



ABL
Stock Fund

CONDENSED INTERIM
FINANCIAL
STATEMENTS
FOR THE NINE MONTH AND QUARTER ENDED
MARCH 31, 2011

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FUND'S INFORMATION

Management Company:	ABL Asset Management Company Limited	
Board of Directors of the Management Company	Sheikh Mukhtar Ahmed	Chairman
	Muhammad Waseem Mukhtar	Director
	Mr. Khalid A. Sherwani	Director
	Mr. M. Jawaid Iqbal	Director
	Muhammad Yaseen	Director
	Mr. M. Shakeb Murad	Director
	Mr. Kamran Nishat	Director
Chief Executive Officer:	Mr. Farid Ahmed Khan	
Chief Financial Officer & Company Secretary:	Mr. Saqib Matin	
Audit Committee:	Mr. Kamran Nishat	Chairman
	Muhammad Waseem Mukhtar	Member
	Muhammad Yaseen	Member
Head of Internal Audit & Compliance	Mr. Faisal Nadeem Mangroria	
Trustee:	Central Depository Company of Pakistan Ltd. CDC House, 99-B, Block - B, S.M.C.H.S., Main Shahrah-e-Faisal, Karachi.	
Auditors:	A.F. Ferguson & Co. Chartered Accountants State Life Building No. 1-C I.I. Chundrigar Road, Karachi.	
Legal Advisors:	Bawany & Partners Room No. 404, 4th Floor Beaumont Plaza, 6 -C1 -10, Beaumont Road, CivilLines, Karachi.	
Bankers:	Allied Bank Limited Bank Al-Falah Limited United Bank Limited	
Distributor:	Allied Bank Limited	
Registered Office:	11 - B, Lalazar, M. T. Khan Road, Karachi.	

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

The Board of Directors of ABL Asset Management Company Limited, the management company of ABL Stock Fund (ABL-SF), is pleased to present the un-audited Condensed Interim Financial Statements of ABL Stock Fund (ABL-SF) for the nine months ended March 31, 2011.

ECONOMIC PERFORMANCE REVIEW

In some ways, 3QFY11 depicted a gradual improvement in Pakistan's economy with significant improvement in external account situation, controlled government borrowing, slowdown in inflation and FX reserves reaching record levels. Better crop prices, strong remittances and rising exports were the key pillars behind economy's resilience to external shocks (high oil and commodity prices). The Central Bank also maintained the discount rate at 14% through the quarter owing to better fiscal discipline along with relatively controlled inflation.

Headline inflation (CPI) came down to 13.2% for March 2011 after reaching peak levels of 15.5% in November 2010 following the floods. Current account was in surplus of US\$ 99mn during 9MFY11 (USD 3,106mn deficit during 9MFY10), primarily due to 25% Y/Y growth in exports. Improved trade situation coupled with remittances of USD 8,016 mn for 9MFY11 resulted in Pakistan's FX reserves soaring to USD 18.2bn. Furthermore, Large Scale Manufacturing (LSM) growth swung back in the positive zone, thanks to strong performance of the textile sector during 3QFY11.

Despite these positives, there is a big question mark over macro fundamentals and Pakistan's economy remains vulnerable to external shocks. Some bold steps undertaken by the Government, such as to pass on the high oil prices and implement revenue enhancement measures (removal of zero rated GST status on some sectors and imposition of flood tax) bodes well for controlling fiscal deficit. However, these measures are expected to be inflationary and the Government is still likely to miss the revised fiscal deficit target of 5.5%. Moreover, high oil prices are exerting upward pressure on the import bill as well as pushing inflation numbers. As a result the Central Bank is expected to maintain a tight monetary stance over the next quarter. Market's attention will now be firmly focused on the upcoming FY12 budget and direction of oil prices, which are going to set the tone for economic outlook for FY12.

MARKET OVERVIEW

Equities, which bounced back sharply in 1HFY11, witnessed a dull spell in 3QFY11. The benchmark KSE-100 consequently closed at 11,809 points as at March '11, down 1.77% during the quarter under review. Multiple concerns on the geopolitical side, including rising oil prices emanating from the Middle East crisis, Japanese Earthquake and fragile US-Pak relationship added to negative sentiments at the local bourses. Uncertain global outlook prompted foreign fund managers to pull their investments out of regional markets, including Pakistan. Despite witnessing some foreign selling towards the period end, Pakistan equity markets fetched around USD 57 million from foreign investors in the third quarter of FY11, taking the nine months' tally to an impressive USD 306 million.

