

Bachat Nama

Fund Manager's Report (January - 2017)





Macro-Environment Review and Outlook

Consumer Price Index (CPI) clocked in at 3.66% YoY (0.18% MoM) for the month of January, below consensus estimates of ~3.8%. While food inflation remained subdued during the month declining by 1.2% MoM, the seasonal increase in housing and utility kept the overall inflation on the rising trend. The decision of Government to pass on petroleum prices contributed 0.5% MoM increase under transport head. We expect increase in Petroleum prices to keep contributing towards inflation in the remaining months. However, the Inflation for the year is expected to remain below 5%.

On the external front, the current account witnessed a massive deficit of USD 1.08 billion during the month of Dec'16. Trade deficit worsened by USD 300 million, as imports went up by 10% MoM. It is pertinent to note that the reversal in oil prices would weigh up on import bill in coming months. Remittances fell by 1.98% YoY in the month of December to USD 1.58 bn. The future trend in remittances remains uncertain with positive contribution likely from implementation of OPEC's agreement and downside risk emerging from President Trump's foreign policy.

The LSM growth clocked in at an impressive 8.0% during the month of November, 2016 with major contributions driven from automobile (Trucks and tractors) and electrical items.

Keeping in view the rising Current Account deficit, and falling remittances the SBP adopted a cautious approach and decided to maintain the discount rate at current levels.

The foreign exchange reserves stood at 23.25 bn increasing by USD 114 mn during the month. It is pertinent to note that foreign exchange reserves have decreased by USD 1.2 bn from their peak in October due to deteriorating current account balance and maturity of loans.

Equity Market Review and Outlook

The positive momentum witnessed in the previous two months extended in Jan'17, lifting the index by ~2% to close at 48,758 points. The local market outflows mirrored those of emerging markets with foreigners liquidating USD 111 mn of equities. Interestingly, the market continued to absorb this outflow mainly on account of robust domestic liquidity where selling was absorbed by mutual funds, individuals and companies who bought USD 44 mn, USD 40 mn and USD 30 mn respectively worth of equities. While average daily volumes increased by ~24% to 440 mn shares, value traded increased by ~30% to PKR 22.5 bn. Massive increase in volumes in 2nd and 3rd tier stocks has largely compensated for the slow-down in activity in blue chip stocks.

Steel sector led the charts, recording a gain of an impressive 30% during the month, on the back of rising international steel prices, imposition of anti-dumping duty on CRC, capacity expansions, and strong result expectations. This was yet another month in which Automobile Assemblers outperformed the market with new flow regarding the launch of new models (BR-V, Ciaz and Alto) and face-lift of Corolla circulating the market.

OMCs outperformed the benchmark index and rallied 4% due to uptake in volumes and optimistic result expectations. Refinery rallied 15% amid rising GRMs and upbeat result expectations. Like last month, Pharmaceuticals remained under limelight, gaining 5% during the month.

Oil and Gas exploration sector underperformed the market as news flows regarding OGDC and Mari's divestment by the government of Pakistan kept the performance under check in the sector. Similarly Commercial banks remained laggards with lower than expected inflation in the month 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

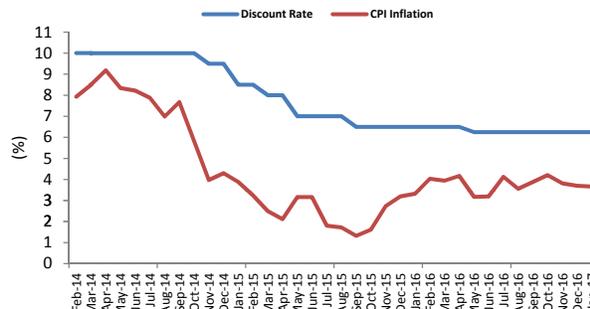
During the month, significant trading activity was witnessed in secondary market where yield of bonds remained highly volatile. With the close of the calendar year, Commercial Banks were active again and came into market for portfolio building which reversed bond yields across the tenure.

