



The UNITED INSURANCE
COMPANY OF PAKISTAN LTD.

A Member Company of United International Group

Rated "A+" by PACRA

YOUR RISK
IS SECURE
WITH US

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Corporate Information

CHAIRMAN

Chaudhary Habib-ur-Rehman

CHIEF EXECUTIVE OFFICER

Mohammed Rahat Sadiq

DIRECTOR/PRESIDENT

Khawas Khan Niazi

DIRECTORS

Huma Waheed

Chaudhary Najeeb-ur-Rehman

Chaudhary Aziz-ur-Rehman

Chaudhary Maqsood Ahmed

ADVISOR TO BOARD

Mian M.A. Shahid

(Chairman UIG)

DEPUTY MANAGING DIRECTOR/**COMPANY SECRETARY**

Zia Hassan Zuberi

CHIEF FINANCIAL OFFICER

Maqbool Ahmed

CHIEF INTERNAL AUDITOR

Abdul Mannan Munir (ACCA)

AUDITORS

M/S. Avais Hyder Liaquat Nauman

Chartered Accountants

LEGAL ADVISORS

Mohammad Farooq Sheikh (Advocate)

Mian Asghar Ali (Advocate)

TAX ADVISOR

M/S. Sarwars

Chartered Accountants

CREDIT RATING AGENCY (PACRA)

INSURER FINANCIAL STRENGTH **A+** (single A plus).

The Rating denotes strong capacity of the company to meet policy holder and contract obligations.

COMPANY'S SHARE REGISTRAR

M/S. F.D. Registrar Services (SMC-Pvt) Ltd.

1705, 17th Floor, Saima Trade Centre,

I.I. Chundrigar Road-Karachi.

WEB PRESENCE

www.theunitedinsurance.com

REGISTERED OFFICE

204, 2nd Floor, Madina City Mall,

Abdullah Haroon Road, Saddar Karachi.

Tel: 021-35621460-2, 021-35221803-4

Fax: 021-35621459

Email: info@theunitedinsurance.com

HEAD OFFICE

UIG House 2nd Floor, 6-D Upper Mall, Lahore.

Tel: 042-35776475-85

UAN: (92-42)-111-000-014

Fax: (92-42) 35776486, 35776487

Email: uicp@theunitedinsurance.com

Corporate Information

AUDIT COMMITTEE

Chaudhary Maqsood Ahmed	Chairman
Chaudhary Aziz-ur-Rehman	Member
Chaudhary Najeeb-ur-Rehman	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Chaudhary Habib-ur-Rehman	Chairman
Chaudhary Najeeb-ur-Rehman	Member
Chaudhary Maqsood Ahmed	Member
Mohammed Rahat Sadiq	Member

INVESTMENT COMMITTEE

Mohammed Rahat Sadiq	Chairman
Khawas Khan Niazi	Member
Huma Waheed	Member
Maqbool Ahmed	Member
Zia Hassan Zuberi	Member

RE-INSURANCE COMMITTEE & CO-INSURANCE

Mohammed Rahat Sadiq	Chairman
Abrar Ahmed Minhas	Member
Tayyab Bashir	Member

UNDERWRITING COMMITTEE

Mohammed Rahat Sadiq	Chairman
Chaudhary Najeeb-ur-Rehman	Member
S.M. Qaiser Imam	Member

CLAIMS SETTLEMENT COMMITTEE

Huma Waheed	Chairperson
Mohammed Rahat Sadiq	Member
Mohammed Yasin Khan	Member

Key Management Personnel

CONVENTIONAL

HEAD OF CONVENTIONAL OPERATIONS

Tajammal Iqbal

SENIOR EXECUTIVE DIRECTOR UNDERWRITING

S.M. Qaiser Imam

HEAD OF CORPORATE COMPLIANCE

Rahat Ali Shah (ACA), (CISA)

SENIOR GENERAL MANAGER RE-INSURANCE

Abrar Ahmed Minhas

GENERAL MANAGER (HR & R)

Wakeel Ahmed Mirza

GENERAL MANAGER ADMINISTRATION

Jamil Ahmed

GENERAL MANAGER OPERATIONS

Tayyab Bashir

GENERAL MANAGER CLAIMS

Mohammed Yasin Khan

GENERAL MANAGER (I.T)

Munir Ahmed

A.G.M UNDERWRITING

Manzoor Hussain Mirza

A.G.M REINSURANCE

Naeem Ahmed Babar

A.G.M HEALTH/TRAVEL

Kashif Shafique

CHIEF MANAGER (WEB)

Mohammed Arshad

DEPUTY CHIEF MANAGER AGRICULTURE

Zulfiqar Ahmed

MANAGER COORDINATION

Tahira Ashar

NON-CONVENTIONAL

HEAD OF TAKAFUL OPERATIONS

Shakeel Ahmed

SHARIAH ADVISOR

Mufti Zeeshan Abdul Aziz

JOINT DIRECTOR OPERATIONS & TECHNICAL

Amir Hameed

SHARIAH COMPLIANCE OFFICER

Saad Munir Malik

EXECUTIVE DIRECTORS

Qamar-uz-Zaman

Mian M.A Zahid

Zarar Ahmed Butt

Mian Kashif Rasheed

Ch. Aslam Feroz

Mohammed Siddique Sheikh

Rizwan-ul-Haq

JOINT DIRECTORS

Aslam Rajpoot

Mohammed Naseem Butt

Salman-Ul-Haq

Khurram Mansoor

Malik Zafar Yousaf

Mian Mohammed Rafi

Mohammed Mazhar Shah

Mohammed Riaz Hussain Shah

Kh. Adnan Hassan

Shafaqat Ali Goraya



Bankers & Leasing Companies

BANKERS

State Bank of Pakistan
National Bank of Pakistan Limited
Bank Al-Habib Limited
Soneri Bank Limited
Bank Al-Falah Limited
KASB Bank Limited
NIB Bank Limited
SME Bank Limited
The Bank of Khyber
Summit Bank Limited
Silk Bank Limited
Samba Bank Limited
Zarai Taraqiati Bank Limited
Sindh Bank Limited
The Bank of Punjab
First Women Bank Limited
The Punjab Provincial Cooperative Bank Limited
Allied Bank Limited
Habib Bank Limited
MCB Bank Limited
United Bank Limited
Al Baraka Bank (Pakistan) Limited
Askari Bank Limited
Burj Bank Limited
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited
Standard Chartered Bank (Pakistan) Limited
Barclays Bank PLC, Pakistan
APNA Microfinance Bank Limited
Habib Metropolitan Bank Limited
Karakoram Co-Operative Bank Limited
Industrial Development Bank of Pakistan

LEASING COMPANY

Orix Leasing Company Limited
Crescent Standard Modaraba

Directors' Review Report to the Members

The Directors of "The United Insurance Company of Pakistan Limited" take immense pleasure to present you with the Third Quarter Report of the Company, along with the (un-audited) interim financial information for the nine months period ended September 30, 2014.

Performance Overview (3rd Quarter)

The United Insurance Company of Pakistan Limited is jubilant to announce that the company is able to achieve the quarterly goals that the Directors had set at the start of the fiscal year. The following financial data is the evidence that the company performance been escalated during the period of nine months.

