

**Accounts for the half year ended  
30 June 2014 (Unaudited)**



**Jubilee General Insurance Company Limited**

## Corporate Information

Chairman of the Board of Directors	Towfiq H. Chinoy	(Non-Executive Director)
Directors	Sadrudin Hashwani Akbarali Pesnani John Joseph Metcalf R. Zakir Mahmood Aly Noormahomed Rattansey Amin A. Hashwani Aamir Hasan Irshad	(Non-Executive Director) (Non-Executive Director) (Non-Executive Director) (Non-Executive Director) (Non-Executive Director) (Non-Executive Director) (Non-Executive Director)
President & Managing Director (Chief Executive)	Tahir Ahmed	(Executive Director)
Company Secretary	Atiq Anwar Mahmudi	
Auditors	KPMG Taseer Hadi & Company	
Legal Advisor	Surridge & Beecheno	
Bankers	Habib Bank Limited Standard Chartered Bank (Pakistan) Limited. United Bank Limited Soneri Bank Limited Faysal Bank Limited Bank Alfalah Limited	
Share Registrar	THK Associates (Pvt) Ltd 2nd Floor, State Life Building No. 3, Dr. Ziauddin Ahmed Road, Karachi. Tel: 35689021, 35686658	
Head Office / Registered Office	2nd Floor, Jubilee Insurance House I. I. Chundrigar Road, Karachi, Pakistan UAN : (92-21) 111 - 654 - 111 Tel : (92-21) 32416022-26 Fax : (92-21) 32416728 , 32438738 TollFree : 0800-03786 E-Mail : info@jubileegeneral.com.pk Website : www.jubileegeneral.com.pk	

## Directors' Review

The Board of Directors is pleased to present before you the un-audited financial statements of the Company for the six months ended 30th June, 2014.

### Business Overview:

The results for the first six months are summarized below:

	2014 30 June	2013 30 June
	(Rupees in ..000)	
Premium Written	4,224,681	3,619,412
Net Premium	1,843,756	1,669,720
Underwriting Result	84,291	115,741
Investment Income	493,766	426,707
Profit before tax	577,494	538,570
Profit after tax	505,501	456,899
Earning Per Share (Rs.)	3.22	2.91

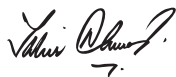
By the grace of Allah, almost all classes of business have contributed to the growth of written premium which increased by 17% to Rs.4.22 billion. Net premium also increased by more than 10% to Rs.1.84 billion.

The Company has posted reduced underwriting profit of Rs.84 million (2013:Rs.116 million) mainly due to unexpected marine cargo loss following the unfortunate incident at Karachi Airport in June 2014. However, the investment income has grown strongly by 16% to reach Rs.494 million.

### Future Outlook:

The recent charged political environment is affecting the progress of many infra-structure projects in the pipeline. However, we are hopeful of improving underwriting performance and maintaining our progress over the remaining half of 2014.

On behalf of the Board.



Tahir Ahmed  
Managing Director & Chief Executive

Karachi: August 21, 2014



**KPMG Taseer Hadi & Co.**  
Chartered Accountants  
Sheikh Sultan Trust Building No. 2  
Beaumont Road  
Karachi, 75530 Pakistan

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**Independent auditors' review report to the members of Jubilee  
General Insurance Company Limited**

***Introduction***

We have reviewed the accompanying

- i. condensed interim balance sheet;
- ii. condensed interim profit and loss account;
- iii. condensed interim statement of comprehensive income;
- iv. condensed interim cash flow statement;
- v. condensed interim statement of changes in equity;
- vi. condensed interim statement of premiums;
- vii. condensed interim statement of claims;
- viii. condensed interim statement of expenses; and
- ix. condensed interim statement of investment income

of **Jubilee General Insurance Company Limited** ("the Company") together with notes to the accounts for the six-month period then ended 30 June 2014 (here-in-after referred to as the "condensed interim financial information"). Management is responsible for the preparation and presentation of the condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for Interim Financial Reporting. Our responsibility is to express a conclusion on the condensed interim financial information based on our review.

***Scope of Review***

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

***Conclusion***

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for Interim Financial Reporting.

***Other Matters***

The figures for the three months period ended 30 June 2014 in the condensed interim financial information have not been reviewed and we do not express a conclusion on them.

The financial statements of the Company for the year ended 31 December 2013 and six months period ended 30 June 2013 were audited / reviewed by another firm of chartered accountants who have expressed unmodified opinion / conclusion dated 12 February 2014 and 23 August 2013 thereon respectively.

Date: August 21, 2014  
Karachi:

**KPMG Taseer Hadi & Co.**  
Chartered Accountants  
Muhammad Nadeem

KPMG Taseer Hadi & Co., a Partnership firm registered in Pakistan and a member firm of the KPMG network of independent member firm affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity

## Condensed Interim Balance Sheet

As at 30 June 2014

	Note	30 June	31 December
		2014 (Unaudited)	2013 (Audited)
(Rupees in '000)			
<b>Share capital and reserves</b>			
Authorised share capital: 200,000,000 (2013: 150,000,000) Ordinary shares of Rs.10 each		2,000,000	1,500,000
Issued, subscribed and paid-up share capital [156,910,073 (2013: 136,443,544) Ordinary shares of Rs.10 each]		1,569,100	1,364,435
Retained earnings		527,481	1,055,976
Reserves		2,759,384	2,339,384
		4,855,965	4,759,795
<b>Underwriting provisions</b>			
Provision for outstanding claims (including IBNR)		3,643,011	3,142,956
Provision for unearned premium		3,073,450	2,334,671
Commission Income unearned		137,028	101,385
Total underwriting provisions		6,853,489	5,579,012
<b>Deferred liabilities</b>			
Staff retirement benefits		194	336
<b>Creditors and accruals</b>			
Premium received in advance		111,278	60,003
Amount due to other insurers / reinsurers		1,117,946	612,567
Accrued expenses		93,469	40,243
Taxation-provision less payments		176,114	176,504
Other creditors and accruals	7	569,420	481,594
		2,068,227	1,370,911
<b>Other liabilities</b>			
Deposits and other payables		1,136,995	1,065,084
Unclaimed dividend		46,598	36,814
		1,183,593	1,101,898
<b>TOTAL LIABILITIES</b>		10,105,503	8,052,157
<b>TOTAL EQUITY AND LIABILITIES</b>		14,961,468	12,811,952
<b>CONTINGENCY</b>	8		

The annexed notes from 1 to 19 form an integral part of these condensed interim financial information.

