

Atlas
funds

Nurturing your investments



Smart retirement plans

www.atlasfunds.com.pk
111-MUTUAL (6-888-25)

Spotlight

September 2008

Monthly Newsletter



 Atlas Asset Management
Rated AM3+ by PACRA

A page from our calendar

September 2008



Payment on Retirement

"You can choose to receive a lump sum payment (up to twenty-five percent of your accumulated balance) when you retire, tax-free."

DISCLAIMER

This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any product. The contents in this publication are of a general nature only and have not been prepared to take into account any particular investor's financial circumstances or particular needs. The information and assumptions in the publication are provided in good faith for investors and their advisers. The contents are not to be relied upon as a substitute for financial or other professional advice-such advice should be sought before making any financial or investment decision. While the sources for the material are considered reliable, the correctness of information in this newsletter cannot be guaranteed and responsibility is not accepted for any inaccuracies, errors or omissions or for any losses or gains arising upon actions, opinions and views created by this publication.

All investments in mutual funds and pension funds are subject to market risks. The NAV based prices of units and any dividends / returns thereon are dependent on forces and factors affecting the capital markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results. Please read the "Risk" & "Disclaimer" clauses of the respective funds' offering document and consult your investment legal advisor for understanding the investment policies and risks involved.

Contact us for queries, comments or suggestions at Spotlight@atlasfunds.com.pk or Ground Floor, Federation House, Shabrae-Firdousi, Clifton, Karachi

Message From The Editor

Dear Readers,

We hope you had a very happy Eid!

Atlas Asset Management Limited (AAML) welcomes Mr. M. Ashraf Janjua as a member to its Board of Directors. Mr. Janjua is a Senior Fellow with the rank of Professor (Economics), and the Dean of College of Business Management, Karachi. He joined the State Bank of Pakistan (SBP) in 1966 and was the Deputy Governor (Policy) of the SBP from 1992 to 1995, and was also affiliated with the SBP as Chief Economic Advisor, from 1995 to 2004. He has been affiliated with the office of the Executive Director for Pakistan at the International Monetary Fund, Washington D.C., USA, from 1979 to 1983. Prior to his career with the SBP; he was affiliated with the Pakistan Institute of Development Economics (PIDE) as a Research Economist, and with the Pakistan Development Review (PDR), as Associate Editor. Amongst other research works, he is the author of History of State Bank of Pakistan – Volume III (1977-78), and Volume IV (1988-2003).

For many of our valuable investors, who have been anxiously waiting for the launch of our Atlas Islamic Income Fund (AIIF), we would like to inform them that the Initial Public Offering (IPO) of AIIF is from 14th October to 18th October, 2008, both days inclusive. All investments during the IPO will be without sales load. You can make a contribution towards AIIF for as little as Rs. 5,000. All 34 Atlas Bank branches across Pakistan and AAML sales office in Karachi, Lahore and Rawalpindi will serve as collection points during the IPO.

Under the umbrella of Atlas Islamic Income Fund, AAML is also launching a number of administrative plans including Systematic Payout and Systematic Withdrawal Plan allowing investors to withdraw predetermined amounts on monthly, quarterly, semi annual and annual basis.

Investment is all about saving and gaining more. As per Section 62 and Section 63 of Income Tax Ordinance 2001, Investors can avail a cumulative tax credit of upto Rupees 160,000/- per annum by investing upto Rs. 300,000 in Atlas Funds and upto Rs. 500,000 in Atlas Pensions.

As always, your comments and suggestions are very much appreciated. We look forward to hearing from you soon.

Best Wishes,

Editor

Contents

| | |
|----------------------------|----|
| Market Review | 01 |
| Atlas Income Fund | 02 |
| Atlas Stock Market Fund | 03 |
| Atlas Islamic Fund | 04 |
| Atlas Fund of Funds | 05 |
| Atlas Pension Fund | 06 |
| Atlas Pension Islamic Fund | 07 |
| Distribution Network | 08 |
| Glossary | 08 |

On The Stock Market Front

During the month KSE 100 index fell by 0.31% from 9,208.26 in August 29, 2008 to 9,179.68 on September 30, 2008. Average trading volumes for KSE 100 index declined substantially from 69.4 million shares in August '08 to 13.09 million shares for September '08.

Dull trading sessions were witnessed as stabilization measure of keeping a floor of 9,144 points on KSE 100 index effective since 28th August, 2008 remained enforced during the month. Economic challenges emanated from depleting foreign exchange reserves, continual devaluation of Pakistani rupee against U.S dollar and rising current account deficit affected stock market sentiments. Furthermore, the trade deficit stood at \$3.522 billion during the first two months (July-August) of the current fiscal year, up by 47.67 percent from \$2.385 billion over the corresponding period of 2007-08 also dampened investors' confidence. During the month Government of Pakistan also raised wheat support price from Rs. 650 to Rs. 950 per 40 kg bag.

Decline in international commodity prices continued with international crude oil prices further dipping as Arabian light crude fell to US\$97.60/bbl from US\$110.32/bbl coupled with tight monetary policy is expected to lower inflationary pressure in the economy. Further more rising cost of import due to devaluation of rupee combined with stringent measures to curb down trade deficit are likely to stabilize macro economic situation in the country and help revive investors confidence going forward.

On The Money Market Front

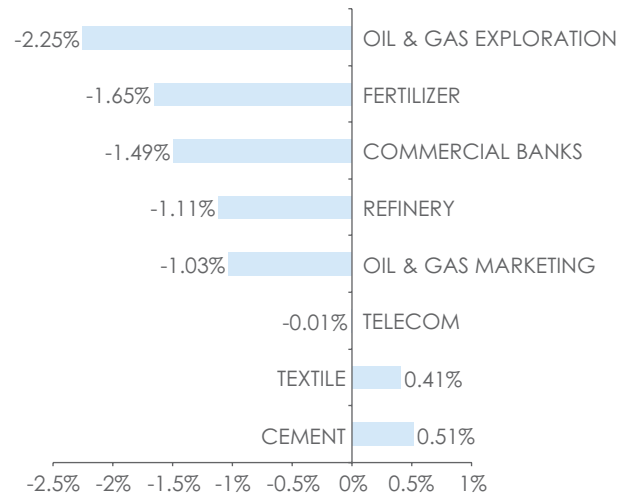
Money Market rates stayed on the higher side as markets remained illiquid. The benchmark Six month Kibor rates also rose averaging 14.01% during the past month as compared to 13.57% observed in the previous month.

