



Al Meezan

Investment Management Ltd

MKT/FMR/033/08

June 04, 2008

Dear Investor,

We are pleased to inform you that the IPO of Meezan Capital Protected Fund- I, Pakistan's first Shariah compliant Capital Protected Fund, has been completed successfully. We got a positive and overwhelming response from our valued investors. We are thankful for the great support and trust of our valued investors in our products and look forward for the same in future. You are invited to invest in MCPF- I during the ongoing open period till June 29, 2008.

We would like to highlight that in continuation with our endeavor to provide best investment management services, we have made some amendments in the offering document of Meezan Islamic Fund (MIF) and as a result of these amendments there will be two classes of units in MIF (i) Growth Units and (ii) Income Units. In case of any distribution of dividend, Growth Units will be entitled to bonus units while Income Units will be entitled to cash dividend. For further details please refer to the enclosed notice which has been published in the newspapers.

Please note that the register of both the funds will remain closed from Tuesday July 01, 2008 to Monday July 07, 2008 (both days inclusive) for determining the entitlement of distribution. Please refer to the enclosed Notice of Book Closure for further details.

A detailed Fund Manager's Report for the month of May 2008 is enclosed for your review and record. The fund sizes of MIF and MIIF as on 31st May 2008 stood at:

Meezan Islamic Fund (MIF)	Rs. 5,744 million
Meezan Islamic Income Fund (MIIF)	Rs. 5,664 million

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

A subsidiary of Meezan Bank

Ground Floor, Block "B", Finance & Trade Centre, Sharah-e-Faisal, Karachi, Pakistan,
UAN: (021)-111-633-926 (111-MEEZAN), Fax: (021)-5630808

Pure. Profit.

Meezan Islamic Fund Notice of Amendments in Offering Document

Al Meezan Investment Management Ltd., (Al Meezan Investments) is pleased to inform that with the consent of the Trustee - Central Depository Company of Pakistan Limited and approval of the Securities and Exchange Commission of Pakistan, amendments in the Offering Document of Meezan Islamic Fund (MIF) have been made. Supplemental Offering Document of the fund is available at our website: www.almeezangroup.com

Clause amended: 2.5, 5.2, 6.2, 6.5(a), 6.6, 9.6(a)

Highlights of the amendments are as follows:

- Management Company shall offer following two classes of units within each type of MIF units.
 - **Growth Units** which shall be entitled to bonus units in case of any distribution by the Fund. Units issued to the Growth unit holders as dividends shall also be the Growth Units. However, the unit holders will have the option to en-cash bonus units at the ex-dividend NAV for the relevant distribution period.
 - **Income Units** which shall be entitled to cash dividend in case of any distribution by the Fund. The unit holders may instruct in writing to re-invest their future cash dividends. The additional units will be issued at the ex-dividend NAV for the relevant distribution period.
- At the time of investment, the investor shall specify the class of units in which he wants to invest. He can invest in both classes of units.
- Sales load shall be charged on these unit classes depending upon the types of units in which these are issued.
- The unit holders may change the classes of units within each unit type at any time excluding book closure period.
- Units shall be accounted for in fractions up to four decimal places, with the fifth decimal place being rounded up if it has a value of five or higher, or rounded down if it has a value of below five.
- Unit Certificates will be issued only if requested by the unit holder. Separate certificates shall be issued for each class and type of Units.

All units of MIF issued upto June 30, 2008 shall be considered as Growth Units, unless selected otherwise by the unit holder subsequent to issue of this notice. Existing unit holders may switch to Income Units at any time without additional cost.

All existing MIF unit holders, who wish to switch their Growth Units to Income Units, are requested to inform Al Meezan Investments latest by June 30, 2008 by submitting duly filled in Change of Unit Class Form available at offices of Al Meezan Investments and on our website: www.almeezangroup.com

Karachi, May 31, 2008

Syed Owais Wasti
CFO and Company Secretary

Meezan Islamic Fund & Meezan Islamic Income Fund Notice of Book Closure

The Unit Holders of **Meezan Islamic Fund (MIF)** and **Meezan Islamic Income Fund (MIIF)** are hereby informed that the register of Unit holders of the funds will remain closed from Tuesday July 1, 2008 to Monday July 7, 2008 (both days inclusive) for determining the entitlement of distribution, if any, that may be declared by the Board of Directors of Al Meezan Investment Management Limited (The Management Company) for the year ending June 30, 2008.

During the period the register of the Unit holders is closed, there will be no transactions in the units of the Funds. The transaction in the units will re-commence from Tuesday July 8, 2008.

Unit Holders are requested to notify any change in address and other particulars in writing to the Transfer Agent of the Funds:

Attention Mr. Mujeeb Qadir, Meezan Bank Limited, A-37, Lalazar, M.T. Khan Road, Karachi, Pakistan.