- The increase of 33.23% in the Gross Written Premium is significant that show the true depiction of the honest and determined efforts of the Company's management and the dedication and enthusiasm of the field staff. The Gross Written Premium for the Third quarter boost from Rs. 1,356.016 million in 2013 to **Rs. 1,806.638 million** in 2014. The Company's net premium income for the Third quarter stands at **Rs. 1,236.172** millions.
- The underwriting results show noteworthy increase of 48.04%. Its use to be Rs. 350.976 million in Sep 2013 that blossom to **Rs. 519.590 million** in Sep 2014.
- The Company earned Profit before tax has been increased by 97.97% the total figure stand at **Rs. 428.988 million** in Sep 2014 compare to Rs.216.692 million in Sep 2013. Furthermore Profit after tax also been on the growing side which is **Rs. 380.341 million** as against Rs.192.827 million in Sep 2013.
- Earnings per share (basic & diluted) of the Company, for the period increased to **Rs. 4.13** per share as against to Rs. 2.10 per share for the same period in Sep 2013 that's show the promising sign.
- Cash & Bank deposits show increase of approximately 55.28% as the figure increases from **Rs. 249.656 million** in Sep 2013 to **Rs. 387.662 million** in Sep 2014.
- The investments have been escalated to around 59.45%. The investments in third quarter in 2014 rise to **Rs. 657.726 million** from Rs. 412.493 million in Sep 2013 including investment in associate and United Window Takaful Operations.

Future Prospects

Company anticipate Financial Year 2014 as another challenging year The Company will continue to strive and to focus on its trends in growth of premium and market development and maintain its profitability to high ethical standard.

Future Activities

The company has followed the product extension strategy by introducing "Takaful" service for its customers by the name of "Amaan". Company has been granted with the Window Takaful License from SECP. Takaful is basically a type of insurance system devised to comply with the Sharia laws, in which money is pooled and invested. The introduction of "Amaan" would help in increasing the customer base and in increasing the market development that will eventually help in generating more revenue.

Investment In Associate

Company has purchasde 34,018,838 Shares of Apna Microfinance Bank Limited (hereafter referred as associated company) during 3rd Quarter 2014 which represents 30.93% of paid up capital of associated company. The inclusion of different sector in portfolio of the company will improve market development that will eventually results in risk reduction.

Acknowledgement

We would extend our sincere appreciation and thanks to our valued Customers, Business Allies, SECP, Reinsurers, Banks and Employees for reposing there continued trust and support in UIC.

For and on behalf of the Board



Mohammed Rahat Sadiq

Chief Executive Officer

October 30, 2014

Financial Statements

For the nine months period ended September 30, 2014

Condensed Interim Balance Sheet

As at September 30, 2014 (Un-Audited)

		Unaudited September 30, 2014 Rupees	Audited December 31, 2013 Rupees
Share capital and reserves			
Authorized share capital		2,000,000,000	1,000,000,000
200,000,000/- (2013: 100,000,000/-)			
Ordinary Shares of Rs. 10/- each			
Paid-up share capital	5	920,000,000	701,942,796
Retained earnings		565,800,344	403,400,095
Reserves		75,115,917	75,115,917
		1,560,916,261	1,180,458,808
Surplus on revaluation of fixed assets		40,087,787	40,992,540
Underwriting provisions			
Provision for outstanding claims (including IBNR)		989,192,490	618,212,048
Provision for unearned premium		1,147,911,923	877,884,914
Commission income unearned		48,044,321	20,394,696
Total underwriting provisions		2,185,148,734	1,516,491,658
Deferred liabilities	6		
Staff retirement benefits		62,691,560	49,764,879
Deferred tax liabilities		2,295,640	8,673,816
		64,987,200	58,438,695
Creditors and accruals			
Amounts due to other insurers/reinsurers		134,999,139	92,704,969
Accrued expenses		15,845,881	18,400,561
Provision for taxation - net		51,626,859	28,581,834
Other creditors and accruals		48,075,351	49,430,293
		250,547,230	189,117,657
Other liabilities			
Liabilities against assets subject to finance lease		61,538,628	22,703,330
Total liabilities		2,562,221,792	1,786,751,340
TOTAL EQUITY AND LIABILITIES		4,163,225,840	3,008,202,688
Contingencies & Commitments	7	-	-

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.


Mohammed Rahat Sadiq
 Chief Executive Officer


Huma Waheed
 Director

Condensed Interim Balance Sheet

As at September 30, 2014 (Un-Audited)

		Unaudited September 30, 2014 Rupees	Audited December 31, 2013 Rupees
Cash & bank deposits			
Cash and other equivalents		256,202	190,254
Current & other accounts		271,035,114	146,170,437
Deposits maturing within 12 months		108,343,049	83,272,538
Deposits maturing after 12 months		8,028,000	20,022,275
		387,662,365	249,655,504
Loans			
To employees & agents		9,178,350	9,963,600
Investments	8	420,671,093	412,493,249
Investments in associates	9	191,357,526	-
Net assets in Window Takaful Operations	10	45,697,748	-
Investment property		3,045,003	3,163,301
Current assets - others			
Premiums due but unpaid	11	481,762,850	458,363,262
Amounts due from other insurers/reinsurers		575,711,286	145,101,589
Prepaid reinsurance premium ceded		296,689,945	171,980,285
Reinsurance recoveries against outstanding claims		832,006,066	543,315,576
Deferred commission expense		103,117,148	72,930,275
Advance for purchase of shares		-	215,302,941
Accrued investment income		16,789,402	26,163,354
Sundry receivables		145,095,602	122,639,305
		2,451,172,299	1,755,796,587
Fixed assets - Tangible & Intangibles	12		
Owned			
Land freehold		140,735,600	140,735,600
Buildings		154,075,150	123,611,226
Furniture, fixtures, office & computer equipments		106,596,138	109,441,780
Motor vehicles		141,479,445	146,945,128
Motor tracking devices		37,835,680	27,995,172
Capital work in progress		11,291,038	2,886,600
		592,013,051	551,615,506
Leased			
Motor vehicles		62,428,405	25,514,941
TOTAL ASSETS		4,163,225,840	3,008,202,688



Khawas Khan Niazi
Director/President



Ch. Habib-ur-Rehman
Chairman

Condensed Interim Profit And Loss Account

For The Nine Months Period Ended September 30, 2014 (Un-Audited)

Quarter ended September 30, 2014						
	Fire & Property Damage	Marine, Aviation & Transport	Motor	Miscellaneous	Quarter ended September 30, 2014 Aggregate	Quarter ended September 30, 2013 Aggregate
-----Rupees-----						
Revenue account						
Net premium revenue	72,138,721	22,323,618	88,459,594	297,149,681	480,071,614	340,152,462
Net claims	(30,709,837)	8,114,496	(15,753,240)	(106,844,300)	(145,192,881)	(91,677,450)
Management expenses	(18,914,268)	(5,639,980)	(19,701,480)	(83,023,942)	(127,279,670)	(83,398,639)
Net commission	(21,582,946)	(3,704,850)	(10,423,842)	(2,396,890)	(38,108,528)	(21,478,113)
Underwriting results	<u>931,670</u>	<u>21,093,284</u>	<u>42,581,032</u>	<u>104,884,549</u>	<u>169,490,535</u>	<u>143,598,260</u>
Investment income					34,260,201	4,896,456
Rental income					348,000	348,000
Other income					14,559,026	1,031,278
General and administration expenses					(32,182,917)	(45,734,877)
Finance charges on lease rentals					(2,330,764)	(701,942)
					<u>14,653,546</u>	<u>(40,161,085)</u>
Profit before tax					<u>184,144,079</u>	<u>103,437,175</u>
Share of loss from associates					(10,405,712)	-
Loss from Window Takaful Operations					(4,302,252)	-
Provision for taxation						
- Current					(14,488,981)	(6,000,000)
- Current (Prior)					-	(1,798,073)
- Deferred					557,807	(200,000)
					<u>(13,931,174)</u>	<u>(7,998,073)</u>
Profit after tax					<u>155,504,941</u>	<u>95,439,102</u>
Earnings per share of Rs 10/- each - basic and diluted revised					<u>1.69</u>	<u>1.04</u>

