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Quarterly
**Insurance
Journal**

October, November, December 2015



Obituary:
Ch. Muhammad Sadiq

Insurance Journal Performance Awards 2015



Held at HOTEL MARRIOTT, Karachi
on 15th December, 2015

Inside:
Formation of Consultative Group on Insurance by
Securities and Exchange Commission of Pakistan



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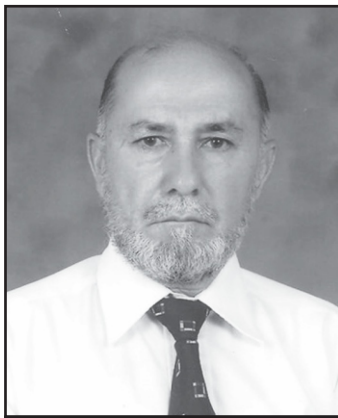
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INSURANCE SECTOR ON KARACHI STOCK EXCHANGE

(Quarter: July, August, September 2015)

Compiled By: Khurram Shahzad

Company	Paid up Capital (Rs. in Million)	Face Value Rs.	Highest Rate Rs.	Lowest Rate Rs.	Turnover of Shares	Announcement During the Quarter
Adamjee Insurance Company Limited	3,500	10.00	61.49	47.57	163,825,500	Dividend = 15%
Asia Insurance Company Limited	300	10.00	-	-	-	
Askari General Insurance Company Limited	388	10.00	39.85	30.13	1,567,500	
Atlas Insurance Limited	702	10.00	76.99	70.00	301,500	
Beema-Pakistan Company Limited	417	10.00	-	-	-	
Business & Industrial Insurance Company Ltd.	86	10.00	-	-	-	
Century Insurance Company Limited	457	10.00	27.56	20.50	8,239,000	
Crescent Star Insurance Limited	620	10.00	17.89	8.40	61,881,500	
Cyan Limited	586	10.00	116.92	75.00	5,226,000	
East West Insurance Company Limited	365	10.00	-	-	-	
East West Life Assurance Company Limited	594	10.00	13.60	7.50	699,500	
EFU General Insurance Limited	1,600	10.00	163.40	134.00	394,800	Dividend = 10%
EFU Life Assurance Limited	1,000	10.00	260.00	195.00	216,700	Dividend = 10%
Habib Insurance Company Limited	495	5.00	22.29	18.95	3,687,500	
Hallmark Insurance Company Limited	5	10.00	-	-	-	
IGI Insurance Limited	1,227	10.00	260.70	205.35	5,655,800	Dividend = 20%
IGI Life Insurance Limited	500	10.00	144.70	114.00	43,400	
Jubilee General Insurance Company Limited	1,569	10.00	127.99	86.45	658,500	Dividend = 15%
Jubilee Life Insurance Company Limited	721	10.00	525.00	405.00	340,200	Dividend = 30%
Pakistan Guarantee Insurance Company Ltd.	25	10.00	-	-	-	
Pakistan Reinsurance Company Limited	3,000	10.00	38.90	28.65	36,108,500	
PICIC Insurance Limited	350	10.00	12.90	9.00	360,000	Right Issue = 100% at Par
Premier Insurance Limited	303	10.00	41.50	27.80	342,000	
Progressive Insurance Company Limited	85	10.00	-	-	-	
Reliance Insurance Company Limited	403	10.00	18.10	10.85	16,660,500	
Shaheen Insurance Company Limited	450	10.00	9.95	4.95	8,793,500	
Silver Star Insurance Company Limited	306	10.00	12.09	5.71	25,498,000	
Standard Insurance Company Limited	8	10.00	-	-	-	
The Pakistan General Insurance Company Limited	375	10.00	10.94	8.02	366,000	
The United Insurance Company of Pakistan Limited	920	10.00	28.60	19.35	4,073,500	
The Universal Insurance Company Limited	370	10.00	9.40	5.70	961,500	
TPL Direct Insurance Limited	460	10.00	23.50	19.25	66,500	



Majid Khan Jadoon
A.C.I.I. (U.K), MD/CEO
M/s. Pakistan Inspection Co. (Pvt.) Ltd.

Fire Insurance Policy Clauses (Part-2)

Burglary and House-breaking Endorsement:

Prior to expressing my opinion, vis-à-vis the Provisions of the Burglary And House-breaking Endorsement of the Fire Insurance Policy, it appears pertinent to mention the definitions of Theft and Burglary, as elaborated by legal and professional experts.

Theft:

In the Dictionary of Insurance by Lewis E. Davids, "Theft" has been defined as "The taking away or removing of Property with intent to deprive the rightful-owner of the same."

In the Dictionary of Law by L.B. Curzon, the term "Theft" has been described as "A person is guilty of Theft, if he dishonestly appropriates property belonging to another, with the intention of permanently depriving the other of it".

The Black's Law Dictionary has defined the term "Theft" as: "The felonious taking and removing of another's personal Property with the intent of depriving the true owner of it."

Burglary:

In Black's Law Dictionary, the term "Burglary" has been defined as: "Breaking and Entering into another's

premises, with the intent to commit felony."

In the Dictionary of Insurance by Lewis, "Burglary" has been defined as "Breaking and entering into the premises of another, with felonious intent and with visible signs of Forced Entry."

Thus, this Clause pertains to the Loss or Damage which would have been caused to the Insureds, during the Policy period, due to Theft/Burglary or any attempt to steal the Subject-matter of Insurance.

However, such Loss or Damage must be consequent upon actual Forcible and Violent Entry into the Insured-premises which, in my opinion, connotes that evidences of the Forcible and Violent Entry into the Insured-premises must be visible and/or provided. At times, the Forcible and Violent Entry would have been made on gun-point or threateningly brandishing any other weapons.

However, in such a scenario, any Visible Marks of Forcible or Violent Entry may not be physically sighted. But documentary-evidences, e.g. Police or Law Enforcement Agency's F.I.R., in my opinion, would suffice to prove the Forcible or Violent Entry into the Insured-premises and the consequent Loss or Damage to the Subject-matter of Insurance.

It is pertinent to keep in mind that, in case, if such Loss or Damage would have been committed by an employee of the Insureds, the same would fall out of the ambit of the Burglary And House-breaking Endorsement of the Underwriters' relative Insurance Policy. But any person who would have feloniously concealed himself on the Insured-premises with the intention of committing the Theft of the Subject-matter of Insurance and would inflict any Loss or Damage thereto, the same would fall within the purview of this Endorsement as well, provided that the same person is not an employee of the Insureds.

Besides, during the course of the Theft or Burglary or attempted Theft/Burglary of the Subject-matter of Insurance, if any Loss or Damage is caused to the Insured-premises by the perpetrator, the same too would fall within the scope of the Burglary And House-breaking Endorsement of the Policy.

Similarly, if any Loss or Damage is inflicted to any other premises, i.e. 3rd Party's Premises, as a consequence of the Theft/Burglary of the Insureds' Covered Subject-matter of Insurance or attempt thereof, on the Insureds' Premises, the same too would fall within the ambit of the Theft/Burglary Endorsement of the Insurers' pertinent Insurance Policy.

In case, however, if the afore-mentioned

3rd Party is Insured as well, their alike Loss ought to be Claimed on their own Insurers.

Alike 3rd Party may, never-the-less, be entitled to Claim the Short-fall in the Indemnification of their Loss by their own Insurers, due to the elements of Depreciation, Deductibles and/or the quantum of Under-Insurance and/or ceiling of the Liability of their own Underwriters etc. etc., vis-à-vis their own Insurance Policy.

However, the Underwriters of the Insureds would only be proportionately liable for alike Claims of the 3rd Party within the limit of the Sum Insured of their Insurance Policy.

Under the Burglary or House-breaking Endorsement of the relative Fire Insurance Policy, the Underwriters' Liability would be limited to the Sum Insured or the Market Value of the Subject-matter of Insurance, excluding Profit of any kind, whichever would be the less.

However, in case of Damage or Loss to the Insured-premises, the Net Cost of the Item-wise repairing of the same or the Item-wise Sum Insured thereof, whichever would be the less, would be admissible.

But, in case of Damage or Loss to the 3rd Party premises as a consequence of the attempted Burglary & House-breaking of the Insured Premises/Subject-matter of Insurance, only 5% of the Total Sum Insured of the Insureds' Underwriters' pertinent Insurance Policy, in case of the repairing of the same, would be admissible or in case of complete destruction of the 3rd Party premises, the Total Sum Insured of the Insureds' Insured-premises/Subject-matter of Insurance would be admissible.

However, it is most important to keep in mind that any Loss or Damage or attempted Threat thereon, if committed by the Insureds' family-members, their Business-staff,

Domestic Servants or any other person, who may be legally on the premises, would fall out of the purview of the Burglary & House-breaking Endorsement of the Underwriters' relative Fire Insurance Policy.

More-over, if the Loss or Damage to or Destruction of the Subject-matter of Insurance would have been directly or indirectly or remotely occasioned-by or contributed-to by or in connection-with the following perils, the same would fall out of the Scope of the Burglary & House-breaking Endorsement Clause of the Insurers' relevant Fire Insurance Policy and these excluded perils are:-

- 1) Hurricane;
- 2) Volcanic Eruption,
- 3) Earth-quake, other Convulsions of Nature,
- 4) Invasion,
- 5) Act of Foreign Enemies,
- 6) Hostilities,
- 7) War & War-like Operations, either before or after declaration of War
- 8) Civil War,
- 9) Strike,
- 10) Riot,
- 11) Civil Commotion,
- 12) Mutiny,
- 13) Rebellion,
- 14) Military or Usurp-power
- 15) Any Direct or Indirect Consequences of any of the said Occurrences.

Apart from the above, in case of any Claim under the Burglary and House-breaking Endorsement of the Fire Insurance Policy, it will be the responsibility of the Insureds to prove that the Accidental Loss, Damage and/or their Liability has independently arisen and has No Connection with or Occasioned-by, Contributed to or Traceable to any of the afore-mentioned Occurrences or any Consequences thereof.

If the Insureds would not be able to prove the Independent nature of the Loss or Damage or Liability to the

Subject-matter of Insurance, the Insurers shall not be liable to indemnify alike Claims.

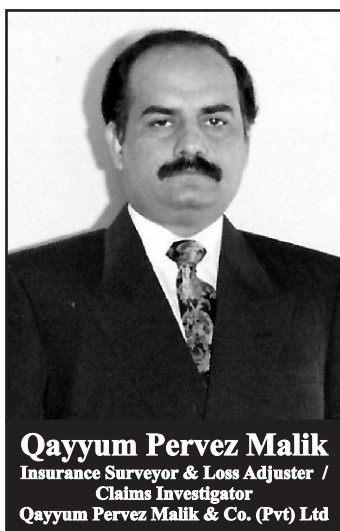
Further, Loss or Damage to Metals, Coins, Curiosities, Sculptures, Manuscripts, Rare Books, Plans, Patterns, Models, Moulds, Designs, Deeds, Bonds, Bills of Exchange, Promissory Notes, Money, Securities for Money, Stamps, Documents of Title, Business Books unless Specifically included in the Schedule, would fall out of the ambit of the Burglary & House-breaking Endorsement of the Insurers' Fire Insurance Policy which would fall in the ambit of Specifically & Separately designed Insurance Policies, if any, taken out to Cover the Risks of the same.

Apart from the above, if the Insureds premises are left un-occupied for more than 30-days consecutively or the same are occupied for any purposes other than as declared within the Schedule of the Fire Insurance Policy, then Loss or Damage or Liability, by virtue of the Burglary & House-breaking Endorsement of the Fire Insurance Policy, would not be Indemnifiable.

