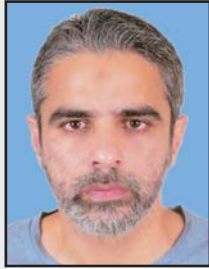


SUMMARY OF THE ACTIVITIES OF PROPERTY COMMITTEE



Mr. Talah Ul Islam
Chairman



Mr. Farhan Ali Khan
Vice Chairman



Mr. Haider Ali
Member



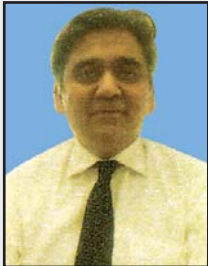
Mr. Mansoor Abbas Abbasi
Member



Mr. M. Amjad Rao
Member



Mr. M. Murtuza Kazi
Member



Syed Irtiza Abbas Kazmi
Member



Mr. Faisal Khan
EC Observer



Mr. N.A. Usmani
Secretary General



Mr. Nabeel W. Sabir
Deputy Secretary General



Mr. Mumtaz Ali
Risk Surveyor

1. Statistics

- **Key information Summarized Highlights - Property (Conventional + Takaful)**

The committee considered and finalized the quarterly and annually compiled data extracted from Members' financial reports. The data highlights loss ratio of insurance industry in terms of Gross Premium Earned Vs Gross Claims Expenses and Net Premium Revenue Vs Net Claim Expenses.

- **Fire & Engineering Summary Datasheet (Industry wise)**

The Committee analyzed the data collected quarterly and of the whole year which was uploaded on IAP website.

- **Fire & Engineering Datasheet Software (Industry wise)**

To materialize the Committee's initiative towards uploading data by the Member companies on IAP portal remained under discussion throughout the tenure. The Committee members participated in the virtual sessions jointly with the Technology Committee members which was hosted by the software developers. The Committee members also facilitated uploading of their companies' data for Users Acceptance Testing (UAT).

The testing phase is in final stage and the software is expected to be completed soon and IAP members will be able to export data directly to IAP portal.

2. General

- **Safety Measures & Best Practices for Rain/Flooding Control**

To address the issues originating from AD clause the Committee held detailed deliberations. The Committee noted that development of roads/infrastructure over the years has resulted insured occupancies gone at low ground level. Therefore, rain water hits stocks placed at low lying areas/basements/open etc. The Committee decided to suggest some precautionary measures in this context without shattering AD clause wording has prepared a set of 'Best Practices' to be adopted by the insured in advisory capacity. The Committee resolved that the Best practices would be attached with the policy but it would not form part of the AD clause or extension thereof.

- **Review of Cotton Ginning and Pressing Factories Warranties (CGPF)**

The Committee advised to print English and Urdu Versions of ginning warranties side by side. Accordingly, a set of English and Urdu Warranties was printed and made available at IAP, to supply to members on demand. Also, this combined version was circulated to members vide circular # F-1 dated 25th March 2022.

- **NFPA Membership**

The Committee approved to renew IAP membership with NFPA (National Fire Protection Association) - a worldwide recognized organization suggesting codes & standards and research work on Fire prevention. The acquired membership under Basic category offers limited benefits for the members such as subscription to NFPA journal, 10% discounts on codes and access to NFPA knowledgebase

including voting rights.

- **Standardized Insurance Products for Electronic Warehouse Receipt (EWR) Regime**

At the advice of SECP the Committee met with Naymat Collateral Management Company Limited (NCMCL) where they made a presentation on their EWR project and sought IAP advice about the insurance covers required by them.

The EWR project has been initiated by the NCMC to provide Framers a platform for sparing their commodities for a time till a rise in the price so that they may be prevented for selling their products at low cost soon after crop reap. The NCMCL was therefore accrediting warehouses in this regard and needed Insurers' help to secure the commodities through provision of insurance covers.

The NCMC and the insurers being important stakeholders of EWR project discussed jointly the scope, challenges, reservations, and interests at the meeting. Later on, the Property Committee responded the detailed queries of the NCMCL after discussing the same at an emergent meeting held on 2nd June 2022 and advised its stance on the matters such as scope of coverage, insurable and non-insurable items, gross negligence, deterioration of stocks under temperature variation etc.

- **Miscellaneous matters brought under discussions**

The Committee discussed other matter informally during meetings outlined hereunder:

- Vertical Cotton godowns
- Utilization of Federal Insurance Fee
- Protective/strategic measures in view of recent fire losses
- Reinsurance matter during Russia- Ukraine war

- Online consultative session with Trade Development Authority of Pakistan

within regions of Sindh and Punjab at the request of IAP Members.

3. IAP Risk Management

- **Risk Studies**

The IAP Risk Surveyor carried the following Risk studies and reports were circulated to the IAP member companies for information.

- Insuring a Ginning Risk
- Foam in Metal Buildings

- **Risk Inspections**

The following risk inspections were carried out by the Risk Surveyor during July 2021 to June 2022

Petroleum Oil Depots & Terminals	...	10
Textile Mills	...	17
Warehousing Facilities	...	09
Chemical Industries	...	03
Rice Mills	...	01
Cotton Ginning Pressing & Oil Mills	...	12
Distillery	...	01
Printing & Packaging	...	01
Miscellaneous	...	02
Oil Mills	...	04
Flour Mills	...	01
Feed Mills	...	01
Total	...	62