



BACHAT SHARIAT KE MUTABIQ

# MONEY MATTERS

Fund Manager's Report  
MARCH 2019



MCB-ARIF HABIB  
Savings and Investments Limited

AM2  
BY PACRA

# FUND PERFORMANCE



## Fund Returns

Funds	YTD (FY 19)	(July 2017 to June 2018)	(July 2016 to June 2017)
<b>Islamic Income Scheme</b>			
Alhamra Islamic Income Fund	7.53%	4.96%	6.49%
Alhamra Daily Dividend Fund (Inception Date: 10-Apr-2018)	7.50%	4.97%*	n/a
<b>Shariah Compliant Fund of Funds</b>			
Alhamra Islamic Active Allocation Plan-I (Inception Date: 29-Dec-2016)	0.93%	-6.84%	0.81%**
Alhamra Islamic Active Allocation Plan-II (Inception Date:16-Jun-2017)	-1.12%	-0.43%	0.19***
<b>Islamic Equity Scheme</b>			
Alhamra Islamic Stock Fund	-9.18%	-12.00%	29.97%
<b>Islamic Asset Allocation Scheme</b>			
Alhamra Islamic Asset Allocation Fund	-1.77%	-4.06%	27.74%
<b>Islamic Voluntary Pension Scheme</b>			
Alhamra Islamic Pension Fund-Debt	5.66%	2.99%	4.46%
Alhamra Islamic Pension Fund-Money Market	6.19%	3.34%	3.78%
Alhamra Islamic Pension Fund-Equity	-8.62%	-12.16%	33.21%

\* From April 10, 2018 to June 30, 2018  
 \*\* From December 29, 2016 to June 30, 2017  
 \*\*\* From June 16, 2017, to June 30, 2017

Returns are computed on the basis of NAV to NAV with dividends reinvested

Annualized Returns for: Islamic Income Schemes and Alhamra Islamic Pension Fund (Debt and Money Market).  
 Absolute Returns for: Shariah Compliant Fund of Funds, Islamic Equity, Islamic Asset Allocation Schemes, Alhamra Islamic Pension Fund-Equity.

MCB-AH believes in providing best investment experience to our investors. Please feel free to forward your complaint/query/suggestion and we will do our best to redress the same to further improve our processes.  
 For any complaint/query/suggestion, please email at [mcbah.qa@mcbah.com](mailto:mcbah.qa@mcbah.com)



# DEAR INVESTORS,

Thank you for taking out time to review our Fund Manager's Report for the month of April 2019. We would like to express our deepest gratitude to our investors for their support which motivates us to improve our services and deliver nothing but the absolute best.

With the tax season just around the corner, we know you have been losing a bit of sleep and constantly keeping a track of all your tax deductions. While you are stuck paying too many bills, the last thing you want is to endure the excess burden of taxation. Let us help you dispense with the anxiety you have been holding on to and guide you to stay on top of your finances. Now save through Mutual Funds or Voluntary Pension Schemes (VPS) with MCB-Arif Habib Savings and Investments Limited and avail twin benefits of earning returns on your savings and reducing your taxes. That is not it! Do you know you can save up to Rs 900,000 tax annually? Yes, you read that right. Save your hard earned money from taxes and start investing with iSave TODAY!

All you need to do is call us at "0800-62224" or SMS "TAX" to 8622 to speak to one of our investor services officers. You can also log in to [isave.mcbah.com](http://isave.mcbah.com) and create an account on iSave in a few minutes. After that, you need to submit your account statement before 30th June 2019 and inform your Human Resource Department (HR) to make tax adjustments accordingly. It could not have been simpler! Visit our website to calculate how much you can save on your taxes.

If you have any query, feel free to contact us on our 24/7 helpline at 0800-62224. Our investor services officers are always available to serve you, round the clock. You may also visit our website [www.mcbah.com](http://www.mcbah.com) to explore our products and services.



**Muhammad Saqib Saleem**

Chief Executive Officer



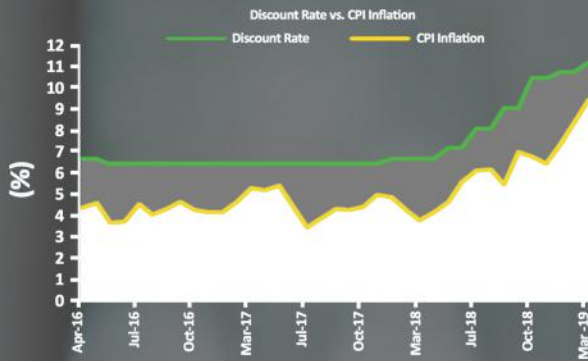
## MACRO-ENVIRONMENT REVIEW AND OUTLOOK

The month of March'19 ended with 50 bps hike in policy rate on the backdrop of underlying inflationary pressures. Uncertainty reduced on the external front as stabilization measures started to unfold, indicated by a sizeable contraction in current account deficit and bilateral inflows of USD 3 billion from Dubai and China. Furthermore, MoUs worth USD 900 million were signed with Malaysian investors when Mahathir Mohamed visited Pakistan. Investments were announced in Automobiles, Power Generation, Textile and Agriculture.

On the external front, Current account deficit contracted by 22.6% in the period of Jul'18 - Feb'19, recorded at USD 8.8 billion. The CAD for the month of Feb'19 was recorded at 28 months low of USD 356 million, supported well by contraction of imports of goods and services which fell by -20% YoY. While, the trend in general has improved drastically, it has yet to reach sustainable levels. Although, Narrowing current account deficit along with bilateral flows has provided some breathing space to the SBP foreign reserves, they still stood at USD 8.6 billion (as of 22nd March'19), providing a mere coverage of 2.3 months.

