



### Macro-Environment Review and Outlook

Political environment remained active during the month amid hearing of memo-gate and contempt of court in the Supreme Court, which involved country's top leadership. On the macroeconomic front, the low base-effect in YoY CPI inflation has been faded away with Feb'12 inflation came at 11.1% as against 10.1% a month ago. Deterioration in external account has continued with Jan'12 current account posting a deficit of US\$ 305 million, taking the 7M FY12 deficit to a level of US\$ 2.6 billion. In addition of having weak current account position, non-realization of sizeable official flows as well as lower FDIs remained a concern as they continued to keep a pressure on BOP position as well as the exchange rate. Moreover, the government has posted fiscal deficit of Rs. 533 billion during 1H FY12 translating into 2.5% of GDP (4.4% including one-off circular debt adjustment). As highlighted earlier as well, the funding profile remained alarming with 94% of deficit was funded through domestic sources.

Despite relatively controlled inflation, vulnerabilities on both external & fiscal accounts, including higher level of government borrowings from SBP, deteriorating NFA, weakening currency would compel the SBP to keep its policy discount rate unchanged in its next monetary policy, in our opinion. We strongly believe that the realization of sizeable foreign inflows holds the key in rejuvenating economic engine, failure of which would further derail the process of economic recovery.

### Equities Market Performance Review and Outlook

Following the last month, local bourse continued its bull-run with the KSE-100 index appreciating further by 8.4% during the month. Local investors, shrugging off the negative news flows on political and macro front, remained the major driving force in the market amid their comfort on CGT relief. This was partly supported by the first monthly net inflow after a gap of 8 months. The combination of both local and foreign investors served to improve the market turnover across all tiers with average daily trading volumes went up by 148% MoM to 185 million shares. Strong corporate earnings announcement by key listed companies also served to uphold the momentum in the market.

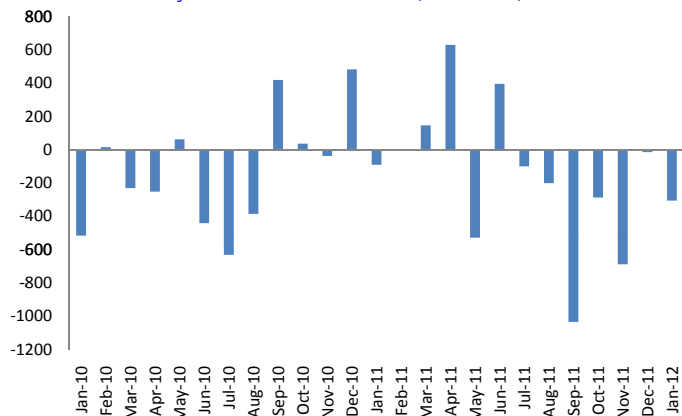
Although the earnings season is fairly close to end with only few major stocks' announcements are left, market trend is expected to remain positive on the back of CGT relief and potential return of foreign inflows. However, the market could seek correction/ profit taking on the back of deteriorating political and macro factors in the near term.

### Money Market Performance Review and Outlook

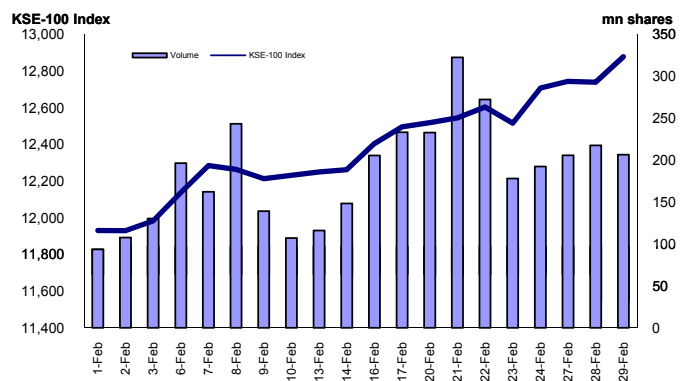
The short term money market rates adjusted upwards during the month due to relatively tight liquidity scenario in the system amid continued NFA attrition. The SBP continued to inject hefty amount to calm down the market during this month as well. Average 1 week PKRV adjusted upwards by 10 bps MoM to 11.6%, while relatively longer term PKRV i.e. of 1 year also adjusted upwards during the period as the market lately priced in no cut in policy DR in the last month's monetary policy.

Lack of foreign flows has been compelling the government to rely heavily on the domestic sources for fiscal funding, where government borrowing from SBP on YTD basis has remained higher at PKR 176 billion as of February 17, 2012. In the absence of foreign flows realization, the government would continue to rely on domestic sources of funding, which would further disturb the balance of monetary mechanism. Going forward, we feel that the failure to create fresh liquidity would either keep the money market pressured for liquidity or dependent on OMO injections.

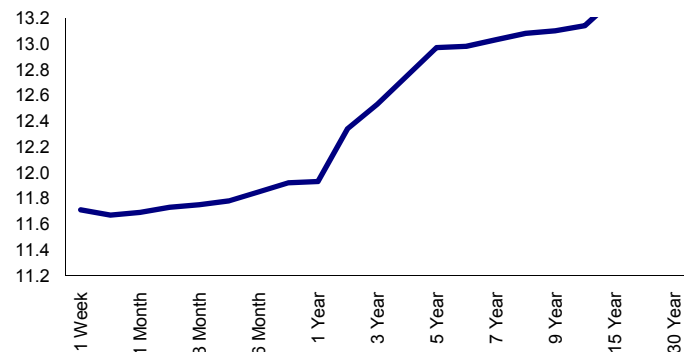
Monthly Trends in Current Account (US\$ Million)



KSE During February 2012



Yield Curve (February 29, 2011)





## Investment Objective

To provide an attractive return for short term investors or investors with a very low appetite for risk while taking into account capital security and liquidity considerations.

## General Information

Fund Type	An Open End Scheme
Category	Income Scheme (SECP categorization in process)
Asset Manager Rating	AM2 (AM Two) with Positive Outlook by PACRA
Stability Rating	A+(f) by PACRA
Risk Profile	Low
Launch Date	1-Mar-07
Fund Manager	Kashif Rafi
Trustee	Central Depository Company of Pakistan Limited
Auditor	M. Yousuf Adil Saleem & Co. Chartered Accountants
Management Fee	1.5% p.a.
Front / Back end Load	1.5% / 0%
Min. Subscription	
Growth Units	PKR 5,000
Cash Dividend Units	PKR 5,000
Income Units	PKR 100,000
Listing	Lahore Stock Exchange
Benchmark	1 Month KIBOR
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00AM to 4:30 PM)
Leverage	Nil

## Manager's Comment

During the month, the fund generated an annualized return of 9.5% as against its benchmark return of 11.8%. The fund reduced its exposure marginally towards Treasury Bills to around 26%, while marginally increasing its exposure towards GoP Ijarah Sukuk to around 23%. The fund exposure towards TFCs went up to around 28%, while reducing TDRs exposure to the tune of around 5% at month-end.

We believe that the fund's exposure towards good quality TFCs along with well-timed accumulation of Government papers should contribute towards decent returns going forward.

Performance Information (%)	MCB DCF	Benchmark
Year to Date Return (Annualized)	11.1	12.4
Month to Date Return (Annualized)	9.5	11.8
Since inception (CAGR) **	10.8	11.8
** One off hit of 4% due to SECP directive on TFCs' portfolio Adjustment of accumulated WWF since July 1, 2008		

Asset Allocation (%age of Total Assets)	Feb-12	Jan-12
Cash	7.4%	13.0%
Term Deposits with Banks	4.8%	6.2%
Reverse Repo against Government Securities	7.3%	0.0%
PIBs	0.8%	0.8%
TFCs	27.6%	25.4%
National Saving Bonds	1.4%	1.4%
GoP Ijarah Sukuk	22.7%	22.2%
T-Bills	25.7%	29.0%
Others including receivables	2.3%	2.0%

## Fund Facts / Technical Information

NAV per Unit (PKR)	101.8689
Net Assets (PKR M)	6,159
Weighted average time to maturity (Years)	2.0
Duration (Years)	1.8
Sharpe Measure*	0.03
Correlation*	-0.3%
Standard Deviation	0.12
Alpha*	0.32%
*as against benchmark	

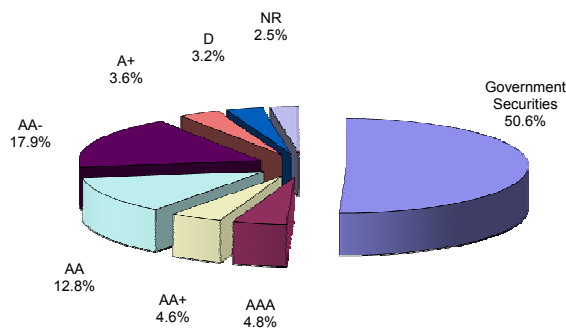
## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