Historically, KSE-100's return, volumes and corporate earnings growth have all been at their best during third quarter of a fiscal year. KSE-100, however, posted a negative return in the 3QFY11 breaking a decade long record of not having a single negative third quarter. Volumes, too, failed to excite despite the launch of the much awaited leverage product (Margin Trading System) after a gap of almost 2 years and were recorded at an average 123mn shares (US\$64mn). The quarter also saw some negative surprises on the corporate front. Despite political opposition, the government initiated tax reforms by announcing new revenue generation measures which included 15% flood tax surcharge and removal of GST exemptions on a number of items. These measures, although positive for revenue mobilization, ended up hurting corporate profitability and thus investor sentiment.

MUTUAL FUND INDUSTRY REVIEW

Total assets under management (AUMs) of Pakistan's mutual funds industry grew by 16% in 9MFY11, taking the overall industry size to Rs.230 billion as at March 31, 2011 compared to Rs.198 billion at the end of June 2010 (an increase of Rs 32 billion in absolute terms). Open-end funds, which now contribute 89% of total mutual fund industry size, stood at Rs.204 billion as at March 31, 2011 compared with Rs.169 billion at June 30, 2010, showing

an increase of 21%; while closed-end funds stood at Rs.26 billion depicting a decline of 10% YoY. The drop in asset size of closed-end funds was due to conversion of JS Large Capital Fund, Pakistan Strategic Allocation Fund & Pakistan Premier Fund into open-end funds which have added Rs.3.5 billion in open-end equity fund category. The AUMs of the equity fund category showed a growth of 20% in 9MFY11 in spite of local bourse appreciating by 21.47% (as measured by KSE-100) during the reported period. This indicates that overall AUMs under equity fund category witnessed a declining trend when adjusted for market performance during the period under review.

FUND PERFORMANCE

During the period under review, ABL Stock Fund's AUMs increased by 31% to Rs.493 million from Rs.376 million at June 30, 2010. The fund posted an absolute return of 30.1% against the benchmark return of 21.0%, an outperformance of 910 bps during the 9MFY11. When measured from its inception date, ABL-SF continued to shine among its peers, posting a return of 72.3% as compared to benchmark return of 52.1%, depicting a significant outperformance of 2020 basis points.

ABL Stock Fund earned total income of Rs.130.38 million for the nine months ended March 31, 2011, of which Rs.74.58 million was net capital gain on sale of investments, Rs.21.34 million was dividend income and Rs.28.44 million was unrealized appreciation on re-measurement of financial assets at fair value through profit or loss - 'held for trading'. After accounting for expenses of Rs.13.98 million (comprising mainly of the management fee of Rs.9.58 million) net income from operating activities for the nine months ended March 31, 2011 stood at Rs.116.39 million. With the net element of income and capital gains of Rs.16.47 million included in the prices of units issued less those in units redeemed and Rs.2.60 million as provision for workers welfare fund, the net income for the nine months ended March 31, 2011 stood at Rs.130.26 million.

FUND STABILITY RATING

On July 29, 2010, JCR-VIS assigned MFR 5-Star to ABL-SF, which denotes 'very good performance'.

MANAGEMENT QUALITY RATING

On December 31, 2010, JCR-VIS upgraded the Management Quality Rating of ABL Asset Management Company Limited (ABL AMCL) at 'AM3+' (AM-Three Plus), which denotes 'good management quality.'

OUTLOOK

The much awaited Margin Trading System (MTS) was finally launched in the month of March but has met with little excitement from market participants as investors struggled to understand the finer details of the product. Activity in MTS is, nevertheless, picking up gradually and we expect this to improve liquidity in the market going forward. Of greater significance, however, will be corporate results, the course of foreign portfolio investments and news flow regarding the upcoming FY12 budget in due course.

ACKNOWLEDGEMENT

We thank our valued investors who have placed their confidence in us. The Board is also thankful to Securities & Exchange Commission of Pakistan, State Bank of Pakistan, the Trustee (Central Depository Company of Pakistan Limited), the management of 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 exemplary commitment and hard work.

