

Atlas funds

Nurturing your investments

Atlas Fund of Funds

QUARTERLY REPORT

30 September 2009

(UN-AUDITED)



Management Company

Atlas Asset Management

Rated AM3+by PACRA



Vision

To be a market leader in providing quality fund management services with customer satisfaction as our premier goal.

Mission Statement

We are committed to offering our investors the best possible returns on a diverse range of products; to meeting not only the customers' current and future requirements, but also exceeding their expectations. We aim to be the company with which people prefer to do business. We are committed to providing a stimulating and challenging environment in which all our people can be valuable contributors to the achievement of our vision, while achieving career progression and job satisfaction. We recognize that our success comes from our people. We are committed to the highest ethical and fiduciary standards and firmly believe that by placing the best interests of our clients first, we will also serve the best interest of our employees, our shareholders, and the communities in which we operate.

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Atlas Fund of Funds

ORGANISATION

Management Company	Group Executive Committee
Atlas Asset Management Limited	President Mr. Aamir H. Shirazi
Board of Directors of the Management Company	Members Mr. Frahim Ali Khan Mr. Jawaid Iqbal Ahmed Mr. Iftikhar H. Shirazi Mr. Saquib H. Shirazi Mr. Bashir Makki Mr. M. Naeem Khan
Chairman Mr. Yusuf H. Shirazi	
Chief Executive Officer Mr. M. Habib-ur-Rahman	
Directors Mr. Frahim Ali Khan Mr. Tariq Amin Mr. Ali H. Shirazi Mr. M. Ashraf Janjua Mr. Arshad P. Rana	Group Systems & Technology Committee
Company Secretary Ms. Lilly R. Dossabhoy	Chairman Mr. Iftikhar H. Shirazi
Board Committees	Member Mr. Zia Ullah Begg
Audit Committee	Trustee
Chairman Mr. Tariq Amin	MCB Financial Services Limited
Members Mr. Frahim Ali Khan Mr. M. Ashraf Janjua	3rd Floor, Adamjee House, I. I. Chundrigar Road Karachi
Human Resource Committee	Chief Internal Auditor
Chairman Mr. Frahim Ali Khan	Mr. Sood Hasan
Members Mr. M. Habib-ur-Rahman Mr. Ali H. Shirazi	Auditors
Investment Committee	Ernst & Young Ford Rhodes Sidat Hyder Chartered Accountants
Chairman Mr. M. Habib-ur-Rahman	Legal Advisers
Members Mr. Frahim Ali Khan Mr. M. Habib-ur-Rahman Mr. Ali H. Shirazi	Mohsin Tayebaly & Co.
Management Committee	Bankers
Chairman Mr. M. Habib-ur-Rahman	Atlas Bank Limited
Members Mr. Frahim Ali Khan Mr. Ali H. Shirazi Mr. Muhammad Abdul Samad Mr. Khurram Aftab Ahmed Mr. Khalid Mahmood	Bank Alfalah Limited The Bank of Punjab
Registered Office	Registered Office
Chairman Mr. M. Habib-ur-Rahman	Ground Floor, Federation House, Sharae Firdousi Clifton, Karachi - 75600
Members Mr. Ali H. Shirazi Ms. Lilly R. Dossabhoy Mr. Muhammad Abdul Samad Mr. Hassan Khan Ms. Beena Tauseef Shah	Tel: (92-21) 111-MUTUAL (6-888-25) (92-21) 35379501-04 Fax: (92-21) 35379280 Email: info@atlasfunds.com.pk Website: www.atlasfunds.com.pk

First Quarter Report 2009-10

CHAIRMAN'S REVIEW

It is my pleasure to present the un-audited financial statements of Atlas Fund of Funds for the quarter ended 30 September 2009 of the FY 2009-10.

