

FUND SELECT

An Investment Guide to Mutual Funds

(Funds of the month December 2008)

Highlights

CY2008: The year of bears dominance

Subprime mortgage crisis initiated in United States engulfed entire global financial system. Bourses across the world nosedived during CY08.

Stumbling into 2009

CY09 will be a tough year for corporates and individuals alike; profitability, investment and savings are all likely to suffer on account of the current economic and interest rate scenario.

JS Aggressive Income Fund

JS Aggressive Income Fund (JS AIF) emerged as the best performing Income Fund for the month December 2008. During the month of Dec 08, JS AIF yielded an annualized return of 16.13% compared to an industry average of around 5.04% (annualized).

Meezan Islamic Income Fund

Meezan Islamic Income Fund with an annualized return of 15.89% emerged as the second best performing Income/Money Market/Islamic Income fund of the month December 2008. Moreover, the Fund managed to outperform all its peers (Islamic Income Fund) by massive margins and stood as the best performing Islamic Income Fund of the month December 2008.

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All figures given in the report are verified from respective AMCs or FMRs. However, for any further clarification regarding database & return calculations please send your queries to the following:

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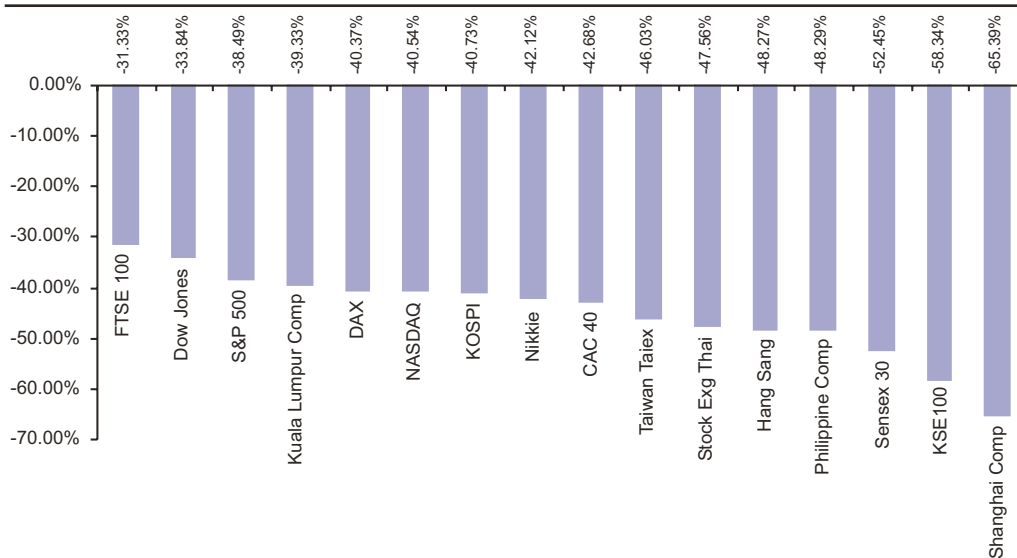
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CY2008: The year of bears dominance

CY2008 proved to be a nightmare for investors across the globe. Subprime mortgage crisis initiated in United States engulfed the entire global financial system. Bourses across the world nosedived during the year CY08. In our universe of regional & International bourses, FTSE-100 index with a decline of 31%YoY stood out as the best performing market of CY08. All major Asian bourses declined by more than 40%. Shanghai Composite, the best performing market of CY07, came out to be the worst performing market of CY08. KSE-100 index and Sensex 30 index stood at second and third worst performing market of CY08 respectively.

Major Global Bourses - Performance Snapshot CY08



Source: Bloomberg

With significant decline witnessed during CY08, dividend yield of markets in our universe have improved considerably. With the huge cut in interest rates by US, EU and some Asian Central Banks (excluding Pakistan) most bourses in our universe are offering attractive dividend yields to investors, at prevailing levels, which will potentially entice investors towards equities in CY09.

Global Bourses - Key Highlights

	Index as on (pts)			Dividend Yield (%)			Trailing PE Ratio (x)		
	Dec-31-2008	Dec-31-2007	%Chg YoY	Dec-31-2008	Dec-31-2007	%Chg YoY	Dec-31-2008	Dec-31-2007	%Chg YoY
Dow Jones	8,776.39	13,264.82	-33.84%	3.58	2.26	58.23%	10.59	16.35	-35.23%
NASDAQ	1,577.03	2,652.28	-40.54%	1.30	0.74	76.20%	31.73	37.68	-15.79%
S&P 500	903.25	1,468.36	-38.49%	3.17	2.01	57.80%	20.11	20.11	0.00%
FTSE 100	4,434.17	6,456.90	-31.33%	5.95	3.68	61.45%	7.87	12.36	-36.33%
CAC 40	3,217.97	5,614.08	-42.68%	5.76	3.01	91.71%	8.29	11.60	-28.53%
DAX	4,810.20	8,067.32	-40.37%	5.27	2.43	116.51%	10.66	13.64	-21.85%
Nikkie	8,859.56	15,307.78	-42.12%	2.45	1.34	82.70%	12.88	18.22	-29.31%
Hang Sang	14,387.48	27,812.65	-48.27%	4.94	2.34	110.97%	8.82	18.09	-51.24%
Shanghai Comp	1,820.81	5,261.56	-65.39%	2.28	0.35	554.44%	14.12	44.28	-68.11%
Sensex 30	9,647.31	20,286.99	-52.45%	1.92	0.84	129.39%	9.59	27.99	-65.74%
Philippine Comp	1,872.85	3,621.60	-48.29%	6.22	2.64	135.77%	9.51	15.20	-37.43%
Stock Exg Thai	449.96	858.10	-47.56%	7.39	3.41	116.72%	7.26	20.12	-63.92%
Taiwan Taiex	4,591.22	8,506.28	-46.03%	8.24	3.57	130.45%	9.31	20.26	-54.05%
KOSPI	1,124.47	1,897.13	-40.73%	0.38	0.32	20.86%	10.95	17.45	-37.25%
Kuala Lumpur Comp	876.75	1,445.03	-39.33%	6.40	3.66	74.86%	10.09	16.07	-37.21%
KSE100	5,865.01	14,077.16	-58.34%	8.76	3.22	172.23%	6.33	16.21	-60.95%

Source: Bloomberg

Stumbling into 2009

In deep contrast to the heights and gains of the past 5yrs the economy has faced multiple endogenous and exogenous shocks. Grim macroeconomic indicators are suggesting GDP growth will likely slow to 3.5-4% this year after a 5yr CAGR of 7%. FY09 CPI inflation of 20%, bulging twin deficits, diminishing FX reserves and a battered exchange rate are the key symptoms of an economic malaise that has been exacerbated by political transition and regional insecurities during Jun-Nov08. In Nov08 the country was bailed out by the IMF and emergency balance of payments injection of USD 7.9bn over a 23mo period. IMF Fund disbursement remains conditional on complex clean up criteria and tough fiscal and monetary policy targets. The economy remains on tenterhooks as it moves into the New Year.

