

VISION / MISSION / VALUES

OUR VISION

Enabling people to advance with confidence and success.

OUR MISSION

To make our Investor(s) prosper, our staff excel and create value for our stakeholders.

OUR VALUES

Our values are based upon the fundamental principles that define our culture and are brought to life in our attitude and behavior. It is our values that make us unique and stem from five basic principles

- **Excellence**

The markets in which we operate are becoming increasingly competitive and our investors now have an abundance of choice. Only through being the very best - in terms of the service we offer, our product and premises - can we hope to be successful and grow.

- **Integrity**

We are an Asset Management Company in Pakistan and our success depends upon the performance of the Fund(s) which are under management and our investors and society in general expects us to possess an steadfastly adhere to high moral principle and professional standards.

- **Customer Focus**

We need to understand fully the need of our investors and to adopt our product and services to meet these. We must strive always to put the satisfaction of our investors first.

- **Meritocracy**

We believe in giving opportunities and advantage to our employees on the basis of their ability. We believe in rewarding achievement and in providing first class career opportunities for all.

- **Progressiveness**

We believe in the advancement of society through the adoption of enlightened working practice, innovative new products and processes and a spirit of enterprise.

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CORPORATE INFORMATION

Management Company
HBL Asset Management Limited.

Board of Directors

Chairman	Mr. R. Zakir Mahmood	(Non-Executive Director)
Chief Executive Officer	Mr. Shahid Ghaffar	(Executive Director)
Directors	Mr. Sohail Malik	(Non-Executive Director)
	Mr. Abid Sattar	(Non-Executive Director)
	Mr. Towfiq Habib Chinoy	(Independent Non-Executive Director)
	Ms. Sadia Khan	(Independent Non-Executive Director)

Audit Committee

Chairperson	Ms. Sadia Khan	(Independent Non-Executive Director)
Members	Mr. Sohail Malik	(Non-Executive Director)
	Mr. Abid Sattar	(Non-Executive Director)

Human Resource Committee

Chairman	Mr. Towfiq Habib Chinoy	(Independent Non-Executive Director)
Members	Mr. Shahid Ghaffar	(Chief Executive)
	Mr. Abid Sattar	(Non-Executive Director)

Company Secretary

Mr. Rehan N. Shaikh

Chief Financial Officer

Mr. Noman Ahmed Soomro

Fund Manager

Ms. Uzma Khan

External Auditors

A.F.Ferguson & Co., Chartered Accountants,
State Life Building No.1-C, I.I Chundrigar Road,
P.O.Box 4716, Karachi.

Internal Auditors

Ford Rhodes Sidat Hyder & Co., Chartered Accountants,
Progressive Plaza, Beaumont Road,
P.O.Box No. 15541, Karachi 75530.

Trustee

Central Depository Company of Pakistan Limited (CDC)
CDC House, 99- B, Block "B", S.M.C.H.S, Main Shahra-e-Faisal, Karachi

Legal Advisors

Mandviwalla & Zafar, Advocates and Legal Consultants,
Mandviwalla Chambers, C-15, Block 2, Clifton, Karachi.

Bankers

Habib Bank Limited
Bank Al-Habib Limited
MCB Bank Limited
JSB Bank Limited
The Bank of Punjab
Standard Chartered Bank (Pakistan) Limited
Habib Metropolitan Bank Limited

Website

www.hblasasset.com

Head Office

8B, 8th Floor, Executive Tower, Dolmen City,
Block 4, Clifton, Karachi.

Registered Office

8B, 8th Floor, Executive Tower, Dolmen City,
Block 4, Clifton, Karachi.

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

The Board of Directors of HBL Asset Management Limited is pleased to present the third Annual Report of HBL Stock Fund (the Fund) for the year ended June 30, 2010.

Market Review

During the year under review the stock market was mostly bullish. The KSE - 100 index which was 7,162 points at the beginning of July 2009 touched its highest level of 10,731 points during the year and closed at 9,721 points at June 30, 2010. On year on year basis the KSE - 100 index improved by 36%. The improvement in KSE - 100 index can be attributed to several factors such as reduction in discount rate by 150 bps (1.5%), reduction in NSS rates, release of tranche by IMF and consistent buying by foreign investors in spite of sales by local investors. The stock market did show some nervousness in May and June 2010 mainly on account of imposition of capital gain tax and absence of any leverage product. The average monthly turnover of the exchange was 1.603 billion shares against 2.556 billion shares last year.

Fund's Performance

The total and net income of the Fund was Rs 255.42 million and Rs 193.31 million respectively for the year ended June 30, 2010. The Net Asset Value (NAV) per Unit of the Fund was Rs 76.18 per Unit as of July 1, 2009. The NAV of the Fund gradually increased and was Rs 91.05 per Unit as on June 30, 2010. The Fund declared dividend / bonus of Rs 10.00 per Unit. This along with appreciation in Unit price gave an annualized return of 19.52% for the year ended June 30, 2010 as against negative return of 17.80% in the previous year. During the same period KSE - 100 index gave a return of 36%. The size of the Fund as on June 30, 2010 was Rs 1.59 billion.

The Fund declared bonus of Rs 10.00 per Unit for Class - A and Class - B Units and cash dividend of Rs 10.00 per Unit for Class - C Units against nil dividend last year. The Ex-Dividend price of the Unit was Rs 81.05.

Rating Update

The JCR-VIS Credit Rating Company Limited (JCR-VIS) has upgraded asset manager rating to "AM3+" of the Management Company.

JCR-VIS has assigned one year Fund Performance Ranking at "MFR 3-Star" and two year Fund Performance Ranking at "MFR 4-Star" to the Fund.

Auditors

The present auditors, Messrs A. F. Ferguson & Co., Chartered Accountants, retire and, being eligible, offer themselves for re-appointment.

Pattern of Unit-holders

The pattern of Unit-holding as on June 30, 2010 is given in note 21 to the financial statements.

Directors' Statement in Compliance with Code of Corporate Governance

This part of the Directors' report to unit-holders is given as required under section 236 of the Companies Ordinance 1984:

1. The financial statements, prepared by the management company of HBL Stock Fund, present fairly the state of affairs of the Fund, the result of its operations, cash flows and statement of movement in unit holders' funds.
2. Proper books of account of HBL Stock Fund have been maintained.
3. Appropriate accounting policies have been consistently applied in preparation of financial statements. Accounting estimates are based on reasonable and prudent judgment.
4. International Accounting Standards, as applicable in Pakistan, have been followed in preparation of the financial statements.
5. The system of internal control is sound in design and has been effectively implemented and monitored.

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

6. There are no significant doubts upon HBL Stock Fund's ability to continue as a going concern.
7. There has been no material departure from the best practices of Corporate Governance, as detailed in the listing regulations.
8. A summary of key financial data/performance table is annexed.
9. The Board of Directors of HBL Asset Management Limited held six meetings during the year under review. The attendance of all directors is appended below:

Sr. #	Names of Directors	Attendances
1.	Mr. R. Zakir Mahmood	5
2.	Mr. Shahid Ghaffar	6
3.	Mr. Sohail Malik	6
4.	Mr. Abid Sattar	6
5.	Mr. Towfiq H. Chinoy	3
6.	Ms. Sadia Khan	5

Acknowledgement

The Board takes this opportunity to thank its valued unit-holders for their confidence and patronage. It would like to place on record its appreciation for the help and guidance provided by Securities & Exchange Commission of Pakistan, Central Depository Company of Pakistan as Trustee, the Lahore Stock Exchange and State Bank of Pakistan.

The Board also wishes to place on record its appreciation for the hard work and dedication shown by the staff.

On behalf of the Board of
HBL Asset Management Limited

R. Zakir Mahmood

Chairman

Date: September 16, 2010

Place: Karachi

FUND MANAGER REPORT

Type and Category of Fund

Open end Equity Fund

Investment Objective and Accomplishment of Objective

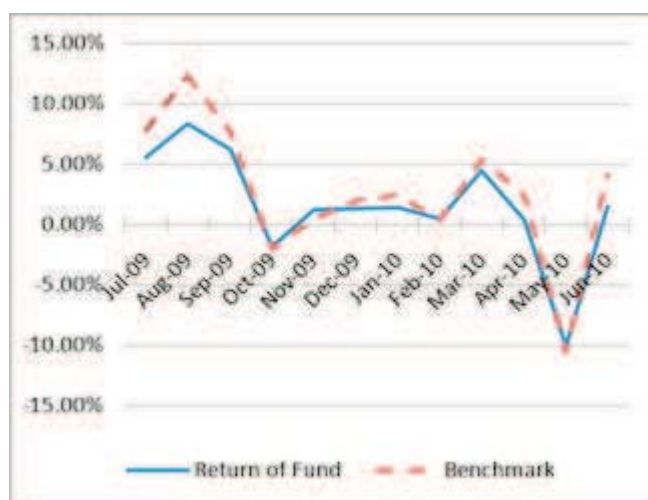
The investment objective of the Fund is to provide long term capital growth by investing primarily in a diversified pool of equities and equity related instruments. The objective of the Fund has been achieved.

Benchmark and Performance Comparison with Benchmark

The Fund's benchmark is KSE-100 Index.

The comparison of the fund with benchmark is given below:

Month	Benchmark	Return of Fund
July 09	7.80%	5.64%
August 09	12.37%	8.40%
September 09	7.77%	6.26%
October 09	-2.04%	-1.86%
November 09	0.51%	1.26%
December 09	1.96%	1.29%
January 10	2.42%	1.41%
February 10	0.45%	0.51%
March 10	5.39%	4.49%
April 10	2.45%	0.38%
May 10	-10.56%	-10.10%
June 10	4.24%	1.52%

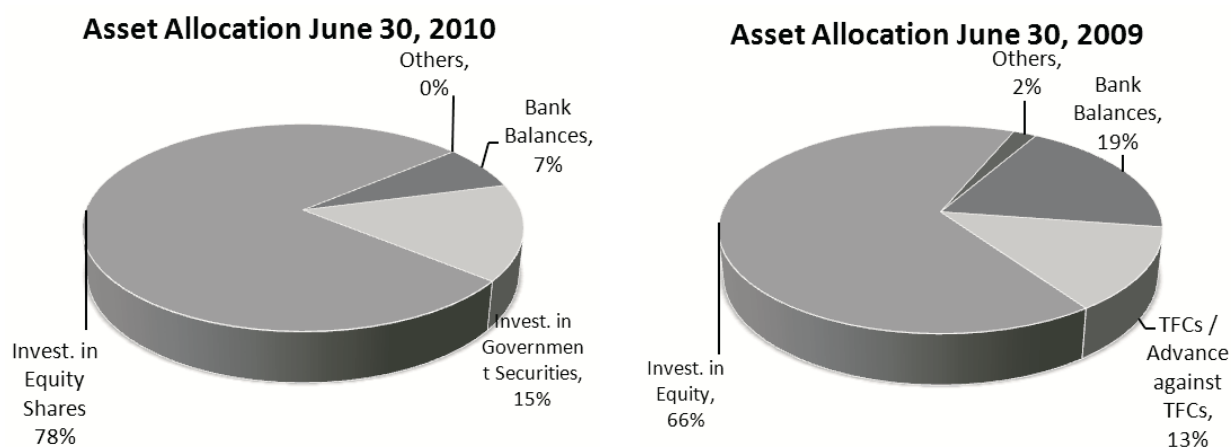


Strategies and Policies employed during the Year

During the year under review, the Fund increased its exposure in equity from 66% in June 2009 to around 76% in July 2009. The exposure was increased gradually to 85% by May-2010. However, it was again reduced in June 2010 to 78%. During the year under review, the Fund increased its exposure in Chemicals, Banks and Electricity sectors.

FUND MANAGER REPORT

Asset Allocation



Significant Changes in Asset Allocation during the Year

Following table shows comparison of sector wise allocation of equity investments of Fund at June 30, 2009 and June 30, 2010:

Sector Name	As on Jun 2010	As on Jun 2009
Oil & Gas	28%	27%
Chemicals	18%	15%
Banks	14%	10%
Electricity	8%	5%
Others	10%	9%
Total	78%	66%

Fund Performance

The Fund earned net profit of Rs 193.307 million during the year under review. The Net Asset Value per unit of the Fund increased from Rs 76.18 as on July 1, 2009 to Rs 93.32 as on December 31, 2009. However, thereafter the NAV of the Fund witnessed minor dip and it was Rs 91.05 per unit as on June 30, 2010, showing an annualized return of 19.52%. During the same period benchmark KSE 100 Index increased by 35.74%. The size of the fund increased from Rs.1,410 million as on June 30, 2009 to Rs 1,589 million as on June 30, 2010.

