

Condensed Interim Profit and Loss Account (Unaudited)
For the period of three months ended September 30, 2014

Facultative

Three months ended Sep 30,

	Note	Facultative						Treaty	2014 Aggregate	2013 Aggregate
		Fire	Marine Cargo	Marine Hull	Accident	Aviation	Engineering			
Rupees										
Revenue account										
Net premium revenue		232,030,320	10,093,206	17,433,738	42,805,664	46,219,474	107,647,208	750,628,816	1,206,858,425	1,206,849,762
Net claims		408,619,953	3,463,117	(6,177,531)	10,638,450	23,038,518	7,536,083	486,717,728	933,856,318	905,001,618
Expenses		20,448,624	3,265,833	2,311,614	5,999,805	6,517,667	10,173,362	51,040,157	99,757,062	106,642,350
Net commission		32,160,593	1,928,416	786,537	4,695,128	128,441	1,401,623	201,990,133	243,000,871	236,435,130
Underwriting result		(229,198,850)	1,435,840	20,513,118	21,472,281	16,534,848	88,536,140	10,970,798	(69,735,826)	(41,234,336)
Investment income									451,495,692	499,780,680
Rental income									14,000,273	12,814,502
Exchange gain									62,332,128	125,076,003
Other income									4,639	868,854
General and administration expenses									(6,416,834)	(9,713,680)
Value of available-for-investments- write-off									521,415,898	628,826,359
Profit/(Loss) before tax									451,680,072	587,592,023
Income tax expense									(50,031,810)	(70,817,362)
- Current									(50,031,810)	(70,817,362)
- Deferred										
Profit/(Loss) after tax									401,648,262	516,774,661
Profit and loss appropriation account										
Balance at the commencement of period									1,268,829,986	1,043,862,045
Profit after tax for the period									401,648,262	516,774,661
Balance of unappropriated profit at the end of the period									1,670,478,248	1,560,636,706
Earnings per share - basic and diluted										
The annexed notes 1 to 7 form an integral part of these financial statements.									1.34	1.72

(Farzana Munaf)
Chief Financial Officer

(Taufique Habtb)
Director

(Ataullah A. Rasheed)
Director

At the time of the meeting of the Board of Directors, office of the Chief Executive is vacant. Therefore, in pursuance of relaxation granted by Securities and Exchange Commission of Pakistan (SECP), these financial statements, as approved by the Board of Directors, have been signed by two directors and the Chief Financial Officer:

Condensed Interim Profit and Loss Account (Unaudited)
For the period of nine months ended September 30, 2014

Faculative

	Rupees						2014 Aggregate	2013 Aggregate		
	Note	Fire	Marine Cargo	Marine Hull	Accident	Aviation			Treaty	
Revenue account										
Net premium revenue		636,096,924	47,943,809	52,343,073	119,394,299	117,294,853	305,041,111	2,270,750,995	3,548,865,063	3,385,085,385
Less:										
Net claims		563,017,633	13,492,958	(10,493,234)	41,041,278	55,257,466	40,969,250	1,367,759,083	2,071,044,444	1,971,062,370
Expenses		70,989,290	12,844,127	8,441,896	19,657,761	20,738,490	36,414,002	213,660,100	382,745,666	368,751,970
Net commission		80,444,944	11,115,358	2,182,928	13,465,845	80,367	4,003,970	587,308,392	698,601,704	704,001,406
Underwriting results		(78,354,843)	10,491,366	52,211,473	45,229,415	41,218,530	223,633,889	102,023,420	396,473,249	341,269,639
Investment income - net									829,475,847	936,371,602
Rental income - net									40,417,260	36,580,291
Exchange (loss) / gain									(19,452,154)	143,631,752
Other income									932,372	1,814,517
General and administration expenses									(22,593,855)	(29,613,022)
Value of available-for-investments- write-off									828,779,470	1,088,785,140
Profit before tax									1,225,252,719	1,430,054,779
Income tax expense									(317,751,920)	(316,579,136)
- Current									(317,751,920)	(316,579,136)
- Deferred									907,500,799	1,113,475,643
Profit after tax									907,500,799	1,113,475,643
Profit and loss appropriation account									1,512,977,449	1,197,161,063
Balance at the commencement of period									907,500,799	1,113,475,643
Profit after tax for the period									(750,000,000)	(750,000,000)
Final cash dividend paid 2013: Rs.2.50 @ 25% (2012 : Rs.2.50 @ 25%) per share									1,670,478,248	1,560,636,706
Balance of unappropriated profit at the end of the period									3.03	3.71
Earnings per share - basic and diluted										

The annexed notes 1 to 7 form an integral part of these financial statements.

(Farzana Munaf)
Chief Financial Officer

(Taufique Habib)
Director

(Ataulah A. Rasheed)
Director

At the time of the meeting of the Board of Directors, office of the Chief Executive is vacant. Therefore, in pursuance of relaxation granted by Securities and Exchange Commission of Pakistan (SECP), these financial statements, as approved by the Board of Directors, have been signed by two directors and the Chief Financial Officer.

Directors' Report

for the period ended September 30, 2014

**The Shareholders,
Pakistan Reinsurance Co. Ltd.,**

On behalf of the Board of Directors of PRCL, I am pleased to present the un-audited financial statements of the Company for the nine months ended September 30, 2014.

The financial statements for the nine months ended September 30, 2014 reflect the treaty business returns received from all insurance companies and these returns were received by PRCL on or before 24.10.2014 as per the amendment made in PIC (Compulsory Surplus Reinsurance) Regulations, 1978 and facultative business closings as per records of the PRCL.

The Gross Premium for the period was Rs.6,013 Million and Net Premium was Rs.3,549 Million. The Gross Premium and Net Premium for the corresponding period of the last year were Rs.5,819 Million and Rs.3,385 Million respectively.

The Net claims, Net Commission and Management Expenses have been aggregated to Rs.3,153 Million for the nine months ended September 30, 2014 as compared to Rs.3,044 Million for the nine months ended September 30, 2013.

The investment income mainly comprising of profit on government securities, fixed income securities and dividend income, was Rs.830 Million as compared to Rs.936 Million in the corresponding period of the last year.

Profit before tax and after tax for the nine months ended September 30, 2014 was Rs.1,225 Million and Rs.907 Million as compared to Net Profit before tax and after tax of Rs.1,430 Million and Rs.1,113 Million respectively of the corresponding period of last year.

The management is taking steps and making all out efforts to ensure good results.

The Directors also express their sincere appreciation to all the Company's valued clients, reinsurers, brokers, business partners and collaborators, the Securities and Exchange Commission of Pakistan, Karachi, Lahore and Islamabad Stock Exchanges and Central Depository Company for their professional approach and guidance.

For and on behalf
of the Board of Directors

Chairman/Director
Karachi: October 30, 2014

