

PCM/027/11

4-Aug-10

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



Form-3

Dear Sir,

**PAKISTAN CAPITAL MARKET FUND (PCM)
FINANCIAL RESULT FOR THE YEAR ENDED 30th June 2010**

We are pleased to inform you that the Board of Directors of Arif Habib Investments Limited (AHI), the Management Company of PCM in its meeting held on 03rd August 2010, at 10:00 a.m. at Arif Habib Centre, 23 M.T. Khan Road, Karachi, has approved the following financial results for the year ended 30th June 2010:

	Year Ended 30 th June 2010	Year Ended 30 th June 2009
(Rupees in '000)		
INCOME		
Capital gain / (loss) on sale of investments - net	90,273	(57,496)
Income from Continuous Funding System (CFS) transactions	-	964
Income from investment in government securities	2,925	1,907
Income from Term Finance Certificates	13,801	17,411
Income from Placements with financial institutes	43	-
Income from Preference shares	3,649	-
Dividend income	25,047	21,080
Profit on bank deposits	6,342	12,015
Other income	-	15
	<u>142,080</u>	<u>(4,104)</u>
Unrealized diminution value of investments at 'fair value through profit or loss' - net	(1,127)	(51,666)
Provision against non-performing exposure	(2,471)	-
	<u>138,482</u>	<u>(55,770)</u>
Impairment loss on investments classified as 'available for sale'	(1,032)	(82,982)
Reversal of income from non-performing Term Financing Certificates and Sukuk Bonds	(382)	-
Total Income / (loss)	<u>137,068</u>	<u>(138,752)</u>
OPERATING EXPENSES		
Remuneration of the Management Company	10,388	15,754
Remuneration of Central Depository Company of Pakistan Limited-Trustee	1,039	1,199
Annual fee - Securities and Exchange Commission of Pakistan	463	583
Securities transaction cost	1,335	984
Bank charges	64	61
Fees and subscription	507	258
Legal and professional charges	60	135
Auditors' remuneration	422	532
Amortisation of preliminary expenses and flotation costs	-	1,692
Amortisation of conversion cost	1,468	1,467
Printing Charges	255	438
Total operating expenses	<u>16,001</u>	<u>23,103</u>
Net income / (loss) from operating activities	<u>121,067</u>	<u>(161,855)</u>
Net element of income capital gains included in prices of units issued less those in units redeemed	19,874	8,428
Net income / (loss) for the year before taxation	<u>140,941</u>	<u>(153,427)</u>
Taxation	-	-
Net income / (loss) for the year after taxation	<u>140,941</u>	<u>(153,427)</u>

EPU is not disclosed as the determination of weighted average units for calculating EPU is not practicable.

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

Yours faithfully

Zecshan
CFO & Company Secretary

Arif Habib Investments Limited

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

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