

RATED AM2 - (JCR-VIS)

IN FOCUS

FUND MANAGER'S REPORT JUNE 2012

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ECONOMY AND CAPITAL MARKETS UPDATE

Improved foreign ties silver lining

Macroeconomic landscape remained grim over June 2012 as Government borrowings swelled and the rupee continued its slide. Overall Government borrowing increased drastically to PKR1,216bn to finance budget deficit triggered by below target tax collection (PKR68bn shortfall), limited foreign aid and inability to attract foreign investment (3G licenses auction didn't materialize and minimal asset sales). Lack of foreign exchange sources coupled with burgeoning trade deficit (USD13.9bn in 11MFY12, +44% YY) and start of IMF repayments continued to drain FX reserves (USD14.95bn vs. USD15.5bn in May 2012) with the rupee depreciating 0.65% MoM. On the bright side international oil prices receded (down 4% MoM) as the Euro debt crisis hampered global economic recovery. As a result domestic oil prices were also reduced by 14% (Mogas) in June 2012, which was somewhat visible in the lower than anticipated inflation at 11.26% for June 2012. Looking ahead, expected resumption of NATO supplies should provide much needed support to the FX reserves. Reversal in international oil prices and continued high government spending remain key risks to economic outlook.

Optimistic 1QFY13 borrowing target

Money market yields peaked during the month due to year-end pressures coupled with acute liquidity shortages. Despite regular Open Market Operations conducted by Central Bank, money supply was not enough to balance the market and PKRV yields continued their upward trajectory. Adding to woes were acceptance of higher than target amount in both PIB and GoP Ijara Sukuk auctions during the month. However a mixed trend was witnessed in T-bill participation where a less than target amount was accepted in the initial auction despite increase in cut off yields. However, the last auction of the month attracted higher participation where a higher than target amount was accepted. SBP announced auction targets for 1QFY13 where PKR1,500bn, PKR90bn and PKR45bn were allocated for T-Bills, PIBs and Ijara Sukuks respectively. Under the current uncertain economic environment, these borrowing targets seem optimistic.

Result season likely to spur activity

Equity market remained choppy over June 2012 as activities on the political front (dismissal of PM) and Pak Rupee depreciation spoiled market sentiment. The KSE 100 index remained range bound on thin volumes as participants remained largely on the sidelines. Foreign outflow of USD109 million was witnessed in June (USD39 million excluding outflow of Hubco deal) as foreign investors stayed away from the market amidst weakness in the Pak rupee while index heavy oil stocks struggled due to sharp drop in international oil prices. Looking ahead, market activity is expected to pick up as the result season gets underway while political tensions have eased to some extent. A broad based rally appears to be on the cards as resumption of NATO supplies is a positive for macro- economic indicators while the results season is expected to be strong. The market trades at an attractive 2012E P/E of 6.7x and offers dividend yield of 7.1%.

Economic Summary

	Last Reported Month	Current Month	Previous Month	YTD
CPI Inflation	June	11.26%	12.29%	11.01%
Trade Deficit (USD mn)	May	(1,154)	(1,046)	(13,880)
Remittances (USD mn)	May	1,192	1,141	12,069
Current A/C (USD mn)	May	(414)	(275)	(3,770)
FDI (USD mn)	May	90	68	756
Tax Collection** (PKR bn)	June	263	182	1,884
M2 Growth*	June	-	-	11.48%
FX Reserves* (USD bn)	June	-	-	14.95

Source: SBP, FBS

* Latest monthly figures

** Provisional figures

Government Securities

PKRV Yields	6M	1yr	3yr	5yr	10yr
June 29, 2012	11.95	11.97	12.60	12.99	13.28
May 31, 2012	11.92	11.96	12.62	13.06	13.34
Change (bps)	3	1	-2	-7	-6

