

FUND OBJECTIVE

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.

PERFORMANCE

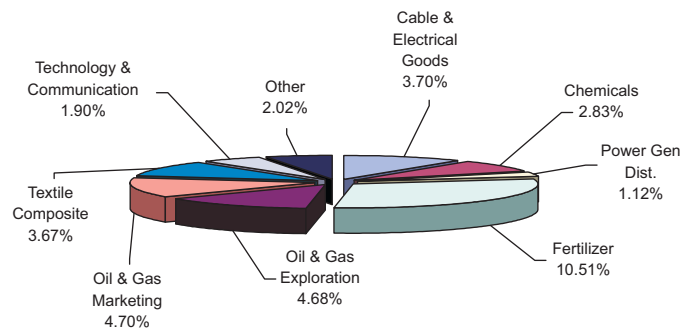
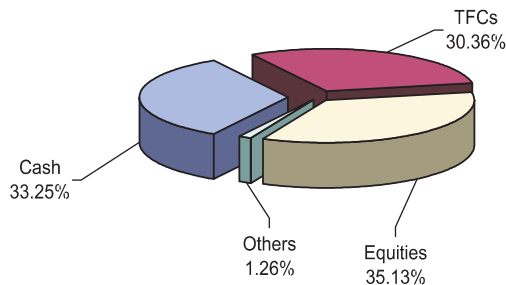
FBGF closed the month with a NAV of Rs. 116.24 up by 4.98% for the month ending March and maintained its position as the best performing balanced fund in Pakistan with a year to date return of 15.94%. This performance is a clear reflection of Fund Management team's proactive and balanced asset allocation strategy. Asset allocation during the month was more focused to ensure optimum returns. Anticipating market volatility above 12,300 level, equities portion of allocation was reduced to 35.13% as the management decided to book gains and wait for a healthy correction before re-entering the market. Sector wise exposure was reduced in Oil and Gas Marketing, Oil and Exploration, Banking and Cement sectors.

April proved to be a bullish month for the stock market as the KSE-100 index rose by 9.74% to close at its all time high level of 12,370 points. The index rose by almost 1100 points with the bulls dominating throughout the month, followed by mild intra day corrections, on the back of increased foreign and local investment. Balances in the Special Convertible Rupee Accounts (SCRA) which indicate foreign portfolio investments continued to soar, increasing by US\$ 54.5 Mio in April to US\$ 721.6 Mio for the period July'06-April'07. Trading activity showed a mammoth jump as the average daily turnover increased to 268 Mio shares for the month. Despite a plethora of negative news on the political front and the capping of CFS at PKR 55 Bio the market continued to advance shrugging off all the bad news. Banks continued to remain in the lime light with sector capitalization increasing by almost 14% as the IQ CY07 results announced by the banks came out above market expectations. Insurance sector also performed as news regarding the new insurance policy favoring the insurance companies started to gain footing. Cement stocks on the back of strong cement dispatches and higher cement prices were also amongst the actively traded stocks.

With the CFS almost capped at PKR 55 Bio and the market trading at its peak we continue to remain cautious in our investments especially in the back drop of uncertain political situation.

ASSET ALLOCATION (%)

SECTOR ALLOCATION (%)



RETURNS

Month on Month	4.98%
Year To Date (YTD)	15.94%
Since Inception	61.42%

PORTFOLIO CHARACTERISTICS

P/E	5.83 x
Dividend Yield	2.80 %
Annulized Yield	20.16%

FUND INFORMATION

Fund Type	Open Ended	Registrar	Gangjees Registrar (Pvt.) Ltd.
Fund Launch Date	14 April 2004	Trustees	Central Depository Company (CDC) of Pakistan Ltd.
Rating	3 Star by JCR-VIS	Auditors	A.F Ferguson a member firm of PWC
Performance Bench Mark	KSE-100 INDEX		

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Risk Disclosure: All investments in mutual funds and securities are subject to market risks. Therefore, the NAV based prices of units cannot be guaranteed. Prices of units and any dividends and returns thereon may go up or down based on market conditions & past performance of the fund is not necessarily indicative of future results. Please consult your legal/financial advisor & read clause 2.6 and 2.7 of the offering document available at our web site for understanding the investment policies & risks.