



MKT/FMR/032/08

May 05, 2008

Dear Investor,

We are pleased to inform you that at the close of third quarter ended March 31 2008, Al Meezan Investments has announced an **interim dividend of Rs. 3.25 (6.5%)** for Pakistan's first and the largest Shariah compliant open end income fund - **Meezan Islamic Income Fund (MIIF)**. The declaration was in the form of Bonus Units to the Growth Unit holders and Cash Dividend to the Income Unit holders. A Growth Unit holder having 100 units of MIIF as of April 19, 2008 received 6.44 additional units at the ex-div. NAV of Rs. 50.43, while an Income Unit holder received the Cash Dividend of Rs. 3.25 per unit.

The financial results of Meezan family of funds for the said period show phenomenal growth and performance of all funds. The summary of the results is as follows:

Fund	Net Income	Net Assets
Meezan Islamic Fund	Rs. 1,141 million	Rs. 5,901 million
Meezan Islamic Income Fund	Rs. 420 million	Rs. 6,614 million
Meezan Tahaffuz Pension Fund	Rs. 18.2 million	Rs. 182 million
Meezan Balanced Fund	Rs. 141 million	Rs. 1,547 million
Al Meezan Mutual Fund Ltd.	Rs. 291 million	Rs. 2,213 million

It is our pleasure to announce the launch of Pakistan's first Shariah compliant capital protected fund - **Meezan Capital Protected Fund - I (MCPF-I)**. It is jointly developed by Al Meezan Investments and Pakistan's first and the largest Islamic bank - Meezan Bank.

MCPF-I is an open end mutual fund with a maturity period of three years and six weeks from the first day of IPO. It will provide an investment opportunity to investors who desire protection of their capital, are willing to invest for relatively longer periods and want to get benefit of potentially higher returns of the stock market. The fund is targeting returns higher than the returns being offered by debt/ income funds and bank deposits. We invite you to invest in this fund from any Al Meezan Investments' office or over 100 branches of Meezan Bank in 31 cities across Pakistan. The IPO of the fund is expected to start on May 19, 2008 and would continue till May 21, 2008. However, the subscription may remain open for a maximum period of six weeks from the date of the IPO.

A detailed Fund Manager's Report for the month of April 2008 is enclosed for your review and record. The fund sizes of MIF and MIIF as on 30th April 2008 stood at:

Meezan Islamic Fund (MIF)	Rs. 6,092 million
Meezan Islamic Income Fund (MIIF)	Rs. 6,578million

We are optimistic that with your continued support and patronage we will continue to be the largest Shariah compliant asset management company in Pakistan providing the best investment management services to all our investors.

Yours truly,

Muhammad Anas Rehan
Assistant Vice President Marketing

AL Meezan Investment Management Limited

April, 2008

Al Meezan Investments (AMIM), the company in operation since 1995, has one of the longest track records of managing mutual funds in the private sector in Pakistan. AMIM currently manages five mutual funds; namely Al Meezan Mutual Fund, Meezan Balanced Fund, Meezan Islamic Fund, Meezan Islamic Income Fund, and Meezan Tahaffuz Pension Fund.

The total funds under management of Al Meezan Investments, the only full fledged Shariah compliant asset management company in Pakistan, have reached PKR 18.8 billion as on April 30, 2008. With AM2 Management Quality rating and 5-star ranking for all eligible funds which has been maintained for the past three years, the company clearly stays well ahead of all its competitors in the Islamic asset management market in Pakistan.

