

Bachat Nama

Fund Manager's Report (December - 2016)





Macro-Environment Review and Outlook

Consumer Price Index (CPI) clocked in at 3.71% YoY (-0.6% MoM) for the month of December, below consensus estimates of -4.2%. The deflationary pressures were driven by decrease in seasonal decline in food inflation of 2.3% MoM. The declining buffer of sales tax to curtail petroleum prices would weigh on government's prowess to curtail increases in petroleum prices which would fuel inflationary pressures in remaining half of the year. Inflation for the year is expected to remain below 5%. It is pertinent to note that inflation is expected to remain around 5% in the second half of FY17.

The current account deficit for month of October, 2016 clocked in at USD 381 mn compared to deficit of USD 437 mn in October, 2015. The imports increased by 4.3% YoY to USD 3.34 bn. Major increment of imports was witnessed in Machinery and Transport sector. It is pertinent to note that the reversal in oil prices would weigh up on import bill in coming months. The exports increased by 0.7% YoY with resilience of Rupee making difficult for Pakistan to compete in the export markets.

The trend in remittances improved in the month of November posting an increase 3.2% YoY to USD 1.6 bn. The remittances are expected to improve in the coming months courtesy OPEC's agreement and comparative stabilisation in economic fortunes of gulf economies.

The foreign exchange reserves stood at 23.1 bn decreasing by USD 250 mn during the month. It is pertinent to note that foreign exchange reserves have decreased by USD 1.3 bn from their peak in October due to deteriorating current account balance and maturity of loans.

The LSM growth clocked in at 2.4% during the month of October, 2016 with major contributions driven from automobile and electrical items.

Equity Market Review and Outlook

KSE-100 Index posted its strongest monthly gain of the year increasing by 12.2% during the month to close at 47,807. For CY16, the index made a sharp rebound and posted a rally of 45.68%. The local market outflows mirrored those of emerging markets with foreigners liquidating USD 144 mn of equities. The incessant selling was absorbed by Mutual funds and Companies each buying around USD 120 mn and USD 27 mn respectively. While, average daily volumes declined by ~24% to 353 mn shares, value traded increased by 6% to PKR 17 bn as trading was primarily concentrated towards Blue Chip stocks.

Among the major sectors, Oil & Gas was the star performer posting a massive gain of 20.2% led by increasing international crude oil prices, up 21% MoM. This rally was witnessed on the back of OPEC's deal to cut output by 1.2 million bpd for next six months, with the deal to be effective from January. Top exporter Saudi Arabia agreed to cut 486,000 bpd to reduce the supply glut that has dogged markets for two years. Further, non-OPEC producers, led by Russia, also agreed to reduce output by 558,000 barrels per day (the largest non-OPEC contribution ever). Pharmaceuticals also remained under limelight, gaining 12.8% during the month after an announcement of acquisition and addition of new products propelled the sector performance. Cements had a modest performance, gaining 11% after strong dispatches and declining coal prices garnered investor attention. Alongside, Lucky Cement's announcement to initiate due diligence process for acquisition of Dewan Cement also acted as a catalyst. On the flip side, Fertilizers underperformed the market and posted a meager return of 4%. Continued inventory glut and depressed margins of fertilizer industry put further pressure on urea manufacturers resulting in further discounts to the fertilizer dealers especially in the last week of December.

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.

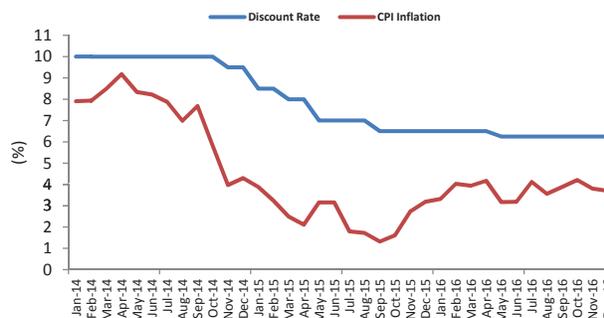
Money Market Review and Outlook

During the month significant trading activity was witnessed in secondary market where yields of bonds moved upward by over 20 bps. This adverse yield movements resulted in significant mark to market losses on the portfolios carrying longer tenor bonds. At year end in pursuit of capital gain majority of the selling was witnessed from banking sector which kept selling pressure in secondary market. In addition income funds due to higher deposit rates being offered at year end by banks were also reluctant in taking exposure in government securities which was evident in recent PIB auction where participation equaled a meager total of only PKR 47 billion out of which 3 years PIB received majority bids worth of PKR 34 billion, 5 years PIB received PKR 7 billion and 10 years PIB received only PKR 6 billion. The inferior amount as well as higher yields resulted in State Bank of Pakistan rejecting all three tenors. The target of the said auction was set at PKR 50 billion. The result of the latest MTB auction held in month of December, 2016 showed an upward trend as cut off yield for 3 month and 6 month increased to 5.9910% and 6.0109% respectively, while bids for 12 month were rejected. The target of the auction was PKR 200 billion out of which a reasonable total of around PKR 150 billion was accepted, thus showing interest of FIs on shorter tenors as compared to longer tenors. Short term liquidity remained comfortable as SBP conducted regular OMOs.