In case, however, if written consent of the Insurers to this effect would have been obtained and premium thereof would have been already paid, then the Insurers would be liable to indemnify the Loss or Damage or Liability, as a Consequent of the Burglary & House-breaking Endorsement Coverage of their Fire Insurance Policy.

Besides, unless specifically declared within the Schedule of the Fire Insurance Policy, the Burglary & House-breaking Endorsement of the Fire Insurance Policy would not cover any Yard, Garden, Out-building or other Appurtenances of the Insured-premises.

To Be Continued.....



Pakistan Insurance Industry Reforms

The process of Insurance reforms is an ongoing endless process in Insurance Industry of Pakistan which had accelerated with the repealing of Insurance Act 1938 and Insurance rules 1958 in year 1999 when finally the Act was repealed and Insurance Ordinance 2000 was promulgated in year 2000.

Prior to that, the Insurance Industry was being governed/regulated by department of Insurance through the office of Controller of Insurance, under Ministry of Commerce. State life Insurance corporation and National Insurance Corporation being the public sector Insurers for life and general insurance businesses however were being governed through their independent Acts.

Mr. Khalfay was the Controller of Insurance, Mr. Jabbar Akhtar was Deputy Controller and Mr. M.I. Ansari was serving as Assistant Controller during the starting days. The office of Controller of Insurance was established on Zebunnisa Street Karachi with no branch office anywhere in the Country.

Almost 55 Insurance companies including small, medium, large & multinational Insurance companies like Commercial Union Assurance Plc, New Hampshire Insurance, Royal Insurance etc were carrying out general Insurance business in

Pakistan. No financial rating system was enforced from financial rating Institutions, no compulsion of enlistment on approved panels by the Banks was present & all the claims were being paid and all classes of Insurance companies were satisfactorily carrying out insurance underwriting in the country contributing towards improvement of economic conditions of the Country.

Small, medium and large Insurers were co-existing and the affairs of Insurance Industry were running smoothly. Professional integrity and honor of Insurance professionals and Surveyors professionals was on peak. Despite of no provision of office of the Insurance Ombudsman and Insurance tribunals and or small claims dispute resolution committees the rate of litigation for disputed insurance claims was on very low scale.

Insurance Act 1938

The Insurance act 1938 was made to consolidate and amend the law relating to the business of the Insurance on February 26, 1938. It was adopted by Government of Pakistan since August 14, 1947. In those days Insurance Companies carrying the general insurance business initially had their internal surveying departments who used to assess the loss and negotiate with the Insured.

Insurance Rules 1958:

The Insurance matters were being regulated in Pakistan under Insurance Act 1938. The surveying jobs were carried out by the staff of Insurance Companies. Due to conflict of interest while handling the process of surveying, loss assessing and adjusting in the presence of a concept that the insurance company cannot be a judge as interested party in insurance contract while deciding the fate of the claims so need to create an independent system of surveying, loss assessment/adjustment through an independent surveyors/loss adjusters was felt.

In 1958 the need for separate status of Insurance Surveying persons were recognized, the surveying departments of then insurance companies were abolished and the persons working in those departments were offered to work as independent insurance surveyors and those who opted were scrutinized and if accepted were awarded as a separate status while remaining were retained with the then Insurance Companies. Initially the necessary licenses were given for six months and after that a process was designed to regulate the selection of Insurance Surveyors. Since then their licenses are being regulated on yearly basis.

Insurance Ordinance 2000

Insurance Ordinance 2000 was drafted and promulgated in year 2000.

Abolition of Office of Controller of Insurance:

With effect from January 01, 2001 the Office of Controller of Insurance abolished and the matters relating to this office were handed over to SECP. Mr. Shafaat Ahmed took over the charge as first Executive Director of Insurance Division.

Insurance Rules 2002:

The rules were notified on 07th August 2002 vide S.R.O.498(I)/2002.

S.R.O. 224(I)/2009 dated 05th March 2009 was thereafter issued to amend the insurance rules 2002 to bring the relevant laws in line with the current conditions.

Thereafter the Federal Government vide S.R.O.708(I)/2009 dated July 27, 2009 conferred all its powers to make rules to SECP, when its officials attaining ultimate power and control.

The so referred SRO is being reproduced below: -

STATUTORY S.R.O GOVERNMENT OF PAKISTAN MINISTRY OF COMMERCE NOTIFICATION

Islamabad, the 27th July, 2009 S.R.O. 708 (I)/2009.—In exercise of the powers conferred by sub-section (2) of section 167 of the Insurance Ordinance, 2000 (XXXIX of 2000), the Federal Government is pleased to direct that all the powers and functions conferred on the Federal Government or any officer of the Federal Government under the said Ordinance shall, subject to such limitations, restrictions or conditions, if any, as it may from time to time impose, be exercised and performed by the Securities

and Exchange Commission of Pakistan established under Section 3 of the Securities and Exchange Commission of Pakistan Act, 1997 (LXII of 1997).

This supersedes S.R.O No. 653, dated 1st July 2009

SRO 1067(I)/2013

SRO 224 was lapsed due to unknown reason and SECP has drafted another S.R.O; and issued Circular 26 of 2013 dated December 26, 2013, wherein amendments in Insurance Rules 2002, have been proposed. This was initiated through SRO 1067(1)/2013. Unfortunately this was also lapsed.

SRO 1057/2015

Finally SRO 1057 was circulated on 30th November, 2015. With the circulation of this SRO the stakeholders are invited to submit their objections/suggestions/opinions (if any) within a period of 30 days.

Formation Of Insurance Industry Reforms Committee

Press release from S.E.C.P.

SECP to support insurance reforms KARACHI, May 10:

The best international practices in the field of insurance should be studied and one must learn from the experiences of other emerging markets where the insurance penetration is much higher than Pakistan. Mr Muhammad Ali, the SECP chairman, said this on Thursday, while chairing the first meeting of the Insurance Industry Reform Committee, which has been formed by the SECP. He further emphasized the importance of the incremental usage of technology in delivering the insurance products to the masses resulting in the amplified efficiency of insurance companies. The committee consists of industry experts, professionals and SECP

officers. It is looking at areas like regulatory reforms, market development, operational challenges, education and awareness and technology development. Mohammed Asif Arif, the SECP Commissioner for Insurance, said that the SECP fully supports the reforms in the insurance industry. He further said that the committee with its zeal and commitment will come up with specific recommendations for the growth and development of the insurance industry, which would contribute to economic growth by improving the financial system functions, both as a provider of risk transfer and indemnification and as an institutional investor.

Realizing the need to reform the Insurance Industry, SECP formed a committee that could focus on legal and regulatory reforms, market development, operational challenges, creating awareness and instituting technological development as an effective tool for increasing insurance penetration. To accomplish this challenging task of developing the entire insurance industry, the SECP in pursuance of the mandate given to it under the SECP Act 1997 constituted the committee in May 2012. The Insurance Industry reform committee had cross-sectoral representation consisting of the following distinguished members.

1. MR. MOHAMMAD ASIF ARIF
Ex-Commissioner Insurance, SECP
M.D, Premier Insurance Ltd
- 2.MR. SAIFUDDIN
ZOOMKAWALA
Chairman, EFU Insurance Group
- 3.MR. TAHIR AHMED
Managing Director, JGI Co. Ltd
4. MR. FREDRICK DE BEER
CEO, Adamjee Life Insurance Co. Ltd
5. DR. M. MEHDI KAZMI
CEO, Asiacare Health & Life
Insurance Co. Ltd

6.MR. NASAR US SAMAD
QURESHI
CEO, Alfalah Insurance co, ltd.

7.MR. ALI RAZA D. HABIB
CEO, Habib Insurance company ltd.

8.MR. S.C. (HAMID) SABJALLY
Senior adviser EFU General
Insurance ltd.

9.MR. SHAHID AZIZ SIDDIQI
Ex-Chairman, State Life Insurance
Corporation of Pakistan.

10.MR. ALI MUNIR
SEVP, MCB

11.MR. MUJIB KHAN
Country Manager, AIG

12.MR. AAMEER
KARACHIWALA
Chairman, UBL Insurers Ltd

13.MS. NAZ KHAN
Chief Financial Officer, Engro
Corporation Ltd

14.MR. ZAID BASHIR
Director, Gul Ahmed Textile Mills Ltd

Chairman SECP presented the
Insurance Industry reforms
committee report in 2014 with the
following sentiments.

The scope of this report broadly
encompasses the insurance industry,
including conventional and non-
conventional life insurance, family
and general takaful as well as the re-
insurance. The report covers aspects
such as improving the regulatory
framework, identifying new product
and business type, highlighting and
addressing issues related to product
distributing channels, suggesting
ways to increase insurance
penetration, building linkages with
other quarters of financial sectors and
proposing necessary fiscal measures.
This report is declared to be the first
time in the history of insurance
industry in Pakistan that such a
comprehensive road map for the

development of insurance industry
has been prepared through extensive
consultations with diverse
stakeholders and eminent industry
experts.

This report is made available on SECP
website for public consumption.

Following key areas were addressed
by the members of IIRC.

(Courtesy from index of SECP IIRC
report)

- 1.OVERVIEW OF INSURANCE
INDUSTRY OF PAKISTAN
- 2.REGULATORY REFORMS
- 3.NON LIFE INSURANCE
OPERATIONAL CHALLENGES
- 4 . L I F E I N S U R A N C E
OPERATIONAL CHALLENGES
- 5.MARKET DEVELOPMENT
6. INSURANCE EDUCATION AND
AWARENESS
- 7 . T E C H N O L O G Y
DEVELOPMENT

It is so comprehensive report
providing proper guideline for the
stakeholders to develop the insurance
market meeting with the current age
challenges and worth reading.

CGI (Consultative Group on Insurance)

Recently a very significant move is
seen from SECP by which a ray of
hope is re-generated in the Insurance
Industry of Pakistan. A very serious
initiative has been taken by SECP to
finally identify the grey areas of
Insurance Industry and implementing
the proposals, suggestions and
opinions of the stake holders to reform
the Insurance Industry of Pakistan.

Keeping in view the areas as already
covered by IIRC the present
committee is to work for finalizing the
recommendations to be implemented
covering gaps found in above report
(if any). Wisely few members of CGI
are chosen from the same squad of
IIRC where as some other

distinguished legends of Insurance
Industry have been chosen to identify
the areas which were not looked for
previously.

SECP notified this CGI through
circular # CS/01/CGI/2015 dated
04.09.2015 through SRO #
886(1)/2015 dated 1.9.15 nominating
the following distinguished members.

1. Mr. Moin M. Fudda
Chairman, Islamabad Stock
Exchange.

2. Mr. Tahir Ahmed
M.D Jubilee General Insurance Co.
Ltd.

3.Mr. Fredrik de beer
CEO, Adamjee Life Insurance Co. Ltd

4. Ms. Nargis Ghaloo
Chairperson, State Life Insurance Co.
Ltd.

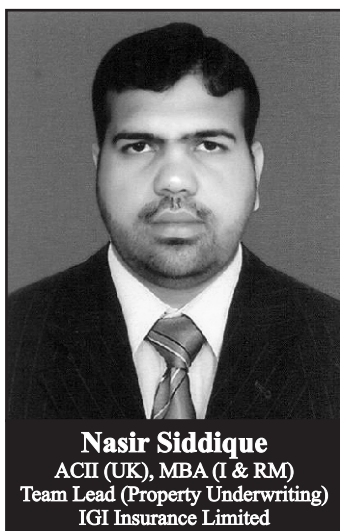
5.Mr. M. Jamaluddin
Former President, Askari General
Insurance Co. Ltd
Former Advisor, East West Insurance
Co. Ltd.
Advisor, The United Insurance Co.
Ltd
Editor, Insurance Journal.

6.Mr. Etrat H. Rizvi
Former Commissioner Insurance,
SECP.

7.Mr. Ameen Bandukda
Chairman, Board of Directors, NICL.