The Economy

Emerging signs of recovery show that Pakistan's economy has resisted recessionary forces better than most other countries. This is largely due to our domestic market playing a more important role in total demand. Resultantly, international rating agencies have favorably revised their outlook on Pakistan's economy. Improvement in balance of payments, resumption of credit to private sector and resolve to overcome electricity shortages will result in a sustainable recovery in the economy. Additionally, the positive foreign portfolio inflows, increase in remittances and IMF disbursement have helped in strengthening of foreign exchange reserves which have increased to US\$14.5 billion as on 26 September 2009. On the inflation front, CPI inflation has declined further in August 2009 to 10.70 percent on year-on-year basis. Overall, Pakistan's economy, after experiencing slower growth last year is picking pace and is on the recovery path.

Fund Operations

During the period under review, the Net Asset Value per certificate of your Fund has increased by 28.2% from Rs. 5.56 as on 30 June 2009 to Rs. 7.13 as of 30 September 2009. The ATFF's total exposure in mutual funds was 89.17% of the Net Assets. The total investment in closed – end funds that are trading at attractive discounts stood at 59.08 % of the Net Assets. The Net Assets of your Fund stood at Rs.361 million as of 30 September 2009.

During the period under review, the KSE – 100 index remained buoyant and showed healthy appreciation of 30.5% from 7,162 points as on 30 June 2009 to 9,349 points level as on 30 September 2009. The closed end funds trading at extremely attractive level have also depicted sharp increase and closed- end funds index appreciated by 40% during the same period. From a forward looking prospective, we expect further upside in share prices and discounts on closed end funds will gradually reduce, thus yielding attractive return to investors with medium to long term time horizon.

The Non Banking Finance Companies and Notified Entities Regulations, 2008, provide that a closed end fund may invest in its own certificates upto 20% of its issued certificates from the secondary market. Your Fund has repurchased 1,832,000 (3.49% of the issued certificates) total certificates with an aggregate repurchase price of Rs.4,527,445 (Average cost of Rs.2.47 per certificate) upto the current quarter end.

Rating

The Pakistan Credit Rating Agency Limited (PACRA) has maintained the asset manager rating of "AM3+" to the Company, for FY 2007-08. The rating reflects the Company's experienced and qualified management team, sound quality of support systems and processes, and a strong emphasis on risk management framework. The rating review for FY 2008-09 is currently in progress.

The rating of the Fund for FY 2007-08 is under discussion with PACRA with regard to categorization of the Fund. During the FY 2007-08, PACRA had proposed to place the Fund under "balanced closed end fund" category. "Balanced closed end fund" invest in a combination of equity and debt instruments. The investment objective of ATFF is to invest in other closed end funds to take advantage of discount to NAV at which these funds trade at the stock exchange. Under circular 7 of 2009 dated 6 March 2009 issued by the Securities and Exchange Commission of Pakistan on the categorization of open ended collective investment schemes (also applicable for closed end schemes in the absence of any separate circular on the categorization of closed end schemes), the proper placement of the Fund is under the category of "Fund of Funds Scheme", with the objective of investing in closed end schemes. Atlas Fund of Funds is the only fund in this category. The Management Company is of the view that Fund should be rated with other funds in the same category and in absence of other funds available in the category; the Fund should be rated against the bench mark, which in this case is the KSE sector index of closed end funds. Comparing ATFF with balanced funds is like comparing performance of two different categories of funds. Had the investment objective of the Fund been to make investment in other open-end balanced funds or combination of open-end equity and debt funds, the categorization as balanced fund would have been justified. The Management Company has referred the matter to MUFAP, and their Rules and Regulation Committee is examining and finalizing the asset allocation for such fund of funds. On the basis of the latest finalized rating for FY 2006-07, PACRA had assigned a "5 Star" rating to the Fund under the "Fund of Funds" category.

Atlas Fund of Funds

Future Prospects

Even though inflationary pressures have receded to 10.70% during August 2009, the central bank has maintained its cautious stance as the policy rate was cut by mere 100 bps to 13% in August 2009 and kept unchanged in September 2009. The revival of private sector credit is critical for facilitating increase in investment and capital formation in the economy. The resolution of circular debt issue with the issuance of TFCs amounting to Rs.85 billion will accelerate private sector credit growth in the coming months. Pakistan's equity market has witnessed sharp recovery, as positive signals on economic front and extremely attractive valuations have helped restoring investors' confidence. The equity valuations are still attractive, and we expect further upside from the current levels. The Fund is committed to prudent investment procedures and will continue to provide consistent long term returns to the investors.