Karachi, April 29, 2011

For and on behalf of the Board



FARID AHMED KHAN
CEO

ABL STOCK FUND CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 2011

	Note	(Unaudited) March 31, 2011	(Audited) June 30, 2010
ASSETS			
-----Rupees-----			
Bank balances	4	18,984,744	6,937,666
Investments - at fair value through profit or loss	5	492,064,235	395,731,515
Dividend and profit receivable		6,400,212	482,796
Security deposits and prepayments		2,607,532	2,600,000
Receivable against sale of investments		10,837,048	51,960,297
Preliminary expenses and floatation costs		<u>2,328,747</u>	<u>2,866,609</u>
Total assets		<u>533,222,518</u>	<u>460,578,883</u>
LIABILITIES			
Payable to Management Company		4,112,497	4,596,263
Payable against purchase of investments		31,162,483	-
Payable to Trustee		96,803	67,096
Payable to Securities and Exchange Commission of Pakistan		303,611	360,521
Dividend payable		-	78,463,823
Accrued expenses and other liabilities	6	<u>4,057,275</u>	<u>932,981</u>
Total liabilities		<u>39,732,669</u>	<u>84,420,684</u>
NET ASSETS		<u>493,489,849</u>	<u>376,158,199</u>
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		<u>493,489,849</u>	<u>376,158,199</u>
CONTINGENCIES AND COMMITMENTS			
-----Number of Units-----			
NUMBER OF UNITS IN ISSUE	7	<u>37,880,368</u>	<u>37,565,305</u>
NET ASSET VALUE PER UNIT		<u>13.0276</u>	<u>10.0134</u>
FACE VALUE PER UNIT		<u>10.0000</u>	<u>10.0000</u>

The annexed notes 1 to 11 form an integral part of these condensed interim financial statements.


FARID AHMED KHAN
CEO

For ABL Asset Management Company Limited
(Management Company)


MUHAMMAD YASEEN
DIRECTOR

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ABL STOCK FUND CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE NINE MONTH AND QUARTER ENDED MARCH 31, 2011

	Note	For the nine month ended March 31, 2011	For the period from June 28, 2009 to March 31, 2010	For the quarter ended March 31, 2011	For the quarter ended March 31, 2010
INCOME					
Rupees					
Net capital gain on sale of investments		74,582,100	81,180,544	45,244,868	14,977,188
Income from Government Securities		3,720,990	-	1,302,307	-
Dividend income		21,339,986	14,320,936	8,725,278	8,405,426
Profit on bank accounts		2,299,867	2,737,282	729,742	587,232
Other income		-	13,793	-	-
		101,942,943	98,252,555	56,002,195	23,969,846
Unrealised appreciation / (diminution) on remeasurement of financial assets at fair value through profit or loss - 'held for trading'	5.3	28,441,930	33,221,716	(23,164,580)	25,910,918
		130,384,873	131,474,271	32,837,615	49,880,764
EXPENSES					
Remuneration of Management Company		9,587,568	8,275,854	3,617,697	3,082,042
Remuneration of Trustee		639,167	591,560	241,176	205,469
Annual fee - Securities and Exchange Commission of Pakistan		303,611	262,067	114,565	97,598
Brokerage expense and other transaction costs		2,158,898	3,777,003	1,256,551	384,046
Auditors' remuneration		262,766	247,696	86,310	81,360
Amortisation of preliminary expenses and floatation costs		537,862	537,979	176,670	176,709
Printing charges		150,152	113,016	49,320	36,720
Annual rating fee		67,678	127,684	22,230	41,940
Listing fee		22,468	60,140	7,380	19,620
Settlement and bank charges		259,139	276,921	103,310	69,030
Other expenses		-	2,500	-	-
Total operating expenses		13,989,309	14,272,420	5,675,209	4,194,534
Net income from operating activities		116,395,564	117,201,851	27,162,406	45,686,230
Net element of income and capital gains included in prices of units issued less those in units redeemed		16,472,060	17,671,297	4,967,260	(1,077,140)
Provision for Workers' Welfare Fund	6.1	(2,604,937)	-	(628,576)	-
Net income for the period before taxation		130,262,687	134,873,148	31,501,090	44,609,090
Taxation		-	-	-	-
Net income for the period after taxation		130,262,687	134,873,148	31,501,090	44,609,090
Other comprehensive income for the period		-	-	-	-
Total comprehensive income for the period		130,262,687	134,873,148	31,501,090	44,609,090
Earnings per unit	8				

The annexed notes 1 to 11 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 STOCK FUND CONDENSED INTERIM DISTRIBUTION STATEMENT (UNAUDITED)

