

**Condensed Interim Financial Information** (Unaudited)  
For the period and quarter ended 31 March 2010



Lakson Investments Limited  
**Lakson Income Fund**

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## FUND'S INFORMATION

<b>Management Company</b>	Lakson Investments Limited Head Office Lakson Square, Building No. 2, Sarwar Shaheed Road, Karachi-74200, Pakistan. Phone: (9221) 3569.8000 Fax: (9221) 3568.1653 Web site: www.laksoninvestments.com.pk E-mail: info@laksoninvestments.com.pk
<b>Board of Directors of the Management Company</b>	Mr. Iqbal Ali Lakhani - Chairman Mr. Babar Ali Lakhani - Chief Executive Officer Mr. A. Aziz H. Ebrahim Mr. Daniel Scott Smaller Mr. Khaleeq Kayani (upto February 12, 2010) Mr. Mahomed J. Jaffer Mr. Muhammad Abdul Qadir Mr. Sher Afgan Malik (from February 12, 2010) Mr. Zahid Zakiuddin
<b>Audit Committee</b>	Mr. Iqbal Ali Lakhani - Chairman Mr. A. Aziz H. Ebrahim Mr. Mahomed J. Jaffer (upto February 12, 2010) Mr. Sher Afgan Malik (from February 12, 2010) Mr. Zahid Zakiuddin
<b>Chief Financial Officer &amp; Company Secretary of the Management Company</b>	Mr. Amir Mobin
<b>Trustee</b>	Central Depository Company of Pakistan Limited CDC House, 99-B, Block-B, S.M.C.H.S., Main Shakra-e-Faisal, Karachi, Pakistan.
<b>Auditors</b>	KPMG Taseer Hadi & Co. Chartered Accountants Sheikh Sultan Trust Building No. 2, Beaumont Road, Karachi - 75530, Pakistan.
<b>Bankers to the Fund</b>	Allied Bank of Pakistan Bank Alfalah Limited Deutsche Bank AG Habib Metropolitan Bank Limited Soneri Bank Limited
<b>Legal Advisor</b>	Fazleghani Advocates F-72/1, Block 8, KDA-5, Kehkashan Clifton, Karachi, Pakistan.
<b>Registrar</b>	Lakson Investments Limited Lakson Square, Building No. 2, Sarwar Shaheed Road, Karachi-74200, Pakistan.
<b>Rating of Management Company</b>	AM3 with positive outlook by PACRA

## **Report of the Directors to the Units Holders For the period and quarter ended 31 March, 2010**

The Board of Directors of Lakson Investments Limited, the Management Company of the Lakson Income Fund ("LIF") is pleased to submit its review report together with Condensed Interim Financial Information for the period and quarter ended 31 March 2010.

### **Fund Objective**

The investment objective of the Scheme is to provide competitive total returns through investment in a diversified portfolio of fixed income securities. The Scheme shall invest in various fixed income securities with a mix of short term, medium term, and longer term maturities depending on the assessment by the Management Company of interest rate trends and prospective returns.

### **Fund Profile**

LIF is an open end income fund which invests in Investment-grade Debt Securities, Government Securities, Certificate of Investments, Clean Placements, Term Deposit Receipts, and other fixed income instruments. The overall duration of the portfolio is kept below 4 years while at least 25% of Net Assets are kept in the form of cash or Treasury Bills of maximum 90 days maturity. LIF is managed through a team-driven, top-down process utilizing active sector rotation, duration and yield curve management. Economic conditions are constantly monitored to forecast interest rate changes. The added value for LIF comes from identifying opportunities to shift investments between various maturities and between different instruments. LIF is allowed to borrow up to 15% of Net Assets to meet redemptions however, LIF did not utilize this facility during the period under review.

### **Funds performance**

The net income for the period from 14 November 2009 to 31 March 2009 was PKR 14.452 million which comprised of mainly of income from Bank deposits, Placements, COI's, TDR's and TFC's amounting to PKR 15.762 million. The unrealized appreciation mainly due to the valuation of T-bills and TFCs amounted to PKR 0.693 million. During the period under review LIF recorded an annualized yield of 11.56%.

