



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 nine 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 Protected Fund (MCPF-II) and KSE Meezan Index Fund.

The total funds under management of Al Meezan, the only full fledged Shariah compliant asset management company in Pakistan, have reached Rs. 48.1 billion as on August 31, 2013. 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.

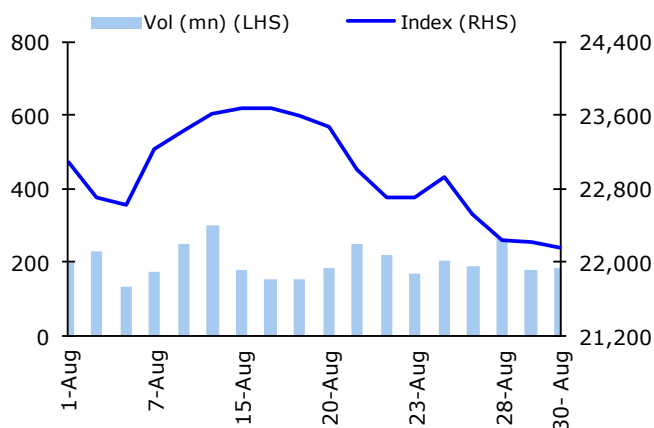
Stock Market Review

KSE-100 declined by 5% during the month of Aug 2013 to close at the level of 22,161. Market fell owing to concerns due to rising oil prices, worsening geopolitical developments, weak corporate results and high leverage of market participants. Foreign net flows remained positive at US\$28mn (vs. US\$115mn outflow in July) despite the regional sell-off. However, volumes fell to a four month low of 20% MoM to a daily average of 200mn shares and value traded declined 20%MoM to US\$85mn.

Corporate results came in lower than expected for major corporations with the exception of results of companies in the electricity sector. Earnings of the listed Exploration (E&P) Companies missed analysts' estimates, while results of certain Oil Marketing Companies and Banks also came in weaker than expected. Over the month outperforming sectors remained Electricity and Banks while underperforming sectors were Oil and Gas and Cements.

Key triggers going forward will be 1) IMF loan approval for Pakistan in its Sep 4th board meeting 2) Pending Congress approval to US for Syrian attack, 3) Intact of cement cartel and 4) CPI inflation numbers for Aug and 5) upcoming monetary policy meeting on Sep 13, 2013.

KSE-100 Index Performance



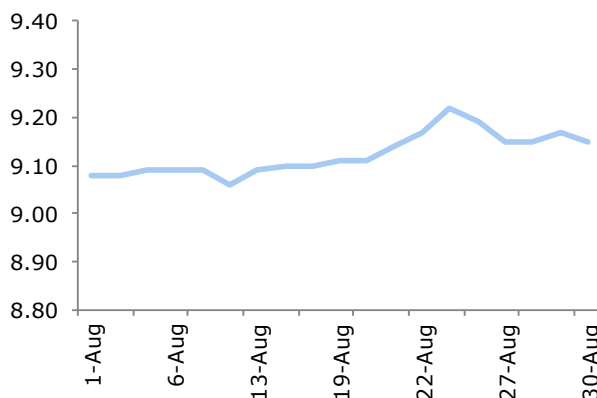
Money Market Review

The money market continued to stay liquid this month with the direction of SBP's Rs. 725 billion worth of OMOs at a weighted average yield of 8.55% (Mop ups) evidencing the same. The KIBORs moved in a diverging direction though with the 3MK closing 5bps higher at 9.06% and the 6MK closing 7bps higher at 9.15%; the main reason for this increase were the market expectations regarding a probable hike in discount rate in the upcoming bi-monthly monetary policy statement (MPS).

Activity in the Ijarah market remained volatile with every delay in the announcement of the MPS. Moreover, two T-bill auctions were conducted during the month whereby in total, Rs. 213 billion was accepted against a participation of Rs.221 billion with major acceptance in the 3 months T-bills (Rs. 197 billion in total at cut off yields of 8.99% and 8.96%); once again, participation remained higher in shorter tenors due to DR increase expectations. A PIB auction was also conducted whereby Rs. 30 billion was accepted against a participation of Rs. 35 billion with major acceptance in the 5 years category (Rs. 13.5 billion at a cut-off yield of 11.65%).

On the forex front, the rupee continued to lose considerable value; in the interbank market it closed Rs. 2.72 weaker at Rs. 104.57/\$ while in the open market, it closed Rs. 2.20 weaker at Rs. 104.80/\$.

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. 10.23 billion as on August 31, 2013. The fund's NAV decreased by 6.5% during the month of August as compared to 6.9% decrease in benchmark index (KMI-30) while KSE-100 Index during the same period decreased by 4.9%. As on August 31, the fund was 91% 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 – 3pm
Fund Manager	Muhammad Asad

Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik
---------------------------------	---

Fund Net Assets:

	Jul' 13	Aug' 13	MoM %
Net Assets (Rs mn)	10,641	10,230	-3.9%
NAV Per Unit (Rs)	49.05	45.86	-6.5%

Asset Allocation:

	Jul' 13	Aug' 13
Equity (%)	90.14	90.93
Cash (%)	9.67	8.67
Other receivables (%)	0.19	0.40
Expense Ratio*	4.07%	3.60%
P/E	8.4	8.1

*Management fee is included in the expense ratio

Risk Measures–August' 13:

	MIF	KSE-100 index	KMI-30 Index
Standard Deviation (%)	1.16	1.13	1.20
Sharpe Ratio	-0.32	-0.25	-0.33