8.Dr. Jawed Hassan
Managing Director, Tracom (Pvt) Ltd.

The stakeholders of Insurance
Industry of Pakistan are anxiously
waiting for outcome of this high
power committees consisting of
highly respected and distinguished,
well experienced dignitaries of
Insurance Industry. Hopefully the
issues of every stakeholder shall be
properly addressed to create chances
of fair opportunity for all taking the
recommendations of CCP in view.



Takaful Window

Need of Time and Opportunities

Purpose of Takaful Window:

There has been low insurance density (premiums per capita) and low penetration (premiums as a percentage of GDP) in Islamic countries, mainly because of the belief of the majority of Muslims that insurance is un-Islamic, and that there is no alternative available to that system. With the development of Islamic banking, there has been a significant increase in the Ijarah and home mortgages which necessitate Takaful. Also, there is a need for Takaful in cases of personal policies, like motor vehicles, health and family security.

Scope and Prospects of Takaful Window:

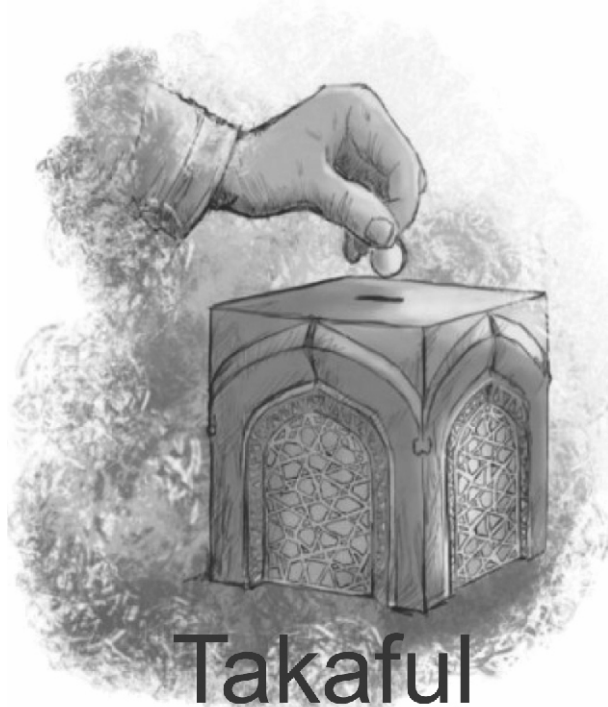
Takaful business has a huge potential as there is increasing demand for a Shariah compliant system, particularly with the development of the Islamic banking industry.

Takaful insurance can become an engine for growth and development like other general insurance companies.

Takaful insurance can also help in

increasing insurance penetration rate and in boosting savings rate.

Takaful window can approach individuals and groups who have not been taking insurance cover in the past due to religious reasons.



As Takaful operator conventional companies can develop need based and innovative products and vastly improve the customer service.

Takaful is accepted by Shariah

scholars as a Halal risk mitigation risk tool.

Success Criteria:

We believe that Takaful insurance can achieve its objective only through faithful implementation of a well-designed quality management system. A system which is continuously improving with the firm objective to serve the interest of customers design market Takaful related products & services. Overriding objective is to satisfy customers by meeting their agreed requirements, their satisfaction is our success.

Constraints:

Strong back-office support services such as

- Comparison of Takaful with Conventional Insurance Companies on various matters (Rates, Service, Commission etc.)
- Integrated Information Technology
- Efficient Management Accountancy
- Proactive Brand Management & Communication
- Strong Human Resource Development

Cargo Controllers | Loss Adjusters
Surveyors | Valuation Consultants

ISO Certified
9001:2008

PBA Approved Valuers
Panel I, II & III



PAKISTAN INSPECTION CO.
(PVT.) LTD. *The Emblem of Integrity & Professionalism*



06/09/2012 13:14

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Assumptions:

- i) With the penetration of Islamic Banking in Pakistan; Islamic Insurance i.e. Takaful stands a strong chance to succeed
- ii) Many religious portions of the society/industry would turn to Islamic services thereby enhancing possibilities of sustainable growth
- iii) With rigorous marketing and penetration, Re-Takaful will be encouraged to enhance its reinsurance capacity thereby allowing us to step into bigger accounts
- iv) With Takaful finding its roots in almost all local insurance companies; coinsurance will not be a problem. Therefore it may very well be possible to extend our business to medium sized industries
- v) The market is currently open for the taking and anyone who takes the initiative at the earliest; holds a strong case of acquiring most of business

Achieving the Milestones:

Takaful insurance can achieve its objectives by

- Making the customers/market understand that we are offering an Islamic product in accordance to Shariah Law.
- Takaful window will specifically focus on developing marketing plans for increasing public awareness regarding the Islamic services offered.
- Strategy will be aimed at not only enhancing the public awareness but establishing a brand image in the insurance market sector regarding compliance to relevant Shariah law for services and products offered.
- The main objective is to provide Takaful services to the Islamic banks, keeping in mind all Shariah principles and also be allowed to do other market business.
- To establish presence and public awareness we aim to carry out direct

marketing via internet, media advertisement, telemarketing, direct mailing and marketing personnel at their head office and branches.

Risks Involved and Initiatives Required:

- Investment Options – Investment options in accordance with Shariah principals are limited
- Strong & Prudent Risk Management is a pre-requisite
- Market Intelligence and Market Research needs to be conducted
- Rapid Product Development must take place to cater for the customer's needs and grab the market available
- Re-Takaful Capacity – Takaful entry to bigger & complex Risk is highly dependent on Re-Takaful Operators' capacity which is very limited compared to Conventional Re-insurers
- Skilled Human Resource – Takaful Industry's rapid growth is not backed by required technically skilled Human Resource

For implementation of Takaful Rules 2012, Companies shall:

- Designate separate bank accounts for Takaful Operations
- Separately mark the physical assets pertaining to only Takaful Business
- All the documentation and accounting records including vouchers, ledgers, letterhead and other relevant stationeries shall be printed with the identification of Window Operation to distinguish them from conventional business
- Record all liabilities pertaining to the Takaful Operation separately from the Conventional Business by clear marking on the source documents of

every transactions

- Transfer the Qard-e-Hasna from the Operator's Fund to PTF in case deficit by transferring the real assets
- Every transaction shall be reviewed in term of Shariah Principles that is required under the Takaful Rules, 2012
- Make investment in Shariah compliant modes as per Shariah guidelines issued by the Shariah Advisor
- Cede risk to Re-Takaful and participate in Co-Takaful after the specific approval from the Shariah Advisor
- Appoint a separate full-time Head for Window Takaful Operations
- Segregate all the assets, liabilities revenues and expenses for the Takaful Operation from the Conventional Insurance Business
- Develop a surplus distribution mechanism in the event of Surplus with the approval of Shariah Advisor
- Regulatory Framework – The establishment of International standards for Takaful would allow consistency in regulation across jurisdictions
- Need to appoint a Shariah Advisor, Shariah Compliance Auditor and Shariah Compliance Officer in accordance with the provisions of SECP Rules;

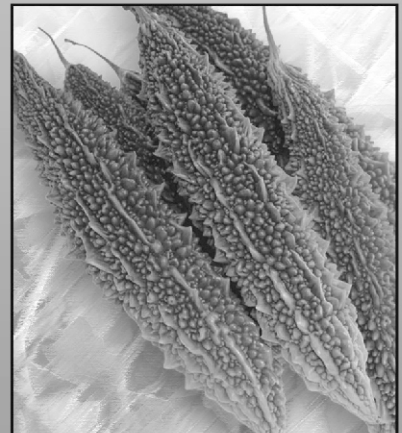
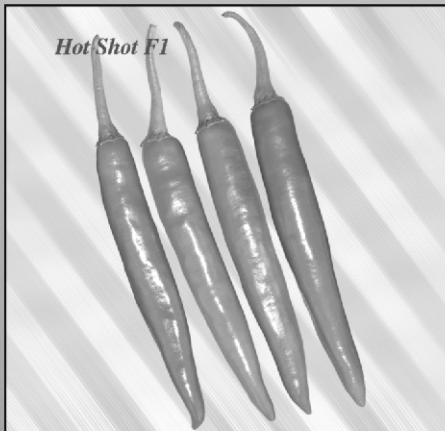
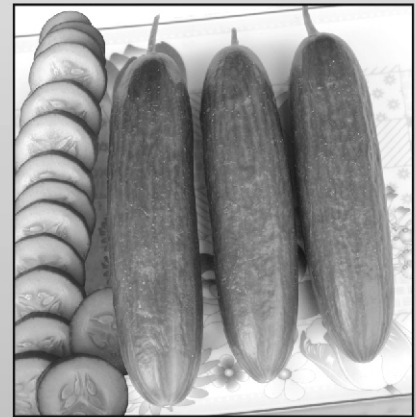
Major Stake Holders:

- SECP
- SBP
- Banks
- Sale & Marketing Team
- Participants
- Board of Director
- Re Takaful Company

RACHNA AGRI BUSINESS



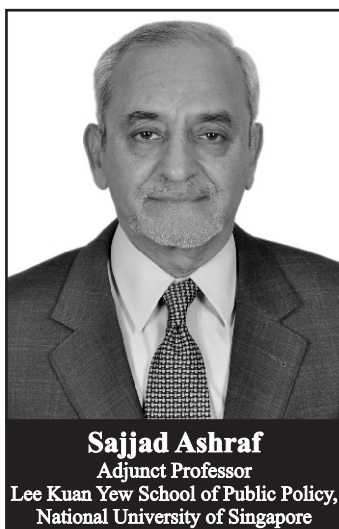
Importer, Exporter and Wholesale supplier
of Vegetable seeds, Wheat seeds,
Paddy seeds and Field crops.



RACHNA AGRI BUSINESS

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Happy at Work

How Positive Attitude Helps You Enjoy What You Do

It is normal in today's world that a person changes jobs a few times during a career span. This does not mean however, that every time you are unhappy, you change jobs. You can however, with positive attitude, make the most of the job you are in.

Do Internal Audit

The first step towards improving job satisfaction to do a thoroughly analyze your current situation. Write on a piece of paper which part of your job motivates you against the part that bores you down. Figure out where do your accomplishments and skills lie. Figure out the work environment, the office culture and how well you relate to your colleagues.

You will notice your satisfaction at work is not only dependent upon external circumstances. It has a lot to do with you internally. If you are unhappy, it is highly likely that you have developed a negative attitude.

Celebrate Positives

You cannot turn negative thoughts into positive overnight. The best way is to start counting the brighter side and intercept the negative thoughts as

they occur. Your goal should be celebrate the positives – no matter how small.

It is easy to feel disempowered by the daily drudgery but when you reflect you find that you can in most cases turn it around and have more control over the situation than you think.

Work on Your Strengths



Identify your dream job. If you are not sure list your accomplishments and skills and things you enjoy doing most. You should diligently work on maximizing your accomplishments and doing things that you enjoy.

Working on the areas that you enjoy enables you to invest in your future and boost your confidence; helps you lift your mood. The less time you

have getting bored, the less you have for negative thoughts.

Expand Horizons

Do not let the conventional requirements of your role limit your imagination. Think hard and you will find opportunities in your current job to expand your role and attain satisfaction.

Volunteer. Be proactive. Speak to your manager if you can be involved in an ongoing project or start a new one, which you may initiate. In most cases you will be pleasantly surprised at the response.

If your manager is good leader also, which more likely is, he/she will realize that job satisfaction leads to greater productivity.

Remember to be positive, be enthusiastic. Your optimism will make it hard for the manager to refuse your request. With improvement in attitude you can find a lot of fulfillment in the work you do.

By keeping your focus on the bigger picture and breaking down your dreams into smaller achievable goals, you will find motivation you need to get through the workday and more.



