

FAYSAL ASSET MANAGEMENT LIMITED

COMMITTED TO SETTING NEW STANDARDS IN INVESTMENT MANAGEMENT

CEO CORNER
Salman Haider Sheikh, CEO
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Fund Manager Report

Dear Investors,

I am proud to inform you that the funds under management at Faysal Asset Management Limited have continued their performance for the Jan-March quarter as evident from the strong dividend payout in both Faysal Income & Growth Fund (FIGF) and Faysal Savings Growth Fund (FSGF).

The Board of Directors of Faysal Asset Management Limited (FAML) announced an interim cash/bonus dividend for quarter ended March 31, 2009 of Rs. 4.00/- per unit (4% of the par value of Rs. 100/-) for Faysal Income & Growth Fund (FIGF); and Rs. 4.00/- per unit (4% of the par value of Rs. 100/-) for Faysal Savings Growth Fund (FSGF). This dividend is in continuation of a strong dividend paying history by the funds under the "Faysal" umbrella. The investment management strategy remained focused on yield optimization with a focus on risk management.

The strategy of risk-optimization by investing in high credit quality fixed income and money market instruments with a close monitoring of portfolio liquidity remained the key reason for the performance.

SYSTEMATIC INVESTMENT PLAN (SIP):

Faysal Asset Management is also launching a "Systematic Investment Plan" (SIP) for the benefit of individual investors in order to assist them to efficiently convert their long-term savings into better yielding investments. Systematic Investment Plan is an easy way to accumulate savings to take advantage of a time-tested investment strategy of cost-averaging. This strategy is used by professional fund managers across the globe to achieve optimum returns. The SIP strategy involves continuous investments at several intervals thus achieving financial discipline, reducing the risk, fighting volatility and compounding the return for investors' benefit. This compounding of wealth in a SIP is used to plan for several purposes including saving for children's education, retirement planning, vacation, marriage planning and purchase of property among others.

I strongly urge you to take time to speak to our sales and service team members to gain advantage from these systematic investment plans to help your savings grow efficiently through these investment plans designed for your specific needs.

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Chief Executive Officer

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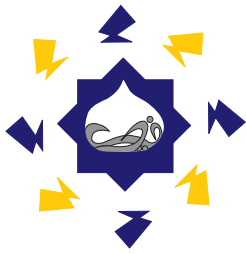
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FAYSAL ASSET MANAGEMENT LIMITED

COMMITTED TO SETTING NEW STANDARDS IN INVESTMENT MANAGEMENT

FAYSAL
BALANCED
GROWTH FUND

APRIL 2009

INVESTMENT OBJECTIVE	FUND INFORMATION			
FBGF endeavors to provide investors with an opportunity to earn income and long-term capital appreciation by investing in a large pool of funds representing equity/non equity investments in a broad range of sectors and financial instruments	FUND TYPE	Open Ended-Balanced Fund	REGISTRAR	GANGJEES REGISTRAR SERVICES (PVT) LTD.
	FUND LAUNCH DATE	19th April 2004	TRUSTEES	CENTRAL DEPOSITORY COMPANY OF PAKISTAN
	PERFORMANCE BENCHMARK	KSE-100 INDEX/ 6 M KIBOR	AUDITORS	FORD RHODES SIDAT HYDER & Co., CHARTERED ACCOUNTANTS
	4 Star by JCR-VIS			
	RETURNS		PORTFOLIO CHARACTERISTICS	
	MONTH ON MONTH	1.82%	P/E RATIO	6.91x
YEAR TO DATE	-24.48%	DIVIDEND YIELD	9.13%	
SINCE INCEPTION	27.17%			
ANNUALIZED RETURN	4.89%			