Performance - Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*	CAGR*
MIF	-7%	0.4%	18%	2%	37%	145%	221%	583%	21%
Benchmark [#]	-7%	1%	21%	3%	39%	150%	209%	398%	17%

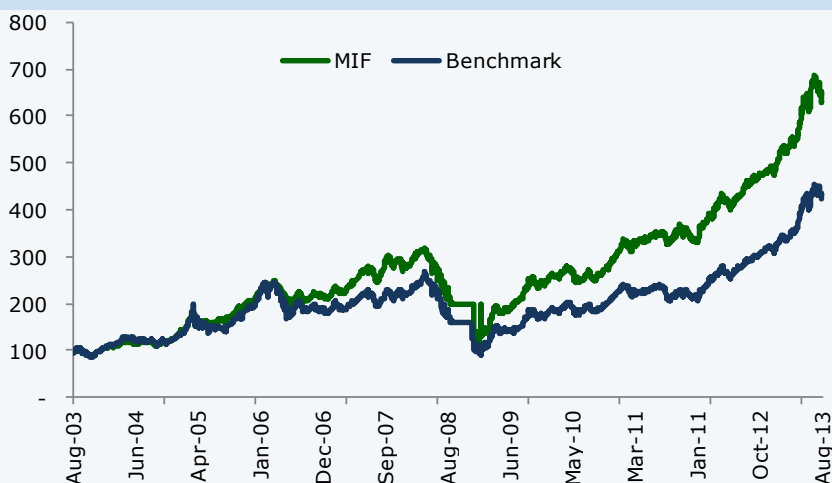
* Performance start date of August 08, 2003, CAGR since inception

[#] 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:

	FY13	FY12	FY11	FY10	FY09	FY08	FY07	FY06
MIF	51%	19%	39%	31%	-30%	0%	29%	30%
Benchmark	54%	14%	44%	37%	-35%	1%	17%	25%

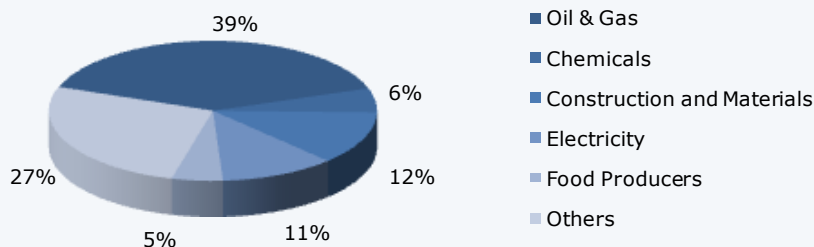
Fund's Performance:



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

Oil & Gas Development Co. Ltd.	12%	Lucky Cement Ltd.	6%
The Hub Power Co. Ltd.	11%	DG Khan Cement Co. Ltd.	6%
Pakistan Oilfields Ltd.	9%	Engro Foods Ltd.	5%
Pakistan State Oil Co. Ltd.	9%	Nishat Mills Ltd.	5%
Pakistan Petroleum Ltd.	9%	Packages Ltd.	4%

Sector Allocation:



WWF Disclosure: The fund has not made provision amount to Rs. 89.30mn upto December 31, 2012 against Workers' Welfare Fund liability. If the same were made the NAV per unit/return of the fund would be lower by Rs. 0.59/1.28%. For details, investors are advised to read Financial Statements of the Scheme.

Fund Review:

The net assets of Al Meezan Mutual Fund (AMMF) as at August 31, 2013 stood at Rs. 2.20 billion. The fund's NAV decreased by 6.4% during the month of August as compared to 6.9% decrease in benchmark index (KMI-30) while KSE-100 Index during the same period decreased by 4.9%. As on August 31, the fund was 91% 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 – 3pm
Fund Manager	Dr. Gohar Rasool
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik

Fund Net Assets:

	Jul' 13	Aug' 13	MoM %
Net Assets (Rs mn)	2,300	2,190	-4.8%
NAV Per Unit (Rs)	13.79	12.90	-6.4%

Asset Allocation:

	Jul' 13	Aug' 13
Equity (%)	90.06	90.92
Cash (%)	9.48	8.53
Other receivables (%)	0.46	0.55
Expense Ratio*	4.33	3.30

*Management fee is included in the expense ratio

Risk Measures – August'13:

	AMMF	KSE-100 index	KMI-30 Index
Standard Deviation (%)	1.16	1.13	1.20
Sharpe Ratio	-0.32	-0.25	-0.33

Performance - Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*	CAGR*
AMMF	-6%	0.4%	19%	2%	37%	144%	179%	1,516%	18%
Benchmark#	-7%	1%	21%	3%	39%	168%	232%	1,194%	16%

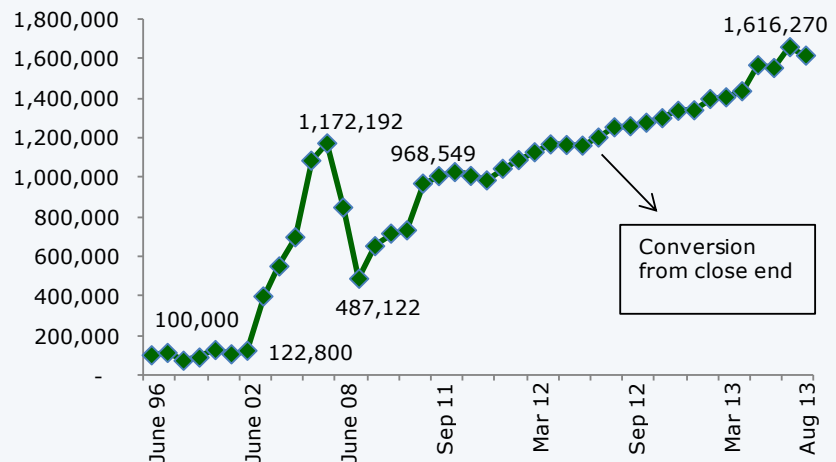
* Performance start date of July 13, 1995, CAGR since inception

