

**BALANCE SHEET AS AT**

<b><u>EQUITY AND LIABILITIES</u></b>	Note	<b>2006</b>	(Restated) 2005
		(Rupees in '000)	
<b>Share capital and reserves</b>			
<b>Share Capital</b>			
<b>Authorized</b>			
100,000,000 shares of Rs. 10 each		<u>1,000,000</u>	<u>500,000</u>
<b>Paid-up</b>			
41,683,739 Ordinary shares of Rs. 10 each	6	416,837	416,837
5,906,000 Preference shares of Rs. 10 each	7	59,060	59,060
Advance against shares	8	118,658	-
<b>Reserves</b>			
Capital reserves	9	662	662
Accumulated losses		(81,501)	(46,611)
		(80,839)	(45,949)
<b>TOTAL EQUITY</b>		<b>513,716</b>	<b>429,948</b>
<b>Underwriting provisions</b>			
Provision for unearned premium		101	4,787
Commission income unearned		-	256
Provision for outstanding claim		254	383
<b>Total underwriting provision</b>		<b>355</b>	<b>5,426</b>
<b>Creditors and accruals</b>			
Amounts due to other insurers/reinsurers		222	496
Accrued expenses	10	6,306	5,489
Advance against sale of land	11	64,968	-
Taxation-provision less payment	12	40	38
Current portion of lease liability	13	73	55
Long term portion of lease liability	13	156	215
Other creditors and accruals	14	2,838	1,051
		74,603	7,344
<b>Borrowings</b>			
Loan from director	15	50,735	41,575
<b>Other liabilities</b>			
Unclaimed dividends		20	20
<b>CONTINGENCIES</b>	16		
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><b>639,429</b></u>	<u><b>484,313</b></u>

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

Director

Director

Chairman & Chief Executive

Karachi : 6th April, 2007

DECEMBER 31, 2006

<u>ASSETS</u>	Note	2006	(Restated) 2005
		(Rupees in '000)	
<b>Cash and bank deposits</b>	17		
Cash and other equivalent	17.1	7	235
Current and other accounts	17.2	87	32
		94	267
<b>Investments</b>	18	7,712	7,110
<b>Other Assets</b>			
Premiums due but unpaid		2	2
Amounts due from other insurers/reinsurers		99	120
Advances, deposits and prepayments	19	4,225	4,621
Advances and loans to subsidiaries	20	12,540	7,003
Markup receivable from subsidiary	20.3	1,420	418
Prepaid reinsurance premium ceded		-	918
Advance against purchase of properties	21	67,798	-
Sundry receivable	22	68	-
		86,152	13,082
<b>Fixed assets - Tangible</b>	23		
<b>Owned</b>			
Land		459,608	459,608
Immovable properties		80,218	263
Computer equipment		340	220
Office - Lahore		331	348
Lease hold improvement		833	288
Furniture and fixtures		1,411	1,483
Electronic equipment		842	91
Office equipment		988	428
Motor vehicles		731	914
<b>Leased</b>			
Motor vehicles		169	211
		545,471	463,854
<b>TOTAL ASSETS</b>		639,429	484,313

Director

Director

Chairman & Chief Executive

Karachi : 6th April, 2007