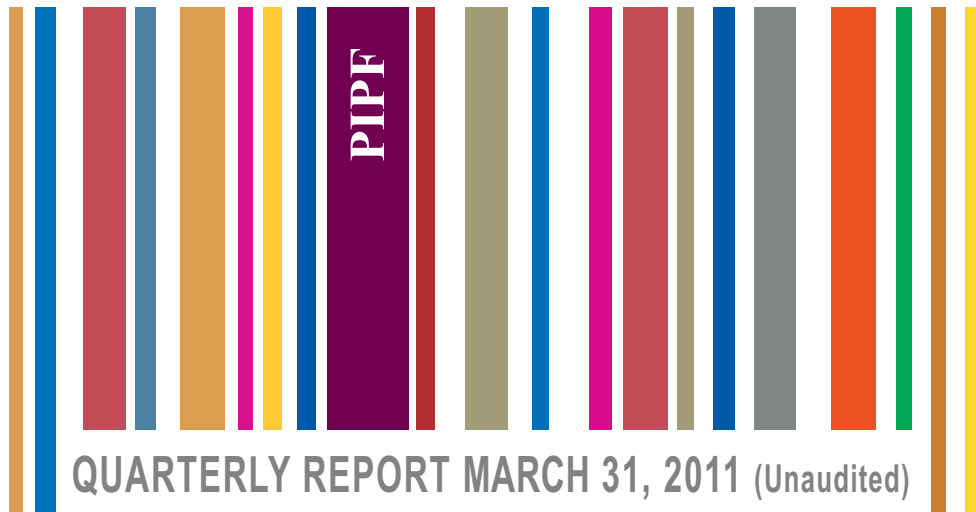


PAKISTAN ISLAMIC PENSION FUND



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FUNDS' INFORMATION

Pension Fund Manager

Arif Habib Investments Limited
Arif Habib Centre, 23 M. T. Khan Road,
Karachi-74000.

Board of Directors of the Pension Fund Manager

Mr. Muhammad Shafi Malik	Chairman
Mr. Nasim Beg	Chief Executive
Syed Ajaz Ahmed	Director
Mr. Muhammad Akmal Jameel	Director
Mr. Sirajuddin Cassim	Director
Mr. Muhammad Kashif	Director
Mr. S. Gulrez Yazdani	Director
Mr. Samad A.Habib	Director

Company Secretary & CFO of the Pension Fund Manager

Mr. Z eeshan

Audit Committee

Mr. Muhammad Shafi Malik	Chairman
Mr. Muhammad Akmal Jameel	Member
Syed Ajaz Ahmed	Member
Mr. Samad A.Habib	Member

Trustee

MCB Financial Services Limited (MCBFSL)
3rd Floor, Adamjee House,
I.I. Chundrigar Road, Karachi.

Bankers

Bank AL Habib Limited
Summit Bank (formerly :Arif Habib Bank Limited)
Deutsche Bank A.G.
Standard Chartered Bank (Pakistan) Limited
The Bank Of Punjab

Auditors

M . Yousuf Adil Saleem & Co. - Chartered Accountants
Cavish Court, A-35, Block 7 & 8,
KCHSU, Sharae Faisal,
Karachi-75350

Legal Adviser

Bawaney & Partners
404, 4th Floor, Beaumont Plaza,
Beaumont Road, Civil Lines, Karachi-75530

Registrar

Gangjees Registrar Services (Pvt.) Limited.
Room No. 516, 5th Floor, Clifton Centre,
Kehkashan, Clifton, Karachi.

REPORT OF THE DIRECTORS OF THE FUND MANAGER FOR THE QUARTER ENDED MARCH 31, 2011

The Board of Directors of Arif Habib Investments Limited, the Fund Manager of Pakistan Islamic Pension Fund (PIPF), is pleased to present its report together with the Condensed Interim Financial Statements for the quarter ended March 31, 2011.

Fund Objective

The objective of the Fund is to provide a flexible retirement savings plan for individuals with customized investment choices in Shariah compliant assets.

Fund Profile

The Pakistan Islamic Pension Fund (PIPF), under the Voluntary Pension System (VPS) was launched on November 02, 2007.

PIPF is a flexible savings cum investment plan under Voluntary Pension Scheme (VPS) which facilitates all individuals who are Pakistani nationals, to save for their retirement in a systematic way, topping up their savings with investment returns at their desired investment exposure and granting them special tax benefits, with numerous valuable options before, at and after retirement while maintaining compliance with Shariah. The scheme can be used as a replacement for any existing Provident, Pension or Gratuity funds, or can be entered into alongside these funds. Systematic transitions of the existing Provident/Gratuity/Pension schemes to the VPS are also possible in a manner that allows maximum tax credit to the concerned.

VPS carries clear advantages over existing saving funds. Most obvious ones are individualized asset allocation, double tax advantages and minimal administration cost, avoiding complications associated with Defined Benefit Schemes.

PIPF is a long only scheme and is not allowed to undertake leveraged investments.

Fund Performance during quarter ended March 31, 2011

Equity sub-fund

The net assets of the sub-fund as at March 31, 2011 stood at Rs 40.63 million as compared to Rs 38.98 million at the beginning of the quarter, registering a positive change of 4.23%.

The Net Asset Value (NAV) per unit of the sub-fund was Rs 111.29 as compared to Rs 107.03 at the beginning of the quarter, registering an increase of Rs 4.26 per unit.

Debt sub-fund

The net assets of the sub-fund as at March 31, 2011 stood at Rs 44.58 million as compared to Rs 43.16 million at the beginning of the quarter, registering a positive change of 3.29%.

The Net Asset Value (NAV) per unit of the sub-fund was Rs 132.87 as compared to Rs 129.82 at the beginning of the quarter, registering an increase of Rs. 3.05 per unit.

Money Market sub-fund

The net assets of the sub-fund as at March 31, 2011 stood at Rs 38.34 million as compared to Rs 37.51 million at the beginning of the quarter, registering a positive change of 2.21%.

The Net Asset Value (NAV) per unit of the sub-fund was Rs 122.88 as compared to Rs 120.91 as at the beginning of the quarter, registering an increase of Rs 1.97 per unit.

Future Outlook and Fund Performance

Future outlook and fund performance is fully explained in fund manager report attached to this report.

Acknowledgement

The Board of Directors of the Pension Fund Manager is thankful to the valued investors of the Fund for their reliance and trust in Arif Habib Investments Limited. The Board also likes to thank the Securities and Exchange Commission of Pakistan, State Bank of Pakistan, MCB Financial Services Limited (the Trustee of the Fund) for their continued cooperation, guidance, substantiation and support. The Board also acknowledges the efforts put in by the team of the Pension Fund Manager for the growth and meticulous management of the Fund.

For and on behalf of the Board

Karachi
April 23, 2011

Nasim Beg
Chief Executive

REPORT OF THE FUND MANAGER FOR THE NINE MONTHS ENDED 31 MARCH, 2011

Fund Objective

The objective of the Fund is to provide a flexible retirement savings plan for individuals with customized investment choices in Shariah compliant assets.

