

Bachat Nama

Fund Manager's Report (February - 2017)





Macro-Environment Review and Outlook

Consumer Price Index (CPI) clocked in at 4.22% YoY for the month of February, in line with street estimates. Food inflation increased by 0.3% MoM due to seasonal effect and the decision of government to pass on petroleum prices contributed 1.1% MoM increase under transport head. We expect increase in petroleum and food prices to keep contributing towards inflation in the remaining months. However, the inflation for the year is expected to remain below 4.3%.

On the external front, the current account witnessed a massive deficit of USD 1.189 billion during the month of Jan'17. Trade deficit worsened by USD 164 million, as imports went up by 2% MoM. Textile, machinery and petroleum remained the main contributor in imports where as exports declined by 4% MoM lead by decline in food sector (-8% MoM). It is pertinent to note that the reversal in oil prices would weigh up on import bill in coming months. Remittances increased by 1.71% YoY in the month of January to USD 1.49 bn. We believe remittances to remain flat in the short term with positive contribution likely from implementation of OPEC's agreement whereas longterm downside risk emerging from President Trump's foreign policy.

The LSM growth clocked in at an impressive 7.0% during the month of December, 2016 with major contributions driven from automobile (Trucks and tractors).

Keeping in view the rising current account deficit, and uncertain outlook for remittances the SBP recently imposed 100% cash margin requirement on import of a large number of goods in order to discourage imports.

The foreign exchange reserves stood at USD 21.93 bn, decreasing by USD 505 mn during the month. It is pertinent to note that foreign exchange reserves have decreased by USD 2.5 bn from their peak in October due to deteriorating current account balance and maturity of loans.

Equity Market Review and Outlook

After positive momentum witnessed in the previous three months, the index witnessed correction in Feb'17, dropping by ~0.46% to close at 48,534 points.

The foreigners liquidated USD ~30 mn of equities from local market. The market continued to absorb this outflow mainly on account of robust domestic liquidity where selling was absorbed by mutual funds and insurance companies who bought UDS 48 mn and USD 16 mn respectively worth of equities. While average daily volumes decreased by ~21% to ~348 mn shares, value traded decreased by ~26% to PKR 16.7 bn.

OMC sector led the charts outperforming the benchmark index recording a gain of an impressive 4% during the month, on the back of rally in SNGP due to announcements of plan to award contract for a second gas pipeline from Karachi to Lahore carrying 1.2 billion cubic feet of liquefied natural gas (LNG) per day. Cement sector rallied 1.69% due to decrease in international coal prices by ~5 during the month.

Power generation sector plunged 5% during the month due to lower than expected dividend announcements. Pharmaceuticals remained under pressure, declining 9% during the month. The Punjab Assembly passed the Drug Act 1976 on February 8, 2017, according to which the sale of medical drugs which are below the acceptable standards will be punishable. Due to this policy, Joint Committee of pharmacy retailers and wholesalers went on strike. Automobile sector also remained laggard due to adverse currency movement.

Going forward, we believe strong local liquidity is expected to mitigate the impact of adverse foreign flows. However, sooner or later, we can expect improved foreign flows in the market because of inclusion in MSCI in May 2017. We recommend our investors to focus on the long term value offered by the local bourse through our equity funds.

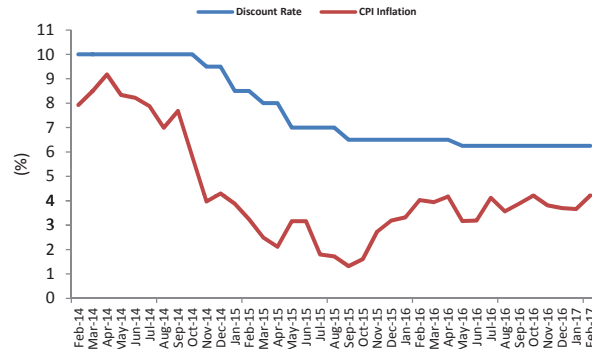
Money Market Review and Outlook

During the month yield curve remained flat where activity in long tenor bonds as compared to previous month remained quite thin. Activity in long tenor bonds remained range bound and most of the trades took place in a narrow range. This cautious sentiment is attributable to deteriorating numbers on external front, widening current account deficit and flatish remittances. The watchful stance continued in PIB auction held in month of February 17 as no interest was shown by FIs particularly in longer tenor mere participation of PKR 17 bn & PKR 4 bn respectively was witnessed in 5 and 10 year bonds respectively. However, reasonable participation of PKR 90.75bn was witnessed in comparatively lower duration of 3 year bond. SBP kept cutoff yields unchanged and accepted PKR 58.15 bn, PKR 1 mn & PKR 25 mn at 6.4066%, 6.8994% and 7.9406% in 3, 5 and 10 years respectively. The results of the last MTB auction of February 2017 showed hefty participation of PKR 751.57 bn against maturity of PKR 588.587 bn whereas auction target was set at PKR 550 bn. SBP maintained out off for 3, 6 and 12 month at 5.9463%, 5.9896% and 5.9935% respectively. Short term liquidity remained comfortable as SBP conducted regular OMOs.

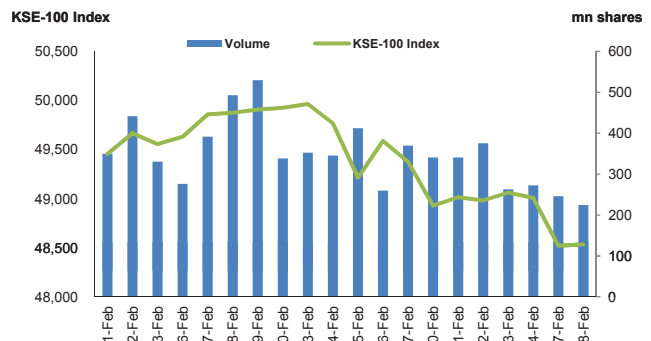
M2 witnessed an increase of 3.11% in FY16YTD to stand at PKR 13.22 tn as of 17-Feb-2017. In this regard, NFA posted a decrease of PKR 193.644 bn to PKR 813.954 bn whereas NDA stood at the level of PKR 12.41 tn (increase of PKR 592 bn). The net government sector borrowing increased by PKR 506.159 bn versus an increase of PKR 394.808 bn in the same period last year. Government has retired PKR 345.34 bn from commercial banks (versus borrowing of PKR 821 bn in same period last year). Credit to non-government sector increased by PKR 399.34 bn to PKR 5.4 tn.

Going forward market will remain cautious on back of volatility in international oil prices and deteriorating conditions on external front owing to which range bound activity is expected particularly in long tenor bonds. Further FX reserves are likely to come under pressure on account of lower financial inflows post conclusion of IMF program, large current account deficits, and easing growth in workers' remittances.