FOR THE NINE MONTH AND QUARTER ENDED MARCH 31, 2011

	For the nine month ended March 31, 2011	For the period from June 28, 2009 to March 31, 2010	For the quarter ended March 31, 2011	For the quarter ended March 31, 2010
	----- Rupees -----			
Opening undistributed income comprising:				
- Realised income	6,040,511	-	48,642,871	82,953,260
- Unrealised income / (loss)	(5,534,477)	-	50,670,422	7,310,798
	506,034	-	99,313,293	90,264,058
Net income for the period	130,262,687	134,873,148	31,501,090	44,609,090
Net element of income and capital gains included in prices of units issued less those in units redeemed	4,222	-	(41,440)	-
Undistributed income carried forward	<u>130,772,943</u>	<u>134,873,148</u>	<u>130,772,943</u>	<u>134,873,148</u>
Undistributed income comprising:				
Realised income	102,331,013	101,651,432	102,331,013	101,651,432
Unrealised income/ (loss)	28,441,930	33,221,716	28,441,930	33,221,716
	<u>130,772,943</u>	<u>134,873,148</u>	<u>130,772,943</u>	<u>134,873,148</u>

The annexed notes 1 to 11 form an integral part of these condensed interim financial statements.


FARID AHMED KHAN
CEO

For ABL Asset Management Company Limited
(Management Company)


MUHAMMAD YASEEN
DIRECTOR

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

FOR THE NINE MONTH AND QUARTER ENDED MARCH 31, 2011

	For the nine month ended March 31, 2011	For the period from June 28, 2009 to March 31, 2010	For the quarter ended March 31, 2011	For the quarter ended March 31, 2010
----- Rupees -----				
Net assets at the beginning of the period	376,158,199	-	506,594,761	396,837,547
Issue of 15,171,173 units (2010: 55,185,537 units) and 1,952,741 units (2010: 1,218,963 units) for nine month and quarter ended respectively	176,371,063	600,155,953	24,966,909	16,542,290
Redemption of 14,856,111 units (2010: 24,773,955 units) and 5,045,316 units (2010: 1,464,730 units) for nine month and quarter ended respectively	(172,830,040)	(278,368,693)	(64,605,651)	(20,076,956)
	3,541,023	321,787,260	(39,638,742)	(3,534,666)
Net element of income and capital gains included in prices of units issued less those in units redeemed				
- amount representing income and capital gains - transferred to Income Statement	(16,472,060)	(17,671,297)	(4,967,260)	1,077,140
- amount representing income and capital gains - transferred to Distribution Statement	(4,222)	-	41,440	-
	(16,476,282)	(17,671,297)	(4,925,820)	1,077,140
Other net income for the period	27,238,657	20,470,888	9,420,802	3,720,984
Net capital gain on sale of investments	74,582,100	81,180,544	45,244,868	14,977,188
Unrealised appreciation / (diminution) on remeasurement of financial assets at fair value through profit or loss - 'held for trading'	28,441,930	33,221,716	(23,164,580)	25,910,918
	130,262,687	134,873,148	31,501,090	44,609,090
Net element of income and capital gains included in prices of units issued less those in units redeemed - transferred to Distribution Statement	4,222	-	(41,440)	-
Net assets at the end of the period	493,489,849	438,989,111	493,489,849	438,989,111

The annexed notes 1 to 11 form an integral part of these condensed interim financial statements.


FARID AHMED KHAN
CEO

For ABL Asset Management Company Limited
(Management Company)


