



Al Meezan

Investment Management Ltd

MKT/FMR/046/09

July 07, 2009

Dear Investor,

We are pleased to inform you that for the year ended June 30, 2009 the Board of Directors of Al Meezan Investments announced a distribution of dividend for the following open end funds:

Fund	Rs. per unit
Meezan Islamic Income Fund (MIIF) -Final	Rs. 1.75 per unit
Meezan Cash Fund (MCF)	Rs. 0.15 per unit
Meezan Capital Protected Fund (MCPF-1)	Rs. 0.35 per unit

The final dividend of MIIF is in addition to three interim dividends of Rs. 3.02 per unit, making a total payout of Rs. 4.77 per unit for MIIF. The payouts for all funds are in the form of Bonus Units to the Growth Unit holders and Cash Dividend to the Income Unit holders. We are also pleased to get a positive response towards Meezan Mahana Kharch Account, an administrative plan based on Meezan Islamic Income Fund.

You are aware that previous fiscal year had proved itself tough for the investors as they had to make difficult decisions especially in the first half of FY09 during which market was practically closed for more than three months. The market recovered in terms of volumes and prices during the second half. In these turbulent times, ultimately those investors benefited who held a diversified portfolio and did not look for short-cuts to success, as was earlier advised by us in January. Similarly Meezan Islamic Fund, the largest equity fund in the private sector, posted a hefty return of 58% in the second half of FY09, as compared to 22% appreciation in KSE-100 index and 43% in DJIMPK in the same period.

Launch of Meezan Cash Fund (MCF)

We are also pleased to launch Pakistan's first Shariah compliant money market fund, Meezan Cash Fund (MCF) which has been assigned the rating of AA(f) by JCRVIS. After the first fifteen days of its launch, MCF's net assets stood at Rs. 624mn on June 30, 2009 with an annualized return of 11.27%. This is reflective of your confidence and trust in the investment management capability and service quality of Al Meezan Investments. We will endeavor to further improve upon these standards in the future.

A detailed Fund Managers' Report for the month of June 2009 is enclosed for your review and record. We at Al Meezan Investments are committed to provide the best Shariah compliant investment management services to you.

Regards,

Anas Rehan
AVP Marketing



AL Meezan Investment Management Limited

June, 2009

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. Al Meezan Investments manages seven mutual funds; namely Al Meezan Mutual Fund, Meezan Balanced Fund, Meezan Islamic Fund, Meezan Islamic Income Fund, Meezan Tahaffuz Pension Fund, Meezan Capital Protected Fund – I and Meezan Cash Fund. AMIM launched its seventh mutual fund, Meezan Cash Fund (MCF), which is the first Shariah complaint money market fund, in this month.

The total size of funds under management of Al Meezan Investments, the only full fledged Shariah compliant asset management company in Pakistan, is over Rs. 13bn as on June 30, 2009. With AM2 - Management Quality rating, the company clearly stays well ahead of all its competitors in the Islamic asset management market in Pakistan.

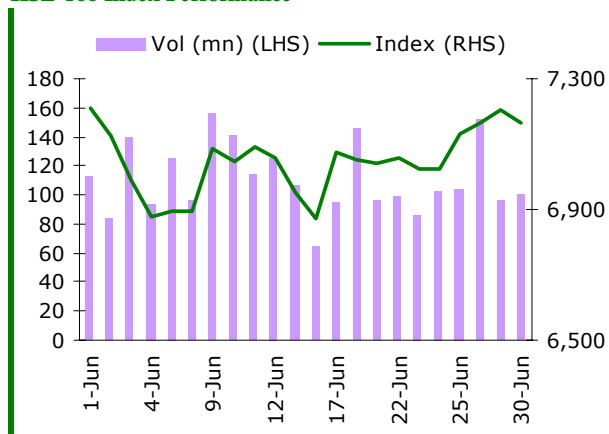
STOCK MARKET REVIEW

In June, the KSE-100 Index lost 112pts (1.5% down) to close at 7,162pts with the average daily volume of 110.8mn shares as compared to 128mn shares in May.

