



VISION

To be Pakistan's leading and most highly reputed life insurance company, enjoying the confidence and trust of its Shareholders, Policyholders, Business Partners and the Communities in which it operates.



MISSION

ONE Shareholders are the backbone of our business. They provide the initial capital which enables the Company to commence the business and to grow the business through retention of profits and by investing additional capital when required. We will strive to achieve above average earnings on their invested capital.

TWO Our Policyholders are our most valuable assets. We will strive to provide them with a full range of life insurance and other products, security of their investment, a satisfactory return on their investments and efficient personal service.

THREE Employees are our Partners enabling us to fulfill our vision and mission. We will endeavor to provide them a fair reward based on their performance and achievements, a good working environment, adequate training and opportunities for self development to empower them to grow and prosper with the company.

FOUR The Community in which we exist along with our Shareholders, Policyholders, Employees, etc also deserves our consideration. We will participate and contribute to the uplift and welfare of the community, and the improvement of the environment.

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CORPORATE

information

BOARD OF DIRECTORS

Masood Noorani	Chairman
Javed Ahmed	Managing Director / CEO
Towfiq H. Chinoy	Director
Sultan Allana	Director
Shahid Mahmood Loan	Director
Xavier Gwenael Lucas	Director
John Joseph Metcalf	Director (effective 19.02.2007)

COMPANY SECRETARY

Manzoor Ahmed

BOARD COMMITTEES

1. AUDIT

Towfiq H.Chinoy	Chairman
John Joseph Metcalf	Member
Xavier Gwenael Lucas	Member

2. FINANCE

Masood Noorani	Chairman
Javed Ahmed	Member
John Joseph Metcalf	Member
Manzoor Ahmed	Member/Secretary

3. HUMAN RESOURCE

Towfiq H. Chinoy	Chairman
Masood Noorani	Member
John Joseph Metcalf	Member

4. TECHNICAL

John Joseph Metcalf	Chairman
Javed Ahmed	Member
Xavier Gwenael Lucas	Member

MANAGEMENT COMMITTEES

i. CLAIMS

Javed Ahmed	Chairman
Manzoor Ahmed	Member
Zahid Barki	Member/Secretary

ii. REINSURANCE

Javed Ahmed	Chairman
Zahid Barki	Member
Jabran Noor	Member/Secretary

iii. UNDERWRITING

Javed Ahmed	Chairman
Syed Ali Ameer Rizvi	Member
Zahid Barki	Member/Secretary

HEAD OFFICE

74/1-A, Lalazar, M. T. Khan Road, Karachi -74000
Ph:(0096)(21) 5611071-75, 5611802-08
Fax:(0096)(21) 5610959
Web: www.njilife.com
E-mail: info@njilife.com

APPOINTED ACTUARY

Nauman A. Cheema
Nauman Associates, 7-B, Block F, Gulberg III, Lahore
Ph:(0096)(42)5760204, 5754036
Fax:(0096)(42)5757867
E-mail: info@naumanassociates.com

LEGAL ADVISORS

Kabraji & Talibuddin
Advocate & Legal Counsellors
Ph:(0096)(21)5838874, 5838876
Fax:(0096)(21)5838871
E-mail:kandt@kandtlaw.com

BANKERS

Habib Bank Limited
Standard Chartered Bank

REGISTERED OFFICE

16/2, KSB Pumps Building,
Sir Aga Khan Road, Lahore
Ph:(0096)(42)6308956-65
Fax:(0096)(42)6308963

AUDITORS

KPMG Taseer Hadi & Co.
Chartered Accountants
1st Floor, Shaikh Sultan Trust Building No. 2
Beaumont Road,
Karachi – 75530
Ph: (0096)(21) 5685847
Fax:(0096)(21) 5685095

REGISTRAR & SHARE TRANSFER OFFICE

THK Associates (Pvt) Ltd.
Ground floor, State Life Building No. 3
Dr. Ziauddin Ahmed Road,
Karachi- 75530
Ph:(0096)(021)111000322
Fax:(0096)(21)5655595

Directors' Review

The Board of Directors of New Jubilee Life Insurance Company Limited have pleasure in presenting the condensed interim un-audited Financial Statements of the Company for the 1st quarter ended March 31, 2007.

The overall performance of the Company during this quarter has been quite satisfactory. All classes of insurance have shown good growth in terms of new business as well as renewals. The overall premium revenue at Rs. 727 million shows an increase of 35% over the previous years revenue of Rs. 537 million.

Investment Income during the period was Rs. 227 million (2006 : Rs. 163 million) ; an increase of 39%.

The claims and expense ratios remained satisfactory.

The pre tax profit of the Company was Rs. 24 million, an increase of 33% over the corresponding figure of Rs. 18 million for the first quarter of 2006.

The after tax profit was 33% higher at Rs. 16 million (2006 : Rs. 12 million).

Various initiatives are being taken to increase the tempo of growth and improve operating efficiencies. We hope these efforts will enhance the profitability of the Company, and look forward to the future with confidence.

On behalf of the Board of Directors

A handwritten signature in black ink, appearing to read 'Javed Ahmed'.

Javed Ahmed

Managing Director & Chief Executive Officer

A handwritten signature in black ink, appearing to read 'Masood Noorani'.

