

# MONEY MATTERS



MCB-ARIF HABIB  
Savings and Investments Limited

Fund Manager's Report

JUNE 2018



# FUND PERFORMANCE



## Fund Returns

Funds	YTD (FY 18)	(July 2016 to June 2017)	(July 2015 to June 2016)
<b>Money Market Schemes</b>			
MCB Cash Management Optimizer	5.41%	7.11%	5.77%
Pakistan Cash Management Fund	4.67%	8.34%	5.88%
<b>Income Schemes</b>			
MCB DCF Income Fund	4.62%	6.50%	6.23%
MCB Pakistan Sovereign Fund	5.08%	5.89%	7.30%
Pakistan Income Fund	4.77%	6.90%	6.14%
<b>Aggressive Fixed Income Scheme</b>			
Pakistan Income Enhancement Fund	5.17%	5.06%	8.33%
<b>Asset Allocation Schemes</b>			
MCB Pakistan Frequent Payout Fund	4.50%	5.54%	3.54%*
MCB Pakistan Asset Allocation Fund	-2.55%	9.54%	3.21%
<b>Balanced Scheme</b>			
Pakistan Capital Market Fund	-3.21%	25.36%	5.17%
<b>Equity Scheme</b>			
MCB Pakistan Stock Market Fund	-7.51%	29.54%	5.25%
<b>Voluntary Pension Scheme</b>			
Pakistan Pension Fund-Debt	4.31%	4.31%	7.35%
Pakistan Pension Fund-Money Market	4.39%	4.30%	4.40%
Pakistan Pension Fund-Equity	-9.43%	35.72%	10.77%

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

	Value as at 30 <sup>th</sup> June 2018
PKR 100 invested in PSM	PKR 3,158
PKR 100 invested in KSE100 index	PKR 2,238

## Earn more with PSM



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

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

Annualized Returns for: Money Market, Income, Aggressive Fixed Income, Pakistan Pension Fund (Debt and Money Market).  
Absolute Returns for: Asset Allocation, Balanced, 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](mailto:mcbah.qa@mcbah.com)

# DEAR INVESTORS,

Assalam-o-Alaikum from your reliable savings partner!

Thank you for taking the time out to review our Fund Manager's Report for the month of June 2018. We would like to express our deepest gratitude to our investors for their support which motivates us to constantly improve our services and deliver nothing but the absolute best!

As the financial year draws to a close, our focus has been on the importance of goals, which inherently set one's path to success. While it's very common to set goals regularly, whether to upgrade one's lifestyle or to plan a family vacation, very few people are able to follow through. Did you know research shows that merely 3% of people have clearly defined written goals and less than 1% review these goals to measure the progress? What eventually leads to diversion from the path of goal accomplishment is lack of planning and having a myopic view which stops individuals from looking ahead.

Whether it is a goal aiming to save up for Hajj or sending your children to a university abroad for higher education, it is important that you plan ahead in order to make these goals achievable. There is no better time than today to chalk out what you want to achieve and then start saving accordingly. Like all good things in life, investing in Mutual Funds takes time and patience. The investment you make today will grow over time so you and your family can reap the rewards by enjoying the fruits of your labour and the legacy you build to leave behind.

All this and more can simply be done by speaking to our team of experts who will devise the best possible investment journey that bring you closer to your goals. You can simply start saving through MCB-AH's Digital Platform, "iSave" which lets customers invest and manage their portfolio in a simple and convenient way with a flexibility of encashment any time, hence making investment experience swift, smart and easy.

If you have any query, please feel free to contact us on our 24/7 helpline at 0800-622-24. Our investor services officers are always available to serve you, round the clock. You may also visit our website [mcbah.com](http://mcbah.com) to learn more about our products and services.

**Mutual Funds Zaroori Hai!**



**Muhammad Saqib Saleem**

Chief Executive Officer



## MACRO-ENVIRONMENT REVIEW AND OUTLOOK

FY18 has been a rollercoaster ride of contradicting economic indicators with benign inflation and healthy LSM growth positively contributing to the economy while mounting fiscal pressure, falling FX reserves, and political turmoil created a negative impact on the economy. Upward trending global commodity prices, especially rising crude oil prices, further added to the woes of the local economy.

GDP growth is expected to set at a record 10 years high of -5.7% supported by a robust industrial and services sector growth. The marked end of power crises along with easing monetary cycle has led to an expansion in LSM growth which is expected to post a growth of -7% for FY18. Inflation as measured by CPI has averaged -4.0% owing to adequate supply of commodities and a stable currency during the most part of the year. However, for FY19, we expect CPI to jack up to -7.2% owing to rising commodity prices along with depreciation in currency. Furthermore, the weaker currency is also expected to shoot up the core inflation above 8.0%.

External sector has been the Achilles heel as a record high current account deficit along with financial flows by both bilateral and multilateral institutions have caused a scarcity of dollars. Current account deficit soared to USD -16 billion, nearly 5.4% of the GDP raising alarm bells for the economy. As a result of which, foreign exchange reserves of SBP have depleted by USD 6.5 bn during FY18 to USD 9.7 bn, providing a mere import coverage of -2.0x. Nevertheless, the success of amnesty scheme can allay concerns toward external account for short run. By large, Pakistan could be heading towards another IMF program during the second quarter of next fiscal year unless significant flows are generated via the amnesty scheme.

Fiscal side is also expected to weaken as reckless spending by the government will cause fiscal deficit to cross above 6.0% of GDP. Given pressures on the external front along with rising inflation, State Bank is expected to tighten the monetary policy which shall result in higher debt servicing cost for the government during the next fiscal year. Along with entry to the IMF program, which will aim to curtail the fiscal deficit, shall sharply bring down the developmental expenditures during the next year.

For the next year the economic growth is expected to slightly slow down as a weak currency and tighter monetary policy will rein on the consumption patterns. However, increased power supply along with the documentation of economy will provide a respite to the economic managers during this critical juncture.