The continued monetary tightening lead the way to higher deposit rates being offered by banks in shorter tenors. The primary reason could perhaps be the short fall in the SLR and CRR positions. Although the State Bank has maintained Treasury Bills cut off rates, anticipations drawn by other external economic variable suggest a further hike in the policy rates.

The illiquid nature of the Money Markets and a slow down in speculative positions on the equity front, added to the rapid increase in CFS rates. CFS rates averaged 21.24% during this month.

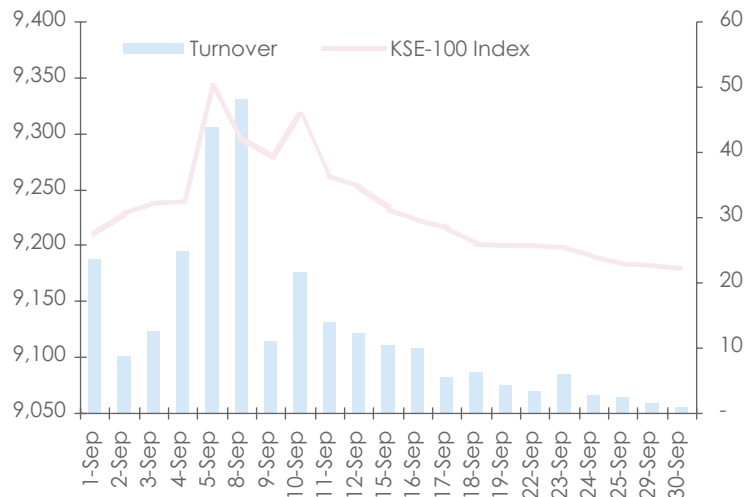
Rising deficits and lack of foreign inflows have contributed to the plunge in FOREX reserves, promoting additional pressure to the Rupee/Dollar parity.

Sector Performance - September, 08



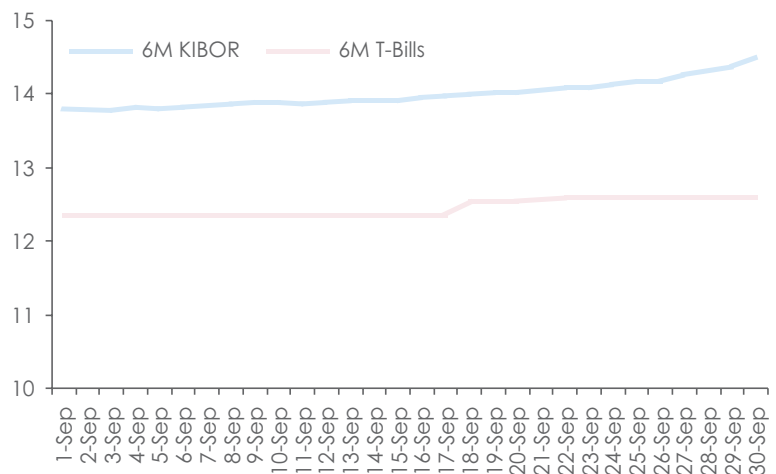
Source: Karachi Stock Exchange

KSE 100 Index & Shares Turnover



Source: Karachi Stock Exchange

6 Months KIBOR vs 6 Months T-Bills



Source: State Bank of Pakistan

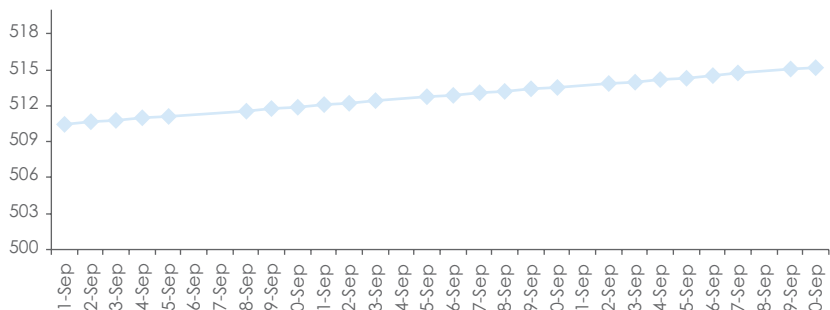
Atlas Income Fund (AIF)

SEPTEMBER 2008

Investment Objective

AIF aims at achieving a good rate of current income consistent with reasonable concern for safety of principal and providing the investors with liquidity and the facility to join or leave the fund at their convenience.

AIF - NAV Performance



Trailing Performance

| 30 Days (1 Month) | 90 Days (3 Months) | 180 Days (6 Months) | 360 Days (1 Year) | Since Inception |
|----------------------|-----------------------|------------------------|----------------------|--------------------|
| 12.20% | 11.86% | 10.83% | 10.16% | 10.08% |

* Annualized Return

Interest Rates Scenario*

| | |
|-------------------|--------|
| KIBOR 3 months | 14.49% |
| KIBOR 6 months | 14.52% |
| Discount Rate | 13.00% |
| 6 months T-bills | 12.60% |
| 10 Years PIBs | 14.40% |
| Inflation (CPI)** | 25.30% |

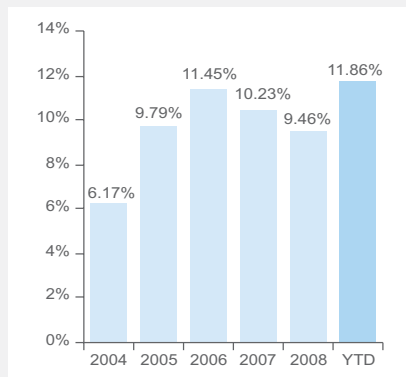
* Source: Business recorder (30-Sep-08) & SBP's website

** August 2008

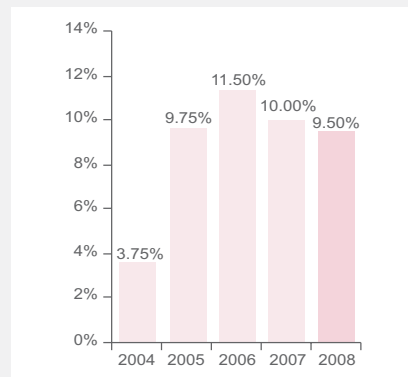
Portfolio Composition (%)

| Asset Mix | Sep-08 | Aug-08 |
|-----------|--------|--------|
| TFCs | 37.6 | 37.5 |
| TDR | 45.8 | 34.1 |
| MM | 11.4 | 20.4 |
| Cash | 0.8 | 5.6 |
| CFS | 3.4 | 2.1 |
| Others | 1.1 | 0.3 |

