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FUND'S INFORMATION

Management Company:	Alfalah GHP Investment Management Limited 8-B,8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Board of Directors of the Management Company:	<ul style="list-style-type: none">- Ms. Maheen Rahman- Syed Ali Sultan- Mr. David Burlison- Mr. Hanspeter Beier- Mr. Amin Dawood Saleh- Mr. Muhammad Asif Saad- Mr. Abid Naqvi
CFO & Company Secretary Of the Management Company:	- Syed Muhammad Zeeshan
Audit Committee:	<ul style="list-style-type: none">- Syed Ali Sultan- Mr. Abid Naqvi- Mr. Amin Dawood Saleh
Trustee:	Central Depository Company of Pakistan Limited CDC House, 99-B, Block 'B', SMCHS, Main Shara-e-Faisal, Karachi.
Fund Manager:	- Mr. Muddasir Ahmed Shiekh
Bankers to the Fund:	Bank Alfalah Limited Faysal Bank Limited
Auditors:	Ernst & Young Ford Rhodes Sidat Hyder Chartered Accountants Progressive Plaza, Beaumont Road P.O. Box 15541, Karachi.
Legal Advisor:	Bawaney & Partners Room No. 404, 4th Floor Beaumont Plaza, 6-cl-10 Beaumont Road, Civil Lines Karachi.
Registrar:	Alfalah GHP Investment Management Limited 8-B,8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Rating:	2 Star / 1 Star Long term / Short term by PACRA

MISSION STATEMENT

Alfalah GHP Alpha Fund aims to provide its unit holders with stock market linked returns over a period of time through investments in various value, growth and dividend paying stocks.

VISION STATEMENT

Alfalah GHP Alpha Fund aims to establish itself as the investment vehicle of choice for investors who seek to achieve stock market based returns over the medium to long term through exposure to a basket of value, growth and dividend paying stocks.

DIRECTORS' REPORT

For the nine month period ended 31 March, 2014

To our valued Unit Holders,

On behalf of the Board of Directors, I am pleased to present the Financial Statements of Alfalah GHP Alpha Fund (AGAF), for the nine months ended 31 March, 2014. The Financial Statements of the Schemes prepared by the Management Company present true and fair view of the state of affairs of the Schemes and results of their operations, cash flows and movement in unit holders' funds.

Economic Review

Economic indicators have begun to signal the beginnings of a turnaround in economic activity.

Overall growth in Large Scale Manufacturing (LSM) at 6.05% for the 7 month period Jul '13 - Jan '14 was driven mainly by exceptionally strong growth in Food, Beverage, and Tobacco sector, and the Fertilizer sector, which benefitted from increased supply of gas during the period. FY14 LSM growth will remain steady at 5% and resultantly, this improvement should deliver a higher GDP growth of over 4.5% as compared to the IMF's original target of 2.5%.

Inflation remained in check during 3QFY14 with the monthly CPI number down to 8.5% in March 2014. Core inflation further dipped in March to 7.6%, and Cumulative 9MFY14 CPI numbers now stand at 8.6%. Thus, the real interest rate stands at approximately 1.4%.

Current account for the month of Feb '14 posted a surplus of USD 164 million, taking the 8MFY14 current account deficit to USD 2 billion compared to USD 0.8 billion during the same period last year. Recently released data for Trade deficit (-5%MoM) and Remittances (+11%MoM) suggest further surplus in Mar'14.

Meanwhile, the PKR has shown appreciation against the USD during the period, and is expected to gain further strength going forward as USD inflows have picked up and further inflows are expected on account of Pakistan Development Fund, auction of 3G/4G licenses, Eurobond issue, Coalition Support Fund, and positive response from multilateral donor agencies.

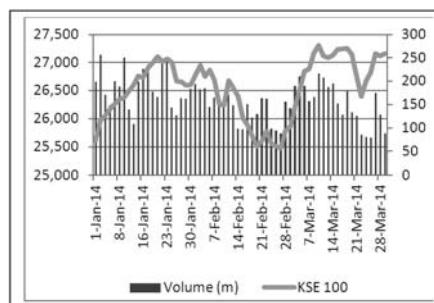
With no immediate risk to inflation, controlled parity, rising reserves, and manageable balance of payments as expected inflows are likely to finance the decline in exports, the SBP may get room to cut interest rates in CY14.

The pace of this recovery and its sustainability hinges on the governments continued ability to raise external financing to fund the budget deficit, given that tax revenues have fallen short of targets over this period. Positive efforts have been seen in this regard; should this sustain, domestic economic environment can be expected to improve with resultant positive benefits on capital markets.