Karachi, May 31, 2008

Syed Owais Wasti
CFO and Company Secretary



AL Meezan Investment Management Limited

May, 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. With the launch of Meezan Capital Protected Fund – I in the month of May, AMIM now manages six mutual funds; namely Al Meezan Mutual Fund, Meezan Balanced Fund, Meezan Islamic Fund, Meezan Islamic Income Fund, Meezan Tahaffuz Pension Fund and Meezan Capital Protected Fund - I.

The total funds under management of Al Meezan Investments, the only full fledged Shariah compliant asset management company in Pakistan, have reached PKR 17.5 billion as on May 31, 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 Fund is open for subscription for a short time period so investors are encouraged to invest now in order to avoid missing this Golden opportunity.**

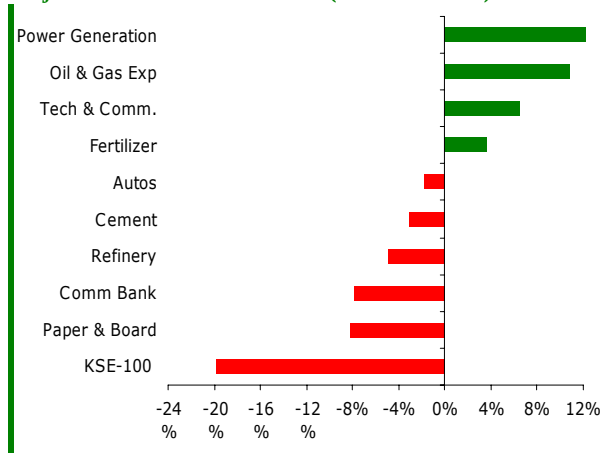
STOCK MARKET REVIEW

The KSE-100 Index shed over 2,900 points or 19.78% during May to close at 12,130. The average daily volume during the month of May was 185 mn shares compared to 271 mn shares in April. The sentiment during the month under review was bearish because of speculation regarding imposition of capital gain tax on shares and downgrading of Pakistan's credit rating. Moreover, further tightening in the monetary policy by SBP led to a significant negative reaction with banking stocks leading the fall. The selling pressure in banks led to weak holder selling in other scrips. The KSE-100 Index shed 1,500 points during last six trading days and closed the month at 12,130, the lowest level in last nine months.

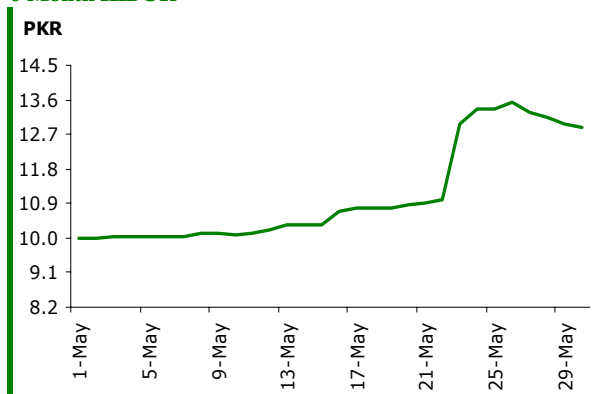
MONEY MARKET REVIEW

The Central Bank announced an interim monetary policy statement that further tightened monetary policy in the wake of added inflationary pressure in the economy as well as devaluation of Pak Rupee. The SBP raised the discount rate by 150 bps to 12% from 10.5%, pushed up the CRR from 8% to 9% and raised SLR from 18% to 19%. Moreover, the central bank set a minimum profit rate of 5% on saving/PLS products. This resulted in a sharp reaction by the money markets where call rates jumped upto 25%, while six-month KIBOR jumped up 300bps and reached as high as 13.5%. Later, call rates hovered around 5% and six months KIBOR closed the month at 12.88%. These measures helped to recover the Rupee against Dollar as well as against major currencies of the world.

Major Out & Under Performers (KSE 100 Index)



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

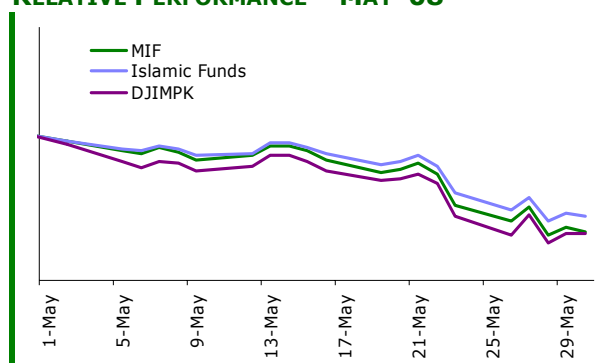
Risk Measures

Beta	0.92
Correlation	0.96
Standard Deviation	1.74%
Semi Variance	0.03%
Information Ratio	0.02
Sharp Ratio	-0.39