Source: FMA

Equity Market Performance

	Jun-12	May-12	M/M	1yr Low	1yr High
KSE-100 Index	13,801	13,787	0.10%	10,842	14,618
Avg. Daily Vol. (mn)	81	194	-58%	15	577
Avg. Daily Val. (USD mn)	31	73	-58%	7	126
2012E PE (x)	6.7				
2012E DY	7.1%				

Source: KSE

FUND MANAGER'S COMMENTS

ABL-IF yielded an annualized compounded return of 9.36% for the month of June 2012 compared to its last month return of 10.69% - an underperformance of 267 bps against its benchmark rate of 12.03%. The fund declared a dividend for 4QFY-12 @ 2.36% which represents 100% of the income till 21st June, 2012. The decline in returns is attributable to a Workers Welfare Fund provisioning on the fund's income since December 2011. This decision was taken to safeguard unit-holder interest as the decision on the said issue is still pending with courts. During the month we decreased exposure in T-Bills to 31.60% from 75.66% and increased placements (TDR and cash balances) to 59.84% from 11.74% due to attractive deposit rates on account of year end. Remaining assets mainly constitute of TFCs at 7.67% of the fund. Fund size closed at PKR 3.784 billion, a decline of 11.06% during the month due to year-end redemptions.

Negotiation of high bank rates and enhanced yields in T-bills would facilitate returns going ahead. Moreover, we will continue to explore other investment avenues to diversify allocation and boost performance.

The Scheme has maintained the provision against Workers' welfare Fund's Liability to the tune of Rs.26.99 million, if the same were not made the NAV per unit/year to date (YTD) return of the scheme would be higher by Rs.0.0715 enhancing the YTD return by 79bps to 12.47%.

INVESTMENT OBJECTIVE

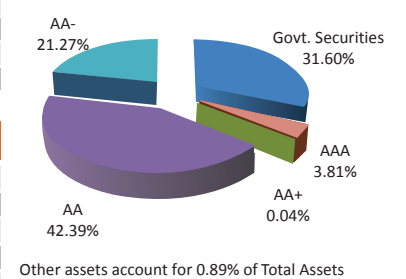
To earn superior risk adjusted rate of return by investing in a blend of short, medium and long term instruments, both within and outside Pakistan.

TOP TFC/SUKUK HOLDINGS (% OF TOTAL ASSETS)	Jun '12
SCBPL - IV	3.79%
Askari Bank - I	1.75%
Askari Bank - IV	1.13%
UBL TFC - IV	1.00%

ASSET ALLOCATION (% OF TOTAL ASSETS)	May '12	Jun '12
Cash	0.63%	21.91%
Placements with Banks (TDRs)	11.11%	37.93%
T-Bills	75.66%	31.60%
PIBs	4.02%	0.00%
TFCs	7.82%	7.67%
Others Including Receivables	0.76%	0.89%

TECHNICAL INFORMATION	
Leverage	NIL
Weighted average time to maturity of net assets	238 days

CREDIT QUALITY OF PORTFOLIO

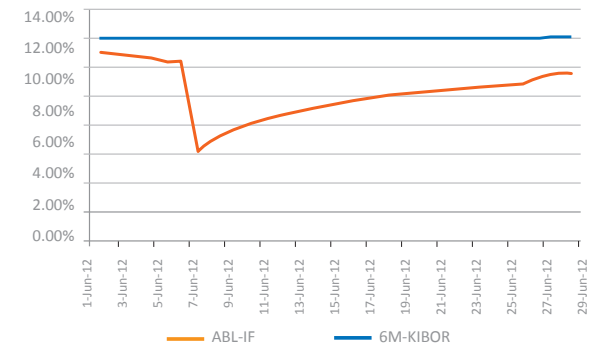


INVESTMENT COMMITTEE MEMBERS

1. Farid A. Khan, CFA – CEO
2. Muhammad Imran – CIO
3. Abid Jamal – Head of Research
4. Hammad Ali Abbas – Fund Manager
5. Kamran Aziz – Fund Manager
6. Faizan Saleem – Fund Manager

