



BACHAT SHARIAT KE MUTABIQ

MONEY MATTERS

Fund Manager's Report
SEPTEMBER 2018



MCB-ARIF HABIB
Savings and Investments Limited

AM2₊₊
BY PACRA



Macro-Environment Review and Outlook

The Monetary Policy Committee of State Bank of Pakistan decided to increase the policy rate by 100 bps effective from 1st October 2018. The major reason cited was due to the emergence of inflationary pressures with core inflation expected to creep up with the advent of higher oil and gas prices. Moreover, the MPC highlighted the precarious external account position and need for slowdown in GDP growth to arrest the dwindling foreign exchange reserves.

CPI for the month of Sep'18 registered at 5.12% as the impact of low base kicked in. Higher international oil prices, weaker currency and upward revision in domestic gas prices is expected to jack up overall inflation figure in FY19, which is expected to average ~7.5% compared to last year inflation of 3.8%. Meanwhile, core inflation is expected to jump above 8%.

The external account position kept on highlighting worrisome position for the economy. Current account witnessed a deficit of USD 2.7 billion in first two months of FY19 compared to USD 2.5 billion in the same period last year. A surge in international oil prices is masking the improvement in non oil imports caused by contractionary measures, thus causing the current account deficit to remain high. Reserves during the month decreased by USD -869 million. As of late (19th September 2018) foreign exchange reserves stood at USD 15.5 billion. The import cover has reached an alarming level of close to 2 months imports. Clear guidelines with respect to external deficit financing would be required to provide path for the equity and money markets.

Contractionary policies, external pressures and rising interest rates have taken their toll on large scale manufacturing which posted a meagre increase of 0.5% YoY in the month of July'18. Given initial plans of the ruling government some sense of policy steps can be expected, but given the precarious economic conditions, we think immediate term measures to address twin deficits are critical. The IMF program we believe remains an inevitable choice, as the financing gap remains very large. Alongside, the government will have to address the key structural issues to tread on the path of long term sustainable economic growth.

Equity Market Review and Outlook

KSE-100 Index generated a negative return of -1.8% in the month of September taking the FYTD return to -2% closing at 40,999 points at the month end.

Foreign selling continued amounting to local equities worth USD -57.936 Mn, most of which was absorbed by Insurance Companies/Mutual funds who bought USD 33.05/17.34 Mn. During the month, volumes and values averaged around 138.1 Mn shares/ PKR 5.56 Bn depicting a decline of 27%/35%, respectively.

Refineries, OMCs and Autos were the major contributors towards index's decline posting a negative return of -12%/8%/7.5% respectively. Refineries dragged the index down due to below-expected earnings. OMCs declined because of massive decline in sales volumes of petroleum products which came down by -46% YoY for the month of August. Once again, Auto sector continued the bearish streak due to continued ban on non-filers for vehicle purchase. Cement sector was yet another disappointment posting a decline was 6.6% due to flattish offtake numbers for September, higher coal prices(+3% MoM) and concerns on development projects(due to decrease in PSDP allocation) and economic growth going forward.

The sectors that outperformed market were E&Ps, Textiles and Banks. E&Ps remained in limelight due to higher oil price. Textiles posted better results and gas prices were kept unchanged in the mini-budget announced by the newly-elected government. Banks surged due to expectations of rate hike which eventually materialized at month end.

Going forward, stocks offer long term investment opportunity with rewards for patient investors. We continue to track trends in the economic indicators of the country and adjust our portfolio accordingly. Our Top-Down analysis favors sectors that benefit from currency depreciation and higher interest rates; however, we cannot ignore the individual company dynamics along with their prices that can play an important role in security selection.

Money Market Review and Outlook

During the month short and long term yield curve showed an upward trajectory as market players owing to external vulnerabilities and economic conditions are expecting further increase in policy rate. Little to no activity was witnessed in fixed rate bond market, however floater rate bonds witnessed some activity initially in the month. All other major activity was seen in shorter tenor T-bills owing to expectation of monetary tightening.

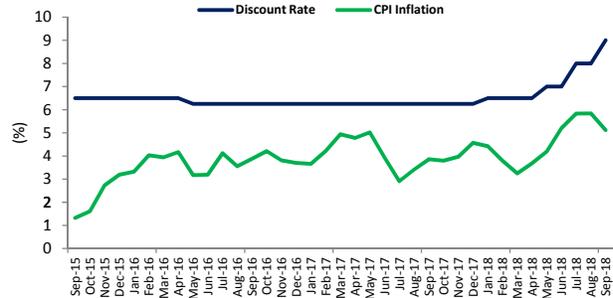
Auction for fixed coupon PIB bonds was also held on September 06, 2018 and not a lot interest was witnessed in it. Total participation of only PKR 7 billion was witnessed out of which 3 and 5 years tenor receive bids worth PKR 1.5 billion and PKR 4.6 billion respectively whereas, 10 years PIB receive bids worth only PKR 3 billion.

