

RATED AM2 - (JCR-VIS)



INFOCUS

FUND MANAGER'S REPORT
SEPTEMBER 2012

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ECONOMY AND CAPITAL MARKETS UPDATE

Another rate cut on the cards

Economic indicators showed some improvement over the month of September, as inflation was recorded at 8.79% (a 33 month low) while the current account posted a surplus of USD1240mn. A 100bps drop in food inflation to 7.6% was the primary factor pushing overall inflation below the 9% mark. On the current account side, realization of coalition support funds coupled with significant 21% MoM decline in trade deficit pushed the account into surplus for the month of August 2012. Despite these positives, the rupee continued its downward slide, depreciating by 0.32% MoM as scheduled IMF repayments raised questions on sustainability of FX reserves at USD15bn mark. Looking ahead all eyes are on the upcoming Monetary Policy Statement (MPS) scheduled for October 5, 2012. Given the pro-growth stance adopted by the central bank along with the much improved economic landscape this month, we believe that another rate cut is on the cards. We anticipate the central bank to cut the policy rate in the range of 50-100bps in the next monetary policy statement.

Yields decline

Market's expectation towards monetary easing in the upcoming Monetary Policy remained high. Investors aggressively participated in Government paper auctions and dragged yields to new lows. This resulted in heavy borrowing from Central Bank to fund investments in long term paper and the weekly Open Market Operation Injection amount swelled to Rs.611 billion. As a result, irregularities were witnessed in the yield curve where one month yields remained firm at the top end of the range where as one year yields tumbled towards the lower end of the yield curve. With secondary market yields adjusting to a probable interest rate cut, funds carrying government paper saw significant valuation gains. Out of an auction target of Rs.450 billion, Rs.582 billion worth of T-bills were sold as investors placed substantial bids at low yields. The PIB auction with a target of Rs.30 billion saw acceptance of over Rs.37.5 billion as investors aggressively placed bids to amass long term instruments. A GoP Ijara Sukuk auction was also conducted during the month where Rs.54.34 billion was accepted against a target of Rs.45 billion.

Market takes a breather

With the end of the result season in September, the market took a slight breather posting marginal gains of 0.34% MoM. Attock Group companies (in particular Attock Cement and Pakistan Oilfields) delivered strong results and announced hefty payouts. Furthermore, cement companies affirmed their turnaround story as 4QFY12 profits exceeded expectations. Banks remained under pressure in anticipation of another rate cut which is expected to squeeze interest spreads and put ROEs under pressure. As we move into October, the monetary policy statement (MPS) is crucial for market sentiment since the market is already projecting a significant rate cut. Any cut below 100bps is expected to disappoint investors. Apart from the rate cut, the Central Bank is also likely to convey its policy on bank deposit rates where it currently has imposed a floor of 6% on saving deposits. No change in the floor rate coupled with policy rate reduction will be detrimental for banking sector earnings growth. September 2012 results season will be in full swing by Mid-October and may add further excitement after the MPS announcement.

Economic Summary

	Last Reported Month	Current Month	Previous Month	YTD
CPI Inflation	Sep	8.79%	9.05%	9.15%
Trade Deficit (USD mn)	Aug	(1,063)	(1,347)	(2,410)
Remittances (USD mn)	Aug	1,259	1,205	2,464
Current A/C (USD mn)	Aug	1,240	(321)	919
FDI (USD mn)	Aug	(9)	42	33
Tax Collection** (PKR bn)	Sep	172	126	402
M2 Growth*	Sep	-	-	0.5%
FX Reserves* (USD bn)	Sep	-	-	14.84

Source: SBP, FBS
* Latest monthly figures
** Provisional figures

Government Securities

PKRV Yields	6M	1yr	3yr	5yr	10yr
Sep 28, 2012	10.01	10.01	10.49	10.97	11.43
Aug 31, 2012	10.40	10.45	11.05	11.59	11.98
Change (bps)	-39	-44	-56	-62	-55

