



Bachat ka Doosra Naam

Quarterly Report September 30, 2012 (Unaudited)



Funds Under Management
of
Arif Habib Investments Limited (A subsidiary of MCB Bank Limited)

PAKISTAN PENSION FUND

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FUND'S INFORMATION

Management Company	Arif Habib Investments Limited 8th Floor, Techno City, Corporate Tower, Hasrat Mohani Road, Karachi	
Board of Directors of the Management Company	Mian Mohammad Mansha Mr. Nasim Beg Mr. Yasir Qadri Syed Salman Ali Shah Mr. Haroun Rashid Mr. Ahmed Jahangir Mr. Samad A. Habib Mr. Mirza Mahmood Ahmad	Chairman(subject to the approval of SECP) Executive Vice Chairman Chief Executive Officer (subject to the approval of SECP) Director (subject to the approval of SECP) Director (subject to the approval of SECP) Director (subject to the approval of SECP) Director Director (subject to the approval of SECP)
Audit Committee	Mr. Haroun Rashid Mr. Nasim Beg Mr. Samad A. Habib Mr. Ali Munir	Chairman Member Member Member
Human Resource Committee	Syed Salman Ali Shah Mr. Nasim Beg Mr. Haroun Rashid Mr. Ahmed Jahangir Mr. Yasir Qadri	Chairman Member Member Member Member
Company Secretary & Chief Financial Officer	Mr. Muhammad Saqib Saleem	
Trustee	Habib Metro Bank Limited 8th Floor, HBZ Building I.I. Chundrigar Road, Karachi.	
Bankers	Habib Metro Bank Limited Bank Al-Habib Limited	
Auditors	M. Yousuf Adil Saleem & Co.- Chartered Accountants Cavish Court, A-35, Block 7 & 8, KCHSU, Sharae Faisal, Karachi-75350	
Legal Advisor	Bawaney & Partners 404, 4th Floor, Beaumont Plaza, Beaumont Road, Civil Lines, Karachi-75530	

REPORT TO THE DIRECTORS OF THE MANAGEMENT COMPANY FOR THE QUARTER ENDED SEPTEMBER 30, 2012

Dear Investor,

On behalf of the Board of Directors, I am pleased to present Pakistan Pension Fund's accounts review for the first quarter ended September 30th 2012.

ECONOMY AND MONEY MARKET OVERVIEW

On the macroeconomic front, CPI inflation continued to maintain its downward trajectory amid lower food inflation and gas prices with 1Q FY13 CPI inflation averaging at 9.2%. Although current account balance remained comfortable during 2MFY13 with a sizeable surplus of US\$ 919 million courtesy release of coalition support fund proceeds by the US, weaker financial and capital account coupled with sizeable repayments (including IMF) continued to put pressure on the FX reserves, which eventually came down to below US\$ 14.5 billion. On the fiscal front, the government has continued to rely on domestic sources of funding with YTD GoP borrowing from banking system has risen to PKR 173 billion by Sep'28 2012. Taking comfort from benign CPI inflation and release of CSF payments by the US as well as the need to stimulate real economic engine & private investments in the country, the State Bank of Pakistan lowered its policy discount rate by 150 bps to 10.5% in its Aug'12 monetary policy statement.

In the money market, short term market rates remained largely on the higher side amid tight liquidity scenario in the system with few exceptions where the market witnessed floors also. The SBP has continued to inject significant amount of liquidity in the system through OMOs during the quarter. Given a downward trajectory in YoY CPI inflation coupled with SBP monetary easing stance, the yield curve has adjusted significantly downwards during the period. 1 year PKRV adjusted downwards by 198 bps to 10.0%, while longer tenure 10 year PKRV adjusted downwards by 182 bps to 11.5% during the quarter under review.

EQUITIES MARKET OVERVIEW

The KSE-100 index made an impressive start in FY13 and posted a return of 11.9% during 1Q FY13, outperforming most of the regional players. Although the market remained strong as far as returns are concerned, activity remained dull in terms of both volumes and turnover. Foreigners, however, made a strong return to the local market with a cumulative net inflow of US\$ 92 million during the period under review.

Major interest during the period remained in Construction & Materials, Consumer and Electricity Sectors where strong inherent bottom line growth, healthy payouts and favorable projected impact of fall in interest rates thrived investor interest. Highly levered companies were also remained in the limelight during the period amid aggressive policy rate cut of 150 bps by the SBP during the period. Strong corporate results as well as healthy payouts by key companies served to keep the positive momentum intact in the market.

FUND PERFORMANCE

Equity Fund

The Equity sub-fund generated a return of 16.0% while the KSE-100 increased by 11.9% during the period under review. The sub-fund increased its overall equity exposure from 83.8% to 92.3%. Sector-wise, the sub-fund increased exposure in Banks, Chemicals and Oil & Gas sectors, while reducing exposure towards Automobile & Parts and Pharma & Bio Tech sectors.

The Net Asset of the Fund as at September 30, 2012 stood at Rs. 84.124 million as compared to Rs 74.227 million as at June 30 2012 registering an increase/decrease of 13.33%.

The Net Asset Value (NAV) per unit as at September 30, 2012 was Rs. 135.66 as compared to opening NAV of Rs. 116.84 per unit as at June 30, 2012 registering an increase of Re. 18.82 per unit.

Debt Fund

The debt sub-fund generated an annualized return of 14.7% during the period under review. The fund's exposure towards GoP Ijarah Sukuk and TFCs broadly remained unchanged whereas exposure towards PIBs declined marginally from 32.4% to 28.3%. The Fund, on the other hand, increased its exposure towards T-Bills from 39.4% to 51.3% during the period under review.

The Net Asset of the Fund as at September 30, 2012 stood at Rs. 128.057 million as compared to Rs 124.591 million as at June 30 2012 registering an increase of 2.78%.

The Net Asset Value (NAV) per unit as at September 30, 2012 was Rs. 154.36 as compared to opening NAV of Rs. 148.83 per unit as at June 30, 2012 registering an increase of Re. 5.53 per unit.

Money Market Fund

The money market sub-fund generated a return of 9.5% for the quarter. The fund increased its exposure in T-bills from around 92% to 98% while cash exposure declined to 1.8% at quarter end.

The Net Asset of the Fund as at September 30, 2012 stood at Rs. 89.058 million as compared to Rs 87.072 million as at June 30 2012 registering an increase/decrease of 2.28%

The Net Asset Value (NAV) per unit as at September 30, 2012 was Rs. 159.04 as compared to opening NAV of Rs. 155.31 per unit as at June 30, 2012 registering an increase of Re. 3.73 per unit.

