



### Macro-Environment Review and Outlook

On the macroeconomic front, YoY CPI inflation has gone up significantly during May'12 to 12.3% as against 11.3% of last month – taking the YTD average at 11.0%. Unlike the previous month, current account balance again went back in a negative zone and posted a deficit of US\$ 313 million amid higher trade gap and lower current transfers during the month – thereby taking the YTD balance to a deficit of US\$ 3.4 billion. In addition of sizeable current account deficit, weaker financial account coupled with repayment of IMF tranche has depleted FX reserves further, causing sharp deterioration in PKR against USD (2.8% depreciation in May'12). In the absence of significant foreign inflows, the government has continued to rely on domestic sources to fund its fiscal deficit, where the YTD Government borrowing from SBP level reaching to over PKR 400 billion.

Despite relatively contained inflation, vulnerabilities on both external & fiscal accounts would compel the SBP to keep its policy discount rate unchanged in its upcoming monetary policy. We strongly believe that the realization of sizeable foreign inflows holds the key in rejuvenating economic engine, while return to a new IMF program, on the other hand, would adversely affect the interest rate and liquidity outlook in our opinion.

### Equities Market Performance Review and Outlook

After witnessing decent growth during the earlier part (3.3% up in first week), local bourses took a U-turn with average daily volumes also declining to 194 million shares. Mounting tension between US and Pakistan, weak macro outlook, budgetary expectations as well as global economic concerns took a toll on the market with KSE-100 Index closing the month at 13,787 – 5.7% down from its recent peak of 14,618. Foreign investors, on the other hand, remained buyers in selected stocks though with a net inflow of US\$ 38.9 million, highest in last 16 months.

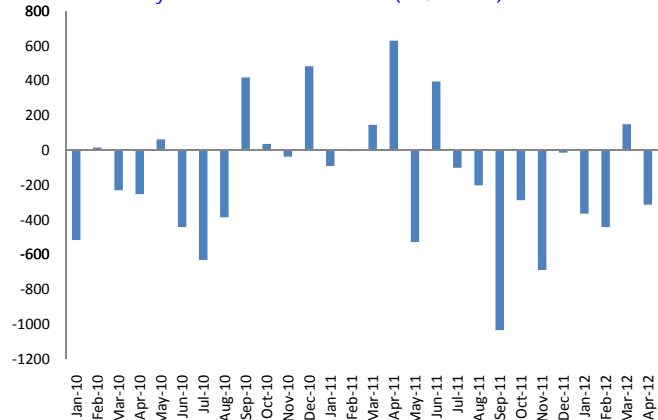
Although budgetary announcements are generally neutral to positive, except for few, bleak outlook in Euro Zone and its resultant impact on international markets warrants cautious stance on the local equities market. Moreover, weak domestic macroeconomic balances and any potential return to IMF program could trigger significant downward pressure on the index going forward.

### Money Market Performance Review and Outlook

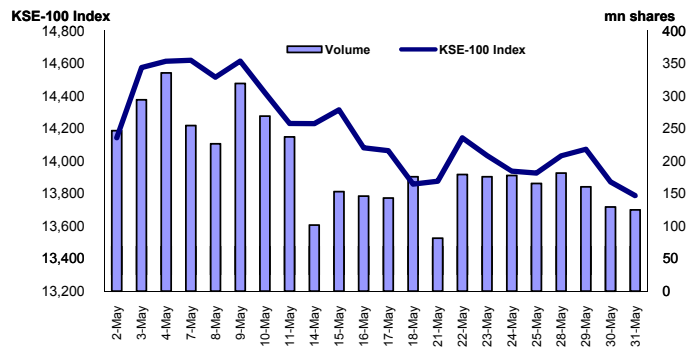
The short term money market rates went down marginally during the month owing to relatively better liquidity scenario in the system. To meet the liquidity requirement in the system, the SBP continued to inject hefty amount during this month as well, however, the quantum of OMO has gradually declined amid higher monetary growth lately. Average 1 year PKRV remained unchanged during the month at 12.0%, while relatively longer term PKRV i.e. of 10 year went up marginally by 3 bps MoM to 13.3%.

Lack of foreign flows has been compelling the government to rely heavily on the domestic sources for fiscal funding, where government borrowing from the banking system on YTD basis has remained high at an alarming level of PKR 1,052 billion as of May 18, 2012. In the absence of foreign flows realization, the government would continue to rely on domestic sources of funding, which would further disturb the balance of monetary mechanism.

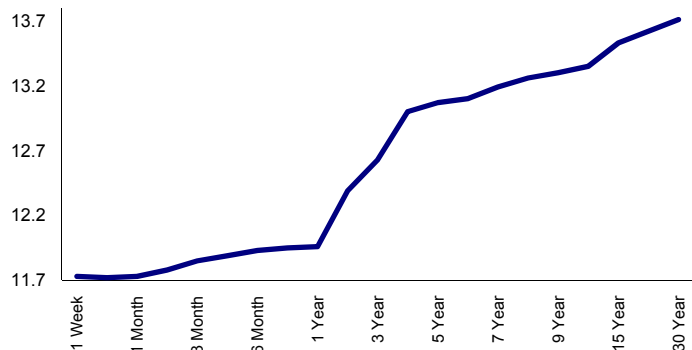
Monthly Trends in Current Account (US\$ Million)



KSE During May 2012



Yield Curve (May 31, 2012)



# MCB Cash Management Optimizer

May 31, 2012 NAV - PKR 100.1053



## General Information

Fund Type	An Open End Scheme
Category	Money Market Scheme
Asset Manager Rating	AM2 (AM Two) by PACRA
Stability Rating	AA+(f) by PACRA
Risk Profile	Low
Launch Date	1-Oct-09
Fund Manager	Kashif Rafi
Trustee	Central Depository Company of Pakistan Limited
Auditor	A. F. Ferguson & Co. , Chartered Accountants
Management Fee	10% of Gross Earnings subject to minimum fee of 0.25% of average daily Net Assets
Front / Back end Load	0%
Min. Subscription	
Growth Units	PKR 5,000
Cash Dividend Units	PKR 5,000
Income Units	PKR 100,000
Listing	Lahore Stock Exchange
Benchmark	An Average of 3 Month deposit rates of AA and above rated scheduled banks, net of expenses
Pricing Mechanism	Backward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00AM to 4:30 PM)
Leverage	Nil

## Investment Objective

To provide unit-holders competitive returns from a low risk portfolio of short duration assets while maintaining high liquidity.

## Manager's Comment

During the month, the fund generated an annualized return of 10.5% as against its benchmark return of 6.2%. The fund's exposure towards Treasury Bills was increased further to around 90% while the fund's exposure towards TDRs and bank deposits was reduced. Due to the prevailing monetary scenario and interest rate outlook, the fund plans to keep its portfolio WAM at lower levels, which currently stays at a level of 46 days.

The fund would remain vigilant towards the changes in key macroeconomic variables and would adjust its portfolio WAM accordingly.

Fund Facts / Technical Information	MCB CMOP	Benchmark
NAV per Unit (PKR)	100.1053	
Net Assets (PKR M)	19,582	
Weighted average time to maturity (Days)	46	
Sharpe Measure*	0.20	-1.64
Correlation*	-35%	-3%
Standard Deviation	0.024	0.002
Alpha*	0.66%	-1.46%
*as against 3 month PKRV net of expenses		

Asset Allocation (%age of Total Assets)	May-12	Apr-12
Cash	5.8%	12.9%
Term Deposits with Banks	4.2%	2.0%
T-Bills	89.9%	85.0%
Others including receivables	0.1%	0.1%
Reverse Repo against Government Securities	0.0%	0.0%

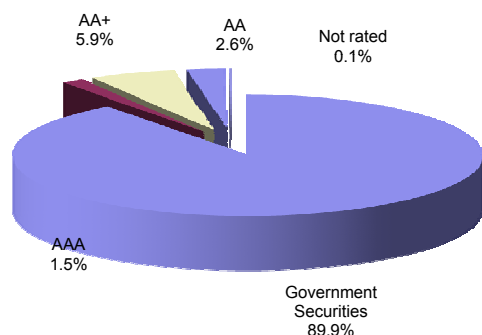
Performance Information (%)	MCB CMOP	Benchmark
Year to Date Return (Annualized)	11.4	6.1
Month to Date Return (Annualized)	10.5	6.2
Since inception (CAGR)*	11.4	5.9

\*Adjustment of accumulated WWF since Oct 1, 2009

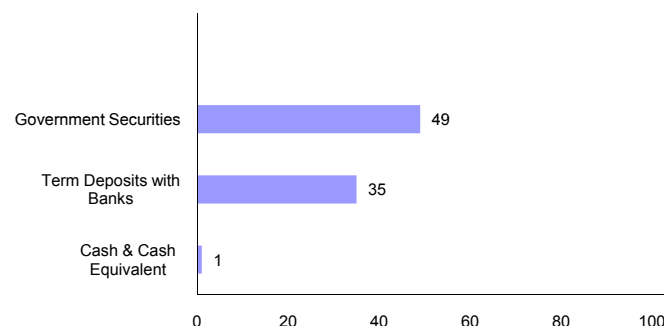
## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

## Asset Quality (%age of Total Assets)



## Asset-wise Maturity (No. of Days)



MUFAP's Recommended Format.

