



SAFEWAY MUTUAL FUND LIMITED

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SAFEWAY MUTUAL FUND LIMITED

GENERAL INFORMATION

Name of Company

Safeway Mutual Fund Limited

Legal Status

Public limited company incorporated in Pakistan in May 1994 under the Companies Ordinance, 1984

Stock Exchange Listing

The ordinary shares of the Company are listed with the Karachi and Islamabad Stock Exchanges.

Website and Email address

www.safewayfund.com
info@safewayfund.com

Company Registration number

0032559

National Tax Number

0698204-2

Asset Manager

Safeway Fund Limited

Custodian

Central Depository Company
of Pakistan Limited

Internal Auditors

Anjum Asim Shahid Rehman
Chartered Accountants
(Engagement Partner: Mr Shaukat Naseeb)

External Auditors

BDO Ebrahim & Co.
Chartered Accountants
(Engagement Partner: Mr. Zulfikar Causer)

Board of Directors

Mr. Anjum M. Saleem
Ms. Tehmeena Khan
Mr. Amjad Farooq
Mr. Faraz Ahmad
Mr. Mohammad Awais Qureshi
Mr. Mohammad Amin
Mr. Muhammad Saad Thaniana

CFO & Company Secretary

Ms. Tehmeena Khan
Email: tehmeena.khan@safewayfund.com

Legal Advisors

Ahmed & Qazi Advocates

Credit Rating Agency

JCR-VIS Credit Rating Company

Registered Office

6th Floor, BOP Tower,
10-B, Block E-2,
Gulberg III
Lahore

Karachi Office

9th Floor, Lakson Square Building Number 1
Maulana Deen Muhammad Wafai Road
Karachi.

Phone: 021 - 35620971/2

Fax: 021 - 35620978

Share Registrar

Corptech Associates (Pvt) Limited
6th Floor, BOP Tower
10-B, Block E-2,
Gulberg III
Lahore

Bankers

Bank Al Falah Limited
MCB Bank Limited
Soneri Bank Limited

Chairman
Chief Executive Officer
Director
Director
Director
Director
Director



DIRECTORS' REPORT

The Directors' of Safeway Mutual Fund Limited are pleased to present the first quarterly financial statements of the Company for the quarter ended September 30, 2009.

Financial and Operating Performance

The KSE 100 index rose by 30.54 % from June 30, 2009 to September 30, 2009 to close at 9,349.68 points, a recovery of 2,187.50 points during the period. This has facilitated an improvement in the year to date performance of your Fund, and during the same period, the NAV per share of the Fund rose from Rs. 9.80 to Rs. 13.29 an increase of 35.61%. The performance for the quarter ended September 30, 2009 is shown below:-

	Rupees in Thousands	
	3 months July- Sept 2009	3 months July- Sept 2008
Income	154,324	(145,943)
Operating expenses	(3,666)	(5,145)
Income / (loss) before tax	150,658	(151,088)
Taxation	-	-
Income / (loss) after tax	150,658	(151,088)
Earnings / (Loss) per share (Rupees)		
With un-realized appreciation / (diminution) on remeasurement of investments	2.77	(2.77)
Without un-realized appreciation / (diminution) on remeasurement of investments	1.35	(0.38)

A more detailed analysis of the performance of the Fund is discussed in the Fund Manager's Report. This report has been reviewed by the Board of Directors and forms an integral part of this Directors' Report.

During the quarter, the Fund disposed of all investments classified in the available for sale category and as at September 30, 2009, the Fund's entire portfolio is classified as financial assets recognized through profit and loss.

Future Outlook

Going forward the key valuation drivers will be recovering core earnings and a lower cost of capital for businesses. From an economic perspective, risks are posed by high commodity prices, poor security situation and delays in formulating intelligent fiscal policies.

Credit Ranking

The Fund's last available ranking from JCR - VIS is based on June 2009 performance. In this ranking the Fund was placed as MFR 2 Star for one year performance and MFR 2 Star for two year performance.