### **Income Distribution**

Subsequent to the period end the Board of Directors of the Management Company has approved an interim distribution of Rs.3.6148 per unit for the period from 14 November 2009 to 31 March 2010 amounting to Rs. 12,383,689 (Rs.11, 502,300 of Bonus distribution and Rs. 881, 389 of cash distribution) in their meeting held on 02 April 2010.

### **Earning per Unit (EPU)**

EPU has not been disclosed as we feel the determination of weighted average units for calculating EPU is not practicable for open end funds.

### **Market Review**

During the period under review a mixed trend has been witnessed in the interest rates as first they declined post policy rate cut by the State Bank of Pakistan ("SBP") in November '09. Later on, a reversal was witnessed and rates began rising on higher inflation. Headline inflation as measured by Consumer Price Index ("CPI") resurged in 2HFY10 and the CPI for 9MFY10 stands at 11.29%. Fiscal imbalances created by lower foreign flows and higher inflation did not allow the SBP to go for an aggressive easing in its monetary policy stance and during the period under review the SBP could cut the policy rate by 50bps only from 13.00% to 12.50%. During the period under review market liquidity remained tight and the SBP had to intervene to provide much needed liquidity however this situation improved towards the end of 3QFY10 as the foreign flows improved. The SBP conducted

10 T-Bill auctions during the period under review and raised PKR 497 billion from the market. During the period under review benchmark 6-month KIBOR declined by 34bps to 12.41% from 12.75% mainly due to policy rate cut and improvement in liquidity. Income Funds in general did not perform well during the period under review as some corporations defaulted on their debt obligations and Income Funds had to book provisions against these exposures. As a result, many income funds posted negative returns during the period under review.

**Future Outlook**

We expect the inflationary pressures to persist in the economy and the FY10 target of 12% may be over run as the subsidy on electricity is removed and any increase in international commodity prices is passed on to the end consumers. Fiscal imbalances are also expected to persist as the power shortages will continue and the foreign flows will remain weak. Therefore, we don't expect any cut in the last monetary policy of FY10 as the SBP will have no room for monetary easing. Government borrowing will remain strong in the 4QFY10 as evident by the PKR 460 billion T-Bill auction target set for the quarter. Net outflows as a result of T-Bill auctions and the financing required for commodity operations and to resolve the inter-corporate circular debt may create some short term liquidity stress. Federal Budget 2010-11 will be presented in June '10 and we expect some strict measures in the budget to reduce fiscal imbalances and unlike FY10 the Government will have to rely more on internal resources.

**Acknowledgment**

The Board is thankful to its valued investors, the Securities & Exchange Commission of Pakistan, the Trustee of the Fund - Central Depository Company of Pakistan Limited and the Management of the Lahore Stock Exchange for their continued cooperation and support. The Directors of the Management Company also acknowledge the efforts put in by the team of the Management Company.

For and on behalf of the Board

22 April 2010  
Karachi

**Babar Ali Lakhani**  
Chief Executive Officer

**Condensed Interim  
Statement of Assets and Liabilities (Unaudited)  
As at 31 March 2010**

<b>Assets</b>	Note	
Bank balances	5	42,328,286
Investments	6	278,641,822
Placements	7	35,000,000
Mark-up receivable		1,841,679
Deposit and prepayment		311,922
Deferred formation cost		1,690,073
<b>Total assets</b>		<b>359,813,782</b>
<b>Liabilities</b>		
Payable to the Management Company		2,481,391
Remuneration payable to the Trustee		60,409
Annual fee payable to Securities & Exchange Commission of Pakistan		94,858
Accrued expenses and other liabilities		141,937
<b>Total liabilities</b>		<b>2,778,595</b>
<b>Net assets</b>	Rupees	<b>357,035,187</b>
<b>Contingent liability</b>	8	
<b>Unit holders' funds</b> (as per the statement attached)	Rupees	<b>357,035,187</b>
<b>Number of units in issue</b>	Number	<b>3,425,830</b>
<b>Net assets value per unit</b>	Rupees	<b>104.2186</b>

The annexed notes from 1 to 13 form an integral part of these condensed interim financial information.