Masood Noorani

Chairman

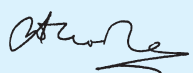
Karachi: 24th April, 2007

Condensed Interim Balance Sheet (Unaudited)

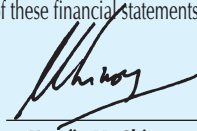
as at 31 March 2007

	Note	Share holders' Fund	Statutory Funds				Aggregate	
			Individual Life Unit Linked	Conventional business	Group Pension	Accident & Health	31 March 2007 (Unaudited)	31 December 2006 (Audited)
(Rupees in '000)								
Share capital and reserves								
Authorised share capital								
100,000,000 ordinary shares of Rs. 10 each		1,000,000	-	-	-	-	1,000,000	1,000,000
Issued, subscribed and paid-up share capital		627,120	-	-	-	-	627,120	627,120
Accumulated deficit	8	(254,122)	-	-	-	-	(254,122)	(270,348)
Net shareholders' equity		372,998	-	-	-	-	372,998	356,772
Balance of statutory fund [including policyholders' liabilities Rs. 3,746.711 million (2006: Rs. 3256.229 million)]								
		-	3,346,752	229,298	147,149	106,867	3,830,066	3,318,280
Creditors and accruals								
Outstanding claims		-	20,548	112,947	-	19,873	153,368	162,124
Premiums received in advance		-	80,846	20,795	-	9,267	110,908	87,697
Amounts due to other insurers / reinsurers		-	-	24,638	-	13	24,651	2,851
Amounts due to agents		-	15,530	47	-	-	15,577	24,278
Accrued expenses		709	24,276	6,357	1,220	4,580	37,142	38,656
Taxation - provision less payments		9,431	-	-	-	-	9,431	3,007
Other creditors and accruals		462	1,622	558	235	697	3,574	5,360
Inter-fund payable		4,241	-	-	-	-	4,241	11,339
		14,843	142,822	165,342	1,455	34,430	358,892	335,312
Other Liabilities								
Dividends payable		671	-	-	-	-	671	31,356
Total liabilities		15,514	3,489,574	394,640	148,604	141,297	4,189,629	3,684,948
Total equity and liabilities		388,512	3,489,574	394,640	148,604	141,297	4,562,627	4,041,720

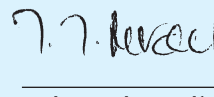
The annexed notes 1 to 14 are an integral part of these financial statements.



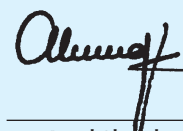
Masood Noorani
Chairman



Towfiq H. Chinoy
Director



John Joseph Metcalf
Director



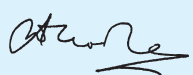
Javed Ahmed
Managing Director &
Chief Executive Officer

Condensed Interim Balance Sheet (Unaudited)

as at 31 March 2007

Note	Share holders' Fund	Statutory Funds			Aggregate		
		Individual Life Unit Linked	Conventional business	Group Pension	Accident & Health	31 March 2007 (Unaudited)	31 December 2006 (Audited)
(Rupees in '000)							
Cash and bank deposits							
Cash and others	161	1,623	40	-	-	1,824	786
Current and other accounts	70,935	220,398	22,630	5,708	7,357	327,028	271,170
Deposits maturing within 12 months	-	1,276,000	122,000	42,000	50,000	1,490,000	1,235,000
	71,096	1,498,021	144,670	47,708	57,357	1,818,852	1,506,956
Unsecured advances to employees	5,428	-	-	-	-	5,428	3,285
Investments							
Government securities - gross	140,823	148,970	190,580	51,279	43,953	575,605	571,127
Other fixed income securities	7,083	485,876	12,000	8,000	10,000	522,959	496,965
Listed equities and closed-end mutual funds - gross	84,490	1,101,533	5,015	37,476	-	1,228,514	1,159,167
Open-end mutual funds	-	180,360	-	-	-	180,360	123,741
	232,396	1,916,739	207,595	96,755	53,953	2,507,438	2,351,000
Less: Provision for impairment in the value of the investments	(9,292)	-	(19,425)	-	(2,346)	(31,063)	(33,267)
	223,104	1,916,739	188,170	96,755	51,607	2,476,375	2,317,733
Other assets							
Premiums due but unpaid	-	-	51,097	-	29,938	81,035	50,206
Investment income due but outstanding	822	16,770	-	546	-	18,138	2,340
Investment income accrued	4,610	37,976	7,482	542	2,052	52,662	40,934
Amounts due from other insurers / reinsurers	-	7,823	847	-	-	8,670	17,477
Taxation - payments less provision	-	-	-	-	-	-	-
Prepayments	-	5,146	360	99	171	5,776	4,281
Sundry receivable	5,331	7,099	627	100	172	13,329	13,389
Inter-fund receivable	-	-	1,387	2,854	-	4,241	11,339
	10,763	74,814	61,800	4,141	32,333	183,851	139,966
Fixed assets							
Tangible assets							
Furniture, fixtures, office equipments, computers and vehicles	65,074	-	-	-	-	65,074	68,515
Capital work-in-progress	10,408	-	-	-	-	10,408	3,263
Intangible assets							
Computer software	2,639	-	-	-	-	2,639	2,002
	78,121	-	-	-	-	78,121	73,780
Total assets	388,512	3,489,574	394,640	148,604	141,297	4,562,627	4,041,720

The annexed notes 1 to 14 are an integral part of these financial statements.



Masood Noorani
Chairman



Towfiq H. Chinoy
Director



John Joseph Metcalf
Director



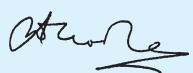
Javed Ahmed
Managing Director &
Chief Executive Officer

Condensed Interim Profit and Loss Account (Unaudited)

For the period ended 31 March 2007

Note	Three months period ended 31 March 2007	Three months period ended 31 March 2006
	(Rupees in '000)	
Investment income not attributable to statutory funds		
Return on Government securities	2,293	1,694
Return on other fixed income securities	838	1,444
Amortisation of discount relative to par	20	1
Dividend income	<u>1,807</u>	<u>903</u>
	4,958	4,042
Gain on disposal of investments	-	-
Provision for impairment in value of investments		
- Provision on Government securities	<u>-</u>	<u>-</u>
- Reversal of provision on Government securities	<u>669</u>	<u>281</u>
	669	281
Total investment income	<u>5,627</u>	<u>4,323</u>
Less: investment related expenses	<u>(82)</u>	<u>(17)</u>
Net investment income	5,545	4,306
Other revenues		
Gain on disposal of fixed assets	<u>159</u>	<u>120</u>
Others	<u>-</u>	<u>121</u>
	159	241
Total investment income and other revenue	<u>5,704</u>	<u>4,547</u>
Less: expenses not attributable to statutory funds	<u>(1,478)</u>	<u>(1,158)</u>
Profit before appropriation of surplus to shareholders' fund	<u>4,226</u>	<u>3,389</u>
Add: surplus appropriated to shareholders' fund from ledger account D	6 <u>20,000</u>	<u>15,000</u>
Profit before tax	24,226	18,389
Taxation	(8,000)	(6,436)
Profit after tax	<u>16,226</u>	<u>11,953</u>
	(Rupees)	
Basic and diluted earnings per share	12 <u>0.26</u>	<u>0.19</u>

The annexed notes 1 to 14 are an integral part of these financial statements.