Yearly Performance



Payout History



Monthly Performance History

| Year | Jul | Aug | Sep | Oct | Nov | Dec | Jan | Feb | Mar | Apr | May | Jun | YTD |
|----------------|--------|--------|--------|-------|-------|-------|-------|-------|-------|-------|-------|-------|--------|
| 2008-09 | 11.18% | 12.21% | 12.20% | | | | | | | | | | 11.86% |
| 2007-08 | 8.29% | 8.81% | 8.73% | 9.81% | 9.07% | 8.98% | 8.96% | 8.38% | 9.41% | 9.16% | 9.12% | 9.89% | 9.46% |

DISCLAIMER: All investments in mutual funds are subject to market risks. Past performance is not necessarily indicative of future results.

Fund Facts

| | |
|---------------------|-----------------------------|
| Fund Inception Date | Mar-04 |
| Type | Open-ended - Income |
| Sales Load | 2% (Front-end) |
| Management Fee | 1.25% of Annual Net Assets |
| Rating | 5 Star (Long Term) by PACRA |
| Listing | Lahore Stock Exchange |
| Trustee | Central Depository Co. |
| Auditors | Ford Rhodes SHC |
| Benchmark | Average 1 Month KIBOR |
| Bloomberg Code | ATLSINCF PA |
| Minimum Investment | Rs.5,000/- |

| | |
|----------------|------------|
| Fund Size (mn) | PKR 4,259 |
| NAV | PKR 515.19 |

Volatility Measures

| | |
|--------------------|--------|
| Standard Deviation | 1.09% |
| Active Return | -0.40% |
| Tracking Error | 0.30% |
| Sharpe Ratio | -0.36 |

Definitions of these terms are on back page

Administrative Plans

These are allocations between AIF and ASMF aiming at a customized investment approach to the investors to meet their personal goals and preferences.

Income Multiplier Plan

| | AIF | ASMF |
|-------------------------------|-----|---------------|
| Weight | 85% | 15% |
| Weighted Av. Return (2005-06) | | 14.61% |
| Weighted Av. Return (2006-07) | | 13.10% |
| Weighted Av. Return (2007-08) | | 7.02% |

Balanced Plan

| | AIF | ASMF |
|-------------------------------|-----|---------------|
| Weight | 50% | 50% |
| Weighted Av. Return (2005-06) | | 21.99% |
| Weighted Av. Return (2006-07) | | 19.81% |
| Weighted Av. Return (2007-08) | | 1.31% |

Growth Plan

| | AIF | ASMF |
|-------------------------------|-----|---------------|
| Weight | 15% | 85% |
| Weighted Av. Return (2005-06) | | 29.36% |
| Weighted Av. Return (2006-07) | | 26.52% |
| Weighted Av. Return (2007-08) | | -4.40% |

Note: The Administrative Plans were launched on January 7, 2008. The returns are based on respective asset allocations.

Atlas Stock Market Fund (ASMF)

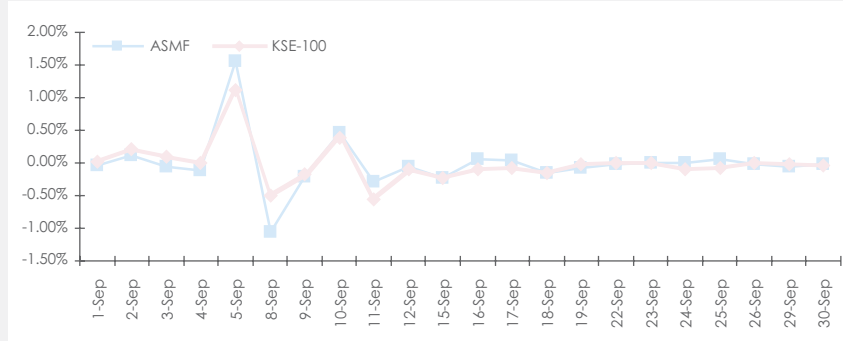
SEPTEMBER 2008

Atlas funds
Nurturing your investments

Investment Objective

The objective is to generate capital appreciation along with modest income on the portfolio over a long term by actively investing in listed companies in Pakistan as per market conditions. The Fund manager key area of concern is to invest the fund's capital in selected shares that enjoy stability and will focus on listed securities with high returns and dividends.

ASMF VS Benchmark



Trailing Performance

| 30 Days (1 Month) | 90 Days (3 Months) | 180 Days (6 Months) | 360 Days (1 Year) | Since Inception |
|----------------------|-----------------------|------------------------|----------------------|--------------------|
| -0.13% | -25.89% | -37.86% | -29.62% | 32.14% |

* Actual Returns - Not Annualized

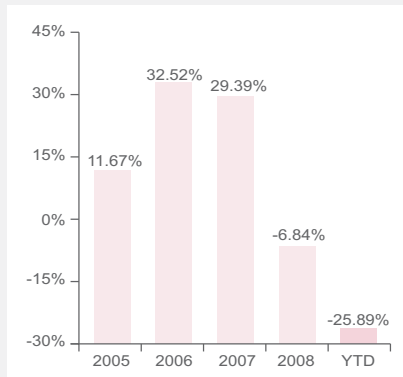
Sector Allocation (%)

| Sector | Sep-08 | Aug-08 |
|------------|--------|--------|
| OEC's | 30.55 | 24.97 |
| Banks | 20.16 | 16.71 |
| Fertilizer | 9.58 | 18.67 |
| OMC's | 7.56 | 5.71 |
| Telecom | 4.48 | 3.59 |
| Paper | 4.27 | 3.41 |
| Chemical | 3.36 | 2.68 |
| Cement | 1.82 | 1.45 |
| Auto's | 1.76 | 1.30 |
| Textile | 1.63 | 1.23 |