Acknowledgement

The Board places on record its thanks to the regulatory authorities, the stock exchanges, the Mutual Funds Association of Pakistan, our asset management company, our bankers and our service providers for their continued cooperation and services. The Board also extends its gratitude to our shareholders for their trust reposed in us.

On behalf of the Board of Directors

Tehmeena Khan
Tehmeena Khan
Chief Executive

Lahore
October 26th, 2009



SAFEWAY MUTUAL FUND LIMITED

FUND MANAGER'S REPORT

Investment Philosophy & Strategy

The investment objective of the Fund is to provide its shareholders a vehicle for long-term capital appreciation. The investment philosophy and strategy, risk management policies and corporate governance policies have been more fully described in the Fund Manager's Report on Fund Performance printed in the 2009 Annual Report.

Market Performance and Results of Operations

During the quarter ended September 30, 2009, the KSE-100 index rose by 2,187.50 points or 30.54% to close at 9,349.68 while the KSE-30 index rose by 2,460.77 points or 32.50% to close at 10,031.85. The Fund's NAV rose from Rs. 9.80 to Rs. 13.29 or 35.61%. As expected, the KSE 100 index has surpassed the floor level of 9,144 points and the Fund has been one of the top performers in the industry this year on a year to date basis.

The Fund's earning for the quarter ended September 30, 2009 was Rs. 150.658m, compared to a loss in the corresponding period of the prior year of Rs. 151.088m. The earnings for the quarter represented a quarterly EPS of Rs. 2.77.

During the period under review we saw progress towards many of the challenges we had identified six months ago. We are pleased to see that the fiscal managers have been active and are bringing about deregulation in the energy sector. We do not expect a rebuilding of circular debt through inefficient energy subsidies by the government. There has also been positive news regarding the building of a dam that should aid in our water and energy concerns. The government's foreign and fiscal team is also working diligently for external aid through the Friends of Pakistan forum and the US Kerry-Lugar aid bill. Once materialized, these should address concerns of crowding out and re-introduce liquidity for business. That said, there are already signs of banks making liquidity available for the private sector. As the demand for goods and services picks up, our fiscal managers need to issue policies that give incentives for levels of deletion achieved in production or impose high import duties. At present the weak currency and low economic activity issue is keeping a check on imports, and hence currency.

Future Outlook

Going forward the key valuation drivers will be recovering core earnings and a lower cost of capital for businesses. From an economic perspective, risks are posed by high commodity prices, poor security situation and delays in formulating intelligent fiscal policies.

Declaration by Directors

As required under the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Directors of the Investment Advisor state that the financial statements of Safeway Mutual Fund Limited for the quarter and nine months ended September 30, 2009 give a true and fair view of the Fund.

Renewal of License

The Asset Management Company is required to renew its license on an annual basis. This renewal request has been submitted to the SECP and a response is awaited.

Acknowledgement

We extend our gratitude to the stock exchanges, the regulators, our service providers, the Board of Safeway Mutual Fund Limited, and to our team, for their hard work and dedication.

For and on behalf of Safeway Fund Limited

NIHAL CASSIM
Chief Executive Officer



SAFEWAY MUTUAL FUND LIMITED

**STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)
AS AT SEPTEMBER 30, 2009**

	Note	(Un-audited) September 30, 2009	(Audited) June 30, 2009
----- Rupees in '000 -----			
ASSETS			
Current assets			
Cash and bank balances		195,753	1,381
Short term investments	4	498,266	529,901
Receivable against sale of investments		27,009	-
Dividend receivable		-	1,400
Income tax refundable		31	31
Prepayments and other receivables		1,578	134
		722,636	532,847
Non-current assets			
Long term deposits		2,615	2,615
		725,251	535,462
TOTAL ASSETS			
Current liabilities			
Remuneration payable to asset management company		1,139	915
Accrued expenses and other liabilities		415	1,019
Dividend payable		75	-
		1,630	1,934
		723,621	533,528
NET ASSETS			
REPRESENTED BY :			
Authorized share capital			
60,000,000 (June 30, 2009: 60,000,000) ordinary shares Of Rs.10 each		600,000	600,000
Issued, subscribed and paid-up capital			
54,450,000 (June 30, 2009 :54,450,000) ordinary shares of Rs. 10 each fully paid in cash		544,500	544,500
Capital reserves			
Share premium account		33,000	33,000
Unrealised diminution in fair value of investments classified as 'available for sale'		-	(39,435)
		33,000	(6,435)
Revenue reserve			
Unappropriated income / (loss)		146,121	(4,537)
		723,621	533,528
Contingencies and commitments			
		-	-

