

CONDENSED INTERIM
**FINANCIAL
STATEMENTS**
FOR THE NINE MONTHS ENDED MARCH 31, 2010



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Fund information

Management Company:	ABL Asset Management Company Limited 11 – B, Lalazar, M. T. Khan Road, Karachi.	
Board of Directors of the Management Company:	Sheikh Mukhtar Ahmed Mr. Mohammad Aftab Manzoor Mr. M. Jawaid Iqbal Mr. Muhammad Yaseen Mr. M. Shakeb Murad Mr. Samad Dawood Mr. Anis ur Rahman Mr. Kamran Nishat	Chairman Director Director Director Director Director (Resigned w.e.f. October 20, 2009) CEO/Director (Resigned w.e.f. November 10, 2009) Director (Appointed w.e.f. October 20, 2009)
Audit Committee:	Mr. Kamran Nishat Mr. Muhammad Yaseen Mr. Mohammad Aftab Manzoor	Chairman Member Member
Chief Executive Officer:	Mr. Farid Ahmed Khan, CFA	(Appointed w.e.f. April 1, 2010)
Chief Operating Officer & Company Secretary:	Mr. Sulaiman S. Mehdi	
Chief Financial Officer:	Mr. Saqib Matin	
Head of Internal Audit:	Mr. Faisal Nadeem Mangroria	
Trustee:	Central Depository Company of Pakistan Ltd. CDC House, 99-B, Block-B, S.M.C.H.S., Main Shakra-e-Faisal, Karachi.	
Bankers to the Fund:	Allied Bank Limited Bank Alfalah Limited United Bank Limited	
Distributors:	Allied Bank Limited Reliance Financials Product (Pvt.) Limited Invest Capital Investment Bank Limited Atlas Capital Markets (Pvt.) Limited IGI Investment Bank (FundSelect) Elixir Securities Pakistan (Pvt.) Limited Pyramid Financial Consultants(Pvt.) Limited	Foundation Securities (Pvt.) Limited Flow (Pvt.) Limited JS Global Capital Limited Vector Consulting (Pvt.) Limited BMA Financial Services Limited Alfalah Securities (Pvt.) Limited
Auditors:	A.F Ferguson & Co. Chartered Accountants State Life Building No. 1-C, I.I. Chundrigar Road, Karachi.	
Legal Advisor:	Bawany & Partners Room No. 404, 4th Floor, Beaumont Plaza, 6 – C1 – 10, Beaumont Road, Civil Lines, Karachi.	
Registrar:	ABL Asset Management Company Limited. 11 – B, Lalazar, M. T. Khan Road, Karachi.	
Rating:	Fund Stability: A+(f) by JCR-VIS Management Company: AM3 by JCR-VIS	

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

The Board of Directors of ABL Asset Management Company Limited, the management company of ABL Income Fund (ABL-IF), is pleased to present the un-audited Condensed Interim Financial Statements of ABL-IF for the nine months ended March 31, 2010.

ECONOMIC PERFORMANCE REVIEW

3QFY10 reflected resurgence in inflation due to rise in oil and commodity prices and consequently dampened market sentiments towards possible decline in interest rates. The SBP, in its bi-monthly MPS announcements, maintained its Discount Rate at 12.50% citing the above reasons. Exacerbating the situation, IMF's 5th Tranche disbursement was delayed due to complexities surrounding the implementation of VAT. Moreover conditions associated with the disbursement include a rise in electricity tariffs which has received strong opposition as well. Moreover the mounting Circular Debt Issue is impeding economic recovery.

Foreign currency reserves have remained strong; however trade deficit figures have risen again owing to heavy oil imports during the period. The fiscal deficit target of 4.9% has been revised to 5.0 – 5.5% of GDP to incorporate higher security related expenditure and mitigate shortfall in revenue collection. Considering untamed inflation coupled with uncertainties surrounding inflow of funds and heavy government budgetary borrowing, a status quo in interest rates is expected during the next quarter.

MUTUAL FUND INDUSTRY REVIEW

During the period, investor confidence channeled its way into low risk fixed income funds which primarily invest in Government Securities. Due to limited investment avenues and competitive yields offered on Treasury Bills, asset allocation bias towards government securities increased during the period. Revaluation loss on certain TFCs on account of delayed coupon payments by their issuers led to a drop in NAVs of TFC centric income funds. This highlights the continued risks in such investments and the reason for inclination towards investments in Government Securities. As on February 28, 2010, Industry AUMs were recorded at Rs.222.95 billion compared to Rs.223.48 as on December 31, 2009. AUMs of income funds witnessed a decline due to revaluation losses on TFCs. Moreover equity funds also experienced outflows.