**For Lakson Investments Limited  
(Management Company)**

**Chief Executive Officer**

**Director**

## Condensed Interim Income Statement (Unaudited)

### For the period and quarter ended 31 March 2010

	For the period from 14 November 2009 to 31 March 2010	For the quarter ended 31 March 2010
<b>Income</b>		
Mark-up income	15,761,777	10,697,506
Element of income in prices of units sold less those of units redeemed - net	631,322	626,144
Net gain from sale of marketable securities	6,520	-
	16,399,619	11,323,650
Unrealised gain on held for trading investment in marketable securities - net	692,709	636,692
	17,092,328	11,960,342
<b>Expenses</b>		
Remuneration to the Management Company	1,897,164	1,267,804
Remuneration to the Trustee	265,981	173,926
Annual fee to the Securities & Exchange Commission of Pakistan	94,858	63,390
Auditors' remuneration	146,682	65,241
Listing fee expense	18,078	11,790
Printing charges of accounts	30,131	19,651
Brokerage expenses	38,881	5,555
Settlement and bank charges	4,445	2,694
Amortisation of deferred formation cost	138,251	90,164
Others	5,632	-
	2,640,103	1,700,215
<b>Net income</b>	14,452,225	10,260,127

The annexed notes from 1 to 13 form an integral part of these condensed interim financial information.

**For Lakson Investments Limited  
(Management Company)**

**Chief Executive Officer**

**Director**

**Condensed Interim Distribution Statement (Unaudited)**  
**For the period and quarter ended 31 March 2010**

		For the period from 14 November 2009 to 31 March 2010	For the quarter ended 31 March 2010
Undistributed income brought forward		-	4,192,098
Net income for the period		14,452,225	10,260,127
Undistributed income carried forward	Rupees	<u>14,452,225</u>	<u>14,452,225</u>

The annexed notes from 1 to 13 form an integral part of these condensed interim financial information.

For Lakson Investments Limited  
(Management Company)

Chief Executive Officer

Director



## Condensed Interim Cash Flow Statement (Unaudited)

### For the period and quarter ended 31 March 2010

	<b>For the period from 14 November 2009 to 31 March 2010</b>	<b>For the quarter ended 31 March 2010</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period	14,452,225	10,260,127
Adjustments for non-cash items and others items:		
Amortisation of deferred formation cost	138,251	90,164
Unrealised gain on investment in marketable securities - net	(692,709)	(636,692)
Element of income and capital gains in prices of units sold less those of units redeemed - net	(631,322)	(626,144)
	13,266,445	9,087,455
<b>(Increase) / decrease in assets</b>		
Investments	(277,949,113)	(130,257,746)
Placement	(35,000,000)	9,000,000
Mark-up receivable	(1,841,679)	1,255,332
Deposit and prepayment	(311,922)	(188,210)
	(315,102,714)	(120,190,624)
<b>Increase / (decrease) in liabilities</b>		
Payable to the Management Company	653,067	244,166
Remuneration payable to the Trustee	60,409	957
Annual fee payable to Securities & Exchange Commission of Pakistan	94,858	63,390
Accrued expenses and other liabilities	141,937	15,872
	950,271	324,385
<b>Net cash flow froms operating activities</b>	(300,885,998)	(110,778,784)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Amounts received on issue of units	393,996,759	25,883,867
Payment against redemption of units	(50,782,475)	(419,492)
Net cash flows from financing activities	343,214,284	25,464,375
Net increase in cash and cash equivalents during the period	42,328,286	(85,314,409)
Cash and cash equivalents at beginning of the period	-	127,642,695
<b>Cash and cash equivalents at end of the period</b>	Rupees 42,328,286	42,328,286

The annexed notes from 1 to 13 form an integral part of these condensed interim financial information.

