



PCM/5225/959/08

24 April 2008

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

Dear Sir,

PAKISTAN CAPITAL MARKET FUND (PCM)
FINANCIAL RESULTS FOR THE NINE MONTHS AND QUARTER ENDED 31st MARCH 2008

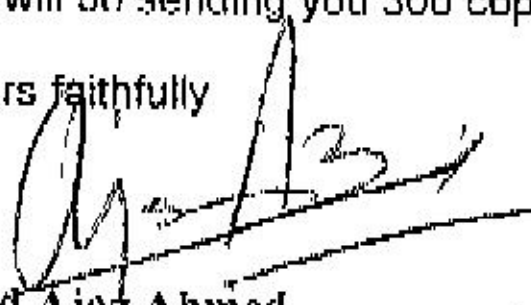
We are pleased to inform you that the Board of Directors of Arif Habib Investment Management Limited, (The Management Company) of Pakistan Capital Market Fund (PCM) in their meeting held on 23rd April 2008, at 3:00 p.m. at 2/1 R.Y.16 Old Queens Road, Karachi, has approved the financial statements for the nine months & quarter ended 31st March 2008.

The financial result of the Fund are as follows:

	Nine Months Ended 31 st March		Quarter Ended 31 st March	
	2008	2007	2008	2007
	----- (Rupees in '000) -----		----- (Rupees in '000) -----	
Income				
Capital gain on sale of investments	137,592	64,227	30,683	12,772
Income from Continuous Funding System	-	6,399	-	1,268
Income from investment in government securities	1,574	-	1,574	-
Income from Term Finance Certificates	3,988	10,744	1,369	3,210
Dividend income	35,097	19,307	11,498	4,520
Profit on bank deposits	9,515	12,940	4,232	7,567
Other income	1,345	955	270	282
	<u>189,111</u>	<u>114,572</u>	<u>49,626</u>	<u>29,619</u>
Unrealised appreciation in fair value of investment 'at fair value through profit or loss'	38,176	8,246	25,348	34,875
Unrealised loss on revaluation of derivative financial instruments	-	-	-	(65)
Total income	<u>227,287</u>	<u>122,818</u>	<u>74,974</u>	<u>64,429</u>
Operating expenses				
Remuneration of Arif Habib Investment Management Limited - Management Company	26,661	29,277	8,067	8,778
Remuneration of Central Depository Company of Pakistan Limited - Trustee	1,640	1,727	517	540
Securities transaction cost	2,891	4,782	811	1,415
Bank charges	200	169	111	69
Annual fee - Securities and Exchange Commission of Pakistan	809	976	269	293
Fees and subscription	278	321	160	64
Auditors' remuneration	565	426	195	139
Amortisation of preliminary expenses and floatation costs	2,179	2,177	721	715
Amortisation of conversion cost	1,105	1,102	365	362
Total expenses	<u>36,408</u>	<u>40,957</u>	<u>11,216</u>	<u>12,375</u>
Net income from operating activities	<u>190,879</u>	<u>81,861</u>	<u>63,758</u>	<u>52,054</u>
Net element of accrued (loss) and realised capital (loss) relating to units issued and redeemed during the period	(7,938)	(38,149)	(16,173)	(33,025)
Net Income for the period	<u>182,941</u>	<u>43,712</u>	<u>47,585</u>	<u>19,029</u>

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

Yours faithfully


Syed Ajaz Ahmed
Company Secretary

Arif Habib Investment Management Limited

2/1, R.Y.16, Old Queens Road, Karachi-74000

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