

MONEY MATTERS



MCB-ARIF HABIB
Savings and Investments Limited

Fund Manager's Report

DECEMBER 2017



FUND PERFORMANCE



Fund Returns

Funds	YTD (FY 18)	(July 2016 to June 2017)	(July 2015 to June 2016)
Money Market Schemes			
MCB Cash Management Optimizer	5.30%	7.11%	5.77%
Pakistan Cash Management Fund	4.70%	8.34%	5.88%
Income Schemes			
MCB DCF Income Fund	4.31%	6.50%	6.23%
MCB Pakistan Sovereign Fund	4.93%	5.89%	7.30%
Pakistan Income Fund	4.26%	6.90%	6.14%
Aggressive Fixed Income Scheme			
Pakistan Income Enhancement Fund	5.25%	5.06%	8.33%
Islamic Income Scheme			
Alhamra Islamic Income Fund (Formerly: MCB Islamic Income Fund)	4.53%	6.49%	5.05%
Asset Allocation Schemes			
MCB Pakistan Frequent Payout Fund	1.82%	5.54%	3.54%*
MCB Pakistan Asset Allocation Fund	-4.21%	9.54%	3.21%
Shariah Compliant Fund of Funds			
Alhamra Islamic Active Allocation Plan-I (Inception Date: 29-Dec-2016)	-8.25%	0.81%**	n/a
Alhamra Islamic Active Allocation Plan-II (Inception Date:16-Jun-2017)	-1.40%	0.19%***	n/a
Balanced Scheme			
Pakistan Capital Market Fund	-6.59%	25.36%	5.17%
Equity Scheme			
MCB Pakistan Stock Market Fund	-11.21%	29.54%	5.25%
Islamic Equity Scheme			
Alhamra Islamic Stock Fund (Formerly: MCB Pakistan Islamic Stock Fund)	-14.29%	29.97%	3.90%
Islamic Asset Allocation Scheme			
Alhamra Islamic Asset Allocation Fund (Formerly: Pakistan International Element Islamic Asset Allocation Fund)	-5.00%	27.74%	5.09%
Islamic Voluntary Pension Scheme			
Alhamra Islamic Pension Fund-Debt (Formerly: Pakistan Islamic Pension Fund-Debt)	2.53%	4.46%	4.04%
Alhamra Islamic Pension Fund-Money Market (Formerly: Pakistan Islamic Pension Fund-Money Market)	3.19%	3.78%	2.36%
Alhamra Islamic Pension Fund-Equity (Formerly: Pakistan Islamic Pension Fund-Equity)	-16.63%	33.21%	14.84%
Voluntary Pension Scheme			
Pakistan Pension Fund-Debt	4.23%	4.31%	7.35%
Pakistan Pension Fund-Money Market	4.31%	4.30%	4.40%
Pakistan Pension Fund-Equity	-14.99%	35.72%	10.77%

Growth in the value of Rs.100 invested in MCB Pakistan Stock Market Fund (MCB-PSM) at inception (11th Mar, 2002)



	Value as at 31 st Dec 2017
PKR 100 invested in PSM	PKR 3,031
PKR 100 invested in KSE100 index	PKR 2,161

* From November 16, 2015 to June 30, 2016
 ** From December 29, 2016 to June 30, 2017
 *** From June 16, 2017, to June 30, 2017

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

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

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

DEAR INVESTORS,

Assalam-o-Alaikum and Happy New Year from your preferred savings partner!

Thank you for taking out time to review our Fund Manager's Report for the month of December 2017. We extend our earnest gratitude to our investors for their continuous confidence and faith in us. It is your trust which drives and motivates us to provide you with increasingly innovative products and services.

In this month's letter, we would like to share with you a avant garde initiative launched by MCB-AH to educate the non-investor audience of our country on the benefits and need of savings through Mutual Funds.

In recent times we have seen Pakistanis, particularly the younger generation become more spending focused with little attention to formal savings and investments required to better plan and fulfill their dreams and mid/long term goals. With flashy and catchy marketing of e-commerce locally, there is a rising trend of more impulsive buying for life style enhancing gadgets and prêt-à-porter clothing on the go.

To create awareness and inculcate a savings culture, we have developed a series of simple web and cinema videos, the first of their kind in the local industry, and an informative website page. The key objective is to explain why it's essential for everyone belonging to any stage in life to save and invest and how Mutual Funds can be a suitable solutions.

While Mutual Funds have been around in Pakistan for over 50 years and the asset management industry activating in the private sector from early 2000s, they have not attracted a sizable customer base primarily due to knowledge gap which has over time fueled a number of myths and barriers. Mutual Funds are rarely discussed as a tool for short term or long term investment with majority having misconception that it is for the risk-taking, rich and sophisticated only.

Mutual funds are truly a democratic investing option suitable for the common man via small regular contributions or mass affluent with lumpsum contributions. With a myriad of investing strategies both in Islamic and conventional framework, different funds for different risk appetites are available that offer professional management under the watchful regulatory eye of the SECP with easy liquidity (open-end schemes) and legal tax savings. With these web series MCB-Arif Habib takes up a challenge to remove these misconceptions and make Mutual Funds a common avenue for earning better returns.

With Millennials at the center of this campaign, we aim to on-board them via iSave, Pakistan's first digital saving solution, providing them on the go investment management on their fingertips anytime, anywhere, a preferred need of this client segment. With these continued efforts over the year we as a company hope to benefit the industry as a whole while assisting young Pakistanis plan their expenditures wisely while saving for life's more important milestones at their convenience - Mutual Funds Zaroori Hai!

To know more about the campaign visit mcbah.com/whysave. For any queries or suggestions feel free to contact us via WhatsApp 0300-4362224, call us on our 24/7 helpline 0800-622-24 or email us at info@mcbah.com to speak to one of our helpful Customer Support Officers.



Muhammad Saqib Saleem

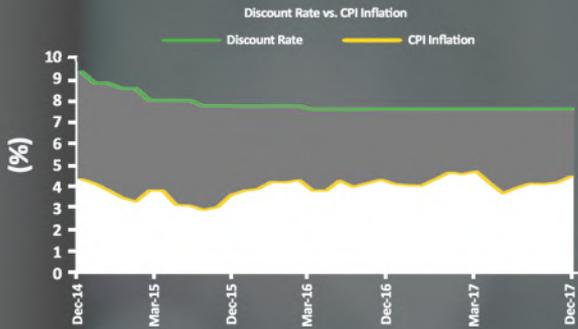
Chief Executive Officer



MACRO-ENVIRONMENT REVIEW AND OUTLOOK

CY17 was a year of mixed blessing for Pakistan in terms of economy, while the GDP growth indicators remained strong supported by heartening LSM numbers and inflation remained benign, the twin deficit (Current and Fiscal) emerged as headache for economic policy makers. The overvalued USD PKR parity was much deliberated and debated on economical and political forums, and after much waiting the currency was very strategically devalued by 5% in Dec. Going forward we see further depletion in reserves subsequently putting more pressure on currency, hence we believe further devaluation needs to take place to curtail unnecessary imports and provide support to exports.