The annexed notes 1 to 8 form an integral part of these financial statements.

Jehmeera Khar

Chief Executive

Director




SAFEGWAY MUTUAL FUND LIMITED

INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2009

Note	July to September 2009	July to September 2008
	----- Rupees in '000 -----	
Income		
Capital Gain / (loss) on sale of investments-net	74,020	(21,481)
Unrealized appreciation / (diminution) on remeasurement of investments at fair value through profit and loss	77,356	(130,624)
Income from continuous funding system	-	1,612
Dividend income	1,429	3,790
Other income	1,519	760
	154,324	(145,943)
Operating expenses		
Remuneration of asset management company	3,107	3,700
Annual fee – Securities and Exchange Commission of Pakistan	148	176
Monitoring fee reversed – Securities and Exchange Commission of Pakistan	-	(250)
Remuneration of Custodian	241	292
Settlement and bank charges	26	1,080
Professional fee and subscription	75	85
Auditors' remuneration	19	-
Director's fee	35	35
Traveling	10	-
Others	5	27
	3,666	5,145
Income / (loss) before tax	150,658	(151,088)
Taxation	-	-
Income / (loss) after tax	150,658	(151,088)
Earnings / (loss) per share (Rupee)		
With un-realized appreciation / (diminution) on remeasurement of investments	2.77	(2.77)
Without un-realized appreciation / (diminution) on remeasurement of investments	1.35	(0.38)

The annexed notes 1 to 8 form an integral part of these financial statements.


Chief Executive


Director




SAFEWAY MUTUAL FUND LIMITED

**DISTRIBUTION STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2009**

Note	July - September 2009	July - September 2008
	----- Rupees in '000 -----	
Unappropriated (loss) / income brought forward	(4,537)	234,654
Net income / (loss) for the period	150,658	(151,088)
Unappropriated income carried forward	<u>146,121</u>	<u>83,566</u>

The annexed notes 1 to 8 form an integral part of these financial statements.



Chief Executive



Director




SAFEGWAY MUTUAL FUND LIMITED

**CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2009**

	Note	July to September 2009	July to September 2008
----- Rupees in '000 -----			
Cash flow from operating activities			
Income / (loss) for the period before taxation		150,658	(151,088)
Adjustment for:			
- Unrealized (appreciation) / diminution on remeasurement of investments at fair value through profit or loss		(77,356)	130,624
- Capital gain / (loss) on investments classified as 'available for sale'		62,562	(2,945)
- Dividend Income		(1,429)	(3,790)
- Remuneration of asset management company		3,107	3,700
Profit / (Loss) before working capital changes		137,343	(23,499)
Effect on cash flow due to working capital changes:			
(Increase) / decrease in assets			
- Short term investments		85,862	60,896
- Receivable against continuous funding system		-	(29,679)
- Prepayments and other receivables		(28,453)	(1,740)
		57,409	29,477
Decrease in liabilities			
- Accrued expenses and other liabilities		(527)	(4,807)
Cash generated from (used in) / operations		194,425	(2,502)
- Dividend received		2,829	5,682
- Remuneration of asset management company		(2,883)	(1,317)
Net increase in cash and cash equivalents		194,372	5,536
Cash and cash equivalents at the beginning of the period		1,381	9,450
Cash and cash equivalents at the end of the period		195,753	14,986

The annexed notes 1 to 8 form an integral part of these financial statements.


