

PIF/6122/879/08
23 April 2008



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

FORM - 7

PAKISTAN INCOME FUND (PIF)
FINANCIAL RESULT FOR THE NINE MONTHS & QUARTER ENDED 31 MARCH 2008

Dear Sir,

We have to inform you that the Board of Directors of Arif Habib Investment Management Limited (AHIML), the Management Company of PIF in their meeting held on 23 April 2008 at 03:00 pm at 2/1, R.Y.16, Old Queens Road, Karachi has approved the following financial results:

DISTRIBUTION SUMMARY:

The Board of Directors of AHIML in their meeting held on 29 March 2008 has already approved interim cash dividend for unit holders having CD units @ 3.30/- per unit. The other unit holders got 6.55 bonus units for every 100 units held as on 27 March 2008 on the ex-bonus price of Rs. 50.35 per unit, the proportionate applied to actual holdings. The distribution was 6.57% on the opening EX-NAV for FY2008.

The above entitlement had been paid to the unit holders whose name appeared in the Register of unit holders as on 27 March 2008.

The financial results of the PIF are as follows:

	Nine months ended 31 March		Quarter ended 31 March	
	2008	2007	2008	2007
(Rupees in '000)			
Income				
Capital gain on sale of investments	12,483	2,656	4,173	1,098
Income from term finance certificates	226,086	133,954	80,367	49,543
Income from continuous funding system transactions	237,062	298,700	100,295	101,625
Income from certificate of investment	4,794	-	4,794	-
Income from reverse repurchase transactions	21,973	362	4,475	236
Income on government bonds	60,540	2,135	30,195	2,135
Income from term deposit receipts	8,476	43,981	8,476	20,482
Profit on bank deposits	197,220	111,558	26,189	35,925
Other income	56	252	-	-
	<u>768,690</u>	<u>593,598</u>	<u>258,964</u>	<u>211,044</u>
Unrealised appreciation in fair value of investments at fair value through profit or loss	27,267	2,995	1,697	4,741
Unrealised gain on derivative financial instruments	10,559	-	10,559	-
Total income	<u>806,516</u>	<u>596,593</u>	<u>271,220</u>	<u>215,785</u>
Operating expenses				
Remuneration of Arif Habib Investment Management Limited - Management Company	108,538	68,395	36,876	24,421
Remuneration of Central Depository Company of Pakistan Limited - Trustee	7,987	5,307	2,707	1,874
Annual fee - The Securities and Exchange Commission of Pakistan	7,236	4,560	2,459	1,628
Securities transaction cost	23,412	39,450	9,011	13,428
Custody, settlement and bank charges	6,156	6,246	2,689	1,984
Fees and subscription	152	203	50	77
Legal and professional charges	90	90	30	30
Auditors' remuneration	535	394	197	177
Amortisation of preliminary expenses and floatation costs	-	332	-	80
	<u>154,106</u>	<u>124,977</u>	<u>54,019</u>	<u>43,699</u>
Net income from operating activities	<u>652,410</u>	<u>471,616</u>	<u>217,201</u>	<u>172,086</u>
Element of income and capital gains included in prices of units issued less those in units redeemed	107,371	31,512	127,253	7,196
Net income for the period	<u>759,781</u>	<u>503,128</u>	<u>344,454</u>	<u>179,282</u>

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

Yours faithfully,

Syed Ali Ahmed
Company Secretary

Arif Habib Investment Management Limited

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