Fund Assets:

	Apr '08	May '08	MoM %
Net Assets (mn)	6,092	5,744	-5.72%
NAV Per Unit	68.53	59.47	-13.22%
KSE-100 Index	15,122	12,131	-19.78%
DJIMPK	20,970	18,146	-13.47%

RELATIVE PERFORMANCE – MAY '08



Performance

Month on Month	Apr '08	May '08
Return on MIF	-0.64%	-13.22%
Return on KSE-100 index	-0.02%	-19.78%
Return on DJIMPK	6.00%	-13.47%

Year - to - date (FY)

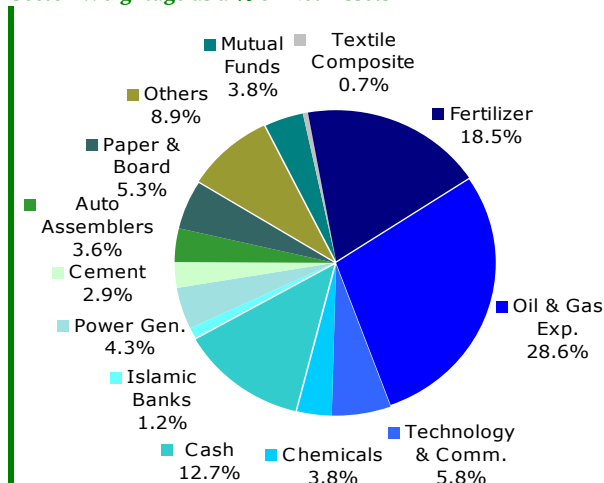
Return on MIF	14.43%	-0.70%
Return on KSE-100 index	9.80%	-11.92%
Return on DJIMPK	16.93%	1.19%

Cumulative return since inception

Return on MIF	231%	187%
Return on KSE-100 index *	260%	189%

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

Sector Weightage as a % of Net Assets



FUND REVIEW

During May '08, net assets under management depreciated by 5.72% to PKR 5,743 million. The NAV during the month declined by 13.22%, while the benchmark Dow Jones Islamic Index Pakistan (DJIMPK) declined by 13.47%. The KSE 100 Index during the same period was down 19.78%. As of May 31st, the Fund was 91.7% invested in equities as compared to 87% of net assets at the end of April '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.

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

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	4.42 Months
AMC Rating	AM2 (High Quality)

Fund Assets:

	Apr '08	May '08	MoM %
Net assets (PKRmn)	6,578	5,664	-13.89%
NAV per unit (PKR)	50.56*	50.97	0.81%

* ex-dividend price

Performance

Month on Month	Apr '08	May '08
Return on MIIF	0.77%	0.81%
Return on MIIF (annualized)	9.24%	9.72%

Year - to - date (FY)

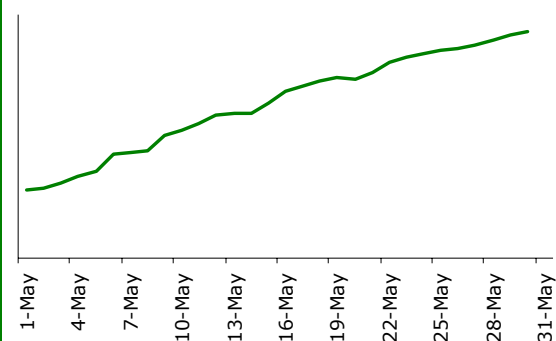
Return on MIIF	7.56	8.37%
Return on MIIF (annualized)	9.04	9.10%

Cumulative return since inception

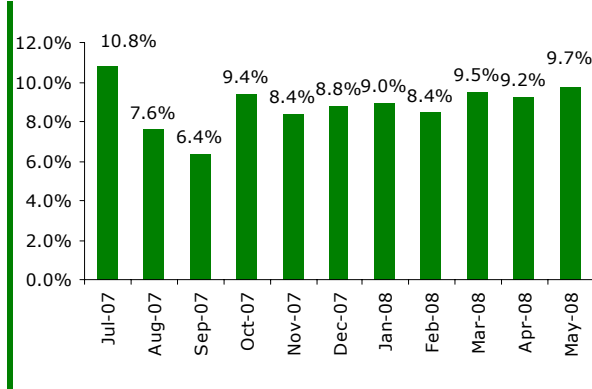
Return on MIIF	9.58%	9.65%
----------------	-------	-------

MIIF PERFORMANCE – MAY '08

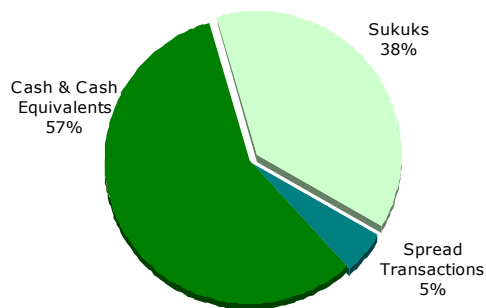
PKR



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 at 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 9.7% to its unit holders, with Net assets of the fund standing at PKR 5.7 billion. Since inception the Fund has provided an annualized return of 9.65%.