	Note	30 June	31 December
		2014 (Unaudited)	2013 (Audited)
(Rupees in '000)			
<b>Cash and bank deposits</b>			
Cash and other equivalents		5,700	2,383
Current and other accounts		739,641	886,902
Deposits maturing within 12 months		129,956	121,100
		<u>875,297</u>	<u>1,010,385</u>
<b>Loans to employees</b>		588	519
<b>Investments</b>	9	7,110,954	7,302,557
<b>Investment properties</b>	10	675,801	156,427
<b>Deferred taxation</b>		28,634	31,545
<b>Current assets - others</b>			
Premium due but unpaid		1,889,980	897,723
Amount due from other insurers / reinsurers		117,069	78,022
Reinsurance recoveries due but unpaid		156,337	165,563
Salvage recoveries accrued		43,303	47,125
Accrued investment income		21,841	20,704
Reinsurance recoveries against outstanding claims		2,018,683	1,630,601
Deferred commission expense		260,752	200,814
Prepayments	11	1,565,655	1,090,113
Sundry receivables	12	64,593	40,448
		<u>6,138,213</u>	<u>4,171,113</u>
<b>Fixed assets</b>			
<b>Tangible and intangible</b>	13		
Buildings		5,899	6,040
Furniture and fixtures		20,331	22,588
Office equipment		61,658	62,196
Computer equipment		12,301	12,722
Vehicles		4,651	4,773
Computer software		27,141	31,087
		<u>131,981</u>	<u>139,406</u>
<b>TOTAL ASSETS</b>		<u><u>14,961,468</u></u>	<u><u>12,811,952</u></u>



R. Zakir Mahmood  
Director



Aly Noormahomed Rattansey  
Director



Akbarali Pesnani  
Director



Tahir Ahmed  
Managing Director  
(Chief Executive)

# Condensed Interim Profit And Loss Account (Unaudited)

For the six months period ended 30 June 2014

	Three months period ended 30 June							2014	2013
	Fire and property	Marine, aviation and transport	Motor	Liability	Accident and health	Others	Treaty	Aggregate	Aggregate
Note	(Rupees in '000)								
<b>Revenue account</b>									
Net premium revenue	172,204	115,048	228,473	10,827	229,535	148,694	-	904,781	852,150
Less:									
Net claims	97,788	119,610	78,771	(3,187)	187,761	74,286	-	555,029	495,364
Expenses	47,207	32,222	62,506	3,004	62,443	40,612	-	247,994	209,369
Net commission	31,085	21,180	20,126	(2,555)	10,044	4,447	-	84,327	74,086
<b>Underwriting result</b>	<u>(3,876)</u>	<u>(57,964)</u>	<u>67,070</u>	<u>13,565</u>	<u>(30,713)</u>	<u>29,349</u>	<u>-</u>	<u>17,431</u>	<u>73,331</u>
Investment income								167,665	171,569
Rental income								22,217	28,691
Return on bank deposits								15,958	15,818
Other income								1,203	44
General and administration expenses								(18,688)	(17,920)
Share of profit of an associate								12,979	8,188
								<u>201,334</u>	<u>206,390</u>
<b>Profit before tax</b>								<u>218,765</u>	<u>279,721</u>
Provision for taxation - current								(16,878)	(48,008)
- deferred								(2,356)	440
								<u>(19,234)</u>	<u>(47,568)</u>
<b>Profit for the period</b>								<u>199,531</u>	<u>232,153</u>

	Six months period ended 30 June							2014	2013
	Fire and property	Marine, aviation and transport	Motor	Liability	Accident and health	Others	Treaty	Aggregate	Aggregate
Note	(Rupees in '000)								
<b>Revenue account</b>									
Net premium revenue	351,533	294,375	455,407	25,258	426,768	290,415	-	1,843,756	1,669,720
Less:									
Net claims	223,458	169,656	191,671	(3,176)	362,870	165,495	-	1,109,974	995,623
Expenses	92,164	77,179	119,398	6,622	111,889	76,140	-	483,392	410,183
Net commission	59,161	46,926	39,830	(5,197)	18,182	7,197	-	166,099	148,173
<b>Underwriting result</b>	<u>(23,250)</u>	<u>614</u>	<u>104,508</u>	<u>27,009</u>	<u>(66,173)</u>	<u>41,583</u>	<u>-</u>	<u>84,291</u>	<u>115,741</u>
Investment income								406,099	338,136
Rental income								54,076	58,938
Return on bank deposits								33,591	29,633
Other (charges) / income								(5,899)	1,316
General and administration expenses								(30,407)	(25,766)
Share of profit of an associate								35,743	20,572
								<u>493,203</u>	<u>422,829</u>
<b>Profit before tax</b>								<u>577,494</u>	<u>538,570</u>
Provision for taxation - current								(69,082)	(82,070)
- deferred								(2,911)	399
								<u>(71,993)</u>	<u>(81,671)</u>
<b>Profit for the period</b>								<u>505,501</u>	<u>456,899</u>
<b>Profit and loss appropriation account :</b>									
Balance at commencement of the period								1,055,976	878,987
Profit for the period								505,501	456,899
Transfer to general reserve								(320,000)	(230,000)
Transfer to special reserve								(100,000)	(100,000)
Issuance of bonus shares: 2014: Rs.1.50 (15%) per share for the year 2013 [2013: Rs.1.50 (15%) per share for the year 2012]								(204,665)	(177,970)
Final cash dividend 2014: Rs.3 (30%) per share for the year 2013 [2013: Rs.3 (30%) per share for the year 2012]								(409,331)	(355,940)
								<u>(528,495)</u>	<u>(407,011)</u>
<b>Balance at end of the period</b>								<u>527,481</u>	<u>471,976</u>
Earnings per share of Rs.10 each - basic and diluted (note 17)								(Rupees) <u>3.22</u>	<u>2.91</u>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial information.