Capital Markets Review

EQUITIES REVIEW

Despite a bearish spell from end-Jan to end-Feb which saw the KSE-100 dip 6%, the market recorded another appreciable performance in 3QFY14 as a 5.3% increase in March took the KSE-100's net return to 7.5% for the period taking the 9MFY14 gain to 29.3%. The February market decline was mostly driven by foreign selling, as foreign investors booked gains which accrued to them due to the



sharp appreciation in the PKR. Overall, the quarter closed positive due to improving macro situation and news of Pakistan's increased weightage in MSCI FM index.

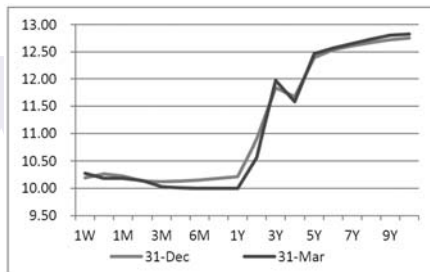
The 6.97% appreciation in the value of the PKR, while a boon for import dependent sectors, has proved a bane for exporting sectors, thus valuations for the Textile sector have been revised downwards, while Autos and Pharmaceutical companies have had their earnings forecasts revised upwards.

With the interest rate outlook having stabilized went, there are increasing expectations of a cut in the benchmark discount rate in the next Monetary Policy Statement due to be announced in May 2014. If this happens, it could provide a further boost to the equity markets.

MONEY MARKET REVIEW

SBP having tightened the monetary policy in 1HFY14 due to inflationary pressures and external side issues opted to maintain the discount rate steady at 10% in anticipation of improvement in macroeconomic indicators and a better foreign exchange reserve position.

Thereon, lower than expected inflation numbers, improving exchange rate, and a generally improving macro-economic picture has led to a stable outlook on interest rates for the remaining part of the current fiscal year.

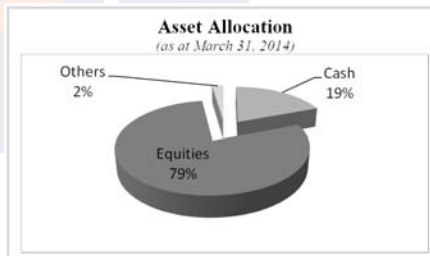


Fund Operations and Performance

Alfalah GHP Alpha Fund

During 3QFY14, Alfalah GHP Alpha Fund (AGAF) generated a return of 5.49% versus the benchmark return of 7.52%, taking the return for 9MFY14 to 19.96%.

The portfolio restructuring exercise undertaken in Oct-Nov '13 had focused the portfolio into liquid blue chips, however, recent market rally has been driven mainly by smaller cap illiquid scrips.



Consequently, the fund trimmed exposures in sectors where valuations appear stretched, and going forward will be building up exposure in sectors with better prospects going forward, i.e., Banks, Autos, and Pharmaceuticals.

The Pakistan Credit Rating Agency (PACRA) has maintained the Fund's performance rating of '2 Star/ 1 Star' Long Term / Short Term.

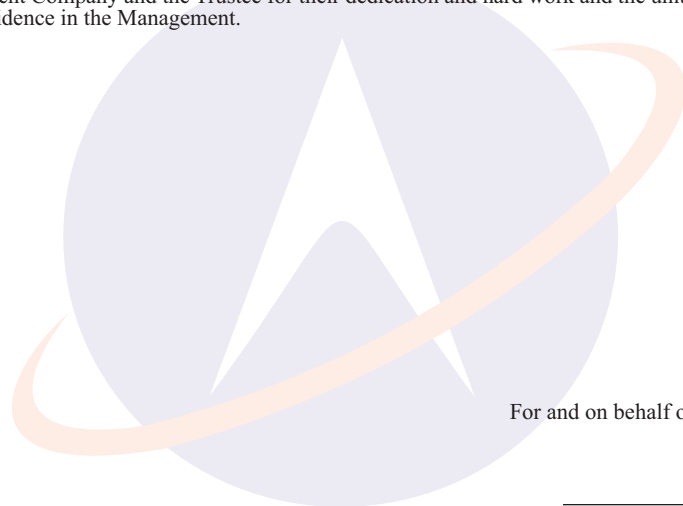
Key Financial Data

Rs. In million

Description	Nine month period ended 31 March 2014	Nine month period ended 31 March 2013
Net Assets at end of the period	201.92	115.04
Gross income earned	31.85	32.58
Net comprehensive income	40.59	25.26
Net Assets Value per Unit (Rs.)	68.16	59.64
Issuance of units during the period	97.27	18.29
Redemption of units during the period	29.90	20.94

Acknowledgement

The Directors express their gratitude to the Securities and Exchange Commission of Pakistan for its valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company and the Trustee for their dedication and hard work and the unit holders for their confidence in the Management.



