



Al Meezan

Investment Management Ltd

MIF/08/0857
February 15, 2008

The General Manager
Karachi Stock Exchange (Guarantee) Limited
Karachi Stock Exchange Building
Karachi Stock Exchange Road
Karachi 74000.



KARACHI STOCK EXCHANGE
CORPORATE ANNOUNCEMENT
19/2/08
Received at: 9:32 Initial:
Announcement at: 9:34 Initial:

Dear Sir,

Financial results of Meezan Islamic Income Fund (MIF) for the Six Months and Quarter ended December 31, 2007

We have to inform you that the Board of Directors of Al Meezan Investment Management Limited, the management company of MIF in its meeting held on Friday, February 15, 2008 at 3:00 p.m. has approved the financial statements of the fund for the six months and quarter ended December 31, 2007.

The financial results of the fund for the period under consideration are as follows:

	December 31, 2007		For the period December 13, 2006 to June 30, 2007
	Six months period ended	Quarter ended	
	(Rupees in '000)		
Income			
Profit on deposit accounts with banks	183,037	114,932	41,259
Profit on sukuk certificates	33,519	26,547	7,262
Realised income on sale of securities on deferred settlement basis	(2,055)	(10,521)	44,052
	<u>214,501</u>	<u>130,958</u>	<u>92,573</u>
Unrealised gain / (loss) on re-measurement of investments at fair value through profit or loss (net)	(17,523)	(22,049)	26,484
Gain / (loss) on re-measurement of financial instruments sold on deferred settlement basis (net)	45,656	42,379	(26,370)
	<u>28,133</u>	<u>20,330</u>	<u>114</u>
Total income	<u>242,634</u>	<u>151,288</u>	<u>92,687</u>
Expenses			
Remuneration to Al Meezan Investment Management Limited - management company of the fund	24,553	15,032	7,297
Remuneration to Central Depository Company of Pakistan Limited - trustee of the fund	2,959	1,755	1,324
Annual fee to Securities and Exchange Commission of Pakistan	2,455	1,502	730
Remuneration to Meezan Bank Limited - Shariah adviser of the fund	151	75	150
Auditors' remuneration	287	199	192
Fees and subscription	76	38	101
Profit payment to Pre-IPO and core investors	-	-	5,891
Amortisation of preliminary expenses and floatation costs	252	126	500
Brokerage	2,135	1,199	4,413
Bank and settlement charges	594	291	1,067
Total expenses	<u>33,462</u>	<u>20,217</u>	<u>21,665</u>
Net income from operating activities	<u>209,172</u>	<u>131,071</u>	<u>71,022</u>
Element of income and capital gains included in prices of units sold less those in units redeemed	76,000	42,833	63,821
Net income	<u>285,172</u>	<u>173,904</u>	<u>134,843</u>
Earnings per unit (Rupees)	<u>2.20</u>	<u>1.34</u>	<u>2.23</u>

Operations review

During the six months period under review 142,916,034 units amounting to Rs. 7,342.29 million were issued and 76,322,717 units amounting to Rs. 3,936.70 million were redeemed. The net assets of the Fund as on December 31, 2007 were Rs. 6.777 billion as compared to Rs. 3.162 billion as at June 30, 2007, reflecting an increase of 114.31%. The Net Asset Value per unit as at December 31, 2007 was Rs. 52.21 as compared to Rs. 50.03 per unit as at June 30, 2007, reflecting an increase of 4.36% for the half year.

We will be sending you 300 copies of printed accounts for distribution amongst the members of the Exchange in due course time.

Yours faithfully,

Syed Owais Wasti
CFO & Company Secretary