Review of Market invested in

The stock market showed massive recovery during the year under review. The KSE 100 index gained from 7,162 points as on the beginning of July 2009 to as high as 10,731 points or by 49.83% by April 20, 2010. The market, however, after touching its highest level showed reasonable correction subsequently and was 9,131 points as on June 14, 2010. The market showed some improvement afterwards and was 9,721 points as on June 30, 2010. On year to year basis the KSE - 100 Index increased by 35.74%.

FUND MANAGER REPORT

Distribution

The fund paid a dividend of Rs 10 per unit.

Significant Changes in the State of Affairs

There were no significant changes in the state of affairs during the year under review.

Breakdown of Unit Holding by Size

From – To (No. of units)	No. of Unit Holders	Total No. of Units Held
1 – 100	17	1,070
101 – 500	19	5,525
501 – 1,000	4	2,602
1,001 – 10,000	28	82,727
10,001 – 100,000	4	150,564
100,001 – 500,000	2	518,689
500,001 – 1,000,000	0	0
1,000,001 – 5,000,000	1	2,653,290
5,000,001 and above	1	14,033,090
Total	76	17,447,557

Unit Splits

There were no unit splits during the year.

Circumstances materially affecting the Interest of Unit Holders

Investments are subject to market risk.

Soft Commission

The Management Company from time to time receives research reports and presentations from brokerage houses.

PERFORMANCE TABLE

	For the year ended June 30,2010	For the year ended June 30,2009	For the period from November 08, 2007 to June 30,2008
NET ASSETS AND PRICES			
Net assets at the year/ period end (Rs '000)	1,588,534	1,409,511	1,775,166
Net asset value per unit at the period end (Rs)	91.05	76.18	98.53
Selling price per unit at the period end (Rs)	93.33	78.08	100.99
Repurchase price per unit at the period end (Rs)	91.05	76.18	98.53
Earnings per unit (Rs) - (note 3.12)	-	-	-
Highest selling price per unit (Rs)	105.40	92.62	115.73
Lowest selling price per unit (Rs)	80.20	58.40	96.29
Highest repurchase price per unit (Rs)	102.83	90.36	112.91
Lowest repurchase price per unit (Rs)	78.24	56.98	93.94
RETURN (%)			
Total return	19.52	(17.80)	(1.76)
Income distribution	13.13	-	7.02
Capital growth	6.39	(17.80)	(8.78)
DISTRIBUTION			
Final dividend distribution	10.00	-	5.85
AVERAGE RETURNS (%)			
Average annual return	19.52	(17.80)	(1.76)
Average annual return since inception	(1.64)	(13.30)	(1.76)

Disclaimer:

Past performance is not necessarily indicative of future performance and unit prices and investment returns may go down, as well as up.

TRUSTEE REPORT TO THE UNIT HOLDERS

HBL STOCK FUND

Report of the Trustee pursuant to Regulation 41(h) and Clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

The HBL Stock Fund (the Fund), an open-end fund was established under a trust deed dated August 09, 2007, executed between HBL Asset Management Limited, as the Management Company and Central Depository Company of Pakistan Limited, as the Trustee.

In our opinion, the Management Company has in all material respects managed the Fund during the year ended June 30, 2010 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Muhammad Hanif Jakhura

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, September 20, 2010

STATEMENT OF COMPLIANCE WITH THE CODE OF CORPORATE GOVERNANCE FOR THE YEAR ENDED JUNE 30, 2010.

This statement is being presented to comply with the Code of Corporate Governance contained in Chapter XI of Listing Regulations of the Lahore Stock Exchange for the purpose of establishing a framework of good Governance, whereby a listed Company is managed in compliance with the best practice of corporate governance.

HBL Asset Management Limited, the Management Company, is not listed and hence, the Code is not applicable to it. However, HBL Stock Fund (the Fund) being listed at the Lahore Stock Exchange comes under the ambit of the Code. The Fund, being a unit trust scheme, does not have its own Board. The Board of Directors of the Management Company manages the affairs of the Fund and has appointed the Chief Executive Officer (CEO), Chief Financial Officer (CFO) and the Company Secretary of the Management Company and other necessary personnel to manage its affairs.

HBL Stock Fund is an open ended mutual fund and was listed on Lahore Stock Exchange on September 7, 2007. The units of the Fund have been offered for public subscription on a continuous basis from August 29, 2007.

The Management Company has applied the principles contained in the Code in the following manner:

1. The Management Company encourages representation of independent non-executive directors. As on June 30, 2010 the Board consists of six directors with five non-executive directors including two independent directors. The Management Company is not listed on any stock exchange and therefore does not have minority interest.
2. The directors have verbally confirmed that none of them is serving as a director in more than ten listed companies.
3. All the resident directors of the Management Company are registered as taxpayers and none of them has defaulted in payment of any loan to a banking company, a DFI or an NBFIs, being a member of a stock exchange, has been declared as a defaulter by that stock exchange.
4. No casual vacancies occurred in the Board during the year ended June 30, 2010.
5. The Company has adopted a "Code of Business Ethics and Business Practices", which has been acknowledged by all the Directors and distributed to employees of the company.
6. The Board has developed a vision/mission statement, over all corporate strategy and certain new significant policies of the company. A complete record of the particulars along with the dates on which they were approved or amended has been maintained.
7. All the powers of the Board have been duly exercised and decisions on material transactions, including appointment and determination of remuneration and terms and conditions of employment of the CEO, have been taken by the Board.
8. The meetings of the Board were presided over by the Chairman, when present and the Board met six times during the year. Written notices of the Board meetings, along with agenda and working papers, were circulated at least seven days before the meetings. The minutes of the meetings were appropriately recorded and circulated.
9. All the members of the Board are well aware of operations of the fund and the Management Company, therefore no orientation courses were arranged during the year ended June 30, 2010.
10. The Board has approved the appointment of CFO and Company Secretary including their remuneration and term and conditions of employment as determined by the CEO.
11. Directors Report for the year ended June 30, 2010 has been prepared in compliance with the requirements of the Code and fully describes the salient matters required to be disclosed.
12. The financial statements of the Fund were duly endorsed by CEO and CFO before approval of the Board.
13. The Directors, CEO and Executives do not hold units of the Fund other than those disclosed in notes 18 to the financial statements "Transactions with Connected Persons".
14. The Company has complied with the corporate and financial reporting requirements of the Code.

**STATEMENT OF COMPLIANCE WITH THE CODE OF CORPORATE GOVERNANCE
FOR THE YEAR ENDED JUNE 30, 2010.**

15. The Board has formed an Audit Committee. It comprises of three members, all of whom are non-executive directors.
16. The meetings of the audit committee were held atleast once every quarter prior to approval of interim and final results of the Fund, as required by the Code.
17. The company has outsourced its internal audit function to a reputable firm of Chartered Accountants who is considered suitably qualified and experienced for the purpose.
18. The Statutory Auditors of the fund have confirmed that they have been given a satisfactory rating under the quality control review program of the Institute of Chartered Accountants of Pakistan, that they or any of the partners of the firm, their spouse and minor children do not hold units of the Fund and that the firm and all its partners are in compliance with the International Federation of Accountants (IFAC) guidelines on Code of Ethics as adopted by the Institute of Chartered Accountants of Pakistan.
19. The related party transactions have been placed before the audit committee and approved by the board of directors with necessary justification for non arm's length transactions, if any, and pricing methods for transactions that were made on terms equivalent to those that prevail in the arm's length transactions only if such terms can be substantiated.
20. The Statutory Auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Listing Regulations and the auditors have confirmed that they have observed IFAC guidelines in this regard.
21. We confirm that all other material principles contained in the Code have been complied with.

Shahid Ghaffar

Chief Executive Officer

Date: September 27, 2010

Place: Karachi

AUDITORS' REVIEW REPORT TO THE UNIT HOLDERS ON THE STATEMENT OF COMPLIANCE WITH THE BEST PRACTICES OF THE CODE OF CORPORATE GOVERNANCE

We have reviewed the Statement of Compliance with the best practices contained in the Code of Corporate Governance prepared by the Board of Directors of **HBL Asset Management Limited** (the Management Company) of **HBL Stock Fund** (the Fund) to comply with the Listing Regulation No. 35 (Chapter XI) of The Lahore Stock Exchange where the Fund is listed.

The responsibility for compliance with the Code of Corporate Governance is that of the Board of Directors of the Management Company of the Fund. Our responsibility is to review, to the extent where such compliance can be objectively verified, whether the Statement of Compliance reflects the status of the Management Company's compliance with the provisions of the Code of Corporate Governance and report if it does not. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the Code.

As part of our audit of the financial statements, we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We have not carried out any special review of the internal control system to enable us to express an opinion as to whether the Board's statement on internal control covers all controls and the effectiveness of such internal controls.

Sub-Regulation (xiii a) of Listing Regulation No. 35 notified by The Lahore Stock Exchange (Guarantee) Limited requires the company to place before the Board of Directors for their consideration and approval related party transactions distinguishing between transactions carried out on terms equivalent to those that prevail in arm's length transactions and transactions which are not executed at arm's length price recording proper justification for using such alternate pricing mechanism. Further, all such transactions are also required to be separately placed before the audit committee. We are only required and have ensured compliance of the above requirements to the extent of approval of related party transactions by the Board of Directors and placement of such transactions before the audit committee. We have not carried out any procedures to determine whether the related party transactions were undertaken at arm's length prices or not.

Based on our review, nothing has come to our attention, which causes us to believe that the Statement of Compliance does not appropriately reflect the status of the Management Company's compliance, in all material respects, with the best practices contained in the Code of Corporate Governance as applicable to the Fund for the year ended June 30, 2010.

A. F. Ferguson & Co.
Chartered Accountants
Karachi

Dated: October 6, 2010

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS

We have audited the accompanying financial statements of **HBL Stock Fund**, which comprise the statement of assets and liabilities as at June 30, 2010, and the related income statement, distribution statement, cash flow statement and statement of movement in unit holders' funds for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management Company's responsibility for the financial statements

The Management Company of the Fund is responsible for the preparation and fair presentation of these financial statements in accordance with the approved accounting standards as applicable in Pakistan. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the auditing standards as applicable in Pakistan. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial Statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion the financial statements give a true and fair view of the state of the Fund's affairs as at June 30, 2010 and of its financial performance, cash flows and transactions for the year then ended in accordance with approved accounting standards as applicable in Pakistan.

Other matters

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Trust Deed and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

A. F. Ferguson & Co.

Chartered Accountants

Engagement Partner: Salman Hussain

Dated: September 27, 2010

Place: Karachi

HBL STOCK FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT JUNE 30, 2010

	Note	2010	2009
		Rupees in '000	
Assets			
Bank balances	4	117,064	269,995
Investments	5	1,481,729	1,113,644
Dividend and profit receivable	6	3,985	19,872
Preliminary expenses and floatation costs	7	492	719
Advances, deposits, prepayments and other receivables	8	2,709	13,664
Total assets		1,605,979	1,417,894
Liabilities			
Payable to HBL Asset Management Limited - Management Company	9	8,863	6,565
Payable to Central Depository Company of Pakistan Limited - Trustee	10	442	197
Payable to Securities and Exchange Commission of Pakistan - Annual fee	11	1,592	1,358
Accrued expenses and other liabilities	12	6,548	263
Total liabilities		17,445	8,383
Net assets		1,588,534	1,409,511
Unit holders' fund (as per statement attached)		1,588,534	1,409,511
Contingencies and Commitments	13		
Number of units			
Number of units in issue		17,447,558	18,502,424
Rupees Rupees			
Net asset value per unit		91.05	76.18

The annexed notes 1 to 29 form an integral part of these financial statements.