Given the current vulnerabilities investor sentiment is likely to remain dampened. Two key positive triggers will be a cut in the SBP's policy rate and loosening of monetary policy which will ease the flow of liquidity. Meanwhile key economic indicators are showing some improvement increasing the support for monetary easing. MoM Dec08 CPI inflation deflated over Nov08 by -0.5%, YoY BoP deficit reduced to USD 5.0bn in Dec08 from USD 5.7bn a month earlier and the 1Q FY09 fiscal deficit also contracted to PKR 140bn and is estimated to come in at 4.2% of GDP in FY09 from 7.2% a year earlier.

Despite the obvious consolidation across the economic landscape, the economy is not out of the woods. Inflation is still in the 20% range, the Balance of Payments outflow for 1H FY09 is still above USD 5bn and the Fiscal Deficit has only improved due to a massive cut in Development Spending which will have a negative impact on growth. Economic pressures still need to be curtailed; therefore we do not anticipate a change in the monetary policy stance in the short term. The resultant positive impact of a rate cut and monetary easing is likely to be delayed, as is a major recovery in capital market valuations and prices.

CY09 will be a tough year for corporates and individuals alike; profitability, investment and savings are all likely to suffer on account of the current economic and interest rate scenario. However hardy investors with excess liquidity are likely to see some very attractive pickings from both the equity and fixed income markets that have been discounted by more than 35-65% from market prices far below their fair values.

Although current market conditions are unlikely to boost rewards in the short term, long term gains are likely to be substantial in terms of both dividend yields and stock prices. On the fixed income front, easing rates are expected to make current prices of government paper attractive while TFCs, which were arbitrarily discounted by the Regulator in late CY08, may also offer substantial rewards both in terms of yield and price.

JS Aggressive Income Fund

Key Facts

Fund type	Open end - Income Fund
Fund launch date	22 January, 2008
Fund Assets (PKR mn)	589.11
Benchmark	1 Month KIBOR
Listing	LSE
Trustee	CDC
Auditors	M. Yousuf Adil Saleem & Co.
Risk profile	Medium
Management fee	1.50%
PACRA Rating	n/a

Source: JS AIF

JS Investments Limited: Company Snapshot

JS Investments Limited (JSIL) is one of the five largest Asset Management Company in Pakistan. JSIL has total assets of over PKR 22bn under management. JSIL is among one of the four asset management companies in Pakistan that has been selected as Pension Fund Managers by SECP. The company presently has 3 closed end funds and 13 open-end funds (including 2 pension funds) which are as follows:

- Unit Trust Of Pakistan
- JS Income Fund
- UTP Islamic Fund
- JS Aggressive Asset Allocation
- JS Fund of Funds
- UTP A30+
- JS Pension Saving Fund
- JS Islamic Pension Saving Fund
- JS Capital Protected Fund
- JS Capital Protected Fund II
- JS Capital Protected Fund III
- JS Aggressive Income Fund
- JS Capital Protected Fund IV
- JS Value Fund
- JS Large Cap Fund
- JS Growth Fund

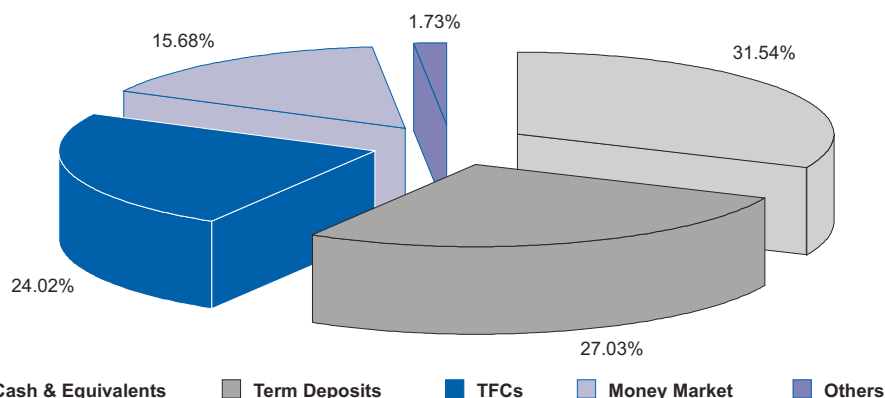
Investment Philosophy

The Fund aims at generating current income on investments while maintaining the prospects of capital appreciation by investing in a diversified portfolio of money market and fixed income instruments. The Fund may aggressively adjust asset weightings to take advantage of directional macro and micro economic trends and may hold some or even all of its assets in cash to either provide liquidity or for defensive purposes.

Performance Highlights

JS Aggressive Income Fund (JS AIF) emerged as the best performing Income Fund for the month December 2008. In our view, the prudent asset allocation was the key reason that enabled the Fund to outperform its peers by substantial margins. It can be seen in the following graph that the Fund had 30% cash & equivalents as of Nov 08 and abundant liquidity would have provided a good opportunity to the Fund to gain from higher interest rates and tight money market towards the year end.

