



PIEIF/175/11
21 February 2011

The General Manager
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building
Stock Exchange Road
Karachi

FORM 7

**PAKISTAN INTERNATIONAL ELEMENT ISLAMIC FUND (PIEIF)
FINANCIAL RESULTS FOR THE SIX MONTHS ENDED 31 DECEMBER 2010**

We are pleased to inform you that the Board of Directors of Arif Habib Investments Limited (AII), the Management Company of PIEIF in its meeting held on 19 February 2011 at 11:00 a.m. at Arif Habib Centre, 23 M.T. Khan Road, Karachi has approved the following financial results for the six months and quarter ended 31 December 2010:

	Six months ended 31 December		Quarter ended 31 December	
	2010	2009	2010	2009
	(Rupees in '000)		(Rupees in '000)	
Income				
Capital gain on sale of investments - net	6,302	50,551	1,700	29,535
Exchange gain realised on sale of foreign investment	-	2,851	-	2,851
Profit on saving bank deposits	3,374	2,398	1,523	1,149
Dividend income	9,920	11,067	4,956	2,055
Income from investment in sukuk bonds	654	2,982	312	1,212
Income from government ijarah sukuk	1,013	-	1,013	-
Other income	206	-	103	-
Unrealised exchange gain / (loss) on foreign investment	-	3,003	-	(828)
Unrealised appreciation / (diminution) in the value of investments - net	50,077	28,918	4,898	(51,567)
Total income	71,546	101,770	5,505	4,407
Expenses				
Remuneration of the Management Company	5,983	8,554	3,015	4,092
Remuneration of Trustee	412	629	207	302
Annual fee - Securities and Exchange Commission of Pakistan	196	299	99	144
Securities transaction cost	460	812	215	477
Settlement and bank charges	110	563	53	479
Fees and subscriptions	124	125	87	63
Auditor's remuneration	262	265	141	122
Professional charges	25	50	11	25
Donation expense	56	-	-	-
Printing and related cost	101	84	43	26
Amortisation of preliminary expenses and floatation costs	832	832	416	416
Total expenses	8,561	12,213	4,287	6,146
Net income / (loss) from operating activities	62,985	89,557	53,218	(1,739)
Net element of (loss) / income and capital (losses) / gains included in prices of units issued less those in units redeemed	(10,111)	6,357	3,437	2,988
Net income carried forward for distribution	52,874	95,914	56,655	1,249
Earnings / (loss) per unit	-	-	-	-

We will be sending you 300 copies of printed financial statements for distribution amongst the members of the Exchange.

Yours faithfully

Zeehan
Chief Financial Officer &
Company Secretary

Arif Habib Investments Limited

Arif Habib Centre, 23 M.T. Khan Road, Karachi-74000

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