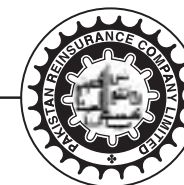


Profit and Loss Account for the year ended December 31, 2006



Note	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty	2006	2005
Revenue account									
Net premium revenue	138,498,146	17,797,114	11,260,898	13,074,824	37,377,140	80,247,224	1,117,250,126	1,415,505,472	2,004,643,308
Net claims	14,857,502	602,384	1,298,285	(1,217,829)	(10,527,449)	12,920,207	758,776,565	776,709,665	822,690,172
Expenses	31 4,741,218	3,754,836	1,237,675	3,807,477	4,358,336	3,309,179	125,124,623	146,333,344	170,624,066
Net commission	12,688,352	2,133,410	402,797	1,796,808	(7,367,255)	(16,647,453)	374,415,246	367,421,905	619,893,387
Underwriting result	106,211,074	11,306,484	8,322,141	8,688,368	50,913,508	80,665,291	(141,066,308)	125,040,558	391,435,683
Investment income-net								771,733,341	464,694,842
Rental income-net						32		26,065,423	26,547,577
Exchange (loss)/gain								(6,403,120)	40,563,284
Other income						33		11,701,610	9,867,218
General and administration expenses						34		(25,094,267)	(27,722,328)
Provision for doubtful debts								(120,000,000)	(123,000,000)
								658,002,987	390,950,593
Profit before tax								783,043,545	782,386,276
Provision for taxation						28		111,200,000	187,958,813
Profit after tax								671,843,545	594,427,463
Profit and Loss Appropriation Account									
Balance at the commencement of the year as previously reported								230,110,869	148,183,586
Effect of change in accounting policy with respect to reserve									
Transfer to general reserve						5.22		400,000,000	200,000,000
Balance at the commencement of year-restated								630,110,869	348,183,586
Profit after tax for the year								671,843,545	594,427,463
Transfers to general reserve								(400,000,000)	(200,000,000)
Final dividend								(180,000,288)	(112,500,180)
Balance of Unappropriated Profit at the end of Year							Rupees	721,954,126	630,110,869
Basic Earning per share of Rs. 10/- each						35	Rupees	14.93	13.21

The annexed notes from 1 to 44 form an integral part of these financial statements.

Executive Director (F&A)

Rukhsana Saleem
Chief Executive

Fazlur Rehman Dittu
Director

Fazal-i-Qadar
Director