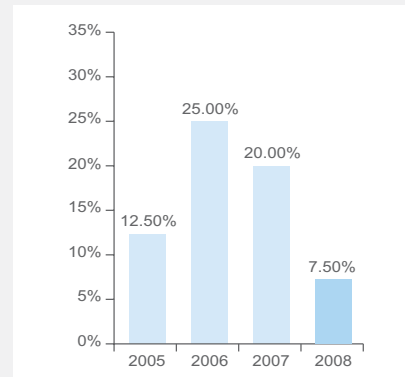
Top 10 Holdings

| Scrip | Sectors |
|-------|------------|
| APL | O&GM |
| BAFL | Banks |
| FFC | Fertilizer |
| NBP | Banks |
| OGDC | O&GE |
| PKGS | Paper |
| POL | O&GE |
| PPL | O&GE |
| PSO | O&GM |
| PTCL | Telecom |

Yearly Performance



Payout History



Monthly Performance History

| Year | Jul | Aug | Sep | Oct | Nov | Dec | Jan | Feb | Mar | Apr | May | Jun | YTD |
|----------------|---------|---------|--------|-------|--------|--------|-------|-------|-------|-------|---------|-------|---------|
| 2008-09 | -14.64% | -13.06% | -0.13% | | | | | | | | | | -25.89% |
| 2007-08 | -0.72% | -8.60% | 8.11% | 7.05% | -1.24% | -2.61% | 0.92% | 6.72% | 2.13% | 0.58% | -17.42% | 0.95% | -6.84% |

DISCLAIMER: All investments in mutual funds are subject to market risks. Past performance is not necessarily indicative of future results.

Fund Facts

| | |
|---------------------|-------------------------|
| Fund Inception Date | Nov-04 |
| Type | Open-ended - Equity |
| Sales Load | 2% (Front-end) |
| Management Fee | 3% of Annual Net Assets |
| Rating | 4 Star by PACRA |
| Listing | Lahore Stock Exchange |
| Custodian & Trustee | Central Depository Co. |
| Auditors | Ford Rhodes SHC |
| Benchmark | KSE-100 Index |
| Bloomberg Code | ATLSTMF PA |
| Minimum Investment | Rs.5,000/- |
| Net Assets (mn) | PKR 780 |
| NAV | PKR 383.59 |

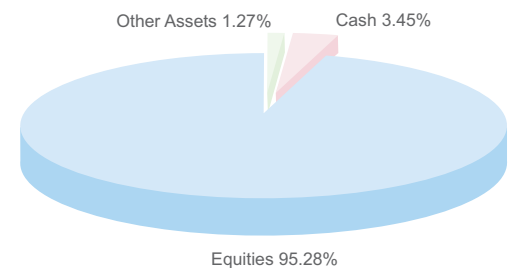
Volatility Measures

| | |
|--------------------|-------|
| Standard Deviation | 8.09% |
| Active Return | 0.17% |
| Tracking Error | 1.35% |
| R-Squared | 0.97 |

KSE-100 Index Performance Summary

| (mn) | Sep-08 | Aug-08 | Change |
|--------------|-----------|-----------|--------|
| 100 Index | 9,179.68 | 9,208.26 | -0.3% |
| Mkt Cap | 2,847,344 | 2,876,830 | -1.0% |
| Turnover | 13.09 | 69.40 | -81.1% |
| Paid-up Cap. | 720,685 | 718,088 | 0.4% |

Portfolio Composition



For Administrative Plans please refer to ALF Sheet.

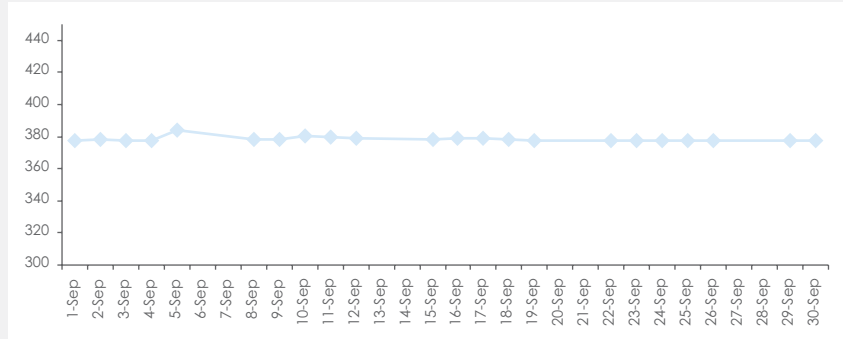
Atlas Islamic Fund (AISF)

SEPTEMBER 2008

Investment Objective

To achieve maximum return for Unit holders while at all time observing prudent investment practices, high professional standards, all applicable laws and the Shariah Code, in addition to maintaining a moderate risk profile.

AISF - NAV Performance



Trailing Performance

| 30 Days (1 Month) | 90 Days (3 Months) | 180 Days (6 Months) | 360 Days (1 Year) | Since Inception |
|----------------------|-----------------------|------------------------|----------------------|--------------------|
| -0.13% | -24.63% | -33.04% | -23.95% | -21.66% |

* Actual Returns - Not Annualized

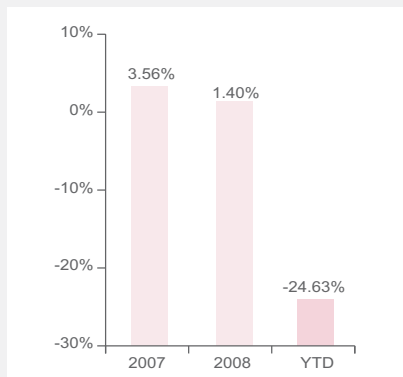
Sector Allocation (%)

| Sector | Sep-08 | Aug-08 |
|------------|--------|--------|
| OEC's | 31.33 | 30.86 |
| Fertilizer | 25.02 | 29.50 |
| Telecom | 5.87 | 5.72 |
| Paper | 5.47 | 5.34 |
| Chemicals | 5.18 | 5.14 |
| OMC's | 4.37 | 3.53 |
| Power | 2.99 | 2.92 |
| Refinery | 0.94 | 0.94 |
| Autos | 0.65 | 1.74 |

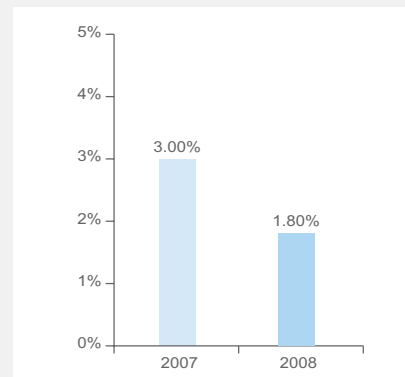
Top 10 Holdings

| Scrip | Sectors |
|-------|------------|
| ENGRO | Fertilizer |
| FFBL | Fertilizer |
| FFC | Fertilizer |
| ICI | Chemicals |
| OGDC | O&GE |
| PKGS | Paper |
| POL | O&GE |
| PPL | O&GE |
| PSO | O&GM |
| PTC | Telecom |