Beeta

Romance with the Air

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Insurance Journal Performance Awards 2015



(L to R) Mr. Mohammad Jamaluddin, Mr. Tahir Ahmed, Mr. Saifuddin Zoomkawala, Mr. M.S.I. Ghauri, Chief Justice (R) Mian Mahboob Ahmad, Mr. Moin Fudda and Mr. Hasanali Abdullah speaking at the occasion.

Distinguished Guests:



Insurance Journal Performance Awards 2015



Mr. Ali Jameel, Director TPL Direct Insurance receiving award for highest donation as %age of after Tax Profit dedicated to Mr. Roshen Ali Bhimjee from Mr. Rafiq Bhimjee



Mr. Arshad P. Rana, C.E.O Altas Insurance receiving award for highest underwriting profit as %age of written premium dedicated to Mr. Muhammad Choudhry from Mrs. Nafisa Choudhry



Mr. Majid Khan Jadoon, ACII, CEO Pakistan Inspection Company (Pvt) Ltd receiving award for Articles in Insurance Journal dedicated to Mr. M. A. Chishti from Mr. M.S.I. Ghauri

Insurance Journal Performance Awards 2015



Mr. Tahir Masaud, CEO IGI General Insurance receiving Insurance Journal Award for 2nd highest donation as %age of after Tax Profit from Chief Justice (R) Mian Mahboob Ahmad



Mr. Shakil Ahmed, Executive Director United Insurance receiving Insurance Journal Award for 2nd highest underwriting profit as %age of underwritten premium from Chief Justice (R) Mian Mahboob Ahmad



Mr. Majid Khan Jadoon on behalf of Mr. Qayyum Pervez Malik, Insurance Surveyor Qayyum Pervez Malik & Co. (Pvt) Ltd receiving Insurance Journal Award for Articles in Insurance Journal from Chief Justice (R) Mian Mahboob Ahmad

Insurance Journal Performance Awards 2015



Insurance Journal Performance Awards 2015

A large number of guests gathered on 15th December, 2015 at HOTEL MARRIOTT Karachi, to witness First Ever Award Ceremony in the history of Pakistan Insurance Industry. This event was organized by Insurance Journal.

Mr. Mehboob Ahmed Chief Justice (R) presided over the Award Ceremony. In his address he urged upon the insurance companies to come forward and form togetherness amongst themselves to ensure the benefits of insurance reach the every spectrum of the society. He called upon the industry leaders to focus more on spreading positive message to the masses of insurance benefits thus further improving the image of the industry. He said as Chairman National Insurance Reforms Commission formed by the Government in early nineties he had made some specific and far reaching recommendation in the report submitted to the Government. Though some recommendation were implemented but the rest seemed to have lost in the way.

He appreciated the efforts of the Insurance Journal and suggested to the insurance industry to join hands with the Insurance Journal for the common good and benefits of the industry.

Mr. Mehboob Ahmed made a specific reference to the young Executives and Chief Executives present in the award ceremony gathering and urged them to collectively come forward voluntarily as their contribution to the growth and well being of the insurance industry would ultimately help enhance their professional image and of the industry.

Mr. M.S.I. Ghauri Advisor Chairman SECP represented Mr. M.Zafar-ul-Haq Hijazi Chairman Securities and Exchange Commission of Pakistan said Chairman SECP would have joined this first ever event of its kind and met a galaxy of eminent personalities connected with the insurance sector which is one of the areas of domain of SECP.

He said "Taking benefits of the Presence of a large number of professionals and executives from the Insurance Industry. I would like to share with you some important developments in the insurance sector".

SECP is a member of the International Core Principles (ICPs) and standards. These ICPs and standards aim at maintaining a fair, safe and stable insurance sector in the member's jurisdiction for the benefit and protection of the policy holders as well as contributing to the stability of the financial system to be fully complaint a lot has to be done both at the of SECP and the Insurance Industry of Pakistan.

Trade in Services Agreement (TISA) free Trade Agreement (FTA) with People's Republic of China and a Free Trade Agreement (FTA) with Malaysia with Insurance as one of the segments of financial services are under negotiation. SECP stands fully committed to protect the interest of the Insurance sector of Pakistan.

SECP also signed an MOU with under secretariat of Treasury, Turkey in Sept 2013 and efforts are underway to fully operationalise it for the benefit of the insurance industry.

Australia, Malaysia, Singapore and India have come up with new insurance Law's keeping in view the changing global scenario in the Insurance Sector signaling revisit of the Pakistan's Insurance Law also.

Cognizant of its role to ensure a fair, safe and a stable insurance sector for the benefit and protection of policyholders and to contribute to the stability of the financial system, SECP has already issued a number of Rules, Regulations, Guidelines and is presently engaged in taking a number of measures which will not only strengthen its regulatory and supervisory framework but also help in enhancement of business and image of the insurance industry of Pakistan. Some of these include merger of Insurance Rules, 2002 and SEC Insurance Rules, 2002 to avoid confusion, new Code of Corporate Governance, Accounting Regulations for Insurance Companies, MICRO INSURANCE Regulations, enhancement in minimum paid-up capital requirements in a phased manner, establishment of small dispute resolution committees at Karachi, Lahore and Islamabad, issuance of draft SEC reinsurance brokers regulations, 2015, revisiting the Insurance law and switch over to Risk Based Capital (RBC)/ Risk Based Supervision (RBS) and strengthening the supervisory mechanism to take care of the compliance issue.

Government of Pakistan in the Ministry of Finance has also been approached for necessary amendment in the Motor Vehicle Act, 1939 for no fault option and enhancement of Compensation and also in industrial and commercial ordinance, 1968 for Compulsory Group life insurance. This will also go a long way in the enhancement of insurance business.

Mr. Ghauri said SECP had a comprehensive road map for the development of insurance industry of Pakistan. He urged upon IAP to launch an aggressive awareness campaign about insurance on collective basis and gear up research and development facilities to come up with innovative products to enhance insurance business. Protection of the interest of the policy holders Mr. Ghauri said that the prime importance not only for SECP but also for the insurance.

Mr. Saifuddin Zoomkawala Chairman EFU General Insurance Ltd was the keynote speaker.

Declaring “this evening as a whole is a moment of success for the insurance profession” Mr. Saifuddin said he had no doubt that it would lift the entire industry to a higher level of excellence. He said “we are proud that we have an organized community in shape of Pakistan insurance industry which has seen peaks and troughs in the history of Pakistan”.

He said insurance industry “has kept pace with the development of the economy”. While applauding the initiative of Insurance Journal for organizing the award ceremony he mentioned the invaluable contributions of Pakistan Insurance Institute and the Insurance Association of Pakistan.

Mr. Saifuddin said Insurance Industry regards the SECP as a partner and both have the same core objectives. He appreciated the role of SECP in the financial services sector that the Economist Intelligence Unit ranked Pakistan at number 5 on its Global Index on National Financial Inclusion. The shared objective of the SECP and the Insurance Industry is to raise Insurance Penetration above 1% to make that matches some other emerging markets.

While highlighting the importance of awards, he said award ceremonies lift morale, evoke enthusiasm, create competition and generate new ideas and products. “I feel sure that our talented younger generation will create new products and services in general, life, motor, health, travel, Takaful and other segments in Pakistan. The market segments of crop and livestock insurance are important for Pakistan's agricultural economy as well. With the support of international development organizations, and following the growth of micro-finance banks in Pakistan, micro-insurance is also developing”.

He emphasized for a steady growth of economy. He said an efficient and stable financial sector is essential for the steady growth of an economy. Insurance plays a critical role in the smooth functioning of the financial sector. Insurance availability allows entrepreneurs and investors to manage risk and earn higher returns. This generates productivity and economic growth.

Mr. Tahir Ahmed Chairman Insurance Association of Pakistan in his speech highlighted the role of the insurance industry in the economic development of Pakistan. He said IAP always played a major and positive role in helping the Government and Private sector to undertake mega projects. He congratulated the Insurance Journal and assured cooperation of IAP in achieving the common objective of the insurance industry that is best services to the clients, always projecting a positive image of the insurance business and industry.

Earlier in his welcome address Editor & Publisher Insurance Journal Mr. M. Jamaluddin briefly mentioned about 31 years struggle and success of Insurance Journal. He said despite many odds since its inception in 1984 by the Grace of God Insurance Journal managed to remain in regular publication and missed not an issue. The Journal over those years has introduced many young writers.

He asked the Insurance industry to come forward and give its due share to help and develop Insurance Journal as partner of the industry.

Expressing his views about the insurance industry he said no doubt that industry has played its valuable part in the development of the country's economy but suggested in this fast developing world out of box thinking and solutions are required. He urged the CEO's and senior executives of the companies to meet informally more often and exchange the Knowledge and share the experience for the development of new products and further improve the image of the industry. He thought opening of Tea Room in premises of IAP will greatly benefit the professionals to meet for a while and discuss matters of common interest. For long term returns adoptions of Schools could be considered by the insurance companies. Regular and permanent committees at the IAP to project and answer questions of the insured and general public be set up. Regular and constant chain of communication be establish between the industry and regulators. Mr. M. Jamaluddin Thank the Award Committee members, the sponsors of the event and the large gathering presence in the award ceremony.

Winners of The Insurance Journal Performance Awards 2015

C.S.R Award

Highest donation As percentage of After Tax Profit
Award dedicated to **MR. ROSHEN ALI BHIMJEE**

Winner:



Award received by Director **MR. ALI JAMEEL**

2nd Highest Donation As percentage of After Tax Profit
Insurance Journal Award

Winner:



IGI General Insurance
Award received by CEO **MR. TAHIR MASAUD**

Highest Underwriting Profit percentage of Written Premium

Award dedicated to **MR. MUHAMMAD CHOUDHRY**

Winner:



Atlas Insurance
Award received by CEO **MR. ARSHAD P. RANA**

2nd Highest Underwriting Profit percentage of Written Premium
Insurance Journal Award

Winner:



United Insurance Company
Award received by Executive Director / Head of Takaful **Mr. Shakil Ahmed**

Articles Written in Insurance Journal

Award dedicated to **MR. M.A. CHISHTI**

Winner:

Mr Majid Khan Jadoon ACH CEO Pakistan Inspection Company (Pvt) Ltd
Insurance Journal Award

Winner:

Mr. Qayyum Pervez Malik Insurance Surveyor & Loss Adjustor, Claim Investigator
Qayyum Pervez Malik & Co (Pvt) Ltd. Multan

Insurance Journal is in publication since 1984 from Karachi and 2008 from Islamabad

As an initial objective Insurance Journal provided a forum and a platform to insurance writers and professionals and encouraged young executives to read and write about insurance. To further encourage the young, Insurance Journal Introduced in the year 1993 Gold medal for essay writers.

This helped many young writers to develop themselves into writing the articles on different aspects of Insurance.

Against heavy odds the very existence of Insurance Journal for over 30 years shows beyond doubt, the seriousness and commitment of the publisher and all those working for Insurance Journal. In line with the forward looking policy, Insurance Journal has now introduced Insurance Journal performance Awards for the first time ever in the history of Pakistan Insurance Industry. It is hoped these bold steps of Insurance Journal will be supported and appreciated by the insurance industry and all connected directly or indirectly concerned for the development, image and welfare of the insurance industry of Pakistan. Insurance Journal rightly assume insurance industry to join the so far solo efforts of the publisher.

In late 2014 Insurance Journal decided to institute Annual Performance Awards. To start for Non - life Insurance Companies of Pakistan. Life and Takaful companies will be included later on. A committee was formed to organize, set rules, and make criteria and categories. Personalities of the insurance industry were invited to form the committee. Mr Saifuddin Zoomkawala Chairman EFU General Insurance consented to convene the meetings, others member were Mr. Hassan Ali Abdullah, Mr. Moin Fudda, Mr. Akbar Ali Khan, Mr M.A. Lodhi, Chairman IAP (2013-14) Mr Muhammad Ali Zeb, Chairman IAP (2014-15), Mr. Mehmood Lotia later joined the committee. The committee decided to institute six Awards in Three Categories Two in each Category, based on Annual reports of 2014-2013-2012.