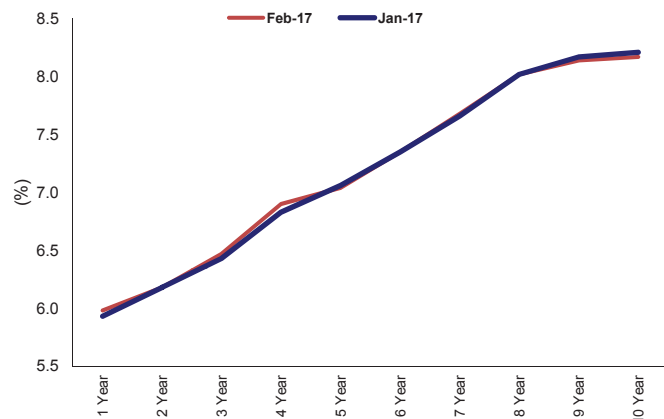
Discount Rate vs. CPI Inflation



KSE During February 2017



Yield Curve



MCB Cash Management Optimizer

February 28, 2017 NAV - PKR 105.2755



General Information

Fund Type	An Open End Scheme
Category	Money Market Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Jun-16)
Stability Rating	AA(f) by PACRA (09-Dec-16)
Risk Profile	Low
Launch Date	1-Oct-09
Fund Manager	Saad Ahmed
Trustee	Central Depository Company of Pakistan Limited
Auditor	Deloitte Yousuf Adil & 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*	Nil
Min. Subscription	
Growth Units	PKR 5,000
Cash Dividend Units	PKR 5,000
Income Units	PKR 100,000
Listing	Pakistan Stock Exchange
Benchmark	An Average of 3 Month deposit rates of AA and above rated scheduled banks for the period of return
Pricing Mechanism	Backward
Dealing Days	Monday - Friday
Cut off Timing	Mon-Fri (9:00AM to 4:30 PM)
Leverage	Nil

*Subject to government levies

Investment Objective

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

Manager's Comment

The fund generated an annualized return of 4.99% during the month against benchmark of 3.75%. The fund's exposure towards TDRs was decreased to 6.8% from 7.2% while exposure in cash was decreased to 84.6% from 92.2% last month.

WAM of the fund was 3 days.

Provision against WWF liability

MCB-CMOP has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.9.53 million, if the same were not made the NAV per unit of MCB-CMOP would be higher by Rs.0.1245 and YTD return would be higher by 0.12%. For details investors are advised to read Note 8.2 of the latest Financial Statements for the half year ended December 31, 2016 of MCB-CMOP.

Fund Facts / Technical Information

MCB CMOP

NAV per Unit (PKR)	105.2755
Net Assets (PKR M)	8,056
Weighted average time to maturity (Days)	3
Sharpe Measure*	0.29
Correlation*	11%
Standard Deviation	0.040
Alpha*	0.011%
Total expense ratio with government levy**	0.80%
Total expense ratio without government levy	0.57%

*as against 3 month PKRV net of expenses

** This includes 0.23% representing government levy, worker's welfare fund and SECP Fee

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	Senior Research Analyst

Asset Allocation (%age of Total Assets)

	Feb-17	Jan-17
Cash	84.6%	92.2%
T-Bills	4.3%	0.0%
Term Deposits with Banks	6.8%	7.2%
Others including receivables	0.6%	0.6%
Placement with Banks and DFIs	3.7%	0.0%

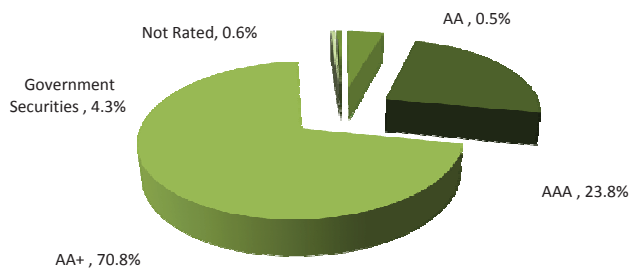
Performance Information (%)

	MCB CMOP	Benchmark
Year to Date Return (Annualized)	7.39%	3.80%
Month to Date Return (Annualized)	4.99%	3.75%
180 Days Return (Annualized)	8.16%	3.76%
365 Days Return (Annualized)	6.81%	3.94%
Since inception (CAGR)*	9.16%	6.38%
Average Annual Return (Geometric Mean)	9.65%	-

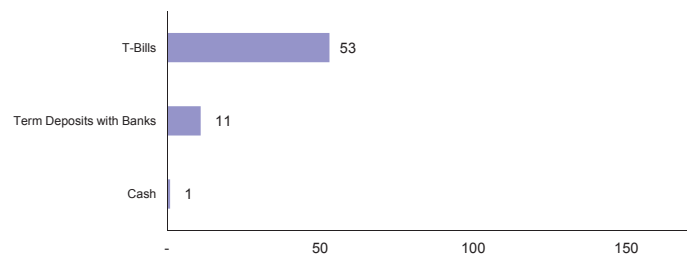
*Adjustment of accumulated WWF since Oct 1, 2009

Annualized	2012	2013	2014	2015	2016
Benchmark (%)	6.10	5.40	7.19	6.74	4.42
MCB CMOP (%)	11.30	9.20	8.25	8.83	5.77

Asset Quality (%age of Total Assets)



Asset-wise Maturity (No. of Days)



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MUFAP's Recommended Format.

Pakistan Cash Management Fund

February 28, 2017 NAV - PKR 53.0464



General Information

Fund Type	An Open End Scheme	
Category	Money Market Scheme	
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Jun-16)	
Stability Rating	AAA(f) by PACRA (09-Dec-16)	
Risk Profile	Low	
Launch Date	20-March-2008	
Fund Manager	Saad Ahmed	
Trustee	MCB Financial Services Limited	
Auditor	Ernst & Young Ford Rhodes Sidat Hyder & 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	Pakistan Stock Exchange	
Benchmark	3-Month T-Bill return	
Pricing Mechanism	Backward	
Dealing Days	Monday - Friday	
Cut off Timing	Mon-Fri (9:00AM to 10:00 AM)	
Leverage	Nil	

*Subject to government levies

Investment Objective

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

Manager's Comment

The fund generated an annualized return of 4.85% during the month against its benchmark return of 5.72%. The fund increased its cash exposure from 5.7% to 35.4% while T-Bills exposure was decreased to 64.5% from 94.1%. WAM of the fund at month end stood at 1 Day.

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

Provision against WWF liability

PCF has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 2.08 million, if the same were not made the NAV per unit of PCF would be higher by Rs. 0.0757 and YTD return would be higher by 0.15%. For details, investors are advised to read Note 7.1 of the latest Financial Statements for the half year ended December 31, 2016 of PCF.

Fund Facts / Technical Information	PCF	Benchmark
NAV per Unit (PKR)	53.0464	
Net Assets (PKR M)	1,457	
Weighted average time to maturity (Days)	1	
Sharpe Measure*	0.03	0.17
Correlation*	22.8%	
Standard Deviation	0.05	0.02
Alpha*	-0.002%	
Total expense ratio with government levy**	0.65%	
Total expense ratio without government levy	0.48%	
*as against 3 month PKRV net of expenses		
**This includes 0.17% representing government levy, worker's welfare fund and SECP fee		

Asset Allocation (%age of Total Assets)	Feb-17	Jan-17
Cash	35.4%	5.7%
T-Bills	64.5%	94.1%
Others including receivables	0.1%	0.2%

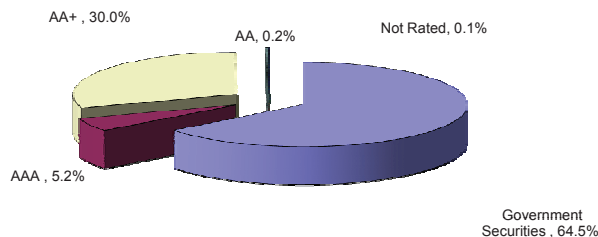
Performance Information (%)	PCF	Benchmark
Year to Date Return (Annualized)	8.50%	5.90%
Month to Date Return (Annualized)	4.85%	5.72%
180 Days Return (Annualized)	9.58%	5.86%
365 Days Return (Annualized)	7.63%	6.12%
Since inception (CAGR)	9.67%	10.47%
Average Annual Return (Geometric Mean)	10.08%	-