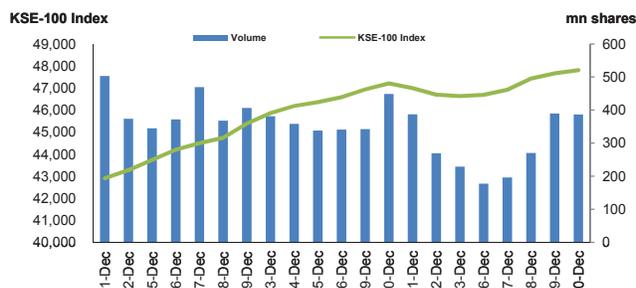
M2 witnessed an increase of 2.78% in FY17YTD to stand at PKR 13.18 tn as of 23rd Dec., 2016. In this regard, NFA posted a decrease of PKR 31.953 bn to PKR 975.645 bn whereas NDA stood at the level of PKR 12.21 tn (increase of PKR 389 bn). On the cash basis, the government's borrowing for budgetary support stood at PKR 437 bn vs. PKR 206 bn in the same period last year. It has reduced borrowing from commercial banks by PKR 528 bn. Credit to non-government sector (including PSEs) increased by PKR 202 bn to PKR 5.2 tr.

Going forward market will further remain cautious on back of strengthening dollar after US election and probable recovery in international oil prices which could further deteriorate balance of payment situation of the country. Furthermore, ease in CPI numbers and foreign flows towards reserves could generate some demand in medium to longer tenor bonds.

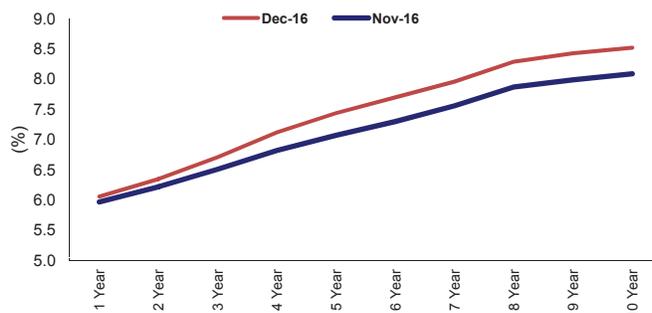
Discount Rate vs. CPI Inflation



KSE During December 2016



Yield Curve



MCB Cash Management Optimizer

December 31, 2016

NAV - PKR 102.9839



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 5.55% during the month as against its benchmark return of 3.75%. The fund's exposure towards T-Bills was decreased to 0.2% from 8.1% while exposure in cash was decreased to 79.4% from 84.6% last month.

WAM of the fund decreased from 19 days to 08 days.

Provision against WWF liability

MCB-CMOP has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.102.91 million, if the same were not made the NAV per unit of MCB-CMOP would be higher by Rs.1.6445 and YTD return would be higher by 1.64%. For details investors are advised to read Note 7.2 of the latest Financial Statements for the quarter ended September 30, 2016 of MCB-CMOP.

Fund Facts / Technical Information

MCB CMOP

NAV per Unit (PKR)	102.9839
Net Assets (PKR M)	6,445
Weighted average time to maturity (Days)	8
Sharpe Measure*	0.41
Correlation*	20%
Standard Deviation	0.027
Alpha*	0.011%
Total expense ratio with government levy**	0.52%
Total expense ratio without government levy	0.44%
*as against 3 month PKRV net of expenses	

** This includes 0.08% 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)

	Dec-16	Nov-16
Cash	79.4%	84.6%
T-Bills	0.2%	8.1%
Term Deposits with Banks	19.6%	6.7%
Others including receivables	0.8%	0.6%

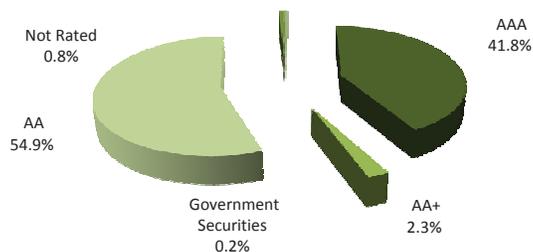
Performance Information (%)

	MCB CMOP	Benchmark
Year to Date Return (Annualized)	5.23%	3.81%
Month to Date Return (Annualized)	5.55%	3.75%
180 Days Return (Annualized)	5.26%	3.81%
365 Days Return (Annualized)	5.39%	4.02%
Since inception (CAGR)*	9.05%	6.44%

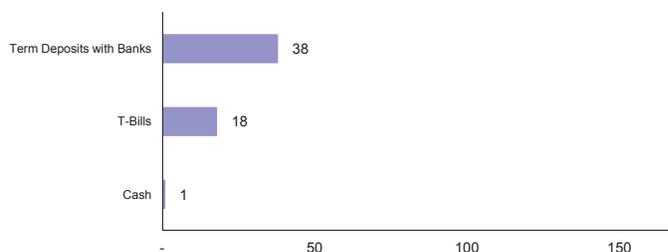
*Adjustment of accumulated WWF since Oct 1, 2009

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

December 31, 2016 NAV - PKR 51.5468



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 (31-Dec-15)
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 5:00 PM)
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 5.34% during the month against its benchmark return of 5.74%. The fund increased its cash exposure from 1.4% to 99.7% while T-Bills exposure was eliminated. WAM of the fund at month end stood at 01 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. 26.88 million, if the same were not made the NAV per unit of PCF would be higher by Rs. 1.0010 and YTD return would be higher by 1.99%. For details investors are advised to read Note 7.1 of the latest Financial Statements for the quarter ended September 30, 2016 of PCF.