For and on behalf of the Board

Date April 24, 2014

Maheen Rahman
Chief Executive

**CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2014**

	<i>Note</i>	March 31, 2014 (Un-audited)	June 30, 2013 (Audited)
		----- (Rupees) -----	
Assets			
Bank balances	5	39,916,030	7,442,997
Investments	6	162,662,515	108,913,855
Deferred formation cost		-	59,316
Security deposits		2,700,000	2,700,000
Receivable against sale of shares		-	16,238,692
Prepayments and other receivables		2,087,683	78,714
Total assets		207,366,228	135,433,574
Liabilities			
Payable to the Management Company	7	963,790	727,527
Remuneration payable to the Trustee		59,580	62,834
Annual fee payable to the Securities and Exchange Commission of Pakistan		96,206	122,661
Payable on redemption to unit holders		-	
Accrued and other liabilities	8	4,328,569	24,479,087
Total liabilities		5,448,144	25,392,109
Contingencies and commitments	9	-	-
Net assets		201,918,084	110,041,465
Unit holders' fund		201,918,084	110,041,465
		(Number of units)	
Number of units in issue		2,962,400	1,936,758
		(Rupees)	
Net asset value per unit		68.1603	56.8174

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

**For Alfalah GHP Investment Management Limited
(Management Company)**

Chief Executive

Director

**CONDENSED INTERIM INCOME STATEMENT
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2014 (UN-AUDITED)**

	Nine Months ended		Quarter ended	
	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
	----- (Rupees) -----		----- (Rupees) -----	
Income				
Interest income on bank and other deposits	912,110	1,419,960	442,570	150,666
Dividend income from equity securities	5,287,167	5,223,005	2,652,108	1,339,633
Net gain / (loss) on sale of investments classified as 'at fair value through profit or loss - held-for-trading'	12,712,461	20,307,601	5,371,069	9,935,768
Net unrealised appreciation in fair value of investments classified as 'at fair value through profit or loss - held-for-trading'	12,943,449	5,631,986	3,151,119	1,085,706
Total income	31,855,187	32,582,552	11,616,866	12,511,773
Expenses				
Remuneration of the Management Company	2,235,024	2,315,927	816,926	832,255
Sales tax on management fee	414,649	370,550	151,617	133,161
Federal excise duty on management fee	356,703	-	130,706	-
Remuneration of the Trustee	525,499	525,480	172,618	172,603
Annual fee to the Securities and Exchange Commission of Pakistan	95,630	92,419	38,897	29,449
Amortisation of deferred formation cost	59,316	225,708	-	74,138
Bank and settlement charges	5,726	9,224	2,881	3,063
Legal and professional charges	-	67,562	-	22,192
Auditors' remuneration	345,282	477,550	113,401	110,198
Brokerage expense, federal excise duty and CVT	1,961,045	1,613,669	351,858	549,867
Clearing charges	179,719	161,319	52,119	53,430
CDS transaction fee	36,004	26,511	6,043	8,380
Annual rating fee	103,253	103,219	33,929	33,904
Annual listing fee	22,498	22,523	7,380	7,400
Printing charges	181,694	101,723	76,590	25,023
Provision for Workers' Welfare Fund	8,28,458	5,15,593	4,97,480	1,42,466
Total expenses	7,350,501	6,628,977	2,452,446	2,197,529
Net income from operating activities	24,504,686	25,953,575	9,164,420	10,314,244
Element of income and capital gains included in prices of units sold less those in units redeemed - net	16,089,826	(689,506)	15,212,181	(3,333,422)
Net income for the period before taxation	40,594,512	25,264,069	24,376,601	6,980,822
Taxation	-	-	-	-
Net income for the period after taxation	40,594,512	25,264,069	24,376,601	6,980,822

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

**For Alfalah GHP Investment Management Limited
(Management Company)**

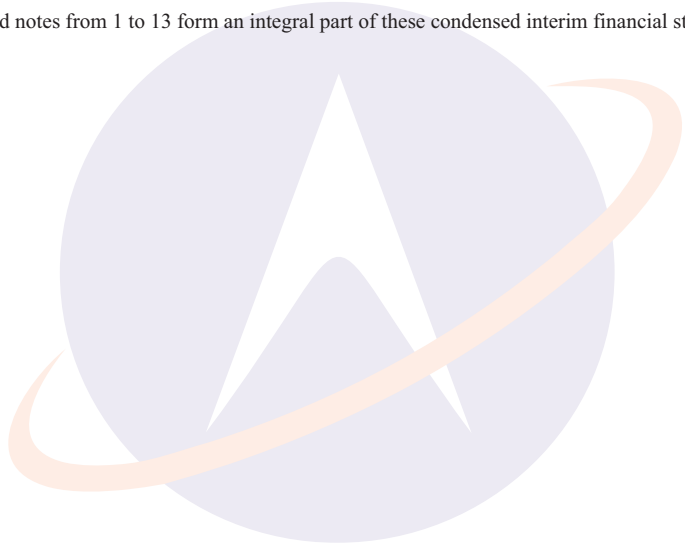
Chief Executive

Director

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2014 (UN-AUDITED)**

	Nine Months ended		Quarter ended	
	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
	------(Rupees)-----		------(Rupees)-----	
Net income for the period	40,594,512	25,264,069	24,376,601	6,980,822
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>40,594,512</u>	<u>25,264,069</u>	<u>24,376,601</u>	<u>6,980,822</u>

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.