FUND RETURNS*	ABL-IF	6M-KIBOR
YTD	11.68%	12.38%
June	9.36%	12.03%

* Returns are net of management fee & all other expenses



BASIC FUND INFORMATION

Fund Type	Open-end
Category	Income Fund
Launch Date	September 20 th , 2008
Net Assets	PKR 3,784 mn as at June 30 th , 2012
NAV	PKR 10.0289 as at June 30 th , 2012 (Ex-Dividend)
Benchmark	6 Month Kibor Average
Dealing Days	As per Banking Days
Cut-off time	4:00 pm
Pricing mechanism	Forward
Management Fee	1.5% p. a.
Front-end load	Nil
Trustee	Central Depository Company of Pakistan Ltd. (CDC)
Auditor	A.F. Ferguson & Co. Chartered Accountants
Asset Manager Rating	AM2- (Stable Outlook) (JCR-VIS)
Risk Profile of the Fund	Low
Fund Stability Rating	A+(f) (JCR-VIS)
Fund Manager	Hammad Ali Abbas

FUND MANAGER'S COMMENTS

ABL-SF declined by 0.7% in June'12 against 0.2% decline in the benchmark KSE-30 index, which reflects an underperformance of 50 basis points. During the month, investment in Oil & Gas sector was decreased from 27.7% to 22.2% of the portfolio, exposure in Chemicals sector was increased from 6.2% to 18.6% and allocation to Banking sector was raised from 18.4% to 24.3%. ABL-SF as of 30th June, 2012 is 90.1% invested in equities and remaining in bank deposits.

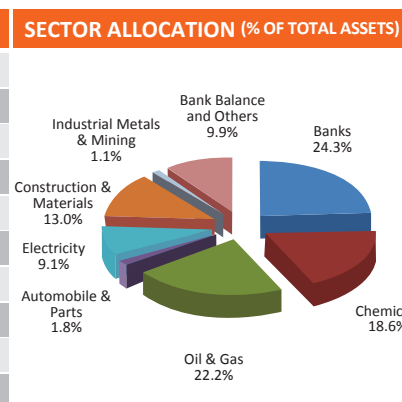
We increased exposure in Fertilizer stocks as robust urea sales recorded during June 2012 rejuvenated sector outlook. Exposure in oil and gas stocks was shed due to recent weakness in international oil prices as well as ever worsening circular debt issue. Given the recent positive developments on the geo political front (resumption of NATO supplies) we have increased our exposure in equities.

The Scheme has maintained the provision against Workers' Welfare Fund's liability to the tune of Rs.4.267 Million. If the same were not made the NAV per unit of the scheme would be higher by Rs.0.1710 enhancing the YTD return by 211 bps to 28.45%

INVESTMENT OBJECTIVE

To provide higher risk-adjusted returns over the long term by investing in a diversified portfolio of equity instruments offering capital gains and dividends.

TOP TEN HOLDINGS (% OF TOTAL ASSETS)	May '12	Jun '12
Fauji Fertilizer Company	0.5%	9.5%
Hub Power Company Limited	9.5%	9.1%
Pakistan Petroleum Limited	9.5%	8.8%
Bank Al-Falah	6.7%	7.8%
Pakistan Oilfields Limited	9.0%	7.6%
United Bank Ltd	4.2%	7.3%
Lucky Cement	2.5%	6.9%
D.G.K.Cement	5.4%	6.2%
Bank Al Habib	5.3%	5.4%
Fatima Fertilizer Company	2.1%	4.6%