CPI for the month of March'19 reached a 5 year high of -9.4%, which has taken the average of Jul'18-Mar'19 to 6.8%. For FY19, we expect inflation to average 7.2%, while for FY20 it is expected to jack up to 8.5% owing to tariff adjustments along with the lagged impact of currency depreciation.

Amidst contractionary policies, rising input costs and external pressures, Large scale manufacturing declined by 2.3% during Jul - Jan FY19. Fiscal consolidation is yet to bear fruit as fiscal deficit for 1HFY19 was 2.7% of GDP as against 2.3% of GDP in the same period last year. Given initial plans of the ruling government, some sense of policy steps can be expected but given the precarious economic conditions, we think term measures to address twin deficits are critical. The government has cleared the air by going for an IMF program, which we believe was the need of the hour. Alongside, the government will have to address the key structural issues to tread on the path of long term sustainable economic growth.

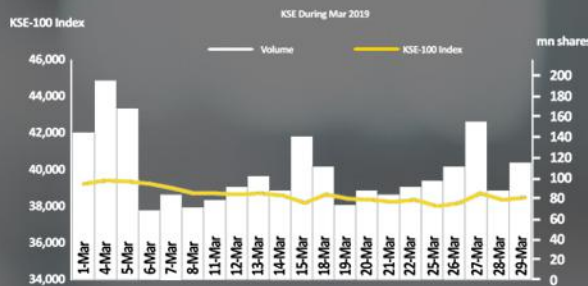


## EQUITY MARKET REVIEW AND OUTLOOK

The benchmark Index KSE100 remained flatish and retreated by -1% during the month. Foreigners turned net sellers after tensions escalated on the border side, offloading USD 17.8 million of equities. Volumes and values traded decreased MoM averaging -103 mn shares/ PKR -4.7 bn respectively.

Almost all the major sectors remained in the red zone. Cements, Power and Refineries were the major leggers generating negative returns of 7.95%/7.74%/7.55% respectively. Cements plummeted due to lackluster economic growth and declining cement dispatch numbers. Refineries declined due to persistently weak international margins of petroleum products. Automobiles outperformed primarily due to lifting of ban on non-filers on purchase of vehicles.

We believe equity markets generally preempt the economic conditions and as such it is important to consider whether all the economic developments are priced in or not. Therefore, overall valuations and fundamentals of universe companies do play an important role. The overall strategy should tilt towards defensive sectors (E&P's, Power, Fertilizers) while sector which will benefit from changing dynamics on macro front such as rising interest rates (Commercial Banks) should be overweight. In addition to that, government's strong focus on reviving exports should provide a boost to the outlook of export oriented sectors such as Textiles & IT. Despite being negative on cyclical, we believe there will be distressed assets and quality companies which should be looked into as they have a tendency to provide abnormal returns.



## MONEY MARKET REVIEW AND OUTLOOK

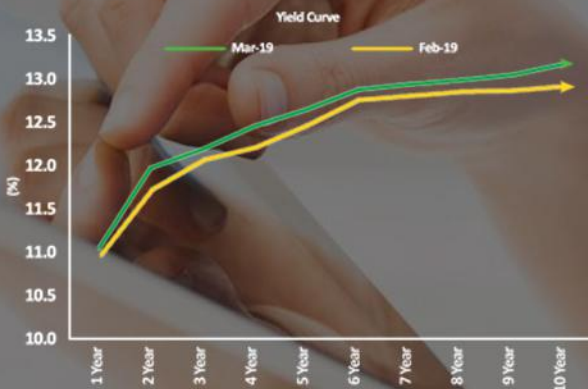
In its latest monetary policy SBP increased policy rate by 50bps, while citing Increasing twin deficits, enormous government borrowing from SBP and persistent pressure on core inflation as the main reasons behind the decision.

During the month long term yield curve showed upward trajectory as most market players were expecting an increase in policy rate. This anticipation resulted in low activity in longer tenor bonds and all other major activity was seen in shorter tenor T-bills.

State Bank of Pakistan conducted Treasury bill auction on March 27, 2019. The auction had a total maturity of PKR 590 billion against which a participation of PKR 10 billion was witnessed. Out of total participation all the bids were received in 3 months Tenor while no participation was witnessed in 6 month and 12 month tenor. SBP accepted bids worth PKR 380mn at a cut-off yield of 10.55% in 3 months. The lack of participation was due to the Monetary Policy announcement which was due on 29th March 2019, where most of the market was expecting an increase in Policy Rate.

Auction for fixed coupon PIB bonds was held on Mar 20th, 2019. Auction had a maturity of PKR 24 billion and a target of PKR 100 billion. Total participation of PKR 224 billion was witnessed out of which 3, 5 & 10 years tenor received bids worth PKR 112 billion, PKR 55 billion & 56 billion respectively, no Bids were received in 20 years tenor. State bank of Pakistan accepted PKR 17 billion in 3 years, PKR 22 billion in 5 years and 56 billion in 10years tenor at a cut off rate of 12.23%, 12.6405% and 13.15% respectively. Auction for Floating Rate Bond was held on March, 20th 2019 with a total Target of PKR 100 billion. Total participation of PKR 67 billion was witnessed in this auction between the range of 70 - 125 bps over 6 month weighted average Yield. State Bank of Pakistan accepted PKR 8 billion at a cut off rate of 70bps over 6month T-Bill weighted average yield.