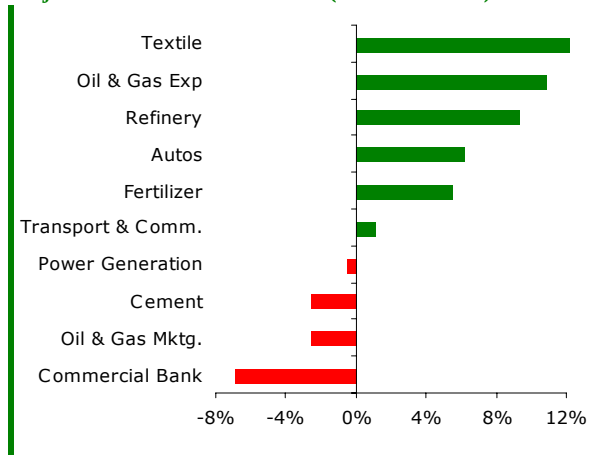
In line with the philosophy of developing Shariah compliant products to meet the investors' need, Al Meezan Investments in collaboration with Meezan Bank has launched Pakistan's first Shariah compliant Capital Protected Fund – Meezan Capital Protected Fund – I (MCPF – I). **The initial public offering (IPO) of MCPF-I is expected to start on 19th May and would continue till 21st May 2008.**

STOCK MARKET REVIEW

During April '08, KSE 100 Index remained unchanged as it lost only 3 points (0.02%), to close at 15,122 points. The average monthly volume, however, witnessed an increase of 13% at 270mn shares as compared to the previous month.

Initially market maintained its rising trend and managed to touch its all time high of 15,739 points on the back of strong fundamentals and high crude oil prices. In the later half of the month, due to economic concerns and rumors regarding imposition of capital gains tax, market took a correction and closed 617 points below from all time high at 15,122 points. The corporate announcements were mixed with oil exploration and fertilizer companies posted moderate growth while the banking sector showed disappointing results due to provisioning.

Major Out & Under Performers (KSE 100 Index)



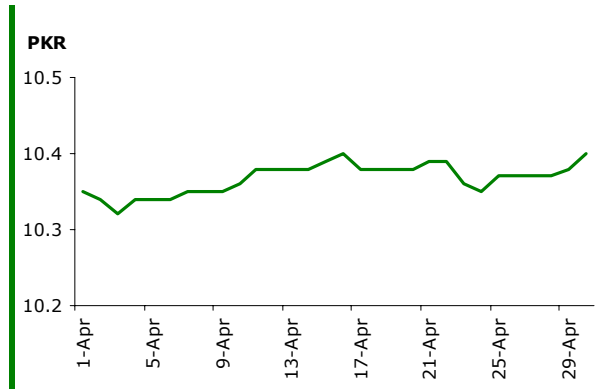
MONEY MARKET REVIEW

During the month, SBP remained active in the money market intervening regularly to mop up any excess liquidity from the market.

In the first T-Bill auction held on 9 April 2008, yields on 3,6 and 12 month T-Bills rose marginally by around 22, 13 and 19bps respectively. However in the second T-Bills auction held on 23 April 2008, the cut-off yield on the 6 month T-Bill remained unchanged at 9.8686%. the cut-off yield on the 12th month paper was also flat on 10.1357% and the 3 month T-Bill bids were rejected, the latest cut-off yield from the previous auction remaining at 9.5929%.

The six month KIBOR moved in the range of 10.32-10.40% and averaged at 10.37% up by 9bps from the February average of 10.28%. Rupee depreciated significantly against the US Dollar and despite SBP intervention, it crossed the all time low closing at Rs65.12/14 in the interbank market. The large outflow of dollars due to increasing oil bill and further speculative buying based on this premise led to this large decline in Rupee-Dollar parity.

6 Month KIBOR



Disclaimer

This report has been prepared by Al Meezan Investment Management Limited for information purposes only. Reasonable care has been taken in the preparation of the report. However, Al Meezan Investment Management Limited nor any of its employees or affiliated entities takes any responsibility for any loss that may be incurred by any user of this report.