Masood Noorani
Chairman



Towfiq H. Chinoy
Director



John Joseph Metcalfe
Director



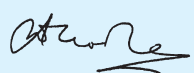
Javed Ahmed
Managing Director &
Chief Executive Officer

Statement of Changes in Equity

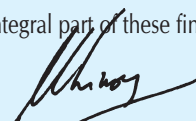
For the period ended 31 March 2007

Note	Share Capital	Net accumulated deficit			Total
		Accumulated surplus	Capital contribution to statutory funds	Net accumulated deficit	
(Rupees in '000)					
Balance as at 1 January 2006	627,120	218,343	(544,750)	(326,407)	300,713
Changes in equity during the period					
Net profit for the three months period from January 1, 2006 to March 31, 2006	-	11,953	-	11,953	11,953
Capital contributed during the period	-	-	-	-	-
Capital withdrawn during the period	-	-	754	754	754
Balance as at 31 March 2006	627,120	230,296	(543,996)	(313,700)	313,420
Movement during the period					
Net profit for the nine months period from April 1, 2006 to December 31, 2006	-	70,702	-	70,702	70,702
Cash Dividend	-	(31,356)	-	(31,356)	(31,356)
Capital contributed to statutory funds	-	-	(30,000)	(30,000)	(30,000)
Capital withdrawn from statutory funds	-	-	34,006	34,006	34,006
Balance as at 31 December 2006	627,120	269,642	(539,990)	(270,348)	356,772
Movement during the period					
Net profit for three months period from January 1, 2007 to March 31, 2007	-	16,226	-	16,226	16,226
Interim Cash Dividend	-	-	-	-	-
Capital contributed during the period	-	-	-	-	-
Capital withdrawn during the period	-	-	-	-	-
Balance as at 31 March 2007	627,120	285,868	(539,990)	(254,122)	372,998

The annexed notes 1 to 14 are an integral part of these financial statements.



Masood Noorani
Chairman



Towfiq H. Chinoy
Director



John Joseph Metcalfe
Director



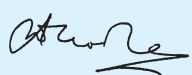
Javed Ahmed
Managing Director &
Chief Executive Officer

Condensed Interim Cash Flow Statement (Unaudited)

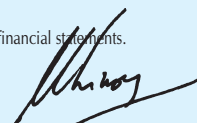
For the period ended March 31, 2007

	Share holders' Fund	Statutory Funds			Aggregate		
		Individual Life (Unit Linked)	Conventional business	Group Pension	Accident & Health	Three months period ended 31 March 2007	Three months period ended 31 March 2006
(Rupees in '000)							
Operating cash flows							
a) Underwriting activities							
Premiums received	-	475,433	181,338	10,578	51,646	718,995	314,689
Reinsurance premiums paid	-	(6,924)	(47,638)	-	-	(54,562)	(33,893)
Claims paid	-	(12,768)	(121,152)	(17,276)	(23,135)	(174,331)	(83,674)
Surrenders paid	-	(93,772)	-	-	-	(93,772)	(18,021)
Reinsurance and other recoveries received	-	5,506	47,503	-	-	53,009	31,612
Commissions paid	-	(69,476)	(868)	-	(320)	(70,664)	(46,125)
Commissions received	-	1,418	135	-	-	1,553	506
Net cash flow from underwriting activities	-	299,417	59,318	(6,698)	28,191	380,228	165,094
b) Other operating activities							
Income tax paid	(1,576)	-	-	-	-	(1,576)	(2,590)
General management expenses paid	(1,136)	(45,560)	(11,524)	(447)	(1,717)	(60,384)	(52,136)
Other operating payments	(138)	(9,767)	(588)	(20)	(22)	(10,535)	(2,222)
Other operating receipts	7,193	-	-	-	281	7,474	1,923
Loans advanced	(2,143)	-	-	-	-	(2,143)	(279)
Loan repayments received	-	-	-	-	-	-	-
Inter fund transactions	6,350	(3,905)	6,663	(4,298)	(4,810)	-	-
Net cash flow from other operating activities	8,550	(59,232)	(5,449)	(4,765)	(6,268)	(67,164)	(55,304)
Total cash flow from all operating activities	8,550	240,185	53,869	(11,463)	21,923	313,064	109,790
Investment activities							
Profit/ Return received	613	74,453	5,883	950	2,131	84,030	49,913
Dividends received	1,807	21,444	165	596	-	24,012	8,563
Payments for investments	(32,655)	(122,678)	(12,000)	(8,000)	(10,000)	(185,333)	(132,702)
Proceeds from disposal of investments	-	115,921	-	2,139	-	118,060	47,229
Fixed Capital Expenditure	(11,835)	-	-	-	-	(11,835)	(7,985)
Proceeds from disposal of fixed assets	583	-	-	-	-	583	5,735
Total cash flow from investing activities	(41,487)	89,140	(5,952)	(4,315)	(7,869)	29,517	(29,247)
Financing activities							
Capital payments received by statutory funds	-	-	-	-	-	-	5,000
Capital payments repaid by statutory funds	-	-	-	-	-	-	-
Surplus appropriated to shareholders' fund	20,000	(10,000)	(10,000)	-	-	-	-
Dividend paid	(30,685)	-	-	-	-	(30,685)	-
Total cash flow from financing activities	(10,685)	-	(10,000)	-	(10,000)	(30,685)	5,000
Net cash inflow from all activities	(43,622)	329,325	37,917	(15,778)	4,054	311,896	85,543
Cash and cash equivalent at beginning of the year	114,718	1,168,696	106,753	63,486	53,303	1,506,956	333,909
Cash and cash equivalent at end of the period	71,096	1,498,021	144,670	47,708	57,357	1,818,852	419,452
Reconciliation to profit and loss account							
Operating cash flows						313,064	109,790
Depreciation expense						(6,405)	(5,729)
Amortisation expense						(231)	-
Financial charges expense						(279)	-
Profit on disposal of fixed assets						159	4,800
Increase in assets other than cash						46,027	16,811
(Increase) / decrease in liabilities other than running finance						(592,968)	(216,021)
Revaluation gain on investments						87,152	809
Investment income						108,041	75,754
Other income						361	525
Surplus of statutory funds						41,305	15,600
Surplus appropriated to shareholders fund						20,000	15,000
Profit after taxation						16,226	17,339