Annualized	2012	2013	2014	2015	2016
Benchmark (%)	13	10.5	9.56	9.83	6.75
PCF(%)	11.0	9.0	8.41	8.86	5.88

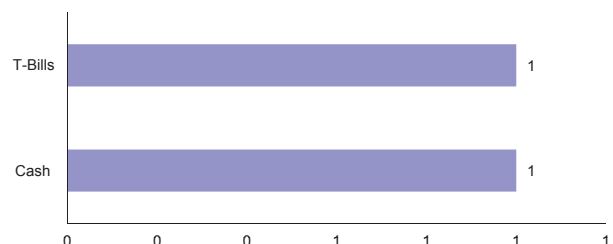
Members of the Investment Committee

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	Senior Research Analyst

Asset Quality (%age of Total Assets)



Asset-wise Maturity (No. of Days)



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MUFAP's Recommended Format.



Investment Objective

To deliver superior fixed income returns by investing in an optimal mix of authorized debt instruments while taking into account capital security and liquidity considerations.

General Information

Fund Type: An Open End Scheme
 Category: Income Scheme
 Asset Manager Rating: AM2 ++ (AM Two Double Plus) by PACRA (08-Jun-16)
 Stability Rating: A+(f) by PACRA (09-Dec-16)
 Risk Profile: Low
 Launch Date: 1-Mar-07
 Fund Manager: Saad Ahmed
 Trustee: Central Depository Company of Pakistan Limited
 Auditor: Ernst & Young Ford Rhodes Sidat Hyder & Co. Chartered Accountants
 Management Fee: 1.5% p.a.

Front-end Load*

Growth and Income Units: Individual 1.5%
 Corporate Nil

Bachat Units:

Back-end Load*
 Growth & Income Units: Nil
 Bachat Units: 3% if redeemed before completion of two years from the date of initial investment.
 0% if redeemed after completion of two years from the date of initial investment.

Min. Subscription

Growth & Bachat Units: PKR 500
 Income Units: PKR 100,000
 Listing: Pakistan Stock Exchange
 Benchmark: Six(6) months KIBOR rates
 Pricing Mechanism: Forward
 Dealing Days: Monday - Friday
 Cut off Timing: Mon-Fri (9:00AM to 4:30 PM)

Leverage: Nil

*Subject to government levies

Manager's Comment

During the month the fund generated an annualized return of 5.48% against its benchmark return of 6.05%. The fund increased its exposure in TBills from 5.9%. to 6.2%. Allocation in cash was decreased and TFCs was increased.

Provision against WWF liability

MCB-DCFIF has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 17.29 million, if the same were not made the NAV per unit of MCB-DCFIF would be higher by Rs. 0.2769 and YTD return would be higher by 0.26%. For details investors are advised to read Note 6.1 of the latest Financial Statements for the half year ended December 31,2016 of MCB-DCFIF.

Performance Information (%)	MCB-DCFIF	Benchmark
Year to Date Return (Annualized)	7.03%	5.97%
Month to Date Return (Annualized)	5.48%	6.05%
180 Days Return (Annualized)	8.14%	5.94%
365 Days Return (Annualized)	6.43%	6.26%
Since inception (CAGR) **	10.13%	10.64%
Average Annual Return (Geometric Mean)	10.62%	-

Annualized	2012	2013	2014	2015	2016
Benchmark (%)	12.2	9.3	9.57	10.57	7.01
MCB-DCFIF (%)	10.8	9.8	10.79	12.64	6.23

**One off hit of 4% due to SECP directive on TFCs' portfolio

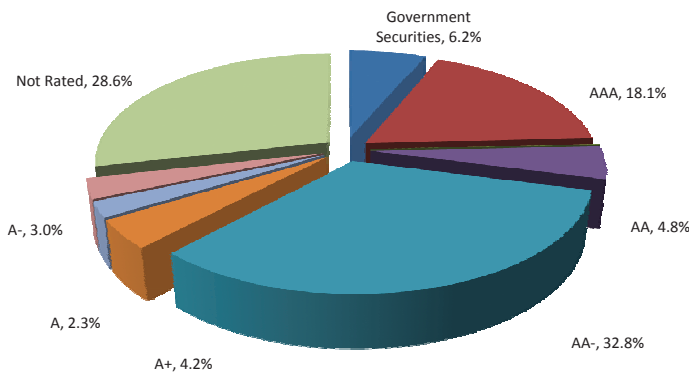
Adjustment of accumulated WWF since July 1, 2008

Asset Allocation (%age of Total Assets)	Feb-17	Jan-17
Cash	24.3%	28.0%
Term Deposits with Banks	14.8%	13.9%
PIBs	0.0%	0.0%
TFCs	26.1%	24.6%
Spread Transactions	15.6%	8.0%
T-Bills	6.2%	5.9%
Others including receivables	4.3%	4.3%
Margin Trading	8.7%	15.3%

Top 10 TFC Holdings (%age of Total Assets)

Habib Bank Limited (19-Feb-16)	6.3%
Bank Al Falah Limited (20-Feb-13)	5.2%
Askari Bank Limited (30-Sep-14)	4.0%
Bank Al Habib Limited (17-Mar-16)	3.8%
Standard Chartered Bank (Pakistan) Limited (29-Jun-12)	2.6%
Bank Al Falah Limited - Floating (02-Dec-09)	1.9%
Engro Fertilizer Limited (09-Jul-14)	0.9%
Bank Al Falah Limited - Fixed (02-Dec-09)	0.9%
Faysal Bank Limited (27-Dec-10)	0.4%
Fatima Fertilizer Company Limited (28-Nov-16)	0.0%

Asset Quality (%age of Total Assets)



Fund Facts / Technical Information

NAV per Unit (PKR)	111.0071
Net Assets (PKR M)	6,931
Weighted average time to maturity (Years)	1.7
Duration (Years)	1.6
Sharpe Measure*	0.04
Correlation*	4.3%
Standard Deviation	0.10
Alpha*	0.004%
Total expense ratio with government levy**	1.71%
Total expense ratio without government levy	1.43%
*as against benchmark	
**This includes 0.28% representing government levy, worker's welfare fund and SECP fee	

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	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
Saudi Pak Leasing Company Limited - TFC	1.39	0.52	0.52	-	0.00%	0.00%
Security Leasing Corporation Limited - Sukuk	4.16	1.46	1.46	-	0.00%	0.00%
Security Leasing Corporation Limited - TFC	4.99	2.95	2.95	-	0.00%	0.00%
New Allied Electronics Industries - TFC	21.98	21.98	21.98	-	0.00%	0.00%
New Allied Electronics Industries - Sukuk	35.00	35.00	35.00	-	0.00%	0.00%

MCB-DCFIF's investment in non-traded securities exceeded its statutory limit of 15% and was at 15.15% of total net assets of MCB-DCFIF. This breach of limit occurred due to decrease in total net assets of MCB-DCFIF.

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MUFAP's Recommended Format.



