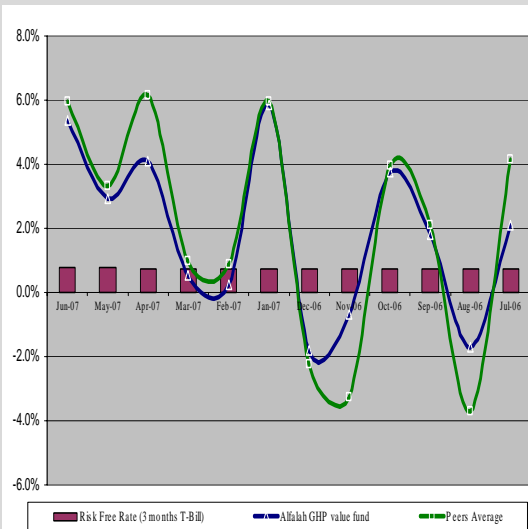


ALFALAH GHP VALUE FUND (AGVF)

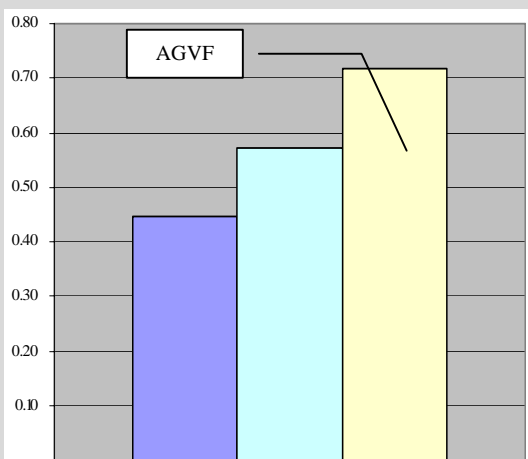
MUTUAL FUND RATING (MARCH 2008)

NORMAL:	★★★★★ (5-star)
LONG TERM:	Not applicable
FUND:	Alfalah GHP Value Fund
FUND CATEGORY:	Asset Allocation Fund
FUND TYPE:	Open-end
LAUNCH DATE:	October 2005
ASSET MANAGER:	Alfalah GHP Investment Management Limited
ASSET MANAGER RATING:	AM3 (by PACRA)
TRUSTEE:	Central Depository Company

ABSOLUTE RETURN – MONTHLY



SHARPE RATIO (FY-07)



RATING

The star ratings measure the performance of the funds not only on the returns given by these funds over the period of analysis but also the risk – measured by variability in return over monthly periods. The rating of a fund is comparable only to ratings of other funds in the same category. An asset allocation fund means a fund that can invest in any class of asset in any proportion according to criteria set in its offering document.

PACRA assigns two types of star ratings, differentiated on the basis of period of review; (i) normal star ratings based on performance during the trailing 12 months, and (ii) long-term star ratings based on performance during the trailing 36 months period.

As AGVF has operational history of less than three years at end-Jun07, the Fund, being not eligible for long-term star rating, is assigned normal star rating only. Accordingly, a 5-star rating (normal) has been assigned to AGVF based on the performance during FY07.

ASSET MANAGER

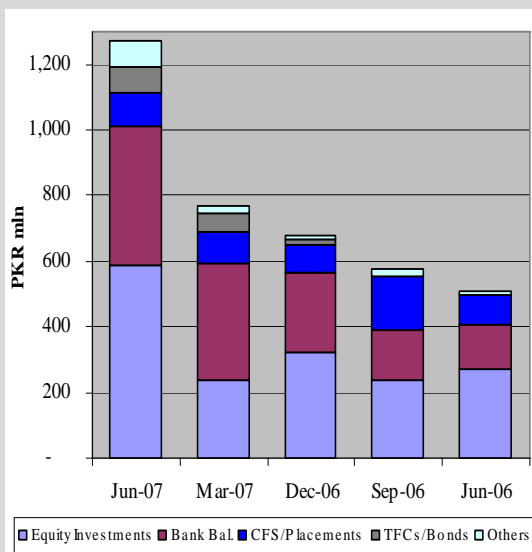
Alfalah GHP Investment Management Limited (AGIM), with Bank Alfalah Limited (BAL) (40%) as one of the main sponsors, was incorporated on October 18, 2004 as a public limited company and commenced operations in March 2005. BAL is the fifth largest bank in the country in terms of total assets (PKR 329bln at end-07). The Bank is sponsored by Abu Dhabi Group (AGD), comprising prominent members of the ruling family and leading businessmen of UAE. The group also has a major stake in UBL, the third largest Bank in Pakistan. In addition to financial sector, the group also has interest in telecommunication industry of the country.

