

Al Meezan Investment Management Limited

MKT/FMR/02/12,

September 07, 2011

Dear Investor,

We would like to convey our valued investor the blessings of Ramadan and Eid greetings.

By the grace of Almighty Allah, Al Meezan is the largest private sector asset management company in Pakistan with total assets under management of over Rs.31.3 billion and rated as AM2 by JCR-VIS denoting High Quality Management.

Conversion of Al Meezan Mutual Fund (AMMF) from Closed-end to Open-end

In its endeavors to provide variety of Sharia'h compliant products to our valued investors, Al Meezan has always been a pioneer and taken a proactive approach. We are pleased to announce that AMMF, our first closed-end fund has been converted into an open-end scheme from August 05, 2011. This provides you a lucrative opportunity to increase your investment in the fund and take advantage of its 15 years of proven track record of superior performance and rich dividend payout history. Since inception to date the fund has provided a cumulative return of 868% as at August 31, 2011 with an annualized return of 16.14%. *For the year ended June 30, 2011 the fund has provided total cash dividend of 21% (Rs. 2.1 per unit).*

Smart Tax Savings by Investing in Meezan Tahaffuz Pension Fund (MTPF)

MTPF is the first and largest Sharia'h compliant pension fund in Pakistan providing attractive returns to its investors. It comprises of three sub funds – equity, debt and money market which for FY11 gave returns of Equity; 36%, Debt; 10.9% and Money Market; 10.7%

Recent budget amendments in Section 63 of Income Tax Ordinance, 2001, gives you the privilege of taking exceptional tax benefits on contributions of up to 50% of your taxable income. Tax benefit on contribution of only 20% of taxable income until age of 40 years, but benefits increase on 2% incremental contribution of taxable income every year thereafter. Moreover, Al Meezan bundles it with free Takaful protection on your investment.

Dividend Payout of Meezan Cash Fund

It is our pleasure to announce that Al Meezan has announced the first interim dividend (FY12) - Rs. 0.85 per unit. The payouts were in the form of Bonus Units to the Growth Unit holders and Cash Dividend to the Income Unit holders. A Growth Unit holder having 100 units of MCF as at August 23, 2011 got 1.6996 additional units at the ex-div. NAV of Rs. 50.01 while an Income Unit holder got Cash Dividend of Rs. 0.85 per unit.

We would like to thank you for trusting us and we will continue to strive and provide you with high quality Sharia'h compliant investment solutions. Fund Managers' Report for the month of August 2011 is enclosed for your review.

Yours truly,



Shahid Gul Motiwala

SVP- Head of Marketing and Sales

Our Value Added Services



Customer Services



Internet Banking
Services



E-Statements



Email Services



SMS Alerts



ATM Facility

Al Meezan Investment Management Limited

12/02/FMR/MKT

07 ستمبر 2011ء

معزز انویسٹر

المیز ان کی جانب سے آپ سب کو ماہ رمضان اور عید کی مبارکباد۔

اللہ تعالیٰ کے کرم کی بدولت، المیز ان 31.3 ارب روپے کے کل اثاثہ جات کی منظمیت کرتے ہوئے پاکستان میں پرائیویٹ سیکٹرز میں سب سے بڑی ایسٹ میجمنٹ کمپنی بن چکی ہے۔ اسکے علاوہ کمپنی اپنی بہترین کارکردگی کی بنیاد پر JCR-VIS سے 'AM2' رینٹنگ کی حامل بھی ہے۔

المیز ان میوچل فنڈ (AMMF) کی اوپن اینڈ فنڈ میں تبدیلی

اپنے سرمایہ کاروں کو شرعی اصولوں کے مطابق متفرق پروڈکٹس، ہم پہنچانے کے لیے المیز ان نے ہمیشہ پہلے کاروائی کی ہے۔ اسی سلسلے میں ہم آج کو بتاتے ہوئے خوشی محسوس کرتے ہیں کہ ہمارا پہلا کھوڑا اینڈ فنڈ AMMF، 5 اگست، 2011 سے اوپن اینڈ فنڈ میں تبدیل ہو چکا ہے۔ اس فنڈ کے 15 سالہ ریکارڈ اور ڈیویڈنڈ ہسٹری کو مد نظر رکھتے ہوئے آپ سرمایہ کاری میں اضافہ کرنے کے موقع سے فائدہ اٹھا سکتے ہیں۔ AMMF نے مجموعی طور پر اپنے آغاز سے لے کر 31 اگست 2011ء تک 868% اور سالانہ 16.14% منافع فراہم کیا ہے۔ مالی سال 30 جون 2011ء کے اختتام پر فنڈ سے 21% (2.1 روپے فی یونٹ) کا مجموعی ڈیویڈنڈ تقسیم کیا ہے۔

میزان تحفظ پینشن فنڈ (MTPF) میں سرمایہ کاری کے ذریعے سے ٹیکس میں چھوٹ

MTPF پاکستان کا پہلا اور سب سے بڑا پینشن فنڈ ہے جو اپنے سرمایہ کاروں کو پُرکشش منافع فراہم کرتا ہے۔ تین ذیلی فنڈز - ایکویٹی، ڈیٹ، اور منی مارکیٹ پر مشتمل اس فنڈ نے مالی سال 2011 کے اختتام پر بالترتیب 36%، 10.9% اور 10.7% کا منافع فراہم کیا ہے۔

انکم ٹیکس آرڈیننس 2001 کے سیکشن 63 میں حالیہ ترمیم آج کو یہ موقع فراہم کرتی ہے کہ آپ اپنی ٹیکس ایبل انکم کی 50% تک سرمایہ کاری پر ٹیکس میں چھوٹ حاصل کر سکتے ہیں۔ یعنی 40 سال کی عمر تک سرمایہ کاری پر ٹیکس ایبل انکم کی 20% تک چھوٹ اور اسکے بعد ہر سال ٹیکس ایبل انکم پر اضافی 2% تک ٹیکس میں چھوٹ حاصل کر سکتے ہیں۔ مزید برآں، المیز ان آپ کو سرمایہ کاری پر تکافل پروٹیکشن کی سہولت بھی مہیا کرتا ہے۔

