



On behalf of the Board of Directors we present the interim un-audited Financial Statements for the nine months ended 30th September, 2010.

Business Overview:

The results for the nine months are summarized below:

	2010 (30 September)	2009 (30 September)
	(Rupees in '000)	
Premium written	3,630,426	3,398,508
Net premium revenue	1,812,400	1,695,159
Underwriting result	(90,347)	96,807
Investment income	338,626	344,800
Profit before tax	261,047	429,416
Profit after tax	219,659	347,521
Earning per share (Rupees)	2.78	4.39

By the grace of Allah the Company was able to grow its written premium by 7% to Rs.3.63 billion during the period under review despite difficult business conditions, which have otherwise restricted insurance industry's overall growth to under 3%. The higher growth in written premium is mainly due to growth in Marine, Health and Miscellaneous portfolios. The net premium has increased by 7% to Rs.1.81 billion owing to growth in the above mentioned business areas.

The unprecedented floods that ravaged the country in July - September resulted in loss of over 1,800 precious lives besides catastrophic material and economic losses. NJI being a major insurer of the country has been hit by losses in Fire and Miscellaneous portfolios. Consequently, the Company's underwriting result (which otherwise would have shown a healthy underwriting profit of Rs.98 million) shows a loss of Rs.90 million.

The investment income has reduced slightly to Rs.339 million mainly owing to a decrease in return on bank deposits.

Future Outlook:

The business environment remains challenging but we hope to carry the growth momentum in the final quarter and reduce underwriting losses.

Towfiq H. Chinoy
Chairman

Karachi: October 27, 2010