Investment Objective

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

Manager's Comment

During the month the fund posted an annualized return of 3.72% against its benchmark return of 5.94%. Weighted Average Time to Maturity of the Fund stood at 1.5 years. Exposure in Cash was decreased from 39.4% to 31.2% while exposure in T-Bills was decreased slightly.

General Information

Fund Type	An Open End Scheme
Category	Income Scheme
Asset Manager Rating	AM2+ (AM Two Double Plus) by PACRA (08-Jun-16)
Stability Rating	A+(f) by PACRA (09-Dec-16)
Risk Profile	Low
Launch Date	11-Mar-2002
Fund Manager	Syed Mohammad Usama Iqbal
Trustee	Central Depository Company of Pakistan Limited
Auditor	A.F.Ferguson & Co., Chartered Accountants
Management Fee	1.5% p.a
Front end Load*	- For individual - 2% - For Corporate - Nil
Back-end load*	Nil
Min. Subscription	PKR 500
Listing	Pakistan Stock Exchange
Benchmark	Six(6) months KIBOR rates
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

Provision against WWF liability

PIF has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 2.62 million, if the same were not made the NAV per unit of PIF would be higher by Rs. 0.1186 and YTD return would be higher by 0.22%. For details investors are advised to read Note 7.1 of the latest Financial Statements for the half year ended December 31, 2016 of PIF.

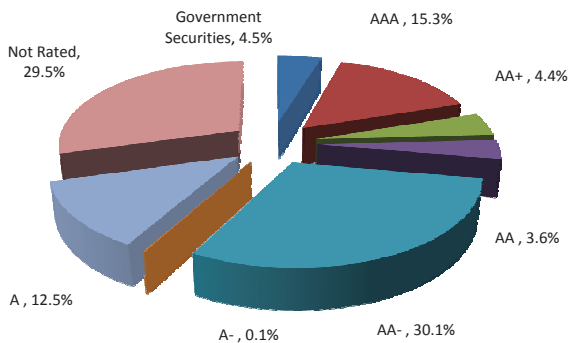
Performance Information (%)	PIF	Benchmark
Year to Date Return (Annualized)	7.45%	5.96%
Month to Date Return (Annualized)	3.72%	5.94%
180 Days Return (Annualized)	8.60%	5.91%
365 Days Return (Annualized)	6.55%	6.24%
Since inception (CAGR)	9.77%	8.97%
Average Annual Return (Geometric Mean)	10.07%	-

Annualized	2012	2013	2014	2015	2016
Benchmark (%)	13.30	11.00	9.33	10.43	6.97
PIF(%)	9.40	7.20	8.13	11.31	6.14

Top 10 TFC Holdings (%age of Total Assets)

Bank Al Falah Limited (20-Feb-13)	5.4%
Habib Bank Limited (19-Feb-16)	4.0%
Ghani Gases Limited - SUKUK	3.8%
Bank Al Habib Limited (17-Mar-16)	3.6%
Askari Bank limited (23-Dec-11)	3.0%
Askari Bank limited (30-Sep-14)	2.0%
Bank Al Falah Limited- Floating (02-Dec-09)	1.2%
Byco Oil Pakistan Limited - PPTFC	0.1%
PACE Pakistan Limited (15-Feb-08)	0.0%
Telecard Limited (27-May-05)	0.0%

Asset Quality (%age of Total Assets)



Asset Allocation (%age of Total Assets)	Feb-17	Jan-17
Cash	31.2%	39.4%
TFCs	23.0%	20.3%
Spread Transactions	13.4%	1.8%
T-Bills	3.9%	4.1%
Term Deposits with Banks	11.8%	12.5%
PIBs	0.6%	0.7%
Others including receivables	4.7%	4.8%
Margin Trading	11.4%	16.4%

Fund Facts / Technical Information

NAV per Unit (PKR)	56.27
Net Assets (PKR M)	1,245
Weighted average time to maturity (Years)	1.5
Duration (Years)	1.4
Sharpe Measure	0.03
Correlation	6.17%
Standard Deviation	0.18
Alpha	0.003%
Total expense ratio with government levy*	1.88%
Total expense ratio without government levy	1.58%

* This includes 0.30% representing government levy, worker welfare fund and SECP fee.

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	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	Provisions held, if any	Value of investment after provision	% of Net Assets	% of Gross Assets
Pace Pakistan Limited TFC	49.94	49.94	49.94	-	0.00%	0.00%
Telecard Limited- TFC	31.09	31.09	31.09	-	0.00%	0.00%
Trust Investment Bank Limited - TFC	18.74	18.74	18.74	-	0.00%	0.00%

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MUFAP's Recommended Format.

MCB Pakistan Sovereign Fund

February 28, 2017 NAV - PKR 55.33



General Information

Fund Type	An Open End Scheme	
Category	Income Scheme	
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Jun-16)	
Stability Rating	AA-(f) by PACRA (09-Dec-16)	
Risk Profile	Low to Moderate	
Launch Date	1-Mar-2003	
Fund Manager	Saad Ahmed	
Trustee	Central Depository Company of Pakistan Limited	
Auditor	Ernst & Young Ford Rhodes Sidat Hyder & Co., Chartered Accountants	
Management Fee	10% of the gross revenue subject to a minimum fee of 0.5% of the net assets and maximum fee of 1.5% of the net assets of the Scheme.	
Front end Load*	<u>Type A Units</u>	
	For Individual	1.5%
	For Corporate	Nil
	<u>Type B "Bachat" Units</u>	Nil
Back-end load*	<u>Type A Units</u>	Nil
	<u>Type B "Bachat" Units</u>	
	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.	
Min. Subscription	PKR 500.	
Listing	Pakistan Stock Exchange	
Benchmark	6 month PKRV rates	
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 deliver income primarily from investment in government securities.

Manager's Comment

During the month, the fund generated an annualized return of 4.25% as against its benchmark return of 5.43%

Allocation in PIBs was decreased to 17.7% from 66.5% and allocation in T-Bills was increased from 18.4% to 54.9% last month.

WAM of the fund stood at 0.5 years at month end.

Provision against WWF liability

MCB-PSF has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 4.88 million, if the same were not made the NAV per unit of MCB-PSF would be higher by Rs. 0.0773 and YTD return would be higher by 0.15%. For details investors are advised to read Note 6.1 of the latest Financial Statements for the half year ended December 31, 2016 of MCB-PSF.