STOCK MARKET REVIEW

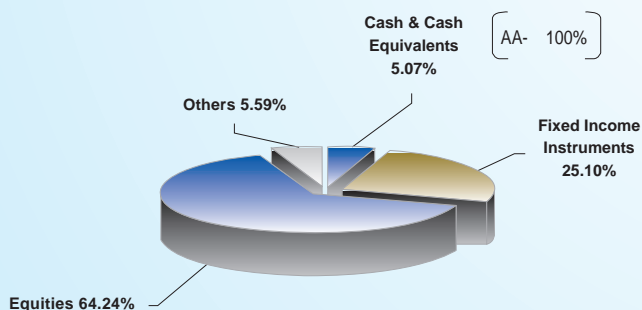
The Karachi Stock Exchange benchmark KSE-100 index started the month of April at a level of 6,860.22 and closed the month at 7,202.10 up 4.98% for the month. The State Bank of Pakistan (SBP) decided to cut the policy discount rate by 100bps to 14% in its fourth quarter FY'09 policy review. The SBP adopted the easing stance amid easing inflationary pressures, reduced government borrowing from the SBP, improving Balance of Payments, decreasing trade deficit due to slow down in imports and stability in foreign exchange reserves. FOREX reserves are likely to improve further in the coming days as the Government of Pakistan (GoP) was able to secure funding commitments of around USD 5.28 Bio at Friends of Pakistan conference held in Tokyo this month. We believe that the rate cut has highlighted a change in the monetary regime which is likely to continue going forward. The index touched a high of 7,902 on closing basis during the month however it failed to sustain there as sentiments took a U-turn due to deteriorating law and order situation in Swat and Buner. Sentiments dampened further when TNSM's chief passed remarks about superior courts putting question marks on the Swat peace deal. On the other hand foreign selling continued its trend, however some inflow, though very small in USD terms was also witnessed on certain days. According to the NCCPL data foreign portfolio investors sold shares worth USD 12.24 Million for the month of April putting downward pressure on the local markets. On a Year to Date (YTD) basis cumulative selling by foreign portfolio investors stands at USD 251 Million. Moreover, news regarding new taxes being levied on the capital markets and real estate in the next budget further kept the investors nervous. Average trading volumes reduced despite better than expected results posted by some of the blue chip companies and selling pressure was witnessed across the board.

Tight monetary policy, slow down in government borrowing from SBP and decline in international oil prices have all helped in improving macroeconomic indicators. With inflation showing a decline on month-on-month basis and contraction in the trade deficit due to decline in the import bill. we believe that things are set to improve and the worst is over. We continue to target stocks having high dividend yields and strong businesses.

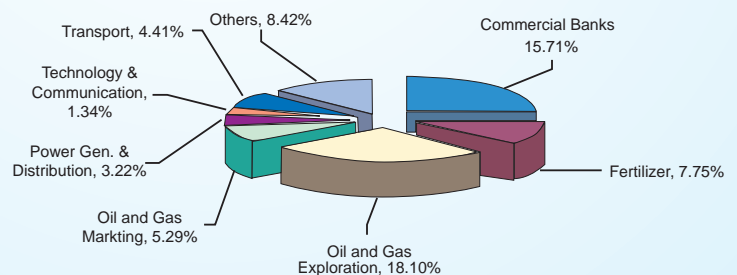
PERFORMANCE

FBGF started April at a NAV/unit of PKR 74.17 and closed the month at a NAV/unit of PKR 75.52, up 1.82% on a Month-on-Month (MoM) basis. In comparison FBGF's benchmark gave a return of 3.52% for the month of April. The average return of open-ended Balanced and Asset allocation funds for the month of April was 2.36%. On the asset allocation side exposure in equities was slightly reduced to 64.24% from previous month's level of 67.60% due to the deteriorating law and order situation in the country. Allocation in other asset classes was more or less maintained at last month's level. Management continues to manage the portfolio on proactive basis to maximize returns and reduce the total risk of the portfolio.

ASSET ALLOCATION (%)

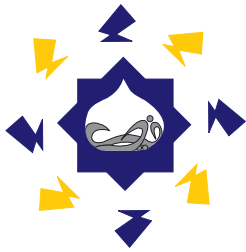


SECTOR ALLOCATION (%)



Risk Disclosure:

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FAYSAL ASSET MANAGEMENT LIMITED

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APRIL 2009

INVESTMENT OBJECTIVE	FUND INFORMATION					
FIGF seeks to provide risk-averse investors an opportunity to earn a consistent market based income with conservative risk profile while maintaining security of principal as its prime objective.	FUND TYPE	Open Ended-Income Fund	REGISTRAR	GANGJEES REGISTRAR SERVICES (Pvt) LTD.		
	FUND LAUNCH DATE	10th October 2005	TRUSTEES	CENTRAL DEPOSITORY COMPANY OF PAKISTAN		
	PERFORMANCE BENCHMARK	6 Month KIBOR	AUDITORS	FORD RHODES SIDAT HYDER & CO., CHARTERED ACCOUNTANTS		
	RATING	A+ by JCR-VIS				
	RETURNS		MONEY MARKET RATES			
	MONTH ON MONTH	1.77%	KIBOR		T-BILLS	
	YEAR TO DATE	9.01%	3M	13.14%	3M	12.54%
SINCE INCEPTION	10.14%	6M	13.26%	6M	12.60%	
YTD Avg. MARKET RETURN	2.18%	12M	14.00%	12M	12.76%	

ECONOMIC OUTLOOK

The month of April saw the economy take a turn for the better as macroeconomic indicators continued to signal a stabilizing trend, even as the situation in NWFP continued to worsen. Indeed, *The Economist* even went so far as to say that "Pakistan is one of the few countries in the world that enjoys more macroeconomic stability today than it did on September 14th, the day before the bankruptcy of Lehman Brothers turned the world upside down."