While all three PIB auctions were rejected in 2QFY17 because of limited bidding and higher yields; a hefty participation was witnessed during the month of January with bids of PKR 135bn being placed against the target of PKR 50bn. SBP accepted around PKR 39bn, out of which PKR 29bn & PKR 10bn were accepted in 3 & 5 years respectively whereas, a total of mere 1mn was accepted in 10 year PIB. Cut offs for 3 years, 5 years and 10 years were at 6.4074%, 6.8998% and 7.9414% respectively. Yield curve straight away took upward shift as cut offs announced by SBP were higher than previous ones. This adverse yields movement resulted in mark to market losses on the portfolios carrying longer tenor bonds.

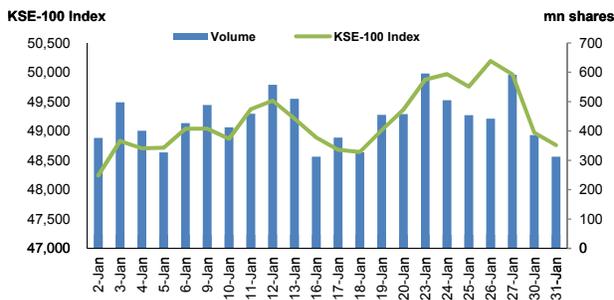
During the month, State Bank of Pakistan also announced Monetary Policy in which the committee decided to keep the discount rate. Prime reasons to maintain the discount rate were cited as concerns on growing CPEC-related imports, decline in exports, absence of Coalition Support Fund, and slowdown in remittances. The results of the last MTB auction of January 2017 showed a downward trend as the cut offs for 3month, 6 month and 12 month were decreased to 5.9017%, 5.9258% and 5.9598% respectively. The target for the auction amounted to PKR 450 billion out of which a mammoth total of PKR 519 billion was accepted, thus showing the interest of FIs on shorter tenors as compared to longer tenors. Short term liquidity remained comfortable as SBP conducted regular OMOs.

Going forward, market will further remain cautious on back of strengthening dollar after US elections along with stable to rising international oil prices. Furthermore, ease in CPI numbers and any foreign flow could generate some demand in medium to longer tenor bonds.

