

Form 7

October 26, 2016

The General Manager,
Pakistan Stock Exchange Limited Stock Exchange Building,
Stock Exchange Road,
Karachi.

Subject: Financial Results For The Quarter Ended September 30, 2016

We have to inform you that the Board of Directors of our company in their meeting held on October 26, 2016 at 11:00 am at 19 C/D, Block L, Gulberg III, Main Ferozpur Road, Lahore, recommended the following:

(i) CASH DIVIDEND:

An Interim Cash Dividend for the quarter ended **n/a** at Rs. **Nil** per share i.e. **Nil%**. This is in addition to Interim Dividend(s) already paid at **n/a** Rs. **Nil** per share i.e. **Nil%**.

(ii) BONUS SHARES:

It has been recommended by the Board of Directors to issue Interim Bonus shares in proportion of **25** share(s) for every **100** share(s) held i.e. **25%**. This is in addition to the Interim Bonus Shares already issued @ **Nil%**.

(iii) RIGHT SHARES:

The Board has recommended to issue **Nil%** Right Shares at par/at a discount/premium of Rs. **Nil** per share in proportion of **Nil** share(s) for every **Nil** share(s). The entitlement of right shares being declared simultaneously will be/will not be applicable on Bonus Shares as declared above.

(iv) ANY OTHER ENTITLEMENT/CORPORATE ACTION

N/A

(v) ANY OTHER PRICE-SENSITIVE INFORMATION

The financial results of the Company are attached as under:

ASIA INSURANCE COMPANY LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER AND NINE MONTHS ENDED SEPTEMBER 30, 2016

	Quarter Ended						30-Sep-2016 Aggregate	30-Sep-2015 Aggregate
	Fire & Property Damage	Marine, Aviation and Transport	Motor	Credit and Suretyship	Miscellaneous			
-----Rupees-----								
Net premium revenue	7,159,769	6,152,152	33,962,525	8,067,590	54,912,412	110,254,448	97,143,385	
Net claims	(6,380,102)	(463,266)	(13,948,698)	1,259,689	(6,689,392)	(26,221,769)	(15,185,390)	
Expenses	(2,630,242)	(3,713,661)	(15,437,990)	(1,482,012)	(16,080,669)	(39,344,574)	(20,957,899)	
Net commission	(1,844,799)	(1,499,665)	(5,349,761)	(1,523,181)	(9,110,404)	(19,327,810)	(13,852,649)	
Underwriting results	(3,695,374)	475,560	(773,924)	6,322,086	23,031,947	25,360,295	47,147,447	
Investment income						19,072,111	(4,627,365)	
Other income						1,697,199	386,819	
						20,769,310	(4,240,546)	
General and administration expenses						46,129,605	42,906,901	
Profit before tax						(18,051,019)	(13,462,397)	
Profit before taxation from window takaful operations - Operators' Fund						28,078,586	29,444,504	
						1,234,132	(245,004)	
						29,312,718	29,199,500	
Provision for taxation - Current						(3,402,777)	(10,813,816)	
Provision for taxation - Deffered						570,608	677,112	
Profit after tax						26,480,549	19,062,796	
							Restated	
Earnings per share (basic and diluted)						0.74	0.53	

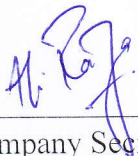
	Nine Months Ended						30-Sep-2016 Aggregate	30-Sep-2015 Aggregate
	Fire & Property Damage	Marine, Aviation and Transport	Motor	Credit and Suretyship	Miscellaneous			
-----Rupees-----								
Net premium revenue	27,213,768	12,452,809	87,035,479	28,720,106	154,546,234	309,968,396	246,826,192	
Net claims	(7,246,036)	(2,693,305)	(25,554,259)	-	(15,375,575)	(50,869,175)	(42,547,072)	
Expenses	(9,046,701)	(5,867,252)	(28,218,019)	(4,294,391)	(47,277,157)	(94,703,520)	(59,167,002)	
Net commission	(6,865,352)	(2,996,279)	(14,951,155)	(5,707,757)	(24,872,404)	(55,392,947)	(40,787,097)	
Underwriting results	4,055,679	895,973	18,312,046	18,717,958	67,021,098	109,002,754	104,325,021	
Investment income						34,552,228	7,913,986	
Other income						3,586,746	1,856,664	
						38,138,974	9,770,650	
General and administration expenses						147,141,728	114,095,671	
Profit before tax						(49,228,072)	(36,789,637)	
Profit before taxation from window takaful operations - Operators' Fund						97,913,656	77,306,034	
						2,141,012	(245,004)	
						100,054,668	77,061,030	
Provision for taxation - Current						(22,127,922)	(24,139,627)	
Provision for taxation - Deffered						2,097,589	883,163	
Profit after tax						80,024,335	53,804,566	
							Restated	
Earnings per share (basic and diluted)						2.22	1.49	

The above entitlement will be paid to the shareholders whose names will appear in the Register of Members on November 13, 2016.