The consumer price index (CPI) continued to see a downward trend, declining to 19.07% for the month of March. The decline in leading indicators was even sharper, with the wholesale price index dropping from 15.03% in February to 11.08% in March, which prompted the State Bank to lower the discount rate by 100 basis points to 14% on April 20, the first rate cut in six years. If current trends continue, it is possible that inflation will drop to single digits by the close of the calendar year, with corresponding declines in the discount rate and KIBOR not far behind.

Foreign exchange reserves also rose to a relatively healthy level of \$11.15 billion. It is encouraging to note that despite the economic downturn in the countries that host significant populations of the Pakistani Diaspora, remittances continue to remain strong, in some cases even outpacing the levels seen last year. The trade balance also continued to improve, with the trade deficit for the first nine months of the fiscal year improving by 12.5% over the same period in the previous year, mainly owing to a 6.35% decline in imports.

It is encouraging to note that exports declined by only 0.13% over this period, despite a negative GDP growth in Pakistan's major export markets such as the United States, which saw a decline of 6.3%, and the European Union, which witnessed a 2.5% contraction. This reflects the inelasticity of demand for Pakistani export goods, which fall at the lower end of the value chain. However, it should be mentioned that the recent violence in Karachi had a significant negative impact on the trade sector.

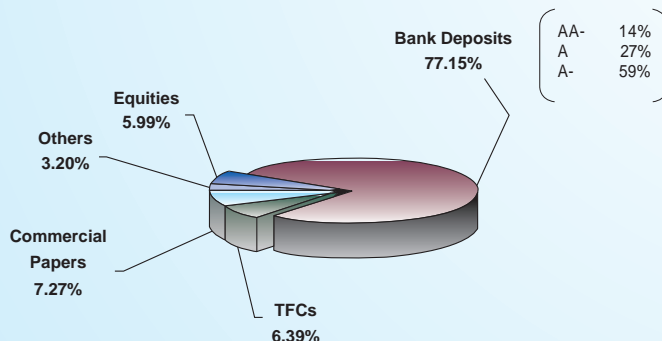
Nonetheless, the overall outlook for the economy remains cautiously positive.

PERFORMANCE

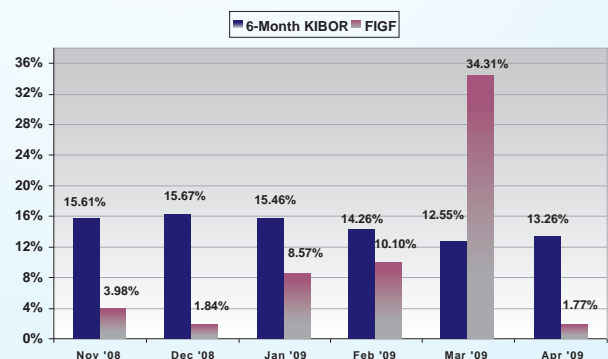
FIGF started April at a NAV/unit of PKR 104.20 and closed the month at a NAV/unit of PKR 100.35 after giving a payout of PKR 4.00 per unit to its valued investors. FIGF performance during the month was affected due to political and economical volatility and dull activities in the equity market during the month by giving a month on month (MOM) return of 1.77% and Year to date (YTD) return of 9.01%.

On the asset allocation side, we would like to inform our valued investors that our fund is quite liquid having portfolio of 77.16% in Bank Deposits, 13.66% in TFCs and CPs and 5.99% in Equities. The strategy remains to lookout for the opportunities with good return at an acceptable medium risk levels.

ASSET ALLOCATION (%)



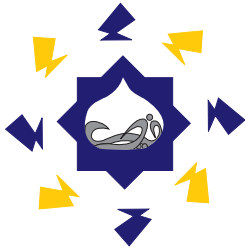
KIBOR (6 M) vs FIGF



Monthly Return is calculated by Morning Star Method (CAGR) as per the requirement of MUFAP

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FAYSAL ASSET MANAGEMENT LIMITED

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FAYSAL SAVINGS GROWTH FUND

APRIL 2009

INVESTMENT OBJECTIVE	FUND INFORMATION					
FSGF seeks to provide maximum possible preservation of capital and a reasonable rate of return via investing primarily in money market & debt securities having good credit rating and liquidity.	FUND TYPE	Open Ended-Money Market Fund	REGISTRAR	GANGJEES REGISTRAR SERVICES (PVT) LTD.		
	FUND LAUNCH DATE	12th May 2007	TRUSTEES	CENTRAL DEPOSITORY COMPANY OF PAKISTAN		
	PERFORMANCE BENCHMARK	1 Month KIBOR	AUDITORS	FORD RHODES SIDAT HYDER & CO., CHARTERED ACCOUNTANTS		
	RATING	A by JCR-VIS				
	RETURNS		MONEY MARKET RATES			
	MONTH ON MONTH	11.17%	KIBOR		T-BILLS	
YEAR TO DATE	13.01%	1M	13.31%	3M	12.54%	
SINCE INCEPTION	11.52%	6M	13.26%	6M	12.60%	
YTD AVG. MARKET RETURN	3.96%	12M	14.00%	12M	12.76%	