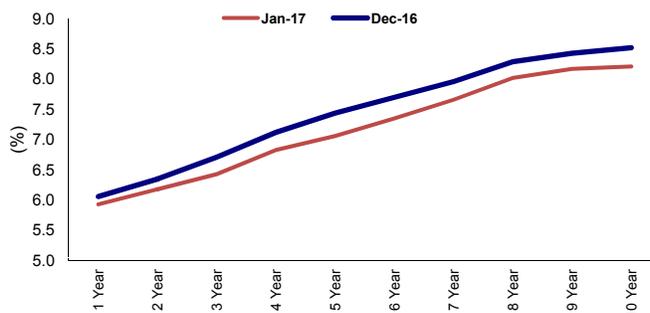
Discount Rate vs. CPI Inflation



KSE During January 2017



Yield Curve



MCB Islamic Income Fund

January 31, 2017

NAV - PKR 104.9224



General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant (Islamic) Income Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Jun-16)
Stability Rating	AA-(f) by PACRA (30-Dec-16)
Risk Profile	Low
Launch Date	20-June-2011
Fund Manager	Syed Mohammad Usama Iqbal
Trustee	Central Depository Company of Pakistan Limited
Auditor	A.F.Ferguson & Co. Chartered Accountants
Management Fee	10% of Gross Earnings subject to minimum fee of 0.25% of average daily Net Assets
Front end load*	Class "A" Units: Individual ----- 1.5% Corporate ----- Nil Class "B" Units ----- 0% Bachat Units ----- Nil
Back end Load*	Class "A" Units ----- 0% Class "B" Units: 1.5% on redemption in the first (1st) year from the date of investment 1.0% on redemption in the second (2nd) year from the date of investment 0.0% on redemption after completion of two (2) years from the date of investment Bachat Units: 3% if redeemed before completion of two years from the date of initial investment. 0% if redemption after completion of two years from the date of initial investment
Min. Subscription	Growth & Bachat Units ----- PKR 500 Income Units ----- PKR 100,000
Listing	Pakistan Stock Exchange
Benchmark	Six (6) months average deposits rates of three (3) A rated Scheduled Islamic Banks or Islamic windows of Conventional Banks as selected by MUFAP
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut off Timing	Mon-Fri (9:00 AM to 4:30 PM)
Leverage	Nil

*Subject to government levies

Fund Facts / Technical Information

NAV per Unit (PKR)	104.9224
Net Assets (PKR M)	917
Weighted average time to maturity (Years)	1.6
Sharpe Measure	0.14
Correlation	8.3%
Standard Deviation	0.05
Alpha	0.006%
Total expense ratio with government levy**	0.87%
Total expense ratio without government levy	0.69%

**This includes 0.18% representing government levy, worker's welfare fund and SECP Fee.

Top Sukuk Holding (% of Total Assets)

Engro Fertilizer Limited (09-Jul-14)	10.4%
Meezan Bank Limited (22-Sep-16)	11.0%

Members of the Investment Committee

Muhammad Saqib Saleem	Chief Executive Officer
Mohammad 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

MCBAH Shariah Advisory Board

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

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Investment Objective

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

Manager's Comment

During the month the fund generated an annualized return of 17.03% as against its benchmark return of 2.37%. The fund maintained its exposure in GoP Ijara Sukuk. 56% of the fund exposure was kept in the form of cash, increasing from 52.4% last month.

Provision against WWF liability

MCB-IIF has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs 1.64 million, if the same were not made the NAV per unit of MCB-IIF would be higher by Rs. 0.1875 and YTD return would be higher by 0.19%. For details investors are advised to read Note 7.2 of the latest Financial Statements for the quarter ended September 30, 2016 of MCB-IIF.

Asset Allocation (%age of Total Assets)

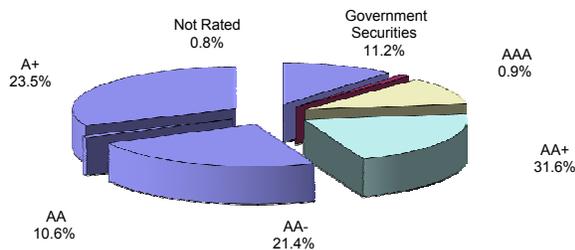
	Jan-17	Dec-16
Cash	56.0%	52.4%
GoP Ijara Sukuks	11.2%	11.7%
Sukuk	21.4%	23.7%
Certificate of Musharakah	10.6%	11.1%
Others including receivables	0.8%	1.1%

Performance Information (%)

	MCB IIF	Benchmark
Year to Date Return (Annualized)	7.18	3.11
Month to Date Return (Annualized)	17.03	2.37
180 Days Return (Annualized)	7.70	3.01
365 Days Return (Annualized)	6.29	3.68
Since inception (CAGR)	7.78	5.68
Average Annual Return (Geometric Mean)	6.15	-

Annualized	2012	2013	2014	2015	2016
Benchmark (%)	6.6	6.30	6.09	6.29	4.42
MCB IIF (%)	10.4	8.90	8.38	6.55	5.05

Asset Quality (%age of Total Assets)



MUFAP's Recommended Format.

