



CENTURY INSURANCE COMPANY LIMITED

Registered Office & Corporate Department
Lakson Square, Building No. 2, Sarwar Shaheed Road, Karachi-74200, Pakistan.
NTN : 0710008-6

February 27, 2017

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi

Dear Sir,

FINANCIAL RESULTS FOR THE YEAR ENDED DECEMBER 31, 2016

We have to inform you that the Board of Directors of our Company in their meeting held on Monday February 27, 2017 at 10:30 a.m. at the Registered office of the Company at Lakson Square, Building No.2, Sarwar Shaheed Road, Karachi considered and approved the audited financial statements of the Company for the year ended December 31, 2016 and recommended the following:

i) CASH DIVIDEND

A final cash dividend for the year ended December 31, 2016 @Rs.1.75 per share of Rs.10/- each i.e. 17.50%.

AND

ii) BONUS SHARES

It has been recommended by the Board of Directors to issue Bonus Shares in the proportion of one (1) share for every ten (10) share(s) held i.e. 10%.

The financial results of the Company are as per Annexure 'A' attached.

The Annual General Meeting of the Company will be held on Friday April 28, 2017 at 10:30 a.m. at Avari Towers Hotel, Fatima Jinnah Road, Karachi.

The above entitlement will be paid to the Shareholders whose names will appear in the Register of members on April 28, 2017.



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The Share transfer Books of the Company will be closed from April 22, 2017 to April 28, 2017 (both days inclusive). Transfers received by the Shares Registrar of the Company, M/s. FAMCO Associates (Private) Limited, 8-F, Next to Hotel Faran, Nursery, Block-6, P.E.C.H.S., Shakra-e-Faisal, Karachi up to the close of business on April 21, 2017 will be treated in time for entitlement of the cash Dividend and Bonus shares to the transferees.

We will be sending you 200 copies of printed accounts for distribution amongst the Trading Right Entitlement (TRE) Certificate Holders of the Exchange.

Kindly acknowledge.

Yours faithfully,

For CENTURY INSURANCE COMPANY LIMITED

(TASLEEMUDDIN A. BATLAY)
Director

- Encls: i) Annexure 'A'
ii) Free Reserve Certificate from the Auditors

C.C : The Commissioner
Securities & Exchange Commission of Pakistan
NIC Building, Blue Area,
Jinnah Avenue
Islamabad



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ANNEXURE 'A'

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED DECEMBER 31, 2016

	Fire and property damage	Marine, aviation and transport	Motor	Accident and health	Miscellaneous	2016 Aggregate	2015 Aggregate
	(Rupees)						
Revenue account							
Net premium revenue	23,443,334	103,220,765	246,707,418	270,788,662	15,090,394	659,250,573	515,004,996
Net claims	(3,862,401)	(13,737,232)	(88,360,308)	(278,091,042)	(6,399,397)	(390,450,380)	(299,836,085)
Management expenses	(45,488,472)	(22,957,428)	(38,490,384)	(26,709,323)	(8,557,454)	(142,203,061)	(112,008,675)
Net commission	35,902,496	2,907,023	(17,620,739)	(6,167,899)	6,978,353	21,999,234	25,101,232
Underwriting result	9,994,957	69,433,128	102,235,987	(40,179,602)	7,111,896	148,596,366	128,261,468
Net investment income						223,483,200	634,704,287
Other income - net						8,251,759	8,005,744
General and administration expenses						(118,003,154)	(115,905,817)
Share of profit / (loss) of associates - net of tax						2,334,451	(471,876)
Impairment in value of investment in associates - net						-	(5,334,047)
Profit before tax						264,662,622	649,259,759
Taxation - net						(78,795,459)	(10,947,006)
Profit after tax						185,867,163	638,312,753
Profit and loss appropriation account:							
Balance at commencement of the year						923,622,571	355,042,959
Profit after tax for the year						185,867,163	638,312,753
Other comprehensive income							
Share in associates' reserves - net of tax						89,546	(163,863)
Remeasurement of post retirement benefits obligation						(1,908,914)	(982,495)
Final cash dividend of Rs.5 (50%) for the year ended December 31, 2015 [December 31, 2015: Rs.1.5 (15%) for the year 2014]						(228,621,939)	(68,586,783)
Balance of unappropriated profit at end of the year						879,048,427	923,622,571
Earnings per share of Rs.10 each - basic and diluted							
						4.06	13.96

Signature

AC/HY/639/17
27 February 2017

The Board of Directors
Century Insurance Company Limited (the Company)
11th Floor, Lakson Square Building No. 3
Sarwar Shaheed Road
Karachi

Dear Sir

CERTIFICATE ON STATEMENT OF FREE RESERVES AS AT 31 DECEMBER 2016

We have been requested to provide you with a certificate on the "Free Reserves" (in terms of meaning given in the Companies (Issue of Capital) Rules, 1996) of the Company as at 31 December 2016 as required under Rule 6(iii) of the Companies (Issue of Capital) Rules, 1996.