## 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 fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the financial markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.

# Pakistan Cash Management Fund

May 31, 2012 NAV - PKR 50.2775



## General Information

Fund Type	An Open End Scheme
Category	Money Market Scheme
Asset Manager Rating	AM2 (AM Two) by PACRA
Stability Rating	AAA(f) by PACRA
Risk Profile	Low
Launch Date	20-March-2008
Fund Manager	Umair Khan
Trustee	Habib Metropolitan Bank Limited
Auditor	A. F. Ferguson & Co., Chartered Accountants
Management Fee	10% of Gross Earnings subject to minimum fee of 0.25% of average daily Net Assets
Front / Back end Load	0% / 0.1% If redeemed within 3 days & if converted within 30 days
Min. Subscription	A PKR 5,000 B PKR 10,000,000
Listing	Islamabad Stock Exchange
Benchmark	3-Month T-Bill return
Pricing Mechanism	Backward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00AM to 5:00 PM)
Leverage	Nil

## Investment Objective

The Fund aims to deliver regular income and provide high level of liquidity, primarily from short duration government securities investments.

## Manager's Comment

During the month, the fund generated an annualized return of 10.5% as against its benchmark return of 11.5%. The fund's exposure towards Treasury Bills was maintained at a level of 99.8% as against 99.4% a month earlier. Due to the prevalent monetary scenario and interest rate outlook, the fund has been planning to keep its portfolio WAM at lower levels, which stays at 45 days at month-end.

The fund would remain vigilant towards the changes in key macroeconomic variables and would continue to exploit attractive opportunities in the market.

Fund Facts / Technical Information	PCF	Benchmark
NAV per Unit (PKR)	50.2775	
Net Assets (PKR M)	4,352	
Weighted average time to maturity (Days)	45	
Sharpe Measure*	0.02	0.06
Correlation*	47.1%	
Standard Deviation	0.02	0.03
Alpha*	-0.12%	
*as against 3 month PKRV net of expenses		

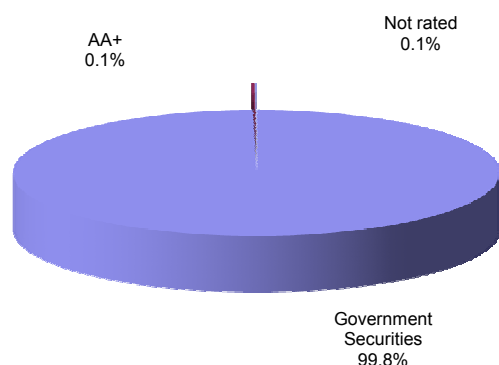
Asset Allocation (%age of Total Assets)	May-12	Apr-12
Cash	0.1%	0.2%
T-Bills	99.8%	99.4%
Reverse Repo Against Government Securities	0.0%	0.0%
Others including receivables	0.1%	0.4%

Performance Information (%)	PCF	Benchmark
Year to Date Return (Annualized)	11.5	10.0
Month to Date Return (Annualized)	10.5	11.5
Since inception (CAGR)	11.5	11.8

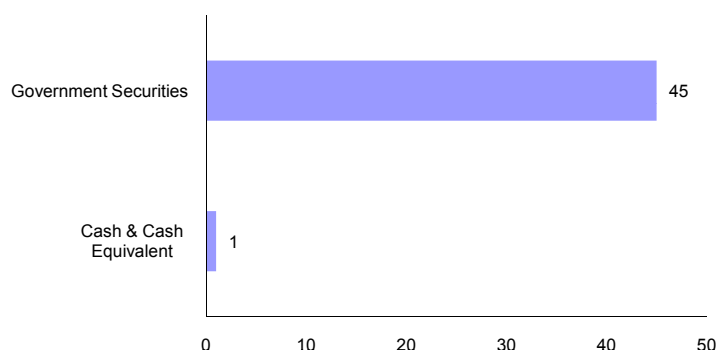
## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst
Umair Khan	Research Analyst

## Asset Quality (%age of Total Assets)



## Asset-wise Maturity (No. of Days)



## 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 fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the financial markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.

MUFAP's Recommended Format.



## Investment Objective

To provide an attractive return for short term investors or investors with a very low appetite for risk while taking into account capital security and liquidity considerations.

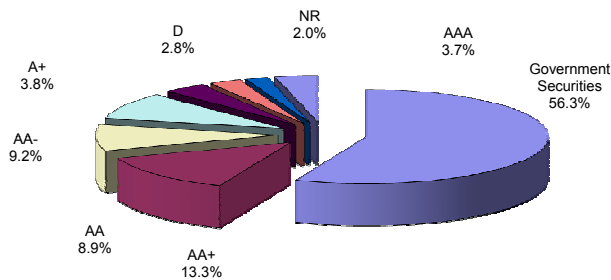
## General Information

Fund Type	An Open End Scheme
Category	Income Scheme (SECP categorization in process)
Asset Manager Rating	AM2 (AM Two) by PACRA
Stability Rating	A+(f) by PACRA
Risk Profile	Low
Launch Date	1-Mar-07
Fund Manager	Kashif Rafi
Trustee	Central Depository Company of Pakistan Limited
Auditor	M. Yousuf Adil Saleem & Co. Chartered Accountants
Management Fee	1.5% p.a.
Front / Back end Load	1.5% / 0%
Min. Subscription	
Growth Units	PKR 5,000
Cash Dividend Units	PKR 5,000
Income Units	PKR 100,000
Listing	Lahore Stock Exchange
Benchmark	1 Month KIBOR
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00AM to 4:30 PM)
Leverage	Nil

## Top 10 TFC Holdings (%age of Total Assets)

United Bank Limited (14-Feb-08)	5.9%
Standard Chartered Bank Pakistan Limited (18-May-12)	3.7%
NIB Bank Limited (5-Mar-08)	3.2%
Maple Leaf Cement Factory Limited (03-Dec-07)	2.5%
Askari Bank Limited (18-Nov-09)	1.8%
Jahangir Siddiqui Company Limited (4-July-07)	1.8%
Askari Bank Limited (23-Dec-11)	1.4%
Bank Alfalah Limited (02-Dec-09)	1.4%
Askari Bank Limited (04-Feb-05)	0.9%
United Bank Limited (08-Sep-06)	0.9%

## Asset Quality (%age of Total Assets)



## Manager's Comment

During the month, the fund generated an annualized return of 10.8% as against its benchmark return of 11.8%. The fund's exposure towards Treasury Bills was replenished to around 33% as the fund's exposure towards TDRs and bank deposits were matured post-quarter end. The fund's exposure towards GoP Ijarah Sukuk and Term Finance Certificates was marginally reduced to around 21% and 29% respectively.

We believe that the fund's exposure towards good quality TFCs along with well-timed accumulation of Government papers should contribute towards decent returns going forward.

Performance Information (%)	MCB DCF	Benchmark
Year to Date Return (Annualized)	10.9	12.3
Month to Date Return (Annualized)	10.8	11.8
Since inception (CAGR) **	10.8	11.8
** One off hit of 4% due to SECP directive on TFCs' portfolio Adjustment of accumulated WWF since July 1, 2008		

Asset Allocation (%age of Total Assets)	May-12	Apr-12
Cash	0.0%	15.3%
Term Deposits with Banks	13.3%	0.0%
Reverse Repo against Government Securities	0.0%	0.0%
PIBs	0.8%	0.7%
TFCs	28.6%	24.3%
National Saving Bonds	1.3%	1.3%
GoP Ijarah Sukuk	21.1%	20.1%
T-Bills	33.1%	35.8%
Others including receivables	1.8%	2.5%

## Fund Facts / Technical Information

NAV per Unit (PKR)	102.6507
Net Assets (PKR M)	6,673
Weighted average time to maturity (Years)	2.1
Duration (Years)	1.9
Sharpe Measure*	0.03
Correlation*	-0.3%
Standard Deviation	0.12
Alpha*	0.31%
*as against benchmark	

## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

## Details of non-compliant investments with the investment criteria of assigned category (securities below investment grade - 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
Maple Leaf Cement Factory Limited - Sukuk	354.32	216.84	50.28	166.56	2.50%	2.47%
Saudi Pak Leasing Company Limited - TFC	30.19	19.52	4.80	14.72	0.22%	0.22%
Maple Leaf Cement Factory Limited - Sukuk II	13.31	9.36	9.36	-	0.00%	0.00%
Security Leasing Corporation Limited - Sukuk	7.16	5.02	-	5.02	0.08%	0.07%
Security Leasing Corporation Limited - TFC	8.59	5.99	-	5.99	0.09%	0.09%
New Allied Electronics Industries - TFC	21.98	21.98	21.98	-	0.00%	0.00%
New Allied Electronics Industries - Sukuk	35.23	35.23	35.23	0.00	0.00%	0.00%

MUFAP's Recommended Format.

