

**FROM THE CIO's DESK:
Market in Consolidation! No Reason to Get Stressed!**

Dear Investor,

After commencing with the market's continued upward trajectory, FY'17 saw its first consolidation of the stock market during the month of August'16; from the end of Feb'16 up till July'16, the stock market had rallied consistently whereby the KMI 30 had appreciated by almost 36% while the KSE-100 had risen by approximately 29% but during August'16, the KMI-30 went down by 0.99% to close at 69,404 pts while the KSE-100 was just 0.71% up at 39,810 pts. After a six months rally, this correction should be viewed as a natural phenomenon by our valued investors. The improvement in macroeconomic fundamentals and expectations on corporate profitability are still intact to keep the market strong and rising after this consolidation phase is over.

Foreigners who had remained net buyers since the last three months turned out to be net sellers during Aug'16 to the tune of USD 20.4 million taking the FIPI for FY'17 to a net buy of USD 2.9 million. The net sell for the month of Aug'16 was not based on any macro issues being anticipated by the foreign investors and was basically due to their sector specific concerns in which the most significant was the cement sector which has recently seen capacity expansion announcements by various players. It is pertinent to note however, that the stocks that are expected to qualify for inclusion in the MSCI Emerging Markets Index remained strong as they continued to witness strong interest from both local and foreign investors. It should also be noted here that majority of the international markets also showed a lackluster performance during the month, as evident in the table. The market is not facing any immediate risk and the recent heightening of political noise (being created by the PTI and PAT) is expected to subside without making much impact. The selection of the new army chief is also supposed to take place soon and overall, the political environment is expected to stay stable. The market is expected to break out again once the political noise being created by the opposition and PAT subsides. Alongside, the expected inflows on account of MSCI reclassification, once materialized, are also anticipated to be another booster for the stock market.

Oil continues to be a story of changing expectations!

International oil prices kept oscillating on varying expectations whereby at one point, the but the month closed with Brent almost 11% up at USD 47.04/barrel based on expectations that Russia and OPEC will reach an agreement on freezing the supply of the crude, in an upcoming meeting during September 2016. For the time being, we expect oil to stay in the range of USD 40-50 per barrel and the oil stocks are expected to stay strong thereby not posing any downward risk on the index.

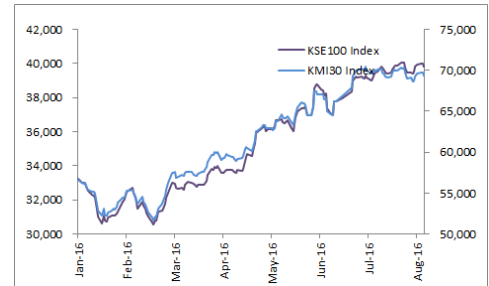
Islamic Money Market: Rising prices, falling yields; fresh avenues still not in sight!

In the Shariah compliant end of the money market, Ijarah prices are continuously rising in the absence of any fresh Ijarah Sukuk announcement by the Government of Pakistan. Alongside, the upcoming maturities of last year's Bai Muajjals scheduled in November this year, are a cause of grave concern, especially for Islamic banks as they have to meet their reserve requirements with the SBP. The demand pressure has inturn kept the Ijarah prices on an upward trend, driving the yields down and making capital gains the major source of return on the fixed income side. The Ijarah sukuk prices could take a sharper uptick towards the end of this calendar year if new Ijarah sukuks are not issued by the government; the yields could touch an all-time low for Ijarah Sukuks in case this scenario materializes.

Outlook

The government has been consistently working towards revival of industries by trying to mitigate the energy crisis. The LNG initiatives being undertaken currently are part of this focus. The stock market's rise reflects on the consistently improving macroeconomic fundamentals of Pakistan as well as the potential/expectation of further improvement. Most importantly, CPEC is going to be a game changer for Pakistan and the development work for it is being undertaken with full throttle. While some political concerns may persist in the near term, equities are expected to stay strong and performing in the long run. The market still has the potential to provide another 10%-15% return. Alongside, in commodities, we expect Gold to rally over the coming years so we believe our valued investors should build up a long-term position in the precious commodity too in order to take advantage of this potential upside.

Investors with relevant risk profiles and investment horizons are advised to go through our Fund Manager Report hereunder for a detailed performance review of our mutual funds. Investment in Meezan Gold Fund and recently launched Meezan Asset Allocation Fund are strongly advised.



| Market | Index | 31-Jul-16 | 31-Aug-16 | MTD |
|--------------|---------|-----------|-----------|--------|
| Venezuela | IBVC | 12,966 | 11,962 | -7.74% |
| Saudi Arabia | TASI | 6,302 | 6,080 | -3.53% |
| Pakistan | KMI 30 | 70,099 | 69,404 | -0.99% |
| Kuwait | KSE | 5,451 | 5,420 | -0.57% |
| USA | DJI | 18,432 | 18,401 | -0.17% |
| USA | S&P 500 | 2,174 | 2,171 | -0.12% |
| France | CAC 40 | 4,440 | 4,438 | -0.04% |
| Dubai | DFM | 3,484 | 3,504 | 0.58% |
| Pakistan | KSE 100 | 39,529 | 39,810 | 0.71% |
| Turkey | XU100 | 75,406 | 75,968 | 0.75% |
| UK | FTSE | 6,724 | 6,782 | 0.85% |
| USA | Nasdaq | 5,162 | 5,213 | 0.99% |
| Brazil | Bovespa | 57,308 | 57,901 | 1.03% |
| India | BSE 30 | 28,052 | 28,452 | 1.43% |
| Japan | N225 | 16,569 | 16,887 | 1.92% |
| Srilanka | ASPI | 6,394 | 6,528 | 2.10% |
| Egypt | EGX-30 | 7,983 | 8,158 | 2.19% |
| Russia | RTSI | 928 | 950 | 2.45% |
| Germany | DAX | 10,338 | 10,593 | 2.47% |
| Indonesia | JSX | 5,216 | 5,386 | 3.26% |
| China | SSEC | 2,979 | 3,085 | 3.56% |
| Hong Kong | HIS | 21,891 | 22,977 | 4.96% |



| Sr. No. | Funds Category | Funds Category | Symbol | Fund size (Rs. in million) | Inception date | Return (net of all expenses including Management Fee) | | | |
|---------|----------------------------------|---|-----------------|----------------------------|----------------|---|-----------|--------------------------|-----------|
| | | | | | | FY17TD (%) | | Since Inception CAGR (%) | |
| | | | | | | Fund | Benchmark | Fund | Benchmark |
| 1 | Islamic Equity | Al Meezan Mutual Fund | AMMF | 5,925 | 13-Jul-95 | 5.8 | 4.9 | 17.0 | 16.3 |
| 2 | Islamic Equity | Meezan Islamic Fund | MIF | 35,142 | 8-Aug-03 | 6.2 | 4.9 | 21.8 | 18.6 |
| 3 | Islamic Index Tracker | KSE Meezan Index Fund | KMIF | 925 | 23-May-12 | 4.6 | 4.9 | 24.6 | 27.9 |
| 4 | Islamic Balanced | Meezan Balanced Fund | MBF | 5,430 | 20-Dec-04 | 3.7 | 2.7 | 16.5 | 13.7 |
| 5 | Islamic Asset Allocation | Meezan Asset Allocation Fund | MAAF | 696 | 18-Apr-16 | 3.4 | 2.8 | - | - |
| 6 | Islamic Income | Meezan Islamic Income Fund | MIIF | 10,359 | 15-Jan-07 | 5.2 | 3.1 | 14.5 | 5.4 |
| 7 | Islamic Income | Meezan Sovereign Fund | MSF | 9,194 | 10-Feb-10 | 6.3 | 4.2 | 11.1 | 6.8 |
| 8 | Islamic Money Market | Meezan Cash Fund | MCF | 3,254 | 15-Jun-09 | 4.8 | 4.2 | 11.0 | 6.8 |
| 9 | Islamic Commodity | Meezan Gold Fund | MGF | 401 | 13-Aug-15 | -0.8 | -0.1 | 9.3 | 15.2 |
| 10 | Islamic Fund of Funds Scheme | Meezan Capital Preservation Fund-II | MCPRF-II | 1,275 | 28-Jun-14 | 4.7 | 3.6 | 12.3 | 10.0 |
| 11 | | Meezan Financial Planning Fund of Fund | | | | | | | |
| | Islamic Fund of Funds Scheme | MFPF-Aggressive Allocation Plan | MPFP - AGG | 471 | 11-Apr-13 | 4.7 | 3.4 | 19.7 | 18.7 |
| | Islamic Fund of Funds Scheme | MFPF-Moderate Allocation Plan | MPFP - MOD | 391 | 11-Apr-13 | 3.6 | 2.8 | 15.6 | 15.9 |
| | Islamic Fund of Funds Scheme | MFPF-Conservative Allocation Plan | MPFP - CON | 377 | 11-Apr-13 | 2.3 | 1.5 | 11.1 | 9.9 |
| | Islamic Fund of Funds Scheme | Meezan Capital Preservation Plan-I | MPFP - MCPP-I | 1,642 | 1-Sep-14 | 4.4 | 3.2 | 11.5 | 10.3 |
| | Islamic Fund of Funds Scheme | Meezan Capital Preservation Plan-II | MPFP - MCPP-II | 3,082 | 16-Dec-14 | 3.1 | 2.2 | 5.9 | 5.8 |
| | Islamic Fund of Funds Scheme | Meezan Asset Allocation Plan-I | MPFP - MAAP-I | 1,336 | 10-Jul-15 | 5.3 | 5.4 | 15.2 | 18.2 |
| | Islamic Fund of Funds Scheme | Meezan Asset Allocation Plan-II | MPFP - MAAP-II | 972 | 24-Nov-15 | 5.2 | 4.4 | - | - |
| | Islamic Fund of Funds Scheme | Meezan Asset Allocation Plan-III | MPFP - MAAP-III | 2,974 | 26-Jan-16 | 5.2 | 4.5 | - | - |
| | Islamic Fund of Funds Scheme | Meezan Asset Allocation Plan-IV | MPFP - MAAP-IV | 913 | 23-May-16 | 3.7 | 3.2 | - | - |
| 12 | | Meezan Tahaffuz Pension Fund | | | | | | | |
| | Islamic Voluntary Pension Scheme | MTPF-Equity sub Fund | MTPF-EQT | 4,432 | 28-Jun-07 | 5.4 | - | 19.6 | - |
| | | MTPF-Debt sub Fund | MTPF-DEBT | 2,034 | 28-Jun-07 | 5.7 | - | 11.6 | - |
| | | MTPF-Money Market sub Fund | MTPF-MMKT | 455 | 28-Jun-07 | 4.2 | - | 11.4 | - |
| | | MTPF-Gold sub Fund | MTPF-Gold | 42 | 4-Aug-16 | -3.2 | - | - | - |

AL Meezan Investment Management Limited

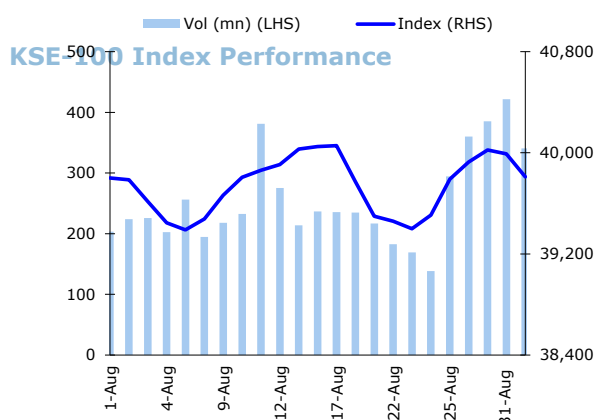
Al Meezan Investments, the company in operation since 1995, has one of the longest track record of managing mutual funds in the private sector in Pakistan. Al Meezan Investments manages twelve mutual funds; namely Al Meezan Mutual Fund, Meezan Balanced Fund, Meezan Islamic Fund, Meezan Islamic Income Fund, Meezan Tahaffuz Pension Fund, Meezan Cash Fund, Meezan Sovereign Fund, Meezan Capital Preservation Fund II, Meezan Financial Planning Fund of Funds, KSE Meezan Index Fund, Meezan Gold Fund and Meezan Asset Allocation Fund. The total funds under management of Al Meezan, the only full-fledged Shariah compliant asset management company in Pakistan, have reached Rs. 85.16 billion as on August 31, 2016. With an AM2++ credit rating denoting 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 2016, the KSE-100 index appreciated by 0.71% to close at 39,810 points. Banks and Oil were positive contributors whereas Cement and Fertilizer stocks were negative contributors. The average daily volume of the market was 254.1 mn shares, up by 36% on a MoM basis.