For HBL Asset Management Limited
(Management Company)

Chief Executive

Director

HBL STOCK FUND
INCOME STATEMENT
FOR THE YEAR ENDED JUNE 30, 2010

	Note	For the year ended June 30, 2010	For the year ended June 30, 2009
Rupees in '000			
Income			
Dividend income		83,611	61,146
Income from Continuous Funding System (CFS) transactions		-	2,772
Profit on bank deposits	14	7,651	40,558
Income from Term Finance Certificates		5,496	37,065
Income from reverse repurchase and other money market transactions		-	255
Income from Treasury Bills		27,396	933
Capital gain on sale of investments - net		190,324	123,692
		314,478	266,421
Unrealised (diminution) / appreciation in value of investments at fair value through profit or loss - net	5.7	(20,746)	4,612
Impairment loss on investments classified as 'available for sale'	5.6	(21,344)	(746,763)
Provision in respect of advance against subscription towards issue of Term Finance Certificates	8.1	(6,250)	(18,750)
		266,138	(494,480)
Expenses			
Remuneration of HBL Asset Management Limited - Management Company	9.1	50,268	41,918
Remuneration of Central Depository Company of Pakistan Limited - Trustee	10.1	2,675	2,397
Annual fee - Securities and Exchange Commission of Pakistan	11.1	1,592	1,358
Securities transaction cost		2,417	884
Legal and Professional Charges		96	-
Auditors' remuneration	15	321	414
Settlement and bank charges		361	118
Amortisation of preliminary expenses and floatation costs	7.1	227	227
Provision for Workers' Welfare Fund	16	3,948	-
Other expenses		205	45
		62,110	47,361
Net income / (loss) from operating activities		204,028	(541,841)
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed		(10,721)	3,234
Net income / (loss) for the year before taxation		193,307	(538,607)
Taxation	3.7	-	-
Net income / (loss) for the year after taxation		193,307	(538,607)
OTHER COMPREHENSIVE INCOME			
Element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed amount representing income / (loss) that form part of unit holders' fund		30,184	8,279
Net unrealised appreciation during the year in market value of securities classified as available for sale	5.8	78,974	224,999
Total comprehensive income / (loss) for the year - net		302,465	(305,329)
Earnings per unit (EPU)	3.12		

The annexed notes 1 to 29 form an integral part of these financial statements.

For HBL Asset Management Limited
(Management Company)

Chief Executive

Director

HBL STOCK FUND
DISTRIBUTION STATEMENT
FOR THE YEAR ENDED JUNE 30, 2010

	For the year ended June 30, 2010	For the year ended June 30, 2009
	Rupees in '000	
(Accumulated loss) / undistributed income brought forward - realised	(529,438)	106,285
Net income / (loss) for the year	193,307	(538,607)
Element of income / (losses) and capital gains / (losses) included in the price of units issued less those in units redeemed, amount representing income / (losses) that form part of the unit holders' fund	30,184	8,279
Final distribution for the year ended June 30, 2009 : Nil {(2008 : Rs. 5.85 per unit) (Date of Distribution : July 05, 2008)}		
- Cash distribution	-	(3,888)
- Bonus units: Nil (2008 : 1,095,238 units)	-	(101,507)
	-	(105,395)
	223,491	(635,723)
Accumulated loss carried forward - realised	<u>(305,947)</u>	<u>(529,438)</u>

The annexed notes 1 to 29 form an integral part of these financial statements.

For HBL Asset Management Limited
(Management Company)

Chief Executive

Director

HBL STOCK FUND
STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND
FOR THE YEAR ENDED JUNE 30, 2010

	Note	For the year ended June 30, 2010	For the year ended June 30, 2009
		Rupees in '000	
Net assets at the beginning of the year		1,409,511	1,775,166
Issue of 225,655 units (2009 : 336,572 units)		21,706	25,762
Redemption of 1,280,521 units (2009 : 945,529 units)		(125,685) (103,979)	(70,687) (44,925)
Element of (income) / losses and capital (gains) / losses included in prices of units issued less those in units redeemed			
- amount representing accrued (income)/ losses and capital (gains) / losses - transferred to Income Statement		10,721	(3,234)
- amount representing (income) / losses that form part of the Unit holder's fund - transferred to Distribution Statement		(30,184) (19,463)	(8,279) (11,513)
Net unrealised appreciation during the year in market value of securities classified as 'available for sale'- transferred from other comprehensive income	5.8	78,974	224,999
Capital gain on sale of investments - net		190,324	123,692
Net unrealised (diminution) / appreciation in value of investments 'at fair value through profit or loss' - net	5.7	(20,746)	4,612
Net element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - amount representing income / (loss) that form part of unit holders' fund		30,184	8,279
Net income for the year less distribution		23,729 223,491	(772,306) (635,723)
Distribution of bonus units: Nil (2008: 1,095,238 units)		-	101,507
Net assets as at the end of the year		1,588,534	1,409,511

The annexed notes 1 to 29 form an integral part of these financial statements.

For HBL Asset Management Limited
(Management Company)

Chief Executive

Director

HBL STOCK FUND
CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2010

	For the year ended June 30, 2010	For the year ended June 30, 2009
	Rupees in '000	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income / (loss) for the year	193,307	(538,607)
Adjustments for non-cash and other items:		
Unrealised diminution / (appreciation) in value of investments at fair value through profit or loss - net	20,746	(4,612)
Amortisation of preliminary expenses and floatation costs	227	227
Impairment loss on investments classified as 'available for sale'	21,344	746,763
Provision in respect of advance against subscription towards issue of Term Finance Certificates	6,250	18,750
Element of accrued (income) / losses and capital (gains) / losses included in prices of units issued less those in units redeemed	10,721	(3,234)
	<u>252,595</u>	<u>219,287</u>
(Increase) / Decrease in assets		
Receivable against Continuous Funding System (CFS) transactions	-	145,760
Investments - net	(331,201)	(356,449)
Dividend and profit receivable	15,887	420
Advances, deposits, prepayments and other receivables	4,705	2,523
	<u>(310,609)</u>	<u>(207,746)</u>
Increase/ (Decrease) in liabilities		
Payable to HBL Asset Management Limited - Management Company	2,298	(820)
Payable to Central Depository Company of Pakistan Limited - Trustee	245	(32)
Payable to Securities and Exchange Commission of Pakistan	234	(59)
Accrued expenses and other liabilities	6,285	(3,145)
	<u>9,062</u>	<u>(4,056)</u>
Net cash (used in) / generated from operating activities	<u>(48,952)</u>	<u>7,485</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net payments against redemption of units	(103,979)	(44,925)
Distributions paid	-	(3,888)
Net cash outflow on financing activities	<u>(103,979)</u>	<u>(48,813)</u>
Net decrease in cash and cash equivalents during the year	<u>(152,931)</u>	<u>(41,328)</u>
Cash and cash equivalents at the beginning of the year	269,995	311,323
Cash and cash equivalents at the end of the year	<u><u>117,064</u></u>	<u><u>269,995</u></u>

The annexed notes 1 to 29 form an integral part of these financial statements.

For HBL Asset Management Limited
(Management Company)

Chief Executive

Director

HBL STOCK FUND
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

1 LEGAL STATUS AND NATURE OF BUSINESS

HBL Stock Fund (the Fund) was established under a Trust Deed, dated August 09, 2007, executed between HBL Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited as the Trustee. The Fund was authorised by the Securities and Exchange Commission of Pakistan as a unit trust scheme on August 21, 2007.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 8B - 8th Floor, Executive Tower, Dolmen City, Block 4, Clifton, Karachi, Pakistan.

The Fund is an open end mutual fund and offers units for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering to the Fund. The Fund is listed on the Lahore Stock Exchange. The units of the Fund were initially offered for public subscription at par from August 29, 2007 to August 31, 2007.

The principal activity of the Fund is to provide long-term capital growth by investing primarily in a diversified pool of equities and equities related instruments.

JCR-VIS Credit Rating Agency (JCR-VIS) has assigned management quality rating of "AM3+" to the Management Company and one year Fund Performance Ranking at MFR 3-Star and two year Fund Performance Ranking at MFR-4 Star to the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRS, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

2.2 Changes in accounting policies and disclosures arising from standards, interpretations and amendments to published approved accounting standards that are effective in the current year

IAS 1 (Revised), 'Presentation of financial statements' (effective from January 1, 2009), was issued in September 2007. The revised standard prohibits the presentation of items of income and expenses (i.e., 'non-owner changes in equity') in the statement of changes in equity, requiring 'non-owner changes in equity' to be presented separately from owner changes in equity. All non-owner changes in equity are required to be shown in a performance statement, but entities can choose whether to present one performance statement (the statement of comprehensive income) or two statements (the income statement and statement of comprehensive income). Where entities restate or reclassify comparative information, they are required to present a restated statement of financial position as at the beginning comparative period, in addition to the current requirement to present statements of financial position at the end of the current period and comparative period.

The Fund has adopted IAS 1 (Revised) and has elected to present one performance statement. As a result the non-owner changes in equity which were previously credited directly in the statement of changes in equity are now shown as other comprehensive income in the performance statement (referred to as income statement in these financial statements). The adoption of the above standard has not affected the values of the net assets of the Fund for either the current or any of the prior periods and restated statement of assets and liabilities has not been presented. The adoption of this standard has resulted in increase in certain disclosures.

IFRS 7 (amendment) 'Financial instruments: Disclosures' (effective from January 1, 2009). The amendment requires enhanced disclosures about fair value measurement and liquidity risk. In particular, the amendment requires disclosure of fair value measurements by level of a fair value measurement hierarchy. The adoption of the amendment has resulted in certain additional disclosures but does not have an impact on the Fund's financial position or performance.

2.3 Other standards, interpretations and amendments to published approved accounting standards that are effective in the current year

2.3.1 The following new standards and amendments to existing standards are mandatory for the first time for the financial year beginning July 1, 2009:

IAS 32 (amendment), 'Financial instruments: Presentation', and IAS 1 (amendment), 'Presentation of financial statements – Puttable financial instruments and obligations arising on liquidation' (effective from January 1, 2009). The amended standards require entities to classify puttable financial instruments, or components of instruments that impose on the entity an obligation to deliver to another party a pro rata share of the Net assets of the entity only on liquidation as equity, provided the financial instruments have particular features and meet specific conditions, including that all financial instruments in the class of instruments that is subordinate to all other instruments have identical features. Keeping in view the requirements set out in the Non-Banking Finance Companies and Notified Entities Regulations, 2008 the adoption of this amendment did not impact the classification of units in the financial statements of the Fund.

IAS 39 (amendment), 'Financial instruments: Recognition and measurement' (effective from January 1, 2009). The amendment was part of the IASB's annual improvements project published in May 2008. The definition of financial asset or financial liability at fair value through profit or loss as it relates to items that are held for trading was amended. This clarifies that a financial asset or liability that is part of a portfolio of financial instruments managed together with evidence of an actual recent pattern of short-term profit taking is included in such a portfolio on initial recognition. The adoption of the amendment did not have a significant impact on the Fund's financial statements.

IAS 38 (Amendment), 'Intangible assets' (effective from January 1, 2009). The amended standard states that a prepayment may only be recognised in the event that payment has been made in advance of obtaining right of access of goods or receipt of services. This amendment is not expected to have a significant effect on the Fund's financial statements.

There are certain other standards, amendments and interpretations that were mandatory for accounting periods beginning on or after July 1, 2009 but were considered not to be relevant or did not have any significant effect on the Fund's operations and are therefore not detailed in these financial statements.

2.4 Standards, interpretations and amendments to published approved accounting standards that are not yet effective:

The following standards, amendments and interpretations to existing standards have been published but are not yet effective:

- a) IAS 7 (Amendment), 'Statement of Cash Flows' (effective from January 1, 2010). Amendment requires that only expenditures that result in a recognised asset in the statement of financial position can be classified as investing activities. The amendment is not expected to have any impact on the Fund's financial statements.
- b) IAS 24 'Related Party Disclosures' (revised) (effective from January 1, 2011). The revised standard simplifies the disclosure requirements for government-related entities and clarifies the definition of a related party.

There are certain other new standards, amendments and interpretations that are mandatory for accounting periods beginning on or after January 1, 2010 but are considered not to be relevant or to have any significant effect on the Fund's operations and are therefore not detailed in these financial statements.

2.5 Critical accounting estimates and judgments

The preparation of financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise their judgment in the process of applying the Fund's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience, including expectations of future events that are believed to be reasonable under the circumstances. The areas where various assumptions and estimates are significant to the Fund's financial statements or where judgment was exercised in application of accounting policies are as follows:

- i) Classification, valuation and impairment of investments (Note 3.3 and 5)
- ii) Amortisation of preliminary expenses and floatation costs (Note 3.6 and 7)
- iii) Provisions (Notes 3.6 and 8.1)

2.6 Accounting convention

These financial statements have been prepared under the historical cost convention except that certain investments have been carried at fair value.