Condensed Interim Profit And Loss Account


For The Nine Months Period Ended September 30, 2014 (Un-Audited)

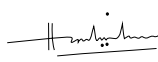
Nine months ended September 30, 2014						
	Fire & Property Damage	Marine, Aviation & Transport	Motor	Miscellaneous	Nine Months ended September 30, 2014 Aggregate	Nine Months ended September 30, 2013 Aggregate
-----Rupees-----						
Revenue account						
Net premium revenue	157,435,234	65,609,072	287,509,369	725,618,152	1,236,171,827	838,654,780
Net claims	(44,796,472)	(6,327,658)	(62,607,270)	(205,380,203)	(319,111,603)	(231,883,687)
Management expenses	(42,371,566)	(18,417,439)	(108,909,153)	(137,694,711)	(307,392,868)	(209,246,781)
Net commission	(40,105,050)	(9,977,398)	(27,233,314)	(12,761,944)	(90,077,706)	(46,548,254)
Underwriting results	<u>30,162,146</u>	<u>30,886,577</u>	<u>88,759,631</u>	<u>369,781,294</u>	<u>519,589,650</u>	<u>350,976,058</u>
Investment income					41,829,924	24,564,775
Rental income					1,044,000	749,000
Other income					17,087,363	5,248,768
General & admin expenses					(145,336,410)	(162,789,959)
Finance charges on lease rentals					(5,226,899)	(2,056,372)
					<u>(90,602,022)</u>	<u>(134,283,788)</u>
Profit before tax					<u>428,987,628</u>	<u>216,692,270</u>
Share of loss from associates					(2,476,463)	-
Loss from Window Takaful Operations					(4,302,252)	-
Provision for taxation						
- Current					(48,245,999)	(17,424,268)
- Current (Prior)					-	(1,798,073)
- Deferred					6,378,178	(4,642,771)
					<u>(41,867,821)</u>	<u>(23,865,112)</u>
Profit after tax					<u>380,341,093</u>	<u>192,827,158</u>
Profit & loss appropriation account						
Balance at commencement of the period					403,400,095	280,845,057
Total comprehensive income for the period					380,457,453	194,340,719
Profit available for appropriation					<u>783,857,548</u>	<u>475,185,776</u>
Bonus shares issued - final					(218,057,204)	(131,257,596)
Transfer to general reserve					-	-
					<u>(218,057,204)</u>	<u>(131,257,596)</u>
Balance un-appropriated profit at the end of period					<u>565,800,344</u>	<u>343,928,180</u>
Earnings per share of Rs 10/- each - basic and diluted revised					<u>4.13</u>	<u>2.10</u>

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.


Mohammed Rahat Sadiq
 Chief Executive Officer


Huma Waheed
 Director


Khawas Khan Niazi
 Director/President


Ch. Habib-ur-Rehman
 Chairman

Condensed Interim Statement of Comprehensive Income

For The Nine Months Period Ended September 30, 2014 (Un-Audited)

	September 30, 2014 Rupees	September 30, 2013 Rupees
Profit for the period	380,341,093	192,827,158
Other comprehensive income for the period		
Incremental depreciation net of deferred tax	904,753	1,513,561
Actuarial loss on defined benefits plan	(788,393)	-
	116,360	1,513,561
Total comprehensive income for the period	380,457,453	194,340,719

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.



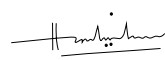
Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Khawas Khan Niazi
Director/President



Ch. Habib-ur-Rehman
Chairman

Condensed Interim Statement of Changes In Equity

For The Nine Months Period Ended September 30, 2014 (Un-Audited)

Description	Share capital	Reserve for issue of bonus shares	General reserve	Retained earnings	Total
-----Rupees-----					
Balance as at January 01, 2013	570,685,200	-	75,115,917	280,845,057	926,646,174
Transfer to reserve for issue of bonus shares	-	131,257,596	-	(131,257,596)	-
Bonus share reserve capitalized	131,257,596	(131,257,596)	-	-	-
Transfer to general reserve	-	-	-	-	-
Net profit for the period	-	-	-	192,827,158	192,827,158
Other comprehensive income	-	-	-	1,513,561	1,513,561
Total comprehensive income	-	-	-	194,340,719	194,340,719
Transfer to general reserve	-	-	-	-	-
Balance as at September 30, 2013	701,942,796	-	75,115,917	343,928,180	1,120,986,893
Balance as at January 01, 2014	701,942,796	-	75,115,917	403,400,095	1,180,458,808
Transfer to reserve for issue of bonus shares	-	218,057,204	-	(218,057,204)	-
Bonus share reserve capitalized	218,057,204	(218,057,204)	-	-	-
Transfer to general reserve	-	-	-	-	-
Net profit for the period	-	-	-	380,341,093	380,341,093
Other comprehensive income	-	-	-	116,360	116,360
Total comprehensive income for the period	-	-	-	380,457,453	380,457,453
Balance as at September 30, 2014	920,000,000	-	75,115,917	565,800,344	1,560,916,261

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.



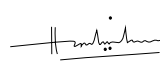
Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Khawas Khan Niazi
Director/President



Ch. Habib-ur-Rehman
Chairman

Condensed Interim Statement of Cash Flows

For The Nine Months Period Ended September 30, 2014 (Un-Audited)

	September 30, 2014 Rupees	September 30, 2013 Rupees
Operating cash flows:		
a) Underwriting activities:		
Premium received	1,780,332,357	1,295,990,794
Reinsurance premium paid	(382,854,257)	(195,829,085)
Claims paid	(1,034,920,124)	(335,745,171)
Reinsurance and other recoveries received	367,488,776	50,618,595
Commission paid	(142,738,309)	(91,081,060)
Commission received	50,123,354	6,718,861
<i>Net cash flow from underwriting activities</i>	637,431,797	730,672,934
b) Other operating activities:		
Income tax paid	(25,200,974)	(18,150,357)
General/management expenses paid	(388,511,701)	(308,532,059)
Other operating receipts/(payments)	(22,456,297)	(55,570,431)
Loan to employees and agents	785,250	(3,353,740)
<i>Net cash flow from other operating activities</i>	(435,383,722)	(385,606,587)
<i>Total cash flow from all operating activities</i>	202,048,075	345,066,347
Investment activities:		
Investment income received	59,305,988	39,073,452
Rental income received	1,044,000	749,000
Sale/(purchase) of investment and fixed deposits	(209,612,278)	(148,505,294)
Advance for purchase of shares	215,302,941	-
Proceeds from sale of fixed assets	507,530	3,321,000
Payment to window takaful operations	(45,697,748)	-
Fixed capital expenditure	(77,614,782)	(90,492,018)
<i>Net cash flow from investing activities</i>	(56,764,349)	(195,853,860)
Financing activities:		
Lease facility paid	(20,353,101)	(16,309,213)
Short-term finance	-	(529,869)
<i>Net cash flow from financing activities</i>	(20,353,101)	(16,839,082)
Net cash inflow/(outflow) from all activities	124,930,625	132,373,405
Cash and cash equivalents at the beginning of the period	146,360,691	150,206,137
Cash and cash equivalents at the end of the period	271,291,316	282,579,542

The annexed notes from 1 to 17 form an integral part of this condensed interim financial information.