Fund Profile

The Pakistan Islamic Pension Fund (PIPF), under the Voluntary Pension System (VPS) was launched on November 02, 2007.

PIPF is a flexible savings cum investment plan under VPS which facilitates all individuals who are Pakistani nationals, to save for their retirement in a systematic way, topping up their savings with investment returns at their desired investment exposure and granting them special tax benefits, with numerous valuable options, before, at, and after retirement, while maintaining compliance with Shariah. The scheme can be used as a replacement for any existing Provident, Pension or Gratuity funds, or can be entered into alongside these funds. Systematic transition of the existing Provident/Gratuity/Pension schemes to the VPS is also possible in a manner that allows maximum tax credit to the concerned.

VPS carries clear advantages over existing saving funds. Most obvious ones are tax savings, individualized asset allocation, minimal administration and avoiding complications associated with Defined Benefit Schemes.

PIPF is a long only scheme and is not allowed to undertake leveraged investments.

Equity sub fund

Equity sub fund NAV grew by 3.98% as compared to 5.20% increase in KMI30 during quarter under review. Among major holdings NML, PPL, PSO, PAEL, Packages and Agriautos underperformed. On the other hand POL, Hubco, FFC, Searle and ICI outperformed the market and contributed positively to the fund's return. Equity exposure of the fund was slightly reduced to 92.33% from 93.02% at the beginning of the quarter. Major activities of the fund during the quarter are mentioned below.

- NML became Shariah complaint during the quarter. Exposure in the company was added up to 7.4% of net assets.
- FFBL has been reduced to 2.7% of net assets from 5.5% at the beginning post substantial outperformance and limited further potential upside.
- The Fund gradually reduced its holding in Searle to 5.8% from 7.3% as the stock price reached its fair value in the rising equity market.

Net assets of the fund were Rs 40.6 million at the quarter end. Fund's major investments were in Oil & Gas (23.7%), chemicals (18.7%) and general industries (11.5%). The PE of the equity Sub Fund was 7.7x.

Debt sub fund

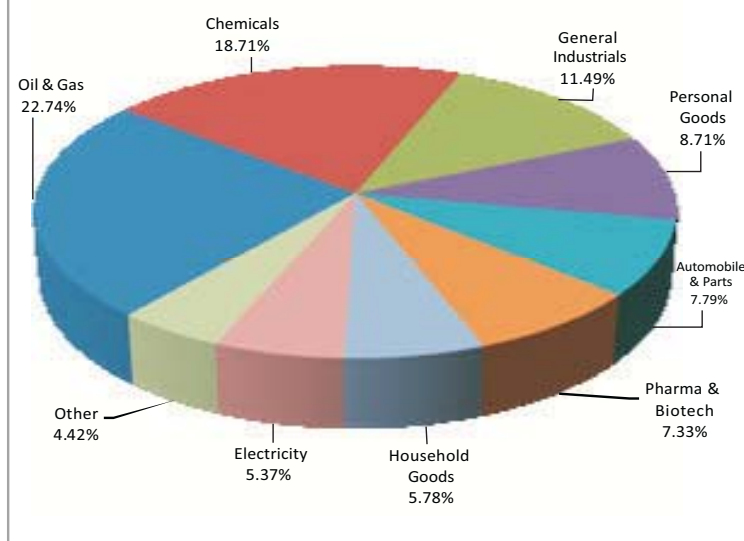
Debt sub fund NAV grew by annualized 9.5% during the quarter. Lower return was due to the downward price movement of corporate Sukuk (PAEL). Fund's major investments remained in GIS Sukuk which represented 75.8% of net assets, Corporate Sukuk was 2.62% and remaining was placed in banks deposits.

Money Market sub fund

Money market sub fund NAV growth was annualized 6.61% during quarter under review. No major alteration was made in portfolio composition. At the quarter end 26.3% was in banks, 19.8% in COIs (bank based) and remaining 52.6% was in GIS Sukuk.

Top Ten Holdings as on March 31, 2011

Pakistan Oilfields	9.5%
Pakistan Petroleum	8.8%
Packages Limited	7.9%
Nishat Mills	7.4%
ICI Pakistan	7.1%
Fauji Fertilizer Company	6.4%
Searle Pakistan	5.8%
Pak Elektron	5.8%
Hub Power Company	5.4%
Agriauto Industries	4.6%

Sector Allocation - March 31, 2011**Equity market review**

The KSE 100 index finished the third quarter of current fiscal year (first quarter of 2011) in negative, falling by 1.77% to 11809. The market started 2011 on a positive note with the index gaining 6% by January 18 and touched the level of 12,768 due to higher inflows from foreign investors in index heavy weight stocks. However, the market reversed its course in February, when worsening situation in Egypt and Tunisia led to sharp fall in global equities. The index made its low on February 25 near 11200, before bouncing back in the first week of March after the announcement of MTS implementation.

Key driver in the index performance remained its heavy weight stock OGDC (24% weight), which has started to retreat and fallen by 27% after peaking at Rs 185 (intraday high) on January 10. Minus OGDC, majority of other leading stocks finished the quarter with fresh gains. Top performing sectors during the quarter were Fertilizer, Oil & Gas (with the exception of OGDC), Banks and Cement. Foreign investors remained net buyers in Pakistan with net inflow of US\$ 52 million during the quarter, with March seeing an outflow of US\$ 16 million mainly due to selling in OGDC.

Total outstanding leveraged investment in MTS was only Rs 228 million by quarter end (started March 14), an indication of cautious initial response of participants (finances and financiers). During the quarter, average daily turnover increased to 129 million shares compared to 124 million in the second quarter of FY11, however, trading volumes after hitting highs over 200 million daily in January witnessed a declining trend and had fallen below 100 m daily by March end.

Market outlook

We expect the equity market to move in a narrow band ahead of the budget announcement in early June. Given the continuing high fiscal deficit (approximately 6% of GDP) new taxes, withdrawal of tax exemptions and implementation of RGST are on the cards for the next fiscal year. At the same time, inflation remains a key threat in the backdrop of rising commodity prices in particular oil. Therefore, interest rates are expected to remain at elevated levels with policy rate remaining at 14% for the next few months. On relative valuation downside appears to be less for equities as stock prices of major companies are trading in the range of 7x-9x on 2011 earnings. On the basis of consensus forecast, amongst listed sectors, chemicals/fertilizer, oil and gas exploration, cement (select stocks), major banks and FMCGs are expected to show improvement in earnings growth in 2011.

3QFY11 Economic Review

During the third quarter of the fiscal year, pick up in textile exports and higher remittances helped in reducing the pressure from rising international oil prices and keeping the current account deficit in check. The rate of increase in inflation has reduced during the quarter to 13.16% in March compared to 15.45% YoY growth in December, therefore allowing the central bank to keep the discount rate unchanged at 14% during the last two monetary policy reviews. Following the last round of talks with IMF in March, the government has finally taken additional taxation measures to reduce the rising fiscal gap for the current fiscal year.