## 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 fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the financial markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.

# Pakistan Income Fund

May 31, 2012

NAV - PKR 53.02



## Investment Objective

The objective of the Fund is to deliver returns primarily from debt and fixed income investments without taking excessive risk.

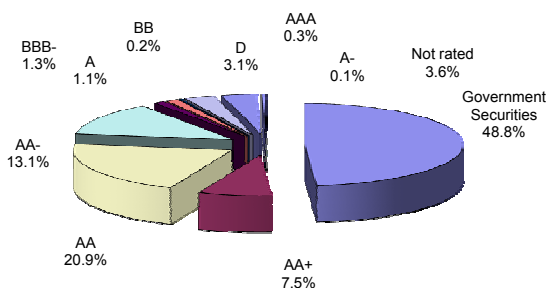
## General Information

Fund Type	An Open End Scheme
Category	Income Scheme
Asset Manager Rating	AM2 (AM Two ) by PACRA
Stability Rating	AA-(f) by (PACRA)
Risk Profile	Low
Launch Date	11-Mar-2002
Fund Manager	Umair Khan
Trustee	Central Depository Company of Pakistan Limited
Auditor	KPMG Taseer Hadi & Co., Chartered Accountants
Management Fee	1.5% p.a.
Front / Back end Load	1.35%/0%
Min. Subscription	PIF PKR 5,000 PIF-CD PKR 10,000,000
Listing	Karachi Stock Exchange
Benchmark	75% KIBOR (6Month) + 25% PKRV (3Month)
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00AM to 5:00 PM)
Leverage	Nil

## Top 10 TFC Holdings (%age of Total Assets)

Engro Fertilizer Limited (18-Mar-08)	8.7%
United Bank Limited (08-Sep-06)	4.9%
Bank Al-Habib Limited (30-Jun-11)	4.7%
Askari Bank Limited (23-Dec-11)	4.0%
Askari Bank Limited (04-Feb-05)	3.0%
Bank Alfalah Limited - Floating (02-Dec-09)	2.4%
Askari Bank Limited (18-Nov-09)	2.4%
Bank Al-Habib Limited (07-Feb-07)	2.2%
Pace Pakistan Limited (15-Feb-08)	2.1%
Trust Investment Bank Limited (04-July-08)	1.3%

## Asset Quality (%age of Total Assets)



## Manager's Comment

During the month, the fund generated an annualized return of 11.4% as against its benchmark return of 11.4%. During the month, the fund's exposure remained largely unchanged in TFCs and GoP Ijarah Sukuk at around 39% and 21% respectively while its T-Bills portfolio went down marginally to around 28% from 32% a month ago. The fund, on the other hand, increased its exposure towards TDRs to around 8%.

We believe that the fund's exposure towards good quality TFCs along with well-timed accumulation of Government papers should contribute towards decent returns going forward.

Performance Information (%)	PIF	Benchmark
Year to Date Return (Annualized)	9.3	10.3
Month to Date Return (Annualized)	11.4	11.4
Since inception (CAGR)	10.6	8.7

Asset Allocation (%age of Total Assets)	May-12	Apr-12
Cash	0.7%	3.2%
TFCs	39.3%	39.8%
GOP Ijarah Sukuk	21.1%	20.8%
T-Bills	27.7%	32.2%
Term Deposit with Banks	7.6%	0.0%
Others including receivables	3.6%	4.0%

## Fund Facts / Technical Information

NAV per Unit (PKR)	53.02
Net Assets (PKR M)	1,301
Weighted average time to maturity (Years)	2.4
Duration (Years)	2.2
Sharpe Measure	-0.02
Correlation	-0.5%
Standard Deviation	2.6
Alpha	-5.9%

## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst
Umair Khan	Research Analyst

## Details of non-compliant investments with the investment criteria of assigned category (securities below investment grade - 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
Maple Leaf Cement Factory Limited Sukuk	9.98	6.11	1.42	4.69	0.36%	0.36%
Pace Pakistan Limited TFC	49.92	32.93	5.47	27.46	2.11%	2.10%
Telecard Limited- TFC	36.66	27.50	20.28	7.22	0.55%	0.55%
Escorts Investment Bank Limited-TFC	3.77	2.75	-	2.75	0.21%	0.21%
Maple Leaf Cement Factory Limited Sukuk II	0.38	0.26	0.26	-	0.00%	0.00%

## 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 fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the financial markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.

## MUFAP's Recommended Format.

# Pakistan Income Enhancement Fund

May 31, 2012  
NAV - PKR 52.11



## Investment Objective

The objective of the Fund is to deliver returns from aggressive investment strategy in the debt and fixed income markets.

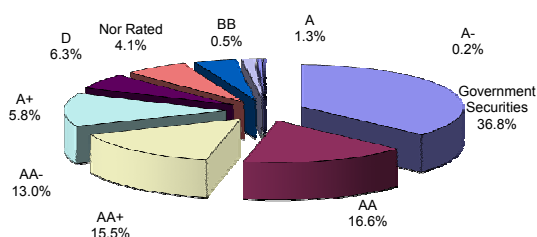
## General Information

Fund Type	An Open End Scheme
Category	Aggressive Fixed Income Scheme
Asset Manager Rating	AM2 (AM Two) by PACRA
Stability Rating	AA-(f) by (PACRA)
Risk Profile	Low
Launch Date	28-Aug-2008
Fund Manager	Umair Khan
Trustee	Central Depository Company of Pakistan Limited
Auditor	A. F. Ferguson & Co., Chartered Accountants
Management Fee	1.5% p.a.
Front / Back end Load	1.35%/0%
Min. Subscription	A----PKR 5,000 B----PKR 10,000,000
Listing	Islamabad Stock Exchange
Benchmark	90% KIBOR (1 Year) + 10% PKRV (3 Month)
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00AM to 5:00 PM)
Leverage	Nil

## Top 10 TFC Holdings (%age of Total Assets)

Engro Fertilizer Limited (18-Mar-08)	10.2%
NIB Bank Limited (05-Mar-08)	5.8%
Bank Alfalah Limited-Floating (02-Dec-09)	5.0%
Askari Bank Limited (23-Dec-11)	4.3%
Pace Pakistan Limited (15-Feb-08)	3.9%
Askari Bank Limited (31-Oct-05)	2.8%
Bank Al-Habib Limited (30-Jun-11)	2.4%
Bank Al-Habib (07-Feb-07)	2.4%
Jahangir Siddiqui Company Ltd - VI (04-July-07)	1.5%
Pak Elektron Limited - Sukuk (28-Sep-07)	1.3%

## Asset Quality (%age of Total Assets)



## Manager's Comment

During the month, the fund generated an annualized return of 9.1% as against its benchmark return of 11.0%.

During the month, the fund increased its exposure in T-Bills to around 16% while reducing its exposure in Term Finance Certificates to around 43%. Although, the fund's exposure towards GoP Ijarah Sukuk remained largely unchanged at around 16% at month-end, it was able to place TDRs at good rates to the tune of around 16%.

Performance Information (%)	PIEF	Benchmark
Year to Date Return (Annualized)	9.4	10.9
Month to Date Return (Annualized)	9.1	11.0
Since inception (CAGR)	13.5	12.3

Asset Allocation (%age of Total Assets)	May-12	Apr-12
Cash	0.2%	19.2%
Term Deposits with Banks	15.5%	0.0%
PIBs	4.6%	4.4%
TFCs	43.4%	47.3%
Commercial Papers	0.0%	0.0%
GOP Ijarah Sukuk	15.9%	15.2%
T-Bills	16.3%	10.5%
Others including receivables	4.1%	3.4%

## Fund Facts / Technical Information

NAV per Unit (PKR)	52.11
Net Assets (PKR M)	1,054
Weighted average time to maturity (Years)	2.6
Duration (Years)	2.3
Sharpe Measure*	0.05
Correlation*	15.3%
Standard Deviation	0.13
Alpha	0.29%
*as against benchmark	

## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst
Umair Khan	Research Analyst

MUFAP's Recommended Format.

## 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 fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the financial markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.

# MetroBank-Pakistan Sovereign Fund

May 31, 2012



## General Information

Fund Type	An Open End Scheme
Category	Income Scheme
Asset Manager Rating	AM2 (AM Two) by PACRA
Stability Rating	AA(f) by PACRA
Risk Profile	Low to Moderate
Launch Date	1-Mar-2003
Fund Manager	Kashif Rafi
Trustee	Central Depository Company of Pakistan Limited
Auditor	A. F. Ferguson & Co., Chartered Accountants
Management Fee	Lower of 10% of Operating Revenue or 1.5% of average daily net assets subject to minimum fee of 0.5% of average daily Net Assets
Front / Back end Load	0.1% / 0%
Min. Subscription	MSF-Perpetual 100 units MSF-12/12 100 units
Listing	Islamabad Stock Exchange
Benchmark	6 Month T- Bill Rate
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00AM to 5:00 PM)
Leverage	Nil

## Investment Objective

The objective of the fund is to deliver income primarily from investment in Government securities.

