

FAYSAL ASSET MANAGEMENT LIMITED

**FAYSAL BALANCED GROWTH FUND
(FBGF)**

ACCOUNTS FOR THE QUARTER ENDED SEPTEMBER
30, 2010

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

The Board of Directors of the Faysal Asset Management Limited, the management company of the **Faysal Balanced Growth Fund (FBGF)**, is pleased to present the un-audited accounts of FBGF for the quarter ended September 30, 2010.

FINANCIAL HIGHLIGHTS

	Quarter Ended September 30, 2010	Quarter Ended September 30, 2009
	-----Rupees in million-----	
Total (Loss) / Income	(55.780)	182.303
Operating Expenses	(4.193)	(5.462)
(Loss) / Profit Before Tax	(59.973)	176.841
Taxation	-	-
(Loss) / Profit After Tax	(59.973)	176.84
(Loss) / Earnings per Unit – Rs.	(7.68)	23.68

MARKET REVIEW

The KSE-100 index started the quarter at 9,722 and closed at 10,013 up 3% on quarterly basis. The State Bank of Pakistan (SBP) continued with its tight monetary policy stance as the discount rate was increased by another 100 bps to 13.50% due to deterioration in macro balances and rising inflationary expectations. The SBP added that the recent catastrophic floods have serious implications for macroeconomic stability and growth prospects. It added that a tightening of the monetary policy was thus necessary due to government's inability to contain fiscal deficit and its inflationary borrowings from the SBP and the banking system. In addition to the Discount Rate the SBP also increased rates for Export refinance and Long term finance facilities. The reversal in the monetary policy stance kept local and foreign investors at bay. Although foreigners remained net buyers for the quarter however, the quantum reduced in comparison to the previous quarter as net buying reduced by 21.48%. According to the data provided by NCCPL, foreign investors bought shares worth PKR 21.31 Bn and sold shares worth PKR 12.26 Bn during the quarter thus resulting in net buying of PKR 9.06 Bn (USD 106.19 Mn). Corporate results revived the sentiments near the end of the quarter as investors entered the market and volumes picked up slightly. Further the Supreme Court's decision to adjourn NRO implementation case till 13th October provided a breather to market participants and encouraged them to take short term positions in the market to play the volatility. The PKR continued to depreciate against the USD and touched an all time low despite the fact that the Forex reserves are standing at an all time high.

The recent hike in interest rates was inline with our expectations. However, we believe that implementation of Reformed GST (RGST), one time flood relief tax, increase in electricity tariff rates and withdrawal of subsidies are likely to increase inflation. Thus further increase in interest

rates cannot be ruled out. Hence we continue to favour high dividend yielding and defensive stocks.

FUND PERFORMANCE

FBGF started the quarter at a NAV/unit of PKR 65.71 and closed at a NAV/unit of PKR 67.85, up 3.26% on a quarterly basis. In comparison FBGF's benchmark gave a return of 3.11% for the quarter. Comparing FBGF to its peer group, FBGF outperformed the average return of the peer group on quarterly basis as the average return of balanced funds on quarterly basis was 1.98% while FBGF yielded a return of 3.26%.

Main reasons for decline in the EPU as compared to same period of last year were decline in income from equity portfolio as the KSE 100 index surge by 3 percent only in 1st quarter FY 11 as compared to Increase of 30.5 percent in 1st quarter of FY-10 and distribution equalization adjustment arising from net movement in units during the period.

FUND RANKING

JCR-VIS ranked FBGF as "5-Star" fund in the balanced equity category. This is the highest fund ranking of any open-ended balanced equity fund in the country.

ACKNOWLEDGEMENT

The Board of Directors of the Management Company thanks the unit holders for their confidence in the Management, the Securities and Exchange Commission of Pakistan for its valuable support, assistance and guidance. The Board also thanks the employees of the Management Company and the Trustee for their dedication and hard work.