Source: FMA

Equity Market Performance

	Sep-12	Aug-12	M/M	1yr Low	1yr High
KSE-100 Index	15,445	15,392	0.34%	10,909	15,589
Avg. Daily Vol. (mn)	147	156	-5.77%	18	577
Avg. Daily Val. (USD mn)	44	45	-2.22%	7	126
2013E PE (x)	6.7				
2013E DY	7.7%				

Source: KSE

FUND MANAGER'S COMMENTS

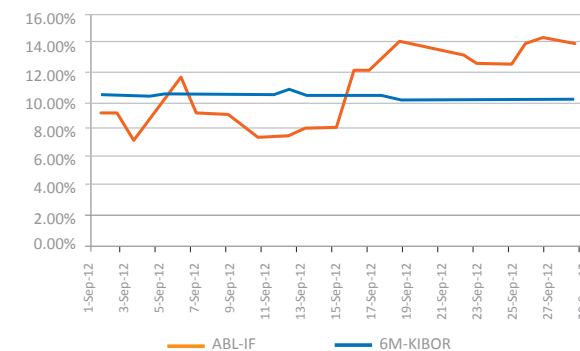
ABL-IF yielded an annualized compounded return of 13.88% during September 2012, a decline of 1.37% over the previous month. Despite the decline, outperformance against the benchmark was recorded at 3.48% for the month ñ thanks to valuation gains in anticipation of a further cut in the discount rate. To maximize the impact of market movements, fund duration was kept high to benefit from valuation gains as bond yields declined. At month end, T-bills constituted 26.7% of assets followed by PIBs at 22.1%, GoP Ijara Sukuk at 4.0% and TFCs at 9.4% of total assets. Cash holdings were 36% of assets which will be deployed in long term T-bills in upcoming auctions. Fund size improved by 8.2% during the month to close at Rs3.053 billion.

Building up of a PIB portfolio has greatly benefited return performance and in the instance of a further cut in rates, we could anticipate further improvement in return performance. Going ahead we aim to keep fund duration high as returns on long term instruments remain competitive.

The Scheme has maintained the provision against Workers' welfare Fund's Liability to the tune of Rs.28.87 million, if the same were not made the NAV per unit of the scheme would be higher by Rs.0.0949 per unit.

FUND RETURNS*	ABL-IF	6M-KIBOR
September	13.88%	10.40%
Year to Date (FYTD)	14.80%	11.15%

* Returns are net of management fee & all other expenses



BASIC FUND INFORMATION

Fund Type	Open-end
Category	Income Scheme
Launch Date	September 20 th , 2008
Net Assets	PKR 3,053 mn as at September 30 th , 2012
NAV	PKR 10.0348 as at September 30 th , 2012
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
Listing	Karachi Stock Exchange

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.

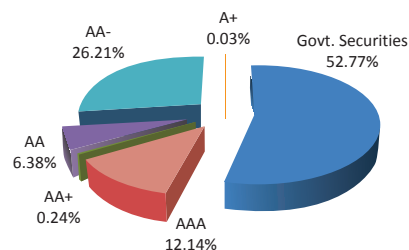
TOP TFC/SUKUK HOLDINGS (% OF TOTAL ASSETS)	September 30 th , 2012
SCB Ltd	4.09%
Askari Bank - I	2.62%
Askari Bank - IV	1.43%
UBL TFC - IV	1.23%

ASSET ALLOCATION (% OF TOTAL ASSETS)	August 31 st , 2012	September 30 th , 2012
Cash	37.89%	35.61%
Placements with Banks (TDRs)	17.39%	0.00%
T-Bills	28.64%	26.69%
PIBs	3.52%	22.07%
GoP Ijara Sukuk	0.00%	4.02%
TFCs	10.71%	9.37%
Spread Transactions	0.00%	1.40%
Others Including Receivables	1.85%	0.86%

TECHNICAL INFORMATION

Leverage	NIL
Weighted average time to maturity of net assets	669 days

CREDIT QUALITY OF PORTFOLIO



Other assets account for 2.26% 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, CFA – Fund Manager
6. Faizan Saleem – Fund Manager

