applicable in Pakistan and in the format prescribed by the Securities and Exchange Commission of Pakistan in its Circular No. 7 of 2003.

These condensed interim financial statements do not include all of the information and disclosures as required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended December 31, 2011.

3. ACCOUNTING POLICIES

The accounting policies and method of computation adopted in the preparation of the condensed interim financial statements are consistent with those followed in the preparation of the annual financial statements of the Company for the year ended December 31, 2011.

4. ESTIMATES AND JUDGEMENTS

The preparation of the condensed interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual financial statements as at and for the year ended December 31, 2011.

5. FINANCIAL AND INSURANCE RISK MANAGEMENT

The Company's financial and insurance risk management objectives and policies are consistent with those that were disclosed in the annual financial statements as at and for the year ended December 31, 2011.

Habib Insurance Company Limited

	Note	Unaudited September 30, 2012	Audited December 31, 2011
(Rupees in '000)			
6. INVESTMENTS			
Held-to-maturity			
Government securities			
Pakistan Investment Bonds	6.1	52,068	47,941
Available-for-sale			
Units of open end mutual funds deposited with the State Bank of Pakistan - quoted		349	349
Units of open end mutual funds		5,000	5,000
Term Finance Certificates - quoted		6,431	7,988
Modaraba Certificates - quoted		14,823	14,823
Ordinary shares of quoted/ unquoted companies		265,770	319,087
Ordinary shares of quoted companies/ units of open end mutual funds (related parties)		677,754	521,246
		970,127	868,493
		1,022,195	916,434
6.1	This represents Pakistan Investment Bonds having face value of Rs. 53.5 million [December 31, 2011: Rs. 50 million]. These carry mark-up ranging from 11.25% to 11.75% [December 31, 2011: 11.25% to 11.75%] and will mature between July 22, 2013 to August 30, 2015. These have been deposited with the State Bank of Pakistan (SBP) as statutory deposit in accordance with the requirements of circular no. 15 of 2008 dated July 7, 2008 issued by the Securities and Exchange Commission of Pakistan.		
6.2	The aggregate market value of the above investments is Rs. 1,195.984 million (December 31, 2011: Rs. 866.315 million).		
7. FIXED ASSETS			
Opening written down value		14,125	38,948
Add: Additions during the period/ year - at cost			
– Furniture, fixtures and office equipment		58	584
– Computer and related equipment		491	609
– Motor vehicles		126	2,002
– Capital work in progress		–	750
		675	3,945
Less: Written down value of deletions during the period/ year		(81)	(20,222)
Depreciation/ amortisation for the period/ year		(2,447)	(8,546)
		(2,528)	(28,768)
Closing written down value		12,272	14,125

Habib Insurance Company Limited

8. TRANSACTIONS WITH RELATED PARTIES

8.1 Related parties of the Company comprise of associated companies, companies with common directors, major shareholders, staff retirement funds, directors and key management personnel. Details of balances and transactions with related parties during the nine months ended September 30, 2012 are as follows:

	Quarter ended		Nine months ended	
	September 30,		September 30,	
	2012	2011	2012	2011
	(Rupees in '000)			
Transactions with related parties				
Premiums written	44,296	54,417	350,331	304,888
Claims paid	23,514	19,886	123,265	61,102
Dividends received	7,700	9,838	44,978	23,378
Dividends paid	–	–	10,401	9,245
Investments made	217,068	30,000	690,332	448,823
Investments sold	190,000	40,000	560,500	321,500
Interest received on bank accounts	982	1,002	3,188	2,986
Bank charges	46	232	185	433
Share registrar fees paid	72	65	351	198
Brokerage expenses paid	160	–	784	722
Contribution to the provident fund	824	691	2,532	2,010
Remuneration of key management personnel	8,103	9,127	22,048	14,858
			(Number of shares / units)	
Bonus shares received	–	1,637,168	270,519	1,637,168
Bonus shares issued	–	–	832,090	799,545
Bonus units received	–	32,707	–	32,707

9. BASIC AND DILUTED EARNINGS PER SHARE

	Quarter ended		Nine months ended	
	September 30,		September 30,	
	2012	2011	2012	2011
Profit after tax for the period (Rupees in '000)	<u>39,736</u>	<u>17,125</u>	<u>106,187</u>	<u>61,319</u>
		(Restated)		(Restated)
Weighted average number of ordinary shares in issue during the period (in '000)	<u>99,100</u>	<u>99,100</u>	<u>99,100</u>	<u>99,100</u>
Earnings per share (Rupees)	<u>0.40</u>	<u>0.17</u>	<u>1.07</u>	<u>0.62</u>

No figure for diluted earnings per share has been presented as the Company has not issued any instrument which would have an impact on earnings per share when exercised.

The number of shares for the prior period have also been adjusted for the effect of bonus shares issued during the current period.

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10. OPERATING SEGMENTS

Class of business-wise revenue and results have been disclosed in the condensed interim profit and loss account prepared in accordance with the requirements of Insurance Ordinance, 2000 and the SEC (Insurance) Rules, 2002 and IFRS 8 - "Operating Segments". The following table presents information regarding segment assets and liabilities as at September 30, 2012 and December 31, 2011.

	Fire and Property		Marine and Transport		Motor		Other Classes		Total	
	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011
	(Rupees in '000)									
Segment assets	345,685	268,226	225,147	173,360	128,761	107,784	157,276	118,845	856,869	668,215
Unallocated corporate assets									1,142,096	1,209,861
Consolidated corporate assets									<u>1,998,965</u>	<u>1,878,076</u>
Segment liabilities	396,378	344,032	258,163	222,355	147,644	138,245	180,340	152,434	982,525	857,066
Unallocated corporate liabilities									144,786	142,930
Consolidated corporate liabilities									<u>1,127,311</u>	<u>999,996</u>

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11. AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on October 25, 2012 by the Board of Directors of the Company.

12. GENERAL

Figures have been rounded off to the nearest thousand rupees.

RAFIQ M. HABIB
Chairman

MAZHER ALI JUMANI
Director

MANSOOR G. HABIB
Director

ALI RAZA D. HABIB
*Managing Director
& Chief Executive*