For and on behalf of the Board

Karachi: October 30, 2010

Salman Haider Sheikh
Chief Executive Officer

FAYSAL BALANCED GROWTH FUND

INTERIM CONDENSED STATEMENT OF ASSETS AND LIABILITIES
AS AT September 30, 2010

	September 30, 2010 (Un-Audited)	June 30, 2010 (Audited)
Note	----- (Rupees) -----	-----
Assets		
Bank balances	5 222,201,111	172,013,850
Dividend and other receivables	6 10,089,950	11,049,544
Investments	7 299,985,986	339,029,602
Receivable from Management Company		
Total assets	<u>532,277,047</u>	<u>522,092,996</u>
Liabilities		
Payable to the Management Company	865,864	855,726
Remuneration payable to the Trustee	86,586	85,573
Accrued and other liabilities	8 1,636,204	4,852,497
Total liabilities	<u>2,588,655</u>	<u>5,793,796</u>
Net assets	<u>529,688,392</u>	<u>516,299,200</u>
Unit holders' fund	<u>529,688,392</u>	<u>516,299,200</u>
----- Number of units -----		
Number of Units in issue	<u>7,806,279</u>	<u>5,569,018</u>
----- (Rupees) -----		
Net asset value per unit	<u>67.85</u>	<u>92.71</u>
Contingencies and Commitments		

The annexed notes from 1 to 12 form an integral part of these financial statements.

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

Salman Haider Sheikh
Chief Executive Officer

Feroz Rizvi
Director

Syed Majid Ali
Director

FAYSAL BALANCED GROWTH FUND

INTERIM CONDENSED INCOME STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2010 (Un-Audited)

	September 30, 2010	September 30, 2009
Note	----- (Rupees) -----	
Income		
Profit earned on clean placements, debt & government securities	2,625,590	3,200,568
Dividend income	875,000	8,029,408
Return on bank balances	4,877,128	3,524,317
Net gain / (loss) on sale of investments 'at fair value through profit or loss'		
-Net capital gain on sale of investments	9,521,498	95,806,277
-Unrealised gain on revaluation of investments	831,034	64,542,829
	18,730,251	175,103,399
Element of income and capital gains included in prices of units sold less those in units redeemed	(74,510,348)	7,199,574
Total income / (loss)	(55,780,097)	182,302,973
Expenses		
Remuneration of the management company	2,586,413	3,563,360
Remuneration of the trustee	258,641	356,336
Brokerage charges	794,407	938,483
Bank charges	5,737	6,878
Auditors' remuneration	98,916	104,272
SECP annual fee	109,923	151,443
Legal and professional charges	20,449	45,328
Fees and subscriptions	35,000	35,000
Settlement charges and capital value tax	221,271	198,490
Printing and other expenses	62,597	62,597
Total Expenses	4,193,354	5,462,187
Net income / (loss) for the period before taxation	(59,973,451)	176,840,786
Taxation	9	-
Net income / (loss) for the period after taxation	(59,973,451)	176,840,786
Other Comprehensive income for the year	-	-
Total comprehensive (loss) / Income for the period	(59,973,451)	176,840,786

The annexed notes from 1 to 12 form an integral part of these financial statements.

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

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FAYSAL BALANCED GROWTH FUND

INTERIM CONDENSED DISTRIBUTION STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2010 (Un-Audited)

	September 30, 2010 ----- (Rupees) -----	September 30, 2009 -----
Undistributed (loss) / income brought forward	(40,602,595)	(202,118,272)
Final bonus distribution for the year ended June 30, 2010 @ Rs.Nil per unit (2009: Nil per unit)	(99,208,199)	-
Final dividend for the year ended June 30, 2010 @ Rs.Nil per unit (2009: Nil per unit)	(51,155,287)	-
Net income / (loss) after taxation for the period	(59,973,451)	176,840,787
	<u>(250,939,532)</u>	<u>(25,277,485)</u>

The annexed notes from 1 to 12 form an integral part of these financial statements.