MUHAMMAD YASEEN
DIRECTOR

ABL STOCK FUND CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE NINE MONTH AND QUARTER ENDED MARCH 31, 2011

	For the nine month ended March 31, 2011	For the period from June 28, 2009 to March 31, 2010	For the quarter ended March 31, 2011	For the quarter ended March 31, 2010
----- Rupees -----				
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income for the period before taxation	130,262,687	134,873,148	31,501,090	44,609,090
Adjustments:				
Unrealised (appreciation) / diminution on remeasurement of investments classified as financial assets at fair value through profit or loss - 'held for trading'	(28,441,930)	(33,221,716)	23,164,580	(25,910,918)
Dividend income	(21,339,986)	(14,320,936)	(8,725,278)	(8,405,426)
Net element of income and capital gains included in prices of units sold less those in units redeemed	(16,472,060)	(17,671,297)	(4,967,260)	1,077,140
Amortisation of preliminary expenses and floatation costs	537,862	537,979	176,670	176,709
	<u>64,546,573</u>	<u>70,197,178</u>	<u>41,149,802</u>	<u>11,546,595</u>
(Increase) / decrease in assets				
Investments - net	(67,890,789)	(354,957,926)	(59,838,251)	7,042,275
Dividend and profit receivable	(191,743)	(129,335)	(245,581)	(39,518)
Security deposits and prepayment	(7,532)	(2,619,860)	7,380	19,620
Receivable against sale of investments	41,123,249	(3,927,198)	6,145,129	6,848,589
	<u>(26,966,815)</u>	<u>(361,634,319)</u>	<u>(53,931,323)</u>	<u>13,870,966</u>
Increase / (decrease) in liabilities				
Payable to Management Company	(483,766)	1,092,113	(540,662)	78,259
Payable to Trustee	29,707	73,933	8,212	2,346
Payable to Securities and Exchange Commission of Pakistan	(56,910)	262,067	114,565	97,598
Payable against purchase of investments	31,162,483	1,662,500	13,706,014	(28,598,798)
Payable against redemption of units	-	48,879	-	48,879
Accrued expenses and other liabilities	3,124,294	438,527	959,452	(162,395)
	<u>33,775,808</u>	<u>3,578,019</u>	<u>14,247,581</u>	<u>(28,534,111)</u>
Dividend received	15,614,313	7,747,568	2,864,023	2,240,793
	<u>15,614,313</u>	<u>7,747,568</u>	<u>2,864,023</u>	<u>2,240,793</u>
Net cash generated from / (used in) operating activities	86,969,879	(280,111,554)	4,330,083	(875,757)
CASH FLOWS FROM FINANCING ACTIVITIES				
Dividend paid	(78,463,823)	-	-	-
Receipts from issue of units	176,371,063	600,155,953	24,972,083	16,542,290
Payments on redemption of units	(172,830,040)	(278,368,693)	(64,976,574)	(20,076,956)
Net cash (used in) / generated from financing activities	(74,922,801)	321,787,260	(40,004,492)	(3,534,666)
Net increase / (decrease) in cash and cash equivalents	12,047,078	41,675,706	(35,674,409)	(4,410,423)
Cash and cash equivalents at the beginning of the period	6,937,666	-	54,659,153	46,086,129
Cash and cash equivalents at the end of the period	18,984,744	41,675,706	18,984,744	41,675,706

The annexed notes 1 to 11 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

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

FOR THE NINE MONTH AND QUARTER ENDED MARCH 31, 2011

1 LEGAL STATUS AND NATURE OF BUSINESS

ABL Stock Fund (the Fund) was established under a Trust Deed executed between ABL Asset Management Company Limited (ABL AMCL) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Securities and Exchange Commission of Pakistan (SECP) authorised constitution of the Trust Deed on April 10, 2009 and it was executed on April 23, 2009 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules).

The Fund is an open ended fund and is listed on the Karachi Stock Exchange (Guarantee) Limited. Units of the Fund are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The units of the Fund were initially offered for public subscription at par from June 25, 2009 to June 27, 2009 and thereafter these units are being offered for public subscription on a continuous basis.

The objective of the Fund is to provide higher risk adjusted returns to investors by investing in diversified portfolio of equity instruments offering capital gains and dividends. The investment objectives and policies are more fully explained in the Fund's Offering documents.

The JCR-VIS Credit Rating Company Limited has assigned Management Quality Rating of 'AM3+' (positive outlook) to the Management Company and Fund Performance Rating of 'MFR 5-Star' to the Fund.

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 (IASB) as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Trust Deed, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRS, the requirements of the Trust Deed, 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 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 year ended June 30, 2010.

3.2 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

The following revised standard has been published and is mandatory for accounting periods beginning on or after January 1, 2011:

IAS 24 (revised), 'Related party disclosures', issued in November 2009. It supersedes IAS 24, 'Related party disclosures', issued in 2003. The revised standard clarifies and simplifies the definition of a related party and removes the requirement for government-related entities to disclose details of all transactions with the government and other government-related entities. The Fund will apply the revised standard from July 1, 2011.

There are other amendments to the standards, improvements to International Financial Reporting Standards 2010 and new interpretations that are mandatory for accounting periods beginning on or after July 1, 2011 but are considered not to be relevant or do not have any significant effect on the Fund's operations and are therefore not detailed in these condensed interim financial statements.

	Note	(Unaudited) March 31, 2011	(Audited) June 30, 2010
4 BANK BALANCES		----- Rupees -----	
Savings accounts	4.1	18,984,744	6,937,666
		<u>18,984,744</u>	<u>6,937,666</u>

- 4.1 These savings accounts carry mark-up at rates ranging from 5.00% to 13.50% per annum (June 30, 2010: 5.00% to 11.50%). Deposits in savings accounts include Rs. 18,127,483 (June 30, 2010: Rs. 6,813,708) maintained with Allied Bank Limited, a related party.