Condensed Interim Statement of Cash Flows

For The Nine Months Period Ended September 30, 2014 (Un-Audited)

	September 30, 2014 Rupees	September 30, 2013 Rupees
Reconciliation of profit and loss account		
Net cash inflow from operating activities	202,048,075	345,066,347
Depreciation	(53,776,321)	(50,483,007)
Lease finance charges	(5,226,899)	(2,056,372)
Increase/(decrease) in assets other than cash	929,625,976	661,189,244
(Increase)/decrease in liabilities	(736,635,154)	(794,895,388)
Others		
Dividend income	43,003	9,490,829
Other investment income	44,262,414	24,515,505
Profit after taxation	380,341,093	192,827,158

Definition of cash

Cash for the purpose of the statement of cash flows comprises of cash in hand, bank balances and other assets which are readily convertible to cash and used for cash management for day to day business operations.


Cash for the purpose of cash flows comprises of:

Cash and other equivalents		
- cash in hand	256,202	198,828
Current and other accounts	271,035,114	282,380,714
	271,291,316	282,579,542


Mohammed Rahat Sadiq
 Chief Executive Officer


Huma Waheed
 Director


Khawas Khan Niazi
 Director/President


Ch. Habib-ur-Rehman
 Chairman

Condensed Interim Statement of Premiums

For The Nine Months Period Ended September 30, 2014 (Un-Audited)

BUSINESS UNDERWRITTEN INSIDE PAKISTAN

Class	Quarter ended September 30, 2014										Quarter ended	
	Premiums written		Unearned premium reserve		Premiums earned	Reinsurance ceded	Prepaid reinsurance premium ceded		Reinsurance expenses	Net premium revenue	Net premium revenue	September 30, 2013
	Opening	Closing	Opening	Closing			Opening	Closing		Un-audited		
----- Rupees -----												
Direct & facultative												
1. Fire and property damage	118,252,085	164,256,841	180,454,253	102,064,673	49,118,445	46,987,323	66,179,815	29,925,953	72,138,721	30,403,663		
2. Marine, aviation and transport	35,261,179	78,237,579	77,615,991	35,882,767	16,238,430	22,145,735	24,825,016	13,559,149	22,323,618	26,407,648		
3. Motor	123,173,734	253,622,125	281,452,425	95,343,434	10,951,681	2,281,235	6,349,075	6,883,841	88,459,594	86,779,833		
4. Miscellaneous	519,066,037	465,767,874	608,389,254	376,444,657	208,456,714	70,174,301	199,336,039	79,294,976	297,149,681	196,561,318		
GRAND TOTAL	795,753,035	961,894,419	1,147,911,923	609,735,532	284,765,270	141,588,594	296,689,945	129,663,919	480,071,614	340,152,462		

Class	Nine Months ended September 30, 2014						Nine Months Ended September 30, 2013	
	Premiums written	Unearned premium reserve		Premiums earned	Prepaid reinsurance premium ceded		Reinsurance expenses	Net premium revenue Un-audited
		Opening	Closing		Opening	Closing		
----- Rupees -----								
Direct & facultative								
1. Fire and property damage	300,686,403	180,454,253	233,798,303	98,411,350	44,131,535	66,179,815	76,363,070	157,435,234
2. Marine, aviation and transport	130,697,874	51,721,384	104,803,267	4,141,340	22,605,809	24,825,016	39,194,195	65,609,072
3. Motor	398,113,899	179,132,622	295,794,096	13,632,931	1,000,872	6,349,075	8,284,728	287,509,369
4. Miscellaneous	977,139,425	533,464,755	608,389,254	271,690,744	104,242,069	199,336,039	176,596,774	725,618,152
GRAND TOTAL	1,806,637,601	877,884,914	1,147,911,923	1,536,610,593	425,148,427	171,980,285	300,438,767	1,236,171,827

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.



Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Khawas Khan Niazi
Director/President



Ch. Habib-ur-Rehman
Chairman

Condensed Interim Statement of Claims

For The Nine Months Period Ended September 30, 2014 (Un-Audited)

BUSINESS UNDERWRITTEN INSIDE PAKISTAN

Class	Quarter ended September 30, 2014										Quarter ended	
	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	Net claims expenses	Net claims expenses	September 30, 2013
	Opening	Closing	Opening	Closing			Opening	Closing				
----- Rupees -----												
Direct & facultative												
1. Fire and property damage	9,452,245	203,119,146	613,192,379	419,525,478	295,641	181,154,488	569,674,488	388,815,641	30,709,837	6,531,622		
2. Marine, aviation and transport	141,726,825	123,510,204	23,920,148	42,136,769	145,263,311	102,649,632	7,637,586	50,251,265	(8,114,496)	28,981,877		
3. Motor	32,261,443	41,904,784	29,324,460	19,681,119	2,597,730	2,701,500	4,031,649	3,927,879	15,753,240	34,071,793		
4. Miscellaneous	173,675,583	49,294,087	322,755,503	447,136,999	123,508,068	33,877,712	250,662,343	340,292,699	106,844,300	22,092,158		
GRAND TOTAL	357,116,096	417,828,221	989,192,490	928,480,365	271,664,750	320,383,332	832,006,066	783,287,484	145,192,881	91,677,450		

Class	Nine Months ended September 30, 2014										Nine Months Ended September 30, 2013	
	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	Net claims expenses		Net claims expenses
	Opening	Closing	Opening	Closing			Opening	Closing				
----- Rupees -----												
Direct & facultative												
1. Fire and property damage	131,844,254	264,200,470	613,192,379	480,836,163	99,180,409	232,815,206	569,674,488	436,039,691	44,796,472	52,837,640		
2. Marine, aviation and transport	493,154,675	313,084,695	23,920,148	203,990,128	491,541,331	301,516,447	7,637,586	197,662,470	6,327,658	50,746,776		
3. Motor	57,712,661	20,293,972	29,324,460	66,743,149	2,597,730	2,493,500	4,031,649	4,135,879	62,607,270	85,951,236		
4. Miscellaneous	352,208,534	20,632,911	322,755,503	654,331,126	204,779,003	6,490,423	250,662,343	448,950,923	205,380,203	42,348,035		
GRAND TOTAL	1,034,920,124	618,212,048	989,192,490	1,405,900,566	798,098,473	543,315,576	832,006,066	1,086,788,963	319,111,603	231,883,687		

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.



Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Khawas Khan Niazi
Director/President



Ch. Habib-ur-Rehman
Chairman

Condensed Interim Statement of Expenses

For The Nine Months Period Ended September 30, 2014 (Un-Audited)

BUSINESS UNDERWRITTEN INSIDE PAKISTAN

Class	Quarter ended September 30, 2014										Quarter ended September 30, 2013
	Commissions paid or payable	Deferred commission	Net commission expense	Other management expenses	Underwriting expenses	Commission on reinsurance	Unearned commission	Net commission on reinsurance	Net underwriting expenses	Net underwriting expenses	Un-audited
	Opening	Closing				Opening	Closing				
----- Rupees -----											
Direct & facultative											
1. Fire and property damage	16,157,270	28,530,913	31,883,968	18,914,268	31,718,483	5,544,832	2,879,222	17,202,785	(8,778,731)	40,497,214	16,317,217
2. Marine, aviation and transport	3,904,543	8,677,492	8,806,312	5,639,980	9,413,703	1,652,947	-	1,584,074	68,873	9,344,830	6,146,631
3. Motor	7,490,069	25,244,861	22,311,088	19,701,460	30,125,322	-	-	-	-	30,125,322	23,804,323
4. Miscellaneous	18,918,762	38,271,410	40,113,780	83,023,942	100,100,334	38,054,055	5,882,908	29,257,461	14,679,502	85,420,832	58,608,580
GRAND TOTAL	46,470,644	100,724,676	103,117,148	127,279,670	171,357,842	45,251,834	8,762,130	48,044,320	5,969,644	165,388,199	104,876,751

Class	Nine Months ended September 30, 2014										Nine Months Ended September 30, 2013								
	Commissions paid or payable		Deferred commission		Net commission expense		Other management expenses		Commission on reinsurance			Unearned commission		Net commission on reinsurance		Net underwriting expenses		Net underwriting expenses	
	Opening	Closing	Opening	Closing	Opening	Closing	Opening	Closing	Opening	Closing		Opening	Closing	Opening	Closing	Opening	Closing	Opening	Un-audited
----- Rupees -----																			
Direct & facultative																			
1. Fire and property damage	44,094,963	20,930,510	31,883,968	331,411,505	42,371,565	75,513,071	8,957,918	1,281,322	17,202,785	(6,963,545)	82,476,616	287,31,699							
2. Marine, aviation and transport	12,706,816	6,147,767	8,806,312	10,046,271	18,417,439	28,463,710	1,652,947	-	1,584,074	68,873	28,394,837	18,892,112							
3. Motor	33,547,742	15,996,660	22,311,088	27,233,314	108,909,153	136,142,467	-	-	-	-	136,142,467	105,713,606							
4. Miscellaneous	52,388,788	29,855,338	40,113,780	42,130,346	137,694,711	179,825,056	39,512,489	19,113,374	29,257,461	29,368,402	150,456,655	102,457,618							
GRAND TOTAL	142,738,309	72,930,275	103,117,148	112,551,436	307,392,868	419,944,304	50,123,354	20,394,696	48,044,321	22,473,730	397,470,575	255,795,035							

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.



Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Khawas Khan Niazi
Director/President



Ch. Habib-ur-Rehman
Chairman

Condensed Interim Statement of Investment Income

For The Nine Months Period Ended September 30, 2014 (Un-Audited)

	Quarter Ended		Nine Months Ended	
	September 30, 2014 Rupees	September 30, 2013 Rupees	September 30, 2014 Rupees	September 30, 2013 Rupees
Income from non-trading investments:				
Available for sale				
Dividend income	-	-	43,003	9,490,829
Gain / (loss) on sale of 'available for sale' investments	1,136,283	466,734	5,583,616	(549,680)
	1,136,283	466,734	5,626,619	8,941,149
Held to maturity				
Return on Government securities	10,859,788	6,701,528	31,004,473	16,636,184
Return on F.D.R-	2,426,860	1,186,038	7,121,014	8,429,001
Amortization of discount on preference shares	-	-	553,311	-
	14,422,931	8,354,300	44,305,417	34,006,334
(Provision) / Reversal for impairment in value of investment	20,015,897	(2,669,776)	(1,225,042)	(7,434,762)
Investment related expenses	(178,627)	(788,068)	(1,250,451)	(2,006,797)
Net Investment Income	34,260,201	4,896,456	41,829,924	24,564,775

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.



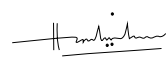
Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Khawas Khan Niazi
Director/President



Ch. Habib-ur-Rehman
Chairman

Notes to the Condensed Interim Financial Statements

For The Nine Months Period Ended September 30, 2014 (Un-Audited)

1 LEGAL STATUS AND NATURE OF BUSINESS

The United Insurance Company of Pakistan Limited (the Company) was incorporated on October 20, 1959 as a Public Limited Company under Defunct Companies Act, 1913, now the Companies Ordinance, 1984, and its shares are quoted on Karachi Stock Exchange (Guarantee) Limited. The Registered Office of the Company is situated at 204, 2nd floor, Madina City Mall, Abdullah Haroon Road, Saddar, Karachi and Head Office is located in Lahore. The principal activity of the Company is General Insurance Business and qualifies as a domestic insurance company under Insurance Ordinance, 2000 and undertakes Fire, Marine, Motor and Miscellaneous General insurance. It has not transacted any insurance business outside Pakistan.

2 BASIS OF PREPARATION

These financial statements have been prepared in accordance with the format of financial statements prescribed under Securities and Exchange Commission (Insurance) Rules, 2002, [SEC (Insurance) Rules, 2002, vide S.R.O. 938 dated December 12, 2002.

2.1 STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with the requirements of International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Ordinance, 1984, the Insurance Ordinance, 2000 and SEC (Insurance) Rules, 2002. In case requirements differ, the provisions or directives of the Companies Ordinance, 1984, the Insurance Ordinance, 2000 and the SEC (Insurance) Rules, 2002 shall prevail.

These condensed interim financial statements do not include all the information and disclosures 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, 2013.

2.2 BASIS OF MEASUREMENT

These financial statements have been prepared under the historical cost convention except that certain financial instruments are carried at fair value and staff retirement benefits are stated at present value.

2.3 FUNCTIONAL AND PRESENTATION CURRENCY

These financial statements are presented in Pakistan rupees, which is also the Company's functional and presentation currency. All financial information presented in Pakistan rupees are rounded off to nearest rupees unless otherwise stated.

2.4 USE OF ESTIMATES AND JUDGMENTS

The preparation of the condensed interim financial statement requires management to make judgments, 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 judgments made by management and the key sources of estimating uncertainty in preparation of these condensed interim financial statements were same as those applied to the annual financial statements for the year ended December 31, 2013.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of the condensed interim financial report as at September 30, 2014 are the same as those adopted in the preparation of the financial statements for the year ended December 31, 2013.

Notes to the Condensed Interim Financial Statements

For The Nine Months Period Ended September 30, 2014 (Un-Audited)

3.1 New, amended and revised International Financial Reporting (IFRSs) standards and interpretations of IFRSs

The Company has adopted the following revised standards, amendments and interpretation of IFRSs which became effective for the current period:

IAS 32 - Offsetting Financial Assets and Financial Liabilities - (Amendment)

IAS 36 - Recoverable Amount for Non - Financial Assets (Amendment)

IAS 39 - Novation of Derivatives and Continuation of Hedge

IFRIC 21 - Levies

The adoption of the above revision and amendments of the standards did not have any major effect on the condensed interim financial statement.