The annexed notes 1 to 14 are an integral part of these financial statements.



Masood Noorani
Chairman



Towfiq H. Chinoy
Director



John Joseph Metcalf
Director



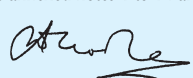
Javed Ahmed
Managing Director &
Chief Executive Officer

Condensed Interim Revenue Account (Unaudited)

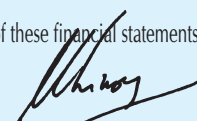
For the period ended 31 March 2007

	Statutory Funds				Aggregate	
	Individual Life Unit Linked	Conventional business	Group Pension	Accident & Health	Three months period ended 31 March 2007	Three months period ended 31 March 2006
----- (Rupees in '000) -----						
Income						
Premiums less reinsurances	444,310	135,687	10,578	59,673	650,248	479,985
Net investment income	199,141	8,944	9,987	3,047	221,119	158,394
Total net income	643,451	144,631	20,565	62,720	871,367	638,379
Claims and expenditures						
Claims net of reinsurance recoveries	101,495	72,665	17,276	23,709	215,145	171,951
Management expenses less recoveries	109,124	11,117	541	3,654	124,436	94,488
Total claims and expenditures	210,619	83,782	17,817	27,363	339,581	266,439
Excess of income over claims and expenditures	432,832	60,849	2,748	35,357	531,786	371,940
Add : Policyholders' liabilities at beginning of the year	2,904,994	149,454	139,347	62,434	3,256,229	2,058,432
Less : Policyholders' liabilities at end of the period	3,332,328	186,055	142,530	85,798	3,746,711	2,408,961
(Deficit) / surplus	5,498	24,248	(435)	11,993	41,304	21,411
Movement in policyholders' liabilities	427,334	36,601	3,183	23,364	490,482	350,529
Transfers to shareholders' fund						
- Surplus appropriated to shareholders' fund	-	(10,000)	-	(10,000)	(20,000)	(15,000)
- Capital returned to shareholders' fund	-	-	-	-	-	(754)
- Capital contributions from shareholders' fund	-	-	-	-	-	-
Net transfer (to) / from shareholders' fund	-	(10,000)	-	(10,000)	(20,000)	(15,754)
Balance of statutory funds at beginning of the year	2,913,920	178,449	144,401	81,510	3,318,280	2,103,778
Balance of statutory funds at end of the year	3,346,752	229,298	147,149	106,867	3,830,066	2,459,964
Represented by: (Note 5)						
Capital contributed by shareholders' fund	519,328	-	20,662	-	539,990	543,996
Policyholders' liabilities	3,332,328	186,055	142,530	85,798	3,746,711	2,408,961
Retained earnings on other than participating business	(504,904)	43,243	(16,043)	21,069	(456,635)	(492,993)
Balance of statutory funds	3,346,752	229,298	147,149	106,867	3,830,066	2,459,964

The annexed notes 1 to 14 are an integral part of these financial statements.



Masood Noorani
Chairman



Towfiq H. Chinoy
Director



John Joseph Metcalf
Director



Javed Ahmed
Managing Director &
Chief Executive Officer

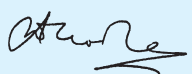
Condensed Interim Statement of Premiums (Unaudited)

For the period ended 31 March 2007


	Statutory Funds				Aggregate	
	Individual Life Unit Linked	Conventional business	Group Pension	Accident & Health	Three months period ended 31 March 2007	Three months period ended 31 March 2006
----- (Rupees in '000) -----						
Gross premiums						
Regular premium individual policies*						
First year	63,335	139	-	-	63,474	46,799
Second year renewal	65,196	307	-	-	65,503	49,785
Subsequent year renewal	142,592	475	-	-	143,067	103,180
Single premium individual policies	180,111	-	-	599	180,710	147,775
Group policies with cash values	-	-	10,578	-	10,578	7,476
Group policies without cash values	-	204,191	-	59,087	263,278	182,453
Total gross premiums	451,234	205,112	10,578	59,686	726,610	537,468
Less: reinsurance premiums ceded						
On individual life first year business	(860)	(10)	-	-	(870)	(1,099)
On individual life second year business	(1,395)	(33)	-	-	(1,428)	(1,743)
On individual life renewal business	(4,669)	(190)	-	-	(4,859)	(3,846)
On single premium individual policies	-	-	-	(13)	(13)	(21)
On group policies	-	(69,192)	-	-	(69,192)	(50,774)
	(6,924)	(69,425)	-	(13)	(76,362)	(57,483)
Net premiums	444,310	135,687	10,578	59,673	650,248	479,985

* Individual policies are those underwritten on an individual basis, and include joint life policies underwritten as such.