CY18 will be a crucial year for us on both economic and political front. Mismanagement / inability in controlling current account deficit and depleting reserves may very well lead us back to the door of IMF or a atleast lead us to another bond issue to meet the financing gap. Politics will likely drive economic decision since this is an election year , "Vote friendly " economic policies could further compound economic ailments. We see monetary tightening taking place in CY18 as SBP will try to maintain real interest rates in light of rising inflation (backed by rupee devaluation and rising oil prices). On the GDP growth we remain complacent as the groundwork has been laid the last two years, the effect of any slowdown should be felt CY19 onwards. he entire year. In-house estimates are that inflation will remain below 4.5% for FY18.



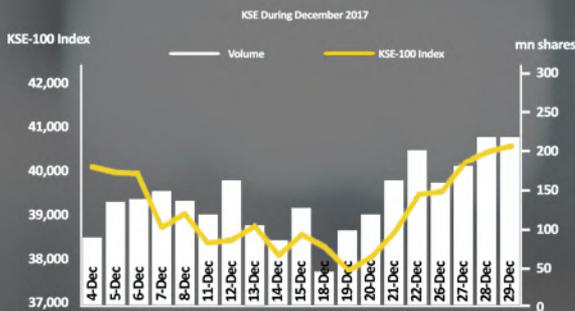
EQUITY MARKET REVIEW AND OUTLOOK

Amidst political uncertainty, economic headwinds in the shape of widening of Current Account Deficit (CAD) and a mix of positive and negative news flows in the market, KSE-100 index took a breather generating a positive return of 1.15% during the last month of CY17 to close at 40,471 points. This took FYTD/CY17 return to --13%/-15% respectively. The most anticipated events dominated the month's proceedings includes 1) Rupee Depreciation 2) Appointment of Mr. Miftah Ismail as Adviser to the PM on Finance, Revenue and Economic Affairs.

Foreigners offloaded USD 4.3 mn worth of equities. This selling was absorbed mainly by insurance companies (USD 25 mn) and mutual funds (USD 17.9 mn). Average volumes during the month increased to 151.3 mn shares compared to 112.2 mn shares in the past month, while average value traded increased to PKR 6.6 bn from PKR 6.1 bn.

Positive contribution to the index was led by i) Cements (+4.6%) mainly due to steep correction in the previous months and halt of construction work on a 7,300 tpd capacity expansion by Maple Leaf Cement, following an order issued by the Environmental Protection Agency (EPA), Government of Punjab. , ii) E &Ps (+4.4%) in the wake of rising oil prices given positive outcome of OPEC meeting and regional oil supply disruptions and iii) Commercial banks (+4.3%) because of rupee depreciation and increase in yields of government securities iv) Fertilizer (+1.8%) on the back of strong offtake numbers, declining inventories and stable international urea prices. Major sectors that dragged the index down were Refineries (-14.3% MoM) and OMCs (-4.4% MoM) continuing the bearish streak of the previous month when the Prime Minister announced to close down FO based power plants. Refineries operated at suboptimal capacities in this month as well.

Going forward, we expect market to remain volatile owing to a few shaky macroeconomic indicators. We continue to track trends in economic indicators of the country. Given the attractive upside in fair values, where some of the sectors already incorporate expected headwinds, we consider that the current opportunity can be capitalized by building into positions and gradually increasing investments. While we reiterate our view of limited downside in stock market, in the interim; we believe the road to general elections scheduled next year may continue to test patience of equity investors. Elections & political activity, and CPEC would likely remain the key drivers.



MONEY MARKET REVIEW AND OUTLOOK

The bond Yield Curve showed an upward trend due to currency devaluation, increase in oil prices locally and internationally and anticipation by the market for a possible rate hike in discount rate by the second half of FY18. Overnight market and short term T-bill market witnessed increase in trading yield near year end due to scarcity of liquidity in the market as banks were borrowing at a very attractive rate due to banking year end. The previous month witnessed a stable trend. The PIB auction on December 14, 2017 further clarified this since a total participation of PKR 6billion was witnessed , where 3 year PIB received majority bids amounting to PKR 3.6Billion. PKR 0.527billion in 5 year PIB and PKR 2.29billion in 10 year PIB. Insignificant amount of participation resulted in the auction being rejected.

In last Treasury bill auction cut off yield for 3 was maintained at previous level of 5.9910% whereas 6month and 12month T-bill was rejected. T-bill maturity was PKR 491billion whereas target of the auction was PKR 550billion. The market witnessed minimal participation in 3 month-bill amounting to PKR 195 billion, however no participation was witnessed in 6month and 12 month T-bill auction. SBP accepted a total of PKR 100 billion in which entire amount was accepted in 3 months . SBP on the other end conducted regular OMOs to keep market liquidity intact.

Going forward a confluence of policy measures is needed to sustain macroeconomic stability , which should primarily focus on addressing external woes. Balance of payment position is already quite fragile due to weak financial inflows and widening current account deficit which needed to be bridge through a mix of external borrowing , commercial loans and issuance of dollar denominated bonds/Sukuks . Considering aforementioned factors major concentration will remain towards short dated instruments as any interest in long tenor bonds in near term is highly unlikely.



CONVENTIONAL SCHEMES



December 31, 2017

General Information

Fund Type	An Open End Scheme
Category	Money Market Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (23-Jun-17)
Stability Rating	AA(f) by PACRA (12-Jul-17)
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 the Gross Earnings subject to a minimum fee of 0.25% of average daily Net Assets and maximum fee of 1% of average Annual Net Assets
Front / Back end Load*	Nil
Min. Subscription	
Growth Units	PKR 500
Cash Dividend Units	PKR 500
Income Units	PKR 100,000
Listing	Pakistan Stock Exchange
Benchmark	70% three (3) months PKRV rates plus 30% three (3) months average deposit rates of three (3) AA rated scheduled Banks as selected by MUFAP Backward
Pricing Mechanism	Monday - Friday
Dealing Days	Monday - Friday
Cut off Timing	Mon-Fri (9:00AM to 4:30 PM) <u>For same day redemption</u> Mon-Fri (9:00AM to 10:00AM)
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 5.39% during the month against benchmark of 5.22%. The fund increased its exposure in cash to 89.4% and decreased its exposure in T-Bills to 0.0%.

WAM of the fund was 7 days.

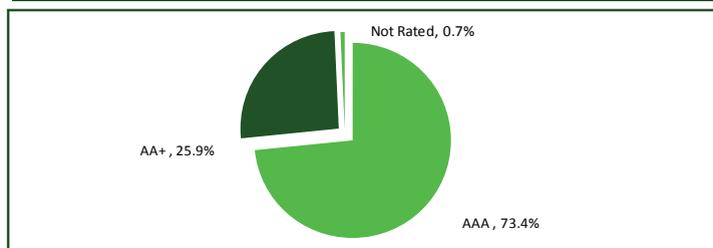
Fund Facts / Technical Information

NAV per Unit (PKR)	103.2209
Net Assets (PKR M)	11,053
Weighted average time to maturity (Days)	7
Sharpe Ratio*	0.28
Correlation*	13%
Standard Deviation	0.038
Total expense ratio with government levy**	0.57%
Total expense ratio without government levy	0.42%

*As against 3 month PKRV net of expenses

**This includes 0.15% representing government levy, Sindh Workers' Welfare fund and SECP Fee

Asset Quality (%age of Total Assets)



Others

Provision against Sindh Workers' Welfare Fund's liability

MCB-CMOP has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs.11.09 million, if the same were not made the NAV per unit of MCB-CMOP would be higher by Rs. 0.1035 and YTD return would be higher by 0.10%. For details investors are advised to read Note 6.2 of the latest Financial Statements for the quarter ended September 30, 2017 of MCB-CMOP.

