



FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2008

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INVESTMENT OBJECTIVE

The Fund aims to provide investors with medium to long term capital appreciation by investing in a mix of Shariah Compliant securities that offer capital gains and dividend yield potential

FUND INFORMATION

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99, Block-B, S. M. C. H. S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited
Auditors	KPMG Taseer Hadi & Co. - (Chartered Accountants)
Legal Advisor	Mohsin Tayebaly & Co.
Bankers	United Bank Limited Bank Al Falah Limited Meezan Bank Limited Dubai Islamic Bank Pakistan Limited HSBC - Switzerland



TRUSTEE REPORT TO THE UNIT HOLDERS

UNITED COMPOSITE ISLAMIC FUND

Report of the Trustee pursuant to Regulation 58(f) and Clause 9 of Schedule IV of the Non-Banking Finance Companies and Notified Entities Regulations, 2007

The United Composite Islamic Fund (Fund), an open-end Mutual Fund was established under a trust deed dated September 11, 2006, executed between UBL Fund Managers Limited, as the Management Company and Central Depository Company of Pakistan Limited, as the Trustee.

In our opinion, the Management Company has in all material respects managed the Fund during the year ended June 30, 2008 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rule, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2007 and the constitutive documents of the Fund.

Karachi
3 September 2008


MOHAMMAD HANIF JAKHURA
Chief Executive Officer
Central Depository Company of Pakistan Limited

CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED

Head Office: CIDC House, 99-B, Block 'B', S.M.A. H.S., Alami Shalimar (Industrial), Karachi-74400, Pakistan. Ph: 92 21 111 111 520, Fax: 92 21 4326061
Progressive Plaza Branch: Suite of rd 11-11, Mezzanine Floor, Progressive Plaza, Besant Road, Karachi, Pakistan
Ph: 92 21 111 204 223, 5235453 Fax: 92 21 5679395-96, 5651134, 5653398 URL: www.cd-pakistan.com E-mail: info@carpc.com



KPMG Taseer Hadi & Co.
Chartered Accountants
First Floor
Sheikh Sultan Trust Building No. 2
Beaumont Road,
Karachi 75530 Pakistan

Telephone + 92 (21) 568 5847
Fax + 92 (21) 568 5095
Internet www.kpmg.com.pk

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

We have reviewed the Statement of Compliance with the best practices contained in the Code of Corporate Governance prepared by the Board of Directors of the Management Company of the United Composite Islamic Fund to comply with the listing regulation of the Islamabad Stock Exchange, where the Fund is listed.

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

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

Based on our review, nothing has come to our attention, which causes us to believe that the Statement of Compliance does not appropriately reflect the Fund's compliance, in all material respects, with the best practices contained in the Code of Corporate Governance as at 30 June 2008.

KARACHI
DATE: 13 AUGUST 2008

KPMG TASEER HADI & CO.
CHARTERED ACCOUNTANTS

KPMG Taseer Hadi & Co., a partnership firm registered in Pakistan
and a member firm of the KPMG network of independent member
firm affiliated with KPMG International, a Swiss cooperative

STATEMENT OF COMPLIANCE BY UNITED COMPOSITE ISLAMIC FUND WITH THE CODE OF CORPORATE GOVERNANCE FOR THE YEAR ENDED 30 JUNE 2008

This statement is being presented to comply with the Code of Corporate Governance (the Code) contained in chapter XI of Listing Regulations of Islamabad Stock Exchange for the purpose of establishing a framework of good governance, whereby a listed company is managed in compliance with the best practices of Corporate Governance. The board of directors (the Board) of UBL Fund Managers Limited (Management Company), which is an unlisted public company, manages the affairs of United Composite Islamic Fund (the Fund). The Fund being a unit trust open end scheme does not have its own board of directors. The Management Company has applied the principles contained in the Code to the Fund, whose units are listed as a security on the Islamabad Stock Exchange, in the following manner:

1. The Management Company encourages representation of non-executive directors. All the directors, except the Chief Executive Officer of the Management Company are non-executive directors.
2. The existing directors have confirmed that none of them are serving as a director in more than ten listed companies, including the Management Company.
3. All the directors of the Management Company have confirmed that they are registered as taxpayers and none of them have defaulted in payment of any loan to a banking company, a DFI or an NBFIC or, being a member of a stock exchange, have been declared as a defaulter by that stock exchange.
4. During the year two casual vacancies occurred on the Board. The first casual vacancy was filled within thirty days. On the occurrence of the second casual vacancy the minimum number of directors as per the Articles of Association was reduced from 8 to 7. This reduction was approved by the shareholders.
5. The Management Company has prepared a 'Statement of Ethics and Business Practices' which has been signed by all the directors and employees of the Management Company.
6. The Management Company has developed a vision/ mission statement, corporate strategy and significant policies for the Fund that has been approved by the Board. A complete record of particulars of significant policies along with the dates on which these were approved or amended has been maintained. The Board of the Management Company has defined the materiality level of the Fund.
7. All the powers of the Board have been duly exercised and decisions on material transactions, including appointment and terms and conditions of employment of the CEO has been taken by the Board.
8. The meetings of the Board were presided over by the Chairman and the Board met at least once in every quarter. Written notices of the Board meetings, along with agenda and working papers, were circulated at least seven days before the meetings. The minutes of the meetings were appropriately recorded and circulated.
9. In order to apprise the directors for their duties and responsibilities and the requirements of the Code, relevant material was sent to for their orientation purpose. Furthermore, directors are conversant of the relevant laws applicable to the Management Company, its policies and procedures and provisions of memorandum and article of association and are aware of their duties and responsibilities.
10. During the year new CFO & Company Secretary was appointed. His remuneration and terms and conditions of employment have been approved by the Board. No new appointment of CEO and the head of internal auditor were made during the year.

**STATEMENT OF COMPLIANCE BY
UNITED COMPOSITE ISLAMIC FUND WITH THE CODE OF CORPORATE GOVERNANCE
FOR THE YEAR ENDED 30 JUNE 2008**

11. The directors' report relating to the Fund for the year ended 30 June 2008 has been prepared in compliance with the requirements of the Code and fully describes the salient matters required to be disclosed.
12. The financial statements of the Fund were duly endorsed by the CEO and CFO of the Management Company before approval of the Board.
13. The directors, CEO, and executives do not hold any interest in the units of the Fund and shares of the management company other than disclosed in the Directors Report.
14. The Management Company has complied with all the applicable corporate and financial reporting requirements of the Code.
15. The Board has formed an audit committee. It comprises of three members, all of whom are non executive directors of the Management Company including the chairman of the committee.
16. The meetings of the audit committee were held once in every quarter and prior to the approval of interim and final results of the Fund as required by the Code. The terms of reference have been approved in the meeting of the board of directors and the committee has been advised to ensure compliance with those terms of reference.
17. The Management Company has outsourced the internal audit function of the Fund to M/s. M.Yousuf Adil Saleem & Co., Chartered Accountants who are considered suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the Fund.
18. The statutory auditors of the Fund have confirmed that they have been given a satisfactory rating under the quality control review programme of the Institute of Chartered Accountants of Pakistan, that they or any of the partners of the firm, their spouses and minor children do not hold shares of the Management Company or units of the Fund and that the firm and all its partners are in compliance with the International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the Institute of Chartered Accountants of Pakistan.
19. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the listing regulations and the auditors have confirmed that they have observed IFAC guidelines in this regard.
20. We confirm that all other material principles contained in the Code have been complied with.



Mir Muhammad Ali, CFA
Chief Executive

**KARACHI:
13 AUGUST 2008**

REPORT OF THE SHARIAH ADVISORY BOARD

We, the Shariah Advisors of the Fund are issuing this report in accordance with clause 5.1 (d) (v) of the Trust Deed of the Fund. The scope of the report is to express an opinion on the Shariah Compliance of the Fund's activities.

In the capacity of Shariah Advisor, we have prescribed a criteria for Shariah compliance of equity investments which comprises of five factors such as (i) Nature of business, (ii) Interest bearing debt to total assets, (iii) Illequid assets to total assets, (iv) Investment in non-Shariah compliant activities and income from non-compliant investments, and (v) Net liquid assets vs. share market price.

It is the responsibility of the Management Company of the Fund to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries from the Management Company personnel and review of various documents prepared by the Management Company to comply with the prescribed criteria.