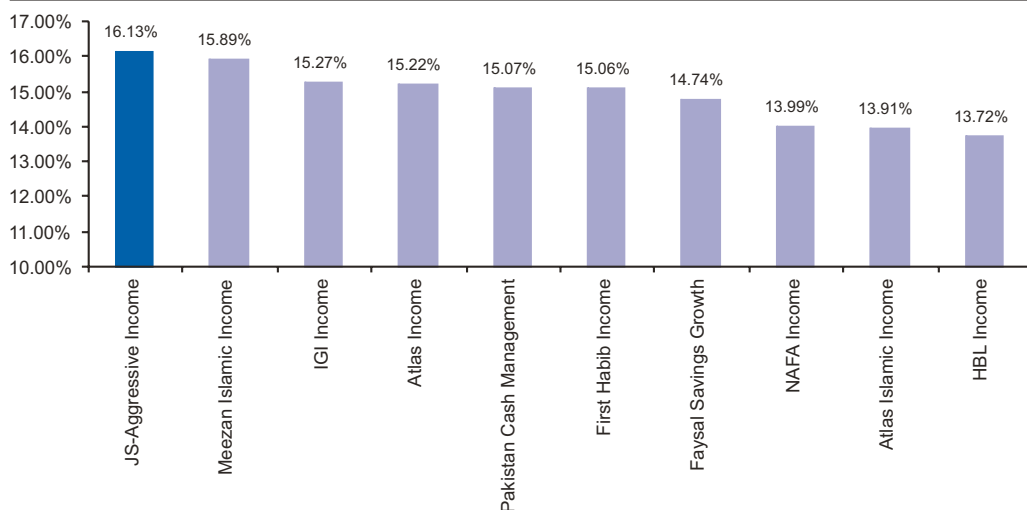
Asset Allocation as on Nov 2008



Source: JS AIF

During the month of Dec 08, JS AIF yielded an annualized return of 16.13% compared to an industry average of around 5.04% (annualized). The prudent asset allocations lead the Fund to outclass the average industry returns. The Fund has also outperformed its benchmark by 212bps, which earned a return of 14.01% (annualized).

Top Ten Income/Money Market Funds of the month December 2008

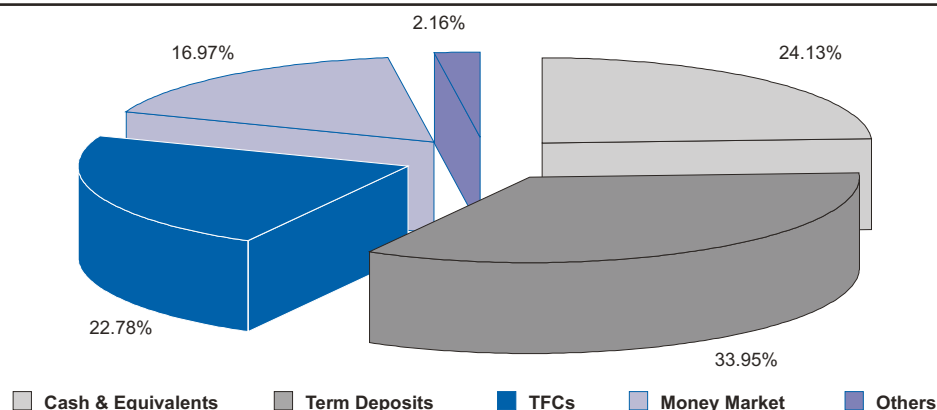


Source: IGI Fund Select

Asset Allocation

During the month of Dec 08, the TFC allocation was further trimmed down by 1.24% to 22.78% compared to last month's 24.02%. The increase in TFC exposure is the mainly result of reverse-repo did by the Fund towards the end of the month. Moreover, cash & equivalents were reduced by 7.41% MoM, nevertheless, exposure towards term deposits was increased by 6.92% MoM to 33.95%.

Asset Allocation as on Dec 2008



Source: JS AIF

Statistical analysis

	Fund	Benchmark
Beta	0.1	1.0
Standard Deviation	4.1%	1.1%
Largest Month Gain	1.4%	1.2%
Largest Month Loss	-3.1%	0.0%
% Positive Months	91.7%	100.0%

Source: JS AIF

Portfolio Evaluation

Briefly analyzing the portfolio status of the Fund as of December 31, 2008, we believe that because of abundant liquidity the Fund would continue enjoying benefits of higher interest rates. In our view, increased term deposits would help the Fund to continue offering better return in near future despite primary discount rates may be revised downwards in upcoming Monetary Policy.

The Bottomline - An Investment Perspective

In our view the Fund offers an outstanding investment opportunity to investors aiming for smooth capital appreciation. We view this fund as a moderate growth play having potential to offer returns over and above investors' expectations.

Key Facts

Fund Type	Open End
Risk Level	Minimal
Launch Date	15-Jan-07
Trustee	CDC
Auditors	A.F. Ferguson & Co.
Portfolio Duration	1.74 months
Net Assets (PKR mn)	4,297
NAV per unit (PKR)	48.27
Outstanding units (mn)	89.02

Source: MIIF

Meezan Islamic Income Fund

AI-Meezan Investment Limited: Company Snapshot

AI Meezan Investments (AMIM) is the largest Islamic Asset Management Company in Pakistan. AMIM has one of the longest track records of managing mutual funds in the private sector in Pakistan. Presently AMIM has six funds under management which are as follows:

- AI Meezan Mutual Fund
- Meezan Balanced Fund
- Meezan Islamic Fund
- Meezan Islamic Income Fund
- Meezan Capital Protected Fund-I
- Meezan Tahaffuz Pension Fund

AMIM is the only full fledged Shariah Compliant Asset Management Company in the country with cumulative assets of PKR 10.36bn under management as on December 31, 2008. AMIM is among one of the four asset management companies in Pakistan that has been selected as Pension Fund Managers by SECP. With a proven performance record, the company clearly stays well ahead of all its competitors in the Islamic asset management market in Pakistan.