R. Zakir Mahmood  
Director



Aly Noormahomed Rattansay  
Director



Akbarali Pesnani  
Director



Tahir Ahmed  
Managing Director  
(Chief Executive)

# Condensed Interim Statement Of Comprehensive Income (Unaudited)

For the six months period ended 30 June 2014

	Three months period ended 30 June		Six months period ended 30 June	
	2014	2013	2014	2013
	(Rupees in '000)		(Rupees in '000)	
Net profit for the period	199,531	232,153	505,501	456,899
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>199,531</u>	<u>232,153</u>	<u>505,501</u>	<u>456,899</u>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial information.



R. Zakir Mahmood  
Director



Aly Noormahomed Rattansey  
Director



Akbarali Pesnani  
Director



Tahir Ahmed  
Managing Director  
(Chief Executive)



## Condensed Interim Statement Of Cash Flows (Unaudited)

For the six months period ended 30 June 2014

	2014	2013
	(Rupees in '000)	
<b>Operating cash flows</b>		
(a) <b>Underwriting activities</b>		
Premiums received	3,283,699	2,992,774
Reinsurance premiums paid	(1,602,833)	(1,761,081)
Claims paid	(1,772,909)	(1,288,598)
Reinsurance and other recoveries received	748,909	260,036
Commissions paid	(339,978)	(282,150)
Commissions received	185,214	166,614
Other underwriting payments (management expenses)	(423,338)	(349,202)
Net cash inflow / (outflow) from underwriting activities	78,764	(261,607)
(b) <b>Other operating activities</b>		
Income tax paid	(69,472)	(62,480)
General and administration expenses paid	(18,857)	(14,994)
Other operating payments	(550,228)	(497,377)
Other operating receipts	620,125	690,128
Loans advanced	(699)	(838)
Loans repayment received	720	886
Net cash (outflow) / inflow from other operating activities	(18,411)	115,325
<b>Total cash inflow / (outflow) from all operating activities</b>	60,353	(146,282)
<b>Investment activities</b>		
Profit / return received	64,586	54,843
Dividends received	102,219	61,793
Rentals received - net of expenses	79,551	156,909
Payments for purchase of investments / investment property	(5,015,441)	(5,374,686)
Proceeds from disposal of investments	5,008,180	5,804,869
Fixed capital expenditure	(9,368)	(8,290)
Proceeds from disposal of fixed assets	361	679
<b>Total cash inflow from investing activities</b>	230,088	696,117
<b>Financing activities</b>		
Dividends paid	(399,547)	(348,910)
<b>Total cash outflow from financing activities</b>	(399,547)	(348,910)
<b>Net cash (outflow) / inflow from all activities</b>	(109,106)	200,925
Cash at beginning of the period	939,685	1,193,312
Cash at end of the period	830,579	1,394,237

2014	2013
(Rupees in '000)	

## Reconciliation to profit and loss account

Operating cash flows	60,353	(146,282)
Depreciation / amortisation	(16,304)	(16,219)
Loss on disposal of fixed assets	(128)	(460)
Gain on disposal of investments	271,737	248,438
Dividend income	102,339	64,688
Rental income	54,076	58,938
Other investment income	101,356	75,216
Increase in assets other than cash	1,950,900	1,124,547
(Increase) in liabilities other than running finance	(2,018,828)	(951,967)
<b>Profit for the period</b>	<b>505,501</b>	<b>456,899</b>

## 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:

2014	2013
(Rupees in '000)	

## Cash and bank deposits

## Cash and other equivalents

Cash	1,385	384
Policy stamps and bond papers in hand	4,315	2,633
	5,700	3,017

## Current and other accounts

Current accounts	160,298	130,469
PLS savings accounts	579,343	1,171,391
	739,641	1,301,860

## Deposits having maturity within 3 months (encashable on demand)

Term deposits - Local Currency *	25,000	50,000
Term deposits - Foreign Currency*	60,238	39,360
	85,238	89,360

<b>830,579</b>	<b>1,394,237</b>
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\* These do not include term deposits amounting to Rs.1,000 thousand (30 June 2013: Rs. 900 thousand) placed under lien and those deposits having maturity exceeding three months amounting to Rs. 43,718 thousand (30 June 2013: Rs. 67,094 thousand).

The annexed notes from 1 to 19 form an integral part of these condensed interim financial information.