Chief Executive


Director




SAFeway MUTUAL FUND LIMITED

**STATEMENT OF MOVEMENT IN EQUITY AND
RESERVES - 'PER SHARE' (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2009**

	July - September 2009	July - September 2008
	----- Rupees -----	
Net assets per share at the beginning of the period	9.80	16.26
Gain / (loss) on sale of marketable securities-net	1.36	(0.39)
Unrealised appreciation / (diminution) on remeasurement of investments at fair value through profit or loss	1.42	(2.40)
Other net operating (loss) / income for the period	(0.01)	0.02
Net income / (loss) for the period	2.77	(2.77)
Unrealised appreciation / (diminution) in market value of investments classified as 'available for sale'	0.72	(1.31)
Net assets per share as at the end of the period	13.29	12.18

The annexed notes 1 to 8 form an integral part of these financial statements.


Chief Executive


Director



SAFEWAY MUTUAL FUND LIMITED

**NOTES TO AND FORMING PART OF THE
FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2009**

1. Legal status and nature of business

Safeway Mutual Fund Limited is a public limited company incorporated in May 1994 under the Companies Ordinance, 1984 and has been registered with the Securities and Exchange Commission of Pakistan (SECP) as an Investment Company under the Investment Companies and Investment Advisors Rules, 1971 to carry on the business of a closed end investment company. The Company has applied to be registered as notified entity as per section 46 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008. The Company commenced its business in July 1994 and is listed on Karachi and Islamabad Stock Exchanges.

The Company has entered into an agreement with Safeway Fund Limited (SFL) to act as its asset management company. SFL is duly licensed under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 to act as an asset management company.

The Company primarily invests in shares of listed companies.

JCR-VIS Credit Rating Company Limited has assessed the Company's performance 1 year ranking at 'MFR 2' Star and 2 year average ranking at 'MFR 2' Star as at June 30, 2009. Management quality rating of SFL has not yet been assessed pending the formal approval by the SECP of SFL's license renewal.

2. Accounting convention and basis of preparation

This condensed interim financial information has been presented in condensed form in accordance with the requirements of the "International Accounting Standard 34 - Interim Financial Reporting" as applicable in Pakistan and are unaudited. This condensed interim financial information does not include all of the information required for full annual financial statements, and should be read in conjunction with the financial statements of the Company for the year ended 30 June 2009. Further, this condensed interim financial information is being circulated to the shareholders in accordance with the requirements of Section 245 of The Companies Ordinance, 1984 and section 52(b) of the NBFC Regulations 2008.

3. Significant accounting policies

The accounting policies and methods of computation followed for the preparation of these financial statements are the same as those applied in preparing the financial statements for the year ended June 30, 2009.

4. Short term investments

	September 30, 2009	June 30, 2009
	----- Rupees in '000 -----	
- At fair value through profit or loss - note 4.1	498,266	447,637
- Available for sale - note 4.2	-	82,264
	<u>498,266</u>	<u>529,901</u>