According to the Economic Survey, real GDP increased by 2% in FY09 with inflation expected to settle at 21% for FY09. Revenue collection improved by 14% YoY to Rs. 1.15trn in FY09 against the target of Rs. 1.18trn. Though the Federal Budget FY2009-10 (Rs. 2.48trn) came in with a few surprises, the overall impact is neutral to positive for the economy. The tax collection target is set at Rs. 1.37trn with carbon surcharge introduced in place of Petroleum Development Levy to ensure timely collection of revenue. The Capital Value Tax is replaced by FED on stock trading but the modalities of FED collection are still to be decided. Clarifications and amendments in the budget continued to flow in till the end of month. The month witnessed a net foreign portfolio inflow of \$5.6mn (second month after October 2008 with net inflow) whereas during the fiscal year there was a net outflow of \$ 445mn.

Going forward, news regarding progress on a proposed leverage product is expected to keep the market sentiments positive.

KSE-100 Index Performance



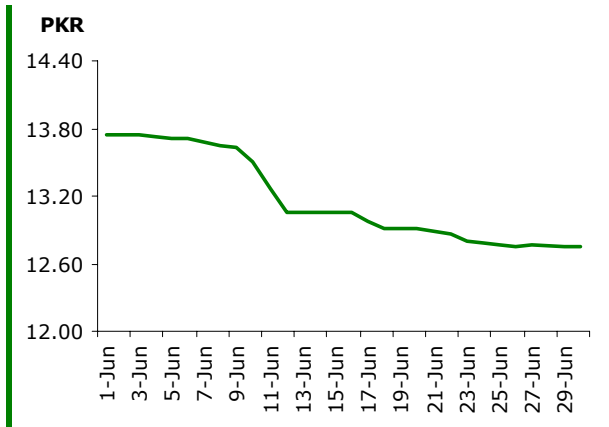
MONEY MARKET REVIEW

The market remained fairly liquid on the back of participants' expectations of a rate cut in the monetary announcement due next month (July). The overnight rates during the month of June in the call market hovered in the comfortable range of 10.5% to 13.5%.

In line with the announced schedule, SBP conducted two T-bill auctions and accepted a total of Rs. 124bn. Out of a total of Rs. 124bn, Rs. 114bn were accepted in one year tenor. Cut-off rates for 6-month paper decreased by 70bps to 12.48%, whereas the cut-off rate on the one year paper decreased by 105bps. Moreover, for the next quarter, Ministry of Finance announced its T-bill auction target of Rs. 325bn against a maturity of Rs. 170bn. The interbank rates were initially on the higher side during the first half of the month. However, after the decline in T-bill yields, 6-month KIBOR eased up significantly and closed the month at 12.76%, up 1bp MoM. In the interbank market, rupee lost value marginally, depreciating 0.3% MoM against the greenback and closed at Rs. 81.45 to a dollar.

Going forward, declining inflation and possible cut in discount rate are likely to keep the interest rates on the lower side.

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)



Pakistan's Largest Shariah-compliant Open-End Equity Fund

Fund Statistics:

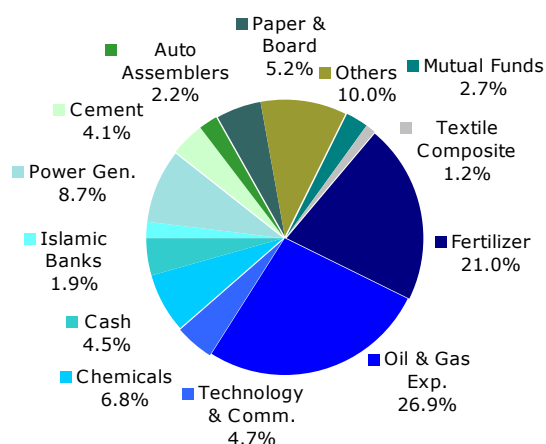
Fund Type:	Equity
Launch Date	8th August 2003
Trustee	Central Depository Company
Auditors	A.F. Ferguson
Management Fee	2%
Front End Load	2%
Benchmark	DJIMPK
Listing	KSE
Fund Rating	5 Star (Long term - JCR-VIS)