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

Salman Haider Sheikh
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Director

4
FAYSAL BALANCED GROWTH FUND

INTERIM CONDENSED CASH FLOW STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2010 (UN-AUDITED)

	September 30, 2010	September 30, 2009
	----- (Rupees) -----	-----
Cash Flow from Operating Activities		
Net income / (loss) for the period before taxation	(59,973,451)	176,840,786
Adjustments for non-cash and other items		
Net capital (gain) / loss on sale of investments		
at fair value through profit or loss	(9,521,498)	(95,806,277)
Profit earned on clean placements, debt & government securities	(2,625,590)	(3,200,568)
Return on bank balances	(4,877,128)	(3,524,317)
Dividend income	(875,000)	(8,029,408)
Unrealised (gain) / loss on revaluation of investments		
at fair value through profit or loss	(831,034)	(64,542,829)
Element of income and capital gains included in prices of units sold less those in units redeemed	74,510,348	(7,199,574)
	<u>(4,193,354)</u>	<u>(5,462,187)</u>
(Increase) / decrease in Assets		
Receivables	(42,952)	(42,246,800)
Decrease / (increase) in Liabilities		
Payable to the Management Company	10,138	626,072
Remuneration payable to the Trustee	1,013	17,070
Accrued and other liabilities	(3,216,293)	30,766,636
	<u>(3,205,141)</u>	<u>31,409,778</u>
	(7,441,447)	(16,299,209)
Proceeds from sale / redemptions of investments	410,505,672	656,219,324
Payment against purchase of investments	(361,109,522)	(495,728,828)
Profit received on debt securities	1,576,939	1,444,930
Return received on bank balances	4,215,824	1,806,758
Dividend received	3,587,500	5,659,996
Net cash generated from operating activities	<u>51,334,965</u>	<u>153,102,971</u>
Cash Flow from Financing Activities		
Amounts received on issue of units	73,748,544	38,961,895
Payments made against redemption of units	(23,740,962)	(127,090,866)
Dividend paid	(51,155,287)	-
Net cash used in financing activities	<u>(1,147,705)</u>	<u>(88,128,971)</u>
Net increase / (decrease) in cash and cash equivalents during the period	50,187,260	64,974,001
Cash & cash equivalents at the beginning of the period	172,013,850	67,451,680
Cash & cash equivalents at the end of the period	5 <u>222,201,110</u>	<u>132,425,681</u>

The annexed notes from 1 to 12 form an integral part of these financial statements.

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

Salman Haider Sheikh
Chief Executive Officer

Feroz Rizvi
Director

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Director

5
FAYSAL BALANCED GROWTH FUND

INTERIM CONDENSED STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND
FOR THE QUARTER ENDED SEPTEMBER 30, 2010 (Un-Audited)

	September 30, 2010	September 30, 2009
	-----Rupees-----	
Net assets at the beginning of the period	516,299,200	640,003,370
Amount received on issue of units *	73,748,544	38,961,895
Amount paid on redemption of units **	(23,740,962)	(127,090,866)
Element of (income) and capital (gains) included in the prices of units sold less those in units redeemed	50,007,582	(88,128,971)
	74,510,348	(7,199,574)
Final cash dividend @ Rs.27 per unit (2009: Nil per unit)	(51,155,287)	-
Net income / (loss) for the period after taxation	(59,973,451)	176,840,787
Net assets at the end of the period	529,688,392	721,515,612
	----- Number of units -----	
* Number of units issued (Including 1,509,788 Bonus units issued during the period ended September 30, 2010 and Nil bonus units issued during the quarter ended September 30, 2009).	2,590,680	450,679
** Number of units redeemed	353,421	1,403,967

The annexed notes from 1 to 12 form an integral part of these financial statements.

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

Salman Haider Sheikh
Chief Executive Officer

Feroz Rizvi
Director

Syed Majid Ali
Director

FAYSAL BALANCED GROWTH FUND

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED SEPTEMBER 30, 2010 (UN-AUDITED)**1. LEGAL STATUS AND NATURE OF BUSINESS**

- 1.1** Faysal Balanced Growth Fund (the Fund) has been established under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and has been authorised as a unit trust scheme by the Securities and Exchange Commission of Pakistan (SECP) on February 18, 2004. It has been constituted under a Trust Deed, dated January 29, 2004, between Faysal Asset Management Limited (the Management Company), a Company incorporated under the Companies Ordinance, 1984 and Muslim Commercial Financial Services (Private) Limited (MCFSL) as the Trustee till June 04, 2005 and thereafter between Faysal Asset Management Limited as Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee, also incorporated under the Companies Ordinance, 1984.