Fund Facts / Technical Information

	MCB-PSF
NAV per Unit (PKR)	55.33
Net Assets (PKR M)	3,492
Weighted average time to maturity (Days)	164
Duration (Days)	164
Sharpe Measure*	0.003
Correlation	20.21%
Standard Deviation	0.16
Alpha	-0.002%
Total expense ratio with government levy**	0.83%
Total expense ratio without government levy	0.67%

*Against 12M PKRV

**This includes 0.16% representing government levy, worker's welfare fund and SECP fee

Asset Allocation (%age of Total Assets)

	Feb-17	Jan-17
Cash	26.3%	13.2%
T-Bills	54.9%	18.4%
PIBs	17.7%	66.5%
Others including Receivables	1.1%	1.9%

Performance Information (%)

	MCB-PSF	Benchmark
Year to Date Return (Annualized)	6.01%	5.78%
Month to Date Return (Annualized)	4.25%	5.43%
365 Days Return (Annualized)	5.91%	6.10%
180 Days Return (Annualized)	6.51%	5.78%
Since inception (CAGR)	7.71%	8.52%
Average Annual Return (Geometric Mean)	7.46%	-

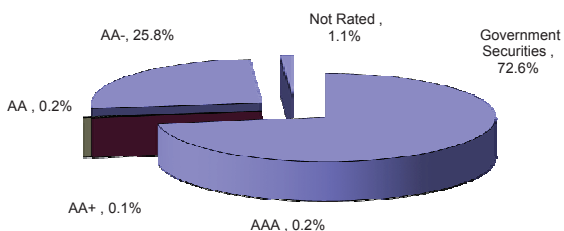
Members of the Investment Committee

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	Senior Research Analyst

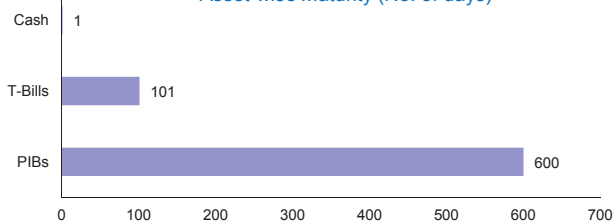
Annualized

	2012	2013	2014	2015	2016
Benchmark (%)	13.30	11.00	9.11	10.41	6.93
MCB-PSF (%)	11.30	12.30	9.26	16.58	7.30

Asset Quality (%age of Total Assets)



Asset-wise Maturity (No. of days)



MUFAP's Recommended Format.

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Pakistan Income Enhancement Fund

February 23, 2017 NAV - PKR 54.85



Investment Objective

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

Manager's Comment

During the month the fund generated an annualized return of 5.73% as against its benchmark return of 6.29%. The fund increased its exposure in PIBs to 1% from 0.8%. Exposure in TFCs and Term Deposits stood at 24.3% and 20.1%, respectively. Exposure in cash increased to 25% from 16.8% in the previous month.

General Information

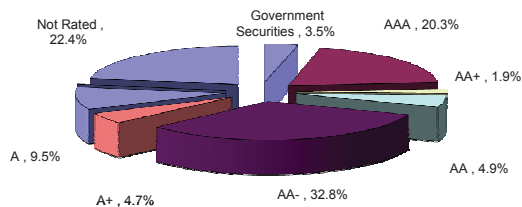
Fund Type	An Open End Scheme	
Category	Aggressive Fixed Income Scheme	
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Jun-16)	
Stability Rating	A+(f) by (PACRA) (09-Dec-16)	
Risk Profile	Low to Moderate	
Launch Date	28-Aug-2008	
Fund Manager	Saad Ahmed	
Trustee	Central Depository Company of Pakistan Limited	
Auditor	Deloitte Yousuf Adil & Co., Chartered Accountants	
Management Fee	1.5% p.a.	
Front end Load *	<u>For Type A Units:</u> -For individual 2% -For Corporate Nil <u>For Type B Units:</u> - For individual 2% - For Corporate Nil <u>For Type C "Bachat" Units</u> Nil	
Back-end load*	Type A & Type B Units Nil Type C "Bachat" Unit - 3% if redeemed before completion of two (2) years from the date of initial investment. - 0% if redeemed after completion of two (2) years from the date of initial investment.	
Min. Subscription	Type A Units	Rs. 500/-
	Type B Units	Rs. 10,000,000/-
	Type C "Bachat" Units	Rs. 500/-
Listing	Pakistan Stock Exchange	
Benchmark	One(1) year KIBOR rates	
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

Top TFC Holdings (%age of Total Assets)

Habib Bank Limited (19-Feb-16)	6.2%
The Bank of Punjab (23-Dec-16)	5.0%
Askari Bank Limited (23-Dec-11)	4.1%
Askari Bank Limited (30-Sep-14)	3.8%
Bank Al Falah Limited (20-Feb-13)	3.0%
Bank Al Habib Limited (17-Mar-16)	2.3%
Byco Oil Pakistan Limited - PPTFC	0.0%
Eden Housing Limited (31-Mar-08)	0.0%
PACE Pakistan Limited (15-Feb-08)	0.0%

Asset Quality (%age of Total Assets)



Provision against WWF liability

PIEF has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs 3.1 million, if the same were not made the NAV per unit of PIEF would be higher by Rs. 0.0858 and YTD return would be higher by 0.16%. For details investors are advised to read Note 6.1 of the latest Financial Statements for the half-year ended December 31, 2016 of PIEF.

Performance Information (%)

	PIEF	Benchmark
Year to Date Return (Annualized)	4.78	6.28
Month to Date Return (Annualized)	5.73	6.29
180 Days Return (Annualized)	5.51	6.27
365 Days Return (Annualized)	5.22	6.61
Since inception (CAGR)	10.78	11.05
Average Annual Return (Geometric Mean)	10.65%	-

Annualized	2012	2013	2014	2015	2016
Benchmark (%)	13.70	12.30	8.73	11.75	7.52
PIEF (%)	8.90	7.20	8.73	13.63	8.33

Asset Allocation (%age of Total Assets)

	Feb-17	Jan-17
Cash	25.0%	16.8%
PIBs	1.0%	0.8%
TFCs	24.3%	19.4%
T-Bills	2.5%	2.0%
Term Deposits with Banks	20.1%	25.9%
Others including receivables	5.2%	4.4%
Margin Trading	8.7%	15.0%
Spread Transactions	8.5%	12.0%
Commerical Papers	4.7%	3.7%

Fund Facts / Technical Information

NAV per Unit (PKR)	54.85
Net Assets (PKR M)	1,980
Weighted average time to maturity (Years)	2.0
Duration (Years)	1.9
Sharpe Measure*	0.04
Correlation*	15.54%
Standard Deviation	0.13
Alpha	-0.001%
Total expense ratio with government levy**	1.66%
Total expense ratio without government levy	1.42%

*as against benchmark

**This includes 0.24% representing government levy, worker's welfare fund and SECP fee

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 Muhammad Usama Iqbal	Fund Manager Fixed Income Funds
Awais Abdul Sattar, CFA	Senior Research Analyst

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

MUFAP's Recommended Format.

MCB Pakistan Asset Allocation Fund

February 28, 2017 NAV - PKR 88.5907



General Information

Fund Type	An Open End Scheme	
Category	Asset Allocation Scheme	
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Jun-16)	
Stability Rating	Not Applicable	
Risk Profile	Moderate to High	
Launch Date	17-Mar-08	
Fund Manager	Syed Abid Ali	
Trustee	Central Depository Company of Pakistan Limited	
Auditor	A.F. Ferguson & Co. Chartered Accountants	
Management Fee	2% p.a.	
Front end Load*	Growth & Cash Dividend Units	3%
	Bachat Units (Two Years)	Nil
	Bachat Units (Three Years)	Nil
Back end Load*	<u>Growth & Cash Dividend Units</u>	Nil
	<u>Bachat Units (Two Years):</u>	
	- 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.	
	<u>Bachat Units (Three Years):</u>	
	- 3% if redeemed before completion of three years from the date of initial investment.	
	- 0% if redemption after completion of three years from the date of initial investment.	
Min. Subscription	PKR 500	
Listing	Pakistan Stock Exchange	
Benchmark	6 months KIBOR plus 200 bps	
Pricing Mechanism	Forward	
Dealing Days	Monday - Friday	
Cut off Timing	Mon-Fri (9:00AM to 4:30 PM)	
Leverage	Nil	