## Manager's Comment

During the month, the fund generated an annualized return of 10.1% as against its benchmark return of 11.3%. The fund's exposure towards T-Bills at month-end was increased to a level of 91%, while its PIBs exposure remained unchanged at 2.0% at month-end. Considering the current monetary scenario and interest rate outlook, the fund has been reducing its portfolio WAM and was kept at 156 days at month-end.

The fund would remain vigilant towards changes in macroeconomic environment with a view of exploiting attractive opportunities in Government papers.

Fund Facts / Technical Information	MSF- Perpetual
NAV per Unit (PKR)	50.57
Net Assets (PKR M)	6,078
Weighted average time to maturity (Days)	156
Duration (Days)	129
Sharpe Measure*	-0.02
Correlation	-0.01%
Standard Deviation	1.93
Alpha	-0.79%

## Members of the Investment Committee

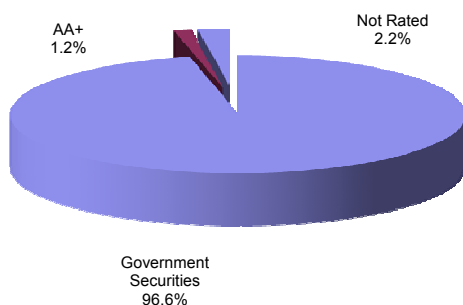
Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

Asset Allocation (%age of Total Assets)	MSF-Perpetual May-12	Apr-12
Cash	1.2%	9.7%
T-Bills	91.0%	82.4%
MSF 12/12 Sub-Fund	2.0%	2.0%
GOP Ijara sukuk	3.6%	3.6%
PIBs	2.0%	2.0%
Others including Receivables	0.2%	0.3%
Reverse Repo against Government Securities	0.0%	0.0%

Performance Information (%)	MSF-Perpetual	Benchmark
Year to Date Return (Annualized)	11.8	10.3
Month to Date Return (Annualized)	10.1	11.3
Since inception (CAGR)	6.3	8.8

Performance Information (%)	MSF 12/12 Sub Fund
Year to Date Return (Annualized)	12.7
Month to Date Return (Annualized)	8.7
Since inception (CAGR)	7.3
NAV Per Unit (PKR)	49.01
Net Assets (PKR M)	252

Asset Quality (%age of Total Assets)



## 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 fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the financial markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.

MUFAP's Recommended Format.



# MCB Islamic Income Fund

May 31, 2012

NAV - PKR 101.7196



## General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant (Islamic) Income Scheme
Asset Manager Rating	AM2 (AM by PACRA)
Stability Rating	Not Rated
Risk Profile	Low
Launch Date	20-June-2011
Fund Manager	Syed Akbar Ali, CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	A. F. Ferguson & 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 (9:00AM to 4:30 PM)
Leverage	Nil

## 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 8.1% as against its benchmark return of 6.8%, an out-performance of 1.3% over its benchmark. The fund has been maintaining its exposure in GoP Ijarah Sukuk (GIS) at higher levels and it has been kept at around 60% at month-end. Moreover, around 39% of the fund was kept in cash & bank deposits.

We believe that well-timed accumulation of GoP Ijarah Sukuk should contribute towards healthy fund 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

## Fund Facts / Technical Information

NAV per Unit (PKR)	101.7196
Net Assets (PKR M)	1435
Weighted average time to maturity (Years)	1.01
Sharpe Measure	0.36
Correlation	16.04%
Standard Deviation	0.04
Alpha	1.30%

## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

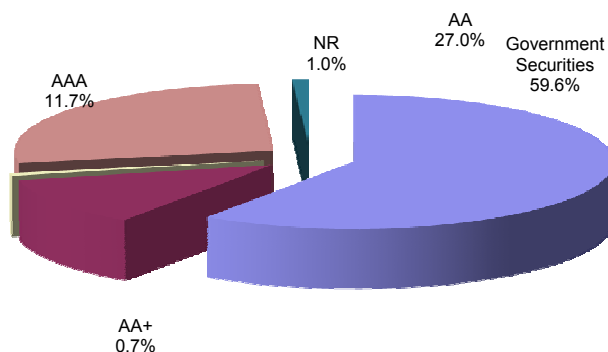
## Asset Allocation (%age of Total Assets)

	May-12	Apr-12
Cash	39.4%	27.3%
GoP Ijarah Sukuk	59.6%	63.6%
Others including receivables	1.0%	9.1%

## Performance Information (%)

	MCB IIF	Benchmark
Year to Date Return	10.5	6.5
Month to Date Return	8.1	6.8
Since inception	10.4	6.5

## Asset Quality (%age of Total Assets)



MUFAP's Recommended Format.

## 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 fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the financial markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.



# Pakistan Capital Protected Fund-Fixed Income Securities

May 31, 2012

NAV - PKR 10.73



## Investment Objective

The objective of the Fund is to pay investors (with certain conditions) whole of their initial investment (net of Front End Load) i.e. Rs. 10 per unit back over the term of its life in the form of dividend or return on capital on its termination and to maximize return by investing in fixed income instruments, money market and debt market instruments.

## General Information

Fund Type	An Open End Scheme
Category	Capital Protected Scheme
Asset Manager Rating	AM2 (AM Two) by PACRA
Stability Rating	Not Applicable
Risk Profile	Low
Launch Date	16-Feb-2010
Fund Manager	Zaid Hidayatullah
Trustee	MCB Financial Services Limited
Auditor	KPMG Taseer Hadi & Co., Chartered Accountants
Management Fee	1.5% per annum
Front end Load	3%
Back end Load	5% of NAV per unit in 1st year 4% of NAV per unit in 2nd year 3% of NAV per unit in 3rd year
Min. Subscription	PKR 5,000
Listing	Islamabad Stock Exchange
Benchmark	Average PKRV Yield (for 2.5 years) + 200 basis points (For investment Segment only)
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00AM to 5:00 PM)
Leverage	Nil

## Top TFC Holdings (%age of Total Assets)

Pak Electron Limited (28-Sep-2007)	2.2%
Escorts Investment Bank Limited(15-Mar-07)	1.5%
Bank Al-Falah Limited(02-Dec-2009)	1.1%

## Manager's Comment

During the month, the fund generated an annualized return of 6.6% as against its benchmark return of 10.5%.

Allocation-wise, the fund kept its allocation to around 65% and 5% in TDRs and TFCs respectively at month-end, while its exposure towards Treasury Bills was remained unchanged at around 8% at month-end.

Performance Information (%)	PCPF-FIS	Benchmark
Year to Date Return (Annualized)	5.9	11.7
Month to Date Return (Annualized)	6.6	10.5
Since inception (CAGR)	8.5	11.1

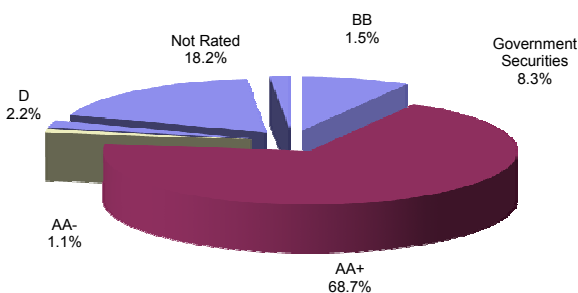
Asset Allocation (%age of Total Assets)	May-12	Apr-12
Cash	3.4%	3.6%
Term Deposits with Banks	65.3%	65.7%
Commercial Papers	0.0%	0.0%
TFCs	4.8%	4.8%
T-Bills	8.3%	8.3%
Others including receivables	18.2%	17.6%

Fund Facts / Technical Information	PCPF-FIS	Benchmark
NAV per Unit (PKR)	10.73	
Net Assets (PKR M)	239	
Sharpe Measure	-0.07	0.23
Correlation	11.3%	
Standard Deviation	0.11	0.03
Alpha	1.4%	

## Details of non-compliant investments with the investment criteria of assigned category (securities below investment grade - 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
Escort Investment Bank Limited -TFC	5.02	3.66	-	3.66	1.53%	1.49%
Pak Electron Limited Sukuk	6.86	6.36	0.88	5.48	2.29%	2.23%

## Asset Quality (%age of Total Assets)



## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst
Zaid Hidayatullah	Research Analyst

MUFAP's Recommended Format.

## 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 fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the financial markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.