Foreigners reported a net sell of USD 20.4 mn in August. Mutual Funds were net buyers of USD 13.5 mn, Individuals were net buyers of USD 5.5 mn and Banks were net sellers of USD 4.8 mn. It was after three consecutive months of foreign buying that selling was witnessed in August, mainly in the Fertilizer and Cement sectors. Foreign inflows continued in stocks that are to be included in the MSCI emerging market Index which provided support to the market. Oil prices rose during the month of August due to increasing expectations of an Oil output freeze by OPEC members to be announced in their upcoming meeting in September. WTI closed at USD 44.7/bbl, up 5.6% on a MoM basis.

Political pressures are mounting as opposition parties are holding rallies against the government on the PANAMA scandal. Developments on the political front would be important for the near term direction of the equity market. MSCI flows have been continuous in the market which is providing a good cushion to MSCI stocks. Going forward the upcoming meeting of Oil producers and US Fed's decision on interest rates in September are key events that can determine the direction of equity markets in the near term.



Money Market Review

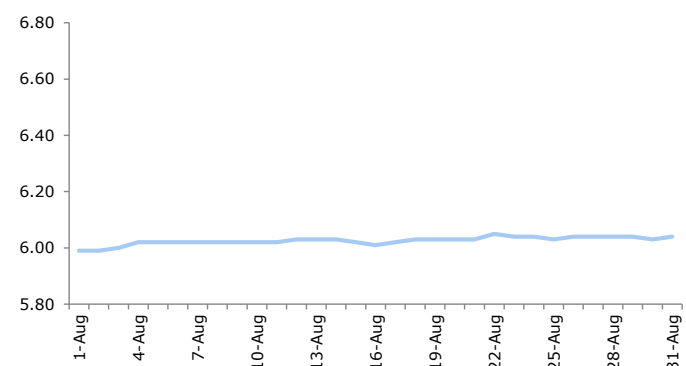
The money market faced relatively tight liquidity scenario evidenced by Rs. 3.9 trillion worth of OMO injections carried out by the SBP coupled with Rs. 261 billion worth of discounting availed by various counters during this month. However, the OMO Mop-ups during the month were of Rs. 109 bn. The 3MK closed 4 bps up at 6.02% and 6MK closed 6 bps up at 6.04%. The T-bill and PIB yields also closed up in the range of 6-12 bps and 14-28 bps respectively.

Inflation for August, 2016 clocked in at 3.56% as compared to 4.12% in July 2016 and 1.79% in August 2015. Average inflation during 2MFY17 stands at 3.84% (YoY) compared with 1.76% (YoY) during the same period last year.

Moreover, two T-bill auctions were conducted during this period whereby in total Rs. 558 billion was accepted against the participation of Rs. 990 billion with major participation and acceptance in 6 months category. A PIB auction was also conducted whereby Rs. 203 billion was accepted against the participation of Rs. 319 billion with major participation and acceptance in 3 years category.

On the forex front, the rupee in interbank market closed Rs. 0.04 stronger at Rs. 104.81/\$ while in the open market, it closed flat at Rs. 105.90/\$ during the month.

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. 35.14 billion as on August 31, 2016. The fund's NAV decreased by 1.3% during the month of August as compared to 1.0% decreased in benchmark index (KMI-30) while KSE-100 Index during the same period increased by 0.7%. As on August 31, the fund was 95% 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 | KPMG Taseer Hadi & 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 – 4pm |
| Fund Manager | Muhammad Asad |

| | |
|---------------------------------|--|
| Members of Investment Committee | M. Shoaib, CFA Muhammad Asad Ali Khan, CFA Ahmed Hassan, CFA Asif Imtiaz, CFA Zain Malik Asmar Hamoodi, CFA Imad Ansari |
|---------------------------------|--|

Fund Net Assets:

| | Jul '16 | Aug '16 | MoM % |
|--------------------|---------|---------|-------|
| Net Assets (Rs mn) | 34,448 | 35,142 | 2.0% |
| NAV Per Unit (Rs) | 71.24 | 70.33 | -1.3% |

Asset Allocation:

| | | |
|-----------------------|-------|-------|
| Equity (%) | 94.45 | 94.64 |
| Cash (%) | 5.18 | 5.26 |
| Other receivables (%) | 0.37 | 0.10 |
| P/E | | 10.0 |
| Expense Ratio* | | 0.45% |

*This includes 0.06% representing government levy, Worker's Welfare Fund and SECP fee.

Risk Measures – Aug '16:

| | MIF | KSE-100 Index | KMI-30 Index |
|------------------------|-------|---------------|--------------|
| Standard Deviation (%) | 13.35 | 12.16 | 14.14 |
| Sharpe Ratio | 1.39 | 0.89 | 1.15 |

Performance - Cumulative Returns:

| | 1M | 3M | 6M | FYTD | 1Yr | 3Yr | 5Yr | PSD* | CAGR* |
|------------|-----|-----|-----|------|-----|-----|------|-------|-------|
| MIF | -1% | 11% | 29% | 6% | 22% | 92% | 264% | 1211% | 22% |
| Benchmark# | -1% | 10% | 29% | 5% | 20% | 83% | 246% | 830% | 19% |

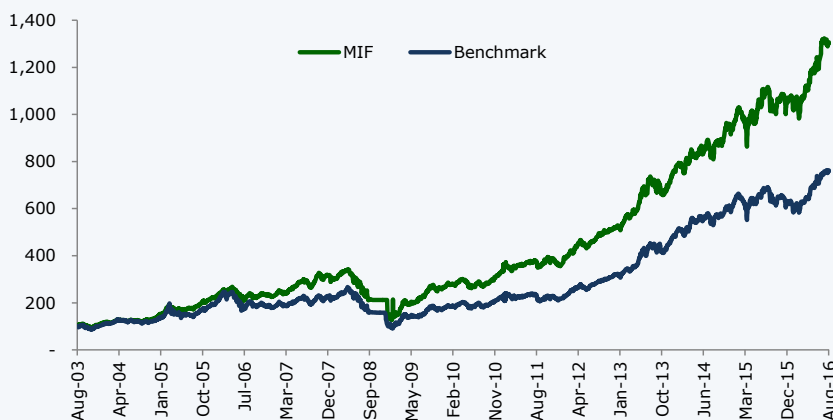
* Performance start date of August 08, 2003, CAGR since inception

KMI-30 replaced DJIIMP as the Fund's benchmark from July 01, 2009, while KSE-100 index remained as the benchmark till June 30, 2006

Annual Returns:

| | FY16 | FY15 | FY14 | FY13 | FY12 | FY11 | FY10 | FY09 |
|-----------|------|------|------|------|------|------|------|------|
| MIF | 17% | 22% | 29% | 51% | 19% | 39% | 31% | -30% |
| Benchmark | 16% | 20% | 30% | 54% | 14% | 44% | 37% | -35% |

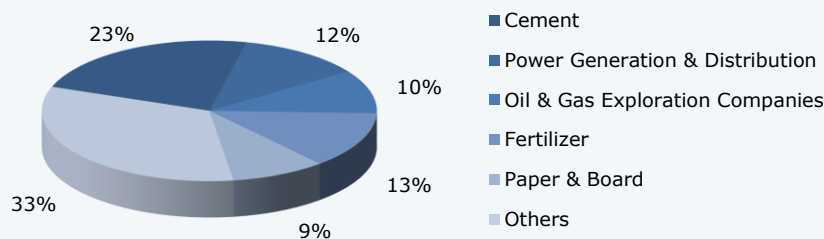
Fund's Performance:



Top Ten Equity Holdings:(% of Total Assets):

| | | | |
|-----------------------------|----|-------------------------|----|
| Packages Ltd. | 9% | Mari Petroleum Ltd. | 5% |
| The Hub Power Co. Ltd. | 8% | Engro Fertilizer Ltd. | 5% |
| Lucky Cement Ltd. | 8% | Honda Atlas Cars | 3% |
| Engro Corporation | 7% | DG Khan Cement Co. Ltd. | 3% |
| Pakistan State Oil Co. Ltd. | 5% | K-Electric Ltd. | 4% |

Sector Allocation:



WWF Disclosure: The Board of Directors of the management company in its meeting held on October 25, 2013 have resolved that unrecorded accumulated WWF provision in the fund from the date of its application till December 31, 2012, in case is required to be paid, shall be borne by Al Meezan Investment Management Limited (Management Company of the fund). Thus, the Fund is no longer liable to pay any expense under WWF until December 31, 2012.

The Fund has maintained provisions against Workers' Welfare Fund liability of Rs. 184.61 million till June 30, 2015, if the same was not made the NAV per unit/return of the fund would have been higher by Rs. 0.37/0.53%. Effective from July 1, 2015 no provision is being made as mutual funds have been excluded from levy of WWF vide Finance Act 2015.

Fund Review:

The net assets of Al Meezan Mutual Fund (AMMF) as at August 31, 2016 stood at Rs. 5.93 billion. The fund's NAV decreased by 1.3% during the month of August as compared to 1.0% increased in benchmark index (KMI-30) while KSE-100 Index during the same period increased by 0.7%. As on August 31, the fund was 94% invested in equities.

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 | KPMG Taseer Hadi & 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 - 4pm |
| Fund Manager | Ahmed Hassan, CFA |

| | |
|---------------------------------|--|
| Members of Investment Committee | M. Shoaib, CFA Muhammad Asad Ali Khan, CFA Ahmed Hassan, CFA Asif Imtiaz, CFA Zain Malik Asmar Hamoodi, CFA Imad Ansari |
|---------------------------------|--|

Performance - Cumulative Returns:

| | 1M | 3M | 6M | FYTD | 1Yr | 3Yr | 5Yr | PSD* | CAGR* |
|------------|-----|-----|-----|------|-----|-----|------|--------|-------|
| AMMF | -1% | 10% | 28% | 6% | 20% | 89% | 260% | 2,654% | 17% |
| Benchmark# | -1% | 10% | 29% | 5% | 20% | 83% | 246% | 2,316% | 16% |

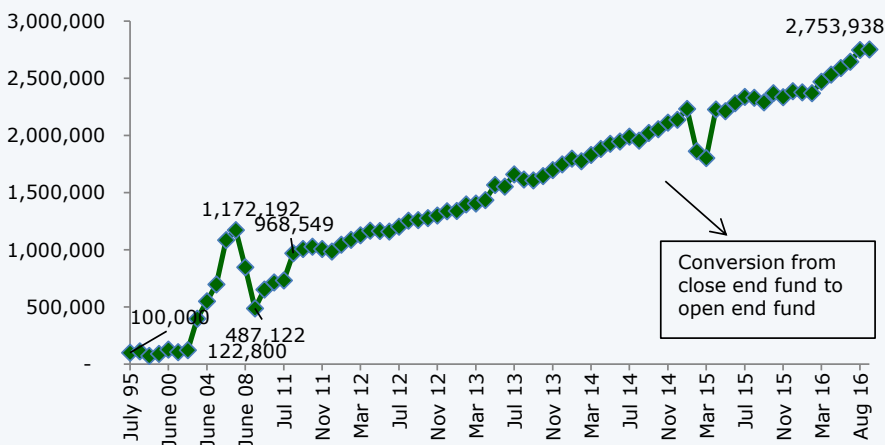
* Performance start date of July 13, 1995, CAGR since inception

KMI-30 replaced DJIIMPK as the Fund's benchmark from July 01, 2009, while KSE-100 index remained as the benchmark till June 30, 2006.

