



PIF/7769/843/09  
25 July 2008

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

Subject:

**PAKISTAN INCOME FUND**  
**FINANCIAL RESULTS FOR THE YEAR ENDED 30 JUNE 2008**

Dear Sir,

We have to inform you that the Board of Directors of Arif Habib Investment Management Limited (AHIML), the Management Company of Pakistan Income Fund (PIF) in their meeting held on 25 July 2008 at 11:00 a.m. at 2/1, R. Y. 16, Old Queens Road, Karachi, has approved the audited financial statements for the year ended 30 June 2008.

**DISTRIBUTION SUMMARY:**

The Board of Directors of AHIML in their meeting held on 03 July 2008 has already declared final distribution in the form of bonus units at the rate of Rs. 1.45 per unit for the financial year ended 30 June 2008. Unit holders have opted for cash payout have been paid accordingly.

The above entitlement had been paid to the unitholders whose name appeared in the Register of unitholders as on 30 June 2008.

Interim distribution already paid amounted to Rs. 3.30/- per unit and total distribution for the FY2008 is Rs. 4.75/- per unit.

The financial results of the Fund are as follows:

	2008	2007
	(Rupees in '000)	
<b>Income</b>	<b>28,539</b>	<b>6,822</b>
Gain on sale of investments	313,965	186,210
Income from Term Finance Certificates and Sukuk bonds	67,723	9,779
Income from Government Securities	312,484	373,487
Income from Continuous Funding System transactions	49,172	55,132
Income from Certificates of Investment and Term Deposit Receipts	21,973	363
Income from reverse repurchase transactions	221,303	183,646
Profit on bank accounts	461	938
Other Income		
Unrealised appreciation in the value of investments at fair value through profit or loss - net	12,192	18,686
Unrealised gain / (loss) on revaluation of futures contracts	(46)	-
<b>Total income</b>	<b>1,027,766</b>	<b>835,063</b>
<b>Expenses</b>		
Remuneration of Arif Habib Investment Management Limited - Management Company	136,197	97,792
Remuneration of Central Depository Company of Pakistan Limited - Trustee	10,375	7,516
Annual fee - Securities and Exchange Commission of Pakistan	9,375	6,519
Borrowing cost	2,675	-
Securities transaction cost	31,029	47,308
Settlement and bank charges	7,538	8,173
Fees and Subscription	347	200
Legal and Professional Charges	256	158
Auditors' Remuneration	708	564
Amortisation of preliminary expenses and floatation costs	-	333
Printing and related cost	235	-
<b>Total Expenses</b>	<b>198,735</b>	<b>168,563</b>
<b>Net Income from operating activities</b>	<b>829,031</b>	<b>666,500</b>
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed	13,142	251,641
<b>Net income</b>	<b>842,173</b>	<b>918,141</b>

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**

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