The Share Transfer Books of the Company will be closed from November 14, 2016 to November 20, 2016 (both days inclusive). Transfers received to our share registrar M/s. Corplink (Pvt.) Limited, Wings Arcade, 1-K, Model Town, Lahore, at the close of business on November 13, 2016, will be treated in time for the purpose of above entitlement to the transferees.

We will be sending you 200 copies of printed Accounts for distribution amongst the TRE Certificate Holders of the Exchange.

Yours Sincerely,



Company Secretary



Ref: Audit/A-65/16

October 26, 2016

Chief Executive Officer,
Asia Insurance Company Limited,
19 C/D, Block L, Gulberg III,
Main Ferozpur Road,
LAHORE.

Dear Sir,

Certificate on Issue of Bonus Shares as Required Under Rule 6 (III) of The Companies (Issue of Capital) Rules, 1996

We have been requested to provide you with a certificate on the issue of bonus shares by Asia Insurance Company Limited as required under Rule 6 (iii) of The Companies (Issue of Capital) Rules, 1996.

Scope of Certificate

The management of the company intends to issue 25% bonus shares to its shareholders on the basis of results declared for the period ended September 30, 2016. The requirements for issue of bonus shares are provided under Rule 6 of The Companies (Issue of Capital) Rules, 1996. These rules require the company to comply with the prescribed conditions and obtain a certificate from the auditor certifying that:

- a) The free reserves retained after the issue of bonus shares are not less than fifteen percent of the increased paid-up capital of the company; and
- b) All contingent liabilities have been deducted while calculating the minimum residual reserve of fifteen per cent.

Management Responsibility

It is responsibility of the management to ensure compliance with the conditions prescribed under Rule 6 of the Companies (Issue of Capital) Rules, 1996 for issue of bonus shares.

Auditor's Responsibility

Our responsibility is to certify the compliance of the conditions prescribed under Rule 6 (iii) of The Companies (Issue of Capital) Rules, 1996 in accordance with the 'Guidelines for Issue of Certificates for Special Purposes by Practicing Chartered Accountant Firms' issued by the Institute of Chartered Accountants of Pakistan. Our verification was limited to the procedures as mentioned below:

- a) Recalculated minimum balance (i.e. 15% of enhanced paid up capital) of free reserve required for issuance of 25% bonus shares as of September 30, 2016.
- b) Ensured that free reserves only include an amount which, having been set aside out of revenue or other surpluses after adjustment of all intangible or fictitious assets, is free and that it is not retained to meet any diminution in value of assets, specific liability,

contingency or commitment known to exist at the date of the balance sheet, but does not include-

- i) reserves created as a result of revaluation of fixed assets;
 - ii) goodwill reserve;
 - iii) depreciation reserve to the extent of ordinary depreciation or otherwise as admissible under the Income Tax Ordinance, 2001;
 - iv) development allowance reserve created under the provisions of the Income Tax Ordinance, 2001;
 - v) provisions for taxation to the extent of the deferred or current liability of the company;
 - vi) capital redemption reserve; and
 - vii) unrealized capital gain.
- c) Ensured the free reserves (as arrived at in point (b) above) are not less than fifteen percent of the increased paid up capital of the company after issue of proposed bonus shares.
- d) All the contingent liabilities reported in the financial statements for the period ended September 30, 2016 have been deducted while calculating free reserves.

Certificate

Based on procedures mentioned above, we certify that-

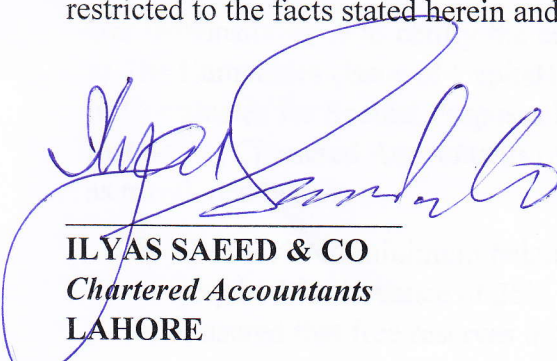
- a) The free reserves retained after the issue of bonus shares (Rs.80,865,521/-) are not less than fifteen per cent of the increased paid up capital (Rs. 450,000,000/-) of the company; and
- b) All contingent liabilities and unrealized gains have been deducted while calculating the minimum residual reserve of fifteen per cent.

Other Matter

We are the statutory auditors of the company. This certificate is based on the reviewed financial statements for the period ended September 30, 2016.

Restriction on use and distribution

This certificate is issued in relation to Rule 6 (iii) of The Companies (Issue of Capital) Rules, 1996 and is not to be used or distributed for any other purpose. This certificate is restricted to the facts stated herein and is not a certificate of assurance.



ILYAS SAEED & CO
Chartered Accountants
LAHORE