



Bachat ka Doosra Naam

Bachat Nama

Fund Manager's Report (Mar-2014)



MCB-Arif Habib Savings and Investments Limited
(formerly: Arif Habib Investments Limited)

MCB Islamic Income Fund

March 31, 2014

NAV - PKR 100.0106



General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant (Islamic) Income Scheme
Asset Manager Rating	AM2 (AM Two) by PACRA
Stability Rating	AA-(f) by PACRA
Risk Profile	Low
Launch Date	20-June-2011
Fund Manager	Uzma Khan, CFA, FRM
Trustee	Central Depository Company of Pakistan Limited
Auditor	KPMG Taseer Hadi & Co., Chartered Accountants
Management Fee	10% of Gross Earnings subject to minimum fee of 0.25% of average daily Net Assets
Front end load*	Class "A" 1.5%, Class "B" 0%
Back end Load*	Class "A" 0%, Class "B" Units: 1.5% on redemption in the 1st year from the date of investment. 1.0% on redemption in the 2nd year from the date of investment. 0.0% on redemption after completion of 2 years from the date of Investment.
Min. Subscription	Growth Units PKR 500 Income Units PKR 100,000 Cash Dividend Units PKR 500
Listing	Lahore Stock Exchange
Benchmark	Average of the most recently published three-month profit rates of three Islamic Banks rated A and above.
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut off Timing	Mon-Fri (9:00 AM to 4:30 PM)
Leverage	Nil

*Subject to government levies

Fund Facts / Technical Information

NAV per Unit (PKR)	100.0106
Net Assets (PKR M)	2,189
Weighted average time to maturity (Days)	176
Sharpe Measure	0.23
Correlation	13.5%
Standard Deviation	0.04
Alpha	0.009%

Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	SVP- Head of Fixed Income Investments
Muhammad Asim, CFA	SVP - Head of Equities
Mohsin Pervaiz	VP - Investments
Uzma Khan, CFA , FRM	SAVP - Head of Research

Investment Objective

To generate superior risk adjusted returns by investing in short, medium and long-term Shariah Compliant Fixed Income instruments.

Manager's Comment

During the month the fund generated an annualized return of 10.78% as against its benchmark return of 6.06%. The fund increased its exposure in GoP Ijara Sukuk from 50.7% to 51.0% at the month end. Moreover, around 47.7% of the fund was kept as cash in bank deposits.

We believe that well-timed accumulation of GoP Ijara Sukuk should contribute towards healthy returns going forward, while the fund would remain cognizant of the changes in the macroeconomic environment in order to deploy assets efficiently in Shariah compliant instruments.

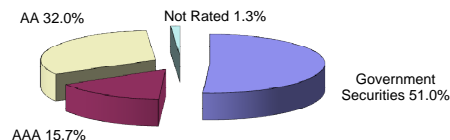
Provision against WWF liability

MCB-IIF has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs 9.54 million, if the same were not made the NAV per unit of MCB-IIF would be higher by Rs. 0.4359 and YTD return would be higher by 0.47%. For details investors are advised to read Note 7 of the latest Half Yearly Financial Statements for the period ended December 31, 2013 of MCB-IIF.

Asset Allocation (%age of Total Assets)	Mar-14	Feb-14
Cash	47.7%	47.2%
GoP Ijara Sukuk	51.0%	50.7%
Others including receivables	1.3%	2.1%

Performance Information (%)	MCB IIF	Benchmark
Year to Date Return (Annualized)	8.93	5.93
Month to Date Return (Annualized)	10.78	6.06
180 Days Return (Annualized)	9.46	5.93
365 Days Return (Annualized)	8.46	6.13
Since inception (CAGR)	9.45	6.40

Asset Quality (%age of Total Assets)



MUFAP's Recommended Format.