MEEZAN ISLAMIC FUND (MIF)

Fund Statistics:

Fund Type:	Equity
Launch Date	8th August 2003
Trustee	Central Depository Company
Auditors	A.F. Ferguson
Management Fee	3%
Front End Load	2%
Benchmark	DJIMPK
Listing	KSE
Rating	5 Star

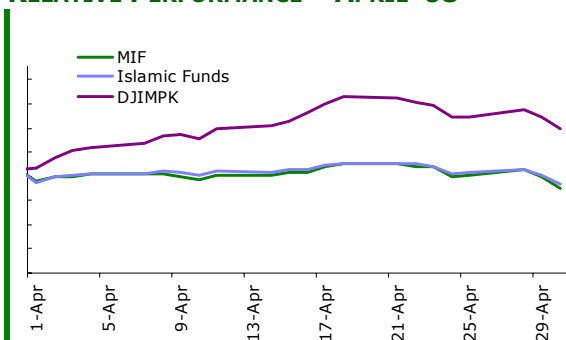
Risk Measures

Beta	0.93
Correlation	0.94
Standard Deviation	0.77%
Semi Variance	0.01%
Information Ratio	-0.68
Sharp Ratio	-0.19

Fund Assets:

	Mar '08	Apr '08	MoM %
Net Assets (mn)	5,901	6,092	3.25%
NAV Per Unit	68.97	68.53	-0.64%
KSE-100 Index	15,125	15,122	-0.02%
DJIMPK	19,826	20,970	6.00%

RELATIVE PERFORMANCE – APRIL '08



Performance

Month on Month	Mar '08	Apr '08
Return on MIF	3.25%	-0.64%
Return on KSE-100 index	1.28%	-0.02%
Return on DJIMPK	1.60%	6.00%

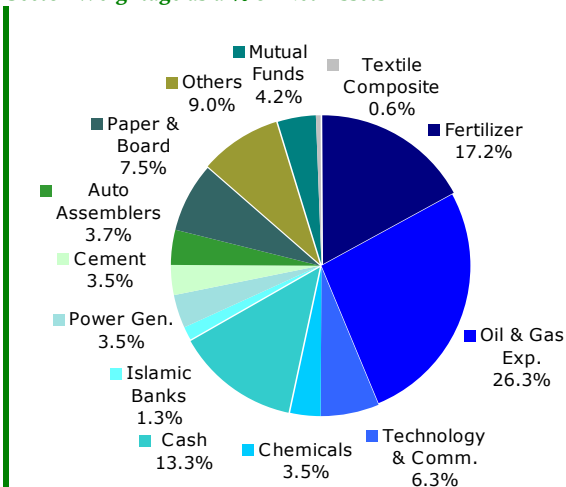
Year - to - date (FY)	Mar '08	Apr '08
Return on MIF	15.16%	14.43%
Return on KSE-100 index	9.82%	9.80%
Return on DJIMPK	10.55%	16.93%

Cumulative return since inception

Return on MIF	233%	231%
Return on KSE-100 index *	260%	260%

*since DJIMPK was launched in July 2004, MIF is compared to KSE-100 index.

Sector Weightage as a % of Net Assets



Top Ten Holdings

Al-Meezan Mutual Fund	Packages
Engro Chemical	Pakistan Oilfields
Fauji Fertilizer Co.	Pakistan Petroleum Ltd.
Fauji Fertilizer Bin Qasim	Pakistan State Oil
Oil & Gas Development Co.	Pakistan Telecom

FUND REVIEW

During April '08, net assets under management appreciated by 3.25% to PKR 6,092 million. The NAV during the month marginally declined by 0.64%, while the benchmark Dow Jones Islamic Index Pakistan (DJIMPK) appreciated by 6%. The KSE 100 Index during the same period was down 0.02%. As of April 30th, the fund was 87% invested in equities as compared to 88% of net assets at the end of March '08.

Going forward, we expect the market to remain range bound in the back drop of economic and political concerns. Hence, we would advise investors to take exposure through mutual funds instead of directly investing in the stock market.