**For Alfalah GHP Investment Management Limited
(Management Company)**

Chief Executive

Director

**CONDENSED INTERIM DISTRIBUTION STATEMENT
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2014 (UN-AUDITED)**

	Nine Months ended		Quarter ended	
	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
	------(Rupees)-----		------(Rupees)-----	
Undistributed income brought forward				
Realised gains	20,425,000	16,121,112	19,630,581	7,057,867
Unrealised (losses) / gains	(7,220,000)	(7,144,052)	9,792,330	4,546,280
	13,205,000	8,977,060	29,422,911	11,604,147
 Total comprehensive income for the period	 40,594,512	 25,264,069	 24,376,601	 6,980,822
 Interim distribution of bonus Nil units for every 100 units held (2013: 43,942 units approved on December 29, 2012)	 -	 (2,429,119)	 -	 -
 Interim distribution of cash dividend Rs.Nil per unit held (2013: Rs.7 per unit held, approved on December 29, 2012)	 -	 (13,227,041)	 -	 -
	 -	 (15,656,160)	 -	 -
Undistributed income carried forward	53,799,512	18,584,969	53,799,512	18,584,969
Undistributed income carried forward at period end				
Realised gains	40,856,063	12,952,983	50,648,393	17,499,263
Unrealised gains	12,943,449	5,631,986	3,151,119	1,085,706
	53,799,512	18,584,969	53,799,512	18,584,969

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

**For Alfalah GHP Investment Management Limited
(Management Company)**

Chief Executive

Director

**CONDENSED INTERIM STATEMENT OF MOVEMENT
IN UNIT HOLDERS' FUND
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2014 (UN-AUDITED)**

	Nine Months ended		Quarter ended	
	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
	------(Rupees)-----		------(Rupees)-----	
Net assets at the beginning of the period	110,041,465	104,939,795	130,088,259	125,632,612
Amount realised / unrealised on issuance of 1,480,500 units (March 31, 2013: 317,550 units) and 1,378,235 units (March 31, 2013: 98 units) for the nine months and quarter ended respectively	97,272,307	18,289,527	84,115,716	9,000
Issuance of Nil bonus units in respect of final and interim distributions (March 31, 2013: 43,942 units)	-	2,429,119	-	-
Amount paid / payable on redemption of 454,858 units (March 31, 2013: 352,141 units) and 320,264 units (March 31, 2013: 352,141 Nil units) for the nine months and quarter ended respectively	(29,900,374)	(20,941,435)	(21,450,311)	(20,941,435)
	177,413,398	104,717,006	192,753,664	104,700,177
Element of income and capital gains included in prices of units sold less those in units redeemed - net	(16,089,826)	689,506	(15,212,181)	3,333,422
Total comprehensive income before capital gain - realised and unrealised	14,938,602	(675,518)	15,854,413	(4,040,652)
Net gain / (loss) on sale of investments classified as 'at fair value through profit or loss - held-for-trading'	12,712,461	20,307,601	5,371,069	9,935,768
Net unrealised appreciation in fair value of investments classified as 'at fair value through profit or loss - held-for-trading'	12,943,449	5,631,986	3,151,119	1,085,706
Total comprehensive income for the period	40,594,512	25,264,069	24,376,601	6,980,822
Distributions made during the period				
Cash distribution of dividend	-	(13,227,041)	-	-
Interim distribution of bonus units	-	(2,429,119)	-	-
	-	(15,656,160)	-	-
Net assets at the end of the period	201,918,084	115,014,421	201,918,084	115,014,421