The annexed notes 1 to 14 are an integral part of these financial statements.



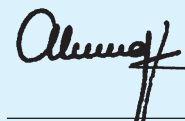
Masood Noorani
Chairman



Towfiq H. Chinoy
Director



John Joseph Metcalf
Director



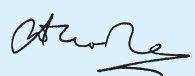
Javed Ahmed
Managing Director &
Chief Executive Officer

Condensed Interim Statement of Claims (Unaudited)

For the period ended 31 March 2007

	Statutory Funds				Aggregate	
	Individual Life Unit Linked	Conventional business	Group Pension	Accident & Health	Three months period ended 31 March 2007	Three months period ended 31 March 2006
----- (Rupees in '000) -----						
Gross claims						
Claims under individual policies						
by death	7,264	-	-	-	7,264	11,730
by insured event other than death	83	-	-	704	787	255
by maturity	-	-	-	-	-	-
by surrender	93,772	-	-	-	93,772	102,582
Total gross individual policy claims	101,119	-	-	704	101,823	114,567
Claims under group policies						
by death	-	104,174	-	-	104,174	58,059
by insured event other than death	-	1,109	-	22,003	23,112	15,900
by maturity	-	-	2,733	-	2,733	104
by surrender	-	-	14,543	-	14,543	1,283
experience refund	-	11,960	-	1,002	12,962	13,283
Total gross group policy claims	-	117,243	17,276	23,005	157,524	88,629
Total gross claims	101,119	117,243	17,276	23,709	259,347	203,196
Less: reinsurance recoveries						
On individual life first year business claims	945	-	-	-	945	(1,961)
On individual life second year business claims	-	-	-	-	-	-
On individual life renewal business claims	(569)	-	-	-	(569)	(925)
On group life claims	-	(38,324)	-	-	(38,324)	(25,511)
On experience refund of premiums	-	(6,254)	-	-	(6,254)	(2,848)
	376	(44,578)	-	-	(44,202)	(31,245)
Net claims	101,495	72,665	17,276	23,709	215,145	171,951

The annexed notes 1 to 14 are an integral part of these financial statements.



Masood Noorani
Chairman



Towfiq H. Chinoy
Director



John Joseph Metcalf
Director



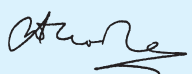
Javed Ahmed
Managing Director &
Chief Executive Officer

Condensed Interim Statement of Expenses (Unaudited)

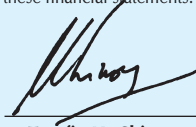
For the period ended 31 March 2007

	Statutory Funds				Aggregate	
	Individual Life Unit Linked	Conventional business	Group Pension	Accident & Health	Three months period ended 31 March 2007	Three months period ended 31 March 2006
(Rupees in '000)						
Acquisition costs						
Remuneration to insurance intermediaries on individual policies:						
- Commission on first year premiums	37,344	49	-	-	37,393	24,009
- Commission on second year premiums	6,298	31	-	-	6,329	4,925
- Commission on subsequent renewal premiums	3,574	12	-	-	3,586	2,593
- Commission on single premiums	3,698	-	-	120	3,818	3,171
	50,914	92	-	120	51,126	34,698
Remuneration to insurance intermediaries on group policies:						
- Commission	-	750	-	200	950	217
Branch overheads:						
- Salaries, allowance and other benefits	20,245	687	36	133	21,101	19,493
- Overriding commission	9,886	-	-	-	9,886	8,496
	30,131	687	36	133	30,987	27,989
Other acquisition costs:						
- Policy stamps	1,302	42	-	-	1,344	1,016
	82,347	1,571	36	453	84,407	63,920
Administration expenses						
Salaries, allowance and other benefits	9,210	4,053	107	1,380	14,750	10,288
Traveling expenses	1,593	507	14	141	2,255	1,178
Auditors' fees	186	85	4	25	300	299
Actuary's fees	356	162	8	47	573	669
Medical fees	276	276	16	86	654	518
Advertisements	106	96	5	30	237	101
Computer expenses	-	-	-	-	-	67
Printing and stationery	318	229	72	129	748	1,198
Depreciation	5,415	635	74	202	6,326	6,059
Amortisation	158	50	16	7	231	261
Rental	2,922	1,158	62	405	4,547	2,601
Legal and professional charges	118	54	3	16	191	299
Supervision fees	435	198	10	58	701	299
Utilities	552	259	13	88	912	755
Entertainment	240	88	2	24	354	113
Vehicle running	420	349	10	98	877	762
Repairs and maintenance	408	208	12	69	697	709
Bank charges and brokerage	1,237	134	4	38	1,413	1,058
Training expenses	123	58	3	18	202	64
Postages, telegrams and telephone	915	527	27	159	1,628	1,017
Staff welfare	2,649	423	23	135	3,230	2,629
General insurance	392	125	20	44	581	601
Miscellaneous expenses	166	7	-	2	175	226
	28,195	9,681	505	3,201	41,582	31,771
Gross management expenses	110,542	11,252	541	3,654	125,989	95,691
Commission from reinsurers	(1,418)	(135)	-	-	(1,553)	(1,203)
Net management expenses	109,124	11,117	541	3,654	124,436	94,488

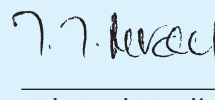
The annexed notes 1 to 14 are an integral part of these financial statements.