During the year, the share capital of AGIM increased from PKR 60mln to PKR 325mln, with MAB Investments Corporation Inc. inducted as one of the other major shareholders of the company. MAB investments is the private investment holding company of H.H. Sheikh Nahayan Mabarak Al Nahayan, the Chairman of the ADG. AGIM has a technical agreement and equity partnership with GHP Financial Services.

The Chief Executive of AGIM, Mr. Abdul Aziz Anis, is a Chartered Financial Analyst with extensive exposure to the capital market. In the wake of high staff turnover in the fund management department during the year, the company does not have a Chief Investment Officer at present. The function is currently being supervised by the CEO and the Investment Committee directly.

AGIM has an asset manager rating of 'AM3', which reflects the company's strong capacity to manage the risks inherent in asset management. With the launch of Alfalah GHP Income Multiplier Fund in June 07 and Alfalah GHP Islamic fund in August 07, AGIM is managing three open-end funds (total assets under management at end-Mar08 are around PKR 5.5bln).

ASSET ALLOCATION



TOP 10 HOLDINGS (30-JUNE-07)

Entity	Holding as a %age of total portfolio
Packages Limited	13.6%
Engro Chemicals Pakistan Limited	10.1%
Pakistan Reinsurance Company Limited	7.7%
Oil and Gas Development Company Limited	7.5%
ICI Pakistan Limited	6.9%
Indus Motor Company Limited	6.3%
Fauji Fertilizer Company Limited	6.3%
Hub Power Company Limited	5.4%
MyBank Limited	3.2%
Allied Bank Limited	2.4%
Others	30.6%
	100.0%

Total Equity Portfolio (PKR mln) 586
Equity Portfolio / Total Assets 46.0%

UNIT HOLDING PATTERN (30-JUN-07)

Category	%
Individuals	4.4%
Corporates	4.1%
Financial Institutions	52.4%
Associates	18.6%
Pension funds/ Trusts	18.5%
Others	2.0%
	100.0%

ANALYST

Usman Khizer
 +92 42 5869504
 ukhizer@pacra.com

PERFORMANCE

The Fund derives its returns from the relative share of different asset classes it invests in, mainly equity securities and money market instruments.

During FY07, the major portion of revenue was derived from capital gains (realized and unrealized) and dividend income. The proportion of unrealized gains in the total income increased substantially during the year (FY07: 34%), mainly due to significant appreciation in the value of quality portfolio held by the Fund. The funds not invested in stock market were mainly placed in deposits with financial institutions. Due to reduction in rates offered on CFS financing, the proportionate size of funds deployed in this avenue registered a declining trend.

While the average monthly return during FY07 was relatively lower, the Fund exhibited a greater stability in returns compared to its peers, reflected by the highest Sharpe ratio. Meanwhile, the Fund size also maintained a modest growth trend during the year.

INVESTMENT OBJECTIVE AND METHODOLOGY

AGVF is a broad based asset allocation fund, investing in a combination of equity, fixed income, and money market securities. The primary objective of the Fund is to diversify Fund risk and to optimize returns through pro-active allocation of funds across different asset classes. The Fund can invest upto 80% of its NAV in equities or debt/money market securities with per company and per sector limitations as prescribed in NBFC Rules. Out of the total investment, minimum 50% of assets shall remain invested in the listed securities.

The IC is responsible for making investment decisions. The composition of Investment Committee (IC) was changed slightly during the year, as Chief Financial Officer and Head of Corporate Marketing is now a member of the committee, with the remaining members continuing to be the CEO and Fund manager. The relevant research analyst is also invited to the IC as a non-voting member. While the broad asset allocation is decided on monthly basis, the major investment/divestment decisions are made in the weekly IC meeting held in Friday afternoon. The IC also meets shortly on daily basis in the morning to review recent developments, and to analyze their impact on the Fund's investment portfolio or performance.

RATING SCALE

- ☆☆☆☆☆ Superior Performance
- ☆☆☆☆ Good Performance
- ☆☆☆ Average Performance
- ☆☆ Weak Performance
- ☆ Poor Performance