*Subject to government levies

Fund Facts / Technical Information

	MCB -PAAF
NAV per Unit (PKR)	88.5907
Net Assets (PKR M)	2,123
Sharp Measure*	0.002
Beta**	0.16
Max draw up	266.96%
Max draw down	-48.57%
Standard Deviation	0.56
Alpha	0.024%
Total expense ratio with government levy***	2.43%
Total expense ratio without government levy	1.96%

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

***This includes 0.47% representing government levy, worker's welfare fund and SECP fee

Performance Information (%)

	MCB -PAAF	Benchmark
Year to Date Return	12.06%	4.85%
Month to Date Return	-0.57%	0.63%
180 Days Return	6.84%	2.35%
365 Days Return	16.96%	13.22%
Since inception*	89.36%	

*Adjustment of accumulated WWF since July 1, 2008

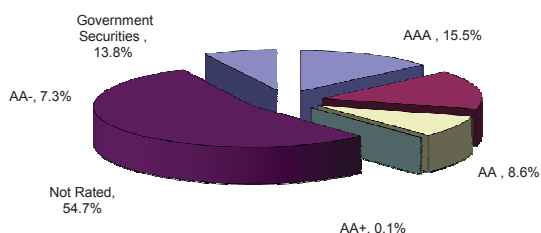
	2012	2013	2014	2015	2016
Benchmark (%)	NA	NA	NA	8.85*	9.86
MCB-PAAF (%)	8.7	19.20	11.95	19.41	3.21

* November-14 to June-15

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	Senior Research Analyst
Muhammad Aitazaz Farooqui	Research Analyst

Asset Quality (%age of Total Assets)*



* Inclusive of equity portfolio

Investment Objective

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

Manager's Comment

The Fund posted a return of -0.57% during the month against the benchmark return of 0.63%, while since inception return stood at 89.36%.

Exposure in equities was increased.

Provision against WWF liability

MCB-PAAF has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 6.69 million, if the same were not made the NAV per unit of MCB-PAAF would be higher by Rs. 0.2793 and YTD return would be higher by 0.35%. For details investors are advised to read Note 7.2 of the latest Financial Statements for the Half Year ended December 31, 2016 of MCB-PAAF.

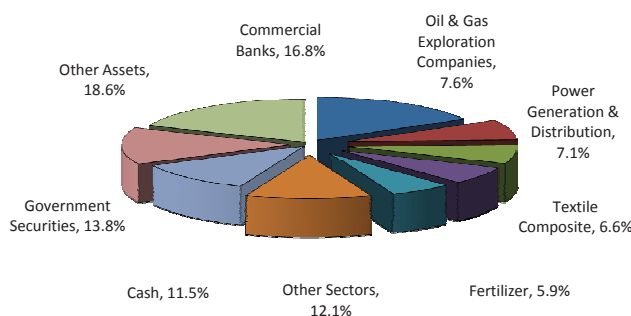
Asset Allocation (%age of Total Assets)

	Feb-17	Jan-17
Cash	11.5%	15.3%
TFCs	6.2%	6.0%
Stocks / Equities	49.9%	46.2%
Spread Transactions	0.0%	3.4%
T-Bills	13.7%	13.1%
PIBs	0.1%	0.1%
Term Deposits with Banks	13.8%	8.8%
Others including receivables	4.8%	7.1%

Top 10 Holdings (%age of Total Assets)

Engro Fertilizers Limited	Equity	5.9%
Habib Bank Limited (19-Feb-16)	TFC	5.8%
Lucky Cement Limited	Equity	4.3%
Nishat Mills Limited	Equity	4.3%
United Bank Limited	Equity	3.5%
Kot Addu Power Company Limited	Equity	3.5%
Attock Petroleum Limited	Equity	2.8%
Oil & Gas Development Company Limited	Equity	2.8%
Mari Petroleum Company Limited	Equity	2.7%
Habib Bank Limited	Equity	2.6%

Sector Allocation (%age of Total Assets)



MUFAP's Recommended Format.

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MCB Pakistan Frequent Payout Fund

February 28, 2017

NAV - PKR 101.2945



General Information

Fund Type	An Open End Scheme
Category	Asset Allocation Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Jun-16)
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	16-Nov-15
Fund Manager	Awais Abdul Sattar, CFA
Trustee	MCB Financial Services Limited
Auditor	A.F. Ferguson & Co. Chartered Accountants
Management Fee	15% of the gross earnings subject to a minimum of 0.25% of the average daily net assets and maximum of 2% of the average daily net assets of the scheme
Front end Load*	3%
Back end Load*	Nil
Min. Subscription	PKR 500
Listing	Pakistan Stock Exchange
Benchmark	KSE 100 Index and Six (6) months KIBOR rates on the basis of actual proportion held by the Scheme
Pricing Mechanism	Forward
Dealing Days	First five business days of every month
Cut off Timing	9:00AM to 4:30 PM
Leverage	Nil

*Subject to government levies

Investment Objective

The objective of the Fund is to provide investors regular monthly payments by investing Fund's assets in Debt and Equity instruments.

Manager's Comment

During the month, the Fund posted a return of -0.04% against its benchmark return of 0.47%. The fund decreased its exposure in cash from 42.3% to 5.7%. Exposure in T-bills and PIBS increased from 6.1% to 29.2% and from 27.7% to 30.1% respectively.

Provisions against WWF liability

MCB-PFPF has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 1.13 million, if the same were not made the NAV per unit of MCB PFPF would be higher by 0.1061 and YTD return would be higher by 0.11%. For details investors are advised to read Note 17 of the latest Financial Statements for the half year ended December 31, 2016 of MCB-PFPF.

Fund Facts/Technical Information

MCB-PFPF

NAV per Unit (PKR)	101.2945
Net Assets (PKR M)	1,080
Total expense ratio with government levy*	1.44%
Total expense ratio without government levy	1.21%

*This includes 0.23% representing government levy, worker's welfare fund and SECP fee

Performance Information (%)

MCB PFPF

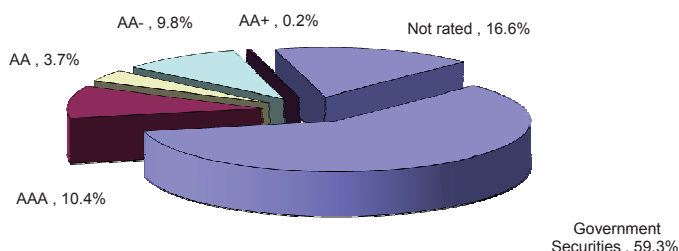
Benchmark

Year to Date Return	4.07	3.88
Month to Date Return	-0.04	0.47
365 days Return	6.11	6.45
180 days Return	3.22	2.08
Since inception	7.76	8.41

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	Senior Research Analyst
Mohammad Aitazaz Farooqui	Research Analyst

Asset Quality (%age of Total Assets)



Asset Allocation (%age of Total Assets)