	Note	(Unaudited) March 31, 2011	(Audited) June 30, 2010
5 INVESTMENTS		----- Rupees -----	
At fair value through profit or loss - held for trading			
Government securities	5.1	37,227,113	39,818,400
Quoted equity securities	5.2	454,837,122	355,913,115
		<u>492,064,235</u>	<u>395,731,515</u>

5.1 Government securities

Issue date	Tenor	Face Value			Balance as at March 31, 2011			Appreciation / (diminution)	Percentage of net assets	Percentage of total investment
		As at July 1, 2010	Purchases during the period	Disposed / Matured during the period	As at March 31, 2011	Carrying value	Market value			
----- Rupees -----										
April 22, 2010	3 Months	40,000,000	-	40,000,000	-	-	-	-	-	-
August 26, 2010	3 Months	-	50,000,000	50,000,000	-	-	-	-	-	-
January 14, 2010	6 Months	-	60,000,000	60,000,000	-	-	-	-	-	-
July 30, 2009	1 Year	-	10,000,000	10,000,000	-	-	-	-	-	-
October 7, 2010	3 Months	-	40,000,000	40,000,000	-	-	-	-	-	-
October 21, 2010	3 Months	-	90,000,000	90,000,000	-	-	-	-	-	-
August 26, 2010	3 Months	-	50,000,000	50,000,000	-	-	-	-	-	-
October 22, 2010	3 Months	-	40,000,000	40,000,000	-	-	-	-	-	-
November 4, 2010	3 Months	-	30,000,000	30,000,000	-	-	-	-	-	-
November 4, 2010	3 Months	-	25,000,000	25,000,000	-	-	-	-	-	-
January 27, 2011	3 Months	-	55,000,000	17,500,000	37,500,000	37,229,465	37,227,113	(2,352)	7.54	7.57
As at March 31, 2011		<u>40,000,000</u>	<u>450,000,000</u>	<u>452,500,000</u>	<u>37,500,000</u>	<u>37,229,465</u>	<u>37,227,113</u>	<u>(2,352)</u>		
As at June 30, 2010		-	<u>65,000,000</u>	<u>25,000,000</u>	<u>40,000,000</u>	<u>39,815,223</u>	<u>39,818,400</u>	<u>3,177</u>		

5.2 Quoted equity securities

Name of the Investee Company	Number of Shares					Market value as at March 31, 2011	Percentage of net assets	Percentage of total investment	Percentage of paid-up capital of investee company
	As at July 1, 2010	Purchases during the period	Bonus	Sales during the period	As at March 31, 2011				
Shares of listed companies-fully paid ordinary shares of Rs. 10 each unless stated otherwise.									
Rupees									
BANKS									
Allied Bank Limited	537,055	91,055	-	628,110	-	-	-	-	-
Bank Alhabib Limited	-	250,000	-	-	250,000	7,257,500	1.47	1.47	0.08
MCB Bank Limited	135,000	294,000	12,114	307,860	133,254	27,655,535	5.60	5.62	0.33
Meeran Bank Limited	513,678	660,900	99,135	513,678	760,035	12,920,595	2.62	2.63	0.16
National Bank of Pakistan	190,000	573,500	31,250	568,500	226,250	12,900,775	2.61	2.62	0.10
United Bank Limited	190,000	656,450	-	410,950	435,500	26,783,250	5.43	5.44	0.22
PERSONAL GOODS									
Nishat (Chunian) Limited	-	1,333,200	-	906,000	427,200	12,243,552	2.48	2.49	0.76
Nishat Mills Limited	178,750	943,921	-	727,123	395,548	25,706,665	5.21	5.22	0.73
GENERAL INDUSTRIALS									
Thal Limited (Face value Rs. 5 each)	138,163	87,991	26,232	163,145	89,241	9,591,623	1.94	1.95	3.13
CONSTRUCTION AND MATERIALS									
D.G. Khan Cement Company Limited	-	604,690	-	604,690	-	-	-	-	-
Lucky Cement Limited	155,722	616,638	-	451,895	320,465	21,624,978	4.38	4.39	0.67
OIL AND GAS									
Attock Petroleum Limited	37,000	74,920	2,507	65,637	48,790	17,910,809	3.63	3.64	2.59
Pakistan State Oil Company Limited	106,500	210,950	-	219,500	97,950	27,182,105	5.51	5.52	1.58
Pakistan Oilfields Limited	151,711	244,809	-	280,000	116,520	37,879,487	7.68	7.70	1.60
Pakistan Petroleum Limited	164,692	299,500	28,938	336,913	156,217	33,025,836	6.69	6.71	0.28
National Refinery Limited	40,000	68,800	-	87,500	21,300	6,633,246	1.34	1.35	0.83
Oil & Gas Development Company Limited	263,803	221,383	-	375,613	109,573	14,865,769	3.01	3.02	0.03
ELECTRICITY									
Kot Addu Power Company Limited	105,000	100,000	-	205,000	-	-	-	-	-
The Hub Power Company Limited	1,143,450	638,000	-	955,722	825,728	31,080,402	6.30	6.32	0.27
Nishat Chunian Power Limited	-	1,075,500	-	1,075,500	-	-	-	-	-
Nishat Power Limited	-	600,000	-	600,000	-	-	-	-	-
AUTOMOBILE AND PARTS									
Agri auto industries Limited	-	164,202	-	-	164,202	11,659,984	2.36	2.37	8.10
FIXED LINE TELECOMMUNICATION									
Pakistan Telecommunication Company Limited	-	12,131	-	12,131	-	-	-	-	-
CHEMICALS									
Danwood Hercules Chemicals Limited	-	78,233	54,699	60,000	72,932	5,433,434	1.10	1.10	0.11
Engro Corporation Limited	125,104	645,000	28,365	608,748	189,721	39,040,786	7.91	7.93	0.99
Fauji Fertilizer Company Limited	289,251	314,811	39,688	420,498	223,252	30,781,986	6.24	6.26	0.36
Fauji Fertilizer Bin Qasim Limited	-	591,136	-	489,636	101,500	4,204,130	0.85	0.85	0.05
ICI Pakistan Limited	-	197,500	-	111,165	86,335	14,260,815	2.89	2.90	1.03
Lotte Pakistan PTA Limited	-	1,939,000	-	440,000	1,499,000	24,193,860	4.90	4.92	0.16
Total as at March 31, 2011						<u>454,837,122</u>			
Total as at June 30, 2010						<u>355,913,115</u>			