Fiscal Side

Given the rising fiscal deficit (2.8% of GDP during 1HFY11 against the full year target of 5.5%), GoP introduced new taxation measures in March which would collect Rs 53 billion through removal of subsidies and/or further taxes on income, imports, agriculture, and domestic sales of zero-rated export-oriented items, while Rs 67 billion is expected to be saved from the government expenditure side. Of Rs53 billion, Rs 20 billion will be collected through 15% flood surcharge on income-tax, Rs 25 billion revenue will be accumulated through withdrawal of sales tax exemptions on fertilizers, pesticides and tractors, Rs 6 billion revenue through increase in special excise duty on imports from 1% - 2.5% and Rs 2 billion proceeds from increase in tax on sugar.

Total tax collection from July 2010 - February, 2011 summed up to Rs 876 billion against a target of Rs 1600 billion for the full FY. With the above mentioned measures, it is now expected that tax revenue target for the current fiscal year is likely to be met. However, given the additional expenditures on last year floods, the fiscal deficit is expected to be higher than the government target of 5.5% for the year ending June 2011.

Inflation

Inflation figures for 3QFY11 came down considerably from 15.45% YoY in December, 2010 to 13.16% YoY in March 2011. This was due to the following reasons: first, high base-effect of last year starting January, 2010, and second, containment of government borrowing from the SBP within agreed limits. Nonetheless, inflation is expected to edge higher over the next few months given the outlook of an increase in international commodity prices especially oil prices, higher domestic commodity prices with the introduction of 'mini-budget' to enhance the tax base, and expectations of an increase in government borrowing to fund fiscal deficit.

Real Sector

Large Scale Manufacturing (LSM) figures for July 2010 - January 2011 showed an increase of 2.34% over the corresponding period of last year. The growth in manufacturing is restricted to few sectors, with majority of the industries showing decline. Textiles, Pakistan's largest industry having one fourth of the total weight could only increase by 0.6%. Major contribution has come from sugar sector (4.15% weight) showing a growth of 8.1% till January and which is likely to improve further as recent reports suggest that total output of sugar for this year has exceeded 4 m tones compared to only 3.1 m tones in the previous year. Other growth sectors have been automobile production (+16.8%), Pharmaceuticals (+5.8%), chemicals (+3.5%) and leather products (+14.2%). All other manufacturing sectors were in decline including Food and beverages (-2%), petroleum products (-6.2%), metal industries (-8.1%), non metallic minerals (-11.8%), fertilizers (-7.2%) and cement (-10.6%).

External Side

External sector continued to post encouraging figures in 3QFY11. Current Account Deficit (CAD) from July 2010 - February, 2011 equaled US\$ 98 million against US\$ 3027 million deficit in the same period of preceding year, thus showing a decrease of almost 97%. This is explained by an improvement in balance on Goods & Services & Income account where deficit decreased from US\$11.2 billion in July-February, 2010, to US\$ 9.9 billion in the same period of current FY. Remittances also played a key role in uplifting the CAD as US\$ 8.02 billion were received from July- March, 2011 against US\$6.54 billion in the corresponding period of last year, thus showing a growth of 22.39%. The SBP expects current account deficit for FY 11 in the range of 1 - 1.5%. Exports from July - March, 2011 were US\$ 18.1 billion against a US\$14.3 billion exports in the same period last year, posting a robust growth of 26.6% YoY. Textile export was yet once again the major determinant of this growth as US\$ 9.92 billion was contributed by textiles. Imports for the same period equaled US\$ 29.1 billion against US\$ 25.1 billion in the first 9 months of last FY. This translates into a growth 15.97%. Petroleum group imports stood at US\$ 8.15 billion from July 2010 - March, 2011 showing a growth of 11%. Forex reserves YtD (March19, 2011) closed at US\$ 17.5 billion against US\$ 16.75 billion at the end of FY10. Moreover, Asian Development Bank approved a US\$ 650 million loan which will be used to build the damaged infrastructure due to the floods which hit the country early FY11.

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2011

		-----Unaudited----- -----March 31, 2011-----			Audited June 30, 2010
Note	PIPF Equity Sub-Fund	PIPF Debt Sub-Fund	PIPF Money Market Sub-Fund	Total	
-----Rupees-----					
Assets					
	2,753,854	3,177,131	10,070,874	16,001,859	20,347,990
Balances with banks					
Investments (as per condensed interim statement of investment by category)	37,510,772	41,099,073	27,776,498	106,386,343	86,469,751
Dividend receivable	374,005	-	-	374,005	85,400
Profit receivable	4,753	328,347	499,836	832,936	1,855,643
Formation cost	-	-	-	-	30,387
Deposits and other receivable	201,000	201,000	201,000	603,000	1,588,094
Taxation refundable	93	-	52	145	-
Total assets	40,844,477	44,805,551	38,548,260	124,198,288	110,377,265
Liabilities					
	50,006	56,370	48,690	155,066	133,361
Payable to the Pension Fund Manager	6,608	7,449	6,434	20,491	17,715
Payable to the Trustee	88,623	105,695	92,194	286,512	295,001
Payable to auditors					
Annual fee payable to the Securities and Exchange Commission of Pakistan	8,988	10,689	9,314	28,991	34,179
Accrued and other liabilities	62,865	45,460	47,589	155,914	95,676
Taxation payable	-	203	-	203	329
Total liabilities	217,090	225,866	204,221	647,177	576,261
NET ASSETS	40,627,387	44,579,685	38,344,039	123,551,111	109,801,004
CONTINGENCY					
Participants Sub-Funds (as per Statement of Movement in Participants' sub funds)	40,627,387	44,579,685	38,344,039		
Number of units in issue	365,063	335,518	312,044		
Net asset value per unit	111.29	132.87	122.88		

The annexed notes form an integral part of these Condensed Interim financial information.