**For Lakson Investments Limited  
(Management Company)**

**Chief Executive Officer**

**Director**

**Condensed Interim Statement of  
 Movement in Unit Holders' Fund (Unaudited)  
 For the period and quarter ended 31 March 2010**

	For the period from 14 November 2009 to 31 March 2010	For the quarter ended 31 March 2010
<b>Net assets at the beginning of the period</b>	-	321,936,829
Cash received on issue of 3,677,828 units and 252,428 units for the period and quarter ended respectively	393,996,759	25,883,867
Cash paid on redemption of 500,381 units and 4,045 units for the period and quarter ended respectively	(50,782,475)	(419,492)
	343,214,284	347,401,204
Element of income in prices of units sold less those of units redeemed - net	(631,322)	(626,144)
Net income for the period	14,452,225	10,260,127
<b>Net assets at the end of the period</b>	357,035,187	357,035,187

The annexed notes from 1 to 13 form an integral part of these condensed interim financial information.

**For Lakson Investments Limited  
 (Management Company)**

**Chief Executive Officer**

**Director**

## **Notes to the Condensed Interim Financial Information (Unaudited) For the period and quarter ended 31 March 2010**

### **1. LEGAL STATUS AND NATURE OF BUSINESS**

1.1 Lakson Income Fund (the "Fund") was established under Trust Deed executed on 2 September 2009 between Lakson Investments Limited as its Management Company and Central Depository Company of Pakistan Limited (CDC) as its Trustee. The Fund has been registered as a notified entity on 15 August 2009 by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulation). The Management Company of the Fund has been licensed by SECP to undertake Asset Management and Investment Advisory Services as a Non-Banking Finance Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The registered office of the Management Company is located at 41-K, Model Town, Lahore.

The Fund is an open end mutual fund and is listed on Lahore Stock Exchange. Units are offered for public subscription on a continuous basis. The units can be redeemed by surrendering them to the Fund.

The Fund primarily invests in fixed income securities and other avenues of investments, which include corporate debt securities and Government Securities, Certificates of Investments, certificates of deposits, Term Deposit Receipts, Commercial Papers, reverse repo, preference shares, spread transactions and transactions under continuous funding system etc.

Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as a Trustee of the Fund.

### **2. BASIS OF PREPARATION**

#### **Statement of compliance**

These condensed interim financial information 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, provisions of and directives issued under the Companies Ordinance, 1984, requirements of Trust Deed, requirements of Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and requirements of Non-Banking Finance Companies and Notified Entities Regulations, 2008. In case, the requirements differ, the provisions and directive of Companies Ordinance 1984, the requirements of Trust Deed, Non Banking Finance Companies (Establishment and Regulation) Rules, 2003, and Non - Banking Finance Companies and Notified Entities Regulations, 2008 shall prevail. The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: "Interim Financial Reporting".

These condensed interim financial information comprises of condensed interim statement of assets and liabilities as at 31 March 2010 and the related condensed interim income statement, condensed interim statement of cash flows, condensed interim distribution statement, condensed interim statement of movement in unit holder's fund, and notes thereto, for the period from 14 November 2009 to 31 March 2010. Further, during the period, International Accounting Standard 1 (Revised), Presentation of Financial Statements became effective from the annual period beginning on or after January 1, 2009. This revised standard requires the presentation of the Statement of Comprehensive Income. However, since there are no items of comprehensive income other than those which have been included in the condensed interim income statement for the period, separate condensed interim statement of comprehensive income is not being presented.

These condensed interim financial information are being submitted to the unit holders as required under Regulation 38(g) of the NBFC Regulation.

## 2.2 Basis of Measurement

These condensed interim financial information have been prepared under the historical cost convention, except that investments are stated at fair values.

## 2.3 Functional and presentation currency

These condensed interim financial information are prepared in Pakistani Rupees, which is presentational and functional currency of the Fund.

## 3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in preparation of these condensed interim financial information (unaudited) are the same as those applied in the preparation of the condensed interim financial information (unaudited) for the period ended 31 December 2009.

## 4. FINANCIAL RISK MANAGEMENT

The Fund's financial risk management objectives and policies are consistent with that disclosed in the condensed interim financial information (unaudited) for the period ended 31 December 2009.