The Fund is an open ended balanced mutual fund and offers units for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering to the Fund. The units are listed on the Karachi Stock Exchange (Guarantee) Limited (KSE). The Fund was launched on April 19, 2004.

The principal activity of the Fund is to make investments in equity market and fixed income securities including money market instruments.

2. STATEMENT OF COMPLIANCE

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

The disclosure made in these financial statements have, however, been limited based on the requirements of the International Accounting Standard -34:"Interim Financial Reporting". These 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 June 30, 2009.

3. BASIS OF MEASUREMENT

- 3.1** These condensed interim financial statements have been prepared in accordance with the International Accounting Standard (IAS) 34 "Interim Financial Reporting" as applicable in Pakistan.

- 3.2** These condensed interim 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 June 30, 2010.

4. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these financial statements are the same as those applied in the preparation of the annual published financial statements of the fund for the year ended June 30, 2010.

	September 30, 2010	June 30, 2010
Note	----- (Rupees) ----- (Un-Audited)	----- (Audited)
5. BANK BALANCES		
Cash at bank - PLS savings account	5.1 <u>222,201,111</u>	<u>172,013,850</u>

5.1 These carry mark-up ranging from 5% to 12.10% (June 30, 2010: 5% to 12.35%) per annum and include balance of Rs.74,110 (June 30, 2010: Rs.187,565).

6. DIVIDEND AND OTHER RECEIVABLES - considered good

Receivable against sale of investments at fair value through profit or loss	-	80
Dividend income receivable	875,000	3,587,500
Mark-up receivable on debt securities	2,681,904	1,633,253
Security deposits	2,650,531	2,607,500
Return receivable on bank balances	2,146,105	1,484,801
Income tax refundable	6.1 <u>1,736,410</u>	<u>1,736,410</u>
	<u>10,089,950</u>	<u>11,049,544</u>

6.1 This mainly represents tax withheld till September 30, 2004 under Section 233(A) of the Income Tax Ordinance, 2001 inserted through Finance Act, 2004. This amount has been claimed as refundable in the return of income for the year ending June 30, 2005 and efforts are being made to recover the same as soon as possible.

7. INVESTMENTS**At fair value through profit or loss**

Listed equity securities	7.1 167,896,998	161,885,973
Preference shares	7.2 66,259,325	67,715,743
Listed debt securities	7.3 65,829,663	64,350,986
Government securities	-	45,076,900
	<u>299,985,986</u>	<u>339,029,602</u>