Yearly Performance



Payout History



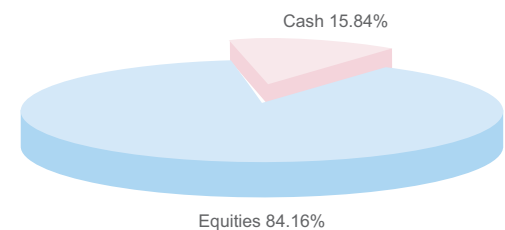
Fund Facts

| | |
|---------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Fund Inception Date | Jan-07 |
| Type | Open-ended - Islamic Fund |
| Sales Load | 1% (Front-end) (Slabs for back-end load) 1.5% (For redemption in 1st Year) 1% (For redemption in 2nd Year) 0.5% (for redemption in 3rd Year) Nil (after 3 years of investment) |
| Management Fee | 3% of Annual Net Assets |
| Rating | Not Applicable |
| Listing | Lahore Stock Exchange |
| Custodian & Trustee | Central Depository Co. |
| Auditors | Ford Rhodes SHC |
| Benchmark | DJIMPK Index |
| Bloomberg Code | ATLSIF PA |
| Minimum Investment | Rs.5,000/- |
| Shariah Board | Mufti M. Yahya Asim Dr. Prof. Fazlur Rehman |
| Net Assets (mn) | PKR 416 |
| NAV | PKR 377.49 |

KSE-100 Index Performance Summary

| (mn) | Sep-08 | Aug-08 | Change |
|--------------|-----------|-----------|--------|
| 100 Index | 9,179.68 | 9,208.26 | -0.3% |
| Mkt Cap | 2,847,344 | 2,876,830 | -1.0% |
| Turnover | 13.09 | 69.40 | -81.1% |
| Paid-up Cap. | 720,685 | 718,088 | 0.4% |

Portfolio Composition



Monthly Performance History

| Year | Jul | Aug | Sep | Oct | Nov | Dec | Jan | Feb | Mar | Apr | May | Jun | YTD |
|---------|---------|--------|--------|-------|--------|--------|-------|-------|-------|-------|---------|-------|---------|
| 2008-09 | -13.66% | -12.59 | -0.13% | | | | | | | | | | -24.63% |
| 2007-08 | 1.13% | -8.03% | 8.08% | 6.37% | -0.36% | -2.31% | 1.63% | 5.23% | 2.57% | 0.84% | -13.12% | 1.25% | 1.40% |

DISCLAIMER: All investments in mutual funds are subject to market risks. Past performance is not necessarily indicative of future results.

Atlas Fund of Funds (ATFF)

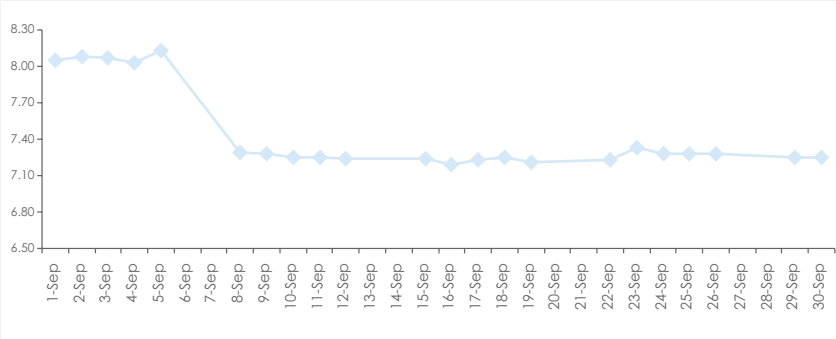
SEPTEMBER 2008

Atlas funds
Nurturing your investments

Investment Objective

To provide investors a one-window facility to invest in a diversified portfolio of equity securities of closed-end & open-end schemes offering consistent returns and growth.

ATFF - NAV Performance



Trailing Performance

| 30 Days (1 Month) | 90 Days (3 Months) | 180 Days (6 Months) | 360 Days (1 Year) | Since Inception |
|----------------------|-----------------------|------------------------|----------------------|--------------------|
| -9.49% | -29.08% | -32.60% | -26.61% | 15.08% |

* Actual Returns - Not Annualized

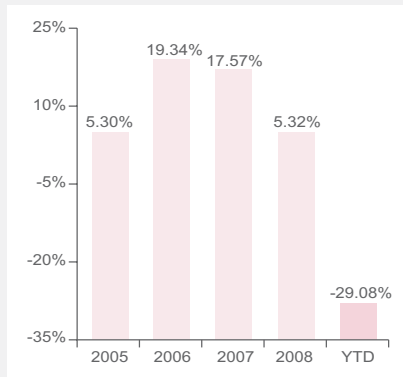
AMC Allocation (%)

| AMC | Sep-08 | Aug-08 |
|-----------------|--------|--------|
| JS-Abamco | 21.88 | 18.51 |
| Atlas Asset | 20.60 | 18.66 |
| Arif Habib | 15.64 | 14.76 |
| PICIC Asset | 12.17 | 11.02 |
| Al-meezan | 9.65 | 8.76 |
| KASB Funds | 5.33 | 4.77 |
| AKD Investments | 4.75 | 4.30 |
| HBL Assets | 2.31 | 2.08 |

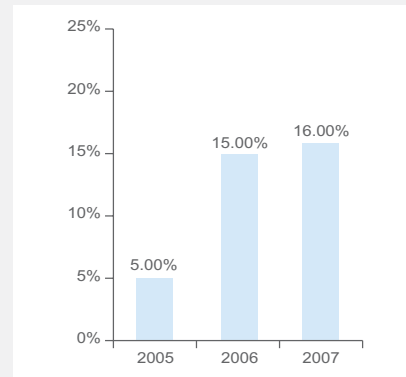
Top 10 Holdings

| Funds | Schemes |
|---------|------------|
| AIIF | Open-ended |
| ASMF | Open-ended |
| JSGF | Closed-End |
| KLF | Open-ended |
| MBF | Closed-End |
| PGF | Closed-End |
| PIF | Closed-End |
| PPFL | Closed-End |
| PSAF | Closed-End |
| UTP-LCF | Closed-End |

