

**BEEMA-PAKISTAN COMPANY LIMITED
FOR THE QUARTER ENDED MARCH 31, 2005
DIRECTORS' REPORT**

The Board of Directors of the Beema-Pakistan Company Limited is pleased to present the "un-audited" financial statements of the company for the first quarter ended 31, March 2005. These accounts have been prepared in accordance with the requirements of International Accounting Standards (IAS) 34 "Interim Financial Reporting".

Overall loss of the period is Rs. (1,411,513). This mainly consists of Administrative and Management expenses.

Securities and Exchange Commission of Pakistan restored the license of Beema-Pakistan Company Limited (BPCL) as general insurer as at the 11th of January 2005. The License restored after long period of suspension viz. 3 years. The Company's paid up capital has increased from 41.2 million to 473.8 million.

Authorized capital has since, also been enhanced from Rs.50 million to Rs. 500 million to provide more impetus to the company's rating as the third largest in its category.

Shares' trading of Beema-Pakistan Company Limited was restored in the light of directives of the SECP as at 28th of March 2005 at the LSE and the 4th of April 2005 at the KSE.

Beema-Pakistan Company Limited is a forty four years old insurance company and is registered on the Stock Exchange From 1972. The Company had a change of management in June of 1999.

It is now hopefully expected that company will resume its business activities full in the current year 2005.

The Directors and Management of the company are very much hopeful for a quick & better growth of the Company. Necessary steps have already been taken by management of the company to boost up business, pertinent amongst them are acquire to establishment of four wholly owned subsidiaries and the launching of its structure plans preceding the introduction of its proprietary products.

We take the opportunity to express our appreciation to Securities & Exchange Commission of Pakistan, for their support and co-operation with the company, and are also pleased to record the appreciation of the services rendered by the employees of the company.

KARACHI
21 April 2005

On Behalf of the Boards of Directors

M. Shahnawaz Agha
(Chairman & Chief Executive)