Fund Facts / Technical Information	PCF	Benchmark
NAV per Unit (PKR)	51.5468	
Net Assets (PKR M)	1,384	
Weighted average time to maturity (Days)	1	
Sharpe Measure*	0.02	0.16
Correlation*	34.5%	
Standard Deviation	0.04	0.02
Alpha*	-0.003%	
Total expense ratio with government levy**	0.41%	
Total expense ratio without government levy	0.37%	
*as against 3 month PKRV net of expenses		
**This includes 0.04% representing government levy, worker's welfare fund and SECP fee		

Members of the Investment Committee

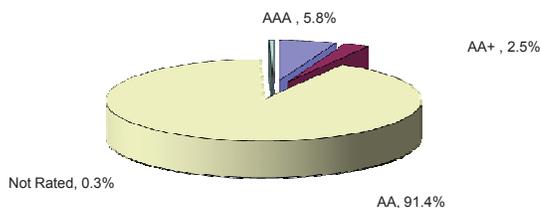
Muhammad Saqib Saleem	Chief Executive Officer
Muhammad Asim, CFA	Asset Class Specialist-Equities
Saad Ahmed	Asset Class Specialist-Fixed Income
Syed Mohammad Usama Iqbal	Fund Manager - Fixed Income Funds
Awais Abdul Sattar, CFA	Senior Research Analyst

Asset Allocation (%age of Total Assets)	Dec-16	Nov-16
Cash	99.7%	1.4%
T-Bills	0.0%	98.5%
Others including receivables	0.3%	0.1%

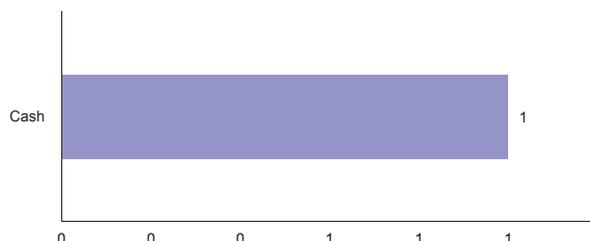
Performance Information (%)	PCF	Benchmark
Year to Date Return (Annualized)	5.30%	5.84%
Month to Date Return (Annualized)	5.34%	5.74%
180 Days Return (Annualized)	5.28%	5.83%
365 Days Return (Annualized)	5.53%	6.20%
Since inception (CAGR)	9.50%	10.56%

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

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

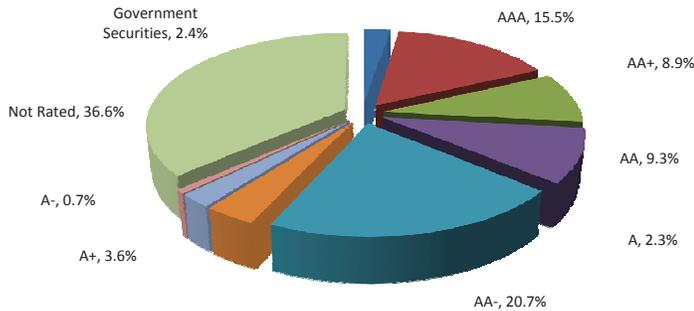
Fund Type	An Open End Scheme	
Category	Income Scheme	
Asset Manager Rating	AM2 ++ (AM Two Double Plus) by PACRA (08-Jun-16)	
Stability Rating	A+(f) by PACRA (09-Dec-16)	
Risk Profile	Low	
Launch Date	1-Mar-07	
Fund Manager	Saad Ahmed	
Trustee	Central Depository Company of Pakistan Limited	
Auditor	Ernst & 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:	Nil	
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 (with effect from December 12, 2016)	
Pricing Mechanism	Forward	
Dealing Days	Monday - Friday	
Cut off Timing	Mon-Fri (9:00AM to 4:30 PM)	
Leverage	Nil	

*Subject to government levies

Top 10 TFC Holdings (%age of Total Assets)

Habib Bank Limited (19-Feb-16)	5.4%
Bank Alfalah Limited (20-Feb-13)	4.5%
Askari Bank Limited (30-Sep-14)	3.4%
Bank Al Habib Limited (17-Mar-16)	3.3%
Standard Chartered Bank (Pakistan) Limited (29-Jun-12)	2.2%
Bank Alfalah Limited - Floating (02-Dec-09)	1.6%
Engro Fertilizer Limited (09-Jul-14)	0.9%
Bank Alfalah Limited-Fixed (02-Dec-09)	0.8%
Faysal Bank Limited (27-Dec-10)	0.4%
Security Leasing Corporation Limited (28-Mar-06)	0.0%

Asset Quality (%age of Total Assets)



Manager's Comment

During the month the fund generated an annualized return of 4.28% against its benchmark return of 5.87%. The fund decreased its exposure in TBills from 15.5% to 2.4%. Allocation in PIBs was also reduced.

Provision against WWF liability

MCB-DCFIF has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 121.19 million, if the same were not made the NAV per unit of MCB-DCFIF would be higher by Rs. 1.8757 and YTD return would be higher by 1.77%. For details investors are advised to read Note 6.2 of the latest Financial Statements for the quarter ended September 30, 2016 of MCB-DCFIF.

Performance Information (%)

	MCB-DCFIF	Benchmark			
Year to Date Return (Annualized)	4.57%	5.86%			
Month to Date Return (Annualized)	4.28%	5.87%			
180 Days Return (Annualized)	5.12%	5.86%			
365 Days Return (Annualized)	4.98%	6.35%			
Since inception (CAGR) **	10.05%	10.71%			
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)

	Dec-16	Nov-16
Cash	25.5%	16.6%
Term Deposits with Banks	13.0%	13.8%
PIBs	0.0%	3.6%
TFCs	22.5%	26.0%
Spread Transactions	12.8%	13.0%
T-Bills	2.4%	15.5%
Others including receivables	19.5%	4.6%
Margin Trading	4.3%	6.9%

Fund Facts / Technical Information

NAV per Unit (PKR)	108.4876
Net Assets (PKR M)	7,009
Weighted average time to maturity (Years)	1.7
Duration (Years)	1.6
Sharpe Measure*	0.04
Correlation*	5.0%
Standard Deviation	0.10
Alpha*	0.004%
Total expense ratio with government levy**	1.17%
Total expense ratio without government levy	1.03%

*as against benchmark

**This includes 0.14% 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	3.13	1.16	1.16	-	0.00%	0.00%
Security Leasing Corporation Limited - Sukuk	4.30	1.51	1.51	-	0.00%	0.00%
Security Leasing Corporation Limited - TFC	5.16	3.05	3.05	-	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 15.34% 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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Investment Objective

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

General Information

Fund Type An Open End Scheme
Category Income Scheme
Asset Manager Rating AM2++ (AM Two 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 75% KIBOR (6Month) + 25% PKRV (3Month)
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

Manager's Comment

During the month the fund posted an annualized return of 4.52% against its benchmark return of 5.79%. Weighted Average Time to Maturity of the Fund stood at 1.4 years. Exposure in Cash was decreased from 50.4% to 27.4% while exposure in PIBs also decreased from 2.1% to 0.7%.