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

United Bank Limited (14-Feb-08)	6.6%
Maple Leaf Cement Factory Limited (03-Dec-07)	2.8%
NIB Bank Limited (5-Mar-08)	2.7%
Askari Bank Limited (18-Nov-09)	1.9%
Jahangir Siddiqui Company Limited (4-Jul-07)	1.9%
Askari Bank Limited (23-Dec-11)	1.6%
Bank Alfalah Limited (2-Dec-09)	1.5%
United Bank Limited (8-Sep-06)	1.2%
Askari Bank Limited (4-Feb-05)	1.0%
Allied Bank Limited (6-Dec-06)	1.0%

## Asset Quality (%age of Total Assets)



## Details of non-compliant investments with the investment criteria of assigned category (securities below investment grade - Rs. in millions)

Name & Type of Non-Compliant Investment	Outstanding face value	Value of Investment before provision	Provision held, if any	Value of Investment after provision	% of Net Assets	% of Gross Assets
Maple Leaf Cement Factory Limited - Sukuk	354.40	216.89	38.23	178.66	2.90%	2.84%
Maple Leaf Cement Factory Limited - Sukuk II	13.31	9.36	-	9.36	0.15%	0.15%
Saudi Pak Leasing Company Limited - TFC	31.75	20.53	0.52	20.01	0.32%	0.32%
Security Leasing Corporation Limited - Sukuk	8.14	5.70	-	5.70	0.09%	0.09%
Security Leasing Corporation Limited - TFC	9.77	6.81	-	6.81	0.11%	0.11%
New Allied Electronics Industries - TFC	21.98	21.98	21.98	-	0.00%	0.00%
New Allied Electronics Industries - Sukuk	35.23	35.23	35.23	-	0.00%	0.00%

MUFAP's Recommended Format.

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# Pakistan Income Fund

February 29, 2012

NAV - PKR 52.86



## Investment Objective

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

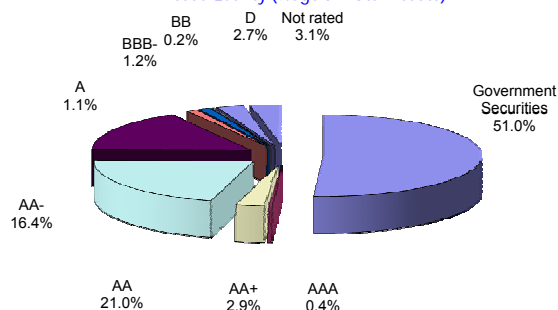
## General Information

Fund Type	An Open End Scheme
Category	Income Scheme
Asset Manager Rating	AM2 (AM Two) with Positive Outlook by PACRA
Stability Rating	AA-(f) by (PACRA)
Risk Profile	Low
Launch Date	11-Mar-2002
Fund Manager	Umair Khan
Trustee	Central Depository Company of Pakistan Limited
Auditor	KPMG Taseer Hadi & Co., Chartered Accountants
Management Fee	1.5% p.a.
Front / Back end Load	1.35%/0%
Min. Subscription	PIF PKR 5,000 PIF-CD PKR 10,000,000
Listing	Karachi Stock Exchange
Benchmark	75% KIBOR (6Month) + 25% PKRV (3Month)
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00AM to 5:00 PM)
Leverage	Nil

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

Engro Fertilizer Limited - Perpetual (18-Mar-08)	8.0%
United Bank Limited (08-Sep-06)	5.4%
Bank Al-Habib Limited (30-Jun-11)	5.0%
Askari Bank Limited (04-Feb-05)	4.9%
Askari Bank Limited (23-Dec-11)	4.6%
Bank Al-Falah Limited(Floating) (02-Dec-09)	2.5%
Askari Bank Limited (18-Nov-09)	2.2%
Bank Alfalah Limited(Fixed) (02-Dec-09)	2.2%
Bank Al-Habib Limited (07-Feb-07)	2.0%
Pace Pakistan Limited (15-Feb-08)	1.9%

## Asset Quality (%age of Total Assets)



## Manager's Comment

During the month, the fund generated an annualized return of 7.9% as against its benchmark return of 8.7%. During the month, the fund's exposure increased in TFCs to around 42% while shedding some of its T-Bills portfolio to bring its level down to around 26%. The fund's exposure has increased towards GoP Ijarah Sukuk to the tune of around 26% at month-end.

We believe that the fund's exposure towards good quality TFCs along with well-timed accumulation of Government papers should contribute towards decent returns going forward.

Performance Information (%)	PIF	Benchmark
Year to Date Return (Annualized)	9.0	10.4
Month to Date Return (Annualized)	7.9	8.7
Since inception (CAGR)	10.6	8.7

Asset Allocation (%age of Total Assets)	Feb-12	Jan-12
Cash	3.8%	5.9%
TFCs	42.1%	35.6%
GOP Ijarah Sukuk	25.5%	21.0%
T-Bills	25.5%	34.9%
PIB	0.0%	0.0%
Others including receivables	3.1%	2.6%

## Fund Facts / Technical Information

NAV per Unit (PKR)	52.86
Net Assets (PKR M)	1,418
Weighted average time to maturity (Years)	2.8
Duration (Years)	2.5
Sharpe Measure	-0.02
Correlation	-0.5%
Standard Deviation	2.6
Alpha	-6.1%

## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst
Umair Khan	Research Analyst

## Details of non-compliant investments with the investment criteria or assigned category (securities below investment grade - i.e. in default)

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
Maple Leaf Cement Factory Limited Sukuk	9.98	5.81	0.89	4.92	0.35%	0.34%
Pace Pakistan Limited TFC	49.92	27.46	-	27.46	1.94%	1.92%
Maple Leaf Cement Factory Limited Sukuk-II	0.38	0.26	-	0.26	0.02%	0.02%
Telecard Limited- TFC	26.06	12.25	5.00	7.25	0.51%	0.51%
Escorts Investment Bank Limited-TFC	4.52	3.30	-	3.30	0.23%	0.23%

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## MUFAP's Recommended Format.

# Pakistan Income Enhancement Fund

February 29, 2012  
NAV - PKR 52.06



## Investment Objective

The objective of the Fund is to deliver returns from aggressive investment strategy in the debt and fixed income markets.

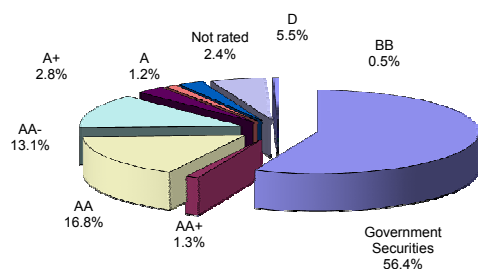
## General Information

Fund Type	An Open End Scheme
Category	Aggressive Fixed Income Scheme
Asset Manager Rating	AM2 (AM Two) with Positive Outlook by PACRA
Stability Rating	AA-(f) by (PACRA)
Risk Profile	Low
Launch Date	28-Aug-2008
Fund Manager	Umair Khan
Trustee	Central Depository Company of Pakistan Limited
Auditor	A. F. Ferguson & Co., Chartered Accountants
Management Fee	1.5% p.a.
Front / Back end Load	1.35%/0%
Min. Subscription	A----PKR 5,000 B----PKR 10,000,000
Listing	Islamabad Stock Exchange
Benchmark	90% KIBOR (1 Year) + 10% PKRV (3 Month)
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00AM to 5:00 PM)
Leverage	Nil

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

Engro Fertilizer Limited (18-Mar-08)	8.2%
Bank Al-Habib Limited (30-Jun-11)	5.3%
Bank Alfalah Limited-Floating (02-Dec-09)	4.2%
Askari Bank Limited (23-Dec-11)	3.5%
Pace Pakistan Limited (15-Feb-08)	3.1%
NIB Bank Limited (05-Mar-08)	2.8%
Bank Alfalah Limited-Fixed (02-Dec-09)	2.4%
Askari Bank Limited (31-Oct-05)	2.3%
Bank Al-Habib Limited (07-Feb-07)	1.9%
Eden Housing Limited (31-Mar-08)	1.4%

## Asset Quality (%age of Total Assets)



## Manager's Comment

During the month, the fund generated an annualized return of 2.4% as against its benchmark return of 7.7%. The under-performance was due to provisions taken on few TFCs during the month.

During the month, the fund increased its exposure towards T-Bills to around 35% while off-loading some of its exposure in GoP Ijarah Sukuk (GIS) at attractive rates. The fund exposure towards Term Finance Certificates has remained largely unchanged to around 39% at month-end.