REPORT TO THE DIRECTORS OF THE MANAGEMENT COMPANY FOR THE QUARTER ENDED SEPTEMBER 30, 2012

FUTURE OUTLOOK

Taking comfort from lower CPI inflation trajectory, the Central bank has decided to lower its policy discount rate further by 50 bps to 10.0% in its Oct'12 monetary policy statement. Going forward, we believe that the sustainability of external account, in addition of lower inflation, would be a key factor in shaping up interest rate direction. The Government bond market, however, is likely to remain active going forward as single digit range of YoY CPI Inflation for at least next few months would keep market players' expectations of downward yield curve adjustment intact.

On the equities front, along with attractive valuations and earnings growth, anticipation of accommodative govt. policies before upcoming general elections has also contributed towards strong investors' confidence. A sustained momentum, however, would require continued support on this front along with an improved fiscal and external account management. We therefore prefer to remain vigilant of fading triggers on macro front and potential opportunities arising out of micro dynamics in stock and sector allocation.

ACKNOWLEDGMENT

The Board is thankful to the Fund's valued investors, the Securities and Exchange Commission of Pakistan and the Trustees of the Fund for their continued cooperation and support. The Directors also appreciate the efforts put in by the management team.

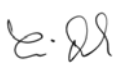
On behalf of Directors,

Yasir Qadri
Chief Executive Officer
Dated : October 25, 2012

CONDENSED INTERIM BALANCE SHEET AS AT SEPTEMBER 30, 2012

Note	----- (Un-Audited) -----				(Audited)	
	September 30, 2012				June 30, 2012	
	PPF Equity Sub-Fund	PPF Debt Sub-Fund	PPF Money Market Sub- Fund	Total		
----- Rupees -----						
ASSETS						
Balances with banks	4	1,842,980	4,065,974	1,593,283	7,502,237	5,888,838
Investments (as per condensed interim statement of investments by category)		79,130,190	123,260,017	87,940,240	290,330,447	254,286,300
Dividend receivable		1,595,038	-	-	1,595,038	661,029
Interest receivable		24,184	1,409,087	8,810	1,442,081	1,885,422
Deposits and other receivables	5	3,122,064	886,279	646,563	4,654,906	25,783,699
TOTAL ASSETS		85,714,456	129,621,357	90,188,896	305,524,709	288,505,288
LIABILITIES						
Payable against redemption of units		76,263	1,005,684	743,050	1,824,997	479,358
Payable to Pension Fund Manager		121,957	183,176	127,943	433,077	357,717
Payable to the Trustee		12,582	18,890	13,200	44,672	39,464
Payable to Auditors		91,133	139,878	104,898	335,909	250,203
Annual fee payable to the Securities and Exchange Commission of Pakistan		6,925	10,686	7,430	25,040	73,591
Accrued and other liabilities	6	1,281,910	205,822	133,830	1,621,562	1,415,218
TOTAL LIABILITIES		1,590,769	1,564,135	1,130,352	4,285,256	2,615,551
NET ASSETS		84,123,687	128,057,222	89,058,545	301,239,453	285,889,737
CONTINGENCY	7				(3,567,364)	
Participants Sub-Funds (as per condensed interim statement of movement in participants' sub-funds)		84,123,687	128,057,222	89,058,545	304,806,817	
Number of units in issue		620,115	829,624	559,993		
Net assets value per unit		135.66	154.36	159.04		

The annexed notes form an integral part of this condensed interim financial information



Chief Executive Officer

For Arif Habib Investments Limited
(Pension Fund Manager)



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)


FOR THE QUARTER ENDED SEPTEMBER 30, 2012

Note	Quarter ended September 30, 2012				Quarter ended September 30, 2011	
	PPF Equity Sub-Fund	PPF Debt Sub-Fund	PPF Money Market Sub-Fund	Total		
----- Rupees -----						
INCOME						
Capital gain / (loss) on sale of investments - net	7,010,712	555,834	346	7,566,892	(1,284,155)	
Dividend income	1,428,528	-	-	1,428,528	1,041,112	
Income from investment in government securities	-	2,868,527	2,479,948	5,348,476	4,348,149	
Income from Term Finance Certificates - Sukuk	-	488,159	-	488,159	315,371	
Profit on bank deposits	108,120	122,042	53,286	283,447	261,532	
Unrealised appreciation in fair value of investments classified as 'at fair value through profit or loss'	2,860,411	872,692	53,215	3,786,318	-	
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed	3,049	(54,497)	(26,262)	(77,710)	(109,999)	
Total Income	11,410,820	4,852,757	2,560,533	18,824,109	4,572,010	
EXPENSES						
Remuneration to Pension Fund Manager	311,327	480,455	334,034	1,125,816	934,634	
Sales tax on remuneration to Pension Fund Manager	49,813	76,872	53,446	180,131	-	
Remuneration to the Trustee	38,717	59,774	41,560	140,051	103,929	
Annual fee - Securities and Exchange Commission of Pakistan	6,925	10,686	7,430	25,040	17,903	
Auditors' Remuneration	23,687	36,583	25,437	85,706	75,705	
Custody and settlement charges	279,968	64,025	(0)	343,993	32,001	
Legal and professional charges	4,877	7,532	5,237	17,646	17,616	
Provision against debt securities		241,073				
Bank charges	1,373	4,218	1,380	6,971	6,071	
Total Expenses	716,686	981,217	468,523	1,925,353	1,187,859	
Net income before taxation	10,694,134	3,871,539	2,092,010	16,898,756	3,384,151	
Provision for taxation - current	8	-	-	-	-	
Net income after taxation	10,694,134	3,871,539	2,092,010	16,898,756	3,384,151	
Other comprehensive income for the period						
Net unrealised appreciation in market value of investments classified as 'available for sale' - net	9	1,206,583	736,062	-	1,942,645	651,177
Total comprehensive income for the period		11,900,717	4,607,601	2,092,010	18,841,401	4,035,328
Earnings per unit	10	16.84	4.61	3.72		

The annexed notes form an integral part of this condensed interim financial information


Chief Executive Officer

For Arif Habib Investments Limited
(Pension Fund Manager)


Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2012


	Quarter ended September 30, 2012				Quarter ended September 30, 2011
	PPF Equity Sub-Fund	PPF Debt Sub-Fund	PPF Money Market sub-Fund	Total	
	----- Rupees -----				
CASH FLOW FROM OPERATING ACTIVITIES					
Net income before taxation	10,694,134	3,871,539	2,092,010	16,657,683	3,384,157
Adjustments for non cash items:					
Capital (gain) / loss on sale of investments - net	(7,010,712)	(555,834)	(346)	(7,566,892)	-
Impairment loss on investments classified as 'available-for-sale'	-	-	-	-	-
Unrealised appreciation in fair value of investments classified as 'at fair value through profit or loss'	(2,860,411)	(872,692)	(53,215)	(3,786,318)	-
Elements of loss / (income) and capital losses/ (gains) in prices of units issued less those in units redeemed - net	(3,049)	54,497	26,262	77,710	109,999
	(9,874,172)	(1,374,029)	(27,299)	(11,275,500)	109,999
(Increase) / decrease in assets					
Investments - net	(4,659,571)	(10,694,378)	(7,394,342)	(22,748,292)	(4,870,201)
Dividend receivable	(934,009)	-	-	(934,009)	(493,650)
Interest receivable	(12,267)	451,631	3,977	443,341	726,508
Deposits and other receivables	4,443,121	10,806,920	5,878,752	21,128,793	9,222,347
	(1,162,726)	564,173	(1,511,614)	(2,110,167)	4,585,004
Increase / (decrease) in liabilities					
Payable against redemption of units	(109,151)	823,548	631,242	1,345,639	(5,871,119)
Remuneration payable to Pension Fund Manager	25,308	31,863	18,188	75,360	35,844
Payable to Trustee	1,919	2,197	1,092	5,208	(700)
Payable to Auditors	23,687	36,583	25,436	85,706	75,704
Annual fee payable to the Securities and Exchange Commission of Pakistan	(12,813)	(19,826)	(15,911)	(48,551)	(46,969)
Other liabilities	198,122	10,515	(2,293)	206,344	3,190,962
	127,071	884,879	657,755	1,669,705	(2,616,278)
Taxation paid	-	-	-	-	-
Cash (used in) / generated from operating activities	(215,693)	3,946,563	1,210,851	4,941,721	5,462,882
CASH FLOW FROM FINANCING ACTIVITIES					
Receipt of contribution	2,629,107	6,344,913	7,798,121	16,772,141	2,088,743
Payment against withdrawal	(4,629,934)	(7,540,932)	(7,929,597)	(20,100,463)	(14,887,240)
Cash used in financing activities	(2,000,827)	(1,196,019)	(131,476)	(3,328,322)	(12,798,497)
Net (decrease)/ increase in cash and cash equivalents	(2,216,520)	2,750,544	1,079,375	1,613,399	(7,335,615)
Cash and cash equivalents at beginning of the period	4,059,500	1,315,430	513,908	5,888,838	17,176,249
Cash and cash equivalents at end of the period	<u>1,842,980</u>	<u>4,065,973</u>	<u>1,593,283</u>	<u>7,502,237</u>	<u>9,840,634</u>

The annexed notes form an integral part of this condensed interim financial information



Chief Executive Officer

For Arif Habib Investments Limited
(Pension Fund Manager)



Director

**CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2012**

	Quarter ended September 30, 2012				Quarter ended September 30, 2011
	PPF Equity Sub Fund	PPF Debt Sub Fund	PPF Money Market Sub Fund	Total	
	----- Rupees -----				
Net assets at the beginning of the period	74,226,846	124,591,142	87,071,749	285,889,737	220,650,791
Amount received on issue of units	2,629,107	6,344,913	7,798,121	16,772,141	2,088,742
Amount paid on redemption of units	(4,629,934)	(7,540,932)	(7,929,597)	(20,100,463)	(14,887,240)
	(2,000,827)	(1,196,019)	(131,476)	(3,328,322)	(12,798,498)
Element of loss / (income) and capital losses / (gains) included in prices of units issued less those in units redeemed - net					
- amount representing loss / (income) and realised capital losses / (gains) - net	(3,049)	54,497	26,262	77,710	109,999
- amount representing unrealised diminution / (appreciation) in fair value of investments	64,023	378,268	29,960	472,251	2,374,659
	60,974	432,765	56,222	549,961	2,484,658
Net unrealized appreciation during the period in the market value of investments classified as available-for-sale	1,206,583	736,062	-	1,942,645	651,177
Element of (loss) / income and capital (losses)/gains included in prices of units issued less those in units redeemed - amount representing unrealised (diminution) / appreciation - net	(64,023)	(378,268)	(29,960)	(472,251)	(2,374,659)
Net income after taxation for the period	10,694,134	3,871,539	2,092,010	16,657,683	3,384,157
Net assets at the end of the period	<u>84,123,687</u>	<u>128,057,222</u>	<u>89,058,545</u>	<u>301,239,453</u>	<u>211,997,626</u>
The annexed notes form an integral part of this condensed interim financial information					


Chief Executive Officer

**For Arif Habib Investments Limited
(Pension Fund Manager)**


Director

CONDENSED INTERIM STATEMENT OF INVESTMENTS BY CATEGORY AS AT SEPTEMBER 30, 2012

(Un-Audited)				(Audited)
September 30, 2012				
PPF Equity Sub-Fund	PPF Debt Sub-Fund	PPF Money Market Sub- Fund	Total	June 30, 2012

Rupees

Investments classified as 'Available-for-sale'

Listed equity securities	18,951,939	-	-	18,951,939	19,816,542
Pakistan Investment Bonds	-	10,305,410	-	10,305,410	39,635,741
Treasury Bills	-	24,978,575	-	24,978,575	31,159,568
Ijara Sukuk	-	5,051,500	-	5,051,500	5,002,500
Term Finance Certificates and Sukuk bonds	-	7,995,344	-	7,995,344	8,436,250
	<u>18,951,939</u>	<u>48,330,828</u>	<u>-</u>	<u>67,282,767</u>	<u>104,050,601</u>

Investments classified as 'at fair value through profit or loss'

(Un-Audited)				(Audited)
September 30, 2012				
PPF Equity Sub-Fund	PPF Debt Sub-Fund	PPF Money Market Sub- Fund	Total	June 30, 2012

Rupees

Listed equity securities	60,178,251	-	-	60,178,251	43,576,371
Pakistan Investment Bonds	-	26,424,191	-	26,424,191	931,282
Term Finance Certificate	-	7,090,258	-	7,090,258	7,000,000
Treasury Bills	-	41,414,740	87,940,231	129,354,971	98,728,046
	<u>60,178,251</u>	<u>74,929,189</u>	<u>87,940,231</u>	<u>223,047,671</u>	<u>150,235,699</u>
Investments at market value	<u>79,130,190</u>	<u>123,260,017</u>	<u>87,940,231</u>	<u>290,330,438</u>	<u>254,286,300</u>