Provision against WWF liability

PIF has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 24.33 million, if the same were not made the NAV per unit of PIF would be higher by Rs. 1.1419 and YTD return would be higher by 2.13%. For details investors are advised to read Note 7.1 of the latest Financial Statements for the quarter ended September 30, 2016 of PIF.

Performance Information (%)	PIF	Benchmark
Year to Date Return (Annualized)	4.66%	5.88%
Month to Date Return (Annualized)	4.52%	5.79%
180 Days Return (Annualized)	5.15%	5.87%
365 Days Return (Annualized)	4.92%	6.34%
Since inception (CAGR)	9.70%	9.00%

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 TFC Holdings (%age of Total Assets)

Bank Al Falah Limited (20-Feb-13)	5.6%
Habib Bank Limited (19-Feb-16)	4.1%
Bank Al Habib limited (17-Mar-16)	3.7%
Askari Bank limited (23-Dec-11)	3.1%
Askari Bank limited (30-Sep-14)	2.1%
Bank Al Falah Limited - Floating (02-Dec-09)	1.3%
PACE Pakistan Limited (15-Feb-08)	0.0%
Telecard Limited (27-May-05)	0.0%
Trust Investment Bank Limited (04-Jul-08)	0.0%

Asset Allocation (%age of Total Assets)

	Dec-16	Nov-16
Cash	27.4%	50.4%
TFCs	19.9%	21.1%
Spread Transaction	0.0%	8.7%
T-Bills	4.1%	2.1%
Term Deposits with Banks	14.4%	12.7%
PIBs	0.7%	2.1%
Others including receivables	24.2%	2.9%
Margin Trading	9.3%	0.0%

Fund Facts / Technical Information

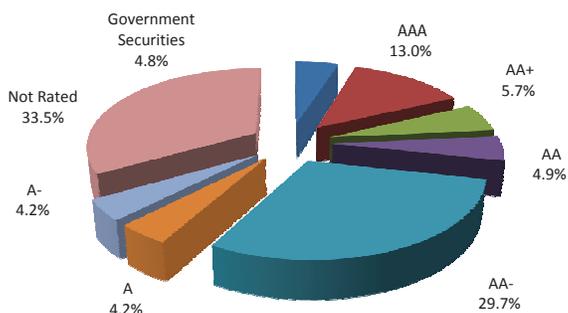
NAV per Unit (PKR)	54.87
Net Assets (PKR M)	1,169
Weighted average time to maturity (Years)	1.4
Duration (Years)	1.3
Sharpe Measure	0.02
Correlation	6.30%
Standard Deviation	0.18
Alpha	0.003%
Total expense ratio with government levy*	1.25%
Total expense ratio without government levy	1.10%

* This includes 0.15% 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

Asset Quality (%age of Total Assets)



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	4.99	4.85	4.85	-	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

December 31, 2016

NAV - PKR 54.3100



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 3.7% as against its benchmark return of 5.43%.

Allocation in PIBs decreased to 49.4% from 62.3% last month.

WAM of the fund stood at 1.4 years at month end.

Provision against WWF liability

MCB-PSF has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 42.25 million, if the same were not made the NAV per unit of MCB-PSF would be higher by Rs. 0.5972 and YTD return would be higher by 1.12%. For details investors are advised to read Note 7.1 of the latest Financial Statements for the quarter ended September 30, 2016 of MCB-PSF.

Fund Facts / Technical Information	MCB-PSF
NAV per Unit (PKR)	54.31
Net Assets (PKR M)	3,842
Weighted average time to maturity (years)	1.4
Duration (years)	1.4
Sharpe Measure*	0.002
Correlation	20.35%
Standard Deviation	0.16
Alpha	-0.003%
Total expense ratio with government levy**	0.58%
Total expense ratio without government levy	0.49%
*Against 12M PKRV	
**This includes 0.09% representing government levy, worker's welfare fund and SECP fee.	

Members of the Investment Committee

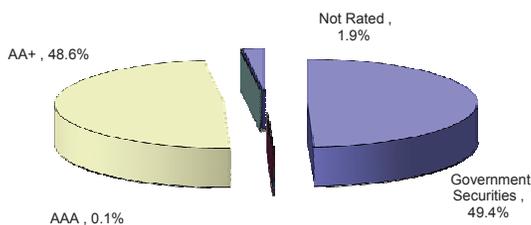
Muhammad Saqib Saleem	Chief Executive Officer
Muhammad Asim, CFA	Asset Class Specialist-Equities
Saad Ahmed	Asset Class Specialist-Fixed Income
Syed Mohammad Usama Iqbal	Fund Manager - Fixed Income Funds
Awais Abdul Sattar, CFA	Senior Research Analyst

Asset Allocation (%age of Total Assets)	Dec-16	Nov-16
Cash	48.7%	4.3%
T-Bills	0.0%	32.2%
PIBs	49.4%	62.3%
Others including Receivables	1.9%	1.2%