FUND PERFORMANCE

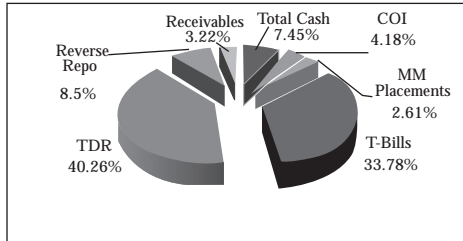
During the period under review, ABL Income Fund's AUM grew by 24.50% to Rs.9.564 billion. Since ABL-IF's inception on September 20, 2008 (Rs.1.841 billion), the fund size has increased by 419.5% by March 31, 2010. During the quarter ended March 31, 2010, the unit price of ABL-IF increased by 2.570% to close at Rs.10.2669 (cum-dividend) translating into an annualized return of 10.86%.

During the period under review ABL-IF was not able to outperform its 1-month KIBOR benchmark of 12.42% due to the fact that the fund was not invested in TFCs.

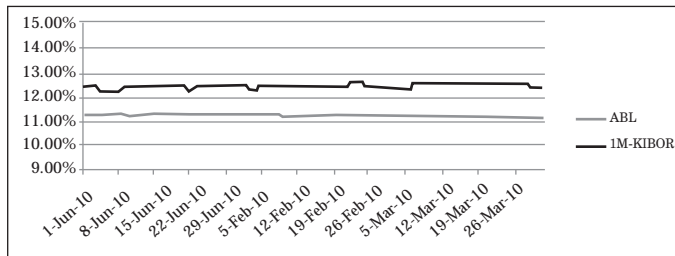
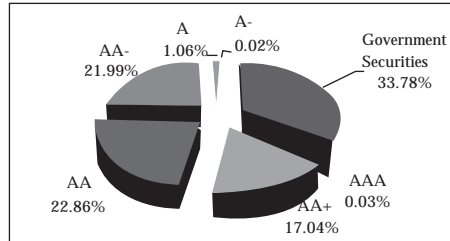
Due to competitive yields offered on Treasury Bills (T-Bills) during the period under review, ABL-IF enhanced its T-Bill allocation during the quarter by 121.45% to 33.78% of its fund size as on March 31, 2010. Exposure towards TDR has been reduced from 60.99% as on December 31, 2009 to 40.26% as on March 31, 2010 due to unattractive rates offered by good counters. Furthermore, investments in COIs with AA rated DFIs also decreased to 4.18% as on March 31, 2010 as compared to 11.72% as on December 31, 2009. As per its conservative investment philosophy, ABL-IF continues to refrain from taking any exposure in TFCs due to associated price and credit risks.

ABL Income Fund earned total income of Rs.803.69 million for the nine months ended March 31, 2010, primarily out of which Rs.474.41 million was earned from cash deposited with banks and fixed term deposits, Rs.129.60 million from Investment in Government Securities, Rs.165.20 million from Placements and Rs.33.89 million from Reverse Repurchase Transactions. Unrealized diminution on re-measurement of investments was to the tune of Rs.3.97 million. After accounting for expenses of Rs.112.46 million comprising mainly of the management fee of Rs.98.09 million, remuneration of the Trustee (CDC) of Rs.7.29 million and Rs.4.65 million on account of fee to the Securities and Exchange Commission of Pakistan (SECP), net income from operating activities for the nine months ended March 31, 2010 stood at Rs.687.26 million. With the net element of income of Rs.9.40 million included in the prices of units issued less those in units redeemed, the net income for the nine months ended March 31, 2010 stood at Rs.696.66 million. The asset allocation and asset quality of ABL-IF as at March 31, 2010 was as follows:

Asset Allocation



Asset Quality



FUTURE OUTLOOK

Monetary easing during the last quarter was not carried forward to the period under review due to high inflation and heavy government borrowing. Adding to the woes are unabated power shortages and fragile security conditions in the North. Furthermore, the burgeoning circular debt issue is impeding economic recovery as well. With the Government struggling to meet certain IMF targets coupled by fiscal uncertainties, monetary policy easing seems difficult in the near term. Nevertheless, Pakistan being a Frontier Market is attracting Foreign Portfolio Investments which is likely to support exchange rate parity against the US Dollar. Although Oil prices are expected to remain firm, the impact on trade deficit should be manageable in the near term.

DIVIDEND

The Board of Directors of the management company on March 30, 2010 approved and declared interim dividend distribution of Rs.0.2609 per unit (2.61% of the par value of Rs.10) for ABL-IF for the quarter ended March 31, 2010. This is in addition to interim dividend distribution of Rs.0.2783 per unit (2.78% of the par value of Rs.10) made for the quarter ended December 31, 2009 and Rs.0.2731 per unit (2.73% of the par value of Rs.10) made for the quarter ended September 30, 2009.