Pakistan International Element Islamic Asset Allocation Fund

January 31, 2017

NAV - PKR 80.93



General Information

Fund Type	An Open End Scheme	
Category	Shariah Compliant Islamic Asset Allocation Scheme	
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Jun-16)	
Stability Rating	Not Applicable	
Risk Profile	Moderate to High	
Launch Date	2-May-2006	
Fund Manager	Awais Abdul Sattar, CFA	
Trustee	Central Depository Company of Pakistan Limited	
Auditor	Ernst & Young Ford Rhodes Sidat Hyder & Co., Chartered Accountants	
Management Fee	Type A & B: 2%	Type C & D: 1.33%
Front end Load *	Type A: For individual 3%	For corporate Nil
	Type B, C & D: None	
Back end Load*	Type A: None	
	Type B, C & D: Yr 1:3%, Yr 2:2%, Yr 3:1%	
Min. Subscription	A & B	PKR 5,000
	C & D	PKR 10,000,000
Listing	Pakistan Stock Exchange	
Benchmark	70% KMI-30 Index + 30% DJIM-World Index	
Pricing Mechanism	Forward	
Dealing Days	Monday - Friday	
Cut off Timing	Mon-Fri (9:00 AM to 4:30 PM)	
Leverage	Nil	

*Subject to government levies

Investment Objective

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

Manager's Comment

The fund posted a return of 3.13% as against its benchmark return of 2.53% during the month. Exposure in equities was increased to 85.9% as compared to 78.0% in the previous month while allocation in cash decreased to 11.6% from 16.8% over the same period.

Provision against WWF liability

PIEIF has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs 5.17 million, if the same were not made the NAV per unit of PIEIF would be higher by Rs. 0.3322 and YTD return would be higher by 0.52%. For details investors are advised to read Note 6.1 of the latest Financial Statements for the quarter ended September 30, 2016 of PIEIF.

Fund Facts / Technical Information	PIEIF	KMI-30
NAV per Unit (PKR)	80.93	
Net Assets (PKR M)	1,259	
Sharpe Measure	0.05	0.06
Beta	0.66	1.00
Correlation	82.6%	
Max draw up	475.43%	891.13%
Max draw Down	-28.91%	-39.65%
Standard Deviation	0.75	0.94
Alpha	0.01%	
Total expense ratio with government levy**	2.42%	
Total expense ratio without government levy	1.80%	

*prospective earnings

** This includes 0.62% representing government levy, worker's welfare fund and SECP Fee

Asset Allocation (%age of Total Assets)	Jan-17	Dec-16
Cash	11.6%	16.8%
Stock /Equities	85.9%	78.0%
Sukuk	0.1%	0.0%
Others including receivables	2.4%	5.2%

Top 10 Holdings (%age of Total Assets)

Lucky Cement Limited	Equity	7.9%
Hub Power Company Limited	Equity	6.4%
Maple Leaf Cement Factory Limited	Equity	4.6%
Oil and Gas Development Company Limited	Equity	4.3%
Mari Petroleum Company Limited	Equity	4.2%
Dawood Hercules Corporation Limited	Equity	3.7%
Engro Fertilizers Limited	Equity	3.4%
Pak Suzuki Motors Company Limited	Equity	3.4%
Cherat Cement Company Limited	Equity	3.2%
Engro Corporation Limited	Equity	3.2%

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

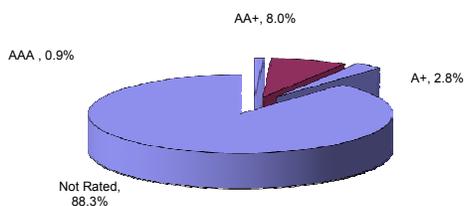
Performance Information (%)	PIEIF	Benchmark
Year to Date Return	27.41	24.07
Month to Date Return	3.13	2.53
180 Days Return	21.15	18.73
365 Days Return	42.88	48.24
Since inception	304.35	474.42