Yearly Performance



Payout History



Monthly Performance History

| Year | Jul | Aug | Sep | Oct | Nov | Dec | Jan | Feb | Mar | Apr | May | Jun | YTD |
|----------------|---------|---------|--------|-------|--------|--------|-------|-------|-------|-------|---------|-------|---------|
| 2008-09 | -19.33% | -3.74% | -9.49% | | | | | | | | | | -29.08% |
| 2007-08 | 1.13% | -17.12% | 5.21% | 2.39% | -0.63% | -1.08% | 2.83% | 4.34% | 0.85% | 2.27% | -12.60% | 6.31% | 5.32% |

DISCLAIMER: All investments in mutual funds are subject to market risks. Past performance is not necessarily indicative of future results.

Fund Facts

| | |
|---------------------|--------------------------------------------------|
| Fund Inception Date | Dec-04 |
| Type | Closed-ended - Fund of Funds |
| Management Fee | 3% of Annual Net Assets |
| Rating | 5 Star by PACRA |
| Listing | Karachi Stock Exchange |
| Custodian & Trustee | Muslim Commercial Financial Services (Pvt.) Ltd. |
| Auditors | Ford Rhodes SHC |
| Benchmark | Closed-end sector index |
| Bloomberg Code | ATFF PA |
| Net Assets (mn) | PKR 380 |
| NAV | PKR 7.25 |

Mutual Funds Performance

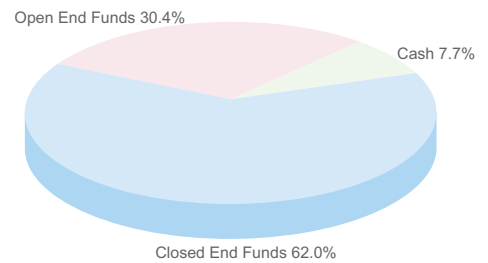
Closed End Mutual Funds

| ('mln) | Sep-08 | Aug-08 | Change |
|--------------|--------|--------|--------|
| Mkt Cap. | 21,359 | 21,461 | -0.5% |
| Turnover | 0 | 1 | -99.5% |
| Trading Val. | 0 | 4 | -99.6% |
| Paid-up Cap. | 27,649 | 27,643 | 0.0% |

Portfolio Composition

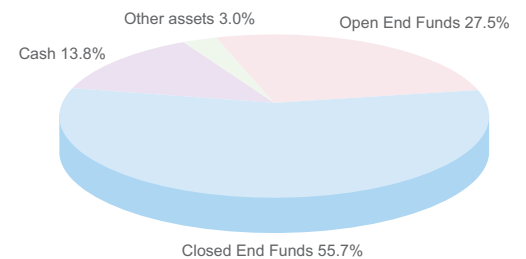
Portfolio Composition for the month of Sep-08

Asset Mix



Portfolio Composition for the month of Aug-08

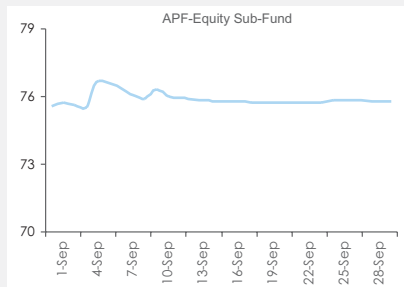
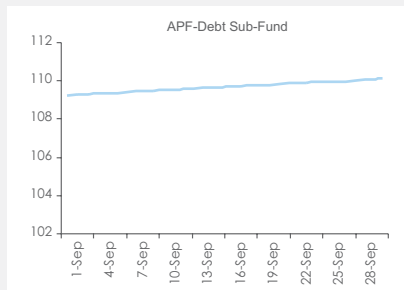
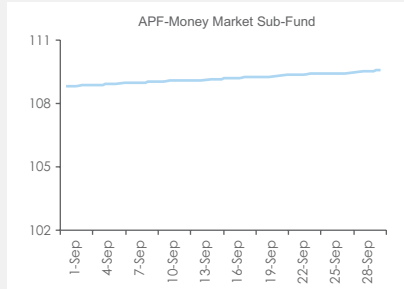
Asset Mix



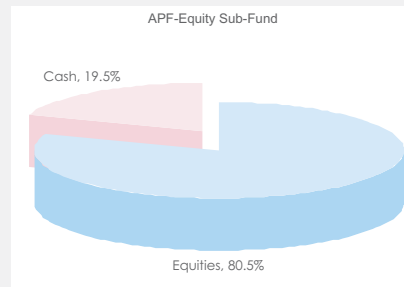
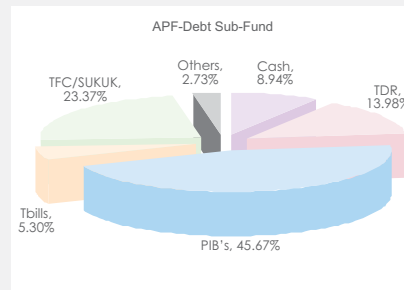
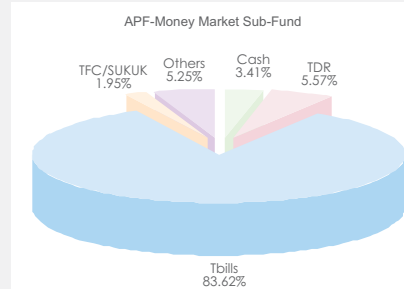
Investment Objective

The objective of Atlas Pension Fund is to provide individuals with a portable, individualized, funded (based on defined contribution) and flexible pension scheme assisting individuals to plan and provide for their retirement. Atlas Pension Fund is a one window facility providing a diversified portfolio of equity securities and fixed income instruments.