FUND STABILITY RATING

On December 31, 2009, JCR-VIS has upgraded the Fund Stability Rating of ABL Income Fund (ABL-IF) to 'A+(f)' (Single A Plus (f)) from 'A(f)' (Single A (f)) denoting, both credit and price risk being considered manageable.

MANAGEMENT QUALITY RATING

On December 31, 2009, JCR-VIS has reaffirmed the Management Quality Rating of ABL Asset Management Company Limited (ABL AMCL) at 'AM3' (AM-Three), which denotes 'good management quality.'

ACKNOWLEDGEMENT

We thank our valued investors who have placed their confidence in us. The Board is also thankful to the Securities & Exchange Commission of Pakistan, State Bank of Pakistan, the Trustee (Central Depository Company of Pakistan Limited), the management of the Karachi Stock Exchange (Guarantee) Limited and the Auditors for their continued cooperation and support. The Directors also appreciate the efforts put in by the management team for their unwavering commitment and hard work.

For and on behalf of the Board

FARID AHMED KHAN
(CEO)

Karachi, April 26, 2010

ABL INCOME FUND
CONDENSED INTERIM STATEMENT OF
ASSETS AND LIABILITIES

AS AT MARCH 31, 2010

	Note	(Unaudited) March 31, 2010	(Audited) June 30, 2009
Rupees in '000			
ASSETS			
Bank balances	4	863,555	914,798
Investments	5	8,630,458	5,934,000
Profit receivable	6	175,269	112,863
Security deposits and prepayments		154	100
Preliminary expenses and floatation costs		3,471	4,222
Total assets		9,672,907	6,965,983
LIABILITIES			
Payable to ABL Asset Management Company Limited - Management Company	7	16,875	12,083
Payable to the Central Depository Company of Pakistan Limited - Trustee		944	622
Payable to the Securities and Exchange Commission of Pakistan		4,904	2,194
Dividend payable		70,351	77,701
Payable against redemption of units		15,677	760
Accrued expenses and other liabilities	8	325	447
Total liabilities		109,076	93,807
NET ASSETS		9,563,831	6,872,176
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		9,563,831	6,872,176
CONTINGENCIES AND COMMITMENTS	9		
		(Number of units)	
NUMBER OF UNITS IN ISSUE		955,807,554	686,081,119
		(Rupees)	
NET ASSET VALUE PER UNIT		10.0060	10.0166
FACE VALUE PER UNIT		10.0000	10.0000

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

For ABL Asset Management Company Limited
(Management Company)



FARID AHMED KHAN
CEO



MUHAMMAD YASEEN
DIRECTOR

ABL INCOME FUND
CONDENSED INTERIM INCOME STATEMENT
(UNAUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2010

Note	For the nine months ended March 31, 2010	For the period from September 20, 2008 to March 31, 2009	For the quarter ended March 31, 2010	For the quarter ended March 31, 2009
Rupees in '000				
INCOME				
	607	-	-	-
Gain on sale of investments	129,595	-	60,724	-
Income from Government Securities	367,121	143,571	131,581	71,738
Income from Term Deposit Receipts	92,025	-	23,873	-
Income from Certificates of Investment	1,306	17,134	-	15,830
Income from Certificates of Deposit	71,868	13,368	27,391	4,808
Income from Letters of Placement	33,892	-	17,310	-
Income from Reverse Repurchase transactions	107,279	13,369	20,219	10,984
Profit on bank accounts	803,693	187,442	281,098	103,360
Unrealised (diminution) / appreciation on re-measurement of investments classified as financial assets at fair value through profit or loss - 'held for trading'	(3,970)	-	1,139	-
	799,723	187,442	282,237	103,360
EXPENSES				
Remuneration of ABL Asset Management Company Limited - Management Company	98,086	17,445	35,252	9,880
Remuneration of Central Depository Company of Pakistan Limited - Trustee	7,290	1,692	2,597	903
Annual fee - Securities and Exchange Commission of Pakistan	4,654	1,025	1,762	573
Brokerage and other transaction costs	715	251	156	96
Bank charges	353	93	80	59
Auditors' remuneration	340	256	93	122
Amortization of preliminary expenses and floatation costs	751	529	247	247
Printing charges	108	170	91	79
Listing fee	30	109	10	51
Annual rating fee	131	115	43	53
Other expenses	5	6	2	4
Total operating expenses	112,463	21,691	40,333	12,067
Net income from operating activities	687,260	165,751	241,904	91,293
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - net	9,402	38,322	(4,399)	28,880
Net income for the period before taxation	696,662	204,073	237,505	120,173
Taxation	-	-	-	-
Net income for the period after taxation	696,662	204,073	237,505	120,173
Other comprehensive income for the period				
Element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed - net	3,882	-	-	-
Total comprehensive income for the period	700,544	204,073	237,505	120,173
Earnings per unit	10			