The upcoming period is quite critical as Pakistan would be taking key decisions with regards to its external financing and policy actions to manage the external account. With rising inflation along with continuous pressure on the external side, any further tightening cannot be ruled out.







March 31, 2019

## General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant (Islamic) Income Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Oct-18)
Stability Rating	AA-(f) by PACRA (28-Dec-18)
Risk Profile	Low
Launch Date	20-Jun-2011
Fund Manager	Syed Mohammad Usama Iqbal
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 [Actual rate of Management Fee:1.08%]
Front end Load*	Class "A" Units: Individual ----- 1.5% Corporate ----- Nil Class "B" Units ----- 0% Bachat Units ----- Nil
Back end Load*	Class "A" Units ----- 0% Class "B" Units: 1.5% on redemption in the first (1st) year from the date of investment 1.0% on redemption in the second (2nd) year from the date of investment 0.0% on redemption after completion of two (2) years from the date of investment Bachat Units: 3% if redeemed before completion of two years from the date of initial investment. 0% if redemption after completion of two years from the date of initial investment Growth & Bachat Units ----- PKR 500 Income Units ----- PKR 100,000
Min. Subscription	PKR 500
Listing	Pakistan Stock Exchange
Benchmark	Six (6) months average deposits rates of three (3) A rated Scheduled Islamic Banks or Islamic windows of Conventional Banks as selected by MUFAP
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut off Timing	Mon - Fri (9:00AM to 4:30 PM)
Leverage	Nil
*Subject to government levies	

## Investment Objective

To generate 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 a return of 9.00% against its benchmark return of 4.54%.

## Performance Information (%)

Particulars	ALHIIF	Benchmark
Year to Date Return (Annualized)	7.53	3.29
Month to Date Return (Annualized)	9.00	4.54
180 Days Return (Annualized)	8.56	3.57
365 Days Return (Annualized)	7.04	3.06
Since inception (CAGR)	7.27	5.50
Average Annual Return (Geometric Mean)	7.21	-

Returns are computed on the basis of NAV to NAV with dividends reinvested

## Top Sukuk Holding (% of Total Assets)

Aspin Pharma (Private) Limited (30-Nov-17)	7.7
Ghani Gases Limited (02-Feb-17)	2.8
Hub Power Company Limited (Short term Sukuk)	8.4
International Brands Limited (15-Nov-17)	14.2

## Others

### Provision against Sindh Workers' Welfare Fund's liability

ALHIIF has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 7.78 million ,if the same were not made the NAV per units of ALHIIF would be higher by Rs. 0.3538 and YTD return would be higher by 0.35% .For details investors are advised to read Note 7.1 of the latest Financial Statements for the half year ended December 31, 2018' of ALHIIF.

## Members of the Investment Committee

Muhammad Saqib Saleem	Chief Executive Officer
Muhammad Asim, CFA	Asset Class Specialist - Equities
Saad Ahmed	Asset Class Specialist - Fixed Income
Syed Mohammad Usama Iqbal	Fund Manager - Fixed Income Funds
Awais Abdul Sattar, CFA	Head of Research

## MCBAH Shariah Supervisory Board

Justice (Rtd.) Muhammad Taqi Usmani	Chairman
Dr. Muhammad Zubair Usmani	Member
Dr. Ejaz Ahmed Samdani	Member

## Asset Allocation (%age of Total Assets)

Particulars	Mar-19	Feb-19
Shariah Compliant Commercial Paper	12.0%	11.2%
Others including receivables	1.5%	1.7%
Term Deposit Receipts	8.4%	0.0%
Sukuks	33.1%	32.2%
Cash	45.0%	54.9%

Note: Amount invested by Fund of funds is PKR 802 million (33.6% of Total Assets) as of March 31, 2019.

## Fund Facts / Technical Information

NAV per Unit (PKR)	106.8476
Net Assets (PKR M)	2,350
Net Assets excluding Fund of Funds (PKR M)	1,548
Weighted average time to maturity (Days)	353.00
Sharpe Ratio	-0.01
Standard Deviation	0.04
Correlation***	11.97%
Total expense ratio with government levy**	1.15%
Total expense ratio without government levy	0.90%

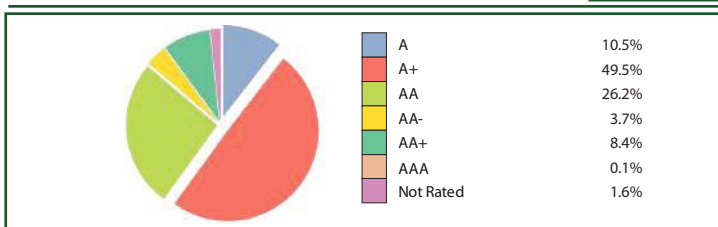
\*\*This includes 0.25% representing government levy, Sindh Workers' Welfare Fund and SECP Fee.

\*\*\* as against Benchmark

## Annualized

Particulars	2014	2015	2016	2017	2018
Benchmark (%)	6.09	6.29	4.42	3.31	2.44
ALHIIF(%)	8.38	6.55	5.05	6.49	4.96

## Asset Quality (%age of Total Assets)



## DISCLAIMER

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## MUFAP's Recommended Format