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Pakistan International Element Islamic Asset Allocation Fund

March 31, 2014

NAV - PKR 52.3900



General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant Islamic Asset Allocation Scheme
Asset Manager Rating	AM2 (AM Two) by PACRA
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	2-May-2006
Fund Manager	Uzma Khan, CFA, FRM
Trustee	Central Depository Company of Pakistan Limited
Auditor	KPMG Taseer Hadi & Co., Chartered Accountants
Management Fee	Type A & B: 2% Type C & D: 1.33%
Front end Load *	Type A: 2% Type B,C & D: None
Back end Load*	Type A: None
Min. Subscription	Type B,C& D: Yr 1:3%, Yr 2:2%, Yr 3:1%
	A & B PKR 5,000
	C & D PKR 10,000,000
Listing	Karachi Stock Exchange, Lahore Stock Exchange, Islamabad Stock Exchange.
Benchmark	70% KMI-30 Index + 30% DJIM-World Index
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut off Timing	Mon-Fri (9:00 AM to 5:00 PM)
Leverage	Nil

*Subject to government levies

Investment Objective

The objective of the fund is to provide medium to long term capital appreciation through investing in Shariah compliant investments in Pakistan and Internationally .

Manager's Comment

The fund generated a return of 4.03% as against its benchmark return of 2.07% during the month. Major sector level changes include increase in exposure of the Oil & Gas sector and decrease in exposure of Construction & Material, Electricity , Personal Goods and General Industries sectors.

On the fixed income side, allocation to GoP Ijara Sukuk was decreased from 18.4% to 14.4% at month end.

Provision against WWF liability

PIEIF has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs 5.22 million, if the same were not made the NAV per unit of PIEIF would be higher by Rs. 0.8730 and YTD return would be higher by 1.91%. For details investors are advised to read Note 8 of the latest Half Yearly Financial Statements for the period ended December 31, 2013 of PIEIF.

Fund Facts / Technical Information	PIEIF	Benchmark
NAV per Unit (PKR)	52.3900	
Net Assets (PKR M)	313	
Price to Earning (x)	8.16	7.50*
Dividend Yield (%)	5.09	5.70*
No. of Holdings - Equity	26	30*
Wt. Avg Mkt Cap (PKR Bn)	99.91	228
Sharpe Measure	0.03	0.06
Beta	0.64	1.00
Correlation	80.9%	
Max draw up	196.7%	459.3%
Max draw Down	-28.9%	-39.6%
Standard Deviation	0.78	0.99
Alpha	0.000%	
* KMI 30 Index		

Performance Information (%)	PIEIF	Benchmark
Year to Date Return	14.58	20.40
Month to Date Return	4.03	2.07
180 Days Return	9.90	14.60
365 Days Return	23.80	36.14
Since inception	114.63	-

Asset Allocation (%age of Total Assets)	Mar-14	Feb-14
Cash	28.6%	20.6%
Stock /Equities	55.1%	58.7%
GoP Ijara Sukuk	14.4%	18.4%
Others including receivables	1.9%	2.3%

Top 10 Holdings (%age of Total Assets)		
Pakistan State Oil Company Limited	Equity	6.4%
Pakistan Petroleum Limited	Equity	5.9%
Pakistan Oil Fields Limited	Equity	5.8%
Meezan Bank Limited	Equity	4.1%
National Refinery Limited	Equity	4.0%
Maple Leaf Cement Factory Limited	Equity	3.9%
Kohat Cement Company Limited	Equity	3.6%
Attock Petroleum Limited	Equity	2.7%
Lucky Cement Limited	Equity	2.7%
Packages Limited	Equity	2.6%

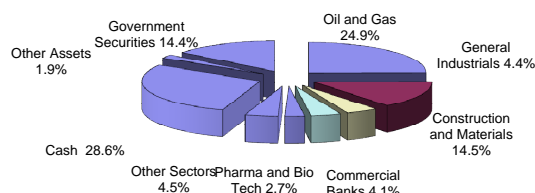
Details of non-compliant investments with the investment criteria of assigned category (Rs. in millions)

Name & Type of Non-Compliant Investment	Outstanding face value	Value of investment before provision	Provision held, if any	Value of investment after provision	% of Net Assets	% of Gross Assets
Pak Elektron Limited- Sukuk	2.14	1.99	1.99	-	0.00%	0.00%

Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	SVP - Head of Fixed Income Investments
Muhammad Asim, CFA	SVP - Head of Equities
Mohsin Pervaiz	VP - Investments
Uzma Khan, CFA , FRM	SAVP - Head of Research

Sector Allocation (%age of Total Assets)



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MUFAP's Recommended Format.