C.S.R Award

**Highest donation As percentage of
After Tax Profit
This Award be dedicated to
MR. ROSHENALI BHIMJEE**

**2nd Highest Donation As percentage of
After Tax Profit
Insurance Journal Award**

Highest Underwriting Profit

**Highest Underwriting Profit
percentage of Written Premium
This Award be dedicated to
MR. MUHAMMAD CHOUDHARY**

**2nd Highest Underwriting profit
percentage of the written premium
Insurance Journal Award**

Articles Written in Insurance Journal

**This Award be dedicated to
MR. M.A. CHISHTI**

**2nd Award
Insurance Journal Award**

Mementos



Mementos



Insurance Journal Award winning celebration by Mr. Qayyum Pervez Malik at Multan

Mr. Qayyum Pervez Malik Insurance surveyor loss adjuster Multan was awarded Insurance Journal Performance Award in the category of articles written in the Insurance Journal. A large number of Multan based insurance surveyors gathered in the office of M/S Qayyum Pervez Malik and Co (Pvt) Ltd. to congratulate and to acknowledge the achievements of their senior colleague Mr. Qayyum Pervez Malik on winning the Insurance Journal Award 2015. Such event took place for the first time in history of insurance industry of Pakistan. The Multan based surveyors greeted Mr. Qayyum Pervez Malik and appreciated his efforts in bringing honor and enhanced respect for the whole surveyors fraternity in general and for the Multan based surveyors, they mentioned the efforts, and contribution made by Mr. Qayyum over a period of 38 years. He served as President of Multan based Surveyors Association for about 8 years.

He has been nominated unopposed as member of executive committee of coming elections of surveyors and adjusters association of Pakistan. He not only writes articles on different insurance subjects in insurance journal but also participate in International Insurance discussion forums all over the world.

Besides Multan a large number of insurance personnel from Karachi, Lahore, Islamabad and other cities of Pakistan and from Indian Insurance Industry greeted and congratulated Mr. Qayyum for winning Insurance Journal Performance Award 2015 in the category of articles written in Insurance Journal.



Formation of Consultative Group on Insurance by Securities and Exchange Commission of Pakistan

The Securities and Exchange Commission of Pakistan announced the formation of Consultative Group on Insurance. The S.R.O was issued notifying the formation of the Group in exercise of Power Conferred by section 408 read with clause (4) of sub section (4) of section 20 of the SECP Act 1997 (XLII of 1997) the Securities and Exchange Commission of Pakistan is pleased to make a consultative group on insurance.

The group shall be called “Consultative Group on Insurance” will act as an independent think tank for making the insurance market vibrant and robust for the economic development of the Pakistan.

The composition of the group is as follows:

Mr. Moin Fudda
Mr. Tahir Ahmed
Mr. Fredrick de Beer
Ms. Nargis Ghaloo
Mr. M. Jamaluddin
Mr. Etrat H. Rizvi
Mr. Ameen Bundukda
Mr. Jawed Hassan

The meetings of the Group will be held under the Chairmanship of Mr. Zafar-ul-Haq Hijazi Chairman SECP and in his absence Mr. Fida Hussain Somoo Commissioner (Insurance) SECP may chair the meeting. Whereas Mr. M.S.I Ghauri (Advisor) (Chairman Secretariat) shall act as secretary to the Group.

The first meeting of Consultative Group on Insurance (CGI) was held on 11 Dec 2015. Chairman Securities and Exchange Commission of Pakistan Mr. Zafar-ul-Haq Hijazi presented.

Decision was made to constitute the following committees:

1-Committee on Local Retention

- 1) Mr. Tahir Ahmed (Convener)
- 2) Mr. Moin Fudda (Member)
- 3) Mr. Ameen Bundukda
- 4) Chairman PRCL (Co-opted Member)
- 5) Mr. Tariq Bakhtawar, Director Insurance (Co-opted Member)

2-Committee on Alternative Distribution Channels

- 1) Mr. Fredrik de Beer (Convener)
- 2) Mr. Jawed Hassan (Member)
- 3) Mr. Ali Jameel (Co-opted Member)
- 4) Mr. Hasnat Ahmed, Director Insurance (Co-opted Member)

3-Committee on Microinsurance

- 1) Mr. Etrat H. Rizvi (Convener)
- 2) Mr. Jawed Hassan (Member)
- 3) Mr. Nadeem Hussain (Co-opted Member)
- 4) Mr. Farrukh Qureshi, Deputy Director Insurance (Co-opted Member)

4-Committee on Health Insurance

- 1) Mr. M. Jamaluddin (Convener)
- 2) Ms. Nargis Ghaloo
- 3) Mr. Kamran Ansari (Co-opted Member)
- 4) Dr. M. Asif Burq (Co-opted Member)
- 5) Syed Nayyar Hussain, Director Insurance (Co-opted Member)



Rana Naveed ur Rehman
MBA (HRM), Cert CII (UK)
Chief Manager (Health)
East West Insurance Co. Ltd

Diabetes Mellitus

Control & Cure

However, I am not a doctor but based on my experience in the field of medical health insurance, some literature review, Internet and interaction with some patients, I feel to highlight some useful information for the purpose of public awareness about Diabetes Mellitus.

Diabetes mellitus (or diabetes) is a chronic, lifelong condition that affects your body's ability to use the energy found in food. Diabetes is a number of diseases that involve problems with the hormone insulin. There is no cure for diabetes. People with diabetes need to manage their disease to stay healthy. There are three major types of diabetes: type 1 diabetes, type 2 diabetes, and gestational diabetes. All types of diabetes mellitus have something in common. Normally, your body breaks down the sugars and carbohydrates you eat into a special sugar called glucose. Glucose fuels the cells in your body. But the cells need insulin, a hormone, in your bloodstream in order to take in the glucose and use it for energy. With diabetes mellitus, either your body doesn't make enough insulin; it can't use the insulin it does produce, or a combination of both.

Since the cells can't take in the glucose, it builds up in your blood. High levels of blood glucose can damage the tiny blood vessels in your kidneys, heart, eyes, or nervous

system. That's why diabetes especially if left untreated can eventually cause heart disease, stroke, kidney disease, blindness and damage to nerves in the feet.

Type 1 Diabetes

Type 1 diabetes is also called insulin-dependent diabetes. It used to be called juvenile-onset diabetes, because it often begins in childhood. Type 1 diabetes is an autoimmune condition. It's caused by the body attacking its own pancreas with antibodies. In people with type 1 diabetes, the damaged pancreas doesn't make insulin. This type of diabetes may be caused by a genetic predisposition. It could also be the result of faulty beta cells in the pancreas that normally produce insulin.

A number of medical risks are associated with type 1 diabetes. Many of them stem from damage to the tiny blood vessels in your eyes (called diabetic retinopathy), nerves (diabetic neuropathy) and kidneys (diabetic nephropathy). Even more serious is the increased risk of heart disease and stroke.

Type 2 Diabetes

The most common form of diabetes is type 2 diabetes, accounting for 95% of diabetes cases in adults. Type 2

diabetes used to be called adult-onset diabetes, but with the epidemic of fat and overweight kids, more teenagers are now developing type 2 diabetes. Type 2 diabetes was also called non-insulin-dependent diabetes. Type 2 diabetes is often a milder form of diabetes than type 1. Nevertheless, type 2 diabetes can still cause major health complications, particularly in the smallest blood vessels in the body that nourish the kidneys, nerves and eyes. Type 2 diabetes also increases your risk of heart disease and stroke.

With Type 2 diabetes, the pancreas usually produces some insulin. But either the amount produced is not enough for the body's needs or the body's cells are resistant to it. Insulin resistance or lack of sensitivity to insulin, happens primarily in fat, liver and muscle cells. People who are fat more than 20% over their ideal body weight for their height are at particularly high risk of developing type 2 diabetes and its related medical problems. Fat people have insulin resistance. With insulin resistance, the pancreas has to work overly hard to produce more insulin. But even then, there is not enough insulin to keep sugars normal.

Gestational Diabetes

Diabetes that's caused by pregnancy is called gestational diabetes. It is often diagnosed in middle or late pregnancy

because high blood sugar levels in a mother are circulated through the placenta to the baby. Gestational diabetes must be controlled to protect the baby's growth and development. Gestational diabetes usually resolves itself after pregnancy. Having gestational diabetes does, however, put mothers at risk for developing type 2 diabetes later in life. Up to 10% of women with gestational diabetes develop type 2 diabetes. It can occur anywhere from a few weeks after delivery to months or years later.

With gestational diabetes, risks to the unborn baby are even greater than risks to the mother. Risks to the baby include abnormal weight gain before birth, breathing problems at birth, and higher obesity and diabetes risk later in life. Risks to the mother include needing a cesarean section due to an overly large baby, as well as damage to heart, kidney, nerves and eye.

Symptoms

All types of diabetes have some of the same warning signs:

Hunger and fatigue: Your body converts the food you eat into glucose that your cells use for energy. But your cells need insulin to bring the glucose in. If your body doesn't make enough or any insulin, or if your cells resist the insulin your body makes, the glucose can't get into them and you have no energy. This can make you more hungry and tired than usual.

Peeing more often and being thirstier: The average person usually has to pee between four and seven times in 24 hours, but people with diabetes may go a lot more.

Dry mouth and itchy skin: Because your body is using fluids to make pee, there's less moisture for other things. You could get dehydrated, and your mouth may feel dry. Dry skin can make you itchy.

Blurred vision: Changing fluid levels

in your body could make the lenses in your eyes swell up. They change shape and lose their ability to focus.

Slow-healing sores or cuts: Over time, high blood sugar can affect your blood flow and cause nerve damage that makes it hard for your body to heal wounds.

Pain or numbness in your feet or legs: This is another result of nerve damage.

Unplanned weight loss: If your body can't get energy from your food, it will start burning muscle and fat for energy instead. You may lose weight even though you haven't changed how you eat.

Nausea and vomiting: When your body resorts to burning fat, it makes "ketones." These can build up in your blood to dangerous levels, a possibly life-threatening condition called diabetic ketoacidosis. Ketones can make you feel sick to your stomach.

Diagnosis

The following tests are used for the diagnosis of diabetes:

Fasting Plasma Glucose (FPG) Test

The FPG is the preferred test for diagnosing diabetes and is most reliable when done in the morning. Results and their meaning are shown in table 1. If your fasting glucose level is 100 to 125 mg/dL, you have a form of prediabetes called impaired fasting glucose (IFG), meaning that you are more likely to develop type 2 diabetes but do not have it yet. A level of 126 mg/dL or above, confirmed by repeating the test on another day, means that you have diabetes.

Table 1. Fasting Plasma Glucose Test

Plasma Glucose Result (mg/dL)	Diagnosis
99 and below	Normal
100 to 125	Prediabetes (impaired fasting glucose)
126 and above	Diabetes*

*Confirmed by repeating the test on a different day.

Oral Glucose Tolerance Test (OGTT)

Research has shown that the OGTT is more sensitive than the FPG test for diagnosing prediabetes, but it is less convenient to administer. The OGTT requires you to fast for at least eight hours before the test. Your plasma glucose is measured immediately before and two hours after you drink a liquid containing 75 grams of glucose dissolved in water. Results and what they mean are shown in table 2. If your blood sugar level is between 140 and 199 mg/dL 2 hours after drinking the liquid, you have a form of prediabetes called impaired glucose tolerance or IGT, meaning that you are more likely to develop type 2 diabetes but do not have it yet. A two-hour glucose level of 200 mg/dL or above, confirmed by repeating the test on another day, means that you have diabetes.