میزان کیش فنڈ کی ڈیویڈنڈ تقسیم

ہم آپ کو یہ بتاتے ہوئے خوشی محسوس کرتے ہیں کہ المیز ان نے MCF میں مالی سال 2012ء کے لیے 0.85 روپے فی یونٹ پہلے عیوری ڈیویڈنڈ کا اعلان کیا ہے۔ گروتھ یونٹ ہولڈرز نقد منافع کی شکل میں دیا گیا ہے۔ گروتھ یونٹ ہولڈرز جو 23 اگست 2011ء تک MCF کے 100 یونٹس رکھتے ہیں، 50.01 روپے کی ایکس ڈیویڈنڈ NAV پر 1.6996 اضافی یونٹس جبکہ انکم یونٹ ہولڈرز کے لیے 0.85 روپے فی یونٹ کی شرح سے نقد منافع تقسیم کیا گیا۔

ہم آپ کے اعتماد اور بھروسے کے شکر گزار ہیں اور یہ عزم مصمم کرتے ہیں کہ آپ کو بہترین شرعی اصولوں کے مطابق سرمایہ کاری کے مواقع فراہم کرتے رہیں گے۔ ماہ اگست 2011ء کی فنڈ مینیجر رپورٹ آپ کی معلومات اور ریکارڈ کے لیے پیش ہے۔

آپ کا تخلص



شاہد گل موتی والا

ایس وی پی - ہیڈ آف مارکیٹنگ اینڈ سٹریٹجی

Our Value Added Services



Customer Services



Internet Banking Services



E-Statements



Email Services



SMS Alerts



ATM Facility



AL Meezan Investment Management Limited

Al Meezan Investments, the company in operation since 1995, has one of the longest track records of managing mutual funds in the private sector in Pakistan. Al Meezan Investments manages eight mutual funds; namely Al Meezan Mutual Fund, Meezan Balanced Fund, Meezan Islamic Fund, Meezan Islamic Income Fund, Meezan Tahaffuz Pension Fund, Meezan Cash Fund, Meezan Sovereign Fund and Meezan Capital Protected Fund (MCPF-II). MCPF-I was matured on June 29, 2011 while MCPF-II was launched on July 5, 2011.

The total funds under management of Al Meezan, the only full fledged Shariah compliant asset management company in Pakistan, have reached Rs. 31.3 billion as on August 31, 2011. With AM2 rating which denotes high management quality, the company clearly stays well ahead of all its competitors in the Islamic asset management market in Pakistan.

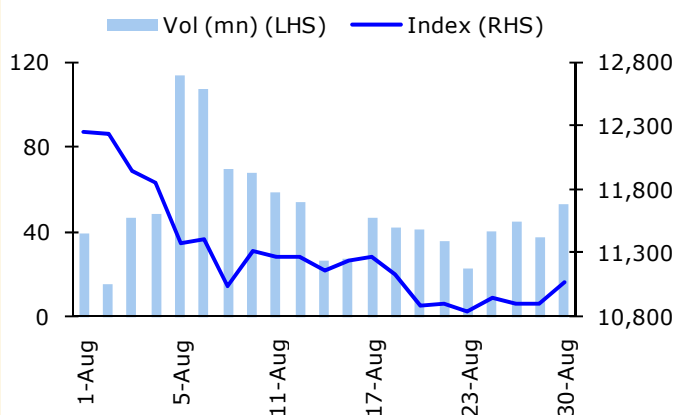
Stock Market Review

During the month of August, 2011 KSE-100 index was down by 9.2% to close at the level of 11,071. Global economic concerns and foreign selling were the main factors that kept market depressed. This combined with the shorter working hours in Ramadan resulted in average daily volumes further contracting by 31% MoM to 41 million shares.

KSE largely followed the meltdown of the international markets which tumbled during first week of Aug11 as the US was downgraded by the S&P following increase in debt ceiling, which shook investors' confidence. This coupled with domestic politics acted as another sentiment dampener as the deteriorating law and order situation in Karachi prompted government to launch a targeted operation in troubled areas of the city. Later, market witnessed an improvement due to the result season as Oil and Gas, fertilizer and Cement sectors posted above expected results. This helped the index to close above the psychological barrier of 11,000 level. Foreigners remained net sellers during the month with net outflow of \$11.6million.

The volatility in international markets coupled with fears of financial downturn is expected to keep the investor sentiments' shaky. However, any major improvement on the political front or law and order situation could be a positive trigger for the market in the near term. In addition, the final leg of corporate results season with expected dividend payouts is likely to provide key support to the market.

KSE-100 Index Performance

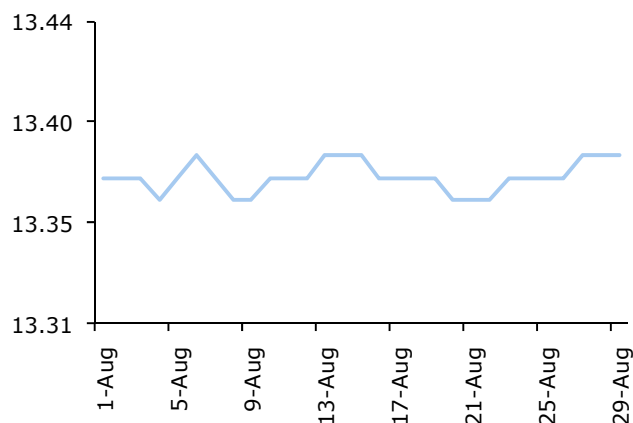


Money Market Review

During the month, money market remained highly illiquid. To normalize the liquidity situation, SBP regularly conducted OMOs and injected Rs 640 billion at a weighted average yield of 13.18%. Banks also borrowed Rs 203 billion from State Bank through discounting window while it deposited around Rs 61 billion at floor rate. During the month, SBP conducted two T-Bill auctions and accepted around Rs 300 billion against total bid of Rs 398 billion. The target of the auctions was Rs 260 billion against maturity of Rs 206 billion. The cut off yield of six-month paper decreased by 50 bps (due to reduction in discount rate in last month monetary policy) to close at 13.28%. During the month State Bank had also conducted PIB auction and accepted Rs. 41 billion against total bid of Rs67 billion and target of Rs 30 billion. The cut off yield of 10 year paper declined by 58 bps to close at 13.51%. In line with reduction in discount rate, six month KIBOR rates also decreased by 43 bps to close at 13.38%.