Members of the Investment Committee

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

Asset Allocation (%age of Total Assets)

Particulars	Dec-17	Nov-17
Cash	89.4%	73.5%
T-Bills	0.0%	7.4%
PIBs	0.0%	0.0%
Others including receivables	0.7%	0.7%
Term Deposits with Banks	9.9%	18.4%
Commercial Paper	0.0%	0.0%

Performance Information (%)

Particulars	MCB CMOP	Benchmark
Year to Date Return (Annualized)	5.30%	5.18%
Month to Date Return (Annualized)	5.39%	5.22%
180 Days Return (Annualized)	5.30%	5.18%
365 Days Return (Annualized)	7.14%	4.86%
Since inception (CAGR)*	8.81%	6.25%
Average Annual Return (Geometric Mean)	9.03%	

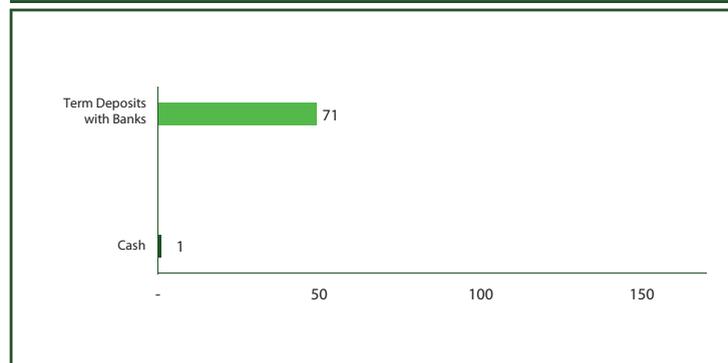
*Adjustment of accumulated WWF since Oct 1, 2009

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

Annual Historical Returns

Particulars	2013	2014	2015	2016	2017
Benchmark (%)	5.40	7.19	6.74	4.42	4.18
MCB CMOP (%)	9.20	8.25	8.83	5.77	7.11

Asset-wise Maturity (No. of Days)



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MUFAP's Recommended Format



December 31, 2017

General Information

Fund Type	An Open End Scheme
Category	Money Market Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (23-Jun-17)
Stability Rating	AAA(f) by PACRA (12-Jul-17)
Risk Profile	Low
Launch Date	20-March-2008
Fund Manager	Saad Ahmed
Trustee	MCB Financial Services Limited
Auditor	EY Ford Rhodes, Chartered Accountants
Management Fee	10% of Gross Earnings subject to minimum fee of 0.25% of average daily Net Assets
Front-end Load*	Nil
Back-end Load*	Nil
Min. Subscription	PKR 500
Listing	Pakistan Stock Exchange
Benchmark	70% three(3) months PKRV rates + 30% three (3) months average deposit rates of three (3) AA rated scheduled Banks selected by MUFAP.
Pricing Mechanism	Backward
Dealing Days	Monday - Friday
Cut off Timing	Mon-Fri (9:00AM to 4:30 AM) For same day redemption 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

During the month the fund generated a return of 4.45% against its benchmark return of 5.23%. The fund increased its exposure to 48.8% in T -Bills. WAM of the fund at month end stood at 3 Days.

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

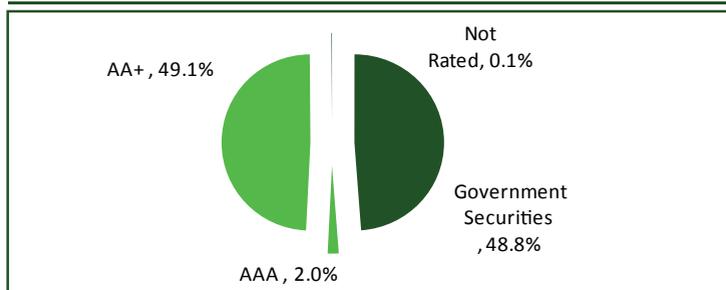
Fund Facts / Technical Information

Particulars	PCF	Benchmark
NAV per Unit (PKR)	51.4709	
Net Assets (PKR M)	562	
Weighted average time to maturity (Days)	3	
Sharpe Ratio*	0.029	0.27
Correlation*	27.2%	
Standard Deviation	0.05	0.02
Total expense ratio with government levy**	0.72%	
Total expense ratio without government levy	0.57%	

*as against 3 month PKV net of expenses

**This includes 0.15% representing government levy, Sindh Workers' Welfare fund and SECP fee

Asset Quality (%age of Total Assets)



Others

Provision against Sindh Workers' Welfare Fund's liability

PCF has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 1.65 million, if the same were not made the NAV per unit of PCF would be higher by Rs. 0.1514 and YTD return would be higher by 0.30%. For details, investors are advised to read Note 11.1 of the latest Financial Statements for the quarter ended September 30, 2017 of PCF.

Members of the Investment Committee

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

Asset Allocation (%age of Total Assets)

Particulars	Dec-17	Nov-17
Cash	51.1%	58.1%
T-Bills	48.8%	41.7%
Others including receivables	0.1%	0.2%

Performance Information (%)

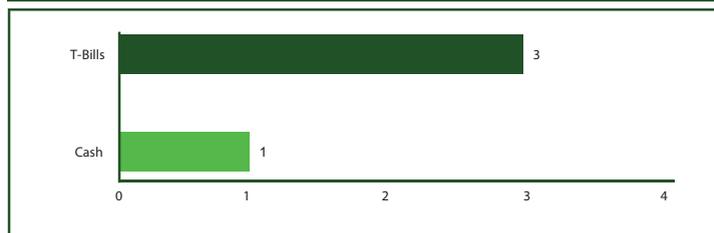
Particulars	PCF	Benchmark
Year to Date Return (Annualized)	4.70%	5.25%
Month to Date Return (Annualized)	4.45%	5.23%
180 Days Return (Annualized)	4.71%	5.25%
365 Days Return (Annualized)	8.02%	5.70%
Since inception (CAGR)	9.35%	10.27%
Average Annual Return (Geometric Mean)	9.40%	-

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

Annual Historical Returns

Particulars	2013	2014	2015	2016	2017
Benchmark (%)	10.5	9.56	9.83	6.75	6.07
PCF (%)	9.0	8.41	8.86	5.88	8.34

Asset-wise Maturity (No. of Days)



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MUFAP's Recommended Format



December 31, 2017

General Information

Fund Type	An Open End Scheme	
Category	Income Scheme	
Asset Manager Rating	AM2 ++ (AM Two Double Plus) by PACRA (23-Jun-17)	
Stability Rating	A+(f) by PACRA (12-Jul-17)	
Risk Profile	Low	
Launch Date	1-Mar-07	
Fund Manager	Saad Ahmed	
Trustee	Central Depository Company of Pakistan Limited	
Auditor	EY Ford Rhodes, Chartered Accountants	
Management Fee	1.5% p.a.	
Front-end Load*	Nil	
Growth and Income Units:	Individual:	1.5%
	Corporate:	Nil
Bachat Units:	Nil	
Back-end Load*	Nil	
Growth & Income Units	3% if redeemed before completion of two years from the date of initial investment.	
Bachat Units	0% if redeemed after completion of two years from the date of initial investment.	
Min. Subscription	PKR 500	
Growth & Bachat Units	PKR 100,000	
Income Units	Pakistan Stock Exchange	
Listing	Six(6) months KIBOR rates	
Benchmark	Forward	
Pricing Mechanism	Monday - Friday	
Dealing Days	Mon-Fri (9:00AM to 4:30 PM)	
Cut off Timing	Nil	
Leverage	Nil	
*Subject to government levies		

Others

Provision against Sindh Workers' Welfare Fund's liability

MCB-DCFIF has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 19.40 million, if the same were not made the NAV per unit of MCB-DCFIF would be higher by Rs. 0.3968 and YTD return would be higher by 0.37%. For details investors are advised to read Note 6.1 of the latest Financial Statements for the quarter ended September 30, 2017 of MCB-DCFIF.

Members of the Investment Committee

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

Asset Allocation (%age of Total Assets)

Particulars	Dec-17	Nov-17
Cash	42.1%	26.6%
Term Deposits with Banks	10.8%	14.6%
PIBs	0.1%	0.0%
TFCs	25.8%	28.7%
Spread Transactions	1.2%	6.8%
T-Bills	0.9%	4.0%
Others including receivables	11.6%	3.0%
Margin Trading	7.5%	16.3%

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.

Manager's Comment

During the month the fund generated an annualized return of 3.87% against its benchmark return of 6.07%. Allocations in cash has increased.

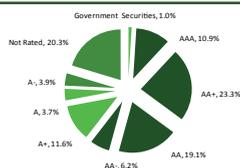
Fund Facts / Technical Information

NAV per Unit (PKR)	108.7421
Net Assets (PKR M)	5,316
Weighted average time to maturity (Years)	1.5
Duration (Years)	1.5
Sharpe Ratio*	0.04
Correlation*	5.8%
Standard Deviation	0.10
Total expense ratio with government levy**	1.23%
Total expense ratio without government levy	1.03%

*as against benchmark

**This includes 0.20% representing government levy, Sindh workers' welfare fund and SECP fee

Asset Quality (%age of Total Assets)



Performance Information (%)

Particulars	MCB - DCFIF	Benchmark
Year to Date Return (Annualized)	4.31%	6.14%
Month to Date Return (Annualized)	3.87%	6.07%
180 Days Return (Annualized)	4.28%	6.14%
365 Days Return (Annualized)	6.36%	6.23%
Since inception (CAGR)**	9.71%	10.29%
Average Annual Return (Geometric Mean)	9.8%	

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

Annual Historical Returns

Particulars	2013	2014	2015	2016	2017
Benchmark (%)	9.3	9.57	10.57	7.01	6.09
MCB-DCFIF (%)	9.8	10.79	12.64	6.23	6.50

**One off hit of 4% due to SECP directive on TFCs' portfolio Adjustment of accumulated WWF since July 1, 2008

Top 10 TFC Holdings (%age of Total Assets)

Bank AL-Habib Limited (17-MAR-16)	6.5%
Dawood Hercules Corporation Limited-SUKUK	6.3%
Bank Alfalah Limited (20-FEB-13)	6.0%
Askari Bank Limited (30-SEP-14)	4.2%
ENGRO Fertilizer Limited (09-JUL-14)	1.0%
The Bank of Punjab (23-DEC-16)	1.0%
Ghani Gases Limited (02-FEB-17)	0.8%
Saudi Pak Leasing Company Limited (13-Mar-08)	0.0%
Security Leasing Corporation Limited (01-Jun-07)	0.0%
Security Leasing Corporation Limited (28-Mar-06)	0.0%

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	27.55	27.55	27.55	-	0.00%	0.00%
Security Leasing Corporation Limited - Sukuk	3.46	1.21	1.21	-	0.00%	0.00%
Security Leasing Corporation Limited - TFC	4.15	2.45	2.45	-	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%

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MUFAP's Recommended Format



December 31, 2017

General Information

General Information

Fund Type	An Open End Scheme
Category	Income Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (23-Jun-17)
Stability Rating	A+(f) by PACRA (12-Jul-17)
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
Mln. Subscription Listing	PKR 500 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

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 2.88% against its benchmark return of 5.92%. Weighted Average Time to Maturity of the Fund stood at 1.5 years. Exposure in Cash was increased from 45.0% to 48.6% while exposure in TDRs decreased from 14.9% to 12.4%.

Fund Facts / Technical Information

NAV per Unit (PKR)	54.9169
Net Assets (PKR M)	1,440
Weighted average time to maturity (Years)	1.5
Duration (Years)	1.4
Sharpe Ratio	0.02
Correlation	6.24%
Standard Deviation	0.17
Total expense ratio with government levy*	1.16%
Total expense ratio without government levy	0.97%

* This includes 0.19% representing government levy, Sindh workers' 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	Head of Research

Others

Provision against Sindh Workers' Welfare Fund's liability

PIF has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 3.52 million, if the same were not made the NAV per unit of PIF would be higher by Rs. 0.1344 and YTD return would be higher by 0.25%. For details investors are advised to read Note 7.1 of the latest Financial Statements for the quarter ended September 30, 2017 of PIF.

Asset Allocation (%age of Total Assets)

Particulars	Dec-17	Nov-17
Cash	48.6%	45.0%
TFCs	27.0%	27.0%
Spread Transactions	0.0%	0.0%
T-Bills	3.3%	3.2%
Term Deposits with Banks	12.4%	14.9%
PIBs	0.5%	0.5%
Others including receivables	1.8%	2.6%
Margin Trading	6.4%	6.8%

Performance Information (%)

Particulars	PIF	Benchmark
Year to Date Return (Annualized)	4.26%	6.02%
Month to Date Return (Annualized)	2.88%	5.92%
180 Days Return (Annualized)	4.26%	6.02%
365 Days Return (Annualized)	6.69%	6.12%
Since inception (CAGR)	9.51%	8.81%
Average Annual Return (Geometric Mean)	9.55%	-

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

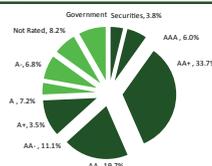
Annual Historical Returns

Particulars	2013	2014	2015	2016	2017
Benchmark (%)	11.00	9.33	10.43	6.97	6.05
PIF(%)	7.20	8.13	11.31	6.14	6.90

Top 10 TFC Holdings (%age of Total Assets)

Dawood Hercules Corporation Limited - Sukuk	6.9%
Bank AL-Habib Limited (17-MAR-16)	5.8%
Bank AL Falah Limited (20-Feb-13)	3.6%
International Brands Limited - Sukuk	3.4%
Ghani Gases Limited (02-Feb-17)	2.9%
Askari Bank Limited (23-Dec-11)	2.5%
Askari Bank Limited (30-Sep-14)	1.7%
Byco Petroleum Pakistan Limited (18-Jan-17)	0.1%
PACE Pakistan Limited (15-Feb-08)	0.0%
Telecard Limited (27-May-05)	0.0%

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	Provision 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



December 31, 2017

General Information

Fund Type	An Open End Scheme	
Category	Income Scheme	
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (23-Jun-17)	
Stability Rating	AA-(f) by PACRA (12-Jul-17)	
Risk Profile	Low to Moderate	
Launch Date	1-March-2003	
Fund Manager	Saad Ahmed	
Trustee	Central Depository Company of Pakistan Limited	
Auditor	EY Ford Rhodes, 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*	Type A Units	Corporate: Nil
	Individual: 1.5%	Nil
	Type B "Bachat" Units	Nil
Back-end Load*	Type A Units	Nil
	Type B "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 month PKRV 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

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 4.56% as against its benchmark return of 5.80%. Allocation in T-Bills was decreased to 40.8% from 68.5%. While exposure in Cash was increased to 57.1% from 28.3%.

WAM of the fund stood at 102 days at month end.

Fund Facts / Technical Information

NAV per Unit (PKR)	54.45
Net Assets (PKR M)	964
Weighted average time to maturity (Days)	102
Duration (Days)	102
Sharpe Ratio*	0.003
Correlation	20.17%
Standard Deviation	0.16
Total expense ratio with government levy**	0.64%
Total expense ratio without government levy	0.49%

*Against 12M PKRV

**This includes 0.15% representing government levy, Sindh workers' welfare fund and SECP fee

Others

Provision against Sindh Workers' Welfare Fund's liability

MCB-PSF has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 4.11 million, if the same were not made the NAV per unit of MCB-PSF would be higher by Rs. 0.2320 and YTD return would be higher by 0.44%. For details investors are advised to read Note 7.1 of the latest Financial Statements for the quarter ended September 30, 2017 of MCB-PSF.

Members of the Investment Committee

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

Asset Allocation (%age of Total Assets)

Particulars	Dec-17	Nov-17
Cash	57.1%	28.3%
T-Bills	40.8%	68.5%
PIBs	1.7%	2.7%
Others including Receivables	0.4%	0.5%

Performance Information (%)

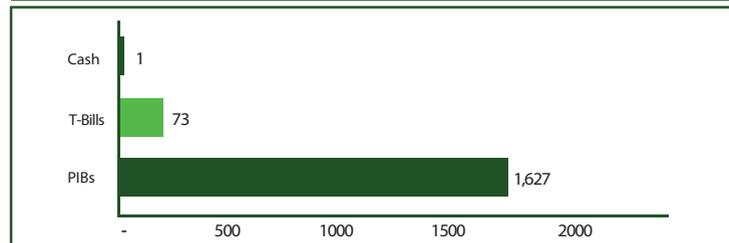
Particulars	MCB-PSF	Benchmark
Year to Date Return (Annualized)	4.93%	5.90%
Month to Date Return (Annualized)	4.56%	5.80%
365 Days Return (Annualized)	6.31%	5.99%
180 Days Return (Annualized)	4.96%	5.90%
Since inception (CAGR)	7.57%	8.37%
Average Annual Return (Geometric Mean)	7.26%	-

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

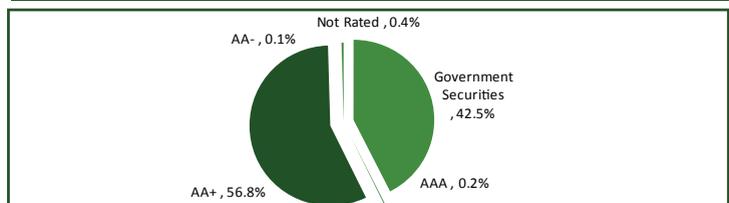
Annual Historical Returns

Particulars	2013	2014	2015	2016	2017
Benchmark (%)	11.00	9.11	10.41	6.93	5.88
MCB-PSF (%)	12.30	9.26	16.58	7.30	5.89

Asset-wise Maturity (No. of Days)



Asset Quality (%age of Total Assets)



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MUFAP's Recommended Format



December 31, 2017

General Information

Fund Type	An Open End Scheme
Category	Aggressive Fixed Income Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (23-Jun-17)
Stability Rating	A+(f) by PACRA (12-Jul-17)
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	15% of the gross earnings subject to a minimum fee of 0.25% of the average daily net assets and maximum fee of 1.5% of average Annual Net Assets
Front-end Load*	For Type A Units : Individual: 2% Corporate: Nil Type B Units : Individual: 2% Corporate: Nil
Back-end Load*	For Type C "Bachat" Units Nil Type A & 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 redeemed after completion of two (2) years from the date of initial investment.
Min. Subscription	Type A Units PKR 500/- Type B Units PKR 10,000,000/- Type C "Bachat" Units PKR 500/-
Listing	Pakistan Stock Exchange
Benchmark	One (1) year 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	

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 3.43% as against its benchmark return of 6.35%. Exposure in TFCs and Term Deposits stood at 30.4% and 6.8%, respectively. Exposure in cash decreased to 21.8% from 46.3% in the previous month.

Fund Facts / Technical Information

NAV per Unit (PKR)	54.5016
Net Assets (PKR M)	2,167
Weighted average time to maturity (Years)	1.9
Duration (Years)	1.7
Sharpe Ratio*	0.04
Correlation*	15.71%
Standard Deviation	0.12
Total expense ratio with government levy**	0.93%
Total expense ratio without government levy	0.76%
*as against benchmark	
**This includes 0.17% representing government levy, Sindh Workers' Welfare Fund and SECP fee	

Annual Historical Returns

Particulars	2013	2014	2015	2016	2017
Benchmark (%)	12.30	8.73	11.75	7.52	6.40
PIEF (%)	7.20	8.73	13.63	8.33	5.06

Others

Provision against Sindh Workers' Welfare Fund's liability

PIEF has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs 4.19 million, if the same were not made the NAV per unit of PIEF would be higher by Rs. 0.1054 and YTD return would be higher by 0.20%. For details investors are advised to read Note 7.2 of the latest Financial Statements for the quarter ended September 30, 2017 of PIEF.

Members of the Investment Committee

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

Asset Allocation (%age of Total Assets)

Particulars	Dec-17	Nov-17
Cash	21.8%	46.3%
PIBs	0.9%	0.8%
TFCs	30.4%	28.3%
T-Bills	2.9%	2.7%
Term Deposits with Banks	6.8%	6.3%
Others including receivables	3.7%	2.8%
Margin Trading	14.9%	5.6%
Spread Transactions	0.0%	0.9%
Commerical Papers	11.8%	0.0%
Certificate of Musharakah	6.8%	6.3%

Performance Information (%)

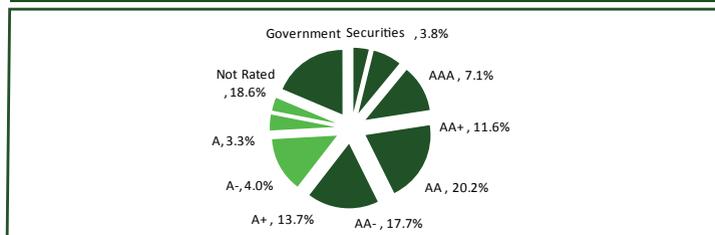
Particulars	PIEF	Benchmark
Year to Date Return (Annualized)	5.25%	6.45%
Month to Date Return (Annualized)	3.43%	6.35%
180 Days Return (Annualized)	5.25%	6.44%
365 Days Return (Annualized)	5.91%	6.54%
Since inception (CAGR)	10.29%	10.63%
Average Annual Return (Geometric Mean)	10.05%	

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

Top 10 TFC Holdings (%age of Total Assets)

Dawood Hercules Corporation Limited-Sukuk	6.9%
Jahangir Siddiqui & Company Limited (18-Jul-17)	5.8%
The Bank of Punjab (23-Dec-16)	4.4%
Bank Al Habib Limited (17-Mar-16)	3.9%
Askari Bank Limited (23-Dec-11)	3.7%
Askari Bank Limited (30-Sep-14)	3.0%
Bank Al Falah Limited (20-Feb-13)	2.7%
Byco Petroleum Pakistan Limited (18-Jan-17)	0.0%
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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MUFAP's Recommended Format



December 31, 2017

General Information

Fund Type	An Open End Scheme	
Category	Asset Allocation Scheme	
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (23-Jun-17)	
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*	Growth & Cash Dividend Units	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.	
	<u>Class "B" Units</u>	
	Year since purchase of units	Backend Load
	First	3%
	Second	2%
	Third	1%
	Fourth and beyond	0%
Min. Subscription Listing	PKR 500 Pakistan Stock Exchange	
Benchmark	6 months KIBOR plus 200 bps	
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

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 0.22% during the month against the benchmark return of 0.70%, while since inception return stood at 77.30%. Exposure in equities was increased.

Fund Facts / Technical Information

NAV per Unit (PKR)	77.6116
Net Assets (PKR M)	2,999
Sharpe Ratio*	-0.0049
Beta**	0.17
Max draw up	266.96%
Max draw down	-48.57%
Standard Deviation	0.55
Total expense ratio with government levy***	1.81%
Total expense ratio without government levy	1.62%

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

***This includes 0.19% representing government levy, Sindh Workers' Welfare Fund and SECP fee

Performance Information (%)

Particulars	MCB - PAAF	Benchmark
Year to Date Return	-4.21%	4.20%
Month to Date Return	0.22%	0.70%
180 Days Return	-3.51%	4.11%
365 Days Return	-6.46%	8.50%
Since inception*	77.30%	

*Adjustment of accumulated WWF since July 1, 2008

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

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MUFAP's Recommended Format

Others

Provision against Sindh Workers' Welfare Fund's liability

MCB-PAAF has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 9.07 million, if the same were not made the NAV per unit of MCB-PAAF would be higher by Rs. 0.2348 and YTD return would be higher by 0.29%. For details investors are advised to read Note 7.2 of the latest Financial Statements for the quarter ended September 30, 2017 of MCB-PAAF.

Members of the Investment Committee

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

Branch Renovation Expense Charged to the Fund (PKR)

	MTD	YTD
	1,009,262	6,487,347

Asset Allocation (%age of Total Assets)

Particulars	Dec-17	Nov-17
Cash	52.2%	4.8%
TFCs	3.7%	3.6%
Stocks / Equities	36.6%	34.4%
Spread Transactions	0.0%	0.0%
T-Bills	0.0%	47.8%
PIBs	0.1%	0.1%
Term Deposits with Banks	4.8%	4.7%
Others including receivables	1.8%	4.6%
Commercial Paper	0.8%	0.0%

Absolute Returns

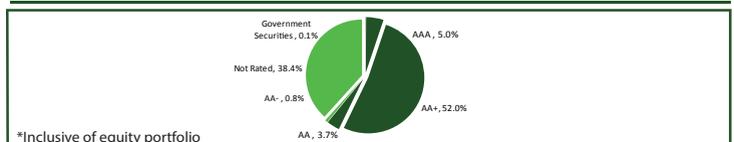
Particulars	2013	2014	2015	2016	2017
Benchmark (%)	NA	NA	8.85*	9.86	7.75
MCB-PAAF (%)	19.20	11.95	19.41	3.21	9.54

* November-14 to June-15

Top 10 Holdings (%age of Total Assets)

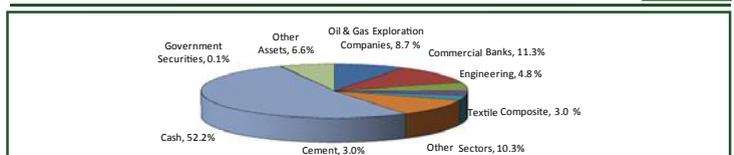
Bank AL Habib Limited (17-Mar-16)	TFC	3.4%
Bank Alfalah Limited	Equity	3.4%
Lucky Cement Limited	Equity	3.0%
Oil & Gas Development Company Limited	Equity	2.5%
Pakistan Oil Fields Limited	Equity	2.4%
International Industries Limited	Equity	2.4%
Pakistan Petroleum Limited	Equity	1.9%
Pak Elektron Limited	Equity	1.9%
Mari Petroleum Company Limited	Equity	1.9%
International Steels Limited	Equity	1.8%

Asset Quality (%age of Total Assets)*



*Inclusive of equity portfolio

Sector Allocation (%age of Total Assets)





December 31, 2017

General Information

Fund Type	An Open End Scheme
Category	Asset Allocation Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (23-Jun-17)
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 Listing	PKR 500
Benchmark	Pakistan Stock Exchange 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	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 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 0.38% against its benchmark return of 0.54%. The fund increased its exposure in cash from 47.2% to 56.6% and decreased equities from 1.0% to 0.5%. Exposure in T-bills was increased to 7.0% while exposure in TDRs decreased to 10.2%.

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	Head of Research
Mohammad Aitazaz Farooqui	Research Analyst

Performance Information (%)

Particulars	MCB PFPF	Benchmark
Year to Date Return	1.82%	2.24%
Month to Date Return	0.38%	0.54%
365 days Return	3.75%	4.50%
180 days Return	1.82%	2.21%
Since inception	11.27%	12.97%

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

Absolute Returns

	2016**	2017
Benchmark (%)	4.36	5.88
MCB-PFPF (%)	3.54	5.54

** From November 16, 2015 to June 30, 2016

Others

Provisions against Sindh Workers' Welfare Fund's liability

MCB-PFPF has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 1.79 million, if the same were not made the NAV per unit of MCB PFPF would be higher by 0.2658 and YTD return would be higher by 0.27%. For details investors are advised to read Note 7.1 of the latest Financial Statements for the quarter ended September 30, 2017 of MCB-PFPF.

Asset Allocation (%age of Total Assets)

Particulars	Dec-17	Nov-17
Stock / Equities	0.5%	1.0%
Cash	56.6%	47.2%
PIBs	0.0%	0.0%
T-Bills	7.0%	6.7%
Term Deposits with Banks	10.2%	19.6%
Margin Trading	1.9%	10.7%
TFCs	9.6%	9.2%
Others including receivables	5.8%	4.2%
Commercial Paper	8.4%	0.0%
Spread Transactions	0.0%	1.4%

Top Holdings (%age of Total Assets)

The Bank of Punjab (23-Dec-16)	TFC	9.4%
Dolmen City REIT	Equity	0.4%
Byco Petroleum Pakistan Limited (18-Jan-17)	Sukuk	0.1%
Kohinoor Textile Mills Limited	Equity	0.0%

Fund Facts / Technical Information

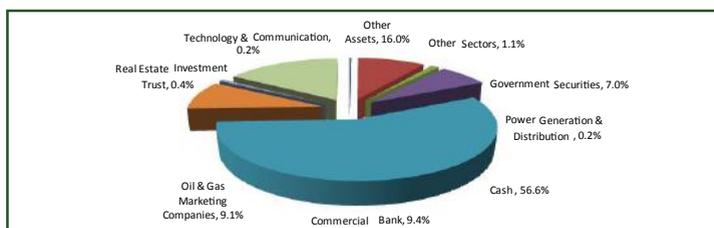
NAV per Unit (PKR)	100.7141
Net Assets (PKR M)	678
Total expense ratio with government levy*	1.12%
Total expense ratio without government levy	0.95%

*This includes 0.17% representing government levy, Sindh Workers' Welfare fund and SECP fee

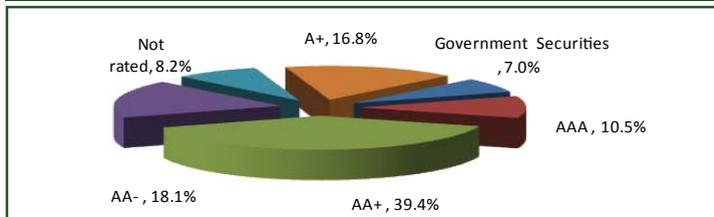
Branch Renovation Expense Charged to the Fund (PKR)

	MTD	YTD
	7,754	1,053,191

Sector Allocation (%age of Total Assets)



Asset Quality (%age of Total Assets)



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MUFAP's Recommended Format



December 31, 2017

General Information

Fund Type	An Open End Scheme	
Category	Balanced Scheme	
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (23-Jun-17)	
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*	Individual: 2%	Corporate: Nil
Back end Load*	Nil	
Min. Subscription Listing	PKR 500 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 0.75% during the month against the benchmark return of 0.97%. The Fund increased its exposure in cash to 40.6%

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	Head of Research
Muhammad Aitazaz Farooqui	Research Analyst

Performance Information (%)

Particulars	PCM	Benchmark
Year to Date Return	-6.59	-7.74
Month to Date Return	0.75	0.97
180 days Return	-5.44	-6.22
365 days Return	-4.08	-9.35
Since inception	612.26	527.64

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

Annual Historical Returns

Particulars	2013	2014	2015	2016	2017
Benchmark (%)	29.20	27.12	13.92	8.89	19.62
PCM (%)	28.10	26.10	31.11	5.17	25.36

Others

Provision against Sindh Workers' Welfare Fund's liability

PCMF has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 3.90 million, if the same were not made the NAV per unit of PCMF would be higher by Rs. 0.0699 and YTD return would be higher by 0.61%. For details investors are advised to read Note 7.1 of the latest Financial Statements for the quarter ended September 30, 2017 of PCMF.

Asset Allocation (%age of Total Assets)

Particulars	Dec-17	Nov-17
Cash	40.6%	24.0%
T-Bills	0.0%	22.8%
TFCs	0.2%	0.2%
Stocks / Equities	54.0%	47.8%
Term Deposit With Banks	4.0%	3.9%
Others including receivables	1.2%	1.3%

Top 10 Holdings (%age of Total Assets)

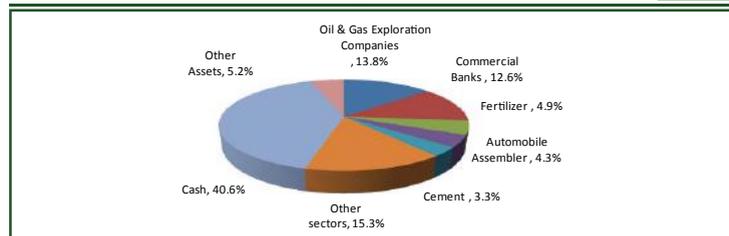
Particulars	Equity	%
Pakistan Oilfields Limited	Equity	5.4%
Engro Corporation Limited	Equity	4.9%
Oil & Gas Development Company Limited	Equity	4.4%
Mari Petroleum Company Limited	Equity	3.6%
United Bank Limited	Equity	3.5%
MCB Bank Limited	Equity	2.8%
Mughal Iron & Steel Industries Limited	Equity	2.4%
Bank Al-Falah Limited	Equity	2.2%
Lucky Cement Limited	Equity	2.2%
Faysal Bank Limited	Equity	2.0%

Fund Facts / Technical Information

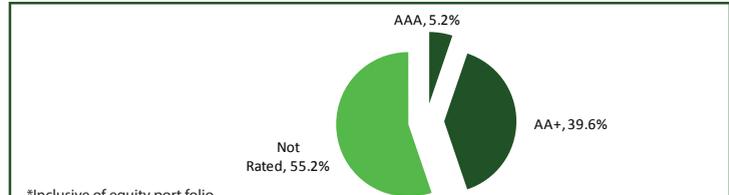
Particulars	PCM	Benchmark
NAV per Unit (PKR)	10.7700	
Net Assets (PKR M)	602	
Sharpe Ratio	0.043	0.040
Beta	0.93	1.00
Max draw up	723.16%	652.61%
Max draw down	-44.71%	-46.24%
Standard Deviation	0.80	0.77
Total expense ratio with government levy*	1.65%	
Total expense ratio without government levy	1.45%	

*This includes 0.20% representing government levy, Sindh Worker's Welfare Fund and SECP fee.

Sector Allocation (%age of Total Assets)



Asset Quality (%age of Total Assets)*



*Inclusive of equity port folio

DISCLAIMER

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MUFAP's Recommended Format



December 31, 2017

General Information

Fund Type	An Open End Scheme	
Category	Equity Scheme	
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (23-Jun-17)	
Stability Rating	Not Applicable	
Risk Profile	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 Listing	PKR 500 Pakistan Stock Exchange	
Benchmark	KSE 100 Index	
Pricing Mechanism	Forward	
Dealing Days	Monday - Friday	
Cut off Timing	Mon - Fri (9:00AM to 4:30 PM)	
Leverage	Nil	

*Subject to government levies

Investment Objective

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

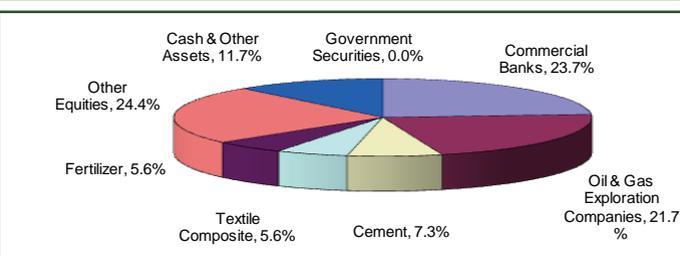
Manager's Comment

The fund posted a return of 1.4% during December 2017, yielding a 20 basis points outperformance, compared to benchmark return of 1.2%. For fiscal year to date, the fund posted negative returns of 11.2% vs negative 13.1% in its benchmark, resulting in an outperformance of 188 basis points. During the month we increase exposure in Cement stocks by 5.2% as steep price correction in the sector brought valuations to attractive levels. We increased exposure in Banks by 3.7% during the month mainly on account of PKR depreciation and rising inflation expectations. Exposure in Power Generation however was reduced by 1.5% amid negativity surrounding FO based power plants. At the month end, the fund was 88.3% invested in equities, while the rest in cash and cash equivalent

Members of the Investment Committee

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

Sector Allocation (%age of Total Assets)



Others

Provision against Sindh Workers' Welfare Fund's liability

MCB-PSM has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs 57.88 million, if the same were not made the NAV per unit of MCB-PSM would be higher by Rs. 0.5277 and YTD return would be higher by 0.51%. For details investors are advised to read Note 7.2 of the latest Financial Statements for the quarter ended September 30, 2017 of MCB-PSM.

Asset Allocation (%age of Total Assets)

Particulars	Dec-17	Nov-17
Stocks / Equities	88.3%	80.9%
Cash	10.2%	1.0%
T-Bills	0.0%	13.3%
Others including receivables	1.5%	4.8%

Top 10 Equity Holdings (%age of Total Assets)

Pakistan Oilfields Limited	6.9%
Oil and Gas Development Company Limited	6.6%
Pakistan Petroleum Limited	5.1%
Habib Bank Limited	4.8%
Bank Al-Falah Limited	4.4%
Hub Power Company Limited	4.3%
Engro Corporation Limited	4.1%
Lucky Cement Limited	3.8%
United Bank Limited	3.6%
Mari Petroleum Company Limited	3.1%

Fund Facts / Technical Information

Particulars	MCB-PSM	KSE-100
NAV per Unit (PKR)	91.0076	
Net Assets (PKR M)	9,982	
Price to Earning (x)*	9.09	8.85
Dividend Yield (%)	5.22	5.76
No. of Holdings	60	100
Weighted. Avg Mkt Cap (PKR Bn)	137.19	156
Sharpe Ratio	0.06	0.05
Beta	0.76	1.0
Correlation	91.5%	
Max draw up	4115.48%	3361.45%
Max draw down	-56.21%	-69.28%
Standard Deviation	1.09	1.31
Total expense ratio with government levy**	1.78%	
Total expense ratio without government levy	1.59%	

*prospective earnings

**This includes 0.19% representing government levy, Sindh Workers' Welfare Fund and SECP fee.

Branch Renovation Expense Charged to the Fund (PKR)

	MTD	YTD
	3,193,232	20,519,172

Performance Information (%)

Particulars	MCB-PSM	Benchmark
Year to Date Return	-11.21%	-13.09%
Month to Date Return	1.37%	1.15%
180 days Return	-9.13%	-10.84%
365 days Return	-10.69%	-15.34%
Since inception	2931.29%	2061.12%

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

	2013	2014	2015	2016	2017
Benchmark (%)	52.20	41.16	16.01	9.84	23.24
MCB-PSM (%)	49.40	34.78	39.35	5.25	29.54

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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 (23-Jun-17)
Stability Rating	Not Applicable
Launch Date	29-Jun-2007
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 1.06% while the KSE-100 return stood at 1.15%. Overall equity allocation was increased.

Debt sub-fund generated an annualized return of 3.67% during the month. Exposure in cash was decreased.

Money Market sub-fund generated an annualized return of 4.29% during the month. Exposure in T-Bills was decreased.

Members of the Investment Committee

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

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

Oil & Gas Development Company Limited	7.7%
Pakistan Oilfields Limited	7.4%
Pakistan Petroleum Limited	7.0%
Engro Corporation Limited	5.6%
Mari Petroleum Company Limited	4.6%
Hub Power Company Limited	4.3%
Bank Al-Falah Limited	4.3%
Bank AL-Habib Limited	3.5%
Lucky Cement Limited	3.4%
Engro Fertilizers Limited	3.3%

Others

Provision against Sindh Workers' Welfare Fund's liability

PPF-EQ has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 3.77 million, if the same were not made the NAV per unit would be higher by Rs. 2.6583 and YTD return would be higher by 0.47%. For details investors are advised to read Note 9.2 of the latest Financial Statements for the quarter ended September 30, 2017 of PPF.

PPF-DT has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 1.41 million, if the same were not made the NAV per unit would be higher by Rs. 0.6170 and YTD return would be higher by 0.27%. For details investors are advised to read Note 9.2 of the latest Financial Statements for the quarter ended September 30, 2017 of PPF.

PPF-MM has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 0.35 million, if the same were not made the NAV per unit would be higher by Rs. 0.4240 and YTD return would be higher by 0.20%. For details investors are advised to read Note 9.2 of the latest Financial Statements for the quarter ended September 30, 2017 of PPF.

PPF - Money Market (%age of Total Assets)

Particulars	Dec-17	Nov-17
Cash	58.9%	23.6%
T-Bills	5.0%	41.9%
Others including receivables	0.6%	0.7%
Term Deposits with Banks	35.5%	33.8%

PPF - Debt (%age of Total Assets)

Particulars	Dec-17	Nov-17
Cash	11.7%	12.5%
PIBs	2.2%	2.2%
TFCs	21.2%	21.6%
T-Bills	26.0%	26.1%
Others including receivables	1.0%	1.1%
Term Deposits with Banks	36.1%	36.5%
Commercial Paper	1.8%	0.0%

PPF - Equity (%age of Total Assets)

Particulars	Dec-17	Nov-17
Cash	4.4%	8.2%
Oil & Gas Exploration Companies	26.6%	25.3%
Commercial Banks	19.7%	16.7%
Power Generation & Distribution	8.9%	10.0%
Fertilizer	6.0%	6.0%
Automobile Assembler	4.3%	4.6%
Other equity sectors	28.3%	26.3%
Others including receivables	1.8%	2.9%

Performance Information & Net Assets

Particulars	PPF-EQ*	PPF-DT**	PPF-MM**
Year to Date Return (%)	-14.99	4.23	4.31
Month to Date Return (%)	1.06	3.67	4.29
Since inception (%)	380.29	8.46	7.54
Net Assets (PKR M)	680.66	534.38	178.36
NAV (Rs. Per unit)	480.39	234.67	214.77

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

	2013	2014	2015	2016	2017
PPF - EQ*	55.70	49.60	37.95	10.77	35.72
PPF - DT**	10.10	7.16	16.85	7.35	4.31
PPF - MM**	8.20	7.15	7.17	4.40	4.30

* Total Return

** Annualized return

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MCB-ARIF HABIB
Savings and Investments Limited

AM2++
by PACRA



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GROWTH TO OUR TRUSTED CLIENTS

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.