MCBAH Shariah Advisory Board

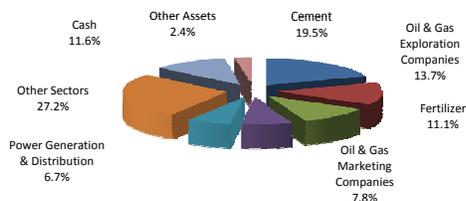
Justice (Rtd.) Muhammad Taqi Usmani	Chairman
Dr. Muhammad Zubair Usmani	Member
Dr. Ejaz Ahmed Samdani	Member

	2012	2013	2014	2015	2016
Benchmark (%)	11.00	46.60	28.51	17.47	13.53
PIEIF (%)	15.70	28.40	18.89	35.59	5.09

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



Sector Allocation (%age of Total Assets)



MUFAP's Recommended Format.

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MCB Pakistan Islamic Stock Fund

January 31, 2017

NAV - PKR 13.95



General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant 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-Sept-2004 (Converted into Shariah Compliant Islamic Fund with effect from July 01, 2015)
Fund Manager	Awais Abdul Sattar, CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	Ernst&Young Ford Rhodes Sidat Hyder & Co. Chartered Accountants
Management Fee	2.0% p.a.
Front end Load*	Type "B" Units: Individual ----- 3% Corporate ----- Nil Type "C" Bachat Units ----- Nil
Back-end load*	Type "B" Units ----- Nil Type "C" Bachat Units: 3% if redeemed before completion of two (2) years from the date of initial investment. 0% if redemption after completion of two (2) years from the date of initial investment.
Min. Subscription	PKR 500
Listing	Pakistan Stock Exchange
Benchmark	KMI-30 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-PISF	KMI-30
NAV per Unit (PKR)	13.95	
Net Assets (PKR M)	2,170	
Price to Earning (x)*	13.74	12.9
Dividend Yield (%)	4.28	4.6
No. of Holdings	41.0	30
Weighted Avg. Market Cap. (PKR Bn)	108.09	100.0
Sharpe Measure	0.04	0.04
Beta	0.75	1.00
Correlation	90.2%	
Max draw up	621.99%	738.68%
Max draw down	-60.1%	-14.7%
Standard Deviation	1.07	1.29
Alpha	0.003%	
Total expense ratio with government levy**	2.59%	
Total expense ratio without government levy	1.83%	

*prospective earnings

**This includes 0.76% representing government levy, worker's welfare fund and SECP fee

Performance Information (%)	MCB-PISF Benchmark				
Year to Date Return	31.36	26.67			
Month to Date Return	4.03	2.47			
180 Days Return	24.44	21.08			
365 Days Return	48.32	53.81			
Since inception	35.81	44.10			
	2012	2013	2014	2015	2016
Benchmark (%)	10.40	52.20	41.16	16.01	15.53
MCB-PISF(%)	14.90	32.30	31.38	19.20	3.90

Members of the Investment Committee

Muhammad Saqib Saleem	Chief Executive Officer
Mohammad 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

Investment Objective

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

Manager's Comment

The Stock yielded a healthy return of 4.03% in January 2017, compared to the benchmark return of 2.47%, achieving an outperformance of 156bps. For FYTD, the fund has posted a return of 31.36%, outpacing the benchmark by 468bps, which increased by 26.67% during the month, exposure in Engineering was increased by 5% mainly on account of favorable pricing structure coupled with strong demand outlook. Similarly on the basis of strong demand outlook and healthy margins, exposure in cements was increased by 4.8% in January 2017. Furthermore, in order to give a defensive flavor the fund, exposure in power sector was increased by 2.8%. To rebalance the allocation, exposure in E&Ps and refineries was reduced by 5.7% and 2.4%, respectively. At month end, the fund was 88.4% invested in equities, while remaining was in cash.

Provision against WWF liability

MCB-PISF has maintained provisions against Workers' Welfare Funds' liability to the tune of Rs.7.87 million, if the same were not made the NAV per unit of MCB-PISF would be higher by Rs. 0.0506 and YTD return would be higher by 0.48%. 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.

