

PSM/7934/837/09
21 October 2008

The General Manager
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building
Stock Exchange Road
Karachi.

**PAKISTAN STOCK MARKET FUND (PSMF)
FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER 2008**

We are pleased to inform you that the Board of Directors of Arif Habib Investment Management Limited, (the Management Company) of Pakistan Stock Market Fund (PSMF) in their meeting held on 24th October 2008 at 10:30 A.M. at 2/1, R.Y. 16, Old Queens Road, Karachi, have approved the following financial results:

	2008	2007
	(Rupees in '000)	
Income:		
Capital (loss) / gain on sale of investments	(31,075)	26,214
Income from Continuous Funding System transactions	2,001	-
Dividend income	18,743	25,096
Profit on deposit accounts with banks	14,786	5,549
Other income	915	2,408
	<u>5,370</u>	<u>39,267</u>
Unrealised (diminution) in fair value of investments 'at fair value through profit or loss -hold for trading'	(445,301)	(14,577)
Total income	<u>(439,931)</u>	<u>44,690</u>
Operating expenses		
Remuneration of Arif Habib Investment Management Limited - Management Company	13,231	16,056
Remuneration of Central Depository Company of Pakistan Limited - Trustee	942	1,055
Annual fee - Securities and Exchange Commission of Pakistan	690	803
Brokerage	2,265	1,389
Settlement and bank charges	236	239
Fees and subscriptions	51	48
Legal and professional charges	38	14
Auditors' remuneration	183	167
Printing and related expenditure	66	-
	<u>17,702</u>	<u>19,771</u>
Total expenses	<u>(457,633)</u>	<u>24,919</u>
Net (loss) / income from operating activities		
Element of income and capital gains included in prices of units sold less those in redemptions	82,779	337,795
	<u>(374,854)</u>	<u>362,714</u>
Net (loss) / income for the period		

We will be sending you 300 copies of printed Accounts for distribution amongst the members of the Exchange.

Yours faithfully,

Syed Ajaz Ahmed
Company Secretary

Arif Habib Investment Management Limited

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KARACHI STOCK EXCHANGE CORPORATE ANNOUNCEMENT	Date: 24/10/08	Initial: SK
	Received at: 11.52	Initial: SK
	Announcement at: 11.53	Initial: SK