## 5. BANK BALANCES - Local Currency

	Note	31 March 2010 (Unaudited)
In profit and loss sharing accounts	5.1	2,328,286
In term deposits	5.2	40,000,000
	Rupees	<u>42,328,286</u>

5.1 These saving accounts carry profit rates ranging between 5% to 11% per annum.

5.2 These term deposits carry profits rates at 12.20% per annum and maturing between 12 April 2010 and 12 June 2010.

	Note	<b>31 March 2010 (Unaudited)</b>
<b>6. INVESTMENTS</b>		
<b>Held for trading</b>		
Government securities	6.1	235,900,290
Term Finance Certificate - Listed debt securities	6.2	33,091,532
Term Finance Certificate - Un- listed debt securities	6.3	9,650,000
	Rupees	<u>278,641,822</u>

**6.1 Government securities**

Particulars	Note	Number of holdings at beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at the end of the period	Cost as at 31 March 2010	Market value as at 31 March 2010	Market value as percentage of net assets	Market value as percentage of total investment
						------(Rupees)-----	-----Percentage(%)-----		
- Treasury Bills - 1 year (face value of Rs. 100,000 each)	6.1.1	-	2,250	1,000	1,250	121,072,975	122,930,650	34.43	44.12%
- Treasury Bills - 6 months (face value of Rs. 100,000 each)		-	1,500	1,500	-	-	-	-	-
- Treasury Bills - 3 months (face value of Rs. 100,000 each)	6.1.2	-	1,650	500	1,150	111,887,000	112,969,640	31.64	40.54%
						<u>235,900,290</u>			

6.1.1 These represent 1 Years Treasury bills of Government carrying a fixed mark-up rate ranging from 12.1000% to 12.1913% and maturing between 08 April 2010 to 18 November 2010. The face value of the Treasury bills held as at 31 March 2010 is Rs.125 million.

6.1.2 These represent 3 months Treasury bills of Government carrying a fixed mark-up rate ranging from 11.9201% to 12.2387% and maturing between 06 May 2010 to 03 June 2010. The face value of the Treasury bills held as at 31 March 2010 is Rs.115 million.

**6.2 Term Finance Certificate - Listed debt securities**

Nature of investee company	Note	Number of holdings at beginning of the period	Acquired during the period	Matured / disposed during the period	As at 31 March 2010	Cost as at 31 March 2010	Market value as at 31 March 2010	Market value as percentage of net assets	Market value as percentage of total investment
						------(Rupees)-----	-----Percentage(%)-----		
(Face value Rs. 5,000 each)									
<b>Commercial Banks</b>									
United Bank Limited	6.2.1	-	3,000	-	3,000	13,267,035	13,980,342	3.92%	5.02%
NIB Bank Limited	6.2.2	-	3,000	-	3,000	13,604,333	14,126,190	3.96%	5.07%
<b>Fertilizer</b>									
Engro Fertilizer Limited	6.2.3	-	1,500	-	1,000	4,985,000	4,985,000	1.40%	1.79%
						<u>33,091,532</u>			

6.2.1 This represents listed term finance certificates and carry a rate of mark-up equals to the base rate of 6 months Karachi Interbank Offer Rate (KIBOR) per annum (plus margin of 0.85% for the first five years and 1.35% for the remaining period) receivable semi-annually in arrears with no floor or cap and will mature in February 2018. These term finance certificates are unsecured. The rating of the instrument is AA.

6.2.2 This represents listed term finance certificates and carry a rate of mark-up equals to the base rate of 6 months Karachi Interbank Offer Rate (KIBOR) per annum plus margin of 1.15% receivable semi-annually in arrears with no floor or cap and will mature in March 2016. These term finance certificates are unsecured. The rating of the instrument is A+.

6.2.3 This represents listed term finance certificates and carry a rate of mark-up equals to the base rate of 6 months Karachi Interbank Offer Rate (KIBOR) per annum plus margin of 2.40% receivable semi-annually in arrears with no floor or cap and will mature in December 2016. These term finance certificates are secured. The rating of the instrument is AA.