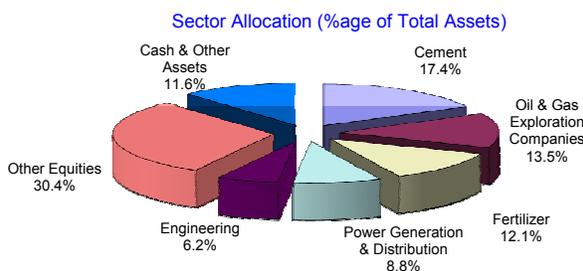
Asset Allocation (%age of Total Assets)	Jan-17	Dec-16
Stock / Equities	88.4%	82.7%
Cash	10.7%	16.9%
Others including receivables	0.9%	0.4%

Top 10 Equity Holdings (%age of Total Assets)

Lucky Cement Limited	7.2%
Hub Power Company Limited	6.6%
Engro Fertilizer Limited	4.0%
Engro Corporation Limited	3.9%
Pakistan Petroleum Limited	3.9%
Mari Petroleum Company Limited	3.7%
Maple Leaf Cement Factory Limited	3.5%
Dawood Hercules Corporation Limited.	3.3%
Pak Elektron Limited	3.3%
Pakistan Oilfields Limited	3.1%

MCBAH Shariah Advisory Board

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



MUFAP's Recommended Format.

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Alhambra Islamic Active Allocation Plan-I

(An Allocation Plan of Alhambra Islamic Active Allocation Fund)
January 31, 2017
NAV - PKR 101.3485



General Information

Plan Type	An Open End Scheme
Category	Shariah Compliant Islamic Asset Allocation Plan
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Jun-16)
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	29-Dec-16
Fund Manager	Syed Abid Ali
Trustee	MCB Financial Services Limited
Auditor	A.F. Ferguson & Co. Chartered Accountants
Management Fee	1% p.a. on average annual net assets on a portion not invested in mutual funds of MCB Arif Habib Savings and Investments Limited.
Front end Load*	Individuals 3% Corporate Nil
Back end Load*	Nil
Contingent Load*	3%
Min. Subscription	PKR 500 (Subscription opens on February 28, 2017)
Lis ing	Lis ing in progress
Benchmark	KMI-30 Index and six (6) months average deposit rates of three (3) "A" rated Scheduled Islamic Banks or Islamic Windows of Conventional Banks on the basis of actual proportion held by the scheme
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut off Timing	Mon-Fri (9:00AM to 4:30 PM)
Leverage	Nil

*Subject to government levies

Fund Facts / Technical Information	ALHIAAP - I
NAV per Unit (PKR)	101.3485
Net Assets (PKR M)	1,224
Total expense ratio with government levy*	0.16%
Total expense ratio without government levy	0.11%

*This includes 0.05% representing government levy, worker's welfare fund and SECP fee

Performance Information (%)	ALHIAAP - I	Benchmark
Year to Date Return	1.35%	0.88%
Month to Date Return	1.29%	0.86%
180 Days Return	-	-
365 Days Return	-	-
Since inception	1.35%	0.88%

Investment Objective

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

Provision against WWF liability

ALHIAAP-I has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs 0.33 million, if the same were not made the NAV per unit would be higher by Rs. 0.0275 and YTD return would be higher by 0.03%.

Manager's Comment

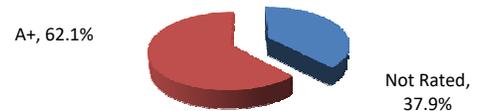
During the month, the Fund posted a return of 1.29% against its benchmark return of 0.86%. The fund decreased its exposure in cash from 71.7% to 62.1%.