Performance

Month on Month	May '09	June '09
Return on MIF	4.21%	-0.08%
Return on KSE-100 index	1.03%	-1.57%
Return on DJIMPK	4.68%	-3.26%
Year - to - date (FY)		
Return on MIF	-29.45%	-29.50%
Return on KSE-100 index	-40.27%	-41.72%
Return on DJIMPK	-33.26%	-35.44%
Cumulative return since inception		
Return on MIF	105%	104%
Return on KSE-100 index *	73%	70%

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

Sector Weightage as a % of Net Assets



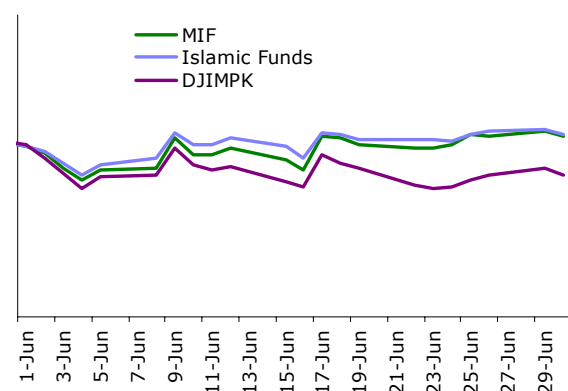
Top Ten Holdings

Fauji Fertilizer Bin Qasim	Pakistan Oilfields
Fauji Fertilizer Co.	Pakistan Petroleum Ltd.
ICI Pakistan Ltd	Pakistan State Oil
Oil & Gas Development Co.	Pakistan Telecom
Packages Limited	Hub Power Co. Ltd.

Fund Assets:

	May '09	June '09	MoM %
Net Assets (mn)	3,775	3,737	-1.10%
NAV Per Unit	35.31	35.28	-0.08%
KSE-100 Index	7,277	7,162	-1.57%
DJIMPK	12,078	11,684	-3.26%

Relative Performance – June '09



FUND REVIEW

Net assets of Meezan Islamic Fund as at June 30, 09 stood at Rs. 3.7bn. The fund's NAV depreciated by 0.08% during the period under review against a depreciation of 3.26% in the benchmark index (DJIMPK) while KSE 100 Index, during the same period declined by 1.57%.

The market participants have gained clarity on the economic front after the announcement of budget for fiscal year 2009-2010. Moreover, the economic numbers are expected to improve going forward, along with a cut in interest rates next month. Anticipating improved market sentiments, we have maintained our equity exposure at 95%

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 & Co.
Portfolio Duration	45 Days
Fund Stability Rating	A+ (f)

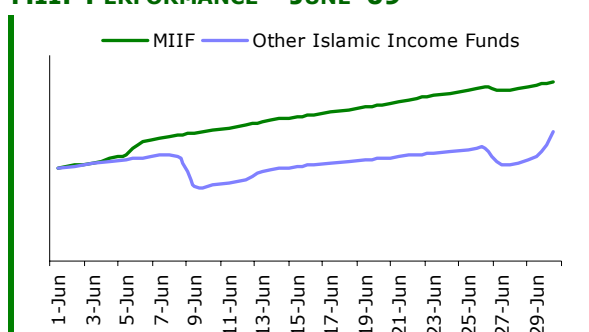
Fund Assets:

	May '09	Jun '09	MoM %
Net assets (Rs mn)	5,000	4,873	-2.53%
NAV per unit (Rs)	51.31	51.91	1.17%