(Unaudited) (Audited)
Note March 31, June 30,
2011 2010

----- Rupees -----

5.3 Net unrealised appreciation / (diminution) on remeasurement of investments classified as fair value through profit or loss - held for trading

Market value of securities	5.1 & 5.2	492,064,235	355,913,115
Less: Carrying value of securities		(463,622,305)	(361,450,769)
		<u>28,441,930</u>	<u>(5,537,654)</u>

- 5.4 The investment in equity securities includes shares of Attock Petroleum: 20,000 (June 30, 2010: Nil), Engro Corporation Limited: 50,000 (June 30, 2010: 50,000), Fauji Fertilizer Company Limited: 8,000 (June 30, 2010: 8,000), The Hub Power Company Limited: 300,000 (June 30, 2010: 300,000), Lucky Cement Limited: 5,000 (June 30, 2010: 25,000), MCB Bank Limited: 20,000 (June 30, 2010: 20,000), Pakistan Oilfields Limited: 23,000 (June 30, 2010: 23,000), Pakistan Petroleum Limited: 20,000 (June 30, 2010: 20,000), Pakistan State Oil Company Limited: 28,000 (June 30, 2010: 38,000) and United Bank Limited: 160,000 (June 30, 2010: 120,000) pledged with National Clearing Company of Pakistan Limited having a market value (in aggregate) amounting to Rs. 63,829,790 (June 30, 2010: Rs. 49,569,760), for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the Securities & Exchange Commission of Pakistan.

	(Unaudited) March 31, 2011	(Audited) June 30, 2010
6 ACCRUED EXPENSES AND OTHER LIABILITIES	-----Rupees-----	
Auditors' remuneration	154,266	264,000
Annual rating fee payable	67,678	90,000
Brokerage and federal excise duty payable	626,733	179,404
Workers' Welfare Fund	6.1 2,904,807	299,870
Withholding Tax deducted at source on capital gain	155,327	-
Other payables	148,464	99,707
	<u>4,057,275</u>	<u>932,981</u>

- 6.1 The Finance Act, 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance). As a result of this amendment it may be construed that all Collective Investment Schemes / mutual funds (CISs) whose income exceeds Rs. 0.5 million in a tax year, have been brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever is higher. In this regard, a constitutional petition has been filed by certain CISs through their trustees in the Honorable High Court of Sindh (the Court), challenging the applicability of WWF to the CISs, which is pending adjudication. However, without prejudice to the above, the Management Company made a provision for WWF contribution in the annual financial statements for the year ended June 30, 2010.