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

For ABL Asset Management Company Limited
(Management Company)


FARID AHMED KHAN
CEO


MUHAMMAD YASEEN
DIRECTOR

ABL INCOME FUND
CONDENSED INTERIM DISTRIBUTION
STATEMENT (UNAUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2010

	For the nine months ended March 31, 2010	For the period from September 20, 2008 to March 31, 2009	For the quarter ended March 31, 2010	For the quarter ended March 31, 2009
	Rupees in '000			
Opening undistributed income - realised	11,365	-	12,266	1,753
unrealised	-	-	(5,109)	-
	<u>11,365</u>	<u>-</u>	<u>7,157</u>	<u>1,753</u>
Interim distribution:				
- Re 0.2609 per unit on March 30, 2010 (2009: Re 0.3462 per unit on March 31, 2009)	-	-	-	-
Cash distribution	(70,351)	(55,080)	(70,351)	(55,080)
Issue of bonus units	(168,557)	(61,755)	(168,557)	(61,755)
Interim distribution:				
- Re 0.2783 per unit on December 30, 2009 (2008: Re 0.4165 per unit on December 31, 2008)				
Cash distribution	(70,250)	(64,886)	-	-
Issue of bonus unit	(145,768)	(17,261)	-	-
Interim distribution:				
- Re 0.2731 per unit on September 29, 2009 (2008: Nil)				
Cash distribution	(98,392)	-	-	-
Issue of bonus units	(152,837)	-	-	-
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed	3,882	-	-	-
Net income for the period	<u>696,662</u>	<u>204,073</u>	<u>237,505</u>	<u>120,173</u>
Undistributed income carried forward	<u>5,754</u>	<u>5,091</u>	<u>5,754</u>	<u>5,091</u>
Undistributed income comprising:				
Realised income	9,724	5,091	9,724	5,091
Unrealised income	(3,970)	-	(3,970)	-
	<u>5,754</u>	<u>5,091</u>	<u>5,754</u>	<u>5,091</u>

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

For ABL Asset Management Company Limited
(Management Company)



FARID AHMED KHAN
CEO



MUHAMMAD YASEEN
DIRECTOR

ABL INCOME FUND
CONDENSED INTERIM STATEMENT OF
MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2010

	For the nine months ended March 31, 2010	For the period from September 20, 2008 to March 31, 2009	For the quarter ended March 31, 2010	For the quarter ended March 31, 2009
	Rupees in '000			
Net Assets at the beginning of the period	6,872,176	-	7,681,514	1,991,332
Issue of 1,627,262,969 units (480,146,550 units for the period ended March 31, 2009)	16,466,279	4,868,172	6,600,749	2,334,397
Redemption of 1,404,252,685 units (135,481,456 units for the period ended March 31, 2009)	(14,222,891)	(1,383,159)	(4,889,985)	(831,144)
	2,243,388	3,485,013	1,710,764	1,503,253
Issue of 46,716,151 bonus units (2009: 7,901,545 units)	467,162	79,016	168,557	61,755
Net element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed				
- amount representing (income) / loss and capital (gains) / losses - transferred to Income Statement	(9,402)	(38,322)	4,399	(28,880)
- amount representing (income) / loss and capital (gains) / losses - transferred to other comprehensive income	(3,882)	-	-	-
	(13,284)	(38,322)	4,399	(28,880)
Other net income for the period	700,025	204,073	236,366	120,173
Capital (loss) / gain on sale of investments	607	-	-	-
Unrealised (diminution) / appreciation on re-measurement of investments at fair value through profit or loss - net	(3,970)	-	1,139	-
Net element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - amount representing income / (losses) included in other comprehensive income	3,882	-	-	-
Total comprehensive income / (loss) for the period	700,544	204,073	237,505	120,173
Interim distribution:				
- Re 0.2609 per unit on March 30, 2010 (2009: Re 0.3462 per unit on March 31, 2009)				
Cash distribution	(70,351)	(55,080)	(70,351)	(55,080)
Issue of bonus units	(168,557)	(61,755)	(168,557)	(61,755)
Interim distribution:				
- Re 0.2783 per unit on December 30, 2009 (2008: Re 0.4165 per unit on December 31, 2008)				
Cash distribution	(70,250)	(64,886)	-	-
Issue of bonus units	(145,768)	(17,261)	-	-
Interim distribution:				
- Re 0.2731 per unit on September 29, 2009 (2008: Nil)				
Cash distribution	(98,392)	-	-	-
Issue of bonus units	(152,837)	-	-	-
	(706,155)	(198,982)	(238,908)	(116,835)
Net assets as at the end of the period	<u>9,563,831</u>	<u>3,530,798</u>	<u>9,563,831</u>	<u>3,530,798</u>

