

UNIT PRICE as on 31st OCTOBER 2008: Rs. 10.1670

ABOUT

The objective of ABL Income Fund is to earn superior risk adjusted rates of return by investing in a blend of short, medium, and long-term instruments, both within and outside Pakistan.

FUND MANAGER'S COMMENTS - ABL INCOME FUND

Irrespective of the difficult times being faced by the industry, ABL Income Fund (ABL-IF) has been one of the best performing income funds generating a monthly return of 14.68% (annualized), outperforming its benchmark by 0.38%. With a fund size of Rs. 1.77 billion, a 2.8% increase MoM; the fund is primarily invested in short term duration instruments namely, Term Deposit Receipts and Money Market Placements having no exposure in Term Finance Certificates, CFS or RFS transactions. The duration of the fund is 34 days, Standard Deviation is 0.59% and Sharpe Ratio is 3.17, since inception. This denotes that your fund is yielding high returns whilst managing its risk profile.

During the month, the State Bank of Pakistan took various measures to ease off liquidity pressure in the banking system by reducing the Cash Reserve Requirement and inclusion of Held to Maturity securities for Repo transactions for Commercial Banks and DFIs. Additionally, the Advance to Deposit Ratio (ADR) was made flexible in order to motivate banks to extend credit to the corporate sector. Despite all these measures, liquidity remains tight in the banking sector and due to the continuous depletion of foreign exchanges reserves we expect Pakistan to be on the IMF Program soon. This we feel will result in a further increase in the discount rate.

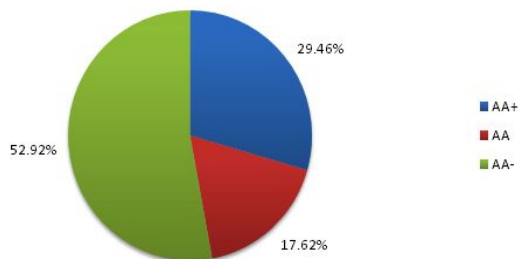
In contrast to the above, your fund continues to improve its asset quality while remaining invested in assets of shorter duration.

PERFORMANCE

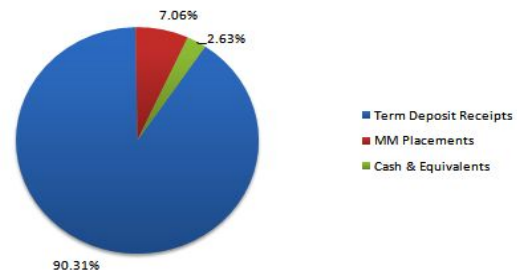
ABL Income Fund	Since Launch	Oct 2008
Annualized Performance (%)	14.51*	14.68*
Benchmark: (Average 1-Month KIBOR%)	14.26	14.30
Profit on Rs. 50,000 invested	Rs. 835 **	Rs. 623 **

* Returns are net of management fee & all other expenses
** Represents cumulative profit for the respective periods

ASSET QUALITY



ASSET ALLOCATION



GENERAL INFORMATION

Launch Date	September 20 th , 2008
Fund Size	Rs. 1,772 million
Type	Open end, Fixed Income Fund
Risk Level	Low
Fund Manager	Hammad Ali Abbas
Listing	Karachi Stock Exchange
Custodian & Trustee	Central Depository Company (CDC)
Front/Back end Load	0%
Management Fee	1.5% per annum
Auditors	A.F. Ferguson & Co
Benchmark	1-Month KIBOR Average
Minimum Subscription	Growth Unit : Rs. 5,000/- Income Unit : Rs. 50,000/-

TECHNICAL INFORMATION

Duration	34 days
Standard Deviation	0.59%
Sharpe Ratio	3.17***

DEFINITIONS

- Standard deviation is applied to the annual rate of return of an investment to measure the investment's volatility
- Sharpe ratio describes how much excess return you are receiving for the extra volatility that you endure for holding a riskier asset
- Duration is a measure of the sensitivity of the price of a fixed-income investment to a change in interest rates

***3M PKRV Rate is used as Risk Free Rate of Return.

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ABL Asset Management
Discover the potential

Disclaimer: All investments in mutual funds are subject to market risks. The investors are advised in their own interest to carefully read the contents of the offering document in particular the Investment Policies mentioned in clause 2.2, Risk Factors mentioned in clause 2.7 and Warnings in clause 10 before making any investment decision.