MEEZAN ISLAMIC INCOME FUND (MIIF)



Pakistan's First Shariah-compliant Open-End Income Fund

Fund Statistics:

Fund Type	Open End
Risk Level	Minimal
Launch Date	15-Jan-07
Trustee	Central Depository Company
Unit Types	A, B & C
Auditors	A.F. Ferguson
Portfolio Duration	4.48 Months
AMC Rating	AM2 (High Quality)

Fund Assets:

	Mar '08	Apr '08	MoM %
Net assets (PKRmn)	6,614	6,578	-0.55%
NAV per unit (PKR)	53.40	50.56*	0.77%

* ex-dividend price

Performance

Month on Month	Mar '08	Apr '08
Return on MIIF	0.81%	0.77%
Return on MIIF (annualized)	9.55%	9.24%

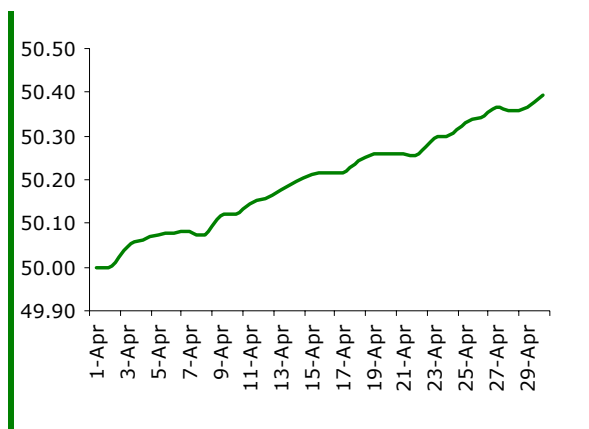
Year - to - date (FY)

Return on MIIF	6.74%	7.56
Return on MIIF (annualized)	8.94%	9.04

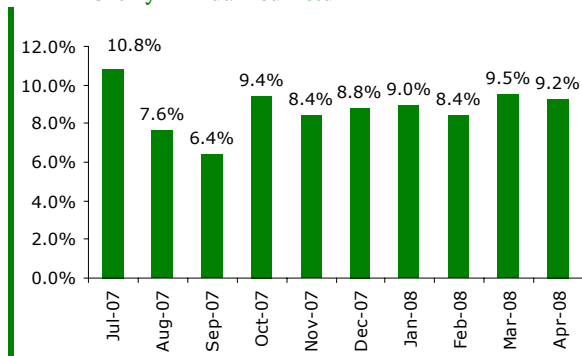
Cumulative return since inception

Return on MIIF	9.51%	9.58%
----------------	-------	-------

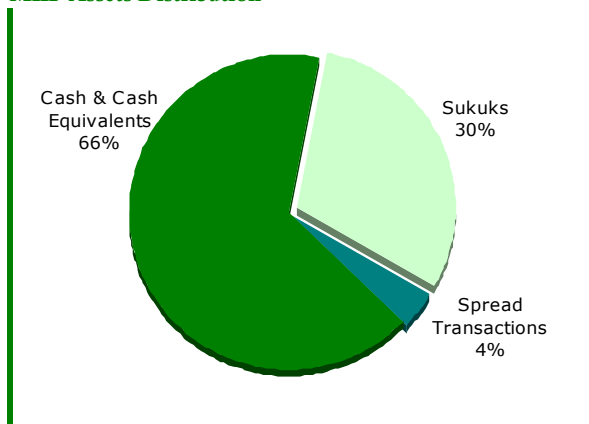
MIIF PERFORMANCE – APRIL '08



MIIF Monthly Annualized Return



MIIF Assets Distribution



FUND REVIEW

MIIF is aimed at providing our valued customers with a consistent stream of income that not only complies with the rules of Shariah, but also focuses on long term preservation of capital. The fund comprises of Shariah compliant spread transactions, Sukuk & other Islamic fixed income instruments

During the month the fund provided an annualized return of 9.24% to its unit holders, with Net assets of the fund standing at PKR 6.6 billion. Since inception the fund has provided an annualized return of 9.58%. During the month the board of directors declared an **interim dividend of PKR 3.25 (6.5%)** per unit of par value of PKR 50 for the unit holders of MIIF, and now it is trading at ex-dividend price.