- i. We have reviewed and approved the modes of investments of UCIF in lights of Shariah requirements. The following is a list of equity investments of UCIF as on 30 June 2008 and their evaluation according to the screening criteria established by us. (The latest half yearly or annual accounts of the Investee companies available as on 30 June 2008 have been used for the following calculations):

Name of the Company	(i) Nature of Business	(ii) Debt to Assets (<40%)	(iii) Non-Compliant Income to Gross Revenue (5%)	(iv) Illequid Assets to Total Assets (>20%)	(v) % of Non-Shariah Compliant Investments (<33%)	Net Liquid Assets VS Share Price (B>A)	
						Net Liquid Assets per Share (A)	Share Market Price (B)
Attock Cement	Cement Manufacturer	3.07%	0.23%	93.07%	0.00%	(35.24)	77.13
Fauji Cement	Cement Manufacturer	32.72%	0.71%	108.23%	0.12%	(8.49)	10.12
National Refinery	Refines crude oil to petroleum products	0.54%	0.96%	32.36%	5.76%	11.44	297.47
Hub Power Company	Producer of Power & Energy	36.28%	0.12%	69.77%	0.00%	0.98	28.60
Pakistan State Oil	Distribution of Oil & Gas	5.21%	0.00%	47.52%	0.00%	(126.71)	417.24
Pakistan Oilfields	Exploration and Production of Oil & Gas	0.32%	2.06%	47.29%	2.42%	39.20	364.84
Pakistan Petroleum	Exploration and Production of Oil & Gas	1.13%	4.72%	37.19%	0.00%	31.24	245.99
OGDC	Exploration and Production of Oil & Gas	0.11%	1.82%	57.12%	10.23%	5.03	124.36
Pakistan Telecom	Telecom	0.00%	4.28%	48.87%	0.00%	1.89	38.64
Engro Chemicals	Manufacturers of Fertilizers & Chemicals	36.17%	0.75%	66.57%	16.13%	(51.27)	280.81

Name of the Company	(i) Nature of Business	(ii)	(iii)	(iv)	(v)	Net Liquid Assets VS Share Price (B>A)	
		Debt to Assets (<40%)	Non-Compliant Income to Gross Revenue (5%)	Illegitimate Assets to Total Assets (>20%)	% of Non-Shariah Compliant Investments (<33%)	Net Liquid Assets per Share (A)	Share Market Price (B)
Fauji Fertilizer	Manufacturers of Fertilizers	24.00%	0.90%	51.4%	13.37%	(4.71)	132.32
Fauji Fertilizer Bin Qasim	Manufacturers of Fertilizers	27.92%	4.51%	72.52%	13.10%	(13.44)	35.97
ICI Pakistan	Manufacturers & Distributors of Chemicals	0.64%	0.17%	66.43%	0.00%	(0.59)	161.37
BOC Pakistan	Manufacturers & Distributors of Oxygen Gas	1.57%	2.11%	53.18%	13.94%	4.73	218.57
Meezan Bank	Islamic Banking	0.00%	0.00%	2.50%	0.00%	10.66	30.49
Pak Suzuki Motors	Automobile Assembling	0.00%	1.65%	73.49%	0.78%	(19.49)	119.79
Cherat Paper sacks	Manufacturers of Paper & Board	23.01%	0.25%	77.98%	0.32%	(69.05)	126.64
Packages Limited	Manufacturers of Paper & Board	38.12%	0.08%	56.22%	2.73%	(8.56)	251.89
Thai Limited	Manufacturers of Jute bags & Acs & Wire Harness of Cars	6.31%	1.19%	53.40%	0.05%	70.58	196.02
Ghani Glass	Manufacturers of Glass & Glass made products	0.00%	0.00%	72.22%	0.00%	(6.74)	112.86
Pakistan Cables Ltd	Manufacturers of Electric Cables	45.78%	0.02%	82.17%	0.81%	(93.30)	122.03

In light of the above, we hereby certify that all the provisions of the Scheme and investments made on accounts of UCIF by UBL Funds are Shariah compliant and in accordance with the criteria established.

- ii. On the basis of information provided by the management all operations of UCIF for the year ended 30 June 2008 (including foreign investments) have been in compliance with the Shariah principles.
- iii. The Management Company has been directed to set a side as charity amount earned as Interest from conventional banks. In addition, there are investments made by UCIF where Investee companies have earned a part of their income from non-compliant sources (e.g. interest income). In such cases, the Management Company has been directed to set aside a charity such proportion of the income from Investee companies in order to purify the earning of the Fund.

During the Year a total amount of Rs. 506,481/- was disbursed as charity.

May Allah give us strength to work in accordance with Quran and Sunnah and forgive our mistakes.

FOR AND ON BEHALF OF SHARIAH ADVISORY BOARD

KARACHI:
DATED: 11 AUGUST 2008



KPMG Taseer Hadi & Co.
Chartered Accountants
First Floor
Sheikh Sultan Trust Building No. 2
Beaumont Road,
Karachi 75530 Pakistan

Telephone + 92 (21) 568 5847
Fax + 92 (21) 568 5095
Internet www.kpmg.com.pk

SHARIAH COMPLIANCE AUDITORS' REPORT TO THE UNIT HOLDERS

We have audited United Composite Islamic Fund's compliance with the Shariah guidelines as prescribed by the Shariah Advisory Board in accordance with clause 5.2 (a) of the Trust Deed dated 11 September 2006 of the United Composite Islamic Fund of the year ended 30 June 2008.

It is the responsibility of the Fund's Management Company (UBL Fund Managers Limited) to appoint Shariah Adviser and establish and maintain a system of internal control, to ensure compliance with the Shariah guidelines. Our responsibility is to express an opinion on compliance with the Shariah guidelines based on our audit.

We conducted our audit in accordance with International Standards on Auditing applicable to compliance auditing. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether United Composite Islamic Fund has complied with the guidelines issued by the Shariah Adviser. An audit includes examining on test basis, evidence supporting amount and disclosures in the financial statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the Fund was, in all material respects, in compliance with the Shariah guidelines issued by the Shariah Advisory Board, in accordance with clause 5.2 (a) of the Trust Deed dated 11 September 2006 for the year ended 30 June 2008.

KARACHI:
DATE: 13 AUGUST 2008

KPMG TASEER HADI & CO.
CHARTERED ACCOUNTANTS

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First Floor
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INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS

We have audited the accompanying financial statements of United Composite Islamic Fund ("the Fund"), which comprise the statement of assets and liabilities as at 30 June 2008, and the income statement, cash flow statement distribution statement and statement of movement in unit holders' Funds for the year then ended, and a summary of significant accounting policies and other explanatory notes.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

Management Company of the Fund is responsible for the preparation and fair presentation of these financial statements in accordance with the requirement of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulation, 2007 and approved accounting standards as applicable in Pakistan. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

AUDITORS' RESPONSIBILITY

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

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

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firm affiliated with KPMG International, a Swiss cooperative



KPMG Taseer Hadi & Co.

OPINION

In our opinion, the financial statements give a true and fair view of the state of the Fund's affairs as at 30 June 2008, and of its financial performance, cash flows and transactions for the year then ended in accordance with approved accounting standards as applicable in Pakistan.

OTHER MATTERS

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2007.

KARACHI:
DATE: 13 AUGUST 2008

A handwritten signature in black ink, appearing to read 'KPMG Taseer Hadi & Co.', written over a horizontal line.

KPMG TASEER HADI & CO.
CHARTERED ACCOUNTANTS

STATEMENT OF ASSETS AND LIABILITIES

AS AT 30 JUNE 2008

	Note	2008 (RUPEES IN '000)	2007
ASSETS			
Bank balances	5	227,489	202,047
Investments	6	992,404	709,965
Deposits and income receivable	7	12,447	1,715
Preliminary expenses	8	2,617	3,371
Dividend receivable		3,990	1,655
Unrealised gain on revaluation of future contracts		-	1,787
Receivable against sale of investments	9	9,619	47,869
TOTAL ASSETS		1,248,566	968,409
LIABILITIES			
Remuneration payable to the Management Company	10	1,504	1,157
Remuneration payable to the Trustee	11	183	152
Payable to Securities and Exchange Commission of Pakistan	12	1,131	371
Payable to the Shariah Advisory Board	13	82	83
Creditors and accrued expenses	14	27,209	1,341
TOTAL LIABILITIES		30,109	3,104
COMMITMENTS			
	15		
NET ASSETS		1,218,457	965,305
UNITS HOLDERS' FUNDS (as per statement attached)		1,218,457	965,305
(NUMBERS)			
Number of units in issue	16	11,565,028	8,404,306
(RUPEES)			
NET ASSETS VALUE PER UNIT		105.36	114.86

The annexed notes from 1 to 31 form an integral part of these financial statements.



