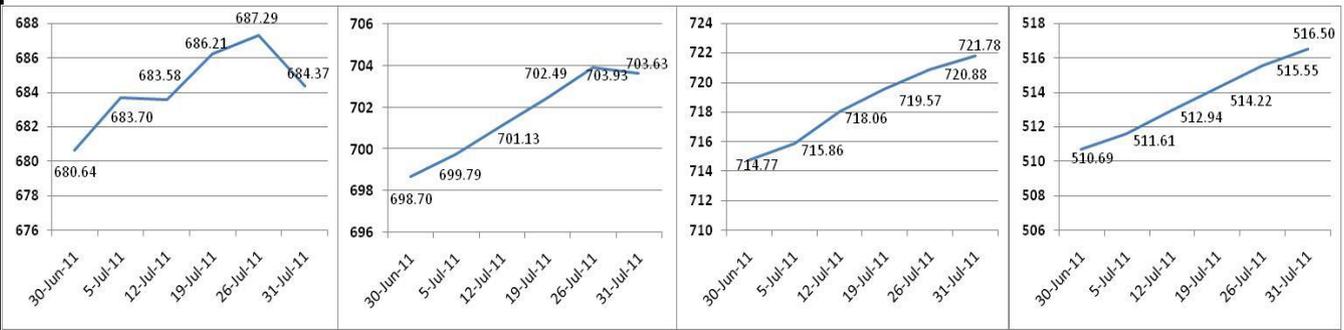
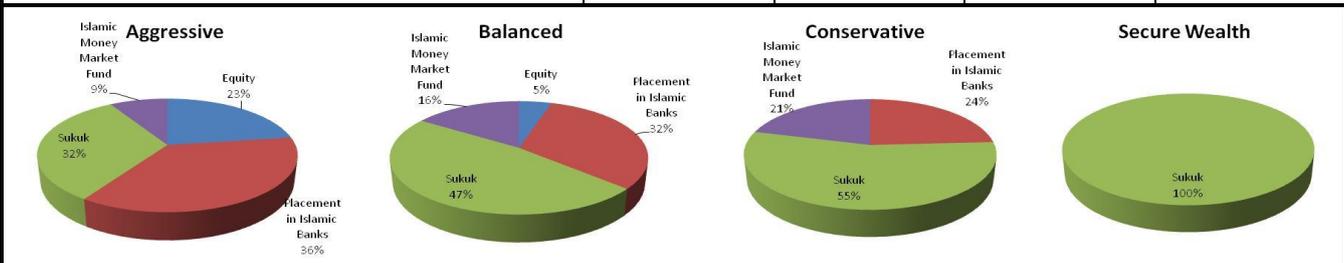




Performance of Pak-Qatar Unit Fund as at 31st July 2011



	Aggressive Fund	Balance Fund	Conservative Fund	Secure Wealth Fund
PAK-QATAR UNIT FUND				
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-Jul-11	684.37	703.63	721.78
Assets Under Management	31-Jul-11	70,367,354	529,728,899	21,115,628
Return since beginning of year (annualized) net of IMC		4.87%	8.93%	10.14%
Return since inception of the fund (annualized) net of IMC		9.64%	10.81%	11.90%



Commentary

Money market situation

Overnight rates were in excess of 13.5% for the month of July, where the money market remained high. The SBP conducted 6 OMOs where liquidity was injected on all six occasions. The SBP in its most recent Monetary Policy decreased the discount rate by 50 bps to 13.5%. According to SBP, the viewpoint on inflation was the input crucial determinant for the cut in the discount rate. The Central Bank expects inflation to vary between 11 - 12%. Moreover, the SBP cited government's dedication to keep borrowing from the central bank within limits as another key factor.

Equity market situation

The Equity Market declined by 306 points in the month of July to close at 12,190 points with foreigners being the net sellers for USD 30 million. Volumes remained low at 55 million shares, a decline from 75 million in June. The market did not succeed to prompt a sustained rally despite the commencement of corporate results season and robust earnings. The political front was very vibrant throughout July, with several positives and negatives among the judiciary, the government and allied parties. On the macroeconomic aspect, the country observed major set-backs, first and foremost being the resignation of the SBP governor along with the misstatement of the FBR chief with the revenue collection fiasco, both events appeared to have led to a standstill in the discussion between the government and the donor agencies. The government retired a large chunk of debt owed to the SBP, prompting SBP to lead to a discount rate cut which is an unexpected positive for the market.

Participant Investment Fund and Secure Wealth Fund

Return on the funds based on the equity market remained low as did the KSE 100. Diversification via sukuks, money market instruments helped stabilize returns for the month. Secure Wealth and Conservative performed reasonably well, going forward we expect the returns to increase as prices of sovereign sukuks will increase in the short term. It is also possible that capital gains are booked to decrease exposure to certain issues of sukuks.

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.