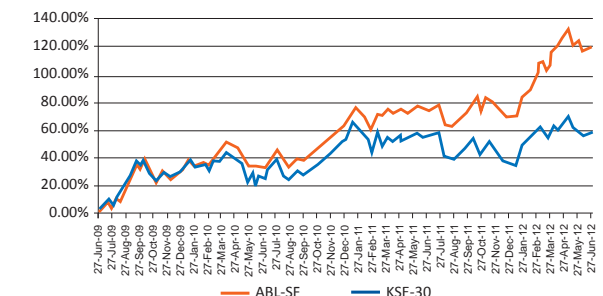


ASSET ALLOCATION (% OF TOTAL ASSETS)	May '12	Jun '12
Stock/Equities	81.2%	90.1%
Cash	18.6%	7.9%
T-Bills	0.0%	0.0%
Others	5.4%	2.0%
Leverage	NIL	NIL

INVESTMENT COMMITTEE MEMBERS
1. Farid Ahmed Khan, CFA, CEO
2. Muhammad Imran, CIO
3. Kamran Aziz, Fund Manager
4. Hammad Ali Abbas, Fund Manager
5. Abid Jamal, Head of Research
6. Faizan Saleem, Fund Manager

PERFORMANCE*	ABL-SF	KSE-30
Year to Date (YTD)*	26.3%	2.9%
Trailing 12 months*	26.3%	2.9%
Month to Date (MTD)*	-0.7%	-0.2%

* Returns are net of management fee & all other expenses



BASIC FUND INFORMATION

Fund Type	Open-end
Category	Equity Scheme
Launch Date	June 28th, 2009
Net Assets (PKR)	PKR 255.75mn as at 30 th June, 2012
NAV	10.2491 as at 30 th June, 2012 (Ex-Dividend)
Benchmark	KSE-30
Dealing Days	As Per Local Stock Exchanges
Cut-off Time	4:00 PM
Pricing Mechanism	Forward
Management Fee	3% p.a
Front-end Load	3%
Trustee	Central Depository Company of Pakistan Ltd
Auditor	A.F Ferguson & Co, Chartered Accountants
Asset Manager Rating	AM2- (JCR-VIS) (Stable outlook)
Risk Profile of the Fund	High
Performance Ranking	MFR 5-Star (JCR VIS) (Based on 2 year weighted average ranking)

FUND MANAGER'S COMMENTS

ABL-CF clocked 8.7% for the month of June compared to 10.67% last month. However, returns outperformed the benchmark rate of 7.58% during the period. The fund declared a dividend for 4QFY-12 @ 0.84% which represents 100% of the income till June 21st 2012. The factors contributing to the temporary decline in return performance was full provisioning of Workers Welfare Fund on the fund's income since December 2011 and mark to market adjustment in T-Bills valuations. A short duration T-bill portfolio, constituting 78.36% of assets, was maintained in order to have sufficient liquidity at year-end to place funds with banks and acquire high yielding T-bills. Placements with banks constitute 10.30% of assets, an increase of 5.26% over the previous month due to attractive rates offered by banks on account of year-end. Fund size decreased by 24.55% to close at PKR 16.385 billion due to year-end redemptions, which is a norm at this time of the year.

Placements with banks at higher rates and investments in high yielding T-bills would help boost returns post June crossing.

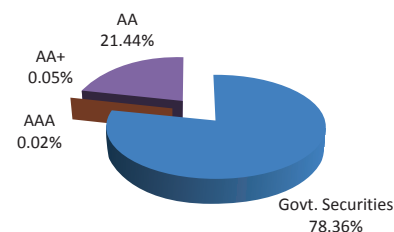
The Scheme has maintained the provision against Workers' welfare Fund's Liability to the tune of Rs.71.230 million, if the same were not made the NAV per unit/year to date (YTD) return of the scheme would be higher by Rs.0.0436 enhancing the YTD return by 48bps to 11.71%.

INVESTMENT OBJECTIVE

To provide investors, consistent returns with a high level of liquidity, through a blend of money market and sovereign debt instruments.

ASSET ALLOCATION (% OF TOTAL ASSETS)	May '12	Jun '12
Cash	4.03%	11.21%
Placements with Banks (TDRs)	5.04%	10.30%
Placements with Banks (MM)	0.35%	0.00%
T-bills	89.36%	78.36%
Others Including Receivables	1.22%	0.13%

CREDIT QUALITY OF PORTFOLIO



Other assets account for 0.13% of Total Assets

TECHNICAL INFORMATION

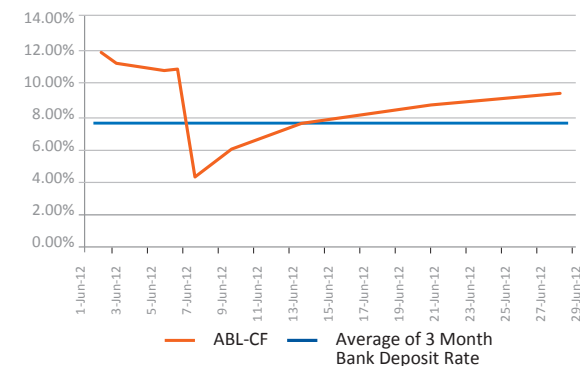
Leverage	NIL
Weighted average time to maturity of net assets	47 days

INVESTMENT COMMITTEE MEMBERS

1. Farid A. Khan, CFA – CEO
2. Muhammad Imran – CIO
3. Abid Jamal – Head of Research
4. Hammad Ali Abbas – Fund Manager
5. Kamran Aziz – Fund Manager
6. Faizan Saleem – Fund Manager

FUND RETURNS*	ABL-CF	Average of 3 Month Bank Deposit Rate
YTD	11.23%	7.49%
June	8.70%	7.58%

* Returns are net of management fee & all other expenses



BASIC FUND INFORMATION

Fund Type	Open-end
Category	Money Market Fund
Launch Date	July 30 th , 2010
Net Assets	PKR 16,385 mn as at June 30 th , 2012
NAV	PKR 10.0247 as at June 30 th , 2012 (Ex-Dividend)
Benchmark	Average 3 Month Deposit rates of AA and above rated Banks
Dealing Days	As Per Banking Days
Cut-off time	4:00 pm
Pricing mechanism	Backward
Management Fee	1.25% p. a.
Front-end load	Nil
Trustee	Central Depository Company of Pakistan Ltd. (CDC)
Auditor	A.F. Ferguson & Co. Chartered Accountants
Asset Manager Rating	AM2- (Stable Outlook) (JCR-VIS)
Risk Profile of the Fund	Low
Fund Stability Rating	AA+(f) (JCR-VIS)
Fund Manager	Hammad Ali Abbas



FUND MANAGER'S COMMENTS

During the month of June 2012, ABL GSF returned 9.03% p.a. versus benchmark return of 10.64%, an underperformance of 161 bps. The main reason for low return was due to a one-off full adjustment of Workers Welfare Fund provision on the fund's income. The fund also declared a dividend for 4QFY-12 @ 0.865% for Class B units which represent 100% of the income till June 21, 2012.

The fund increased its allocation in TDRs (7.53% of total assets) due to better rates in these on account of year end. Treasury Bills allocation stood at 68.11% compared to 85.53% in previous month whereas exposure in GoP Ijara Sukuk was enhanced to 19.01% from 12.99% against T-bill maturities in order to add stability in the returns. Fund size stood stable at PKR 34.83 billion and increase slightly by 0.11% as compared to previous month.

We expect improvement in returns owing to valuation gains as year-end liquidity pressure ease in July. Going forward, we continue to focus on capturing market opportunities for capital gains on our T-bills and Ijara Sukuks holdings through active management.

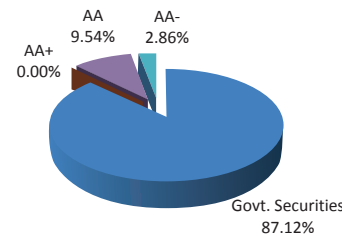
ABL GSF - Class B has maintained the provision against Workers' welfare Fund's Liability to the tune of Rs. 0.99 million, if the same were not made the NAV per unit/year to date (YTD) return of the scheme would be higher by Rs.0.0101 enhancing the YTD return by 19bps to 11.11%.

INVESTMENT OBJECTIVE

The objective of the scheme is to deliver optimal risk adjusted returns by investing mainly in mix of short to long term Government Securities and other debt Instruments.

ASSET ALLOCATION (% OF TOTAL ASSETS)	May '12	Jun '12
Cash	1.02%	4.87%
Placements with Banks (TDRs)	0.00%	7.53%
T-bills	85.53%	68.11%
GoP Ijarah Sukuk	12.99%	19.01%
Others Including Receivables	0.45%	0.48%

CREDIT QUALITY OF PORTFOLIO



Other assets account for 0.48% of Total Assets

TECHNICAL INFORMATION

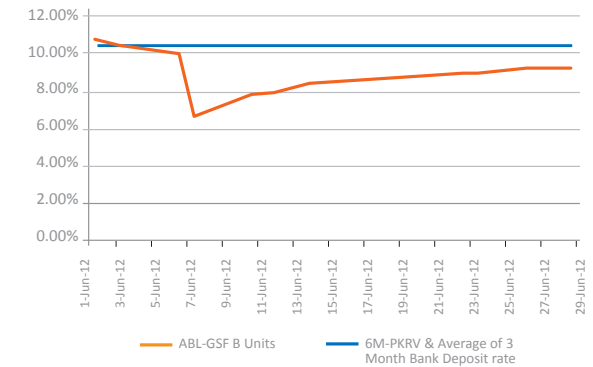
Leverage	NIL
Weighted average time to maturity of net assets	226 days

INVESTMENT COMMITTEE MEMBERS

1. Farid A. Khan, CFA – CEO
2. Muhammad Imran – CIO
3. Abid Jamal – Head of Research
4. Hammad Ali Abbas – Fund Manager
5. Kamran Aziz – Fund Manager
6. Faizan Saleem – Fund Manager

FUND RETURNS*	ABL-GSF B Units	6M-PKRV & Average of 3 Month Bank Deposit rate
Since Inception	10.92%	10.52%
June	9.03%	10.64%

* Returns are net of management fee & all other expenses



BASIC FUND INFORMATION

Fund Type	Open-end
Category	Income Fund
Launch Date	November 30 th , 2011
Net Assets	PKR 34,838 mn as at June 30 th , 2012
NAV	Class - A units 10.0275 as at June 30 th , 2012 (Ex-Dividend) Class - B units 10.0246 as at June 30 th , 2012 (Ex-Dividend)
Benchmark	70% average 6m-PKRV & 30% average 3 Months - deposit rates of AA- & above rated banks
Dealing Days	As per Banking Days
Cut-off time	4:00 pm
Pricing mechanism	Forward
Management Fee	Class-A unit 0.25%, Class-B unit 1.25%
Front-end load	Nil
Trustee	Central Depository Company of Pakistan Ltd. (CDC)
Auditor	A.F. Ferguson & Co. Chartered Accountants
Asset Manager Rating	AM2- (Stable Outlook) (JCR-VIS)
Risk Profile of the Fund	Low
Fund Stability Rating	A+(F) (JCR-VIS)
Fund Manager	Faizan Saleem

FUND MANAGER'S COMMENTS

ABL-IIF yielded a compounded annual return of 9.27% for the month of June, a decline of 127 bps over the previous month owing to WWF adjustment on fund's income. Nevertheless return performance remained robust beating the benchmark rate of 6.97% by 230 bps. The fund declared a dividend for 4QFY-12 @ 2.46% which represents 100% of the income till 21st June, 2012. Investment allocation constituted of GoP Ijarah Sukuk and cash balances at 73.81% and 25.25% of total assets respectively.

Latest GoP Ijarah Sukuk was acquired towards month end which led to an increase in allocation against cash balances. Fund size declined marginally, by 2%, to close at PKR 1.059 billion at month end.

ABL-IIF has enhanced its allocation in Ijarah Sukuks as yields on these instruments remained competitive. We will continue to explore trading opportunities in order to improve returns.

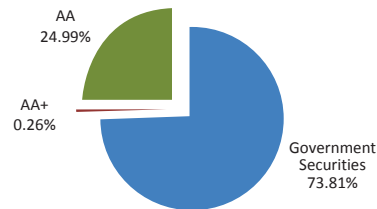
The Scheme has maintained the provision against Workers' welfare Fund's Liability to the tune of Rs.2.647 million, if the same were not made the NAV per unit/year to date (YTD) return of the scheme would be higher by Rs.0.0250 enhancing the YTD return by 27bps to 11.25%.

INVESTMENT OBJECTIVE

To provide investors with an opportunity to earn higher income over the medium to long-term by investing in a diversified portfolio consisting of different money market and debt instruments permissible under the Shariah principles.

ASSET ALLOCATION (% OF TOTAL ASSETS)	May '12	Jun '12
Cash	49.84%	25.25%
GoP Ijarah Sukuk	47.21%	73.81%
Others Including Receivables	2.94%	0.94%

CREDIT QUALITY OF PORTFOLIO



Other assets account for 0.94% of Total Assets

TECHNICAL INFORMATION

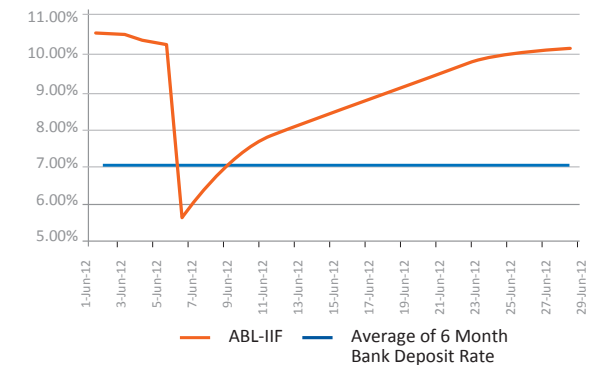
Leverage	NIL
Weighted average time to maturity of net assets	708 days

INVESTMENT COMMITTEE MEMBERS

1. Farid A. Khan, CFA – CEO
2. Muhammad Imran – CIO
3. Abid Jamal – Head of Research
4. Hammad Ali Abbas – Fund Manager
5. Kamran Aziz – Fund Manager
6. Faizan Saleem – Fund Manager

FUND RETURNS*	ABL-IIF	Average of 6 Month Bank Deposit Rate
YTD	10.98%	7.46%
June	9.27%	6.97%

* Returns are net of management fee & all other expenses



BASIC FUND INFORMATION

Fund Type	Open-end
Category	Islamic Income Fund
Launch Date	July 30 th , 2010
Net Assets	PKR 1,059.763 mn as at June 30 th , 2012
NAV	PKR 10.0245 as at June 30 th , 2012 (Ex-Dividend)
Benchmark	Average of 6 Month Deposit rates of 3 Islamic Banks
Dealing Days	As Per Banking Days
Cut-off time	4:00 pm
Pricing mechanism	Forward
Management Fee	1.0% p. a.
Front-end load	Nil
Trustee	Central Depository Company of Pakistan Ltd. (CDC)
Auditor	A.F. Ferguson & Co. Chartered Accountants
Asset Manager Rating	AM2- (Stable Outlook) (JCR-VIS)
Risk Profile of the Fund	Low
Fund Stability Rating	A+(F) (JCR-VIS)
Fund Manager	Hammad Ali Abbas

FUND MANAGER'S COMMENTS

ABL-CPF increased by 0.65% in June'12 against 0.48% increase in its benchmark, which reflects an outperformance of 17 basis points. During the month, equity markets remained choppy as activities on the political front (dismissal of PM) and Pak Rupee depreciation deteriorated market sentiments. Going ahead, however, a broad based rally appears to be on the cards as resumption of NATO supplies is expected to stabilize macro-economic indicators while the results season is expected to be strong. On the basis of this view, we have continued with the strategy of maximizing equity exposure in the active portion of the portfolio.

The Scheme has not made provision amounting to Rs. 0.044 Million against Workers' Welfare Fund's liability. If the same were made the NAV per unit of the scheme would be lower by Rs. 0.0013 decreasing the MTD return by 01 bps to 0.64%.

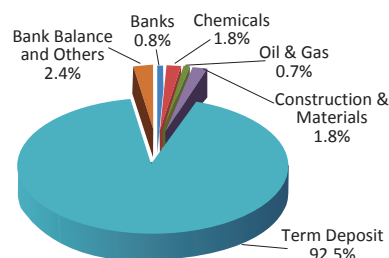
INVESTMENT OBJECTIVE

To protect Initial Investment Value and deliver some return with the prospect of growth in Initial Investment Value over the stipulated time period.

Top Five Holdings (% OF TOTAL ASSETS)	Jun '12
D.G.K.Cement	1.83%
Fatima Fertilizer Company	1.22%
Bank Al-Falah	0.75%
Pakistan Petroleum Limited	0.71%
I.C.I Pakistan	0.57%

ASSET ALLOCATION (% OF TOTAL ASSETS)	Jun '12
Stock/Equities	5.1%
Cash	0.7%
Term Deposit	92.5%
Others	1.7%
Leverage	NIL

SECTOR ALLOCATION (% OF TOTAL ASSETS)

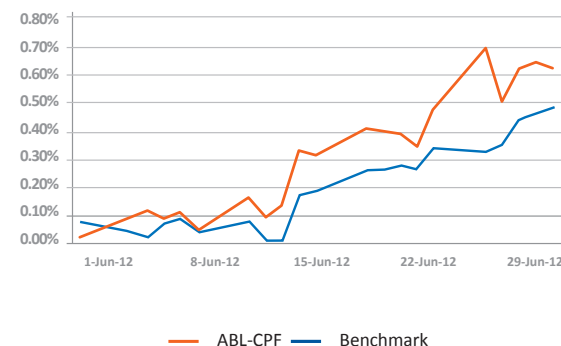


INVESTMENT COMMITTEE MEMBERS

1. Farid A. Khan, CFA – CEO
2. Muhammad Imran – CIO
3. Abid Jamal – Head of Research
4. Hammad Ali Abbas – Fund Manager
5. Kamran Aziz – Fund Manager
6. Faizan Saleem – Fund Manager

PERFORMANCE	ABL-CPF	Benchmark
Month to Date (MTD)*	0.65%	0.48%

* Returns are net of management fee & all other expenses



BASIC FUND INFORMATION

Fund Type	Open-end
Category	Capital Protected Scheme
Launch Date	June 1 st , 2012
Net Assets (PKR)	PKR 336.39 mn as at June 30 th , 2012
NAV	PKR 10.0305 as at June 30 th , 2012 (Ex-Dividend)
Benchmark	Weightage of Capital Protected segment in fund with 2 Year Term Deposit Rate of AA- & above rated banks and weightage of Investment segment with KSE 30 Index
Dealing Days	As Per Local Stock Exchanges
Cut-off time	4:00 pm
Pricing mechanism	Forward
Management Fee	1.5% p. a.
Front-end load	1.75%
Trustee	MCB Financial Services Limited
Auditor	M. Yousuf Adil Saleem & Co.
Asset Manager Rating	AM2- (JCR-VIS) (Stable outlook)
Risk Profile of the Fund	Low
Performance Ranking	N/A