On the forex front, rupee depreciated against dollar by Rs0.74 to close at Rs 87.33 per dollar in the interbank market. It was the Rupee lowest level since 1st June 2009. Rupee also depreciated against dollar by Rs.0.65 to close at Rs. 87.0 per dollar in the Kerb market.

6 Month KIBOR



Disclaimer

This publication is for informational purpose only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in mutual funds are subject to market risk. The NAV based prices of units and any dividends/returns thereon are dependent on force and factors affecting the capital markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.

Fund Review:

Net assets of Meezan Islamic Fund stood at Rs. 4.4 billion as at August 31, 2011. The fund's NAV decreased by 4% during the period under review as compared to the decline of 5% in the benchmark index (KMI-30) while KSE-100 Index, during the same period decreased by 9%. Although the market is trading at attractive multiples, we expect market to remain range bound due to political ambiguity, CGT issue, inflationary pressure, and negative global market outlook. As on Aug 31, the fund was 90.8% invested in equities.

Investment Objective:

To maximize total investor returns by investing in Shariah Compliant equities focusing on both capital gains and dividend income.

Fund Details:

Fund Type:	Open End
Risk Level	High
Launch Date	8th Aug 2003
Trustee	CDC
Auditors	A.F. Ferguson & Co.
Registrar	Meezan Bank Ltd.
Unit Types	A, B and C
Management Fee	2%
Front End Load	2%
Fund Category	Equity
Back End Load	Nil
Benchmark	KMI-30
Leverage	Nil
Listing	KSE
AMC Rating	AM2
Rating Agency	JCRVIS
Pricing Mechanism	Forward
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am – 3pm
Fund Manager	Muhammad Asad

Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib M. Ali, CFA, FRM M. Farhan Lakhani
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Fund Asset:

	Jul' 11	Aug' 11	MoM %
Net Assets (Rs mn)	4,587	4,358	-5.0%
NAV Per Unit (Rs)	41.88	40.23	-3.9%

Asset Allocation:

	Jul' 11	Aug' 11
Equity (%)	88.48	90.82
Cash (%)	11.23	9.10
Other receivables (%)	0.29	0.08

Expense Ratio*	0.004	0.012
P/E	8.55	8.22

*Management fee is included in the expense ratio

Risk Measures–August'11:

	MIF	KSE-100 index	KMI-30 Index
Standard Deviation (%)	1.29	1.49	1.52
Sharpe Ratio	-0.17	-0.31	-0.18

Performance - Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD**
MIF	-4%	-3%	7%	-3%	29%	69%	59%	260%
Benchmark#	-5%	-3%	7%	-4%	32%	64%	38%	163%

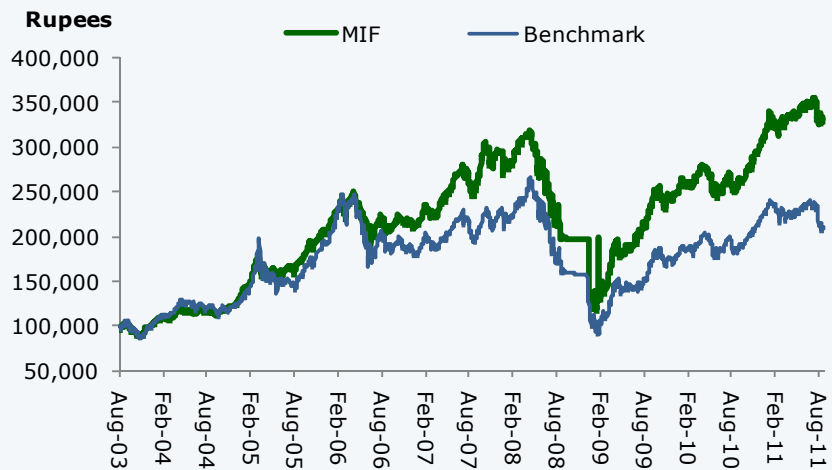
** Performance start date of August 08, 2003,

KMI-30 replaced DJIIMPK as the Fund's benchmark in FY10 while KSE-100 index remained as the benchmark till FY06

Annual Returns:

	FY11	FY10	FY09	FY08	FY07	FY06	FY05
MIF	39%	31%	-30%	0.27%	29%	30%	40%
Benchmark	44%	37%	-35%	1%	17%	25%	22%

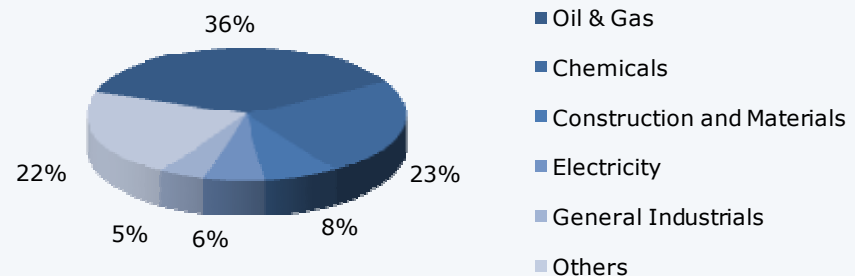
Fund's Performance:



Top Ten Equity holdings:(% of NAV):

Fauji Fertilizer Co. Ltd.	15%	Oil & Gas Development Co. Ltd.	7%
Pakistan Petroleum Ltd.	11%	The Hub Power Co. Ltd.	6%
Pakistan Oilfields Ltd.	10%	Lucky Cement	6%
Pakistan State Oil Co. Ltd.	8%	Meezan Bank Ltd.	5%
ICI Pakistan Ltd.	7%	Indus Motors Co. Ltd.	3%

Sector Allocation:



- Oil & Gas
- Chemicals
- Construction and Materials
- Electricity
- General Industrials
- Others

Fund Review:

The net assets of Al Meezan Mutual Fund (AMMF) as at August 31, 2011 stood at Rs. 1.39billion. The fund's NAV decreased by 5.3% during the month of August compared to 5% decrease in the benchmark index (KMI-30) while KSE-100 Index decreased by 9% during the same period.

Investment Objective:

The objective of Al Meezan Mutual Fund is to optimize the total investment returns, both capital gains and dividend income, through prudent investment management.