## General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant (Islamic) Income Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Oct-18)
Stability Rating	AA-(f) by PACRA (31-Dec-18)
Risk Profile	Low
Launch Date	10-Apr-18
Fund Manager	Saad Ahmed
Trustee	Central Depository Company of Pakistan Limited
Auditor	EY Ford Rhodes, Chartered Accountants
Management Fee	20% of the gross earnings subject to a minimum of 0.25% of the average daily net assets and maximum of 1.5% of the average daily net assets of the scheme. [Actual rate of Management Fee: 1.67%]
Front end Load*	Individuals ----- Nil Corporate ----- Nil
Back end Load*	Nil
Min. Subscription	PKR 500
Listing	Not Listed
Benchmark	Six (6) months of average deposit rates of three (3) A rated Scheduled Islamic Banks or Islamic window of Conventional Banks as selected by MUFAP.
Pricing Mechanism	Backward
Dealing Days	Online Investment, Redemption & Conversion... Monday - Sunday Investment, Redemption & Conversion through Physical Form... Monday - Friday
Cut off Timing	Online Investment, Redemption & Conversion... 11:59:59 PM Online Conversion of Backward Pricing Fund(s)... 4:30 PM Investment, Redemption & Conversion through Physical Form... 4:30 PM
Leverage	Nil
*Subject to government levies	

## Investment Objective

The scheme is aimed at meeting investors' short to medium term investment requirements. The scheme seeks to provide investors' a daily dividend through investment in Shariah Compliant instruments.

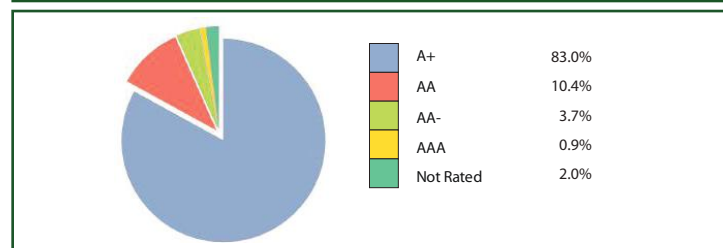
## Manager's Comment

During the month, the fund posted a return of 8.91% against its benchmark return of 4.54%. The exposure in cash was decreased.

## Members of the Investment Committee

Muhammad Saqib Saleem	Chief Executive Officer
Muhammad Asim, CFA	Asset Class Specialist - Equities
Saad Ahmed	Asset Class Specialist - Fixed Income
Syed Mohammad Usama Iqbal	Fund Manager Fixed Income Funds
Awais Abdul Sattar, CFA	Head of Research

## Asset Quality (%age of Total Assets)



## Others

### Provision against Sindh Workers' Welfare Fund's liability

ALHDDF has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 0.27 million, if the same were not the NAV per unit of ALHDDF would be higher by Rs. 0.0665 and YTD return would be higher by 0.07%. For details investors are advised to read Note 6.1 of the latest Financial Statements for the half year ended December 31, 2018' of ALHDDF.

## MCBAH Shariah Supervisory Board

Justice (Rtd.) Muhammad Taqi Usmani	Chairman
Dr. Muhammad Zubair Usmani	Member
Dr. Ejaz Ahmed Samdani	Member

## Asset Allocation (%age of Total Assets)

Particulars	Mar-19	Feb-19
Others including receivables	1.9%	1.1%
Cash	87.7%	98.9%
Commercial Paper	10.4%	0.0%

## Fund Facts / Technical Information

NAV per Unit (PKR)	100.0000
Net Assets (PKR M)	410
Weighted Average time to maturity (Days)	16.0
Total expense ratio with government levy**	1.38%
Total expense ratio without government levy	1.12%
**This includes 0.26% representing government levy, Sindh Worker's Welfare Fund and SECP fee	

## Performance Information (%)

Particulars	ALHDDF	Benchmark
Year to Date Return	7.50	3.27
Month to Date Return	8.91	4.54
180 Days Return	8.17	3.57
365 Days Return	-	-
Since inception	6.98	3.06

Returns are computed on the basis of NAV to NAV with dividends reinvested

## Annualized

Particulars	2018*
Benchmark (%)	2.36%
ALHDDF (%)	4.97%

\*From April 10, 2018 to June 30, 2018.



March 31, 2019

## General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant Islamic Asset Allocation Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Oct-18)
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	2-May-2006
Fund Manager	Awais Abdul Sattar, CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	A.F.Ferguson & Co. Chartered Accountants
Management Fee	2% per annum of the average daily Net Assets of the scheme
Front end Load *	Type A Units: Individual 3% Corporate Nil
	Type B Units: Nil
	Type C Units (Bachat Units) : Nil
Back end Load*	Type A Units --- NIL Type B Units 3.0% for first year after investment 2.0% for second year after investment 1.0% for third year after investment NIL for redemptions after completion of 3 years from investment Type C-Bachat Units Back end load for two years option: 3% if redeemed before completion of one year (12 Months) from the date of initial investment. 2% if redeemed after completion of one year (12 Months) but before two years (24 Months) from the date of initial investment. 0% if redemption after completion of two years (24 Months) from the date of initial investment. Back end load for three years option: 3% if redeemed before completion of one and a half year (18 Months) from the date of initial investment. 2% if redeemed after completion of one and a half year (18 Months) but before three years (36 Months) from the date of initial investment. 0% if redemption after completion of three years (36 Months) from the date of initial investment.
Min. Subscription	PKR 500
Listing	Pakistan Stock Exchange
Benchmark	KMI 30 Index and Six (6) months average deposit rates of three (3) A rated scheduled Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP on the basis of actual proportion held by the Scheme
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

## 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 -1.46% against its benchmark return of -2.78%. Exposure in cash was reduced.