Performance Information (%)	PIEF	Benchmark
Year to Date Return (Annualized)	9.5	11.5
Month to Date Return (Annualized)	2.4	7.7
Since inception (CAGR)	13.8	12.5

Asset Allocation (%age of Total Assets)	Feb-12	Jan-12
Cash	1.8%	2.5%
PIBs	3.7%	3.7%
TFCs	39.4%	39.6%
GOP Ijarah Sukuk	18.2%	23.6%
T-Bills	34.5%	28.4%
Term Deposit Receipts	0.0%	0.0%
Others including receivables	2.4%	2.2%

## Fund Facts / Technical Information

NAV per Unit (PKR)	52.06
Net Assets (PKR M)	1,311
Weighted average time to maturity (Years)	2.8
Duration (Years)	2.6
Sharpe Measure*	0.05
Correlation*	15.1%
Standard Deviation	0.14
Alpha	0.31%
*as against benchmark	

## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst
Umair Khan	Research Analyst

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# MetroBank-Pakistan Sovereign Fund

February 29, 2012



## General Information

Fund Type	An Open End Scheme
Category	Income Scheme
Asset Manager Rating	AM2 (AM Two) with Positive Outlook by PACRA
Stability Rating	AA(f) by PACRA
Risk Profile	Low to Moderate
Launch Date	1-Mar-2003
Fund Manager	Kashif Rafi
Trustee	Central Depository Company of Pakistan Limited
Auditor	A. F. Ferguson & Co., Chartered Accountants
Management Fee	Lower of 10% of Operating Revenue or 1.5% of average daily net assets subject to minimum fee of 0.5% of average daily Net Assets
Front / Back end Load	0.1% / 0%
Min. Subscription	MSF-Perpetual 100 units MSF-12/12 100 units
Listing	Islamabad Stock Exchange
Benchmark	6 Month T- Bill Rate
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00AM to 5:00 PM)
Leverage	Nil

## 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 8.4% as against its benchmark return of 8.6%. The fund's exposure towards T-Bills at month-end was increased to a level of 75.8%, while its PIBs exposure remained unchanged at 2.0% at month-end. Considering the current monetary scenario and interest rate outlook, the fund has reduced its portfolio WAM and was kept at 176 days at month-end.

The fund would remain vigilant towards changes in macroeconomic environment with a view of exploiting attractive opportunities in government papers.

Fund Facts / Technical Information	MSF- Perpetual
NAV per Unit (PKR)	50.07
Net Assets (PKR M)	6,163
Weighted average time to maturity (Days)	176
Duration (Days)	172
Sharpe Measure*	-0.02
Correlation	-0.02%
Standard Deviation	1.961
Alpha	-0.82%

## Members of the Investment Committee

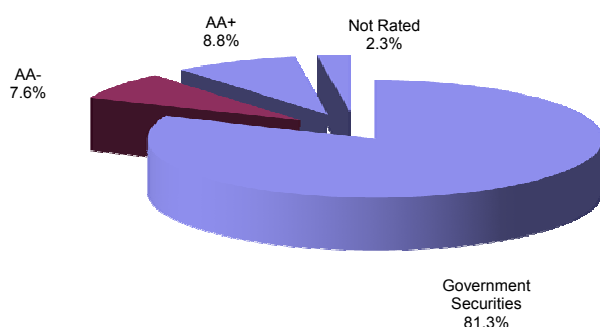
Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

Asset Allocation (%age of Total Assets)	MSF-Perpetual Feb-12	Jan-12
Cash	8.8%	18.7%
T-Bills	75.8%	70.4%
MSF 12/12 Sub-Fund	2.0%	1.8%
GOP Ijara sukuk	3.5%	3.4%
PIBs	2.0%	1.9%
Others including Receivables	0.3%	3.8%
Reverse Repo against Government Securities	7.6%	0.0%

Performance Information (%)	MSF-Perpetual	Benchmark
Year to Date Return (Annualized)	12.2	10.6
Month to Date Return (Annualized)	8.4	8.6
Since inception (CAGR)	6.2	8.8

Performance Information (%)	MSF 12/12 Sub Fund
Year to Date Return (Annualized)	13.3
Month to Date Return (Annualized)	8.9
Since inception (CAGR)	7.3
NAV Per Unit (PKR)	48.56
Net Assets (PKR M)	335.51

Asset Quality (%age of Total Assets)



MUFAP's Recommended Format.

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# MCB Islamic Income Fund

February 29, 2012

NAV - PKR 100.8265



## General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant (Islamic) Income Scheme
Asset Manager Rating	AM2 (AM Two) with Positive Outlook by PACRA
Stability Rating	Not Rated
Risk Profile	Low
Launch Date	20-June-2011
Fund Manager	Syed Akbar Ali, CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	A. F. Ferguson & Co., Chartered Accountants
Management Fee	10% of Gross Earnings subject to minimum fee of 0.25% of average daily Net Assets
Front end load	Class "A" 1.5%, Class "B" 0%
Back end Load	Class "A" 0%, Class "B" Units: 1.5% on redemption in the 1st year from the date of investment. 1.0% on redemption in the 2nd year from the date of investment. 0.0% on redemption after completion of 2 year from the date of Investment
Min. Subscription	Growth Units PKR 500 Income Units PKR 100,000 Cash Dividend Units PKR 500
Listing	Lahore Stock Exchange
Benchmark	Average of the most recently published three-month profit rates of three Islamic Banks rated A and above.
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00AM to 4:30 PM)
Leverage	Nil

## Investment Objective

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

## Manager's Comment

During the month, the fund generated an annualized return of 8.8% as against its benchmark return of 7.0%, an out-performance of 1.8% over its benchmark. The fund has been maintaining its exposure in GoP Ijarah Sukuk (GIS) at higher levels and it has been further increased to around 73% at month-end as against 70% a month ago. Moreover, around 24% of the fund was kept in cash & bank deposits.

We believe that well-timed accumulation of GoP Ijarah Sukuk should contribute towards healthy fund returns going forward, while the fund would remain cognizant of the changes in the macroeconomic environment in order to deploy assets efficiently in shariah compliant instruments.

## Fund Facts / Technical Information

NAV per Unit (PKR)	100.8265
Net Assets (PKR M)	956
Weighted average time to maturity (Years)	1.39
Sharpe Measure	0.40
Correlation	12.73%
Standard Deviation	0.04
Alpha	1.59%

## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

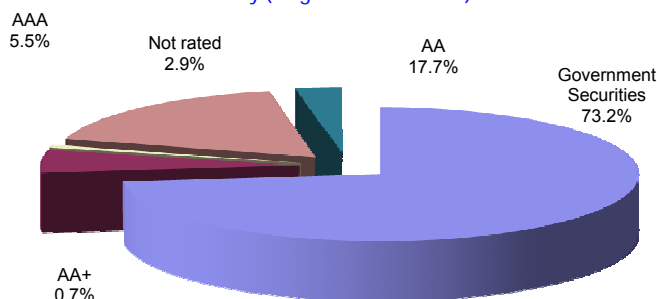
## Asset Allocation (%age of Total Assets)

	Feb-12	Jan-12
Cash	23.9%	28.2%
GoP Ijarah Sukuk	73.2%	69.7%
Others including receivables	2.9%	2.1%

## Performance Information (%)

	MCB IIF	Benchmark
Year to Date Return	10.9	6.2
Month to Date Return	8.8	7.0
Since inception	10.9	6.3

## Asset Quality (%age of Total Assets)



MUFAP's Recommended Format.

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# Pakistan Capital Protected Fund-Fixed Income Securities

February 29, 2012

NAV - PKR 10.55



## Investment Objective

The objective of the Fund is to pay investors (with certain conditions) whole of their initial investment (net of Front End Load) i.e. Rs. 10 per unit back over the term of its life in the form of dividend or return on capital on its termination and to maximize return by investing in fixed income instruments, money market and debt market instruments.

## General Information

Fund Type	An Open End Scheme
Category	Capital Protected Scheme
Asset Manager Rating	AM2 (AM Two ) with Positive Outlook by PACRA
Stability Rating	Not Applicable
Risk Profile	Low
Launch Date	16-Feb-2010
Fund Manager	Zaid Hidayatullah
Trustee	MCB Financial Service s Limited
Auditor	KPMG Taseer Hadi & Co., Chartered Accountants
Management Fee	1.5% per annum
Front end Load	3%
Back end Load	5% of NAV per unit in 1st year 4% of NAV per unit in 2nd year 3% of NAV per unit in 3rd year
Min. Subscription	PKR 5,000
Listing	Islamabad Stock Exchange
Benchmark	Average PKRV Yield (for 2.5 years) + 200 basis points (For investment Segment only)
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00AM to 5:00 PM)
Leverage	Nil

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

Pak Electron Limited (28-Sep-2007)	3.3%
Escorts Investment Bank Limited(15-Mar-07)	1.8%
Bank Al-Falah Limited(02-Dec-2009)	1.1%

## Manager's Comment

During the month, the fund generated an annualized return of 7.2% as against its benchmark return of 8.3%.

Allocation-wise, the fund kept its allocation to around 66% and 6% in TDRs and TFCs respectively, while its exposure towards Treasury Bills was marginally reduced to around 7% at month-end.

Performance Information (%)	PCPF-FIS	Benchmark
Year to Date Return (Annualized)	5.4	11.9
Month to Date Return (Annualized)	7.2	8.3
Since inception (CAGR)	8.7	11.2

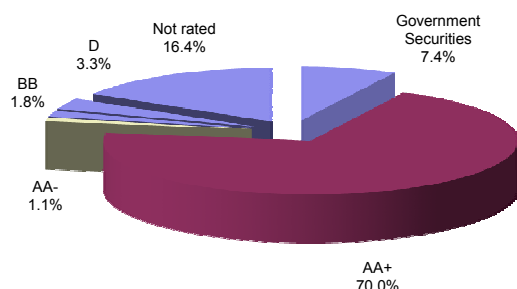
Asset Allocation (%age of Total Assets)	Feb-12	Jan-12
Cash	3.9%	4.4%
Term Deposits with Banks	66.1%	65.1%
Commercial Papers	0.0%	0.0%
TFCs	6.2%	6.1%
T-Bills	7.4%	8.8%
Others including receivables	16.4%	15.6%

Fund Facts / Technical Information	PCPF-FIS	Benchmark
NAV per Unit (PKR)	10.55	
Net Assets (PKR M)	237	
Sharpe Measure	-0.06	0.22
Correlation	10.5%	
Standard Deviation	0.11	0.03
Alpha	1.5%	

## 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
Escort Investment Bank Limited -TFC	6.02	4.39	-	4.39	1.85%	1.81%
Pak Electron Limited Sukuk	10.07	9.35	1.29	8.06	3.4	3.32

## Asset Quality (%age of Total Assets)



## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst
Zaid Hidayatullah	Research Analyst

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MUFAP's Recommended Format.



# MCB Cash Management Optimizer

February 29, 2012 NAV - PKR 100.9182



## General Information

Fund Type	An Open End Scheme
Category	Money Market Scheme
Asset Manager Rating	AM2 (AM Two) with Positive Outlook by PACRA
Stability Rating	AA+(f) by PACRA
Risk Profile	Low
Launch Date	1-Oct-09
Fund Manager	Kashif Rafi
Trustee	Central Depository Company of Pakistan Limited
Auditor	A. F. Ferguson & Co. , Chartered Accountants
Management Fee	10% of Gross Earnings subject to minimum fee of 0.25% of average daily Net Assets
Front / Back end Load	0%
Min. Subscription	
Growth Units	PKR 5,000
Cash Dividend Units	PKR 5,000
Income Units	PKR 100,000
Listing	Lahore Stock Exchange
Benchmark	An Average of 3 Month deposit rates of AA and above rated scheduled banks, net of expenses
Pricing Mechanism	Backward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00AM to 4:30 PM)
Leverage	Nil

## Investment Objective

To provide unit-holders competitive returns from a low risk portfolio of short duration assets while maintaining high liquidity.

## Manager's Comment

During the month, the fund generated an annualized return of 9.9% as against its benchmark return of 6.0%. The fund's exposure towards Treasury Bills was marginally reduced to around 69%, while increasing its cash and bank balance to the tune of around 15%. Due to the prevailing monetary scenario and interest rate outlook, the fund plans to keep its portfolio WAM at lower levels, which currently stays at a level of 35 days.

The fund would remain vigilant towards the changes in key macroeconomic variables and would adjust its portfolio WAM accordingly.

Fund Facts / Technical Information	MCB CMOP	Benchmark
NAV per Unit (PKR)	100.9182	
Net Assets (PKR M)	12,845	
Weighted average time to maturity (Days)	35	
Sharpe Measure*	0.23	-1.71
Correlation*	-31%	-2%
Standard Deviation	0.024	0.002
Alpha*	0.69%	-1.49%
*as against 3 month PKRV net of expenses		

## Members of the Investment Committee

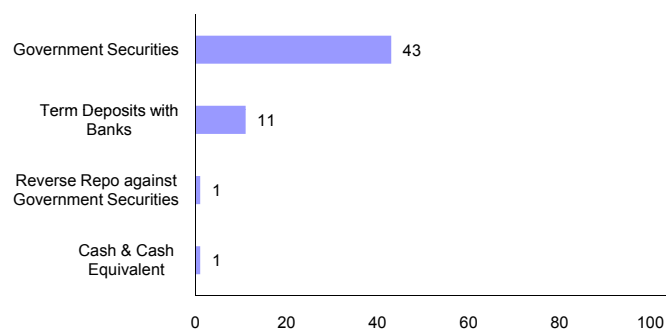
Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

Asset Allocation (%age of Total Assets)	Feb-12	Jan-12
Cash	15.3%	9.1%
Term Deposits with banks	8.3%	13.2%
T-Bills	69.1%	73.7%
Others including receivables	0.4%	4.0%
Reverse Repo against Government Securities	6.9%	0.0%

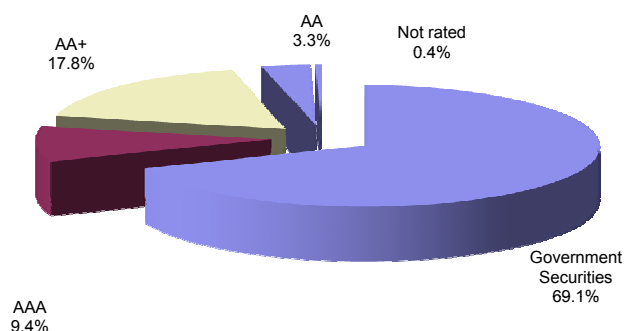
Performance Information (%)	MCB CMOP	Benchmark
Year to Date Return (Annualized)	11.5	6.0
Month to Date Return (Annualized)	9.9	6.0
Since inception (CAGR)*	11.4	5.9

\*Adjustment of accumulated WWF since Oct 1, 2009

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



## Asset Quality (%age of Total Assets)



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MUFAP's Recommended Format.



# Pakistan Cash Management Fund

February 29, 2012 NAV - PKR 50.2788



## General Information

Fund Type	An Open End Scheme
Category	Money Market Scheme
Asset Manager Rating	AM2 (AM Two) with Positive Outlook by PACRA
Stability Rating	AAA(f) by PACRA
Risk Profile	Low
Launch Date	20-March-2008
Fund Manager	Umair Khan
Trustee	Habib Metropolitan Bank Limited
Auditor	A. F. Ferguson & Co., Chartered Accountants
Management Fee	10% of Gross Earnings subject to minimum fee of 0.25% of average daily Net Assets
Front / Back end Load	0% / 0.1% If redeemed within 3 days & if converted within 30 days
Min. Subscription	A PKR 5,000 B PKR 10,000,000
Listing	Islamabad Stock Exchange
Benchmark	3-Month T-Bill return
Pricing Mechanism	Backward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00AM to 5:00 PM)
Leverage	Nil

## Investment Objective

The Fund aims 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 an annualized return of 10.1% as against its benchmark return of 9.1%. The fund's exposure towards Treasury Bills was reduced to around 75% as the fund took exposure to the tune of around 18% in Reverse REPO against Government Securities. Due to the prevalent monetary scenario and interest rate outlook, the fund has been planning to keep its portfolio WAM at lower levels, which stays at 46 days at month-end.

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

Fund Facts / Technical Information	PCF	Benchmark
NAV per Unit (PKR)	50.2788	
Net Assets (PKR M)	2,033	
Weighted average time to maturity (Days)	46	
Sharpe Measure*	0.04	0.07
Correlation*	49.7%	
Standard Deviation	0.02	0.03
Alpha*	-0.12%	
*as against 3 month PKRV net of expenses		

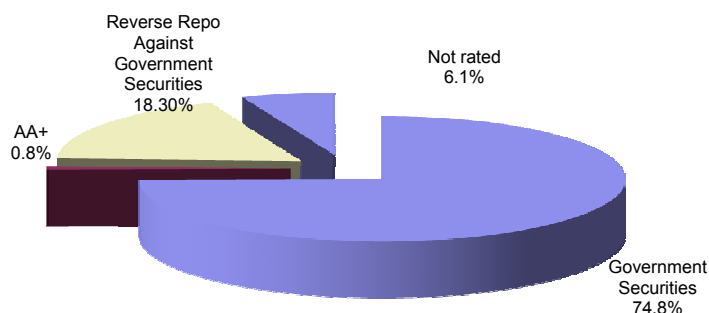
Asset Allocation (%age of Total Assets)	Feb-12	Jan-12
Cash	0.8%	0.8%
T-Bills	74.8%	99.0%
Reverse Repo Against Government Securities	18.3%	0.0%
Others including receivables	6.1%	0.2%

Performance Information (%)	PCF	Benchmark
Year to Date Return (Annualized)	11.5	10.0
Month to Date Return (Annualized)	10.1	9.1
Since inception (CAGR)	11.5	11.9

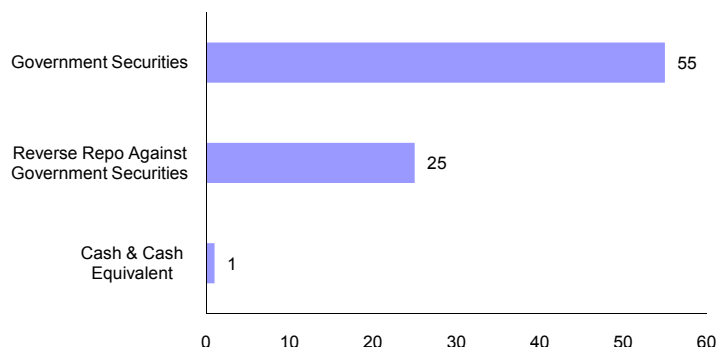
## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst
Umair Khan	Research Analyst

## Asset Quality (%age of Total Assets)



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



MUFAP's Recommended Format.

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# MCB Dynamic Allocation Fund

February 29, 2012

NAV - PKR 72.1749



## General Information

Fund Type	An Open End Scheme
Category	Asset Allocation Scheme (SECP categorization in process)
Asset Manager Rating	AM2 (AM Two) with Positive Outlook by PACRA
Stability Rating	Not applicable
Risk Profile	Moderate to High
Launch Date	17-Mar-08
Fund Manager	M.Asim, CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	A. F. Ferguson & Co., Chartered Accountants
Management Fee	1.5% p.a.
Front / Back end Load	3% / 0%
Min. Subscription	PKR 5,000
Listing	Lahore Stock Exchange
Benchmark	Proposed, SECP's approval pending
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00AM to 4:30 PM)
Leverage	Nil

## Investment Objective

MCB Dynamic Allocation Fund is an asset allocation fund and its objective is to aim at providing a high absolute return by investing in equity and debt markets.

## Manager's Comment

During the month, equity exposure has been reduced from 50% to 39% amid concerns over deteriorating macroeconomic indicators and geo-political scenario. The fund, therefore, reduced its exposure in Chemicals, Electricity, Banks and Fixed Line Telecommunications sector, while increasing exposure in Oil & Gas and Construction and Materials sector on the back of attractive valuation.

On the fixed income side, TFC allocations and GOP Ijara Sukuk allocations were marginally reduced to 11.2% and 14.2% respectively at month end.

## Fund Facts / Technical Information

MCB DAF

NAV per Unit (PKR)	72.1749
Net Assets (PKR M)	332
Sharp Measure*	-0.05
Beta**	0.44
Max draw up	84.8%
Max draw down	-48.6%
Standard Deviation	0.8
Alpha	0.01%

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

## Performance Information (%)

MCB DAF

Year to Date Return	3.3%
Month to Date Return	3.7%
Since inception*	-2.3%

\*Adjustment of accumulated WWF since July 1, 2008

Benchmark is proposed to SECP and is currently under consideration of SECP

## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

## Asset Allocation (%age of Total Assets)

Feb-12

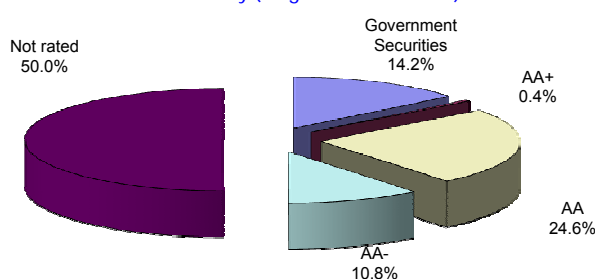
Jan-12

Cash	24.6%	16.7%
TFCs	11.2%	12.4%
GoP Ijara Sukuk	14.2%	15.4%
Stocks / Equities	38.9%	50.3%
Spread Transactions	5.5%	0.0%
Others including receivables	5.6%	5.2%

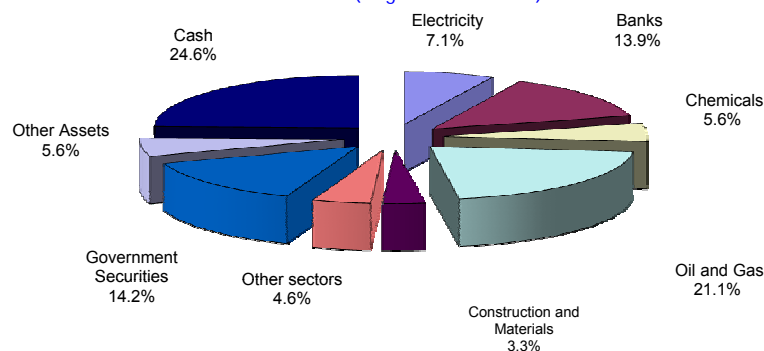
## Top 10 Holdings (%age of Total Assets)

Pakistan Petroleum Limited	Equity	9.0%
Askari Bank Limited (18-Nov-09)	TFC	7.4%
Attock Petroleum Limited	Equity	5.7%
Hub Power Company Limited	Equity	4.1%
Lucky Cement Limited	Equity	3.3%
Nishat Power Limited	Equity	3.0%
Pakistan Telecommunication Company Limited	Equity	2.3%
Nishat (Chunian) Limited.	Equity	2.2%
Fatima Fertilizer Company Limited	Equity	2.0%
Bank Alfalah Limited (23-Nov-04)	TFC	1.9%

## Asset Quality (%age of Total Assets)



## Sector Allocation (%age of Total Assets)



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# Pakistan Capital Market Fund

February 29, 2012

NAV - PKR 7.72



## General Information

Fund Type	An Open End Scheme
Category	Balanced Scheme
Asset Manager Rating	AM2 (AM Two) with Positive Outlook by PACRA
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	24-Jan-2004
Fund Manager	Mohsin Pervaiz
Trustee	Central Depository Company of Pakistan Limited
Auditor	A. F. Ferguson & Co., Chartered Accountants
Management Fee	2.0% p.a.
Front / Back end Load	2.0% / 0%
Min. Subscription	PCM PKR 5,000 PCM-CD PKR 10,000,000
Listing	Karachi Stock Exchange, Lahore Stock Exchange & Islamabad Stock Exchange
Benchmark	50% KSE 100 Index + 50% 1 Year T-Bill
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00 AM to 5:00 PM)
Leverage	Nil

## 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 delivered 4.2% return against its benchmark return of 5.0%. Allocation of equity portion was reduced from 55.7% to around 51% during the month. Sector-wise, allocations were increased within Oil & Gas and Construction Materials sectors on the back of higher earnings expectation. On the other hand, allocation in selected stocks of Chemical and Electricity sectors was reduced on the back of mature valuations.

On the fixed income side, the fund marginally reduced its TFC/ GIS positions during the month.

Fund Facts / Technical Information	PCM	Benchmark
NAV per Unit (PKR)	7.72	
Net Assets (PKR M)	359	
Sharp Measure	0.03	0.02
Beta	0.92	
Max draw up	179.7%	149.4%
Max draw down	-44.7%	-46.2%
Standard Deviation	0.91	0.88
Alpha	0.59%	

Performance Information (%)	PCM	Benchmark
Year to Date Return	3.5	5.5
Month to Date Return	4.2	5.0
Since inception	158.3	149.4

## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

Asset Allocation (%age of Total Assets)	Feb-12	Jan-12
Cash	17.8%	17.0%
T-Bills	5.3%	0.0%
TFCs	10.7%	11.4%
Stocks / Equities	50.5%	55.7%
Preference Shares	2.2%	2.4%
GoP Ijara Sukuk	10.7%	11.4%
Others including receivables	2.8%	2.1%

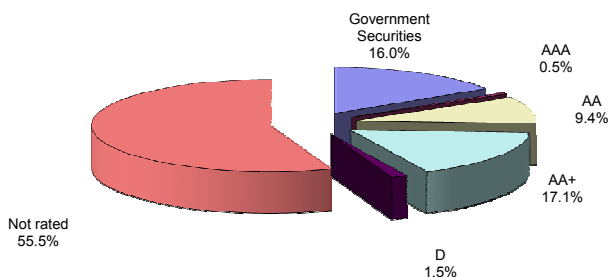
## Top 10 Holdings (%age of Total Assets)

Pakistan Petroleum Limited	Equity	9.8%
United Bank Limited (08-Sep-06)	TFC	9.3%
Pakistan Oil Fields Limited	Equity	7.3%
Attock Petroleum Limited	Equity	6.0%
Lucky Cement Limited	Equity	5.1%
Pakistan State Oil Company Limited	Equity	4.4%
HUB Power Company Limited	Equity	3.5%
Pakistan Telecommunication Company Limited	Equity	3.1%
Masood Textile Mills Limited	Equity	2.2%
Bank AlHabib Limited	Equity	1.9%

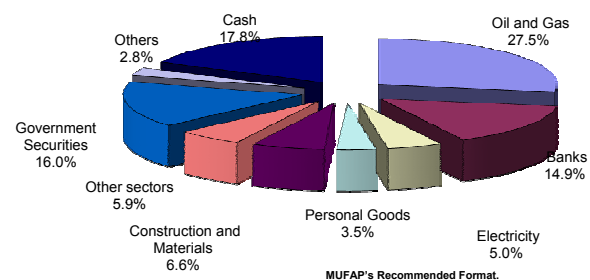
## Details of non-compliant investments with the investment criteria of assigned category (securities below investment grade - Rs. In millions)

Name & Type of Non-Compliant Investment	Outstanding face	Value of investment	Provision held, if any	Value of investment after	% of Net Assets	% of Gross Assets
	value	before provision		provision		
Maple Leaf Cement Factory Limited - Sukuk	9.98	6.11	0.90	5.21	1.45%	1.39%
Maple Leaf Cement Factory Limited - Sukuk- II	0.38	0.26	-	0.26	0.07%	0.07%

## Asset Quality (%age of Total Assets)



## Sector Allocation (%age of Total Assets)



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# Pakistan International Element Islamic Asset Allocation Fund

February 29, 2012

NAV - PKR 40.5580



## General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant Islamic Asset Allocation
Asset Manager Rating	AM2 (AM Two) with Positive Outlook by PACRA
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	2-May-2006
Fund Manager	Syed Akbar Ali, CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	A. F. Ferguson & Co., Chartered Accountants
Management Fee	Type A & B: 3% Type C & D: 2%
Front end Load	Type A: 2% Type B, C & D: None
Back end Load	Type A: None
	Type B, C & D: Yr 1:3%, Yr 2:2%, Yr 3:1%
Min. Subscription	A & B PKR 5,000 C & D PKR 10,000,000
Listing	Karachi Stock Exchange, Lahore Stock Exchange, Islamabad Stock Exchange.
Benchmark	70% KMI-30 Index + 30% DJIM-World Index
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00 AM to 5:00 PM)
Leverage	Nil

## 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

During the month, the fund generated a return of 5.2% as compared to its benchmark return of 5.9%. Overall equity exposure was reduced to around 67% from around 77% a month earlier. The fund reduced its exposure mainly in Chemical, Electricity and Fixed Line Telecommunication sectors, while increasing its holding in Oil & Gas and Construction and Materials sector.

On the fixed income side, the fund kept its exposure towards both GOP Ijarah Sukuk as well as Corporate Sukuk largely unchanged at around 9% and 2% respectively.

Fund Facts / Technical Information	PIEIF	Benchmark
NAV per Unit (PKR)	40.5580	
Net Assets (PKR M)	293	
Price to Earning (x)	5.9	6.38*
Dividend Yield (%)	8.99	8.9*
No. of Holdings	13	30*
Wt. Avg Mkt Cap (PKR Bn)	78.31	436.6*
Sharpe Measure	0.00	0.04
Beta	0.63	1.00
Correlation	81.1%	
Max draw up	88.2%	202.4%
Max draw Down	-28.9%	-39.6%
Standard Deviation	0.87	1.13
Alpha	-0.01%	
* KMI 30 Index		

Performance Information (%)	PIEIF	Benchmark
Year to Date Return	6.3	8.5
Month to Date Return	5.2	5.9
Since inception	34.2	N/A

Asset Allocation (%age of Total Assets)	Feb-12	Jan-12
Cash	20.7%	11.1%
Stock /Equities	67.1%	76.7%
Sukuk	1.7%	1.8%
GOP Ijarah Sukuk	8.5%	9.0%
Others including receivables	2.0%	1.4%

Top 10 Holdings (%age of Total Assets)		
Meezan Bank Limited	Equity	11.2%
Lucky Cement Limited	Equity	9.9%
Attock Petroleum Limited	Equity	9.4%
Pakistan Petroleum Limited	Equity	9.3%
Pakistan Oil Fields Limited	Equity	8.3%
Pakistan Telecommunication Company Limited	Equity	5.8%
Pakistan State Oil Company Limited	Equity	5.7%
Hub Power Company Limited	Equity	4.4%
Tri-Pack Films Limited	Equity	1.9%
Pak Eelctron Limited Sukuk (28-Sep-07)	Sukuk	1.7%

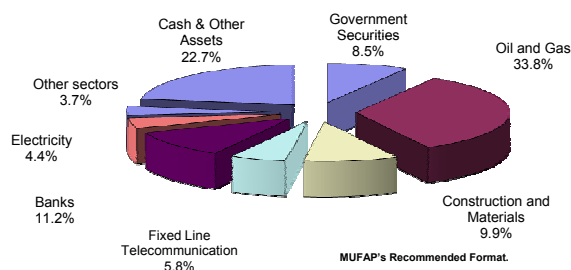
## Details of non-compliant investments with the investment criteria of assigned category (Rs. in millions)

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
Pak Electron Limited- Sukuk	6.43	5.14	-	5.14	1.75%	1.70%

## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

## Sector Allocation (%age of Total Assets)



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# MCB Dynamic Stock Fund

February 29, 2012

NAV - PKR 89.4420



## General Information

Fund Type	An Open End Scheme
Category	Equity Scheme (SECP categorization in process)
Asset Manager Rating	AM2 (AM Two) with Positive Outlook by PACRA
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	1-Mar-07
Fund Manager	M. Asim, CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	KPMG Taseer Hadi & Co., Chartered Accountants
Management Fee	3.0% p.a.
Front / Back end Load	2.5% / 0%
Min. Subscription	PKR 5,000
Listing	Lahore Stock Exchange
Benchmark	KSE 30 Index
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00 AM to 4:30 PM)
Leverage	Nil

## Investment Objective

MCB Dynamic Stock Fund is an equity fund and its objective is to provide long term capital appreciation.

## Manager's Comment

DSF ended delivering 5.8% return vis-à-vis KSE30 index return of 6.6% in February 2012. Fund decreased its overall equity allocation to around 83.1% from previous 85.5%. Several changes in sector and company allocations were made in response to changing sector and company fundamentals. On sector level allocations in Electricity, Chemicals, Fixed Line Telecommunication were reduced while allocations in Banks, Oil & Gas and Construction and Materials were increased.

Out of major holdings LUCK, UBL, ENGRO, OGDC, NML, MEBL, ABL and NPL outperformed the benchmark during the month.

Fund Facts / Technical Information	MCB DSF	KSE-30
NAV per Unit (PKR)	89.4420	
Net Assets (PKR M)	796	
Price to Earning (x)*	5.8	6.2
Dividend Yield (%)	8.73	9.3
No. of Holdings	25	30
Wt. Avg Mkt Cap (PKR Bn)	108.58	206.53
Sharpe Measure**	0.013	-0.020
Beta	0.77	1.00
Correlation	95.1%	
Max draw up	196.2%	181.7%
Max draw Down	-60.4%	-76.7%
Standard Deviation	1.31	1.62
Alpha	0.05%	

\*prospective earnings, \*\*as against 3 Year PIB

Performance Information (%)	MCB DSF	Benchmark
Year to Date Return	8.1	2.8
Month to Date Return	5.8	6.6
Since Inception*	70.6	-15.3

\*Adjustment of accumulated WWF since July 1,2008

## Members of the Investment Committee

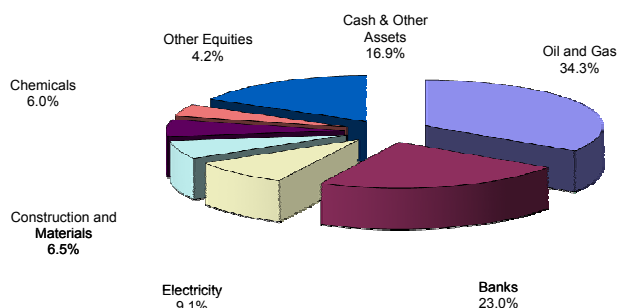
Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

Asset Allocation (%age of Total Assets)	Feb-12	Jan-12
Stock / Equities	83.1%	85.5%
Cash	15.6%	13.8%
Others including receivables	1.3%	0.7%

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

Pakistan Oil Fields Limited	9.8%
Pakistan Petroleum Limited	9.3%
Attock Petroleum Limited	6.9%
Lucky Cement Limited	6.5%
Hub Power Company Limited	6.4%
United Bank Limited	5.6%
Pakistan State Oil Company Limited	4.6%
Allied Bank Limited	4.5%
MCB Bank Limited	4.5%
Oil & Gas Development Company Limited	3.7%

## Sector Allocation (%age of Total Assets)



MUFAP's Recommended Format.

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# Pakistan Stock Market Fund

February 29, 2012

NAV - PKR 55.10



## General Information

Fund Type	An Open End Scheme
Category	Equity Scheme
Asset Manager Rating	AM2 (AM Two) with Positive Outlook by PACRA
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	11-Mar-2002
Fund Manager	Syed Akbar Ali, CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	KPMG Taseer Hadi & Co., Chartered Accountants
Management Fee	2.0% p.a.
Front / Back end Load	2.0% / 0%
Min. Subscription	PSM PKR 5,000 PSM CD PKR 10,000,000
Listing	Karachi Stock Exchange
Benchmark	KSE 100 Index
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00 AM to 5:00 PM)
Leverage	Nil

## Investment Objective

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

## Manager's Comment

During the month, the fund delivered 6.4% return as compared to KSE100 return of 8.4%. Fund reduced its overall equity allocation which stood at 81.8% at month end as compared to beginning allocation of 87.3%. Many changes in sector and company allocations were made in response to changing sector and company fundamentals.

Major sector level changes include reduction in allocation in Electricity, Chemicals, Fixed Line Telecommunication and Personal Goods and increase in allocation of Banks and Oil & Gas. Out of major holdings LUCK, SITC, UBL, ENGRO, OGDC, NML and MEBL outperformed the benchmark during the month.

Fund Facts / Technical Information	PSM	KSE-100
NAV per Unit (PKR)	55.10	
Net Assets (PKR M)	1,006	
Price to Earning (x)	5.7	6.9
Dividend Yield (%)	8.6	7.4
No. of Holdings	30	100
Wt. Avg Mkt Cap (PKR Bn)	95.1	3,097.0
Sharpe Measure	0.05	0.04
Beta	0.72	1.0
Correlation	92.2%	
Max draw up	837.6%	926.2%
Max draw Down	-56.2%	-69.3%
Standard Deviation	1.2	1.5
Alpha	0.03%	

Performance Information (%)	PSM	Benchmark
Year to Date Return	2.4	3.1
Month to Date Return	6.4	8.4
Since inception	720.9	587.7

## Members of the Investment Committee

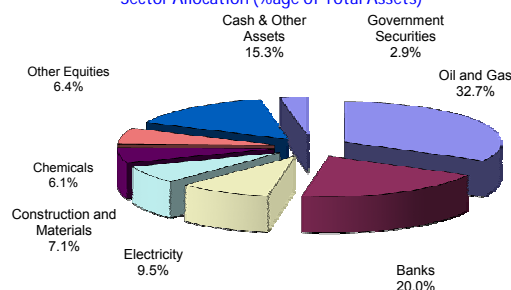
Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

Asset Allocation (%age of Total Assets)	Feb-12	Jan-12
Stock / Equities	81.8%	87.3%
Cash	13.5%	10.9%
T-Bills	2.9%	0.0%
Others including receivables	1.8%	1.8%

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

Pakistan Petroleum Limited	9.5%
Pakistan Oil Fields Limited	9.1%
Lucky Cement Limited	7.1%
Attock Petroleum Limited	6.9%
Hub Power Company Limited	6.8%
Allied Bank Limited	5.1%
Pakistan State Oil Company Limited	5.1%
United Bank Limited	5.0%
MCB Bank Limited	3.4%
Pakistan Telecommunication Company Limited	3.0%

## Sector Allocation (%age of Total Assets)



MUFAP's Recommended Format.

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# Pakistan Premier Fund

February 29, 2012

NAV - PKR 9.83



## General Information

Fund Type	An Open End Scheme
Category	Equity Scheme
Asset Manager Rating	AM2 (AM Two) with Positive Outlook by PACRA
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	01-Jan-2003
Fund Manager	M. Asim, CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	A. F. Ferguson & Co., Chartered Accountants
Management Fee	2.0% p.a.
Front / Back end Load	2.0% / 0%
Min. Subscription	PKR 5,000
Listing	Lahore Stock Exchange
Benchmark	KSE 100 Index
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00 AM to 5:00 PM)
Leverage	Nil

## Investment Objective

The objective of the Fund is to provide investors long term capital appreciation from its investments in Pakistani equities.

## Manager's Comment

The fund delivered 6% return vis-à-vis KSE100 index return of 8.4% in the month of February. The fund increased its overall equity allocation from 78.7% end January to around 79.8% end February. Many changes were made in company and sector allocations during the month. Major sector changes include decrease in allocation in Electricity, Chemicals, Fixed Line Telecommunication and Personal Goods while increasing Banks, Oil and Gas & Construction and Materials.

Out of major holdings LUCK, UBL, ENGRO, OGDC, NML and MEBL outperformed the benchmark during the month.

Fund Facts / Technical Information	PPF	KSE-100
NAV per Unit (PKR)	9.83	
Net Assets (PKR M)	493	
Price to Earning (x)	5.7	6.9
Dividend Yield (%)	8.7	7.4
No. of Holdings	26	100
Wt. Avg Mkt Cap (PKR Bn)	97.8	3097.0
Sharpe Measure	0.05	0.03
Beta	0.28	1.00
Correlation	50.9%	
Max draw up	490.1%	553.4%
Max draw Down	-59.7%	-69.3%
Standard Deviation	1.4	2.5
Alpha	6.41%	

Performance Information (%)	PPF	Benchmark
Year to Date Return	4.2	3.1
Month to Date Return	6.0	8.4
Since inception	456.7	382.9

## Members of the Investment Committee

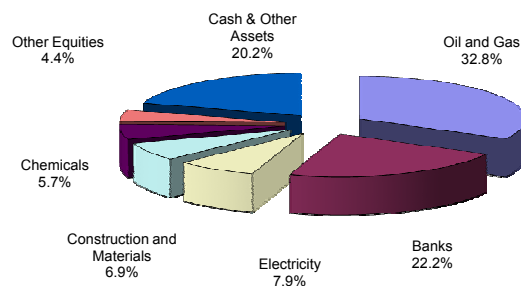
Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

Asset Allocation (%age of Total Assets)	Feb-12	Jan-12
Stock / Equities	79.8%	78.7%
Cash	18.1%	18.6%
Others including receivables	2.1%	2.7%

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

Pakistan Petroleum Limited	9.4%
Pakistan Oil Fields Limited	9.3%
Attock Petroleum Limited	7.6%
Lucky Cement Limited	6.9%
United Bank Limited	5.8%
Allied Bank Limited	5.0%
Hub Power Company Limited	5.0%
Pakistan State Oil Company Limited	4.2%
MCB Bank Limited	3.3%
Meezan Bank Limited	2.9%

## Sector Allocation (%age of Total Assets)



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# Pakistan Strategic Allocation Fund

February 29, 2012

NAV - PKR 8.85



## General Information

Fund Type	An Open End Scheme
Category	Equity Scheme
Asset Manager Rating	AM2 (AM Two) with Positive Outlook by PACRA
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	11-Sept-2004
Fund Manager	Mohsin Pervaiz
Trustee	Central Depository Company of Pakistan Limited
Auditor	M. Yousuf Adil Saleem & Co., Chartered Accountants
Management Fee	2.0% p.a.
Front / Back end Load	2.0% / 0%
Min. Subscription	PKR 5,000
Listing	Karachi Stock Exchange
Benchmark	KSE 100 Index
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00 AM to 5:00 PM)
Leverage	Nil

## Investment Objective

The objective of the Fund is to provide investors capital growth over medium to long term primarily from investment in more liquid Pakistani equities.

## Manager's Comment

The fund delivered 5.6% return as compared to KSE100 return of 8.4%. Overall equity allocation of the fund was decreased from 69.6% to 60.2% during the month. Major sector allocation changes include decrease in Oil and Gas, Electricity, Chemicals and Fixed Line Telecommunication while allocation in Banks, Construction Materials and Personal Goods was increased.

Out of major holdings LUCK, UBL, ENGRO, NML and MEBL outperformed the benchmark during the month.

Fund Facts / Technical Information	PSAF	KSE-100
NAV per Unit (PKR)	8.85	
Net Assets (PKR M)	458	
Price to Earning (x)	5.7	6.9
Dividend Yield (%)	8.5	7.4
No. of Holdings	23	100
Wt. Avg Mkt Cap (PKR Bn)	82.72	3,096.97
Sharpe Measure	0.02	0.02
Beta	0.76	1.00
Correlation	90.6%	
Max draw up	146.1%	220.6%
Max draw Down	-60.1%	-69.3%
Standard Deviation	1.25	1.48
Alpha	0.51%	

Performance Information (%)	PSAF	Benchmark
Year to Date Return	6.8%	3.1%
Month to Date Return	5.6%	8.4%
Since inception	117.9%	142.0%

## Members of the Investment Committee

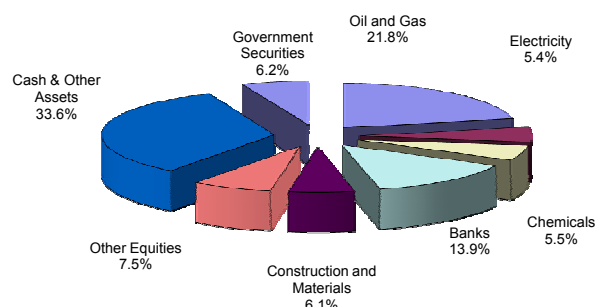
Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

Asset Allocation (%age of Total Assets)	Feb-12	Jan-12
Stock / Equities	60.2%	69.6%
Cash	32.0%	29.4%
T-Bills	6.2%	0.0%
Others including receivables	1.6%	1.0%

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

Pakistan Petroleum Limited	8.5%
Lucky Cement Limited	6.1%
Hub Power Company Limited	5.3%
Pakistan Oil Fields Limited	5.1%
Allied Bank Limited	4.9%
United Bank Limited	4.9%
Attock Petroleum Limited	4.3%
Pakistan State Oil Company Limited	3.8%
Nishat Mills Limited	3.8%
Pakistan Telecommunication Company Limited	2.7%

## Sector Allocation (%age of Total Assets)



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# AH Dow Jones SAFE Pakistan Titans 15 Index Fund

February 29, 2012

NAV - PKR 58.63



## General Information

Fund Type	An Open End Scheme
Category	Index Tracker Scheme
Asset Manager Rating	AM2 (AM Two) with Positive Outlook by PACRA
Stability Rating	Not applicable
Risk Profile	High
Launch Date	14-Oct-2010
Fund Manager	Junaid Khalid, FRM
Trustee	MCB Financial Services Limited
Auditor	KPMG Taseer Hadi & Co., Chartered Accountants
Management Fee	1% p.a.
Front / Back end Load	2% / 0%
Min. Subscription	PKR 5,000
Listing	Karachi Stock Exchange
Benchmark	Dow Jones SAFE Pakistan Titans 15 Index
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00AM to 1:00 PM)
Leverage	Nil

## Investment Objective

The Fund aims to provide investors with a total return that before expenses closely corresponds to the return of the Dow Jones SAFE Pakistan Titans 15 index by tracking the returns of Dow Jones SAFE Pakistan Titans 15 Index, thus providing exposure to the constituents of Dow Jones SAFE Pakistan Titans 15 Index in a single security.

## Manager's Comment

The fund delivered 6.1% return as compared to benchmark return of 6.5% during the month. Overall equity allocation at month-end remained largely unchanged from previous month at around 96%.

Around 3.5% of total assets remained stuck in receivables which increased tracking error of the fund. Almost all the fund's holdings generated positive returns during the month.

Fund Facts / Technical Information	AHDJPF	Benchmark
NAV per Unit (PKR)	58.63	
Net Assets (PKR M)	115	
Price to Earning (%)	6.5	6.2
Dividend Yield (%)	8.4	9.3
Sharpe Measure	0.03	0.03
Beta	0.94	1
Correlation	97.1%	
Max draw up	22.1%	26.1%
Max draw Down	-15.5%	-14.9%
Standard Deviation	1.07	1.10
Alpha	-0.7%	

Performance Information (%)	AHDJPF	Benchmark
Year to Date Return	5.0	5.9
Month to Date Return	6.1	6.5
Since inception	21.9	26.7

## Members of the Investment Committee

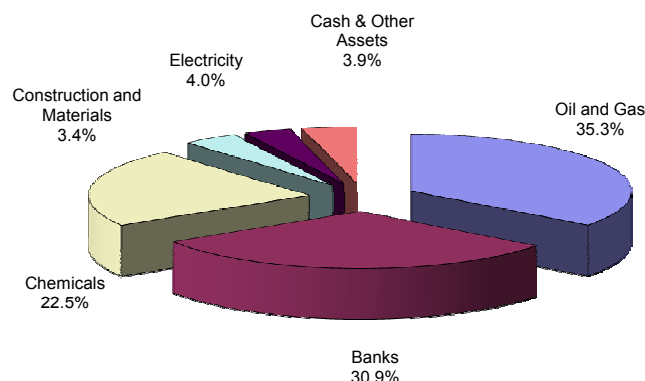
Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst
Junaid Khalid, FRM	Head of PD & ALM

Asset Allocation (%age of Total Assets)	Feb-12	Jan-12
Cash	0.5%	0.9%
Stocks / Equities	96.1%	96.3%
Others including receivables	3.4%	2.8%

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

MCB Bank Limited	19.0%
Oil & Gas Development Company Limited	16.4%
Fauji Fertilizer Company Limited	13.4%
Pakistan Petroleum Limited	7.6%
Pakistan Oil Fields Limited	6.3%
Engro Corporation Limited	5.3%
Pakistan State Oil Company Limited	5.0%
Hub Power Company Limited	4.0%
Bank AL-Habib Limited	3.5%
Lucky Cement Limited	3.4%

## Sector Allocation (%age of Total Assets)



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# Pakistan Pension Fund

February 29, 2012



## General Information

Fund Type	An Open End Scheme
Category	Voluntary Pension Scheme
Asset Manager Rating	AM2 (AM Two) with Positive Outlook by PACRA
Stability Rating	Not Applicable
Launch Date	29-June-2007
Fund Manager	M. Asim, CFA
Trustee	Habib Metropolitan Bank Limited
Auditor	M.Yousuf Adil Saleem & Co., Chartered Accountants
Management Fee	1.5% p.a.
Front / Back end Load	3% / 0%
Min. Subscription	PKR 1,000
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00AM to 5:00 PM)
Leverage	Nil

## 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

Equities sub-fund generated a positive return of 7.3% during the month while KSE-100 index increased by 8.4%. The overall exposure to equities stands at 80% compared to 91% last month. The fund increased exposure to Banking sector while significantly reducing exposure to Electricity and Chemicals sectors. Exposure to cash stands at 10% of Total Assets at month end.

Debt sub-fund generated an annualized return of 3% during the month. The overall exposure to Government securities stands at around 83% with a cash exposure of 4%.

Money Market sub-fund generated an annualized return of 10.4% during the month. Investment in T-bills stands at around 96%, with a cash exposure of around 3%.

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

Engro Corporation Limited	5.6%
United Bank Limited	5.3%
Meezan Bank Limited	5.2%
Lucky Cement Limited	5.0%
Pakistan Petroleum Limited	4.6%
Pakistan Telecommunication Company Limited	4.6%
Oil & Gas Development Company Limited	4.6%
Bank AL-Habib Limited	4.6%
Attock Petroleum Limited	4.5%
Pakistan Oil Fields Limited	4.5%

## Performance Information & Net Assets

	PPF-EQ*	PPF-DT**	PPF-MM**
Year to Date Return (%)	6.4	12.0	10.6
Month to Date Return (%)	7.3	3.0	10.4
Since inception (%)	8.2	9.6	10.9
Net Assets (PKR M)	63.17	91.28	67.20
NAV (Rs. Per unit)	108.22	144.93	150.71
* Total Return    ** Annualized return			

## Members of the Investment Committee

Yasir Qadri	Chief Executive Officer
Kashif Rafi	Fund Manager
Muhammad Asim, CFA	Fund Manager
Syed Akbar Ali, CFA	Head of Research
Mohsin Pervaiz	Senior Research Analyst

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

	Feb-12	Jan-12
Cash	3.2%	3.3%
T-Bills	96.1%	94.9%
Others including receivables	0.7%	1.8%

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

	Feb-12	Jan-12
Cash	4.1%	1.8%
PIBs	44.0%	44.5%
GoP Ijara Sukuk	5.5%	5.7%
TFCs	9.4%	9.9%
T-Bills	33.9%	33.6%
Others including receivables	3.1%	4.5%

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

	Feb-12	Jan-12
Cash	10.2%	2.8%
Oil and Gas	24.5%	28.8%
Banks	23.7%	20.3%
Chemicals	6.2%	15.1%
Electricity	5.2%	9.4%
Construction and Materials	5.0%	4.9%
Other equity sectors	15.8%	12.8%
Others including receivables	9.4%	5.9%

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# Pakistan Islamic Pension Fund

February 29, 2012



## General Information

Fund Type	An Open End Scheme
Category	Islamic Voluntary Pension Scheme
Asset Manager Rating	AM2 (AM Two) with Positive Outlook by PACRA
Stability Rating	Not Applicable
Launch Date	15-Nov-2007
Fund Manager	Syed Akbar Ali, CFA
Trustee	Habib Metropolitan Bank Limited
Auditor	M.Yousuf Adil Saleem & Co., Chartered Accountants
Management Fee	1.5% p.a.
Front / Back end Load	3% / 0%
Min. Subscription	PKR 1,000
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut Off Timing	Mon-Fri (9:00AM to 5:00 PM)
Leverage	Nil

## 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

Equities sub-fund generated a positive return of 5.8% while KSE-100 index increased by 8.4% during the month. The overall exposure to equities reduced further to around 84% compared to 91% last month. The fund reduced exposure to Chemicals sectors significantly while increasing exposure to Telecommunications sector. Cash exposure was increase to 9.6% compared to 2.3% the previous month.

Debt sub-fund generated an annualized return of 9.6% during the month. The fund exposure towards GoP Ijarah Sukuk and other corporate Sukuk stands at around 89% and 2% respectively with increased cash exposure around 5%.

Money Market sub-fund generated an annualized return of 10.4% during the month. Exposure to Ijara Sukuk and Term Deposits stands at around 65% and 14% respectively with a cash exposure of 17% at month end.

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

Lucky Cement Limited	10.0%
Meezan Bank Limited	9.8%
Pakistan Telecommunication Company Limited	9.5%
Pakistan Petroleum Limited	8.5%
Hub Power Company Limited	8.0%
Pakistan Oil Fields Limited	7.8%
Tri-Pack Films Limited	7.0%
Attock Petroleum Limited	6.7%
Pakistan State Oil Company Limited	6.4%
Exide Pakistan Limited	4.2%

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

	Feb-12	Jan-12
Cash	17.1%	20.7%
GoP Ijarah Sukuk	65.0%	61.3%
Others including receivables	3.6%	3.4%
Bank Deposits	14.3%	14.6%

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

	Feb-12	Jan-12
Cash	4.9%	1.9%
GoP Ijarah Sukuk	88.8%	92.2%
Sukuk	2.1%	2.2%
Others including receivables	4.2%	3.7%

Performance Information & Net Assets	PIPF-EQ*	PIPF-DT**	PIPF-MM**
Year to Date Return (%)	12.5	10.2	8.4
Month to Date Return (%)	5.8	9.6	10.4
Since inception (%)	22.3	10.3	7.4
Net Assets (PKR M)	46.24	51.02	41.76
NAV (Rs. Per unit)	122.54	144.94	132.40
* Total Return ** Annualized return			

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

	Feb-12	Jan-12
Oil and Gas	32.6%	33.3%
Construction and Materials	10.0%	9.8%
General Industrials	8.8%	9.4%
Banks	9.8%	9.9%
Other equity sectors	13.5%	20.2%
Cash	9.6%	2.3%
Others including receivables	6.2%	6.6%
Fixed Line Telecommunication	9.5%	8.5%

## Members of the Investment Committee

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