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:

	FY13	FY12	FY11	FY10	FY09	FY08	FY07	FY06
AMMF	51%	19%	38%	31%	-32%	0%	27%	28%
Benchmark	54%	14%	44%	37%	-35%	1%	17%	25%

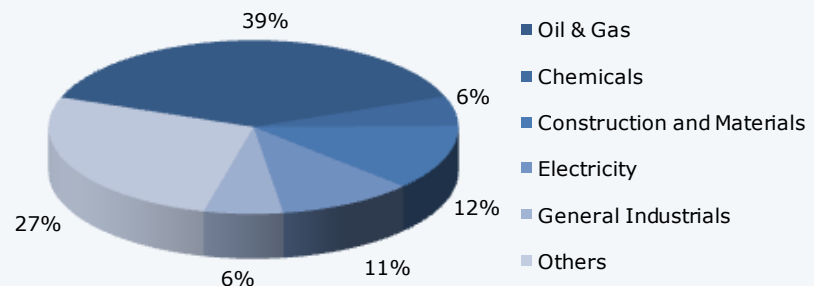
Investment Growth from FY 1996 - to Date



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

Oil & Gas Development Co. Ltd.	12%	DG Khan Cement Co. Ltd.	6%
The Hub Power Co. Ltd.	10%	Lucky Cement Ltd.	6%
Pakistan Oilfields Ltd.	9%	Packages Ltd.	5%
Pakistan Petroleum Ltd.	9%	Engro Food Ltd.	5%
Pakistan State Oil Co. Ltd.	8%	Fauji Fertilizer Co. Ltd.	4%

Sector Allocation:



WWF Disclosure: The fund has not made provision amount to Rs. 24.53mn upto December 31, 2012 against Workers' Welfare Fund liability. If the same were made the NAV per unit/return of the fund would be lower by Rs. 0.18/1.40% . For details, investors are advised to read Financial Statements of the Scheme.

Fund Review

Net assets of Meezan Islamic Income Fund (MIIF) stood at Rs. 2.9 billion as on August 31, 2013. MIIF has provided an annualized return of 5.29% for the month of August as compared to its benchmark which has provided an annualized return of 5.09% 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:

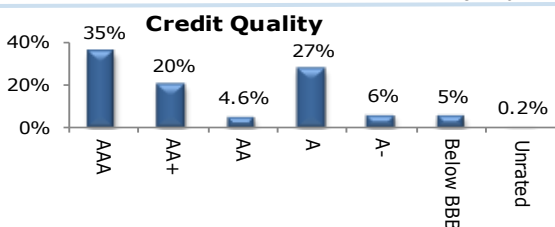
Fund Type:	Open End
Risk Level	Minimal
Launch Date	15-Jan-07
Trustee	CDC
Auditors	KPMG Taseer Hadi & Co.
Registrar	Meezan Bank Ltd.
Unit Types	A, B and C
Management Fee	1.5%
Front End Load	0.5%
Fund Category	Income
Leverage	Nil
Listing	KSE
AMC Rating	AM2
Rating Agency	JCRVIS
Fund Stability Rating	A(f)
Pricing Mechanism	Forward
Weighted average time to maturity	0.99 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 – 3pm
Fund Manager	Zain Malik
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik

Fund Net Assets:

	Jul' 13	Aug' 13	MoM %
Net Assets (Rs mn)	2,689	2,917	8.48%
NAV Per Unit (Rs)	50.59	50.82	0.45%

Credit Quality of Portfolio:

AAA	35.1%
AA+	19.8%
AA	4.6%
A	26.9%
A-	5.9%
Below BBB	5.3%
Unrated	0.2%



Performance - Annualized Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*
MIIF	5.29%	9.22%	10.88%	7.21%	14.39%	12.35%	12.46%	13.32%
Benchmark	5.09%	5.08%	5.04%	5.09%	5.47%	5.78%	5.85%	5.83%

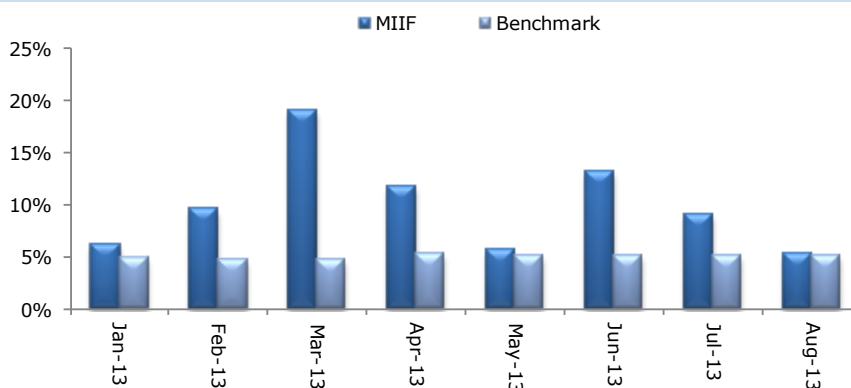
* Performance start date of Jan 15, 2007