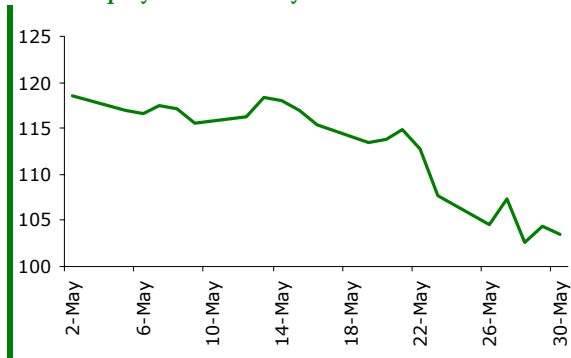
MEEZAN TAHAFFUZ PENSION FUND (MTPF)

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

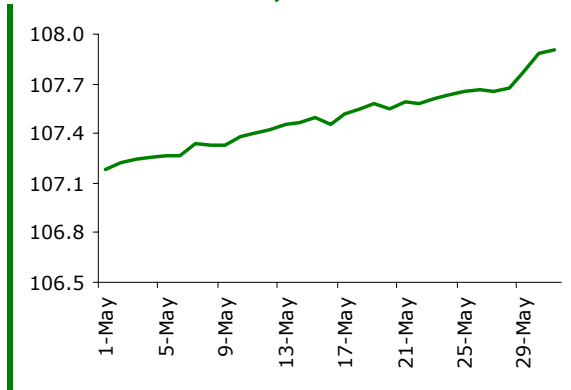
Fund Statistics:

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)

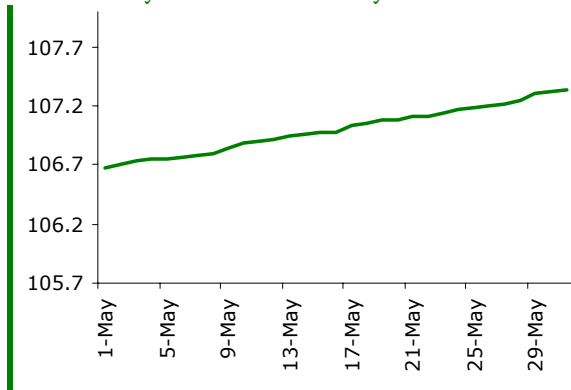
MTPF Equity Sub Fund May 2008



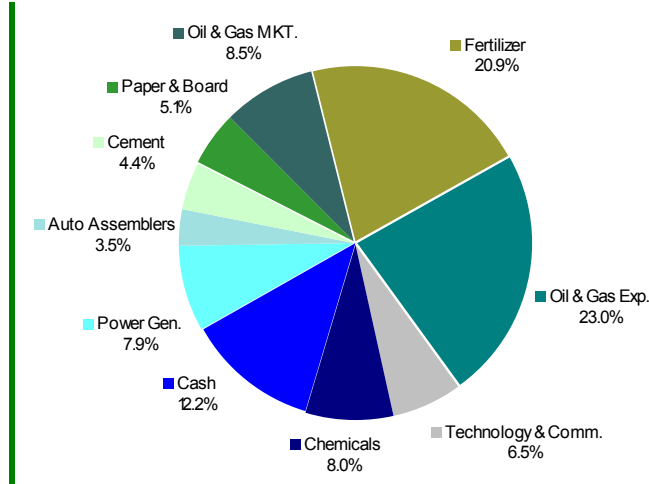
MTPF Debt Sub Fund May 2008



MTPF Money Market Sub Fund May 2008



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



Performance

	MoM	YTD	Since Inception
MTPF- Equity	-13.11%	3.39%	3.31%
MTPF- Debt	8.51%	7.62%	7.66%
MTPF- Money Market	7.54%	7.13%	7.10%

* at annualized rates

Fund Assets:

PKR Millions	Apr '08	May '08	MoM %
MTPF- Equity	72.28	64.20	-11.18%
MTPF- Debt	57.33	58.33	1.75%
MTPF- Money Market	53.62	54.03	0.76%

FUND REVIEW

Meezan Tahaffuz Pension Fund (MTPF) was launched in June 2007. As of May 31, 2008, total size of the fund has increased to PKR 177mn.

The year to date return on MTPF Equity sub fund works out to 3.31%. The annualized return in the month of May, 08 on Debt and Money Market sub funds remained 8.51% and 7.54% respectively.

MUHAMMAD ASAD
CHIEF INVESTMENT OFFICER