# MCB Dynamic Allocation Fund

May 31, 2012

NAV - PKR 75.4202



## General Information

Fund Type	An Open End Scheme
Category	Asset Allocation Scheme (SECP categorization in process)
Asset Manager Rating	AM2 (AM Two) by PACRA
Stability Rating	Not applicable
Risk Profile	Moderate to High
Launch Date	17-Mar-08
Fund Manager	M.Asim, CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	A. F. Ferguson & Co., Chartered Accountants
Management Fee	1.5% p.a.
Front / Back end Load	3% / 0%
Min. Subscription	PKR 5,000
Listing	Lahore Stock Exchange
Benchmark	Proposed, SECP's approval pending
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00AM to 4:30 PM)
Leverage	Nil

## Investment Objective

MCB Dynamic Allocation Fund is an asset allocation fund and its objective is to aim at providing a high absolute return by investing in equity and debt markets.

## Manager's Comment

During the month, the fund generated a return of 0.9% while it's since inception return stood at 2.1%. Overall equity exposure has further been reduced from 25% to 22% with a view of realizing capital gains in order to deliver stable returns. The fund, therefore, reduced its exposure in Banks and Construction & Materials while increasing its allocation towards Oil & Gas and Electricity sectors on the back of attractive valuation.

On the fixed income side, TFC allocations were reduced to 39% while bank deposits exposure remained largely unchanged at around 22%.

## Fund Facts / Technical Information

MCB DAF

NAV per Unit (PKR)	75.4202
Net Assets (PKR M)	100
Sharp Measure*	-0.04
Beta**	0.43
Max draw up	94.2%
Max draw down	-48.6%
Standard Deviation	0.7
Alpha	0.02%

\*as against 3 Year PIB, \*\* against KSE 30

## Performance Information (%)

MCB DAF

Year to Date Return	8.0%
Month to Date Return	0.9%
Since inception*	2.1%

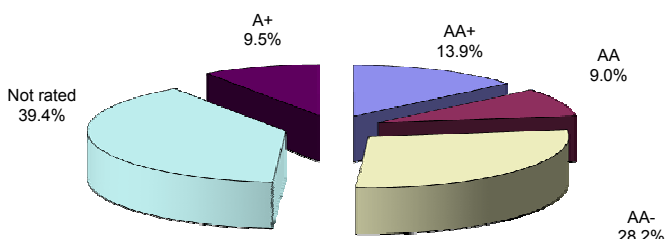
\* Adjustment of accumulated WWF since July 1, 2008

Benchmark is proposed to SECP and is currently under consideration of SECP

## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

## Asset Quality (%age of Total Assets)



## 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 fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the financial markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.

## Asset Allocation (%age of Total Assets)

May-12

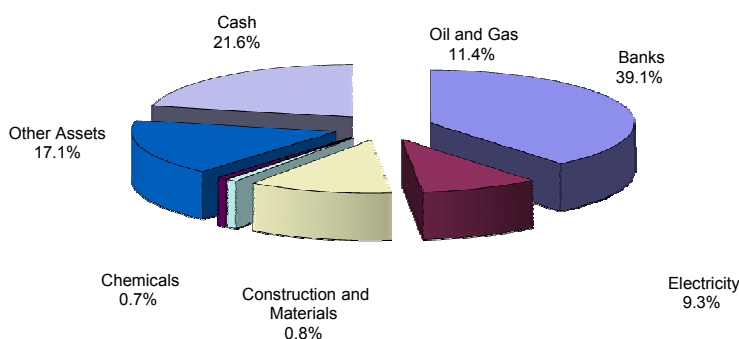
Apr-12

Cash	21.6%	22.1%
TFCs	39.0%	44.0%
GoP Ijara Sukuk	0.0%	0.0%
Stocks / Equities	22.3%	24.5%
Spread Transactions	0.0%	0.0%
Others including receivables	17.0%	9.4%

## Top 10 Holdings (%age of Total Assets)

Askari Bank Limited (18-Nov-09)	TFC	24.9%
NIB Bank Limited (5-Mar-08)	TFC	9.5%
Pakistan Petroleum Limited	Equity	6.0%
Nishat Chunian Power Limited	Equity	5.0%
Hub Power Company Limited	Equity	3.9%
Bank Alfalah Limited (23-Nov-04)	TFC	3.2%
Pakistan State Oil Company Limited	Equity	2.5%
Pakistan Oil Fields Limited	Equity	1.6%
United Bank Limited (10-Aug-04)	TFC	1.6%
Attock Petroleum Limited	Equity	1.3%

## Sector Allocation (%age of Total Assets)



MUFAP's Recommended Format.

# Pakistan Capital Market Fund

May 31, 2012

NAV - PKR 8.11



## General Information

Fund Type	An Open End Scheme
Category	Balanced Scheme
Asset Manager Rating	AM2 (AM Two) by PACRA
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	24-Jan-2004
Fund Manager	Mohsin Pervaiz
Trustee	Central Depository Company of Pakistan Limited
Auditor	A. F. Ferguson & Co., Chartered Accountants
Management Fee	2.0% p.a.
Front / Back end Load	2.0% / 0%
Min. Subscription	PCM PKR 5,000 PCM-CD PKR 10,000,000
Listing	Karachi Stock Exchange, Lahore Stock Exchange & Islamabad Stock Exchange
Benchmark	50% KSE 100 Index + 50% 1 Year T-Bill
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00 AM to 5:00 PM)
Leverage	Nil

## Investment Objective

The objective of the Fund is to provide investors a mix of income and capital growth over medium to long term from equity and debt investments.

## Manager's Comment

The fund delivered 0.5% return against its benchmark return of -0.6%. Allocation of equity portion was slightly reduced from 50% to around 43% during the month. Sector-wise, allocations were reduced within Construction & Materials and Personal Goods sectors owing to relatively matured valuation. On the other hand, allocation in Electricity sector was increased on the back of attractive valuations.

On the fixed income side, the fund kept its TFC and GoP Ijarah Sukuk positions largely unchanged during the month.

Fund Facts / Technical Information	PCM	Benchmark
NAV per Unit (PKR)	8.11	
Net Assets (PKR M)	355	
Sharp Measure	0.03	0.03
Beta	0.92	
Max draw up	179.7%	170.5%
Max draw down	-44.7%	-46.2%
Standard Deviation	0.90	0.87
Alpha	0.58%	

Performance Information (%)	PCM	Benchmark
Year to Date Return	8.7	11.1
Month to Date Return	0.5	-0.6
Since inception	171.4	162.5

## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

Asset Allocation (%age of Total Assets)	May-12	Apr-12
Cash	16.3%	18.5%
T-Bills	10.8%	0.0%
TFCs	14.7%	14.5%
Stocks / Equities	42.9%	49.5%
Preference Shares	2.3%	2.3%
GoP Ijarah Sukuk	11.1%	11.0%
Others including receivables	1.9%	4.2%

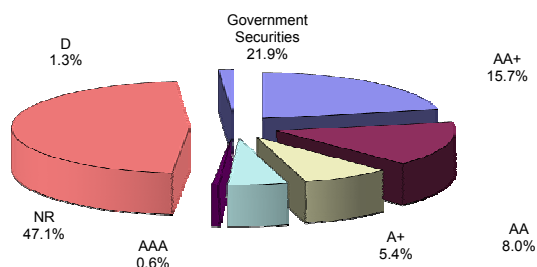
## Top 10 Holdings (%age of Total Assets)

Pakistan Petroleum Limited.	Equity	8.7%
United Bank Limited (08-Sep-06)	TFC	8.0%
Attock Petroleum Limited	Equity	6.9%
NIB Bank Limited (05-Mar-08)	TFC	5.4%
Nishat Chunain Power Limited	Equity	5.2%
HUB Power Company Limited	Equity	5.0%
Lucky Cement Limited	Equity	4.8%
Fatima Fertilizer Company Limited	Equity	3.0%
Bank AL-Habib Limited	Equity	2.7%
Pakistan State Oil Company Limited	Equity	2.6%

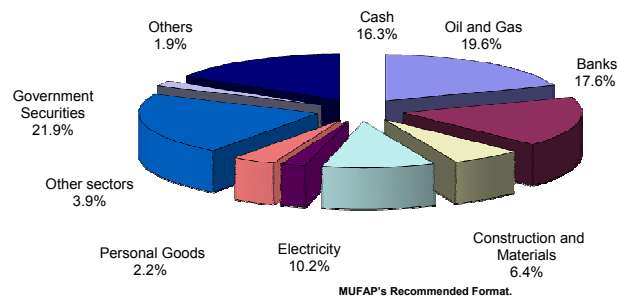
## Details of non-compliant investments with the investment criteria of assigned category (securities below investment grade - Rs. In millions)

Name & Type of Non-Compliant Investment	Outstanding face		Provision held, if any	Value of investment after		% of Net Assets	% of Gross Assets
	value	before provision		provision			
Maple Leaf Cement Factory Limited - Sukuk	9.98	6.11	1.48	4.63		1.31%	1.27%
Maple Leaf Cement Factory Limited - Sukuk II	0.38	0.26	0.26	-		0.00%	0.00%

## Asset Quality (%age of Total Assets)



## Sector Allocation (%age of Total Assets)



## 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 fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the financial markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.