The annexed notes form an integral part of this condensed interim financial information


Chief Executive Officer

For Arif Habib Investments Limited
(Pension Fund Manager)


Director

CONDENSED INTERIM STATEMENT OF INVESTMENT PORTFOLIO (UN-AUDITED)

AS AT SEPTEMBER 30, 2012

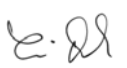
PPF EQUITY SUB-FUND
LISTED SHARES - AVAILABLE-FOR-SALE

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Name of the Investee Company	Number of shares					As at September 30, 2012			Market value as a % of net assets of the sub-fund	% of paid up capital of the investee company
	As at July 01, 2012	Purchases during the period	Bonus/ Right Issue during the period	Sales during the period	As at September 30, 2012	Cost	Market value	Appreciation/ (Diminution)		
Rupees										
Electronic and Electrical Equipment										
Pakistan Cables Limited	9,532	-	-	-	9,532	1,558,249	542,847	(1,015,402)	0.65%	0.03%
						1,558,249	542,847	(1,015,402)	0.65%	
Chemicals										
Fauji Fertilizers Bin Qasim Limited	28	-	-	28	-	-	-	-	0.00%	0.00%
						-	-	-	0.00%	
General Industries										
Thal Limited	10,020	-	-	10,020	-	-	-	-	0.00%	0.00%
						-	-	-	0.00%	
Banks										
Bank Al-Habib Limited	103,556	-	-	-	103,556	2,352,009	2,931,670	579,662	3.48%	0.01%
Meezan Bank Limited	64,825	-	-	-	64,825	805,383	1,782,688	977,305	2.12%	0.01%
United Bank Limited	16,000	-	-	8,000	8,000	424,692	590,160	165,468	0.70%	0.00%
						3,582,083	5,304,518	1,722,435	6.31%	
Electricity										
The Hub Power Company Limited	50,145	-	-	2,000	48,145	1,749,239	2,257,038	507,798	2.68%	0.00%
						1,749,239	2,257,038	507,798	2.68%	
Oil and Gas Producers										
Attock Petroleum Limited.	3,846	-	-	400	3,446	1,338,211	1,804,808	466,597	2.15%	0.00%
Pakistan Oil Fields Limited	4,654	-	-	300	4,354	922,178	1,886,849	964,671	2.24%	0.00%
Pakistan Petroleum Limited	11,949	-	2,487	2,000	12,436	1,406,990	2,187,865	780,876	2.60%	0.00%
						3,667,379	5,879,523	2,212,143	6.99%	
Forestry and Papers										
Security Paper Limited	45,760	-	-	-	45,760	1,740,820	2,311,338	570,518	2.75%	0.11%
						1,740,820	2,311,338	570,518	2.75%	
Construction and Material										
Lucky Cement	22,054	-	-	2,100	19,954	1,410,349	2,656,676	1,246,326	3.16%	0.01%
						1,410,349	2,656,676	1,246,326	3.16%	
Total	342,369	-	2,487	24,848	320,008	13,708,120	18,951,939	5,243,819	22.53%	
Total										
Sep 2012 June 2012										
Rupees										
Market Value						18,951,939			19,816,542	

* The above include shares with a market value aggregating to Rs.2,344,000 (June 2012: 2,896,700) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in terms of Circular no. 11 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan.

The annexed notes form an integral part of this condensed interim financial information


Chief Executive Officer

**For Arif Habib Investments Limited
(Pension Fund Manager)**


Director

CONDENSED INTERIM STATEMENT OF INVESTMENT PORTFOLIO (UN-AUDITED)

AS AT SEPTEMBER 30, 2012

PPF EQUITY SUB-FUND
LISTED SHARES - 'AT FAIR VALUE THROUGH PROFIT OR LOSS'