3.2 PREMIUM DEFICIENCY RESERVE

No provision for premium deficiency has been made as the unearned premium reserve for each class of business as at the end of nine months is adequate to meet the expected future liability, after re-insurance, from claims and other expenses, expected to be incurred after the balance sheet date in respect of policies in force at the balance sheet date.

4 MANAGEMENT OF INSURANCE AND FINANCIAL RISK

Insurance and financial risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended December 31, 2013.

5 PAID-UP-SHARE CAPITAL

September 30, 2014	December 31, 2013		(Unaudited) September 30, 2014	(Audited) December 31, 2013
(Number of shares)			(Rupees)	
		Paid up capital for general insurance	59,634,750	109,634,750
		Statutory fund for Window Takaful Operations	50,000,000	-
10,963,475	10,963,475	Ordinary shares of Rs. 10/- each fully paid in cash	109,634,750	109,634,750
81,036,525	59,230,804	Ordinary shares of Rs. 10/- each issued as fully paid bonus shares	810,365,250	592,308,046
<u>92,000,000</u>	<u>70,194,279</u>		<u>920,000,000</u>	<u>701,942,796</u>
		Reconciliation of issued, subscribed and paid up share capital		
70,194,279	57,068,520	At the beginning of the period	701,942,796	570,685,200
21,805,721	13,125,759	Bonus shares issued during the period	218,057,204	131,257,596
<u>92,000,000</u>	<u>70,194,279</u>		<u>920,000,000</u>	<u>701,942,796</u>

6 DEFERRED LIABILITIES

Provisions in respect of deferred liabilities, for the period under review, is estimated only and final liability will be determined on the basis of annual results.

Notes to the Condensed Interim Financial Statements

For The Nine Months Period Ended September 30, 2014 (Un-Audited)

7 CONTINGENCIES AND COMMITMENTS

7.1 Contingencies

There is no change in the status of contingent liabilities since the end of last annual reporting period ended December 31, 2013.

7.2 Commitments

Commitments against purchase of property as at September 30, 2014 amounting to Rs. Nil (December 2013: Rs. 23,000,000/-)

	Note	(Unaudited) September 30, 2014	(Audited) December 31, 2013
(Rupees)			
8 INVESTMENTS			
Available for sale			
Marketable securities	8.1	47,012,769	94,276,049
Less: Provision for impairment in value in investment		(7,135,912)	(5,910,870)
		39,876,857	88,365,179
Held to maturity		380,794,236	324,128,070
		420,671,093	412,493,249
8.1 Available for sale			
- Listed shares		47,012,769	94,276,049
		47,012,769	94,276,049

Market value of available for sale investment is Rs. 39,878,130/- (December 31, 2013: Rs. 90,493,840/-)

9 INVESTMENTS IN ASSOCIATES

Investment In Apna Micro finance Bank Limited	9.1	193,833,989	-
Share of loss from Apna Micro finance Bank Limited		(2,476,463)	-
		191,357,526	-

9.1 Company has purchased 34,018,838 Shares of Apna Micro finance Bank Limited (hereafter referred as associated company) during 3rd Quarter 2014 which represents 30.93% of paid up capital of associated company. Share of loss of associated company is accounted for by using equity method as per International Accounting Standard-28 "Investment in associates and joint ventures" and is based on unaudited results of the associated company as at September 30, 2014.

10 NET ASSETS IN WINDOW TAKAFUL OPERATIONS

Assets in Window Takaful Operations	10.1	50,000,000	-
Loss from Window Takaful Operations		(4,302,252)	-
		45,697,748	-

10.1 The condensed interim financial information of United Window Takaful Operations is also appended with this condensed financial information in accordance with regulation 11(b) of Takaful Rules 2012.

Notes to the Condensed Interim Financial Statements

For The Nine Months Period Ended September 30, 2014 (Un-Audited)

	Note	(Unaudited) September 30, 2014	(Audited) December 31, 2013
(Rupees)			
11 PREMIUM DUE BUT UNPAID			
Unsecured			
- Considered good		481,762,850	458,363,262
- Considered doubtful		10,567,034	26,262,634
		492,329,884	484,625,896
Provision for doubtful balances	11.1	(10,567,034)	(26,262,634)
		481,762,850	458,363,262
11.1 Provision for doubtful balances			
Opening provision		26,262,634	29,014,195
Charge for the period / year		2,905,656	7,788,326
Bad debts recovered during the period / year		(18,601,256)	(10,539,887)
		10,567,034	26,262,634
12 ADDITIONS / DELETIONS IN FIXED ASSETS			

Following are the major additions at cost and deletions at net book value in fixed assets:

	Additions / Transfers		Deletions / Transfers	
	September 30, 2014	September 30, 2013	September 30, 2014	September 30, 2013
Tangible Owned Assets	(Rupees)		(Rupees)	
Land freehold	-	32,350,600	-	49,666,334
Building	35,500,000	23,311,565	-	19,246,944
Furniture, fixture, office and computer equipments	6,783,390	5,801,633	223,557	2,583,983
Motor vehicles	7,951,954	36,588,220	572,556	2,421,771
Motor tracking devices	19,068,000	16,525,000	-	-
Leased Assets				
Leased vehicles	53,961,500	6,153,000	5,014,973	12,316,834
Capital Work in Progress	8,311,438	120,000	-	-
	131,576,282	120,850,018	5,811,086	86,235,866

Notes to the Condensed Interim Financial Statements

For The Nine Months Period Ended September 30, 2014 (Un-Audited)

13 SEGMENT REPORTING

The company has four primary business segments for reporting purpose namely fire, marine, motor and miscellaneous.

Assets and liabilities, wherever possible, have been assigned to the following segments based on specific identification or allocated on the basis of gross premium written by the segments.

	Rupees									
	FIRE		MARINE		MOTOR		MISCELLANEOUS		TOTAL	
	Sept 30, 2014	Dec 31, 2013	Sept 30, 2014	Dec 31, 2013	Sept 30, 2014	Dec 31, 2013	Sept 30, 2014	Dec 31, 2013	Sept 30, 2014	Dec 31, 2013
OTHER INFORMATION										
Segment assets	843,738,202	199,792,166	117,771,936	99,686,517	265,718,707	305,000,136	1,062,058,450	787,212,167	2,289,287,295	1,391,690,986
Unallocated assets									1,873,938,545	1,616,511,702
TOTAL ASSETS									4,163,225,840	3,008,202,688
Segment liabilities	833,317,899	231,017,434	112,886,478	115,266,398	340,525,537	352,668,225	1,033,417,958	910,244,570	2,320,147,871	1,609,196,627
Unallocated liabilities									242,073,921	177,554,713
TOTAL LIABILITIES									2,562,221,792	1,786,751,340

Notes to the Condensed Interim Financial Statements

For The Nine Months Period Ended September 30, 2014 (Un-Audited)

14 RELATED PARTY TRANSACTIONS

Related parties comprise directors, major shareholders, key management personnel, associated companies, entities with common directors and employee retirement benefit funds. The transactions with related parties are carried out at commercial terms and conditions and compensation to key management personnel is on employment terms. The transactions and balances if any with related parties other than those which have been specifically disclosed elsewhere in these financial statements are as follows:

Transactions	Quarter ended	Quarter ended	Nine months period ended	Nine months period ended
	September 30, 2014	September 30, 2013	September 30, 2014	September 30, 2013
	Rupees		Rupees	
APNA Microfinance Bank Limited.				
Account Balance	(1,692,883)	-	140,737	-
TDR	(22,400,000)	-	7,600,000	-
United Track System (Pvt.) Ltd.				
Motor tracking devices	5,093,000	-	19,068,000	5,506,000
Devices charges	14,760,137	-	40,714,781	18,032,010
Devices monitoring charges	4,622,300	-	12,093,700	8,159,331
Rental income	150,000	-	450,000	205,000
Staff retirement benefits plan				
Gratuity payments	529,400	1,463,500	1,698,520	4,207,134

15 TAXATION

Provision in respect of taxation, for the period under review, is estimated only and final liability will be determined on the basis of annual results.