State Bank of Pakistan conducted Treasury bill auction on September 27, 2018. The auction had a total maturity of PKR 361 billion against which only a participation of PKR 9.5 billion was witnessed. As a result of ongoing economic scenario market was reluctant in participating in 6 and 12 months paper and thus bids were received only in 3 months paper. All bids in 3 months tenor were accepted at a cut off yield of 7.75%.

Throughout the month overnight market remained illiquid forcing State Bank of Pakistan to conduct frequent OMOs to cater market liquidity.

Next few weeks, Pakistan would be taking key decisions with regards to funding sources and policy actions to fund the gaping hole in Balance of Payment. Financing Options are limited and more clarity shall be critical in setting the economic direction.

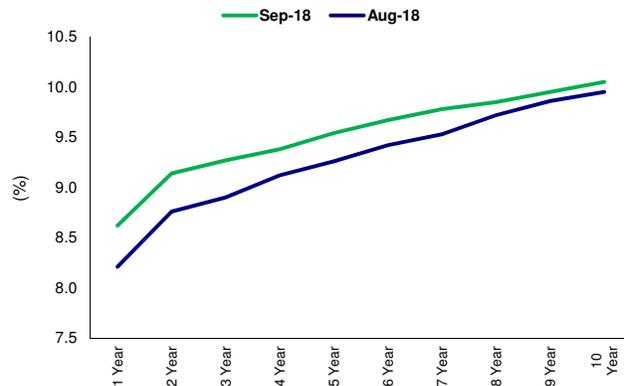
Discount Rate vs. CPI Inflation



KSE-100 During September 2018



Yield Curve





September 30, 2018

General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant (Islamic) Income Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (28-Dec-17)
Stability Rating	AA-(f) by PACRA (30-Jun-18)
Risk Profile	Low
Launch Date	20-Jun-11
Fund Manager	Syed Mohammad Usama Iqbal
Trustee	Central Depository Company of Pakistan Limited
Auditor	A.F.Ferguson & Co. Chartered Accountants
Management Fee	10% of Gross Earnings subject to minimum fee of 0.25% of average daily Net Assets [Actual rate of Management Fee: 0.77%]
Front end load*	Class "A" Units: Individual ----- 1.5% Corporate ----- Nil Class "B" Units ----- 0% Bachat Units ----- Nil
Back end Load*	Class "A" Units ----- 0% Class "B" Units: 1.5% on redemption in the first (1st) year from the date of investment 1.0% on redemption in the second (2nd) year from the date of investment 0.0% on redemption after completion of two (2) years from the date of investment Bachat Units: 3% if redeemed before completion of two years from the date of initial investment. 0% if redemption after completion of two years from the date of initial investment.
Min. Subscription	Growth & Bachat Units ----- PKR 500 Income Units ----- PKR 100,000
Listing	Pakistan Stock Exchange
Benchmark	Six (6) months average deposits rates of three (3) A rated Scheduled Islamic Banks or Islamic windows of Conventional Banks as selected by MUFAP
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut off Timing	Mon-Fri (9:00 AM to 4:30 PM)
Leverage	Nil

*Subject to government levies

Investment Objective

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

Manager's Comment

Instead of fixed coupon GoP Ijara Sukuks we remain focus towards shariah compliant corporate debt instruments, which clearly outdistanced the former. Nevertheless, fund is maintaining a calculated exposure in corporate debt with a focus on issue selection. The other major investment was made in shariah compliant bank deposits.

Fund Facts / Technical Information

NAV Per Unit (PKR)	102.6806
Net Assets (PKR M)	2,686
Net Assets excluding Fund of Funds (PKRM)	1525
Weighted Average time to maturity(Days)	363
Sharpe Ratio	-0.01
Standard Deviation	0.04
Correlation***	12.36%
Total expense ratio with government levy**	0.34%
Total expense ratio without government levy	0.26%

*** as against Benchmark

**This includes 0.08% representing government levy ,Sindh Workers' Welfare Fund and SECP fee

Asset Quality (%age of Total Assets)



Others

Provision Against Sindh Workers' Welfare Funds' liability

ALHIIF has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 5.59 million ,if the same were not made the NAV per units of ALHIIF would be higher by Rs. 0.2136 and YTD return would be higher by 0.21% .For details investors are advised to read Note 11.2 of the latest Financial Statements for the year ended June 30, 2018' of ALHIIF.

Members of the Investment Committee

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

MCBAH Shariah Supervisory Board

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

Asset Allocation (%age of Total Assets)

Particulars	Sep-18	Aug-18
Others including receivables	1.4%	1.4%
Shariah Compliant Bank Deposits	9.6%	0.0%
Sukuks	24.3%	24.6%
Shariah Compliant Commercial Paper	21.0%	21.1%
GoP Ijara Sukuk	1.3%	1.3%
Cash	42.4%	51.6%

Note : Amount Invested by Fund of Funds is PKR 1,161 million (42.9% of TotalAssets) as of September 30,2018

Performance Information %

Particulars	ALHIIF	Benchmark
Year to Date Return (Annualized)	6.08	2.68
Month to Date Return (Annualized)	6.21	2.78
180 Days Return (Annualized)	5.73	2.52
365 Days Return (Annualized)	5.49	2.52
Since Inception (CAGR)	7.20	5.65
Average Annual Return (Geometric Mean)	6.90	-

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

Annualized

Year	2014	2015	2016	2017	2018
Benchmark(%)	6.09	6.29	4.42	3.31	2.44
ALHIIF(%)	8.38	6.55	5.05	6.49	4.96

Top Sukuk Holdings(%age of Total Assets)

International Brands Limited (15-Nov-2017)	12.7%
Aspin Pharma (Pvt) Limited (30-Nov-2017)	7.3%
Ghani Gases Limited (02-Feb-2017)	2.8%
Engro Fertilizer Limited (09-Jul-2014)	1.5%

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MUFAP's Recommended Format



General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant (Islamic) Income Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (28-Dec-17)
Stability Rating	Not Applicable
Risk Profile	Low
Launch Date	10-Apr-18
Fund Manager	Saad Ahmed
Trustee	Central Depository Company of Pakistan Limited
Auditor	Deloitte Yousuf Adil & Co., Chartered Accountants
Management Fee	20% 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: 1.05%]
Front end Load	Individuals.....Nil CorporateNil
Back end Load	Nil
Min. Subscription	PKR 500
Listing	Not listed
Benchmark	Six (6) months of average deposit rates of three (3) A rated Scheduled Islamic Banks or Islamic window of Conventional Banks as selected by MUFAP.
Pricing Mechanism	Backward
Dealing Days	Online Investment, Redemption & conversion...Monday - Sunday Investment, Redemption & conversion through Physical Form... Monday - Friday
Cut off Timing	Online Investment, Redemption & Conversion...11:59:59 PM Online conversion of Backward Pricing Fund(s)...4:30 PM Investment, Redemption & Conversion through Physical Form...4:30 PM
Leverage	Nil

*Subject to government levies

Investment Objective

The scheme is aimed at meeting investors' short to medium term investment requirements. The scheme seeks to provide investors' a daily dividend through investment in Shariah Compliant instruments

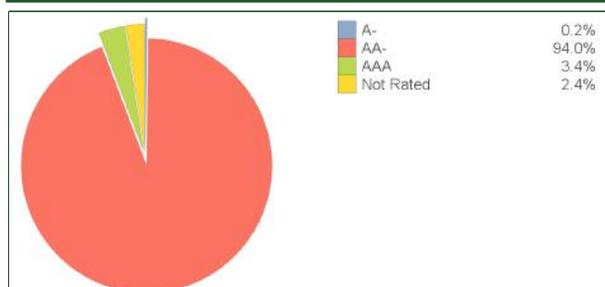
Manager's Comment

Considering nature of the fund shortest duration avenues were selected for investment purpose. The fund positioning with respect to shortest duration instrument namely shariah compliant bank deposit contributed positively to performance versus the benchmark. The fund would continue focusing on generating a dependable shariah compliant monthly income for its investors.

Members of the Investment Committee

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

Asset Quality (%age of Total Assets)



Others

Provision Against Sindh Workers' Welfare Funds' liability

ALHDDF has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 0.07 million, if the same were not the NAV per unit of ALHDDF would be higher by Rs. 0.0578 and YTD return would be higher by 0.06%. For details investors are advised to read Note 7.1 of the latest Financial Statements for the year ended June 30, 2018' of ALHDDF.

MCBAH Shariah Supervisory Board

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

Asset Allocation (%age of Total Assets)

Particulars	Sep-18	Aug-18
Cash	97.5%	95.8%
Others including receivables	2.5%	4.2%

Fund Facts / Technical Information

Particulars	ALHDDF
NAV Per Unit (PKR)	100.0000
Net Assets (PKR M)	118
Weighted Average time to maturity (Days)	1.00
Total expense ratio with government levy**	0.43%
Total expense ratio without government levy	0.35%

**This includes 0.08% representing government levy, Sindh Workers' Welfare Fund and SECP fee

Performance Information %

Particulars	ALHDDF	Benchmark
Year to Date Return (Annualized)	5.99	2.68
Month to Date Return (Annualized)	5.64	2.78
180 Days Return (Annualized)	-	-
365 Days Return (Annualized)	-	-
Since Inception (CAGR)	5.55	2.53

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

Particulars	2018*
Benchmark(%)	2.36
ALHDDF(%)	4.97

*From April 10, 2018 to June 30, 2018.

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MUFAP's Recommended Format



General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant Islamic Asset Allocation Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (28-Dec-17)
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	2-May-06
Fund Manager	Awais Abdul Sattar, CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	EY Ford Rhodes, Chartered Accountants
Management Fee	2% per annum of the average daily Net Assets of the scheme
Front end Load *	Type A Units: Individual 3% Corporate Nil Type B Units: Nil Type C Units (Bachat Units) : Nil
Back end Load**	Type A Units --- NIL Type B Units 3.0% for first year after investment 2.0% for second year after investment 1.0% for third year after investment NIL for redemptions after completion of 3 years from investment Type C-Bachat Units 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.
Min. Subscription	PKR 500
Listing	Pakistan Stock Exchange
Benchmark	KMI 30 Index and Six (6) months average deposit rates of three (3) A rated scheduled Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP 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 medium to long term capital appreciation through investing in Shariah Compliant investments in Pakistan and internationally.

Manager's Comment

The Fund posted a drop of 0.4% in September 2018 compared to drop in benchmark of 1.73%. During the month we increased our exposure in Oil & Gas Exploration stocks on account rising oil prices. The fund was 49.6% invested in equities, while remaining in cash and fixed income

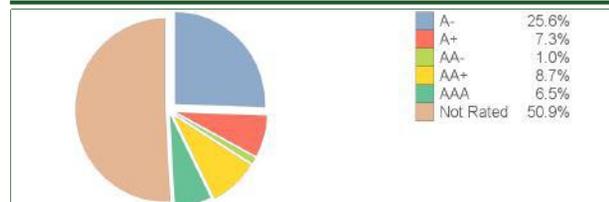
Members of the Investment Committee

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, CFA	Senior Research Analyst

MCBAH Shariah Supervisory Board

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

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



Others

Provision Against Sindh Workers' Welfare Funds' liability

ALHAA has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 7.89 million, if the same were not made the NAV per unit of ALHAA would be higher by Rs. 0.1427 and YTD return would be higher by 0.20%. For details investors are advised to read Note 12.1 of the latest Financial Statements for the year ended June 30, 2018' of ALHAA.

Asset Allocation (%age of Total Assets)

Particulars	Sep-18	Aug-18
Stocks/Equities	49.6%	50.2%
Cash	42.2%	48.9%
Others including receivables	1.3%	0.9%
Shariah Compliant Bank Deposits	6.9%	0.0%

Performance Information %

Particulars	ALHAA	Benchmark
Year to Date Return	0.40	-1.92
Month to Date Return	-0.40	-1.73
180 Days Return	-5.40	-9.41
365 Days Return	1.36	-2.39
Since Inception	290.49	393.43

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

Particulars	2014	2015	2016	2017	2018
Benchmark(%)	28.51	17.47	13.53	18.07	-7.96
ALHAA(%)	18.89	35.59	5.09	27.74	-4.06

Top 10 Holdings(%age of Total Assets)

Company Name	Equity	Percentage
Oil & Gas Development Company Limited	Equity	5.6%
Engro Corporation Limited	Equity	3.1%
Pakistan Petroleum Limited	Equity	4.3%
Engro Fertilizer Limited	Equity	4.2%
Hub Power Company Limited	Equity	3.9%
Lucky Cement Limited	Equity	4.4%
Nishat Mills Limited	Equity	3.0%
Pakistan Oilfields Limited	Equity	5.1%
Engro Polymer and Chemicals Limited	Equity	2.1%
Fatima Fertilizer Company Limited	Equity	2.0%

Fund Facts / Technical Information

Particulars	ALHAA
NAV Per Unit (PKR)	70.3260
Net Assets (PKR M)	3,888
Sharpe Ratio	0.04
Beta	0.64
Standard Deviation	0.74
Correlation***	81.67%
Total expense ratio with government levy**	0.83%
Total expense ratio without government levy	0.72%

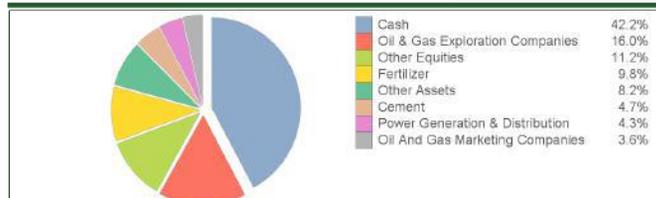
*** as against Benchmark

**This includes 0.11% representing government levy, Sindh Workers' Welfare Fund and SECP fee

Branch Renovation Expense Charged to the Fund (PKR)

MTD	YTD
1,266,216	3,802,597

Sector Allocation (%age of Total Assets)



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MUFAP's Recommended Format



September 30, 2018

General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant 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-Sept-2004 (Converted into Shariah Compliant Islamic Fund with effect from July 01,2015)
Fund Manager	Awais Abdul Sattar, CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	EY Ford Rhodes, Chartered Accountants
Management Fee	2.0% p.a.
Front end Load*	Type "B" Units: Individual ----- 3% Corporate ----- Nil Type "C" Units Bachat Units(Two Years)-----Nil Bachat Units(ThreeYears)----- Nil Type "B" Units ----- Nil Type "C" Unit s -Bachat Units(Two Years): 3% if redeemed before completion of two (2) years from the date of intial investment. 0% if redemption after completion of two (2) years from the date of initial investment. Type "C" Unit s -Bachat Units(Three Years): 3% if redeemed before completion of three (3) years from the date of initial investment. 0% if redemption after completion of three (3) years from the date of initial investment.
Back-end load*	Type "B" Units ----- Nil Type "C" Unit s -Bachat Units(Two Years): 3% if redeemed before completion of two (2) years from the date of initial investment. 0% if redemption after completion of two (2) years from the date of initial investment. Type "C" Unit s -Bachat Units(Three Years): 3% if redeemed before completion of three (3) years from the date of initial investment. 0% if redemption after completion of three (3) years from the date of initial investment.
Min. Subscription	PKR 500
Listing	Pakistan Stock Exchange
Benchmark	KMI-30 Index
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut off Timing	Mon-Fri (9:00 AM to 4:30PM)
Leverage	Nil

*Subject to government levies

Investment Objective

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

Manager's Comment

The Fund posted a 1.4% drop in NAV in September 2018, compared to 2.24% drop in its benchmark resulting in an outperformance of 84 basis points. We increase exposure in Fertilizer stocks during the month in anticipation of strengthening urea price outlook. Similarly exposure in E&P stocks was also increased due to strong crude oil price momentum in the international market.

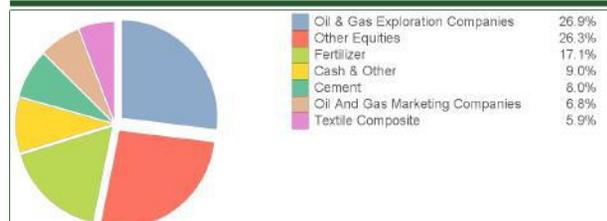
Members of the Investment Committee

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Mohammad Aitazaz Farooqui, CFA	Senior Research Analyst

MCBAH Shariah Supervisory Board

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

Sector Allocation (%age of Total Assets)



Others

Provision Against Sindh Workers' Welfare Funds' liability

ALHISF has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 9.95 million ,if the same were not made the NAV per unit of ALHISF would be higher by Rs. 0.0329 and YTD return would be higher by 0.30% .For details investors are advised to read Note 12.1 of the latest Financial Statements for the year ended June 30, 2018' of ALHISF.

Asset Allocation (%age of Total Assets)

Particulars	Sep-18	Aug-18
Others including receivables	1.5%	0.8%
Cash	7.4%	15.1%
Stocks/Equities	91.1%	84.1%

Note: Amount Invested by Fund of Funds is PKR 935 million (28.8% of Total Assets) as of September 30, 2018

Performance Information %

Particulars	ALHISF	Benchmark
Year to Date Return	-1.86	-2.57
Month to Date Return	-1.40	-2.24
180 Days Return	-11.54	-12.04
365 Days Return	-2.76	-3.10
Since Inception	16.06	19.03

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

Particulars	2014	2015	2016	2017	2018
Benchmark(%)	41.16	16.01	15.53	18.80	-9.59
ALHISF(%)	31.38	19.20	3.90	29.97	-12.00

Top 10 Equity Holdings(%age of Total Assets)

Oil & Gas Development Company Limited	9.4%
Engro Fertilizer Limited	8.7%
Pakistan Petroleum Limited	7.9%
Pakistan Oilfields Limited	6.2%
Engro Corporation Limited	5.1%
Lucky Cement Limited	5.1%
Nishat Mills Limited	4.6%
Engro Polymer and Chemicals Limited	4.1%
Hub Power Company Limited	4.0%
Pakistan State Oil Companylimited.	3.4%

Fund Facts / Technical Information

Particulars	ALHISF	KMI-30
NAV Per Unit (PKR)	10.58	-
Net Assets (PKR M)	3,203	-
Net Assets excluding fund of funds (PKRM)	2,268	-
Price To Earning(x)*	8.00	8.60
Dividend Yield(%)	7.10	6.50
No Of Holdings	44	30
Weighted Avg. Market Cap. (PKR Bn)	195	153
Sharpe Ratio	0.01	0.01
Beta	0.79	1.00
Correlation**	93.30%	-
Standard Deviation	0.93	1.09
Total expense ratio with government levy***	0.86%	-
Total expense ratio without government levy	0.77%	-

*prospective earnings ** as against Benchmark

***This includes 0.09% representing government levy ,Sindh Workers' Welfare Fund and SECP fee

Branch Renovation Expense Charged to the Fund (PKR)

MTD	YTD
1,119,486	3,481,301

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MUFAP's Recommended Format



General Information

Plan Type	An Open End Scheme
Category	Shariah Compliant Islamic Asset Allocation Plan
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (28-Dec-17)
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	29-Dec-16
Fund Manager	Syed Abid Ali
Trustee	MCB Financial Services Limited
Auditor	A.F. Ferguson & Co. Chartered Accountants
Management Fee	1% p.a. on average annual net assets on a portion not invested in mutual funds of MCB Arif Habib Savings and Investments Limited.
Front end Load*	Individuals 3% Corporate Nil
Back end Load*	Nil
Contingent Load*	3%
Min. Subscription	PKR 500
Listing	Pakistan Stock Exchange
Benchmark	KMI-30 Index and six (6) months average deposit rates of three (3) "A" rated Scheduled Islamic Banks or Islamic Windows of Conventional Banks on the basis of actual proportion held by the scheme
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut off Timing	Mon-Thurs (9:00 AM to 4:30 PM)
Leverage	Nil

*Subject to government levies

Others

Provision Against Sindh Workers' Welfare Funds' liability
ALHIAAP-I has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 0.27 million ,if the same were not made the NAV per unit of ALHIAAP-I would be higher by Rs. 0.0182 and YTD return would be higher by 0.02%. For details investors are advised to read Note 10.1 of the latest Financial Statements for the year ended June 30, 2018' of ALHIAAF.

Asset Allocation (%age of Total Assets)

Particulars	Sep-18	Aug-18
Alhamra Islamic Stock Fund	42.3%	42.7%
Cash	5.3%	5.4%
Others including receivables	0.1%	0.1%
Alhamra Islamic Income Fund	52.3%	51.8%

Fund Facts / Technical Information

Particulars	ALHIAAP-1
NAV Per Unit (PKR)	93.2048
Net Assets (PKR M)	1,401
Total expense ratio with government levy*	0.15%
Total expense ratio with government levy	0.11%

*This includes 0.04% representing government levy ,Sindh Workers' Welfare Fund and SECP fee

Investment Objective

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

Manager's Comment

During the month, the NAV of the fund reduced by 0.32%. The composition of the fund was kept relatively intact during the month with slight increase in exposure towards Islamic Income Fund.

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 Farooqi, CFA	Senior Research Analyst

Performance Information %

Particulars	ALHIAAP-1	Benchmark
Year to Date Return	0.04	-0.58
Month to Date Return	-0.32	-0.72
180 Days Return	-4.77	-4.78
365 Days Return	-0.46	-0.72
Since Inception	-6.05	-7.39

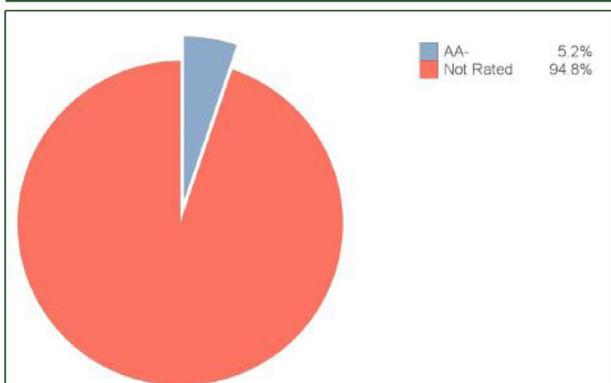
Returns are computed on the basis of NAV to NAV with dividends reinvested

Absolute

Particulars	2017*	2018
Benchmark(%)	-1.34	-5.59
ALHIAAP-1(%)	0.81	-6.84

* From December 29, 2016 to June 30, 2017

Asset Quality (%age of Total Assets)



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MUFAP's Recommended Format



General Information

Plan Type	An Open End Scheme
Category	Shariah Compliant Islamic Asset Allocation Plan
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (28-Dec-17)
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	16-Jun-17
Fund Manager	Syed Abid Ali
Trustee	MCB Financial Services Limited
Auditor	A.F. Ferguson & Co. Chartered Accountants
Management Fee	1% p.a. on average annual net assets on a portion not invested in mutual funds of MCB Arif Habib Savings and Investments Limited
Front end Load*	Individuals 3% Corporate Nil
Back end Load*	Nil
Contingent Load*	3% if redeemed within twelve months from the date of investment 1% if redeemed after twelve months and before twenty four months from the date of investment
Min. Subscription Listing	PKR 500 Pakistan Stock Exchange
Benchmark	KMI-30 Index and six (6) months average deposit rates of three (3) "A" rated Scheduled Islamic Banks or Islamic Windows of Conventional Banks on the basis of actual proportion held by the scheme
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut off Timing	Mon-Thurs (9:00 AM to 4:30 PM)
Leverage	Nil

*Subject to government levies

Others

Provision Against Sindh Workers' Welfare Funds' liability

ALHIAAP-II has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 0.18 million, if the same were not made the NAV per unit of ALHIAAP-II would be higher by Rs. 0.0224 and YTD return would be higher by 0.02%. For details investors are advised to read Note 10.1 of the latest Financial Statements for the year ended June 30, 2018* of ALHIAAF.

Asset Allocation (%age of Total Assets)

Particulars	Sep-18	Aug-18
Cash	1.8%	2.6%
Alhamra Islamic Income Fund	54.6%	53.7%
Alhamra Islamic Stock Fund	43.6%	43.7%

Fund Facts / Technical Information

Particulars	ALHIAAP-2
NAV Per Unit (PKR)	99.3754
Net Assets (PKR M)	781
Total expense ratio with government levy*	0.09%
Total expense ratio without government levy	0.06%

*This includes 0.03% representing government levy, Sindh Workers' Welfare Fund and SECP fee

Investment Objective

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

Manager's Comment

During the month, the NAV of the fund reduced by 0.32%. The composition of the fund was kept relatively intact during the month with slight increase in exposure towards Islamic Income Fund.

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, CFA	Senior Research Analyst

Performance Information %

Particulars	ALHIAAP-2	Benchmark
Year to Date Return	0.00	-0.63
Month to Date Return	-0.32	-0.76
180 Days Return	-4.58	-4.87
365 Days Return	1.99	0.72
Since Inception	-0.25	-2.29

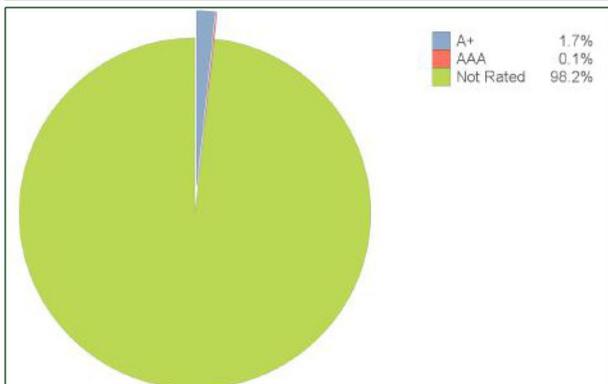
Returns are computed on the basis of NAV to NAV with dividends reinvested

Absolute

Particulars	2017*	2018
Benchmark(%)	0.10	-1.77
ALHIAAP-2(%)	0.19	-0.43

* From June 16, 2017 to June 30, 2017

Asset Quality (%age of Total Assets)



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MUFAP's Recommended Format



General Information

Fund Type	An Open End Scheme
Category	Islamic Voluntary Pension Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (28-Dec-17)
Stability Rating	Not Applicable
Launch Date	15-Nov-07
Fund Manager	Awais Abdul Sattar, CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	Deloitte Yousuf Adil & Co., Chartered Accountants
Management Fee	1.5% p.a.
Front / Back end Load*	3% / 0%
Min. Subscription	PKR 500
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut off Timing	Mon-Fri (9:00 AM to 5:00PM)
Leverage	Nil

*Subject to government levies

Investment Objective

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

Manager's Comment

Money Market sub-fund reduced exposure in Cash and moved the funds to better earning assets. Debt sub-fund has reduced exposure in Cash and moved the funds to better earning assets.. Equity sub-fund has decreased exposure in equities relative to last month.

MCBAH Shariah Supervisory Board

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

Members of the Investment Committee

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

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

Oil & Gas Development Company Limited	9.7%
Pakistan Petroleum Limited	8.6%
Engro Fertilizer Limited	7.8%
Hub Power Company Limited	6.6%
Engro Corporation Limited	5.3%
Pakistan Oilfields Limited	5.1%
Systems Limited	4.1%
Lucky Cement Limited	3.7%
Mari Petroleum Company Limited	3.2%
Pakistan State Oil Company Limited	2.7%

Others

Provision Against Sindh Workers' Welfare Funds' liability

ALHIPF-DT has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 0.51 million ,if the same were not made the NAV per unit would be higher by Rs. 0.4348 per unit and YTD return would be higher by 0.22% .For details investors are advised to read Note 9.2 of the latest Financial Statements for the quarter ended March 31, 2018' of ALHIPF.

ALHIPF-EQ has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 2.35 million ,if the same were not made the NAV per unit would be higher by Rs. 2.4916 per unit and YTD return would be higher by 0.49% .For details investors are advised to read Note 9.2 of the latest Financial Statements for the quarter ended March 31, 2018' of ALHIPF.

ALHIPF-MM has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 0.18 million ,if the same were not made the NAV per unit would be higher by Rs. 0.3679 per unit 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 March 31, 2018' of ALHIPF.

ALHIPF - Money Market (%age of Total Assets)

Particulars	Sep-18	Aug-18
Cash	56.9%	92.4%
Commercial Paper	4.4%	4.4%
Others including receivables	1.0%	0.9%
GoP Ijara Sukuk	2.3%	2.3%
Shariah Compliant Bank Deposits	35.4%	0.0%

ALHIPF - Debt (%age of Total Assets)

Particulars	Sep-18	Aug-18
Cash	19.1%	53.9%
Sukuk	10.9%	11.2%
Others including receivables	1.2%	1.0%
Commercial Paper	8.1%	8.2%
GoP Ijara Sukuk	25.2%	25.7%
Shariah Compliant Bank Deposits	35.5%	0.0%

ALHIPF - Equity (%age of Total Assets)

Particulars	Sep-18	Aug-18
Other equity sectors	32.2%	35.5%
Oil & Gas Exploration Companies	26.7%	26.0%
Cement	6.5%	8.0%
Fertilizer	14.3%	14.9%
Technology & Communications	5.3%	5.0%
Cash	6.6%	2.9%
Others including receivables	1.8%	0.8%
Power Generation & Distribution	6.6%	6.9%

Performance Information & Net Assets

Particulars	ALHIPFEQ*	ALHIPFDT**	ALHIPFMM**
Year to Date Return (%)	-1.25	4.06	4.61
Month to Date Return (%)	-2.19	4.79	4.97
Since Inception (%)	406.16	6.61	5.62
Net Assets (PKR M)	478.49	237.38	86.72
NAV Per Unit (PKR)	507.17	201.45	181.93

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

Particulars	2014	2015	2016	2017	2018
ALHIPF-EQ*	42.10	39.53	14.84	33.21	-12.16
ALHIPF-DT**	8.22	4.76	4.04	4.46	2.99
ALHIPF-MM**	6.86	4.80	2.36	3.78	3.34

* Total Return ** Annualized return

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