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Name of the Investee Company	Number of shares-----					As at September 30, 2012			Market value as a % of net assets of the sub-fund	% of paid up capital of the investee company
	As at July 01, 2012	Purchases during the period	Bonus/ Right Issue during the period	Sales during the period	As at September 30, 2012	Carrying Value	Market value	Appreciation/ (Diminution)		
-----Rupees-----										
Industrial Engineering:										
Millat Tractors Limited	6,710	1,050	-	-	7,760	3,790,124	3,748,002	(42,121)	0.04	0.02%
						3,790,124	3,748,002	(42,121)	0.04	
Chemicals										
Engro Corporation Limited	18,500	4,500	-	18,500	4,500	415,444	480,465	65,021	0.57%	0.00%
Fauji Fertilizers Bin Qasim Limited	-	225,000	-	225,000	-	-	-	-	0.00%	0.00%
Fauji Fertilizers Company Limited	30,000	-	-	29,972	28	3,109	3,130	20	0.00%	0.00%
I.C.I. Pakistan Ltd.	-	27,200	-	8,500	18,700	3,124,520	3,065,678	(58,842)	3.64%	0.02%
						3,543,074	3,549,273	6,199	4.22%	
General Industrie:										
Ghani Glass Limited	-	1,500	-	-	1,500	75,750	76,500	750	0.00	0.00%
Packages Ltd.	-	18,000	-	-	18,000	1,798,775	2,109,240	310,465	0.03	0.02%
Thal Limited	24,000	-	-	2,980	21,020	1,954,860	2,735,333	780,473	0.03	0.06%
Tri-Pack Films Ltd.	-	6,500	-	-	6,500	1,234,960	1,199,250	(35,710)	0.01	0.02%
						5,064,345	6,120,323	1,055,978	7.28%	
Banks										
Askari Bank Ltd.	-	271,000	-	4,000	267,000	4,162,929	4,079,760	(83,169)	4.85%	0.03%
Bank Al-Falah Limited	196,000	-	-	100,000	96,000	1,641,600	1,493,760	(147,840)	1.78%	0.01%
Bank Al-Habib Limited	17,850	25,500	-	-	43,350	1,222,190	1,227,239	5,049	1.46%	0.00%
JS Bank Limited	-	111,500	-	111,500	-	-	-	-	0.00%	0.00%
Meezan Bank Limited	6,500	-	-	-	6,500	187,980	178,750	(9,230)	0.21%	0.00%
National Bank Of Pakistan	-	36,000	-	-	36,000	1,603,550	1,581,840	(21,710)	1.88%	0.00%
United Bank Limited	26,700	18,000	-	-	44,700	3,501,246	3,297,519	(203,727)	3.92%	0.00%
						12,319,494	11,858,868	(460,627)	14.10%	
Electricity										
The Hub Power Company Limited	41,600	-	-	-	41,600	1,742,624	1,950,208	207,584	2.32%	0.00%
Kot Addu Power Company	-	10,000	-	-	10,000	479,500	483,100	3,600	0.57%	0.00%
						2,222,124	2,433,308	211,184	2.89%	
Oil and Gas Producers:										
Attock Petroleum Limited.	2,250	2,400	-	-	4,650	2,238,933	2,435,391	196,459	2.90%	0.01%
National Refinery Ltd	-	20,400	-	11,000	9,400	2,234,753	2,210,974	(23,779)	2.63%	0.01%
Oil & Gas Development Co. Limited	7,260	16,800	-	1,000	23,060	3,869,968	4,136,503	266,535	4.92%	0.00%
Pakistan Oil Fields Limited	4,240	1,200	-	-	5,440	2,061,926	2,357,478	295,553	2.80%	0.00%
Pakistan Petroleum Limited	5,900	2,500	2,100	-	10,500	1,595,830	1,847,265	251,435	2.20%	0.00%
Pakistan State Oil Company Limited	847	15,900	-	1,000	15,747	3,941,209	3,420,248	(520,961)	4.07%	0.01%
						15,942,618	16,407,860	465,242	19.50%	
Fixed Line Telecommunication										
Pakistan Telecommunication Company Ltd. "A"	-	100,000	-	100,000	-	-	-	-	0.00%	0.00%
Wateen Telecom Limited	185,000	42,000	-	227,000	-	-	-	-	0.00%	0.00%
						-	-	-	-	
Forestry and Paper:										
Pakistan Paper Products	11,395	-	-	-	11,395	552,430	586,729	34,299	0.70%	0.23%
						552,430	586,729	34,299	0.70%	
Construction and Material										
Attock Cement Pakistan Ltd	28,000	-	-	13000	15,000	1,221,600	1,623,450	401,850	1.93%	0.02%
Cherat Cement Co. Ltd.	135,000	-	-	135000	-	-	-	-	0.00%	0.00%
Kohat cement	28,000	37,000	-	4604	60,396	3,018,923	3,522,899	503,976	4.19%	0.05%
Lafarge Pakistan Cement	250,000	-	-	250000	-	-	-	-	0.00%	0.00%
Lucky Cement	2,931	7,700	-	-	10,631	1,352,173	1,415,411	63,238	1.68%	0.00%
						5,592,696	6,561,760	969,064	7.80%	
Automobile and Part:										
Exide Pakistan	18,384	-	-	18,384	-	-	-	-	0.00%	0.00%
						-	-	-	0.00%	
Pharma and Bio Tech										
Abbot Lab (Pakistan)	27,500	-	-	27,500	-	-	-	-	0.00%	0.00%
Ferozsons Laboratories Limited	-	35,500	-	1,000	34,500	3,167,192	3,156,750	(10,442)	3.75%	0.12%
Glaxosmithkline	42,000	5,500	-	47,500	-	-	-	-	0.00%	0.00%
						3,167,192	3,156,750	(10,442)	3.75%	
Media										
Hum Network Limited	50,000	-	-	-	50,000	1,050,000	1,074,000	24,000	1.28%	0.10%
						1,050,000	1,074,000	24,000	1.28%	
Non Life insurance										
Pakistan Reinsurance Company Limited	-	225500	-	0	225,500	4,073,743	4,681,380	607,637	5.56%	0.08%
						4,073,743	4,681,380	607,637	5.56%	
Total						57,317,840	60,178,251	2,860,411	71.54%	
-----Total-----										
-----Sep 2012-----June 2012-----										
-----Rupees-----										
60,178,251 43,576,371										

* The above include shares with a market value aggregating to Rs. 2,423,456 (June 2011: NIL) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in terms of Circular no. 11 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan.

The annexed notes form an integral part of this condensed interim financial information

**For Arif Habib Investments Limited
(Pension Fund Manager)**

Chief Executive Officer

Director

CONDENSED INTERIM STATEMENT OF OTHER INVESTMENTS (UN-AUDITED)

AS AT SEPTEMBER 30, 2012

PPF DEBT SUB-FUND
AVAILABLE-FOR-SALE INVESTMENTS

Page 1 of 2

Name of Investment	Face value				As at September 30, 2012			Market value as a % of net asset of the sub - fund
	As at July 1, 2012	Purchases during the period	Sales/ maturities during the period	As at September 30, 2012	Cost	Market value	Appreciation/ (Diminution)	
Rupees								
Pakistan investment bonds	40,000,000	-	30,000,000	10,000,000	9,861,448	10,305,410	443,962	8.05%
Treasury bills	32,000,000	-	7,000,000	25,000,000	24,976,892	24,978,575	1,683	19.51%
Government Ijarah Sukuk (3 years)	5,000,000	-	-	5,000,000	5,062,825	5,051,500	(11,325)	3.94%
	77,000,000	-	37,000,000	40,000,000	39,901,165	40,335,485	434,320	31.50%

Name of Investment	Issue Date	Number of Certificates				As at September 30, 2012			Market value as a percentage of net asset of the sub - fund	Market value as a percentage of total investments	Percentage in relation to the total size of the issue
		As at July 1, 2012	Purchases during the period	Sales/ matured during the period	As at September 30, 2012	Cost	Market value	Appreciation/ (Diminution)			
Term Finance Certificates (TFCs)		(-----Number of Certificates-----)				(-----Rupees-----)			(-----%-----)		
Bank Alfalah TFC-IV (Floating)	2-Dec-09	500	-	-	500	2,498,749	2,640,194	141,445	2.06	2.14	0.05%
Engro Fertilizer Limited- TFC PRP-1	18-Mar-08	800	-	-	800	3,462,000	3,600,000	138,000	2.81	2.92	0.10%
Askari Commercial Bank Limited TFC	4-Feb-05	175	-	-	175	862,079	871,230	9,151	0.68	0.71	0.06%
		1,475	-	-	1,475	6,822,828	7,111,424	288,596	5.55	5.77	0.21%
Sukuk Bonds											
Pak Electron Limited	8-May-08	750	-	-	750	1,378,937	883,919	(495,018)	0.69	0.72	0.13%
		750	-	-	750	1,378,937	883,919	(495,018)	0.69	0.72	0.13%
Total		2,225	-	-	2,225	8,201,765	7,995,344	(206,422)	6.24	6.49	