# Pakistan International Element Islamic Asset Allocation Fund

May 31, 2012

NAV - PKR 44.0749



## General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant Islamic Asset Allocation
Asset Manager Rating	AM2 (AM Two) by PACRA
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	2-May-2006
Fund Manager	Syed Akbar Ali, CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	A. F. Ferguson & 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 Type B, C & D: Yr 1:3%, Yr 2:2%, Yr 3:1%
Min. Subscription	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

## 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

During the month, the fund generated a return of -0.8% as compared to its benchmark return of -2.1%. Overall equity exposure was marginally increased to around 57% from around 54% a month earlier. The fund reduced its exposure mainly in Banks while exposure towards Electricity sector was increased during the month.

On the fixed income side, the fund increased its exposure towards GOP Ijarah Sukuk to the tune of around 21% while keeping its exposure towards Corporate Sukuk largely unchanged at 1.

Fund Facts / Technical Information	PIEIF	Benchmark
NAV per Unit (PKR)	44.0749	
Net Assets (PKR M)	306	
Price to Earning (x)	6.1	6.38*
Dividend Yield (%)	7.97	8.3*
No. of Holdings	11	30*
Wt. Avg Mkt Cap (PKR Bn)	69.80	443.35*
Sharpe Measure	0.01	0.03
Beta	0.63	1.00
Correlation	80.9%	
Max draw up	106.9%	223.5%
Max draw Down	-28.9%	-39.6%
Standard Deviation	0.86	1.10
Alpha	-0.19%	
* KMI 30 Index		

Performance Information (%)	PIEIF	Benchmark
Year to Date Return	15.5	10.7
Month to Date Return	-0.8	-2.1
Since inception	45.8	N/A

Asset Allocation (%age of Total Assets)	May-12	Apr-12
Cash	17.6%	23.6%
Stock /Equities	57.2%	54.1%
Sukuk	1.6%	1.4%
GOP Ijarah Sukuk	20.8%	17.6%
Others including receivables	2.8%	3.3%
Foreign Investments	0.0%	0.0%

Top 10 Holdings (%age of Total Assets)		
Pakistan Petroleum Limited	Equity	9.1%
Meezan Bank Limited	Equity	8.8%
Pakistan State Oil Company Limited	Equity	6.9%
Hub Power Company Limited	Equity	6.8%
Attock Petroleum Limited	Equity	6.2%
Lucky Cement Limited	Equity	4.8%
Pakistan Oil Fields Limited	Equity	4.5%
Abbot Laboratories (Pakistan) Ltd.	Equity	3.6%
Attock Cement Pakistan Limited	Equity	2.5%
Millat Tractors Limited	Equity	2.0%

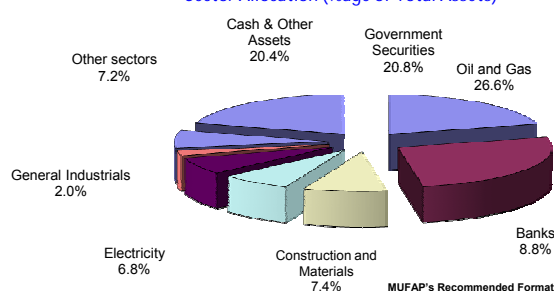
## Details of non-compliant investments with the investment criteria of assigned category (Rs. in millions)

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 Electron Limited- Sukuk	6.43	5.14	-	5.14	1.68%	1.63%

## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

## Sector Allocation (%age of Total Assets)



## 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 fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the financial markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.

# MCB Dynamic Stock Fund

May 31, 2012

NAV - PKR 97.7264



## General Information

Fund Type	An Open End Scheme
Category	Equity Scheme (SECP categorization in process)
Asset Manager Rating	AM2 (AM Two) with Positive Outlook by PACRA
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	1-Mar-07
Fund Manager	M. Asim, CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	KPMG Taseer Hadi & Co., Chartered Accountants
Management Fee	2.0% p.a.
Front / Back end Load	2.5% / 0%
Min. Subscription	PKR 5,000
Listing	Lahore Stock Exchange
Benchmark	KSE 30 Index
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00 AM to 4:30 PM)
Leverage	Nil

## Investment Objective

MCB Dynamic Stock Fund is an equity fund and its objective is to provide long term capital appreciation.

## Manager's Comment

DSF ended delivering -0.6% return vis-à-vis benchmark KSE30 index return of -2.5% in May. Fund decreased its overall equity allocation to around 73.8% from previous 86.5%.

Several changes in sector and company allocations were made in response to changing sector and company fundamentals. On sector level major changes include increase in allocation of Electricity, reduction in Banks, Oil and Gas and Construction and Materials and new exposure in Chemicals.

Fund Facts / Technical Information	MCB DSF	KSE-30
NAV per Unit (PKR)	97.7264	
Net Assets (PKR M)	715	
Price to Earning (x)*	5.8	6.5
Dividend Yield (%)	7.33	8.09
No. of Holdings	26	30
Wt. Avg Mkt Cap (PKR Bn)	69.00	191.27
Sharpe Measure**	0.016	-0.020
Beta	0.77	1.00
Correlation	95.0%	
Max draw up	235.1%	188.2%
Max draw Down	-60.4%	-76.7%
Standard Deviation	1.29	1.60
Alpha	0.05%	

\*prospective earnings, \*\*as against 3 Year PIB

Performance Information (%)	MCB DSF	Benchmark
Year to Date Return	18.2	3.1
Month to Date Return	-0.6	-2.5
Since inception*	86.4	-14.9

\*Adjustment of accumulated WWF since July 1,2008

## Members of the Investment Committee

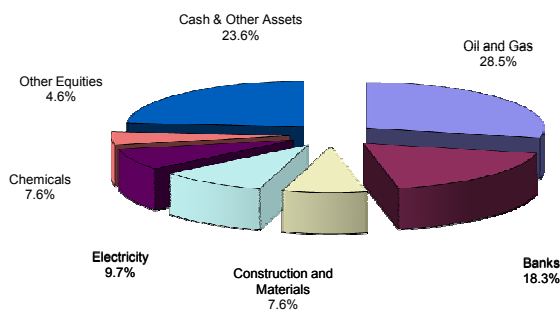
Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

Asset Allocation (%age of Total Assets)	May-12	Apr-12
Stock / Equities	73.8%	86.5%
Cash	22.5%	10.7%
Others including receivables	1.1%	2.8%
T-Bills	2.6%	0.0%

## Top 10 Equity Holdings (%age of Total Assets)

Pakistan Petroleum Limited	9.5%
Attock Petroleum Limited	7.0%
Bank Alfalah Limited	6.9%
Pakistan Oil Fields Limited	6.8%
Hub Power Company Limited	6.6%
Pakistan State Oil Company Limited	5.3%
Fatima Fertilizer Company Limited	4.8%
Lucky Cement Limited	3.8%
Bank AL-Habib Limited	3.5%
Meezan Bank Limited	2.2%

## Sector Allocation (%age of Total Assets)



MUFAP's Recommended Format.

## 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 fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the financial markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.

# Pakistan Premier Fund

May 31, 2012

NAV - PKR 10.62



## General Information

Fund Type	An Open End Scheme
Category	Equity Scheme
Asset Manager Rating	AM2 (AM Two) with Positive Outlook by PACRA
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	01-Jan-2003
Fund Manager	M. Asim, CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	A. F. Ferguson & Co., Chartered Accountants
Management Fee	2.0% p.a.
Front / Back end Load	2.0% / 0%
Min. Subscription	PKR 5,000
Listing	Lahore Stock Exchange
Benchmark	KSE 100 Index
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00 AM to 5:00 PM)
Leverage	Nil

## Investment Objective

The objective of the Fund is to provide investors long term capital appreciation from its investments in Pakistani equities.

## Manager's Comment

In the month of May PPF outperformed the market by delivering -0.9% return vis-à-vis KSE100 index return of -1.5%.

The fund decreased its overall equity allocation from 84.3% end April to around 78.5% end May. Many changes were done in company and sector allocations during the month. Major sector level changes include decrease in Banks, Oil & Gas and Construction & Materials exposure while allocation was increased in Electricity and Chemicals.