Scope of Certificate

This certificate is issued in accordance with the requirement of Rule 6(iii) of the Companies (Issue of Capital) Rules, 1996.

Management Responsibility

It is the management responsibility to ensure compliance with Rule 6 of the Companies (Issue of Capital) Rules, 1996. The responsibility for preparation and fair presentation of Statement of Free Reserve is primarily that of the management of the Company. The management's responsibilities include causing the maintenance of adequate accounting records and internal controls, the selection and application of accounting policies, safeguarding of the assets of the Company and prevention and detection of frauds and irregularities. This certification does not relieve the management of its responsibilities.

Auditors' Responsibility

Our responsibility is to certify that the free reserves retained after the proposed issues of bonus shares are more than 15 percent of the enhanced paid-up capital, in accordance with the '*Guidelines for issue of Certificates for Special Purposes by Practicing Chartered Accountant Firms*' issued by the Institute of Chartered Accountants of Pakistan. Our verification was limited to trace the amounts reported in the Statement of Free Reserves to the audited financial statements of the Company for the year ended 31 December 2016 and checking whether Free Reserves are computed in accordance with the requirement of Rule 6) of the Companies (Issue of Capital) Rules, 1996.

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Certificate

Based on the procedures mentioned above, we certify that the Free Reserves (in terms of meaning given in the Companies (Issue of Capital) Rules, 1996) retained after the proposed issues of bonus shares as reported in the Statement of Free Reserves as at 31 December 2016 are more than 15 percent of the enhanced paid-up capital (attached Annexure for working).

Restriction on use and distribution

This certificate is issued in accordance with requirements of Rule 6(iii) of the Companies (Issue of Capital) Rules, 1996 and on the specific request of the management of the Company and is not to be used for any other purpose. This certificate may be submitted to Securities and Exchange Commission of Pakistan and Pakistan Stock Exchange. Accordingly, this should not be distributed to any other party without prior written consent from us. This certificate is restricted to the facts stated herein.

Yours truly



EY Ford Rhodes
Chartered Accountants
Karachi



CENTURY INSURANCE COMPANY LIMITED

Lakson Square, Building No. 3, 11th Floor, Sarwar Shaheed Road, Karachi-74200, Pakistan.
Phones : 92-21-3567 1603, 3567 1629, 3568 0769, 3565 7445-9 (5 Lines) Fax : 92-21-3567 1665 Email : info@cicl.com.pk
UAN : 111-111-717 Website : www.cicl.com.pk NTN : 0710008-6

CENTURY INSURANCE COMPANY LTD. STATEMENT OF FREE RESERVES AS AT 31 DECEMBER 2016

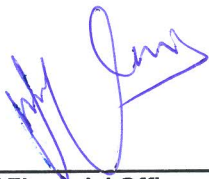
Free Reserves for the purpose of issue of Bonus Shares of the value of Rs.1,067,369 based on the audited financial statements for the year ended 31 December 2016 are as follows:

	Rupees in '000
Reserves	373,024
Retained earnings	879,048
Free reserves	1,252,072
Less:	
Contingent tax liabilities	15,572
Commitments	301
Intangible assets	1,044
Unrealised gain on remeasurement of securities to fair value	40,116
Deferred tax assets	1,928
Proposed cash dividend @ 17.5%	80,018
Proposed bonus issue @ 10%	45,724
	184,703
	1,067,369

The Free Reserves retained after the proposed issue of Bonus Shares are more than 15% of the enhanced paid-up capital of the Company of Rs.502,968,026.

For the purpose of this letter, the term "Free Reserves" has been deemed to have the meaning given to it in the Rule 6 of the Companies (Issue of Capital) Rules, 1996.


Chief Executive Officer


Chief Financial Officer

Dated: 27 February 2017

Extn

To be read in conjunction with our certificate no. AC/HY/639/17 dated 27 February 2017.