Fund Details:

Fund Type:	Open End
Risk Level	High
Launch Date	13th Jul 1995
Trustee	CDC
Auditors	A.F. Ferguson & Co.
Registrar	Meezan Bank Ltd.
Unit Types	A, B,C and D
Management Fee	2%
Front End Load	2%
Fund Category	Equity
Back End Load	Contingent Load
Benchmark	KMI-30
Leverage	Nil
Listing	ISE
AMC Rating	AM2
Rating Agency	JCRVIS
Pricing Mechanism	Forward
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am – 3pm
Fund Manager	Muhammad Asad

Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib M. Ali, CFA, FRM M. Farhan Lakhani
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Fund Asset:

	Jul' 11	Aug' 11	MoM %
Net Assets (Rs mn)	1,724	1,377	-19.3%
NAV Per Unit (Rs)	12.54	10.26	-5.3%

Asset Allocation:

	Jul' 11	Aug' 11
Equity (%)	80.00	90.07
Cash (%)	20.37	27.25
Other receivables (%)	-0.38	-17.32
Expense Ratio*	0.002	0.005

*Management fee is included in the expense ratio

Risk Measures–August'11:

	AMMF	KSE-100 index	KMI-30 Index
Standard Deviation (%) ¹	1.39	1.49	1.52
Sharpe Ratio	-0.22	-0.31	0.18

Performance - Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD**
AMMF	-5%	-5%	4%	-5%	26%	60%	54%	868%
Benchmark [#]	-5%	-3%	7%	-4%	32%	64%	38%	584%

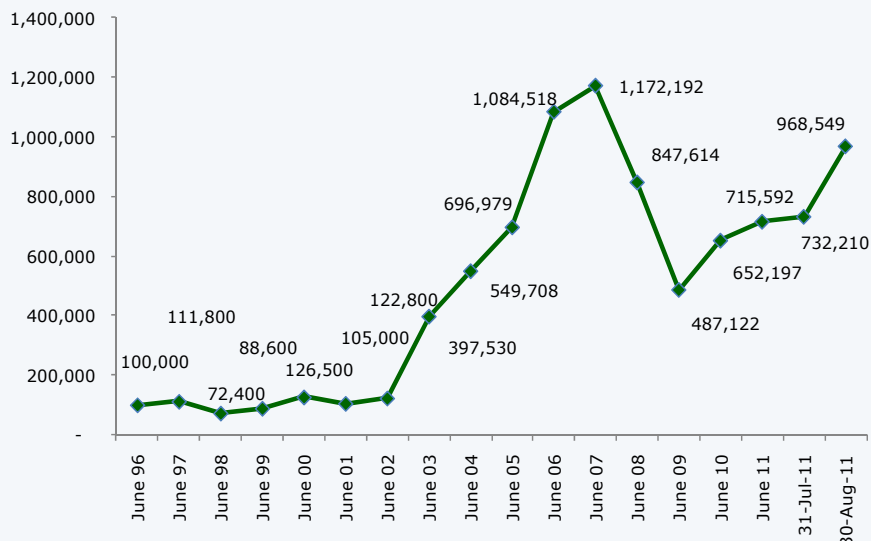
** Performance start date of July 13, 1995,

KMI-30 replaced DJIIMPK as the Fund's benchmark in FY10 while KSE-100 index remained as the benchmark till FY06

Annual Returns:

	FY11	FY10	FY09	FY08	FY07	FY06	FY05
AMMF	38%	31%	-32%	0.43%	27%	28%	45%
Benchmark	44%	37%	-35%	1%	17%	25%	22%

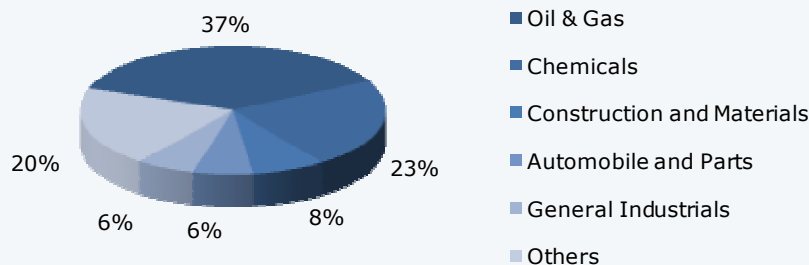
Investment Growth from FY 1996- 2012TD



Top Ten Equity holdings:(% of NAV):

Fauji Fertilizer Co. Ltd.	16%	ICI Pakistan Ltd.	7%
Pakistan Petroleum Ltd.	11%	The Hub Power Co. Ltd.	6%
Pakistan Oilfields Ltd.	10%	Lucky Cement	6%
Pakistan State Oil Co. Ltd.	8%	Agriauto Industries Ltd.	4%
Oil & Gas Development Co. Ltd.	8%	Packages Ltd.	3%

Sector Allocation:



Fund Review

Net assets of Meezan Islamic Income Fund (MIIF) stood at Rs. 2.6 billion as at August 31, 2011. MIIF has provided an annualized return of 13.3% for the month of August as compared to its benchmark which has provided an annualized return of 6.0% during the same period.

Investment Objective:

To provide investors with a high and stable rate of current income consistent with long term preservation of capital in a Shariah compliant way. A secondary objective is to take advantage of opportunities to realize capital appreciation.

Fund Details:

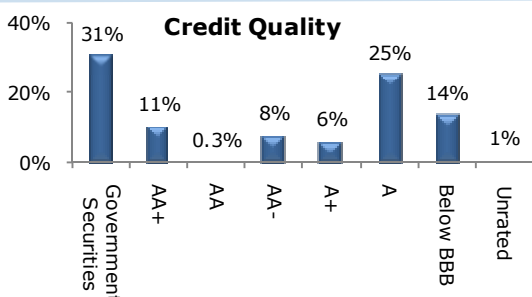
Fund Type:	Open End
Risk Level	Minimal
Launch Date	15-Jan-07
Trustee	CDC
Auditors	A.F. Ferguson & Co.
Registrar	Meezan Bank Ltd.
Unit Types	A, B and C
Management Fee	1.5%
Front End Load	0.5%
Fund Category	Income
Leverage	Nil
Listing	KSE
AMC Rating	AM2
Rating Agency	JCRVIS
Fund Stability Rating	A(f)
Pricing Mechanism	Forward
Weighted average time to maturity	1.37 Years
Back End Load	Contingent load for Type C investors
Benchmark	Average bank deposit rate of three Islamic banks
Valuation Days	Mon-Sat
Subscription/ Redemption Days	Mon-Fri 9am - 3pm Sat 9am - 12:00pm
Fund Manager	M. Ali, CFA, FRM
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib M. Ali, CFA, FRM M. Farhan Lakhani