Subsequent to the year ended June 30, 2010, a clarification was issued by the Ministry of Labour and Manpower (the Ministry) which stated that mutual funds are not liable to contribute to WWF on the basis of their income. This clarification was forwarded by the Federal Board of Revenue (FBR) (being the collecting agency of WWF on behalf of the Ministry) to its members for necessary action. Based on this clarification, the FBR also withdrew notice of demand which it had earlier issued to one of the mutual funds for collection of WWF. Notices of demand have also been issued to several other mutual funds and the matter has been taken up by the respective mutual funds with the FBR for their withdrawal on the basis of the above referred clarification of the Ministry.

On December 14, 2010, the Ministry has filed its response against the constitutional petition requesting the Court to dismiss the petition. According to the legal counsel who is handling the case, there is a contradiction between the aforementioned clarification issued by the Ministry and the response filed by the Ministry in the Court.

As the matter relating to levy of WWF is currently pending in the Court, the Management Company, as a matter of abundant caution, has decided to retain the provision for WWF amounting to Rs. 2.905 million in these condensed interim financial statements.

7 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2011.

8 EARNINGS PER UNIT (EPU)

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

9 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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, Ibrahim agencies (Pvt.) Limited, 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.

9 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES (Continued..)

9.1 Detail of transactions with connected persons are as follows:

	----- (Unaudited) -----			
	For the nine month ended March 31, 2011	For the period from June 28, 2009 to March 31, 2010	For the quarter ended March 31, 2011	For the quarter ended March 31, 2010
	----- Rupees -----			
ABL Asset Management Company Limited - Management Company				
Issue of 819,497 units (2010: 24,200,596)	9,982,952	278,000,000	-	-
Redemption of 7,849,067 units (2010: 15,380,702)	90,000,000	174,072,364	20,000,000	-
Remuneration for the period	9,587,568	8,275,854	3,617,697	3,082,042
Allied Bank Limited				
Issue of Nil units (2010: 10,000,000)	-	100,000,000	-	-
Markup income for the period	565,330	2,650,256	214,382	874,419
Bank charges	17,553	11,424	4,814	2,865
ABL AMCL - Staff Provident Fund				
Issue of Nil units (2010: 85,000)	-	850,000	-	-
Redemption of Nil units (2010: 85,000)	-	911,557	-	-
ABL Employees Superannuation (Pension) Fund				
Issue of Nil units (2010: 10,000,000) (Investment in seed capital of the fund)	-	100,000,000	-	-
Ibrahim agencies (Pvt.) Limited				
Issue of 8,132,377 units (2010: NIL)	94,000,000	-	-	-
Redemption of Nil units (2010: NIL)	-	-	-	-
Central Depository Company of Pakistan Limited - Trustee				
Remuneration for the period	639,167	591,560	241,176	205,469
Settlement charges and connection fee	45,797	93,723	19,703	12,361
Key Management personnel - Executives				
Issue of Nil units (2010: 24,496)	-	245,000	-	-
Redemption of 16,724 units (2010: 13,500)	179,495	166,606	-	-

9.2 Detail of balances outstanding at the period end with connected persons are as follows:

	(Unaudited) March 31, 2011	(Audited) June 30, 2010
	----- Rupees -----	
ABL Asset Management Company Limited - Management Company		
Management fee payable	1,231,767	981,886
Preliminary expenses and floatation costs	2,866,699	3,583,261
Sales load payable	14,031	31,116
Units held 1,851,770 (June 30, 2010: 8,881,340)	24,124,115	88,932,410
Allied Bank Limited		
Markup accrued	96,979	94,171
Bank balances	18,241,837	6,813,708
Units held 10,000,000 (June 30, 2010: 10,000,000)	130,276,000	100,134,000
ABL Employees Superannuation (Pension) Fund		
Units held 10,000,000 (June 30, 2010: 10,000,000)	130,276,000	100,134,000
Ibrahim agencies (Pvt.) Limited		
Units held 8,132,377 (June 30, 2010: NIL)	105,945,358	-

9.2 Detail of balances outstanding at the period end with connected persons are as follows: (Continued..)

Central Depository Company of Pakistan Limited - Trustee

Trustee fee payable	82,117	65,458
Settlement charges payable	14,686	1,638
Security deposit with CDC	100,000	100,000

Key Management personnel - Executives

Units held 29,616 (June 30, 2010: 38,907)	385,829	389,591
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10 GENERAL

Figures have been rounded off to the nearest rupees.

11 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on April 29, 2011 by the Board of Directors of the Management Company.



FARID AHMED KHAN
CEO

For ABL Asset Management Company Limited
(Management Company)



MUHAMMAD YASEEN
DIRECTOR

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ABL Asset Management

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