

CL/1996/2007

FAX NOS.: 2415763 / 2410825 / 2437560

March 5, 2007

The General Manager

Karachi Stock Exchange (Guarantee) Ltd.
441 Stock Exchange Building
Stock Exchange Road
Karachi-74000.

Dear Sir,

Sub: Results for the year ended December 31, 2006

We have to inform you that the Board of Directors in their meeting held on March 5, 2007, have approved the results for the year ended December 31, 2006 and recommended:

- 1- Final Cash Dividend of Rs. 4.0 per share (2005: Rs. 4.0 per share) which is 40% (2005: 40%)
- 2- Bonus Shares in the proportion of 3 shares for every 5 shares held i.e., 60% (2005: 30%).

The financial results for the year ended 31 December, 2006 of the Company are as under:

(Rupees in thousand)

| | Fire and property | Marine, aviation transport | Motor | Others including miscellaneous | 2006 Total | 2005 Total |
|-----------------------------------------------|----------------------|----------------------------------|---------------|--------------------------------------|----------------|----------------|
| Revenue account | | | | | | |
| Net premium revenue | 56,336 | 87,188 | 248,155 | 34,792 | 426,472 | 316,153 |
| Administrative surcharge recovered | 1,285 | 2,356 | 10,844 | 2,113 | 16,598 | 10,368 |
| Total premium revenue | 57,621 | 89,544 | 258,998 | 36,905 | 443,069 | 326,521 |
| Net claims | (14,153) | (19,428) | (156,058) | 2,658 | (186,982) | (142,906) |
| Expenses | (31,758) | (22,240) | (39,272) | (11,645) | (104,915) | (87,737) |
| Net commission | 44,726 | 49,728 | (21,347) | 2,649 | 75,757 | 94,187 |
| Underwriting result | 56,436 | 97,605 | 42,321 | 30,567 | 226,929 | 190,065 |
| Amortization of goodwill | | | | | (51,321) | (51,322) |
| Investment income | | | | | 7,315,629 | 258,822 |
| Other income | | | | | 15,318 | 4,535 |
| Financial charges | | | | | (107,241) | (53,804) |
| General and administration expenses | | | | | (61,799) | (40,806) |
| | | | | | 7,110,586 | 117,425 |
| | | | | | 7,337,515 | 307,400 |
| Income from associated companies - net of tax | | | | | 19,594 | 19,267 |
| Profit before taxation | | | | | 7,357,109 | 326,757 |
| Taxation | | | | | (14,739) | (37,014) |
| Profit after taxation | | | | | 7,342,370 | 289,743 |
| Basic earnings per share - Rupees | | | | | 367.92 | 14.52 |

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GI Insurance Limited (Formerly International General Insurance Company of Pakistan Limited)

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