Fund Facts / Technical Information	PPF	KSE-100
NAV per Unit (PKR)	10.62	
Net Assets (PKR M)	469	
Price to Earning (x)	5.8	7.3
Dividend Yield (%)	7.2	6.7
No. of Holdings	27	100
Wt. Avg Mkt Cap (PKR Bn)	66.0	3298.1
Sharpe Measure	0.05	0.03
Beta	0.28	1.00
Correlation	51.1%	
Max draw up	490.1%	553.4%
Max draw Down	-59.7%	-69.3%
Standard Deviation	1.3	2.5
Alpha	6.47%	

Performance Information (%)	PPF	Benchmark
Year to Date Return	12.6	10.3
Month to Date Return	-0.9	-1.5
Since inception	501.4	417.0

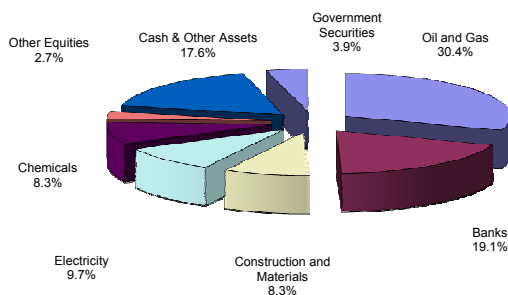
Asset Allocation (%age of Total Assets)	May-12	Apr-12
Stock / Equities	78.5%	84.3%
Cash	15.9%	12.7%
Others including receivables	1.7%	3.0%
T-Bills	3.9%	0.0%

Top 10 Equity Holdings (%age of Total Assets)	
Pakistan Petroleum Limited	9.2%
Attock Petroleum Limited	8.2%
Bank Alfalah Limited	6.9%
Pakistan Oil Fields Limited	6.8%
Hub Power Company Limited	6.6%
Pakistan State Oil Company Limited	6.2%
Fatima Fertilizer Company Limited	4.6%
Lucky Cement Limited	4.2%
Bank AL-Habib Limited	4.0%
Meezan Bank Limited	2.1%

## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

## Sector Allocation (%age of Total Assets)



MUFAP's Recommended Format.

## 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 fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the financial markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.

# Pakistan Stock Market Fund

May31, 2012

NAV - PKR 59.67



## General Information

Fund Type	An Open End Scheme
Category	Equity Scheme
Asset Manager Rating	AM2 (AM Two) by PACRA
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	11-Mar-2002
Fund Manager	Syed Akbar Ali, CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	KPMG Taseer Hadi & Co., Chartered Accountants
Management Fee	2.0% p.a.
Front / Back end Load	2.0% / 0%
Min. Subscription	PSM PKR 5,000 PSM CD PKR 10,000,000
Listing	Karachi Stock Exchange
Benchmark	KSE 100 Index
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00 AM to 5:00 PM)
Leverage	Nil

## Investment Objective

The objective of the fund is to provide investors long term capital appreciation from its investment in Pakistani equities

## Manager's Comment

In May 2012, PSM outperformed KSE100 index by delivering -0.6% return as compared to KSE100 return of -1.5%.

The fund reduced its overall equity allocation which stood at 85.7% at month end as compared to beginning allocation of 80.1%. Many changes in sector and company allocations were made in response to changing sector and company fundamentals. Major sector level changes include reduction in allocation in Banks, Oil and Gas and Construction and Materials while increasing allocation in Electricity and Chemicals.

Fund Facts / Technical Information	PSM	KSE-100
NAV per Unit (PKR)	59.67	
Net Assets (PKR M)	932	
Price to Earning (x)	5.8	7.3
Dividend Yield (%)	7.2	6.7
No. of Holdings	30	100
Wt. Avg Mkt Cap (PKR Bn)	66.0	3,298.1
Sharpe Measure	0.05	0.04
Beta	0.72	1.0
Correlation	92.1%	
Max draw up	910.6%	926.2%
Max draw Down	-56.2%	-69.3%
Standard Deviation	1.2	1.5
Alpha	0.03%	

Performance Information (%)	PSM	Benchmark
Year to Date Return	10.9	10.3
Month to Date Return	-0.6	-1.5
Since inception	789.0	636.2

## Members of the Investment Committee

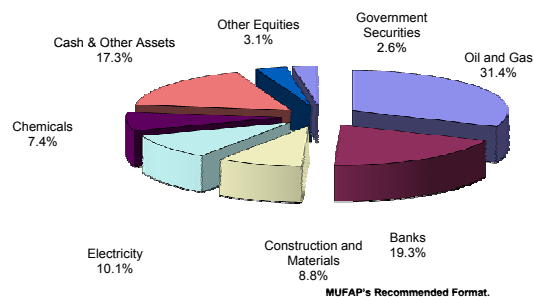
Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

Asset Allocation (%age of Total Assets)	May-12	Apr-12
Stock / Equities	80.1%	85.7%
Cash	15.6%	10.5%
T-Bills	2.6%	0.0%
Others including receivables	1.7%	3.8%

## Top 10 Equity Holdings (%age of Total Assets)

Pakistan Petroleum Limited	9.6%
Attock Petroleum Limited	8.6%
Bank Alfalah Limited	7.0%
Pakistan Oil Fields Limited	6.9%
Hub Power Company Limited	6.7%
Pakistan State Oil Company Limited	6.4%
Fatima Fertilizer Company Limited	4.8%
Lucky Cement Limited	4.7%
Bank AL-Habib Limited	4.2%
Meezan Bank Limited	2.2%

## Sector Allocation (%age of Total Assets)



MUFAP's Recommended Format.

## 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 fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the financial markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.



# Pakistan Strategic Allocation Fund

May 31, 2012

NAV - PKR 9.53



## General Information

Fund Type	An Open End Scheme
Category	Equity Scheme
Asset Manager Rating	AM2 (AM Two) by PACRA
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	11-Sept-2004
Fund Manager	Mohsin Pervaiz
Trustee	Central Depository Company of Pakistan Limited
Auditor	M. Yousuf Adil Saleem & Co., Chartered Accountants
Management Fee	2.0% p.a.
Front / Back end Load	2.0% / 0%
Min. Subscription	PKR 5,000
Listing	Karachi Stock Exchange
Benchmark	KSE 100 Index
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00 AM to 5:00 PM)
Leverage	Nil

## Investment Objective

The objective of the Fund is to provide investors capital growth over medium to long term primarily from investment in more liquid Pakistani equities.

## Manager's Comment

PSAF delivered -0.3% return in April as compared to KSE100 return of -1.5%. Overall equity allocation of the fund was increased from 65.2% to 67.8% during the month.

Major sector level changes include increase in allocation of Oil and Gas and Electricity and reduction in exposure of Banks, Fixed Line Telecommunication and Construction & Materials while fund took new exposure in Chemicals.

Fund Facts / Technical Information	PSAF	KSE-100
NAV per Unit (PKR)	9.53	
Net Assets (PKR M)	355	
Price to Earning (x)	5.9	7.3
Dividend Yield (%)	7.7	6.7
No. of Holdings	23	100
Wt. Avg Mkt Cap (PKR Bn)	81.43	3,298.07
Sharpe Measure	0.02	0.02
Beta	0.76	1.00
Correlation	90.6%	
Max draw up	153.7%	220.6%
Max draw Down	-60.1%	-69.3%
Standard Deviation	1.23	1.46
Alpha	0.60%	

Performance Information (%)	PSAF	Benchmark
Year to Date Return	15.0%	10.3%
Month to Date Return	-0.3%	-1.5%
Since inception	134.7%	159.1%

## Members of the Investment Committee

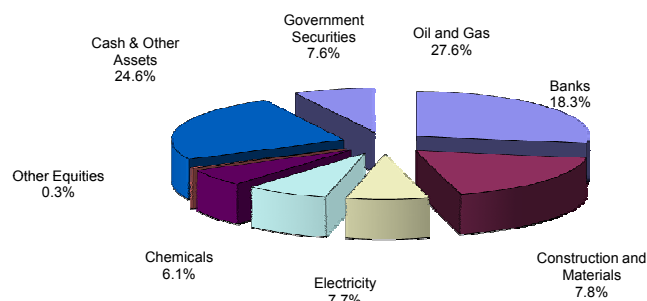
Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

Asset Allocation (%age of Total Assets)	May-12	Apr-12
Stock / Equities	67.8%	65.2%
Cash	23.4%	19.9%
T-Bills	7.6%	12.4%
Others including receivables	1.2%	2.5%

## Top 10 Equity Holdings (%age of Total Assets)

Pakistan Petroleum Limited	7.6%
Bank Alfalah Limited	7.0%
Pakistan Oil Fields Limited	6.7%
Attock Petroleum Limited	6.5%
Lucky Cement Limited	6.5%
Pakistan State Oil Company Limited	5.7%
Hub Power Company Limited	5.2%
Bank AL-Habib Limited	4.3%
MCB Bank Limited	3.1%
Fauji Fertilizer Company Limited	2.8%

## Sector Allocation (%age of Total Assets)



MUFAP's Recommended Format.

## 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 fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the financial markets. There may go up or down based on market conditions. Past performance is not necessarily indicative of future results.