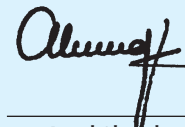
Masood Noorani
Chairman



Towfiq H. Chinoy
Director



John Joseph Metcalf
Director



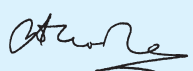
Javed Ahmed
Managing Director &
Chief Executive Officer

Condensed Interim Statement of Investment Income (Unaudited)

For the period ended 31 March 2007

	Statutory Funds				Aggregate	
	Individual Life Unit Linked	Conventional business	Group Pension	Accident & Health	Three months period ended 31 March 2007	Three months period ended 31 March 2006
----- (Rupees in '000) -----						
Investment income						
- Government securities	5,098	4,113	2,054	1,019	12,284	12,103
- Other fixed income securities and deposits	47,438	3,548	1,487	1,555	54,028	24,754
- Dividends	21,444	165	596	-	22,205	15,045
- Gain / (loss) on sale of investments	46,054	-	359	-	46,413	10,894
- Amortisation of premium	-	(167)	-	(92)	(259)	(257)
- Unrealized gain / (loss) on investments	79,445	-	5,513	-	84,958	96,205
- Other income	-	-	-	361	361	-
Total	199,479	7,659	10,009	2,843	219,990	158,744
Provision for impairment in the value of the investments						
- Government securities	-	1,312	-	213	1,525	258
- Shares and stocks	-	-	-	-	-	-
Less: Investment related expenses	(338)	(27)	(22)	(9)	(396)	(608)
Net Investment income	199,141	8,944	9,987	3,047	221,119	158,394

The annexed notes 1 to 14 are an integral part of these financial statements.



Masood Noorani
Chairman



Towfiq H. Chinoy
Director



John Joseph Metcalf
Director



Javed Ahmed
Managing Director &
Chief Executive Officer

Notes to the Financial Statements

For the period ended 31 March 2007

1. STATUS AND NATURE OF BUSINESS

New Jubilee Life Insurance Company Limited (the Company) was incorporated in Pakistan on 29 June 1995 as a Public Limited Company under the Companies Ordinance, 1984. Its shares are quoted on the Karachi Stock Exchange. The Company started its business on 20 June 1996. The addresses of its registered and principal office are 16/2, KSB Building, Sir Aga Khan Road, Lahore and NJI Life Building, 74/1-A, Lalazar, M.T Khan Road, Karachi, respectively.

The Company is engaged in life insurance, carrying on non-participating business. In accordance with the requirements of the Insurance Ordinance, 2000 the Company has established a shareholders' fund and following statutory funds in respect of its each class of life insurance business:

- Individual Life (Unit linked)
- Conventional Business
- Group Pension
- Accident and Health

The Company is a subsidiary of Aga Khan Fund For Economic Development S.A Switzerland.

2. BASIS OF PRESENTATION AND STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with the approved accounting standards as applicable in Pakistan and the requirements of the Companies Ordinance, 1984, the Insurance Ordinance, 2000, Insurance Rules, 2002 and the directives issued by the Securities and Exchange Commission of Pakistan (SECP). Approved accounting standards comprise of such International Accounting Standards (IASs) / International Financial Reporting Standards (IFRSs) as notified under the provisions of the Companies Ordinance, 1984. Where the requirements of the Companies Ordinance, 1984, the Insurance Ordinance, 2000 or directives issued by the Securities and Exchange Commission of Pakistan differ with the requirements of these standards, the requirements of the Companies Ordinance, 1984, the Insurance Ordinance, 2000 or of the said, directives / rules take precedence.

3. BASIS OF MEASUREMENT

These financial statements have been prepared under the historical cost convention except as disclosed in accounting policies relating to investments.

The preparation of financial statements in conformity with the approved accounting standards as applicable in Pakistan and the requirements of the Companies Ordinance, 1984, the Insurance Ordinance, 2000 and Insurance Rules, 2002 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Estimates and underlying assumption are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Actual results may differ from these estimates. In particular, information about significant areas of estimation uncertainty and critical judgements in applying accounting policies that have the most significant affect on the amount recognised in the financial statements are described in note 27.

Judgements made by management in the application of approved accounting standards as applicable in Pakistan and the requirements of the Companies Ordinance, 1984, the Insurance Ordinance, 2000 and the Insurance Rules, 2002 that have significant effect on the financial statements and estimates with a significant risk of material adjustment in the next year are discussed in note 27.

These financial statements have been presented in Pakistani Rupee, which is the Company's functional currency.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the company for the year ended 31 December, 2006.

5 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with that disclosed in the annual financial statements for the year ended 31 December 2006.

6 MOVEMENT IN EQUITY OF STATUTORY FUNDS

	Statutory Funds				Aggregate	
	Individual Life Unit Linked	Conventional business	Group Pension	Accident & Health	Three months period ended 31 March 2007	Three months period ended 31 March 2006
	----- (Rupees in '000) -----					
Policyholders' liabilities						
Balance at beginning of the year	2,904,994	149,454	139,347	62,434	3,256,229	2,058,432
Increase during the year	427,334	36,601	3,183	23,364	490,482	350,529
Balance at end of the year	<u>3,332,328</u>	<u>186,055</u>	<u>142,530</u>	<u>85,798</u>	<u>3,746,711</u>	<u>2,408,961</u>
Retained earnings on other than participating business						
Balance at beginning of the year	(510,402)	28,995	(15,608)	19,076	(477,939)	(499,404)
(Deficit) / surplus allocated in respect of the year	5,498	24,248	(435)	11,993	41,304	21,411
Surplus appropriated to shareholders' fund	-	(10,000)	-	(10,000)	(20,000)	(15,000)
Balance at end of the year	<u>(504,904)</u>	<u>43,243</u>	<u>(16,043)</u>	<u>21,069</u>	<u>(456,635)</u>	<u>(492,993)</u>
Capital contributed by shareholders' fund						
Balance at beginning of the year	519,328	-	20,662	-	539,990	544,750
Capital contributed during the year	-	-	-	-	-	-
Capital withdrawn during the year - note 5.1	-	-	-	-	-	(754)
Balance at end of the year	<u>519,328</u>	<u>-</u>	<u>20,662</u>	<u>-</u>	<u>539,990</u>	<u>543,996</u>

6.1 This represents capital distribution by Statutory Funds to Shareholders' Fund in accordance with the appointed actuary's advice.