2.7 Functional and Presentation Currency

These financial statements are presented in Pak Rupees, which is the Fund's functional and presentation currency.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented except as explained in note 2.2 and 2.3 to these financial statements.

3.1 Cash and cash equivalents

Cash and cash equivalents include demand deposits with banks, other short term highly liquid investments with original maturities of three months or less and bank overdrafts.

3.2 Financial assets

3.2.1 Classification

The Fund classifies its financial assets in the following categories: financial assets at fair value through profit or loss, available for sale investments and loans and receivables.

The management determines the appropriate classification of the investments made by the Fund in accordance with the requirements of International Accounting Standard (IAS) 39: 'Financial Instruments: Recognition and Measurement', at the time of purchase and re-evaluates this classification on a regular basis.

a) Financial assets at fair value through profit or loss

These are acquired principally for the purpose of generating profit from short-term fluctuations in prices.

b) Available for sale

These are intended to be held for an indefinite period of time and may be sold in response to needs for liquidity or changes in prices.

c) Loans and receivables

These are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

3.2.2 Regular way contracts

All purchases and sales of securities that require delivery within the time frame established by regulation or market convention are recognised at the trade date. Trade date is the date on which the Fund commits to purchase or sell assets.

3.2.3 Initial recognition and measurement

a) Financial assets at fair value through profit or loss

These investments initially recognised at fair value. Transaction costs are expensed in the Income Statement.

b) Available for sale investments and loans and receivables

These are initially recognised at fair value plus transaction costs that are directly attributable to the acquisition of such investments.

3.2.4 Subsequent measurement

Subsequent to initial recognition, financial assets designated by the management as at fair value through profit or loss and available for sale are valued as follows:

a) Basis of valuation of Government Securities

The investment of the Fund in Government Securities is valued on the basis of rates announced by the Financial Market Association.

b) Basis of valuation of Equity Securities

The investment of the Fund in equity securities is valued on the basis of quoted market prices available at the stock exchange.

Gains and losses arising from the difference between the carrying amount and the value determined in accordance with the criteria mentioned above in respect of financial assets at fair value through profit or loss are taken to the Income Statement.

Net gains and losses arising from the excess of value determined in accordance with the above mentioned criteria over the carrying amount in respect of available for sale financial assets are taken to other comprehensive income until the available for sale investment is derecognised. At this time, the cumulative gain or loss previously recognised in other comprehensive income is transferred to the Income Statement.

Loans and receivables

These are subsequently carried at amortised cost.

3.2.5 Impairment of financial assets

a) Equity Securities

The Fund assesses at each balance sheet date whether there is objective evidence that a financial asset classified as available for sale is impaired. If evidence of impairment exists, the cumulative loss recognised in other comprehensive income is removed and recognised in the Income Statement. Such impairment shall not be reversed through Income Statement.

b) Loans and receivables

For financial assets classified as 'loans and receivables', a provision for impairment is established when there is objective evidence that the Fund will not be able to collect all amounts due according to the original terms. The amount of the provision is the difference between the asset's carrying value and present value of estimated future cash outflows, discounted at the original effective interest rate.

3.2.6 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or where the Fund has transferred substantially all risks and rewards of ownership.

3.2.7 Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Statement of Assets and Liabilities when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis, or realise the assets and settle the liabilities simultaneously.

3.3 Financial liabilities

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. They are initially recognised at fair value and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expired.

3.4 Impairment

The carrying value of the Fund's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If such an indication exists, the asset's recoverable amount is estimated. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses are recognised in the Income Statement.

3.5 Preliminary expenses and floatation costs

Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund and include underwriting commission, commission to the bankers to the issue, brokerage paid to the members of the stock exchanges and other expenses. These costs are being amortised over a period of five years starting from the end of the initial offering period as per the requirements set out in the Trust Deed of the Fund.

3.6 Provisions

Provisions are recognised when the Fund has a present, legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

3.7 Taxation

No provision for taxation has been made as the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90 per cent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders. The Fund has not recorded a tax liability in respect of income relating to the current year as the management company has decided to distribute at least 90 per cent of the Fund's accounting income for the year as reduced by capital gains (whether realised or unrealised) to its unit holders.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

The Fund provides for deferred taxation using the balance sheet liability method on all major temporary differences between the amounts used for financial reporting purposes and amounts used for taxation purposes. In addition, the Fund also records deferred tax asset on unutilised tax losses to the extent that it is no longer probable that the related tax benefit will be realised. However, the Fund has not recognised any amount in respect of deferred tax in these financial statements as the Fund intends to continue availing the tax exemption in future years by distributing at least ninety percent of its accounting income for the year as reduced by capital gains, whether realised or unrealised, to its unit holders every year.

3.8 Accrued expenses

Accrued expenses are recognised initially at fair value and subsequently stated at amortised cost.

3.9 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the applications received by the distributors during business hours on that date. The offer price represents the net asset value per unit as of the close of the business day plus the allowable sales load, provision for transaction costs and any provision for duties and charges, if applicable. The sales load is payable to the investment facilitators, distributors and the Management Company. Transaction costs are recorded as the income of the Fund.

Units redeemed are recorded at the redemption price, applicable to units for which the distributors receive redemption requests during business hours of that day. The redemption price represents the net asset value per unit as of the close of the business day less any back-end load, any duties, taxes, charges on redemption and any provision for transaction costs, if applicable.

3.10 Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed

An equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' is created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption.

During the year the Fund has revised the methodology for recognition of element of income and capital gains included in the prices of units issued less those in units redeemed in the financial statements. As per the revised methodology element of income and capital gains included in the prices of units issued less those in units redeemed to the extent that it is represented by distributable income earned during the year is recognised in the income statement and the element of income and capital gains represented by distributable income carried forward from prior periods is included in the distribution statement. Previously, the Fund also used to recognise element of income and capital gains represented by unrealised appreciation in the value of available for sale securities in the distribution statement. The revised methodology, in the opinion of the management, would ensure that continuing unit holders' share of undistributed income remains unchanged on issue and redemption of units. The change did not have any impact on the net assets value (NAV) and the net income of the Fund. The effect of the change on the distributable income has been incorporated in the current period. Had the methodology not been changed, the distributable income as at June 30, 2010 would have been lower by Rs. 43.088 million.

3.11 Net Asset Value per unit

The Net Asset Value (NAV) per unit, as disclosed on the Statement of Assets and Liabilities, is calculated by dividing the net assets of the Fund by the number of units in circulation at the year end.

3.12 Earnings per unit (EPU)

Earnings per unit for the year ended June 30, 2010 has not been disclosed as in the opinion of the management, the determination of weighted average units for calculating earnings per unit is not practicable.

3.13 Revenue recognition

- Realised capital gains / (losses) arising on sale of investments are included in the Income Statement on the date at which the transaction takes place.
- Unrealised capital gains / (losses) arising on marking to market of investments classified as ' Financial assets at fair value through profit or loss ' are included in the Income Statement in the period in which they arise.
- Dividend income is recognised when the right to receive dividend is established i.e. on the date of book closure of the investee company / institution declaring the dividend.
- Profit on bank deposits is recognised on an accrual basis.
- Profit on investments is recognised on an accrual basis.

3.14 Proposed Distribution

Distributions declared subsequent to the balance sheet date are considered as non-adjusting events and are recognised in the financial statements in the period in which such distributions are declared.

	Note	2010	2009
		(Rupees in '000)	
4 BANK BALANCES			
Savings accounts		117,064	119,995
Term Deposits Receipts		-	150,000
		<u>117,064</u>	<u>269,995</u>
5 INVESTMENTS			
At fair value through profit or loss			
- Listed equity securities	5.1	139,536	70,428
Available for sale			
- Listed equity securities	5.2	1,109,165	865,293
- Term Finance Certificates and Sukuk Bonds- Unlisted	5.3	-	177,923
- Government securities	5.4	233,028	-
		<u>1,481,729</u>	<u>1,113,644</u>

5.1 Listed equity securities - at fair value through profit or loss
Shares of listed companies - fully paid up ordinary shares of Rs. 10 each unless stated otherwise

Name of the investee company	Number of Shares					Market Value at June 30, 2010	Market Value as a percentage of total investment	
	As at July 01, 2009	Purchases during the year	Bonus/ Rights issue	Sales during the year	As at June 30, 2010			
(Rupees in '000)								
Financial Services								
Arif Habib Securities Limited	131,050	63,000	-	194,050	-	-	-	
Jahangir Siddiqui Company Limited	217,500	221,800	-	439,300	-	-	-	
	<u>348,550</u>	<u>284,800</u>	<u>-</u>	<u>633,350</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Banks								
Arif Habib Bank Limited	-	25,000	-	25,000	-	-	-	
Bank Al-Falah Limited	2,343	624,876	-	427,219	200,000	1,892	0.13%	
MCB Bank Limited	25,800	402,775	14,807	326,882	116,500	22,623	1.53%	
National Bank of Pakistan	-	484,885	5,000	489,885	-	-	-	
NIB Bank Limited	97,000	-	-	97,000	-	-	-	
Samba Bank Limited	4,000	-	-	4,000	-	-	-	
United Bank Limited	-	296,440	-	296,440	-	-	-	
	<u>129,143</u>	<u>1,833,976</u>	<u>19,807</u>	<u>1,666,426</u>	<u>316,500</u>	<u>24,515</u>	<u>1.66%</u>	
Non-Life Insurance								
Adamjee Insurance Company Limited	14,000	227,072	5,500	176,072	70,500	5,632	0.38%	
	<u>14,000</u>	<u>227,072</u>	<u>5,500</u>	<u>176,072</u>	<u>70,500</u>	<u>5,632</u>	<u>0.38%</u>	
Personal Goods								
Azgard Nine Limited	-	201,538	-	201,538	-	-	-	
Nishat Mills Limited	-	117,500	21,150	138,650	-	-	-	
	<u>-</u>	<u>319,038</u>	<u>21,150</u>	<u>340,188</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Life Insurance								
New Jubilee Life Insurance Company Limited	5,000	-	-	5,000	-	-	-	
	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Construction and Materials								
D.G.Khan Cement Company Limited	-	30,000	-	30,000	-	-	-	
Lucky Cement Limited	-	255,591	-	255,591	-	-	-	
	<u>-</u>	<u>285,591</u>	<u>-</u>	<u>285,591</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Electricity								
The Hub Power Company Limited	-	331,814	-	331,814	-	-	-	
Kot Addu Power Company Limited	14,100	68,128	-	23,000	59,228	2,472	0.17%	
Nishat Chunian Power Limited	-	7,460	-	7,460	-	74	0.00%	
	<u>14,100</u>	<u>407,402</u>	<u>-</u>	<u>354,814</u>	<u>66,688</u>	<u>2,546</u>	<u>0.17%</u>	
Oil and Gas								
Attock Petroleum Limited	-	15,200	-	14,200	1,000	290	0.02%	
Attock Refinery Limited	43,400	263,400	-	176,800	130,000	10,473	0.71%	
Mari Gas Company Limited	-	20,500	-	20,500	-	-	-	
National Refinery Limited	10,100	99,045	-	109,145	-	-	-	
Oil and Gas Development Company Limited	-	371,800	-	371,800	-	-	-	
Pakistan Oilfields Limited	12,800	464,760	-	349,029	128,531	27,750	1.87%	
Pakistan Petroleum Limited	-	308,038	1,640	252,284	57,394	10,567	0.71%	
Pakistan Refinery Limited	23,500	10,000	-	33,500	-	-	-	
Pakistan State Oil Company Limited	69,900	532,366	-	435,266	167,000	43,453	2.93%	
Shall Pakistan Limited	-	11,345	-	11,345	-	-	-	
	<u>159,700</u>	<u>2,096,454</u>	<u>1,640</u>	<u>1,773,869</u>	<u>483,925</u>	<u>92,533</u>	<u>6.24%</u>	
Automobile and Parts								
Indus Motor Company Limited	-	12,537	-	12,537	-	-	-	
	<u>-</u>	<u>12,537</u>	<u>-</u>	<u>12,537</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Fixed Line Telecommunication								
Pakistan Telecommunication Company Limited A	-	283,401	-	283,401	-	-	-	
	<u>-</u>	<u>283,401</u>	<u>-</u>	<u>283,401</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Chemicals								
Dawood Herculux	-	4,880	-	4,880	-	-	-	
Engro Corporation Limited	197,500	624,486	9,863	797,630	34,219	5,940	0.40%	
Engro Polymer Chemicals Limited	167,000	-	36,630	33,800	169,830	1,705	0.12%	
Fauji Fertilizer Bin Qasim Limited	-	281,854	-	281,854	-	-	-	
Fauji Fertilizer Company Limited	2,170	99,491	-	61,661	40,000	4,123	0.28%	
ICI Pakistan Limited	-	89,063	-	67,622	21,441	2,542	0.17%	
Lotte Pakistan PTA Limited	-	25,000	-	25,000	-	-	-	
	<u>366,670</u>	<u>1,124,774</u>	<u>46,493</u>	<u>1,272,447</u>	<u>265,490</u>	<u>14,310</u>	<u>0.97%</u>	
	<u>1,037,163</u>	<u>1,875,045</u>	<u>94,590</u>	<u>6,803,695</u>	<u>1,203,103</u>	<u>139,536</u>	<u>9.42%</u>	
Cost of investment at June 30, 2010							<u>160,797</u>	