R. Zakir Mahmood  
Director



Aly Noormahomed Rattansey  
Director



Akbarali Pesnani  
Director



Tahir Ahmed  
Managing Director  
(Chief Executive)

## Condensed Interim Statement Of Changes In Equity (Unaudited)

For the six months period ended 30 June 2014

	Reserves							Total Reserves	Total
	Share capital Issued, subscribed and paid-up	Capital reserve Reserve for exceptional losses	Revenue reserves				Total Revenue Reserves		
			General reserves	Special reserve	Retained earnings				
(Rupees in '000)									
Balance as at 01 January 2013	1,186,465	9,384	1,900,000	100,000	878,987	2,878,987	2,888,371	4,074,836	
<b>Changes in equity for the six months period ended 30 June 2013</b>									
Total comprehensive income for the period									
Profit for the period	-	-	-	-	456,899	456,899	456,899	456,899	
Transaction with owners									
- Final cash dividend at Rs.3 (30%) per share for the year 2012	-	-	-	-	(355,940)	(355,940)	(355,940)	(355,940)	
- Issuance of bonus shares @ Rs.1.5 per share (15%) for the year 2012	177,970	-	-	-	(177,970)	(177,970)	(177,970)	-	
	177,970	-	-	-	(533,910)	(533,910)	(533,910)	(355,940)	
Transfer to general reserve	-	-	230,000	-	(230,000)	-	-	-	
Transfer to special reserve	-	-	-	100,000	(100,000)	-	-	-	
<b>Balance as at 30 June 2013</b>	<b>1,364,435</b>	<b>9,384</b>	<b>2,130,000</b>	<b>200,000</b>	<b>471,976</b>	<b>2,801,976</b>	<b>2,811,360</b>	<b>4,175,795</b>	
Balance as at 01 January 2014	1,364,435	9,384	2,130,000	200,000	1,055,976	3,385,976	3,395,360	4,759,795	
<b>Changes in equity for the six months period ended 30 June 2014</b>									
Total comprehensive income for the period									
Profit for the period	-	-	-	-	505,501	505,501	505,501	505,501	
Transaction with owners									
- Final cash dividend at Rs.3 (30%) per share for the year 2013	-	-	-	-	(409,331)	(409,331)	(409,331)	(409,331)	
- Issuance of bonus shares @ Rs.1.5 per share (15%) for the year 2013	204,665	-	-	-	(204,665)	(204,665)	(204,665)	-	
	204,665	-	-	-	(613,996)	(613,996)	(613,996)	(409,331)	
Transfer to general reserve	-	-	320,000	-	(320,000)	-	-	-	
Transfer to special reserve	-	-	-	100,000	(100,000)	-	-	-	
<b>Balance as at 30 June 2014</b>	<b>1,569,100</b>	<b>9,384</b>	<b>2,450,000</b>	<b>300,000</b>	<b>527,481</b>	<b>3,277,481</b>	<b>3,286,865</b>	<b>4,855,965</b>	

The annexed notes from 1 to 19 form an integral part of these condensed interim financial information.



R. Zakir Mahmood  
Director



Aly Noormahomed Rattansey  
Director



Akbarali Pesnani  
Director



Tahir Ahmed  
Managing Director  
(Chief Executive)

# Condensed Interim Statement Of Premiums (Unaudited)

for the six months period ended 30 June 2014

## Business underwritten inside Pakistan

## Three months period ended 30 June

Class	Premiums written	Unearned premium reserve		Premiums earned	Reinsurance ceded	Prepaid reinsurance premium		Reinsurance expense	2014 Net premium revenue	2013 Net premium revenue
		Opening	Closing			Opening	Closing			
(Rupees in '000)										
<b>Direct and facultative</b>										
1. Fire and property damage	278,698	837,242	692,657	423,283	151,236	467,349	367,506	251,079	172,204	179,466
2. Marine, aviation and transport	152,359	83,486	79,003	156,842	34,755	12,815	5,776	41,794	115,048	131,338
3. Motor	215,634	478,310	455,595	238,349	11,634	19,619	21,377	9,876	228,473	218,955
4. Liability	13,650	377,632	266,014	125,268	12,736	357,312	255,607	114,441	10,827	13,231
5. Accident and health	287,666	322,050	380,181	229,535	-	-	-	-	229,535	182,399
6. Miscellaneous	416,075	1,345,890	1,200,000	561,965	273,363	1,025,424	885,516	413,271	148,694	126,761
<b>Total</b>	<b>1,364,082</b>	<b>3,444,610</b>	<b>3,073,450</b>	<b>1,735,242</b>	<b>483,724</b>	<b>1,882,519</b>	<b>1,535,782</b>	<b>830,461</b>	<b>904,781</b>	<b>852,150</b>
<b>Treaty</b>										
7. Proportional / non-proportional	-	-	-	-	-	-	-	-	-	-
<b>Grand total</b>	<b>1,364,082</b>	<b>3,444,610</b>	<b>3,073,450</b>	<b>1,735,242</b>	<b>483,724</b>	<b>1,882,519</b>	<b>1,535,782</b>	<b>830,461</b>	<b>904,781</b>	<b>852,150</b>

## Six months period ended 30 June

Class	Premiums written	Unearned premium reserve		Premiums earned	Reinsurance ceded	Prepaid reinsurance premium		Reinsurance expense	2014 Net premium revenue	2013 Net premium revenue
		Opening	Closing			Opening	Closing			
(Rupees in '000)										
<b>Direct and facultative</b>										
1. Fire and property damage	829,932	723,542	692,657	860,817	487,394	389,396	367,506	509,284	351,533	334,911
2. Marine, aviation and transport	365,625	81,599	79,003	368,221	58,915	20,707	5,776	73,846	294,375	262,694
3. Motor	547,412	383,138	455,595	474,955	23,246	17,679	21,377	19,548	455,407	435,146
4. Liability	399,438	118,286	266,014	251,710	393,954	88,105	255,607	226,452	25,258	25,343
5. Accident and health	517,425	289,524	380,181	426,768	-	-	-	-	426,768	359,929
6. Miscellaneous	1,564,849	738,582	1,200,000	1,103,431	1,144,703	553,829	885,516	813,016	290,415	251,697
<b>Total</b>	<b>4,224,681</b>	<b>2,334,671</b>	<b>3,073,450</b>	<b>3,485,902</b>	<b>2,108,212</b>	<b>1,069,716</b>	<b>1,535,782</b>	<b>1,642,146</b>	<b>1,843,756</b>	<b>1,669,720</b>
<b>Treaty</b>										
7. Proportional / non-proportional	-	-	-	-	-	-	-	-	-	-
<b>Grand total</b>	<b>4,224,681</b>	<b>2,334,671</b>	<b>3,073,450</b>	<b>3,485,902</b>	<b>2,108,212</b>	<b>1,069,716</b>	<b>1,535,782</b>	<b>1,642,146</b>	<b>1,843,756</b>	<b>1,669,720</b>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial information.