FUND MANAGER'S COMMENTS

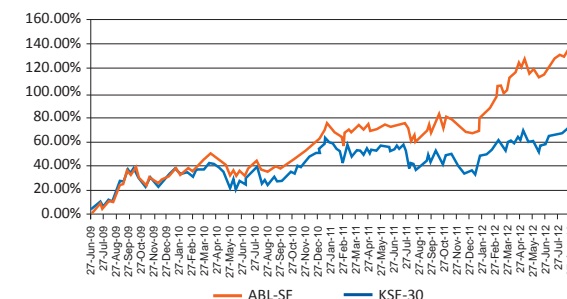
ABL-SF decreased by 0.8% in September '12 against 1.5% decrease in the benchmark KSE-30 index, which reflects an outperformance of 70 basis points. Part of the underperformance emanated from strong performance by illiquid scrips in the consumer sector which boosted the index but remain out of bounds for fund due to lack of trading volumes. During the month, investment in Oil & Gas sector was maintained at 27.4% of the portfolio, exposure in Chemicals sector was increased from 15.2% to 21.2% and allocation to Banking sector was decreased from 12.2% to 4.6%. ABL-SF as of September 30th 2012 was 89.7% invested in equities and remaining in bank deposits.

Our strategy during the month was primarily based on declining interest rate scenario. Inflation, which momentarily seems to be easing off, and SBP's renewed focus on spurting growth warrants another rate cut in upcoming monetary policy. Hence we increased our exposure to high dividend paying sectors and leveraged companies. It also led us to further shed exposure in banking stocks as banks will suffer severely from shrinking margins in a low interest rate environment.

The Scheme has maintained the provision against Workers' Welfare Fund's liability to the tune of Rs.4.948 Million. If the same were not made the NAV per unit of the scheme would be higher by Rs.0.6134 per unit

PERFORMANCE*	ABL-SF	KSE-30
Year to Date (YTD)*	10.3%	9.3%
Trailing 12 months*	37.8%	16.1%
Month to Date (MTD)*	-0.8%	-1.5%

* 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 342.51 mn as at September 30th, 2012
NAV	PKR 11.3084 as at September 30th, 2012
Benchmark	KSE-30 Index
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 one, two and three year weighted average ranking for periods ended June 30, 2012)
Listing	Karachi Stock Exchange

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)	August 31 st , 2012	September 30 th , 2012	SECTOR ALLOCATION (% OF TOTAL ASSETS)
Hub Power Company	9.1%	9.3%	
Pakistan Oilfields	9.0%	9.2%	
Pakistan Petroleum	8.8%	9.0%	
Fauji Fertilizer Company	9.7%	8.7%	
Lucky Cement	8.1%	7.0%	
Oil & Gas Development Co.	6.9%	6.1%	
Engro Corporation	0.0%	6.0%	
D.G.K.Cement	8.8%	5.8%	
Askari Bank Ltd.	3.3%	4.6%	
Fatima Fertilizer Company	2.7%	3.8%	
ASSET ALLOCATION (% OF TOTAL ASSETS)	August 31 st , 2012	September 30 th , 2012	INVESTMENT COMMITTEE MEMBERS
Stock/Equities	89.3%	89.7%	<ol style="list-style-type: none"> Farid Ahmed Khan, CFA, CEO Muhammad Imran, CIO Kamran Aziz, CFA – Fund Manager Hammad Ali Abbas, Fund Manager Faizan Saleem, Fund Manager Abid Jamal, Head of Research
Bank Balances	7.3%	6.5%	
Others	3.4%	3.9%	
Leverage	NIL	NIL	

FUND MANAGER'S COMMENTS

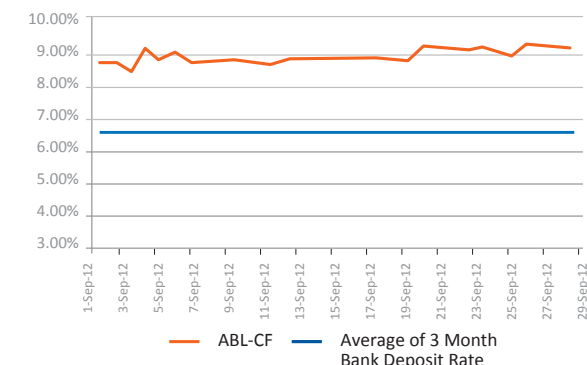
ABL-CF yielded an annualized compounded return of 9.25% for the month of September, a decline of 4.26% over the previous month. The fund outperformed its benchmark by 2.65% during the month. Despite overall decline in market yields, fund performance remained upbeat owing to valuation gains on T-bills. As the market anticipated a further cut in the discount rate, secondary market yields declined. At month end, T-bills constituted 63.5% of assets whereas placements with banks in term deposits and cash constituted 16.4% and 10.4% of net assets respectively. Fund size declined by 57.3% to close at Rs.9.041 billion owing to quarter end outflows.