### 6.3 Term Finance Certificate - Un-listed debt securities

Nature of investee company	Note	Number of holdings at beginning of the period	Acquired during the period	Matured / disposed during the period	As at 31 March 2010	Cost as at 31 March 2010	Market value as at 31 March 2010	Market value as percentage of net assets	Market value as percentage of total investment
		----- Number of Certificates -----				----- (Rupees) -----		----- Percentage (%) -----	
(Face value Rs. 5,000 each) Technology and Communication Pakistan Mobile Communication Ltd- PPTFCs	6.3.1	-	2,000	-	2,000	9,700,000	9,650,000	2.70%	3.46%
							9,650,000		

6.3.1 This represents un-listed term finance certificates and carry a rate of mark-up equal to the base rate of 6 months Karachi Interbank Offer Rate (KIBOR) per annum plus margin of 1.30% receivable semi-annually in arrears with no floor or cap and will mature in October 2010. These term finance certificates are unsecured. The rating of the instrument is AA-.

## 7. PLACEMENTS

7.1 Certificates of investment - unsecured Rupees 35,000,000

7.1.1 These certificates carry mark-up rate of 12.25% per annum and will mature on 12 June 2010. These represents 9.80% of net assets on the basis of carrying amount. The entity holds AA+ rating.

## **8. CONTINGENT LIABILITY**

Through Finance Act, 2008 an amendment was made in section 2(f) of the Workers' Welfare Fund Ordinance, 1971 (the WWF Ordinance) whereby the definition of 'Industrial Establishment' has been made applicable to any establishment to which West Pakistan Shops and Establishment Ordinance, 1969 applies. Management, based on a legal advice, is of a firm view that as Collective Investments Schemes are paper entities and are not establishments, Workers Welfare Ordinance, 1971 is not applicable, thus provisioning in the accounts is not required. However, in a remotely probable event, if the Collective Investments Schemes are considered as industrial establishments, per unit impact shall be Rs. 0.0844 as of 31 March 2010.

Besides, the Mutual Funds Association of Pakistan have also filed a constitutional petition in the Honorable High Court of Sindh praying (amongst other prayers) to restrain the Federation of Pakistan, etc. (respondents) from demanding and/ or claiming any amount from the Mutual Funds on account of WWF contributions. The Honorable High Court of Sindh has restrained the respondents from taking any type of coercive action against Mutual Funds, Pension Funds, Collective Investment Schemes and Investment Companies, as prayed by MUFAP in its stay application. Moreover, the legal proceedings in respect of the aforementioned petition are currently in progress.

## **9. TAXATION**

The Fund's income is exempt from Income Tax as per clause (99) of part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income other than unrealized capital gains to the unit holders. The management intends to distribute at least 90% of the income earned by the Fund by the period end to the unit holders. Accordingly, no provision for taxation has been made in these condensed interim financial information.

## **10. TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS**

Related parties include Lakson Investments Limited being the Management Company, Central Depository Company of Pakistan Limited (CDC) being the Trustee, SIZA Services (Private) Limited being Holding Company of the Management Company, Associated Companies of the Management Company, Key Management personnel and other funds being managed by the Management Company.

Remuneration payable to the Management Company and the Trustee are determined in accordance with the provisions of Non - Banking Finance Companies and Notified Entities Regulations, 2008, and the Constitutive Documents respectively. Security deposit has been placed with CDC under normal terms of the business.

Transactions and balances with the related parties other than those disclosed elsewhere are as follows:

	Un-audited			
	For the period from 14 November 2009 to 31 March 2010	For the quarter ended 31 March 2010	For the period from 14 November 2009 to 31 March 2010	For the quarter ended 31 March 2010
	Units		Rupees	
<b>10.1 TRANSACTIONS WITH RELATED PARTIES</b>				
Lakson Investments Limited (Management Company)				
Units issued	703,184	-	70,347,166	-
Remuneration for the period	-	-	1,897,164	1,267,804
SIZA (Private) Limited				
Units issued	2,013,887	-	201,388,663	-
Century Insurance Company Limited Employees Contributory Provident Fund				
Units issued	14,903	-	1,500,000	-
Clover (Pakistan) Limited Employees Contributory Provident Fund Trust				
Units issued	14,903	-	1,500,000	-
Colgate Palmolive (Pakistan) Limited Employees Contributory Provident Fund Trust				
Units issued	134,129	-	13,500,000	-
Colgate Palmolive (Pakistan) Limited Employees Gratuity Fund				
Units issued	74,516	-	7,500,000	-
Accuray Surgicals Limited Employees Contributory Provident Fund				
Units issued	9,935	-	1,000,000	-
Cyber Internet Services (Private) Limited Employees Contributory Provident Fund Trust				
Units issued	104,303	-	10,500,000	-
Gam Corp. (Private) Limited Employees Contributory Provident Fund Trust				
Units issued	29,794	-	3,000,000	-
Princeton Travels (Private) Limited Employees Contributory Provident Fund Trust				
Units issued	11,923	-	1,200,000	-
SIZA Foods (Pvt) Limited Employees Contributory Provident Fund Trust				
Units issued	64,581	-	6,500,000	-
Central Depository Company of Pakistan Limited				
Remuneration for the period	-	-	265,981	173,926
CDS charges for the period	-	-	2,516	1,516



	Unaudited	
	31 March 2010	31 March 2010
	Units	Rupees
<b>10.2 BALANCES WITH RELATED PARTIES</b>		
Lakson Investments Limited (Management Company)		
Investment in units	703,184	73,284,856
Remuneration payable	-	453,067
Formation cost payable	-	1,828,324
Rating fee payable	-	200,000
Sales Load payable	-	12,957
SIZA (Private) Limited		
Investment in units	2,013,887	209,884,495
Century Insurance Company Limited Employees Contributory Provident Fund		
Units issued	14,903	1,553,170
Clover (Pakistan) Limited Employees Contributory Provident Fund Trust		
Investment in units	14,903	1,553,170
Colgate Palmolive (Pakistan) Limited Employees Contributory Provident Fund Trust		
Investment in units	134,129	13,978,737
Colgate Palmolive (Pakistan) Limited Employees Gratuity Fund		
Investment in units	74,516	7,765,954
Accuray Surgical Limited Employees Contributory Provident Fund		
Investment in units	9,935	1,035,412
Cyber Internet Services (Private) Limited Employees Contributory Provident Fund Trust		
Investment in units	104,303	10,870,313
Gam Corp. (Private) Limited Employees Contributory Provident Fund Trust		
Investment in units	29,794	3,105,089
Princeton Travels (Private) Limited Employees Contributory Provident Fund Trust		
Investment in units	11,923	1,242,598
SIZA Foods (Pvt) Limited Employees Contributory Provident Fund Trust		
Investment in units	64,581	6,730,542
Central Depository Company of Pakistan Limited		
Remuneration payable	-	60,409
Security Deposit		100,000

**11. DATE OF AUTHORISATION FOR ISSUE**

These condensed interim financial information (unaudited) were authorised for issue on 22 April 2010 by the Board of Directors of the Management Company.

**12. NON-ADJUSTING EVENT AFTER THE BALANCE SHEET DATE**

The Board of Directors of the Management Company has approved an interim distribution of 3.6148 per unit for the period ended 31 March 2010 amounting to Rs. 12.383 million (Rs. 11.502 million of Bonus distribution and Rs. 0.881 million of cash distribution) in their meeting held on 02 April 2010.

These condensed interim financial information (unaudited) do not include the effect of the above interim distribution .

**13. GENERAL**

13.1 Figures have been rounded off to the nearest rupees unless other wise stated.

13.2 The Fund was launched on 14 November 2009 therefore the comparative figures for the corresponding period and quarter are not available in respect of condensed interim income statement, condensed interim distribution statement, condensed interim cash flow statement, condensed interim statement of movement in unit holders' fund and notes thereto.

For Lakson Investments Limited  
(Management Company)

Chief Executive Officer

Director

## Lakson Investments Limited

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