Annual Returns:

| | FY16 | FY15 | FY14 | FY13 | FY12 | FY11 | FY10 | FY09 |
|-----------|------|------|------|------|------|------|------|------|
| AMMF | 16% | 22% | 30% | 51% | 19% | 37% | 31% | -32% |
| Benchmark | 16% | 20% | 30% | 54% | 14% | 44% | 37% | -35% |

Investment Growth from FY 1996 - to Date



Fund Net Assets:

| | Jul '16 | Aug '16 | MoM % |
|--------------------|---------|---------|-------|
| Net Assets (Rs mn) | 5,955 | 5,925 | -0.5% |
| NAV Per Unit (Rs) | 19.29 | 19.03 | -1.3% |

Asset Allocation:

| | Jul '16 | Aug '16 |
|-----------------------|---------|---------|
| Equity (%) | 94.76 | 94.44 |
| Cash (%) | 4.92 | 5.16 |
| Other receivables (%) | 0.32 | 0.40 |
| P/E | | 10.0 |
| Expense Ratio* | | 0.46% |

*This includes 0.07% representing government levy, Worker's Welfare Fund and SECP fee.

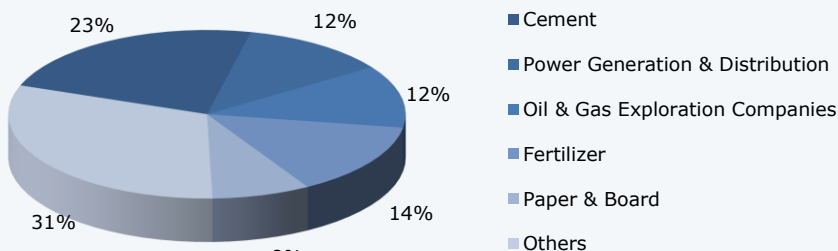
Risk Measures - Aug '16:

| | AMMF | KSE-100 Index | KMI-30 Index |
|------------------------|-------|---------------|--------------|
| Standard Deviation (%) | 13.34 | 12.16 | 14.14 |
| Sharpe Ratio | 1.25 | 0.89 | 1.15 |

Top Ten Equity Holdings:(% of Total Assets):

| | | | |
|-----------------------------|----|-------------------------|----|
| The Hub Power Co. Ltd. | 8% | Mari Petroleum Ltd. | 5% |
| Lucky Cement Ltd. | 8% | Engro Fertilizer Ltd. | 5% |
| Packages Ltd. | 8% | K-Electric Ltd. | 4% |
| Engro Corporation | 7% | DG Khan Cement Co. Ltd. | 3% |
| Pakistan State Oil Co. Ltd. | 5% | Fauji Cement Co. Ltd. | 3% |

Sector Allocation:



WWF Disclosure The Board of Directors of the management company in its meeting held on October 25, 2013 have resolved that unrecorded accumulated WWF provision in the fund from the date of its application till December 31, 2012, in case is required to be paid, shall be borne by Al Meezan Investment Management Limited (Management Company of the fund). Thus, the Fund is no longer liable to pay any expense under WWF until December 31, 2012.

The Fund has maintained provisions against Workers' Welfare Fund liability of Rs. 34.83 million till June 30, 2015, if the same was not made the NAV per unit/return of the fund would have been higher by Rs. 0.11/0.59%. Effective from July 1, 2015 no provision is being made as mutual funds have been excluded from levy of WWF vide Finance Act 2015.

Fund Review

Net assets of Meezan Islamic Income Fund (MIIF) stood at Rs. 10.36 billion as on August 31, 2016. MIIF has provided an annualized return of 3.99% for the month of August as compared to its benchmark which has provided an annualized return of 3.05% 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 | KPMG Taseer Hadi & 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 | 1.30 Years |
| Back End Load | Contingent load for Type C investors |
| Benchmark | Average bank deposit rate of three Islamic banks |
| Valuation Days | Mon-Fri |
| Subscription/ Redemption Days | Mon-Fri 9am – 4pm |
| Fund Manager | Zain Malik |

| | |
|---------------------------------|---|
| Members of Investment Committee | M. Shoaib, CFA Muhammad Asad Ali Khan, CFA Ahmed Hassan, CFA Asif Imtiaz, CFA Zain Malik Asmar Hamoodi, CFA |
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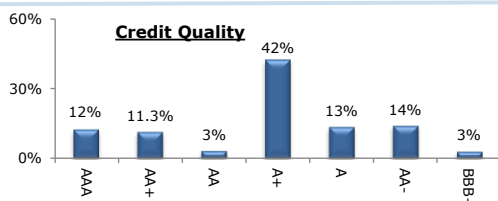
Fund Net Assets:

| | Jul '16 | Aug '16 | MoM % |
|--------------------|---------|---------|--------|
| Net Assets (Rs mn) | 10,386 | 10,359 | -0.26% |
| NAV Per Unit (Rs) | 51.54 | 51.73 | 0.36% |
| Expense Ratio* | 0.32% | | |

*This includes 0.04% representing government levy,

Credit Quality of Portfolio:

| | |
|------|-------|
| AAA | 12.3% |
| AA+ | 11.3% |
| AA | 3.2% |
| AA- | 13.9% |
| A+ | 42.1% |
| A | 13.4% |
| BBB+ | 2.9% |



Performance - Annualized Returns:

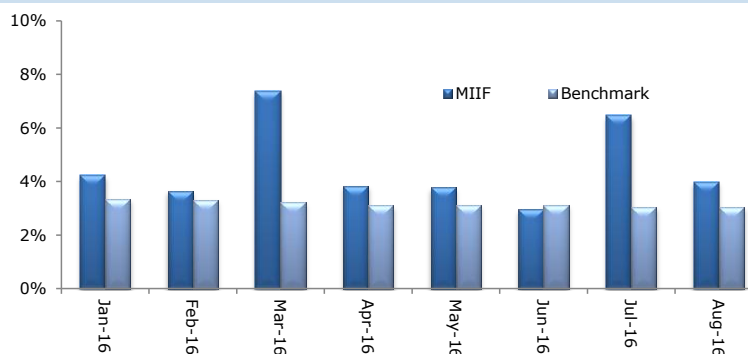
| | 1M | 3M | 6M | FYTD | 1Yr | 3Yr | 5Yr | PSD* |
|-----------|-------|-------|-------|-------|-------|-------|--------|--------|
| MIIF | 3.99% | 4.45% | 4.77% | 5.16% | 5.50% | 9.17% | 11.14% | 14.54% |
| Benchmark | 3.05% | 3.07% | 3.11% | 3.05% | 3.32% | 4.51% | 5.01% | 5.40% |

* Performance start date of Jan 15, 2007

Annual Returns:

| | FY16 | FY15 | FY14 | FY13 | FY12 | FY11 | FY10 | FY09 |
|-----------|-------|-------|--------|--------|-------|--------|-------|--------|
| MIIF | 5.76% | 8.15% | 11.90% | 14.45% | 7.79% | 11.77% | 7.31% | 10.14% |
| Benchmark | 3.49% | 5.04% | 5.38% | 5.54% | 6.02% | 5.88% | 5.80% | 6.12% |

Monthly Performance:



Top Portfolio Holdings:(% of Total Assets):

| | | | |
|-------------------------------|-----|---------------------------|------|
| GoP Ijarah Sukuks XVII | 12% | K-Electric Limited-II | 2% |
| K-Electric Limited-III | 11% | Lalpir (Commercial Paper) | 1% |
| Engro Fertilizer Limited - II | 7% | GoP Ijarah Sukuks XVI | 0.3% |
| Engro Fertilizer Limited - I | 4% | | |
| Hascol Sukuk | 3% | | |

Asset Allocation:

| | Jul '16 | Aug '16 |
|---|---------|---------|
| Sukuks | 27% | 27% |
| Government backed / Guaranteed Securities | 12% | 12% |
| Commercial Paper | 1% | 1% |
| Placements with Banks and DFIs | 18% | 18% |
| Cash | 41% | 41% |
| Others Including receivables | 1% | 1% |

Details of Non Performing Investments:

| Name of Non-compliant Investments | Investment Type | Value of Investment before provision | Provision held if any/Diminishing Market Value | Value of Investment after provision | % of net Assets | % of Gross Assets |
|---------------------------------------|-----------------|--------------------------------------|--|-------------------------------------|-----------------|-------------------|
| Arzoo Textile Mills Ltd. | Sukuk | 70,000,000 | 70,000,000 | - | 0.00% | 0.00% |
| Eden Housing Ltd | Sukuk | 58,471,875 | 58,471,875 | - | 0.00% | 0.00% |
| Security Leasing Corporation Ltd - II | Sukuk | 15,403,641 | 15,403,641 | - | 0.00% | 0.00% |

WWF Disclosure: The Board of Directors of the management company in its meeting held on October 25, 2013 have resolved that unrecorded accumulated WWF provision in the fund from the date of its application till December 31, 2012, in case is required to be paid, shall be borne by Al Meezan Investment Management Limited (Management Company of the fund). Thus, the Fund is no longer liable to pay any expense under WWF until December 31, 2012.

The Fund has maintained provisions against Workers' Welfare Fund liability of Rs. 45.46 million till June 30, 2015, if the same was not made the NAV per unit/return of the fund would have been higher by Rs. 0.23/0.44%. Effective from July 1, 2015 no provision is being made as mutual funds have been excluded from levy of WWF vide Finance Act 2015.

Fund Review

Net assets of Meezan Cash Fund (MCF) stood at Rs. 3.25 billion as on August 31, 2016. MCF has provided an annualized return of 4.63% for the month of August as compared to its benchmark which has provided an annualized return of 4.24% 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 | KPMG Taseer Hadi & 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 | 9.95 Days |
| Benchmark | Average return on 6-month Islamic bank deposits |
| Valuation Days | Mon-Fri |
| Subscription/ Redemption Days | Mon-Fri 9am – 4pm |
| Fund Manager | Zain Malik |

| | |
|---------------------------------|--|
| Members of Investment Committee | M. Shoaib, CFA Muhammad Asad Ali Khan, CFA Ahmed Hassan, CFA Asif Imtiaz, CFA Zain Malik Asmar Hamoodi, CFA Imad Ansari |
|---------------------------------|--|

Fund Net Assets:

| | Jul '16 | Aug'16 | MoM % |
|--------------------|---------|--------|--------|
| Net Assets (Rs mn) | 3,393 | 3,254 | -4.12% |
| NAV Per Unit (Rs) | 50.34 | 50.55 | 0.42% |
| Expense Ratio | | 0.25% | |

*This includes 0.04% representing government levy, Worker's Welfare Fund and SECP fee.

Rating Exposure:

| | |
|-----|--------|
| AAA | 27.91% |
| AA+ | 0.22% |
| AA | 68.11% |

Portfolio Composition:

| | Jul '16 | Aug '16 |
|--------------------------------|---------|---------|
| Placements with Banks and DFIs | 14% | 15% |
| Cash | 75% | 73% |
| Commercial Paper | 8% | 9% |
| Other Including receivables | 3% | 3% |

Performance – Annualized Returns:

| | 1M | 3M | 6M | FYTD | 1Yr | 3Yr | 5Yr | PSD* |
|-----------|-------|-------|-------|-------|-------|-------|-------|---------|
| MCF | 4.63% | 4.84% | 4.62% | 4.76% | 4.52% | 6.61% | 8.67% | 110.97% |
| Benchmark | 4.24% | 4.28% | 4.27% | 4.24% | 4.38% | 5.64% | 6.35% | 6.81% |

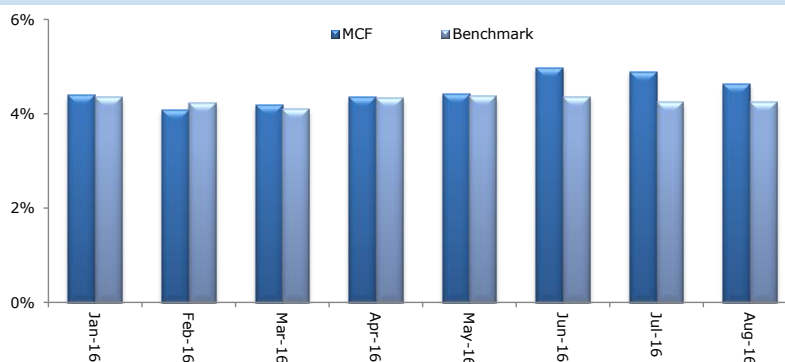
* Performance start date of June 15, 2009

Annual Returns:

| | FY16 | FY15 | FY14 | FY13 | FY12 | FY11 | FY10 | FY09 |
|-----------|-------|-------|-------|-------|--------|--------|--------|--------|
| MCF | 4.59% | 7.46% | 7.08% | 8.78% | 10.71% | 11.02% | 10.09% | 8.03%# |
| Benchmark | 4.49% | 6.24% | 6.55% | 6.91% | 8.13% | 8.24% | 7.50% | 7.60% |

#15 days of operations

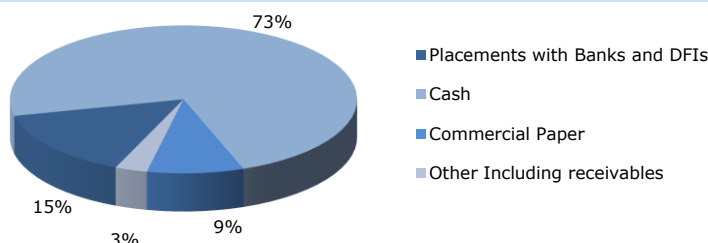
Monthly Performance:



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) Tax Credit as per tax laws |
| Investment Policy and Strategy | Investments in High Grade & Liquid avenues: Instrument/Issuer Rating : Minimum 'AA' Maximum Maturity of Instruments : Six Months Average Time to Maturity of Portfolio : Three Months |
| Benchmark | Average return on 6-month Islamic bank deposits |

Asset Allocation:



WWF Disclosure: The Board of Directors of the management company in its meeting held on October 25, 2013 have resolved that unrecorded accumulated WWF provision in the fund from the date of its application till December 31, 2012, in case is required to be paid, shall be borne by Al Meezan Investment Management Limited (Management Company of the fund). Thus, the Fund is no longer liable to pay any expense under WWF until December 31, 2012.