ع بازيچہ اطفال ہے دنيا ميرے آگے

(We have the ability to succeed in every situation)

Acknowledgement

I would like to thank the Securities and Exchange Commission of Pakistan and the Board of Directors for their help, support and guidance. I also thank the financial institutions and the unit holders for their support and the confidence reposed in the Fund and the Chief Executive Officer, Mr. M. Habib-ur-Rahman and his management team for their hard work, dedication, and sincerity of purpose.

Karachi: 27 October 2009

Yusuf H. Shirazi
Chairman

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INTERIM CONDENSED STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 30 SEPTEMBER 2009

		30 September 2009	30 June 2009
	Note	Un-audited Rupees	Audited Rupees
Assets			
Bank balances and term deposits	4	38,052,564	55,972,716
Investments	5	322,033,682	226,189,210
Prepayments and other receivables		130,851	23,976
Interest accrued		128,540	279,225
Security deposits		2,700,000	2,700,000
Total assets		363,045,637	285,165,127
Liabilities			
Payable against purchase of securities		-	578,261
Payable to the management company		840,729	689,597
Payable to the trustee		52,310	44,750
Payable to SECP		74,056	329,385
Accrued and other liabilities		506,600	444,850
Dividends payable		419,436	419,546
Total liabilities		1,893,131	2,506,389
Net assets		361,152,506	282,658,738
Represented by:			
Certificate holders' Fund			
Issued subscribed and paid up [52,500,000 (30 June 2009: 52,500,000) certificates of Rs. 10/- each]	6	525,000,000	525,000,000
Repurchase of own certificates by the Fund [1,832,000 (30 June 2009: 1,666,000) certificates]	7	(4,527,445)	(4,018,245)
		520,472,555	520,981,755
Accumulated loss		(164,087,788)	(242,184,356)
Unrealized gain on revaluation of available-for-sale investment		4,767,739	3,861,339
		361,152,506	282,658,738
Net asset value per certificate		7.13	5.56

The annexed notes from 1 to 11 form an integral part of these interim condensed financial statements.

For Atlas Asset Management Limited
(Management Company)

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

Atlas Fund of Funds

INTERIM CONDENSED INCOME STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2009

	30 September 2009	30 September 2008
Note	----- Rupees -----	----- Rupees -----
Income		
Dividend income	-	12,869,984
Interest income	864,721	2,291,853
Net gain on sale of available for sale investments	43,260	-
Net gain / (loss) on investments at fair value through income statement (held-for-trading)		
Net gain / (loss) on sale of investments	1,257,023	(4,830,232)
Net unrealised gain / (loss) on revaluation of investments	78,712,509	(178,704,262)
	79,969,532	(183,534,494)
	80,877,513	(168,372,657)
Expenses		
Remuneration of the management company	2,338,621	3,461,165
Remuneration of the trustee	148,438	202,325
SECP annual fee	74,056	177,876
Brokerage and federal excise duty / capital value tax	9,953	39,167
Auditors' remuneration	51,250	46,250
Printing charges	87,500	65,000
Settlement charges	7,683	15,279
Annual rating fee	25,000	25,000
Annual listing fee	18,750	15,000
CDC charges	16,875	16,875
Bank charges	2,819	3,188
	2,780,945	4,067,125
Net income / (loss) for the period	78,096,568	(172,439,782)
Earnings / (loss) per certificate - basic and diluted	8 1.54	(3.28)

The annexed notes from 1 to 11 form an integral part of these interim condensed financial statements.