SAFeway MUTUAL FUND LIMITED

4.1 Investments in marketable securities - 'at fair value through profit or loss'

Name of the Investee Company	No of shares				Balance as at September 30, 2009				Percentage in relation to			
	As at July 01, 2009	Purchases/ Adjustments during the period	Bonus/ Rights	Sales / adjustments during the period	As at September 30, 2009	Cost	Carrying cost	Market Value	Appreciation / (diminution)	Net Assets of the company (with market value of investments)	Paid up capital of investee company (with face value of the investments)	Total value of investments (with market value of investments)
Shares of listed companies - Fully paid ordinary shares of Rs 10 each unless stated otherwise												
Rupees in '000												
RELATED PARTIES												
Sugar & Allied Industries												
Shakarganj Mills Limited	-	2,042,400	-	-	2,042,400	16,398	16,398	16,584	187	2.29	2.94	3.33
Engineering												
Crescent Steel & Allied Products Limited	-	1,233,739	-	-	1,233,739	29,766	29,766	33,545	3,780	4.64	2.19	6.73
OTHERS												
Modaraba												
Crescent Standard Modaraba	-	634,500	-	634,500	-	-	-	-	-	-	-	-
Leasing Companies												
Al-Zamin Leasing Limited	-	1,095,000	-	295,000	800,000	1,743	1,743	2,304	561	0.32	1.61	0.46
Saudi Pak Leasing Company Limited	95,000	-	-	95,000	-	-	-	-	-	-	-	-
Investment Companies and Banks												
Arif Habib Securities Limited	1,127,100	952,942	-	1,100,000	980,042	28,350	28,955	42,122	13,167	5.82	0.26	8.45
Innovative Housing Finance Limited *	14,003	-	-	-	14,003	-	-	-	-	-	-	-
Jhangir Siddiqui and Company Limited	300,008	900,000	-	1,200,008	-	28,350	28,955	42,122	13,167	5.82	0.26	8.45
Insurance												
Adamjee Insurance Company Limited	-	25,000	-	25,000	-	-	-	-	-	-	-	-
Textile Spinning												
Shabeen Cotton Mills Limited	527,900	-	-	-	527,900	4,672	1,188	792	(396)	0.11	3.58	0.16
Commercial Banks												
Allied Bank Limited	300,000	90,300	-	5,300	385,000	16,104	14,958	18,137	3,179	2.51	0.05	3.64
Arif Habib Bank Limited	250,000	-	-	250,000	-	-	-	-	-	-	-	-
Atlas Bank Limited	250,000	-	-	250,000	-	-	-	-	-	-	-	-
Bank Al Falah Limited	3,060,963	1,888,908	-	-	4,949,871	60,833	54,184	62,220	8,035	8.60	0.37	12.49
MCB Bank Limited	170,000	80,000	-	250,000	-	-	-	-	-	-	-	-
My Bank Limited	500,000	-	-	500,000	-	-	-	-	-	-	-	-
National Bank of Pakistan Limited	422,748	230,000	-	652,748	-	58,035	43,398	54,485	11,087	7.53	0.06	10.93
Samba Bank Limited	1,461,500	1,085,000	-	499,000	2,047,500	26,005	6,369	7,576	1,207	1.05	0.23	1.52
United Bank Limited	-	731,300	-	175,300	556,000	24,529	24,529	33,204	8,675	4.59	0.05	6.66
					185,505	143,439	175,622	32,184	24,27	0.76	35.25	