7.1 Listed equity securities

Name of the investee company	Number of shares					Market value as at September 30, 2010 (Rupees)	--- Investment as % of ---		
	As at July 1, 2010	Purchased during the period	Bonus / right shares received	Disposed off during the period	As at September 30, 2010		Net assets	Total investments	Investee company paid-up capital
Ordinary shares having a face value of Rs.10 each unless stated otherwise									
Construction and Materials									
DG Khan Cement Company Limited	-	2,302,561	-	1,302,561	1,000,000	23,920,000	4.52%	7.97%	0.27%
Attock Cement	-	20,000	-	-	20,000	1,286,800	0.24%	0.43%	0.02%
Lucky Cement Limited	-	590,000	-	495,000	95,000	6,570,200	1.24%	2.19%	0.03%
						31,777,000	6.00%	10.59%	0.33%
Chemicals									
ICI Pakistan Limited	-	140,000	-	140,000	-	-	0.00%	0.00%	0.00%
Lotte Pakistan PTA	-	250,000	-	250,000	-	-	0.00%	0.00%	0.00%
Engro Corporation	-	75,000	-	75,000	-	-	0.00%	0.00%	0.00%
Fauji Fertilizer Company Limited	50,000	-	-	50,000	-	-	0.00%	0.00%	0.00%
Banks									
Bank Alfalah Limited	500,000	100,000	-	600,000	-	-	0.00%	0.00%	0.00%
National Bank of Pakistan	-	175,000	-	175,000	-	-	0.00%	0.00%	0.00%
The Bank of Khyber	6,033,125	-	-	-	6,033,125	20,452,294	3.86%	6.82%	1.21%
						20,452,294	3.86%	6.82%	1.21%
Non Life Insurance									
Adamjee Insurance Company Limited	-	145,309	-	145,309	-	-	0.00%	0.00%	0.00%
Financial Services									
Arif Habib Securities Limited	-	50,000	-	50,000	-	-	0.00%	0.00%	0.00%
Oil & Gas									
Oil & Gas Development Company Limited	-	50,000	-	50,000	-	-	0.00%	0.00%	0.00%
Attock Petroleum Limited	109,288	25,712	-	25,000	110,000	37,461,569	7.07%	12.49%	0.19%
Mari Gas Company	-	10,000	-	10,000	-	-	0.00%	0.00%	0.00%
Pak Oilfields Limited	22,424	413,857	-	391,281	45,000	10,670,850	2.01%	3.56%	0.02%
Pakistan Petroleum Limited	25,000	125,500	10,000	100,500	60,000	10,344,600	1.95%	3.45%	0.01%
Pakistan State Oil	-	30,000	-	30,000	-	-	0.00%	0.00%	0.00%
						58,477,019	11.04%	19.49%	0.22%
Electricity									
Hub Power Company Limited	300,000	750,000	-	550,000	500,000	16,645,000	3.14%	5.55%	0.04%
Nishat power Limited	250,000	250,000	-	500,000	-	-	0.00%	0.00%	0.00%
						16,645,000	3.14%	5.55%	0.04%
Fixed Line Telecommunication									
Pakistan Telecommunication Company Limited	2,050,000	-	-	1,300,000	750,000	14,100,000	2.66%	4.70%	0.02%
Personal Goods									
Azgard Nine Limited	-	100,000	-	100,000	-	-	0.00%	0.00%	0.00%
Nishat Chunian Mills Limited	-	655,959	-	655,959	-	-	0.00%	0.00%	0.00%
Nishat Mills Limited	211,300	300,000	-	511,300	-	-	0.00%	0.00%	0.00%
						-	0.00%	0.00%	0.00%
Tobacco									
Pakistan Tobacco Company Limited	205,150	-	-	-	205,150	22,874,225	4.32%	7.63%	0.08%
Industrial Transportation									
Pakistan National Shipping Corporation	227,498	-	-	135,331	92,167	3,571,471	0.67%	1.19%	0.07%
						-			
	9,983,785	6,558,898	10,000	7,642,241	8,910,442	167,897,009	31.70%	55.97%	1.96%

7.2 Preference shares

(having a face value of Rs.10 each unless stated otherwise)

Household Goods									
Pak Elektron Limited	3,749,000	-	-	-	3,749,000	45,362,900	8.56%	15.12%	
Industrial Transportation									
Pakistan International Container Terminals Limited	2,110,750	-	-	-	2,110,750	20,896,425	3.95%	6.97%	
	5,859,750	-	-	-	5,859,750	66,259,325	12.51%	22.09%	

7.3 * Term Finance Certificates (TFCs)

Name of the investee company	Note	Number of certificates					Market value as at Sep. 30, 2009 (Rupees)	--- Investment as % of ---	
		As at July 1, 2009	Purchased during the period	Redeemed during the period	Disposed off during the period	As at Sep. 30, 2009		Net assets	Total investments
Commercial banks									
United Bank Limited (1st issue)	7.3.1	6,000	-	-	-	6,000	27,511,422	5.19%	9.17%
Investment banks / companies									
Jahangir Siddiqui & Company Limited	-	-	-	-	-	-	-	0.00%	0.00%
Trust Investment Bank Limited	-	-	-	-	-	-	-	0.00%	0.00%
Technology and Communication									
Telecard Limited	-	20,010	-	-	-	20,010	38,318,241	7.23%	12.77%
		26,010	-	-	-	26,010	65,829,663	12.43%	21.94%

7.3.1 The Fund has pledged 6,000 TFCs of United bank Limited in favor of National Clearing Company of Pakistan Limited (NCCPL) as collateral against Exposure Margins and Mark to Market (MTM) losses on the National Clearing and Settlement system (NCSS).