INVESTMENTS AT 'FAIR VALUE THROUGH PROFIT OR LOSS'

Name of Investment	Face value				As at September 30, 2012			Market value as a % of net asset of the sub - fund
	As at July 1, 2012	Purchases during the period	Sales/ maturities during the period	As at September 30, 2012	Carrying Value	Market value	Appreciation/ (Diminution)	
-----Rupees-----								
Pakistan investment bonds	1,000,000	150,000,000	125,000,000	26,000,000	25,689,796	26,424,191	734,395	20.63%
Treasury bills	18,550,000	76,000,000	51,450,000	43,100,000	41,349,910	41,414,740	64,830	32.34%
	19,550,000	226,000,000	176,450,000	69,100,000	67,039,706	67,838,931	799,225	52.98%

Name of Investment	Issue Date	Number of Certificates				As at September 30, 2012			Market value as a percentage of net asset of the sub - fund	Market value as a percentage of total investments	Percentage in relation to the total size of the issue
		As at July 1, 2012	Purchases during the period	Sales/ matured during the period	As at September 30, 2012	Carrying Value	Market value	Appreciation/ (Diminution)			
		(-----Number of Certificates-----)				(-----Rupees-----)			(-----%-----)		
Term Finance Certificates (TFCs)											
Standard Chartered Bank (Pakistan) Limited - TFC	29-Jun-12	1,400	-	-	1,400	7,000,000	7,090,258	90,258	5.54%	5.75%	0.28
		1,400	-	-	1,400	7,000,000	7,090,258	90,258	5.54%	5.75%	0.28

Total
September 30, 2012
June 30, 2012
Rupees

Market Value of government securities
Market Value of TFCs and Sukuk bonds

108,174,416
15,085,602
123,260,017

89,962,301
20,438,750
110,401,051

The annexed notes form an integral part of this condensed interim financial information

**For Arif Habib Investments Limited
(Pension Fund Manager)**


Chief Executive Officer


Director

CONDENSED INTERIM STATEMENT OF OTHER INVESTMENTS (UN-AUDITED) AS AT SEPTEMBER 30, 2012

PPF MONEY MARKET SUB-FUND
INVESTMENTS CLASSIFIED AS 'AT FAIR VALUE THROUGH PROFIT OR LOSS'

Page 2 of 2

Name of Investment	Face value				As at September 30, 2012			Market value as a % of net asset of the sub - fund
	As at July 1, 2011	Purchases during the period	Sales/ maturities during the period	As at September 30, 2012	Book value	Market value	Appreciation/ (Diminution)	

----- Rupees -----

Treasury bills	81,300,000	88,500,000	81,300,000	88,500,000	87,887,016	87,940,231	53,215	98.74%
	81,300,000	88,500,000	81,300,000	88,500,000	87,887,016	87,940,231	53,215	98.74%

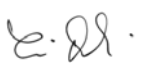
----- Total -----

(Unaudited) As
at September 30, 2012 (Audited)
June 30, 2012

----- Rupees -----

Market value	87,940,231	80,492,336
--------------	------------	------------

The annexed notes form an integral part of this condensed interim financial information



Chief Executive Officer

For Arif Habib Investments Limited
(Pension Fund Manager)

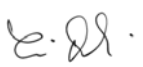


Director

**CONDENSED INTERIM CONTRIBUTION TABLE (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2012**

Contributions net of front end fee	Quarter ended September 30, 2012							Quarter ended September 30, 2011
	PIPF Equity Sub-fund		PIPF Debt Sub-fund		PIPF Money Market Sub-fund		Total	
	Units	Rupees	Units	Rupees	Units	Rupees		
----- Rupees -----								
Opening balance	635,304	55,207,346	837,126	98,120,794	560,625	65,091,168	218,419,308	178,584,949
Individuals - issue of units	19,063	2,628,140	41,922	6,344,913	62,117	7,798,121	16,771,174	2,088,742
Individuals - redemption of units	(34,251)	(4,629,934)	(49,423)	(7,540,932)	(62,749)	(7,929,597)	(20,100,463)	(14,887,240)
	(15,188)	(2,001,794)	(7,501)	(1,196,019)	(632)	(131,476)	(3,329,289)	(12,798,498)
Closing balance	620,115	53,205,552	829,624	96,924,775	559,993	64,959,692	215,090,019	165,786,451

The annexed notes form an integral part of this condensed interim financial information



Chief Executive Officer

**For Arif Habib Investments Limited
(Pension Fund Manager)**

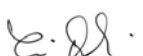


Director

**CONDENSED INTERIM STATEMENT OF NUMBER OF UNITS IN ISSUE (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2012**

	Quarter ended September 30, 2012		
	PPF Equity Sub-Fund	PPF Debt Sub-Fund	PPF Money Market Sub- Fund
	----- No of units -----		
Total units outstanding at the beginning of the period	635,304	837,126	560,625
Add: Units issued during the period	19,063	41,922	62,117
Less: Units redeemed during the period	(34,251)	(49,423)	(62,749)
Total units in issue at the end of the period	<u>620,115</u>	<u>829,624</u>	<u>559,993</u>

The annexed notes form an integral part of this condensed interim financial information



Chief Executive Officer

**For Arif Habib Investments Limited
(Pension Fund Manager)**



Director

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2012**

1 LEGAL STATUS AND NATURE OF BUSINESS

Pakistan Pension Fund (the Fund) was established under a Trust Deed executed between Arif Habib Investments Limited (AHIL) as Pension Fund Manager and Muslim Commercial Financial Services (Private) Limited (MCFSL) as Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on July 24, 2007 and was executed on September 5, 2007 under the Voluntary Pension System Rules, 2005 (VPS Rules). Through a revised Trust Deed dated June 16, 2011, Habib Metropolitan Bank Limited has been appointed as new Trustee in place of MCFSL which was approved by SECP on July 7, 2011. The Fund is an open-ended pension fund consisting of three sub-funds namely PPF Equity Sub-Fund, PPF Debt Sub-Fund and PPF Money Market Sub-Fund. Units are offered for public subscription on a continuous basis. The number of units of any sub-fund purchased out of contributions depends on the Allocation Scheme selected by the respective Participant out of the allocation schemes offered by the Pension Fund Manager.

Based on shareholders' resolutions of MCB Asset Management Company Limited and Arif Habib Investments Limited the two companies have merged as of 27 June 2011 through operation of an order from the SECP issued under Section 282L of the Companies Ordinance 1984 (Order through letter no.SCD/NBFC-II/MCBAMCL & AHIL/271/2011 dated 10 June 2011). Arif Habib Investments Limited being a listed company is the surviving entity and in compliance of SBP's approval, it is a subsidiary of MCB Bank. However subsequent to the completion of the merger, the SECP issued an order postponing the effective date of the merger to 30 July 2011 (through letter no. SCD/PR & DD/AMCW/MCB-AMCL & AHI/348/2011 dated 27 June 2011). Since the merger had already taken place and the subsequent order of the SECP could not be complied with, the Company has sought a ruling by the honorable Sindh High Court (SHC). The honorable Sindh High Court (SHC) has held the SECP's subsequent order in abeyance and instructed SECP to treat the companies as merged pending a final ruling. Irrespective of the final ruling, the Fund's assets and NAV remain unaffected.

The Pension Fund Manager has been licensed to act as a Pension Fund Manager under VPS Rules through a certificate of registration issued by the SECP. The registered office of the Pension fund Manager is situated at Techno city Corporate Tower, Hasrat Mohani Road, Karachi, Pakistan.

2. STATEMENT OF COMPLIANCE

- 2.1** This condensed interim financial information have been prepared in accordance with the approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the Trust Deed, the VPS Rules and the directives issued by SECP.

Wherever, the requirements of the Trust Deed, the VPS Rules or the said directives differ with the requirements of IFRS, the requirements of the Trust Deed, the VPS Rules or the said directives take precedence. The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of the IAS 34: 'Interim Financial Reporting' and guidelines issued by the SECP for the preparation of the quarterly reports of a pension fund.

- 2.2** This condensed interim financial information comprise of the condensed interim balance sheet as at September 30, 2012 and the condensed interim income statement, condensed interim cash flow statement, condensed interim statement of movement in participants' sub funds, condensed interim statement of investment by category, condensed interim statement of investment portfolio, condensed interim statement of other investments, condensed interim contribution table, condensed interim number of units in issue and notes thereto for the quarter ended September 30, 2012 which have been subject to a review but not audited.
- 2.3** The directors of the Pension Fund Manager declare that these condensed interim financial statements give a true and fair view of the Fund.
- 2.4** This condensed interim financial information are unaudited and should be read in conjunction with the financial statements of the Fund for the year ended June 30, 2012.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for the preparation of this condensed interim financial information are the same as those applied in preparing the financial statements of the Fund for the year ended June 30, 2012, except for the change in methodology as stated below:

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2012**

------(Un-audited)-----				(Audited)
As at September 30, 2012				As at June 30, 2012
PPF Equity Sub-Fund	PPF Debt Sub-Fund	PPF Money Market Sub-Fund	Total	
----- Rupees -----				

4 BALANCES WITH BANKS

Current accounts	-	9,819	9,471	19,290	-
Savings accounts	1,842,980	4,056,155	1,583,812	7,482,947	5,888,838
	1,842,980	4,065,974	1,593,283	7,502,237	5,888,838

Saving accounts with banks carry interest at the rate of 8.00% per annum (June 2012: 8%)

5 DEPOSITS AND OTHER RECEIVABLES

Security deposit	2,700,000	200,000	100,000	3,000,000	3,000,000
Receivable against issuance of units	48,322	39,724	252,733	340,779	22,034,867
Others	373,742	646,554	293,831	1,314,127	748,832
	3,122,064	886,279	646,563	4,654,906	25,783,699

6 ACCRUED AND OTHER LIABILITIES

Professional charges	17,531	21,906	18,865	58,302	104,926
Federal excise duty	22,575	-	-	22,575	21,759
Others	1,241,804	183,916	114,965	1,540,685	1,288,533
	1,281,910	205,822	133,830	1,621,562	1,415,218

7 CONTINGENCY

7.1 Contribution To Workers Welfare Fund

The Finance Act 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance). As a result of this amendment it may be construed that all Collective Investment Schemes / mutual funds (CISs) whose income exceeds Rs.0.5 million in a tax year, have been brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever is higher. In this regard, a constitutional petition has been filed by certain CISs through their trustees in the Honorable High Court of Sindh, challenging the applicability of WWF to the CISs, which is pending adjudication.

Subsequently, a clarification was issued by the Ministry of Labour and Manpower (the Ministry) which stated that mutual funds are not liable to contribute to WWF on the basis of their income. However on December 14, 2010 the Ministry filed its response against the Constitutional petition requesting the court to dismiss the petition. According to the legal counsel who is handling the case, there is a contradiction between the aforementioned clarification issued by the Ministry and the response filed by the Ministry in Court.

During the year ended 30 June 2012, the Honourable Lahore High Court (LHC) in a Constitutional Petition relating to the amendments brought in the WWF Ordinance, 1971 through the Finance Act, 2006, and the Finance Act, 2008, has declared the said amendments as unlawful and unconstitutional and struck them down. The Management Company is hopeful that the decision of the LHC will lend further support to the Constitutional Petition which is pending in the SHC.

In view of the afore mentioned developments and based on legal counsel, the Management Company firmly believes that there is no compelling reason to make provision on account of WWF contribution in the financial statements. Further, the Management Company also expects that the constitutional petition pending in the Honourable High Court of Sindh on the subject as referred above will be decided in favour of the Mutual Funds.

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2012**

The aggregate unrecognised amount of WWF as at September 30, 2012 amounted to Rs. 0.763 million, Rs. 0.659 million and Rs. 0.5 million for equity sub-fund, debt sub-fund and money market sub-fund respectively (June 2012 : 0.549 million, 0.582 million and 0.458 million). If the same were made the NAV of the fund would have been lower by Rs. 1.23 per unit, Rs 0.79 per unit and Rs 0.89 per unit for equity , debt & money market sub-funds respectively.

8 TAXATION

Through Finance Act, 2011, pension funds are included in the list of entities on which provisions of section 113 regarding minimum tax shall not apply, effective from July 01, 2011. Earlier minimum tax @1% of turnover was chargeable under section 113 of the Income Tax Ordinance, 2011, although the income of the Fund is exempt from tax under clause 57(3)(viii) of Part I of the Second Schedule to the Income Tax Ordinance, 2001.