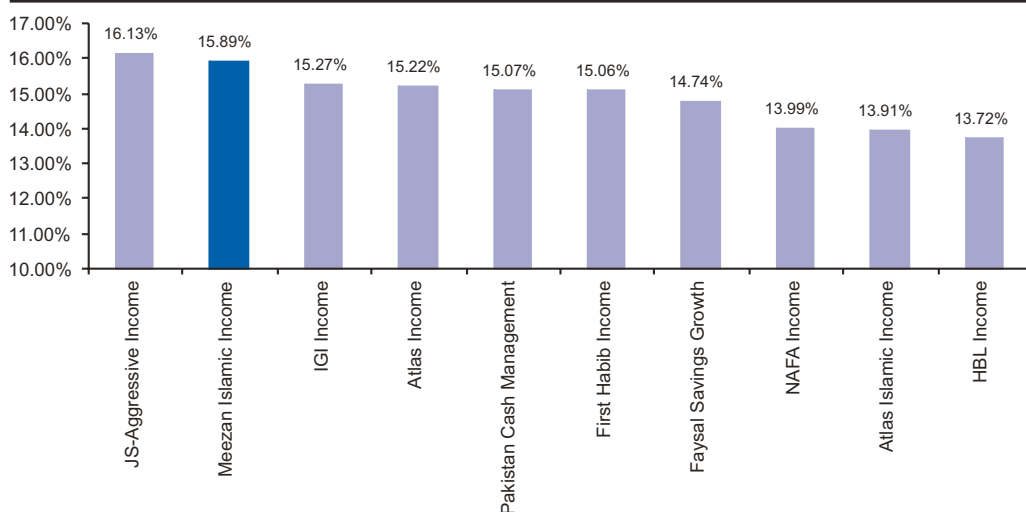
Investment Objective

The Fund is aimed at providing valued customers with a consistent stream of income that not only complies with Shariah, but also focuses on long term preservation of capital. Major portion of the fund is invested in liquid Islamic income avenues.

Performance Snapshot

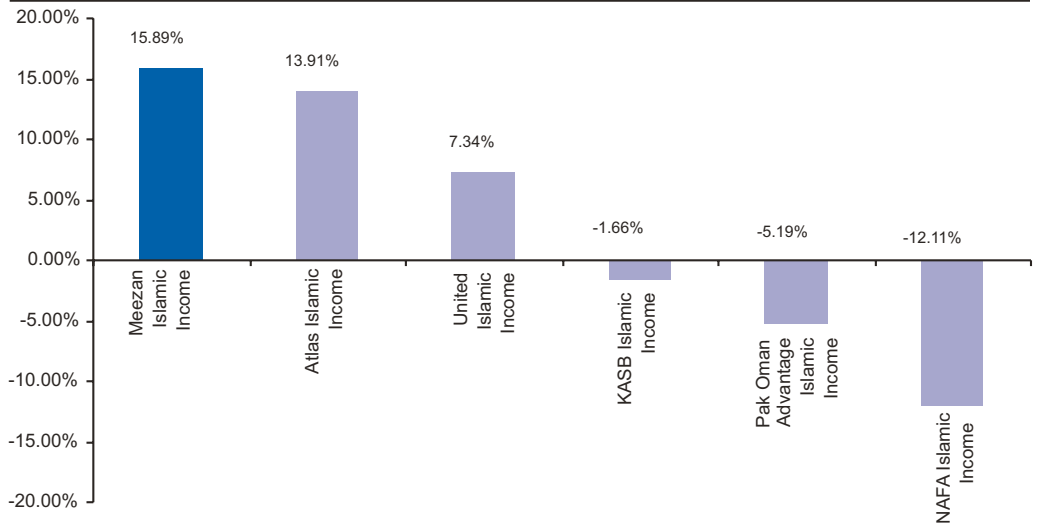
Meezan Islamic Income Fund with an annualized return of 15.89% emerged as the second best performing Income/Money Market/Islamic Income fund of the month December 2008. Moreover, the Fund managed to outperform all its peers (Islamic Income Fund) by massive margins and stood as the best performing Islamic Income Fund of the month December 2008. Key reason behind the fund's outstanding performance during the month was sufficient liquidity which was placed in higher yielding avenues. Relatively smaller exposure towards Sukuks makes the Fund to outperform its peers (Islamic Income Funds) by substantial margins.

