

**STATEMENT OF INVESTMENT INCOME  
 FOR THE THIRD QUARTER ENDED SEP 30, 2005**
**SEP. 30, 2005**  
**Rupees**
**Income from non-trading investments**
**Available for sale**

Dividend income

Associates

Others

2,874

**Held to maturity**

Return on government securities

42,464

**45,338**
**Net Investment income**
**45,338**

	Sep.2005 RUPEES	Dec.31 2004 RUPEES	
<b>3 ACCRUED EXPENSES</b>			
Accrued expenses	3780308	2,883,616	
Federal insurance fee	55,094	55,094	
Central Excise Duty	726,711	726,711	
	<u>4,562,113</u>	<u>3,665,421</u>	
<b>4 LOAN FROM DIRECTOR</b>			
Unsecured-Interest Free	53,682,101	33,318,669	
	<u>53,682,101</u>	<u>33,318,669</u>	
	<b>Sep. 30 2005</b>	<b>Dec. 31 2004</b>	
<b>5 SUNDRY CREDITORS</b>	<u>1,843,399</u>	<u>3,436,077</u>	
<b>6 DIVIDENDS</b>			
Unclaimed dividend	20,296	20,296	
	<u>20,296</u>	<u>20,296</u>	
<b>7 AMOUNT DUE TO / FROM OTHER INSURERS/ REINSURERS</b>			
The balances although unconfirmed are considered to be accurately stated.			
<b>8 CONTINGENCY</b>			
8.1 In respect of a claim by Sind Alkalies Limited the case was given to the arbitrator for Rs. 1,750,000/-, the company's liability is Rs. 35,000/- and the rest is payable by the Re-insurance corporation. The claimant company has been fully indemnified by the supplier of the machinery, the Company has therefore, filed an application in the Court of Law to set aside the decree.			
<b>9 CASH AND BANK DEPOSITS</b>			
<b>9.1 Cash and other equivalents</b>			
Cash in Hand	110,010	4,138	
	<u>110,010</u>	<u>4,138</u>	
<b>9.2 Current and other accounts</b>			
Current Accounts	62,163	359,473	
P.L.S Accounts	1,698	1,698	
	<u>63,861</u>	<u>361,171</u>	
<b>9.3 Deposit Maturing within 12 months</b>			
Statutory deposit with State Bank of Pakistan	4	4	
	<u>4</u>	<u>4</u>	
<b>10 INVESTMENT</b>			
<b>10.1 Available for sale</b>	2,456,951	2,456,951	
Less:- Provision for Fluctuation in Reserve	1,383,981	1,383,981	
	<u>1,072,970</u>	<u>1,072,970</u>	
<b>10.2 Held to maturity</b>	997,901	870,509	
	<u>2,070,871</u>	<u>1,943,479</u>	
<b>11 INVESTMENT IN SUBSIDIARIES</b>			
Shabestan Foods (Pvt.) Ltd	11.1	5029544	1489955
Pakistan Fire Protection Academy	11.2	1763184	510456
Live Rostrum	11.3	2226637	257397
Phool Wala (Pvt. ) Limited	11.4	39200	
		<u>9058565</u>	<u>2257807</u>

11.1 The company provides advances to the Subsidiary Company for working capital

The company carries Mark-up @ 10% p.a

11.2 The company has carried out expenditure for wholly owned undertaking and the same will be transferred when the said undertaking transforms legal entity by Mutual understanding of Ministry of Interior, Government of Pakistan.

11.3 The undertaking is a news agency. The said amount includes Equipment &amp; Administrative costs. These amounts will be transferred after the undertaking is incorporated as a private limited company.

<b>12 SUNDRY RECEIVABLE</b>		
Sundry Receivable	12,994,235	12,994,235
Less:- Provision for doubtful debts	(267,482)	(267,482)
	<u>12,726,753</u>	<u>12,726,753</u>

**13 EARNING PER SHARE**  
 Earning per share is calculated by dividing net loss for the year by weighted average number of years outstanding during year as follows:

	Sep. 30 2005	June 30 2004
Loss after taxation	(4,903,362)	(4,380,562)
Average number of ordinary shares outstanding during the year	41,683,739	41,683,739
Earning (Loss) per share	(0.12)	(0.11)

**14 Comparative Figures**  
 Comparative Figures for Third Quarter 2004 are not available

**15 DATE OF AUTHORIZATION**

These Financials were authorized for issue by the Board of Directors in the meeting held on 15 of October 2005

**16 FIGURES**

Figures have been rounded to the nearest rupee.

**NOTES TO THE ACCOUNTS**
**1 STATUS AND NATURE OF BUSINESS**

Beema Pakistan Company Limited (Formerly Heritage Insurance Company Limited) was incorporated in the year 1960 as a Public Limited Company is engaged in the general insurance business and listed on the Karachi and Lahore Stock Exchanges. The registered office of the Company is situated at 412-427, 4<sup>th</sup> floor Mohammadi House I.I Chundrigar Road Karachi.

**2 BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

These Financial Statements are un-audited. These Accounts have been prepared in accordance with the requirements of International Accounting Standard IAS-34 Interim Financial Reporting as applicable in Pakistan as notified by Securities and Exchange Commission of Pakistan.

The accounting policies adopted for the preparation of these half yearly accounts are the same as those applied in preparation of preceding annual published accounts of the Corporation.