MIR MUHAMMAD ALI, CFA
CHIEF EXECUTIVE

FOR UBL FUND MANAGERS LIMITED
(MANAGEMENT COMPANY)




AAMEER M. KARACHIWALLA
DIRECTOR

INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2008

		For the period from 16 November 2006 to 30 June 2007	
	Note	2008 (RUPEES IN '000)	
INCOME			
Financial income	18	40,229	7,464
Element of income included in prices of units issued less those in units redeemed - net		20,675	17,338
Capital Gain from transactions in marketable securities	19	74,031	72,967
Dividend income		30,177	7,085
Unrealised (loss) / gain on revaluation of investments		(97,113)	35,667
Unrealised gain on revaluation of future contracts		-	1,787
Other income		8	-
TOTAL INCOME		68,007	142,308
EXPENSES			
Remuneration to the Management Company	10	33,922	11,128
Remuneration to the Trustee	11	2,129	742
Annual fee to Securities and Exchange Commission of Pakistan	12	1,131	371
Remuneration to the Shariah Advisory Board	13	1,003	518
Brokerage expenses		5,040	3,522
Auditors' remuneration	20	360	250
Capital value tax and settlement charges		364	421
Charity expenses	14.1	506	90
Bank and other charges		1,066	5
Listing fee		25	-
Legal and professional charges		125	-
Amortisation of preliminary expenses		754	389
TOTAL OPERATING EXPENSES		46,425	17,436
NET INCOME FOR THE YEAR / PERIOD		21,582	124,872

The annexed notes from 1 to 31 form an integral part of these financial statements.


MIR MUHAMMAD ALI, CFA
CHIEF EXECUTIVE

FOR UBL FUND MANAGERS LIMITED
(MANAGEMENT COMPANY)


AAMEER M. KARACHIWALLA
DIRECTOR

DISTRIBUTION STATEMENT
FOR THE YEAR ENDED 30 JUNE 2008

	2008	For the period from 16 November 2006 to 30 June 2007
	(RUPEES IN '000)	
UNDISTRIBUTED INCOME BROUGHT FORWARD	124,872	-
Final Distribution for the period ended 30 June 2007 (bonus dividend at the rate of 10.35%)	(86,985)	-
Net income up to 30 June 2007 less distribution	37,887	-
Net income for the year / period	21,582	124,872
UNDISTRIBUTED INCOME CARRIED FORWARD	59,469	124,872

The annexed notes from 1 to 31 form an integral part of these financial statements.



MIR MUHAMMAD ALI, CFA
CHIEF EXECUTIVE

FOR UBL FUND MANAGERS LIMITED
(MANAGEMENT COMPANY)




AAMEER M. KARACHIWALLA
DIRECTOR

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND FOR THE YEAR ENDED 30 JUNE 2008

	2008	For the period from 16 November 2006 to 30 June 2007
	(RUPEES IN '000)	
NET ASSETS AT BEGINNING OF THE YEAR / PERIOD	965,305	-
Net assets value Rs. 114.86 per unit (2007: nil)		
Cash received on issuance of 14,063,571 units* (2007 : 12,517,061 units)	1,462,957	1,309,664
Cash paid / payable on redemption of 10,902,849 units (2007: 4,112,755 units)	(1,213,200)	(451,893)
	<u>249,757</u>	<u>857,771</u>
	1,215,062	857,771
Element included in prices of units sold less those in units redeemed - net	(20,675)	(17,338)
Surplus on revaluation of available-for-sale investments (recognised directly in net assets)	2,488	-
Net income for the year / period	21,582	124,872
Total recognised income for the year / period	<u>24,070</u>	<u>124,872</u>
NET ASSETS AT END OF THE YEAR / PERIOD	<u>1,218,457</u>	<u>965,305</u>
Net assets value Rs. 105.36 per unit (2007: Rs. 114.86 per unit)		

* This includes 832,309 units issued as bonus units.

The annexed notes from 1 to 31 form an integral part of these financial statements.


MIR MUHAMMAD ALI, CFA
CHIEF EXECUTIVE

FOR UBL FUND MANAGERS LIMITED
(MANAGEMENT COMPANY)



AAMEER M. KARACHIWALLA
DIRECTOR

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2008

	2008	For the period from 16 November 2006 to 30 June 2007
	(RUPEES IN '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year / period	21,582	124,872
ADJUSTMENTS FOR:		
Amortisation of preliminary expenses	754	389
Element of income included in prices of units issued less those in units redeemed - net	(20,675)	(17,338)
Unrealised loss / (gain) on revaluation of investments	97,113	(37,454)
	<u>77,192</u>	<u>(54,403)</u>
Net cash flows from operations before working capital changes	98,774	70,469
WORKING CAPITAL CHANGES		
(Increase) / decrease in assets		
Investments	(377,064)	(672,511)
Deposits and income receivable	(10,732)	(1,715)
Preliminary expenses	-	(3,760)
Dividend receivable	(2,335)	(1,655)
Unrealised gain on revaluation of future contracts	1,787	(1,787)
Receivable against sale of investments	38,250	(47,869)
	<u>(350,094)</u>	<u>(729,297)</u>
Increase / (decrease) in liabilities		
Remuneration payable to the Management Company	347	1,157
Remuneration payable to the Trustee	31	152
Payable to Securities and Exchange Commission of Pakistan	760	371
Payable to the Shariah Advisory Board	(1)	83
Creditors and accrued expenses	25,868	1,341
	<u>27,005</u>	<u>3,104</u>
NET CASH FLOWS FROM OPERATING ACTIVITIES	<u>(224,315)</u>	<u>(655,724)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issuance of units	1,462,957	1,309,664
Payments against redemption of units	(1,213,200)	(451,893)
NET CASH FLOWS FROM FINANCING ACTIVITIES	<u>249,757</u>	<u>857,771</u>
Net increase in cash and cash equivalents	25,442	202,047
Cash and cash equivalents at beginning of the year / period	202,047	-
CASH AND CASH EQUIVALENTS AT END OF THE YEAR / PERIOD	<u><u>227,489</u></u>	<u><u>202,047</u></u>

The annexed notes from 1 to 31 form an integral part of these financial statements.


MIR MUHAMMAD ALI, CFA
CHIEF EXECUTIVE

FOR UBL FUND MANAGERS LIMITED
(MANAGEMENT COMPANY)


AAMEER M. KARACHIWALLA
DIRECTOR

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

1. LEGAL STATUS AND NATURE OF BUSINESS

United Composite Islamic Fund (the "Fund") was established under Trust Deed executed between UBL Funds Managers Limited, (wholly owned subsidiary of United Bank Limited) as its Management Company and Central Depository Company of Pakistan Limited, as its Trustee. The Trust Deed was executed on 11 September 2006 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on 16 November 2006 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The registered office of the Management Company is situated at 8th Floor, State Life Building No. 1, I.I. Chundrigar Road, Karachi, Pakistan. The Fund commenced its operations from 16 November 2006.

The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules, 2003.

The Fund is an open ended mutual Fund and is listed on the Islamabad Stock Exchange. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holders.

The policy of the Fund is to make investments only in designated authorised investments approved by Shariah Advisory Board and shall thus offer Shariah Compliant returns to the investors.

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 PRESENTATION

2.1 STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984, requirements of Trust Deed, Non Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2007. In case, the requirements differ, the provisions or directives of the Companies Ordinance, 1984, the requirements of the Trust Deed and Non Banking Finance Companies (Establishment and Regulation) Rules, 2003, Non Banking Finance Companies and Notified Entities Regulations, 2007 shall prevail.

2.2 INITIAL APPLICATION OF A STANDARD OR AN INTERPRETATION

During the year, amendments to International Accounting Standard (IAS) 1, Presentation of Financial Statements relating to capital disclosures became effective and resulted in certain disclosures. The related disclosure has been made in note 23.6 to these financial statements.

2.3 NEW ACCOUNTING STANDARDS AND IFRIC INTERPRETATIONS THAT ARE NOT YET EFFECTIVE

The following standards, amendments and interpretations of approved accounting standards, effective for accounting periods beginning on or after 1 July 2008 are either not relevant to the Fund's operations or are not expected

to have significant impact on the Fund's financial statements other than certain increased disclosures:

IFRS 7 - Financial Instruments: Disclosures

IFRS 8 - Operating Segments

Revised IAS 1 - Presentation of financial statements

Revised IAS 23 - Borrowing costs

IFRS 2 (amendment) - Share - based payments

IFRS 3 (amendment) - Business Combinations and consequential amendments to ISA

IAS 27 - Consolidated and separate financial statements, IAS 28-Investment in associates and

IAS 31 - Interest in Joint Ventures

IAS 32 (amendment) - Financial instruments: Presentation and consequential amendment to

IAS 1 - Presentation of Financial Statements

IFRIC 10 - Interim Financial Reporting and Impairment

IFRIC 11 - Group and Treasury Share Transactions

IFRIC 12 - Service Concession Arrangements

IFRIC 13 - Customer Loyalty Programme

IFRIC 14 IAS 19 - The Limit on Defined Benefit Asset, Minimum Funding Requirements and their interaction

IFRIC 15 - Agreement for the Construction of Real Estate

IFRIC 16 - Hedge of Net Investment in a Foreign Operation

3. BASIS OF PREPARATION

3.1 These financial statements have been prepared under the historical cost convention, except that investments 'At Fair value through Profit & Loss' and 'Available- for-Sale' are measured at fair values.

