

FUND OBJECTIVE

FIGF seeks to provide its 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.

PERFORMANCE

Al Hamd-O-Lillah the fund performed well since the beginning of the current financial year. The fund achieved an annualized yield of 12.78% at the end of October, 2006 as compared to its benchmark Six months KIBOR 10.58%.

MONEY MARKET REVIEW

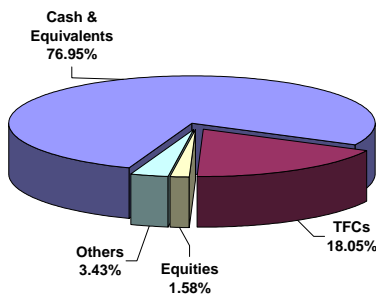
The month started with the news about the corporate sector being allowed to invest in the NSS (National Saving Schemes). Karachi Inter Bank Offer Rate (KIBOR) for six months went up and remained between the range of 10.40 to 10.58 during the month under review.

The State Bank of Pakistan accepted bids worth of Rs. 16.327 billion collectively for 3, 6 & 12 month T-Bills with no change in previous cut-off yields of 8.6400, 8.8142 and 9.0046 respectively. Despite rumors of increase in cut-off yield on T-Bills, the Central Bank accepted bids worth of Rs 23.2 billion for 3, 6 and 12 months collectively at the same cut-off yield.

The long awaited PIB auction took place at the end of October 2006. The pre auction target was 15 billion collectively for 3, 5, 10, 15 and 20 years paper. The Government of Pakistan accepted amount of Rs. 3.355 billion, 1.1 billion, 3.575 billion, 3 billion and 4 billion at 9.8469%, 9.9545%, 10.42%, 10.9207% and 11.2500% respectively.

The GDP growth is expected to be between 7% - 7.5% this year. The Central Bank is closely monitoring the inflation data to decide its future monetary policy. Inflationary pressure seems to have eased in the recent months resulting in speculation of a shift in State Bank's policy. We do not expect any major change in current rates in the upcoming month. The cut-off yields for the designated papers are expected to remain at current levels.

ASSET ALLOCATION (%)



FUND INFORMATION

Fund Type	Open Ended
Fund Launch Date	10 October 2005
Fund Rating	A + (JCR-VIS)
Registrar	Gangjees Registrar (Pvt.) Ltd.
Trustees	Central Depository Company (CDC) of Pakistan Ltd.
Auditors	Ford Rhodes Siddat Haider & Company Chartered Accountants

BENCHMARK RATES

KIBOR		T-Bills	
3 Month	10.2661	3 Month	8.64
6 Month	10.5122	6 Month	8.81
1 Year	10.8690	1 Year	9.00



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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.