The Fund has maintained provisions against Workers' Welfare Fund liability of Rs. 58.58 million till June 30, 2015, if the same was not made the NAV per unit/return of the fund would have been higher by Rs. 0.91/1.80%. Effective from July 1, 2015 no provision is being made as mutual funds have been excluded from levy of WWF vide Finance Act 2015.

Fund Review

Net assets of Meezan Sovereign Fund (MSF) stood at Rs. 9.19 billion as on August 31, 2016. For the month of August, the fund has provided an annualized return of 5.46% as compared to its benchmark which has provided an annualized return of 4.24% 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 | KPMG Taseer Hadi & 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 | 1.94 years |
| Benchmark | Average return on 6-month Islamic bank deposits |
| Valuation Days | Mon-Fri |
| Subscription/ Redemption Days | Mon-Fri 9am - 4pm |
| Fund Manager | Zain Malik |

| | |
|---------------------------------|--|
| Members of Investment Committee | M. Shoaib, CFA Muhammad Asad Ali Khan, CFA Ahmed Hassan, CFA Asif Imtiaz, CFA Zain Malik Asmar Hamoodi, CFA Imad Ansari |
|---------------------------------|--|

Fund Net Assets:

| | Jul '16 | Aug'16 | MoM % |
|--------------------|---------|--------|-------|
| Net Assets (Rs mn) | 8,925 | 9,194 | 3.01% |
| NAV Per Unit (Rs) | 51.10 | 51.35 | 0.49% |
| Expense Ratio* | | 0.23% | |

*This includes 0.04% representing government levy, Worker's Welfare Fund and SECP fee.

Asset Rating:

| | |
|-----|-------|
| AAA | 82.0% |
| AA+ | 0.03% |
| AA | 7.6% |
| A+ | 9.6% |

Asset Allocation:

| | Jul '16 | Aug'16 |
|-----------------------------|---------|--------|
| Government Guaranteed | 74% | 79% |
| Cash | 24% | 20% |
| Other Including receivables | 2% | 1% |

WWF Disclosure: The Board of Directors of the management company in its meeting held on October 25, 2013 have resolved that unrecorded accumulated WWF provision in the fund from the date of its application till December 31, 2012, in case is required to be paid, shall be borne by Al Meezan Investment Management Limited (Management Company of the fund). Thus, the Fund is no longer liable to pay any expense under WWF until December 31, 2012.

The Fund has maintained provisions against Workers' Welfare Fund liability of Rs. 133.89 million till June 30, 2015, if the same was not made the NAV per unit/return of the fund would have been higher by Rs. 0.77/1.50%. Effective from July 1, 2015 no provision is being made as mutual funds have been excluded from levy of WWF vide Finance Act 2015.

Performance - Annualized Returns:

| | 1M | 3M | 6M | FYTD | 1Yr | 3Yr | 5Yr | PSD* |
|-----------|-------|-------|-------|-------|-------|-------|-------|--------|
| MSF | 5.46% | 5.18% | 5.76% | 6.32% | 5.19% | 7.19% | 9.29% | 11.06% |
| Benchmark | 4.24% | 4.28% | 4.27% | 4.24% | 4.38% | 5.64% | 6.35% | 6.74% |

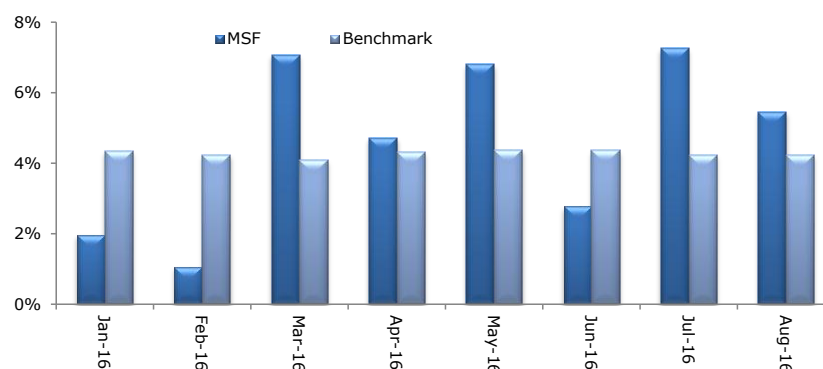
* Performance start date of Feb 10, 2010,

Annual Returns:

| | FY16 | FY15 | FY14 | FY13 | FY12 | FY11 | FY10 | FY09 |
|-----------|-------|-------|-------|-------|--------|--------|--------|------|
| MSF | 5.12% | 6.81% | 8.50% | 9.11% | 11.19% | 11.45% | 9.76%* | - |
| Benchmark | 4.49% | 6.24% | 6.55% | 6.91% | 8.13% | 8.24% | 7.50% | - |

* 140 days of operations

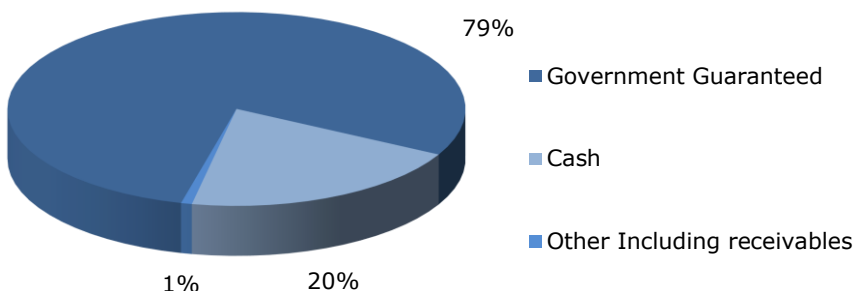
Monthly Performance:



Portfolio: Salient Features

| | |
|--------------------------------|---|
| Key Benefits | Maximum Preservation of Principal Investment |
| | Primary Investments in securities issued by Government of Pakistan |
| Investment Policy and Strategy | Very Low Risk |
| | Liquidity (Redemption on average in 2-3 working days) |
| | Tax Credit as per tax laws |
| Benchmark | 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 |
| | Average return on 6-month Islamic bank deposits |

Asset Allocation:



Fund Review:

As at August 31, 2016, total size of net assets of Meezan Tahaffuz Pension Fund (MTPF) stood at Rs. 6,963 million. For the month of August, the NAV of equity sub fund decreased by 1.48%, gold sub fund decreased 3.15%, while the NAV of debt and money Market sub funds provided an annualized return of 4.79% and 4.22% 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 | Investor Dependent |
| Launch Date | 28-Jun-07 |
| Trustee | CDC |
| Auditors | Deloitte Yousuf Adil |
| Registrar | Meezan Bank Ltd. |
| Fund Category | Pension |
| Management Fee | 1.5% |
| Front End Load | 3% |
| Leverage | Nil |
| AMC Rating | AM2++ |
| Rating Agency | JCRVIS |
| Pricing Mechanism | Forward |
| Valuation Days | Mon-Fri |
| Subscription/ Redemption Days | Mon-Fri 9am – 4pm |
| Fund Manager | Asmar Hamoodi, CFA |

| | |
|---------------------------------|--|
| Members of Investment Committee | M. Shoaib, CFA Muhammad Asad Ali Khan, CFA Ahmed Hassan, CFA Asif Imtiaz, CFA Zain Malik Asmar Hamoodi, CFA Imad Ansari |
|---------------------------------|--|

Fund Net Assets:

| KS (Mn) | Jul 16 | Aug 16 | MOM % |
|-------------------|--------------|--------------|-------------|
| MTPF- Equity | 4,423 | 4,432 | 0.2% |
| MTPF- Debt | 2,001 | 2,034 | 1.6% |
| MTPF- MMkt | 454 | 455 | 0.3% |
| MTPF- Gold | | 42 | |
| Total Fund | 6,878 | 6,963 | 1.2% |

NAV per unit:

| | | | |
|--------------|-------|-------|--------|
| MTPF- Equity | 526.0 | 518.3 | -1.48% |
| MTPF- Debt | 205.6 | 206.4 | 0.43% |
| MTPF- MMkt | 203.9 | 204.7 | 0.38% |
| MTPF- Gold | | 96.8 | |

Sukuk Holdings - MTPF (MMKT Fund)

| | |
|------------------------|--------|
| GoP Ijarah Sukuks XVI | 22.81% |
| GoP Ijarah Sukuks XVII | 5.11% |
| Engro Fertilizer | 4.56% |

Assets Allocation: MTPF (Gold Fund)

| | Aug '16 |
|---------------------------------|---------|
| Gold (%) | 84.4 |
| Cash (%) | 14.4 |
| Other Including receivables (%) | 1.2 |

MTPF - Allocation Schemes

| | 1M | 3M | 6M | YTD | 1Yr | 3Yr | 5Yr | PSD* | CAGR* |
|------------------|-------|----|-----|-----|-----|-----|------|------|-------|
| High Volatility | -1% | 8% | 22% | 4% | 17% | 88% | 244% | 356% | 18% |
| Med. Volatility | -1% | 5% | 14% | 3% | 12% | 62% | 168% | 262% | 15% |
| Low Volatility | -0.1% | 3% | 9% | 2% | 8% | 41% | 104% | 184% | 12% |
| Lower Volatility | 0.4% | 1% | 2% | 1% | 4% | 19% | 41% | 106% | 8% |
| MTPF - Gold** | -3% | - | - | -3% | - | - | - | -3% | - |

* Performance start date of June 28, 2007. CAGR since inception, ** Performance state of August 04, 2016

| Allocation Scheme | Equity | Debt | Money Market |
|-------------------|--------|------|--------------|
| High Volatility | 80% | 20% | 0% |
| Medium Volatility | 50% | 40% | 10% |
| Low Volatility | 25% | 60% | 15% |
| Lower Volatility | 0% | 50% | 50% |

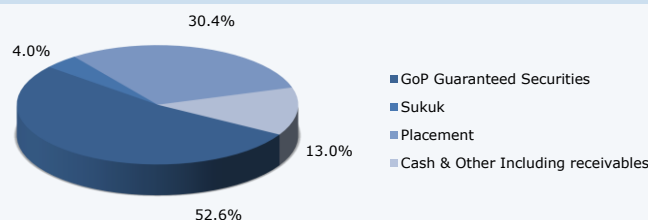
Annual Returns:

| | FY16 | FY15 | FY14 | FY13 | FY12 | FY11 | FY10 | FY09 |
|--------------|-------|-------|-------|-------|-------|-------|-------|-------|
| MTPF- Equity | 18.1% | 26.6% | 32.4% | 54.9% | 16.8% | 36.0% | 31.5% | 25.8% |
| MTPF- Debt | 4.5% | 6.4% | 7.7% | 8.3% | 9.5% | 10.9% | 8.5% | 10.2% |
| MTPF- MMkt | 4.0% | 6.9% | 6.9% | 7.8% | 10.9% | 10.7% | 8.5% | 11.1% |

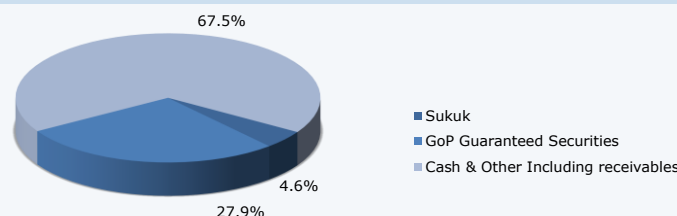
(MTPF - Equity): Sector Allocation & Top Holdings (Aug'16)

| | | | |
|------------------------------------|-----|-----------------------------|----|
| Cement | 26% | Packages Ltd. | 7% |
| Fertilizer | 14% | Lucky Cement Ltd. | 7% |
| Oil & Gas Exploration Companies | 11% | Engro Corporation | 7% |
| Power Generation & Distribution | 10% | The Hub Power Co. Ltd. | 5% |
| Paper & Board | 8% | Engro Fertilizer Ltd. | 5% |
| Other Sectors | 26% | Pakistan State Oil Co. Ltd. | 5% |
| Cash & Others including receivable | 5% | DG Khan Cement Co. Ltd. | 5% |
| | | Mari Petroleum Ltd. | 4% |
| | | K-Electric Ltd. | 4% |
| | | Fauji Cement Co. Ltd | 4% |

MTPF Debt Sub Fund:



MTPF Money Market Sub Fund:



WWF Disclosure: The Board of Directors of the management company in its meeting held on October 25, 2013 have resolved that unrecorded accumulated WWF provision in the fund from the date of its application till December 31, 2012, in case is required to be paid, shall be borne by Al Meezan Investment Management Limited (Management Company of the fund). Thus, the Fund is no longer liable to pay any expense under WWF until December 31, 2012.