For Atlas Asset Management Limited
(Management Company)

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

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INTERIM CONDENSED DISTRIBUTION STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2009

	30 September 2009	30 September 2008
	Rupees	
(Accumulated loss) / undistributed income carried forward	(242,184,356)	67,196,227
Distribution of cash dividend on 3 July 2009 - Nil (2008: Rs.0.75 per certificate declared on 18 August 2008)	-	(39,375,000)
Net income / (loss) for the period	78,096,568	(172,439,782)
Accumulated loss carried forward	<u>(164,087,788)</u>	<u>(144,618,555)</u>

The annexed notes from 1 to 11 form an integral part of these interim condensed financial statements.

For Atlas Asset Management Limited
(Management Company)

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

Atlas Fund of Funds

INTERIM CONDENSED CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2009

	30 September 2009	30 September 2008
Note	----- Rupees -----	----- Rupees -----
Cash flows from operating activities		
Net income / (loss) for the period	78,096,568	(172,439,782)
Adjustments for:		
Net (gain) on sale of available for sale investments	(43,260)	-
Net (gain)/ loss on investments at fair value through income statement (held-for-trading)		
Net (gain)/ loss on sale of investments	(1,257,023)	4,830,232
Net unrealised (gain)/ loss on revaluation of investments	(78,712,509)	178,704,262
	(79,969,532)	183,534,494
	(80,012,792)	183,534,494
Decrease / (increase) in assets		
Receivable against sale of securities	-	2,038,260
Dividends receivable	-	2,159,105
Prepayments and other receivables	(106,875)	(95,625)
Interest accrued	150,685	1,294,507
	43,810	5,396,247
(Decrease) / increase in liabilities		
Payable against purchase of securities	(578,261)	(4,338,155)
Payable to the management company	151,132	(1,347,434)
Payable to the trustee	7,560	(18,659)
Payable to SECP	(255,329)	(424,001)
Accrued and other liabilities	61,750	3,234,060
	(613,148)	(2,894,189)
	(2,485,562)	13,596,770
Investments made during the period	(25,000,000)	(99,972,225)
Investments sold / redeemed during the period	10,074,720	77,586,409
Net cash used in operating activities	(17,410,842)	(8,789,046)
Cash flows from financing activities		
Dividend paid	(110)	(33,184,419)
Repurchase of own certificates	(509,200)	-
Net cash used in financing activities	(509,310)	(33,184,419)
Net decrease in cash and cash equivalents	(17,920,152)	(41,973,465)
Cash and cash equivalents at the beginning of the period	55,972,716	76,653,212
Cash and cash equivalents at the end of the period	4	34,679,747
	38,052,564	34,679,747

The annexed notes from 1 to 11 form an integral part of these interim condensed financial statements.

For Atlas Asset Management Limited
(Management Company)

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

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INTERIM CONDENSED STATEMENT OF MOVEMENT IN CERTIFICATE HOLDERS' FUND (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2009

Note	Fund	Repurchased certificates	Undistributed Income Rupees	Unrealised gain on revaluation of available-for-sale investment	Total
Net assets as at 30 June 2008 [Rs.11.28 per certificate]	525,000,000	-	67,196,227	-	592,196,227
Net loss for the period	-	-	(172,439,782)	-	(172,439,782)
Cash dividend @ Rs. 0.75 per certificate declared on 18 August 2008	-	-	(39,375,000)	-	(39,375,000)
Net assets as at 30 September 2008 [Rs.7.25 per certificate]	525,000,000	-	(144,618,555)	-	380,381,445
Repurchase of own certificates	-	(4,018,245)	-	-	(4,018,245)
Net loss for the period	-	-	(97,565,801)	-	(97,565,801)
Unrealised gain on revaluation of available-for-sale investment to fair value	-	-	-	3,861,339	3,861,339
Net assets as at 30 June 2009 [Rs. 5.56 per certificate]	525,000,000	(4,018,245)	(242,184,356)	3,861,339	282,658,738
Repurchase of own certificates	7	-	(509,200)	-	(509,200)
Net income for the period	-	-	78,096,568	-	78,096,568
Unrealised gain on revaluation of available-for-sale investment to fair value	-	-	-	906,400	906,400
Net assets as at 30 September 2009 [Rs. 7.13 per certificate]	525,000,000	(4,527,445)	(164,087,788)	4,767,739	361,152,506

The annexed notes from 1 to 11 form an integral part of these interim condensed financial statements.