5.2 Listed equity securities - available for sale

Shares of listed companies - fully paid up ordinary shares of Rs. 10 each unless stated otherwise

Name of the investee company	Number of Shares					Market Value at June 30, 2010	Market Value as a percentage of total investment
	As at July 01, 2009	Purchases during the year	Bonus/ Rights issue	Sales during the year	As at June 30, 2010		
(Rupees in '000)							
Financial Services							
Arif Habib Securities Limited	5,000	-	-	5,000	-	-	-
Jahangir Siddiqui Company Limited	-	50,000	-	50,000	-	-	-
	<u>5,000</u>	<u>50,000</u>	<u>-</u>	<u>55,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Banks							
Allied Bank Limited	57,986	53,200	7,299	7,000	111,485	6,349	0.43%
Askari Bank Limited	-	287,555	39,511	97,555	229,511	3,493	0.24%
Atlas Bank Limited	18,000	-	-	18,000	-	-	-
Bank Al-Falah Limited	169,818	327,452	-	207,236	290,034	2,744	0.19%
Bank Al-Habib Limited	143,676	103,476	49,430	7,152	289,430	9,117	0.62%
Habib Bank Limited	918,124	-	89,002	78,100	929,026	90,348	6.10%
Habib Metropolitan Bank Limited	69,800	131,289	20,147	-	221,236	5,287	0.36%
MCB Bank Limited	12,100	187,420	7,011	-	206,531	40,106	2.71%
Meezan Bank Limited	163,842	-	8,192	-	172,034	2,503	0.17%
National Bank of Pakistan	169,096	293,407	51,625	427,503	86,625	5,553	0.37%
Samba Bank Limited	104,500	342,389	-	-	446,889	1,014	0.07%
Standard Chartered Bank (Pakistan) Limited	38,600	-	-	38,600	-	-	-
United Bank Limited	893,425	250,200	65,366	468,625	740,366	40,135	2.71%
	<u>2,758,967</u>	<u>1,976,388</u>	<u>337,583</u>	<u>1,349,771</u>	<u>3,723,167</u>	<u>206,649</u>	<u>13.97%</u>
Non-Life Insurance							
Adamjee Insurance Company Limited	20,000	7,000	2,000	-	29,000	2,316	0.16%
	<u>20,000</u>	<u>7,000</u>	<u>2,000</u>	<u>-</u>	<u>29,000</u>	<u>2,316</u>	<u>0.16%</u>
Personal Goods							
Nishat Mills Limited	155,900	583,215	103,635	271,000	571,750	24,654	1.66%
	<u>155,900</u>	<u>583,215</u>	<u>103,635</u>	<u>271,000</u>	<u>571,750</u>	<u>24,654</u>	<u>1.66%</u>
Life Insurance							
New Jubilee Life Insurance Company Limited	122,500	-	-	-	122,500	4,777	0.32%
	<u>122,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>122,500</u>	<u>4,777</u>	<u>0.32%</u>
Costruction and Materials							
Attock Cement Pakistan Limited	21,200	9,120	6,064	-	36,384	2,383	0.16%
D. G. Khan Cement Company Limited	336,740	306,865	40,921	399,000	285,526	6,744	0.46%
Lucky Cement Limited	261,800	108,909	-	295,639	75,070	4,665	0.31%
Maple Leaf Cement Limited	122,500	207,800	-	330,300	-	-	-
	<u>742,240</u>	<u>632,694</u>	<u>46,985</u>	<u>1,024,939</u>	<u>396,980</u>	<u>13,792</u>	<u>0.93%</u>
Electricity							
The Hub Power Company Limited	2,304,000	514,850	-	180,000	2,638,850	84,338	5.69%
Kot Addu Power Company Limited	352,600	217,199	-	-	569,799	23,783	1.61%
Nishat Chunian Power Limited	-	2,582,853	-	-	2,582,853	25,673	1.73%
	<u>2,656,600</u>	<u>3,314,902</u>	<u>-</u>	<u>180,000</u>	<u>5,791,502</u>	<u>133,794</u>	<u>9.03%</u>
Oil and Gas							
Attock Petroleum Limited	-	142,195	-	-	142,195	41,201	2.78%
Attock Refinery Limited	21,840	34,860	-	-	56,700	4,568	0.31%
Mari Gas Company Limited	112,400	32,214	125,614	200,228	70,000	9,057	0.61%
National Refinery Limited	24,800	67,056	-	-	91,856	16,796	1.13%
Oil and Gas Development Company Limited	1,849,200	25,000	-	1,674,200	200,000	28,338	1.91%
Pakistan Oilfields Limited	327,540	222,100	-	105,200	444,440	95,955	6.48%
Pakistan Petroleum Limited	674,262	144,500	145,052	319,686	644,128	118,597	8.00%
Pakistan Refinery Limited	19,200	-	-	19,200	-	-	-
Pakistan State Oil Company Limited	26,500	92,000	-	-	118,500	30,834	2.08%
Shell Pakistan Limited	23,125	50,275	-	2,000	71,400	16,394	1.11%
	<u>3,078,867</u>	<u>810,200</u>	<u>270,666</u>	<u>2,320,514</u>	<u>1,839,219</u>	<u>361,740</u>	<u>24.41%</u>
Gas, Water and Multi Utilities							
Sui Northern Gas Pipelines Limited	80,000	312,255	-	392,255	-	-	-
	<u>80,000</u>	<u>312,255</u>	<u>-</u>	<u>392,255</u>	<u>-</u>	<u>-</u>	<u>-</u>
Industrial Metals and Mining							
International Industries Limited	92,932	-	-	92,932	-	-	-
	<u>92,932</u>	<u>-</u>	<u>-</u>	<u>92,932</u>	<u>-</u>	<u>-</u>	<u>-</u>
Automobile and Parts							
Indus Motor Company Limited	46,693	11,100	-	35,293	22,500	5,904	0.40%
Pak Suzuki Motor Company	34,800	113,394	-	19,900	128,294	10,170	0.69%
Agri Auto Industries Limited (Face value Rs. 5 each)	10,440	-	-	10,440	-	-	-
	<u>91,933</u>	<u>124,494</u>	<u>-</u>	<u>65,633</u>	<u>150,794</u>	<u>16,074</u>	<u>1.09%</u>
Fixed Line Telecommunication							
Pakistan Telecommunication Company Limited A	484,800	1,596,207	-	531,007	1,550,000	27,590	1.86%
	<u>484,800</u>	<u>1,596,207</u>	<u>-</u>	<u>531,007</u>	<u>1,550,000</u>	<u>27,590</u>	<u>1.86%</u>

Name of the investee company	Number of Shares				As at June 30, 2010	Market Value at June 30, 2010	Market Value as a percentage of total investment
	As at July 01, 2009	Purchases during the year	Bonus/ Rights issue	Sales during the year			
(Rupees in '000)							
Pharma and Bio Tech							
Abbott Laboratories Pakistan Limited	78,300	9,768	-	10,725	77,343	7,166	0.48%
Glaxo Smithkline Pakistan Limited	150,800	54,084	-	22,874	182,010	14,768	1.00%
	<u>229,100</u>	<u>63,852</u>	<u>-</u>	<u>33,599</u>	<u>259,353</u>	<u>21,934</u>	<u>1.48%</u>
Chemicals							
BOC Pakistan Limited	99,700	30,639	-	38,369	91,970	7,180	0.48%
Clariant Pakistan Limited	33,900	-	-	13,900	20,000	2,987	0.20%
Dawood Hercules	-	57,865	5,036	7,500	55,401	9,720	0.66%
Engro Corporation Limited	340,346	171,900	34,035	10,000	536,281	93,088	6.28%
Fauji Fertilizer Bin Qasim Limited	703,500	589,365	-	272,865	1,020,000	26,561	1.79%
Fauji Fertilizer Company Limited	1,308,130	57,000	-	70,030	1,295,100	133,486	9.01%
ICI Pakistan Limited	22,400	5,000	-	-	27,400	3,249	0.22%
Lotte Pakistan PTA Limited	773,500	82,500	-	856,000	-	-	-
	<u>3,281,476</u>	<u>994,269</u>	<u>39,071</u>	<u>1,268,664</u>	<u>3,046,152</u>	<u>276,271</u>	<u>18.64%</u>
Forestry and Paper							
Century Paper & Board Mills Limited	5,500	71,823	-	77,323	-	-	-
	<u>5,500</u>	<u>71,823</u>	<u>-</u>	<u>77,323</u>	<u>-</u>	<u>-</u>	<u>-</u>
General Industries							
Packages Limited	87,550	112,948	-	35,318	165,180	19,574	1.32%
	<u>87,550</u>	<u>112,948</u>	<u>-</u>	<u>35,318</u>	<u>165,180</u>	<u>19,574</u>	<u>1.32%</u>
	<u>13,888,365</u>	<u>10,600,247</u>	<u>799,940</u>	<u>7,642,955</u>	<u>17,645,597</u>	<u>1,109,165</u>	<u>74.87%</u>
Cost of investment at June 30, 2010						<u>1,164,124</u>	

5.3 Term finance certificates and sukuk bonds- Unlisted - Available for sale

All term finance certificates have a face value of Rs. 5,000 each unless stated otherwise

Name of the investee company	Number of Certificates				As at June 30, 2010	Market Value at June 30, 2010	Market Value as a percentage of total investment
	As at July 01, 2009	Purchases during the year	Sales during the year	As at June 30, 2010			
(Rupees in '000)							
Leasing Companies							
Orix Leasing Pakistan Limited (face value of Rs. 100,000 each)		500		500	-	-	-
Chemicals							
Engro Chemical Pakistan Limited Perpetual I		15,000		15,000	-	-	-
Gas Water and Multi Utilities							
Sui Southern Gas Company Limited - Sukuk		13,000		13,000	-	-	-
		<u>28,500</u>		<u>28,500</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cost of investment at June 30, 2010						<u>-</u>	

5.4 Government Securities - Available for Sale

Issue date	Tenor	Face Value				As at June 30, 2010	Market Value at June 30, 2010	Market Value as a percentage of total investment
		As at July 01, 2009	Purchases during the year	Sale / Matured during the year	As at June 30, 2010			
(Rupees in '000)								
Treasury Bill								
February 26, 2009	6 months	-	115,000	115,000	-	-	-	
March 26, 2009	6 months	-	25,000	25,000	-	-	-	
April 09, 2009	6 months	-	66,000	66,000	-	-	-	
April 09, 2009	1 year	-	240,000	240,000	-	-	-	
May 07, 2009	6 months	-	250,000	250,000	-	-	-	
June 04, 2009	6 months	-	75,000	75,000	-	-	-	
September 10, 2009	3 months	-	25,000	25,000	-	-	-	
September 10, 2009	6 months	-	100,000	100,000	-	-	-	
September 26, 2009	3 months	-	41,000	41,000	-	-	-	
October 22, 2009	3 months	-	240,000	240,000	-	-	-	
December 17, 2009	6 months	-	100,000	100,000	-	-	-	
April 08, 2010	3 months	-	150,000	-	150,000	149,956	10.12%	
June 17, 2010	3 months	-	85,000	-	85,000	83,072	5.61%	
		<u>-</u>	<u>1,512,000</u>	<u>1,277,000</u>	<u>235,000</u>	<u>233,028</u>	<u>15.73%</u>	
Cost of investment at June 30, 2010						<u>233,039</u>		