Top Ten Income/Money Market Funds of the month December 2008



Source: IGI Fund Select

Performance Snapshot Islamic Income Fund for the month of December 2008

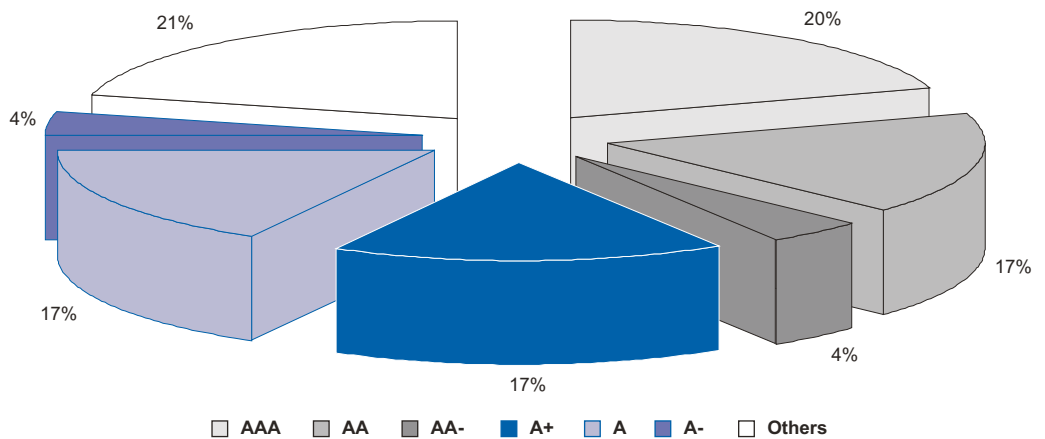


Source: IGI Fund Select

Asset Allocation

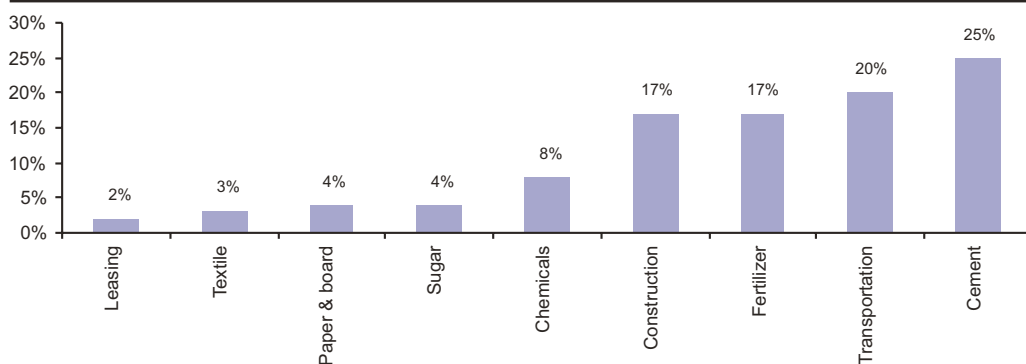
As on December 31, 2008, the Fund had only 38% exposure towards Sukuks which is much lower than other Islamic Income Funds. The comparatively lower exposure towards Sukuks well placed the Fund to gain of prevailing rising interest rates. Moreover, the Fund well managed to retain its existing clients despite massive redemption pressure witnessed by other industry players which led the fund to keep the portfolio composition almost intact on MoM basis. This reflects the trust investors have in AI-Meezan Investments in general and Meezan Islamic Income Fund in particular.

Asset Quality Sukuks - Dec 2008



Source: MIIF

Sukuk Distribution- Sector Allocation Dec 2008



Source: MIIF

Portfolio Evaluation

Briefly examining the portfolio status of the Fund as of December 31, 2008, we believe that because of sufficient liquidity the Fund would continue to enjoy benefits of higher interest rates. Moreover, credit quality of the Sukuks portfolio and diversification (less than 30% exposure towards any one sector) reflects the prudent investment strategy implemented by the Investment Committee.

The Bottomline - An Investment Perspective

In our view the Fund offers an attractive investment options to investors whose key objective is capital appreciation while taking exposure in a Shariah compliant fund. We view this fund as sustainable growth play having potential to offer returns over and above market returns in a truly Islamic way.

Rating Guide

Open End Mutual Fund	Inception dates	Bench Mark	AMC Rating		Fund Rating
AKD Income Fund	Mar-07	6 M KIBOR	AM3+	JCR-VIS	A-(F) JCR-VIS
AMZ Plus Income Fund	25-Feb-06	1 M KIBOR	AM3+	JCR-VIS	5 Star PACRA
Askari Income Fund	16-Mar-06	3 M KIBOR	AM3	PACRA & JCR-VIS	5 Star PACRA
Atlas Income Fund	22-Mar-04	3 M KIBOR	AM3+	PACRA	5 Star PACRA
Dawood Money Market Fund	18-Apr-03	1 M KIBOR	AM3	PACRA	5 Star PACRA
Faysal Income & Growth Fund	10-Oct-05	6 M KIBOR	AM3+	JCR-VIS	A+(f) JCR-VIS
HBL Income Fund	19-Mar-07	1 M KIBOR	AM3	JCR-VIS	Not rated as yet
KASB Liquid Fund	9-May-06	1 M KIBOR	AM3+	PACRA	5 Star PACRA
KASB Islamic Income Fund	10-Jun-08	3 M KIBOR	AM3+ PACRA	AM2- JCR-VIS	Not rated as yet
MCB Dynamic Cash Fund	1-Mar-07	1 M KIBOR	AM3	PACRA	Not rated as yet
Meezan Islamic Income Fund	15-Jan-07	-	AM2	PACRA	A(F) JCR-VIS
NAFA Cash Fund	22-Apr-06	3 M T BILLS	AM2	JCR-VIS	A(F) JCR-VIS
Pakistan Income Fund	11-Mar-02	6 M KIBOR	AM2	PACRA	5 Star PACRA
Reliance Income Fund	19-Oct-06	6 M KIBOR			Not rated as yet
United Growth & Income Fund	2-Mar-06	1 & 3 Yr. KIBOR	AM2-	JCR-VIS	A(f) JCR-VIS
United Money Market Fund	5-Nov-02	1 M KIBOR	AM2-	JCR-VIS	A+(f) JCR-VIS & 4 Star PACRA
JS Income Fund	26-Aug-02	1 M KIBOR	AM2+	PACRA	5 Star PACRA
IGI Income Fund	16-Apr-07	1 M KIBOR	AM3-	PACRA	Not rated as yet
Faysal Savings Growth Fund	14-May-07	1 M KIBOR	AM3+	JCR-VIS	A(f) JCR-VIS
First Habib Income Funds	30-May-07	1 M KIBOR	AM3-	PACRA	Not rated as yet
Alfalah GHP Income Multiplier Fund	15-Jun-07	1 M KIBOR	AM3	PACRA	Not rated as yet
BMA Chundrigar Road Saving Fund	23-Aug-07	1 M KIBOR	AM2-	JCR-VIS	Not rated as yet
NAFA Islamic Income Fund	29-Oct-07	Avg. 1 M Deposit Rate of 4 Islamic Bank	AM2	JCR-VIS	JCR-VIS
POBOP Advantage Plus Fund	25-Oct-07	3 M KIBOR	AM3+	JCR-VIS	A(f) JCR-VIS
United Islamic Income Fund	2-Oct-07	Avg. of 6 M Placement Rate of 3 Islamic Bank	AM2-	JCR-VIS	Not rated as yet
Pakistan Cash Management Fund	23-May-08	3 Months T-bills	AM2+	PACRA	Not rated as yet
NAFA Income Fund	29-Mar-08	3 Months T-bills	AM2	JCR-VIS	Not rated as yet
JS Aggressive Income Fund	22-Jan-08	1 M KIBOR	AM2+	PACRA	Not rated as yet
AMZ Plus Stock Fund	24-Jul-06	KSE 100	AM3+	Not Available	Not Available
AKD Opportunity Fund	Mar-06	KSE 100	AM3+	JCR-VIS	3 Star JCR-VIS
AKD Index Tracker Fund	Oct-05	KSE 100	AM3+	JCR-VIS	Not Available
Alfalah GHP Value Fund	28-Oct-05	KSE 100	AM3	PACRA	5 Star PACRA
Alfalah GHP Islamic Fund	3-Sep-07	KSE 100	AM3	PACRA	Not Available
Alfalah GHP Principal Protected Fund	24-Jul-08	KSE 100	AM3	PACRA	Not Available
Alfalah GHP Alpha Fund			AM3	PACRA	Not Available
Atlas Islamic Fund	15-Jan-07	KSE 100	AM3+	PACRA	Not Available
Atlas Stock Market Fund	23-Nov-04	KSE 100	AM3+	PACRA	4 Star PACRA
Askari Asset Allocation Fund	10-Sep-07	KSE 100	AM3	PACRA & JCR-VIS	Not Available
Crosby Dragon Fund	Dec-03	KSE 100	AM4-	JCR-VIS	5 Star JCR-VIS
Dawood Islamic Fund	14-Jul-07	KSE 100	AM3	PACRA	Not Available
Faysal Balanced Growth Fund	14-Apr-04	KSE 100	AM3+	JCR-VIS	4 Star JCR-VIS
HBL Stock Fund	1-Sep-07	KSE 100	AM3	JCR-VIS	Not Available
HBL Multi Asset Fund	18-Dec-07	KSE 100	AM3	JCR-VIS	Not Available
IGI Stock Fund	15-Jul-08	KSE 100	AM3-	PACRA	Not Available
KASB Stock Fund	22-Mar-07	KSE 100	AM3+	PACRA	Not Available
KASB Balanced Fund	31-Dec-07	65% 1 M KIBOR + 35% KSE 30 Index	AM3+	PACRA	Not Available
MCB Dynamic Stock Fund	1-Mar-07	KSE 30	AM3	PACRA	Not Available
MCB Dynamic Allocation Fund	17-Mar-08		AM3	PACRA	Not Available
Meezan Islamic Fund	8-Aug-03	DJIMPK	AM2	PACRA	5 Star PACRA
NAFA Multi Asset Fund	22-Jan-07	50% KSE & 50% 1 M KIBOR	AM2	JCR-VIS	5 Star JCR-VIS
NAFA Stock Fund	22-Jan-07	KSE 30	AM2	JCR-VIS	5 Star JCR-VIS
NAFA Islamic Multi Asset Fund	29-Oct-07	50% DJIP Index & 50% Avg. 1M Deposit rate of 4 Islamic Bank	AM2	JCR-VIS	Not Available
National Investment Trust	12-Nov-62		AM2-	PACRA	Not Available
Pakistan Capital Market Fund	24-Jan-04	KSE 100	AM2	PACRA	5 Star PACRA
Pakistan Int'l Islamic Fund	2-May-06	KSE 100	AM2	PACRA	4 Star PACRA
Pakistan Stock Market Fund	11-Mar-02	KSE 100	AM2	PACRA	3 Star normal 5 star Long Term PACRA
United Composite Islamic Fund	24-Dec-06	KSE 100	AM2-	JCR-VIS	Not Available
United Stock Adv. Fund	4-Aug-06	KSE 100	AM2-	JCR-VIS	4 Star JCR-VIS
UTP - A30+ Fund	29-May-06	A 30 index	AM2+	PACRA	4 Star PACRA
JS - Fund of Funds	31-Oct-05	Composite BM of Top 10 open end funds with equal weightage	AM2+	PACRA	5 Star PACRA
UTP (Balanced Fund)	27-Oct-97	30% 6 M KIBOR % 70% KSE 30	AM2+	PACRA	Not Available
JS Aggr Asset Alloc Fund	28-Jun-05	Higher of KSE 30 or 6 M KIBOR	AM2+	PACRA	Not Available
UTP Islamic Fund	27-Dec-02	Dow Jones Islamic Market Index	AM2+	PACRA	Not Available
JS-CPF I	21-Feb-07	Higher of KSE 30 or 6 M KIBOR	AM2+	PACRA	Not Available
JS-CPF II	18-Jun-07	Higher of KSE 30 or 6 M KIBOR	AM2+	PACRA	Not Available
JS-CPF III	28-Sep-07	Higher of KSE 30 or 6 M KIBOR	AM2+	PACRA	Not Available
JS-CPF IV	21-Apr-08	TDR Rate & KSE-30 Index	AM2+	PACRA	Not Available