Effective from January 1, 2013, the Fund has maintained provisions against Workers' Welfare Fund liability to the tune of Rs. 41.00mn (Equity), Rs. 6.02mn (Debt) and Rs. 1.49mn (MMKT), if the same were not made the NAV per unit/return of the fund would be higher by Rs. 4.79/0.92% (Eq.), Rs. 0.61/0.30% (Dt.) and Rs. 0.67/0.33 (MM.). For further details, investors are advised to read financial statements of the fund.

Fund Review:

As at August 31, 2016, the net assets of KSE-Meezan Index Fund (KMIF) stood at Rs. 925 million. For the month of August, KMIF provided a return of -1.14%.

Investment Objective:

KSE Meezan Index Fund (KMIF) is a Shariah Compliant Index Fund that aims to provide investors an opportunity to track closely the performance of the KSE-Meezan Index 30 (KMI 30) by investing in companies of the Index in proportion to their weightages.

Fund Details:

| | |
|-------------------------------|------------------------|
| Fund Type: | Open End |
| Risk Level | High |
| Launch Date | 23-May-12 |
| Trustee | CDC |
| Auditors | KPMG Taseer Hadi & Co. |
| Registrar | Meezan Bank Ltd. |
| Unit Types | A and B |
| Management Fee | 1% |
| Front End Load | 2% |
| Fund Category | Index Tracker Scheme |
| Back End Load | Nil |
| Leverage | Nil |
| Listing | ISE |
| AMC Rating | AM2++ |
| Rating Agency | JCRVIS |
| Pricing Mechanism | Forward |
| Benchmark | KMI-30 Index |
| Valuation Days | Mon-Fri |
| Subscription/ Redemption Days | Mon-Fri 9am - 1pm |
| Fund Manager | Asmar Hamoodi, CFA |

| | |
|---------------------------------|--|
| Members of Investment Committee | M. Shoaib, CFA Muhammad Asad Ali Khan, CFA Ahmed Hassan, CFA Asif Imtiaz, CFA Zain Malik Asmar Hamoodi, CFA Imad Ansari |
|---------------------------------|--|

Fund Net Assets:

| | Jul '16 | Aug '16 | MoM % |
|--------------------|---------|---------|--------|
| Net Assets (Rs mn) | 932 | 925 | 5.75% |
| NAV Per Unit (Rs) | 83.50 | 82.54 | -1.14% |
| Expense Ratio* | | 0.30% | |

*This includes 0.04% representing government levy, Worker's Welfare Fund and SECP fee.

Assets Allocation:

| | Jul '16 | Aug '16 |
|---------------------------------|---------|---------|
| Equity (%) | 97.5 | 97.1 |
| Cash (%) | 2.1 | 2.5 |
| Other Including receivables (%) | 0.4 | 0.4 |

Performance - Cumulative Returns:

| | 1M | 3M | 6M | FYTD | 1Yr | 3Yr | 5Yr | PSD* | CAGR |
|-----------|-------|------|-------|-------|-------|-------|-----|--------|-------|
| KMIF | -1.1% | 9.4% | 28.1% | 4.60% | 17.7% | 70.4% | - | 156.5% | 24.6% |
| Benchmark | -1.0% | 9.7% | 29.1% | 4.90% | 20.0% | 82.9% | - | 186.5% | 27.9% |

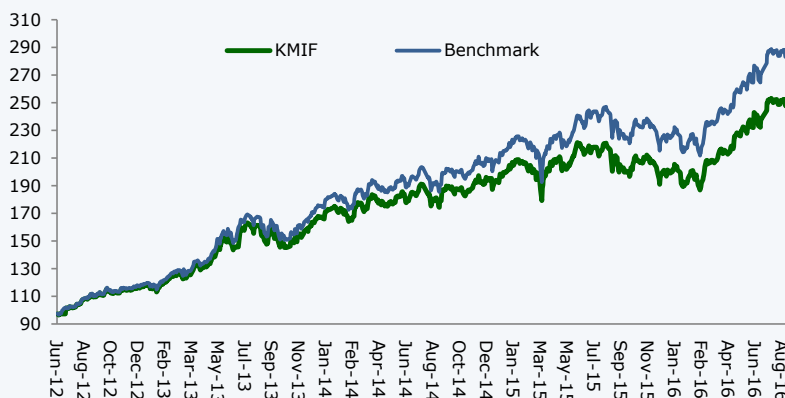
* Performance start date of May 23, 2012.

Annual Returns:

| | FY16 | FY15 | FY14 | FY13 | FY12 | FY11 | FY10 | FY09 |
|-----------|-------|-------|-------|-------|--------|------|------|------|
| KMIF | 13.3% | 17.1% | 26.5% | 49.6% | -2.4%* | - | - | - |
| Benchmark | 15.5% | 20.1% | 29.9% | 54.4% | -1.9% | - | - | - |

* 38 days of operations.

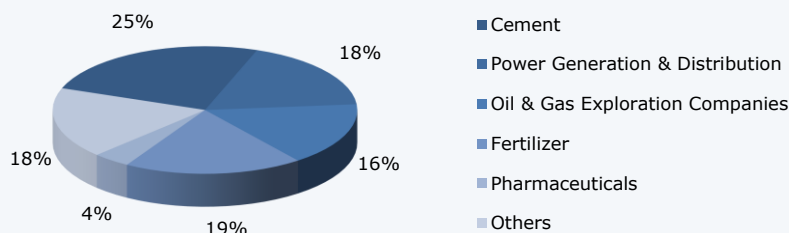
Fund's Performance:



Top Ten Equity Holdings: (% of Total Assets):

| | | | |
|-------------------------|-----|-------------------------|----|
| The Hub Power Co. Ltd. | 11% | DG Khan Cement Co. Ltd. | 5% |
| Lucky Cement Ltd. | 10% | Pakistan Oilfields Ltd. | 5% |
| Engro Corporation | 9% | Kot Addu Power Co. Ltd. | 4% |
| Pakistan Petroleum Ltd. | 9% | Fauji Cement Co. Ltd. | 3% |
| Dawood Hercules | 6% | Maple Leaf Cement Ltd. | 3% |

Sector Allocation:



WWF Disclosure: The Board of Directors of the management company in its meeting held on October 25, 2013 have resolved that unrecorded accumulated WWF provision in the fund from the date of its application till December 31, 2012, in case is required to be paid, shall be borne by Al Meezan Investment Management Limited (Management Company of the fund). Thus, the Fund is no longer liable to pay any expense under WWF until December 31, 2012.

The Fund has maintained provisions against Workers' Welfare Fund liability of Rs. 12.90 million till June 30, 2015, if the same was not made the NAV per unit/return of the fund would have been higher by Rs.1.15/1.39%. Effective from July 1, 2015 no provision is being made as mutual funds have been excluded from levy of WWF vide Finance Act 2015.

Fund Review:

As at August 31, 2016, total size of net assets of Meezan Financial Planning Fund of Fund (MFPFOF) stood at Rs. 12,157 million. For the month of August, the NAV of Aggressive plan decreased by 0.8% while the NAV of moderate, Conservative plan, Preservation plan I, Preservation plan II, MAAP-I, MAAP-II, MAP-III and MAAP-IV provided a return of -0.4%, -0.01%, -0.8%, -0.3%, -0.8%, -0.8%, -0.9% and -0.9% respectively.

Investment Objective:

To generate returns on Investment as per respective allocation plans by investing in Shariah Compliant Fixed Income and Equity Mutual Funds in line with the risk tolerance of the Investor.

Fund Details:

| | |
|-------------------|--|
| Fund Type: | Open End |
| Risk Level | Plan specific |
| Launch Date | 11-April-13 |
| Trustee | CDC |
| Auditors | KPMG Taseer Hadi & Co. |
| Registrar | Meezan Bank Ltd. |
| Unit Types | A and B |
| Management Fee | Same as underlying Funds and 1% on Cash |
| Front End Load | Aggressive Plan 2.0% Moderate Plan 1.5% Conservative Plan 1.0% Other Plans 0% to 3% |
| Fund Category | Fund of Funds |
| Back End Load | Nil |
| Leverage | Nil |
| AMC Rating | AM2++ |
| Rating Agency | JCRVIS |
| Pricing Mechanism | Forward |
| Fund Manager | Ahmed Hassan, CFA |

Benchmark

| | |
|---------------------------------|--|
| Aggressive Allocation Plan | 65% KMI-30 & 35% 6M dep. rate* |
| Moderate Allocation Plan | 50% KMI-30 & 50% 6M dep. rate* |
| Conservative Allocation Plan | 20% KMI-30 & 80% 6M dep. rate* |
| MCPP – Plan I | Weighted average daily return of KMI-30 |
| MCPP – Plan II | Index and 6 month deposit rate of A |
| MAAP – I, II, III & IV | rated (and above) |
| Valuation Days | Mon-Fri |
| Subscription/ Redemption Days | Mon-Fri 9am – 4pm |
| Members of Investment Committee | M. Shoaib, CFA Muhammad Asad Ali Khan, CFA Ahmed Hassan, CFA Asif Imtiaz, CFA Zain Malik Asmar Hamoodi, CFA Imad Ansari |

* Average return on 6-month Islamic bank deposits

Fund Net Assets:

| Rs (Mn) | Jul '16 | Aug '16 | MoM % |
|--------------|---------|---------|-------|
| Aggressive | 443 | 471 | 2.2% |
| Moderate | 367 | 391 | 0.7% |
| Conservative | 327 | 377 | 11.5% |
| MCPP - I | 1,576 | 1,642 | -1.0% |
| MCPP - II | 3,035 | 3,082 | -0.8% |
| MAAP - I | 1,278 | 1,336 | -1.3% |
| MAAP - II | 925 | 972 | -0.9% |
| MAAP - III | 2,851 | 2,974 | -1.6% |
| MAAP - IV | 532 | 913 | -1.0% |

MFPFOF - Allocation Plan:

| | 1M | 3M | 6M | FYTD | 1Yr | 3Yr | 5Yr | PSD* |
|----------------|--------|------|-------|-------|-------|-------|-----|-------|
| Aggressive | -0.8% | 8.0% | 20.7% | 4.7% | 16.9% | 65.9% | - | 83.7% |
| Benchmark | -0.5% | 6.7% | 19.7% | 3.4% | 14.5% | 59.8% | - | 78.6% |
| Moderate | -0.4% | 5.7% | 14.9% | 3.6% | 13.0% | 51.6% | - | 63.7% |
| Benchmark | -0.3% | 5.4% | 15.6% | 2.8% | 12.2% | 49.9% | - | 64.9% |
| Conservative | -0.01% | 3.6% | 8.8% | 2.3% | 9.0% | 36.2% | - | 43.0% |
| Benchmark | 0.1% | 2.8% | 7.5% | 1.5% | 7.5% | 30.1% | - | 37.6% |
| MCPP – I** | -0.8% | 7.1% | 15.5% | 4.4% | 13.4% | - | - | 24.4% |
| Benchmark | -0.6% | 6.1% | 14.5% | 3.2% | 11.0% | - | - | 21.6% |
| MCPP – II*** | -0.3% | 4.5% | 9.5% | 3.1% | 9.0% | - | - | 10.2% |
| Benchmark | -0.2% | 4.0% | 8.1% | 2.2% | 7.0% | - | - | 10.1% |
| MAAP – I**** | -0.8% | 9.1% | 24.1% | 5.3% | 18.9% | - | - | 17.6% |
| Benchmark | -0.7% | 8.6% | 25.1% | 4.6% | 20.0% | - | - | 20.2% |
| MAAP – II***** | -0.8% | 8.9% | 23.4% | 5.2% | - | - | - | 20.8% |
| Benchmark | -0.7% | 8.4% | 24.3% | 4.4% | - | - | - | 23.5% |
| MAAP – III# | -0.9% | 8.8% | 20.6% | 5.2% | - | - | - | 19.4% |
| Benchmark | -0.7% | 8.4% | 21.9% | 4.5% | - | - | - | 22.3% |
| MAAP – IV## | -0.9% | 4.4% | - | 3.66% | - | - | - | 4.42% |
| Benchmark | -0.6% | 3.6% | - | 3.20% | - | - | - | 3.67% |

* Performance start date of April 12, 2013. ** Performance start date of September 01, 2014. *** Performance start date of December 16, 2014. **** Performance start date of July 10, 2015, ***** Performance start date of November 24, 2015.

