

**BONUS-2011**  
A bonus of Rs.2.1398 per unit has been approved by the Board for the year ended June 30, 2011.  
An investor holding 100 units as at 30th June, 2011 will get 6.1438 units on the Ex-Bonus price of Rs.34.8286 per unit, i.e. 6.1438% on the Ex-Bonus Price and 4.2796% on par value of Rs.50 per unit

Fund Information		PAKISTAN ECONOMY
Fund Type	Open End Income Fund	The inflationary pressures have started to subside a lot after the revision of base year and weights of CPI basket. CPI in September stood at 10.46% which is 22 months low inflation. Although the prices of food and Education increased by 9.69% and 14% respectively, the dip in inflation is primarily due to the high base effect and non inclusion of recent hike in petroleum prices. Hence the pressure on discount rate due to inflation is easing and endorses the expectation of the discount rate cut in the monetary policy announcement rescheduled to 8th October 2011.
Inception Date	21st October 2006	
Benchmark	1 Month KIBOR	
Listing	Karachi Stock Exchange Guarantee Ltd.	
Trustee	Central Depository Co. of Pakistan Ltd.	
Registrar	Trade Technologies Private Limited	
Auditor	Muniff Ziauddin Junaidy & Company	
Fund Rating	under process	
AMC - Rating	under process	
Minimum Investment	Rs. 5,000/-	
Par Value Per Unit	Rs. 50/-	
Sale Load (Front End)	1.50% on time	
Management Fee	1.5% upto 3% annually	
Fund Manager(AFM)	Adeel Ahmed Baig	On the external side current account posted a deficit of 189mm from Jul-Aug 2011. The trade deficit of \$2.4bn from Jul-Aug 2011 was offset by the \$ 2.4bn remittance in the same period. FDI fell by 77% MoM (and 72% YoY) to a paltry US\$21mm in Aug-11. The external inflow other than remittances remained strained as most of the international agencies have delayed support till IMF issues a letter of Assessment for Pakistan. Furthermore, the pressure on external account would build from 3QFY12 when repayment to IMF would commence.



**Fund Investment Objective**  
Reliance Income Fund (RIF) is an open-ended fund which seeks to provide its investors, an opportunity to earn a consistent market based income from low risk profile while maintaining the liquidity in the form of Government TFC/sukuks, TDRs, Certificates of Deposits, Certificate of Musharika etc having the similar profile and preservation of capital as its prime Objective. Government securities, and Daily Product A/C, spread transactions, TFC/sukuks, TDRs, Certificates of Deposits, Certificate of Musharika etc having the similar profile and preservation of capital as its prime Objective.

**The Fund:**  
The fund yielded from September 01, 2011 to September 30, 2011 of 12.60% which is marginally decreased by 9.678% as compared to the previous month, i.e. 13.052% mainly because of maturity of investment in T-bills and Limited and mark to market losses.

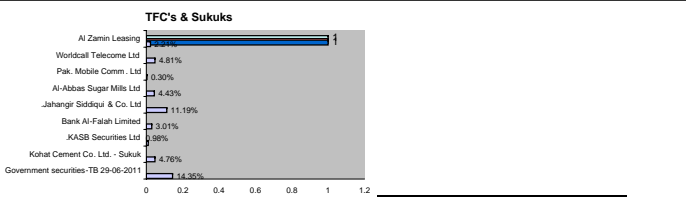
**Reliance Investments Limited**  
Office# 214 2nd Floor The Plaza Block-9 Clifton, Karachi.  
Phone No: (021)35308504-5  
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**Kashif Ahmed**  
CEO / (Subject to SECP Aroval)  
E-mail: Kashif@ril.com.pk

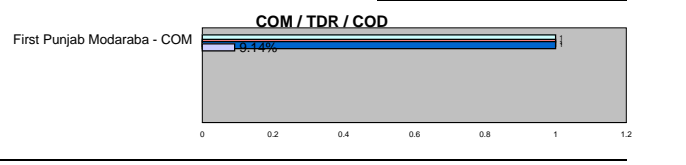
**Adeel Ahmed Baig**  
(A.F.M)  
E-mail: adeel.baig@ril.com.pk