SAFEWAY MUTUAL FUND LIMITED

4.1 Investments in marketable securities - 'at fair value through profit or loss'

Name of the Investee Company	No of shares				Balance as at September 30, 2009			Percentage in relation to				
	As at July 01, 2009	Purchases/ Adjustments during the period	Bonus / rights	Sales / adjustments during the period	As at September 30, 2009	Cost	Carrying cost	Market Value	Appreciation / (diminution)	Net Assets of the company (with market value of investments)	Paid up capital of investee company (with face value of the investments)	Total value of investments (with market value of investments)
Rupees in '000												
Textile Composite												
Azgard Nine Limited	-	175,000	-	175,000	-	-	-	-	-	-	-	-
Nishat Mills Limited	525,022	770,733	-	1,295,755	-	38,441	38,441	41,531	3,090	5,74	2,93	8,34
The Crescent Textile Mills Limited	-	1,442,063	-	-	1,442,063	38,441	38,441	41,531	3,090	5,74	2,93	8,34
Jute												
Thal Jute Limited	228,820	5,000	-	-	233,820	27,383	18,313	28,856	10,542	3,99	0,55	5,79
(ordinary share of Rs 5 each)						27,383	18,313	28,856	10,542	3,99	0,55	5,79
Cement												
DG Khan Cement Company Limited	1,277,743	1,300,000	-	704,018	1,873,725	69,046	64,291	64,606	315	8,93	0,62	12,97
Fauji Cement Company Limited	-	800,000	-	800,000	-	-	-	-	-	-	-	-
Lucky Cement Limited	257,000	770,000	-	1,027,000	-	-	-	-	-	-	-	-
						69,046	64,291	64,606	315	8,93	0,62	12,97
Power Generation & Distribution												
Alten Energy Limited	-	1,459,000	-	-	1,459,000	12,710	12,710	16,151	3,441	2,23	0,43	3,24
Kohinoor Energy Limited	25,000	-	-	25,000	-	-	-	-	-	-	-	-
						12,710	12,710	16,151	3,441	2,23	0,43	3,24
Oil & Gas Marketing Companies												
Attock Petroleum Limited	7,100	-	-	7,100	-	-	-	-	-	-	-	-
Pakistan State Oil Company Limited	200,000	10,000	-	210,000	-	-	-	-	-	-	-	-
Oil & Gas Exploration Companies												
Oil & Gas Development Corporation Limited	650,000	25,000	-	675,000	-	-	-	-	-	-	-	-
Pakistan Oilfields Limited	315,095	150,000	-	365,000	100,095	17,329	18,037	20,881	2,844	2,89	0,04	4,19
						17,329	18,037	20,881	2,844	2,89	0,04	4,19
Automobile Assembler												
Pak Suzuki Motors	144,200	-	-	10,000	134,200	21,967	9,112	11,681	2,569	1,61	0,16	2,34
						21,967	9,112	11,681	2,569	1,61	0,16	2,34
Automobile Parts & Accessories												
Agrautos Industries Limited	100,000	-	-	100,000	-	-	-	-	-	-	-	-
(ordinary share of Rs 5 each)						-	-	-	-	-	-	-



SAFEWAY MUTUAL FUND LIMITED

4.1 Investments in marketable securities - 'at fair value through profit or loss'

Name of the Investee Company	No of shares'				Balance as at September 30, 2009			Percentage in relation to			
	As at July 01, 2009	Purchases/ Adjustments during the period	Bonus/ rights	Sales / adjustments during the period	As at September 30, 2009	Carrying cost	Market Value	Appreciation / (diminution)	Net Assets of the company (with market value of investments)	Paid up capital of investee company (with face value of investments)	Total value of investments (with market value of investments)
----- Rupees in '000 -----											
Cable & Electrical Goods											
Pak Elektron Limited - Preference shares	1,875,000	-	-	-	1,875,000	18,752	18,750	-	2,59	1,88	3,76
						18,752	18,750	-	2,59	1,88	3,76
Transport											
Pakistan National Shipping Corporation Limited	100,000	-	-	-	100,000	6,706	4,616	6,166	1,550	0,08	1,24
						6,706	4,616	6,166	1,550	0,08	1,24
Technology and Communication											
Pakistan Telecommunication Company Limited	831,875	110,000	-	941,875	-	-	-	-	-	-	-
Fertilizer											
Engro Chemicals Pakistan Limited	-	70,071	-	70,071	-	-	-	-	-	-	-
Fauji Fertilizer Bin Qasim Limited	-	557,606	-	557,606	-	-	-	-	-	-	-
Fauji Fertilizer Company Limited	-	10,000	-	10,000	-	-	-	-	-	-	-
Chemicals											
Sitara Peroxide Limited	102,000	-	-	102,000	-	-	-	-	-	-	-
Miscellaneous											
Pakistan Services Limited	54,400	-	-	-	54,400	23,136	6,150	9,574	3,424	1,32	1,92
						23,136	6,150	9,574	3,424	1,32	1,92
Bonds											
Maple Leaf Cement Factory Limited (SUKUK certificates of Rs 5,000 each)	2,000	-	-	-	2,000	10,000	9,001	9,100	99	1,26	1,83
						10,000	9,001	9,100	99	1,26	1,83
TOTAL	15,174,477	18,643,562	-	12,354,533	21,463,506	511,904	420,911	498,266	77,356		

(*) Innovative Investment Bank Limited (formerly International Housing Finance Limited) (IIBL) is an unlisted company so its fair value can not be ascertained reliably. IIBL has made an application for listing to the Karachi Stock Exchange. Based on the prudence principle of accounting the investment in the shares of IIBL has been recorded at NIL value, being the carrying value of investment in CSIBL shares at the time of derecognition.