Annual Returns:

	FY13	FY12	FY11	FY10	FY09	FY08	FY07	FY06
MIIF	14.45%	7.79%	11.77%	7.31%	10.14%	9.28%	10.07%*	-
Benchmark	5.54%	6.02%	5.88%	5.80%	6.12%	5.75%	5.00%	-

* 163 days of operations

Monthly Performance:



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

GoP Ijarah Sukuk XIV	12.15%	GoP Ijarah Sukuk XII	3.38%
KAPCO (Commercial Paper)	7.60%	Maple Leaf Sukuk -I	3.10%
GoP Ijarah Sukuk XIII	7.59%	Eden Housing Ltd.	2.22%
Engro Fertilizer Ltd.	5.90%	GoP Ijarah Sukuk VIII	2.03%
GoP Ijarah Sukuk IX	5.74%	Eden Builders Limited	0.30%

Asset Allocation:

	Jul'13	Aug'13
Sukuks	13%	12%
Government backed / Guaranteed Securities	33%	31%
Cash	43%	48%
Commercial Paper	8%	8%
Others Including receivables	3%	1%

Details of Non Performing Investments:

Name of Non -compliant investments	Type of Investments	Value of Investments before provision	Provision		% of Net Assets	% of Gross Assets
			held if any / Diminishing Market Value	Value of investments after provision		
Arzoo Textile Mills Ltd.	Sukuk	70,000,000	70,000,000	-	-	-
Eden Housing Ltd	Sukuk	94,668,750	28,907,860	65,760,890	2.25%	2.22%
Maple Leaf Cement - I	Sukuk	287,320,000	195,377,600	91,942,400	3.15%	3.10%
Security Leasing Corporation Ltd - II	Sukuk	17,096,351	11,967,446	5,128,905	0.18%	0.17%

WWF Disclosure: The Scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.29.71mn. If the same were not made the NAV per Unit/return of the Scheme would be higher by Rs.0.61/1.19%. For details investors are advised to read Financial Statements of the Scheme.

Fund Review

Net assets of Meezan Cash Fund (MCF) stood at Rs. 6.4 billion as at August 31, 2013. MCF has provided an annualized return of 7.21% for the month of August as compared to its benchmark which has provided an annualized return of 6.41% 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	44 Days
Benchmark	Average return on 6-month Islamic bank deposits
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am – 3pm
Fund Manager	Zain Malik
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik

Fund Net Assets:

	Jul' 13	Aug' 13	MoM %
Net Assets (Rs mn)	6,579	6,439	-2.12%
NAV Per Unit (Rs) *	50.10	50.10	0.61%

*Ex-Dividend NAV

Rating Exposure:

AAA	62%
AA+	7%
AA	29%

Portfolio Composition:

	Jul'13	Aug'13
Placements with Banks and DFIs	15%	15%
Commercial Paper	3%	3%
Government Guaranteed	41%	42%
Cash	39%	37%
Other Including receivables	2%	3%

Performance – Annualized Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*
MCF	7.21%	7.30%	7.48%	7.23%	8.24%	11.03%	-	11.75%
Benchmark	6.41%	6.49%	6.56%	6.43%	6.84%	7.72%	-	7.66%

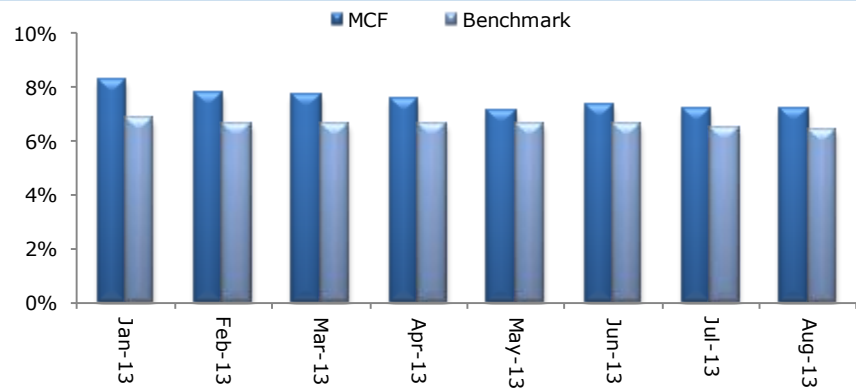
* Performance start date of June 15, 2009

Annual Returns:

	FY13	FY12	FY11	FY10	FY09	FY08	FY07	FY06
MCF	8.78%	10.49%	10.95%	10.09%	8.03%#	-	-	-
Benchmark	6.91%	8.13%	8.24%	7.50%	7.60%	-	-	-

#15 days of operations

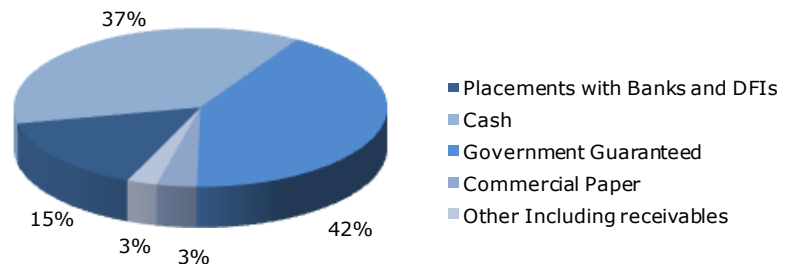
Monthly Performance:



Portfolio: Salient Features

Key Benefits	<ul style="list-style-type: none"> 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	<ul style="list-style-type: none"> 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 Scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.47.62mn. If the same were not made the NAV per Unit/return of the Scheme would be higher by Rs.0.37/0.73%. For details investors are advised to read Financial Statements of the Scheme.