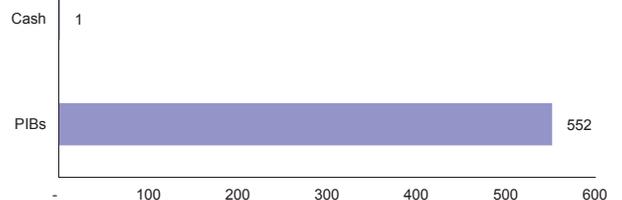
Performance Information (%)	MCB-PSF	Benchmark
Year to Date Return (Annualized)	4.14%	5.68%
Month to Date Return (Annualized)	3.70%	5.43%
365 Days Return (Annualized)	5.18%	6.21%
180 Days Return (Annualized)	4.04%	5.67%
Since inception (CAGR)	7.66%	8.55%

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

December 31, 2016 NAV - PKR 54.13



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 4.37% as against its benchmark return of 6.26%. The fund decreased its exposure in PIBs to 0.6% from 0.9%. Exposure in TFCs and Term Deposits stood at 13.7% and 17.0%, respectively. Exposure in cash increased to 41.7% from 8.4% in the previous month.

General Information

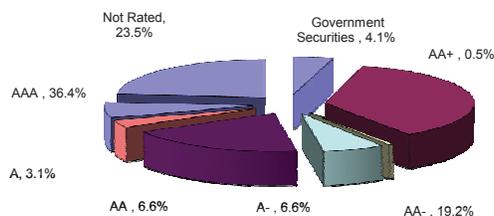
Fund Type	An Open End Scheme	
Category	Aggressive Fixed Income Scheme	
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Jun-16)	
Stability Rating	A+(f) by (PACRA) (09-Dec-16)	
Risk Profile	Low to Moderate	
Launch Date	28-Aug-2008	
Fund Manager	Saad Ahmed	
Trustee	Central Depository Company 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)	3.5%
The Bank of Punjab - PPTFC	2.8%
Askari Bank Limited (23-Dec-11)	2.3%
Askari Bank Limited (30-Sep-14)	2.1%
Bank Alfalah Limited (20-Feb-13)	1.7%
Bank Al Habib Limited (17-Mar-16)	1.3%
Eden Housing Limited (31-Mar-08)	0.0%
Pace Pakistan Limited (15-Feb-08)	0.0%

Asset Quality (%age of Total Assets)



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Provision against WWF liability

PIEF has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs 18.23 million, if the same were not made the NAV per unit of PIEF would be higher by Rs. 0.3177 and YTD return would be higher by 0.6%. For details investors are advised to read Note 6.2 of the latest Financial Statements for the quarter ended September 30, 2016 of PIEF.

Performance Information (%)

	PIEF	Benchmark			
Year to Date Return (Annualized)	3.62	6.19			
Month to Date Return (Annualized)	4.37	6.26			
180 Days Return (Annualized)	3.89	6.20			
365 Days Return (Annualized)	5.23	6.72			
Since inception (CAGR)	10.83	11.14			
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)

	Dec-16	Nov-16
Cash	41.7%	8.4%
PIBs	0.6%	0.9%
TFCs	13.7%	21.4%
T-Bills	3.5%	5.3%
Term Deposits with Banks	17.0%	22.8%
Others including receivables	14.4%	5.5%
Margin Trading	3.7%	17.6%
Spread Transactions	5.4%	18.1%

Fund Facts / Technical Information

NAV per Unit (PKR)	54.13
Net Assets (PKR M)	3,106
Weighted average time to maturity (Years)	1.3
Duration (Years)	1.2
Sharpe Measure*	0.04
Correlation*	15.59%
Standard Deviation	0.13
Alpha	0.00%
Total expense ratio with government levy**	1.17%
Total expense ratio without government levy	1.03%

*as against benchmark

**This includes 0.14% 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

MUFAP's Recommended Format.

MCB Pakistan Asset Allocation Fund

December 31, 2016 NAV - PKR 88.6764



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	Nil
Back end Load*	Growth & Cash Dividend 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	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	

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 4.36% during the month outperforming its benchmark return of 0.69%, while since inception return stood at 89.54%. On the fixed income side exposure in T-Bills was decreased.

Provision against WWF liability

MCB-PAAF has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 13.73 million, if the same were not made the NAV per unit of MCB-PAAF would be higher by Rs. 0.5328 and YTD return would be higher by 0.67%. For details investors are advised to read Note 10.2 of the latest Financial Statements for the quarter ended September 30, 2016 of MCB-PAAF.

*Subject to government levies

Fund Facts / Technical Information

	MCB -PAAF
NAV per Unit (PKR)	88.6764
Net Assets (PKR M)	2,286
Sharp Measure*	0.00
Beta**	0.16
Max draw up	258.49%
Max draw down	-48.57%
Standard Deviation	0.56
Alpha	0.025%
Total expense ratio with government levy***	1.67%
Total expense ratio without government levy	1.48%

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

***This includes 0.19% representing government levy, worker's welfare fund and SECP fee

Performance Information (%)

	MCB -PAAF	Benchmark
Year to Date Return	12.17%	3.49%
Month to Date Return	4.36%	0.69%
180 Days Return	11.75%	1.51%
365 Days Return	16.35%	11.55%
Since inception*	89.54%	

*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

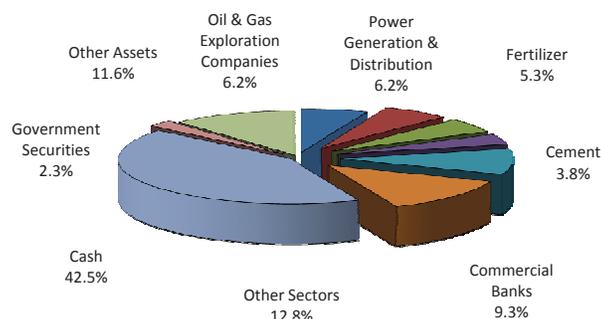
Asset Allocation (%age of Total Assets)