R. Zakir Mahmood  
Director

Aly Noormahomed Rattansay  
Director

Akbarali Pesnani  
Director

Tahir Ahmed  
Managing Director  
(Chief Executive)

## Condensed Interim Statement Of Claims (Unaudited)

For the six months period ended 30 June 2014

Business underwritten inside Pakistan

Three months period ended 30 June

Class	Claims paid	Outstanding claims		Claims expense	Reinsurance and other recoveries revenue	Reinsurance and other recoveries in respect of outstanding claims		Reinsurance and other recoveries revenue	2014 Net claims expense	2013 Net claims expense
		Opening	Closing			Opening	Closing			
(Rupees in '000)										
<b>Direct and facultative</b>										
1. Fire and property damage	693,487	1,333,425	1,524,504	884,566	582,034	821,371	1,026,115	786,778	97,788	76,583
2. Marine, aviation and transport	45,936	341,087	576,964	281,813	7,521	75,808	230,490	162,203	119,610	86,790
3. Motor	119,822	283,110	240,667	77,379	2,511	57,269	53,366	(1,392)	78,771	117,445
4. Liability	123	211,463	207,561	(3,779)	122	205,081	204,367	(592)	(3,187)	2,102
5. Accident and health	189,460	109,768	108,069	187,761	-	-	-	-	187,761	144,426
6. Miscellaneous	86,487	937,586	985,246	134,147	43,092	530,879	547,648	59,861	74,286	68,018
<b>Total</b>	<b>1,135,315</b>	<b>3,216,439</b>	<b>3,643,011</b>	<b>1,561,887</b>	<b>635,280</b>	<b>1,690,408</b>	<b>2,061,986</b>	<b>1,006,858</b>	<b>555,029</b>	<b>495,364</b>
<b>Treaty</b>										
7. Proportional / non-proportional	-	-	-	-	-	-	-	-	-	-
<b>Grand total</b>	<b>1,135,315</b>	<b>3,216,439</b>	<b>3,643,011</b>	<b>1,561,887</b>	<b>635,280</b>	<b>1,690,408</b>	<b>2,061,986</b>	<b>1,006,858</b>	<b>555,029</b>	<b>495,364</b>

Six months period ended 30 June

Class	Claims paid	Outstanding claims		Claims expense	Reinsurance and other recoveries revenue	Reinsurance and other recoveries in respect of outstanding claims		Reinsurance and other recoveries revenue	2014 Net claims expense	2013 Net claims expense
		Opening	Closing			Opening	Closing			
(Rupees in '000)										
<b>Direct and facultative</b>										
1. Fire and property damage	905,349	1,355,694	1,524,504	1,074,159	663,048	838,462	1,026,115	850,701	223,458	188,546
2. Marine, aviation and transport	122,488	367,056	576,964	332,396	40,524	108,274	230,490	162,740	169,656	125,200
3. Motor	239,920	286,922	240,667	193,665	17,499	68,871	53,366	1,994	191,671	251,235
4. Liability	123	210,604	207,561	(2,920)	122	204,233	204,367	256	(3,176)	4,191
5. Accident and health	344,689	89,888	108,069	362,870	-	-	-	-	362,870	320,249
6. Miscellaneous	160,340	832,792	985,246	312,794	57,537	457,886	547,648	147,299	165,495	106,202
<b>Total</b>	<b>1,772,909</b>	<b>3,142,956</b>	<b>3,643,011</b>	<b>2,272,964</b>	<b>778,730</b>	<b>1,677,726</b>	<b>2,061,986</b>	<b>1,162,990</b>	<b>1,109,974</b>	<b>995,623</b>
<b>Treaty</b>										
7. Proportional / non-proportional	-	-	-	-	-	-	-	-	-	-
<b>Grand total</b>	<b>1,772,909</b>	<b>3,142,956</b>	<b>3,643,011</b>	<b>2,272,964</b>	<b>778,730</b>	<b>1,677,726</b>	<b>2,061,986</b>	<b>1,162,990</b>	<b>1,109,974</b>	<b>995,623</b>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial information.



R. Zakir Mahmood  
Director



Aly Noormahomed Rattansey  
Director



Akbarali Pesnani  
Director



Tahir Ahmed  
Managing Director  
(Chief Executive)

# Condensed Interim Statement Of Expenses (Unaudited)

for the six months period ended 30 June 2014

Business underwritten inside Pakistan

Three months period ended 30 June

Class	Commission paid or payable	Deferred commission		Net commission expense	Other management expenses	Underwriting expense	Commission from reinsurers	2014 Net underwriting expense	2013 Net underwriting expense
		Opening	Closing						
(Rupees in '000)									
<b>Direct and facultative</b>									
1. Fire and property damage	35,026	107,039	88,150	53,915	47,207	101,122	22,830	78,292	71,246
2. Marine, aviation and transport	21,763	12,018	11,750	22,031	32,222	54,253	851	53,402	59,052
3. Motor	21,150	40,820	41,447	20,523	62,506	83,029	397	82,632	73,073
4. Liability	1,829	4,160	3,994	1,995	3,004	4,999	4,550	449	1,160
5. Accident and health	11,931	13,934	15,821	10,044	62,443	72,487	-	72,487	50,739
6. Miscellaneous	30,466	117,867	99,590	48,743	40,612	89,355	44,296	45,059	28,185
<b>Total</b>	<b>122,165</b>	<b>295,838</b>	<b>260,752</b>	<b>157,251</b>	<b>247,994</b>	<b>405,245</b>	<b>72,924</b>	<b>332,321</b>	<b>283,455</b>
<b>Treaty</b>									
7. Proportional / non-proportional	-	-	-	-	-	-	-	-	-
<b>Grand Total</b>	<b>122,165</b>	<b>295,838</b>	<b>260,752</b>	<b>157,251</b>	<b>247,994</b>	<b>405,245</b>	<b>72,924</b>	<b>332,321</b>	<b>283,455</b>

Six months period ended 30 June

Class	Commission paid or payable	Deferred commission		Net commission expense	Other management expenses	Underwriting expense	Commission from reinsurers	2014 Net underwriting expense	2013 Net underwriting expense
		Opening	Closing						
(Rupees in '000)									
<b>Direct and facultative</b>									
1. Fire and property damage	110,817	87,435	88,150	110,102	92,164	202,266	50,941	151,325	143,477
2. Marine, aviation and transport	48,459	12,147	11,750	48,856	77,179	126,035	1,930	124,105	113,879
3. Motor	47,508	34,580	41,447	40,641	119,398	160,039	811	159,228	145,255
4. Liability	4,126	3,626	3,994	3,758	6,622	10,380	8,955	1,425	2,392
5. Accident and health	23,335	10,668	15,821	18,182	111,889	130,071	-	130,071	99,855
6. Miscellaneous	141,364	52,358	99,590	94,132	76,140	170,272	86,935	83,337	53,498
<b>Total</b>	<b>375,609</b>	<b>200,814</b>	<b>260,752</b>	<b>315,671</b>	<b>483,392</b>	<b>799,063</b>	<b>149,572</b>	<b>649,491</b>	<b>558,356</b>
<b>Treaty</b>									
7. Proportional / non-proportional	-	-	-	-	-	-	-	-	-
<b>Grand Total</b>	<b>375,609</b>	<b>200,814</b>	<b>260,752</b>	<b>315,671</b>	<b>483,392</b>	<b>799,063</b>	<b>149,572</b>	<b>649,491</b>	<b>558,356</b>

\* Commission from reinsurers is arrived at after taking the impact of opening and closing unearned commission.

The annexed notes from 1 to 19 form an integral part of these condensed interim financial information.


R. Zakir Mahmood  
Director

Aly Noormahomed Rattanse  
Director

Akbarali Pesnani  
Director

Tahir Ahmed  
Managing Director  
(Chief Executive)

## Condensed Interim Statement Of Investment Income (Unaudited)

For the six months period ended 30 June 2014

	Three months period ended 30 June		Six months period ended 30 June	
	2014	2013	2014	2013
	(Rupees in '000)		(Rupees in '000)	
<b>Income from non-trading investments</b>				
<b>Held to maturity investments</b>				
Return on government securities	12,165	11,013	29,912	21,138
Return on term finance certificates	2,958	3,726	5,887	7,645
Amortisation of discount/(premium) - net	53	89	11	221
	<u>15,176</u>	<u>14,828</u>	<u>35,810</u>	<u>29,004</u>
<b>Available for sale Dividend income</b>				
Related parties	2,793	-	8,972	4,615
Others	8,161	18,714	93,367	60,073
	<u>10,954</u>	<u>18,714</u>	<u>102,339</u>	<u>64,688</u>
	<u>26,130</u>	<u>33,542</u>	<u>138,149</u>	<u>93,692</u>
<b>Gain on sale of non-trading investments</b>	143,427	140,306	271,737	248,438
<b>Investment related expenses</b>	(1,892)	(2,279)	(3,787)	(3,994)
<b>Net investment income</b>	<u>167,665</u>	<u>171,569</u>	<u>406,099</u>	<u>338,136</u>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial information.



R. Zakir Mahmood  
Director



Aly Noormahomed Rattansey  
Director



Akbarali Pesnani  
Director



Tahir Ahmed  
Managing Director  
(Chief Executive)

# Notes to the Condensed Interim Financial Statements (Unaudited)

for the six months period ended 30 June 2014

## 1. STATUS AND NATURE OF BUSINESS

Jubilee General Insurance Company Limited (the Company) is a public limited company incorporated in Pakistan on 16 May 1953. The Company is listed on the Karachi and Lahore stock exchanges and is engaged in general insurance business. The registered office of the Company is situated at 2nd Floor, Jubilee Insurance House, I. I. Chundrigar Road, Karachi.

## 2. STATEMENT OF COMPLIANCE

- 2.1 These condensed interim financial information of the Company for the six months period ended 30 June 2014 has been prepared in accordance with the requirements of the International Accounting Standard 34 Interim Financial Reporting and provisions of and directives issued under the Companies Ordinance, 1984, Insurance Ordinance, 2000 and SEC (Insurance) Rules, 2002. In case requirements differ, the provisions or directives of the Companies Ordinance, 1984, Insurance Ordinance, 2000 and SEC (Insurance) Rules, 2002 have been followed.
- 2.2 The disclosures made in these condensed interim financial information has been limited based on the format prescribed by the Securities and Exchange Commission of Pakistan vide Circular No. 7 of 2003 and International Accounting Standard (IAS) 34, "Interim Financial Reporting" and do not include all the information required in the annual financial statements. Accordingly, these condensed interim financial information should be read in conjunction with annual financial statements of the Company for the year ended 31 December 2013.
- 2.3 These condensed interim financial information have been presented in Pakistani Rupees, which is also the functional currency of the Company.

## 3. ACCOUNTING POLICIES

The accounting policies and methods of computation followed in these condensed interim financial information are same as compared with the annual financial statements of the Company as at and for the year ended 31 December 2013.