Source: IGI Fund Select

Payout Profile

Mutual Fund	Inception Date	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08
Equity Funds							
1 Atlas Stock Market Fund	22-Nov-04	-	-	12.50%	25.00%	20.00%	7.50%
2 Crosby Dragon Fund	24-Dec-03	-	2%	10.5%	15.00%	38.00%	30.00%
3 National Investment Trust	12-Nov-62	17.50%	25.50%	33.00%	58.00%	62.00%	65.00%
4 Pakistan Stock Market Fund	12-Mar-02	40.00%	60.00%	70.00%	60.00%	50.00%	34.00%
5 AMZ Plus Stock Fund	24-Jul-06	-	-	-	-	19.00%	-
6 AKD Opportunity Fund	1-Mar-06	-	-	-	0.00%	11.29%	10.00%
7 KASB Stock Fund	22-Mar-07	-	-	-	-	9.74%	-
8 MCB Dynamic Stock Fund	1-Mar-07	-	-	-	-	25.00%	-
9 United Stock Advantage Fund	4-Aug-06	-	-	-	-	22.30%	3.01%
10 HBL Stock Fund	1-Sep-07	-	-	-	-	-	5.85%
11 UTP-A30+ Fund	29-May-06	-	-	-	0.50%	25.00%	-
12 NAFA Stock Fund	22-Jan-07	-	-	-	-	22.60%	6.04%
					13.21%	25.41%	20.18%
Islamic Funds							
1 Meezan Islamic Fund	8-Aug-03	-	15.00%	35.00%	35.00%	31.20%	20.00%
2 UTP Islamic Fund	27-Dec-02	8.00%	17.00%	10.00%	37.50%	29.73%	-
3 Pakistan Int'l Islamic Elmnt. Fund	2-May-06	-	-	-	-	17.50%	3.50%
4 KASB Islamic Income Fund		-	-	-	-	-	0.55%
5 Atlas Islamic Fund	15-Jan-07	-	-	-	-	3.00%	1.80%
6 Alfalah GHP Islamic Fund		-	-	-	-	-	-
7 NAFA Islamic Multi Asset Fund		-	-	-	-	-	-
8 Dawood Islamic Fund	14-Jul-07	-	-	-	-	-	10.00%
9 United Composite Islamic Fund	24-Dec-06	-	-	-	-	10.35%	5.14%
					8.06%	10.20%	5.12%
Hybrid Funds							
1 UTP-Capital Protected Fund	21-Feb-07	-	-	-	-	4.50%	8.01%
2 UTP-Capital Protected Fund II	18-Jun-07	-	-	-	-	0.20%	9.00%
3 UTP-Capital Protected Fund III		-	-	-	-	-	5.50%
Funds of Funds							
1 UTP - Fund of funds	31-Oct-05	-	-	-	8.00%	15.10%	10.24%
Asset Allocation							
1 Pakistan Capital Market Fund	31-Jan-04	-	8.25%	30.00%	30.00%	30.00%	3.00%
2 UTP Aggr Asset Alloc Fund	28-Jun-05	-	-	-	65.00%	26.72%	2.50%
3 Askari Asset Allocation Fund		-	-	-	-	-	-
4 MCB Dynamic Allocation Fund	15-Mar-08	-	-	-	-	-	-
5 Alfalah GHP Value Fund	28-Oct-05	-	-	-	1.00%	10.44%	-
					19.20%	13.43%	1.38%
Balanced Funds							
1 Faysal Balanced Growth Fund	17-May-04	-	-	12.50%	26.00%	18.00%	18.00%
2 UTP (Balanced Fund)	27-Oct-97	25.00%	30.00%	20.00%	40.00%	40.21%	18.60%
3 KASB Balance Fund		-	-	-	-	-	-
4 HBL Multi Asset Fund		-	-	-	-	-	-
5 NAFA Multi Asset Fund	22-Jan-07	-	-	-	-	16.40%	16.40%
					16.50%	14.92%	10.60%