16 DATE OF AUTHORIZATION FOR ISSUE

The condensed interim financial information was authorized for issue in accordance with a resolution of board of directors of the company on October 30, 2014.

17 CORRESPONDING FIGURES

Corresponding figures have been re-classified and re-arranged, wherever necessary, to conform with the current classification. However, there are no material re-classification to report.



Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Khawas Khan Niazi
Director/President



Ch. Habib-ur-Rehman
Chairman

Financial
Statements
Window Takaful Operations
For the period ended September 30, 2014

WINDOW TAKAFUL OPERATIONS

Condensed Interim Balance Sheet

As at September 30, 2014 (Un-Audited)

	Note	Unaudited September 30, 2014 Rupees
SHAREHOLDERS' FUND -(SHF)		
Statutory reserve	4	50,000,000
Accumulated loss for the period		(4,302,252)
		45,697,748
WAQF/PARTICIPANTS' TAKAFUL FUND -(PTF)		
Ceded money	5	500,000
Accumulated deficit		(185,871)
		314,129
Underwriting provisions - (PTF)		
Provision for unearned contribution		504,014
Provision for unearned retakaful rebate		26,937
Total underwriting provisions		530,951
Deferred liabilities - (SHF)		
Staff retirement benefits		169,600
Creditors and accruals		
Amount due to other takaful/retakaful - (PTF)		256,487
Wakala fee payable to SHF-(PTF)		203,343
Other creditors and accruals		17,585,846
		18,045,676
Total liabilities		18,746,227
TOTAL FUNDS AND LIABILITIES		64,758,104
Contingencies & Commitments		

The annexed notes from 1 to 9 form an integral part of this condensed interim financial information.



Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director





WINDOW TAKAFUL OPERATIONS

Condensed Interim Balance Sheet

As at September 30, 2014 (Un-Audited)

	Unaudited September 30, 2014 Rupees
CASH AND BANK DEPOSITS	
Current and other accounts	63,435,529
Other Assets	
Contribution due but unpaid -(PTF)	347,245
Prepaid retakaful contribution ceded-(PTF)	272,737
Deferred commission expense -(SHF)	86,274
Sundry receivables -(SHF)	503,343
	1,209,599
Fixed assets-Tangibles -(SHF)	
Furniture, fixture, office & computer equipment	112,976
TOTAL ASSETS	64,758,104


 Khawas Khan Niazi
 Director/President


 Ch. Habib-ur-Rehman
 Chairman

WINDOW TAKAFUL OPERATIONS

Condensed Interim Profit And Loss Account

For The Period Ended September 30, 2014 (Un-Audited)

	Note	Fire	Marine	Motor	Misc	From Aug 18, 2014 to Sept 30, 2014
PTF Revenue account						
Net Contribution revenue		(113,112)	(11,578)	(62,352)	-	(187,042)
Net claims		-	-	-	-	-
Direct expenses		-	-	-	-	-
Rebate on retakaful		1,060	111	-	-	1,171
Underwriting results		<u>(112,052)</u>	<u>(11,467)</u>	<u>(62,352)</u>	<u>-</u>	<u>(185,871)</u>
Deficit for the period						<u>(185,871)</u>
Accumulated Deficit						
Balance at the beginning of the period						-
Deficit for the period						(185,871)
Accumulated deficit at the end of the period						<u>(185,871)</u>
SHF Revenue account						
Wakala fee		122,420	14,241	66,682	-	203,343
Commission expenses		(2,529)	(283)	(939)	-	(3,751)
Management expenses	6	<u>(1,895,808)</u>	<u>(220,534)</u>	<u>(1,032,649)</u>	<u>-</u>	<u>(3,148,991)</u>
		<u>(1,775,917)</u>	<u>(206,576)</u>	<u>(966,906)</u>	<u>-</u>	<u>(2,949,399)</u>
General & administration expenses	7					<u>(1,352,853)</u>
Loss before tax						<u>(4,302,252)</u>
Taxation						
- Current						-
- Deferred						-
						-
Loss after tax						<u>(4,302,252)</u>
Profit & (loss) appropriation account:						
Balance at the beginning of the period						-
Total comprehensive loss for the period						(4,302,252)
Accumulated loss for the period						<u>(4,302,252)</u>

The annexed notes from 1 to 9 form an integral part of this condensed interim financial information.



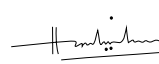
Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Khawas Khan Niazi
Director/President



Ch. Habib-ur-Rehman
Chairman



WINDOW TAKAFUL OPERATIONS

Condensed Interim Statement of Comprehensive Income

For The Period Ended September 30, 2014 (Un-Audited)

	From Aug 18, 2014 to Sept 30, 2014
	Rupees
Shareholders' Fund (SHF)	
Loss for the period	(4,302,252)
Other comprehensive income	-
Total comprehensive loss for the period	<u>(4,302,252)</u>

The annexed notes from 1 to 9 form an integral part of this condensed interim financial information.

Mohammed Rahat Sadiq
Chief Executive Officer

Huma Waheed
Director

Khawas Khan Niazi
Director/President

Ch. Habib-ur-Rehman
Chairman

WINDOW TAKAFUL OPERATIONS

Condensed Interim Statement of Changes In Equity

For The Period Ended September 30, 2014 (Un-Audited)

Description	Shareholders Fund (SHF)		
	Statutory Reserves	Accumulated loss	Total
	-----Rupees-----		
Balance as at the beginning of the period	-	-	-
Statutory reserves	50,000,000	-	50,000,000
Loss for the period	-	(4,302,252)	(4,302,252)
Other comprehensive income for the period	-	-	-
Total Comprehensive income for the period	-	(4,302,252)	(4,302,252)
Balance as at September 30, 2013	<u>50,000,000</u>	<u>(4,302,252)</u>	<u>45,697,748</u>

Description	Participant Takaful Fund (PTF)		
	Ceded Money	Accumulated deficit	Total
	-----Rupees-----		
Balance as at the beginning of the period	-	-	-
Waqf Money	500,000	-	500,000
deficit for the period	-	(185,871)	(185,871)
Balance as at September 30, 2014	<u>500,000</u>	<u>(185,871)</u>	<u>314,129</u>

The annexed notes from 1 to 9 form an integral part of this condensed interim financial information.