**For Arif Habib Investments Limited
(Pension Fund Manager)**

Chief Executive

Director

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011

Page 1 of 2

-----Nine months ended March 31, 2011-----					
Note	PIPF Equity Sub-Fund	PIPF Debt Sub-Fund	PIPF Money Market Sub-Fund	Total	Nine Months Ended March 31, 2010
-----Rupees-----					
Income					
Income from investemnt in Government securities	-	3,150,670	999,721	4,150,391	3,553,248
Income from term finance certificates- sukuk	-	254,720	-	254,720	51,824
Income from Certificate of Investments	-	-	686,964	686,964	-
Income from Term Deposit receipt	-	-	120,063	120,063	-
Capital gain on sale of investments - net	1,738,899	-	-	1,738,899	4,187,168
Dividend income	1,759,069	-	-	1,759,069	1,380,871
Profit on bank deposits	14,715	335,415	614,974	965,104	1,740,834
Impairment loss on investments classified as 'available-for -sale'	7.1 (746,802)	-	-	(746,802)	(416,787)
Element of (loss) / income and capital (losses) / gain included in prices of units issued less those in units redeemed - net	(100,076)	51,519	45,697	(2,860)	(183,915)
Total income	2,665,808	3,792,324	2,467,422	8,925,554	10,313,243
Operating expenses					
Remuneration to the Pension Fund Manager	404,472	481,000	419,144	1,304,616	1,132,124
Remuneration to the Trustee	53,557	63,696	55,505	172,758	150,808
Annual fee-Securities and Exchange Commission of Pakistan	8,988	10,689	9,314	28,991	25,159
Auditors' remuneration	88,451	105,516	92,045	286,012	289,297
Custody and settlement charges	8,347	4,743	4,500	17,590	17,348
Donation and Charity expense	366	-	-	366	-
Securities transaction cost	11,648	-	-	11,648	36,302
Bank charges	317	3,317	490	4,124	2,990
Amortization of formation cost	10,129	10,129	10,129	30,387	112,500
Legal and professional charges	37,412	45,460	39,679	122,551	52,547
Total operating expenses	623,687	724,550	630,806	1,979,043	1,819,075
Net income before taxation	2,042,121	3,067,774	1,836,616	6,946,511	8,494,168
Taxation	151	37,799	24,453	62,403	26,590
Net income after taxation	2,041,970	3,029,975	1,812,163	6,884,108	8,467,578
Other comprehensive income for the period					
Unrealized appreciation / (diminution) on re-measurement of investments classified as 'available-for-sale'- net	5,639,537	(247,625)	(12,503)	5,379,409	4,026,534
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - amount representing unrealised appreciation / (diminution) - net	37,280	(507)	1,111	37,884	172,197
	5,676,817	(248,132)	(11,392)	5,417,293	4,198,731
Total comprehensive income for the period	7,718,787	2,781,843	1,800,771	12,301,401	12,666,309
Earnings per unit	10 5.68	9.11	5.86		

The annexed notes form an integral part of these Condensed Interim financial information.

**For Arif Habib Investments Limited
(Pension Fund Manager)**

Chief Executive

Director

PAKISTAN ISLAMIC PENSION FUND
Managed by: ARIF HABIB INVESTMENTS LIMITED

09

**CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011**

Page 2 of 2

-----Quarter ended March 31, 2011-----					
	PIPF Equity	PIPF Debt	PIPF Money Market	Total	Quarter ended March 31, 2010
Note	Sub-Fund	Sub-Fund	Sub-Fund		
-----Rupees-----					
Income					
Income from investemnt in Government securities	-	1,092,550	342,256	1,434,806	1,326,657
Income from term finance certificates- sukuk	-	79,043	-	79,043	51,824
Income from Certificate of Investments	-	-	277,481	277,481	-
Income from Term Deposit receipt of Investments	-	-	-	-	-
Capital gain on sale of investments - net	1,156,703	-	-	1,156,703	2,536,882
Dividend income	622,547	-	-	622,547	519,932
Profit on bank deposits	4,714	105,316	214,393	324,423	558,532
Impairment loss on investments classified as 'available-for -sale'	7.1 -	-	-	-	(249,484)
Element of (loss) / income and capital (losses) / gain included in prices of units issued less those in units redeemed - net	(3,971)	89,058	38,519	123,606	(78,549)
Total income	1,779,993	1,365,967	872,649	4,018,609	4,665,794
Operating expenses					
Remuneration to the Pension Fund Manager	145,465	161,975	140,419	447,859	388,001
Remuneration to the Trustee	19,227	21,408	18,559	59,194	51,613
Annual fee-Securities and Exchange Commission of Pakistan	3,232	3,599	3,120	9,951	8,623
Auditors' remuneration	30,029	33,443	28,994	92,466	98,606
Custody and settlement charges	2,681	1,569	1,500	5,750	6,049
Donation and Charity expense	-	-	-	-	-
Securities transaction cost	5,269	-	-	5,269	19,843
Bank charges	-	-	3	3	672
Amortization of formation cost	-	-	-	-	36,954
Legal and professional charges	5,605	6,243	5,412	17,260	17,259
Total operating expenses	211,508	228,237	198,007	637,752	627,620
Net income before taxation	1,568,485	1,137,730	674,642	3,380,857	4,038,174
Taxation	(45)	13,034	8,466	21,455	9,545
Net income after taxation	1,568,530	1,124,696	666,176	3,359,402	4,028,629
Other comprehensive income for the period					
Unrealized appreciation / (diminution) on re-measurement of investments classified as 'available-for-sale'- net	15,215	(17,779)	(12,503)	(15,067)	(527,510)
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - amount representing unrealised appreciation / (diminution) - net	(22,390) (7,175)	5,059 (12,720)	946 (11,557)	(16,385) (31,452)	99,587 (427,923)
Total comprehensive income for the period	1,561,355	1,111,976	654,619	3,327,950	3,600,706
Earnings per unit	10 4.32	3.37	2.14		

The annexed notes form an integral part of these Condensed Interim financial information.

**For Arif Habib Investments Limited
(Pension Fund Manager)**

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011

Page 1 of 2

-----Nine months ended March 31, 2011-----

	PIPF Equity Sub-Fund	PIPF Debt Sub-Fund	PIPF Money- Market Sub-Fund	Total	Nine Months Ended March 31, 2010
-----Rupees-----					
Cash Flows From Operating Activities					
Net income before taxation	2,042,121	3,067,774	1,836,616	6,946,511	8,494,168
Adjustments for :					
Amortisation of formation cost	10,129	10,129	10,129	30,387	112,500
Impairment loss on investments classified as 'available-for- sale'	746,802	-	-	746,802	416,787
Elements of loss / (income) and capital losses / (gains) in prices of units issued less those in units redeemed - net	100,076	(51,519)	(45,697)	2,860	183,915
	857,007	(41,390)	(35,568)	780,049	713,202
(Increase) / Decrease in assets					
Investments	(4,862,587)	(6,994,397)	(3,427,001)	(15,283,985)	(19,576,347)
Dividend receivable	(288,605)	-	-	(288,605)	(215,359)
Profit receivable	(75)	869,873	152,914	1,022,712	432,117
Deposits and other receivables	985,094	-	-	985,094	(2,103,895)
	(4,166,173)	(6,124,524)	(3,274,087)	(13,564,784)	(21,463,484)
(Decrease) / Increase in liabilities					
Payable to Pension Fund Manager	11,267	6,144	4,294	21,705	23,359
Payable to the Trustee	1,462	777	537	2,776	3,067
Annual fee payable to the Securities and Exchange Commission of Pakistan	(1,011)	(1,912)	(2,265)	(5,188)	(3,939)
Payable to auditors	2,072	(3,001)	(7,560)	(8,489)	(4,758)
Accrued and other liabilities	(4,809)	45,460	19,587	60,238	(21,131)
	8,981	47,468	14,593	71,042	(3,402)
Tax paid	(249)	(37,759)	(24,671)	(62,679)	(15,302)
Cash (used in) / generated from operating activities	(1,258,313)	(3,088,431)	(1,483,117)	(5,829,861)	(12,274,818)
Cash Flows From Financing Activities					
Receipt of contribution	2,554,538	2,060,171	689,745	5,304,454	2,891,832
Payment against withdrawal	(1,489,660)	(1,901,133)	(429,933)	(3,820,725)	(616,114)
Cash generated from / (used in) financing activities	1,064,878	159,038	259,812	1,483,729	2,275,718
Net (decrease) / increase in cash and cash equivalents	(193,435)	(2,929,393)	(1,223,304)	(4,346,132)	(9,999,100)
Cash and cash equivalents at the beginning of the period	2,947,288	6,106,524	11,294,178	20,347,990	43,463,250
Cash and cash equivalents at the end of the period	2,753,854	3,177,131	10,070,874	16,001,859	33,464,150