7 POLICYHOLDERS' LIABILITIES GROSS OF REINSURANCE

	Statutory Funds				Aggregate	
	Individual Life Unit Linked	Conventional business	Group Pension	Accident & Health	Three months period ended 31 March 2007	Three months period ended 31 March 2006
	(Rupees in '000)					
Actuarial liability relating to future events	3,301,533	212,320	142,472	73,588	3,729,913	2,404,704
Provision for outstanding reported claims payable over a period exceeding twelve months	9,551	1,940	-	-	11,491	9,729
Provision for incurred but not reported claims	30,769	65,088	58	12,259	108,174	76,359
	<u>3,341,853</u>	<u>279,348</u>	<u>142,530</u>	<u>85,847</u>	<u>3,849,578</u>	<u>2,490,792</u>
Actuarial liability relating to future events	3,296,300	140,887	142,472	73,555	3,653,214	2,343,446
Provision for outstanding reported claims payable over a period exceeding twelve months	9,551	1,940	-	-	11,491	9,729
Provision for incurred but not reported claims	26,476	43,228	58	12,243	82,005	55,786
	<u>3,332,327</u>	<u>186,055</u>	<u>142,530</u>	<u>85,798</u>	<u>3,746,710</u>	<u>2,408,961</u>

8 ANALYSIS OF ACCUMULATED SURPLUS / (DEFICIT) AS SHOWN IN BALANCE SHEET

	Three months period ended 31 March 2007	Three months period ended 31 March 2006
	(Rupees in '000)	
Accumulated surplus in statement of changes in equity ignoring effect of capital transfers at start of the year	269,642	218,343
Add: Surplus in profit and loss account for the period	16,226	11,953
Less: Interim cash dividends	-	-
Accumulated surplus in statement of changes in equity ignoring effect of capital transfers at end of the year	285,868	230,296
Less: Accumulated net capital transfers to statutory funds	(539,990)	(543,996)
Total as shown in balance sheet	<u>(254,122)</u>	<u>(313,700)</u>

9 INVESTMENTS

9.1 Government Securities

	Note	Share holders' Fund	Statutory Funds				Aggregate	
			Individual Life Unit Linked	Conventional business	Group Pension	Accident & Health	31 March 2007 (Unaudited)	31 March 2006 (Unaudited)
			(Rupees in '000)					
Held to maturity		34,800	68,039	99,039	51,279	21,992	275,149	236,453
Available for sale		106,022	80,931	91,541	-	21,961	300,455	328,313
		140,822	148,970	190,580	51,279	43,953	575,604	564,766
Less : Provision for impairment in value of investments		(9,292)	-	(18,880)	-	(2,337)	(30,509)	(32,634)
		<u>131,530</u>	<u>148,970</u>	<u>171,700</u>	<u>51,279</u>	<u>41,616</u>	<u>545,095</u>	<u>532,132</u>

9.2 Other fixed income securities

Note	Share holders' Fund	Statutory Funds				Aggregate		
		Individual Life Unit Linked	Conventional business	Group Pension	Accident & Health	31 March 2007 (Unaudited)	31 March 2006 (Unaudited)	
(Rupees in '000)								
Held-to-maturity								
	Certificates of Investments (COIs)	-	70,000	12,000	8,000	10,000	100,000	55,000
Available-for-sale								
	Term Finance Certificates (TFCs)	7,083	415,876	-	-	-	422,959	159,621
		7,083	485,876	-	8,000	-	500,959	214,621

9.3 The listed equities are classified as available for sale. The equities held under Shareholders' Fund are stated at cost, the market value of which was Rs. 112.930 million (31 December 2006: Rs. 92.646 million), equities held under Conventional Business Fund are stated at cost, the market value of which was Rs. 4.470 million (31 December, 2006: Rs. 4.470 million), whereas equities held under Individual Life (Unit Linked Fund) are stated at market value, the aggregate cost of which was Rs. 825.759 million (31 December, 2006: Rs. 832.191 million). The equities held under Group Pension Fund are stated at market value, the aggregate cost of which was Rs. 36.369 million (31 December, 2006: Rs. 38.508 million).

9.4 The investment in mutual fund are classified as available for sale. These are stated at market value, the aggregate cost of which was Rs. 143.453 million (31 December, 2006: Rs. 104.640 million).

9.5 Internation Accounting Standard IAS-39 "Financial Instruments - "Recognition and Measurement" has been revised effective from 1 January 2005. In the revised IAS-39, the option of taking the revaluation gain / (loss) on the available for sale securities to income / revenue account has been deleted and all such gain / (loss) is to be taken directly into equity. However, the Securities and Exchange Commission of Paksitan (SECP) through Insurance Rules, 2002 has prescribed the format of presentation and disclosure of financial statements, according to which the Statutory Funds have no equity accounts. Resultantly, the changes in IAS - 39 were not implemented.

9.6 The Company has deposited 10 years Pakistan Investment Bond amounting to Rs. 3.5 million (2005: Rs. 3.5 million) with the State Bank of Pakistan under Section 29 of the Insurance Ordinance, 2000.

10 FIXED ASSETS

The details of additions and deletions during the three months period ended 31 March 2007 are as under:

	Additions (Rs. In thousand)	Deletions
Furniture & Fixtures	496	1,049
Office equipments	452	328
Vehicles	2,500	583
Computers	522	
Intangible asset (software)	995	
Capital work in progress	7,409	1,252
	<u>12,374</u>	<u>3,212</u>

11 TRANSACTIONS WITH RELATED PARTIES

The Company is controlled by Aga Khan Fund for Economic Development S.A. Switzerland, which owns 57.87% of the Company's shares. Also its associated undertaking- New Jubilee Insurance Company Limited holds 6.43% of the Company shares.

The related parties comprise of related group companies, local associated companies, directors of the Company, companies where directors also hold directorship, key management employees, staff retirement funds and Statutory Funds.