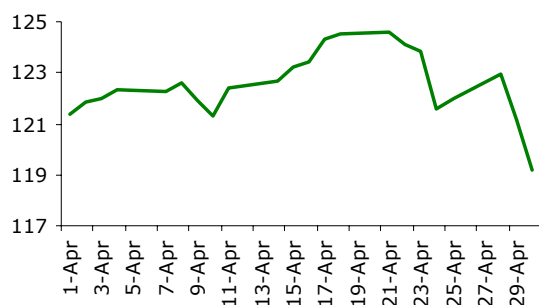
MEEZAN TAHAFFUZ PENSION FUND (MTPF)

Pakistan's First Shariah-compliant Open-End Pension Fund

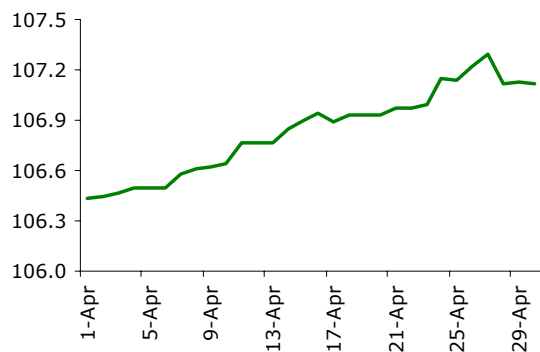
Fund Statistics:

Fund Type	Open End
Risk Level	Minimal
Launch Date	28-Jun-07
Trustee	Central Depository Company
Unit Types	A
Auditors	A.F. Ferguson
AMC Rating	AM2 (High Quality)

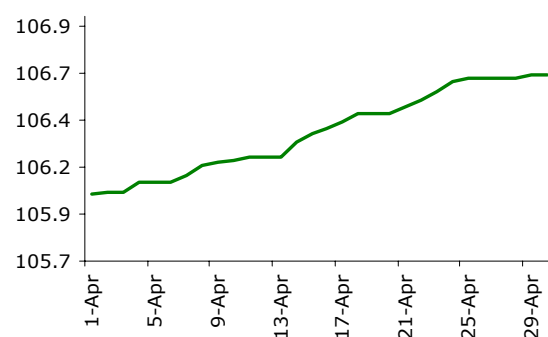
MTPF Equity Sub Fund April 2008



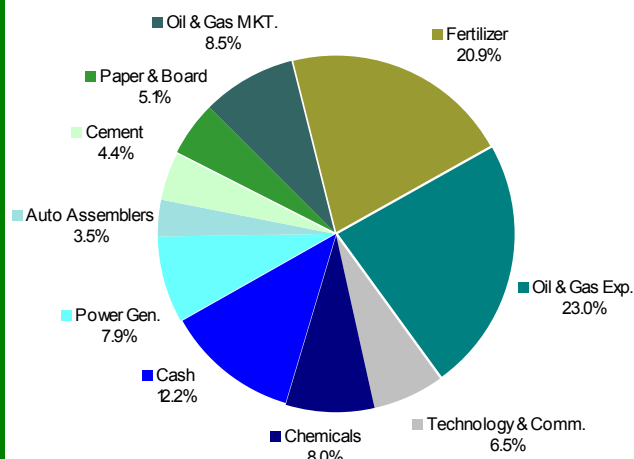
MTPF Debt Sub Fund April 2008



MTPF Money Market Sub Fund April 2008



Sector Weightage as a % of Net Assets (MTPF – Equity)



Performance

	MoM	YTD	Since Inception
MTPF- Equity	-1.24%	18.98%	18.90%
MTPF- Debt	7.47%*	6.86%	6.91%
MTPF- Money Market	7.78%*	6.46%	6.43%

* at annualized rates

Fund Assets:

PKR Millions	Mar '08	Apr '08	MoM %
MTPF- Equity	72.31	72.28	-0.04%
MTPF- Debt	56.72	57.33	1.08%
MTPF- Money Market	53.29	53.62	0.63%

FUND REVIEW

Meezan Tahaffuz Pension Fund (MTPF) was launched in June 2007. As of April 30, 2008, total size of the fund has increased to PKR 183mn.

The year to date return on MTPF Equity sub fund works out to 18.9%. The annualized return in the month of April, 08 on Debt and Money Market sub funds remained 7.47% and 7.78% respectively.

MUHAMMAD ASAD
CHIEF INVESTMENT OFFICER