For Atlas Asset Management Limited
(Management Company)

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

Atlas Fund of Funds

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2009

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Fund of Funds (the Fund), is a closed end mutual fund established under a Trust Deed executed between Atlas Asset Management Limited (AAML) as management company and Central Depository Company of Pakistan Limited (CDC) as trustee on 29 May 2004. CDC voluntarily resigned on 23 February 2007 as trustee and MCB Financial Services Limited (MCBFSL) [formerly Muslim Commercial Financial Services (Private) Limited (MCFSL)] was appointed as the trustee with effect from that date. The Trust Deed was revised through the Deed of Change of Trustee and First Supplemental Trust Deed dated 23 February 2007 with the approval of SECP. The investment activities and administration of the Fund are managed by Atlas Asset Management Limited situated at Ground Floor, Federation House, Shahrae Firdousi, Clifton, Karachi.
- 1.2 The certificates of the Fund were offered for public subscription in December 2004. The certificates of the Fund are listed on the Karachi Stock Exchange (Guarantee) Limited.
- 1.3 According to the Trust Deed, the objective of the Fund is to provide investors one window facility to invest in a diversified portfolio of securities offering consistent return and growth. The Fund aims to deliver this objective mainly by investing in closed end mutual funds to take advantage of availability of such securities at discount to Net Asset Value (NAV). Depending upon the market opportunity, the management company may defer investment in closed end mutual funds and invest in open ended mutual funds, money market instruments, reverse repurchase agreements and spread transactions or deposit with scheduled banks. The investment objectives and policies are more fully defined in the Fund's offering document.

2. STATEMENT OF COMPLIANCE

- 2.1 These interim condensed financial statements have been prepared in accordance with International Accounting Standard - 34 " Interim Financial Reporting" as applicable in Pakistan.
- 2.2 These interim condensed financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Fund for the year ended 30 June 2009.

3. ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these interim condensed financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended 30 June 2009.

	30 September 2009	30 June 2009
Note	Un-audited	Audited
	Rupees -----	

4. BANK BALANCES AND TERM DEPOSITS

In Current accounts - dividend accounts		419,436	419,546
In PLS saving accounts	4.1	37,633,128	55,553,170
		<u>38,052,564</u>	<u>55,972,716</u>

4.1 The rate of returns on these accounts ranges from 5% to 10.75% (30 June 2009 : 5% to 12.5%).

5. INVESTMENTS

At fair value through income statement (held-for-trading)	5.1	280,988,882	182,327,871
Available-for-sale	5.2	41,044,800	43,861,339
		<u>322,033,682</u>	<u>226,189,210</u>

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Note	Number of shares /certificates / units					Rupees	Percentage of		
	At beginning of the period	Acquired during the period	Bonus during the period	Disposed/ Redeemed during the period	At the end of the period	Market Value	Total investments	Net assets	Paid-up Capital/Net asset value of Investee

5.1.1 Investment in mutual funds - listed

CLOSED-END MUTUAL FUNDS

(Face value of Rs. 10/- each unless stated otherwise)

Managed by AKD Investment Management Limited

Golden Arrow Selected Stocks Fund

Limited	4,155,750	-	-	-	4,155,750	13,547,745	4.21	3.75	2.73
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(Face value Rs. 5/- per share)

Managed by Al-Meezan Investment Management Limited

Al-Meezan Mutual Fund Limited	1,440,525	-	-	-	1,440,525	8,988,876	2.79	2.49	1.05
Meezan Balanced Fund	2,602,500	-	-	-	2,602,500	15,615,000	4.85	4.32	2.17
	4,043,025	-	-	-	4,043,025	24,603,876	7.64	6.81	