Feb-17

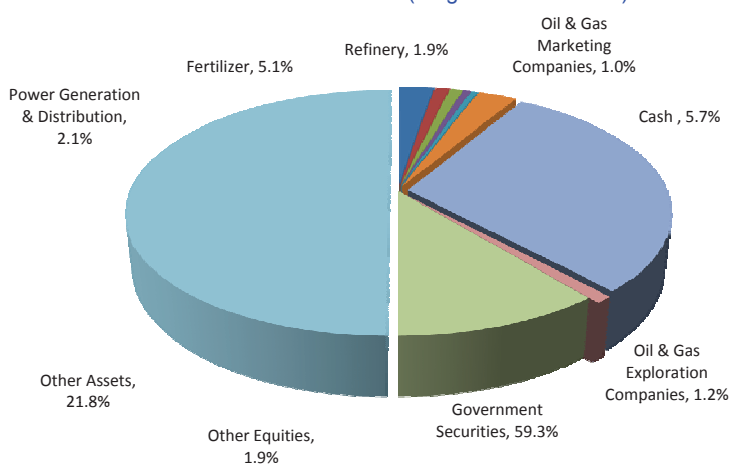
Jan-17

Stock / Equities	9.8%	11.9%
Cash	5.7%	42.3%
PIBS	30.1%	27.7%
T-Bills	29.2%	6.1%
Term Deposits with Banks	18.3%	8.4%
Spread Transactions	3.3%	0.0%
TFCs	0.1%	0.1%
Others including receivables	3.5%	3.5%

Top Equity Holdings (%age of Total Assets)

Engro Fertilizers Limited	Equity	5.1%
Kot Addu Power Company Limited	Equity	2.1%
Attock Refinery Limited	Equity	1.8%
Pakistan Oilfields Limited	Equity	1.2%
Attock Petroleum Limited	Equity	0.8%
Pak Suzuki Motors Company Limited	Equity	0.6%
D. G. Khan Cement Company Limited	Equity	0.6%
International Steels Limited	Equity	0.6%
Pakistan State Oil Company Limited	Equity	0.2%
Byco Oil Pakistan Limited	Sukuk	0.1%

Sector Allocation (%age of Total Assets)



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MUFAP's Recommended Format.

Pakistan Capital Market Fund

February 28, 2017

NAV - PKR 13.46



General Information

Fund Type	An Open End Scheme	
Category	Balanced Scheme	
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Jun-16)	
Stability Rating	Not Applicable	
Risk Profile	Moderate to High	
Launch Date	24-Jan-2004	
Fund Manager	Syed Abid Ali	
Trustee	Central Depository Company of Pakistan Limited	
Auditor	Deloitte Yousuf Adil & Co., Chartered Accountants	
Management Fee	2.0% p.a.	
Front end Load*	For Individual	2%
	For Corporate	Nil
Back-end load*	Nil	
Min. Subscription	PKR 500	
Listing	Pakistan Stock Exchange	
Benchmark	KSE 100 Index and Six (6) months KIBOR rates 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 investors a mix of income and capital growth over medium to long term from equity and debt investments.

Manager's Comment

The fund posted a return of 0.15 during the month outperforming the benchmark return of -2.08%. The fund slightly reduced its exposure in equities, while increased its exposure in T-Bills.

Provision against WWF liability

PCMF has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 3.43 million, if the same were not made the NAV per unit of PCMF would be higher by Rs. 0.0661 and YTD return would be higher by 0.62%. For details investors are advised to read Note 6.1 of the latest Financial Statements for half year ended December 31, 2016 of PCMF.

Fund Facts / Technical Information	PCM	Benchmark
NAV per Unit (PKR)	13.46	
Net Assets (PKR M)	698	
Sharpe Measure	0.049	0.048
Beta	0.94	1.00
Max draw up	691.10%	626.21%
Max draw down	-44.71%	-46.24%
Standard Deviation	0.81	0.76
Alpha	0.007%	
Total expense ratio with government levy*		2.71%
Total expense ratio without government levy		2.07%

*This includes 0.64% representing government levy, worker's welfare fund and SECP Fee

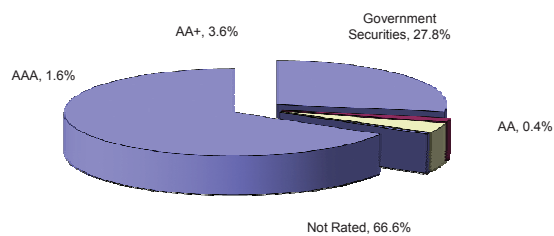
Asset Allocation (%age of Total Assets)

	Feb-17	Jan-17
Cash	5.5%	4.8%
T-Bills	27.8%	25.7%
TFCs	0.1%	0.1%
Stocks / Equities	61.0%	62.6%
Others including receivables	5.6%	6.8%

Performance Information (%)

	PCM	Benchmark
Year to Date Return	25.91	22.84
Month to Date Return	0.15	-2.08
180 Days Return	20.50	18.15
365 Days Return	40.26	40.62
Since inception	665.87	598.64

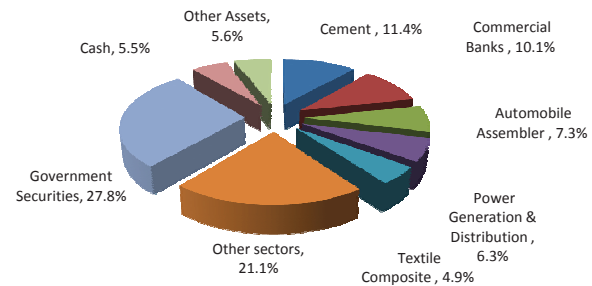
Asset Quality (%age of Total Assets)*



* Inclusive of equity portfolio

	2012	2013	2014	2015	2016
Benchmark (%)	11.6	29.2	27.12	13.92	8.89
PCM (%)	9.4	28.10	26.10	31.11	5.17

Sector Allocation (%age of Total Assets)



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	Senior Research Analyst
Muhammad Aitazaz Farooqui	Research Analyst

Top 10 Holdings (%age of Total Assets)

Lucky Cement Limited	Equity	7.0%
United Bank Limited	Equity	4.3%
Hub Power Company Limited	Equity	4.0%
Habib Bank Limited	Equity	3.9%
Nishat Mills Limited	Equity	3.4%
Mari Petroleum Company Limited	Equity	3.3%
Sui Northern Gas Company Limited	Equity	2.4%
Pak Suzuki Motor Company Limited	Equity	2.4%
Kot Addu Power Company Limited	Equity	2.2%
International Industries Limited	Equity	2.0%

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MUFAP's Recommended Format.

MCB Pakistan Stock Market Fund

February 28, 2017 NAV - PKR 116.6200



General Information

Fund Type	An Open End Scheme	
Category	Equity Scheme	
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Jun-16)	
Stability Rating	Not Applicable	
Risk Profile	Moderate to High	
Launch Date	11-Mar-2002	
Fund Manager	Syed Abid Ali	
Trustee	Central Depository Company of Pakistan Limited	
Auditor	A.F.Ferguson & Co. Chartered Accountants	
Management Fee	2.0% p.a.	
Front end Load*		
Growth Units:	Individual	3%
	Corporate	Nil
Bachat Units	Nil	
Back-end Load*		
Growth Units:	Nil	
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	
Min. Subscription	PKR 500	
Listing	Pakistan Stock Exchange	
Benchmark	KSE 100 Index	
Pricing Mechanism	Forward	
Dealing Days	Monday - Friday	
Cut off Timing	Mon-Fri (9:00 AM to 4:30PM)	
Average government levies	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

The Fund posted a flattish return of 0.18% during February 2017, compared to a fall of 0.46% by the benchmark, yielding an outperformance of 58 basis points (bps). For fiscal year to date, the fund yielded a 33.91% return, outpacing the benchmark by 545 bps, which posted a return of 28.45%. During February 2017, we reduced exposure from OMCs by 2.7% as the sector posted healthy returns and moved this exposure to Textiles to benefit from recently announced textile package. Similarly after witnessing a strong performance in engineering stocks, we reduced exposure from 5.8% to 4.2%. In addition, we increased exposure in fertilizer stocks by 1.7% due to improving fundamentals. At month end, the fund was 88.7% invested in equities, while the rest was in cash and cash equivalent.