**PORTFOLIO DISCRPTION AS ON 30-09-2011**

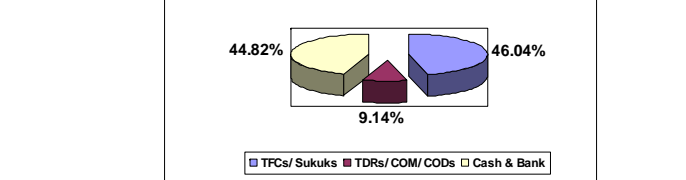
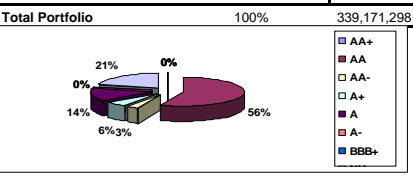
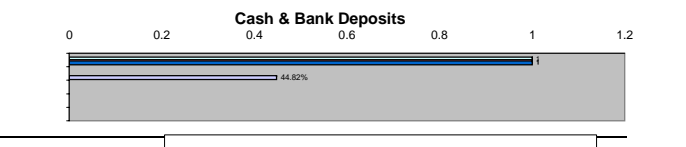
Investment as % of NAV Ratings	%age	Amount
<b>TFC's &amp; Sukuks</b>		
Al Zamin Leasing	A	2.21%
Worldcall Telecom Ltd	A	4.81%
Pak. Mobile Comm. Ltd	A+	4.43%
Al-Abbas Sugar Mills Ltd	AA+	11.19%
Jahangir Siddiqui & Co. L	AA-	3.01%
Bank Al-Falah Limited	A+	0.98%
KASB Securities Ltd.	A+	4.76%
Kohat Cement Co. Ltd. -	N/A	14.35%
Government securities-TF		
		46.04%



COM / TDR / COD	%age	Amount
First Punjab Modaraba - (A	9.14%	31,000,000
	9.14%	31,000,000



Cash and Bank	Rating	%age	Amount
Cash and Bank	AA	44.82%	152,008,300
		44.82%	152,008,300



Assets Quality	AAA	AA+	AA	AA-	A+	A	A-	BBB	BBB-	D	N/A	Total
September, 2011	NIL	0.00%	56.01%	3.01%	5.71%	13.95%		NIL	NIL	NIL	21.32%	100.00%

Asset Allocation (% of NAV)	TFC's / Sukuks	COI's	TDR's COM's COD's	CFS	Spread Tran.	Cash & Bank Balance	Others	Total
September, 2011	46.04%	NIL	9.14%	NIL	NIL	44.82%	NIL	100.00%

Months	OCT-10'	Nov'10'	Dec'10'	Jan-11'	Feb'11'	March'11'	April'11'	May'11'	Jun'11'	Jul-11'	Aug-11'	Sep-11'	12 Months
RIF	4.60%	3.31%	46.86%	-13.05%	9.46%	23.87%	4.73%	11.29%	20.69%	11.02%	13.95%	12.60%	12.44%
Benchmark	12.76%	12.80%	13.24%	13.88%	14.51%	13.41%	13.43%	13.32%	13.53%	13.69%	12.88%	12.94%	13.37%

12 months yield calculated by simple average method for RIF and Benchmark.

**Disclaimer:** All investments in mutual funds are subject to market risk. The NAV based prices of Units and any dividends/returns thereon are dependent on forces affecting the financial markets. These may go up and down based on market conditions. Past performance is not necessarily indicative of future results. Please read the Offering Document of the fund to understand the investment policies and the risks involved. Assets Allocations are likely to change on a daily basis because of investments and redumptions in the fund and price changes of assets in the portfolio.

**Compliance with the Investments criteria as specified by the SECP Circular No. 16 dated 7-7-2010.**  
secp to Circular No. 16 dated July 07, 2010 issued by the SECP requires details of investments not compliant with the investment criteria specified for the category assigned to open-ended collective investment schemes or the investment requirements of the constitutive documents of the Fund to be disclosed in the annual accounts of the Fund. The table below gives the details of such non-compliant

Name of non-compliant	Type of Investments	Value of Investments	Provision Held	Value of Investments after Provision	% of Net Assets	% of Gross
Kohat Cement Co.	Sukuk	22,170,280	(6,037,500)	16,132,780	5%	5%
Dewan Cement Ltd.	TFC	40,000,000	(40,000,000)	-	-	-
New Allied E.Ind.Ltd.	TFC	17,874,817	(17,874,817)	-	-	-
Azgard Nine Limited	TFC	30,013,323	(30,013,323)	-	-	-
AgriTech Limited	TFC	9,570,628	(9,570,628)	-	-	-
AgriTech Limited	TFC	31,429,108	(31,429,108)	-	-	-
New Allied E.Ind.Ltd.	Sukuk	20,127,668	(20,127,668)	-	-	-