5.5	Investments include shares with market value aggregating to Rs 32.58 million that have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of Fund's trades in terms of Circular No. 11 dated October 23, 2007 issued by the SECP.		
5.6	As at June 30, 2009, an impairment loss of Rs 339.823 million was held in respect of equity securities classified as available for sale. During the year, impairment loss amounting to Rs 134.958 million has been reversed due to sale of the related shares. During the year the management carried out a scrip wise analysis and has recognised additional loss amounting to Rs. 21.344 million.		
5.7	Net unrealised (diminution) / appreciation in the value of investments at fair value through profit or loss - net	Note	2010 2009 (Rupees in '000)
	Market value of investments		139,536 70,428
	Less: Cost of investments		160,797 70,943
			(21,261) (515)
	Less: Net unrealised diminution in the fair value of investments at fair value through profit or loss at the beginning of the year		(515) (5,127)
			(20,746) 4,612
5.8	Net unrealised appreciation in the value of investments classified as 'available for sale'		
	Market value of investments		1,342,193 1,043,216
	Less: Cost of investments		1,397,163 1,290,774
	Less: Impairment	5.6	(226,209) (339,823)
			1,170,954 950,951
			171,239 92,265
	Less: Net unrealised diminution/ (appreciation) in the fair value of investments classified as 'available for sale' at the beginning of the year		92,265 (132,734)
			78,974 224,999
6	DIVIDEND AND PROFIT RECEIVABLE		
	Profit receivable on bank deposits		340 1,712
	Income accrued on Term Finance Certificates		- 8,986
	Dividend receivable		3,645 9,174
			3,985 19,872
7	PRELIMINARY EXPENSES AND FLOATATION COSTS		
	Preliminary expenses and floatation costs incurred	7.1	1,135 1,135
	Less: Amortisation accumulated		(643) (416)
			492 719
7.1	Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund and are being amortised over a period of five years commencing from the end of the initial offering period as per the requirements set out in the Trust Deed of the Fund.		
8	ADVANCE, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES	Note	2010 2009 (Rupees in '000)
	Advance against subscription towards issue of Term Finance Certificates		25,000 25,000
	Security deposit with National Clearing Company of Pakistan Limited		2,500 2,500
	Security deposit with Central Depository Company of Pakistan Limited		100 100
	Receivable from broker - net		- 4,811
	Prepaid annual rating fee		105 -
	Other receivables		4 3
			27,709 32,414
	Less: Provision in respect of advance against subscription towards issue of Term Finance Certificates	8.1	(25,000) (18,750)
			2,709 13,664
8.1	The Fund had subscribed towards the Term Finance Certificates of an issuer as Pre-IPO investor on January 9, 2008. Under the agreement, the issuer was required to complete the public offering by October 9, 2008. However, no public offering has been carried out by the issuer as at June 30, 2010. In addition, profit on the advance against subscription, due after 6 months from the date of subscription, has also not been received by the Fund. As at June 30, 2010, the advance against subscription has been fully provided in accordance with the provisioning policy of the Fund as approved by the Board of Directors of the Management Company.		

	Note	2010	2009
		(Rupees in '000)	
9 PAYABLE TO HBL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY			
Management fee	9.1	8,233	3,450
Preliminary expenses and floatation costs incurred on behalf of the Fund		530	1,135
Annual listing fee paid by the management company on behalf of the Fund		-	30
Security deposits with Central Depository Company of Pakistan Limited paid by the management company on behalf of the Fund		100	100
Sales load payable		-	1,850
		<u>8,863</u>	<u>6,565</u>

- 9.1** Under the provisions of the Non-Banking Finance Companies & Notified Entities Regulations 2008, the Management Company of the Fund is entitled to a remuneration during the first five years of the Fund, of an amount not exceeding three percent of the average annual net assets of the Fund and thereafter of an amount equal to two percent of such assets of the Fund. The Management Company has charged its remuneration at the rate of three percent per annum for the current year.

	Note	2010	2009
		(Rupees in '000)	
10 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Trustee's remuneration	10.1	<u>442</u>	<u>197</u>

- 10.1** The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff specified there in, based on the daily Net Asset Value (NAV) of the Fund.

Based on the Trust Deed, the tariff structure applicable to the Fund as at June 30, 2010 is as follows:

Amount of Funds Under Management (Average NAV)	Tariff per annum
Upto Rs. 1,000 million	Rs 0.7 million or 0.20% p.a. of NAV, whichever is higher
On an amount exceeding Rs 1,000 million	Rs 2.0 million plus 0.10% p.a. of NAV exceeding Rs 1,000 million

The remuneration is paid to the Trustee monthly in arrears.

	Note	2010	2009
		(Rupees in '000)	
11 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Annual fee	11.1	<u>1,592</u>	<u>1,358</u>

- 11.1** Under the provisions of the Non Banking Finance Companies & Notified Entities Regulations, 2008, a collective investment scheme categorised as equity scheme is required to pay as annual fee to the SECP, an amount equal to 0.095% of the average annual net assets of the scheme. HBL Stock Fund has been categorised as an equity scheme by the management company.

	Note	2010	2009
(Rupees in '000)			
12 ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration		260	262
Payable to unit holders against redemption of units		1	1
Payable against purchase of investments		2,323	-
Provision for Workers' Welfare Fund	16	3,948	-
Other payables		16	-
		6,548	263

13 CONTINGENCIES AND COMMITMENTS

There are no outstanding commitments and contingencies at the end of the year.

	2010	2009
(Rupees in '000)		
14 PROFIT ON BANK DEPOSITS		
Income on savings deposits	5,031	25,148
Income on term deposit receipts	2,620	15,410
	7,651	40,558

15 AUDITORS' REMUNERATION

Statutory audit fee	200	200
Half yearly review fee	75	75
Reporting on compliance with the Code of Corporate Governance	25	25
Out of pocket expenses	21	114
	321	414

16 PROVISION FOR WORKERS' WELFARE FUND

The Finance Act, 2008 introduced an amendment to the Workers' Welfare Fund (WWF) Ordinance, 1971, whereby the definition of "industrial establishment" was amended to include therein, any establishment to which the West Pakistan Shops and Establishment Ordinance, 1969 applies. Management Company of the Fund, based on a legal advice obtained through Mutual Funds Association of Pakistan (MUFAP) was of a firm view that Collective Investment Scheme (CIS) were not establishments and therefore, the WWF Ordinance should not be applicable to such schemes. The MUFAP had also filed a constitutional petition in the High Court of Sindh (the Court) on behalf of the members, challenging the applicability of WWF to the CIS. The said petition was dismissed by the Court vide its order dated May 25, 2010 on the main ground that the MUFAP (Petitioner) could not be held entitled to maintain a petition in respect of its members as it was not the aggrieved party, and the main ground could be examined when the aggrieved parties directly approached the Court for redressal.

Consequently, on June 30, 2010, a constitutional petition was filed in the High Court of Sindh by certain representative CIS and approved pension funds under the Voluntary Pension System Rules, 2005, through their trustees, M/S Central Depository Company of Pakistan Limited, and with the management companies, which is pending adjudication.

In the meantime, clarification has been obtained by the MUFAP from the Ministry of Labour & Manpower, Workers' Welfare Fund, Government of Pakistan, which, through their letter No.s WWF (A-II)11.(5)/2010 dated July 8, 2010 and July 15, 2010, has clarified that the WWF Ordinance, 1971 does not have any provisions for the applicability of WWF on those entities whose income are exempt from income tax under any provisions of any law, and that mutual funds are a product being managed / sold by asset management companies which are liable to contribute towards the said WWF levy. Varying treatments have been followed in the industry with regard to recognition of provision for WWF as some funds have recognised provision for WWF while others have not. The various clarifications and legal advises obtained by the MUFAP are presently under consideration of the management. In the meantime, as a matter of prudence and abundant caution, the management company of the Fund has decided to recognise a provision for WWF in these financial statements.

17 FINANCIAL INSTRUMENT BY CATEGORY

	-----As at June 30, 2010-----			Total
	Loans and receivables	Assets at fair value through profit or loss	Available for sale	
-----Rupees in '000-----				
Financial assets				
Bank balances	117,064	-	-	117,064
Investments	-	139,536	1,342,193	1,481,729
Dividend and profit receivable	3,985	-	-	3,985
Advances, deposits and other receivables	2,604	-	-	2,604
	<u>123,653</u>	<u>139,536</u>	<u>1,342,193</u>	<u>1,605,382</u>

	-----As at June 30, 2010-----			Total
	Liabilities at fair value through profit or loss	Other financial liabilities		
-----Rupees in '000-----				
Financial liabilities				
Payable to HBL Asset Management Limited - Management Company	-	8,863		8,863
Payable to Central Depository Company of Pakistan Limited - Trustee	-	442		442
Accrued expenses and other liabilities	-	6,548		6,548
	<u>-</u>	<u>15,853</u>		<u>15,853</u>

	-----As at June 30, 2009-----			Total
	Loans and receivables	Assets at fair value through profit or loss	Available for sale	
-----Rupees in '000-----				
Financial assets				
Bank balances	269,995	-	-	269,995
Investments	-	70,428	1,043,216	1,113,644
Dividend and profit receivable	19,872	-	-	19,872
Advances, deposits and other receivables	13,664	-	-	13,664
	<u>303,531</u>	<u>70,428</u>	<u>1,043,216</u>	<u>1,417,175</u>

	-----As at June 30, 2009-----			Total
	Liabilities at fair value through profit or loss	Other financial liabilities		
-----Rupees in '000-----				
Financial liabilities				
Payable to HBL Asset Management Limited - Management Company	-	6,565		6,565
Payable to Central Depository Company of Pakistan Limited - Trustee	-	197		197
Accrued expenses and other liabilities	-	263		263
	<u>-</u>	<u>7,025</u>		<u>7,025</u>

18 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons include HBL Asset Management Limited being the Management Company, Habib Bank Limited being the Sponsor, Central Depository Company of Pakistan Ltd. being the trustee of the Fund, the directors and officer of the Management Company, entities having common directorship with the Management Company and other collective investment schemes managed by the Management Company.

Transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market norms.

Remuneration payable to the Management Company and Trustee is determined in accordance with the provisions of NBFC Regulations and the Trust Deed respectively.

Details of the transactions with connected persons and balances with them, if not disclosed anywhere else in these financial statements, are as follows:

18.1 Transaction during the year	For the year ended June 30, 2010	For the year ended June 30, 2009
	(Rupees in '000)	
HBL Asset Management Limited - Management Company		
Management Fee	50,268	41,918
Habib Bank Limited - Sponsor		
Issue of bonus units: Nil (2009: 833,184 bonus units)	-	77,219
Bank charges paid	134	6
Profit on bank deposits earned	4,395	15,660
Profit on bank deposits received	4,478	15,608
Purchase of ordinary shares: Nil (2009: 211,900 ordinary shares)	-	28,746
Bonus shares received 89,002 shares (2009: 154,854 bonus shares)	-	-
Sale of 78,100 ordinary shares (2009: 30,000 ordinary shares)	8,255	2,635
Loss on sale of shares	(4,815)	(2,695)
Placement in Term Deposit Receipts	-	150,000
Directors and Executives of the Management Company and their relatives		
Directors and their relatives		
Issue of bonus units: Nil (2009: 3,926 bonus units)	-	364
Redemption of units: Nil (2009: 7,642 units)	-	743
Executives and their relatives		
Issue of bonus units: Nil (2009: 32 bonus units)	-	3
HBL Income Fund - CDC Trustee		
Purchase of Term finance certificates: Nil (2009: having cost of Rs 75 million)	-	76,802
Associated Companies		
HBL Employees Provident Fund		
Issue of bonus units: Nil (2009: 157,333 bonus units)	-	14,600
BOC Pakistan Limited		
Purchase of 30,639 ordinary shares (2009 : 38,400 shares)	3,257	5,586
Sale of 38,369 ordinary shares (2009 : 10,500 shares)	4,807	1,225
Loss on sale of shares	(3,209)	(982)
New Jubilee Life Insurance Company (Pakistan) Limited		
Purchase of ordinary shares: Nil (2009: 76,000 shares)	-	2,202
Sale of 5,000 ordinary shares (2009: Nil)	183	-
Loss on sale of shares	(219)	-
IGI Investment Bank Limited		
Purchase of ordinary shares: Nil (2009: 109,000 ordinary shares)	-	592
Sale of ordinary shares: Nil (2009: 132,000 ordinary shares)	-	417
Loss on sale of shares	-	(307)
International Industries Limited		
Purchase of ordinary shares: Nil (2009: 19,700 ordinary shares)	-	1,484
Bonus shares received: Nil (2009: 12,872 bonus shares)	-	-
Sale of 92,932 ordinary shares (2009 : 200 ordinary shares)	5,661	9
Loss on sale of shares	(3,361)	(11)
Packages Limited		
Purchase of 112,948 ordinary shares (2009: 108,400 ordinary shares)	17,941	19,106
Sale of 35,318 ordinary shares (2009: 119,400 ordinary shares)	5,709	19,708
Loss on sale of shares	(2,137)	(12,156)
Central Depository Company of Pakistan Limited		
Remuneration	2,675	2,397
CDS Charges	65	72