The annexed notes form an integral part of these Condensed Interim financial information.

**For Arif Habib Investments Limited
(Pension Fund Manager)**

Chief Executive

Director

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011

Page 2 of 2

-----Quarter ended March 31, 2011-----

	PIPF Equity Sub-Fund	PIPF Debt Sub-Fund	PIPF Money- Market Sub-Fund	Total	Quarter ended March 31, 2010
-----Rupees-----					
Cash Flows From Operating Activities					
Net income before taxation	1,568,485	1,137,730	674,642	3,380,857	4,038,174
Adjustments for :					
Amortisation of formation cost	-	-	-	-	36,954
Impairment loss on investments classified as 'available-for- sale'	-	-	-	-	249,484
Elements of loss / (income) and capital losses / (gains) in prices of units issued less those in units redeemed - net	3,971	(89,058)	(38,519)	(123,606)	78,549
	3,971	(89,058)	(38,519)	(123,606)	364,987
(Increase) / Decrease in assets					
Investments	(1,231,345)	(7,331,465)	(2,697,001)	(11,259,811)	(522,497)
Dividend receivable	(374,005)	-	-	(374,005)	(198,073)
Profit receivable	187	881,364	174,616	1,056,167	1,226,614
Deposits and other receivables	-	-	-	-	(1,803,895)
	(1,605,163)	(6,450,101)	(2,522,385)	(10,577,649)	(1,297,851)
Increase / (Decrease) in liabilities					
Payable to Pension Fund Manager	2,125	1,618	1,054	4,797	101,141
Payable to the Trustee	272	204	131	607	700
Annual fee payable to the Securities and Exchange Commission of Pakistan	3,232	3,600	3,120	9,952	8,622
Payable to auditors	30,029	33,443	28,993	92,465	38,554
Accrued and other liabilities	13,265	6,243	7,412	26,920	(153,493)
	48,923	45,108	40,710	134,741	(4,476)
Tax paid	(55)	(12,208)	(8,232)	(20,495)	(7,637)
Cash (used in) / generated from operating activities	16,161	(5,368,529)	(1,853,784)	(7,206,152)	3,093,197
Cash Flows From Financing Activities					
Receipt of contribution	673,970	604,512	261,085	1,539,567	1,582,319
Payment against withdrawal	(618,030)	(207,535)	(38,083)	(863,647)	(261,398)
Cash generated from / (used in) financing activities	55,940	396,977	223,002	675,920	1,320,921
Net increase / (decrease) in cash and cash equivalents	72,101	(4,971,552)	(1,630,781)	(6,530,232)	4,414,118
Cash and cash equivalents at the beginning of the period	2,681,752	8,148,683	11,701,655	22,532,090	29,050,032
Cash and cash equivalents at the end of the period	2,753,854	3,177,131	10,070,874	16,001,859	33,464,150

The annexed notes form an integral part of these Condensed Interim financial information.

**For Arif Habib Investments Limited
(Pension Fund Manager)**

Chief Executive

Director

**CONDENSED INTERIM STATEMENT OF MOVEMENT
IN PARTICIPANTS SUB-FUNDS (UNAUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011**

Page 1 of 2

	<u>-----Nine months ended March 31, 2011-----</u>				Nine Months Ended March 31, 2010
	PIPF Equity Sub-Fund	PIPF Debt Sub-Fund	PIPF Money Market Sub -Fund	Total	
	<u>----- Rupees -----</u>				
Net assets at the beginning of the period	31,780,925	41,689,817	36,330,262	109,801,004	92,245,298
Amount received on issue of units	2,554,538	2,060,171	689,745	5,304,454	2,891,832
Amount paid on redemption of units	(1,489,660)	(1,901,133)	(429,933)	(3,820,725)	(616,114)
	1,064,878	159,038	259,812	1,483,729	2,275,718
Element of (income) / loss and capital (gains) / losses Included in prices of units issued less those in units redeemed - net					
- amount representing loss / (income) and realised losses / (capital gains) - net	100,076	(51,519)	(45,697)	2,860	183,915
- amount representing unrealised (appreciation)/ diminution in fair value of investments - net	(37,280)	507	(1,111)	(37,884)	(172,197)
	62,796	(51,012)	(46,808)	(35,024)	11,718
Total comprehensive income	7,718,787	2,781,843	1,800,771	12,301,401	12,666,309
Net assets at the end of the period	40,627,387	44,579,685	38,344,039	123,551,111	107,199,043

The annexed notes form an integral part of these Condensed Interim financial information.

**For Arif Habib Investments Limited
(Pension Fund Manager)**

Chief Executive

Director

**CONDENSED INTERIM STATEMENT OF MOVEMENT
IN PARTICIPANTS SUB-FUNDS (UNAUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011**

Page 2 of 2

	-----Quarter ended March 31, 2011-----				Quarter Ended March 31, 2010
	PIPF Equity Sub-Fund	PIPF Debt Sub-Fund	PIPF Money Market Sub -Fund	Total	
----- Rupees -----					
Net assets at the beginning of the period	38,983,727	43,164,850	37,505,878	119,654,455	102,298,454
Amount received on issue of units	673,970	604,512	261,085	1,539,567	1,582,319
Amount paid on redemption of units	(618,030)	(207,535)	(38,083)	(863,647)	(261,398)
	55,940	396,977	223,002	675,920	1,320,921
Element of loss / (income) and capital losses / (gains) Included in prices of units issued less those in units redeemed - net					
- amount representing loss / (accrued income) and realised losses / (capital gain) - net	3,971	(89,058)	(38,519)	(123,606)	78,549
- amount representing unrealised (appreciation)/ diminution in fair value of investments - net	22,390	(5,059)	(946)	16,385	(99,587)
	26,361	(94,117)	(39,465)	(107,221)	(21,038)
Net income for the period after taxation	1,561,355	1,111,976	654,619	3,327,950	3,600,706
Net assets at the end of the period	40,627,386	44,579,685	38,344,039	123,551,111	107,199,043

The annexed notes form an integral part of these Condensed Interim financial information.

**For Arif Habib Investments Limited
(Pension Fund Manager)**

Chief Executive

Director

**CONDENSED INTERIM STATEMENT OF INVESTMENTS BY CATEGORY
AS AT MARCH 31, 2011**

	-----Un-Audited-----			Audited	
	-----March 31, 2011-----				
	PIPF Equity Sub-Fund	PIPF Debt Sub-Fund	PIPF Money Market Sub-Fund	Total	June 30, 2010
	-----Rupees-----				
Available-for-sale investments (As per Statement of Investment Portfolio)					
- Listed equity securities	37,510,772	-	-	37,510,772	27,755,450
- Government Ijarah Sukuks	-	39,928,903	20,176,498	60,105,401	42,781,532
- Sukuk Certificates	-	1,170,170	-	1,170,170	1,732,769
- Certificate of Investments	-	-	7,600,000	7,600,000	7,100,000
- Term Deposit Receipts	-	-	-	-	7,100,000
Investments at market value	<u>37,510,772</u>	<u>41,099,073</u>	<u>27,776,498</u>	<u>106,386,343</u>	<u>86,469,751</u>

The annexed notes form an integral part of these Condensed Interim financial information.

**For Arif Habib Investments Limited
(Pension Fund Manager)**

Chief Executive

Director

**CONDENSED INTERIM STATEMENT OF OTHER INVESTMENTS (UNAUDITED)
AS AT MARCH 31, 2011**

Page 1 of 2

'AVAILABLE-FOR-SALE'

Name of Investments	Face value				As at March 31, 2011			Market value as % of net assets of the sub-fund
	As at July 1, 2010	Purchases during the period	Sales / Maturities during the period	As at March 31, 2011	Cost	Market value	Appreciation	
----- Rupees -----								
PIPF DEBT SUB-FUND								
Government Ijarah Sukuks	32,000,000	7,500,000	-	39,500,000	39,500,325	39,928,903	428,578	89.57
	32,000,000	7,500,000	-	39,500,000	39,500,325	39,928,903	428,578	89.57
PIPF MONEY MARKET SUB-FUND								
Government Ijarah Sukuks	10,000,000	10,000,000	-	20,000,000	20,027,001	20,176,498	149,497	52.62
	10,000,000	10,000,000	-	20,000,000	20,027,001	20,176,498	149,497	52.62
Total	42,000,000	17,500,000	-	59,500,000	59,527,326	60,105,401		
							Total	
							Unaudited	Audited
							March 31, 2011	June 30, 2010
							----- Rupees -----	
Market Value							60,105,401	42,781,532

The annexed notes form an integral part of these Condensed Interim financial information.

**For Arif Habib Investments Limited
(Pension Fund Manager)**

Chief Executive

Director

**CONDENSED INTERIM STATEMENT OF OTHER INVESTMENTS (UNAUDITED)
AS AT MARCH 31, 2011**

Page 2 of 2

'AVAILABLE-FOR-SALE'

Name of the Investee Company	-----Number of certificates-----				As at March 31, 2011			Market value as a % of net assets of the sub-fund	Market value as a % of total Investments
	As at July 1, 2010	Purchases during the period	Sales during the period	As at March 31, 2011	Cost	Market value	Appreciation		

----- Rupees -----

PIPF DEBT SUB-FUND

Pakistan Electron Limited - SUKUK (28-09-2007)	550	-	-	550	1,011,220	1,170,170	158,950	2.6249	2.8472
Total	<u>550</u>	<u>-</u>	<u>-</u>	<u>550</u>	<u>1,011,220</u>	<u>1,170,170</u>	<u>158,950</u>		

-----Total-----
Unaudited Audited
March 31, 2011 June 30, 2010
-----Rupees-----

Market Value

1,170,170 1,732,769

The annexed notes form an integral part of these Condensed Interim financial information.

**For Arif Habib Investments Limited
(Pension Fund Manager)**

Chief Executive

Director

**CONDENSED INTERIM CONTRIBUTION TABLE (UNAUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011**

Page 1 of 2

Contributions net of front end fee	-----Nine months ended March 31, 2011-----							Nine Months Ended March 31, 2010
	PIPF Equity Sub-Fund		PIPF Debt Sub-Fund		PIPF Money Market Sub-Fund		Total	
	Units	Rupees	Units	Rupees	Units	Rupees	Rupees	
Opening balance	353,786	34,793,489	334,436	33,960,806	309,914	31,103,468	99,857,763	94,155,770
Individuals- issue of unit	26,049	2,554,538	16,098	2,060,171	5,788	689,745	5,304,454	2,891,832
redemption of units	(14,772)	(1,489,660)	(15,016)	(1,901,133)	(3,658)	(429,933)	(3,820,725)	(616,114)
	11,277	1,064,878	1,082	159,038	2,130	259,812	1,483,729	2,275,718
Closing balance	365,063	35,858,367	335,518	34,119,844	312,044	31,363,280	101,341,492	96,431,488

The annexed notes form an integral part of these Condensed Interim financial information.

**For Arif Habib Investments Limited
(Pension Fund Manager)**

Chief Executive

Director

**CONDENSED INTERIM CONTRIBUTION TABLE (UNAUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011**

Page 2 of 2

Contributions net of front end fee	-----Quarter ended March 31, 2011-----							Quarter ended March 31, 2010
	PIPF Equity Sub-Fund		PIPF Debt Sub-Fund		PIPF Money Market Sub-Fund		Total (Rupees)	
	Units	Rupees	Units	Rupees	Units	Rupees	Rupees	Rupees
Opening balance	364,240	35,802,427	332,489	33,722,867	310,209	31,140,278	100,665,572	95,110,567
Individuals- issue of unit	6,276	673,970	4,622	604,512	2,181	261,085	1,539,567	1,582,319
redemption of units	(5,453)	(618,030)	(1,593)	(207,535)	(346)	(38,083)	(863,647)	(261,398)
	823	55,940	3,029	396,977	1,835	223,002	675,920	1,320,921
Closing balance	365,063	35,858,367	335,518	34,119,844	312,044	31,363,280	101,341,492	96,431,488

The annexed notes form an integral part of these Condensed Interim financial information.

**For Arif Habib Investments Limited
(Pension Fund Manager)**

Chief Executive

Director

**CONDENSED INTERIM STATEMENT OF NUMBER OF UNITS IN ISSUE (UNAUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011**

Page 1 of 2

	Nine months ended March 31, 2011		
	PIPF Equity Sub-Fund	PIPF Debt Sub-Fund	PIPF Money Market Sub-Fund
	-----No of units-----		
Total units outstanding at the beginning of the period	353,786	334,436	309,914
Add: Units issued during the period	26,049	16,098	5,788
Less: Units redeemed during the period	(14,772)	(15,016)	(3,658)
Total units in issue at the end of the period	365,063	335,518	312,044

The annexed notes form an integral part of these Condensed Interim financial information.

**For Arif Habib Investments Limited
(Pension Fund Manager)**

Chief Executive

Director

**CONDENSED INTERIM STATEMENT OF NUMBER OF UNITS IN ISSUE (UNAUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011**

Page 2 of 2

	Quarter ended March 31, 2011		
	PIPF Equity Sub-Fund	PIPF Debt Sub-Fund	PIPF Money Market Sub-Fund
	----- No. of units -----		
Total units outstanding at the beginning of the period	364,240	332,489	310,209
Add: Units issued during the period	6,276	4,622	2,181
Less: Units redeemed during the period	(5,453)	(1,593)	(346)
Total units in issue at the end of the period	365,063	335,518	312,044

The annexed notes form an integral part of these Condensed Interim financial information.

**For Arif Habib Investments Limited
(Pension Fund Manager)**

Chief Executive

Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2011

1. LEGAL STATUS AND NATURE OF BUSINESS

The Pakistan Islamic Pension Fund (PIPF) (the Fund) was established under a Trust Deed executed between Arif Habib Investments Limited (AHI) as Pension Fund Manager and MCB Financial Services Limited as Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on July 24, 2007 and was executed on September 5, 2007 under the Voluntary Pension System Rules, 2005 (VPS Rules). PIPF is an open-ended pension fund consisting of three sub-funds namely PIPF Equity Sub-Fund, PIPF Debt Sub-Fund and PIPF Money Market Sub-Fund. Units are offered for public subscription on a continuous basis. The number of units of any Sub-Fund purchased out of contributions depends on the Scheme selected by the respective Participant out of the allocation schemes offered by the Pension Fund Manager.

The Pension Fund Manager of the Fund has been licensed to act as a Pension Fund Manager under VPS Rules through a certificate of registration issued by SECP. The registered office of the Pension Fund Manager is situated at Arif Habib Centre, 23 M.T. Khan Road, Karachi, Pakistan.

Title of the assets of the Fund is held in the name of Trustee.

2. STATEMENT OF COMPLIANCE

2.1 These condensed interim financial information have been prepared in accordance with the approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the Trust Deed, the VPS Rules and the directives issued by SECP.

Wherever, the requirements of the Trust Deed, the VPS Rules or the said directives differ with the requirements of IFRS, the requirements of the Trust Deed, the VPS Rules or the said directives take precedence. The disclosures made in this condensed interim financial report have, however, been limited based on the requirements of the IAS 34: 'Interim Financial Reporting' and Guidelines issued by the SECP for the preparation of the quarterly reports of a pension fund.

2.2 This condensed interim financial report comprise of the condensed interim statement of assets and liabilities as at March 31, 2011 and the condensed interim income statement, condensed interim cash flow statement, condensed interim statement of movement in participants' sub funds, condensed interim statement of investment by category, condensed interim statement of investment portfolio, condensed interim statement of other investment, condensed interim contribution table, condensed interim number of units in issue and notes thereto for the nine months ended March 31, 2011, which have been subject to a review but not audited.

2.3 These condensed interim financial information are unaudited and should be read in conjunction with the financial statements of the Fund for the year ended June 30, 2010.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted for the preparation of these condensed interim financial information are the same as those applied in preparing the financial statements of the Fund for the year ended June 30, 2010.

4. RISK MANAGEMENT

The financial risk management objectives and policies are consistent with those disclosed in the financial statements of the Fund for the year ended June 30, 2010.

5. DEPOSITS AND OTHER RECEIVABLES

	-----Unaudited-----				Audited
	As at March 31, 2011				As at June 30, 2010
	PIPF Equity Sub-Fund	PIPF Debt Sub-Fund	PIPF Money Market Sub-Fund	Total	
	-----Rupees-----				
Security deposit - CDC	200,000	200,000	200,000	600,000	600,000
Other receivables	1,000	1,000	1,000	3,000	3,000
Receivable against sale of investments	-	-	-	-	985,094
	201,000	201,000	201,000	603,000	1,588,094

-----Unaudited-----				Audited
As at March 31, 2011				As at June 30, 2010
PIPF Equity Sub-Fund	PIPF Debt Sub-Fund	PIPF Money Market Sub-Fund	Total	

-----Rupees-----

6. ACCRUED AND OTHER LIABILITIES

Donation / charity	25,432	-	5,910	31,342	92,922
Professional charges	37,412	45,460	39,679	122,551	-
CDS charges	21	-	2,000	2,021	2,754
	62,865	45,460	47,589	155,914	95,676

**7. NET UNREALISED APPRECIATION / (DIMINUTION) IN FAIR VALUE
OF INVESTMENTS CLASSIFIED AS 'AVAILABLE-FOR-SALE'**

-----Unaudited-----				Audited
As at March 31, 2011				As at June 30, 2010
PIPF Equity Sub-Fund	PIPF Debt Sub-Fund	PIPF Money Market Sub-Fund	Total	

-----Rupees-----

Fair value of investments	37,510,772	41,099,073	20,176,498	98,786,343	72,269,751
Less: Cost less impairment	(29,674,927)	(40,511,545)	(20,027,001)	(90,213,473)	(72,391,620)
	7,835,845	587,528	149,497	8,572,870	(121,869)
Impairment loss on investments classified as 'available-for-sale'	746,802	-	-	746,802	1,123,677
Reclassification of impairment on sale of impaired securities	(2,938,455)	-	-	(2,938,455)	-
	(2,191,653)	-	-	(2,191,653)	1,123,677
	5,644,192	587,528	149,497	6,381,217	1,001,808
Net unrealised diminution in fair value of investments at the beginning of the period	(4,655)	(835,153)	(162,000)	(1,001,808)	117,226
	5,639,537	(247,625)	(12,503)	5,379,409	1,119,034

7.1 As at March 31, 2011, the management carried out a scrip wise analysis of impairment in respect of equity securities classified as 'available-for-sale' and has determined that an impairment loss amounted to Rs 746,802 for the nine months ended March 31, 2011 to be charged to the condensed interim income statement.

8. CONTINGENCY

Through the 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. The Mutual Funds Association of Pakistan (MUFAP), on behalf of its members filed a constitutional petition in the High Court of Sindh (SHC) praying it to declare that the funds are not establishments and as a result are not liable to pay contribution to the WWF. The honorable court has rejected the petition on technical grounds stating that MUFAP is not the aggrieved party in this case and required the aggrieved parties to approach the courts for the said petition. In response a petition has been filed with the SHC by some of Mutual Funds through their Trustees along with few investors. However, subsequent to filing of the petition, the Ministry of Labour and Manpower (the Ministry) issued a letter which states that mutual funds are not liable for WWF. Further, in a subsequent letter dated July 15, 2010 the Ministry clarified that "Mutual Fund(s) is a product which is being managed / sold by the Asset Management Companies which are liable to contribute towards Workers Welfare Fund under Section-4 of WWF Ordinance 1971. However, the income of Mutual Fund(s), the product being sold, is exempted under the law *ibid.*"

There have been instances whereby show cause notices under section 221 of the Income Tax Ordinance, 2001 have been issued to a number of mutual funds for the recovery of WWF. On December 14, 2010, the Ministry filed its response contesting the said petition. SHC has concluded its hearing and judgement has been reserved.

Based on the advice of the legal counsel handling the case, the Management Company is of the view that WWF is not applicable to the Funds due to the clarification issued by the Ministry which creates vested right, hence provision has not been made in respect of WWF, which if liable, would amount to Re 0.37, Re 0.40 and Re 0.27 per unit for the equity, debt and money market sub-fund respectively.

9. TRANSACTIONS WITH CONNECTED PERSONS

Connected persons include Arif Habib Investments Limited (AHI) being the Pension Fund Manager and Arif Habib Corporation (formerly: Arif Habib Securities Limited) being the holding company of AHI, Arif Habib Limited, Thatta Cement Limited being companies under common control. Summit Bank Limited (formerly :Arif Habib Bank Limited) and Pak Arab Fertilizer being companies under common directorship and MCB Financial Services Limited being the Trustee, other collective investment schemes managed by the Pension Fund Manger as Management Company and directors and executives of the Pension Fund Manager.

The transactions with connected persons are in the normal course of business and are carried out on an agreed terms.

Remuneration payable to the Pension Fund Manager and the Trustee is determined in accordance with the provisions of the VPS Rules and the Trust Deed respectively.

9.1 Transactions during the period

	-----Unaudited-----				Nine Months ended March 31, 2010
	Nine months ended March 31, 2011				
	PIPF Equity Sub-Fund	PIPF Debt Sub-Fund	PIPF Money Market Sub-Fund	Total	
	-----Rupees-----				
Pension Fund Manager					
Remuneration	404,472	481,000	419,144	1,304,616	1,132,124
Sales load	6,568	1,642	-	8,210	5,516
MCB Financial Services Limited -Trustee					
Trustee Fee	53,557	63,696	55,505	172,758	150,808
Directors and Officers					
Issue of 15,984 units (2010: 12,135 units)	1,571,296	-	-	1,571,296	1,100,707
Issue of 12,730 units (2010: 7,792 units)	-	1,646,806	-	1,646,806	910,954
Issue of 6,900 units (2010: 3,381 units)	-	-	832,322	832,322	380,125
Redemption of 13,032 units (2010: 158 units)	1,315,583	-	-	1,315,583	13,970
Redemption of 5,898 units (2010: 501 units)	-	756,278	-	756,278	59,405
Redemption of 1,072 units (2010: 343 units)	-	-	128,159	128,159	39,091

-----Unaudited-----					Quarter ended March 31, 2010
Quarter ended March 31, 2011					
PIPF Equity Sub-Fund	PIPF Debt Sub-Fund	PIPF Money Market Sub-Fund	Total		

-----Rupees-----

Pension Fund Manager

Remuneration	145,465	161,975	140,419	447,859	388,001
Sales load	1,792	448	-	2,240	3,000

MCB Financial Services Limited -Trustee

Trustee fee	19,227	21,408	18,559	59,194	51,613
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Directors and Officers

Issue of 4,123 units (2010: 5,419 units)	441,781	-	-	441,781	515,690
Issue of 6,081 units (2010: 2,980 units)	-	799,957	-	799,957	357,803
Issue of 3,699 units (2010: 950 units)	-	-	451,595	451,595	109,048
Redemption of 5,383 units (2010:105 units)	601,998	-	-	601,998	9,931
Redemption of 1,594 units (2010: 473 units)	-	209,480	-	209,480	56,277
Redemption of 217 units (2010: 336 units)	-	-	26,400	26,400	38,310

9.2 Amounts outstanding as at the period end

-----Unaudited-----					Audited June 30, 2010
As at March 31, 2011					
PIPF Equity Sub-Fund	PIPF Debt Sub-Fund	PIPF Money Market Sub-Fund	Total		

-----Rupees-----

Pension Fund Manager

Remuneration payable	50,006	56,370	48,690	155,066	133,361
Investment of 300,000 units as seed capital in each sub-fund (2010: 300,000)	33,387,000	39,861,000	36,864,000	110,112,000	99,516,000

Summit Bank Limited

(formerly :Arif Habib Bank Limited)

Bank Balances	2,521,631	197,173	54,450	2,868,786	15,119,151
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MCB Financial Services Limited -Trustee

Trustee fee payable	6,608	7,449	6,434	20,491	17,715
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Directors and Officers

Investment- 24,079 units (2010: 21,127 units)	2,679,752	-	-	2,679,752	1,897,804
Investment - 18,865 units (2010: 12,033 units)	-	2,506,593	-	2,506,593	1,500,059
Investment -10,916 units (2010: 5,089 units)	-	-	1,341,358	1,341,358	596,634

10. EARNINGS PER UNIT

Earnings per unit (EPU) for the nine months and quarter ended March 31, 2011 in respect of each sub-fund has been calculated by dividing the net income after taxation of a sub-fund by the weighted average number of units of the sub-fund in circulation during the period, which are given below:

	Nine months ended March 31, 2011		
	PIPF Equity Sub-Fund	PIPF Debt Sub-Fund	PIPF Money Market Sub-Fund
Net income after taxation	2,041,970	3,029,975	1,812,163
Weighted average number of units	359,694	332,489	309,110
Earnings per unit	5.68	9.11	5.86

	Quarter ended March 31, 2011		
	PIPF Equity Sub-Fund	PIPF Debt Sub-Fund	PIPF Money Market Sub-Fund
Net income after taxation	1,568,530	1,124,696	666,176
Weighted average number of units	362,800	333,973	311,414
Earnings per unit	4.32	3.37	2.14

11. 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.

Investments are revalued at the market prices, using the appropriate method, prevailing on the balance sheet date. The estimated fair value of all other financial assets and liabilities is considered not different from carrying value.

12. NON-ADJUSTING EVENT AFTER THE BALANCE SHEET DATE

The mark-up and principal redemption of PEL issue dated 28.09.2007 amounting to Rs. 51,466 and Rs 196,427 respectively was due on 28.03.2011. The issuer after the due date has issued a cheque against mark-up. Which was cleared on 12.04.2011. However, the due principal is still outstanding.

In accordance with the provisioning policy approved by the Board, a provision was made against the principal amount due amounting to Rs 196,427. Further accrual of mark-up was also suspended.

13. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial information were authorised for issue on April 23, 2011 by the Board of Directors of the Pension Fund Manager.

14. GENERAL

Figures have been rounded off to the nearest Rupee.

**For Arif Habib Investments Limited
(Pension Fund Manager)**

Chief Executive

Director

Asset Manager Rating
'AM2' Positive Outlook (by PACRA)



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