We continue to foresee further decline in T-bill yields. Accordingly, we will keep the duration of the fund high to benefit from valuation gains.

The Scheme has maintained the provision against Workers' welfare Fund's Liability to the tune of Rs.75.76 million, if the same were not made the NAV per unit of the scheme would be higher by Rs.0.084 per unit.

FUND RETURNS*	ABL-CF	Average of 3 Month Bank Deposit Rate
September	9.25%	6.60%
Year to Date (FYTD)	11.15%	7.06%

* Returns are net of management fee & all other expenses

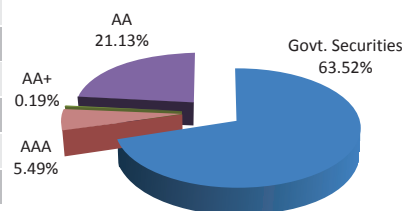


INVESTMENT OBJECTIVE

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)	August 31 st , 2012	September 30 th , 2012
Cash	6.04%	10.41%
Placements with Banks (TDRs)	5.17%	16.40%
Placements with Banks (MM)	1.88%	0.00%
Placements with DFIs	3.29%	0.00%
T-bills	83.56%	63.52%
Others Including Receivables	0.06%	9.67%

CREDIT QUALITY OF PORTFOLIO



Other assets account for 9.67% of Total Assets

TECHNICAL INFORMATION

Leverage	NIL
Weighted average time to maturity of net assets	87 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, CFA – Fund Manager
6. Faizan Saleem – Fund Manager

BASIC FUND INFORMATION

Fund Type	Open-end
Category	Money Market Scheme
Launch Date	July 30 th , 2010
Net Assets	PKR 9,041 mn as at September 30 th , 2012
NAV	PKR 10.0243 as at September 30 th , 2012
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
Listing	Karachi Stock Exchange



FUND MANAGER'S COMMENTS

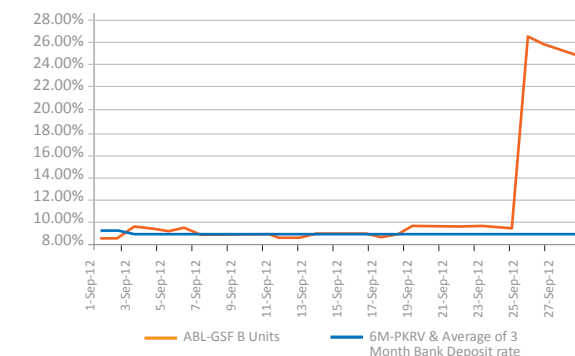
During the month of September 2012, ABL GSF posted an impressive annualized return of 24.47% against the benchmark return of 9.16%, an outperformance of 15.31%. Main reason for fund outperformance was significant valuation gains on government securities due to declining yields in anticipation of another discount rate cut in the upcoming monetary policy. Fund size decreased and closed at PKR 628 million owing to planned redemptions at quarter end.

The fund was holding 53.39% government securities at month end while cash holding stood at 45.68% of total assets compared to 86.21% and 0.05% respectively in the previous month. Weighted average maturity of the fund declined to 38 days due to decrease in fund size. Going forward, we plan to increase fund duration in order to benefit from any further decline in bond yields.

The Scheme has maintained the provision against Workers' welfare Fund's Liability to the tune of Rs. 1.69 million, if the same were not made the NAV per unit of the scheme would be higher by Rs. 0.027 per unit.