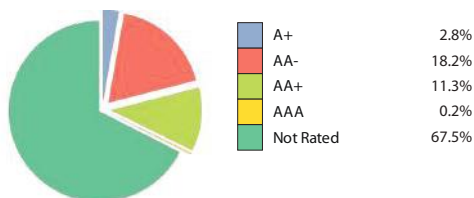
## Members of the Investment Committee

Muhammad Saqib Saleem	Chief Executive Officer
Muhammad Asim, CFA	Chief Investment Officer
Syed Abid Ali	Asset Class Specialist - Equities
Saad Ahmed	Asset Class Specialist - Fixed Income
Awais Abdul Sattar, CFA	Head of Research
Mohammad Aitazaz Farooqi, CFA	Senior Research Analyst

## MCBAH Shariah Supervisory Board

Justice (Rtd.) Muhammad Taqi Usmani	Chairman
Dr. Muhammad Zubair Usmani	Member
Dr. Ejaz Ahmed Samdani	Member

## Asset Quality - Inclusive of equity portfolio (%age of Total Assets)



## Others

### Provision against Sindh Workers' Welfare Fund's liability

ALHAA has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 7.62 million, if the same were not made the NAV per unit of ALHAA would be higher by Rs. 0.1503 and YTD return would be higher by 0.21%. For details investors are advised to read Note 9.1 of the latest Financial Statements for the half year ended December 31, 2018' of ALHAA.

## Asset Allocation (%age of Total Assets)

Particulars	Mar-19	Feb-19
Stocks/Equities	66.5%	62.3%
Cash	29.8%	35.8%
TDRs	2.8%	0.0%
Others including receivables	0.9%	1.9%

## Performance Information (%)

Particulars	ALHAA	Benchmark
Year to Date Return	-1.77	-8.38
Month to Date Return	-1.46	-2.78
180 Days Return	-2.22	-6.59
365 Days Return	-6.41	-13.99
Since inception	282.07	360.97

Returns are computed on the basis of NAV to NAV with dividends reinvested

Particulars	2014	2015	2016	2017	2018
Benchmark (%)	28.51	17.47	13.53	18.07	-7.96
ALHAA (%)	18.89	35.59	5.09	27.74	-4.06

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

Particulars	Equity	%
Oil & Gas Development Company Limited	Equity	7.0%
Pakistan Oilfields Limited	Equity	5.2%
Pakistan Petroleum Limited	Equity	9.7%
Engro Polymer and Chemicals Limited	Equity	3.6%
Engro Fertilizer Limited	Equity	4.7%
Engro Corporation Limited	Equity	6.1%
Lucky Cement Limited	Equity	4.3%
Sui Northern Gas Company Limited	Equity	3.4%
Hub Power Company Limited	Equity	6.0%
Meezan Bank Limited	Equity	2.6%

## Fund Facts / Technical Information

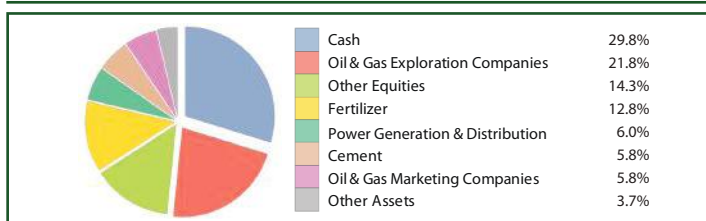
Particulars	ALHAA
NAV per Unit (PKR)	68.8093
Net Assets (PKR M)	3,489
Sharpe Ratio	0.04
Beta	0.64
Standard Deviation	0.74
Correlation***	82.17%
Total expense ratio with government levy**	2.41%
Total expense ratio without government levy	2.15%

\*\*This includes 0.26% representing government levy, Sindh Worker's Welfare Fund and SECP fee  
\*\*\* as against Benchmark

## Branch Renovation Expense Charged to the Fund (PKR)

	MTD	YTD
	1,208,673	11,263,003

## Sector Allocation (%age of Total Assets)



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## MUFAP's Recommended Format



March 31, 2019

## General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant Equity Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Oct-18)
Stability Rating	Not Applicable
Risk Profile	High
Launch Date	11-Sept-2004 (Converted into Shariah Compliant Islamic Fund with effect from July 01,2015)
Fund Manager	Awais Abdul Sattar CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	Deloitte Yousuf Adil & Co., Chartered Accountants
Management Fee	2.0% p.a.
Front end Load*	Type "B" Units: Individual 3% Corporate Nil
Back end Load*	Type "C" Units Bachat Units(Two Years)-----Nil Bachat Units(Three Years)-----Nil Type "B" Units ----- Nil Type "C" Units - Bachat Units(Two Years): 3% if redeemed before completion of two (2) years from the date of intial investment. 0% if redemption after completion of two (2) years from the date of initial investment. Type "C" Units - Bachat Units(Three Years): 3% if redeemed before completion of three (3) years from the date of initial investment. 0% if redemption after completion of three (3) years from the date of initial investment.
Min. Subscription Listing	PKR 500
Benchmark	Pakistan Stock Exchange
Pricing Mechanism	KMI-30 Index
Dealing Days	Forward
Cut off Timing	Monday - Friday
Leverage	Mon - Fri (9:00AM to 4:30 PM)
	Nil

\*Subject to government levies

## Others

### Provision against Sindh Workers' Welfare Fund's liability

ALHISF has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 9.95 million ,if the same were not made the NAV per unit of ALHISF would be higher by Rs. 0.0324 and YTD return would be higher by 0.30% .For details investors are advised to read Note 7.1 of the latest Financial Statements for the half year ended December 31, 2018' of ALHISF.

## Asset Allocation (%age of Total Assets)

Particulars	Mar-19	Feb-19
Stocks/Equities	92.6%	89.7%
Cash	6.6%	8.6%
Others including receivables	0.8%	1.7%

Note: Amount invested by fund of funds is PKR 767 million (25.1% of Total Assets) as of March 31, 2019.

