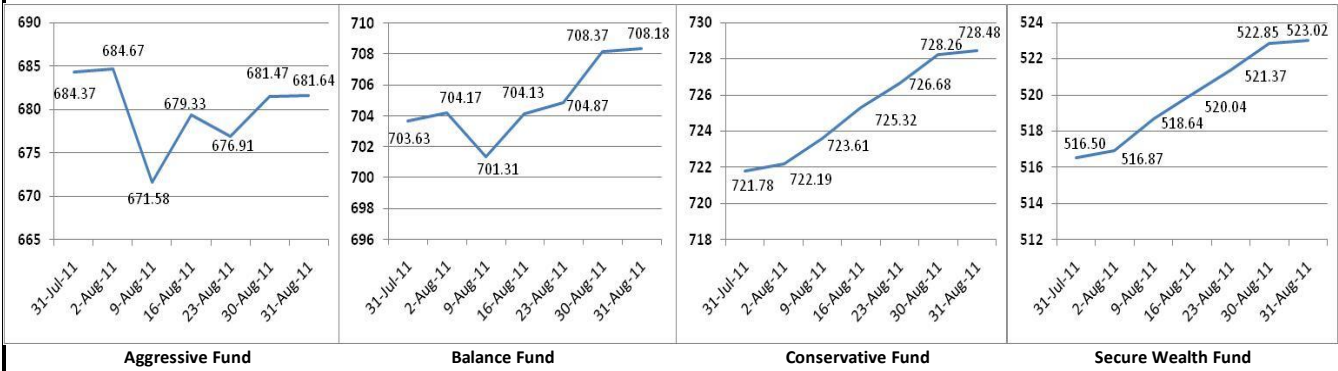
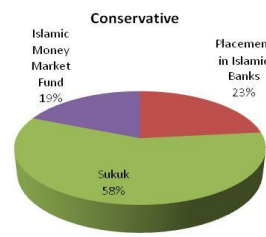
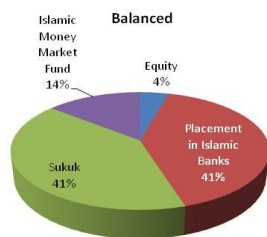
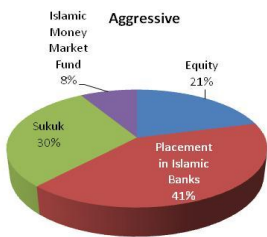




Performance of Pak-Qatar Unit Fund as at 31st August 2011



		PAK-QATAR UNIT FUND			
		Aggressive	Balanced	Conservative	Secure Wealth
Net Asset Value (NAV) at inception		500.00	500.00	500.00	500.00
Inception Date		09-Apr-08			26-Apr-11
Net Asset Value (NAV) at beginning of year	31-Dec-10	659.95	663.45	676.07	-
NAV as at	31-Aug-11	681.64	708.37	728.48	523.02
Assets Under Management	31-Aug-11	73,474,614	561,109,667	23,558,237	26,608,166
Return since beginning of year (annualized) net of IMC		3.44%	8.67%	10.14%	-
Return since inception of the fund (annualized) net of IMC		9.20%	10.78%	11.96%	11.73%



Commentary

Money market situation

SBP conducted two T Bill Auctions during the month. The total target for the auction was set at PKR 260 billion. The latest cut off yields are 13.0697%, 13.2787% and 13.3768% for 3, 6 and 12 months respectively as compared to 13.5313%, 13.7815% and 13.9204% (previous cut off). The yield curve shows a downward trend after the discount rate cut in the previous month. This is ironic considering that inflation increased at 13.77% as compared to 13.13% year on year in the previous month. It is expected that the Central Bank will further reduce the discount rate at the end of September. KIBOR remained flat for the month of August with minor day to day fluctuations.

Equity market situation

The Equity Market decreased by 1,120 points or 9.19% for the month of August with average volumes falling further to 49 million from 55 million. The global equities have been going through one of their toughest selling through a number of economic issues prevailing in the developed world i.e. US and Euro zone, with respect to ballooning of their overall debts attached with big question mark on their repayments, resulting in back to back rating downgrades and the ultimate impact on the biggest world currencies i.e. USD and Euro. By and large the local bourse followed the meltdown of the Global markets which plummeted in the first week of August as S&P slashed the rating of the US after increase in the debt ceiling. The political scenario further exacerbated investor's sentiments and law and order situation deteriorated in Karachi which eventually resulted in targeted operation in the troubled areas of the city. The largest day fall for the month was 471 points on the 5th of August. Foreigners offloaded equities in excess of PKR 990 million; however the biggest sellers were Banks and DFIs who offloaded in excess of PKR 1.3 billion. Individuals were the biggest buyers for the month of August and purchased in excess of PKR 1.5 billion

Participant Investment Fund and Secure Wealth Fund

Due to the decline of the Equity Market, return for Balanced fund, especially Aggressive fund were low. The monthly return on an annualized basis were -6.2%, 6.43%, 9.43% and 13.36% for Aggressive, Balanced, Conservative and Secure Wealth respectively (net of 1.5% IMC). Currently the Equity market is undervalued as compared to the results being announced by the underlying companies listed on the KSE 100

Past performance is not indicative of future performance. Market volatility can significantly affect short-term performance. The value of investment can fall as well as rise.