Asset Allocation (%age of Total Assets)	Jan-17	Dec-16
Cash	62.1%	71.7%
MCB Pakistan Islamic Stock Fund...	37.3%	27.7%
MCB Islamic Income Fund	0.0%	0.0%
GoP Ijara Sukuk	0.0%	0.0%
Others including receivables	0.6%	0.6%

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)



MUFAP's Recommended Formula

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General Information

Fund Type	An Open End Scheme
Category	Islamic Voluntary Pension Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Jun-16)
Stability Rating	Not Applicable
Launch Date	15-Nov-07
Fund Manager	Awais Abdul Sattar, CFA
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

Equity sub-fund generated return of 4.05% during the month outperforming KMI-30 index return of 2.47%. Allocations were increased in Cement and Power Generation and distribution Sectors, while reduced in Fertilizer Sectors.

Debt sub-fund generated a return of 2.72% during the month. Exposure was marginally reduced in GoP Ijarah Sukuk.

Money Market sub-fund generated a return of 1.72% during the month. The exposure was marginally increased in GoP Ijarah Sukuk.

Provision against WWF liability

PIPF-EQ has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 2.18 million, if the same were not made the NAV per unit would be higher by Rs. 3.2294 per unit and YTD return would be higher by 0.74%. For details investors are advised to read Note 8.2 of the latest Financial Statements for the quarter ended September 30, 2016 of PIPF.

PIPF-DT has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 0.25 million, if the same were not made the NAV per unit would be higher by Rs. 0.28 per unit and YTD return would be higher by 0.15%. For details investors are advised to read Note 8.2 of the latest Financial Statements for the quarter ended September 30, 2016 of PIPF.

PIPF-MM has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 0.07 million, if the same were not made the NAV per unit would be higher by Rs. 0.1766 and YTD return would be higher by 0.11%. For details investors are advised to read Note 8.2 of the latest Financial Statements for the quarter ended September 30, 2016 of PIPF.

Top 10 Equity Holdings (%age of Total Assets)

Hub Power Company Limited	8.2%
Lucky Cement Limited	8.1%
Oil & Gas Development Company Limited	5.2%
Mari Petroleum Company Limited	4.2%
Maple Leaf Cement Factory Limited	3.9%
Cherat Cement Company Limited	3.7%
International Steels Limited	3.7%
Pak Suzuki Motors Company Limited	3.4%
Engro Fertilizer Limited	3.3%
Pak Elektron Limited	2.8%

PIPF -Money Market (%age of Total Assets)

	Jan-17	Dec-16
Cash	83.3%	83.5%
GoP Ijarah Sukuk	16.1%	16.0%
Others including receivables	0.6%	0.5%

PIPF-Debt (%age of Total Assets)

	Jan-17	Dec-16
Cash	31.8%	31.4%
GoP Ijarah Sukuk	67.5%	68.2%
Others including receivables	0.7%	0.4%

Performance Information & Net Assets

	PIPF-EQ*	PIPF-DT**	PIPF-MM**		
Year to Date Return (%)	36.50	5.28	3.88		
Month to Date Return (%)	4.05	2.72	1.72		
Since inception (%)	497.93	7.23	5.98		
Net Assets (PKR M)	403.77	170.19	69.24		
NAV (Rs. Per unit)	599.13	191.13	171.52		
	2012	2013	2014	2015	2016
PIPF - EQ*	24.70	41.80	42.10	39.53	14.84
PIPF - DT**	8.40	6.80	8.22	4.76	4.04
PIPF - MM**	8.30	7.70	6.86	4.80	2.36

* Total Return ** Annualized return

PIPF-Equity (%age of Total Assets)

	Jan-17	Dec-16
Cement	21.0%	19.5%
Oil & Gas Exploration Companies	15.0%	19.0%
Power Generation & Distribution	8.2%	3.2%
Fertilizer	7.3%	8.2%
Automobile Assembler	7.1%	6.7%
Other equity sectors	35.1%	34.3%
Cash	2.6%	1.3%
Others including receivables	3.7%	7.8%