3.2 These financial statements are presented in Pakistan Rupees, which is also the functional currency of the Fund and have been rounded to the nearest thousand rupees.

3.3 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of financial statements in conformity with approved accounting standards, as applicable in Pakistan, requires management to make judgments, estimates and assumptions that affect the application of policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Judgments made by management in the application of approved accounting standards, as applicable in Pakistan, that have significant effect on the financial statements and estimates with a significant risk of material judgment in the next year are discussed in note 25 to these financial statements.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4.1 INVESTMENTS

All investments are initially recognised at cost, being the fair value of the consideration given including the transaction cost associated with the investment, except in case of financial assets at fair value through profit or loss, in which case the transaction costs are charged off to the income statement.

4.1.1 The Fund classifies its investments in the following categories:

FINANCIAL ASSET AT FAIR VALUE THROUGH PROFIT OR LOSS UPON INITIAL RECOGNITION

Investments designated at fair value through profit or loss upon initial recognition include those group of financial assets which are managed and their performance evaluated on a fair value basis, in accordance with the documented risk management / investment strategy.

After initial recognition, the investments in equity shares are remeasured at fair value determined with reference to the year-end rates on the stock exchange and the investment in debt instruments are remeasured at the fair values determined with reference to the rates quoted by the Mutual Funds Association of Pakistan (MUFAP). Gains or losses on re-measurement of these investments are recognised in income statement.

AVAILABLE-FOR-SALE

Investments which do not fall under the above category are classified as available-for-sale. After initial recognition, investments classified as available-for-sale are remeasured at fair value, determined with reference to the year-end quoted rates. Gains or losses on remeasurement of these investments are recognised directly in the unit holders' Funds until the investment is sold, collected or otherwise disposed-off, or until the investment is determined to be impaired, at which time the cumulative gain or loss previously reported in unit holders' Funds is included in income statement.

4.1.2 BASIS OF VALUATION OF DEBT SECURITIES

The Fund's investments in sukuk certificates are revalued at the year / period end rates quoted by Mutual Fund Association of Pakistan (MUFAP). In cases where these rates are not quoted by MUFAP, these are revalued at the average of rates quoted by certain reputable brokers (unless in those cases where the rates are not quoted by the brokers, in which case these are carried at cost). Prior to 18 December 2007 (the date from which MUFAP had started to declare the valuation rates), these were valued at the average of rates quoted by the brokers or carried at cost in cases where the brokers quotations were not available. The above change in valuation practice did not have a material effect on the Fund's financial statements.

4.1.3 All regular way of purchases and sales of investments are recognised on the trade date i.e. the date the Fund commits to purchase / sell the investments. Regular way of purchases and sales of investments require delivery of securities within two working days after the transaction, as required by the Stock Exchange Regulations.

4.2 DERIVATIVE FINANCIAL INSTRUMENTS

Derivative instruments held by the Fund generally comprise of future contracts in the capital markets. These are initially recognised at cost and are subsequently re-measured at their fair value. The fair value of future contracts is calculated as being the net difference between the contract price and the closing price reported on the primary exchange of the future contracts. Derivatives with positive market values (un-realised gains) are included in other assets and derivatives with negative market values (un-realised losses) are included in other liabilities in the Statement of Assets and Liabilities. The resultant gains and losses are included in the income directly.

Derivative financial instruments entered into by the Fund do not meet the hedging criteria as defined by International Accounting Standard-39, Recognition and measurement of financial instruments (IAS - 39), consequently hedge accounting is not used by the Fund.

4.3 PRELIMINARY EXPENSES

Preliminary expenses represent expenditures incurred prior to the commencement of operations of the Fund. These costs are being amortised over a period of five years commencing from 24 December 2006 (also refer note 8 to these financial statements).

4.4 ISSUE AND REDEMPTION OF UNITS

Units are allocated at the offer price prevalent on the day on which applications for the purchase of units are received (however units are issued on the receipt of cash / realisation of cheques). The offer price represents the net assets value of units at the end of the day plus the allowable sales load. The sales load is payable to the Distribution Companies and the Management Company as processing fee.

Units redeemed are recorded at the redemption price prevalent on the day on which the units are redeemed. The redemption price represents the net assets value at the end of the day. Redemption of units is recorded on acceptance of application for redemption.

4.5 ELEMENT OF INCOME / (LOSS) INCLUDED IN PRICES OF UNITS SOLD LESS THOSE IN UNITS REDEEMED

An equalisation account called the "element of income / (loss) included in prices of units sold less those in units redeemed" is created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption. This is recognised in the Income Statement directly.

4.6 NET ASSETS VALUE PER UNIT

The net assets value per unit disclosed in the statement of assets and liabilities is calculated by dividing the net assets of the Fund by the number of units in issue at the year / period end.

4.7 TAXATION

The Fund is exempt from taxation on income under clause 99 of Part I to the Second Schedule of the Income Tax Ordinance, 2001, subject to the condition that not less than 90 percent of its income excluding realised and unrealised capital gain for the year is distributed amongst the unitholders.

4.8 REVENUE RECOGNITION

4.8.1 Gains / (losses) arising on sale of investments are included in the Income Statement on the date at which the transaction takes place.

- 4.8.2** Dividend income is recognised when the right to receive the dividend is established.
- 4.8.3** Unrealised gains / (losses) arising on revaluation of securities classified as 'at fair value through profit or loss' are included in income statement in the period in which they arise. Gains / (losses) arising on the revaluation of the derivative financial instruments to their fair values are taken to the income statement currently.
- 4.8.4** Element of income / (loss) included in prices of units issued and redeemed is included in the income statement on the date of issue and redemption of units.
- 4.8.5** Income on Sukuk investment certificates are recognised at rate of return implicit in the instrument on a time proportionate basis.

4.9 FINANCIAL INSTRUMENTS

All the financial assets and financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. Any gain or loss on derecognition of the financial assets and financial liabilities is taken to income directly.

4.10 OFFSETTING OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

Financial assets and financial liabilities are only offset and net amount reported in the statement of assets and liabilities when there is a legally enforceable right to set off the recognised amounts and the Fund intends to either settle on a net basis, or to realise the asset and settle the liability simultaneously.

4.11 CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise of bank balances.

4.12 IMPAIRMENT

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

4.13 PROVISION

A provision is recognised in the Statement of Assets and Liabilities when the Fund has a legal or constructive obligation as result of past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

4.14 FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the date of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at the year-end exchange rates are recognised in the income statement.

4.15 DIVIDEND DISTRIBUTION

Dividend distributions are recorded in the period in which these distributions are approved.

4.16 OTHER ASSETS

Other assets are stated at cost less impairment losses, if any.

5. BANK BALANCES

		2008	2007
		(RUPEES IN '000)	
Cash at bank - local currency:			
- in profit and loss sharing bank accounts	5.1	224,915	181,148
- in current accounts	5.2	2,574	20,899
		<u>227,489</u>	<u>202,047</u>

5.1 Profit rates on these profit and loss sharing accounts range between 5.45% to 10.00% per annum (2007: 5.5% to 7.5% per annum)

5.2 This includes Rs. 1.458 million (2007: Rs. 20.899 million) held with a related party.

6. INVESTMENTS**AT FAIR VALUE THROUGH PROFIT OR LOSS - upon initial recognition**

- Equity Securities	6.1	527,716	639,548
- Foreign Investments - Mutual Funds	6.2	114,874	-
- Debt instruments - Sukuk Certificates	6.3	131,946	70,417
		<u>774,536</u>	<u>709,965</u>

AVAILABLE-FOR-SALE

Debt instruments - Sukuk Certificates	6.4	217,868	-
		<u>992,404</u>	<u>709,965</u>

6.1 EQUITY SECURITIES - AT FAIR VALUE THROUGH PROFIT AND LOSS UPON INITIAL RECOGNITION

The details of investment in ordinary shares of Rs. 10 each are as follows:

NAME OF SECURITY	AS AT	PURCHASED	SOLD	AS AT	CARRYING	PERCENTAGE	PERCENTAGE
	1 JULY	DURING	DURING	30 JUNE	VALUE AS	OF NET ASSETS	TOTAL
	2007	THE YEAR	THE YEAR	2008	AT 30 JUNE	ON THE BASIS	INVESTMENTS ON
	------(NUMBER OF SHARES / UNITS)-----				2008	OF CARRYING	THE BASIS OF
					(RUPEES IN '000)	VALUE	CARRYING VALUE
MUTUAL FUND							
United Islamic Income Fund (Par value of Rs. 100 each)- related party	-	244,834	244,834	-	-	-	-
JUTE							
Thal Limited (Ordinary Shares of Rs. 5 each)	40,000	73,000	13,000	100,000	19,602	1.61%	1.98%
CEMENT							
D. G. Khan Cement Limited	100,000	450,000	550,000	-	-	-	-
* D. G. Khan Cement Limited	600,000	1,820,000	2,420,000	-	-	-	-
Fauji Cement Company Limited	560,000	625,000	612,500	572,500	5,794	0.48%	0.58%
Fauji Cement Company Limited (Right allotment letters)	-	870,000	870,000	-	-	-	-
Attock Cement Pakistan Limited	189,500	60,500	56,200	193,800	14,948	1.23%	1.51%
POWER GENERATION & DISTRIBUTION							
Kot Addu Power Company Limited	-	200,400	200,400	-	-	-	-
Hub Power Company Limited	-	810,000	560,000	250,000	7,150	0.59%	0.72%
OIL & GAS MARKETING COMPANIES							
Pakistan State Oil Company Limited	56,300	320,200	233,000	143,500	59,874	4.91%	6.03%
Shell Pakistan Limited	25,000	-	25,000	-	-	-	-
OIL & GAS EXPLORATION COMPANIES							
Pakistan Oilfields Limited	125,000	121,000	196,000	50,000	18,242	1.50%	1.84%
* Pakistan Oilfields Limited	-	6,500	6,500	-	-	-	-
Pakistan Petroleum Limited	200,000	651,100	646,100	205,000	50,428	4.14%	5.08%
* Pakistan Petroleum Limited	150,000	150,000	300,000	-	-	-	-
** Oil & Gas Development Company Limited	537,500	1,099,000	1,336,500	300,000	37,308	3.06%	3.76%
* Oil & Gas Development Company Limited	250,000	75,000	325,000	-	-	-	-
BOC Pakistan Limited	50,000	6,000	27,100	28,900	6,317	0.52%	0.64%
REFINERY							
National Refinery Limited	46,000	155,500	163,500	38,000	11,304	0.93%	1.14%
TEXTILE COMPOSITE							
Nishat Mills Limited	-	280,000	280,000	-	-	-	-
AUTOMOBILE ASSEMBLER							
Pak Suzuki Motors Company Limited	150,000	22,000	139,200	32,800	3,929	0.32%	0.40%
Indus Motor Company Limited	32,000	100,500	132,500	-	-	-	-
CABLE & ELECTRICAL GOODS							
Pakistan Cables Limited	-	45,600	9,900	35,700	4,356	0.36%	0.44%
TECHNOLOGY & COMMUNICATION							
** Pakistan Telecommunication Company Limited	1,042,500	1,127,100	1,364,600	805,000	31,105	2.55%	3.13%
Netsol Technologies	-	120,000	120,000	-	-	-	-
FERTILIZER							
** Fauji Fertilizer Company Limited	255,000	690,000	805,000	140,000	18,525	1.52%	1.87%
Fauji Fertilizer Bin Qasim Limited	60,000	2,698,000	993,000	1,765,000	63,487	5.21%	6.40%
Engro Chemical Pakistan Limited	35,000	544,500	471,200	108,300	30,412	2.50%	3.06%
Engro Chemical Pakistan Limited (right allotment letters)	12,000	82,000	94,000	-	-	-	-
CHEMICALS							
KCI Pakistan Limited	115,000	210,000	125,000	200,000	32,274	2.65%	3.25%
PAPER & BOARD							
Cherat Cement Company Limited	-	100,000	-	100,000	12,664	1.04%	1.28%
Packages Limited	43,000	126,950	5,000	164,950	41,549	3.41%	4.19%
GLASS & CERAMICS							
Ghani Glass Limited	-	215,875	124,600	91,275	10,301	0.85%	1.04%
BANKS							
Meezan Bank Limited	445,000	1,163,600	29,500	1,579,100	48,147	3.95%	4.85%
Bank Islami Pakistan Limited	791,000	249,000	1,040,000	-	-	-	-
					527,716		

- 6.3.2 These Sukuk certificates carry mark-up equal to the base rate of 1.95% plus 6 months Karachi Interbank Offer Rate per annum, receivable quarterly in arrears with no floor or cap and will mature in July 2012. The principal is redeemable in ten equal semi-annual instalments basis commencing from the 6th month from the issue date. These certificates are secured against First charge over present & future fixed assets of the company with 25% security margin. At 30 June 2008, profit at 12.00% per annum was due on the above Sukuk certificates.
- 6.3.3 These Sukuk certificates carry mark-up equal to the base rate of 2% plus 6 months Karachi Interbank Offer Rate per annum, receivable semi-annually in arrears with no floor or cap and will mature in August 2013. The principal is redeemable in semi-annual basis commencing from the 24th month from the issue date. These certificates are secured against ranking charge which will be converted into first pari-passu charge (within 90 days from the first drawn date) over plant and machinery of the company with 25% security margin. At 30 June 2008, profit at 12.29% per annum was due on the above Sukuk certificates.

6.4 DEBT INSTRUMENTS - SUKUK CERTIFICATES - AVAILABLE - FOR - SALE

The details of investment in Sukuk certificates of Rs. 5,000 each are as follows:

NAME OF SECURITY	AS AT 1 JULY 2007	PURCHASED DURING THE PERIOD	SOLD DURING THE PERIOD	AS AT 30 JUNE 2008	CARRYING VALUE AS AT 30 JUNE 2008	PERCENTAGE OF NET ASSETS ON THE BASIS OF CARRYING VALUE	PERCENTAGE OF TOTAL INVESTMENTS ON THE BASIS OF CARRYING VALUE
<u>CHEMICALS</u>							
Engro Chemicals Pakistan Limited Sukuk	6.4.2	-	16,500	-	16,500	8.73%	8.49%
<u>PAPER & BOARD</u>							
Century Paper & Boards Mills Limited	6.4.3	-	13,000	10,000	3,000	1.58%	1.54%
<u>CEMENT</u>							
Kohat Cement Company Limited	6.4.4	-	10,000	-	10,000	5.02%	4.88%
Maple Leaf Cement	6.4.5	-	10,000	-	10,000	5.21%	5.07%
<u>ENERGY</u>							
Sitara Energy	6.4.6	-	3,916	-	3,916	2.03%	1.97%
		-	53,416	10,000	43,416		217,868

- 6.4.1 At 30 June 2008, Surplus on revaluation of above Sukuk certificates amounted to Rs. 2.488 million which has been directly recognised in the net assets of the Fund.
- 6.4.2 These Sukuk certificates carry mark-up equal to the base rate of 1.50% plus 6 months Karachi Interbank Offer Rate per annum, receivable semi-annually in arrears with no floor or cap and will mature in September 2015. The principal is redeemable in up to two consecutive, equal semi-annual instalments, the first such instalment falling due on the 90th month from the date of first contribution under the facility. These certificates are secured against ranking charge over all present and future fixed assets with 20% security margin, to be upgraded with 90 days from the date of issue to first ranking pari passu over all present and future fixed assets of the company. At 30 June 2008, profit at 11.76% per annum was due on the above Sukuk certificates.
- 6.4.3 These Sukuk certificates carry mark-up equal to the base rate of 1.35% plus 6 months Karachi Inter Bank Offer Rate per annum, receivable semi-annually in arrears with no floor or cap and will mature in September 2014. The principal is redeemable in ten stepped up semi-annual instalments, commencing from the 30th month from the date of first disbursement. These certificates are secured against pari-passu hypothecation charge (excluding land and building) on the company's present and future fixed assets. At 30 June 2008, profit at 11.74% per annum was due on the above Sukuk certificates.

