

PAKISTAN REINSURANCE COMPANY LIMITED

Cash Flow Statement (Unaudited)

FOR NINE MONTHS ENDED SEPTEMBER 30, 2007

	Rupees Sep 30, 2007	Rupees Sep 30, 2006
Operating Cash Flows:		
Underwriting activities:-		
Premium received	3,300,138,887	3,118,137,679
Reinsurance premium paid	(1,916,913,363)	(2,130,519,321)
Claims paid	(883,792,023)	(656,854,921)
Reinsurance and other recoveries received	194,718,264	253,038,966
Commision paid	(399,020,216)	(283,596,978)
Commision received	67,659,804	113,001,334
Premium and claim reserves retained from retocessionaires/ withheld by ceding companies	3,534,782	26,005,166
Expenses paid	(108,999,067)	(116,947,214)
Net cash flows from underwriting activities	257,327,068	322,264,711
Other Operating Activities		
Income tax paid	(141,015,578)	(131,432,743)
General management expenses paid	(15,482,417)	(12,529,775)
Loans recovered from employees	4,816,434	(1,585,585)
Other receipts	62,743,409	2,838,523
Other payments	(137,109,548)	(26,176,828)
Other payments (VRS)	(23,411,944)	-
Net cash flows from other operating activities	(249,459,644)	(168,886,408)
Total cash flow from all operating activities	7,867,424	153,378,303
Investment activities		
Fixed Capital expenditure	3,592,741	4,695,085
Acquisition of investments	(7,129,357,092)	(1,438,953,800)
Rental income received	23,045,017	28,575,116
Dividend income received	568,066,399	503,162,690
Interest income on bank deposits	13,516,738	11,269,551
Investment income received	98,457,453	45,463,499
Sale proceeds of investments	6,621,523,038	886,475,386
Total Cash Flow from investment activities	198,844,294	40,687,527
Financing activities		
Surplus paid	(16,838)	-
Dividend paid	(89,307,989)	(175,702,080)
Payments of finance leases	-	(1,253,061)
Total cash flows from financing activities	(89,324,827)	(176,955,141)
Net cash flow from all activities	117,386,891	17,110,689
Cash and cash equivalents at beginning of the year	209,983,867	271,388,621
Cash and cash equivalents at end of the nine months	327,370,758	288,499,310

The annexed notes 1 to 7 form an integral part of these financial statements.

Chief Financial Officer

Chief Executive

Director

Director