	Dec-16	Nov-16
Cash	42.5%	3.4%
TFCs	5.5%	6.1%
Stocks / Equities	37.1%	44.5%
Spread Transactions	1.0%	1.2%
T-Bills	0.0%	24.7%
PIBs	2.3%	0.1%
Term Deposits with Banks	8.1%	9.1%
Others including receivables	3.5%	10.9%

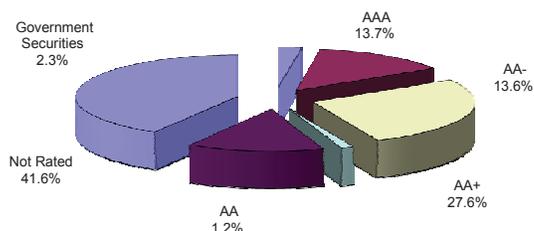
Top 10 Holdings (%age of Total Assets)

Engro Fertilizers Limited	Equity	5.2%
Habib Bank Limited (19-Feb-16)	TFC	5.1%
Oil & Gas Development Company Limited	Equity	4.2%
Lucky Cement Limited	Equity	3.8%
Kot Addu Power Company Limited	Equity	3.0%
Abbott Laboratories (Pakistan) Limited	Equity	2.8%
United Bank Limited	Equity	2.1%
Pak Elektron Limited	Equity	1.9%
K-Electric Limited	Equity	1.9%
Nishat Mills Limited	Equity	1.9%

Sector Allocation (%age of Total Assets)



Asset Quality (%age of Total Assets)*



* Inclusive of equity portfolio

MUFAP's Recommended Format.

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MCB Pakistan Frequent Payout Fund

December 31, 2016

NAV - PKR 101.3234



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 1.08% against its benchmark return of 0.13%. The fund increased its exposure in cash from 43% to 56.6%. Exposure in T-bills and PIBs decreased from 16.4% to 4.4% and from 27.7% to 19.8% respectively.

Provisions against WWF liability

MCB-PFPF has not maintained provisions against Workers' Welfare Fund's liability consequent to amendments in statutory laws through Finance Act 2015 where Collective Investment Schemes have been excluded from the definition of "Industrial Establishment".

Fund Facts/Technical Information

MCB-PFPF

NAV per Unit (PKR)	101.3234
Net Assets (PKR M)	1,189
Total expense ratio with government levy*	1.04%
Total expense ratio without government levy	0.91%

*This includes 0.13% representing government levy, worker's welfare fund and SECP fee

Performance Information (%)

MCB PFPF

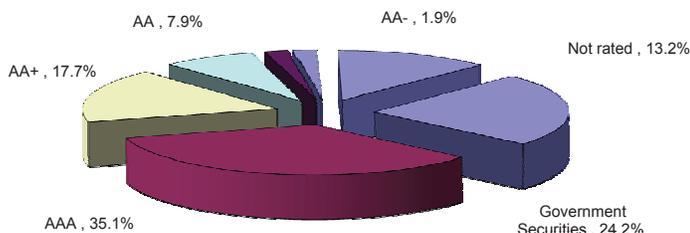
Benchmark

Year to Date Return	3.58	3.04
Month to Date Return	1.08	0.13
365 days Return	6.45	6.60
180 days Return	3.52	3.19
Since inception	7.25	7.53

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)

Dec-16

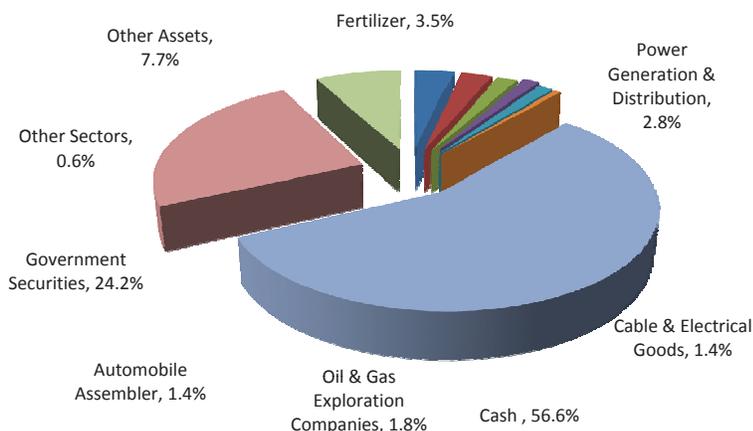
Nov-16

Cash	56.6%	43.0%
Term Deposits with Banks	6.0%	8.4%
PIBs	19.8%	27.7%
T-Bills	4.4%	16.4%
Spread Transactions	0.0%	0.0%
Stock/Equities	11.5%	2.6%
Placement with Banks and DFIs	0.0%	0.0%
Others including receivables	1.7%	1.9%

Top Equity Holdings (%age of Total Assets)

Engro Fertilizers Limited	Equity	3.5%
Kot Addu Power Company Limited	Equity	2.8%
Oil and Gas Development Company Limited	Equity	1.8%
Indus Motor Company Limited	Equity	1.4%
Pak Elektron Limited	Equity	1.4%
MCB Bank Limited	Equity	0.4%
Glaxosmithkline Pakistan Limited	Equity	0.2%

Sector Allocation (%age of Total Assets)



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MUFAP's Recommended Format.

Pakistan Capital Market Fund

December 31, 2016 NAV - PKR 13.05



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 9.39% during the month against its benchmark of 14.31%. The Fund maintained its exposure in equities, while reduced its exposure in T-Bills.