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

For ABL Asset Management Company Limited
(Management Company)


FARID AHMED KHAN
CEO


MUHAMMAD YASEEN
DIRECTOR

ABL INCOME FUND
CONDENSED INTERIM CASH FLOW STATEMENT
(UNAUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2010

	For the nine months ended March 31, 2010	For the period from September 20, 2008 to March 31, 2009	For the quarter ended March 31, 2010	For the quarter ended March 31, 2009
	Rupees in '000			
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income for the period before taxation	696,662	204,073	237,505	120,173
Adjustment for non-cash charges and other items;				
Amortization of preliminary expenses and floatation costs	751	529	247	247
Remuneration of ABL Asset Management Company Limited - Management Company	98,086	17,445	35,252	9,880
Remuneration of Central Depository Company of Pakistan Limited - Trustee	7,290	1,692	2,597	903
Unrealized diminution / (appreciation) on re-measurement of investments classified as "financial assets at fair value through profit or loss"	3,970	-	(1,139)	-
Net element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed	(9,402)	(38,322)	4,399	(28,880)
	797,357	185,417	278,861	102,323
(Increase) / decrease in assets				
Profit receivable	(62,406)	(58,689)	(18,877)	(32,709)
Investments	(4,100,428)	(829,000)	(1,552,247)	(610,000)
Security deposits and prepayment	(54)	(206)	77	104
	(4,162,888)	(887,895)	(1,571,047)	(642,605)
Increase / (decrease) in liabilities				
Payable to Securities and Exchange Commission of Pakistan	2,710	1,025	1,762	573
Accrued expenses and other liabilities	(122)	343	69	82
Payable against redemption of units	14,917	29,927	15,348	29,927
	17,505	31,295	17,179	30,582
Remuneration paid to ABL Asset Management Company Limited - Management Company	(93,294)	(14,231)	(33,471)	(9,049)
Remuneration paid to Central Depository Company of Pakistan Limited - Trustee	(6,968)	(1,326)	(2,478)	(782)
Net cash (used in) / generated from operating activities	(3,448,288)	(686,740)	(1,310,956)	(519,531)
CASH FLOWS FROM FINANCING ACTIVITIES				
Dividend paid	(246,343)	(64,886)	(70,250)	(64,886)
Net receipts / (payments) against issuance / (redemption) of units	2,243,388	3,485,013	1,710,764	1,503,253
Net cash generated from / (used in) financing activities	1,997,045	3,420,127	1,640,514	1,438,367
Net (decrease) / increase in cash and cash equivalents	(1,451,243)	2,733,387	329,558	918,836
Cash and cash equivalents at the beginning of the period	3,814,798	-	2,033,997	1,814,551
Cash and cash equivalents at the end of the period	4.1 2,363,555	2,733,387	2,363,555	2,733,387

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

For ABL Asset Management Company Limited
(Management Company)


FARID AHMED KHAN
CEO


MUHAMMAD YASEEN
DIRECTOR

ABL INCOME FUND NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2010

1 LEGAL STATUS AND NATURE OF BUSINESS

ABL Income Fund (the Fund) was established under a Trust Deed executed on June 16, 2008 between ABL Asset Management Company Limited (ABL AMCL) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed in accordance with the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (NBFC Rules). The Securities and Exchange Commission of Pakistan (SECP) approved the revised / amended Trust Deed of the Fund on June 6, 2008. The Fund commenced its operations on September 20, 2008.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate issued by SECP on December 7, 2007. The registered office of the Management Company is situated at 11-B, Lalazar, M.T Khan Road, Karachi.

The Fund is an open ended mutual fund and is listed on the Karachi Stock Exchange (Guarantee) Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering to the Fund.

JCR-VIS Credit Rating Company Limited has assigned a management quality rating of 'AM3' to the Management Company and fund stability rating of "A+(f)" to the Fund.

The objective of the Fund is to earn superior risk adjusted rate of return by investing in a blend of short, medium and long-term instruments. The Fund, in line with its investment objectives, invests primarily in money and debt markets, certificate of investments, clean placements and other absolute return instruments.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), the Non-Banking Finance and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP). Where ever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRS, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

The disclosure made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34; 'Interim Financial Reporting'.

