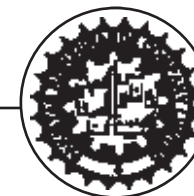


Statement of Expenses for the year ended December 31, 2005



Class	Commission paid or payable (A)	Deferred Commission		Net commission expense (D=A+B-C)	Other management Underwriting expence (E)	Underwriting expense (F=D+E)	Commission from reinsureres (G)	Net underwriting expenses				
		Opening (B)	Closing (C)					Opening (H)	Closing (I)	Net Commission Retrocession (J=G+H-I)	31 December 2005 (K=F-J)	31 December 2004
		Rupees										
Business underwritten inside Pakistan Facultative												
Fire	38,004,739	10,901,577	18,242,275	30,664,041	4,769,490	35,433,531	31,016,229	14,233,384	11,476,005	33,773,608	1,659,923	(1,617,215)
Marine Cargo	1,805,209	36,758	577,667	1,264,300	3,008,506	4,272,806	306,010	-	-	306,010	3,966,796	3,163,432
Marine Hull	3,606,709	1,961,017	2,164,025	3,403,701	1,756,505	5,160,206	4,857,102	3,373,230	3,059,974	5,170,358	(10,152)	877,206
Accident	1,383,135	201,631	760,724	824,042	3,369,736	4,193,778	71,059	6,528	27,002	50,585	4,143,193	3,183,703
Aviation	4,569,646	906,252	2,513,305	2,962,593	3,757,928	6,720,521	13,530,299	5,004,732	7,035,755	11,499,276	(4,778,755)	(2,290,876)
Engineering	36,639,360	9,289,356	19,785,254	26,143,462	3,079,053	29,222,515	53,910,380	24,641,380	29,111,605	49,440,155	(20,217,640)	(19,687,173)
Total	86,008,798	23,296,591	44,043,250	65,262,139	19,741,218	85,003,357	103,691,079	47,259,254	50,710,341	100,239,992	(15,236,635)	(16,370,923)
Treaty	430,803,025	488,054,780	225,401,659	693,456,146	150,882,848	844,338,994	25,391,088	20,880,643	7,686,825	38,584,906	805,754,088	924,717,131
Grand Total	516,811,823	511,351,371	269,444,909	758,718,285	170,624,066	929,342,351	129,082,167	68,139,897	58,397,166	138,824,898	790,517,453	908,346,208

The annexed notes from 1 to 40 form an integral part of these financial statements.

Executive Director (F&A)

Naheed Hyder
Chief Executive

Haider Raza
Director

Fazlur Rehman Dittu
Director