## Members of the Investment Committee

Muhammad Saqib Saleem	Chief Executive Officer
Muhammad Asim, CFA	Chief Investment Officer
Saad Ahmed	Asset Class Specialist - Fixed Income
Syed Abid Ali	Asset Class Specialist - Equities
Awais Abdul Sattar, CFA	Head of Research
Mohammad Aitazaz Farooqui, CFA	Senior Research Analyst

## MCBAH Shariah Supervisory Board

Justice (Rtd.) Muhammad Taqi Usmani	Chairman
Dr. Muhammad Zubair Usmani	Member
Dr. Ejaz Ahmed Samdani	Member

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

Pakistan Petroleum Limited	12.6%
Oil & Gas Development Company Limited	11.0%
Engro Corporation Limited	7.9%
Hub Power Company Limited	7.7%
Pakistan Oilfields Limited	6.1%
Engro Fertilizer Limited	5.4%
Engro Polymer and Chemicals Limited	5.1%
Sui Northern Gas Company Limited	4.1%
Lucky Cement Limited	4.0%
Meezan Bank Limited	3.6%

## Investment Objective

The objective of the Fund is to provide investors long term capital appreciation from its investment in Shariah Compliant Equity Securities.

## Manager's Comment

The fund posted a return of -2.10% in March 2019 against its benchmark of -3.35%. During the month we decreased exposure in Cash. Exposure in equity was also increased.

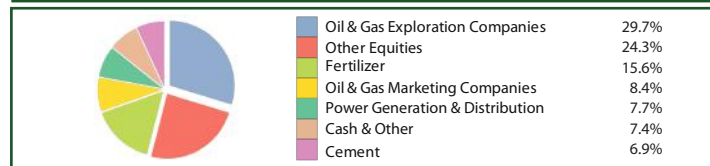
## Performance Information

Particulars	ALHISF	Benchmark
Year to Date Return	-9.18	-10.90
Month to Date Return	-2.10	-3.35
180 Days Return	-7.47	-8.56
365 Days Return	-16.75	-17.76
Since inception	7.40	8.86

Returns are computed on the basis of NAV to NAV with dividends reinvested

Particulars	2014	2015	2016	2017	2018
Benchmark (%)	41.16	16.01	15.53	18.80	-9.59
ALHISF(%)	31.38	19.20	3.90	29.97	-12.00

## Sector Allocation (%age of Total Assets)



## Fund Facts / Technical Information

Particulars	ALHISF	KMI-30
NAV per Unit (PKR)	9.79	-
Net Assets (PKR M)	3,009	-
Net Assets excluding fund of funds(PKR M)	2,242	-
Price to Earning (x)*	7.37	7.60
Dividend Yield (%)	7.36	8.10
No. of Holdings	41	30
Weighted Avg. Market Cap. (PKR Bn)	166	130
Sharpe Ratio	0.008	-0.002
Beta	0.79	1.00
Correlation**	94.10%	-
Standard Deviation	0.95	1.13
Total expense ratio with government levy***	2.71%	-
Total expense ratio without government levy	2.45%	-

\*prospective earnings

\*\* as against Benchmark

\*\*\*This includes 0.26% representing government levy, Sindh Worker's Welfare Fund and SECP fee

## Branch Renovation Expense Charged to the Fund (PKR)

	MTD	YTD
	1,035,273	9,509,710

JCR-VIS has withdrawn the credit rating of Summit Bank Limited. After withdrawal, Summit Bank Limited has become "Non-Rated" Commercial Bank. Alhamra Islamic Stock Fund was maintaining bank balances of Rs. 5.109 million with Summit Bank Limited on March 31, 2019.

## 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. Performance data does not include the cost incurred directly by an investor in the form of sales loads etc.

## MUFAP's Recommended Format





## General Information

Plan Type	An Open End Scheme	
Category	Shariah Compliant Islamic Asset Allocation Plan	
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Oct-18)	
Stability Rating	Not Applicable	
Risk Profile	Moderate to High	
Launch Date	29-Dec-16	
Fund Manager	Syed Abid Ali	
Trustee	MCB Financial Services Limited	
Auditor	EY Ford Rhodes, Chartered Accountants	
Management Fee	1% p.a. on average annual net assets on a portion not invested in mutual funds of MCB Arif Habib Savings and Investments Limited.	
Front end Load*	Individuals	3%
	Corporate	Nil
Back end Load*	Nil	
Contingent Load*	3%	
Min. Subscription	PKR 500	
Listing	Pakistan Stock Exchange	
Benchmark	KMI-30 Index and six (6) months average deposit rates of three (3) "A" rated Scheduled Islamic Banks or Islamic Windows of Conventional Banks on the basis of actual proportion held by the scheme	
Pricing Mechanism	Forward	
Dealing Days	Monday - Friday	
Cut off Timing	Mon-Thurs (9:00 AM to 4:30 PM)	
Leverage	Nil	

\*Subject to government levies

## Others

Provision against Sindh Workers' Welfare Fund's liability  
ALHIAAP-I has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 0.61 million, if the same were not made the NAV per unit of ALHIAAP-I would be higher by Rs. 0.0690 and YTD return would be higher by 0.07%. For details investors are advised to read Note 7.1 of the latest Financial Statements for the half year ended December 31, 2018' of ALHIAAF.