These condensed interim financial statements are unaudited.

3 SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual published financial statements of the Fund for the period ended June 30, 2009.

Note	(Unaudited) March 31, 2010	(Audited) June 30, 2009
	(Rupees in '000)	
4 BANK BALANCES		
Saving accounts	863,555	914,798
	<u>863,555</u>	<u>914,798</u>
4.1 CASH AND CASH EQUIVALENTS		
Balances with banks	863,555	914,798
Term deposit receipts	1,500,000	2,900,000
	<u>2,363,555</u>	<u>3,814,798</u>

5 INVESTMENTS

Financial assets at fair value through profit or loss - Held for trading
Loans and receivables

5.1 Financial assets at fair value through profit or loss - Held for trading

Issue Date	Tenor	Face Value			Balance as at March 31, 2010		Market value as a percentage of net assets	Market value as a percentage of total investment	
		As at July 1, 2009	Purchases during the period	Disposed / matured during the period	As at March 31, 2010	Cost			
January 29, 2009	12 months	-	200,000	200,000	-	-	0.00%	0.00%	
February 12, 2009	12 months	-	100,000	100,000	-	-	0.00%	0.00%	
February 12, 2009	12 months	-	100,000	100,000	-	-	0.00%	0.00%	
February 12, 2009	12 months	-	250,000	250,000	-	-	0.00%	0.00%	
March 12, 2009	12 Months	-	200,000	200,000	-	-	0.00%	0.00%	
March 26, 2009	12 months	-	200,000	200,000	-	-	0.00%	0.00%	
April 09, 2009	12 months	-	150,000	-	150,000	149,668	1.56%	1.73%	
April 09, 2009	12 months	-	150,000	-	150,000	149,668	1.56%	1.73%	
April 09, 2009	12 months	-	100,000	-	100,000	99,779	1.04%	1.16%	
April 23, 2009	12 months	-	250,000	-	250,000	248,289	2.60%	2.88%	
April 23, 2009	12 months	-	200,000	-	200,000	198,631	2.08%	2.30%	
June 18, 2009	12 months	-	200,000	-	200,000	195,395	2.04%	2.26%	
July 16, 2009	12 months	-	100,000	-	100,000	97,032	1.01%	1.12%	
July 30, 2009	12 months	-	400,000	400,000	-	-	0.00%	0.00%	
July 30, 2009	12 months	-	200,000	-	200,000	192,373	2.01%	2.23%	
July 30, 2009	12 months	-	400,000	-	400,000	384,747	4.02%	4.46%	
August 13, 2009	12 months	-	100,000	100,000	-	-	0.00%	0.00%	
August 13, 2009	12 months	-	100,000	100,000	-	-	0.00%	0.00%	
August 13, 2009	12 months	-	100,000	-	100,000	95,740	1.00%	1.11%	
August 27, 2009	12 months	-	50,000	-	50,000	47,657	0.50%	0.55%	
September 10, 2009	6 months	-	50,000	50,000	-	-	0.00%	0.00%	
September 10, 2009	6 months	-	50,000	50,000	-	-	0.00%	0.00%	
September 10, 2009	6 months	-	50,000	50,000	-	-	0.00%	0.00%	
September 10, 2009	6 months	-	100,000	100,000	-	-	0.00%	0.00%	
October 08, 2009	6 Months	-	50,000	-	50,000	49,889	0.52%	0.58%	
October 08, 2009	6 Months	-	200,000	-	200,000	199,558	2.09%	2.31%	
December 03, 2009	3 Months	-	100,000	100,000	-	-	0.00%	0.00%	
February 11, 2010	6 Months	-	100,000	-	100,000	95,740	1.00%	1.11%	
February 11, 2010	6 Months	-	100,000	-	100,000	95,740	1.00%	1.11%	
February 25, 2010	6 Months	-	100,000	-	100,000	95,372	1.00%	1.10%	
February 25, 2010	6 Months	-	100,000	-	100,000	95,313	1.00%	1.10%	
February 25, 2010	6 Months	-	100,000	-	100,000	95,364	1.00%	1.10%	
February 25, 2010	6 Months	-	100,000	-	100,000	95,313	1.00%	1.10%	
February 25, 2010	6 Months	-	100,000	-	100,000	95,356	1.00%	1.10%	
February 25, 2010	6 Months	-	100,000	-	100,000	95,348	1.00%	1.10%	
February 25, 2010	3 Months	-	100,000	-	100,000	98,404	1.03%	1.14%	
February 25, 2010	3 Months	-	100,000	-	100,000	98,404	1.03%	1.14%	
March 11, 2010	3 Months	-	150,000	-	150,000	146,929	1.54%	1.70%	
March 11, 2010	3 Months	-	150,000	-	150,000	146,929	1.54%	1.70%	
March 11, 2010	3 Months	-	150,000	-	150,000	146,929	1.54%	1.70%	
March 11, 2010	3 Months	-	150,000	-	150,000	146,929	1.54%	1.70%	
		-	5,400,000	2,000,000	3,400,000	3,321,934	3,317,964	(3,970)	