18.2 Balances outstanding as at year end	June 30, 2010	June 30, 2009
	(Rupees in '000)	
HBL Asset Management Limited - Management Company		
Management Fee	8,233	3,450
Sales Load Payable	-	1,850
Preliminary expenses and floatation cost payable	530	1,135
Security Deposit paid by Management Company on behalf of the Fund to Central Depository Company of Pakistan - payable	100	100
Annual listing fee paid by Management Company on behalf of the Fund	-	30
Habib Bank Limited - Sponsor		
Investment held in the Fund: 14,033,090 units (2009: 14,033,090 units)	1,277,713	1,069,041
Bank balances	6,731	152,759
Profit receivable on bank deposits	26	108
Shares held: 929,026 ordinary shares (2009: 918,124 ordinary shares)	90,348	79,014
Directors and Executives of the Management Company and their relatives		
Directors and their relatives		
Investment held in the Fund: 65,589 units (2009: 65,589 units)	5,972	4,997
Executives and their relatives		
Investment held in the Fund: 532 units (2009: 532 units)	48	41
Associated Companies		
HBL Employees Provident Fund		
Investment held in the Fund: 2,653,290 units (2009: 2,653,290 units)	241,582	202,128
BOC Pakistan Limited		
Shares held: 91,970 ordinary shares (2009: 99,700 ordinary shares)	7,180	11,465
New Jubilee Life Insurance Company (Pakistan) Limited		
Shares held: 122,500 ordinary shares (2009 : 127,500 ordinary shares)	4,777	4,845
International Industries Limited		
Shares held: Nil (2009: 92,932 ordinary shares)	-	4,190
Packages Limited		
Shares held: 165,180 ordinary shares (2009: 87,550 ordinary shares)	19,574	13,749
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	442	197

19 PARTICULARS OF INVESTMENT COMMITTEE AND FUND MANAGER

Details of members of investment committee of the Fund are as follow:

----- 2010 -----				
	Designation	Qualification	Experience in years	
1	Shahid Ghaffar	Chief Executive Officer	MBA	33
2	Rehan N Shaikh	Chief Operating Officer	M.Com	15
3	Amir Khan	Fund Manager	MBA	17
4	Umar Farooq	Manager Research	MBA	10
5	Noman Qurban	Manager Compliance	ACA	2
6	Uzma Khan	Fund Manager	CFA	7

19.1 Uzma Khan is the Manager of the Fund. She is a Chartered Financial Analyst and holds MBA degree in Finance.

20. TOP TEN BROKERS / DEALERS BY PERCENTAGE OF COMMISSION PAID

Top ten brokers during the year ended June 30, 2010

- 1 Al-Habib Capital Markets (Pvt.) Limited
- 2 Atlas Capital Markets (Pvt.) Limited
- 3 BMA Capital Management Limited
- 4 Global Securities (Pvt.) Limited
- 5 IGI Finex Securities Limited
- 6 Invest Capital Investment Bank Limited
- 7 Invisor Securities (Pvt.) Limited
- 8 Pearl Securities (Pvt.) Limited
- 9 Shehzad Chamdia Securities (Pvt.) Limited
- 10 Taurus Securities Limited

Top ten brokers during the year ended June 30, 2009

- 1 Alfalah Securities (Pvt.) Limited
- 2 Al-Habib Capital Markets (Pvt.) Limited
- 3 BMA Capital Management Limited
- 4 IGI Finex Securities Limited
- 5 Invest Capital Investment Bank Limited
- 6 Invisor Securities (Pvt.) Limited
- 7 Jan Mohammad Abdul Latif Nini & Sons (Pvt.) Limited
- 8 Pearl Securities (Pvt.) Limited
- 9 Shehzad Chamdia Securities (Pvt.) Limited
- 10 Taurus Securities Limited

21. PATTERN OF UNIT HOLDING

	As at June 30, 2010		
	Number of unit holders	Investment amount	Percentage investment
	----- (Rupees in '000) -----		
Individuals	67	9,711	0.61%
Associate companies	2	1,519,295	95.64%
Directors	2	5,972	0.38%
Bank / DFIs	2	27,616	1.74%
Others	3	25,941	1.63%
	76	1,588,534	100.00%
	As at June 30, 2009		
	Number of unit holders	Investment amount	Percentage investment
	----- (Rupees in '000) -----		
Individuals	86	9,653	0.68%
Associate companies	2	1,271,168	90.19%
Directors	2	4,997	0.35%
Bank / DFIs	4	32,973	2.34%
Retirement funds	2	30,010	2.13%
Others	4	60,710	4.31%
	100	1,409,511	100.00%

22 ATTENDANCE AT MEETINGS OF BOARD OF DIRECTORS

The 17th, 18th, 19th, 20th, 21st and 22nd board meetings were held on July 7, 2009, October 13, 2009, October 30, 2009, February 24, 2010, March 26, 2010 and April 16, 2010 respectively. Information in respect of attendance by Directors in the meetings is given below:

Name of Director	Number of meetings			Meeting not attended
	Held	Attended	Leave granted	
1 Mr. R. Zakir Mahmood	6	5	1	21st meeting
2 Mr. Shahid Ghaffar	6	6	-	-
3 Mr. Sohail Malik	6	6	-	-
4 Mr. Abid Sattar	6	6	-	-
5 Mr. Towfiq H. Chinoy	6	3	3	17th, 18th and 20th meeting
6 Ms. Sadia Khan	6	5	1	17th meeting

23 FINANCIAL RISK MANAGEMENT

The Fund primarily invests in a portfolio of equity and money market investments such as shares of listed companies, government securities, and in other money market instruments. These investments are exposed to a variety of financial risks : market risk, credit risk and liquidity risk.

23.1 Market risk

This is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices.

The Management Company manages market risk by monitoring exposure on marketable securities by following the internal risk management policies and investment guidelines approved by the Investment Committee and regulations laid down by the Securities and Exchange Commission of Pakistan.

Market risk comprises three types of risk: currency risk, interest rate risk and other price risk.

23.1.1 Currency risk

This is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Fund, at present, is not exposed to currency risk as its operations are geographically restricted to Pakistan and all transactions are carried out in Pak Rupees.

23.1.2 Interest rate risk

This is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

a) Sensitivity analysis for fixed rate instruments

Presently, the Fund does not hold any fixed rate instruments as at June 30, 2010, that could expose the Fund to cash flow interest rate risk.

b) Sensitivity analysis for variable rate instruments

As at June 30, 2010, the Fund holds Treasury Bills which are classified as available for sale, exposing the Fund to fair value interest rate risk. In case of 100 basis points increase in rates announced by the Financial Market Association on June 30, 2010, with all other variables held constant, the net assets would have been lower by Rs. 164,879. In case of 100 basis points decrease in rates announced by the Financial Market Association on June 30, 2010, with all other variables held constant, the net assets would have been higher by Rs. 154,731.

The composition of the Fund's investment portfolio and rates announced by the Financial Market Association is expected to change over time. Therefore, the sensitivity analysis prepared as of June 30, 2010 is not necessarily indicative of the effect on the Fund's net assets due to future movements in interest rates.

Yield / interest rate sensitivity position for on balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off-balance sheet instruments is based on the settlement date.

----- As at June 30, 2010 -----					
-----Exposed to Yield/Interest rate risk-----					
Yield / interest rate (%)	Total	Upto three months	More than three months and upto one year	More than one year	Not exposed to Yield/ Interest rate risk
----- (Rupees in '000) -----					
On-balance sheet financial instruments					
Financial assets					
Bank balances	5 - 7.5	117,064	117,064	-	-
Investments	2.8	1,481,729	233,028	-	1,248,701
Dividend and profit receivable		3,985	-	-	3,985
Advances, deposits and other receivables		2,604	-	-	2,604
		1,605,382	350,092	-	1,255,290
Financial liabilities					
Accrued expenses and other liabilities		6,548	-	-	6,548
Payable to HBL Asset Management Limited - Management Company		8,863	-	-	8,863
Payable to Central Depository Company of Pakistan Limited -Trustee		442	-	-	442
		15,853	-	-	15,853
On-balance sheet gap 2010		1,589,529	350,092	-	1,239,437
Off-balance sheet financial instruments					
		-	-	-	-
Off-balance sheet gap 2010		-	-	-	-

----- As at June 30, 2009 -----					
-----Exposed to Yield/Interest rate risk-----					
Yield / interest rate (%)	Total	Upto three months	More than three months and upto one year	More than one year	Not exposed to Yield/ Interest rate risk
----- (Rupees in '000) -----					
On-balance sheet financial instruments					
Financial assets					
Bank balances	5 - 17.5	269,995	269,995	-	-
Investments	12.95 - 16.77	1,113,644	177,923	-	935,721
Dividend and profit receivable		19,872	-	-	19,872
Advances, deposits and other receivables		13,664	-	-	13,664
		1,417,175	447,918	-	969,257
Financial liabilities					
Accrued expenses and other liabilities		263	-	-	263
Payable to HBL Asset Management Limited - Management Company		6,565	-	-	6,565
Payable to Central Depository Company of Pakistan Limited -Trustee		197	-	-	197
		7,025	-	-	7,025
On-balance sheet gap 2009		1,410,150	447,918	-	962,232
Off-balance sheet financial instruments					
		-	-	-	-
Off-balance sheet gap 2009		-	-	-	-

23.1.3 Price risk

Price risk is the risk that the fair value or future cashflows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instrument traded in the market.

The Fund also manages its exposure to price risk by analysing the investment portfolio by industrial sectors and benchmarking the sector weighting to that of the KSE 100 Index. The Fund's policy is to concentrate the investment portfolio in sectors where management believe the Fund can maximise the returns derived for the level of risk to which the Fund is exposed. The table below is a summary of the significant sector concentrations within the equity portfolio.

Sectorwise Portfolio	As at June 30, 2010	
	Fund's equity portfolio (%)	KSE-100 benchmark portfolio (%)
Automobile and Parts	1.29%	1.39%
Oil and Gas	36.38%	38.56%
Chemicals	23.27%	8.77%
Banks	18.51%	24.39%
Electricity	10.92%	3.36%
Fixed Line Telecommunication	2.21%	2.79%
Pharma and Bio Tech	1.76%	0.91%
General Industrials	1.57%	0.75%
Personal Goods	1.97%	2.26%
Construction and Materials	1.10%	2.05%
Non Life Insurance	0.64%	1.54%
Life Insurance	0.38%	0.27%
Other Equity	-	12.96%
Total	100.00%	100.00%

Sectorwise Portfolio	As at June 30, 2009	
	Fund's equity portfolio (%)	KSE-100 benchmark portfolio (%)
Oil and Gas Exploration	36.29%	29.89%
Chemicals	2.54%	2.63%
Fertilizers	20.89%	6.03%
Paper & Board	1.48%	0.80%
Power Generation and Distribution	8.33%	3.94%
Pharmaceuticals	2.60%	1.69%
Commercial Banks	15.26%	24.34%
Cement	2.92%	3.30%
Other Equity	9.69%	27.38%
Total	100.00%	100.00%

In case of 5% increase / decrease in KSE 100 index on June 30, 2010, with all other variables held constant, net income of the Fund for the year would increase / decrease by Rs. 7.751 million (2009: Rs. 4.106 million) whereas the net assets would increase / decrease by the same amount, as a result of gains / losses on equity securities at fair value through profit or loss. Other components of equity and the net assets of the fund would increase / decrease by Rs. 53.771 million (2009: Rs. 44.539 million) as a result of gains / losses on equity securities classified as available for sale.