## 4. ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial information 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 expense. Actual results may differ from these estimates. In preparing these condensed interim financial information, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended 31 December 2013.

## 5. INSURANCE AND FINANCIAL RISK MANAGEMENT

The insurance and financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Company for the year ended 31 December 2013.

## 6. PREMIUM DEFICIENCY RESERVE

No provision has been made as the unearned premium reserve for each class of business as at six months period ended is adequate to meet the expected future liability after reinsurance 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.



		30 June	31 December
		2014 (Unaudited)	2013 (Audited)
		(Rupees in '000)	
<b>7. OTHER CREDITORS AND ACCRUALS</b>	Note		
Federal excise duty and sales tax		69,059	32,477
Federal insurance fee		5,706	2,026
Workers' Welfare Fund		35,955	24,405
Tax deducted at source		3,675	1,055
Commission payable		388,731	353,100
Premium payable		51,315	51,064
Claims payable		8,265	11,329
Miscellaneous		6,714	6,138
		<u>569,420</u>	<u>481,594</u>
<b>8. CONTINGENCY</b>			
There is no contingency and commitment as at 30 June 2014.			
<b>9. INVESTMENTS</b>			
<b>In related parties</b>			
<b>Investment in an associate - Under equity method</b>			
- Jubilee Life Insurance Company Limited [4,637,680 shares (31 December 2013: 4,032,766 shares)]	9.1	146,646	125,018
<b>Available for sale</b>			
Quoted equity securities / mutual funds		742,852	742,852
Unquoted equity security Jubilee Krgyzstan Insurance Company Limited [10,106,691 shares (31 December 2013: Nil)]		43,748	-
		<u>933,246</u>	<u>867,870</u>
<b>Others</b>			
<b>Held to maturity</b>			
Government securities	9.2 & 9.3	577,443	684,011
Term finance certificates - quoted		90,832	95,850
		668,275	779,861
<b>Available for sale</b>			
Quoted equity securities / mutual funds		5,506,933	5,652,326
Unquoted equity securities - Matiari Sugar Mills Limited [865,150 shares (31 December 2013: 715,000 shares)]	9.4	2,500	2,500
		<u>7,110,954</u>	<u>7,302,557</u>

	30 June	31 December
	2014 (Unaudited)	2013 (Audited)
	(Rupees in '000)	
9.1 Investment in an associate - Under equity method		
Balance at beginning of the period / year	125,018	103,084
Share of profit upto 31 March 2014 (2013: 30 September)	35,743	50,163
Less : Dividend received	(14,115)	(28,229)
	21,628	21,934
Closing balance	<u>146,646</u>	<u>125,018</u>

9.2 Pakistan Investment Bonds with face value of Rs.162,800 thousand (31 December 2013: Rs.141,800 thousand) are placed with State Bank of Pakistan under section 29 of the Insurance Ordinance, 2000.

9.3 Pakistan Investment Bonds with face value of Rs.22,000 thousand (31 December 2013: Rs. 22,000 thousand) are placed with Commercial bank against issuance of bank guarantee.

9.4 Market value of investments except for unquoted securities as at 30 June 2014 is Rs. 9,555,012 thousand (31 December 2013: Rs. 9,025,462 thousand).

#### 10. INVESTMENT PROPERTIES

10.1 During the six months period, the Company has acquired leasehold land amounting to Rs. 521,899 thousand (2013: Nil).

10.2 The market value of the investment properties as per valuations carried out by professional valuers in 2013 and as ascertained by the management after including the leasehold land acquired during the six months period is Rs. 2,325,834 thousand (31 December 2013 : Rs. 1,803,935 thousand).

	30 June	31 December
	2014 (Unaudited)	2013 (Audited)
	(Rupees in '000)	
11. PREPAYMENTS		
Prepaid reinsurance premium ceded	1,535,782	1,069,716
Rent	18,317	14,661
Miscellaneous expenses	11,556	5,736
	<u>1,565,655</u>	<u>1,090,113</u>

#### 12. SUNDRY RECEIVABLES

Current portion of long-term loans	851	941
Advance against subscription of shares	10,400	-
Advances to suppliers and contractors - considered good	11,858	11,008
Rent receivable	3,849	2,031
Security deposits	8,711	7,862
Sales tax recoverable	19,009	3,061
Medical claim recoverable	5,832	5,795
Other advances - considered good	4,083	9,750
	<u>64,593</u>	<u>40,448</u>

#### 13. FIXED ASSETS - Tangible and intangible

Additions during the six months period ended 30 June 2014 amounted to Rs. 9,368 thousand (30 June 2013: Rs.8,290 thousand) while disposals had a cost of Rs. 1,866 thousand (30 June 2013: Rs. 5,966 thousand) and written down value of Rs. 489 thousand (30 June 2013: Rs.1, 139 thousand).

	Three months period ended 30 June		Six months period ended 30 June	
	2014 (Unaudited)	2013 (Unaudited)	2014 (Unaudited)	2013 (Unaudited)
	(Rupees in '000)		(Rupees in '000)	
<b>14. OTHER (CHARGES) / INCOME</b>				
<b>Income from financial assets / liabilities</b>				
Exchange (loss) / gain	1,214	(113)	(5,905)	1,719
Return on loans to employees	19	22	45	44
Others	89	12	89	13
<b>Income from non-financial assets</b>				
(Loss) / gain on sale of fixed assets	(119)	123	(128)	(460)
	<u>1,203</u>	<u>44</u>	<u>(5,899)</u>	<u>1,316</u>

**15. TRANSACTIONS WITH RELATED PARTIES / ASSOCIATED UNDERTAKINGS**

Related parties / associated undertakings comprise of associated companies, directors, key management personnel and employees' funds. The transactions and balances with related parties / associated companies, other than those which have been disclosed elsewhere in these condensed interim financial information, are as follows:

	Three months period ended 30 June		Six months period ended 30 June	
	2014 (Unaudited)	2013 (Unaudited)	2014 (Unaudited)	2013 (Unaudited)
	(Rupees in '000)		(Rupees in '000)	
<b>Associated companies</b>				
Insurance premium written (including government levies administrative surcharge and policy stamps)	<u>118,656</u>	<u>104,734</u>	<u>217,612</u>	<u>197,759</u>
Insurance premium received / adjusted during the period	<u>32,875</u>	<u>65,607</u>	<u>40,715</u>	<u>94,758</u>
Insurance claims paid	<u>40,291</u>	<u>54,442</u>	<u>75,391</u>	<u>121,654</u>
Purchases of goods and services	<u>2,014</u>	<u>1,350</u>	<u>2,014</u>	<u>4,608</u>
Dividend income	<u>2,793</u>	<u>-</u>	<u>8,972</u>	<u>4,615</u>
Dividend received from associate under equity method	<u>14,115</u>	<u>18,147</u>	<u>14,115</u>	<u>18,147</u>
Dividend paid	<u>285,260</u>	<u>245,262</u>	<u>285,260</u>	<u>245,262</u>
Rent income	<u>9,353</u>	<u>8,972</u>	<u>18,578</u>	<u>17,530</u>
Investment in shares / mutual funds	<u>243,748</u>	<u>600,000</u>	<u>243,748</u>	<u>1,200,000</u>
Disposal of shares / mutual funds	<u>-</u>	<u>613,097</u>	<u>-</u>	<u>1,128,170</u>
Directors' fee	<u>120</u>	<u>40</u>	<u>120</u>	<u>40</u>
Donations	<u>7,500</u>	<u>8,000</u>	<u>8,500</u>	<u>8,000</u>
<b>Key management personnel</b>				
Remuneration	<u>15,163</u>	<u>5,718</u>	<u>21,793</u>	<u>11,437</u>
Dividend paid	<u>736</u>	<u>601</u>	<u>736</u>	<u>601</u>
<b>Employees' funds</b>				
Contribution to provident fund	<u>3,255</u>	<u>2,840</u>	<u>6,504</u>	<u>5,738</u>
Provision for gratuity fund	<u>3,750</u>	<u>3,300</u>	<u>7,500</u>	<u>6,600</u>
<b>Others</b>				
Insurance premium written (including government levies administrative surcharge and policy stamps)	<u>-</u>	<u>67</u>	<u>203</u>	<u>68</u>
Insurance premium received / adjusted during the period	<u>-</u>	<u>18</u>	<u>-</u>	<u>118</u>
Directors' fee	<u>680</u>	<u>560</u>	<u>1,120</u>	<u>1,000</u>
Dividend paid	<u>6,575</u>	<u>7,819</u>	<u>6,575</u>	<u>7,819</u>

## 16. SEGMENT REPORTING

Class of business wise revenue and results have been disclosed in the profit and loss account prepared in accordance with the requirements of the Insurance Ordinance, 2000 and the SEC (Insurance) Rules, 2002. The following is a schedule of class of business wise assets.

30 June 2014 (Unaudited)									
	Fire and property damage	Marine, aviation and transport	Motor	Liability	Accident and health	Miscellaneous	Treaty	Unallocated assets	Total
(Rupees in '000)									
Segment assets	2,016,003	476,538	454,255	576,879	280,678	2,217,554	-	-	6,021,906
Unallocated assets	-	-	-	-	-	-	-	8,939,562	8,939,562
<b>Total assets</b>	<b>2,016,003</b>	<b>476,538</b>	<b>454,255</b>	<b>576,879</b>	<b>280,678</b>	<b>2,217,554</b>	<b>-</b>	<b>8,939,562</b>	<b>14,961,468</b>

31 December 2013 (Audited)									
	Fire and property damage	Marine, aviation and transport	Motor	Liability	Accident and health	Miscellaneous	Treaty	Unallocated assets	Total
(Rupees in '000)									
Segment assets	1,596,513	261,314	281,452	380,464	157,062	1,412,759	-	-	4,089,564
Unallocated assets	-	-	-	-	-	-	-	8,722,388	8,722,388
<b>Total assets</b>	<b>1,596,513</b>	<b>261,314</b>	<b>281,452</b>	<b>380,464</b>	<b>157,062</b>	<b>1,412,759</b>	<b>-</b>	<b>8,722,388</b>	<b>12,811,952</b>

## 17. EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the net profit for the period by the weighted average number of shares as at the period end as follows:

	Three months period ended 30 June		Six months period ended 30 June	
	2014 (Unaudited)	2013 (Unaudited)	2014 (Unaudited)	2013 (Unaudited)
(Rupees in '000)				
Profit for the period	199,531	232,153	505,501	456,899
(Number in '000)				
Weighted average number of shares of Rs.10 each	156,910	156,910	156,910	156,910
(Rupees)				
Basic earnings per share of Rs.10 each - basic and diluted	1.27	1.48	3.22	2.91

17.1 No figure for diluted earnings per share has been presented as the Company has not issued any instrument which would have an impact on earnings per share when exercised.

17.2 The number of shares for the prior period has also been adjusted for the effect of bonus shares issued during the current period.

**18. DATE OF AUTHORISATION FOR ISSUE**

These condensed interim financial information were authorised for issue in accordance with a resolution of the Board of Directors on 21 August 2014.

**19. GENERAL**

Figures in these condensed interim financial information have been rounded off to the nearest thousand of rupees, unless otherwise stated.



R. Zakir Mahmood  
Director



Aly Noormahomed Rattansey  
Director



Akbarali Pesnani  
Director



Tahir Ahmed  
Managing Director  
(Chief Executive)

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