Total - June 30, 2009

	(Unaudited) March 31, 2010	(Audited) June 30, 2009
	(Rupees in '000)	
5.2 Loans and receivables		
Certificates of investment	400,000	500,000
Certificate of deposit	-	79,000
Term deposit receipts	3,850,000	5,355,000
Reverse repurchase transactions	812,494	-
Letter of placements	250,000	-
	<u>5,312,494</u>	<u>5,934,000</u>
6 PROFIT RECEIVABLE		
Markup accrued on bank deposits	5,147	15,454
Interest accrued on certificates of investment	25,530	11,778
Interest accrued on certificates of deposit	-	5,648
Interest accrued on term deposit receipts	134,822	79,983
Interest accrued on reverse repurchase transactions	8,100	-
Interest accrued on letter of placements	1,671	-
	<u>175,269</u>	<u>112,863</u>
7 PAYABLE TO ABL ASSET MANAGEMENT COMPANY LIMITED - MANAGEMENT COMPANY		
Management fee	12,875	8,083
Preliminary expenses and flotation costs	4,000	4,000
	<u>16,875</u>	<u>12,083</u>
8 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration	174	242
Brokerage	52	60
Printing charges	99	145
	<u>325</u>	<u>447</u>

9 CONTINGENCIES AND COMMITMENTS

- 9.1 The Finance Act 2008 introduced an amendment to the Workers Welfare Fund Ordinance, 1971 (WWF Ordinance) whereby the definition of "Industrial Establishment" was amended to include therein any establishment to which the West Pakistan Shops and Establishment Ordinance, 1969 applies. As a result of this amendment, it can be construed that all Collective Investment Schemes (CIS) whose income exceeds Rs 0.5 million in a tax year are brought within the purview and scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of 2 percent of their accounting or taxable income, whichever is higher. In case of the Fund, such contribution works out to Rs 21.901 million (including an amount of Rs 7.967 million pertaining to the period ended June 30, 2009). However, the final contribution amount will be based on the income earned by the Fund for the year ending June 30, 2010.

To avoid any claim in this regard by the relevant authorities, the Mutual Funds Association of Pakistan (MUFAP) filed a constitutional petition in the High Court of Sindh praying it to declare that CIS are not liable to pay contribution to the WWF on the ground that CIS do not have any workers or employees. The legal proceedings in respect of the aforementioned petition are currently in progress and the outcome cannot be reasonably ascertained.

The Management Company, based on the advice of the MUFAP's legal counsel is confident of favorable decision and accordingly no provision for any liability that may arise in this respect has been made in these condensed interim financial statements.

- 9.2 There were no other contingencies and commitments outstanding as at March 31, 2010.

10 EARNINGS PER UNIT (EPU)

Earnings per unit has not been disclosed as in the opinion of management determination of cumulative weighted average number of outstanding units is not practicable.

11 TAXATION

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed among the unit holders. The fund intends to distribute such income at the year end to avail this tax exemption. Accordingly, no tax liability has been recorded for the current period.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

12 TRANSACTIONS WITH CONNECTED PERSONS

Connected persons / Related parties include ABL Asset Management Company Limited being the Management Company, Allied Bank Limited, ABL Asset Management Company Limited - Staff Provident Fund, Allied Bank Limited- Employees Superannuation (Pension) Fund, ABL Staff Provident Fund being entities under common management and / or directorship, Central Depository Company being the trustee of the fund and the directors and officers of the management company.

Transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market norms.

12.1 Details of transactions with connected persons are as follows:

	(Unaudited)			
	For the nine months ended March 31, 2010	For the period from September 20, 2008 to March 31, 2009	For the quarter ended March 31, 2010	For the quarter ended March 31, 2009
	(Rupees in '000)			
ABL Asset Management Company Limited				
- Management Company				
Issue of 26,721,257 units (2009: 15,804,061 units)	271,072	159,000	50,700	4,000
Bonus of 1,177,196 units (2009: 718,940 units)	11,772	7,189	4,518	7,023
Redemption of 18,148,471 units (2009: 6,930,660 units)	184,450	70,900	23,150	10,900
Remuneration for the period	98,086	17,445	35,252	9,880
Allied Bank Limited				
Issue of 97,568,591 units (2009: 75,000,000 units)	1,000,000	750,000	-	-
Redemption of 97,568,591 units (2009: Nil)	976,798	-	-	-
Cash dividend	87,568	57,203	19,567	25,965
Markup income	59,257	8,429	22,374	8,314
Bank charges	133	-	53	-
ABL Asset Management Company Limited				
- Staff Provident Fund				
Issue of 111,692 units (2009: 100,701 units)	1,127	1,027	-	148
Bonus of 5,960 units (2009: 4,232 units)	60	42	15	21
Redemption of 106,286 units (2009: 40,009 units)	1,080	409	370	33
ABL- Employees Superannuation (Pension) Fund				
Issue of: Nil (2009: 39,880,238 units)	-	405,000	-	-
Cash dividend	32,395	30,417	10,405	13,807
ABL- Staff Provident Fund				
Issue of: Nil (2009: 2,644,829 units)	-	27,000	-	-
Cash dividend	2,148	11,917	690	10,815
CHAIRMAN OF THE MANAGEMENT COMPANY				
Sheikh Mukhtar Ahmad				
Bonus of 898 units (2009: Nil)	9	-	3	-
DIRECTORS OF THE MANAGEMENT COMPANY				
Mr. Muhammad Javaid Iqbal				
Bonus of 2,516 units (2009: Nil)	25	-	8	-
Mr. Shakeb Murad				
Bonus of 2,501 units (2009: Nil)	25	-	8	-

(Unaudited)			
For the nine months ended March 31, 2010	For the period from September 20, 2008 to March 31, 2009	For the quarter ended March 31, 2010	For the quarter ended March 31, 2009
Rupees in '000			

KEY MANAGEMENT PERSONNEL

Executives				
Issue of 268,103 units (2009: 576,034 units)	2,720	5,880	1,100	3,235
Bonus of 10,820 units (2009: 10,767 units)	108	108	25	53
Redemption of 321,398 units (2009: 450,427 units)	3,056	4,606	972	3,304

TRUSTEE

Central Depository Company of Pakistan Limited				
Remuneration for the period	7,290	1,692	2,597	903
CDS Connection Fee	3	-	-	-

(Unaudited) March 31, 2010	(Audited) June 30, 2009
(Rupees in '000)	

12.2 Amounts outstanding as at period / year end

ABL Asset Management Company Limited - Management Company		
Outstanding 17,767,062 units (June 30, 2009: 8,017,080 units)	177,777	80,304
Preliminary expenses and floatation costs payable	4,000	4,000
Remuneration payable to management company	12,875	8,083
Allied Bank Limited		
Outstanding 75,000,000 units (June 30, 2009: 75,000,000 units)	750,450	751,245
Cash dividend payable	19,568	51,284
Mark up accrued	581	1,801
Bank balances	280,502	153,685
Term Deposit Receipts	-	155,000
ABL Asset Management Company Limited - Staff Provident Fund		
Outstanding 58,117 units (June 30, 2009: 46,751 units)	582	468
ABL - Employees Superannuation (Pension) Fund		
Outstanding 39,880,238 units (June 30, 2009: 39,880,238 units)	399,042	399,464
Cash dividend payable	10,405	11,848
ABL - Staff Provident Fund		
Outstanding 2,644,828 units (June 30, 2009: 2,644,828 units)	26,464	26,492
Cash dividend payable	690	786
CHAIRMAN OF THE MANAGEMENT COMPANY		
Sheikh Mukhtar Ahmad		
Outstanding 11,669 units (June 30, 2009: 10,771 units)	117	108

	(Unaudited) March 31, 2010	(Audited) June 30, 2009
	(Rupees in '000)	
DIRECTORS OF THE MANAGEMENT COMPANY		
Mr. Muhammad Javaid Iqbal Outstanding 32,661 units (June 30, 2009: 30,145 units)	327	302
Mr. Shakeb Murad Outstanding 32,462 units (June 30, 2009: 29,961 units)	325	300
KEY MANAGEMENT PERSONNEL		
Executives Outstanding 98,507 units (June 30, 2009: 140,982 units)	986	1,412
Central Depository Company of Pakistan Limited - Trustee Remuneration and CDC connection fee payable	944	622

13 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on April 26, 2010 by the Board of Directors of the Management Company.

14 GENERAL

14. Figures have been rounded off to the nearest thousand rupees unless otherwise specified.

For ABL Asset Management Company Limited
(Management Company)



FARID AHMED KHAN
CEO



MUHAMMAD YASEEN
DIRECTOR



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