The analysis is based on the assumption that the equity index had increased / decreased by 5% with all other variables held constant and all the Fund's equity instruments moved according to the historical correlation with the index. This represents management's best estimate of a reasonable possible shift in the KSE 100 index, having regard to the historical volatility of the index. The composition of the Fund's investment portfolio and the correlation thereof to the KSE index, is expected to change over the time. Accordingly, the sensitivity analysis prepared as of June 30, 2010 is not necessarily indicative of the effect on the Fund's net assets of future movements in the level of KSE 100 index.

23.2 Credit risk

The Fund is exposed to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when they fall due. Credit risk arises from the inability of the relevant brokerage house or the counter party to fulfill their obligations. There is a possibility of default by participants or failure of the financial markets / stock exchanges, the depositories, the settlements or clearing system, etc.

The Fund's credit risk is primarily attributable to balances with banks. The Fund is also exposed to counterparty credit risk on advances, deposits and other receivables. The credit risk on liquid fund is limited because the counter parties are banks with reasonably high credit ratings.

The Fund's policy is to enter into financial contracts in accordance with the internal risk management policies and investment guidelines approved by the Investment Committee. In addition, the risk is managed through assignment of credit limits and by following strict credit evaluation criteria laid down by the Management Company. The Fund does not expect to incur material credit losses on its financial assets.

Out of the total bank balances of Rs 117.064 million maintained in savings accounts, amounts aggregating Rs 117.039 million have been placed with banks having short-term credit rating of A1+, whereas remaining amounts are placed with banks having minimum short term credit rating of A1. Management, after giving due consideration to their strong financial standing, does not expect non-performance by these counter parties on their obligations to the Fund.

The maximum exposure to credit risk before any credit enhancement as at June 30, 2010 is the carrying amount of the financial assets. None of these assets are impaired nor past due but not impaired.

Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect groups of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Fund's portfolio of financial instruments is broadly diversified and transactions are entered into with diverse credit-worthy counterparties thereby mitigating any significant concentrations of credit risk.

23.3 Liquidity Risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligation in full as they fall due or can only do so on terms that are materially disadvantageous.

The Fund is exposed to daily cash redemptions of units. The Management Company manages the liquidity risk by monitoring maturities of financial assets and financial liabilities and investing a major portion of the Fund's assets in highly liquid financial assets.

In order to manage the Fund's overall liquidity, the Fund also has the ability to withhold daily redemption request in excess of ten percent of the units in issue and such requests would be treated as redemption request qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemptions during the year.

The table below analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

	-----June 30, 2010-----			
	Total	Upto three months	Over three months and upto one year	Over one year
Financial liabilities				
Payable to HBL Asset Management Limited - Management Company	8,863	8,863	-	-
Payable to Central Depository Company of Pakistan Limited -Trustee	442	442	-	-
Accrued expenses and other liabilities	6,548	6,548	-	-
	<u>15,853</u>	<u>15,853</u>	-	-
	-----June 30, 2009-----			
	Total	Upto three months	Over three months and upto one year	Over one year
Financial liabilities				
Payable to HBL Asset Management Limited - Management Company	6,565	6,565	-	-
Payable to Central Depository Company of Pakistan Limited -Trustee	197	197	-	-
Accrued expenses and other liabilities	263	263	-	-
	<u>7,025</u>	<u>7,025</u>	-	-

24 UNITS HOLDERS' FUND RISK MANAGEMENT

The units holders' fund is represented by redeemable units. These units are entitled to distributions and to payment of a proportionate share, based on the Fund's net asset value per unit on the redemption date. The relevant movements are shown on the statement of movement in unit holders' fund.

The Fund has no restrictions on the subscription and redemption of units. There is no specific capital requirement which is applicable on the Fund.

The Fund's objectives when managing unit holders' fund are to safeguard its ability to continue as a going concern so that it can continue to provide returns to unit holders and to maintain a strong base of assets under management.

In accordance with the risk management policies stated in note 23, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption, such liquidity being augmented by short-term borrowings or disposal of investments where necessary.

25 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the amount for which an asset could be exchanged, or liability settled, between knowledgeable willing parties in an arm's length transaction. Consequently differences can arise between carrying values and fair value estimates.

Underlying the definition of fair value is the presumption that the Fund is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

The fair value of financial assets and liabilities traded in active markets (e.g. listed shares, treasury bills etc) are based on the quoted market prices at the close of trading on the year end date. The quoted market prices used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

The estimated fair value of other financial assets and liabilities is considered not significantly different from carrying values as the items are either short term in nature or periodically repriced.

The Fund adopted the amendment to IFRS 7, effective 1 January 2009. This requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

Assets	Level 1	Level 2	Level 3	Total
Financial assets designated at fair value through profit or loss at initial recognition				
- Equity securities	139,536	-	-	139,536
Financial assets available for sale				
- Equity securities	1,109,165	-	-	1,109,165
- Government treasury bills	233,028	-	-	233,028

26 NON-ADJUSTING EVENT AFTER THE BALANCE SHEET DATE

The Board of Directors of the Management Company in their meeting held on July 07, 2010 has declared final dividend at Rs. 10 per unit in the form of bonus units for Class 'A' and Class 'B' units and cash dividend of Rs 10 per unit for Class 'C' unit for the year ended June 30, 2010. The financial statements of the Fund for the year ended June 30, 2010 do not include the effect of the final dividend which will be accounted for in the financial statements of the Fund for the year ending June 30, 2011.

27 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison. No major reclassifications were made except that 'Legal and Professional charges' are now being shown separately on the income statement, previously these were shown under other expenses.

28. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on September 16, 2010.

29. GENERAL

Figures are rounded off to the nearest thousand rupees unless otherwise specified.

**For HBL Asset Management Limited
(Management Company)**

Chief Executive

Director

DISTRIBUTION NETWORK

1. Branches of Habib Bank Limited

Sindh Karachi

Habib bank Limited
Bahadurabad Branch,
Mariam Complex, Bahadurabad, Karachi.
Phone: 021-34940585-6
Fax: 021-34940584

Habib bank Limited
Iqbal Library Branch
Gigar Muradabadi Road, Near Islamia College,
Karachi.
Phone: 021-34922310, 021-34913311
Fax: 021-34914411

Habib bank Limited
Tariq Road Commercial Center Branch,
172-u, Block-2, Karachi.
Phone: 021-34534748, 021-34534681
Fax: 021-34522627

Habib bank Limited
Shahra-e-Pakistan Branch,
F.B Area Karachi.
Phone: 021-36331445, 021-36317073
Fax: 021-36317086

Habib bank Limited
Corporate Branch,
2nd Floor, HBL Plaza, I.I. Chundrigar Road, Karachi.
Phone: 021-32418000
Fax: 021-32413839

Habib bank Limited
Kehkashan Branch,
F-101/5, Block-7, Kehkashan Clifton, Karachi.
Phone: 021-35875935-40
Fax: 021-35875914

Habib bank Limited
Foreign Exchange Branch,
M.A. Jinnah Road, Habib Squre, Karachi.
Phone: 021-39213996-97
Fax: 021-39213436

Habib bank Limited
Clifton Broadway Branch,
Broadway House, Karachi.
Phone: 021-35301074-76
Fax: 021-35873310

Habib bank Limited
Nursery Branch,
Main Shahra-e-Faisal, Jamshed Town, Karachi.
Phone: 021-34381304, 021-34524661
Fax: 021-34538482

Habib bank Limited
Khayaban-e-Saadi Branch,
Block-2, Clifton, Karachi.
Phone: 021-35810045-46
Fax: 021-35810047

Habib bank Limited
Shahra-e-Jahangir Branch,
Block L, North Nazimabad, Karachi.
Phone: 021-36648034-36629671
Fax: 021-36642090

Jacobabad

Habib Bank Limited
Quid-e Azam Road,
Jacobabad.
Phone: 0722-653977,0722-650933

Punjab Lahore

Habib bank Limited
Allama Iqbal Town Branch
Dubai Chowk, Lahore.
Phone: 042-37840560, 042-37841464
Fax: 042-37446584

Habib Bank Limited
Bank Square, Model Town Branch,
Lahore.
Phone: 042-35915574-75, 042-35844842
Fax: 042-35915573

Habib Bank Limited
The Mall Road Branch, 5, Bank square,
Nila Gumbad, Lahore.
042-37232422-27-35-51-37-46
Fax: 042-37232537-479

Habib Bank Limited
Cantonment Branch
322-H. Sarwar Road, Cantt Lahore.
Phone: 042-36622620-6
Fax: 042-36622625

Habib Bank Limited
Gulberg Main Market Branch,
Lahore.
Phone: 042-35757575, 042-35755602,
Fax: 042-35760636

Habib Bank Limited
Lahore Development Authority Branch
7-Egertan Road, Data Gunj Bukhsh Town, Lahore.
Phone: 042-36375299/6375974-76-78
Fax: 042-36302032

Habib Bank Limited
19-Ali Block New Garden Town Branch,
Lahore
Phone: 042-35912481-85
Fax: 042-35912486

Habib Bank Limited
Corporate Branch
Habib Bank Corporate Centre, 102,103
Upper Mall, Lahore.
Phone: 042-36281655, 042-36281820,
042-36281665 Fax: 042-36281661

DISTRIBUTION NETWORK

Gujranwala

Habib Bank Limited
Satellite Town Branch
Main Market, Satellite Town, Gujranwala.
Phone: 055-9200590-1
Fax: 055-9200590

Faisalabad

Habib Bank Limited
Madina Town Branch
Madina Town, Faisalabad.
Phone: 041-9220122, 041-9220124
Fax: 041-9220123

Habib Bank Limited
West Canal Road, Faisalabad.
Phone: 041-8532077
Fax: 041-8531985

Habib Bank Limited
HBL Corporate Centre
1152 Circular Road, Faisalabad.
Phone: 041-9200038
Fax: 041-9201041

Rawalpindi

Habib Bank Limited
Kashmir Road Branch
Kashmir Road Saddar, Cantt, Rawalpindi.
Phone: 051-5700107, 051-5582905
Fax: 051-5567928

Islamabad

Habib Bank Limited
Jinnah Avenue Branch, Islamabad
Phone: 051-2201761, 051-2201228
Fax: 051-2822290

Habib Bank Limited
Corporate Branch
Ground Floor, HBL Tower, Blue Area,
Islamabad
Phone: 051-2820683
Fax: 051-2822206

NWFP Peshawar

Habib Bank Limited
Arbab Road Branch
Peshawar Cantt. Peshawar.
Phone: 091-5272167, 091-9211161
Fax: 091-5278869

Balochistan Quetta

Habib Bank Limited
Complex Branch
Shahrah-e-Gulistan, Quetta.
Phone: 081-22836575, 081-2829379
Fax: 081-2825791

2. DISTRIBUTORS LIST

Alfalah Securities (Pvt.) Limited
12th Floor, Saima Trade Tower,
I.I Chundrigar Road, Karachi.
Phone: 021-39217810-19
Fax: 021-39217827

ANZ Financial Consultant
F-26/2, Block-5, Kehkashan,
Clifton, Karachi.
Phone: 021-35379511
Fax: 021-35874348

Elixir Securities Pakistan (Pvt.) Limited
First Floor, P & O Plaza,
I.I Chundrigar Road, Karachi.
Phone: 021-111-354-947
Fax: 021-32420527- 32418925

IGI Investment Bank Limited
Floor-7, The Forum, Suit 701-713, G-20,
Block, Khayaban-e-Jami, Karachi.
Phone: 021-111-234-234
Fax: 021-111-567-567

Pearl Securities (Pvt.) Limited
Room No. 204, 2nd Floor, Business &
Finance Centre,
I.I Chundrigar Road, Karachi.
Phone: 021-32473954-58
Fax: 021-32473951

The First National Equities Limited
19-C, Sunset Lane- 6, South Park Avenue
Ext. 11, D.H.A Karachi.
Phone: 021-35395902-08
Fax: 021-35395925

Yam & Company
Office No.11, Quality Arcade,
Mezzanine Floor, BC-7,
Block-7, Clifton, Karachi.
Phone: 021-35876823-4
Fax: 021-35879146