Fund Assets:

	Jul' 11	Aug' 11	MoM %
Net Assets (Rs mn)	2,561	2,597	1.41%
NAV Per Unit (Rs)	50.65	51.19	1.07%

Credit Quality of portfolio:

Government Securities	31%
AA+	11%
AA	0.3%
AA-	8%
A+	6%
A	25%
Below BBB	14%
Unrated	1%



Performance - Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD**
MIIF	13.3%	14.4%	16.3%	14.3%	12.3%	10.0%	-	9.8%
Benchmark	6.0%	5.9%	5.9%	5.9%	5.9%	5.9%	-	5.9%

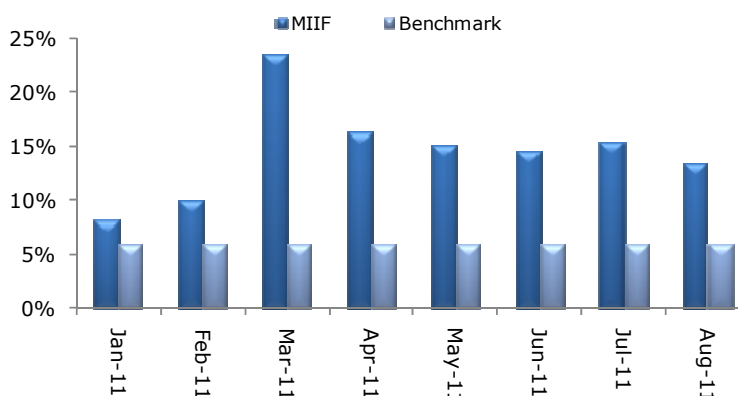
** Performance start date of Jan 15, 2007

Annual Returns:

	FY11	FY10	FY09	FY08	FY07	FY06	FY05
MIIF	11.8%	7.31%	10.15%	9.28%	10.07%*	-	-
Benchmark	5.9%	5.75%	6.54%	5.75%	4.66%	-	-

* 163 days of operations

Monthly Performance:



Top Ten Portfolio holdings:(% of NAV):

GoP Ijarah Sukuks III	11%	KAPCO (Commercial Paper)	6%
GoP Ijarah Sukuks V	9%	Eden Housing Ltd.	6%
Engro Fertilizer Ltd.	8%	GoP Ijarah Sukuks IV	5%
Maple Leaf Sukuk -I	8%	HUBCO (Commercial Paper)	4%
GoP Ijarah Sukuks VII	6%	Century Paper & Board Mills Ltd.	4%

Sector Allocation:

	Jul'11	Aug'11
Sukuks	30%	29%
Government backed / Guaranteed Securities	31%	31%
Cash	29%	25%
Commercial Paper	6%	10%
Others Including receivables	4%	5%

Details of Non Performing Investments:

Name of Non-compliant investments	Type of Investments	Value of Investments before provision	Provision held if any / Diminishing Market Value	Value of investments after provision	% of Net Assets	% of Gross Assets
Arzoo Textile Mills Ltd.	Sukuk	70,000,000	70,000,000	0.00	0.00%	0.00%
Eden Housing Limited	Sukuk	206,043,750	62,917,074	143,126,676	5.51%	5.49%
Maple Leaf Cement - I	Sukuk	319,592,000	119,161,156	200,430,844	7.72%	7.69%
Maple Leaf Cement - II	Sukuk	12,000,000	3,551,280	8,448,720	0.33%	0.32%
Security Leasing Corporation Ltd. - II	Sukuk	24,218,750	7,100,308	17,118,442	0.66%	0.66%

Fund Review

Net assets of Meezan Cash Fund (MCF) stood at Rs. 6.5 billion as at August 31, 2011. MCF has provided an annualized return of 11.8% for the month of August as compared to its benchmark which has provided an annualized return of 8.3% during the same period.

Investment Objective:

To seek maximum possible preservation of capital and a reasonable rate of return via investing primarily in liquid Shariah compliant money market and debt securities.

Fund Details:

Fund Type:	Open End
Risk Level	Minimal
Launch Date	15-Jun-09
Trustee	CDC
Auditors	A.F. Ferguson & Co.
Registrar	Meezan Bank Ltd.
Unit Types	A, B and C
Management Fee	1%
Front End Load	Nil
Back End Load*	0.1% if redemption within 3 days
Fund Category	Money Market
Leverage	Nil
Listing	ISE
AMC Rating	AM2
Rating Agency	JCRVIS
Fund Stability Rating	AA (f)
Pricing Mechanism	Forward
Weighted average time to maturity	33.15 Days
Benchmark	Average return on 6-month Islamic bank deposits
Valuation Days	Mon-Sat
Subscription/ Redemption Days	Mon-Fri 9am – 3pm Sat 9am – 12:00pm
Fund Manager	M. Ali, CFA, FRM
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib M. Ali, CFA, FRM M. Farhan Lakhani

Fund Assets:

	Jul' 11	Aug' 11	MoM %
Net Assets (Rs mn)	5,807	6,513	12.16%
NAV Per Unit (Rs)	50.49	50.12*	0.95%

*Ex-Dividend NAV

Rating Exposure:

AA+	71%
AA	27%
AA-	0.2%##

##Account with Meezan Bank is being maintained only for collection /redemption purposes as Meezan Bank is the distributor for all Meezan Funds.