## EQUITY MARKET REVIEW AND OUTLOOK

The benchmark index shed around 935 points to close at 41910.9 points which is a decline of around -2% MoM. This takes FY18 cumulative return to a negative of -10%. Once again, both economic and political factors continued to haunt investors keeping them at bay. Continuing the full year trend, foreigners' interest seemed low as they kept offloading local equities selling USD 74 mn taking total foreign selling for the year to USD 288.56 mn.

During the month, most of the foreign selling was mainly absorbed by Insurance Companies, accumulating USD 56.85 Mn worth of stocks. During the month, volumes and values during the month averaged around 163 mn shares/ USD 7.5 bn depicting a growth of 22% and 33% respectively. The dominant themes of the month were more political than economic with FATF's pending decision of listing Pakistan on the grey list which eventually materialized at the end of the month.

Like previous month, Cements and Autos were the major laggards. Cement sector lost -8.7% during the month with increasing coal prices and imminent supply additions in the sector. Autos lost -11% incorporating the negative sentiments prevailing post-budget due to government's announcement of barring non-filers from purchasing vehicles. Amongst the major sectors, Refineries and Fertilizers gained around 1.3% and 1.2%, respectively. Fertilizer rallied due to improved sector dynamics in the form of comfortable inventory levels and enhanced pricing power of the manufacturers being reflected in increased fertilizer prices post-budget.

Going forward, we expect the market to remain volatile owing to emerging concerns on the economy. We continue to track trends in the economic indicators of the country and adjust our portfolio accordingly. Although clarity of FATF's decision has provided some respite, we await elections in July-end and its results' impact on the market. 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.

## MONEY MARKET REVIEW AND OUTLOOK

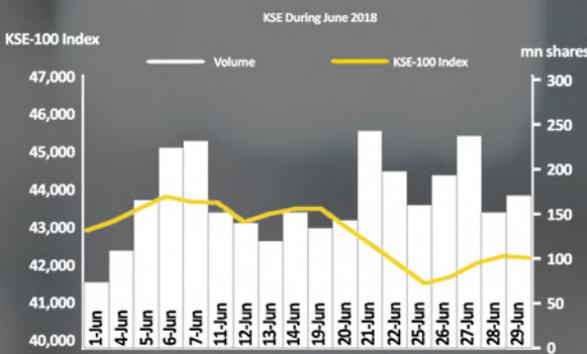
During the month long term yield curve showed an upward trajectory as onwards market is expecting increase in policy rate. Most of the activity in bond market was witnessed in newly issued floater PIBs. SBP conducted auction for Floater 10 years bond on Jun 27, 2018 in which a total participation of PKR 122 billion was witnessed out of which a total of PKR 13.82 billion was accepted at a rate of benchmark + 50 bps.

Throughout the month overnight market remained liquid forcing State Bank to conduct frequent OMO's to cater market liquidity.

Auction for fixed coupon bonds was held on Jun 13, 2018 which witnessed a meager participation of PKR 9.18 billion. 3 years PIB received majority bids amounting to PKR 2.6 billion whereas, 5 years and 10 years PIB receive bids worth PKR 0.2 billion and PKR 0.6 billion respectively. Bids worth PKR 2.67 billion, PKR 0.54 billion and PKR 0.596 billion were accepted at a cut off yield of 7.50%, 8.48% and 8.69% in 3, 5 and 10 years tenor respectively.

SBP Conducted Treasury bill auction on June 20, 2018. The auction had a total maturity of PKR 23 billion against which a total participation of PKR 111.3 billion was witnessed. Majority of the bids were received in 3 months tenor whereas market was reluctant in participating in 6 and 12 months paper. Out of total bids only an amount of PKR 57.35 billion in 3 months tenor was accepted at a cut off yield of 6.7596%.

Going forward we expect further monetary tightening as despite a strong recovery in exports and a moderate increase in workers' remittances the growing imports is further widening the current account deficit and in absence of financial flows the government would be left with no other choice but to manage it by using their own resources.





June 30, 2018

## General Information

Fund Type	An Open End Scheme
Category	Money Market Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (28-Dec-17)
Stability Rating	AA+(f) by PACRA (30-June-18)
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. [Actual rate of Management Fee : 0.66%]
Front / Back end Load*	Nil
Min. Subscription	PKR 500
Growth Units	PKR 500
Cash Dividend Units	PKR 100,000
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
Pricing Mechanism	Backward
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 10:00 AM)
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 5.66% during the month against benchmark of 5.92%. The fund increased its exposure in cash to 99.5% from 39.4%

WAM of the fund was 1 day.

## Fund Facts / Technical Information

NAV per Unit (PKR)	105.9707
Net Assets (PKR M)	11,993
Weighted average time to maturity (Days)	1
Sharpe Ratio*	0.04
Correlation**	14%
Standard Deviation	0.037
Total expense ratio with government levy***	1.12%
Total expense ratio without government levy	0.83%

\*As against 12 month PKRV

\*\*As against Benchmark

\*\*\* This includes 0.29% representing government levy, Sindh Workers' Welfare fund and SECP Fee

## Annualized

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

## 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 18.71 million, if the same were not made the NAV per unit of MCB-CMOP would be higher by Rs 0.1653 and YTD return would be higher by 0.16%. For details investors are advised to read Note 8.1 of the latest Financial Statements for the quarter ended March 31, 2018 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	June18	May-18
Cash	99.5%	39.4%
T-Bills	0.0%	60.2%
PIBs	0.0%	0.0%
Term Deposits with Banks	0.0%	0.0%
Placement with Banks and DFIs	0.0%	0.0%
Others including receivables	0.5%	0.4%

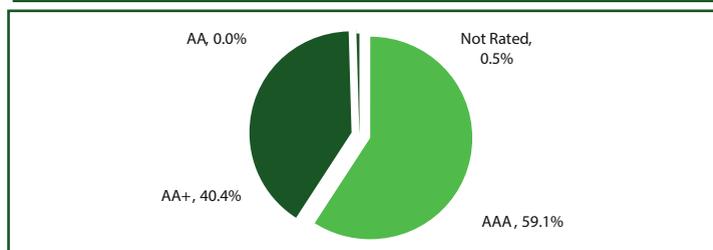
## Performance Information (%)

Particulars	MCB CMOP	Benchmark
Year to Date Return (Annualized)	5.41%	5.35%
Month to Date Return (Annualized)	5.66%	5.92%
180 Days Return (Annualized)	5.37%	5.52%
365 Days Return (Annualized)	5.41%	5.35%
Since inception (CAGR)*	8.62%	6.20%
Average Annual Return (Geometric Mean)	8.64%	-

\*Adjustment of accumulated WWF since Oct 1, 2009

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

## Asset Quality (%age of Total Assets)



## Asset-wise Maturity (No. of Days)



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## MUFAP's Recommended Format



June 30, 2018

## General Information

Fund Type	An Open End Scheme
Category	Money Market Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (28-Dec-17)
Stability Rating	AA+(f) by PACRA (30-June-18)
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 the Gross Earnings subject to a minimum fee of 0.25% of average daily Net Assets. [Actual rate of Management Fee : 0.65%]
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 PM) <u>For same day redemption</u> Mon - Fri (9:00AM to 10:00AM)
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 4.55% against its benchmark return of 5.92%. WAM of the fund at month end stood at 1 day.

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

## Fund Facts / Technical Information

Particulars	PCF
NAV per Unit (PKR)	52.6287
Net Assets (PKR M)	889
Weighted average time to maturity (Days)	1
Sharpe Ratio*	0.17
Correlation**	11.5%
Standard Deviation	0.05
Total expense ratio with government levy***	1.53%
Total expense ratio without government levy	1.23%

\*as against 12 month PKRV

\*\*as against Benchmark

\*\*\*This includes 0.30% representing government levy, Sindh Workers' Welfare fund and SECP fee

## Annualized

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

## 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. 1.87 million, if the same were not made the NAV per unit of PCF would be higher by Rs. 0.1106 and YTD return would be lower by 0.22%. For details, investors are advised to read Note 8.1 of the latest Financial Statements for the quarter ended March 31, 2018 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)

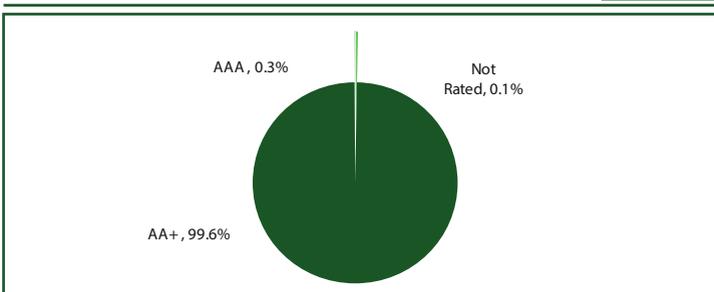
Particulars	June18	May-18
Cash	99.9%	5.6%
T-Bills	0.0%	93.5%
Others including receivables	0.1%	0.9%

## Performance Information (%)

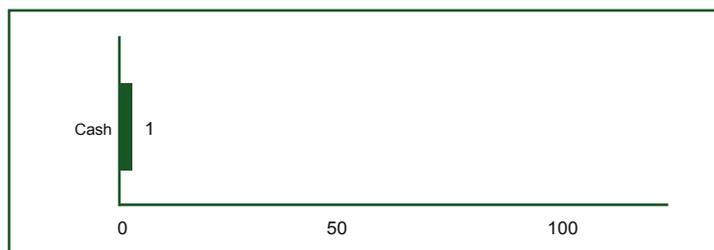
Particulars	PCF	Benchmark
Year to Date Return (Annualized)	4.67%	5.35%
Month to Date Return (Annualized)	4.55%	5.92%
180 Days Return (Annualized)	4.54%	5.52%
365 Days Return (Annualized)	4.67%	5.35%
Since inception (CAGR)	9.11%	9.61%
Average Annual Return (Geometric Mean)	9.01%	-

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

## Asset Quality (%age of Total Assets)



## Asset-wise Maturity (No. of Days)



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### MUFAP's Recommended Format



June 30, 2018

## General Information

Fund Type	An Open End Scheme	
Category	Income Scheme	
Asset Manager Rating	AM2 ++ (AM Two Double Plus) by PACRA (28-Dec-17)	
Stability Rating	A+(f) by PACRA (30-June-18)	
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\*

Growth and Income Units:	Individual	1.5%
	Corporate	Nil

### Bachat Units:

### Back-end Load\*

Growth & Income Units	Nil	
Bachat Units	3% if redeemed before completion of two years from the date of initial investment. 0% if redeemed after completion of two years from the date of initial investment.	

### Min. Subscription

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

\*Subject to government levies

## 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 5.31% against its benchmark return of 6.47%. Allocations in cash has decreased.

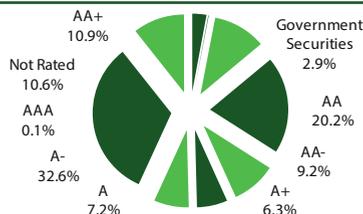
## Fund Facts / Technical Information

NAV per Unit (PKR)	111.3412
Net Assets (PKR M)	4,872
Weighted average time to maturity (Years)	1.6
Duration (Years)	1.4
Sharpe Ratio*	0.03
Correlation**	9.9%
Standard Deviation	0.09
Total expense ratio with government levy***	2.45%
Total expense ratio without government levy	2.06%

\*as against 12 month PKRV \*\*as against benchmark

\*\*\*This includes 0.39% representing government levy, Sindh workers' welfare fund and SECP fee

## 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
Saudi Pak Leasing Company Limited - TFC	27.55	27.55	27.55	-	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%

## 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. 21.74 million, if the same were not made the NAV per unit of MCB-DCFIF would be higher by Rs. 0.4967 and YTD return would be higher by 0.47%. For details investors are advised to read Note 6.1 of the latest Financial Statements for the quarter ended March 31, 2018 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	June 18	May-18
Cash	57.2%	57.6%
Term Deposits with Banks	0.0%	0.0%
PIBs	0.0%	0.0%
TFCs	29.3%	31.7%
Spread Transactions	2.3%	3.1%
T-Bills	2.9%	3.1%
Others including receivables	8.3%	3.5%
Margin Trading	0.0%	1.0%
Placements with Banks and DFIs	0.0%	0.0%

## Performance Information (%)

Particulars	MCB - DCFIF	Benchmark
Year to Date Return (Annualized)	4.62%	6.22%
Month to Date Return (Annualized)	5.31%	6.47%
180 Days Return (Annualized)	4.85%	6.12%
365 Days Return (Annualized)	4.62%	6.22%
Since inception (CAGR)**	9.49%	10.11%
Average Annual Return (Geometric Mean)	9.48%	-

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

## Annualized

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/SUKUK Holdings (%age of Total Assets)

Dawood Hercules Corporation Limited (16-Nov-17)	6.8%
Bank Alfalah Limited (20-Feb-13)	6.4%
Bank Al Habib Limited (17-Mar-16)	5.1%
Askari Bank Limited (30-Sep-14)	3.8%
Dawood Hercules Corporation Limited (01-Mar-18)	1.9%
The Bank of Punjab - TFC II	1.7%
The Bank of Punjab (23-Dec-16)	1.0%
Jahangir Siddiqui & Company Limited (06-Mar-18)	1.0%
Engro Fertilizer Limited (09-Jul-14)	0.8%
Ghani Gases Limited (02-Feb-17)	0.8%

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## MUFAP's Recommended Format



June 30, 2018

## General Information

Fund Type	An Open End Scheme
Category	Income Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (28-Dec-17)
Stability Rating	A+(f) by PACRA (30-June-18)
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. (Effective from May 01, 2018: 10% of the Gross earnings subject to a minimum of 0.25% of the average daily net assets and maximum of 1.5% of the average daily net assets of the scheme.) [Actual rate of Management Fee : 0.76%]
Front -end Load*	Individual 2% Corporate Nil
Back-end Load*	Nil
Min. Subscription	PKR 500
Listing	Pakistan Stock Exchange
Benchmark	Six(6) months KIBOR rates
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut off Timing	Mon - Fri (9:00AM 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 6.23% against its benchmark return of 5.95%. Weighted Average Time to Maturity of the Fund stood at 2.2 years. Exposure in Cash was decreased to 40.1% from 48.0%.

## Fund Facts / Technical Information

NAV per Unit (PKR)	56.3297
Net Assets (PKR M)	1,519
Weighted average time to maturity (Years)	2.2
Duration (Years)	1.9
Sharpe Ratio	0.03
Correlation**	6.28%
Standard Deviation	0.17
Total expense ratio with government levy*	2.24%
Total expense ratio without government levy	1.86%

\* This includes 0.38% representing government levy, Sindh workers' welfare fund and SECP fee.

\*\* as against Benchmark

## 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

## 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

## 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. 4.26 million, if the same were not made the NAV per unit of PIF would be higher by Rs. 0.1579 and YTD return would be higher by 0.29%. For details investors are advised to read Note 6.1 of the latest Financial Statements for the quarter ended March 31, 2018 of PIF.

## Asset Allocation (%age of Total Assets)

Particulars	June18	May-18
Cash	40.1%	48.0%
TFCs	39.3%	39.8%
Spread Transactions	0.0%	0.0%
T-Bills	2.3%	2.2%
Term Deposits with Banks	0.0%	0.0%
PIBs	0.5%	0.5%
Others including receivables	2.1%	1.9%
Margin Trading	15.7%	7.6%

## Performance Information (%)

Particulars	PIF	Benchmark
Year to Date Return (Annualized)	4.77%	5.90%
Month to Date Return (Annualized)	6.23%	5.95%
180 Days Return (Annualized)	5.22%	5.61%
365 Days Return (Annualized)	4.77%	5.90%
Since inception (CAGR)	9.37%	8.72%
Average Annual Return (Geometric Mean)	9.36%	-

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

## Annualized

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/SUKUK Holdings (%age of Total Assets)

Dawood Hercules Corporation Limited (16-Nov-17)	6.5%
Jahangir Siddiqui & Company Limited (06-Mar-18)	6.5%
Askari Bank limited (30-Sep-14)	6.2%
Bank Al Habib Limited (17-Mar-16)	5.0%
The Bank of Punjab - TFC II	4.2%
Bank Alfalah Limited (20-Feb-13)	3.4%
International Brands Limited (15-Nov-17)	3.3%
Ghani Gases Limited (02-Feb-17)	2.5%
Dawood Hercules Corporation Limited (01-Mar-18)	1.6%
Byco Petroleum Pakistan Limited (18-Jan-17)	0.1%

## Asset Quality (%age of Total Assets)



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## MUFAP's Recommended Format



June 30, 2018

## General Information

Fund Type	An Open End Scheme	
Category	Income Scheme	
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (28-Dec-17)	
Stability Rating	AA-(f) by PACRA (30-June-18)	
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. [Actual rate of Management Fee : 0.69%]	
<b>Front -end Load*</b>	Type A Units	
	For Individual	1.5%
	For Corporate	Nil
<b>Back-end Load*</b>	Type B "Bachat " Units	Nil
	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.	
<b>Min. Subscription</b>	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 4.81% as against its benchmark return of 5.46%. Allocation in T-Bills was decreased to 45.1% from 62.2% while exposure in Cash was increased to 52.0% from 20.1%.

WAM of the fund stood at 123 days at month end.

## Fund Facts / Technical Information

NAV per Unit (PKR)	55.83
Net Assets (PKR M)	585
Weighted average time to maturity (Days)	123
Duration (Days)	123
Sharpe Ratio*	0.003
Correlation***	20.15%
Standard Deviation	0.15
Total expense ratio with government levy**	1.31%
Total expense ratio without government levy	1.02%

\*Against 12M PKRV

\*\*This includes 0.29% representing government levy, Sindh workers' welfare fund and SECP fee

\*\*\*as against Benchmark

## 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. 4.51 million, if the same were not made the NAV per unit of MCB-PSF would be higher by Rs. 0.4308 and YTD return would be higher by 0.81%. For details investors are advised to read Note 8.1 of the latest Financial Statements for the quarter ended March 31, 2018 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	June 18	May-18
Cash	52.0%	20.1%
T-Bills	45.1%	62.2%
PIBs	2.5%	17.2%
Others including Receivables	0.4%	0.5%

## Performance Information (%)

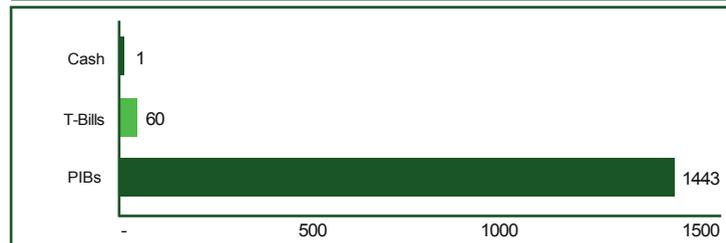
Particulars	MCB-PSF	Benchmark
Year to Date Return (Annualized)	5.08%	5.74%
Month to Date Return (Annualized)	4.81%	5.46%
365 Days Return (Annualized)	5.08%	5.74%
180 Days Return (Annualized)	5.14%	5.42%
Since inception (CAGR)	7.49%	8.28%
Average Annual Return (Geometric Mean)	7.14%	-

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

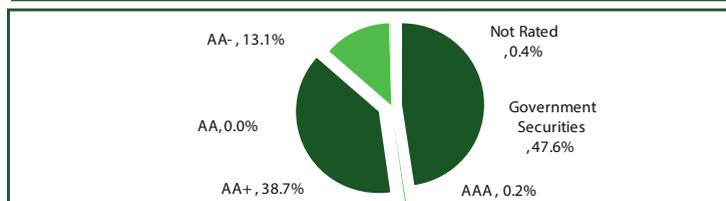
## Annualized

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



June 30, 2018

## General Information

Fund Type	An Open End Scheme	
Category	Aggressive Fixed Income Scheme	
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (28-Dec-17)	
Stability Rating	A+(f) by PACRA (30-June-18)	
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 [Actual rate of Management Fee:0.98%]	
<b>Front -end Load*</b>	For Type A Units : For Individual 2% For Corporate Nil	
	Type B Units : For Individual 2% For Corporate Nil	
<b>Back-end Load*</b>	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.	
<b>Min. Subscription</b>	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		

## 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 5.04 million, if the same were not made the NAV per unit of PIEF would be higher by Rs. 0.2083 and YTD return would be higher by 0.39%. For details investors are advised to read Note 6.1 of the latest Financial Statements for the quarter ended March 31, 2018 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	June18	May-18
Cash	46.7%	32.2%
PIBs	1.4%	1.3%
TFCs	38.7%	43.4%
T-Bills	1.8%	1.7%
Term Deposits with Banks	0.0%	0.0%
Spread Transactions	0.0%	0.0%
Others including receivables	2.8%	2.8%
Margin Trading	0.0%	0.6%
Commerical Papers	8.6%	18.0%

## Performance Information (%)

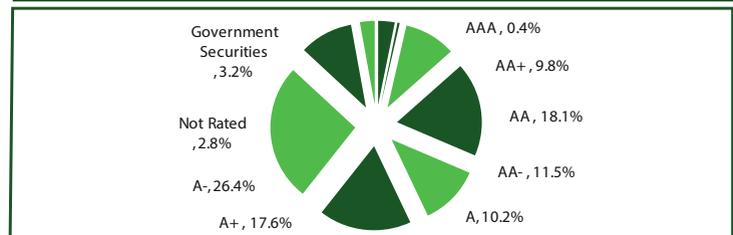
Particulars	PIEF	Benchmark
Year to Date Return (Annualized)	5.17%	6.53%
Month to Date Return (Annualized)	5.08%	6.71%
180 Days Return (Annualized)	4.98%	6.39%
365 Days Return (Annualized)	5.17%	6.53%
Since inception (CAGR)	10.02%	10.42%
Average Annual Return (Geometric Mean)	9.57%	-

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 (16-Nov-17)	9.6%
Jahangir Siddiqui & Company Limited (18-Jul-17)	9.1%
The Bank of Punjab (23-Dec-16)	6.9%
Bank Al Habib Limited (17-Mar-16)	6.1%
Askari Bank Limited (30-Sep-14)	3.0%
Bank Alfalah Limited (20-Feb-13)	2.4%
The Bank of Punjab - TFC II	1.6%
Byco Petroleum Pakistan Limited (18-Jan-17)	0.1%
Eden Housing Limited (31-Mar-08)	0.0%
Pace Pakistan Limited (15-Feb-08)	0.0%

## Asset Quality (%age of Total Assets)



## Investment Objective

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

## Manager's Comment

During the month the fund generated an annualized return of 5.08% as against its benchmark return of 6.71%. Exposure in TFCs decreased to 38.7% from 43.4% while exposure in Cash increased from 32.2% to 46.7%.

## Fund Facts / Technical Information

NAV per Unit (PKR)	55.8399
Net Assets (PKR M)	1,350
Weighted average time to maturity (Years)	2.3
Duration (Years)	2.0
Sharpe Ratio*	0.05
Correlation**	15.9%
Standard Deviation	0.12
Total expense ratio with government levy***	1.83%
Total expense ratio without government levy	1.49%

\*as against 12 month PKRV

\*\*as against benchmark

\*\*\*This includes 0.34% representing government levy, Sindh Workers' Welfare Fund and SECP fee

## Annualized

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

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## MUFAP's Recommended Format



June 30, 2018

## General Information

Fund Type	An Open End Scheme	
Category	Asset Allocation Scheme	
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (28-Dec-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.	
<b>Front end Load*</b>	Growth & Cash Dividend Units	3%
	Bachat Units (Two Years)	Nil
	Bachat Units (Three Years)	Nil
<b>Back-end Load*</b>	Growth & Cash Dividend Units	Nil
	Bachat Units (Two Years):	
	- 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.	
	Bachat Units (Three Years):	
	- 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.	
<b>Min. Subscription</b>	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 (9:00 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 -0.71% during the month against the benchmark return of 0.74%, while since inception return stood at 80.38%. Exposure in equities was decreased.

## Fund Facts / Technical Information

NAV per Unit (PKR)	78.9595
Net Assets (PKR M)	3,213
Sharp Ratio*	-0.005
Standard Deviation	0.55
Total expense ratio with government levy**	3.70%
Total expense ratio without government levy	3.32%

\*as against 12 month PKRV

\*\*This includes 0.38% representing government levy, Sindh Worker's Welfare Fund and SECP fee

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

	MTD	YTD
	1,035,183	12,904,357

## Performance Information (%)

Particulars	MCB -PAAF	Benchmark
Year to Date Return	-2.55%	8.71%
Month to Date Return	-0.71%	0.74%
180 Days Return	1.27%	4.30%
365 Days Return	-2.55%	8.71%
Since inception*	80.38%	-

\*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. 0.2230 and YTD return would be higher by 0.28%. For details investors are advised to read Note 7.1 of the latest Financial Statements for the quarter ended March 31, 2018 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 Aitzaz Farooqui	Research Analyst

## Asset Allocation (%age of Total Assets)

Particulars	June18	May-18
Cash	41.3%	31.1%
TFCs	6.5%	6.8%
Stocks / Equities	50.1%	58.5%
Spread Transactions	0.0%	0.0%
T-Bills	0.3%	0.0%
PIBs	0.1%	0.1%
Term Deposits with Banks	0.0%	0.0%
Others including receivables	1.7%	2.7%
Commercial Paper	0.0%	0.8%
Placement with Banks and DFIs	0.0%	0.0%

## Absolute

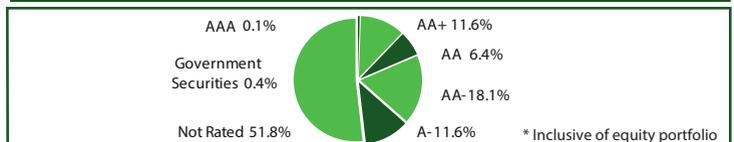
Particulars	2013	2014	2015	2016	2017
Benchmark (%)	NA	NA	8.85*	9.86	7.75
MCB-PAAF (%)	19.20	11.95	19.41	3.21	9.54

\* November-14 to June-15

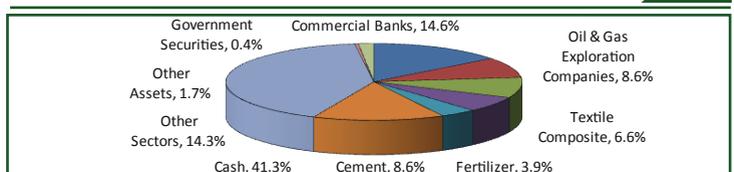
## Top 10 Holdings (%age of Total Assets)

Habib Bank Limited	Equity	5.8%
Oil & Gas Development Company Limited	Equity	4.6%
Lucky Cement Limited	Equity	4.1%
Engro Polymer & Chemicals Limited	Equity	3.2%
Bank Al Habib Limited (17-Mar-16)	TFC	3.2%
Nishat Mills Limited	Equity	3.1%
Dawood Hercules Corporation Limited (01-Mar-18)	Sukuk	3.0%
Gul Ahmed Textile Mills Limited	Equity	2.4%
Sui Northern Gas Company Limited	Equity	2.4%
Bank Al Falah Limited	Equity	2.2%

## Asset Quality (%age of Total Assets)\*



## Sector Allocation (%age of Total Assets)



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## MUFAP's Recommended Format



June 30, 2018

## General Information

Fund Type	An Open End Scheme
Category	Asset Allocation Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (28-Dec-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 (Actual rate of management fee: 1.19%)
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 Forward
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 0.58% against its benchmark return of 0.39%. The fund increased its exposure in cash from 50% to 65.6% and decreased exposure in T-Bills from 3.9% to 3.7%.

## Performance Information (%)

Particulars	MCB PFPF	Benchmark
Year to Date Return	4.50%	4.88%
Month to Date Return	0.58%	0.39%
365 days Return	4.50%	4.88%
180 days Return	2.66%	2.56%
Since inception	14.20%	15.89%

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

## Absolute

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

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

## Fund Facts / Technical Information

NAV per Unit (PKR)	101.2718
Net Assets (PKR M)	487
Total expense ratio with government levy*	2.21%
Total expense ratio without government levy	1.87%

\*This includes 0.34% representing government levy, Sindh Workers' Welfare fund and SECP fee

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

	MTD	YTD
	-	1,053,191

## 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. 2.10 million, if the same were not made the NAV per unit of MCB PFPF would be higher by 0.4366 and YTD return would be higher by 0.45%. For details investors are advised to read Note 7.2 of the latest Financial Statements for the quarter ended March 31, 2018 of MCB-PFPF.

## 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

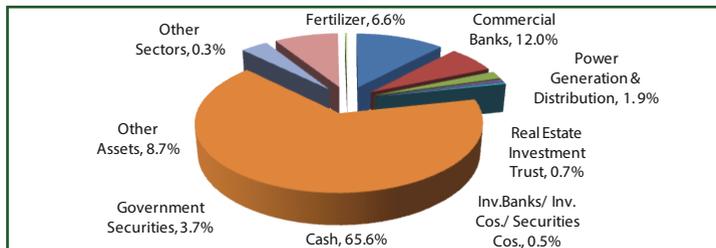
## Asset Allocation (%age of Total Assets)

Particulars	June18	May-18
Stock / Equities	3.2%	6.1%
Cash	65.6%	50.0%
PIBS	0.0%	0.0%
T-Bills	3.7%	3.9%
Term Deposits with Banks	0.0%	0.0%
Margin Trading	0.0%	0.2%
TFCs	18.8%	22.8%
Others including receivables	8.7%	5.2%
Commercial Paper	0.0%	11.8%
Spread Transactions	0.0%	0.0%
Placement with Banks and DFIs	0.0%	0.0%

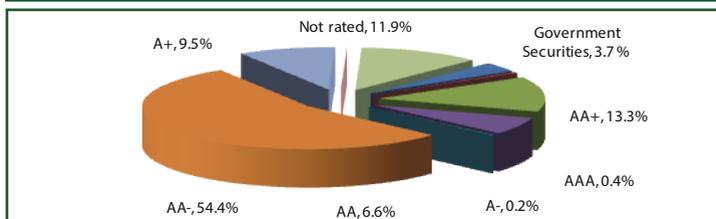
## Top Holdings (%age of Total Assets)

Particulars	Category	Percentage
The Bank of Punjab (23-Dec-16)	TFC	12.0%
Dawood Hercules Coporation Limited (01-Mar-18)	Sukuk	6.6%
Hub Power Company Limited	Equity	1.9%
Dolmen City REIT	Equity	0.7%
Arif Habib Limited	Equity	0.5%
Byco Petroleum Pakistan Limited (18-Jan-17)	Sukuk	0.2%
Gul Ahmed Textile Mills Limited	Equity	0.1%
Kohinoor Textile Mills Limited	Equity	0.0%

## Sector Allocation (%age of Total Assets)



## Asset Quality (%age of Total Assets)



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## MUFAP's Recommended Format



June 30, 2018

## General Information

Fund Type	An Open End Scheme	
Category	Balanced Scheme	
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (28-Dec-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*	For Individual	2%
	For Corporate	Nil
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	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 -1.93% during the month against the benchmark return of -1.53%. The Fund increased its exposure in cash to 32.9%

## 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	-3.2	-4.32
Month to Date Return	-1.93	-1.53
180 days Return	2.95	3.25
365 days Return	-3.21	-4.32
Since inception	638.05	550.94

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

	2013	2014	2015	2016	2017
Benchmark (%)	29.2	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. 0.0704 and YTD return would be higher by 0.61%. For details investors are advised to read Note 6.1 of the latest Financial Statements for the quarter ended March 31, 2018 of PCMF.

## Asset Allocation (%age of Total Assets)

Particulars	June18	May-18
Cash	32.9%	44.4%
T-Bills	0.0%	0.0%
TFCs	0.2%	0.2%
Stocks / Equities	65.8%	54.5%
Term Deposit with Banks	0.0%	0.0%
Others including receivables	1.1%	0.9%
Placement with Banks and DFIs	0.0%	0.0%

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

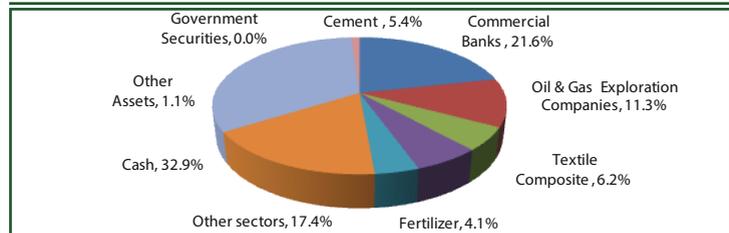
Company Name	Equity	%
Habib Bank Limited	Equity	7.4%
Bank Al-Falah Limited	Equity	6.0%
Pakistan Oilfields Limited	Equity	4.9%
MCB Bank Limited	Equity	4.4%
Oil & Gas Development Comapny Limited	Equity	4.4%
Lucky Cement Limited	Equity	3.8%
Nishat Mills Limited	Equity	3.1%
Fauji Fertilizer Company Limited	Equity	3.0%
Hub Power Company Limited	Equity	2.7%
Pakistan Petroleum Limited	Equity	2.0%

## Fund Facts / Technical Information

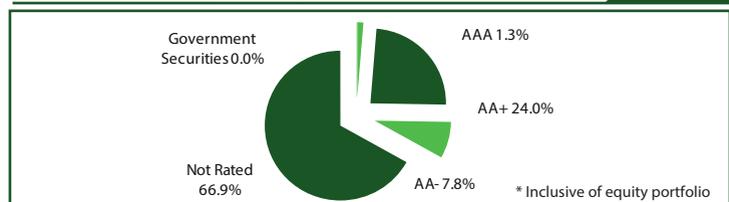
Particulars	PCM
NAV per Unit (PKR)	11.1600
Net Assets (PKR M)	619
Sharpe Ratio	0.043
Beta	0.92
Standard Deviation	0.79
Total expense ratio with government levy*	3.34%
Total expense ratio without government levy	2.96%

\*This includes 0.38% representing government levy, Sindh Worker's Welfare Fund and SECP fee

## Sector Allocation (%age of Total Assets)



## Asset Quality (%age of Total Assets)\*



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## MUFAP's Recommended Format



June 30, 2018

## General Information

Fund Type	An Open End Scheme	
Category	Equity Scheme	
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (28-Dec-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	
Benchmark	Pakistan Stock Exchange	
Pricing Mechanism	KSE 100 Index	
Dealing Days	Forward	
Cut off Timing	Monday - Friday	
Leverage	Mon - Fri (9:00AM to 4:30 PM)	
	Nil	

\*Subject to government levies

## Others

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

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. 0.5426 and YTD return would be higher by 0.53%. For details investors are advised to read Note 9.1 of latest Financial Statements for the quarter ended March 31, 2018 of MCB-PSM.

## Asset Allocation (%age of Total Assets)

Particulars	June18	May-18
Stocks / Equities	93.0%	90.6%
Cash	6.3%	9.2%
T-Bills	0.0%	0.0%
Others including receivables	0.7%	0.2%

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

Oil & Gas Development Comapny Limited	8.5%
Bank Al-Falah Limited	8.2%
Habib Bank Limited	8.0%
Pakistan Oilfields Limited	6.0%
Pakistan Petroleum Limited	4.1%
MCB Bank Limited	4.0%
Hub Power Company Limited	3.9%
Fauji Fertilizer Company Limited	3.6%
Engro Corporation Limited	3.1%
Mari Petroleum Company Limited	3.1%

## Investment Objective

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

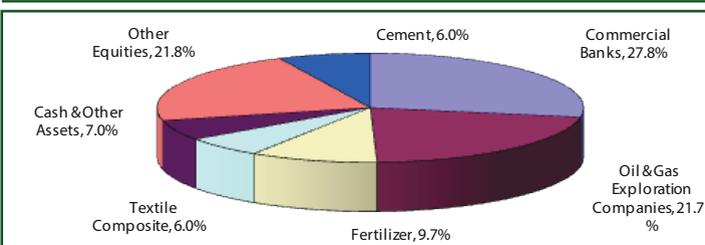
## Manager's Comment

The Fund's NAV dropped by 2.37% in June 2018 compared to the benchmark drop of 2.18%. For fiscal year 2018 however, the Fund outperformed its benchmark by 249 basis points. During the month we increased exposure in the Banks by 3.2% mainly on account of rising interest rates outlook. In addition we realized gains in E&Ps by reducing 1.9% exposure in the sector. With improving demand and price outlook, we increased exposure in Fertilizer stocks by 2.9%. The Fund at the month end was 93% invested in equities, while remaining 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)



## Fund Facts / Technical Information

Particulars	MCB-PSM	KSE-100
NAV per Unit (PKR)	94.8056	
Net Assets (PKR M)	10,113	
Price to Earning (x)*	8.18	7.90
Dividend Yield (%)	5.76	6.80
No. of Holdings	64	100
Weighted. Avg Mkt Cap (PKR Bn)	160.79	168.67
Sharpe Ratio	0.06	0.04
Beta	0.76	1.0
Correlation***	91.6%	
Standard Deviation	1.08	1.30
Total expense ratio with government levy**	3.48%	
Total expense ratio without government levy	3.09%	

\*prospective earnings

\*\*This includes 0.39% representing government levy, Sindh Worker's Welfare Fund and SECP fee

\*\*\*as against benchmark

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

	MTD	YTD
	3,493,669	41,953,086

## Performance Information (%)

Particulars	MCB-PSM	Benchmark
Year to Date Return	-7.51%	-10.00%
Month to Date Return	-2.37%	-2.18%
180 days Return	3.27%	2.95%
365 days Return	-7.51%	-10.00%
Since inception	3057.79%	2137.98%

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 (28-Dec-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 -2.29% while the KSE-100 return stood at -2.18%. Overall equity allocation was increased.

Debt sub-fund generated an annualized return of 4.64% during the month. Exposure in cash was increased.

Money Market sub-fund generated an annualized return of 4.51% during the month. Exposure in T-Bills was slightly 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	8.4%
Habib Bank Limited	7.8%
Bank Al-Falah Limited	7.6%
Pakistan Oilfields Limited	6.3%
Hub Power Company Limited	4.9%
Engro Corporation Limited	4.8%
Pakistan Petroleum Limited	4.4%
Sui Northern Gas Pipelines Limited	3.9%
Engro Fertilizers Limited	3.5%
Lucky Cement Limited	3.1%

## 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. 2.5980 and YTD return would be higher by 0.46%. For details investors are advised to read Note 9.1 of the latest Financial Statements for the quarter ended March 31, 2018 of PPF.

PPF-DT has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 1.68 million, if the same were not made the NAV per unit would be higher by Rs. 0.6816 and YTD return would be higher by 0.30%. For details investors are advised to read Note 9.1 of the latest Financial Statements for the quarter ended March 31, 2018 of PPF.

PPF-MM has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 0.48 million, if the same were not made the NAV per unit would be higher by Rs. 0.4398 and YTD return would be higher by 0.21%. For details investors are advised to read Note 9.1 of the latest Financial Statements for the quarter ended March 31, 2018 of PPF.

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

Particulars	June18	May-18
Cash	42.9%	39.6%
T-Bills	29.0%	60.0%
Others including receivables	28.1%	0.4%
Term Deposits with Banks	0.0%	0.0%

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

Particulars	June18	May-18
Cash	60.0%	40.2%
PIBs	1.5%	2.0%
TFCs	17.8%	24.1%
T-Bills	19.9%	31.1%
Others including receivables	0.8%	0.8%
Term Deposits with Banks	0.0%	0.0%
Commercial Paper	0.0%	1.8%

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

Particulars	June18	May-18
Cash	1.5%	7.3%
Commercial Banks	24.4%	16.0%
Oil & Gas Exploration Companies	19.5%	20.1%
Fertilizer	11.4%	8.7%
Cement	7.2%	11.5%
Technology & Communication	6.3%	5.5%
Other equity sectors	29.2%	30.1%
Others including receivables	0.5%	0.8%

## Performance Information & Net Assets

Particulars	PPF-EQ*	PPF-DT**	PPF-MM**
Year to Date Return (%)	-9.43	4.31	4.39
Month to Date Return (%)	-2.29	4.64	4.51
Since inception (%)	411.75	8.27	7.40
Net Assets (PKR M)	742.09	590.36	239.70
NAV (Rs. Per unit)	511.85	239.67	219.42

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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