MONEY MARKET REVIEW

The State Bank of Pakistan (SBP) has eased the monetary stance via 100bps cut in the discount rate to 14%. The cut in discount rate was expected due to improving trends in external accounts, anticipation of persistent fall in inflation and better fiscal discipline. KIBOR, PIB and T-Bill rates fall in response to interest rate cut, though the magnitude of the change is lower than actual fall in discount rate. The market however had already incorporated the expected cut in discount rate.

Money market during the month of April 2009 remained quite volatile and rates witnessed major fluctuations. On an average, REPO traded between the levels of 13.00% -13.90%, Average overnight clean rates remained in the range of 12.50%-13.50% during the month. The issue of 10-year PIB active in the market, started the month with the trading level of 13.10%-13.00% while closed at the level of 12.45%-12.35%. SBP conducted a PIB auction during the month with a target of PKR 20 billion and PKR 21 billion was accepted against it. SBP conducted two T-Bill auctions during April, the accumulated target of the two auctions was PKR 145 billion and PKR 143 billion was accepted against the same.

It was witnessed that due to heavy out flows from the system market remained tight and experienced liquidity crunch. SBP effectively intervened and addressed the liquidity situation in the market through OMOs for different tenors. SBP conducted nine OMOs during April 2009. Seven were used to inject PKR 276 billion while remaining OMOs were to mop up PKR 24 billion. In April 3-Month and 6-Month KIBOR closed at the levels of 13.24% and 13.35% respectively, but due to the volatility in the money market particularly due to tight liquidity situation, 1-Month KIBOR closed at 13.37% as at April 30, 2009. Two T-Bill auctions and one PIB auction will be scheduled in the next month. We are expecting more activities in T-bills and PIBs in the coming months with expected yields to come down.

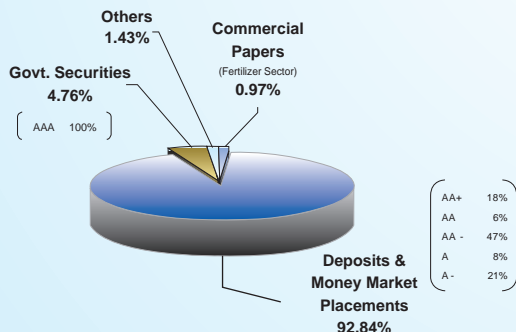
USD 5.28 billion pledged from Friends of Pakistan conference may have eliminated most of the concerns facing Balance of Payment. However, the major challenge now is to improve the business climate, which has suffered on account of both power shortages and contraction in domestic and external demand. The deep rooted global recession poses risk of adverse affects via fall in trade, remittances and financial inflows. Although economic slowdown will hamper the tax revenue, which is expected to remain short of the target, non-tax revenues are expected to be utilized on this front to bridge the financing gap for FY'09.

PERFORMANCE

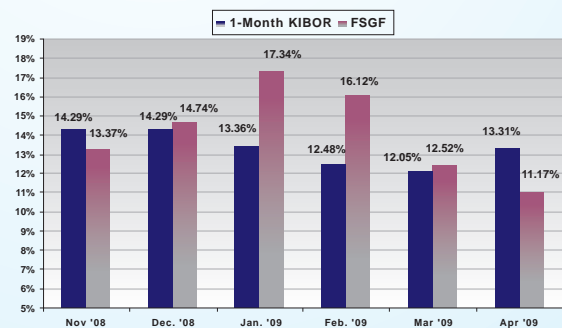
FSGF performed well during April 2009 by giving a month on month (MOM) return of 11.17% and Year to date (YTD) return of 13.01% as at April 30, 2009 as compared to average YTD return of 3.96% by its peer group. Therefore, FSGF again outperformed the peer group by 9.05%.

FSGF started April at a NAV/unit of PKR 104.03 and closed the month at a NAV/unit of PKR 100.97 after giving a payout of PKR 4.00 per unit to its valued investors. The asset allocation comprises of 92.84% Bank Deposits, 4.76% Government Securities and only 0.97% Commercial Papers. The strategy will remain to mitigate interest rate risk and giving due consideration to the credit quality of the portfolio.

ASSET ALLOCATION (%)



KIBOR (1 M) vs FSGF



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