Source: IGI Fund Select

Payout Profile

Mutual Fund	Inception Date	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08
Money Market Funds							
Dawood Money Market Fund	11-May-03	1.10%	7.00%	9.70%	11.50%	10.91%	10.25%
United Money Market Fund	7-Aug-02	10.00%	4.85%	4.08%	10.00%	10.10%	9.14%
KASB Liquid Fund	9-May-06	-	-	-	1.40%	10.72%	10.00%
Pakistan Cash Management Fund	7-Aug-02	-	-	-	-	-	2.30%
MCB Dynamic Cash Fund	1-Mar-07	-	-	-	-	3.38%	6.46%
BMA Chundarigar Road Saving Fund	23-Aug-02	-	-	-	-	-	7.70%
Faysal Saving Growth fund	14-May-07	-	-	-	-	1.25%	10.00%
NAFA Cash Fund	21-Apr-06	0.00%	0.00%	0.00%	1.90%	10.50%	9.72%
Income Funds							
Atlas Income Fund	22-Mar-04	-	-	9.75%	11.50%	10.00%	9.50%
AMZ Plus Income Fund	25-Feb-06	-	-	-	4.14%	11.60%	10.22%
Askari Income Fund	16-Mar-06	-	-	-	4.49%	11.06%	9.03%
Pakistan Income Fund	12-Mar-02	12.00%	9.00%	9.60%	10.00%	10.50%	9.50%
United Growth & Income Fund	2-Mar-06	-	-	-	9.25%	11.40%	9.18%
United Islamic Income Fund	20-Oct-06	-	-	-	-	-	5.85%
UTP Income Fund	26-Aug-02	0.10	6.20%	10.25%	12.10%	10.66%	9.72%
NAFA Income Fund	31-Mar-02	-	-	-	-	-	2.10%
NAFA Islamic Income Fund	29-Oct-06	-	-	-	-	-	4.60%
POBOP Advantage Plus Fund	25-Oct-06	-	-	-	-	-	6.19%
JS Aggressive Income Fund	24-Jan-08	-	-	-	-	-	5.00%
Faysal Income & Growth Fund	10-Oct-05	-	-	-	5.50%	12.75%	10.00%
Meezan Islamic Income Fund	15-Jan-07	-	-	-	-	4.40%	9.20%
HBL Income Fund	19-Mar-07	-	-	-	-	2.65%	9.20%
AKD Income Fund	1-Mar-07	-	-	-	-	3.18%	9.00%
IGI Income Fund	16-Apr-07	-	-	-	-	1.95%	9.71%
First Habib Income Fund	30-May-07	-	-	-	-	1.50%	9.25%