## Asset Allocation (%age of Total Assets)

Particulars	Mar-19	Feb-19
Alhamra Islamic Stock Fund	48.1%	40.6%
Cash	0.5%	1.4%
Alhamra Islamic Income Fund	51.4%	58.0%

## Fund Facts / Technical Information

NAV per Unit (PKR)	94.0379
Net Assets (PKR M)	827
Total expense ratio with government levy*	0.38%
Total expense ratio without government levy	0.29%

\*This includes 0.09% representing government levy, Sindh Worker's Welfare Fund and SECP fee

## Performance Information (%)

Particulars	ALHIAAP- I	Benchmark
Year to Date Return	0.93	-9.79
Month to Date Return	-0.56	-0.89
180 Days Return	1.00	-9.27
365 Days Return	-3.27	-12.89
Since inception	-5.21	-15.97

Returns are computed on the basis of NAV to NAV with dividends reinvested

## Investment Objective

Alhamra Islamic Active Allocation Plan-I is a Shariah Compliant Islamic Asset Allocation Plan with an objective to earn a potentially high return through active asset allocation among Shariah Compliant Islamic Scheme based on the Fund Manager's outlook of the asset classes.

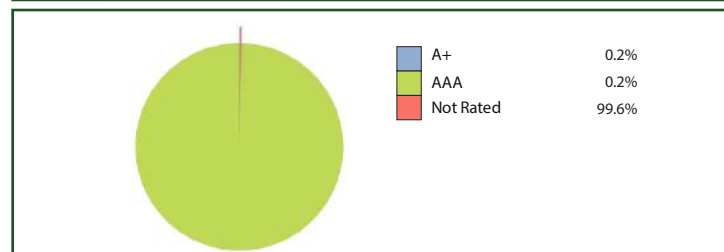
## Manager's Comment

During the month, the fund posted a return of -0.56% against its benchmark return of -0.89%. The exposure in cash was decreased and Alhamra Islamic Stock Fund was increased.

## Members of the Investment Committee

Muhammad Saqib Saleem	Chief Executive Officer
Muhammad Asim, CFA	Chief Investment Officer
Syed Abid Ali	Asset Class Specialist - Equities
Saad Ahmed	Asset Class Specialist - Fixed Income
Awais Abdul Sattar, CFA	Head of Research
Mohammad Aitazaz Farooqui, CFA	Senior Research Analyst

## Asset Quality (%age of Total Assets)



## Absolute

Particulars	2017*	2018
Benchmark (%)	-1.34	-5.59
ALHIAAP-I (%)	0.81	-6.84

\*From December 29, 2016 to June 30, 2017.



## General Information

Plan Type	An Open End Scheme
Category	Shariah Compliant Islamic Asset Allocation Plan
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Oct-18)
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	16-June-17
Fund Manager	Syed Abid Ali
Trustee	MCB Financial Services Limited
Auditor	EY Ford Rhodes, Chartered Accountants
Management Fee	1% p.a. on average annual net assets on a portion not invested in mutual funds of MCB Arif Habib Savings and Investments Limited
Front end Load*	Individuals 3% Corporate Nil
Back end Load*	Nil
Contingent Load*	3% if redeemed within twelve months from the date of Investment 1% if redeemed after twelve months and before twenty four months from the date of Investment.
Min. Subscription Listing	PKR 500 Pakistan Stock Exchange
Benchmark	KMI-30 Index and six (6) months average deposit rates of three (3) "A" rated Scheduled Islamic Banks or Islamic Windows of Conventional Banks on the basis of actual proportion held by the scheme
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut off Timing	Mon-Thurs (9:00 AM to 4:30 PM)
Leverage	Nil

\*Subject to government levies

## Others

Provision against Sindh Workers' Welfare Fund's liability  
ALHIAAP-II has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 0.18 million ,if the same were not made the NAV per unit of ALHIAAP-II would be higher by Rs. 0.0228 and YTD return would be higher by 0.02% .For details investors are advised to read Note 7.1 of the latest Financial Statements for the half year ended December 31, 2018' of ALHIAAF.

## Asset Allocation (%age of Total Assets)

Particulars	Mar-19	Feb-19
Cash	1.8%	1.8%
Alhamra Islamic Income Fund	49.6%	48.9%
Alhamra Islamic Stock Fund	48.6%	49.3%

## Fund Facts / Technical Information

NAV per Unit (PKR)	98.2599
Net Assets (PKR M)	757
Total expense ratio with government levy*	0.25%
Total expense ratio without government levy	0.18%

\*This includes 0.07% representing government levy, Sindh Worker's Welfare Fund and SECP fee

## Investment Objective

Alhamra Islamic Active Allocation Plan-II is a Shariah Compliant Islamic Asset Allocation Plan with an objective to earn a potentially high return through active asset allocation among Shariah Compliant Islamic Scheme based on the Fund Manager's outlook of the asset classes.

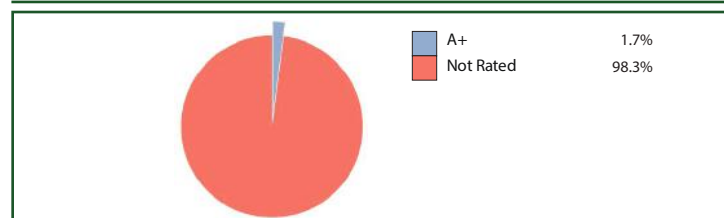
## Manager's Comment

During the month, the fund posted a return of -0.7% against its benchmark return of -1.22%. The exposure in Alhamra Islamic Stock Fund was decreased.