7.3.2 Significant terms and conditions of TFCs are as follows:

Name of security	Number of certificates	Face value (Rupees)	Mark-up rate (Per annum)	Maturity	Secured / unsecured	Rating
United Bank Limited (1st issue)	6,000	5,000	8.45%	August, 2012	Unsecured	AA
Telecard Limited	20,010	5,000	3.75% + 6 month KIBOR	May, 2011	Secured	BBB

7.4 Details of Non Compliant Investments with the Investment Criteria of assigned category

Name of non Compliant Investments	Note	Type of Investments	Amount Rupees	% of Net Assets	% of gross Assets
Telecard Limited	7.4.1	TFC	38,318,241	7.23%	7.20%

7.4.1 Circular 07 of 2009 of SECP requires that the rating of any debt security in the portfolio shall not be lower than A-. However, the rating of above mentioned debt security is BBB.

		September 30, 2010	June 30, 2010
	Note	----- (Rupees) ----- (Un-Audited)	----- (Audited) -----
8. ACCRUED AND OTHER LIABILITIES			
Payable against purchase of investments		-	3,163,500.00
SECP annual fee payable	8.1	111,611	558,999
Accrued liabilities		1,372,453	942,260
Zakat payable		146,211	146,211
Settlement charges payable		5,930	41,527
		<u>1,636,204</u>	<u>4,852,497</u>

8.1 This represents annual fee payable to the SECP in accordance with the NBFC Regulations, 2008, whereby the Fund is required to pay SECP annually an amount equal to 0.085% of the net asset value of the Fund.

9. TAXATION

The Fund is exempt from tax under clause 99 of Part 1 of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income for the year, as reduced by the capital gains whether realized or unrealized, is distributed among its unit holders.

10. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Details of Transactions with connected persons and balances with them at the year end are as follows:

10.1 Transactions during the period	September 30, 2010	September 30, 2009
Faysal Asset Management Limited (management company)		
Remuneration of Management Company	2,586,413	3,563,360
Sales Load	13,263	68,758
Faysal Bank Limited (group company)		
Cash dividend	35,377,884	-
Profit on PLS Saving Account	91,149	5,728
Faysal Bank Limited - Staff Provident Fund		
Issue of bonus units 69,193 units (2009: Nil units)	4,546,689	-
Investment in the fund 584,966 units(2009: Nil units)	40,000,000	-
Faysal Bank Limited - Staff Gratuity Fund		
Investment in the fund 292,483 units(2009: Nil units)	20,000,000	-
AKD Staff Provident Fund		
Issue of bonus units (2009: Nil units)	-	-
Redemption of Nil units (2009: 8,420 Units)	-	697,159
Central depository Company of Pakistan Limited (Trustee of the Fund)		
Remuneration of the Trustee	258,641	356,336
Settlement Charges	28,626	34,535

September 30, 2009	June 30, 2010
----- (Rupees) -----	

10.2 Outstanding balances

Faysal Asset Management Limited (management company)		
Remuneration of the Management Company	865,864	855,726
Sales Load	220.0	-
Faysal Bank Limited (group company)		
Units in issue 1,310,292 units (June 2010: 1,310,292 units)	88,903,312	121,477,171
Balance in PLS Saving account	74,110	187,565
FBL - Staff Provident Fund		
Units in issue 822,556 units (June 2010: 168,395 units)	55,810,392	15,611,983
FBL - Staff Gratuity Fund		
Units in issue 292,483 units (June 2010: 168,395 units)	19,844,984	-
Central depository Company of Pakistan Limited (Trustee of the Fund)		
Remuneration payable to Trustee	86,586	85,555
Settlement charges payable	5,930	7,919
Deposit	100,000	100,000

The transactions with connected persons are in the normal course of business on an arm's length basis, at contracted rates and terms determined in accordance with market rates.

11. General

Figures are rounded off to nearest rupee

12. DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on October 30, 2009 by the Board of Directors of the Management Company.

For Faysal Asset Management Limited
(Management Company)

Salman Haider Sheikh
Chief Executive Officer

Feroz Rizvi
Director

Syed Majid Ali
Director