Pakistan Islamic Pension Fund

March 31, 2014



General Information

Fund Type	An Open End Scheme
Category	Islamic Voluntary Pension Scheme
Asset Manager Rating	AM2 (AM Two) by PACRA
Stability Rating	Not Applicable
Launch Date	15-Nov-07
Fund Manager	Uzma Khan, CFA, FRM
Trustee	Habib Metropolitan Bank Limited
Auditor	Ernst & Young Ford Rhodes Sidat Hyder & Co., Chartered Accountants
Management Fee	1.5% p.a.
Front / Back end Load*	3% / 0%
Min. Subscription	PKR 1,000
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut off Timing	Mon-Fri (9:00AM to 5:00 PM)
Leverage	Nil

*Subject to government levies

Investment Objective

The investment objective of the fund is to seek steady returns with a moderate risk for investors by investing in a portfolio of equity, short medium term debt and money market instruments

Manager's Comment

Equity sub-fund generated a return of 6.76% against KSE-100 index increase of 5.34%. Many changes in sector and company allocations were made in response to changing sector and company fundamentals. Allocation to Oil & Gas sector was increased while exposure towards Commercial Banks, Electricity, Construction & Material, and Chemicals sectors was decreased.

Debt sub-fund generated an annualized return of 13.59% during the month. The fund decreased its exposure towards GoP Ijarah Sukuk to 82.7% at month end.

Money Market sub-fund generated an annualized return of 9.77% during the month. Exposure to GoP Ijarah Sukuk was broadly maintained at 63.8% with a cash exposure of nearly 33.8% at month end.

Provision against WWF liability

PIPF-EQ has not made provisions amounting to Rs 0.70 million against Workers' Welfare Fund liability, if the same were made the NAV per unit of PIPF-EQ would be lower by Rs 1.5506 and YTD return would be lower by 0.80%. For details investors are advised to read Note 9 of the latest Half Yearly Financial Statements for the period ended December 31, 2013 of PIPF.

PIPF-DT has not made provisions amounting to Rs 0.35 million against Workers' Welfare Fund liability, if the same were made the NAV per unit of PIPF-DT would be lower by Rs 0.5853 and YTD return would be lower by 0.37%. For details investors are advised to read Note 9 of the latest Half Yearly Financial Statements for the period ended December 31, 2013 of PIPF.

PIPF-MM has not made provisions amounting to Rs 0.24 million against Workers' Welfare Fund liability, if the same were made the NAV per unit of PIPF-MM would be lower by Rs 0.5897 and YTD return would be lower by 0.40%. For details investors are advised to read Note 9 of the latest Half Yearly Financial Statements for the period ended December 31, 2013 of PIPF.

Top 10 Equity Holdings (%age of Total Assets)

Pakistan Oil Fields Limited	9.8%
Pakistan Petroleum Limited	8.7%
Meezan Bank Limited	8.7%
Pakistan State Oil Company Limited	7.9%
Packages Limited	5.6%
Bata Pakistan Limited	5.4%
Fauji Fertilizer Company Limited	5.2%
Kohat Cement Company Limited	5.1%
Maple Leaf Cement Factory Limited	5.0%
National Refinery Limited	4.0%

PIPF -Money Market (%age of Total Assets)	Mar-14	Feb-14
Cash	33.8%	26.7%
GoP Ijarah Sukuk	63.8%	70.6%
Others including receivables	2.4%	2.7%

PIPF-Debt (%age of Total Assets)	Mar-14	Feb-14
Cash	15.3%	10.0%
GoP Ijarah Sukuk	82.7%	87.0%
Sukuk	0.0%	0.0%
Others including receivables	2.0%	3.0%

Performance Information & Net Assets	PIPF-EQ*	PIPF-DT**	PIPF-MM**
Year to Date Return (%)	30.54	8.72	7.27
Month to Date Return (%)	6.76	13.59	9.77
Since inception (%)	151.14	10.46	8.41
Net Assets (PKR M)	113.04	100.63	63.77
NAV (Rs. Per unit)	251.64	167.44	154.25
* Total Return ** Annualized return			

PIPF-Equity (%age of Total Assets)	Mar-14	Feb-14
Oil and Gas	33.9%	29.3%
Construction and Materials	15.1%	16.2%
General Industrials	8.8%	8.0%
Chemicals	8.7%	9.3%
Commercial Banks	8.7%	9.0%
Other equity sectors	19.7%	21.3%
Cash	0.9%	3.8%
Others including receivables	4.2%	3.1%

Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	SVP - Head of Fixed Income Investments
Muhammad Asim, CFA	SVP - Head of Equities
Mohsin Pervaiz	VP - Investments
Uzma Khan, CFA , FRM	SAVP - Head of Research

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MCB-Arif Habib Savings and Investments Limited

HEAD OFFICE – KARACHI

Contact: Mr. Tanweer Ahmad Haral
(SVP-Head of Sales & Marketing)
Address: 8th Floor, Corporate Tower, Techno City
Hasrat Mohani Road, Karachi
Bachat Center (Toll Free): 0800-62224 (0800-MCBAH)
UAN: (+92-21) 11-11-62224 (11-11-MCBAH),
111 468 378 (111-INVEST), Ext: 133
Tel: (+92-21) 32276910
Fax: (+92-21) 32276898, 32276908
Cell: 0302-8293252, 0322-4435501
Email: tanweer.haral@mcbah.com
info@mcbah.com, marketing@mcbah.com

RETAIL SALES

Contact: Mr. Yousuf Durvesh
(VP-National Business Manager-Direct Retail Channel)
Tel: (+92-91) 32463271-73
Cell: 0321-9215358, 0300-9215358
Email: yousuf.durvesh@mcbah.com

LAHORE

Contact: Imran Akram
(SAVP, Regional Manager Retail Sales-Central, Lahore,
Gujranwala, Sialkot)
Address: B-403 City Tower, Main Boulevard, Gulberg II,
Lahore
UAN: (+92-42) 11-11-622-24 (11-11-MCB-AH)
111-468378 (111-INVEST), Tel: (+92-42) 35817511-4
Fax: (+92-42) 35817518
Cell: 0300-4109675
Email: imran.akram@mcbah.com

Contact: Emmad Aslam
(SAVP, Corporate Sales-Central)
Address: 6th floor, MCB House, 15-Main Gulberg, Lahore
Tel: (+92-42) 36041063, 36041060
Fax: (+92-42)35776646, 35776646
Cell: 0333-3341466
Email: emmad.aslam@mcbah.com

ISLAMABAD

Contact: Nadeem Ishtiaq
(SAVP Islamabad Regional Manager Retail & Corporate
Sales-North Islamabad, Rawalpindi, AJK and KPK)
Address: MCB Regional Building, 2nd Floor, Blue Area,
Islamabad
UAN: (+92-51) 11-11-622-24 (11-11-MCBAH),
111 468 378 (111-INVEST)
Fax: (+92-51) 2801510, 2801507
Cell: 0300-5555925
Email: nadeem.ishtiaq@mcbah.com

MULTAN

Contact: Syed Nawazish Ali Zaidi
(AVP, Senior Area Manager Retail Sales-East)
Address: 4th Floor, MCB Building, 59-A, Abdali Road, Multan
UAN: (+92-61) 111-468 378 (111-INVEST)
Tel: (+92-61) 4508411, 4508412, 4546235, 4508411-2
Fax: (+92-61) 4542924
Cell: 0321-6300498
Email: nawazish.zaidi@mcbah.com