The details of transactions with related parties, other than those which have been specifically disclosed elsewhere in the financial statements are as follows:

Related party name	Nature of Transaction	Aggregate	
		Three months period ended 31 March 2007	Three months period ended 31 March 2006
Profit & Loss Items		(Unaudited)	
Sale of Service to Associates		(Rupees in 'ooo)	
New Jubilee Insurance Company Limited	Group Insurance Premium	261	110
	Incurring claims against insurance cover	-	-
Pakistan Cables Limited	Group Insurance Premium	719	571
	Incurring claims against insurance cover	(203)	-
Tourism Promotion Services	Group Insurance Premium	272	222
	Incurring claims against insurance cover	-	-
First Micro Finance Bank Limited	Group Insurance Premium	1,939	711
	Incurring claims against insurance cover	(936)	(444)
International Industries Limited	Group Insurance Premium	-	-
	Incurring claims against insurance cover	(72)	-
BOC Pakistan Limited	Group Insurance Premium	777	-
	Incurring claims against insurance cover	-	-
Habib Bank Limited	Group Insurance Premium	34,201	25,527
	Incurring claims against insurance cover	(31,582)	(15,044)
New Jubilee Insurance Company Limited	Rent of Building	3,257	2,672
	Premium for General Insurance	600	600
	Claim lodged	(202)	-
Noorani Associates	Investment advisory services	450	450
		Aggregate	
		Three months period ended 31 March 2007	Three months period ended 31 March 2006
		(Unaudited)	
		(Rupees in 'ooo)	
Key Management Compensation			
	Salaries, allowances and other short term employee benefits	7,635	6,461
	Termination benefits	-	-
	Other long term benefits	542	483
		<u>8,177</u>	<u>6,944</u>

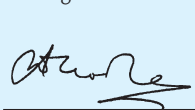
Related party name	Nature of Transaction	Aggregate	
		As at 31 March 2007 (Unaudited)	As at 31 December 2006 (Audited)
Balance Sheet items			
Receivable from associated companies			
Habib Bank Limited	Business bank account	43,243	112,258
HBL Asset Management Limited	Investment in HBL Income fund	50,000	-
New Jubilee Insurance Company Limited	Claim lodged against insurance policy	1,322	1,120
Tourism Promotion Services	Group Life premium	98	-
First Micro Finance Bank Limited	Group Life premium	1,333	439
First International Investment Bank	Group Life premium	-	157
Pakistan Cables Limited	Group Life premium	260	-
Habib Bank Limited	Group Life premium	1,830	1,941
		<u>98,086</u>	<u>115,915</u>
Payable to associated companies			
New Jubilee Insurance Company Limited	General Insurance Premium	1,091	1,088
	Claim lodged and outstanding	-	200
Pakistan Cables Limited	Claim lodged and outstanding	600	600
First Micro Finance Bank	Claim lodged and outstanding	95	107
International Industries Limited	Credit premium	19	19
BOC Pakistan Limited	Credit premium	-	777
Habib Bank Limited	Claim lodged and outstanding	3,687	2,907
		<u>5,492</u>	<u>5,698</u>
		Three months period ended 31 March 2007	Three months period ended 31 March 2006
12 BASIC AND DILUTED EARNINGS PER SHARE		(Rupees in '000)	
Profit after tax		<u>16,226</u>	<u>11,953</u>
		Number of shares in thousand	
Number of ordinary shares outstanding as at period end		<u>62,712</u>	<u>62,712</u>
		(Rupees)	
Earnings per share basic and diluted		<u>0.26</u>	<u>0.19</u>

13 Date of Authorization

These condensed interim financial statements were authorized for issue on 24 April 2007 by the Board of Directors of the Company.

14 General

Figures have been rounded off to the nearest thousand unless stated otherwise.



Masood Noorani
Chairman



Towfiq H. Chinoy
Director



John Joseph Metcalf
Director



Javed Ahmed
Managing Director &
Chief Executive Officer

Statement of Directors

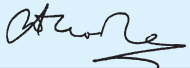
(As per the requirement of section 46(6) and section 52(2)[©] of the Insurance Ordinance, 2000)

Section 46(6)


- a) In our opinion, the first quarter ended March 31, 2007 Condensed Interim Unaudited Financial Statements of the New Jubilee Life Insurance Company Limited set out in the forms attached to the statement have been drawn up in accordance with the Ordinance and anu rules made there under;
- b) that New Jubilee Life Insurance Company Limited has at all the times in the year complied with the provisions of the Ordinance and the rules made there under relating to paid up capital, solvency and reinsurance arrangements; and
- c) As at 31 March 2007, New Jubilee Life Insurance Company Limited continues to be in compliance with the provisions of the Ordinance and the rules there under relating to paid up capital, solvency and reinsurance arrangements.

Section 52(2)[©]

- d) In our opinion, each statutory fund of New Jubilee Life Insurance Company Limited complies with the solvency requirements of the Insurance Ordinance, 2000, and the Insurance Rules, 2002.



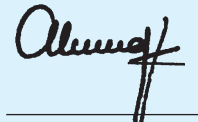
Masood Noorani
Chairman



Towfiq H. Chinoy
Director



John Joseph Metcalf
Director



Javed Ahmed
Managing Director &
Chief Executive Officer

Statement by the Appointed Actuary

(required under section 52(2) (a) & (b) of the Insurance Ordinance, 2000.

In my Opinion:

- (a) the policyholder liabilities in the balance sheet of New Jubilee Life Insurance Company Limited as at 31.03.2007 have been determined in accordance with the provisions of the Insurance Ordinance, 2000; and
- (b) each statutory fund of the New Jubilee Life Insurance Company Limited complies with the solvency requirements of the Insurance Ordinance, 2000.



NAUMAN A. CHEEMA

Appointed Actuary of the Company
Fellow of the Society of Actuaries (USA)
Fellow of the Pakistan Society of Actuaries

Date: 23rd April 2007