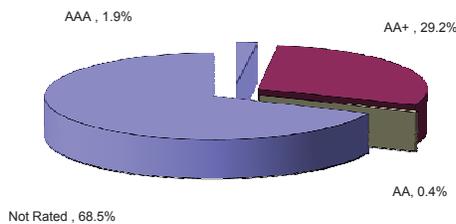
Provision against WWF liability

PCMF has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 10.73 million, if the same were not made the NAV per unit of PCMF would be higher by Rs. 0.2017 and YTD return would be higher by 1.89%. For details investors are advised to read Note 6.1 of the latest Financial Statements for quarter ended September 30, 2016 of PCMF.

Fund Facts / Technical Information	PCM	Benchmark
NAV per Unit (PKR)	13.05	
Net Assets (PKR M)	694	
Sharpe Measure	0.049	0.049
Beta	0.94	1.00
Max draw up	647.03%	589.91%
Max draw down	-44.71%	-46.24%
Standard Deviation	0.81	0.77
Alpha	0.006%	
Total expense ratio with government levy*	1.74%	
Total expense ratio without government levy	1.55%	

*This includes 0.19% representing government levy, worker's welfare fund and SECP Fee

Asset Quality (%age of Total Assets)*



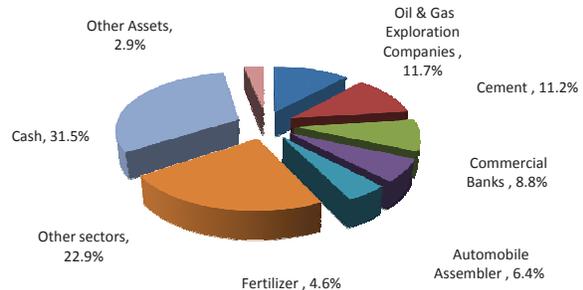
* Inclusive of equity portfolio

Asset Allocation (%age of Total Assets)	Dec-16	Nov-16
Cash	31.5%	10.1%
T-Bills	0.0%	22.6%
TFCs	0.0%	0.0%
Stocks / Equities	65.6%	65.5%
PIBs	0.0%	0.0%
Others including receivables	2.9%	1.8%

Performance Information (%)	PCM	Benchmark
Year to Date Return	22.08	22.23
Month to Date Return	9.39	14.31
180 Days Return	21.51	21.79
365 Days Return	31.24	36.14
Since inception	642.55	595.16

	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	6.8%
Oil & Gas Development Company Limited	Equity	5.2%
Engro Fertilizers Limited	Equity	4.6%
United Bank Limited	Equity	4.4%
Mari Petroleum Company Limited	Equity	3.7%
Pakistan Oilfields Limited	Equity	2.8%
Attock Refinery Limited	Equity	2.6%
Habib Bank Limited	Equity	2.6%
Nishat (Chunian) Limited.	Equity	2.4%
Hub Power Company Limited	Equity	2.4%

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MUFAP's Recommended Format.

MCB Pakistan Stock Market Fund

December 31, 2016

NAV- 112.15



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)	
Leverage	Nil	

*Subject to government levies

Fund Facts / Technical Information

	MCB-PSM	KSE-100
NAV per Unit (PKR)	112.15	
Net Assets (PKR M)	10,983	
Price to Earning (x)*	11.73	11.99
Dividend Yield (%)	4.60	5.0%
No. of Holdings	57	100
Weighted. Avg Mkt Cap (PKR Bn)	113.41	175
Sharpe Measure	0.07	0.05
Beta	0.75	1.0
Correlation	91.2%	
Max draw up	3633.06%	3029.59%
Max draw down	-56.21%	-69.28%
Standard Deviation	1.08	1.32
Alpha	0.03%	
Total expense ratio with government levy**	1.57%	
Total expense ratio without government levy	1.39%	
*prospective earnings		
**This includes 0.18% representing government levy, worker's welfare fund and SECP fee		

Performance Information (%)

	MCB-PSM	Benchmark
Year to Date Return	28.77	26.53
Month to Date Return	11.39	12.16
180 days	27.88	25.92
365 days	40.39	45.68
Since inception	3294.10	2452.82

	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 Farooqi	Research Analyst

DISCLAIMER

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Investment Objective

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

Manager's Comment

MCB-PSM posted a return of 11.39% during December 2016 against the benchmark KSE-100 Index which gave a return of 12.16%. During the month under review, exposure in cements was increased by 3.7% mainly on account of strong demand dynamics. Similarly allocation towards Autos and OMCs was increased by 1.6% and 1.4% respectively. Exposure in Textiles and Engineering was reduced by 2.9% and 2.4%, respectively. At the month end, the fund was invested 93% in equities while remaining in cash and receivables.

Provision against WWF liability

MCB-PSM has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs 107.63 million, if the same were not made the NAV per unit of MCB-PSM would be higher by Rs. 1.0990 and YTD return would be higher by 1.26%. For details investors are advised to read Note 7.1 of the latest Financial Statements for the quarter ended September 30, 2016 of MCB-PISF.