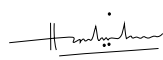
Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Khawas Khan Niazi
Director/President



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Chairman

WINDOW TAKAFUL OPERATIONS

Condensed Interim Statement of Cash Flows

For The Period Ended September 30, 2014 (Un-Audited)

	Unaudited 2014 Rupees
Operating cash flows:	
a) Takaful activities:	
Contribution received	184,928
Retakaful contribution paid	(28,108)
Commission paid	(90,024)
Retakaful rebate received	28,108
<i>Net cash inflow from underwriting activities</i>	94,904
b) Other operating activities:	
General management expenses paid	13,457,048
Other operating payments	(503,343)
<i>Net cash outflow from other operating activities</i>	12,953,705
<i>Net cash flow from all operating activities</i>	13,048,609
Investment activities:	
Fixed capital expenditure	(113,079)
<i>Net cash flow from investing activities</i>	(113,079)
Financing activities:	
Statutory reserve	50,000,000
Ceded money	500,000
<i>Net cash flow from financing activities</i>	50,500,000
Net cash inflow/(outflow) from all activities	63,435,529
Cash and cash equivalents at the beginning of the period	-
Cash and cash equivalents at the end of the period	63,435,529

WINDOW TAKAFUL OPERATIONS

Condensed Interim Statement of Cash Flows

For The Period Ended September 30, 2014 (Un-Audited)

	Unaudited 2014 Rupees
Reconciliation of profit and loss account	
Net cash inflow from operating activities	13,048,609
Depreciation	(103)
Increase/(decrease) in assets other than cash	1,209,598
(Increase)/decrease in Liabilities	(18,746,227)
Loss for the period	(4,488,123)
PTF Balance	(185,871)
SHF Balance	(4,302,252)
	(4,488,123)

Definition of cash and cash equivalents

Cash for the purpose of the statement of cash flows comprises of cash in hand, bank balances and other assets which are readily convertible to cash and used for cash management for day to day business operations.

Cash for the purpose of cash flows comprises of:

Cash and cash equivalents	63,435,529
	63,435,529



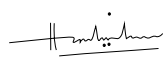
Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Khawas Khan Niazi
Director/President



Ch. Habib-ur-Rehman
Chairman

WINDOW TAKAFUL OPERATIONS

Notes to the Condensed Interim Financial Statements

For The Period Ended September 30, 2014 (Un-Audited)

1 LEGAL STATUS AND NATURE OF BUSINESS

The company was incorporated on October 20, 1959 as a Public Limited Company and its shares are quoted on Karachi Stock Exchange (Guarantee) Limited. The Registered Office of the Company is situated at 204, 2nd floor, Madina City Mall, Abdullah Haroon Road, Saddar, Karachi and Head Office is in Lahore. The principal activity of the Company is General Insurance Business and qualifies as a domestic insurance company under Insurance Ordinance, 2000 and undertakes Fire, Marine, Motor and Miscellaneous General insurance.

The Company has been allowed to work as Window Takaful Operator through Licence No.1 on August 18, 2014 by Securities and Exchange Commission of Pakistan under Window Takaful Rules, 2012 to carry on Islamic General Insurance in Pakistan . It has not transacted any business outside Pakistan.

For the purpose of carrying on the takaful business, the company has formed a waqf fund for participants. The Waqf namely United Insurance Company Limited (Window Takaful Operations)-Waqf Fund (hereafter referred to as participant takaful fund (PTF)) on June 09, 2014 under a trust deed executed by the Company with a ceded money of Rs. 500,000/- . Waqf deed also governs the relationship of shareholders and policy holders for management of takaful operations, investment policy holders funds and investment of shareholders' funds as approved by shariah advisor of the company.

2 BASIS OF PREPARATION

This condensed interim financial information is unaudited and are being submitted to the shareholders as required under Section 245 of the Companies Ordinance, 1984 and Listing Regulations of Karachi Stock Exchange. These interim condensed financial statements have been prepared in accordance with the requirements of International Accounting Standard 34 " Interim Financial Reporting " as applicable in Pakistan and in the format prescribed by the Securities & Exchange Commission of Pakistan (SECP) through SEC (Insurance) Rules, 2002 vide SRO 938 dated December 12, 2002 with appropriate modifications on the advice of Shariah advisor of the Company.

These financial statements reflect the financial position and results of window takaful operations of both the company and the PTF in a manner that assets, liabilities, income and expenses of the company and PTF remains separately identifiable.

2.1 STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board and Islamic Financial Accounting Standard (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as are notified under the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984, Insurance Ordinance, 2000, and SEC (Insurance) Rules, 2002 and Takaful Rules, 2012. In case requirements differ, the provisions or directives of the Companies Ordinance, 1984, Insurance Ordinance, 2000, SEC (Insurance) Rules, 2002 shall prevail. Securities and Exchange commission of Pakistan is in process of issuing accounting guidelines for window takaful operators for better presentation of financial information in financial statements. These financial statements have been prepared by using best estimates and judgements of the management of the company.

2.2 BASIS OF MEASUREMENT

These financial statements have been prepared on the basis of the historical cost convention.

WINDOW TAKAFUL OPERATIONS

Notes to the Condensed Interim Financial Statements

For The Period Ended September 30, 2014 (Un-Audited)

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

In accordance with the statement of compliance as given in note no 2.1, the company has adopted applicable accounting policies and methods of computations for the preparation of condensed interim financial statements.

The policies will be explained in the annual financial statements for the year ending December 31, 2014

	Note	2014 (Rupees)
4 STATUTORY RESERVES		
Statutory reserves	4.1	50,000,000
4.1		
Amount of Rs 50 million is deposited as statutory reserves to comply with provisions of para 4 of Circular No 8 of 2014 read with section 11(c) of Takaful Rules, 2012 issued by Securities and Exchange Commission which states that <i>"Every insurer who is interested to commence window takaful business shall transfer an amount of not less than 50 million Rupees to be deposited in a separate bank account for window takaful business duly maintained in a scheduled bank"</i> .		
5 CEDED MONEY		
Waqf money	5.1	500,000
5.1		
The amount of Rs.500,000/- has been set a part for Waqf Fund/Participant Takaful Fund as waqf money according to the Waqf deed prepared for the purpose of creation of Waqf Fund/Participant Takaful Fund.		
6 MANAGEMENT EXPENSES		
Advertising expenses		2,558,991
Office repair and maintenance		390,000
Rent, rates and taxes		150,000
Other expenses		50,000
		<u>3,148,991</u>
6.1		
Management expense are apportioned to each segments on the basis of wakala fee.		
7 ADMINISTRATION EXPENSES		
Salaries and wages		678,400
Shariah advisor fee		376,250
Printing and stationery		128,500
Depreciation expense		103
Gratuity expense	7.1	169,600
		<u>1,352,853</u>
7.1		
Provision for gratuity is calculated on estimated basis. Final liability will be determined on the basis of actuarial valuation as at December 31, 2014.		

WINDOW TAKAFUL OPERATIONS

Notes to the Condensed Interim Financial Statements

For The Period Ended September 30, 2014 (Un-Audited)

8 DATE OF AUTHORISATION FOR ISSUE

The financial statements have been authorized for issue on October 30, 2014 by the board of directors of the company.

9 GENERAL

-These condensed interim financial information has been prepared for the period from August 18, 2014 to September 30, 2014.

-Figures have been rounded off to the nearest rupee for better presentation.



Mohammed Rahat Sadiq
Chief Executive Officer



Huma Waheed
Director



Khawas Khan Niazi
Director/President



Ch. Habib-ur-Rehman
Chairman

