

Interim Condensed Statement of Cash Flows (Unaudited)

for the three months period ended 31 March 2011

	2011	2010
	(Rupees in '000)	
Operating cash flows		
(a) Underwriting activities		
Premiums received	1,217,601	971,081
Reinsurance premiums paid	(815,894)	(640,806)
Claims paid	(536,333)	(427,919)
Reinsurance and other recoveries received	166,469	176,038
Commissions paid	(115,888)	(86,566)
Commissions received	81,305	50,291
Other underwriting payments (management expenses)	(131,931)	(116,455)
Net cash (outflow) from underwriting activities	(134,671)	(74,336)
(b) Other operating activities		
Income tax paid	(43,770)	(8,267)
General and administration expenses paid	(5,222)	(1,987)
Other operating payments	(212,463)	(205,288)
Other operating receipts	283,958	253,298
Loans advanced	(175)	(501)
Loans repayment received	288	370
Net cash inflow from other operating activities	22,616	37,625
Total cash (outflow) from all operating activities	(112,055)	(36,711)
Investment activities		
Profit / return received	17,891	51,642
Dividends received	19,321	10,613
Rentals received - net of expenses	11,014	24,780
Payments for purchase of investments / investment property	(1,125,670)	(1,991,140)
Proceeds from disposal of investments	663,417	1,229,680
Fixed capital expenditure	(6,388)	(6,088)
Proceeds from disposal of fixed assets	79	651
Total cash (outflow) from investing activities	(420,336)	(679,862)
Financing activities		
Dividends paid	(19)	(5)
Total cash (outflow) from financing activities	(19)	(5)
Net cash (outflow) from all activities	(532,410)	(716,578)
Cash at beginning of three months period	974,483	2,002,832
Cash at end of three months period	442,073	1,286,254



Interim Condensed Statement of Cash Flows (Unaudited) - continued

for the three months period ended 31 March 2011

	2011	2010
	(Rupees in '000)	
Reconciliation to profit and loss account		
Operating cash flows	(112,055)	(36,711)
Depreciation / amortisation expense	(6,037)	(5,928)
Profit on disposal of fixed assets	17	241
Profit on disposal of investments	32,507	36,752
Dividend income	41,782	34,607
Rental income	21,859	18,204
Other investment income	31,559	49,607
Increase in assets other than cash	1,017,643	620,041
(Increase) in liabilities other than running finance	(891,231)	(568,845)
Profit after taxation	136,044	147,968

Definition of cash

Cash comprises of cash in hand, policy stamps, bond papers, cheques in hand, bank balances and other deposits which are readily convertible to cash in hand and which are used in the cash management function on a day-to-day basis.

Cash for the purposes of the Statement of Cash Flows consists of:

Cash and bank deposits

Cash and other equivalents

Cash	1,025	670
Policy stamps and bond papers in hand	2,086	3,223
	3,111	3,893

Current and other accounts

Current accounts	110,742	67,194
PLS savings accounts	303,220	440,986
	413,962	508,180

Deposits maturing within 3 months (encashable on demand)

Term deposits *	25,000	774,181
	442,073	1,286,254

* This does not include term deposits amounting to Rs.0.3 million (2010: Rs.0.3 million) placed under lien and those deposits having maturity exceeding three months amounting to Rs. 1.10 million (2010 : Rs. 25 million).

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


Towfiq H. Chinoy
Chairman


Akbarali Pesnani
Director


Aly Noormahomed Rattansey
Director


Tahir Ahmed
Managing Director
(Chief Executive)