FUND RETURNS*	ABL-GSF B Units	6M-PKRV & Average of 3 Month Bank Deposit rate
September	24.47%	9.16%
Year to Date (FYTD)	17.06%	9.84%

* Returns are net of management fee & all other expenses

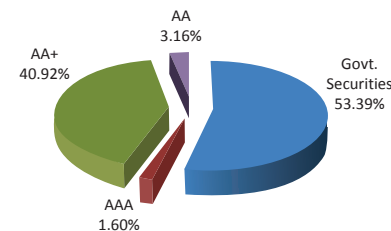


INVESTMENT OBJECTIVE

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)	August 31 st , 2012	September 30 th , 2012
Cash	0.05%	45.68%
T-bills	81.17%	53.39%
GoP Ijarah Sukuk	5.04%	0.00%
Others Including Receivables	13.74%	0.93%

CREDIT QUALITY OF PORTFOLIO



Other assets account for 0.93% of Total Assets

TECHNICAL INFORMATION	
Leverage	NIL
Weighted average time to maturity of net assets	38 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, CFA – Fund Manager
6. Faizan Saleem – Fund Manager

BASIC FUND INFORMATION

Fund Type	Open-end
Category	Income Scheme
Launch Date	November 30 th , 2011
Net Assets	PKR 628 million mn as at September 30 th , 2012
NAV	Class - B units 10.1287 as at September 30 th , 2012
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
Listing	Karachi Stock Exchange

FUND MANAGER'S COMMENTS

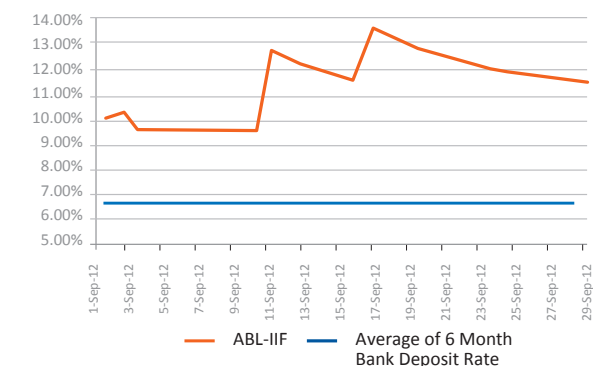
ABL-IIF yielded a compounded annual return of 11.66% for the month of September, a decline of 90bps over previous month. However, returns outperformed the benchmark by 4.83%. Returns remained elevated as the fund benefited from valuation gains on Ijarah Sukuks. The fund maintained a healthy allocation of 64.4% of assets in GoP Ijara Sukuks owing to its competitive yields while the remaining assets comprised of bank placements (18.3% of assets) and cash at bank (15.3% of assets). Fund size improved by 3.72%, and closed the month at Rs.1.087 billion.

The fund will continue to maintain an overweight position in Ijarah Sukuks as this asset class continues to offer high risk-adjusted returns with possibilities of further trading gains.

The Scheme has maintained the provision against Workers' welfare Fund's Liability to the tune of Rs.3.252 million, if the same were not made the NAV per unit of the scheme would be higher by Rs.0.030 per unit.

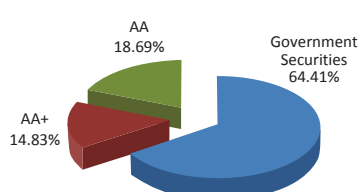
FUND RETURNS*	ABL-IIF	Average of 6 Month Bank Deposit Rate
September	11.66%	6.83%
Year to Date (FYTD)	11.53%	11.05%

* Returns are net of management fee & all other expenses



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)	August 31 st , 2012	September 30 th , 2012	CREDIT QUALITY OF PORTFOLIO
Cash	24.41%	15.26%	 <p>Government Securities 64.41%</p> <p>AA 18.69%</p> <p>AA+ 14.83%</p> <p>Other assets account for 2.07% of Total Assets</p>
GoP Ijara Sukuk	73.38%	64.41%	
Term Deposit	0.00%	18.26%	
Others Including Receivables	2.21%	2.07%	