FAISALABAD

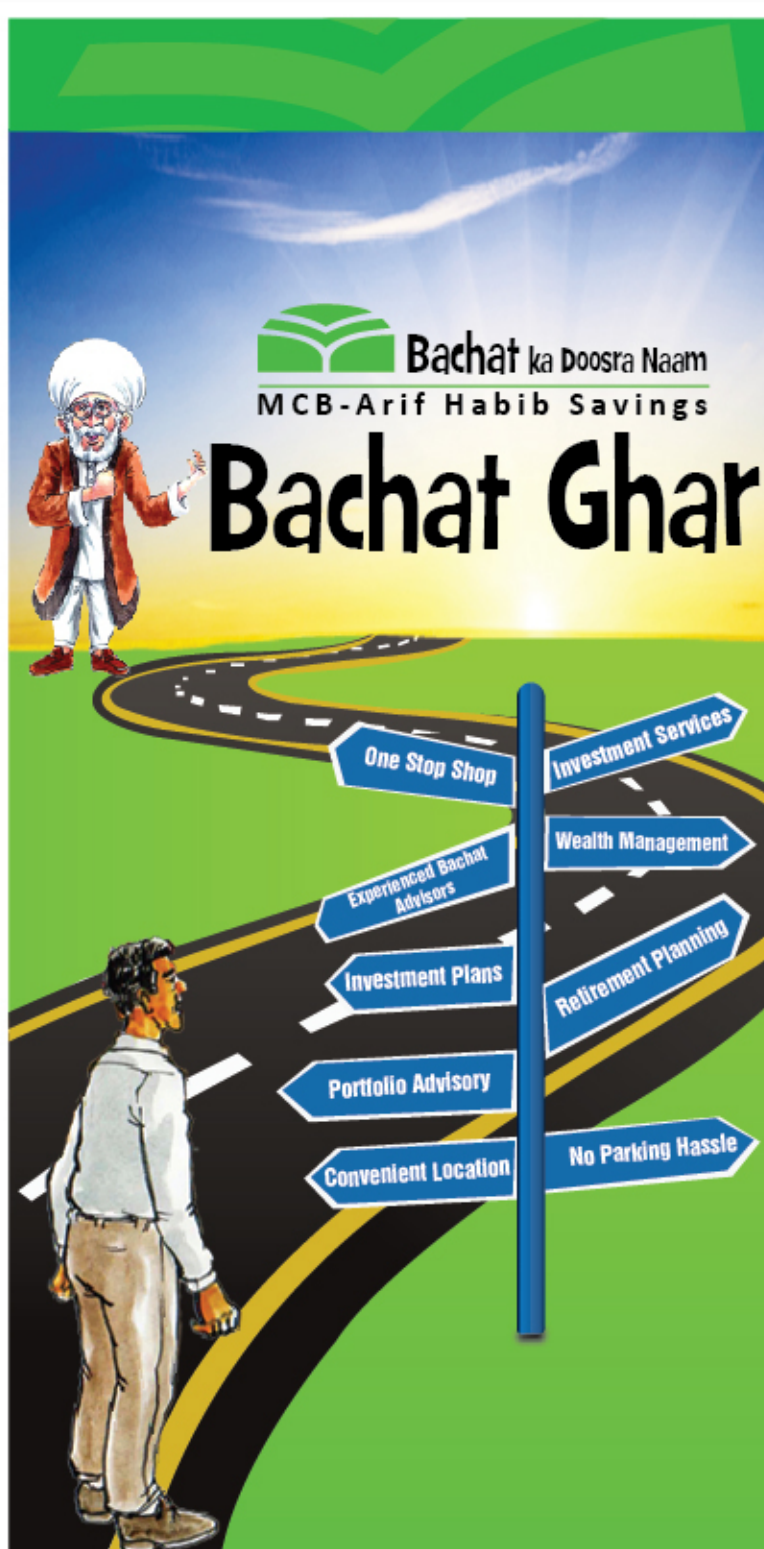
Contact: Mughees Ahmad
(Area Manager Retail Sales)
Address: MCB Madina Town branch, Susan Road, Faisalabad
Tel: (+92-41) 8009222
Cell: 0332-8663525
Email: mughees.ahmad@mcbah.com

GUJRANWALA

Contact: Imran Akram
(SAVP, Regional Manager Retail Sales-Central)
Address: 4th Floor, MCB Tower, Circle Office, G.T. Road,
Gujranwala
UAN: (+92-42) 11-11-622-24 (11-11-MCB-AH),
111-468378 (111-INVEST)
Cell: 0300-4109675
Email: imran.akram@mcbah.com

CHENAB NAGAR

Contact: Irfan Ahmed
(Bachat Advisor)
Cell No. 0300-2488558
Email: irfan.ahmed@mcbah.com



Please find us on



by typing: **Bachat Ka Doosra Naam**

MCB-Arif Habib Savings and Investments Limited
(formerly: Arif Habib Investments Limited)

8th Floor, Techno City Corporate Tower, Hasrat Mohani Road, Karachi.
 UAN: (+92-21) 11-11-622-24 (11-11-MCB-AH), 111-468378 (111-INVEST)
 Bachat Center: 0800-622-24 (0800-MCB-AH), Fax: (+92-21)32276898, 32276908
 URL: www.mcbah.com, Email: info@mcbah.com