MCBAH Shariah Advisory Board

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

Members of the Investment Committee

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

DISCLAIMER

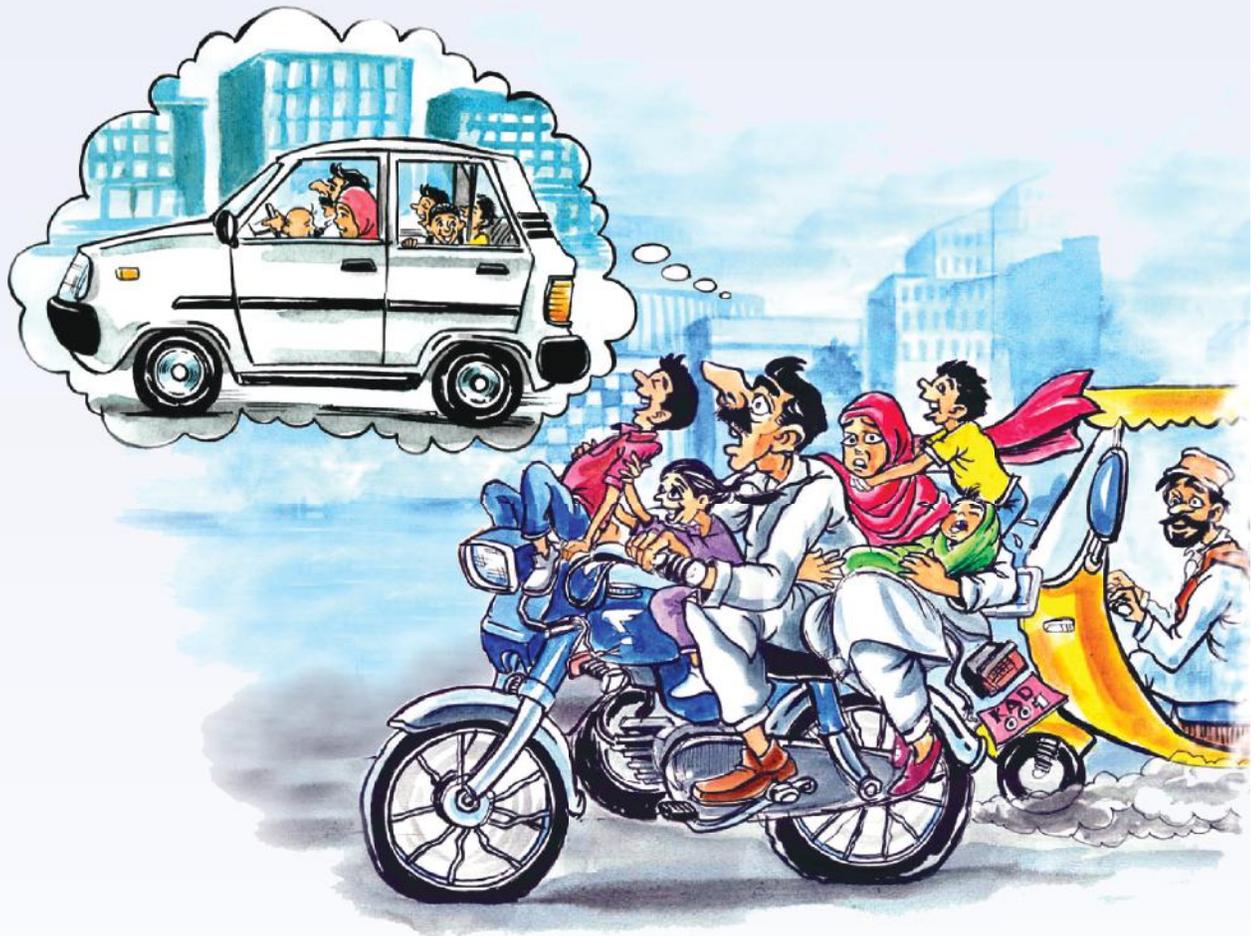
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