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

**For Alfalah GHP Investment Management Limited
(Management Company)**

Chief Executive

Director

**CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2014 (UN-AUDITED)**

	Nine Months ended		Quarter ended	
	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
	----- (Rupees) -----		----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income for the period before taxation	40,594,512	25,264,069	24,376,601	6,980,822
Adjustments for:				
Dividend income from equity securities	(5,287,167)	(5,223,005)	(2,652,108)	(1,339,633)
Interest income on bank and other deposits	(912,110)	(1,419,960)	(442,570)	(150,666)
Provision for workers' welfare fund	828,458	515,593	497,480	142,466
Net (gain) / loss on sale of investments classified as 'at fair value through profit or loss - held-for-trading'	(12,712,461)	(20,307,601)	(5,371,069)	(9,935,768)
Net unrealised appreciation in fair value of investments classified as 'at fair value through profit or loss - held-for-trading'	(12,943,449)	(5,631,986)	(3,151,119)	(1,085,706)
Element of income and capital gains included in prices of units sold less those in units redeemed - net	(16,089,826)	689,506	(15,212,181)	3,333,422
Amortisation of deferred formation cost	59,316	225,708	-	74,138
	(6,462,727)	(5,887,676)	(1,954,966)	(1,980,925)
Decrease / (increase) in assets				
Investments - net	(28,092,750)	5,170,467	(30,698,181)	19,087,895
Receivable against sale of shares and other	16,238,692	-	173,849	4,397,450
Prepayments and other receivable	(2,008,969)	(7,112)	(1,919,796)	7,765
	(13,863,027)	5,163,355	(32,444,128)	23,493,110
(Decrease) / increase in liabilities				
Payable against purchase of investments	-	(5,734,068)	-	-
Payable to the Management Company	236,263	41,100	392,170	125,276
Remuneration payable to the Trustee	(3,254)	1,111	123	(1,303)
Annual fee payable to the Securities and Exchange Commission of Pakistan	(26,455)	(17,112)	38,897	28,496
Accrued and other liabilities	(20,978,977)	(137,120)	328,685	(190,184)
	(20,772,423)	(5,846,089)	759,875	(37,715)
Net cash used in operating activities	(41,098,177)	(6,570,410)	(33,639,219)	21,474,470
CASH FLOWS FROM FINANCING ACTIVITIES				
Dividend and profit received	6,199,277	6,093,144	3,094,678	896,115
Amount received on issuance of units	97,272,307	(2,652,321)	84,115,717	9,000
Payment against redemption of units	(29,900,374)	-	(29,900,374)	(20,941,435)
Cash dividend paid	-	(13,227,041)	8,450,062	-
Net cash generated from / (used in) financing activities	73,571,210	(9,786,218)	65,760,083	(20,036,320)
Net increase / (decrease) in cash and cash equivalents during the period	32,473,033	(16,356,628)	32,120,864	1,438,150
Cash and cash equivalents at beginning of the period	7,442,997	20,391,510	7,795,166	2,596,732
Cash and cash equivalents at end of the period	5 39,916,030	4,034,882	39,916,030	4,034,882

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

**For Alfalah GHP Investment Management Limited
(Management Company)**

Chief Executive

Director

**CONDENSED INTERIM NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2014 (UN-AUDITED)**

1. LEGAL STATUS AND NATURE OF BUSINESS

Alfalah GHP Alpha Fund is an open-end collective investment scheme (the Fund) established through a Trust Deed under the Trust Act, 1882, executed between Alfalah GHP Investment Management Limited, (the Management Company) and Central Depository Company of Pakistan Limited, (the Trustee). The Trust Deed was executed on December 27, 2007 and was approved by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the NBFC (Establishment and Regulation) Rules 2003 (NBFC Rules), on February 29, 2008.

The Management Company of the Fund has been licensed by SECP to act as an Asset Management Company under NBFC Rules. The principal office of the Management Company is situated at 8-B 8th Floor, Executive tower, Dolmen city, Block 4, Clifton, Karachi.

Alfalah GHP Alpha Fund is listed on the Karachi Stock Exchange Limited (KSE). The units of the Fund are offered to public on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund offers two types of Units Growth and Income. Growth Unit Holders are entitled to bonus units and Income Unit Holders are entitled to cash dividend at the time of distribution by Fund.

Alfalah GHP Alpha Fund is an open-end equity fund. The primary investment objective of the Fund is long-term capital appreciation from a portfolio that is substantially constituted of equity and equity related securities.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned 2 Star / 1 Star Long term / Short term rating to the Fund.

The 'Title' to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2. BASIS OF PRESENTATION

The condensed interim financial statements have been prepared in accordance with the requirements of International Accounting Standard 34: 'Interim Financial Reporting', the Trust Deed, the NBFC Rules, Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) and directives issued by SECP. In case where requirements differ, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Fund for the year ended June 30, 2013.

1. ACCOUNTING POLICIES AND ESTIMATES

The accounting policies, basis of accounting estimates applied and methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2013

4. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2013.

5. BANK BALANCES

	<i>Note</i>	March 31, 2014 (Un-audited)	June 30, 2013 (Audited)
		----- (Rupees) -----	
Bank balances - local currency	5.1	<u>39,916,030</u>	<u>7,442,997</u>

- 5.1 The deposit accounts with the banks carry profit at rates ranging from 6% to 9% per annum (June 30, 2013: 8% to 11% per annum) and include balance of Rs.7.787 million (June 30, 2013: Rs.7.435 million) with Bank Alfalah Limited, a related party.

March 31, June 30,
2014 2013
(Un-audited) (Audited)
------(Rupees)-----

Note

6. INVESTMENTS

Financial assets classified as 'at fair value through profit or loss' - held-for-trading

Equity securities - quoted 6.1 162,662,515 108,913,855

6.1 In quoted equity securities - 'Held for trading'

Name of security	As at July 01, 2013	Purchases / bonus shares received during the period	Sold during the period	As at March 31, 2014	Carrying value as at March 31, 2014	Market value as at March 31, 2014	Net assets on the basis of market value	Investment on the basis of market value	Investee company paidup capital
	(Shares)				(Rupees)		(%)		
Chemicals									
Arif Habib Corporation Limited	400,000	200,000	600,000	-	-	-	-	-	-
Engro Corporation Limited	71,200	267,600	280,200	58,600	10,434,505	10,927,142	5.41%	6.72%	0.214%
Engro Fertilizer Limited	-	5,860	-	5,860	338,708	349,842	0.17%	0.22%	0.003%
Fatima Fertilizer Company Limited	-	840,000	840,000	-	-	-	-	-	-
Fauji Fertilizer Bin Qasim Limited	-	283,000	283,000	-	-	-	-	-	-
Lotte Pakistan Limited	-	300,000	300,000	-	-	-	-	-	-
					1,077,3213	11,276,984	5.58%	6.93%	0.22%
Banks									
Askari Bank Limited	600,061	560,000	600,061	560,000	9,381,165	9,716,000	4.81%	5.97%	0.077%
Bank AL- Habib Limited	-	270,000	-	270,000	11,524,000	11,021,670	5.46%	6.78%	0.099%
Bank Alfalah Limited	500,000	340,000	500,000	340,000	9,584,980	9,084,800	4.50%	5.59%	0.067%
BankIslami Pakistan Limited	200,000	400,000	600,000	-	-	-	-	-	-
Habib Bank Limited	-	37,000	-	37,000	6,789,205	7,094,417	3.51%	4.36%	0.048%
MCB Bank Limited	-	60,000	60,000	-	-	-	-	-	-
National Bank of Pakistan	191,300	465,000	656,300	-	-	-	-	-	-
Soneri Bank Limited	236,300	-	236,300	-	-	-	-	-	-
The Bank of Punjab	-	1,300,000	1,300,000	-	-	-	-	-	-
United Bank Limited	-	100,600	22,500	78,100	10,442,016	12,638,923	6.26%	7.77%	0.103%
					47,721,366	49,555,810	24.54%	30.47%	0.40%
Construction and Materials									
D.G.Khan Cement Company Limited	48,953	420,500	459,500	9,953	784,235	915,875	0.45%	0.56%	0.021%
Kohat Cement Company Limited	-	127,000	30,000	97,000	9,976,332	11,350,940	5.62%	6.98%	0.735%
Lucky Cement Limited	50,000	58,300	74,800	33,500	9,132,913	10,617,825	5.26%	6.53%	0.328%
Maple Leaf Cement Factory Limited	100,000	1,422,000	1,200,000	322,000	9,359,210	9,476,460	4.69%	5.83%	0.180%
					29,252,690	32,361,100	16.03%	19.89%	1.26%
Oil and gas									
Pakistan Petroleum Limited	23,375	97,700	76,875	44,200	9,310,442	9,890,192	4.90%	6.08%	0.050%
Pakistan State Oil Company Limited	40,000	24,900	37,100	27,800	7,621,748	11,862,538	5.87%	7.29%	0.480%
Oil & Gas Development Company Limited	44,600	51,000	53,500	42,100	10,208,138	10,151,573	5.03%	6.24%	0.024%
Pakistan Oilfields Limited	-	41,400	22,400	19,000	9,229,660	10,339,420	5.12%	6.36%	0.437%
					36,369,988	42,243,723	20.92%	25.97%	0.99%
Non-Life Insurance									
Adamjee Insurance Company Limited	-	502,932	363,500	139,432	4,596,665	6,544,938	3.24%	4.02%	0.187%
					4,596,665	6,544,938	3.24%	4.02%	0.19%
Automobile and Parts									
Pak suzuki Motor Company Limited	-	30,000	-	30,000	5,970,000	6,129,300	3.04%	3.77%	0.745%
					5,970,000	6,129,300	-	-	-
Personal Goods									
Amtex Limited	760,358	-	760,358	-	-	-	-	-	-
Artistic Denium Ltd	-	34,500	-	34,500	3,195,870	2,732,400	1.35%	1.68%	0.325%
Gul Ahmed textile Mills Limited	-	65,500	29,500	36,000	2,114,626	1,794,960	0.89%	1.10%	0.098%
Nishat (Chunian) Limited	-	167,000	167,000	-	-	-	0.00%	0.00%	0.000%
Nishat Mills Limited	-	931,600	845,600	86,000	9,391,387	10,023,300	4.96%	6.16%	0.285%
					14,701,883	14,550,660	7.21%	8.95%	0.71%
Total					<u>149,385,805</u>	<u>162,662,515</u>			

