

PSM/033/11
4th August 2010

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



Arif Habib
Investments

Form -3

PAKISTAN STOCK MARKET FUND
FINANCIAL RESULT FOR THE YEAR ENDED 30 JUNE 2010

We are pleased to inform you that the Board of Directors of Arif Habib Investments Limited (AHI), (The Management Company) of Pakistan Stock Market Fund (PSM) in its meeting held on 3rd 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:

	2010	2009
	(Rupees in '000)	
INCOME:		
Capital gain / (loss) on sale of investments	315,443	(201,419)
Dividend income	95,730	88,974
Income from Continuous Funding System (CFS) Transactions	-	2,001
Income from Government Securities	9,443	
Profit on bank deposits	22,180	51,316
Income from Term Deposit Receipts	-	1,068
Income from Placements with financial institutions	7,848	
Impairment loss on financial assets classified as 'available for sale'	(1,874)	(70,404)
Other income	-	1,028
Unrealised appreciation / (diminution) in value of investments at fair value through profit or loss - net	57,061	(464,996)
Total income / (loss)	<u>505,831</u>	<u>(592,432)</u>
OPERATING EXPENSES		
Remuneration of the Management Company	43,150	39,339
Remuneration of Central Depository Company of Pakistan Limited - Trustee	3,158	3,042
Annual fee - Securities and Exchange Commission of Pakistan	2,050	1,988
Securities transaction cost	5,306	4,292
Settlement and bank charges	632	338
Fees and subscriptions	207	203
Legal and professional charges	123	150
Auditors' remuneration	401	810
Printing and related costs	296	312
Total operating expenses	<u>55,323</u>	<u>50,474</u>
Net income / (loss) from operating activities	<u>450,508</u>	<u>(642,906)</u>
Element of (loss) / income and capital (losses) / gains included in prices of units issued less those in units redeemed	(65,272)	82,347
Net income / (loss) for the year	<u><u>385,236</u></u>	<u><u>(560,559)</u></u>

Earnings per unit (EPU) is not disclosed as determination of weighted average units for calculating EPU is not practicable.

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

Yours faithfully

Zeeshan
CFO & Company Secretary

Arif Habib Investments Limited

Arif Habib Centre, 23 M.T. Khan Road, Karachi-74000
Tel: (92-21) 111-468-378 (111-INVEST), Fax: 32470351, 32470337
E-mail: marketing@arifhabib.com.pk Website: www.arifhabib.com.pk