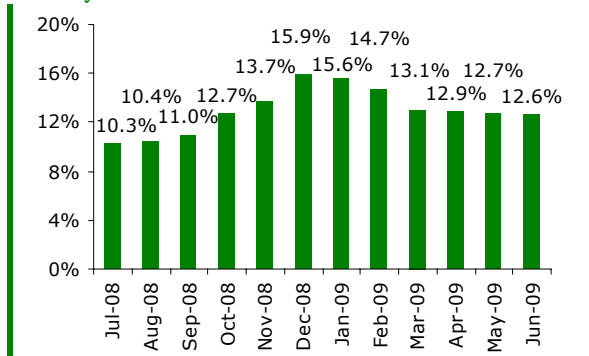
Performance

Month on Month	May '09	Jun '09
Return on MIIF	0.85%	1.17%
Return on MIIF (annualized)	10.86%	15.19%
Year - to - date (FY)	May '09	Jun '09
Return on MIIF (annualized)	9.70%	10.15%
Cumulative return since inception (annualized)	May '09	Jun '09
Return on MIIF	9.58%	9.77%

MIIF PERFORMANCE – JUNE '09

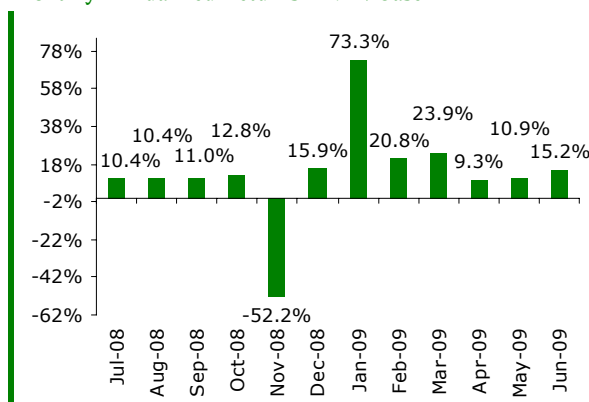


Monthly Annualized Returns

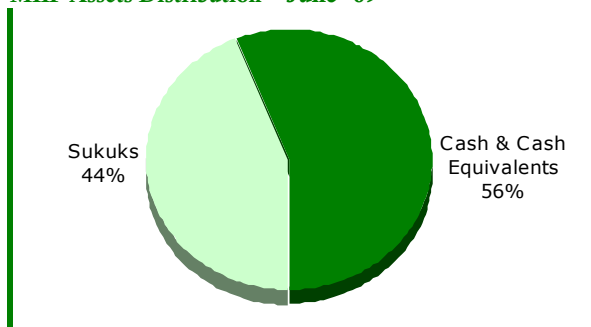


* adjusted for revaluation impact

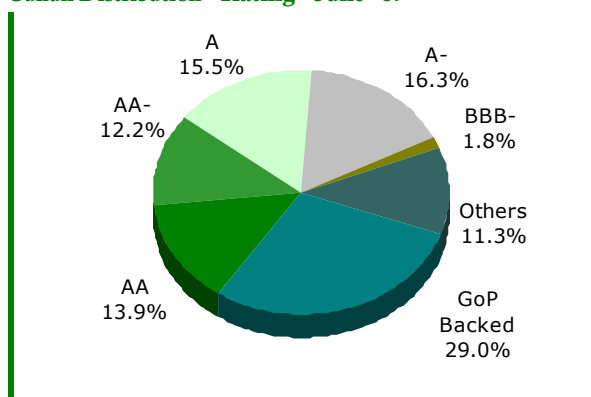
Monthly Annualized Returns – NAV base



MIIF Assets Distribution – June '09



Sukuk Distribution - Rating- June '09



FUND REVIEW

MIIF is aimed at providing our valued customers with a consistent stream of income that not only complies with Shariah, but also focuses on long term preservation of capital. Major portion of the fund is invested in liquid Islamic income avenues.

The annualized return of Meezan Islamic Income Fund (MIIF) was 15.2% for the month of June 09, with net assets of the fund at Rs. 4.9bn. For the fiscal year 2009, the NAV based annualized return on MIIF was 10.14%.