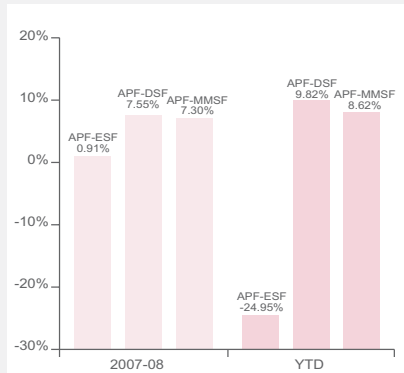
NAV Performance



Portfolio Composition



Yearly Performance



Sector Allocation (%) For APF-ESF

| Sector | Sep-08 | Aug-08 |
|---------------|--------|--------|
| Banks | 17.10 | 18.01 |
| OEC's | 13.02 | 13.72 |
| Fertilizer | 10.23 | 13.40 |
| OMC's | 9.28 | 9.89 |
| Auto's | 4.89 | 5.19 |
| Telecom | 4.12 | 4.30 |
| Paper & Board | 3.28 | 3.42 |
| Cement | 2.49 | 2.59 |
| Insurance | 2.48 | 2.59 |
| Textile | 2.29 | 2.40 |

Trailing Performance

| APF-Equity Sub-Fund | |
|---------------------|-----------------|
| 30 Days (1 Month) | Since Inception |
| 0.19% | -24.25% |

| APF-Debt Sub-Fund* | |
|--------------------|-----------------|
| 30 Days (1 Month) | Since Inception |
| 10.50% | 7.95% |

| APF-Money Market Sub-Fund* | |
|----------------------------|-----------------|
| 30 Days (1 Month) | Since Inception |
| 9.08% | 7.51% |

* Annualized Return

DISCLAIMER: All investments in pension funds are subject to market risks. Past performance is not necessarily indicative of future results.

Fund Facts

| | |
|---------------------|-------------------------------------------------------------------------------|
| Fund Inception Date | Jun-07 |
| Sales Load | 3% (Front-end) of contribution |
| Management Fee | 1.5% of Annual Net Assets |
| Custodian & Trustee | Central Depository Co. |
| Auditors | Ford Rhodes SHC |
| Minimum Investment | Rs.5,000/- or 10% of monthly income (which ever is lower) |
| Eligibility | Any Pakistani (resident or non-resident), who holds a valid NTN or CNIC/NICOP |

Net Assets (mn)

| | |
|------------|--------|
| APF-Equity | PKR 31 |
| APF-Debt | PKR 43 |
| APF-M.M | PKR 36 |

NAV

| | |
|------------|------------|
| APF-Equity | PKR 75.77 |
| APF-Debt | PKR 110.12 |
| APF-M.M | PKR 109.56 |

Atlas Pension Fund Allocation Schemes

The participant has the option to select from any one of the six below allocation schemes, allowing the participants to adopt a focused investment strategy, according to their risk/return requirements.

| | APF-ESF | APF-DSF | APF-MMF |
|-----------------------------|---------|---------|---------|
| (i) Aggressive | 80% | 20% | Nil |
| Wtd. Av Return | | | -18.00% |
| (ii) Balanced | 50% | 40% | 10% |
| Wtd. Av Return | | | -7.68% |
| (iii) Conservative | 20% | 65% | 15% |
| Wtd. Av Return | | | 2.69% |
| (iv) V. Conservative | Nil | 50% | 50% |
| Wtd. Av Return | | | 9.22% |

(v) Lifecycle

Lifecycle allocation scheme allocates between the equity and fixed income instruments through investments in APF-ESF, APF-DSF and APF-MMF, varying allocations between the sub funds in accordance with the age of the participants, as assessed by the risk assessment form, moving from higher percentage in equities in younger years to lower percentage in equities in older years to reduce the risk near retirement age, seeking capital growth and preservation towards the later years in participants lifecycle.

(vi) Customized

Customized allocation scheme offers a personalized investment between the equity and fixed income instruments through investments in the three Sub-Funds.

| APF-ESF | APF-DSF | APF-MMF |
|---------|---------|---------|
| 0-80% | 20-75% | 0-60% |

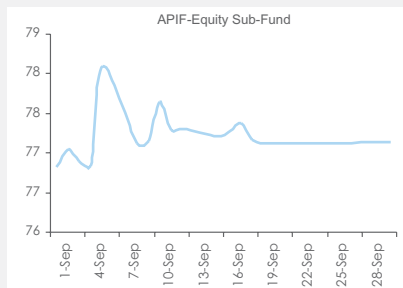
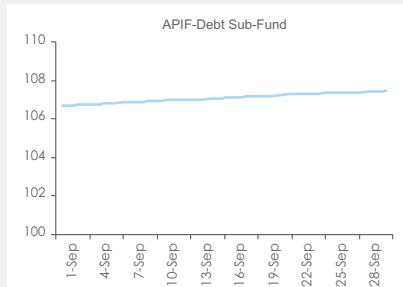
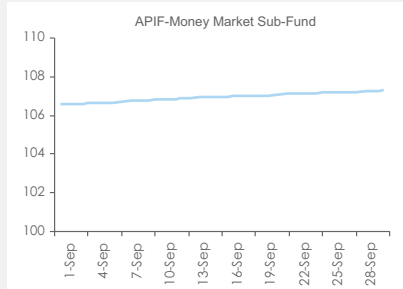
Atlas Pension Islamic Fund (APIF)

SEPTEMBER 2008

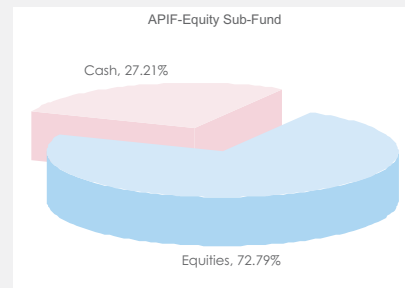
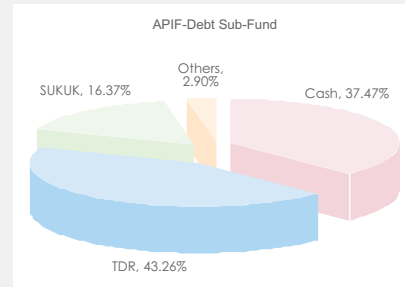
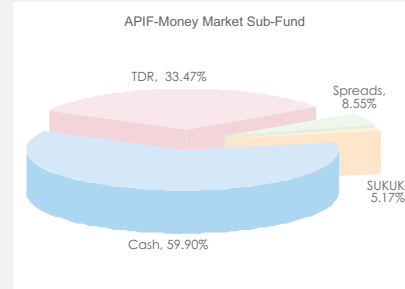
Investment Objective

The objective of Atlas Pension Islamic Fund is to provide individuals with a portable, individualized, funded (based on defined contribution) and flexible pension scheme assisting individuals to plan their retirement. APIF is providing a facility of diversified portfolio of Shariah compliant equity securities and Shariah compliant fixed income instruments.