Source: IGI Fund Select

Sector Snapshot

	Fund Sizes as at 30 Nov, 08 (bn)	Fund Sizes as at 31 Dec, 08 (bn)	% Change MOM	Front-end Load	Back-end Load	Mgt Fee
AKD Income Fund	1.095	0.807	-26.30%	1.00%	Nil	1.10%
AMZ Plus Income Fund	1.324	1.300	-1.81%	1.25%	Nil	1.25%
Askari Income Fund	4.100	3.500	-14.63%	Nil	0.25% ¹	1.50%
Atlas Income Fund	2.100	2.176	3.62%	2.00%	Nil	1.00%
Dawood Money Market Fund	1.070	N/A	N/P	1.00%	Nil	1.00%
Faysal Income & Growth Fund	N/A	1.389	N/P	1.00%	2% ²	1.25%
HBL Income Fund	2.767	2.600	-6.04%	Nil	Nil	1.50%
KASB Liquid Fund	3.957	3.934	-0.58%	Nil	Nil ³	1.30%
KASB Islamic Income Fund	0.575	0.584	1.57%	1.00%	Nil	1.25%
MCB Dynamic Cash Fund	10.280	9.129	-11.20%	Nil	Nil	1.50%
Meezan Islamic Income Fund	4.258	4.297	0.92%	0.50%	1% ⁴	1.00%
NAFA Cash Fund	12.252	10.373	-15.34%	Nil	Nil	1.50%
Pakistan Income Fund	3.080	2.760	-10.39%	1.35%	Nil	1.50%
Reliance Income Fund	N/A	N/A	N/P	1.50%	Nil	1.50%
United Growth & Income Fund	10.399	10.810	3.95%	1.50%	Nil ⁵	1.50%
United Money Market Fund	5.221	4.804	-7.99%	Nil	Nil	1.50%
JS Income Fund	8.635	7.127	-17.46%	1.50%	Nil	1.50%
IGI Income Fund	1.430	1.356	-5.17%	Nil	Nil	1.25%
Faysal Savings Growth Fund	N/A	4.313	N/P	Nil	Nil	1.50%
First Habib Income Funds	1.610	1.590	-1.24%	Nil	Nil ⁶	1.50%
Alfalah GHP Income Multiplier Fund	1.077	1.005	-6.69%	Nil	Nil	1.25%
BMA Chundrigar Road Saving Fund	1.922	1.588	-17.38%	1.00%	Nil	1.50%
NAFA Islamic Income Fund	0.570	0.562	-1.40%	1.00%	Nil	1.50%
POBOP Advantage Plus Fund	1.278	1.213	-5.09%	1.00%	Nil	1.50%
United Islamic Income Fund	1.347	1.273	-5.49%	1% ⁹	1% ¹⁰	1.25%
Pakistan Cash Management Fund	0.101	0.109	8.13%	Nil	Nil	10.00%
NAFA Income Fund	1.193	1.036	-13.16%	1.00%	Nil	1.50%
JS Aggressive Income Fund	0.739	0.589	-20.30%	1.00%	Nil	1.50%
AMZ Plus Stock Fund	0.327	0.251	-23.24%	3.00%	Nil	3.00%
AKD Opportunity Fund	1.400	0.950	-32.14%	3.00%	Nil	3.00%
AKD Index Tracker Fund	0.279	0.182	-34.77%	1.00%	2% ⁷	0.75%
Alfalah GHP Value Fund	0.793	0.663	-16.39%	2.50%	Nil	2.50%
Alfalah GHP Islamic Fund	0.365	0.320	-12.33%	2.50%	Nil	2.25%
Alfalah GHP Principal Protected Fund	0.891	0.887	-0.45%	2.50%	Nil	1.50%
Alfalah GHP Alpha Fund	0.152	0.099	-34.87%			
Atlas Islamic Fund	0.415	0.274	-33.98%	1.00%	1.5% ⁸	3.00%
Atlas Stock Market Fund	0.778	0.479	-38.43%	2.00%	Nil	3.00%
Askari Asset Allocation Fund	0.336	0.323	-3.87%	2.50%	Nil	3.00%
Crosby Dragon Fund	1.500	1.120	-25.33%	2.00%	Nil	2.50%
Dawood Islamic Fund	0.421	N/A	N/A	1.00%	Nil	1.50%
Faysal Balanced Growth Fund	0.692	0.562	-18.79%	2.25%	Nil	2.25%
HBL Stock Fund	1.478	1.000	-32.34%	2.50%	Nil	3.00%
HBL Multi Asset Fund	0.631	0.477	-24.41%	2.00%	Nil	2.50%
IGI Stock Fund	0.130	0.081	-37.69%	2.50%	Nil	2.00%
KASB Stock Fund	0.342	0.204	-40.35%	2.50%	Nil	3.00%
KASB Balanced Fund	0.940	0.684	-27.23%	2.00%	Nil	2.00%
MCB Dynamic Stock Fund	0.623	0.394	-36.76%	2.50%	Nil	3.00%
MCB Dynamic Allocation Fund	0.989	0.641	-35.19%	3.00%	Nil	3.00%
Meezan Islamic Fund	4.314	2.538	-41.17%	2.00%	Nil	3.00%
NAFA Multi Asset Fund	2.165	1.590	-26.56%	3.00%	Nil	2.50%
NAFA Stock Fund	1.529	0.960	-37.21%	3.00%	Nil	3.00%
NAFA Islamic Multi Asset Fund	0.544	0.398	-26.84%	3.00%	Nil	2.50%
National Investment Trust	56.81	45.67	-19.60%	2.50%	1.00%	1.00%
Pakistan Capital Market Fund	0.64	0.53	-17.19%	4.00%	Nil	3.00%
Pakistan Int'l Islamic Fund	0.70	0.54	-22.86%	*	**	***
Pakistan Stock Market Fund	2.12	1.52	-28.30%	4.00%	Nil	2.00%
United Composite Islamic Fund	0.968	0.670	-30.79%	2.50%	Nil	3.00%
United Stock Adv. Fund	2.126	1.076	-49.39%	2.50%	Nil	3.00%
UTP - A30+ Fund	0.124	0.070	-43.55%	2.00%	Nil	1.50%
JS - Fund of Funds	0.997	0.866	-13.14%	3.00%	Nil	1.00%
UTP (Balanced Fund)	4.065	3.100	-23.74%	3.00%	Nil	2.00%
JS Aggr Asset Alloc Fund	0.316	0.199	-37.03%	3.00%	Nil	3.00%
UTP Islamic Fund	0.481	0.342	-28.90%	3.00%	5.00%	3.00%
JS-CPF I	0.954	0.933	-2.20%	3.00%	5.00%	1.25%
JS-CPF II	1.582	1.578	-0.25%	2.00%	3.00%	1.50%
JS-CPF III	1.386	1.389	0.22%	2.00%	3.00%	1.50%
JS-CPF IV	0.768	0.735	-4.30%	3.50%	5.00%	1.75%

Source: IGI Fund Select

Load

- 0.25% if redeemed within 2 month
- If redeem within a year and 1% if redeem in the 2nd year of investment and 1% if redeem in the 3rd year of investment and after that no load
- 0.5% if redeemed within 15 days
- If redeem within 6 month and after that .5% load
- Back end load charge on Growth fund: 1 yr 3%, yr 2 2% and yr 1%
- 0.5% if redeemed within 15 days
- Only for seed investors
- If redeem within a year and 1% if redeem in the 2nd year of investment and .5% if redeem in the 3rd year of investment and after that no load
- 1% Front End load on Income Fund, No. load on Growth
- No Back End load on Income, and on Growth, if redeem < 6 month 1% if redeem = 1 year 0.5%, after that no load
- Type A 2.5% and Type B, C and D None
- Type A None and B, C, D: 1 yr 3%, yr 2 2% and yr 3 1%
- Type A & B: 3% and Type C&D: 2%

IGI

Investment Bank

I, **Tahir Hussein Ali**, hereby certify that the views expressed in this research report accurately reflect my personal views about the subject, securities and issuers. I also certify that no part of my compensation was, is, or will be, directly or indirectly, relates to the specific recommendations or views expressed in this research report.

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