Portfolio Composition:

	Jul'11	Aug'11
Placements with Banks and DFIs	30%	28%
Commercial Paper	4%	8%
Cash	63%	63%
Other Including receivables	3%	2%

Performance - Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD**
MCF	11.8%	11.8%	11.8%	11.8%	11.3%	-	-	10.6%
Benchmark	8.3%	8.3%	8.3%	8.3%	8.3%	-	-	7.9%

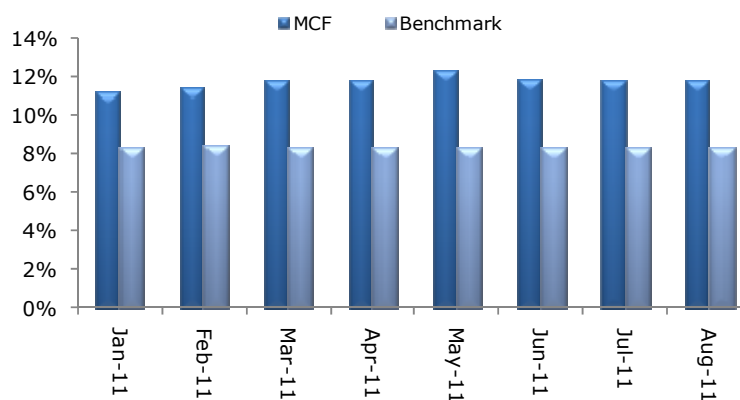
** Performance start date of June 15, 2009

Annual Returns:

	FY11	FY10	FY09	FY08	FY07	FY06	FY05
MCF	11.0%	10.10%	8.08%#	-	-	-	-
Benchmark	8.2%	7.48%	7.6%	-	-	-	-

#15 days of operations

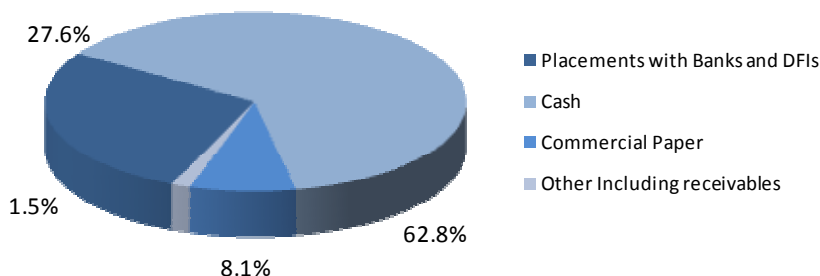
Monthly Performance:



Portfolio: Salient Features

Key Benefits	Maximum Preservation of Principal Investment
	High Liquidity (Redemption within Two working days)
	*No Sales Load (No Entry or Exit charges)
Investment Policy and Strategy	Tax Credit as per tax laws
	Investments in High Grade & Liquid avenues:
	Instrument/Issuer Rating : Minimum 'AA'
	Maximum Maturity of Instruments : Six Months
Benchmark	Average Time to Maturity of Portfolio : Three Months
	Average return on 6-month Islamic bank deposits

Asset Allocation:



Fund Review

Net assets of Meezan Sovereign Fund (MSF) stood at Rs. 14.05 billion as at August 31, 2011. For the month of August, the fund has provided an annualized return of 12.2% as compared to its benchmark which has provided an annualized return of 8.3% during the same period.

Investment Objective:

To seek maximum possible preservation of capital and a reasonable rate of return

Fund Details:

Fund Type:	Open End
Risk Level	Minimal
Launch Date	10-Feb-10
Trustee	CDC
Auditors	A.F. Ferguson & Co.
Registrar	Meezan Bank Ltd.
Unit Types	A, B, C and D
Management Fee	1%
Front End Load	0.5%
Back End Load	Nil
Fund Category	Income
Leverage	Nil
Listing	ISE
AMC Rating	AM2
Rating Agency	JCRVIS
Fund Stability Rating	AA+ (f)
Pricing Mechanism	Forward
Weighted average time to maturity	1.60 Years
Benchmark	Average return on 6-month Islamic bank deposits
Valuation Days	Mon-Sat
Subscription/ Redemption Days	Mon-Fri 9am – 3pm Sat 9am – 12:00pm
Fund Manager	M. Ali, CFA, FRM
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib M. Ali, CFA, FRM M. Farhan Lakhani

Fund Assets:

	Jul' 11	Aug' 11	MoM %
Net Assets (Rs mn)	13,540	14,047	3.74%
NAV Per Unit (Rs)	50.48	50.98	0.98%

Asset Rating:

Government Guaranteed	70%
AA+	13%
AA	13%

Asset Allocation:

	Jul '11	Aug '11
Government Guaranteed	73%	70%
Cash	24%	26%
Other Including receivables	3%	4%

Performance - Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD**
MSF	12.2%	12.3%	12.2%	12.2%	11.8%	-	-	11.1%
Benchmark	8.3%	8.3%	8.3%	8.3%	8.3%	-	-	8.1%

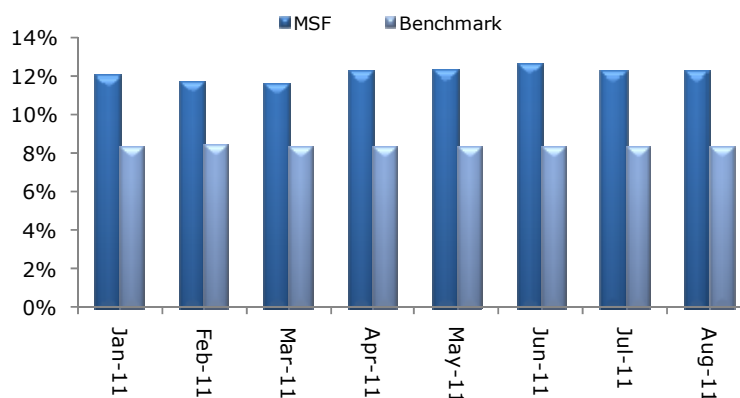
** Performance start date of Feb 10, 2010,

Annual Returns:

	FY11	FY10	FY09	FY08	FY07	FY06	FY05
MSF	11.5%	9.76%*	-	-	-	-	-
Benchmark	8.2%	7.48%	-	-	-	-	-

* 140 days of operations

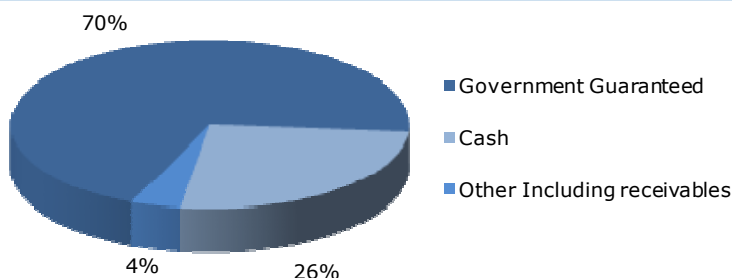
Monthly Performance:



Portfolio: Salient Features

Key Benefits	<ul style="list-style-type: none"> Maximum Preservation of Principal Investment Primary Investments in securities issued by Government of Pakistan Very Low Risk Liquidity (Redemption on average in 2-3 working days) Tax Credit as per tax laws
Investment Policy and Strategy	<ul style="list-style-type: none"> Investments in High Grade & Liquid avenues: Minimum 70% Investment in Government backed / issued securities (rated 'AAA') Placements in top rated banks and financial institutions Weighted Average Time to Maturity of Portfolio : Not more than 4 years
Benchmark	Average return on 6-month Islamic bank deposits

Asset Allocation:



Fund Review:

The fund was launched on July 5, 2011. As at August 31, the net assets of Meezan Capital Protected Fund (MCPF-II) stood at Rs. 401 million. For the month of August 2011, MCPF-II provided a return of 1.1%.