- 6.4.4 These Sukuk certificates carry mark-up equal to the base rate of 1.8% plus 6 months Karachi Interbank Offer Rate per annum, receivable semi-annually in arrears with no floor or cap and will mature in June 2012. The principal is redeemable in ten semi-annual instalments. These certificates are secured against first ranking Hypothecation charge over all present and future fixed assets of the company equivalent to the facility amount along with 25% margin and First ranking mortgage over all present and future immovable properties of the company with a 25% margin over the facility amount. At 30 June 2008, profit at 15.02% per annum was due on the above Sukuk certificates.
- 6.4.5 These Sukuk certificates carry mark-up equal to the base rate of 1.70% plus 6 months Karachi Interbank Offer Rate per annum, receivable semi-annually in arrears with no floor or cap and will mature in December 2013. The principal is redeemable in semi-annual basis commencing from the 30th month from the issue date. These certificates are secured against first pari passu charge over all present and future fixed assets (including land, building, plant & machinery) of the company with 25% security margin. At 30 June 2008, profit at 14.85% per annum was due on the above Sukuk certificates.
- 6.4.6 These Sukuk certificates carry mark-up equal to the base rate of 1.95% plus 6 months Karachi Interbank Offer Rate per annum, receivable quarterly in arrears with no floor or cap and will mature in July 2012. The principal is redeemable in ten equal semi-annual instalments basis commencing from the 6th month from the issue date. These certificates are secured against First charge over present & future fixed assets of the company with 25% security margin. At 30 June 2008, profit at 12.00% per annum was due on the above Sukuk certificates.

7. DEPOSITS AND INCOME RECEIVABLE	2008	2007
	(RUPEES IN '000)	
Income receivable on bank deposit accounts	747	1,132
Income receivable on Sukuk certificates	9,091	483
Security deposit with National Clearing Company of Pakistan Limited	2,500	-
Security deposit with Central Depository Company Limited of Pakistan Ltd.	100	100
Other receivables	9	-
	<u>12,447</u>	<u>1,715</u>
8. PRELIMINARY EXPENSES		
Preliminary expenses -unamortised	3,371	3,760
Amortisation during the year/period	(754)	(389)
Balance as at 30 June	<u>2,617</u>	<u>3,371</u>

Preliminary expenses represent expenditures incurred for the constitution and launch of the Fund. As stated in note 4.3 to these financial statements these expenses are being amortised over a period of five years commencing from 24 December 2006. As per the Trust Deed approved by the Securities and Exchange Commission of Pakistan, the preliminary expenses shall be amortised after the commencement of the Initial Public Offer period.

9. RECEIVABLE AGAINST SALE OF INVESTMENTS

This represents the amount receivable for the securities sold in the ready stock market. The amount was received subsequent to the year end.

10. REMUNERATION TO THE MANAGEMENT COMPANY

The Management Company shall be entitled to be paid monthly in arrears, accrued remuneration duly verified by the Trustee during the first five years of collective investment scheme's existence, of an amount not exceeding three percent of the average annual net assets of the collective investment scheme and thereafter of an amount equal to two percent of such assets or such other amount as may be specified by the Commission from time to time, provided that an asset Management Company may charge performance based or fixed fee or the combination of both as per the guide lines issued by the Commission from time to time.

As per the Trust Deed approved by the Securities and Exchange Commission of Pakistan, the remuneration to the Management Company shall be accrued from the close of the Initial Public Offer period. The remuneration has been calculated at the rate of 3% of the average daily net assets of the Fund.

11. REMUNERATION TO THE TRUSTEE

The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the higher of 0.7 million or 0.2% per annum on amount up to Rs. 1 billion of average daily net assets of the Fund and at Rs. 2 million plus 0.1% per annum on amount exceeding Rs. 1 billion of average daily net assets of the Fund. As per the Trust Deed approved by the Securities and Exchange Commission of Pakistan, the remuneration to the Trustee shall be accrued from the close of the Initial Public Offer period. The remuneration has been calculated at the rate of Rs 2 million plus 0.1% per annum on the amount exceeding Rs. 1 billion of average daily net assets of the Fund.

12. ANNUAL FEE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

This represents annual fee payable to Securities and Exchange Commission of Pakistan (SECP) in accordance with rule 71 of the Non-Banking Finance Companies and Notified Entities Regulations 2007, where by the Fund is required to pay SECP an amount equal to one tenth of 1% of the average daily net asset. In accordance with Non-Banking Finance Companies and Notified Entities Regulations 2007 and the Trust Deed approved by the Securities and Exchange Commission of Pakistan, the annual fee to Securities and Exchange Commission of Pakistan shall be accrued from the close of the Initial Public Offer period.

13. REMUNERATION TO THE SHARIAH ADVISORY BOARD

The Fund has appointed two Shariah Advisors (collectively 'Shariah Advisory Board') and are entitled to an annual fee of Rs. 500,000 each for providing technical services relating to Shariah compliance matters. As per the Shariah Advisory Board Agreement, the remuneration to the Shariah Advisory Board shall be accrued from the close of the Initial Public Offer period.

14. CREDITORS AND ACCRUED EXPENSES

	2008	2007
	(RUPEES IN '000)	
Payable on redemption of units	26,792	28
Sales load payable to Management Company	-	1,021
Auditors' remuneration	208	202
Charity payable	14.1 24	90
Financial charges payable	50	-
Others	135	-
	27,209	1,341

- 14.1** According to the instructions of the Shariah Advisory Board, any income earned by the Fund from investments whereby portion of the investment of such investee has been made in non shariah compliant avenues, such portion of the investment of the Fund from the investee should be donated for charitable purposes directly by the Fund. Accordingly, an amount of Rs. 506,481 (2007: Rs. 90,009) has been recognised as charity expense out of which Rs. 24,109 (2007: Rs. 90,009) is payable at the year end.

15. COMMITMENT

	2008	2007
	(RUPEES IN '000)	
Future sale commitment of investments in listed securities	-	142,292
	-	142,292

16. NUMBER OF UNITS IN ISSUE

The units in issue as at 30 June in each class were as follows:

CLASS		2008	2007	2008	2007
		(UNITS IN '000)		(RUPEES IN '000)	
Restricted	16.1	2,500	2,500	250,000	250,000
A	16.2	9,065	5,904	906,503	590,431
Total		11,565	8,404	1,156,503	840,431

- 16.1** As at 30 June 2008, 2.5 million (2007 : 2.5 million) units of Rs 100 each were held by a related party. Restricted units were issued as initial subscription in the form of seed capital which was received by the Fund on 25 November 2006 with the restriction that these units shall not be redeemable or transferable for a period of two years from the date of such subscription.

- 16.2** The par value of each unit is Rs 100. The management of the Fund has set a minimum investment size of Rs. 5,000.

16.3 All units carry equal rights and are entitled to dividend and share in the net asset value of the Fund.

16.4 PATTERN OF UNIT HOLDING

CATEGORY OF UNIT HOLDERS	NUMBER OF		PERCENTAGE
	UNIT HOLDERS	HOLDING	
Individuals	2,033	2,690,447	23.26%
Associated Companies	4	5,236,364	45.28%
Directors and Executives of the Management Company	5	14,065	0.12%
Insurance Companies	3	523,888	4.53%
Banks / Development Financial Institutions	4	698,497	6.04%
Retirement Funds	27	2,086,929	18.05%
Public Limited Companies	1	2,635	0.02%
Others	11	312,203	2.70%
	2,088	11,565,028	100.00%

17. TAXATION

No provision for Income Tax has been made in these financial statements due to the distribution of not less than 90% of the accounting gain for the year, as reduced by Capital Gain (whether realised or unrealised). Details of distribution for the year ended 30 June 2008 are given in note 30 to these financial statements

18. FINANCIAL INCOME

	2008	2007
	(RUPEES IN '000)	
On		
- Bank deposit accounts	8,495	7,114
- Sukuk certificates	31,734	350
	40,229	7,464

19. CAPITAL GAIN FROM TRANSACTIONS
IN MARKETABLE SECURITIES

On		
- Equity securities-net	69,370	64,261
- Spread transactions (net difference between the purchase price of equity shares in the ready market and disposal price in the future market)	3,819	8,705
- Debt instrument- Sukuk certificate	800	-
- Mutual Funds units (earned on the redemption of units of a related party)	42	-
	74,031	72,967

	2008	2007
	(RUPEES IN '000)	
20. AUDITORS' REMUNERATION		
Annual audit fee	125	100
Fee for the review of half yearly financial statements	75	40
Fee for the review of Code of Corporate Governance	25	25
Fee for the review of Shariah Compliance	75	75
Fee for other certifications	40	-
Out of pocket expenses	20	10
	360	250

21. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons include UBL Fund Managers Limited (the Management Company), United Bank Limited (holding company of the Management Company), United Money Market Fund, United Growth and Income Fund and United Stock Advantage Fund, United Islamic Income Fund, UBL Capital Protected Fund-I (Funds managed by the Management Company), Central Depository Company Limited (Trustee) and Key Management Personnel of the Management Company, etc. (refer below for details).

Remuneration payable to the Management Company and the Trustee is determined in accordance with the provisions of Non Banking Finance Companies Rules, 2003, Non Banking Finance Companies and Notified Entities Regulations, 2007 and the Trust Deed respectively.

Other transactions with related parties / connected persons have been transacted at an agreed / commercial terms. Details of transactions with related parties and balances with them at the year / period end are as follows:

	Note	2008 (UNITS IN '000)	2007	2008 (RUPEES IN '000)	2007
<u>UNITS SOLD TO:</u>					
Associated Undertakings					
-United Bank Limited	16	3,850	8,083	428,363	850,000
-UBL Fund Managers Limited		286	95	30,000	10,000
-UBL Fund Managers Limited Employees Provident Fund		2	4	236	405
-UBL Fund Managers Limited Employees Gratuity Fund		1	1	126	94
Other Related parties (other than associated undertakings)					
-Directors and executives of the Management Company		7	263	833	28,003

	Note	2008 (UNITS IN '000)	2007	2008 (RUPEES IN '000)	2007
<u>UNITS REDEEMED BY:</u>					
Associated Undertakings					
-United Bank Limited		4,353	2,870	484,494	317,247
-UBL Fund Managers Limited		390	-	43,899	-
Other Related parties (other than associated undertakings)					
-Directors and executives of the Management Company		112	151	11,982	16,444
<u>BONUS UNITS DISTRIBUTED TO:</u>					
Associated Undertakings					
-United Bank Limited		516	-	53,962	-
-UBL Fund Managers Ltd		9	-	986	-
-UBL Fund Managers Ltd Employees Provident Fund		1	-	42	-
-UBL Fund Managers Ltd Employees Gratuity Fund		1	-	10	-
Other Related parties (other than associated undertakings)					
-Directors and executives of the Management Company		11	-	1,122	-
<u>UNITS HELD BY:</u>					
Associated Undertakings					
-United Bank Limited	16	5,227	5,214	550,742	598,837
-UBL Fund Managers Ltd		-	95	-	10,937
-UBL Fund Managers Ltd Employees Provident Fund		7	4	719	465
-UBL Fund Managers Ltd Employees Gratuity Fund		2	1	242	107
Other Related parties (other than associated undertakings)					
-Directors and executives of the Management Company		14	113	1,482	12,948
<u>TRANSACTIONS WITH RELATED PARTIES</u>					
			Note	2008 (RUPEES IN '000)	2007
UNITED BANK LIMITED (ASSOCIATED UNDERTAKING)					
-Bank charges				123	5
MANAGEMENT COMPANY (ASSOCIATED UNDERTAKING)					
-Remuneration to the Management Company			10	33,922	11,128
-Sales load to the Management Company				-	2,812
TRUSTEE (CONNECTED PERSON)					
-Remuneration to the Trustee			11	2,129	742
UNITED ISLAMIC INCOME FUND (ASSOCIATED UNDERTAKING)					
-Units purchased 244,834 units (2007: nil)			6.1	25,000	-
-Units redeemed 244,834 units (2007: nil)			6.1	25,042	-
- Sukuk certificates sold				52,977	-

	Note	2008 (RUPEES IN '000)	2007
<u>BALANCES WITH RELATED PARTIES - UNSECURED</u>			
UNITED BANK LIMITED (ASSOCIATED UNDERTAKING)			
-Bank balances	5	1,458	20,899
MANAGEMENT COMPANY (ASSOCIATED UNDERTAKING)			
-Remuneration payable to the Management Company	10	1,504	1,157
-Sales load payable to the Management Company		-	1,021
TRUSTEE (CONNECTED PERSON)			
-Remuneration payable to the Trustee	11	183	152
-Security deposit	7	100	100

22. MARK-UP / PROFIT RATE RISK

22.1 The Fund's exposure to market rate of mark-up / profit rate risk based on contractual repricing and maturity dates, which ever is earlier is as follows:

	MARK-UP / PROFIT (%)	2008			TOTAL
		MARK-UP / PROFIT BEARING UP TO THREE MONTHS	THREE MONTHS TO ONE YEAR	NON MARK-UP / PROFIT BEARING	
------(Rupees in '000)-----					
On-balance sheet financial instruments					
FINANCIAL ASSETS					
Bank balances	5.45 - 10	224,915	-	2,574	227,489
Investments	11.74 - 15.4	-	349,814	642,590	992,404
Deposits and income receivable	5.45 - 15.4	-	-	12,447	12,447
Dividend receivable		-	-	3,990	3,990
Receivable against sale of investments		-	-	9,619	9,619
		224,915	349,814	671,220	1,245,949
FINANCIAL LIABILITIES					
Remuneration payable to the Management Company		-	-	1,504	1,504
Remuneration payable to the Trustee		-	-	183	183
Payable to Securities and Exchange Commission of Pakistan		-	-	1,131	1,131
Payable to the Shariah Advisory Board		-	-	82	82
Creditors and accrued expenses		-	-	27,209	27,209
		-	-	30,109	30,109
ON-BALANCE SHEET GAP - 2008 (A)		-	349,814	641,111	1,215,840

(A) ON-BALANCE SHEET GAP REPRESENTS THE NET AMOUNTS OF ON-BALANCE SHEET ITEMS.

	2007				TOTAL
	MARK-UP / PROFIT (%)	MARK-UP / PROFIT BEARING UP TO THREE MONTHS	THREE MONTHS TO ONE YEAR	NON MARK-UP / PROFIT BEARING	
------(Rupees in '000)-----					
ON-BALANCE SHEET FINANCIAL INSTRUMENTS					
FINANCIAL ASSETS					
Bank balances	5.5 - 7.5	181,148	-	20,899	202,047
Investments	11.27 - 13.6	-	70,417	639,548	709,965
Deposits and income receivable	5.5 - 7.5	1,615	-	100	1,715
Dividend receivable		-	-	1,655	1,655
Receivable against sale of investments		-	-	47,869	47,869
		<u>182,763</u>	<u>70,417</u>	<u>710,071</u>	<u>963,251</u>
FINANCIAL LIABILITIES					
Remuneration payable to the Management Company		5,380	-	1,157	6,537
Remuneration payable to the Trustee		-	-	152	152
Payable to Securities and Exchange Commission of Pakistan		-	-	371	371
Payable to the Shariah Advisory Board		-	-	83	83
Creditors and accrued expenses		-	-	1,341	1,341
		<u>5,380</u>	<u>-</u>	<u>3,104</u>	<u>8,484</u>
On-balance sheet gap - 2007 (a)		<u><u>177,383</u></u>	<u><u>70,417</u></u>	<u><u>706,967</u></u>	<u><u>954,767</u></u>

(a) On-balance sheet gap represents the net amounts of on-balance sheet items.

23. RISK MANAGEMENT

The Fund primarily invests in a diversified portfolio of Shariah compliant equity securities, rated corporate debts, and other money market instruments. Such investments are subject to varying degrees of risk. These risks emanate from various factors including the following:

23.1 MARKET RISK

Market risk is the risk that the value of the financial instrument may fluctuate as a result of changes in market interest rates or the market price of securities due to a change in credit rating of the issuer or the instrument, change in market sentiments, speculative activities, supply and demand of securities and liquidity in the market.

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

23.2 CREDIT RISK AND MANAGEMENT OF CREDIT RISK

Credit risk arises from the inability of the issuers of the instruments, the relevant financial institutions or counter party to fulfil their obligations. The risk is generally limited to principal amounts and accrued interest thereon, if any.

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

23.3 CONCENTRATION OF CREDIT RISK

Concentration of credit risk exists when changes in economic or industry factors affect the group of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. At 30 June 2008 financial assets subject to credit risk amounted to Rs. 603.359 million (30 June 2007: Rs. 327.026 million). The Fund's portfolio of financial assets is broadly diversified and transactions are entered into with diverse credit worthy counterparties thereby mitigating any significant concentration of credit risk.

23.4 LIQUIDITY RISK

Liquidity risk is the risk that the Fund may encounter difficulty in raising Funds to meet its obligations and commitments. The Fund manages the liquidity risk by maintaining maturities of financial assets and financial liabilities and investing a major portion of the Fund's assets in highly liquid financial assets.

23.5 MARKET RATE OF RETURN (MROR) RISK

MROR risk is the risk that the value of a financial instrument will fluctuate due to changes in the market interest rates. The Fund manages its investment portfolio in order to reduce the risk of loss in market value of investments as a result of changes in market interest rates. In case the Fund expects economic uncertainty, the portfolio is restructured so as to comprise short term debt securities, money market instruments, short maturity repurchase transactions, etc.

23.6 UNIT HOLDERS' FUND RISK MANAGEMENT

Management's objective when managing unit holders' Funds is to safeguard the Fund's ability to continue as a going concern so that it can continue to provide optimum returns to its unit holders' and to ensure reasonable safety of unit holders' Funds.

The Fund manages its investment portfolio and other assets by monitoring return on net assets and makes adjustments to it in the light of changes in markets' conditions. The capital structure depends on the issuance and redemptions of units.

24. FAIR VALUE OF FINANCIAL INSTRUMENTS

The Fund is of the view that the fair market values of the financial assets and liabilities, are not significantly different from their carrying values as its assets and liabilities are essentially short term in nature and / or frequently repriced.

25. ACCOUNTING ESTIMATES AND JUDGMENTS

As stated in note 3.3 to these financial statements, the Fund makes estimates and assumptions that affect the reported amounts of assets and liabilities. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

INVESTMENT STATED AT FAIR VALUE

Management has determined fair value of certain investments by using quotations from active markets. Fair value estimates are made at a specific point in time, based on market conditions and information about the financial instrument. These estimates are subjective in nature and involve uncertainties and matter of judgment (e.g. valuation, interest rates, etc.) and therefore, can not be determined with precision.

IMPAIRMENT OF INVESTMENT

The Fund determines that investments are impaired when there has been a significant or prolonged decline in the fair value below its cost. The determination of what is significant or prolonged requires judgment. In making this judgment, the Fund evaluates among other factors, the normal volatility in prices. In addition the impairment may be appropriate when there is an evidence of deterioration in the financial health of the invested industry and sector performance, changes in technology and operational / financial cash flows.

OTHER ASSETS

Judgment is also involved in assessing the realisability of the other assets balances.

26. TOP TEN BROKER/ DEALERS BY PERCENTAGE OF COMMISSION PAID BY THE FUND

NAME OF BROKER	COMMISSION %
D.J.M. Securities (Private) Limited	7.98
Live Securities (Private) Limited	6.08
AKD Securities Limited	5.23
JS Global Capital Limited	5.18
Shehzad chamdia Securities (Private) Limited	4.97
HH Misbah Securities (Private) Limited.	4.80
Taurus Securities Limited	4.78
First Capital Equities Limited	4.77
Bhayani Securities (Private) Limited	4.32
Invest & Finance Securities Limited	4.24

27. INVESTMENT COMMITTEE

Following are the members of investment committee:

Mir Muhammad Ali, CFA - Chief Executive
 Hasnain Raza Nensey - Chief Investment Officer
 Hassan Abbas - Chief Operating Officer
 Aly Osman - Head of Risk Management, Compliance & Product Development
 Ahmad Khashe Lodhi - Fund Manager, United Composite Islamic Fund

MIR MUHAMMAD ALI, CFA - CHIEF EXECUTIVE OFFICER (CEO)

Mir Muhammad Ali has extensive experience in investment banking and Fund management during the last 15 years. Prior to joining UBL Fund Managers (UBLFM), he was with Asian Development Bank. He represented ADB on the board of several companies including an asset Management Company. Prior to joining ADB, Mir worked as Divisional Head Investment Banking of United Bank Limited. During his career, he has also worked for various institutions such as Pakistan Kuwait Investment Company, IBM World Trade Corporation and ANZ Grindlays Bank. Mir is an MSc in Finance from University of Strathclyde in Glasgow, Scotland. He is an MBA from the Institute of Business Administration and is also a CFA Charter Holder.

HASNAIN RAZA NENSEY - CHIEF INVESTMENT OFFICER (CIO)

Hasnain Raza Nensey is the CIO at UBLFM. Prior to this, he was Chief Investment Officer at JS Investments Limited (formerly JS ABAMCO Limited) where he was also a member of the Investment Committee. Hasnain started his career in 1993 with JS Group where he worked as an Equity Analyst covering the Energy and Textile Sector companies listed on the Karachi Stock Exchange. Hasnain has also been involved in the textile and property development businesses for a number of years from 1997 onwards. Hasnain has a BSBA Degree with a concentration in Finance and Marketing from Boston University in Massachusetts, USA. He is also an MBA from Babson College in Massachusetts, USA.

HASSAN ABBAS - CHIEF OPERATING OFFICER

Hassan Abbas has extensive experience in equity trading, money market and inter-bank operations as well as settlements. Before joining UBLFM, he was working as Finance Manager and Company Secretary at Woodward Pakistan (Private) Limited. Prior to that, Hassan was associated for over ten years with Khadim Ali Shah Bukhari Securities Ltd (KASB) which is one of the leading brokerage houses in Pakistan. He holds an MBA degree.

ALY OSMAN- HEAD OF RISK MANAGEMENT, COMPLIANCE & PRODUCT DEVELOPMENT

Aly Osman is the Head of Risk Management, Compliance and Product Development at UBL Fund Managers Limited. He is primarily responsible for identifying, evaluating or measuring significant risks inherent in the organization as well establishing controls to mitigate such risks. He is also responsible for reviewing compliance with the laws, rules and regulations, internal organization policy and industry standards on an ongoing basis and reporting on compliance matters. Aly Osman is an Associate Member of Institute of Cost and Management Accountant Pakistan (ACMA). Aly Osman has over ten years of professional experience. Prior to his joining UBL Funds, he was working as the Chief Compliance & Risk Officer at JS Investments Limited (formerly JS ABAMCO Limited) for the last 1.5 years. Prior to that, he was working with the Securities and Exchange Commission of Pakistan (SECP) as Joint Director, Heading the Stock Exchanges, Depository and Clearing, Policy and Regulation Wing of the Securities Market Division.

Aly Osman has also completed the United States SEC Institute of Securities Market Development Course 2004 in Washington DC which is a recognised course covering all aspects of securities market structures, systems and regulation.

AHMAD KHASHE LODHI - FUND MANAGER, UNITED COMPOSITE ISLAMIC FUND

Khashe Lodhi has recently joined UBLFM as Fund Manager of UCIF and will also head the product development efforts of the Company. Prior to this, he was Vice President in the Investment Banking Division at Pakistan Kuwait Investment Company. He is experienced in both fixed income and equity markets. Khashe started his career in 1993 with Crescent Investment Bank Limited as a fixed income dealer in the Treasury and Funds Management Department. In 1996, he moved to the equities side as a dealer in the Capital Markets Department. Later on, he became Chief Dealer and Head of Capital Markets. He has also worked for Mashreq Bank Pakistan, Crescent Commercial Bank Limited and PICIC.

Khashe is an MBA from the Institute of Business Administration (IBA). He is also a visiting faculty member of IBA and has taught courses in finance including portfolio management.

He is also serving as the Fund manager of United Islamic Income Fund, an open end Fund being managed by the Management Company.

28. BOARD OF DIRECTORS

Meetings of the Board of Directors of the Management Company of the Fund are held at least once in a each quarter. During the year under review seven meetings were held and the details of directors attended the meetings are as follows:

<u>NAME OF DIRECTOR</u>	<u>MEETINGS ATTENDED</u>	<u>DATES</u>						
		<u>13 JULY</u>	<u>25 OCTOBER</u>	<u>9 JANUARY</u>	<u>7 FEBRUARY</u>	<u>3 APRIL</u>	<u>19 APRIL</u>	<u>17 JUNE</u>
		<u>2007</u>	<u>2007</u>	<u>2008</u>	<u>2008</u>	<u>2008</u>	<u>2008</u>	<u>2008</u>
Atif Bokhari	6	1	1	1	1	-	1	1
Mohammad Asghar	5	1	1	-	1	-	1	1
Aameer M. Karachiwala	5	-	-	1	1	1	1	1
Saeed Iqbal	7	1	1	1	1	1	1	1
Hasan Raza	7	1	1	1	1	1	1	1
Ali Sameer Farooqi	7	1	1	1	1	1	1	1
Mir Muhammad Ali	7	1	1	1	1	1	1	1
Ahmed Hafeez (Ex-Director)	1	1	-	-	-	-	-	-
Asif Javeed Khawaja (Ex-Director)	1	-	-	1	-	-	-	-

29. CREDIT RATING

The Management Company has been rated at AM2 minus (2007: AM2 minus) by JCR-VIS through their letter dated 1 April 2008.

The Fund has not yet obtained its rating from any Credit Rating agency.

30. NON-ADJUSTING EVENT AFTER THE BALANCE SHEET DATE

The Board of Directors of the Management Company have approved distribution of 5.13 bonus units per 100 units for the year ended 30 June 2008 amounting in total to Rs. 59.444 million in their meeting held on 3 July 2008. These financial statements do not reflect this proposed issue of units.

31. DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorised for issue by Board of Directors of the Management Company on 13 August 2008.



MIR MUHAMMAD ALI, CFA
CHIEF EXECUTIVE

FOR UBL FUND MANAGERS LIMITED
(MANAGEMENT COMPANY)



AAMEER M. KARACHIWALLA
DIRECTOR