# AH Dow Jones SAFE Pakistan Titans 15 Index Fund

May 31, 2012

NAV - PKR 59.57



## General Information

Fund Type	An Open End Scheme
Category	Index Tracker Scheme
Asset Manager Rating	AM2 (AM Two) by PACRA
Stability Rating	Not applicable
Risk Profile	High
Launch Date	14-Oct-2010
Fund Manager	Junaid Khalid, FRM
Trustee	MCB Financial Services Limited
Auditor	KPMG Taseer Hadi & Co., Chartered Accountants
Management Fee	1% p.a.
Front / Back end Load	2% / 0%
Min. Subscription	PKR 5,000
Listing	Karachi Stock Exchange
Benchmark	Dow Jones SAFE Pakistan Titans 15 Index
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00AM to 1:00 PM)
Leverage	Nil

## Investment Objective

The Fund aims to provide investors with a total return that before expenses closely corresponds to the return of the Dow Jones SAFE Pakistan Titans 15 index by tracking the returns of Dow Jones SAFE Pakistan Titans 15 Index, thus providing exposure to the constituents of Dow Jones SAFE Pakistan Titans 15 Index in a single security.

## Manager's Comment

AHDJ delivered -2.6% return as compared to benchmark return of -2.5%. Overall equity allocation at the end of April was 95.7% vis-à-vis 96% at the beginning of the month. Around 4.1% of total assets remained stuck in receivables which increased tracking error of the fund.

Fund Facts / Technical Information	AHDJPF	Benchmark
NAV per Unit (PKR)	59.57	
Net Assets (PKR M)	104	
Price to Earning (%)	6.6	6.7
Dividend Yield (%)	8.3	8.2
Sharpe Measure	0.02	0.03
Beta	0.94	1
Correlation	97.3%	
Max draw up	31.8%	37.2%
Max draw Down	-15.5%	-14.9%
Standard Deviation	1.05	1.09
Alpha	-0.7%	

Performance Information (%)	AHDJPF	Benchmark
Year to Date Return	6.7	8.3
Month to Date Return	-2.6	-2.5
Since inception	23.8	29.6

## Members of the Investment Committee

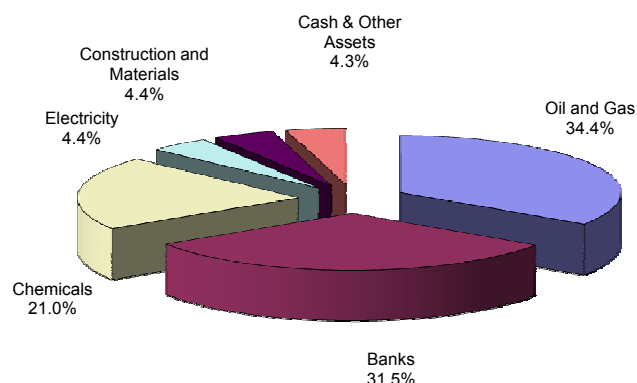
Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst
Junaid Khalid, FRM	Head of PD & ALM

Asset Allocation (%age of Total Assets)	May-12	Apr-12
Cash	0.2%	0.1%
Stocks / Equities	95.7%	96.0%
Others including receivables	4.1%	3.9%

## Top 10 Equity Holdings (%age of Total Assets)

MCB Bank Limited	19.7%
Oil & Gas Development Company Limited	15.3%
Fauji Fertilizer Company Limited	11.6%
Pakistan Petroleum Limited	8.3%
Pakistan Oil Fields Limited	6.1%
Engro Corporation Limited	5.1%
Pakistan State Oil Company Limited	4.7%
Lucky Cement Limited	4.4%
Hub Power Company Limited	4.3%
Bank AL-Habib Limited	3.5%

## Sector Allocation (%age of Total Assets)



MUFAP's Recommended Format.

## 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 fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the financial markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.

# Pakistan Pension Fund

May 31, 2012



## General Information

Fund Type	An Open End Scheme
Category	Voluntary Pension Scheme
Asset Manager Rating	AM2 (AM Two) by PACRA
Stability Rating	Not Applicable
Launch Date	29-June-2007
Fund Manager	M. Asim, CFA
Trustee	Habib Metropolitan Bank Limited
Auditor	M.Yousuf Adil Saleem & 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

## 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

Equities sub-fund generated a positive return of around 2.2% during the month while KSE-100 index declined by 1.5%. The overall exposure to equities stands at around 90.8% compared to around 83% last month. The fund increased exposure Construction and Materials sector with a small reduction in exposure to Oil and Gas sector.

Debt sub-fund generated an annualized return of 7.7% during the month. The overall exposure to Govt. securities stands at around 81% compared to 85% last month with cash exposure of around 2%.

Money Market sub-fund generated an annualized return of 9.7% during the month. Investments in T-bills stand at around 98%, while exposure to cash was reduced to around 2% from 6% last month.

## Top 10 Equity Holdings (%age of Total Assets)

Cherat Cement Company Limited	5.8%
Hub Power Company Limited	5.2%
Exide Pakistan Limited	5.1%
Pakistan Petroleum Limited	4.9%
Bank AL-Habib Limited	4.9%
Bank Alfalah Limited	4.7%
Pakistan Oil Fields Limited	4.7%
Millat Tractors Limited	4.6%
Thal Limited	4.6%
Meezan Bank Limited	4.6%

## Performance Information & Net Assets

	PPF-EQ*	PPF-DT**	PPF-MM**
Year to Date Return (%)	15.3	11.2	10.5
Month to Date Return (%)	2.2	7.7	9.7
Since inception (%)	17.2	9.8	11.0
Net Assets (PKR M)	67.40	103.19	74.90
NAV (Rs. Per unit)	117.19	148.07	154.36
* Total Return    ** Annualized return			

## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

## PPF -Money Market (%age of Total Assets)

	May-12	Apr-12
Cash	2.1%	6.1%
T-Bills	97.7%	93.7%
Others including receivables	0.2%	0.2%

## PPF-Debt (%age of Total Assets)

	May-12	Apr-12
Cash	2.2%	4.9%
PIBs	38.3%	39.8%
GoP Ijara Sukuk	4.7%	5.0%
TFCs	14.7%	8.5%
T-Bills	37.6%	39.8%
Others including receivables	2.5%	2.0%

## PPF-Equity (%age of Total Assets)

	May-12	Apr-12
Cash	2.9%	10.8%
Oil and Gas	20.5%	22.9%
Banks	20.8%	21.0%
Automobile and Parts	5.1%	4.8%
Electricity	5.2%	4.7%
Construction and Materials	16.6%	12.1%
Other equity sectors	22.6%	17.9%
Others including receivables	6.3%	5.8%

## 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 fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the financial markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.

# Pakistan Islamic Pension Fund

May 31, 2012



## 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-2007
Fund Manager	Syed Akbar Ali, CFA
Trustee	Habib Metropolitan Bank Limited
Auditor	M.Yousuf Adil Saleem & 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

## 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

Equities sub-fund generated a negative return of 1.1% while KSE-100 index declined by 1.5% during the month. The overall exposure to equities stands around 90% compared to 85% last month. The fund increased its exposure to Construction and Material sector while diluting exposure to Banks and Pharmaceuticals sectors.

Debt sub-fund generated an annualized return of -4.2% during the month. The fund exposure towards GoP Ijarah Sukuk and other corporate Sukuk stands at around 80% and 2% respectively with a cash exposure of around 17% at month end.

Money Market sub-fund generated an annualized return of 4.7% during the month. Exposure to Ijara Sukuk and Term Deposits stands at around 59.9% and 15.5% respectively with a cash exposure of around 22% at month end.

## Top 10 Equity Holdings (%age of Total Assets)

Hub Power Company Limited	10.6%
Lucky Cement Limited	9.0%
Pakistan Petroleum Limited	9.0%
Pakistan State Oil Company Limited	7.5%
Pakistan Oil Fields Limited	7.4%
Meezan Bank Limited	7.1%
Attock Petroleum Limited	6.1%
Millat Tractors Limited	5.9%
Tri-Pack Films Limited	5.8%
Thal Limited	4.8%

## PIPF -Money Market ( %age of Total Assets)

	May-12	Apr-12
Cash	21.7%	19.1%
GoP Ijarah Sukuk	59.9%	62.5%
Others including receivables	2.9%	2.3%
Bank Deposits	15.5%	16.1%

## PIPF-Debt (%age of Total Assets)

	May-12	Apr-12
Cash	16.6%	10.5%
GoP Ijarah Sukuk	79.6%	84.0%
Sukuk	1.7%	2.0%
Others including receivables	2.1%	3.5%

Performance Information & Net Assets	PIPF-EQ*	PIPF-DT**	PIPF-MM**
Year to Date Return (%)	24.8	8.7	7.9
Month to Date Return (%)	-1.1	(4.2)	4.7
Since inception (%)	35.8	10.1	7.5
Net Assets (PKR M)	53.27	56.17	44.79
NAV (Rs. Per unit)	136.03	146.48	134.47
* Total Return    ** Annualized return			

## PIPF-Equity (%age of Total Assets)

	May-12	Apr-12
Oil and Gas	30.2%	31.7%
General Industrials	10.6%	10.8%
Banks	7.1%	10.5%
Electricity	10.6%	9.1%
Other equity sectors	19.5%	14.3%
Cash	2.8%	8.5%
Others including receivables	7.1%	6.4%
Construction and Materials	12.1%	8.7%

## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

## 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 fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the financial markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.