Performance start date of January 26, 2016, ## Performance start date of May 24, 2016.

Annual Returns:

| | FY16 | FY15 | FY14 | FY13 | FY12 | FY11 | FY10 | FY09 |
|-------------------------|-------|---------|-------|-------|------|------|------|------|
| Aggressive | 13.3% | 16.5% | 22.1% | 9.0%* | - | - | - | - |
| Benchmark | 11.7% | 15.1% | 21.7% | 7.9% | - | - | - | - |
| Moderate | 11.3% | 13.6% | 17.3% | 6.5%* | - | - | - | - |
| Benchmark | 10.0% | 12.9% | 18.2% | 6.2% | - | - | - | - |
| Conservative | 8.7% | 10.1% | 12.6% | 3.8%* | - | - | - | - |
| Benchmark | 6.7% | 8.6% | 11.2% | 3.6% | - | - | - | - |
| MCPP – I ¹ | 10.5% | 7.8%** | - | - | - | - | - | - |
| Benchmark | 8.7% | 8.5% | - | - | - | - | - | - |
| MCPP – II ² | 6.5% | 0.4%*** | - | - | - | - | - | - |
| Benchmark | 5.6% | 2.0% | - | - | - | - | - | - |
| MAAP – I ³ | 11.7% | - | - | - | - | - | - | - |
| Benchmark | 14.9% | - | - | - | - | - | - | - |
| MAAP – II ⁴ | 14.8% | - | - | - | - | - | - | - |
| Benchmark | 18.3% | - | - | - | - | - | - | - |
| MAAP – III ⁵ | 13.5% | - | - | - | - | - | - | - |
| Benchmark | 17.1% | - | - | - | - | - | - | - |
| MAAP – IV ⁶ | 0.7% | - | - | - | - | - | - | - |
| Benchmark | 0.4% | - | - | - | - | - | - | - |

* 80 days of operations, ¹ 303 days of operations, ² 196 days of operations, ³ 356 days of operation, ⁴ 219 days of operation, ⁵ 156 days of operation, ⁶ 37 days of operation.

NAV per unit:

| Rs | Jul '16 | Aug '16 | MoM% |
|--------------|---------|---------|--------|
| Aggressive | 77.41 | 76.79 | -0.8% |
| Moderate | 67.98 | 67.68 | -0.4% |
| Conservative | 62.10 | 62.09 | -0.01% |
| MCPP - I | 58.54 | 58.08 | -0.8% |
| MCPP - II | 52.42 | 52.28 | -0.3% |
| MAAP - I | 57.39 | 56.92 | -0.8% |
| MAAP - II | 58.09 | 57.61 | -0.8% |
| MAAP - III | 57.36 | 56.87 | -0.9% |
| MAAP - IV | 50.64 | 50.20 | -0.9% |

Funds Multiplier:

| | MCPP-I | MCPP-II |
|-----------------|--------|---------|
| High Multiplier | 3.45 | 3.84 |
| Low Multiplier | 3.94 | 4.00 |

(to be contd..)

Fund Review:

As at August 31, 2016, total size of net assets of Meezan Financial Planning Fund of Fund (MFPFOF) stood at Rs. 12,157 million. For the month of August, the NAV of Aggressive plan decreased by 0.8% while the NAV of moderate, Conservative plan, Preservation plan I, Preservation plan II, MAAP-I, MAAP-II, MAAP-III and MAAP-IV provided a return of -0.4%, -0.01%, -0.8%, -0.3%, -0.8%, -0.8%, -0.9% and -0.9% respectively.

Investment Objective:

To generate returns on Investment as per respective allocation plans by investing in Shariah Compliant Fixed Income and Equity Mutual Funds in line with the risk tolerance of the Investor.

Fund Details:

| | |
|-------------------|---|
| Fund Type: | Open End |
| Risk Level | Plan specific |
| Launch Date | 11-April-13 |
| Trustee | CDC |
| Auditors | KPMG Taseer Hadi & Co. |
| Registrar | Meezan Bank Ltd. |
| Unit Types | A and B |
| Management Fee | Same as underlying Funds and 1% on Cash |
| Front End Load | Aggressive Plan 2.0% Moderate Plan 1.5% Conservative Plan 1.0% Other Plans 0% to 3% Fund of Funds |
| Fund Category | Other Plans |
| Back End Load | Nil |
| Leverage | Nil |
| AMC Rating | AM2++ |
| Rating Agency | JCRVIS |
| Pricing Mechanism | Forward |
| Fund Manager | Ahmed Hassan, CFA |

Benchmark

| | |
|-------------------------------|---|
| Aggressive Allocation Plan | 65% KMI-30 & 35% 6M dep. rate* |
| Moderate Allocation Plan | 50% KMI-30 & 50% 6M dep. rate* |
| Conservative Allocation Plan | 20% KMI-30 & 80% 6M dep. rate* |
| MCPP – Plan I | Weighted average daily return of KMI-30 |
| MCPP – Plan II | Index and 6 month deposit rate of A |
| MAAP – I, II, III & IV | rated (and above) |
| Valuation Days | Mon-Fri |
| Subscription/ Redemption Days | Mon-Fri 9am – 4pm |

| | |
|---------------------------------|--|
| Members of Investment Committee | M. Shoaib, CFA Muhammad Asad Ali Khan, CFA Ahmed Hassan, CFA Asif Imtiaz, CFA Zain Malik Asmar Hamoodi, CFA Imad Ansari |
|---------------------------------|--|

* Average return on 6-month Islamic bank deposits

Expense Ratio

| | Aug'16 | |
|--------------|--------|--------|
| Aggressive | 0.05% | 0.02%* |
| Moderate | 0.05% | 0.02%* |
| Conservative | 0.06% | 0.02%* |
| MCPP - I | 0.05% | 0.02%* |
| MCPP - II | 0.05% | 0.02%* |
| MAAP - I | 0.05% | 0.02%* |
| MAAP - II | 0.05% | 0.02%* |
| MAAP - III | 0.05% | 0.02%* |
| MAAP - IV | 0.05% | 0.02%* |

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

Asset Allocation:

| | Equity/ Index Funds (%) | Income/Money market Funds (%) | Cash (%) | Other Including receivables (%) |
|--------------|-------------------------|-------------------------------|----------|---------------------------------|
| Aggressive | 70.6% | 28.8% | 0.5% | 0.1% |
| Moderate | 49.8% | 47.4% | 2.8% | 0.0% |
| Conservative | 25.5% | 73.4% | 1.0% | 0.1% |
| MCPP-I | 70.5% | 28.8% | 0.7% | 0.0% |
| MCPP-II | 38.8% | 60.9% | 0.3% | 0.0% |
| MAAP-I | 70.2% | 29.7% | 0.1% | 0.0% |
| MAAP-II | 68.9% | 29.7% | 1.4% | 0.0% |
| MAAP-III | 70.6% | 29.2% | 0.2% | 0.0% |
| MAAP-IV | 71.7% | 25.8% | 2.5% | 0.0% |

Portfolio: Salient Features (MAAP-III)

| | |
|-------------------|--|
| Benefits | Strategy reflective of investor's risk appetite as market conditions change Up to 100% equity Participation possible, based on fund managers outlook on the market Actively managed by experienced Fund Managers Tax Rebate as per Section 62 of ITO |
| Investment Policy | Based on the Fund Manager's outlook on asset classes, the allocation plan will actively allocate its portfolio between the Equity asset Schemes and Fixed Income/Money Market Schemes based on the macroeconomic view and outlook of such asset classes. For exposure to equities, this Plan shall primarily be invested in Islamic Equity and Islamic Index Funds managed by Al Meezan and also other Asset Management Companies. Whereas for taking exposure to Fixed Income/Money Market, the Plan shall invest in Islamic Money Market and Islamic Fixed Income Scheme(s) managed by Al Meezan or any other Asset Management Company as well as in Cash at Bank Accounts of Islamic Banks and licensed Islamic Banking windows of conventional Banks. |
| Trading Strategy | The allocation plan will actively allocate its portfolio between the Equity Schemes and Fixed Income/Money Market Schemes based on the Fund Manager's view on macroeconomic outlook of such asset classes. |

WWF Disclosure: The Board of Directors of the management company in its meeting held on October 25, 2013 have resolved that unrecorded accumulated WWF provision in the fund from the date of its application till December 31, 2012, in case it is required to be paid, shall be borne by Al Meezan Investment Management Limited (Management Company of the fund). Thus, the Fund is no longer liable to pay any expense under WWF until December 31, 2012.

The Scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.2.69mn (Aggressive), Rs.1.74mn (moderate), Rs.1.45mn (Conservative), Rs.2.35mn (Preservation Plan I), 0.28mn (Preservation Plan II). If the same were not made the NAV per unit/return of the Scheme would be higher by Rs. 0.44/0.57% (Aggressive), Rs. 0.30/0.45% (Moderate), Rs. 0.24/0.39% (Conservative), Rs. 0.08/0.14% (Preservation Plan I) and Rs. 0.005/0.01% (Preservation Plan II). For details, investors are advised to read Financial Statements of the Scheme. Effective from July 1, 2015 no provision is being made as mutual funds have been excluded from levy of WWF vide Finance Act 2015.

Fund Review:

Net assets of Meezan Gold Fund (MGF) as at August 31, 2016 stood at Rs. 401 million. The fund's NAV decreased by 2.05% during the month.

Investment Objective:

"Meezan Gold Fund (MGF)" aims to provide maximum exposure to prices of Gold in a Shariah Compliant (Islamic) manner, by investing a significant portion of the Fund's net assets in deliverable gold based contracts available on Pakistan Mercantile Exchange (PMEX)."

Fund Details:

| | |
|-------------------------------|--|
| Fund Type: | Open End |
| Risk Level | High |
| Launch Date | 13-Aug-15 |
| Trustee | CDC |
| Auditors | KPMG Taseer Hadi & Co. |
| Registrar | Meezan Bank Ltd. |
| Unit Types | C |
| Management Fee | 1.5% |
| Front End Load | 2% |
| Fund Category | Commodity Fund |
| Back End Load | Nil |
| Benchmark | Combination of 70% PKR base closing price of physical gold and 30% Average return on 6-month Islamic bank deposits |
| Leverage | Nil |
| Listing | ISE |
| AMC Rating | AM2++ |
| Rating Agency | JCRVIS |
| Pricing Mechanism | Forward |
| Valuation Days | Mon-Fri |
| Subscription/ Redemption Days | Mon-Fri 9am – 4pm |
| Fund Manager | Ali Khan, CFA |

| | |
|---------------------------------|---|
| Members of Investment Committee | M. Shoaib, CFA Muhammad Asad Ali Khan, CFA Ahmed Hassan, CFA Asif Imtiaz, CFA Zain Malik Asmar Hamoodi, CFA Imad Ansari |
|---------------------------------|---|

Fund Net Assets:

| | Jul '16 | Aug '16 | MoM % |
|--------------------|---------|---------|--------|
| Net Assets (Rs mn) | 379 | 401 | 5.61% |
| NAV Per Unit (Rs) | 55.23 | 54.10 | -2.05% |
| Expense Ratio* | | 0.67% | |

*This includes 0.07% representing government levy, Worker's Welfare Fund and SECP fee.