Table 2. Oral Glucose Tolerance Test

2-Hour Plasma Glucose Result (mg/dL)	Diagnosis
139 and below	Normal
140 to 199	Prediabetes (impaired glucose tolerance)
200 and above	Diabetes*

*Confirmed by repeating the test on a different day.

Random Plasma Glucose Test

A random blood glucose level of 200 mg/dL or more, plus presence of the following symptoms, can mean that you have diabetes:

- Increased urination
- Increased thirst
- Unexplained weight loss

Other symptoms include fatigue, blurred vision, increased hunger, and sores that do not heal. Your doctor will check your blood glucose level on another day using the FPG or the OGTT to confirm the diagnosis of diabetes.

Newer guidelines use hemoglobin A1c as a screening tool for prediabetes or diabetes (the test is normally used to measure blood glucose control in diabetes patients over several months). A HbA1c of 5.7% to 6.4% is consistent with prediabetes and marks

a time when it can be reversed by lifestyle changes. An HbA1c of 6.5% or higher is consistent with diabetes.

Treatment for Diabetes:

Diabetes is a serious disease that you cannot treat on your own. Your doctor will help you make a diabetes treatment plan that is right for you and that you can understand. You may also need other health care professionals on your diabetes treatment team, including a foot doctor, nutritionist, eye doctor and a diabetes specialist (called an endocrinologist).

Treatment for diabetes requires keeping close watch over your blood sugar levels (and keeping them at a goal set by your doctor) with a combination of medications, exercise, and diet. By paying close attention to what and when you eat, you can minimize or avoid the "seesaw effect" of rapidly changing blood sugar levels, which can require quick changes in medication dosages, especially insulin. Treatment for type 1 diabetes involves taking insulin, which needs to be injected through the skin into the fatty tissue below. The methods of injecting insulin include Syringes, Insulin pens that use pre-filled cartridges and a fine needle.

A periodic test called the HbA1C blood test estimates glucose levels in your blood over the previous three months. It's used to help identify overall glucose level control and the risk of complications from diabetes, including organ damage.

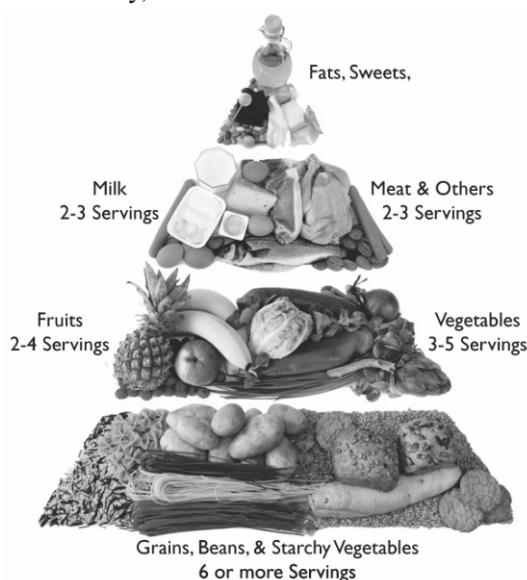
There is no cure for Type 2 diabetes. It can, however, be controlled with weight management, nutrition, and exercise. Unfortunately, type 2 diabetes tends to progress and diabetes medications are often needed.

Treatment of Diabetes during pregnancy includes careful meal

planning to ensure adequate pregnancy nutrients without excess fat and calories, daily exercise, controlling pregnancy weight gain and taking diabetes insulin to control blood sugar levels if needed.

Nutrition and Meal Timing for Diabetes

Eating a balanced diet is vital for people who have diabetes, so work with your doctor or dietitian to set up a menu plan. If you have type 1 diabetes, the timing of your insulin dosage is determined by activity and diet. When you eat and how much you eat is just as important as what you eat. Usually, doctors recommend three



small meals and three to four snacks every day to maintain the proper balance between sugar and insulin in the blood.

Exercise for Diabetes

Another crucial element in a treatment program for diabetes is exercise. With either type of diabetes, check with your doctor before starting an exercise program. Exercise improves your body's use of insulin and may lower blood sugar levels. To prevent your blood sugar from falling to dangerously low levels, check your blood sugar and, if necessary, eat a carbohydrate snack about half an hour before exercising. If you start to feel

symptoms of low blood sugar (called hypoglycemia), stop exercising and have a carbohydrate snack or drink. Wait 15 minutes and check again. Have another snack again if it is still too low. Exercise helps some people with type 2 diabetes lower their blood glucose levels and may help prevent the disease in those at risk.

For people with either type of diabetes, exercise can lower the chance of having a heart attack or stroke and can improve circulation. It may offer stress relief, as well. People with type 2 diabetes who need to lose weight can benefit from moderate exercise. Most people with diabetes are encouraged to get at least 150 minutes each week of moderate-intensity aerobic physical activity, like walking. Strength training is often recommended at least twice a week. Talk to your doctor about what type of exercise is right for you.

Conclusion:

In my opinion, the awareness among general public about Diabetes is insufficient and people should be given awareness about prevention, risk factors, importance of medical checkup for early detection and availability of treatment in Pakistan. Some special awareness programs are needed for rural population through electronic and print media (TV, Newspapers, Literatures and Social Media), health / medical insurers and hospitals. Ministry of Health must play its active role in prevention of Diabetes. Tests for this disease should be available free of cost nearer in the urban and rural basic health centers. Also, the medicines / insulin for the treatment of Diabetes are expensive and the Government should take measure to control / minimize the prices of treatment / medicines to the poor people. People having Diabetes must follow the diet plan advised by the physician for their better life.

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National News

IGI Insurance (IGIIL) 3Q2015 EPS Rs.4.0 (Above Expectations)

IGI Insurance (IGIIL) announced 3Q2015 consolidated earnings of Rs436mn (EPS Rs4 against Rs268mn (EPS Rs2.2) in the same period last year. The result was above market expectations.

Key takeaways:

Underwriting income of IGIIL surged by 97% to Rs76mn in 3Q2015 led by improving macros and improved fire segment business.

Underwriting income from fire segment stood at Rs17mn in 3Q2015 as against a loss of Rs21mn in the same period last year.

Similarly, marine division also reported an increase in underwriting income by 97% YoY to Rs20mn, contributing to growth in underwriting business of the company.

Total premium of IGIIL in the period under review was up by 35% YoY whereas total claims were down 32%. Consequently, claims ratio of the company improved to 62% in 3Q2015 as compared to 123% in 3Q2014.

Due to improved underwriting income, underwriting ratio also increased to 7% in 3Q2015 vs. 5% in the same period last year.

Investment income of IGIIL remained the key earnings driver for IGIIL as it was up by 101% to Rs326mn in 3Q2015. In our view, surge in investment income was due to higher dividend income from Nestle and gain on sale of equities during the quarter.

To recall, IGIIL has significant stakes in companies like IGI life (IGIL), IGI investment bank (IGIBL), Treet Corporation (TREET), Packages (PKGS) and Nestle (NESTLE).

In 9M2015, earnings of IGIIL were up 55% to Rs1.5bn (EPS Rs12.8) led by growth in investment income and underwriting business.

We highlight 1) Deterioration in Pakistan macros, 2) sharp fall in stock market, and 3) natural calamities, as major risks for IGIIL.

TPL Trakker Expects To Get Asia Care

TPL Trakker, a sister organization of TPL Direct Insurance, has expected to procure 100% paid up capital of the Asia Care and Life Insurance Company, which is an accomplice organization of distinctive microfinance banks, to improve its business of protection at small scale level.

TPL direct protection gives protection items, for example, medical coverage, car/auto/vehicle protection, travel immediate, home protection and bancassurance. Its administration needed to venture in small scale protection business which is being thrived in the nation at the quickened pace. As indicated by authority warning issued to stock, TPL Trakker said that it started an activity of due persistence procedure to assess and get to the feasibility of potential securing of up to 100% paid up capital of Asia Care and Life Insurance Company.

In such manner, the organization is currently contracting consultancy and admonitory firms for due ingenuity and consistency settlement though the exchange would be concluded after endorsement of top managerial staff and endorsement of administrative bodies. At present, wellbeing issues and costly restorative treatment have turned into an imperative sympathy toward each one of those individuals who can't bear the cost of better medicinal offices. AsiaCare offers an advantageous answer for this issue and has presented useful wellbeing arranges by means of the stage of miniaturized scale money organizations including the first microfinance bank, Khushali Bank and in the past Tameer Microfinance Bank. This arrangement gives various medicinal offices at a sensible expense.

Chinese experience can benefit Pakistan's insurance sector

Lahore—Chinese-styled reforms in Insurance sector could prove to be a vigorous tool in the economic mobility of Pakistan, President Pak China Joint Chamber of Commerce and Industry, Shah Faisal Afridi, said. During a meeting with Chinese delegation in Lahore, Afridi invited Chinese delegates to review the great potential available in Pakistan in the insurance sector, which has magnified further in the scenario of China-Pakistan Economic Corridor (CPEC). The delegation was headed by Fan Chan Cheng from Qingdao Shang Zheng Investment Company while other members of the delegation were Li Yafei and Wang Chang qi.



National News

Shah Faisal Afridi in his address informed that according to financial statistics the phenomenal growth of Pakistani life insurance companies maintained at 52% and 69% in terms of net premiums and assets. Pakistan Insurance Industry Contribution to GDP is 0.23% which is abysmally, he pointed. He maintained that Pakistani Insurance sector had great potential especially in the wake of forth coming CPEC labor and projects. There is ample growth potential in life insurance business provided it meets true needs of the people and offer them protection from economic downturns, he added.

He stressed on the need of invest in Islamic insurance. He said the concept of Islamic insurance should be flourished on and the room for Islamic insurance is enormous. There is an urgent need on the part of government and concerned authorities to take effective measures to boost up Islamic insurance business to cater true needs of people, he asserted. Shah Faisal Afridi assured of his fullest support to the Chinese companies in introducing the Pakistan insurance policies for managing and indemnifying financial risks. He hoped that Chinese companies would find the policy environment for insurance business in Pakistan very conducive, as the government of Pakistan was eager to overcome the inefficiencies and flaws of the sector. He also said that due to the investment of Chinese insurance companies, Pakistan will get a dependable source in insurance sector.

During discussion, head of the delegation Fan Chancheng acknowledged that Pakistan had great potential in this sector as the sector had been showing good growth trend during last few years. He said that the biggest challenge to be faced by the private insurance companies is always to develop a trained field force that can reach people and make them understand the importance of savings and investments through insurance.

SECP to unveil new Insurance Rules

ISLAMABAD: The Securities and Exchange Commission of Pakistan (SECP) on Tuesday decided to issue new rules for the effective regulation of the insurance sector in Pakistan, its statement said.

The Securities and Exchange Commission of Pakistan has formulated draft Insurance Rules, 2015 which will replace the previously issued two different sets of insurance rules after the due approval process and accommodating the stakeholders' consultations, a statement said.

Earlier, the Insurance Industry Reforms Committee Report 2014 also recommended consolidating the existing two set of rules, which were creating ambiguity. Currently, the first set of rules called the Insurance Rules, 2002 were notified by the Federal Government – Ministry of Commerce via SRO 498(I)/2002 dated August 7, 2002.

Whereas the second set of rules called the Securities and Exchange Commission (Insurance) Rules, 2002 were issued by the Securities and Exchange Commission of Pakistan via SRO 938(I)/2002 dated December 12, 2002.

The consolidation of the existing two sets of rules has improved the insurance regulatory framework. Such refinements include amendment in Rule 35 of the SEC (Insurance) Rules, 2002 to improve the liquidity position of the insurers and examination of insurance surveying officer as a condition for registration as an ASO.