TECHNICAL INFORMATION	INVESTMENT COMMITTEE MEMBERS
Leverage	NIL
Weighted average time to maturity of net assets	574 days
	<ol style="list-style-type: none"> 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, CFA – Fund Manager 6. Faizan Saleem – Fund Manager

BASIC FUND INFORMATION

Fund Type	Open-end
Category	Islamic Income Scheme
Launch Date	July 30 th , 2010
Net Assets	PKR 1,087.831 mn as at September 30 th , 2012
NAV	PKR 10.0245 as at September 30 th , 2012
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
Listing	Karachi Stock Exchange

FUND MANAGER'S COMMENTS

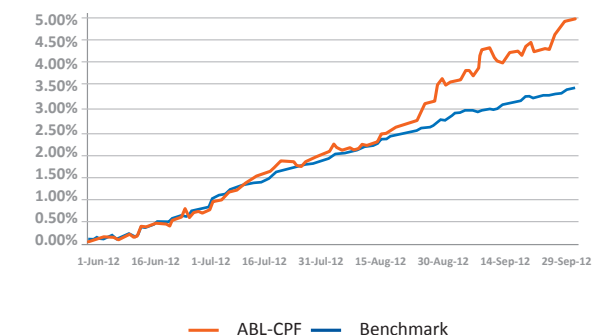
ABL-CPF increased by 1.29% in September'12 against 0.55% increase in its benchmark, which reflects an outperformance of 74 basis points. The fund benefited from strong equity performance as well as higher Term Deposit Rates in a declining interest rates environment. Equity portion of the portfolio was mainly invested in Telecom (2.8%) and Cement (2.8%) sectors. We also built position in Pakistan Oilfields Limited (1.5% of the fund) as the company offers an ideal mix of strong dividend payouts and volumetric growth, kicking in from prosperous Tal block.

Our strategy during the month was primarily based on declining interest rate scenario. Inflation, which momentarily seems to be easing off, and SBP's renewed focus on spurting growth warrants another rate cut in upcoming monetary policy. Consequently, we maintained maximum equity exposure in the active portion of the portfolio.

The Scheme has not made provision amounting to Rs. 0.3155 Million against Workers' Welfare Fund's liability. If the same were made the NAV per unit of the scheme would be lower by Rs. 0.0095 per unit.

PERFORMANCE	ABL-CPF	Benchmark
Year to Date (YTD)	4.06%	2.55%
Month to Date (MTD)	1.29%	0.55%

* Returns are net of management fee & all other expenses

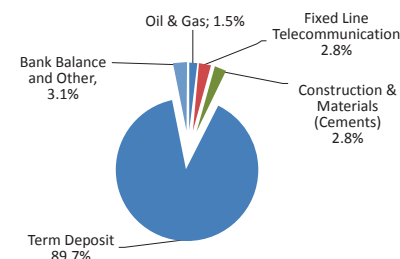


INVESTMENT OBJECTIVE

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

Top Holdings (% OF TOTAL ASSETS)	August 31 st , 2012	September 30 th , 2012
Fecto Cement	2.1%	2.0%
Pakistan telecommunication Company Ltd.	1.5%	1.7%
Pakistan Oilfields	0.0%	1.5%
Telecard Limited	0.0%	1.2%
Maple Leaf Cement	0.0%	0.6%
Kohat Cement	1.2%	0.3%

SECTOR ALLOCATION (% OF TOTAL ASSETS)



ASSET ALLOCATION (% OF TOTAL ASSETS)	August 31 st , 2012	September 30 th , 2012
Stock/Equities	6.7%	7.2%
Bank Balance	2.6%	0.4%
Term Deposit	88.8%	89.7%
Others	1.9%	2.7%
Leverage	NIL	NIL

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, CFA – Fund Manager
6. Faizan Saleem – Fund Manager

BASIC FUND INFORMATION

Fund Type	Open-end
Category	Capital Protected Scheme
Launch Date	June 1 st , 2012
Net Assets (PKR)	PKR 347.19 mn as at September 30 th , 2012
NAV	PKR 10.4377 as at September 30 th , 2012
Benchmark	Weightage of Capital Protected segment in fund with 2 Year Term Deposite 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
Listing	Islamabad Stock Exchange