Performance - Cumulative Returns (net of expenses):

| | 1M | 3M | 6M | FYTD | 1Yr | 3Yr | 5Yr | PSD* |
|-----------|-------|------|------|-------|-------|-----|-----|-------|
| MGF | -2.1% | 7.5% | 4.4% | -0.8% | 12.0% | - | - | 9.7% |
| Benchmark | -0.7% | 6.1% | 4.9% | -0.1% | 13.7% | - | - | 15.8% |

* Performance start date of Aug 13, 2015,

Annual Returns:

| | FY16 | FY15 | FY14 | FY13 | FY12 | FY11 | FY10 | FY09 |
|-----------|--------|------|------|------|------|------|------|------|
| MGF | 10.5%* | - | - | - | - | - | - | - |
| Benchmark | 16.0% | - | - | - | - | - | - | - |

* 322 days of operations.

Portfolio: Salient Features

| | |
|---------------------|--|
| Key Advantages | Fully Shariah Compliant means of investing in gold Efficient Store of value, thereby providing investors the opportunity to invest in a high priced (valuable) commodity through unit certificates (mutual funds) Tracks price performance of gold Maximum exposure to gold prices Good hedge against Inflation |
| Investment Strategy | MGF, in line with its Investment Objectives, will invest in Authorized Investments as approved by the Shariah Advisor To meet Fund's investment objective, at least seventy percent (70%) of Fund's net assets, will remain invested in deliverable gold based contracts available at a Commodity Exchange, during the year based on quarterly average investment calculated on daily basis. Remaining net assets of the Fund shall be invested in cash and near cash instruments which include cash in bank accounts of Islamic banks and licensed Islamic banking windows of conventional banks (excluding TDR). However, at least 10% of the net assets of the Fund shall remain invested in cash and near cash instruments at all times. Weighted Average Time to Maturity of Portfolio : Not more than 4 years Long term (Investors are advised to take a long term view of a minimum of 3 to 5 years) |

Assets Allocation:

| | Jul '16 | Aug '16 |
|---------------------------------|---------|---------|
| Gold (%) | 86.0 | 81.2 |
| Cash (%) | 14.0 | 18.8 |
| Other Including receivables (%) | 0.0 | 0.0 |

Fund Review:

Net assets of Meezan Asset Allocation Fund (MAAF) as at August 31, 2016 stood at Rs. 696 million. The fund's NAV decreased by 0.59% during the month.

Investment Objective:

The objective of Meezan Asset Allocation Fund (MAAF) is to earn a potentially high return through asset allocation between Shariah Compliant Equity Instruments, Shariah Compliant Fixed Income Instruments, Shariah Compliant Money Market Instruments and any other Shariah Compliant instrument as permitted by the SECP and Shariah Advisor.

Fund Details:

| | |
|-------------------------------|---|
| Fund Type: | Open End |
| Risk Level | Low to Moderate |
| Launch Date | 18-Apr-2016 |
| Trustee | CDC |
| Auditors | KPMG Taseer Hadi & Co. |
| Registrar | Meezan Bank Ltd. |
| Management Fee | 1.5% |
| Fund Category | Asset Allocation |
| Front End Load | 3% |
| Back End Load | Nil |
| Leverage | Nil |
| Listing | - |
| AMC Rating | AM2++ |
| Rating Agency | JCRVIS |
| Pricing Mechanism | Forward |
| Valuation Days | Mon-Fri |
| Subscription/ Redemption Days | Mon-Fri 9am - 4pm |
| Benchmark | Weighted average daily return of KMI-30 Index and 6 month deposit rate of A rated (and above) |
| Fund Manager | Ahmed Hassan, CFA |

| | |
|---------------------------------|--|
| Members of Investment Committee | M. Shoaib, CFA Muhammad Asad Ali Khan, CFA Ahmed Hassan, CFA Asif Imtiaz, CFA Zain Malik Asmar Hamoodi, CFA Imad Ansari |
|---------------------------------|--|

Fund Net Asset:

| | Jul '16 | Aug '16 | MoM % |
|--------------------|---------|---------|--------|
| Net Assets (Rs mn) | 564 | 696 | 23.48% |
| NAV Per Unit (Rs) | 53.09 | 52.78 | -0.59% |
| Expense Ratio* | | 0.46% | |

*This includes 0.05% representing government levy, Worker's Welfare Fund and SECP fee.

Assets Allocation:

| | Jul '16 | Aug '16 |
|---------------------------------|---------|---------|
| Equity (%) | 80.5 | 75.5 |
| Money Market (%) | 0.0 | 0.0 |
| Cash (%) | 18.8 | 23.8 |
| Other Including receivables (%) | 0.7 | 0.7 |

Performance - Cumulative Returns:

| | 1M | 3M | 6M | FYTD | 1Yr | 3Yr | 5Yr | PSD* |
|-----------|-------|------|----|------|-----|-----|-----|------|
| MAAF | -0.6% | 5.5% | - | 3.4% | - | - | - | 6.2% |
| Benchmark | -0.7% | 6.2% | - | 2.8% | - | - | - | 8.2% |

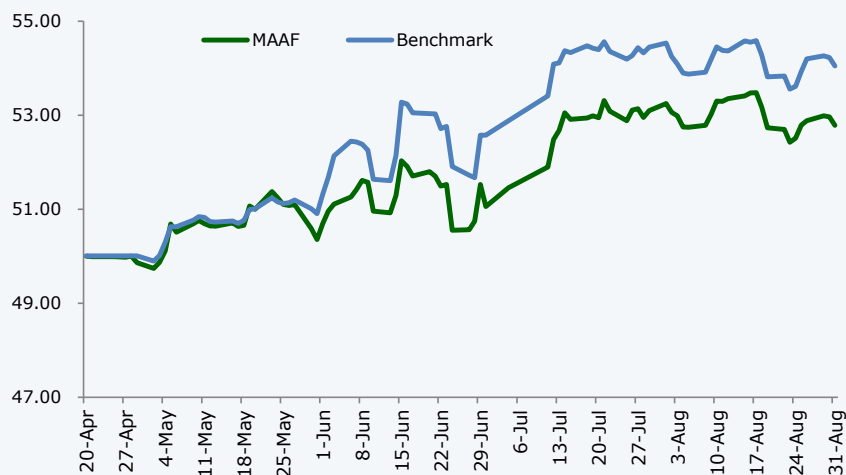
* Performance start date of Apr 18, 2016,

Annual Returns:

| | FY16 | FY15 | FY14 | FY13 | FY12 | FY11 | FY10 | FY09 |
|-----------|-------|------|------|------|------|------|------|------|
| MAAF | 2.8%* | - | - | - | - | - | - | - |
| Benchmark | 5.0% | - | - | - | - | - | - | - |

* 37 days of operations.

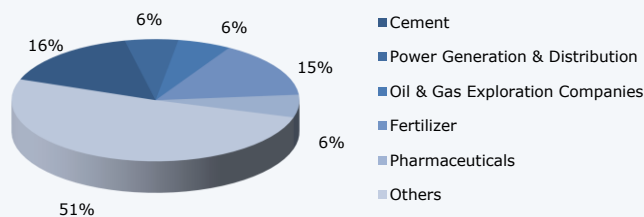
Fund's Performance:



Top Ten Equity Holdings: (% of Total Assets):

| | | | |
|-------------------------|----|-----------------------------|----|
| Engro Fertilizer | 8% | DG Khan Cement Ltd. | 4% |
| Lucky Cement Ltd. | 7% | Engro Corporation | 4% |
| Engro Foods Ltd. | 5% | Abbott Laboratories | 4% |
| Pakistan Petroleum Ltd. | 4% | Pakistan State Oil Co. Ltd. | 4% |
| Packages Ltd. | 4% | Pak Elektron Ltd. | 4% |

Sector Allocation:



AMC RATING AM2++ (STABLE OUTLOOK)

Fund Review:

For the month of August 2016, KSE-Meezan Index (KMI-30) decreased by 0.99% with which the fund also decreased its exposure to equities. The NAV as a result decreased from Rs. 64.80 to Rs. 64.29 translating into a loss of 0.79% for the month.

Investment Objective:

Objective of this fund is to earn a potentially high return through dynamic asset allocation between Shariah Compliant Equities and Shariah Compliant Income/Money Market based Collective Investment Schemes.

Fund Details:

| | |
|---------------------------------|--|
| Fund Type: | Open End |
| Risk Level | Low to Moderate |
| Launch Date | 28-Jun-14 |
| Trustee | CDC |
| Auditors | KPMG Taseer Hadi & Co. |
| Registrar | Meezan Bank Ltd. |
| Unit Types | A and B |
| Management Fee | 1% |
| Front End Load | 3% |
| Fund Category | Fund of Funds |
| Back End Load | Contingent Load |
| Benchmark | Combination of KMI-30 Index and Average return on 6-month Islamic bank deposits |
| Leverage | Nil |
| Listing | ISE |
| AMC Rating | AM2++ |
| Rating Agency | JCRVIS |
| Pricing Mechanism | Forward |
| Valuation Days | Mon-Fri |
| Subscription/ Redemption Days | Mon-Fri 9am – 4pm |
| Fund Manager | Asif Imtiaz, CFA |
| Members of Investment Committee | M. Shoaib, CFA Muhammad Asad Ali Khan, CFA Ahmed Hassan, CFA Asif Imtiaz, CFA Zain Malik Asmar Hamoodi, CFA Imad Ansari |

Performance - Cumulative Returns (net of expenses):

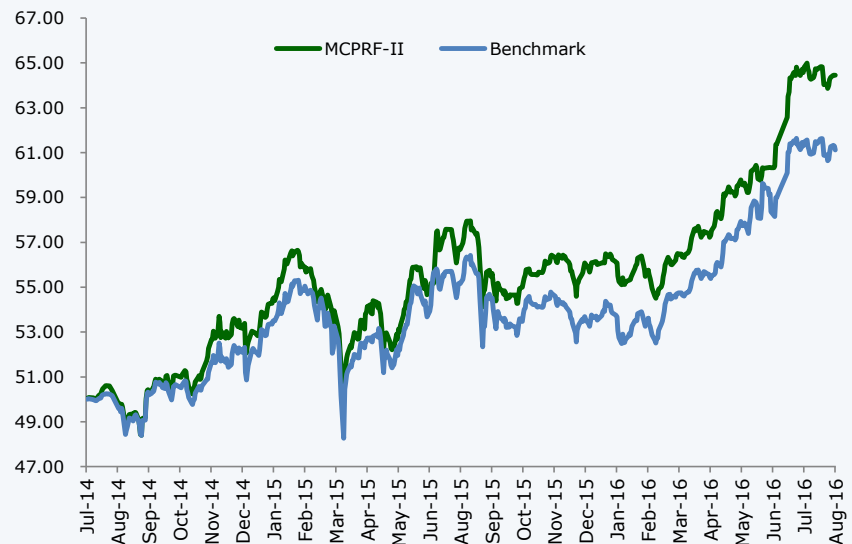
| | 1M | 3M | 6M | FYTD | 1Yr | 3Yr | 5Yr | PSD* |
|-----------|-------|------|-------|------|-------|-----|-----|-------|
| MCPRF-II | -0.8% | 8.7% | 16.9% | 4.7% | 15.3% | - | - | 28.6% |
| Benchmark | -0.6% | 6.5% | 14.6% | 3.6% | 11.9% | - | - | 23.0% |

* Performance start date of Jun 28, 2014,

Annual Returns:

| | FY16 | FY15 | FY14 | FY13 | FY12 | FY11 | FY10 | FY09 |
|-----------|-------|-------|------|------|------|------|------|------|
| MCPRF-II | 11.2% | 10.3% | - | - | - | - | - | - |
| Benchmark | 8.9% | 8.5% | - | - | - | - | - | - |

Fund's Performance:



Fund Net Assets:

| | Jul '16 | Aug '16 | MoM % |
|--------------------|---------|---------|--------|
| Net Assets (Rs mn) | 1,286 | 1,275 | -0.84% |
| NAV Per Unit (Rs) | 64.80 | 64.29 | -0.79% |
| Expense Ratio | | 0.08% | |

*This includes 0.02% representing government levy, Worker's Welfare Fund and SECP fee.

Asset Allocation:

| | Jun '16 | Jul '16 | Aug '16 |
|---------------------------------|---------|---------|---------|
| Equity/ Index Funds (%) | 45.7 | 67.8 | 67.4 |
| Income/Money market Funds (%) | 19.1 | 28.8 | 31.4 |
| Cash (%) | 35.1 | 3.3 | 1.1 |
| Other Including receivables (%) | 0.1 | 0.1 | 0.1 |

WWF Disclosure: The Board of Directors of the management company in its meeting held on October 25, 2013 have resolved that unrecorded accumulated WWF provision in the fund from the date of its application till December 31, 2012, in case is required to be paid, shall be borne by Al Meezan Investment Management Limited (Management Company of the fund). Thus, the Fund is no longer liable to pay any expense under WWF until December 31, 2012.

The Fund has maintained provisions against Workers' Welfare Fund liability of Rs. 4.28 million till June 30, 2015, if the same was not made the NAV per unit/return of the fund would have been higher by Rs. 0.22/0.34%. Effective from July 1, 2015 no provision is being made as mutual funds have been excluded from levy of WWF vide Finance Act 2015.

Funds Multiplier:

| | MCPRF-II |
|-----------------|----------|
| High Multiplier | 2.83 |
| Low Multiplier | 3.21 |

Fund Review:

Net assets of Meezan Balanced Fund (MBF) as at August 31, 2016 stood at Rs. 5.43 billion. The fund's NAV decreased by 0.86% during the month.

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: | Open End |
| Risk Level | Moderate |
| Launch Date | 20-Dec-2004 |
| Trustee | CDC |
| Auditors | KPMG Taseer Hadi & Co. |
| Registrar | Meezan Bank Ltd. |
| Management Fee | 2% |
| Fund Category | Balanced |
| Front End Load | 2% |
| 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 - 4pm |
| Benchmark | 50% KMI-30 Index 50% Average bank Deposit rate of three Islamic banks |
| Fund Manager | Asmar Hamoodi, CFA |

| | |
|---------------------------------|--|
| Members of Investment Committee | M. Shoaib, CFA Muhammad Asad Ali Khan, CFA Ahmed Hassan, CFA Asif Imtiaz, CFA Zain Malik Asmar Hamoodi, CFA Imad Ansari |
|---------------------------------|--|

Fund Net Asset:

| | Jul '16 | Aug '16 | MoM % |
|--------------------|---------|---------|--------|
| Net Assets (Rs mn) | 5,038 | 5,430 | 7.79% |
| NAV Per Unit (Rs) | 16.56 | 16.42 | -0.86% |
| Expense Ratio* | | 0.44% | |

*This includes 0.06% representing government levy, Worker's Welfare Fund and SECP fee.

WWF Disclosure: The Board of Directors of the management company in its meeting held on October 25, 2013 have resolved that unrecorded accumulated WWF provision in the fund from the date of its application till December 31, 2012, in case is required to be paid, shall be borne by Al Meezan Investment Management Limited (Management Company of the fund). Thus, the Fund is no longer liable to pay any expense under WWF until December 31, 2012.

The Fund has maintained provisions against Workers' Welfare Fund liability of Rs. 37.91 million till June 30, 2015, if the same was not made the NAV per unit/return of the fund would have been higher by Rs. 0.11/0.70%. Effective from July 1, 2015 no provision is being made as mutual funds have been excluded from levy of WWF vide Finance Act 2015.

Performance - Cumulative Returns:

| | 1M | 3M | 6M | FYTD | 1Yr | 3Yr | 5Yr | PSD* | CAGR* |
|-----------|-------|----|-----|------|-----|-----|------|------|-------|
| MBF | -1% | 6% | 18% | 4% | 14% | 58% | 150% | 496% | 16% |
| Benchmark | -0.4% | 5% | 15% | 3% | 12% | 48% | 135% | 351% | 14% |

* Performance start date of Dec 20, 2004, CAGR since inception

Annual Returns:

| | FY16 | FY15 | FY14 | FY13 | FY12 | FY11 | FY10 | FY09 |
|-----------|------|------|------|------|------|------|------|------|
| MBF | 12% | 16% | 20% | 32% | 17% | 25% | 23% | -11% |
| Benchmark | 10% | 13% | 18% | 30% | 10% | 25% | 21% | -15% |

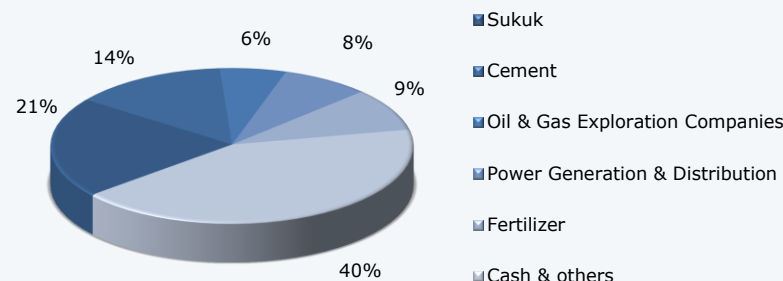
Top Ten Portfolio Holdings:(% of Total Assets):

| | Equity | Sukuk |
|----------------------------------|--------|----------------------------------|
| Hub Power Co. Ltd. Packages Ltd. | 6% | K-Electric Sukuk 3 8% |
| Engro Corporation | 5% | Engro Fertilizer Limited - II 5% |
| Lucky Cement Co. Ltd. | 4% | Hascol Sukuk 5% |
| Pakistan State Oil Co. Ltd. | 3% | Lalpir (Commercial Paper) 2% |
| | | GoP Ijarah Sukuk XVII 2% |

Asset Allocation:

| | Jul '16 | Aug '16 |
|----------------------------------|---------|---------|
| Equity | 56% | 55% |
| GoP Guaranteed Securities | 2% | 2% |
| Sukuk | 21% | 19% |
| Commercial Paper | 2% | 2% |
| Cash Others including receivable | 19% | 21% |

Sector Allocation:



Details of Non Performing Investments:

| Name of Non-compliant Investments | Investment Type | Value of Investment before provision | Provision held if any/Diminishing Market Value | Value of Investment after provision | % of net Assets | % of Gross Assets |
|---------------------------------------|-----------------|--------------------------------------|--|-------------------------------------|-----------------|-------------------|
| Arzoo Textile Mills Ltd. | Sukuk | 25,000,000 | 25,000,000 | - | - | - |
| Eden Housing Ltd | Sukuk | 4,922,000 | 4,922,000 | - | - | - |
| Security Leasing Corporation Ltd - II | Sukuk | 7,701,000 | 7,701,000 | - | - | - |

Performance – Fiscal Year Returns:

| | FY16 | FY15 | FY14 | FY13 | FY12 | FY11 | FY10 | FY09 | FY08 | FY07 |
|--------------|-------|-------|-------|--------|-------|-------|-------|--------|------|-------|
| MIF | 17.4% | 21.6% | 29.2% | 50.7% | 19.5% | 38.7% | 30.9% | -29.5% | 0.3% | 28.8% |
| Benchmark | 15.5% | 20.1% | 29.9% | 54.4% | 13.6% | 43.7% | 36.9% | -35.4% | 0.9% | 17.2% |
| AMMF | 15.5% | 22.0% | 29.9% | 50.6% | 19.0% | 37.4% | 31.0% | -32.0% | 0.4% | 27.0% |
| Benchmark | 15.5% | 20.1% | 29.9% | 54.4% | 13.6% | 43.7% | 36.9% | -35.4% | 0.9% | 17.2% |
| MIIF | 5.8% | 8.2% | 11.9% | 14.5% | 7.8% | 11.8% | 7.3% | 10.1% | 9.3% | 10.1% |
| Benchmark | 3.5% | 5.0% | 5.4% | 5.5% | 6.0% | 5.9% | 5.8% | 6.1% | 5.8% | 5.0% |
| MCF | 4.6% | 7.5% | 7.1% | 8.8% | 10.7% | 11.0% | 10.1% | 8.0% | - | - |
| Benchmark | 4.5% | 6.2% | 6.6% | 6.9% | 8.1% | 8.2% | 7.5% | 7.6% | - | - |
| MSF | 5.1% | 6.8% | 8.5% | 9.1% | 11.2% | 11.5% | 9.8% | - | - | - |
| Benchmark | 4.5% | 6.2% | 6.6% | 6.9% | 8.1% | 8.2% | 7.5% | - | - | - |
| MTPF- Equity | 18.1% | 26.6% | 32.4% | 54.90% | 16.8% | 36.0% | 31.5% | -25.8% | 3.1% | - |
| MTPF- Debt | 4.5% | 6.4% | 7.7% | 8.30% | 9.5% | 10.9% | 8.5% | 10.2% | 8.3% | - |
| MTPF- MMkt | 4.0% | 6.9% | 6.9% | 7.80% | 10.9% | 10.7% | 8.5% | 11.1% | 7.7% | - |
| KMIF | 13.3% | 17.1% | 26.5% | 49.6% | -2.4% | - | - | - | - | - |
| Benchmark | 15.5% | 20.1% | 29.9% | 54.4% | -1.9% | - | - | - | - | - |
| MCPRF-II | 11.2% | 10.3% | - | - | - | - | - | - | - | - |
| Benchmark | 8.9% | 8.5% | - | - | - | - | - | - | - | - |
| MCPF-III | - | 12.1% | 5.6% | - | - | - | - | - | - | - |
| Benchmark | - | 12.0% | 5.0% | - | - | - | - | - | - | - |
| MBF | 12.1% | 15.9% | 19.6% | 31.8% | 16.8% | 25.4% | 22.7% | -10.8% | 1.0% | 25.5% |
| Benchmark | 9.5% | 12.6% | 17.7% | 30.0% | 9.8% | 24.8% | 21.3% | -14.5% | 3.4% | 11.1% |
| Aggressive | 13.3% | 16.5% | 22.1% | 9.0% | - | - | - | - | - | - |
| Benchmark | 11.7% | 15.1% | 21.7% | 7.9% | - | - | - | - | - | - |
| Moderate | 11.3% | 13.6% | 17.3% | 6.5% | - | - | - | - | - | - |
| Benchmark | 10.0% | 12.9% | 18.2% | 6.2% | - | - | - | - | - | - |
| Conservative | 8.7% | 10.1% | 12.6% | 3.8% | - | - | - | - | - | - |
| Benchmark | 6.7% | 8.6% | 11.2% | 3.6% | - | - | - | - | - | - |
| MCPPI - I | 10.5% | 7.8% | - | - | - | - | - | - | - | - |
| Benchmark | 8.7% | 8.5% | - | - | - | - | - | - | - | - |
| MCPPI - II | 6.5% | 0.4% | - | - | - | - | - | - | - | - |
| Benchmark | 5.6% | 2.0% | - | - | - | - | - | - | - | - |
| MAAP - I | 11.7% | - | - | - | - | - | - | - | - | - |
| Benchmark | 14.9% | - | - | - | - | - | - | - | - | - |
| MAAP - II | 14.8% | - | - | - | - | - | - | - | - | - |
| Benchmark | 18.3% | - | - | - | - | - | - | - | - | - |
| MAAP - III | 13.5% | - | - | - | - | - | - | - | - | - |
| Benchmark | 17.1% | - | - | - | - | - | - | - | - | - |
| MAAP - IV | 0.7% | - | - | - | - | - | - | - | - | - |
| Benchmark | 0.4% | - | - | - | - | - | - | - | - | - |
| MGF | 10.5% | - | - | - | - | - | - | - | - | - |
| Benchmark | 16.0% | - | - | - | - | - | - | - | - | - |
| MAAF | 2.8% | - | - | - | - | - | - | - | - | - |
| Benchmark | 5.0% | - | - | - | - | - | - | - | - | - |