9 NET UNREALISED APPRECIATION IN MARKET VALUE OF INVESTMENTS CLASSIFIED AS "AVAILABLE-FOR-SALE"

	------(Un-audited)-----				Audited
	As at September 30, 2012				As at June 30, 2012
	PPF Equity Sub-Fund	PPF Debt Sub-Fund	PPF Money Market Sub-Fund	Total	
----- Rupees -----					
Market value	18,951,939	48,330,828	-	67,282,767	104,050,601
Average cost	(13,708,120)	(48,102,930)	-	(61,811,051)	(99,914,185)
Net surplus/(deficit)	5,243,819	227,898	-	5,471,717	4,136,416
Impairment loss					
Opening	1,253,225	-	-	1,253,225	5,722,140
Charged during the period	-	-	-	-	2,229,682
Derecognized on sale of investment	-	-	-	-	(6,698,597)
	1,253,225	-	-	1,253,225	1,253,225
	6,497,044	227,898	-	6,724,942	5,389,641
Provision against non performing debt securities					
Opening	-	366,270	-	366,270	
Charged during the period	-	241,073	-	241,073	
		607,343		607,343	366,270
Net unrealised (appreciation) /diminution in fair value of investments at the beginning of the year	(5,290,461)	(99,179)	-	(5,389,640)	(5,315,184)
Current period (diminution) / appreciation	1,206,583	736,062	-	1,942,645	440,727

- 9.1** The Fund has recognised a provision amounting to Rs. 0.607 million (a provision of 45%) against the principal amount of Pak Electron Limited (PEL) TFCs outstanding as on June 30, 2012 in accordance with the guidance of circular no. 1 of 2009 issued by Securities and Exchange Commission of Pakistan (SECP) on January 06, 2009.

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2012**

10 EARNINGS PER UNIT

Earnings per unit (EPU) for the quarter ended September 30, 2012 in respect of each sub-fund has been calculated by dividing the net income after taxation of a sub-fund by the weighted average number of units of the sub-fund in circulation during the period, which are given below:

	Quarter ended September 30, 2012		
	PPF Equity Sub-Fund	PPF Debt Sub-Fund	PPF Money Market Sub-Fund
Weighted average number of units	634,870	839,238	562,674
Net income after taxation (Rupees)	10,694,134	3,871,539	2,092,010
Earnings per unit	16.84	4.61	3.72

	Quarter ended September 30, 2011		
	PPF Equity Sub-Fund	PPF Debt Sub-Fund	PPF Money Market Sub-Fund
Weighted average number of units	576,962	645,508	482,038
Net (loss) / income after taxation (Rupees)	(484,888)	2,050,894	1,818,151
(Loss) / Earnings per unit	(0.84)	3.18	3.77

11 TRANSACTIONS WITH CONNECTED PERSONS

Connected persons include Arif Habib Investments Limited (AHIL) being the Pension Fund Manager and MCB Bank Limited being the holding company of AHIL. Habib Metropolitan Bank Limited being the Trustee, other collective investment schemes managed by the Pension Fund Manager as Management Company and directors and executives of the Pension Fund Manager.

The transactions with connected persons are in the normal course of business and are carried out on an agreed terms.

Remuneration payable to the Pension Fund Manager and the Trustee is determined in accordance with the provisions of the VPS Rules and the Trust Deed respectively.

11.1 Transactions during the period

	----- Un Audited -----				Quarter ended September 30, 2011
	Quarter ended September 30, 2012				
	PPF Equity Sub-Fund	PPF Debt Sub- Fund	PPF Money Market Sub- Fund	Total	
	----- Rupees -----				
Arif Habib Investments Limited - Pension Fund Manager					
Remuneration	311,327	480,455	334,034	1,125,816	934,634
Sales load	4,056	13,139	12,037	29,232	3,225
Habib Metro Bank Limited					
Profit on bank deposits	24,184	3,627	8,810	36,622	278,243

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2012**

-----Un Audited-----				Quarter ended September 30, 2011
Quarter ended September 30, 2012				
PPF Equity Sub-Fund	PPF Debt Sub- Fund	PPF Money Market Sub- Fund	Total	
-----Rupees-----				

Habib Metropolitan Bank Limited - Trustee

Trustee fee	38,717	59,774	41,560	140,051	103,909
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Directors and officers

Issue of 69 units of PPF Equity sub - fund (2011: 2,004 units)	9,118	-	-	9,118	201,452
Issue of 24,064 units of PPF Debt sub - fund (2011: 3,350 units)	-	3,661,087	-	3,661,087	464,584
Issue of 34,775 units of PPF Money Market sub - fund (2011: 3,035 units)	-	-	5,474,697	5,474,697	439,016
Redemption of 25,506 units of PPF Equity sub - fund (2011: 42,908 units)	3,343,115	-	-	3,343,115	4,313,068
Redemption of 40,702 units of PPF Debt sub - fund (2011: 48,813 units)	-	6,204,557	-	6,204,557	6,772,791
Redemption of 35,025 units of PPF Money Market sub - fund (2011: 20,667 units)	-	-	5,528,126	5,528,126	2,986,906

11.2 Amounts outstanding as at period end

-----Un Audited-----				(Audited)
As at September 30, 2012				
PPF Equity Sub-Fund	PPF Debt Sub-Fund	PPF Money Market Sub-Fund	Total	June 30, 2012
-----Rupees-----				

**Arif Habib Investments Limited -
Pension Fund Manager**

Remuneration payable	76,263	1,005,684	743,050	1,824,997	357,517
Sales Load Payable	63,787	166,063	113,480	343,330	314,098
Investment of 300,000 units as seed capital in each sub-fund (June 2011: 300,000)	40,698,000	46,308,000	47,712,000	134,718,000	112,992,000

Habib Metro Bank Limited

Bank Balances	1,842,980	4,056,155	1,583,812	7,482,947	16,737,023
Mark-up receivable	24,184	3,627	8,810	36,622	56,444

Habib Metropolitan Bank Limited -Trustee

Trustee fee payable	12,582	18,890	13,200	44,672	-
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Directors and Officers

Investment In PPF Equity Sub - Fund 318,873 units (June 2012: 18,804 units)	43,258,311			43,258,311	2,197,052
Investment In PPF Debt Sub - Fund 12,085 units (June 2012: 26,094 units)		1,865,441		1,865,441	3,883,519
Investment In PPF Money Market Sub - Fund 9,880 units (June, 2012: 30,002 units)			1,571,315	1,571,315	4,659,571

**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2012**

12 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information were authorised for issue on **October 25, 2012** by the Board of Directors of the Pension Fund Manager.

13 SIGNIFICANT EVENTS AFTER THE END OF INTERIM PERIOD

There is no significant event to report after the end of interim period ended September 30, 2012.

14 GENERAL

Figures have been rounded off to the nearest Rupee.



Chief Executive Officer

**For Arif Habib Investments Limited
(Pension Fund Manager)**



Director

Please find us on



by typing: **Bachat Ka Doosra Naam**

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