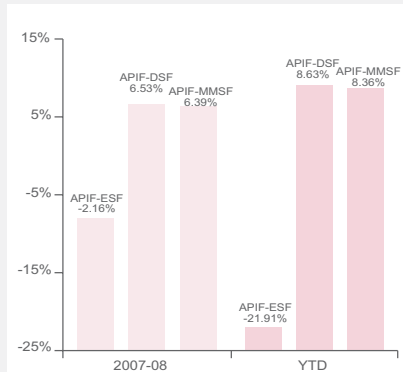
NAV Performance



Portfolio Composition



Yearly Performance



Sector Allocation (%) For APIF-ESF

| Sector | Sep-08 | Aug-08 |
|------------|--------|--------|
| OEC's | 22.10 | 23.67 |
| Fertilizer | 18.95 | 22.99 |
| OMC's | 9.03 | 11.01 |
| Power | 6.48 | 7.00 |
| Chemicals | 5.62 | 6.17 |
| Telecom | 4.75 | 5.11 |
| Paper | 4.51 | 4.85 |
| Jute | 0.60 | 1.08 |
| Auto | 0.39 | 0.57 |

Trailing Performance

| APIF-Equity Sub-Fund | |
|----------------------|-----------------|
| 30 Days (1 Month) | Since Inception |
| 0.36% | -23.39% |

| APIF-Debt Sub-Fund* | |
|---------------------|-----------------|
| 30 Days (1 Month) | Since Inception |
| 9.52% | 7.49% |

| APIF-Money Market Sub-Fund* | |
|-----------------------------|-----------------|
| 30 Days (1 Month) | Since Inception |
| 8.91% | 7.31% |

* Annualized Return

DISCLAIMER: All investments in pension funds are subject to market risks. Past performance is not necessarily indicative of future results.

Fund Facts

| | |
|---------------------|-------------------------------------------------------------------------------|
| Fund Inception Date | Nov-07 |
| Sales Load | 3% (Front-end) of contribution |
| Management Fee | 1.5% of Annual Net Assets |
| Custodian & Trustee | Central Depository Co. |
| Auditors | Ford Rhodes SHC |
| Minimum Investment | Rs.5,000/- or 10% of monthly income (which ever is lower) |
| Eligibility | Any Pakistani (resident or non-resident), who holds a valid NTN or CNIC/NICOP |

Net Assets (mn)

| | |
|-------------|--------|
| APIF-Equity | PKR 33 |
| APIF-Debt | PKR 43 |
| APIF-M.M | PKR 35 |

NAV

| | |
|-------------|------------|
| APIF-Equity | PKR 77.14 |
| APIF-Debt | PKR 107.46 |
| APIF-M.M | PKR 107.30 |

Atlas Pension Islamic Fund Allocation Schemes

The participant has the option to select from any one of the six below allocation schemes, allowing the participants to adopt a focused investment strategy, according to their risk/return requirements.

| | APIF-ESF | APIF-DSF | APIF-MMF |
|-----------------------------|----------|----------|----------|
| (i) Aggressive | 80% | 20% | Nil |
| Wtd. Av Return | | | -15.80% |
| (ii) Balanced | 50% | 40% | 10% |
| Wtd. Av Return | | | -6.66% |
| (iii) Conservative | 20% | 65% | 15% |
| Wtd. Av Return | | | 2.49% |
| (iv) V. Conservative | Nil | 50% | 50% |
| Wtd. Av Return | | | 8.50% |

(v) Lifecycle

Lifecycle allocation scheme allocates between the equity and fixed income instruments through investments in APIF-ESF, APIF-DSF and APIF-MMF, varying allocations between the sub funds in accordance with the age of the participants, as assessed by the risk assessment form, moving from higher percentage in equities in younger years to lower percentage in equities in older years to reduce the risk near retirement age, seeking capital growth and preservation towards the later years in participants lifecycle.

(vi) Customized

Customized allocation scheme offers a personalized investment between the equity and fixed income instruments through investments in the three Sub-Funds.

| APIF-ESF | APIF-DSF | APIF-MMF |
|----------|----------|----------|
| 0-80% | 20-75% | 0-60% |

Distribution Network

Karachi

C/o Atlas Capital Markets (Pvt.) Ltd.
B-114, 1st Floor, Park Towers,
Abdullah Shah Ghazi Road,
Clifton, Karachi-75600
Ph: (92-21) 5875675, 5875873,
5875843, 5875796
Fax: (92-21) 5376129
Cell: 0333-2334749
Contact Person: Azam Khan
Email: maz@atlasfunds.com.pk

Lahore

C/o Atlas Capital Markets (Pvt.) Ltd.
2nd Floor, Ajmal House,
27- Edgerton Road, Lahore
Ph: (92-42) 6366170-4
UAN: (92-42) 111-688-825
Fax: (92-42) 6366175
Cell: 0300-8422570
Contact Person: Javaid Aslam
Email: jam@atlasfunds.com.pk

Rawalpindi

C/o Atlas Bank Limited
Bank Road Branch, 60,
Bank Road, Rawalpindi
Ph: (92-51) 5566671, 5564123
Fax: (92-51) 5528148
V-PTCL: (92-51) 5856411
Cell: 0334-5167035
Contact Person: Mohsin Sarwar
Email: cms@atlasfunds.com.pk

Glossary

Active return

The difference in absolute return between a portfolio and its benchmark. The Fund calls its comparative index a benchmark index.

R-Squared

A statistical measure that represents the percentage of a fund or security's movements that can be explained by movements in a benchmark index. For fixed-income securities, the benchmark is the T-bill, and for equities, the benchmark is the KSE-100 index.

Sharpe ratio

A measure that can be considered an indication of the reward-to-risk efficiency of an investment. The ratio is calculated by subtracting the risk-free rate from the rate of return for a portfolio and dividing the result by the portfolio's standard deviation.

Standard Deviation

This statistical measurement of dispersion about an average depicts how widely a model or simulation returns are varied over a certain period of time. When a fund has a high standard deviation, the predicted range of performance is wide, implying greater volatility.

Tracking error

The standard deviation of the difference between the return on the portfolio and the return on the benchmark.

Atlas
funds
Nurturing your investments

Atlas
Pensions
Smart retirement plans