Fund Review

Net assets of Meezan Sovereign Fund (MSF) stood at Rs. 19.01 billion as on August 31, 2013. For the month of August, the fund has provided an annualized return of 7.33% as compared to its benchmark which has provided an annualized return of 6.41% 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
Pricing Mechanism	Forward
Weighted average time to maturity	0.98 Years
Benchmark	Average return on 6-month Islamic bank deposits
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am - 3pm
Fund Manager	Zain Malik

Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik
---------------------------------	---

Fund Net Assets:

	Jul' 13	Aug' 13	MoM %
Net Assets (Rs mn)	19,780	19,008	-3.90%
NAV Per Unit (Rs)	50.36	50.67	0.62%

Asset Rating:

AAA	81%
AA+	3%
AA	13%

Asset Allocation:

	Jul '13	Aug '13
Government Guaranteed	70%	75%
Cash	28%	22%
Other Including receivables	2%	3%

WWF Disclosure: The Scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.93.96mn. If the same were not made the NAV per Unit/return of the Scheme would be higher by Rs.0.24/0.48%. For details investors are advised to read Financial Statements of the Scheme.

Performance - Annualized Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*
MSF	7.33%	7.50%	7.66%	7.46%	8.56%	11.12%	-	11.78%
Benchmark	6.41%	6.49%	6.56%	6.43%	6.84%	7.72%	-	7.69%

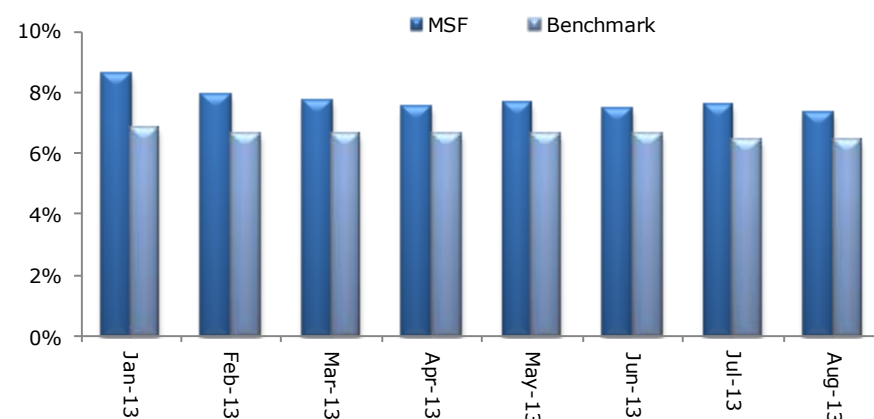
* Performance start date of Feb 10, 2010,

Annual Returns:

	FY13	FY12	FY11	FY10	FY09	FY08	FY07	FY06
MSF	9.11%	11.19%	11.45%	9.76%*	-	-	-	-
Benchmark	6.91%	8.13%	8.24%	7.50%	-	-	-	-

* 140 days of operations

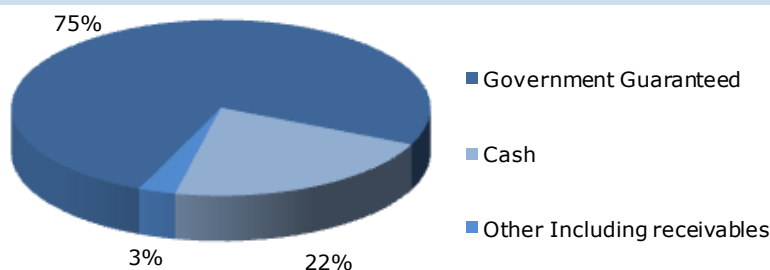
Monthly Performance:



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:

For the month of August 2013, MCPF-II provided a return of -1.4%. The net assets of Meezan Capital Protected Fund (MCPF-II) have grown to Rs. 503 million as on August 31, 2013.

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	KPMG Taseer Hadi & 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
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 – 3pm
Fund Manager	Ahmed Hassan, CFA
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik

Fund Net Assets:

	Jul' 13	Aug' 13	MoM %
Net Assets (Rs mn)	510	503	-1.37%
NAV Per Unit (Rs)	53.49	52.76	-1.37%

Asset Allocation:

GoP Guaranteed Securities (%)	78.2
Equity (%)	17.6
Cash (%)	1.7
Other Including receivables (%)	2.5

WWF Disclosure: The fund has not made provision amount to Rs. 1.69mn upto December 31, 2012 against Workers' Welfare Fund liability. If the same were made the NAV per unit/return of the fund would be lower by Rs. 0.19/0.37%. For details, investors are advised to read Financial Statements of the Scheme.