6.1.2 Following shares were pledged with National Clearing of Pakistan Limited (NCCPL) as collateral against margin:

	March 31, 2014 (Un-audited)	June 30, 2013 (Audited)
	----- (Number of Shares) -----	
The Hub Power Company Limited	-	-
Pakistan Petroleum Limited	10,000	15,000
Oil & Gas Development Company Limited	25,000	25,000
Pakistan State Oil Company Limited	20,000	20,000
	<u>55,000</u>	<u>60,000</u>

6.2 Net unrealised appreciation fair value of investments classified as 'at fair value through profit or loss'

	March 31, 2014 (Un-audited)	June 30, 2013 (Audited)
	----- (Rupees in '000) -----	
Market value of investments	162,662,515	108,913,856
Less: Cost of investments	149,385,805	(102,332,725)
Unrealised appreciation / (diminution) in the value of investments	13,276,710	6,581,131
Net unrealised appreciation / (diminution) in the value of investments at the beginning of the period / year	(6,581,131)	7,710,232
Realized on disposal during the period / year	6,247,870	7,074,105
	(333,260)	14,784,337
Net unrealised appreciation / (diminution) in the value of investments at the end of the period / year	<u>12,943,449</u>	<u>21,365,468</u>

7. PAYABLE TO THE MANAGEMENT COMPANY

	March 31, 2014 (Un-audited)	June 30, 2013 (Audited)
	----- (Rupees in '000) -----	
Remuneration payable to the Management Company	401,134	554,591
Sales tax payable on management fee	133,358	100,340
Federal excise duty payable on management fee	429,249	72,546
Other payable	50	50
	<u>963,790</u>	<u>727,527</u>

7.1 As per the requirements of the Finance Act 2013, Federal Excise Duty (FED) at the rate of 16% on the services of the Management Company has been applied effective June 13, 2013. The Management Company is of the view that since the remuneration is already subject to provincial sales tax, further levy of FED results in double taxation, which does not appear to be the spirit of the law. The matter has been collectively taken up by the Management Company jointly with other Asset Management Companies and Central Depository Company of Pakistan Limited on behalf of schemes through a Constitutional Petition filed in the Honourable Sindh High Court (SHC) during September 2013 which is pending adjudication. However, the SHC has issued a stay order against the recovery of FED. In view of the pending decision, as a matter of abundant caution, the remuneration of the Management Company charged to the Fund during the period includes the imposed FED.

8. ACCRUED AND OTHER LIABILITIES

Auditors' remuneration	421,355	409,999
Brokerage expense, federal excise duty and capital value tax payable	158,037	405,551
Clearing charges payable	45,847	19,318
Printing charges payable	100,119	-
Withholding tax payable	48	5,961
Distribution payable	-	20,815,556
Rating fee payable	89,502	137,499
Provision for Workers' Welfare Fund	3,513,661	2,685,203
	<u>4,328,569</u>	<u>24,479,087</u>

8.1 Provision for 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 Honourable High Court of Sindh (SHC), challenging the applicability of WWF to the CISs, which is pending adjudication.

In August 2011, the Lahore High Court (LHC) issued a judgment in response to a petition in a similar case whereby the amendments introduced in the Workers' Welfare Fund Ordinance, 1971 through Finance Acts 2006 and 2008 have been declared unconstitutional and therefore struck down. However, during March 2013, the larger bench of the Honourable High Court of Sindh issued a judgment in response to various petitions in similar cases whereby the amendments introduced in the Workers' Welfare Fund Ordinance, 1971 through Finance Acts, 2006 and 2008 respectively (Money Bills) have been declared constitutional and overruled the judgement passed by a single member Lahore High Court issued in August 2011.

MUFAP's legal counsel is of the view that the stay granted to mutual funds in respect of recovery of WWF remains intact and the constitutional petition filed by the mutual funds / Collective Investment Schemes to challenge the Workers' Welfare Fund contribution has not been affected by the Judgment passed by the larger bench of the Honourable High Court of Sindh.

In view of above stated facts and considering the uncertainty on the applicability of WWF to mutual funds, the Management Company, as a matter of abundant caution, has decided to continue to maintain the provision for WWF amounting to Rs.3.514 million up to March 31, 2014.

9. CONTINGENCY

There are no contingencies and commitments as at March 31, 2014.

10. TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties include Alfalah GHP Investment Management Limited being the Management Company, GHP Arbitrium AG, Bank Alfalah Limited and MAB Investment Incorporated being associated companies of Management Company, directors and key management personnel of Alfalah GHP Investment Management Limited and Central Depository Company of Pakistan Limited (CDC) being the trustee of the Fund, and other associated companies and connected persons. The transactions with connected persons are in the normal course of business and at contractual rates. Remuneration payable to the Management Company and the Trustee is determined in accordance with the provisions of the NBFC Rules 2003, the NBFC Regulations 2008 and Trust Deed respectively.

Details of transactions and balances at period end with related parties / connected persons, other than those which have been disclosed elsewhere in these financial statements, are as follows:

10.1 Unit Holders' Fund
Nine months ended March 31, 2014 (Un-audited)

	As at July 01, 2013	Issued for cash	Bonus	Redeemed	As at March 31, 2014	As at July 01, 2013	Issued for cash	Bonus	Redeemed	NAV as at March 31, 2014
	Units					(Rupees)				
Associated companies / undertakings										
Bank Alfalah Limited - Employees Provident Fund	1,388,889	-	-	-	1,388,889	78,833,333	-	-	-	94,667,092
Bank Alfalah Limited - Employees Gratuity Fund	500,000	-	-	-	500,000	28,380,000	-	-	-	34,080,153

Nine months ended March 31, 2013 (Un-audited)

	As at July 01, 2012	Issued for cash	Bonus	Redeemed	As at March 31, 2013	As at July 01, 2012	Issued for cash	Bonus	Redeemed	NAV as at March 31, 2013
	Units					(Rupees)				
Associated companies / undertakings										
Bank Alfalah Limited - Employees Provident Fund	1,388,889	-	-	-	1,388,889	76,208,333	-	-	9,722,222	76,513,889
Bank Alfalah Limited - Employees Gratuity Fund	500,000	-	-	-	500,000	27,435,000	-	-	3,500,000	27,545,000

Quarter ended March 31, 2014 (Un-audited)

	As at January 01, 2014	Issued for cash	Bonus	Redeemed	As at March 31, 2014	As at January 01, 2014	Issued for cash	Bonus	Redeemed	NAV as at March 31, 2014
	Units					(Rupees)				
Associated companies / undertakings										
Bank Alfalah Limited - Employees Provident Fund	1,388,889	-	-	-	1,388,889	80,416,667	-	-	-	94,667,092
Bank Alfalah Limited - Employees Gratuity Fund	500,000	-	-	-	500,000	28,950,000	-	-	-	34,080,153

Quarter ended March 31, 2013 (Un-audited)

	As at January 01, 2013	Issued for cash	Bonus	Redeemed	As at March 31, 2013	As at January 01, 2013	Issued for cash	Bonus	Redeemed	NAV as at March 31, 2013
	Units					(Rupees)				
Associated companies / undertakings										
Bank Alfalah Limited - Employees Provident Fund	1,388,889	-	-	-	1,388,889	82,500,000	-	-	9,722,222	76,513,889
Bank Alfalah Limited - Employees Gratuity Fund	500,000	-	-	-	500,000	29,700,000	-	-	3,500,000	27,545,000

Nine months ended (Un-audited)

March 31, 2014	March 31, 2013
(Rupees)	(Rupees)

Quarter ended (Un-audited)

March 31, 2014	March 31, 2013
(Rupees)	(Rupees)

10.2 Other transactions
Connected persons
Alfalah GHP Investment Management Limited - Management Company

Remuneration of the Management Company	<u>2,235,024</u>	<u>2,315,927</u>	<u>816,926</u>	<u>832,255</u>
Sales tax on management fee	<u>414,649</u>	<u>370,550</u>	<u>151,617</u>	<u>133,161</u>
Federal excise duty on management fee	<u>356,703</u>	<u>-</u>	<u>130,706</u>	<u>-</u>

Other related parties
Central Depository Company of Pakistan Limited - (Trustee of the Fund)

Remuneration of the Trustee	<u>525,499</u>	<u>525,480</u>	<u>172,618</u>	<u>172,603</u>
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	(Un-audited) March 31, 2014	(Audited) June 30, 2013
	----- (Rupees) -----	
10.3 Other balances		
<i>Connected persons</i>		
Alfalah GHP Investment Management Limited - Management Company		
Remuneration payable to the Management Company	<u>401,134</u>	<u>554,591</u>
Sales tax payable on management fee	<u>133,358</u>	<u>100,340</u>
Federal excise duty payable on management fee	<u>429,249</u>	<u>72,546</u>
Sales load payable	<u>-</u>	<u>-</u>
<i>Other related parties</i>		
Central Depository Company of Pakistan Limited - (Trustee of the Fund)		
Remuneration payable to the Trustee	<u>59,580</u>	<u>62,834</u>
Security deposit	<u>200,000</u>	<u>200,000</u>

11. TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains whether realized or unrealized is distributed amongst the unit holders. The Management Company intends to distribute not less than 90% of its annual accounting income, if any, to comply with the above clause at year end. Accordingly, no tax provision has been made in these condensed interim financial statements for the nine months ended March 31, 2014.

12. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on 24th April, 2014 by the Board of Directors of the Management Company.

13. GENERAL

Figures are rounded off to the nearest rupee.

**For Alfalah GHP Investment Management Limited
(Management Company)**

Chief Executive

Director