Al Meezan Investment Management Limited

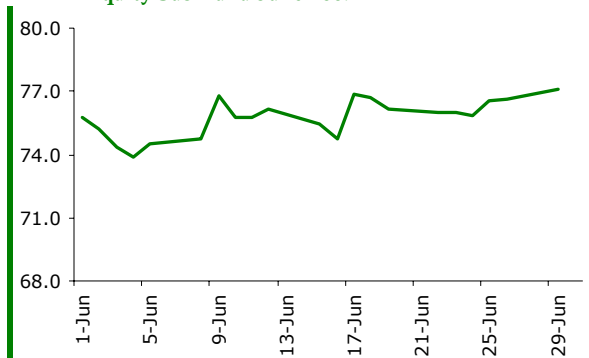
MEEZAN TAHAFFUZ PENSION FUND (MTPF)

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

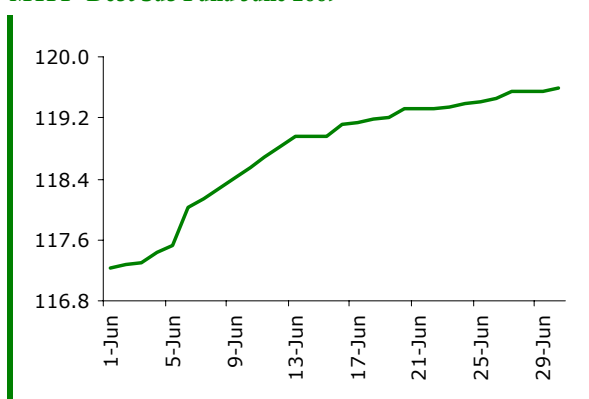
Fund Statistics:

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 -

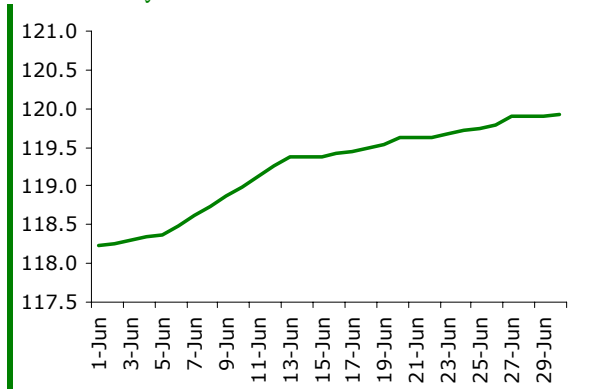
MTPF Equity Sub Fund June 2009



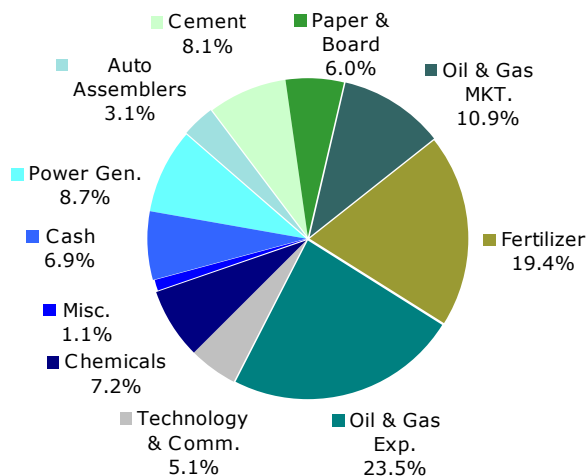
MTPF Debt Sub Fund June 2009



MTPF Money Market Sub Fund June 2009



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



Performance

	MoM	YTD	Since Inception
MTPF- Equity	0.20%	-25.77%	-23.46%
MTPF- Debt*	31.75%	10.15%	9.20%
MTPF- Money Market*	18.95%	11.11%	9.36%

Fund Assets:

PKRmn	May'09	June'09	MoM %
MTPF- Equity	53.29	61.11	14.68%
MTPF- Debt	66.82	70.09	4.90%
MTPF- Money Market	60.91	61.91	1.64%

FUND REVIEW

As at June 30, 2009 total size of Meezan Tahaffuz Pension Fund (MTPF) stood at Rs. 193mn.

The annualized MoM returns on Debt and Money Market sub funds were 31.75% and 18.95% respectively. Furthermore, equity sub-fund has appreciated 0.2% MoM.

MUHAMMAD ASAD
CHIEF INVESTMENT OFFICER