Provision against WWF liability

MCB-PSM has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs 52.26 million, if the same were not made the NAV per unit of MCB-PSM would be higher by Rs. 0.5508 and YTD return would be higher by 0.63%. For details investors are advised to read Note 9.1 of the latest Financial Statements for the half year ended December 31, 2016 of MCB-PSM

Asset Allocation (%age of Total Assets)

	Feb-17	Jan-17
Stocks / Equities	88.7%	92.1%
Cash	2.3%	0.9%
T-Bills	5.3%	4.2%
Others including receivables	3.7%	2.8%

Fund Facts / Technical Information

	MCB-PSM	KSE-100
NAV per Unit (PKR)	116.62	
Net Assets (PKR M)	11,065	
Price to Earning (x)*	12.47	11.73
Dividend Yield (%)	4.93	5.5%
No. of Holdings	58	100
Weighted. Avg Mkt Cap (PKR Bn)	138.34	171
Sharpe Measure	0.07	0.05
Beta	0.75	0.0
Correlation	91.2%	
Max draw up	369.43%	349.22%
Max draw down	-82.57%	-118.03%
Standard Deviation	1.08	1.31
Alpha	0.03%	
Total expense ratio with government levy**	2.62%	
Total expense ratio without government levy	1.92%	

*prospective earnings

**This includes 0.7% representing government levy, worker's welfare fund and SECP fee

Performance Information (%)

	MCB-PSM	Benchmark
Year to Date Return	33.91	28.45
Month to Date Return	0.18	-0.46
180 days	24.89	22.13
365 days	55.80	54.72
Since inception	3429.38	2491.66

	2012	2013	2014	2015	2016
Benchmark (%)	10.40	52.20	41.16	16.01	9.84
MCB-PSM (%)	11.30	49.40	34.78	39.35	5.25

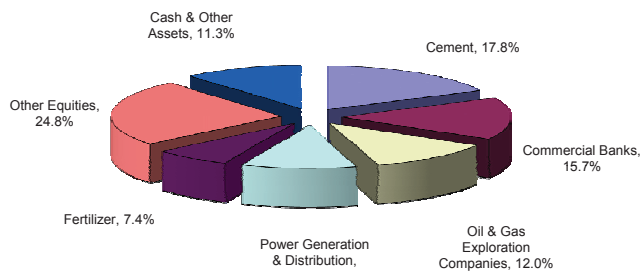
Members of the Investment Committee

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	Senior Research Analyst
Mohammad Aitazaz Farooqui	Research Analyst

Top 10 Equity Holdings (%age of Total Assets)

Lucky Cement Limited	7.3%
United Bank Limited	5.9%
Hub Power Company Limited	5.8%
Habib Bank Limited	5.0%
Mari Petroleum Company Limited	4.1%
Engro Fertilizer Limited	3.9%
Kot Addu Power Company Limited	3.4%
Pakistan Oilfields Limited	3.4%
Oil and Gas Development Company Limited	3.4%
Engro Corporation Limited	3.3%

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 dependent 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

Fund Type	An Open End Scheme
Category	Voluntary Pension Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Jun-16)
Stability Rating	Not Applicable
Launch Date	29-Jun-07
Fund Manager	Syed Abid Ali
Trustee	Central Depository Company of Pakistan Limited
Auditor	Deloitte Yousuf Adil & Co., 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 (9:00AM to 5:00 PM)
Leverage	Nil

*Subject to government levies

Investment Objective

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

Manager's Comment

During the month, equity sub-fund generated return of -1.32% while the KSE-100 return stood at -0.46%. Overall equity allocation was reduced.

Debt sub-fund generated an annualized return of 3.69% during the month. Exposure in T-Bills and corporate TFCs was increased.

Money Market sub-fund generated an annualized return of 4.42% during the month. Funds exposure in T-Bills was reduced.

Provision against WWF liability

PPF-EQ has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 3.93 million, if the same were not made the NAV per unit would be higher by Rs. 2.8440 and YTD return would be higher by 0.68%. For details investors are advised to read Note 8.1 of the latest Financial Statements for the half year ended December 31, 2016 of PPF.

PPF-DT has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 1.00 million, if the same were not made the NAV per unit would be higher by Rs. 0.5080 and YTD return would be higher by 0.23%. For details investors are advised to read Note 8.1 of the latest Financial Statements for the half year ended December 31, 2016 of PPF.

PPF-MM has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 0.22 million, if the same were not made the NAV per unit would be lower by Rs 0.2871 and YTD return would be higher by 0.14%. For details investors are advised to read Note 8.1 of the latest Financial Statements for the half year ended December 31, 2016 of PPF.

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

Lucky Cement Limited	7.3%
Habib Bank Limited	5.7%
Hub Power Company Limited	4.8%
United Bank Limited	4.5%
Oil & Gas Development Company Limited	4.0%
Maple Leaf Cement Factory Limited	3.7%
Mari Petroleum Company Limited	3.6%
Engro Corporation Limited	3.2%
Pak Suzuki Motors Company Limited	3.1%
Pakistan Petroleum Limited	3.1%

PPF-Money Market (%age of Total Assets)	Feb-17	Jan-17
Cash	39.3%	37.7%
T-Bills	41.7%	43.3%
Others including receivables	0.5%	0.5%
Term Deposits with Banks	18.5%	18.5%

PPF-Debt (%age of Total Assets)	Feb-17	Jan-17
Cash	12.1%	19.4%
PIBs	12.1%	35.5%
TFCs	10.0%	0.4%
T-Bills	46.5%	25.0%
Others including receivables	0.5%	0.8%
Term Deposits with Banks	18.8%	18.9%

Performance Information & Net Assets	PPF-EQ* PPF-DT** PPF-MM**		
	Year to Date Return (%)	37.81	4.21
Month to Date Return (%)	-1.32	3.69	4.42
Since inception (%)	473.74	8.82	7.83
Net Assets (PKR M)	793.43	447.80	160.20
NAV (Rs. Per unit)	573.85	226.44	207.29

PPF-Equity (%age of Total Assets)	Feb-17	Jan-17
Cash	2.1%	1.6%
Cement	17.6%	16.6%
Commercial Banks	15.2%	16.4%
Oil & Gas Exploration Companies	13.5%	13.6%
Automobile Assembler	8.4%	9.1%
Fertilizer	6.1%	3.9%
Other equity sectors	35.4%	37.4%
Others including receivables	1.7%	1.4%

	2012	2013	2014	2015	2016
PPF - EQ*	15.10	55.70	49.60	37.95	10.77
PPF - DT**	10.90	10.10	7.16	16.85	7.35
PPF - MM**	10.30	8.20	7.15	7.17	4.40
* Total Return ** Annualized return					

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