Managed by Arif Habib Investments Limited

Pakistan Premier Fund Limited	4,447,656	-	-	-	4,447,656	30,066,155	9.34	8.33	2.62
Pakistan Strategic Allocation Fund	6,240,000	-	-	-	6,240,000	31,324,800	9.73	8.67	2.08
	10,687,656	-	-	-	10,687,656	61,390,955	19.06	17.00	

Managed by JS Investments Limited

JS Value Fund Limited	1,580,000	-	-	-	1,580,000	9,985,600	3.10	2.76	1.33
JS Growth Fund	4,228,905	-	-	-	4,228,905	21,144,525	6.57	5.85	1.33
JS Large Cap. Fund	5,928,500	-	-	-	5,928,500	33,792,450	10.49	9.36	1.80
	11,737,405	-	-	-	11,737,405	64,922,575	20.16	17.97	

Managed by PICIC Asset Management Company Limited

PICIC Energy Fund	1,326,500	-	-	-	1,326,500	7,388,605	2.29	2.05	1.33
PICIC Growth Fund	1,313,550	-	-	-	1,313,550	18,521,055	5.75	5.13	0.46
PICIC Investment Fund	3,832,500	-	-	-	3,832,500	22,995,000	7.14	6.37	1.35
	6,472,550	-	-	-	6,472,550	48,904,660	15.19	13.55	

OPEN-ENDED MUTUAL FUNDS

(Face value of Rs. 10/- each unless stated otherwise)

Managed by Al-Meezan Investment Management Limited

Meezan Islamic Fund	218,128	-	-	-	218,128	9,859,392	3.06	2.73	0.23
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(Face value Rs. 50/- per unit)

Managed By Atlas Asset Management Limited
(Related party)

Atlas Stock Market Fund (Related party)	70,000	-	-	-	70,000	32,015,200	9.94	8.86	4.40
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(Face value Rs. 500/- per unit)

Managed By JS Investments Limited

JS Income Fund	-	249,825	-	-	249,825	25,744,479	7.99	7.13	0.55
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(Face value Rs. 100/- per unit)

Managed By UBL Fund Managers Limited

UBL Stock Advantage Fund	78,027	-	-	78,027	-	-	-	-	-
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(Face value Rs. 100/- per unit)

5.1.2

280,988,882 87.25 77.81

5.1.2 The cost of above investments as at 30 September 2009 is Rs. 477,334,440 (2009: Rs. 457,334,440).

5.2 Investment - available - for - sale

Note	Number of shares /certificates / units					Rupees	Percentage of		
	At beginning of the period	Acquired during the period	Bonus during the period	Disposed/ Redeemed during the period	At the end of the period	Market Value	Total investments	Net assets	Net asset value of Investee

OPEN-ENDED MUTUAL FUNDS

Managed By Atlas Asset Management Limited (Related party)

Atlas Islamic Income Fund	5.2.1 & 5.2.2	84,719	-	2,702	7,421	80,000	41,044,800	12.75	11.36	13.83
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(related party)

(Face value Rs. 500/- per unit)

Atlas Fund of Funds

5.2.1 This represents seed capital investment. In accordance with the requirements of NBFC Regulations, this investment is not redeemable for a period of two years.

5.2.2 The cost of this investment as at 30 September 2009 is Rs. 36,604,811 (30 June 2009: 40,000,000).

6. ISSUED, SUBSCRIBED AND PAID UP CERTIFICATE HOLDERS' FUND

No. of certificates			30 September		30 June	
30 September	30 June		2009	2009	2009	2009
Un-audited	Audited		Un-audited	Audited	Un-audited	Audited
Rupees			Rupees		Rupees	
50,000,000	50,000,000	Certificates of Rs. 10 each	500,000,000	500,000,000		
2,500,000	2,500,000	fully paid in cash	25,000,000	25,000,000		
		Bonus certificates of				
		Rs. 10 each				
<u>52,500,000</u>	<u>52,500,000</u>		<u>525,000,000</u>	<u>525,000,000</u>		<u>525,000,000</u>