Investment Objective:

The objective of this fund is to provide investors 100% protection of their capital while offering competitive returns by participating in the equity market.

Fund Details:

Fund Type:	Open End
Risk Level	Minimal
Launch Date	5-Jul-11
Trustee	CDC
Auditors	A.F. Ferguson & Co.
Registrar	Meezan Bank Ltd.
Unit Types	A, B,C and D
Management Fee	1.5%
Front End Load	3%
Fund Category	Capital Protected
Back End Load	Contingent Load
Leverage	Nil
Listing	ISE
AMC Rating	AM2
Rating Agency	JCRVIS
Pricing Mechanism	Forward
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am – 3pm
Fund Manager	M. Farhan Lakhani
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib M. Ali, CFA, FRM M. Farhan Lakhani

Funds Asset:

	Jul' 11	Aug' 11	MoM %
Net Assets (Rs mn)	308	401	30.11%
NAV Per Unit (Rs)†	50.29	50.81	1.04%

Asset Allocation:

Equity (%)	13.4
GoP Guaranteed Securities (%)	57.5
Cash (%)	29.1

Performance -- Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD**
MCPF-II	1.1%	-	-	1.6%	-	-	-	1.6%

** Performance start date of Jul 5, 2011,

Annual Returns:

	FY11	FY10	FY09	FY08	FY07	FY06	FY05
MCPF-II	-	-	-	-	-	-	-

Portfolio: Salient Features

Key Benefits

100% Capital Protection.

Optimal Halal returns while remaining in Capital Protection structure.

Tax exempt returns (under applicable Tax Laws)

Tax Credit (as per Tax Law)

Professional Fund Management by the largest asset management company in private sector in Pakistan

Investment Policy and Strategy

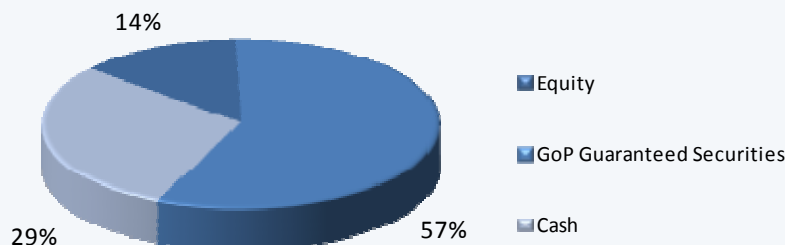
Capital Protection Segment

Approximately 75.5% of the Fund would be allocated to Capital Protection Segment which will grow to initial investment, at maturity of life of the Fund. The investment will be made in 'AAA' rated Government of Pakistan Ijarah Sukuk.

Investment Segment

24.5% of the Fund would be allocated to Investment Segment that is expected to provide the upside over and above principal at the time of maturity. This amount will be invested in Shariah compliant equity securities listed on Pakistani Stock Exchanges.

Asset Allocation:



Fund Review:

As at August 31, 2011, total size of Meezan Tahaffuz Pension Fund (MTPF) stood at Rs. 424 million. For the month of August, the NAV of equity sub fund decreased by 5.0% while the NAV of debt and money sub funds provided an annualized return of 11.6% and 11.7% respectively.

Investment Objective:

To provide participants a regular Halal income stream after retirement/disability when they can no longer earn regular income to support their living so that they are not dependent on other members of the society.

Fund Details:

Fund Type:	Open End
Risk Level	Minimal
Launch Date	28-Jun-07
Trustee	CDC
Auditors	Ford Rhodes Siddat Hyder & Co.
Registrar	Meezan Bank Ltd.
Fund Category	Pension
Leverage	Nil
AMC Rating	AM2
Rating Agency	JCRVIS
Pricing Mechanism	Forward
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am – 3pm
Fund Manager	Muhammad Asad

Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib M. Ali, CFA, FRM M. Farhan Lakhani
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FUND ASSETS:

Rs (Mn)	Jul '11	Aug '11	MoM %
MTPF- Equity	183	177	-3.3%
MTPF- Debt	147	150	2.3%
MTPF- MMkt	95	96	1.8%
Total Fund	425	424	-0.2%

NAV per unit:

Rs	Jul '11	Aug '11	MoM %
MTPF- Equity	138.4	131.4	-5.0%
MTPF- Debt	145.3	146.7	1.0%
MTPF- MMkt	144.2	145.6	1.0%

Sukuk Holdings - MTPF(Debt fund):

GoP Ijarah Sukuks V	38.6%
GoP Ijarah Sukuks IV	18.6%
GoP Ijarah Sukuks VIII	8.7%
GoP Ijarah Sukuks VII	5.3%
Maple Leaf Cement	2.2%
GoP Ijarah Sukuks VI	2.0%
Dawood Hercules	1.3%
Eden Housing Limited	0.8%
Security Leasing Sukuk II	0.6%

Performance - Cumulative Returns:

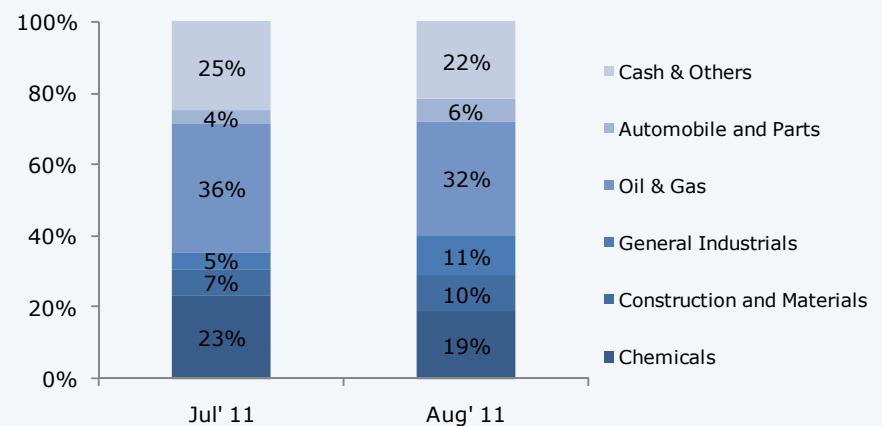
	1M	3M	6M	YTD	1Yr	3Yr	5Yr	PSD**
MTPF- Equity	-5.0%	-4.5%	4.9%	-4.4%	25.8%	73.0%	-	31.1%
MTPF- Debt*	11.6%	12.0%	12.4%	11.7%	11.0%	10.0%	-	9.6%
MTPF- MMkt*	11.7%	11.6%	11.3%	11.6%	10.8%	10.0%	-	9.4%

** Performance start date of June 28, 2007,
* annualized return

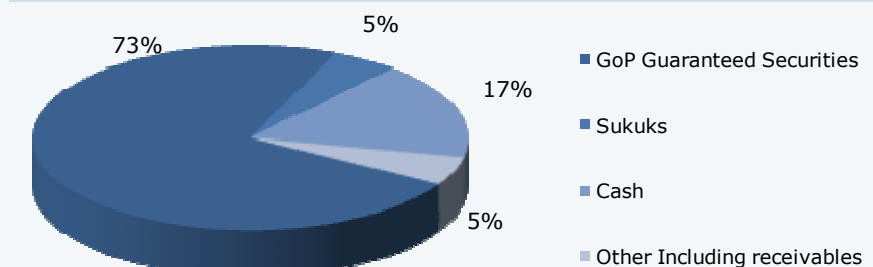
Annual Returns:

	FY11	FY10	FY09	FY08	FY07	FY06	FY05
MTPF- Equity	36.0%	31.5%	25.8%	3.10%	-	-	-
MTPF- Debt	10.9%	8.50%	10.2%	8.30%	-	-	-
MTPF- MMkt	10.7%	8.50%	11.1%	7.70%	-	-	-

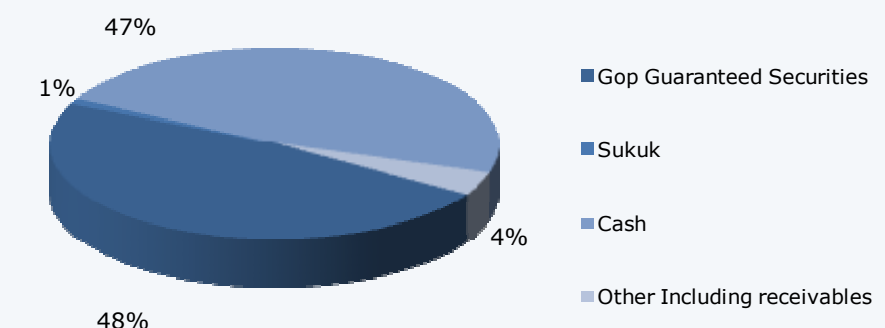
Sector Weightage as a % of Net Assets (MTPF - Equity):



MTPF Debt Sub Fund:



MTPF Money Market



PAKISTAN'S ONLY SHARIAH-COMPLIANT CLOSED-END FUND

AMC RATING AM2 (POSITIVE OUTLOOK)

Fund Review:

Net assets of Meezan Balanced Fund (MBF) as at August 31, 2011 stood at Rs. 1.51 billion. The fund's NAV decreased by 1.80% during the month. The fund has announced a 17.5% cash dividend for its shareholders.

Investment Objective:

The objective of Meezan Balanced Fund is to generate long term capital appreciation as well as current income by creating a balanced portfolio that is invested both in high quality equity securities and Islamic Income Instruments such as TFCs, COIs, Certificates of Musharika, Islamic Sukuk, Ready-future hedges, and other Shariah compliant instruments.

Fund Details:

Fund Type:	Close End
Risk Level	Minimal
Launch Date	20-Dec-2004
Trustee	CDC
Auditors	A.F. Ferguson & Co.
Registrar	THK Associates
Management Fee	2%
Fund Category	Balanced
Leverage	Nil
Listing	KSE
AMC Rating	AM2
Rating Agency	JCRVIS
Pricing Mechanism	N/A
Valuation Days	N/A
Subscription/ Redemption Days	N/A
Fund Manager	M. Farhan Lakhani
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib M. Ali, CFA, FRM M. Farhan Lakhani

Funds Asset:

	Jul' 11	Aug' 11	MoM %
Net Assets (Rs mn)	1,541	1,513	-1.80%
NAV Per Unit (Rs)	12.84	12.61	-1.80%

Performance -- Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD**
MBF	-2%	0.2%	7%	-1%	22%	46%	69%	139%
Benchmark	-2%	-1%	4%	-2%	16%	24%	22%	58%

** Performance start date of Dec 20, 2004,

Annual Returns:

	FY11	FY10	FY09	FY08	FY07	FY06	FY05
MBF	25%	23%	-11%	1%	26%	23%	2%*
Benchmark	25%	21%	-14%	3%	11%	15%	13%

* Performance start date of Dec 20, 2004,

Top Ten Portfolio holdings:(% of NAV):

	Equity	Sukuk	
Fauji Fertilizer Co. Ltd.	11%	GoP Ijarah Sukuks -IV	12%
Pakistan Petroleum Ltd.	6%	KAPCO (Commercial Paper)	12%
Pakistan Oilfields Ltd.	6%	HUBCO (Commercial Paper)	7%
ICI Pakistan Ltd.	3%	Engro Fertilizer Ltd.	3%
Pakistan State Oil Co. Ltd.	3%	GoP Ijarah Sukuks -III	2%

Sector Allocation:

	Jul'11	Aug'11
Equity	49%	47%
GoP Guaranteed Securities	16%	15%
Sukuk	6%	6%
Commercial Paper	11%	18%
Cash	19%	15%

Sector Performance:

