PSAF/231/11
04 November 2010

Arif Habib Investments

The General Manager
Karachi Stock Exchange,
Stock Exchange Building,
Stock Exchange Road,
Karachi.

Dear Sir,

PAKISTAN STRATEGIC ALLOCATION FUND
CONVERSION OF THE FUND INTO AN OPEN-END SCHEME
PROCEDURE FOR REDEMPTION

Certificate holders of PSAF are hereby notified to follow the below mentioned procedure for redemptions, effective November 11, 2010:

Investors are requested to kindly fill out the Account Opening Form (Form AHI -01) and send it back to us at along with a copy of Computerized N.I.C, of all joint holders and Nominee(s) if any. Please also attach a copy of your Zakat Affidavit. These forms can be downloaded from our website www.arifhabib.com.pk.

In case you are an existing investor in one of our open-end mutual funds kindly ensure you state your current registration number in the 'remarks' section of the form.

You do need to know that if you currently hold your investment in a CDC account you will have to go through the following steps if and when you decide to redeem your investment or part of it for the first time:

a. Submit the 2nd page of the Redemption Form plus two photo state copies thereof, to CDC/the Broker. Redemption Forms are available on our website or can be obtained by calling the UAN number given below.

b. Ask CDC/the Broker to save and post the redemption request in CDS and to generate two print-outs of the posting

c. Obtain from CDC/the Broker, one receipted Photostat copy of the Redemption Form and one print-out of the posting [mentioned under (b) above]

d. Submit to AHI: the remaining three copies of the Redemption Form (1st 3rd and 4th pages) PLUS the Photostat copy receipted by CDC/the Broker [mentioned under (c) above] PLUS the print-out of the posting [mentioned under (b) above]

For withdrawal of PSAF units from CDC/Broker to Registrar of the Fund, ask CDC/the Broker to save and post the withdrawal request in CDS and to generate two print-outs of the posting and submit the same to us.

As you are aware that asset management companies are required to deduct withholding tax on capital gains (if any) at the time of redemption if the holding period is less than one year. You are also requested to please provide the following document at the time of redemption.

a. CDC statement showing all purchase transactions that make up the balance held by you as of November 11, 2010 (for CDC account holders only)

b. Broker Note should also be provided as evidence cost of acquisition

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