## Members of the Investment Committee

Muhammad Saqib Saleem	Chief Executive Officer
Muhammad Asim, CFA	Chief Investment Officer
Syed Abid Ali	Asset Class Specialist - Equities
Saad Ahmed	Asset Class Specialist - Fixed Income
Awais Abdul Sattar, CFA	Head of Research
Mohammad Aitazaz Farooqui, CFA	Senior Research Analyst

## Asset Quality (%age of Total Assets)



## Performance Information (%)

Particulars	ALHIAAP- II	Benchmark
Year to Date Return	-1.12	-8.35
Month to Date Return	-0.70	-1.22
180 Days Return	-1.02	-7.79
365 Days Return	-4.99	-11.53
Since inception	-1.37	-9.88

Returns are computed on the basis of NAV to NAV with dividends reinvested

## Absolute

Particulars	2017*	2018
Benchmark (%)	0.10	-1.77
ALHIAAP-II (%)	0.19	-0.43

\*From June 16, 2017 to June 30, 2017.



## General Information

Fund Type	An Open End Scheme
Category	Islamic Voluntary Pension Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Oct-18)
Stability Rating	Not Applicable
Launch Date	15-Nov-07
Fund Manager	Awais Abdul Sattar, CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	EY Ford Rhodes, Chartered Accountants
Management Fee	1.5% p.a.
Front / Back end Load*	3% / 0%
Min. Subscription	PKR 500
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 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 return of -2.64% during the month. Overall allocation in equity was decreased.

Debt sub-fund generated a return of 5.46% during the month. Exposure in cash was slightly decreased.

Money Market sub-fund generated a return of 7.43% during the month. The exposure in cash was increased.

## MCBAH Shariah Supervisory Board

Justice (Rtd.) Muhammad Taqi Usmani	Chairman
Dr. Muhammad Zubair Usmani	Member
Dr. Ejaz Ahmed Samdani	Member

## Members of the Investment Committee

Muhammad Saqib Saleem	Chief Executive Officer
Muhammad Asim, CFA	Chief Investment Officer
Syed Abid Ali	Asset Class Specialist - Equities
Saad Ahmed	Asset Class Specialist - Fixed Income
Awais Abdul Sattar, CFA	Head of Research
Muhammad Aitazaz Farooqui, CFA	Senior Research Analyst

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

Pakistan Petroleum Limited	9.6%
Engro Corporation Limited	8.0%
Oil & Gas Development Company Limited	7.9%
Hub Power Company Limited	7.7%
Engro Fertilizer Limited	7.4%
Pakistan Oilfields Limited	6.0%
Lucky Cement Limited	4.2%
Engro Polymer and Chemicals Limited	3.9%
Sui Northern Gas Company Limited	3.8%
Systems Limited	3.6%

## Others

### Provision against Sindh Workers' Welfare Fund's liability

ALHIPF-DT has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 0.67 million, if the same were not made the NAV per unit would be higher by Rs. 0.5628 per unit and YTD return would be higher by 0.28%. For details investors are advised to read Note 6.2 of the latest Financial Statements for the half year ended December 31, 2018' of ALHIPF.

ALHIPF-EQ has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 2.35 million, if the same were not made the NAV per unit would be higher by Rs. 2.3160 per unit and YTD return would be higher by 0.45%. For details investors are advised to read Note 6.2 of the latest Financial Statements for the half year ended December 31, 2018' of ALHIPF.

ALHIPF-MM has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 0.25 million, if the same were not made the NAV per unit would be higher by Rs. 0.4456 per unit and YTD return would be higher by 0.25%. For details investors are advised to read Note 6.2 of the latest Financial Statements for the half year ended December 31, 2018' of ALHIPF.

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

Particulars	Mar-19	Feb-19
Cash	95.4%	95.2%
Others including receivables	1.0%	0.9%
Commercial Paper	3.6%	3.9%

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

Particulars	Mar-19	Feb-19
Cash	46.7%	49.6%
Others including receivables	1.2%	0.9%
Commercial Paper	6.9%	5.8%
Sukuk	17.4%	16.8%
GoP Ijara Sukuk	27.8%	26.9%

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

Particulars	Mar-19	Feb-19
Other equity sectors	27.8%	27.8%
Oil & Gas Exploration Companies	23.5%	22.6%
Cement	7.6%	8.3%
Power Generation & Distribution	7.7%	9.2%
Fertilizer	15.4%	14.6%
Cash	9.8%	9.0%
Others including receivables	1.4%	1.6%
Oil And Gas Marketing Companies	6.8%	6.9%

## Performance Information & Net Assets

Particulars	ALHIPF-EQ*	ALHIPF-DT**	ALHIPF-MM**
Year to Date Return (%)	-8.62	5.66	6.19
Month to Date Return (%)	-2.64	5.46	7.43
Since inception (%)	368.38	6.60	5.68
Net Assets (PKR M)	476.36	247.04	105.90
NAV (Rs. Per unit)	469.32	207.89	188.19

Returns are computed on the basis of NAV to NAV with dividends reinvested

Particulars	2014	2015	2016	2017	2018
ALHIPF - EQ*	42.10	39.53	14.84	33.21	-12.16
ALHIPF - DT**	8.22	4.76	4.04	4.46	2.99
ALHIPF - MM**	6.86	4.80	2.36	3.78	3.34

\* Total Return

\*\* Annualized return

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## MUFAP's Recommended Format



# AB **TAX** BACHANA ITNA HI ASAAN.



## TAX BACHAO, RETURN BARHAO AAJ HE SAVE KARO

1. Call us at **"0800-62224"** or **SMS "TAX"** to 8622 to speak to one of our Investor Services Officers.

OR

You can also login to **isave.mcbah.com** and create an account on iSave in a few minutes.

2. Submit your account statement to your Human Resources Department before 30th June 2019 to make tax adjustments accordingly.