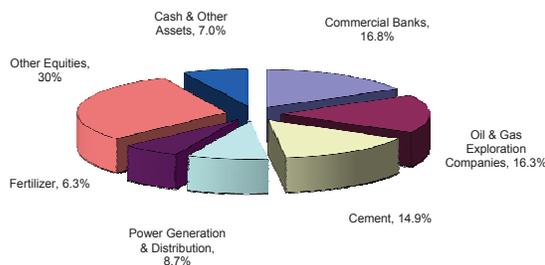
Asset Allocation (%age of Total Assets)

	Dec-16	Nov-16
Stocks / Equities	93.0%	89.3%
Cash	5.9%	3.3%
T-Bills	0.0%	4.8%
Others including receivables	1.1%	2.6%

Top 10 Equity Holdings (%age of Total Assets)

Lucky Cement Limited	6.8%
Oil and Gas Development Company Limited	6.3%
United Bank Limited	5.7%
Engro Fertilizers Limited	5.6%
Mari Petroleum Company Limited	4.4%
Pakistan Oilfields Limited	4.1%
Habib Bank Limited	3.9%
Kot Addu Power Company Limited	3.7%
D. G. Khan Cement Company Limited	3.7%
Nishat (Chunian) Limited	3.4%

Sector Allocation (%age of Total Assets)



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 11.21% while the KSE-100 return stood at 12.16%. Overall equity allocation was increased by 3%.

Debt sub-fund generated an annualized return of 2.63% during the month. Exposure in government papers (T-Bills and PIBs) was reduced.

Money Market sub-fund generated an annualized return of 4.14% during the month. Funds exposure in T-Bills was reduced.

Provision against WWF liability

PPF-EQ has not made provisions amounting to Rs. 1.17 million against Workers' Welfare Fund liability, if the same were made the NAV per unit of PPF-EQ would be lower by Rs.0.8849 and YTD return would be lower by 0.21%. For details investors are advised to read Note 8.2 of the latest Financial Statements for the quarter ended September 30, 2016 of PPF.

PPF-DT has not made provisions amounting to Rs. 0.80 million against Workers' Welfare Fund liability, if the same were made the NAV per unit of PPF-DT would be lower by Rs. 0.4006 and YTD return would be lower by 0.18%. For details investors are advised to read Note 8.2 of the latest Financial Statements for the quarter ended September 30, 2016 of PPF.

PPF-MM has not made provisions amounting to Rs. 0.59 million against Workers' Welfare Fund liability, if the same were made the NAV per unit of PPF-MM would be lower by Rs 0.7359 and YTD return would be lower by 0.37%. For details investors are advised to read Note 8.2 of the latest Financial Statements for the quarter ended September 30, 2016 of PPF.

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

Lucky Cement Limited	7.7%
Engro Fertilizers Limited	6.4%
Oil & Gas Development Company Limited	5.7%
Attock Refinery Limited	5.2%
United Bank Limited	4.9%
Pakistan Oil Fields Limited	4.3%
Mari Petroleum Company Limited	4.0%
Habib Bank Limited	4.0%
Bank AlHabib Limited	3.1%
Pakistan Petroleum Limited	3.1%

PPF-Money Market (%age of Total Assets)	Dec-16	Nov-16
Cash	56.6%	17.6%
T-Bills	25.3%	82.3%
PIBs	0.0%	0.0%
Others including receivables	0.2%	0.1%
Term Deposits with Banks	17.9%	0.0%

PPF-Debt (%age of Total Assets)	Dec-16	Nov-16
Cash	2.9%	0.9%
PIBs	71.5%	78.8%
GoP Ijara Sukuk	0.0%	0.0%
TFCs	0.4%	0.6%
T-Bills	2.9%	17.5%
Others including receivables	3.5%	2.2%
Term Deposits with Banks	18.8%	0.0%

Performance Information & Net Assets	PPF-EQ* PPF-DT** PPF-MM**				
	2012	2013	2014	2015	2016
Year to Date Return (%)			34.57	3.33	3.97
Month to Date Return (%)			11.21	2.63	4.14
Since inception (%)			460.25	8.85	7.87
Net Assets (PKR M)			739.81	447.69	165.42
NAV (Rs. Per unit)			560.36	223.97	205.57
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					

PPF-Equity (%age of Total Assets)	Dec-16	Nov-16
Cash	1.7%	5.2%
Oil & Gas Exploration Companies	17.1%	13.6%
Commercial Banks	14.1%	15.8%
Cement	11.2%	8.2%
Fertilizer	7.3%	4.9%
Automobile Assembler	6.5%	3.6%
Other equity sectors	40.8%	47.9%
Others including receivables	1.3%	0.8%

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

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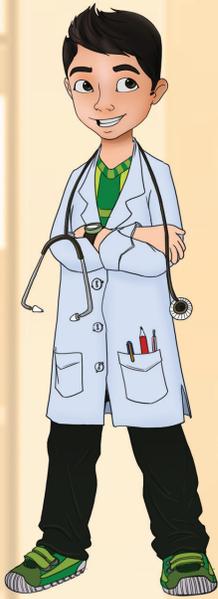


Gulluck Plan ... Start Karo

Poora Apna Khwab Karo

An Administrative Plan of MCB Pakistan Stock Market Fund (MCB-PSM)
and MCB Pakistan Islamic Stock Fund (MCB-PISF)

حال کی اساتشوں سے چھوٹے چھوٹے ٹکڑے بچا کر بنتا ہے
.. مستقبل کا خواب



To help teach your children the importance of saving and prepare them for the day when they will need to take care of their expenses themselves, we will gift Gullucks and Gulluckian badges to your kids!

 No minimum or maximum investment limit.

 Conventional and Islamic options available.

[Disclaimer : All investments in mutual fund are subject to market risks. Past performance is not necessarily indicative of the future results. Please read the Offering Document to understand the investment policies and the risks involved.](#)

[MCBAH 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 \[mcbah.qa@mcbah.com\]\(mailto:mcbah.qa@mcbah.com\)](#)

 **Bachat ka Doosra Naam**
MCB ARIF HABIB
AM2 ++ by PACRA

0800-62224

sms 'PLAN' to 8089

UAN : (021) 11-11-62224

Website: www.mcbah.com

Email: info@mcbah.com, marketing@mcbah.com