Performance - Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*	CAGR*
MCPF-II	-1.4%	1.3%	5.4%	0.9%	12.0%	-	-	32.0%	13.7%
Benchmark	-1.3%	1.4%	7.7%	1.6%	15.0%	-	-	31.6%	13.6%

* Performance start date of Jul 5, 2011, CAGR since inception

Annual Returns:

	FY13	FY12	FY11	FY10	FY09	FY08	FY07	FY06
MCPF-II	15.2%	13.5%	-	-	-	-	-	-
Benchmark	17.9%	9.5%	-	-	-	-	-	-

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

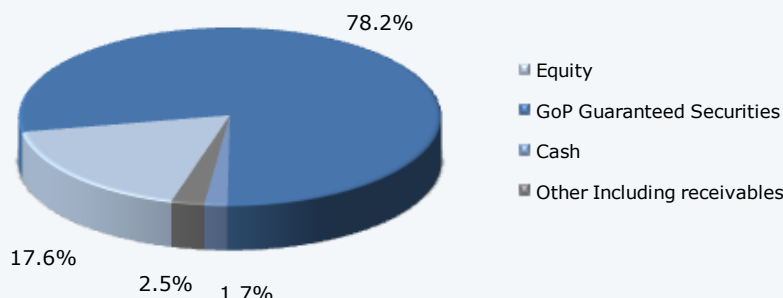
Capital Protection Segment

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, 2013, total size of net assets of Meezan Tahaffuz Pension Fund (MTPF) stood at Rs. 1,836 million. For the month of August, the NAV of equity sub fund decreased by 6.92% while the NAV of debt and money sub funds provided an annualized return of 6.69% and 6.68% 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	KPMG Taseer Hadi & 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. Shoab, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik

Fund Net Assets:

Rs (Mn)	Jul '13	Aug '13	MoM %
MTPF- Equity	890	853	-4.2%
MTPF- Debt	656	672	2.4%
MTPF- MMkt	310	311	0.4%
Total Fund	1,856	1,836	-1.1%

NAV per unit:

Rs	Jul '13	Aug '13	MoM %
MTPF- Equity	270.9	252.2	-6.9%
MTPF- Debt	171.6	172.6	0.6%
MTPF- MMkt	171.9	172.9	0.5%

Sukuk Holdings – MTPF(Debt Fund)

GoP Ijarah Sukuks X	22.09%
GoP Ijarah Sukuks XIV	20.61%
GoP Ijarah Sukuks XIII	19.37%
GoP Ijarah Sukuks XI	8.90%
GoP Ijarah Sukuks XII	7.41%
GoP Ijarah Sukuks VIII	4.45%
GoP Ijarah Sukuks IX	4.30%
GoP Ijarah Sukuks V	2.74%
GoP Ijarah Sukuks VI	1.63%
GoP Ijarah Sukuks VII	0.74%

MTPF - Allocation Schemes

	1M	3M	6M	YTD	1Yr	3Yr	5Yr	PSD*	CAGR*
High Volatility	-5%	0.1%	15%	1%	34%	119%	197%	136%	16%
Med. Volatility	-3%	1%	11%	1%	24%	85%	144%	112%	14%
Low Volatility	-1%	1%	7%	1%	16%	58%	101%	92%	12%
Lower Volatility	1%	2%	3%	1%	8%	31%	57%	72%	10%

* Performance start date of June 28, 2007. CAGR since inception

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

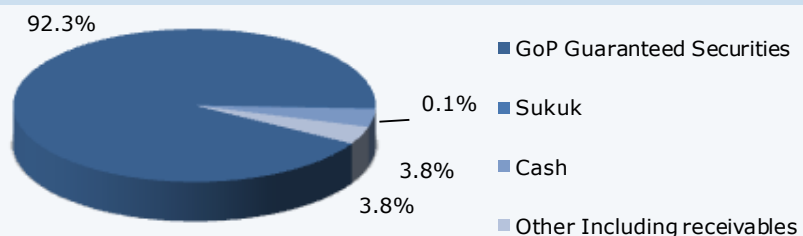
Annual Returns:

	FY13	FY12	FY11	FY10	FY09	FY08	FY07	FY06
MTPF- Equity	54.9%	16.8%	36.0%	31.5%	-25.8%	3.1%	-	-
MTPF- Debt	8.3%	9.5%	10.9%	8.5%	10.2%	8.3%	-	-
MTPF- MMkt	7.8%	10.9%	10.7%	8.5%	11.1%	7.7%	-	-

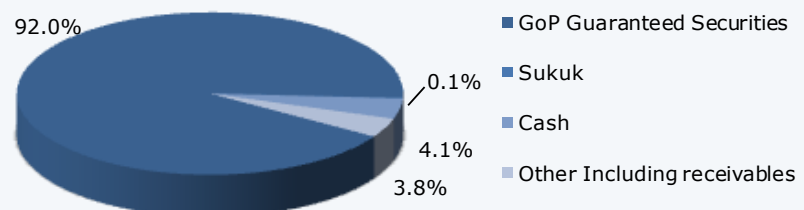
(MTPF - Equity): Asset Allocation & Top Holdings (Aug'13)

Oil & Gas	34%	The Hub Power Co. Ltd.	10%
Construction and Materials	14%	Pakistan Petroleum Ltd.	9%
Chemicals	9%	Oil & Gas Development Co. Ltd.	9%
Food Producers	5%	Pakistan State Oil Co. Ltd.	9%
Electricity	11%	DG Khan Cement Co. Ltd.	8%
Other Sectors	18%	Lucky Cement Ltd.	7%
Cash & Others including receivable	9%	Fauji Fertilizer Co. Ltd.	6%
		Pakistan Oilfields Ltd.	6%
		Packages Ltd.	6%
		Nishat Mills Ltd.	5%

MTPF Debt Sub Fund:



MTPF Money Market Sub Fund:



WWF Disclosure: The fund has not made provision amount to Rs. 3.74mn (Equity), Rs. 1.60mn (Debt) and Rs. 0.98mn (MMKT) upto December 31, 2012 against Workers' Welfare Fund liability. If the same were made the NAV per unit/return the fund would be lower by Rs. 1.16/0.46% (Eq.), Rs. 0.43/0.25% (Dt.) and Rs. 0.55/0.32 (MM.). For details, investors are advised to read Financial Statements of the Scheme.