Furthermore, in order to increase the compliance level of insurers, an annual certificate on compliance of Section 11 and 12 of the Insurance Ordinance, 2000 has been made part of the draft rules. Besides this, certain redundant provisions have also been proposed to be removed. It is expected that this consolidation exercise will bring more clarity and efficiency in the regulation of the insurance sector of Pakistan.

Source: Company's Websites

International News

Interactive broker sessions enhance placement process in Singapore

Lloyd's Asia Pacific regional hub is trialling Open Trading Sessions in Singapore, allowing brokers to interact directly on site with Lloyd's underwriters

A new concept for the local market, brokers are able to meet specialist property, power and onshore energy underwriters from 11 Lloyd's syndicates twice a week on Tuesdays and Thursdays from 10.00 to 12.00.

Nam Quach, Broking Manager at Bowring Marsh believes the face-to-face trading sessions shorten his placement process: "By coming to the open trading session, I can cut out three calls and four emails to the underwriter. It also allows for better understanding of complex cases and it's easier to get my points across at these sessions than through email."

Vipul Shetty, a broker from Marsh was also positive about his first visit to Lloyd's Open Trading Session: "I came today to complete a particular endorsement which I was able to do and it saved me a lot of time. It's a great format as you can have an open discussion with the underwriter which you can't do over emails," said Shetty.

The format which is undergoing a trial until 31 December 2015 has been a great success so far with underwriters seeing multiple risks, many of which are bound during the sessions. The sessions enable brokers to see several markets at one time, providing faster turnaround times as quotes are given in real time, lines are bound and endorsements signed on the spot.

Underwriters participating in the initial stage of the Lloyd's Open Trading Sessions include Allied World, Amlin, Atrium, Argenta, ArgoGlobal, Ascot, Beazley, Chaucer, Talbot, Tokio Marine Kiln and XL Catlin. This list may be expanded to more classes of business after the trial period.

The Lloyd's platform in Singapore consists of 24 syndicates.

Lloyd's Market Charity Awards 2015

Thirty charities were presented with donations of £2,000 each from Lloyd's Charities Trust at a lunchtime reception on Wednesday 16 December 2015.

The £2,000 awards have been made to the charities in recognition of the fundraising and voluntary work undertaken by their supporters in the Lloyd's market, and to those charities which have provided individuals and their families with invaluable assistance when facing difficult circumstances.

Lloyd's Market Charity Awards were launched in 2007, and each year the trustees of Lloyd's Charities Trust continue to be moved by individuals' stories and amazed at the enormous efforts made by those around the market on behalf of so many charities.

64 applications were received for the 2015 awards.

One of this year's winners, Joshila Tailor from Ironshore, applied for an award on behalf of Blind Veterans UK which helps veterans recover their independence and discover a life beyond sight loss.

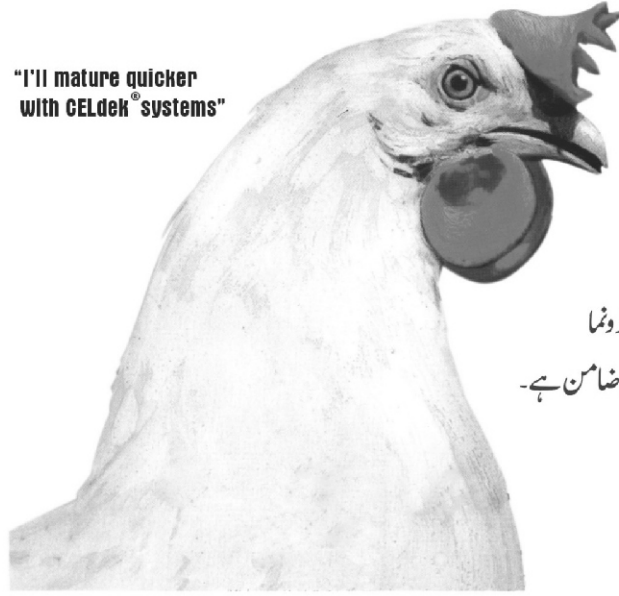
Joshila, known to her friends as "Joey The Little Trooper", has raised over £20,000 since 2011 through running an astonishing 15 half marathons, 11 marathons and 18 ultra marathons. She has also guided blind veterans through some of these events. This year, in the charity's centenary year, she has set herself the challenge of raising £100,000.

Another winner is Marcus Simeoni from Cobra London Markets. Marcus applied for an award for SERV Surrey and South London which is a charity that helps preserve life by the rapid delivery of emergency blood and blood products during out of hours periods in London and Surrey.

Marcus uses his car and motorbike to carry blood and blood products to hospitals and operating theatres where they are urgently needed, freeing up emergency response vehicles and saving lives. As well as working a night shift every other Tuesday, he volunteers on an ad hoc basis when needed without any recompense for petrol or other costs incurred.

(Source : Lloyds Market News)

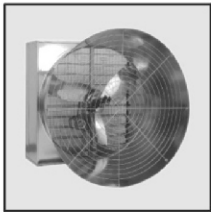
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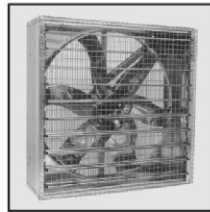
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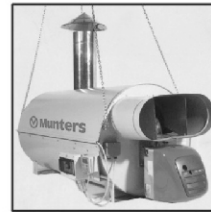
Cone fan



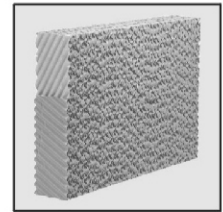
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EFU Life and BMA Capital enter into alliance

EFU Life Assurance Ltd and BMA Capital entered into a strategic alliance to promote EFU Life financial planning products to BMA customers. An agreement was signed recently in Karachi between the two organizations.



Speaking on the occasion, Mr. Taher G. Sachak, CEO & MD EFU Life said “We are delighted to partner with BMA Capital and are pleased to offer our high value financial planning solutions to their customers. BMA is a trusted name in the investment advisory services industry and we are confident that inclusion of our products in their menu will add significant value to the customers' overall financial planning universe.”

Mr. Nadir Rahman, CEO BMA Capital, echoing Mr. Sachak's sentiments, added "Financial planning and financial inclusion remain underserved in Pakistan. At BMA, we strive to provide diverse investment options to the customer base at large. We are extremely pleased to work with EFU Life, one of the oldest and most respected names in the life insurance business.”

Faysal Bank and EFU Life sign Bancatakaful Distribution Agreement

Karachi, December 2015: Faysal Bank Limited (FBL) and EFU Life Assurance Ltd (EFU) have entered into a distribution alliance for EFU Life's Window Family Takaful Products under a dedicated brand “Hemayah”. FBL is a leading commercial bank of Pakistan with a fast growing Islamic Banking network. EFU Life is a leading life insurance company in Pakistan and is the first Window Family Takaful Operator licensed by Securities and Exchange Commission of Pakistan (SECP).

The signing ceremony was held at Faysal House - Faysal Bank Head Office in Karachi and the agreement was signed by Mr. Nauman Ansari, President & CEO, FBL and Mr. Taher G. Sachak, Managing Director & Chief Executive Officer, EFU Life and. The ceremony was also attended by senior officials of both organizations.

Addressing the gathering, Mr. Nauman Ansari, said “EFU Life is one of our oldest and most reliable partners in the Bancassurance business and we are pleased to have entered into a Takaful arrangement with them. Shariah Compliant products are a major growth segment for Faysal Bank, and with the signing of this agreement, we have taken yet another step towards creating a strong and diverse product menu of our customers. With the continued support of our business partners we hope to add maximum value to the Wealth Management solutions being offered to our clients and expand our base of Shariah compliant offerings for our Islamic segment.”

Speaking at the occasion, Mr. Taher G. Sachak, said “It gives an immense pleasure to have Faysal Bank on board as distribution partner for our Family Takaful Products. We admire the success of our existing Bancassurance relationship with Faysal Bank and this Bancatakaful partnership will enhance the association and will give us an added opportunity to expand our product portfolio. Through this relationship, we intend to offer our custom designed Bancatakaful solutions to the bank customers without compromising on their religious values. There is a huge potential in Shariah Compliant Takaful solutions for Pakistan and introduction of Bancatakaful products through Faysal Bank is a step towards providing Shariah Compliant investment and protection solutions to cater the demand for long term impending financial needs of Bank's customers.”



FBL & EFU Life believes that this strategic business alliance will play a vital role to develop a very strong mutually beneficial business relationship between Faysal Bank and EFU Life Assurance in the days to come.

EFU Life Rural Awareness Drive – 'Choti Rakam Bara Kamal'

EFU Life, the leading life insurer in Pakistan with a vision of providing life insurance to all households in the country, has launched a Rural Awareness Drive in Sindh. The initiative 'Choti Rakam Bara Kamal' is the first step to reaching the rural parts of Pakistan to educate people on the many benefits of life insurance, and the financial security that it offers to families.

The campaign tagline 'Choti Rakam Bara Kamal' is linked with the bigger idea of 'Life mein kamal karna zaroori hai' and signifies the affordability of life insurance to a common man and the recognition an individual gets for doing the “kamal” of protecting his or her families future.

A common practice in rural areas is for individuals to take loans for agricultural produce and utilizing that loan to buy agricultural equipment, fertilizers and seeds. Once the harvesting season arrives, the individuals use the money from the crop harvest to pay off loans, and for other shorter term needs like buying new motorbike, tractors, or electronics. Very few individuals take a long term perspective and look at life insurance as a tool for financial security and meeting their life goals, of saving, maintaining standard of living in retirement, investment for their child's financial planning for needs of education and marriage.

The message 'Choti Rakam Bara Kamal' is conveyed through a comedy theatre that connects with the audience in an entertaining and thought provoking way. The road show is being carried out in over 30 cities of Sindh and will over the forthcoming months be going into other parts of Pakistan.



2014 C L D 893

[Lahore]

*Before Ijaz ul Ahsan and Mrs. Ayesha A. Malik, JJ***PROJECT DIRECTOR, PUNJAB RURAL SUPPORT PROGRAM (PRSP) and 2 others---Appellants****Versus****REHMAT ALI and another---Respondents**

Intra-Court Appeal No. 893 of 2012 in Write Petition No.21154 of 2011, decided on 27th June, 2013

Insurance---

---Group Insurance Policy, 2008--- Group Life insurance for employees--
-Accidental death benefit for legal heirs of employees---Respondents were legal heirs of employee who died when he met with an accident, and were duly paid amount under group life insurance---Respondents had contended that they were also entitled to accidental death benefit; and their constitutional petition in such regards was allowed---Contention of the appellants was inter alia, that at the time of death, the Life Insurance Policy did not cover accidental death benefit---Validity---Accidental death benefit was only available under the group life insurance policy issued by State Life Insurance Corporation of Pakistan, for the year 2008-09; which expired on 31-5-2009 and when the said group Insurance policy was renewed, it only provided for one benefit, namely insurance claim, which was duly paid to the deceased--
-Group life insurance policy covering the period during which the deceased died, did not provide for accidental death benefit---Impugned order was therefore, not sustainable in the eye of the law and was set aside. [p. 896] A

Umer Sharif for Appellants.
Hafiz Khalil Ahmad for Respondents.
Date of hearing: 19th June, 2013.

JUDGMENT

IJAZ UL AHSAN, J. ---This Intra Court Appeal under section 3 of the Law Reforms Ordinance, 1972 is directed against a judgment dated 6-11-2012 passed by a learned Single Bench of this Court. Through the impugned order, the appellant has been directed to pay a sum of Rs.500,000 to the petitioners on account of accidental death benefits.

2. The brief facts of the case are that Tanvir Ahmed son of the respondents was serving as a Section Officer (BS-17) under the Punjab Rural Support Programme (PRSP). During the course of his duty, he met with an accident and died on 7-8-2010. The respondents being his parents claimed and were paid a sum of Rs.500,000 on account of group insurance. The petitioners filed an application for payment of an additional sum of Rs.500,000 on account of accidental death benefits in view of the notification dated 13-8-2008 issued by Punjab Rural Support Programme. The said request was turned down vide letter dated 29-8-2011 which led the respondents to challenge the said letter by way of constitutional petition which was allowed by the learned Single Judge through the impugned order.

3. The learned counsel for the

appellant submits that the impugned Judgment is unsustainable because of non-impleading the necessary party namely Punjab Rural Support Programme Guarantee Ltd. He submits that the son of the respondents was not an employee of the appellants, who are themselves employees of the said company. He, therefore; submits that the impugned order is liable to be set aside on this ground alone. He further submits that the Punjab Rural Support Programme Guarantee Ltd. is a non-Governmental organization. It is a non-profit organization and does not fall within the definition of "Person" as used in Article 199 of the Constitution of Islamic Republic of Pakistan, 1973. He submits that the company in question is neither substantially controlled by the government nor is it a statutory corporation performing functions in connection with the affairs of the Federation or the Province. As such it was not amenable to the writ jurisdiction of this Court. Without prejudice to the afore-noted objections, the learned counsel submits that the learned Single Judge has relied upon an old group insurance policy which was subsequently replaced by a new policy issued by the State Life Insurance Corporation of Pakistan. The policy in question was issued in favour of the Punjab Rural Support Programme Guarantee Ltd. who was the policy holder. The said

policy provided for payment of an amount of Rs.500,000 by way of insurance payment to insured employees. He points out that on the dated when the son of the respondents met with an accident i.e. 7-8-2010, the Policy No. SCGP4152 dated 31-12-2009 held the field under which being classified as a professional, the son of the respondents was entitled to receive a payment of Rs.500,000 by way of insurance payment. The said amount was accordingly received from State Life Insurance Corporation of Pakistan and paid to the respondents vide a cheque dated 15-11-2010. He submits that other than the aforesaid payment, which was made under the Group Life Insurance Policy, no additional accidental death benefit was liable to be paid to the respondents. The learned counsel further maintains that Punjab Rural Support Programme is a guarantee limited company. It is a non-profit, charitable organization and does not maintain any funds for payment of accidental death benefits nor is there any provision in its memorandum and article of association or contract of source executed with employee providing for payment of such amounts. He, therefore, submits that the learned Single Judge has erred in interpreting the provisions of the insurance policy which on the relevant date only provide coverage to the extent of a sum of Rs.500,000 which was admittedly paid by the insurance company.

4. The learned counsel for the respondents on the other hand has defended the impugned order. He submits that technicalities should not be allowed to come in the way of grant of substantive relief by this Court and to do complete justice. He further submits that the respondents were liable to be paid a sum of Rs.1,000,000 under the insurance policy and that the payment by way of accidental death benefit was liable to be made to the respondents.

5. We have heard the learned counsel

for the parties and gone through the record.

6. It is a common ground between the parties that the son of the respondents namely Tanvir Ahmed was an employee of the Punjab Rural Support Programme Guarantee Limited which is a non-profit, charitable organization. Unfortunately he met with a road accident and died on 7-8-2010. The respondents who are his parents are his only legal heirs. They filed an application with the respondents claiming group insurance dues. The said dues were paid by the insurance company in the sum of Rs.500,000 vide a cheque dated 15-11-2010.

7. The grievance of the respondents was that vide notification/order dated 13-8-2008, contributory benefits and additional provision of accidental death benefit (ADB) was made available to the employees. Such benefit entailed that if an employee died as a result of an accident, an additional amount of Rs.500,000 by way of accidental death benefit was claimed. It appears that the accidental death benefit was available under an insurance policy to employees of Punjab Rural Support Programme in 2008 in the following form:---

“An additional provision of Accidental Death Benefit (ADB) is available i.e. if an employee dies as a result of an accident within 90 days of its occurrence, then an additional amount equal to basic monetary support will be payable.”

8. It is significant to note that the said benefit was available under Group Life Insurance Policy for the year 2008-09 which expired on 31-5-2009. When the company renewed its insurance policy on 31-12-2009, it only provided for one benefit namely an insurance claim under a group insurance policy in the sum of Rs.500,000, in case of a professional. Admittedly Mr. Tanvir Ahmed was a part of the professional staff and was accordingly found entitled to payment to insurance claim of Rs.500,000

which was duly paid. The crux of the matter is that the group insurance policy issued by the State Life Insurance Corporation of Pakistan covering the period from 31-12-2009 to 30-12-2010 did not provide for accidental death benefit. Consequently the State Life Insurance Corporation of Pakistan was liable to and actually paid the said amount of Rs.500,000 as per its obligation under insurance policy. The letter dated 13-8-2008 relied upon by the learned counsel for the respondents which referred to accidental death benefit does not help the case of the respondents in view of the fact that the same related to group life insurance policy taken by Punjab Rural Support Programme Guarantee Ltd. in the year 2008-09. Unfortunately the said insurance policy expired in the year 2009 and stood superseded by the insurance policy had covering period from 31-12-2009 to 30-12-2010 which did not provide for payment of accidental death benefit. Even otherwise it was never the case of the respondents that Punjab Rural Support Programme was liable to pay the said amount from its own sources in view of the fact that the accidental death benefit or the insurance claim, whichever payable, was to be paid from funds received from the insurance company which as stated above was not obliged to pay accidental death benefit under the insurance policy which was in-vogue on 7-8-2010 when the son of the respondents met with the unfortunate accident.

9. In view of the foregoing, we find that the order passed by learned Judge in chambers is not sustainable at law. Accordingly this appeal is allowed and the impugned order dated 6-11-2012 is set aside.

10. No order as to costs.

KMZ/P-23/L

Appeal allowed.

THE OLDEST INSURANCE DIGNITARY LEAVES US

At the age of 94, after prolonged illness, Ch. Muhammad Sadiq passed away. Starting with Department of Insurance, Govt. of Pakistan in 1947 and finally the Chairman, Silver Star Insurance Company, he was a unique example of outstanding and internationally acknowledged performance in many diverse and challenging assignments. To name a few: he was a retired Re-insurance Advisor to United Nations, Ex-Consultant to Islamic Development Bank and Dallah Al-Barka Group (Jeddah), founder General Manager of first ever Islamic Insurance Co. (Sudan) and ex Deputy Managing Director, Pakistan Insurance Corporation (now PRC).

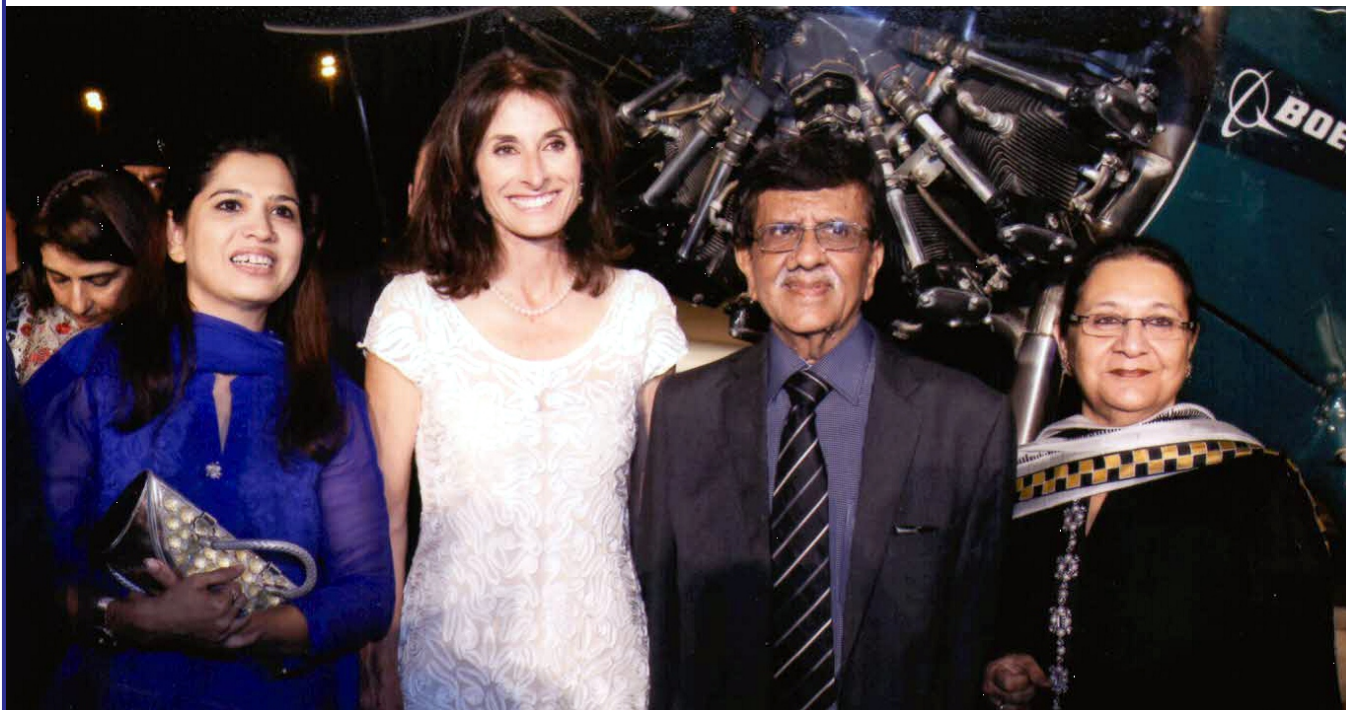


He was one of the Top Twenty Experts selected by UNACTAD for in depth studies on Global Re-insurance, and acted as part time Consultant to United Nations before becoming their Advisor. A part from these lofty offices, Ch. Sadiq played significant roles as Chairman, RCD (now E.C.O) Insurance Committee, Consultant Pakistan Commission for Islamisation of Economy, Council of Islami Ideology and Federal Shariat Court.

Earlier, he organized and managed National Co-Insurance Scheme of Pakistan Insurance companies to insurance Government Properties and War risks insurance Schemes and was also associated with RCD Re-insurance pools. He leaves behind three sons, one daughter and number of grand children.

Mr. Jaffer Dossa, Deputy Managing Director, Southern Zone and Mr. Ali Kausar, Deputy Executive Director, City Branch were invited by Mr. Ghouse Akbar, Director Princely Jet, at the Welcome Reception in honor of Tracy Curtis Taylor on her epic voyage from London to Australia, on 17th November, 2015 at Princely Jets Lounge, Terminal 1 (Old Karachi Airport).

Tracy was on the world tour, covering some 23 countries.



Mr. Jaffer Dossa, Deputy Managing Director, EFU Southern Zone along with his wife and Mrs. Ali Kausar seen with Tracy Curtis Taylor.



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CHAUDHRY MUHAMMAD IQBAL
A.E.E. (A.E)

[Chief Executive]

Khiali Bye Pass, Gujranwala.
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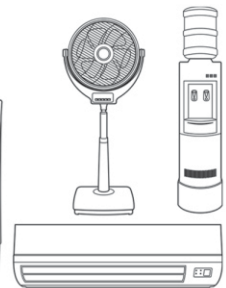
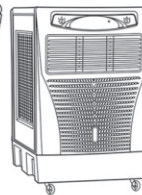
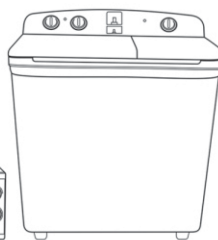
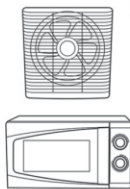
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