7. REPURCHASE OF OWN CERTIFICATES

This represents investment made by the Fund in its own certificates, as permitted under Regulation 55(11) of the NBFC Regulations, read with SECP's Circular 14 of 2009 dated 04 May 2009, and as approved by the SECP vide their letter no.NBFC/MF-RS/AFOF/221/2009 dated 13 February 2009. The investments in own certificates were made in the months of February and March 2009 as per the approval of the SECP, and from June 2009, as per the requirements of Circular 14 of 2009. The certificates have been repurchased at a repurchase price ranging from Rs.1.50 to Rs.3.70 per certificate, resulting in aggregate cost of Rs.4,527,445. The current repurchase period ended on 21 September 2009. These certificates shall be available for resale subsequently, in accordance with the requirements prescribed under Circular 14 of 2009, with the approval of board of directors of the management company.

For the quarter ended	
30 September	30 September
2009	2009
Un-audited	Un-audited
Rupees	

8. EARNINGS / (LOSS) PER CERTIFICATE - basic and diluted

Net income/(loss) for the period (Rupees)	78,096,568	(172,439,782)
Weighted average number of certificates outstanding during the period (Number of certificates)	50,679,326	52,500,000
Earnings/(loss) per certificate (Rupees) - basic and diluted	1.54	(3.28)

9. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

9.1 Transactions for the period

Atlas Asset Management Limited (Management Company)		
Remuneration of the management company	2,338,621	3,461,165
Remuneration paid	2,187,489	3,808,599
Formation expense paid	-	1,000,000
Dividend paid	-	4,614,394
MCB Financial Services Limited (Trustee)		
Trustee fee	148,438	202,325
Atlas Stock Market Fund (under common management)		
Investment Nil (2008: 30,283) units	-	15,000,000
Redemption Nil (2008: 12,722) units	-	5,806,453
Bonus Nil (2008: 5,570) units	-	2,882,616
Atlas Islamic Fund (under common management)		
Investment Nil (2008: 20,858) units	-	10,000,000
Redemption Nil (2008: 39,181) units	-	17,742,801
Bonus Nil (2008: 323) units	-	161,996

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	For the quarter ended	
	30 September 2009	30 September 2008
	Un-audited	Un-audited
	Rupees	
9.1 Transactions for the period (Continued...)		
Atlas Islamic Income Fund (under common management)		
Investment Nil (2008: 80,000) units	-	40,000,000
Redemption 7,421 (2008: Nil) units	3,766,199	-
Bonus 2,702 (2008: Nil) units	1,355,497	-
Atlas Bank Limited (Group Company)		
Interest income on bank balances	72	509,537
Bank charges	-	225
Key Management Personnel of the Management Company		
Chief Executive Officer		
Dividend paid	-	27,750
Directors		
Dividend paid	-	152,250
	30 September 2009	30 June 2009
	Un-audited	Audited
	Rupees	
9.2 Outstanding balances as at period/year end		
Atlas Asset Management Limited (Management Company)		
Payable to the management company	840,729	689,597
Certificates held 6,152,525 (30 June 2009: 6,152,525) at market value	24,548,575	18,457,575
MCB Financial Services (Private) Limited (Trustee)		
Trustee fee payable	52,310	44,750
Atlas Bank Limited (Group Company)		
Balance in dividend account	119,701	119,811
Balance in PLS saving account	5,763	5,691
Key Management Personnel of the Management Company		
Chief Executive Officer		
Certificates held 37,000 (30 June 2009: 37,000) at market value	147,630	111,000
Directors		
Certificates held 263,776 (30 June 2009: 203,000) at market value	1,052,466	609,000

9.3 The transactions with related parties / connected persons are in the normal course of business at contracted rates and terms determined in accordance with market rates.

10. GENERAL

Figures have been rounded off to the nearest Rupee.

11. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the management company on 27 October 2009.

For Atlas Asset Management Limited
(Management Company)

M. Habib-ur-Rahman
Chief Executive Officer

Yusuf H. Shirazi
Chairman

Tariq Amin
Director

Atlas Asset Management Limited

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