

**Reliance Insurance Company Ltd.**

(Incorporated in Pakistan)

**Head Office :**"Reliance Insurance House"  
181-A, Sindhi Muslim Co-operative Housing Society,  
Karachi-74400, Pakistan. Tel: 34539415-17  
E-mail: reli-ins@cyber.net.pk Web Site : relianceins.comP.O. Box No. : 13356  
GRAMS : TRUSTONUS  
Fax No. : 92-21-34539412**RELIANCE INSURANCE COMPANY LIMITED  
PROFIT & LOSS ACCOUNT  
FINANCIAL YEAR ENDED DECEMBER 31,2010****FORM GB**

Amount in Rupees

	Fire & Property	Marine Aviation & Transport	Motor	Misc.	2010 Aggregate	2009 Aggregate
<b>Revenue Account</b>						
Net Premium Revenue	101,072,280	52,778,747	109,767,438	4,301,262	267,919,727	326,554,630
Net Claims	(7,729,966)	(19,810,211)	(68,197,634)	(691,937)	(96,429,748)	(227,456,623)
Expenses	(37,521,732)	(19,593,404)	(40,749,693)	(1,596,786)	(99,461,615)	(106,602,020)
Net Commission	(19,912,870)	(8,085,569)	(16,053,894)	3,953,354	(40,098,979)	(44,482,062)
<b>Underwriting result</b>	<b>35,907,712</b>	<b>5,289,563</b>	<b>(15,233,783)</b>	<b>5,965,893</b>	<b>31,929,385</b>	<b>(51,986,075)</b>
Investment Income					54,860,926	53,861,785
Other Income (Profit on Sale of Fixed Assets)					1,406,516	1,578,419
Financial Charges					(193,498)	(458,068)
General and administration expenses					(31,318,841)	(33,990,437)
<b>Profit before tax during the period</b>					<b>56,684,488</b>	<b>(30,994,376)</b>
<b>Provision for Taxation :</b>					<b>(4,750,000)</b>	<b>(1,650,000)</b>
<b>Profit after tax during the period</b>					<b>51,934,488</b>	<b>(32,644,376)</b>
<b>Profit and Loss Appropriation Account</b>						
Balance at Commencement of year					(22,024,570)	41,029,056
Profit after tax during the period					51,934,488	(32,644,376)
Transfers to reserves (General Reserve)					-	(7,500,000)
Issuance of Bonus Shares for the year 2009 nil (2008 10%)					-	(22,909,250)
Transfers from Reserve for Permanent Diminution in value of investment					5,105,000	-
<b>Balance Unappropriated profit at the end of period</b>					<b>35,014,918</b>	<b>(22,024,570)</b>
<b>Earning per Share - Basic and Diluted</b>					<b>2.06</b>	<b>(1.30)</b>

The annexed notes from 1 to 28 form an integral part of these financial statements.

Karachi : 29th March, 2011

  
**A. RAZAK AHMED**  
 Chief Executive & Managing Director
**Reliance Insurance Company Ltd.**

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REF:SH/INVT/ 60/04/2011

Dated : March 29, 2011

FAX # 021-111-573-329

FAX # 042-111-441-441

✓ **The General Manager,**  
Karachi Stock Exchange (G) Limited,  
Stock Exchange Building,  
Stock Exchange Road  
Karachi.

**The Secretary,**  
Lahore Stock Exchange (G) Limited,  
19, Khayaban-e-Aiwan Iqbal,  
Lahore.

Dear Sir,

**FINANCIAL RESULTS FOR THE YEAR ENDED 31ST DECEMBER, 2010.**

We have to inform you that the Board of Directors of our company in their meeting held at 11.30 a.m. on Tuesday March 29, 2011, recommended the following :

(I)	<b>CASH DIVIDEND</b> A final Cash Dividend for year ended December	<b>NIL</b>
(II)	<b>BONUS ISSUE</b> 1 ordinary share for every 8 ordinary shares.	<b>12.50%</b>
(III)	<b>RIGHT SHARES</b>	<b>NIL</b>

**The financial results of the company are attached herewith.( Profit & Loss Account).**

The Annual General Meeting of the Company will be held at 2:00 p.m. on Saturday the 30th April, 2011 at Head Office of the Company at "RELIANCE INSURANCE HOUSE" 181-A, Sindhi Muslim Co-operative Housing Society Karachi.

The Share Transfer Book of the Company shall remain closed from 22th April, 2011 to 30th April, 2011 (both days inclusive),

Transfer received at Company's Share Registrar Office, M/s. C &amp; K Management Associates (Pvt.) Limited 404 - Trade Tower, Abdullah Haroon Road, Near Hotel Metropole Karachi at the close of business on 21st April, 2011 will be treated in time for the purpose to determine entitlement of Bonus Shares and to attend the meeting.

We will be sending you 300 copies of printed accounts for distribution amongst the members of the Exchange.

Certificate obtained from auditor(s) regarding status of free reserve after the issue of bonus shares is enclosed.

Thanking you,  
Yours faithfully,
  
**( A. RAZAK AHMED )**  
 Chief Executive & Managing Director