Fund Review:

The fund was launched on May 23, 2012. As at August 31, the net assets of KSE-Meezan Index Fund (KMIF) stood at Rs. 925 million. For the month of August 2013, KMIF provided a return of -6.9%.

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	Dr. Gohar Rasool
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik

Fund Net Assets:

	Jul' 13	Aug' 13	MoM %
Net Assets (Rs mn)	999	925	-7.34%
NAV Per Unit (Rs)*	63.71	59.30	-6.92%

*Ex-Dividend NAV

WWF Disclosure: The fund has not made provision amount to Rs. 1.03mn upto December 31, 2012 against Workers' Welfare Fund liability. If the same were made the NAV per unit/return of the fund would be lower by Rs. 0.08/0.14%. For details, investors are advised to read Financial Statements of the Scheme.

Performance - Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*
KMIF	-6.9%	0.2%	18.8%	3.0%	35.0%	-	-	50.5%
Benchmark	-6.9%	0.8%	21.0%	3.4%	39.3%	-	-	56.7%

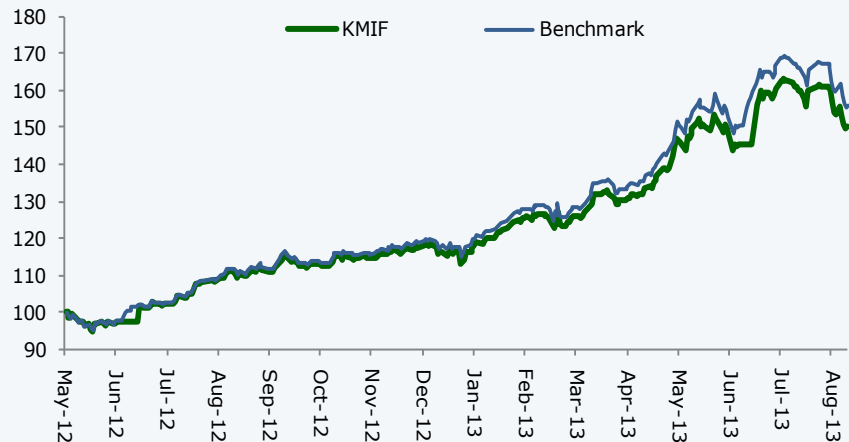
* Performance start date of May 23, 2012.

Annual Returns:

	FY13	FY12	FY11	FY10	FY09	FY08	FY07	FY06
KMIF	49.6%	-2.4%*	-	-	-	-	-	-
Benchmark	54.4%	-1.9%	-	-	-	-	-	-

* 38 days of operations.

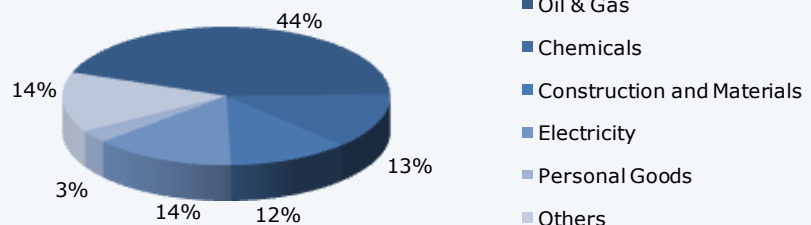
Fund's Performance:



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

Pakistan Petroleum Ltd.	13%	Lucky Cement Ltd.	6%
Oil & Gas Development Co. Ltd.	12%	Pakistan State Oil Co. Ltd.	5%
The Hub Power Co. Ltd.	11%	DG Khan Cement Co. Ltd.	4%
Pakistan Oilfields Ltd.	10%	Karachi Electric Supply Corp. Ltd.	3%
Fauji Fertilizer Co. Ltd.	10%	Nishat Mills Ltd.	3%

Asset Allocation:



Fund Review:

As at August 31, 2013, total size of net assets of Meezan Financial Planning Fund of Fund (MFPPFOF) stood at Rs.748 million. For the month of August, the NAV of Aggressive plan decreased by 4.8% while the NAV of moderate and Conservative plan provided an return of -3.0% and -1.3% 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%
Fund Category	Fund of Funds
Back End Load	Nil
Leverage	Nil
Listing	-
AMC Rating	AM2
Rating Agency	JCRVIS
Pricing Mechanism	Forward

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*
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am – 1pm
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik

* Average return on 6-month Islamic bank deposits

Fund Net Assets:

Rs (Mn)	Jul '13	Aug '13	MoM %
Aggressive	279	270	-3.3%
Moderate	160	157	-1.5%
Conservative	308	321	4.1%

NAV per unit:

Rs	Jul '13	Aug '13	MoM%
Aggressive	56.3	53.6	-4.8%
Moderate	53.9	52.3	-3.0%
Conservative	52.5	51.9	-1.3%

MFPPFOF - Allocation Plan:

	1M	3M	6M	YTD	1Yr	3Yr	5Yr	PSD*
Aggressive	-4.8%	0.5%	-	1.6%	-	-	-	10.8%
Benchmark	-4.3%	1.1%	-	2.4%	-	-	-	10.6%
Moderate	-3.0%	0.9%	-	1.4%	-	-	-	8.0%
Benchmark	-2.8%	1.3%	-	1.8%	-	-	-	8.0%
Conservative	-1.3%	1.1%	-	1.2%	-	-	-	5.0%
Benchmark	-1.0%	1.5%	-	1.1%	-	-	-	4.8%

* Performance start date of April 12, 2013.