4.1.1 500,000 shares of Arif Habib Securities Limited, 600,000 shares of National Bank of Pakistan, 400,000 shares of United Bank Limited and 4,949,871 shares of Bank Al Falah Limited have been pledged with National Clearing Company of Pakistan Limited (NCCPL) as collateral against trading facility in the stock exchange.



SAFeway MUTUAL FUND LIMITED

4.2 Investments in marketable securities - 'available for sale'

Name of the Investee Company	No of shares					Balance as at September 30, 2009			Percentage in relation to			
	As at July 01, 2009	Purchases/ Adjustments during the period	Bonus / rights	Sales / adjustments during the period	As at September 30, 2009	Cost	Carrying cost	Market Value	Appreciation / (diminution)	Net Assets of the company (with market value of investments)	Paid up capital of investee company (with face value of the investments)	Total value of investments (with market value of investments)
Shares of listed companies - Fully paid ordinary shares of Rs 10 each unless stated otherwise (Rupees in thousand)												
RELATED PARTIES												
Sugar and Allied Industries												
Shakarganj Mills Limited	2,403,509	-	-	2,403,509	-	-	-	-	-	-	-	-
Engineering												
Crescent Steel & Allied Products Limited	1,234,495	-	-	1,234,495	-	-	-	-	-	-	-	-
OTHER												
Leasing Companies												
Al-Zamim Leasing Corporation Limited	398,000	-	-	398,000	-	-	-	-	-	-	-	-
Textile Composite												
The Crescent Textile Mills Limited	1,438,278	-	-	1,438,278	-	-	-	-	-	-	-	-
Power Generation & Distribution												
Altern Energy Limited	1,480,000	-	-	1,480,000	-	-	-	-	-	-	-	-
TOTAL	6,954,282	-	-	6,954,282	-	-	-	-	-	-	-	-

Rupees in '000

Shares of listed companies - Fully paid ordinary shares of Rs 10 each unless stated otherwise (Rupees in thousand)



SAFEGWAY MUTUAL FUND LIMITED

September 30, 2009 June 30, 2009
----- Rupees in '000 -----

4.3 Net unrealized appreciation / (diminution) in the value of investments classified as 'available for sale'

- Market value	-	82,264
- Less: Cost	-	(161,134)
	-	(78,870)
Add: impairment charged recognized in income statement	-	39,435
	-	(39,435)

5. Provision for taxation

The company intends to avail the tax exemption under clause 99 of the Second Schedule to the Income Tax Ordinance, 2001 by distributing at-least ninety percent of its accounting income for the period as reduced by capital gains, whether realized or unrealized, to its shareholders. Accordingly, no current tax liability for the period has been recognized in these financial statements.

July - September 2009 July - September 2008
----- Rupees in '000 -----

6. Transaction with connected persons

Remuneration to asset management company

Safeway Fund Limited - Charge for the period	3,107	3,700
Safeway Fund Limited - Payable at the end of period	1,139	4,089

Remuneration to Custodian

Central Depository Co. of Pakistan Ltd. - Charge for the period	174	338
Central Depository Co. of Pakistan Ltd. - Payable at the end of period	53	113

Commission Paid

Cassim Investments (Private) Limited	219	2
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Fees paid to Directors

35	35
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Sale of marketable securities

92,010	-
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Purchase of marketable securities

86,498	-
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7. Date of Authorization for Issue

These financial statements were authorized for issue on October 26, 2009 by the Board of Directors of the Company.

8. General

8.1 Figures have been rounded off to the nearest thousand rupees.

8.2 The bifurcation of undistributed income into realized and unrealized income at the beginning and end of the period as required by the NBFC Regulations has not been disclosed as such bifurcation is not practicable.

Chief Executive

Director