Annual Returns:

	FY13	FY12	FY11	FY10	FY09	FY08	FY07	FY06
Aggressive	9.0%*	-	-	-	-	-	-	-
Benchmark	7.9%	-	-	-	-	-	-	-
Moderate	6.5%*	-	-	-	-	-	-	-
Benchmark	6.2%	-	-	-	-	-	-	-
Conservative	3.8%*	-	-	-	-	-	-	-
Benchmark	3.6%	-	-	-	-	-	-	-

* 80 days of operations.

Portfolio: Salient Features

Investment Objective	The Aggressive Allocation Plan This Allocation Plan is suitable for Investors having a relatively higher risk tolerance and/or wish to save for long term. It shall invest at least 65% of its net assets in Shariah Compliant Equity Funds, while the remaining portion is allocated to Shariah Compliant Fixed Income Funds.		
	The Moderate Allocation Plan. This Allocation Plan is suitable for Investors having a relatively moderate risk tolerance and/or wish to save for medium to long term. It shall invest at least 45% of its net assets in Shariah Compliant Equity Funds, while the remaining portion is allocated to Shariah Compliant Fixed Income Funds.		
The Conservative Allocation Plan This Allocation Plan is suitable for Investors having a relatively low risk tolerance and/or wish to save for short to medium term. It shall invest at least 20% of its net assets in Shariah Compliant Equity Funds, while the remaining portion is allocated to Shariah Compliant Fixed Income Funds.			
Asset Allocation Plans (Based on specific Risk profiles)	Minimum percentage allocation invested in Collective Investment Scheme(s)		
		MIF (Equity)	MSF (Income)
	Aggressive Allocation Plan	65%	25%
	Moderate Allocation Plan	45%	45%
Conservative Allocation Plan	20%	70%	
(i) The above percentages may vary on account of market factors and investments in Cash / Near cash instruments as permitted for the Fund of Funds Category, as per SECP directive from time to time. (ii) The above mentioned allocations shall be rebalanced at a frequency described in Offering document. (iii) The Management Company may invest between 0% to 10% (both percentages being inclusive) of the Allocation Plan in Cash/ near Cash instruments permitted for the fund of funds category			

WWF Disclosure: The Scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 0.50mn (Aggressive), Rs. 0.23mn (moderate) and Rs.0.27mn (Conservative). If the same were not made the NAV per unit/return of the Scheme would be higher by Rs. 0.11/0.18% (Aggressive), Rs. 0.08/0.15% (Moderate) and Rs. 0.05/0.09 (Conservative). For details, investors are advised to read Financial Statements of the Scheme.

PAKISTAN'S ONLY SHARIAH-COMPLIANT BALANCED FUND

Fund Review:

Net assets of Meezan Balanced Fund (MBF) as at August 31, 2013 stood at Rs. 1.59 billion. The fund's NAV decreased by 3.8% 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	Minimal
Launch Date	20-Dec-2004
Trustee	CDC
Auditors	KPMG Taseer Hadi & Co.
Registrar	THK Associates
Management Fee	2%
Fund Category	Balanced
Leverage	Nil
Listing	KSE
AMC Rating	AM2
Rating Agency	JCRVIS
Benchmark	50% KMI-30 Index 50% Average bank Deposit rate of three Islamic banks
Fund Manager	Ahmed Hassan, CFA
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik

Funds Net Asset:

	Jul' 13	Aug' 13	MoM %
Net Assets (Rs mn)	1,652	1,593	-3.60%
NAV Per Unit (Rs)	13.82	13.30	-3.77%

WWF Disclosure: The Scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.20.94mn. If the same were not made the NAV per Unit/return of the Scheme would be higher by Rs.0.17/1.31%. For details investors are advised to read Financial Statements of the Scheme.

Performance - Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*	CAGR*
MBF	-4%	0.02%	11%	2%	24%	92%	155%	277%	16%
Benchmark	-3%	1%	12%	2%	22%	78%	108%	151%	11%

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

Annual Returns:

	FY13	FY12	FY11	FY10	FY09	FY08	FY07	FY06
MBF	32%	17%	25%	23%	-11%	1%	26%	23%
Benchmark	30%	8%	25%	21%	-14%	3%	11%	15%

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

	Equity	Sukuk	
Oil & Gas Development Co. Ltd.	7%	GoP Ijarah Sukuk -XII	10%
Hub Power Co. Ltd.	6%	KAPCO (Commercial Paper)	5%
Pakistan Oilfields Ltd.	6%	GoP Ijarah Sukuk -IX	5%
Pakistan Petroleum Ltd.	6%	GoP Ijarah Sukuk -XI	3%
Pakistan State Oil Co. Ltd.	4%	Engro Sukuk	3%

Sector Allocation:

	Jul'13	Aug'13
Equity	50%	50%
GoP Guaranteed Securities	19%	20%
Sukuk	3%	3%
Commercial Paper	5%	5%
Cash and Other Including receivables	23%	22%

Asset Allocation:

